

Sparebanken Møre

**Møre Boligkreditt AS - A company in the
Sparebanken Møre Group**

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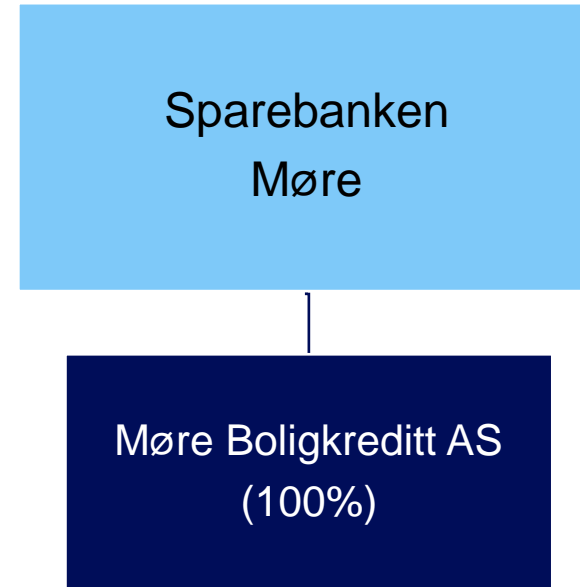
Sparebanken Møre

Sparebanken Møre is a wholly independent Norwegian savings bank with focus on traditional core banking, headquartered in the city of Ålesund.

Sparebanken Møre was established in 1985 as the result of mergers between local savings banks in the county of Møre og Romsdal, and the Bank is currently the eight largest Norwegian bank in terms of total assets.

Sparebanken Møre has been listed on Oslo Stock Exchange since 1989 with Equity Certificates (EC).

Møre Boligkreditt is Sparebanken Møre's wholly owned Mortgage Bank and Covered Bond issuing entity.



Sparebanken Møre

28

BRANCH OFFICES

402

FULL TIME EMPLOYEE YEARS

102 billion

NOK IN TOTAL ASSETS



RATED

A1

STABLE OUTLOOK
BY MOODY'S

LENDING
Y/Y

+6.5

PER CENT

DEPOSITS Y/Y

+4.5

PER CENT

The Norwegian economy

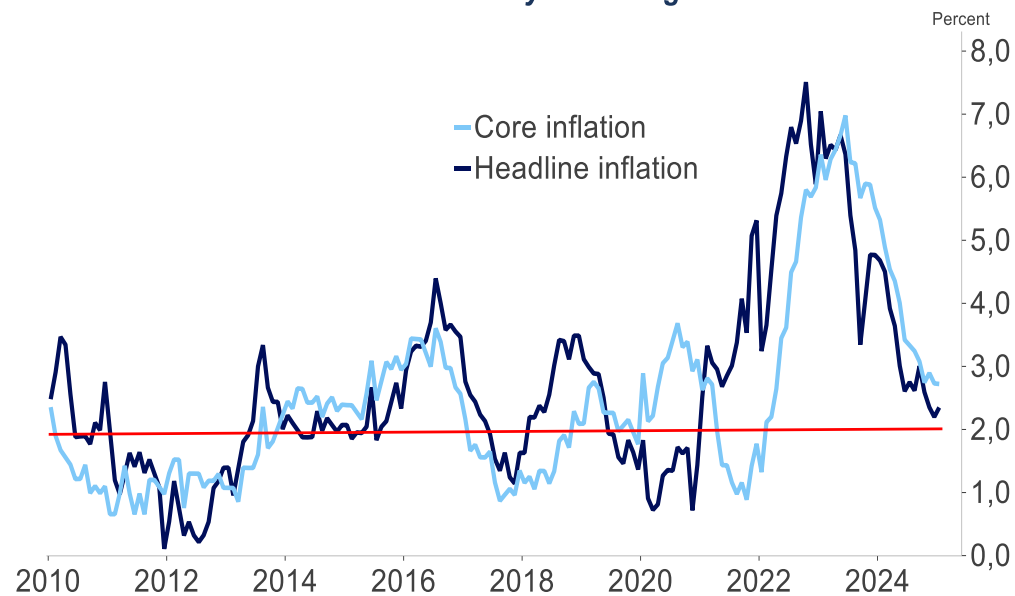


Inflation edging downwards, but will likely take time to reach 2.0 percent

- January headline and core inflation came in at 2.3 and 2.8 percent, respectively
- High wage growth and low unemployment likely to support private consumption going forward
- Growth expected to pick up gradually, but outlook remains subdued, as global uncertainty remains elevated

Norwegian inflation is still edging downwards

Headline and core inflation in Norway. Annual growth. Percent.



Growth is expected to gradually pick up

GDP Mainland Norway. Annualised growth. Percent.

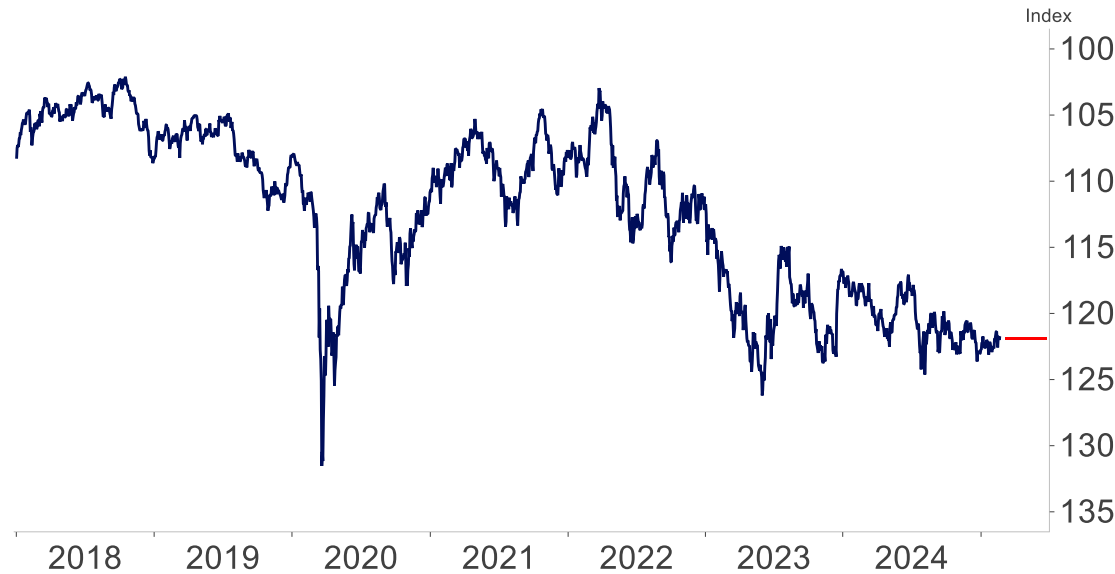


The NOK has stabilized and Norges Bank is expected to cut rates in March

- The import weighted NOK (I-44) has stabilized the last few months
- Norges Bank's forecast for the NOK exchange rate is basically flat throughout the forecast period (2028)
- Norges Bank is expected to cut rates three times in 2025, first time in March

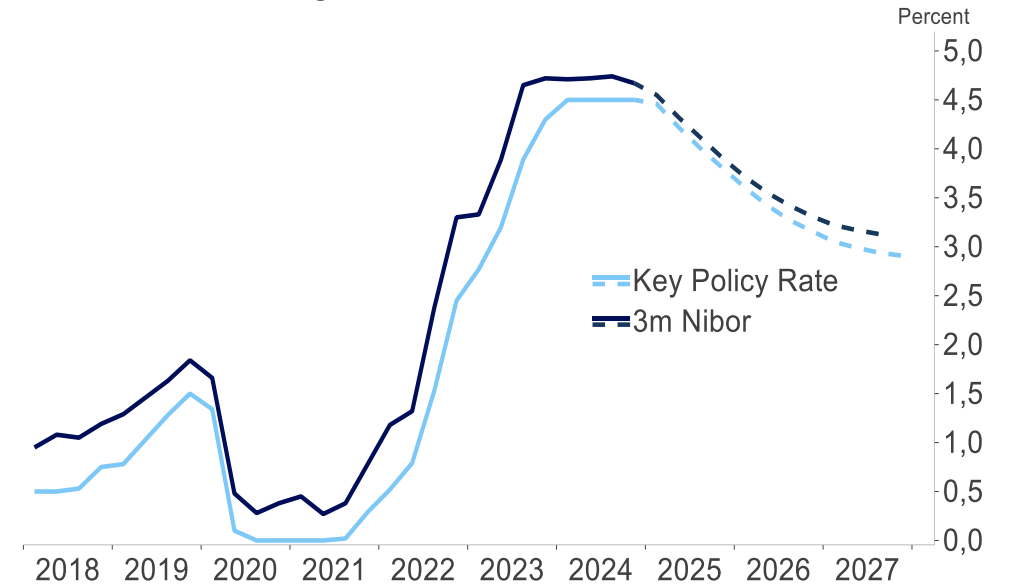
The krone exchange rate has stabilized the last six months

Import weighted NOK and Norges Bank forecast (MPR 2/24). Index.



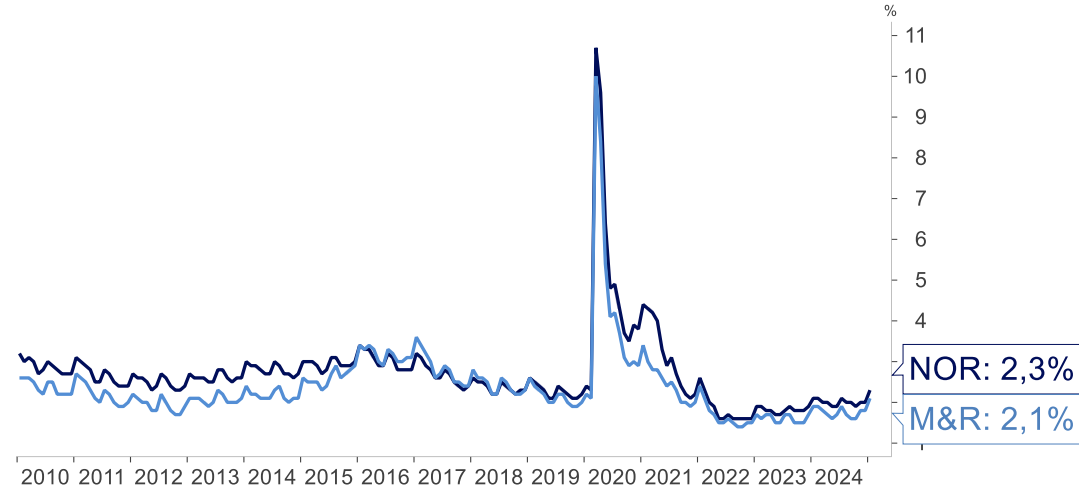
Key policy rate and 3m Nibor

Forecast MPR 4/24 Norges Bank

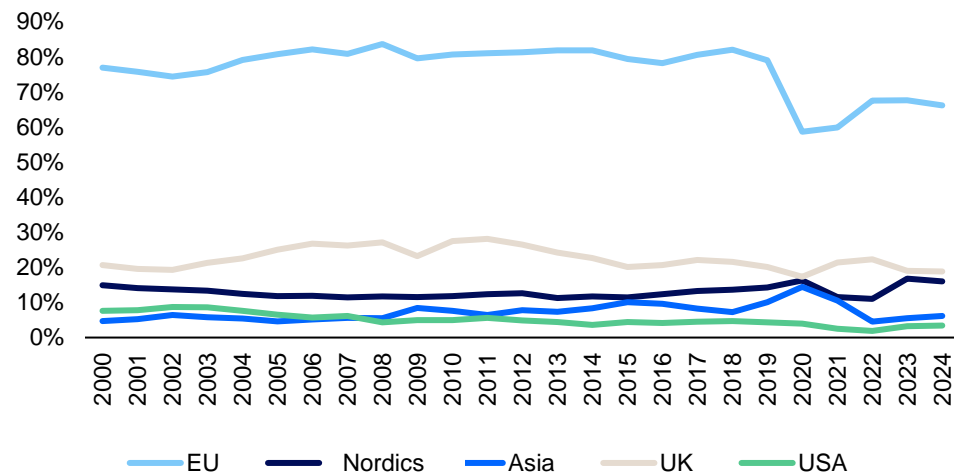


Higher level of activity in the North-West

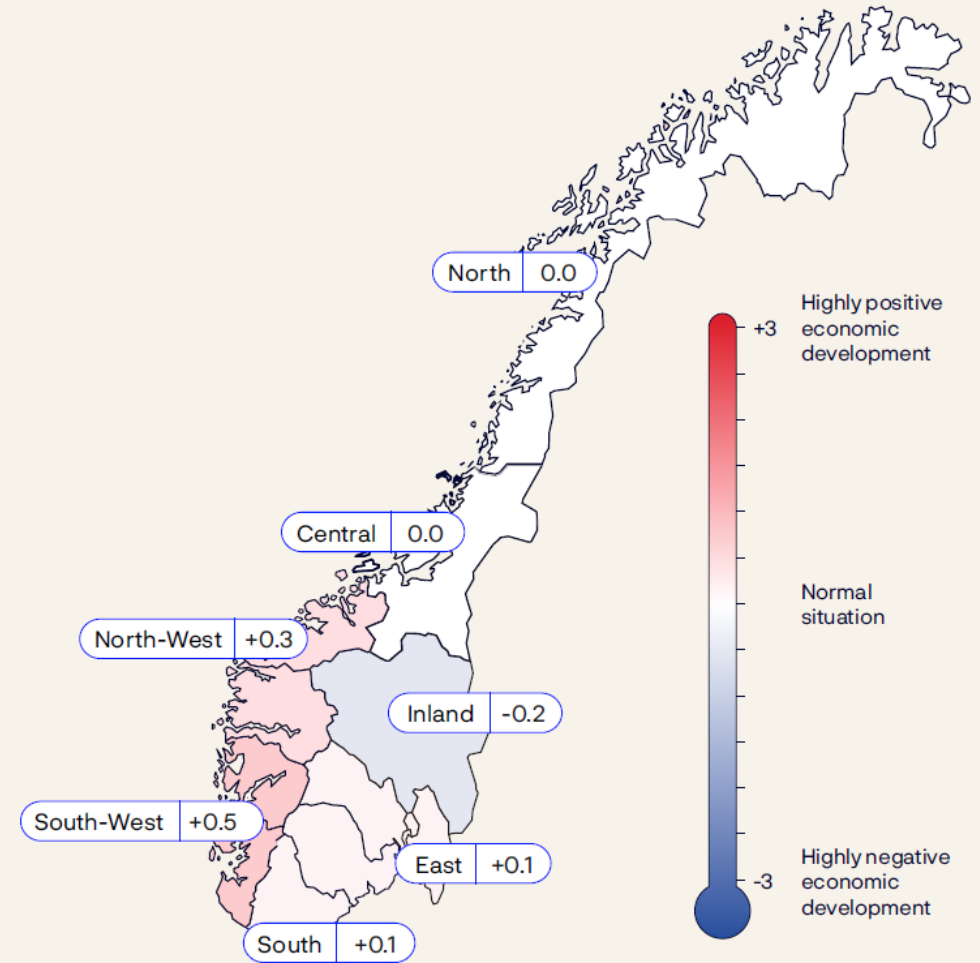
Registered unemployment in Norway and M&R. Percent.



Share of Norwegian exports. Percent.



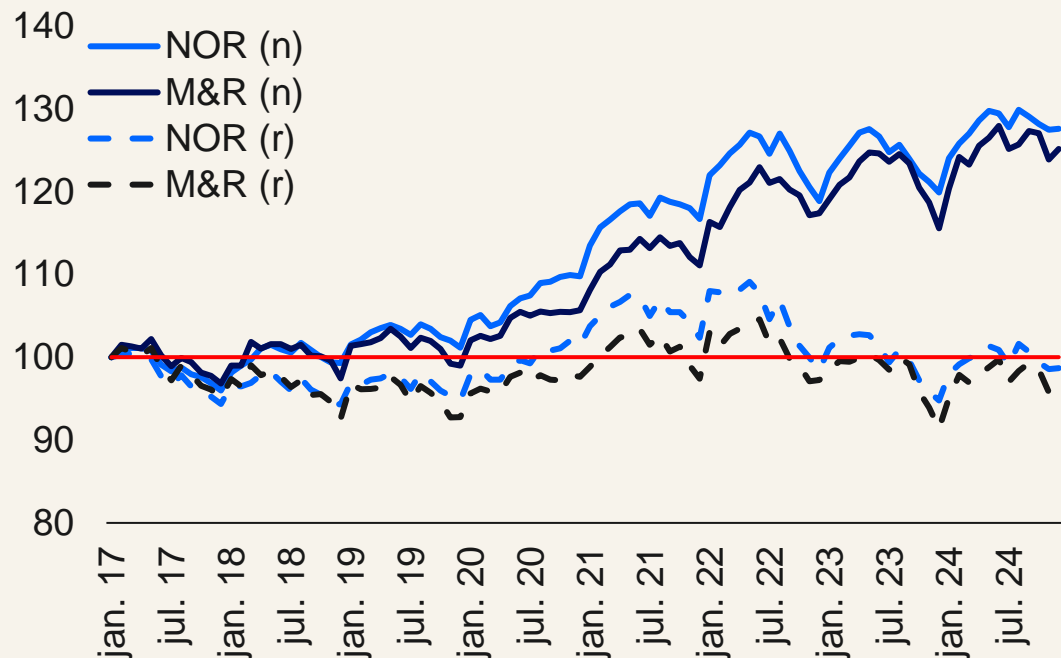
Regional indicators



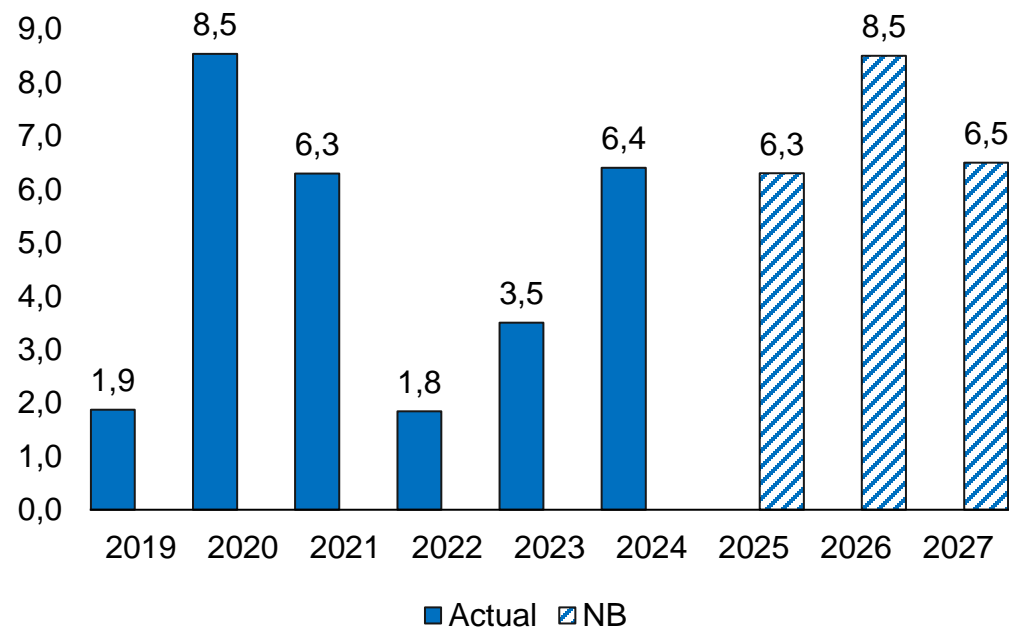
House prices are holding up well

Nominal and deflated by CPI

Index=100 in 2017



Residential housing prices. Forecast Norges Bank. Percent



House price development

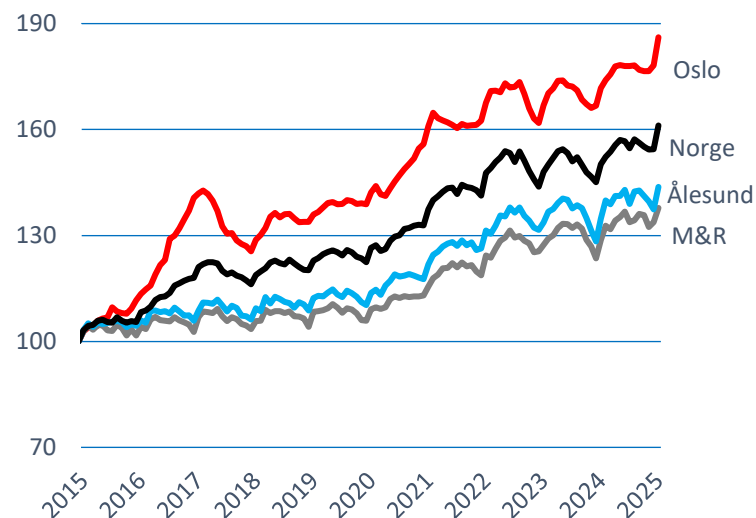
Based on pre-owned dwellings sold, Norwegian seasonal adjusted house prices increased by 1,4 percent in January 2025.

Over the past 12 months, Norwegian house prices increased by an average of 7.3 per cent.

In the county of Møre og Romsdal (M&R) and the city of Ålesund, house prices grew by 7.1 and 6.7 percent, respectively

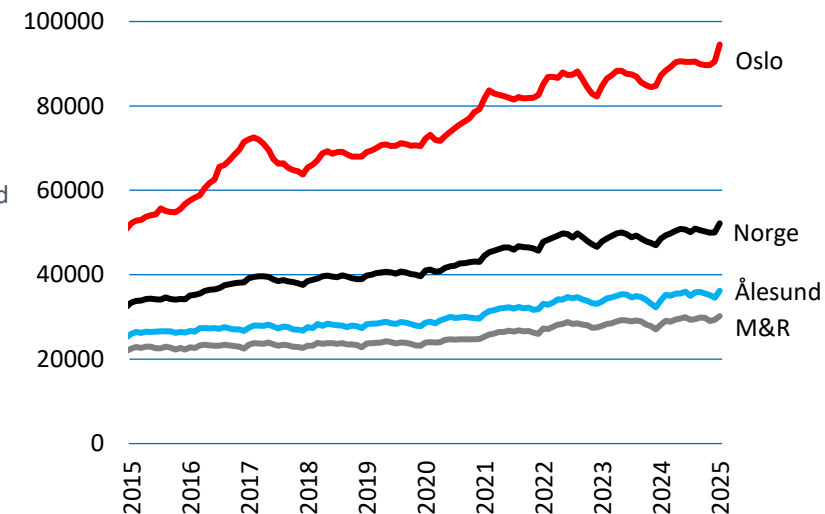
Indexed development

- January 2015 = 100



Price per square meter

- January 2015 – January 2025



Key information on pre-owned dwellings sold in January 2025

	Norway	Møre og Romsdal	Ålesund	City of Oslo
Seasonal adj. development last month	+1.4 %	+0.2 %	+1.5 %	+1.9 %
Development last 12 months	+7.3 %	+7.1 %	+6.7 %	+8.4 %
Development last 10 years	+56.3 %	+34.1 %	+39.2 %	+81.1 %
Per square meter (NOK)	52,183	30,201	36,203	94,553
Average number of days on market	69 days	93 days	85 days	32 days
Price median dwelling (NOK)	3,950,000	2,995,000	3,230,000	5,500,000

Sparebanken Møre

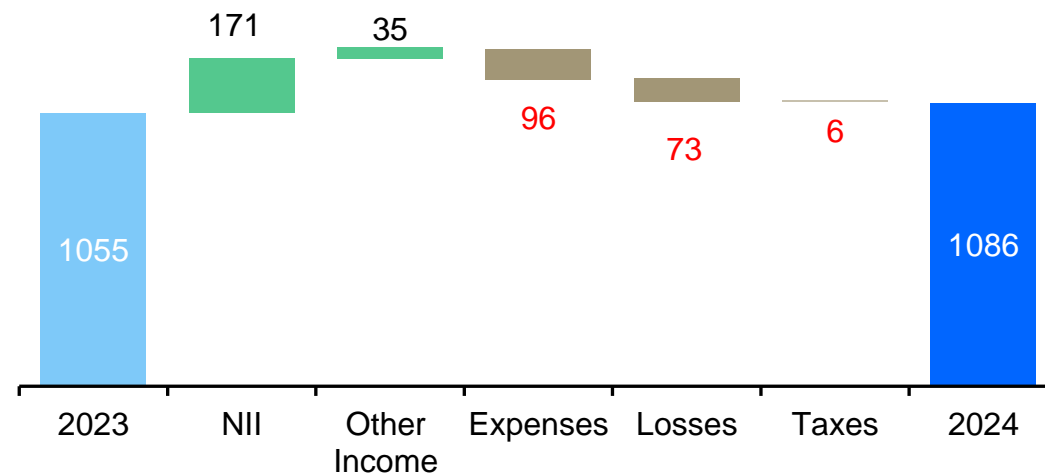
2024

www.sbm.no

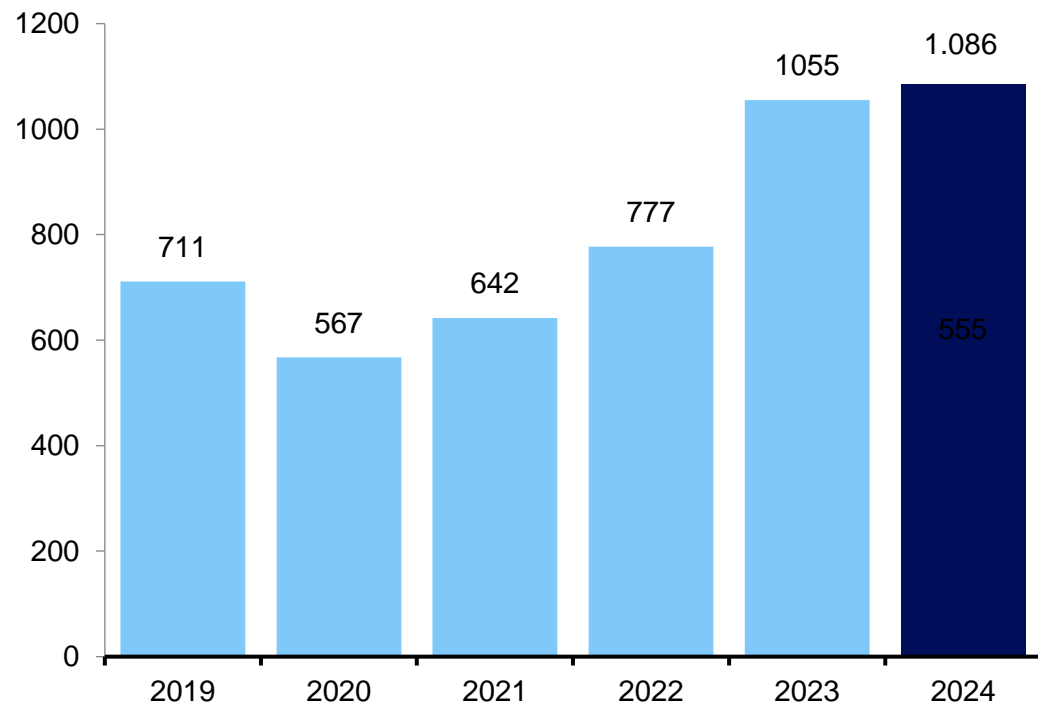


A solid annual result

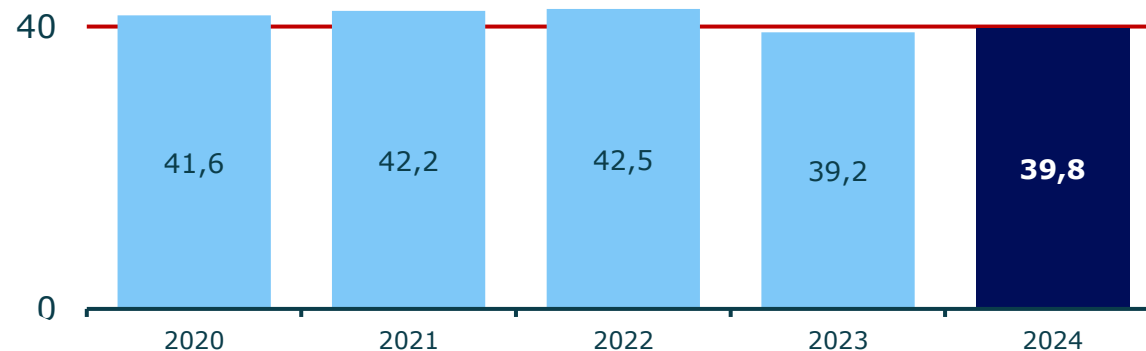
Profit after tax 2024 vs 2023
- In MNOK



Profit after taxes
- in MNOK

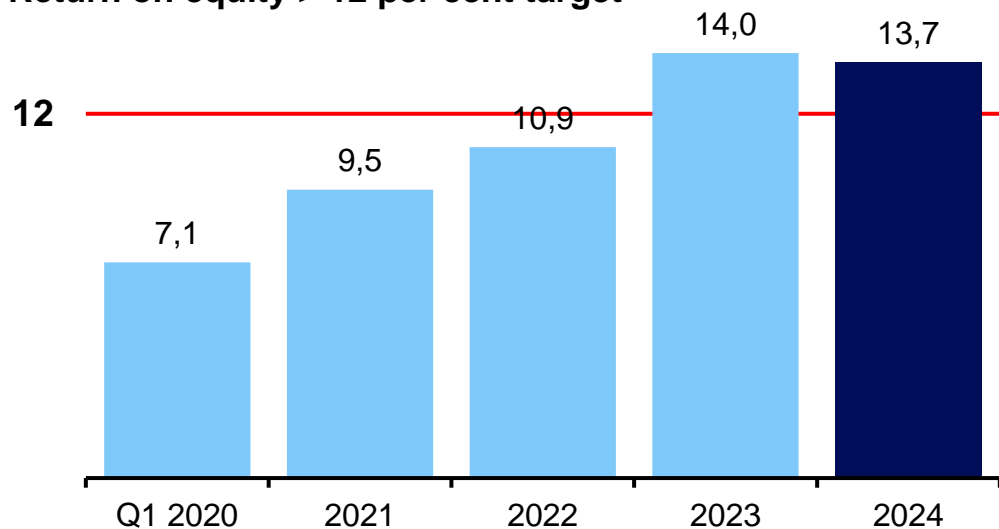


Cost/Income target < 40



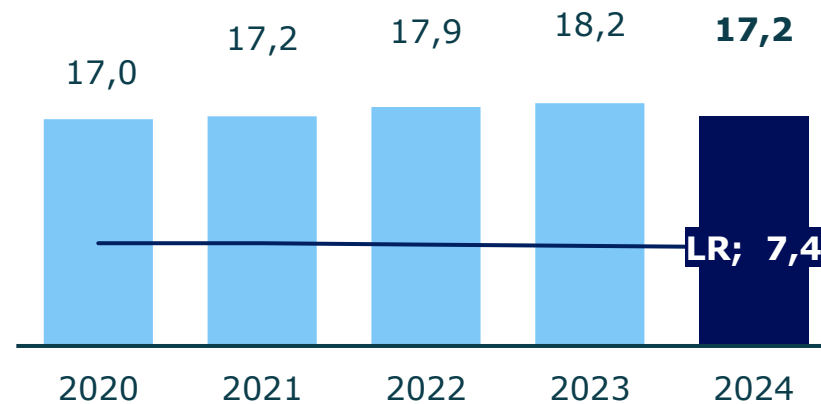
Solid result with strong capital

Return on equity > 12 per cent target

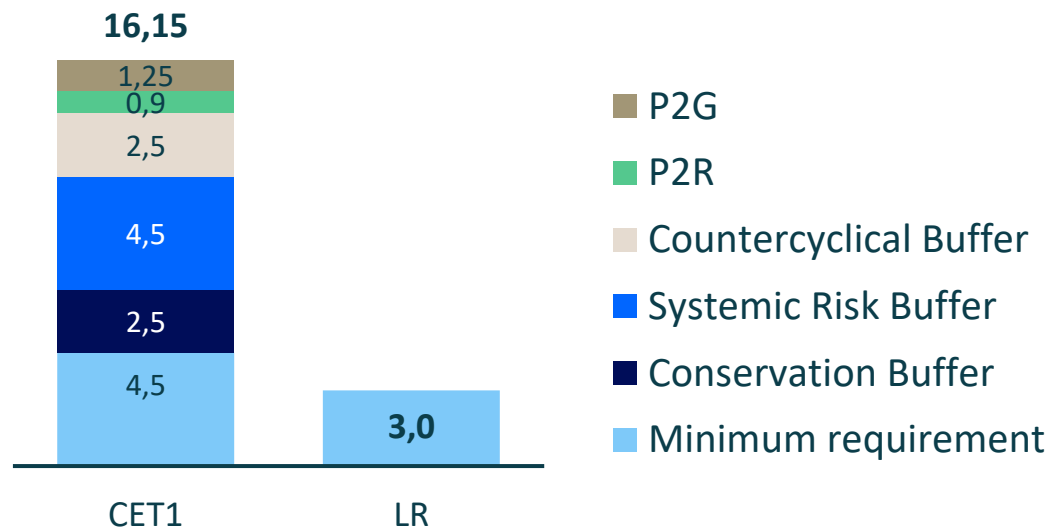


Common Equity Tier 1 (CET1)

- Leverage Ratio (LR) in percent of average assets

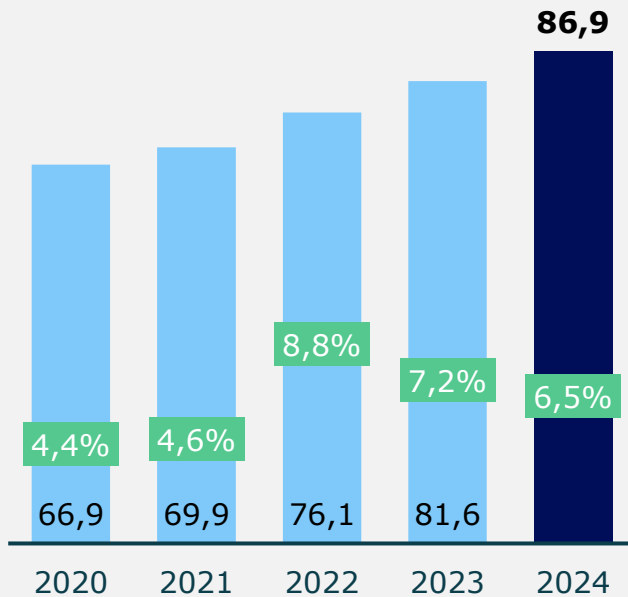


Sparebanken Møres CET1 and Leverage Ratio (LR) requirements



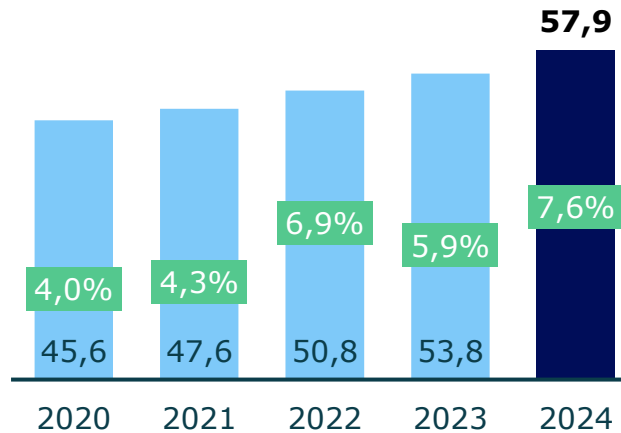
Strong lending growth

NOK billion and y/y



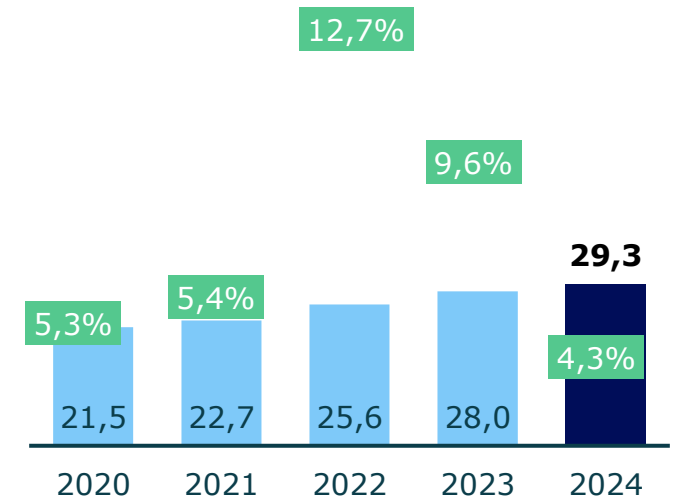
3.3 % total national lending growth reported by Statistics Norway y/y in June.

Retail lending
NOK billion and y/y



3.7 % y/y national lending growth reported to households

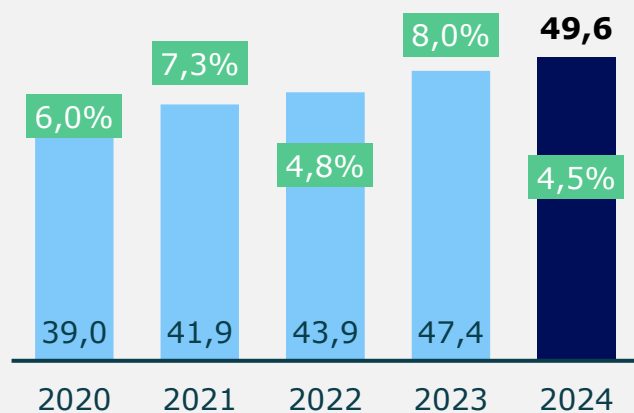
SME / Corporate lending
NOK billion and y/y



1.3 % y/y national lending growth reported to non-financial corporations

Strong growth in deposits

NOK billion and y/y

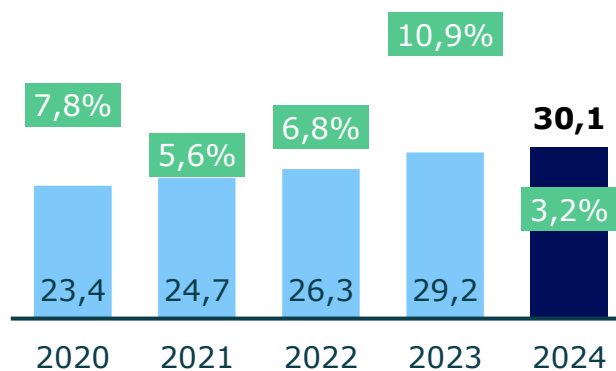


Deposit to loan ratio of 57.7 %

61 % retail deposits

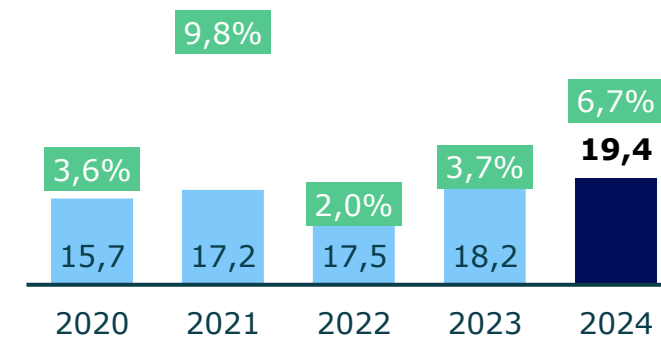
Retail deposits

NOK billion and y/y



Corporate and public

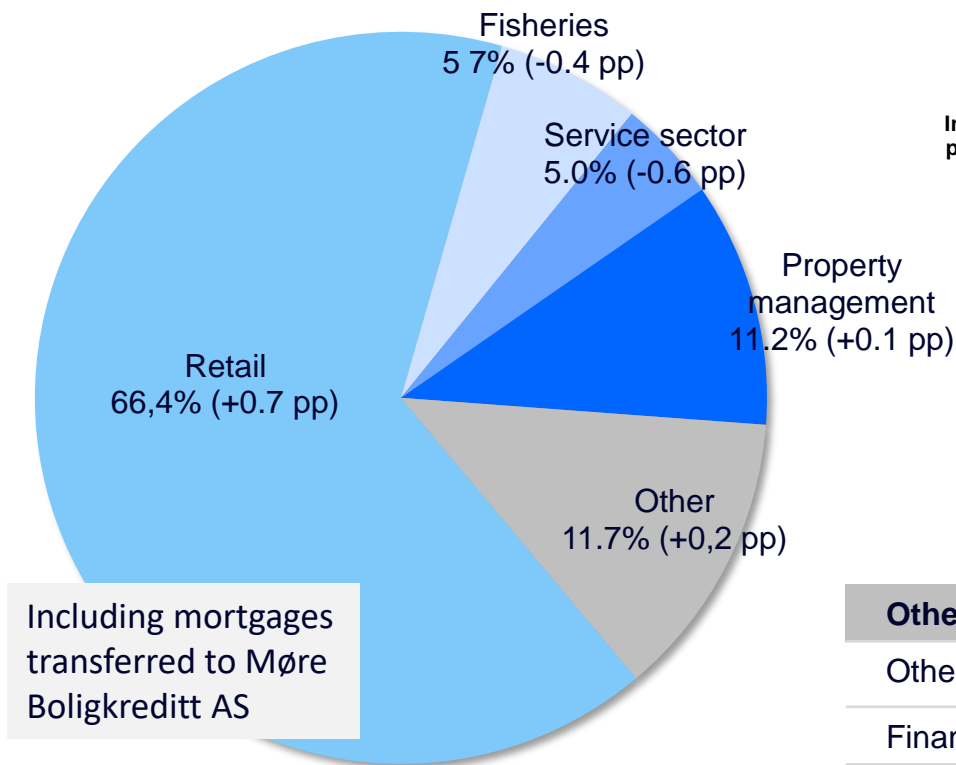
NOK billion and y/y



Diversified loan book

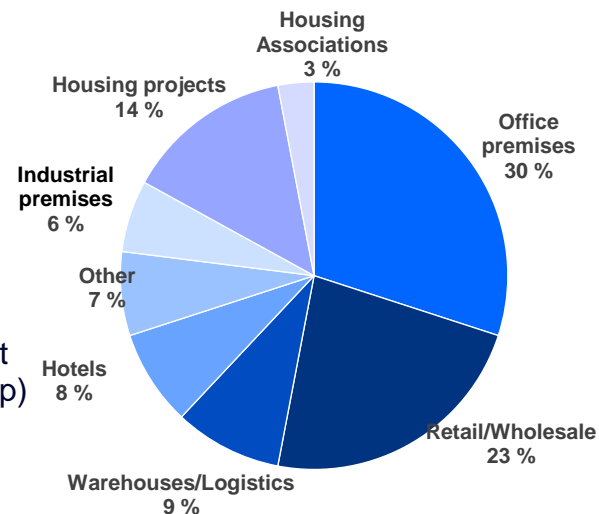
Loans by sector

- In per cent of total lending (in per cent of change y/y)



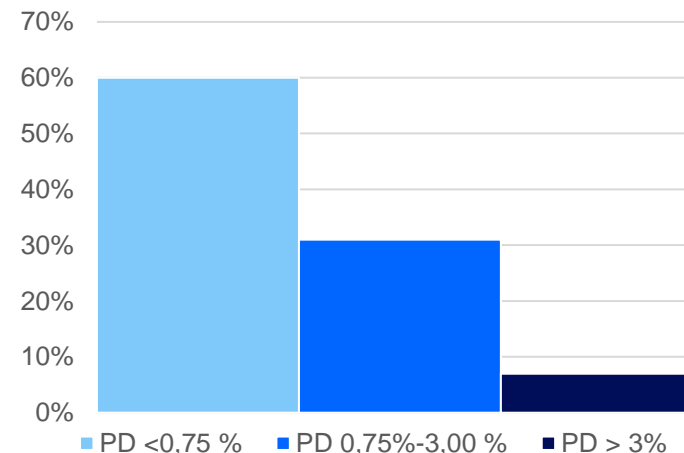
Property management (11.2 %)

- Sub-segments % of property mgmt.



Property management

- Risk classification



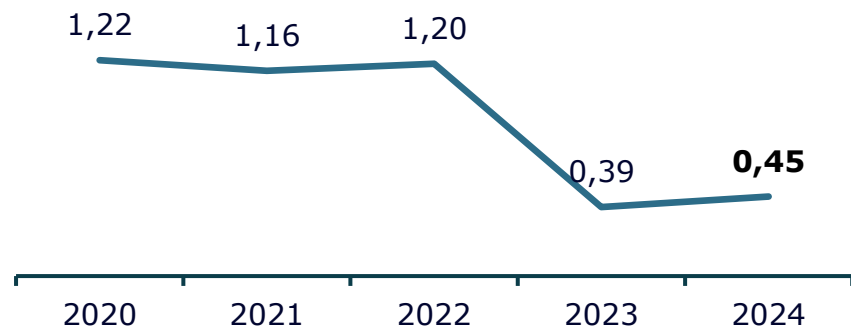
Other – 11.7 % (+0.2 pp) include:

Other Industry	2.4 % (-0.6 pp)	Agriculture	0.9 % (-)
Financial services	1.5 % (+1.0 pp)	Ship Yards	0.2 % (+0.1 pp)
Retail/ wholesale trade	1.7 % (+1.5 pp)		
Building and Construction	1.6 % (+0.2 pp)		
Oil service vessels	1,5 % (-0,5 pp)	Other	1.9 % (+0.3 pp)

Low level of Problem loans and low losses

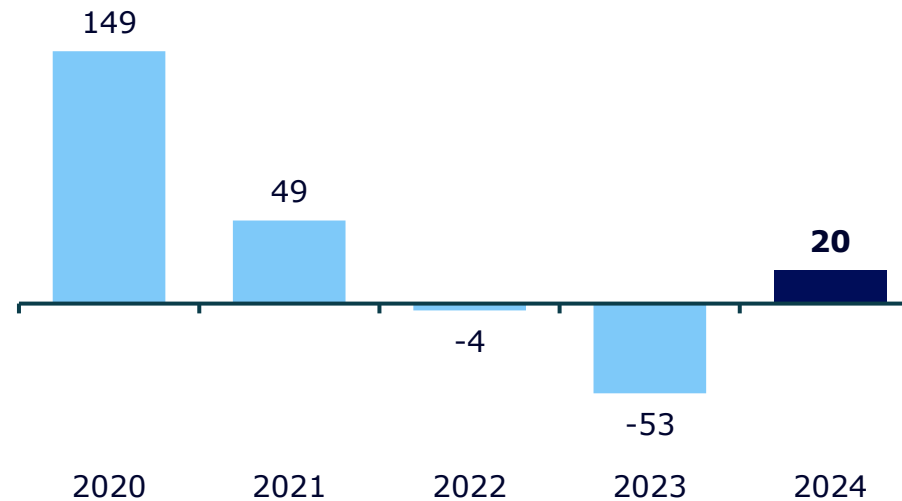
Problem loans (net)

- in per cent of loans and guarantees



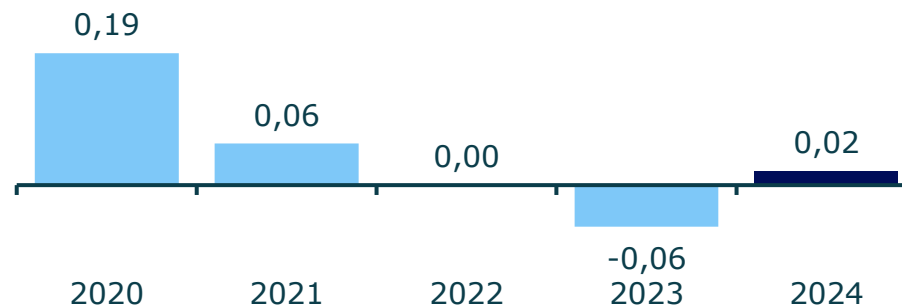
Losses on loans and guarantees

- NOK million



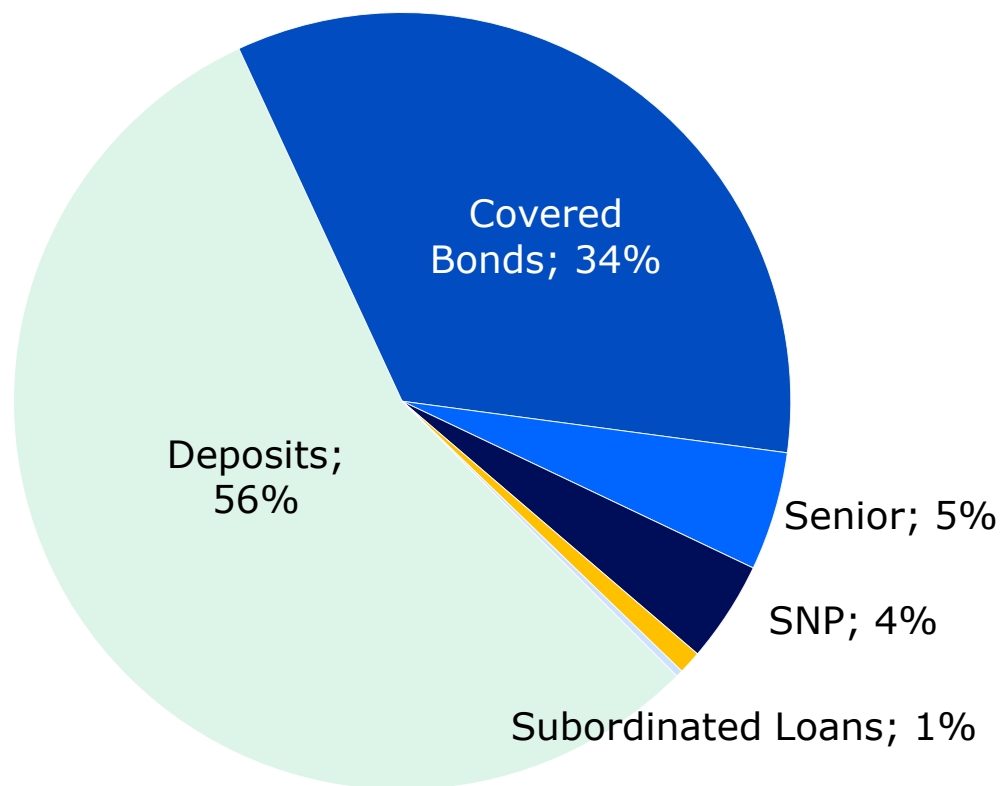
Losses on loans and guarantees

- in per cent of average assets



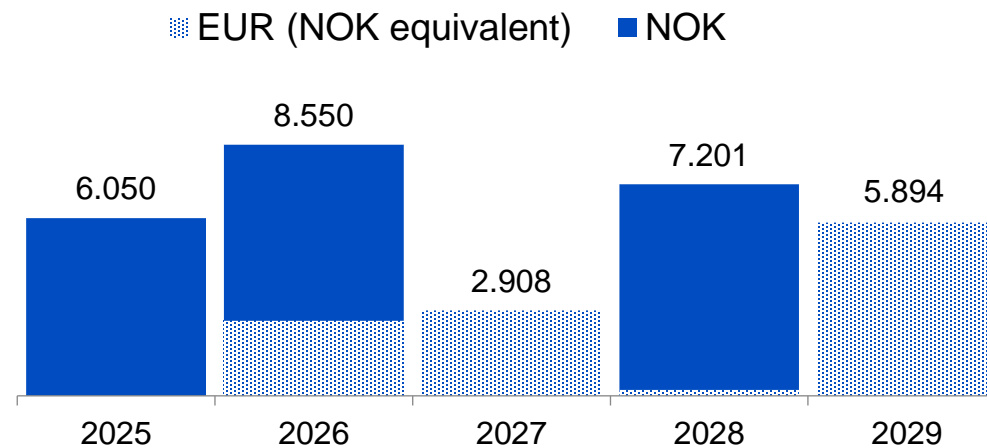
Sound funding profile

Total funding by source 31.12.2024
- in per cent of total funding



Covered bond redemption profile

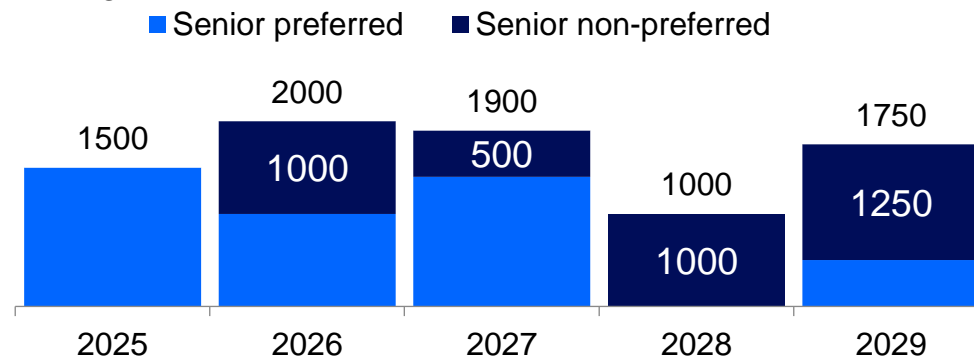
- NOK million equivalent



✓ NSFR Møre Boligkreditt AS YE: 110

Senior bonds redemption profile

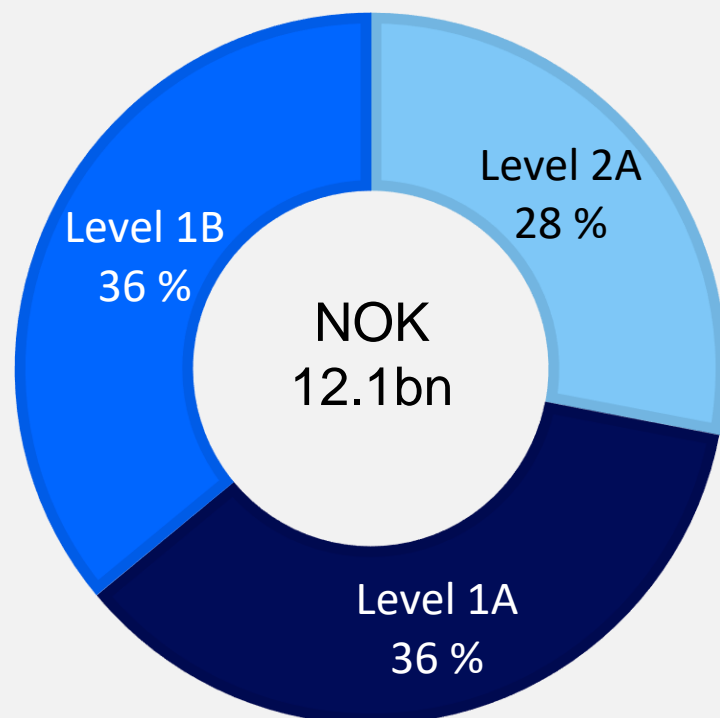
- NOK million



✓ Consolidated NSFR Sparebanken Møre YE: 122

Conservative liquidity management

Liquidity portfolio composition
- 31/12-24:



- Liquidity is held for LCR compliance and is traded to optimize returns within policy requirements
- NOK 12.1bn. in consolidated portfolio at year-end
- FRNs or swapped, no currency or interest rate risk
- The Group's portfolio of bonds in the liquidity portfolio is measured at fair value, any changes in value recognized through the income statement
- Total LCR-ratio at year-end:
 - ✓ Sparebanken Møre: 167
 - ✓ Møre Boligkreditt AS: 820

Sustainability in Sparebanken Møre

- ✓ Net zero by 2050
- ✓ 55% reduction of own emissions by 2030

A driving force for sustainable transition





SUSTAINALYTICS

a Morningstar company

Sparebanken Møre

Industry Group: **Banks**

Country/Region: **Norway**

Identifier: **OSL:MORG**

Sparebanken Møre is a Norway-based banking corporation. It engaged in providing retail and commercial banking services to its customers. Products and services provided by the company include deposits, saving accounts, asset management, financial advisory services, payment transfers, foreign exchange and interest trading, insurance, and real estate brokerage. In addition, the company also provides real estate brokerage services for both residential homes and commercial properties. It mainly concentrates on maritime, offshore and supply, real estate, trade, and services as well as insurance industries. It firm manages its business into three segments Corporate, Retail, and Real estate brokerage. The revenue of the company comprises interest, fees, commission, and other income.

- Show Less

Full time employees: 402

ESG Risk Rating

COMPREHENSIVE ?

19.4 Low Risk

Negligible	Low	Medium	High	Severe
0-10	10-20	20-30	30-40	40+

Ranking

Industry Group (1st = lowest risk)

Banks **255** out of 1018

Universe

Global Universe **3855** out of 14893

Last Full Update: **Oct 11, 2023** ?

Last Update: **May 23, 2024** ?

Most sustainable according to customers

Sparebanken Møre retains its position as the bank with the highest rating for the fourth year in a row.

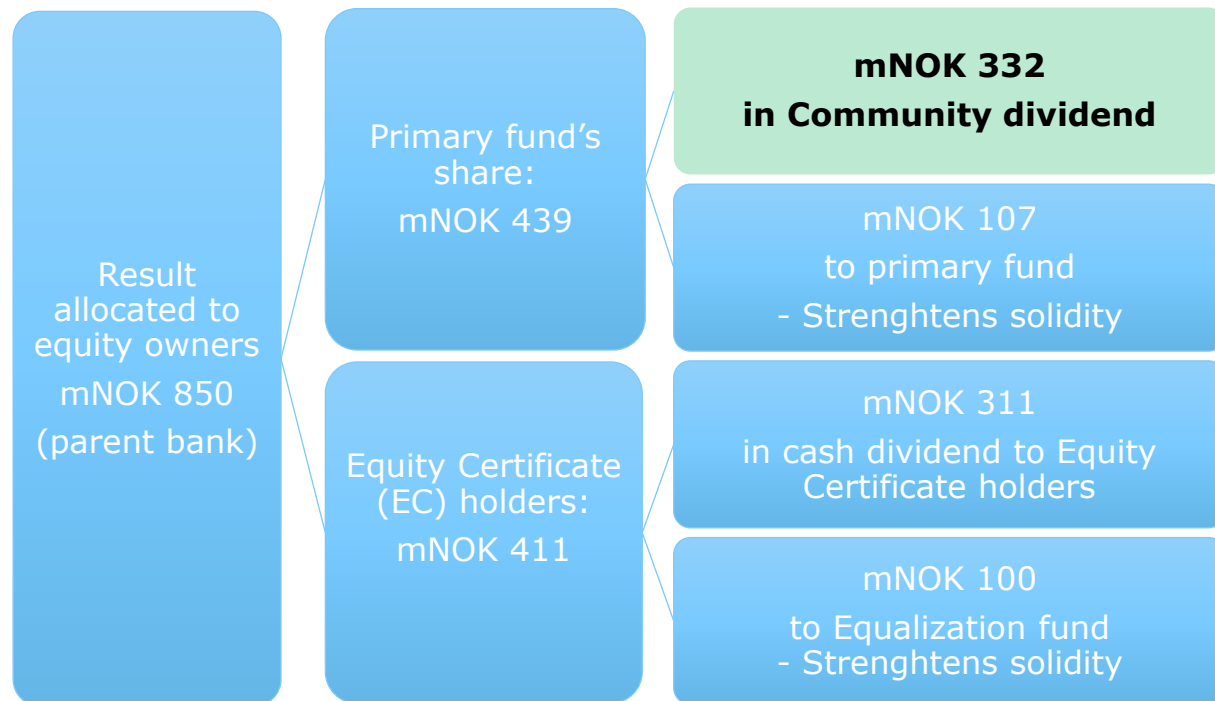
*“The fact that Sparebanken Møre scores equally highly among both retail and corporate customers **underlines the bank's ability to adapt its sustainability work to different customer segments.**”*

Fredrik Høst, EPSI rating Norway



Profit-sharing model in Sparebanken Møre

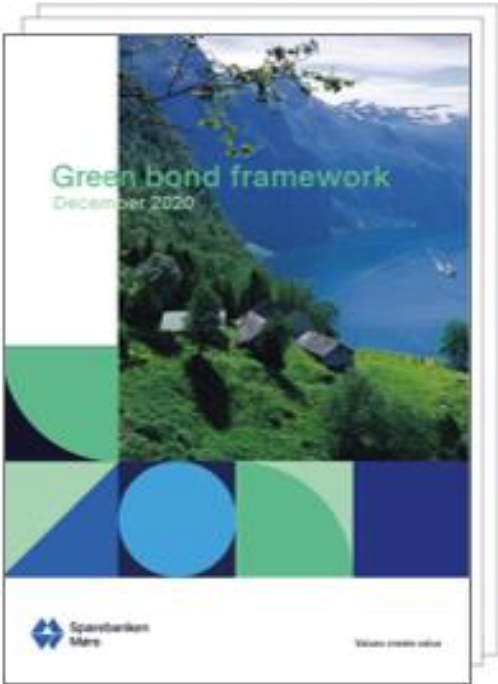
- Long history with strong local presence and involvement



Community dividend from Sparebanken Møre supports sustainability projects, community initiatives, education, culture, sports, infrastructure and help develop local businesses.



Green bond framework is currently being updated



Compliant with ICMA's Green Bond Principles



Møre Boligkreditt AS

Cover pool cut 31/12-24



Cover pool eligibility criteria

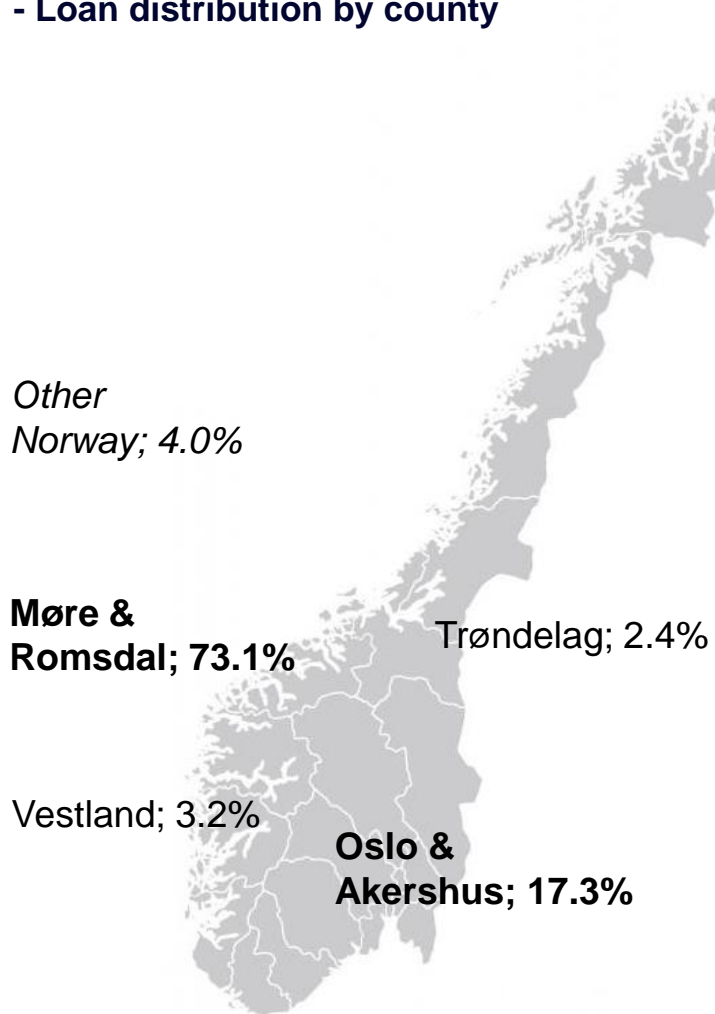
Origination	<ul style="list-style-type: none">• Mortgage loans solely originated by Sparebanken Møre• Loan-by-loan origination (loans are individually qualified for the cover pool)
Customer criteria	<ul style="list-style-type: none">• Norwegian residents (Retail and self-employed individuals)• Cooperative housing associations
Credit criteria	<ul style="list-style-type: none">• Not in forbearance (Payment ease)• Not in arrears• No customers with write downs
Collateral criteria	<ul style="list-style-type: none">• Residential properties (No holiday homes or agriculture properties)• Recent valuation, within 6 months from time of transfer• Quarterly valuation by independent AVM provider Eiendomsverdi, documented
Property type	<ul style="list-style-type: none">• Residential mortgages• Cooperative housing residential mortgages
Types of products	<ul style="list-style-type: none">• Principal repayment mortgages• Revolving credit with loan limit (10 year bullet loan with no amortization)• Fixed- and variable interest rate mortgages

Møre Boligkreditt - Cover pool cut 31.12.24

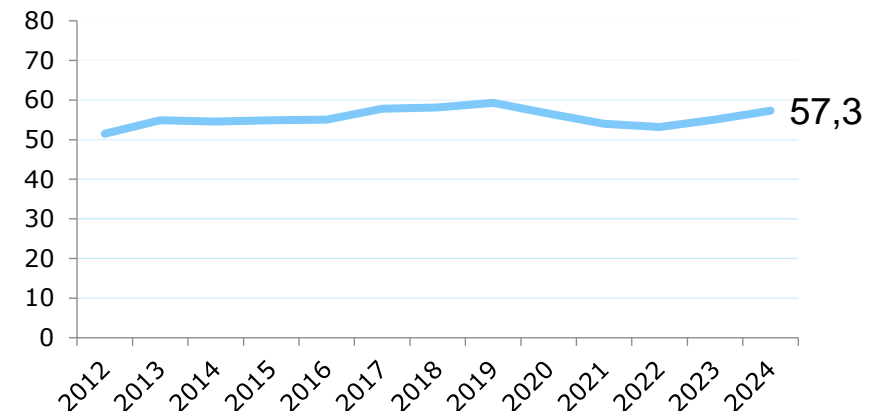
Type of collateral	Norwegian residential properties
Number of loans	19,814
Types of mortgages (based on loan balance)	85 % Repayment Loans 15 % Revolving credits with loan limit (Flexi-loans)
Fixed and variable rate mortgages	8 % fixed rate mortgages 92% variable rate mortgages
Average loan balance (NOK 1,000)	1,804
WA indexed LTV	57.3 % (Based on Loan-balance)
WA remaining terms (months)	242
WA seasoning (months)	44
Loans in default (90 days past due)	0,0097 % in default or with individual write-downs
Eligible value of the loan-portfolio (mNOK)	35,428
Eligible supplementary assets (mNOK)	1,147
Cover pool (mNOK)	36,575
Covered bonds (mNOK)	30,603
Over-Collateralisation (%)	19.5% (Reported) 0.5% (Moody's Aaa-target) 5.0% (Legislation / Committed)

Møre Boligkreditt - Cover pool cut 31.12.24

- Loan distribution by county



-Development in weighted average LTV



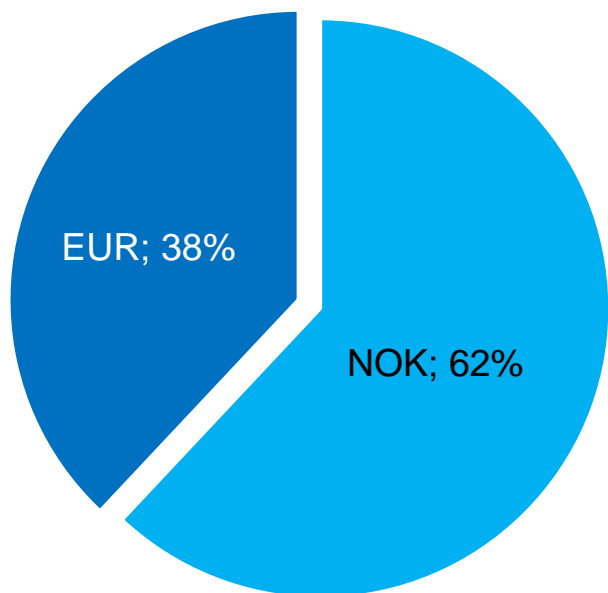
Stress test - House price decline

House price decline	Current	10 %	20 %	30 %
Total cover pool balance (nominal, NOKbn)	37.069	37.069	37.069	37.069
WA indexed LTV (%)	57,3 %	61,1 %	65,5 %	78,4 %
Eligible cover pool balance (nominal, NOKbn)	36.575	35.944	34.629	32.571
Total outstanding covered bonds (nominal, NOKbn)	30.603	30.603	30.603	30.603
Eligible overcollateralization	19,5 %	17,5 %	13,2 %	6,4 %

Covered bonds outstanding

- 31.12.2024

EUR/NOK distribution



Covered bonds (million)

ISIN code	Currency	Nominal value	Interest	Issued	Maturity
NO0010588072	NOK	1.050	fixed NOK 4.75 %_	2010	2025
XS0968459361	EUR	25	fixed EUR 2.81 %_	2013	2028
NO0010836489	NOK	1.000	fixed NOK 2.75 %_	2018	2028
NO0010853096	NOK	2.000	3M Nibor + 0.37 %_	2019	2025
NO0010884950	NOK	3.000	3M Nibor + 0.42 %_	2020	2025
XS2233150890	EUR	30	3M Euribor +0.75 %_	2020	2027
NO0010951544	NOK	6.000	3M Nibor + 0.75 %_	2021	2026
XS2389402905	EUR	250	fixed EUR 0.01 %_	2021	2026
XS2556223233	EUR	250	fixed EUR 3.125 %_	2022	2027
NO0012908617	NOK	6.000	3M Nibor +0.54 %_	2023	2028
XS2907263284	EUR	500	fixed EUR 2.625	2024	2029

In compliance with the Capital Requirements Directive

MØRE BOLIGKREDITT AS

(incorporated with limited liability in Norway)

€4,000,000,000

Euro Medium Term Covered Note Programme

EU Regulation 575/2013 CRR Article 129

Møre Boligkreditt AS confirms that covered bonds issued by Møre Boligkreditt AS are compliant with the CRD requirement set forth in the Eurosystem guidelines.

Møre Boligkreditt AS confirms that information required in Regulation (EU) No 575/2013 (CRR) Article 129 (7) is made available to investors in accordance with Article 129 (7b).

Covered bonds issued by Møre Boligkreditt AS are eligible for preferential treatment set out in CRR Article 129 (4).

Covered bonds issued before 8 July 2022 that comply with the requirements laid down in this regulation as applicable at the date of their issue shall not be subject to the requirements laid down in paragraphs 3a and 3b. They shall be eligible for preferential treatment under paragraphs 4 and 5 until their maturity.

Strong and stable ratings

Moody's Investors Service

“Sparebanken More's BCA of baa1 reflects its strong financial fundamentals including sound asset quality and strong capital buffers.”

Sparebanken Møre

A1

Latest published Credit Opinion:

17 January 2025

- *Outlook:*

Stable

- *Baseline Credit Assessment (BCA):*

baa1

- *Counterparty Risk Assessment:*

A1

- *Bank Deposits:*

A1/P-1

- *ESG Credit Impact Score*

CIS-2 (Neutral-to-low)

Møre Boligkreditt AS Covered Bond Programme

Aaa

Latest published Performance Overview:

19 December 2024

- *CB anchor Møre Boligkreditt AS*

Aa3

- *Timely Payment Indicator (TPI):*

Probable-High

- *TPI Leeway:*

3 notch(es)

- *OC level consistent with current rating:*

0.5 %

- *Collateral Score:*

4.0 %

SPAREBANKEN MØRE

- 8th largest Norwegian bank - Total assets NOK 102bn - 66% retail lending
- 13.7 per cent return on equity in 2024
- Strong capitalization, CET1 ratio of 17.2% and leverage ratio of 7.4%
- Rating A1 (stable outlook) confirmed by Moody's in January 2025

MØRE BOLIGKREDITT

- NOK 30.6 bn outstanding covered bonds (YE 2024) – o.w. 38% EUR denominated
- Cover pool consists of Norwegian prime residential mortgages
- EMTCN programme listed on Euronext Dublin and Oslo Stock Exchange
- All covered bonds rated Aaa by Moody's

MØRE OG ROMSDAL COUNTY

- Population of around 270 thousands
- Service sectors dominant - fisheries, tourism, and maritime industries important
- Accounts for 1/3 of Norwegian food export, mainly fish and fishery products
- Registered unemployment in January 2025 of 2.1 %

NORWAY

- 2.3 % CPI growth y/y in January / CPI ATE 2.8 % - above target but coming down
- 7.3 % y/y increase in housing prices by end of January 2025
- Registered unemployment in January 2025 of 2.3%
- Expected 3 policy rate cuts in 2025, each by 25bp to 3.75% – first cut in March

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