



# Credit Profile Q4 2021

 SparebankenVest

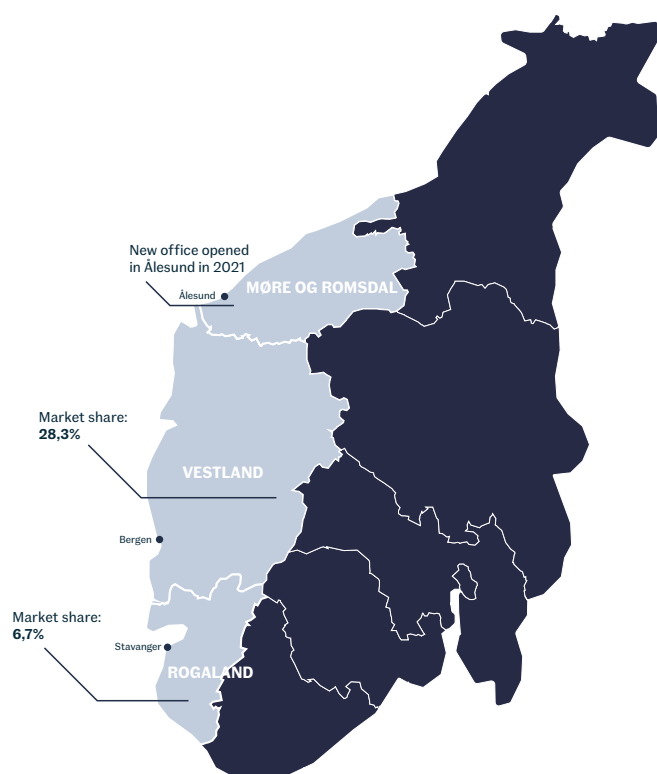
# Sparebanken Vest at a glance

- Norway's third largest and second oldest savings bank
- Established in 1823 and listed on the Oslo Stock Exchange since 1995 (Ticker: SVEG)
- 34 branches in counties Vestland, Rogaland and Møre og Romsdal
- Focused on retail lending (76% of gross loans) with complementary activities in corporate lending, real estate brokerage, insurance, leasing and investment banking
- Mortgage loans comprise 99% of the retail lending book
- Bulder Bank brand launched in 2019 as Norway's first mobile-only, nationwide bank application (NOK 18,2bn in mortgage loans achieved at 31 January 2022)
- Strategic focus: digitalisation and cost control (cost-to-income ratio of 34,2% Q4 2021)
- Return on equity target: 12%
- Management buffer of approx. 1pp above regulatory capital requirements

## Moody's debt ratings:

- Senior Unsecured Debt: Aa3 (Stable)
- Senior Non Preferred Debt: A3 (Stable)
- Covered bonds (Sparebanken Vest Boligkreditt): Aaa (Stable)

## GEOGRAPHIC FOCUS & RETAIL MARKET SHARE



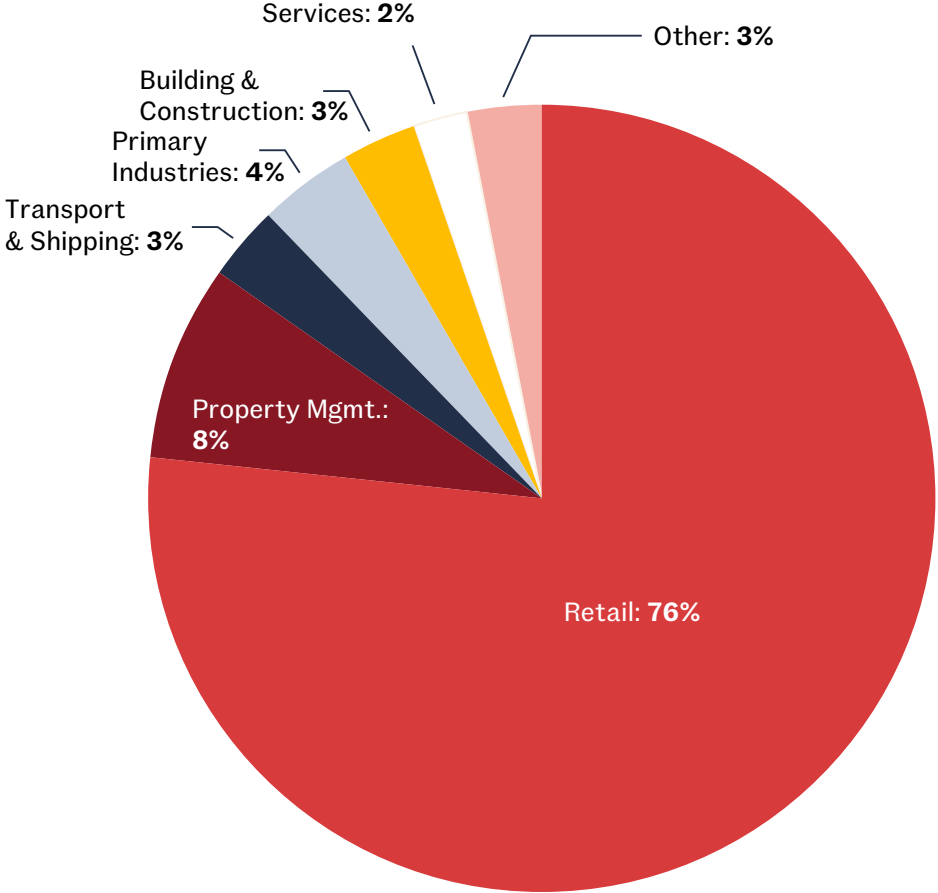
## FINANCIAL HIGHLIGHTS

KEY FIGURES IN NOKM	Q4 2021	Q4 2020
Total Assets	234 571	221 282
Gross Loans to Customers	203 835	182 686
Customer deposits	90 812	82 653
Pre-tax profit	3 055	2 392
Total Equity	19 808	18 440

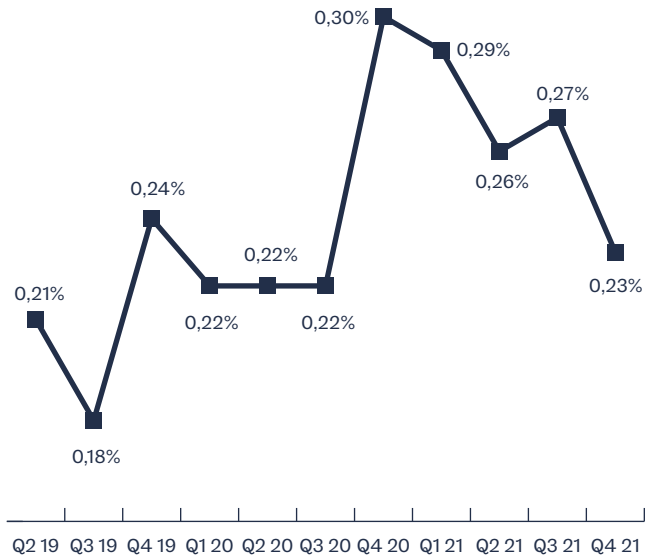
## KEY RATIOS

Post-tax RoE	14,0%	12,3%
Net Interest Income (avg. Assets)	1,44%	1,40%
Cost-to-Income	34,2%	36,3%
Leverage Ratio	6,8%	7,0%
CET1 Ratio	17,4%	18,0%
Losses on loans as % of gross lending	-0,02%	0,25%
In default as % of gross lending	0,23%	0,30%

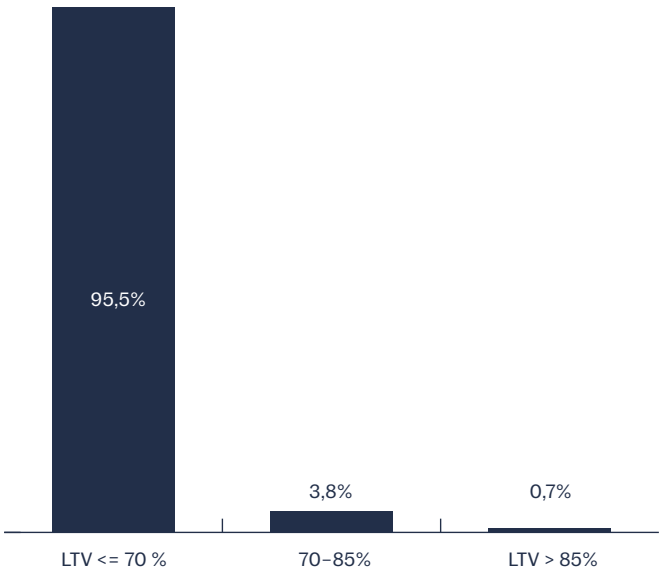
# High share of Retail lending and a well-diversified Corporate portfolio



DEFAULTS AS % OF GROSS LOANS

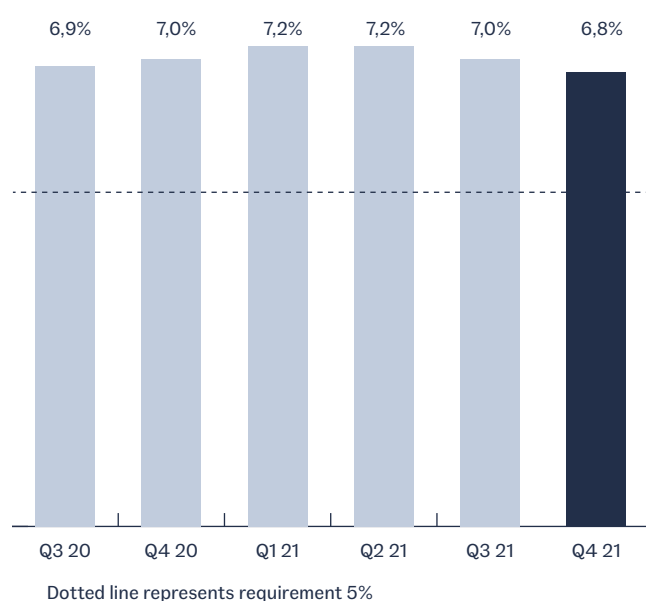


RETAIL LOAN-TO-VALUE BREAKDOWN

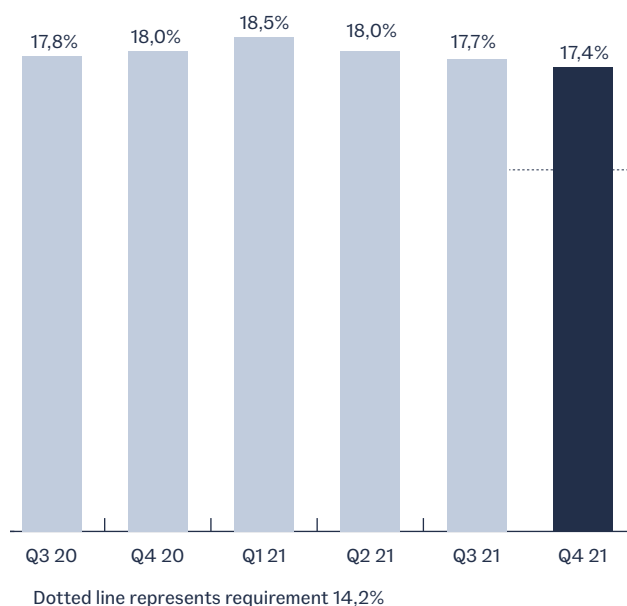


## Strong Leverage Ratio and CET1 Ratio

### LEVERAGE RATIO



### CET1 RATIO



## Rated by Moody's: Senior Unsecured rating Aa3, Senior Non Preferred rating A3 and Covered Bond rating Aaa (all with stable outlook)

Baseline Credit Assessment (BCA)	A3
Senior Unsecured Debt	Aa3
Senior Non Preferred Debt	A3
LT Bank Deposits	Aa3/P-1
Counterparty Risk Rating	Aa3/P-1
Covered Bonds (SPV Boligkreditt)	Aaa

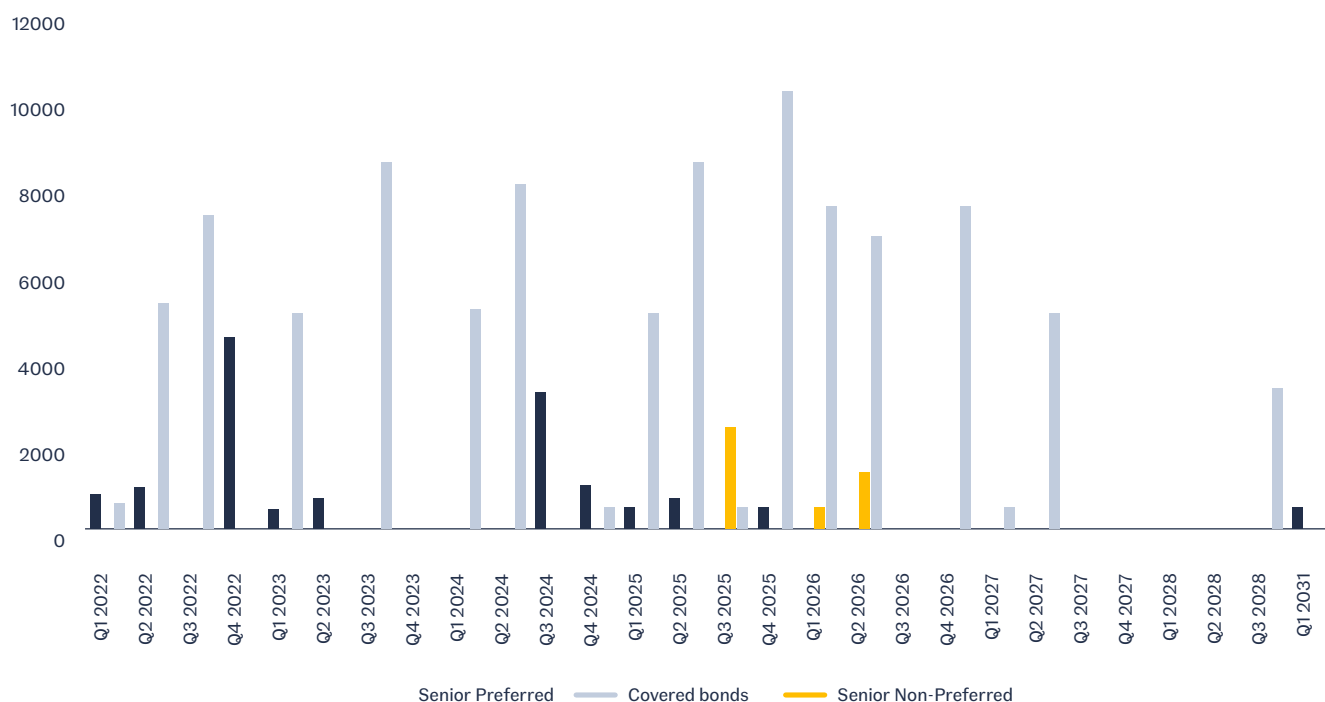
### CREDIT OPINION, 1 OCTOBER 2021, WHERE THE BANK'S SENIOR UNSECURED RATING WAS UPGRADED TO Aa3:

"The bank's BCA is underpinned by its strong regional retail franchise; the bank's strong solvency position with an improving level of asset quality over the last five years, evidenced by a declining ratio of problem loans to gross loans of 0.7% as of June 2021; a very strong capital position with tangible common equity to risk weighted assets of 19.9% as of June 2021; and improved profitability, with net income to tangible assets of 1.0% for the first half of 2021.

The bank's deposit and senior unsecured debt ratings have a stable outlook, balancing the bank's robust capital, good asset quality including limited exposure to high risk sectors, and improving pre-provision profitability with very high efficiency levels against some downside risks stemming from certain credit concentrations and from the bank's market funding dependence. The outlook also reflects Moody's expectation that the bank will issue sufficient volumes of junior senior debt to support the senior unsecured rating, despite the expected reduction in mandatory subordination requirements."

# Strong Bond Market Footprint

## REDEMPTION PROFILE (NOK M EQV.)



PRICING DATE	CCY	VOL (M)	ISIN	TYPE	MATURITY DATE
1 October 2021	NOK	500	N00010887268	Senior Non Preferred (tap)	9 July 2026 (call 9 July 2025)
5 October 2021	EUR	750	XS2397352233	Covered Bond	11 November 2026
26 October 2021	EUR	20	XS2404456548	Covered Bond (tap)	14 May 2025
12 January 2022	NOK	750	N00011204133	Restricted Senior Preferred	14 April 2026 (call 14 April 2025)
13 January 2022	EUR	750	XS2434412859	Covered Bond	20 January 2032
24 January 2022	NOK	250	N00011204133	Restricted Senior Preferred (tap)	14 April 2026 (call 14 April 2025)

## Key Contacts

Frank Johannesen, Chief Financial Officer, tel.: +47 952 65 971, mail: frank.johannesen@spv.no

John Hopp, Head of Treasury, tel.: +47 450 81 776, mail: john.hopp@spv.no

Jan-Ståle Hatlebakk, Chief Risk Officer, tel.: +47 916 62 284, mail: jan-stale.hatlebakk@spv.no

Hans Olav Ingdal, Director Finance and Investor Relations, tel.: +47 948 09 328, mail: hans.olav.ingdal@spv.no

Sources in this report: Quarterly Reports, Investor Presentations, Moody's, Bloomberg and internal data.



Sparebanken  
Vest



Jonsvollsgaten 2 | N-5011 Bergen  
(+47) 915 05555 | spv.no