

Banks

Key data

Price (EUR)	21.9
Country	Finland
Bloomberg	OMASP.FH
Reuters	OMASP.HE
Free float	25.0%
Market cap (EURm)	723
No. of shares (m)	33.1
Next event	Q1: 29-Apr

* Price as at close on 5 February 2024

CEO	Pasi Sydänlammi
CFO	Sarianna Liiri

Company description

OmaSp is the largest savings bank in Finland with over 200,000 customers in the retail, corporate and agricultural segments. The bank has around 2.5% market share in the Finnish banking market and a nationwide presence in Finland. It has around 45 branches in addition to a wide range of digital service channels. OmaSp was listed on the Nasdaq OMC Main list in December, 2018.

Ownership structure

Etelä-Karjalan Säästöpankkisäätiö	26.2%
Parkanon Säästöpankkisäätiö	9.9%
Liedon Säästöpankkisäätiö	9.4%

Source: Company data

Estimate changes

	24E	25E	26E
NII	-2.2%	0.1%	n.m.
PPP	-4.6%	-1.8%	n.m.
EPS (adj.)	-6.7%	-1.7%	n.m.

Source: Danske Bank Equity Research estimates

Analyst(s)

Hans Rettedal Christiansen

Find our research here:
<https://research.danskebank.com>

Important disclosures and certifications are contained from page 7 of this report

Oma Savings Bank

2024 guidance looks conservative

Q4 marked the end to what was a transformational results year owing to the rise in interest rates and the Liedon acquisition. However, with rates peaking, an uncertain economic environment drove a softer NII development and higher loan losses, which was a disappointment. We look beyond this and find comfort in the conservative guidance for 2024 that suggests strong profitability despite short-term headwinds.

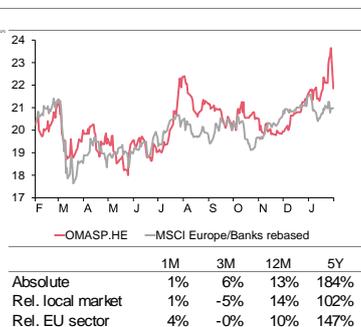
- Q4 review.** OmaSp reported Q4 NII of EUR57m, up 86% y/y and EUR2m q/q, driven by both the Liedon Savings Bank acquisition and higher margins. Funding rates also came up but are still offering 0% on transaction accounts, which make up around 55% of the deposit base. Lending volumes were flat q/q and we do not see these growing until the economic backdrop improves. OmaSp introduced its 2024 outlook, where it expects PTP will remain at the same level as 2023. We believe this is a very conservative outlook.
- Loan losses.** The bank reported EUR7m in loan losses in Q4, implying a 48bps cost of risk. EUR1.3m of this is related to a shopping mall property where OmaSp recorded EUR5m in write-downs in 2023 and EUR1m is additional allowances under management judgement. Underlying, the LLR was 33bps, which is still high and reflects the current macro uncertainty. We have increased our loan loss estimates for 2024 accordingly, and this accounts for the majority of our estimate changes post the Q4 report.
- Capital.** CET1 came in at 14.9%, up 10bps q/q. The bank announced a surprise extraordinary dividend of EUR0.33 on top of the ordinary EUR0.67, giving a total dividend for 2023 of EUR1/share, which was also the reason for the lower capital build in Q4. REA grew by 3.7% q/q; however, this was due to higher operational risk on an annual basis and not credit risk inflation and so should not be extrapolated.
- Valuation.** We lower our estimates 2-7% post the report, reflecting the slight NII miss in Q4 and higher than normal loan losses in 2024E. We pencil in EPS (24E) of EUR3.8, which continues to imply strong profitability. If our estimates hold up, we project ROE of 20%, well above the more than 16% target. The shares currently trade at 5.6x EPS (24E) when adjusting for dividends, which remains low in our Nordic peer group coverage.

Key financials

Year-end Dec (EUR)	2022	2023	2024E	2025E	2026E
NII (m)	105	197	211	219	241
Lending growth	9.9%	26.1%	12.1%	10.1%	10.0%
Total revenues (m)	144	247	273	288	314
Pre-provision profits (PPP) (m)	71.3	157	172	177	195
PPP growth	-21.8%	119.4%	9.7%	3.2%	10.0%
Loan losses (m)	-1.7	-17.1	-16.8	-14.8	-16.3
PTP (m)	69.2	138	155	162	179
EPS (adj.)	1.85	3.33	3.75	3.93	4.32
DPS	0.40	1.00	1.12	1.18	1.30
Dividend yield	2.1%	4.7%	5.1%	5.4%	5.9%
C/I	50.6%	37.0%	38.6%	39.8%	39.1%
PPP/av. lending	1.57%	2.91%	2.70%	2.51%	2.51%
Loan loss ratio	0.04%	0.32%	0.26%	0.21%	0.21%
Equity tier-1 ratio	13.3	15.1	16.4	17.6	18.8
RoNTA	14.5%	24.3%	21.1%	19.2%	18.4%
P/E (adj.) (x)	10.1	6.4	5.8	5.6	5.1
P/NTA	1.53	1.30	1.14	1.00	0.87

Source: Company data, Danske Bank Equity Research estimates

Price performance



Source: FactSet

Not for US distribution

This report is for Minna Sillanpää @ Oma Säästöpankki. Unauthorized redistribution of this report is prohibited.

Q4 tables

Table 1. OmaSp: Q4 deviation table

EURm	Q4 23	DBER	Dev.	q/q	y/y
Interest income	99	94	4%	9%	139%
Interest expenses	-42	-36	15%	18%	294%
Net interest income	57	58	-2%	4%	86%
Net commissions	12	12	1%	0%	48%
Other income	-2	0	-485%	110%	-326%
Total income	67	70	-5%	2%	69%
OPEX	-23	-21	12%	18%	26%
Pre-provisioning profit	44	50	-12%	-5%	108%
Loan losses	-7	-2	240%	31%	453%
Other income/expenses	-1	0	n.m.	643%	117%
Pre-tax profit	35	48	-26%	-13%	83%
Net profit to shareholders	28	38	-27%	-13%	85%
EPS	0.85	1.16	-27%	-13%	67%
Adj. EPS	0.93	1.16	-20%	-5%	82%
DPS	1.00	0.73	n.a.	n.a.	150%
Net lending	5,997	5,997	0%	0%	26%
CET1 ratio	14.9%	15.4%	0%	0%	2%
ROE (DBER def.)	20.8%	28.4%	-8%	-5%	4%
Loan loss ratio	-0.48%	-0.14%	0%	0%	0%
NII+fees-opex	46	49	-7%	-3%	126%

Source: Company data, Danske Bank Equity Research (DBER) estimates

Table 2. Estimate revisions post the Q4 report

	2024E			2025E			2026E		
	Old	New	Dev.	Old	New	Dev.	Old	New	Dev.
Net interest income	215	211	-2%	219	219	0%		241	
Net fee and commission income	53	53	0%	59	58	0%		63	
Other income	10	10	0%	10	10	0%		10	
Total income	278	273	-2%	288	288	0%		314	
OPEX	-98	-102	4%	-107	-111	3%		-119	
Pre provisioning profit	180	172	-5%	181	177	-2%		195	
Loan losses	-13	-17	25%	-15	-15	0%		-16	
Other	0	0	n.m.	0	0	n.m.		0	
Profit before tax	167	155	-7%	166	162	-2%		179	
Taxes	-33	-31	-7%	-33	-32	-2%		-36	
Net income	133	124	-7%	133	130	-2%		143	
EPS	4.02	3.75	-7%	4.00	3.93	-2%		4.32	
Adj. EPS	4.02	3.75	-7%	4.00	3.93	-2%		4.32	
DPS	1.00	1.12	12%	1.00	1.18	18%		1.30	
Shares outstanding	33.17	33.07	0%	33.17	33.07	0%		33.07	
Net lending	6,719	6,721	0.0%	7,394	7,397	0.0%		8,140	
Cost to income	35%	37%	1.9%	37%	38%	1.2%		38%	
Opex / assets	0.20%	0.25%	0.1%	0.20%	0.20%	0.0%		0.20%	
Loan loss ratio	20.5%	19.6%	-0.9%	17.7%	17.9%	0.2%		17.3%	
ROE	19.6	19.1	-2.6%	22.6	21.9	-3.1%		25.1	
BVPS	215	211	-2%	219	219	0%		241	

Source: Danske Bank Equity Research estimates

Not for US distribution

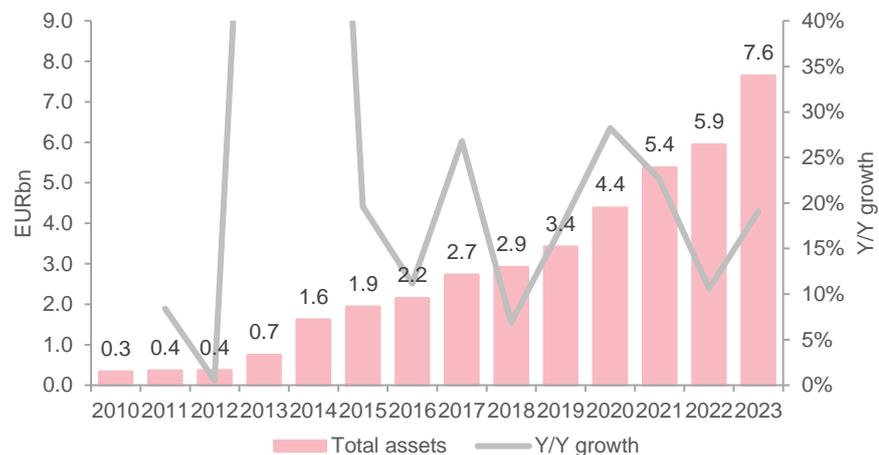
Executive summary

OmaSp is a Finnish bank with operations across Finland, spanning from Uusimaa (Helsinki and Espoo) in the south to North Ostrobothnia (Oulu) in the north. It was listed on the main Helsinki stock exchange (Nasdaq) in late 2018. Its roots go back over 145 years, but its most recent history started in 2009 when two local savings banks joined forces to create Oma Savings Bank (OmaSp). Since then, it has been one of the fastest growing banks in our Nordic bank coverage through a series of combinations, acquisitions, and organic growth. Today, it provides 200,000 private and corporate customers with a wide range of banking services.

The bank has a strong acquisition track record through combining local savings banks and individual portfolios from competing banks. A key pillar in its strategy is being close to where its customers are and offering a full spectrum of products through its own internal network and partner networks. This includes mostly lending activities through its own balance sheet, and other fee generating ancillary services. It is a challenger in the Finnish banking market with a regional focus through operations mainly outside the highly competitive large cities in Finland. Based on its loan portfolio, OmaSp has a total market share around 2% in Finland in both private and corporate segments.

The most recent acquisition of Liedon Savings Bank was the largest in the bank's history and added around EUR1.4bn to the balance sheet. When looking at OmaSp it is important to keep this in mind, as the acquisition has been transformative to both the headline figures and the organisation at large. It also recently announced plans to acquire Handelsbanken's SME portfolio in Finland, resembling the transaction in 2017 when it purchased S-Pankki's SME operations. The proposed Handelsbanken transaction would add EUR460m in lending to the balance sheet, and notably, EUR1.2bn in deposits. In Q4 23, total assets had grown to EUR7,643m, up from EUR1,618m in 2014.

Chart 1. OmaSp's total assets on balance sheet, 2010- H1 23



Source: Company data, Danske Bank Equity Research

Key differentiators from other banks in Finland have been its net interest margins, operating efficiency and ROE delivered over time. We believe that its regional and customer-centric focus also results in a higher net interest margin than its peers. However, the bank also has best-in-class operating efficiency, which is key to success in the Finnish banking market and to its success over time. This has also driven a growth story, which sets the bank apart from the other Nordic banks in our coverage. OmaSp's growth has been profitable and driven by a strong focus on operational efficiency by keeping its set-up lean. Employees are important to drive lending

Not for US distribution

growth and operating efficiency. We find it unique that many of the employees are also shareholders, which adds another level of drive among the bank's employees, we believe.

OmaSp has announced the following financial goals (unchanged from before).

- **Growth.** 10-15% annual growth in total operating income under the current market conditions.
- **Profitability.** Cost/income ratio less than 45%.
- **Comparable return on equity.** Long-term comparable return on equity over 16% (valid from 1 July 2023).
- **Core capital ratio (CET1).** At least 2% points above the requirement (valid from 1 July 2023).
- **Dividend.** Steady and growing dividend of at least 20% of net profit.

In addition to this, the bank expects comparable profit before taxes to remain at 2023 levels for 2024. Given that the pending SHB SME transaction should enter the books in H2 24 and based on the current NII trajectory, we believe that this outlook remains conservative, and our estimates suggest the company could surpass this in 2024. Profitability has improved significantly over the past few years. Annualising the Q4 23 results implies ROE of around 20%, which is very high in a historical and absolute sense, but lower sequentially due to higher opex and loan losses. The main growth driver has been NII. In the most recent period, NII has been driven by a mix of volumes and margins. However, in a historical context, the margin effect on NII has been minimal, while increased lending volumes have stood for most of the growth in NII, which is demonstrated by its impressive growth track record.

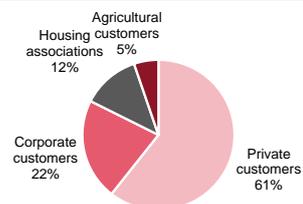
The bank currently has a CET1 ratio of 14.9%, well above its capital requirement. In the Q4 report it announced a EUR0.33 extraordinary dividend on top of the ordinary dividend of EUR0.67. The bank currently uses the Standard Approach in its credit risk calculations but is in the process of applying for an IRB approach for its retail mortgage exposures (in the first application). We estimate this could lower overall risk weights by around 18% and increase the CET1 ratio around 3%, which could be a key part of the investment case into 2024E.

Company summary

Income breakdown by geographical area



Income breakdown by segment



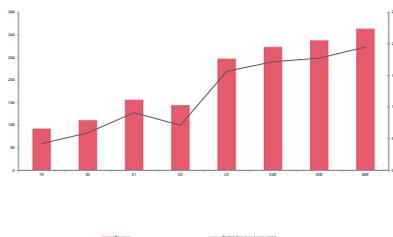
Company information

Oma Savings Bank
 Lappeenranta, Valtakatu 32, 53100
 Finland
 www.omasp.fi

Main shareholders

Name	Votes (%)	Capital (%)
Etelä-Karjalan Säästöpankkisäätiö	26.2%	26.2%
Parkanon Säästöpankkisäätiö	9.9%	9.9%
Liedon Säästöpankkisäätiö	9.4%	9.4%

Revenue and profit before loan losses (EURm)



Loan loss ratio and profit before loan losses (FITDm)



Source: FactSet, Company data, Danske Bank Equity Research estimates

Not for US distribution

Summary tables

INCOME STATEMENT

Year end Dec, EURm	2016	2017	2018	2019	2020	2021	2022	2023	2024E	2025E
Net interest income	36.5	39.3	49.4	57.5	67.8	80.1	105	197	211	219
Commissions	17.7	21.2	24.2	25.4	29.3	33.7	39.4	47.4	52.8	58.3
Total revenues	60.3	74.1	76.0	92.6	111	157	144	247	273	288
Costs	-35.5	-41.1	-47.2	-50.3	-51.7	-65.3	-73.1	-90.6	-102	-111
Pre-provision profits (PPP)	24.8	33.0	28.7	42.3	59.4	91.3	71.3	157	172	177
Loan losses	-4.2	-2.6	-3.7	-9.6	-21.6	-7.3	-1.7	-17.1	-16.8	-14.8
Pre-tax profit	20.6	30.4	25.0	32.7	37.7	83.3	69.2	138	155	162
Net profit	16.0	24.0	20.3	27.5	30.7	66.2	55.4	110	124	130
Net profit (adj.)	16.0	24.0	20.3	27.5	30.7	66.2	55.4	110	124	130

BALANCE SHEET

EURm	2016	2017	2018	2019	2020	2021	2022	2023	2024E	2025E
Lending	1,785	2,138	2,527	2,960	3,434	4,326	4,754	5,997	6,721	7,397
Other interest bearing assets	328	534	350	397	866	930	1,069	1,436	1,436	1,436
Goodwill	4.3	6.5	5.0	9.3	11.2	10.0	8.6	13.6	13.6	13.6
Total assets	2,151	2,727	2,915	3,417	4,382	5,373	5,942	7,643	8,367	9,042
Deposits from public	1,483	1,639	1,758	2,006	2,377	2,898	3,112	3,778	4,234	4,660
Wholesale funding	353	737	715	938	1,347	1,762	2,087	2,930	2,930	2,930
Subordinated debt	17.6	28.0	25.2	15.5	15.5	15.5	40.0	60.0	60.0	60.0
Equity	220	241	290	319	353	401	365	541	632	725
NTA	221	241	290	320	353	401	365	541	632	725

PER SHARE DATA

	2016	2017	2018	2019	2020	2021	2022	2023	2024E	2025E
No. of shares, fully diluted YE (m)	25.1	25.1	29.6	29.6	29.6	29.8	30.0	33.1	33.1	33.1
No. of shares, fully diluted avg. (r)	25.1	25.1	27.3	29.6	29.6	29.7	29.9	31.5	33.1	33.1
EPS (reported) (EUR)	0.64	0.98	0.78	0.93	1.04	2.20	1.85	3.33	3.75	3.93
EPS (adj.) (EUR)	0.64	0.96	0.69	0.93	1.04	2.22	1.85	3.33	3.75	3.93
DPS (EUR)	0.06	0.08	0.14	0.19	0.24	0.50	0.40	1.00	1.12	1.18
Book value per share (EUR)	8.81	9.63	9.81	10.8	11.9	13.5	12.2	16.4	19.1	21.9

MARGINS AND GROWTH

	2017	2018	2019	2020	2021	2022	2023	2024E	2025E	2026E
C/I, adjusted	67.9%	64.3%	60.7%	53.2%	57.4%	50.6%	37.0%	38.6%	39.8%	39.1%
NII/avg. lending	2.0%	2.1%	2.1%	2.1%	2.1%	2.3%	3.7%	3.3%	3.1%	3.1%
Loan loss ratio	0.13%	0.16%	0.35%	0.68%	0.19%	0.04%	0.32%	0.26%	0.21%	0.21%
NII growth	7.6%	25.5%	16.6%	17.9%	18.2%	30.9%	87.8%	6.8%	4.3%	9.6%
Revenue growth	22.8%	2.5%	21.9%	20.0%	41.0%	-7.8%	71.1%	10.6%	5.3%	9.0%
Cost growth	-15.7%	-14.9%	-6.5%	-2.7%	-26.4%	-11.9%	-23.9%	-12.3%	-8.7%	-7.3%
PPP growth	32.9%	-12.9%	47.2%	40.5%	53.7%	-21.8%	119.4%	9.7%	3.2%	10.0%
RWA growth	13.6%	14.4%	19.0%	14.2%	17.7%	6.2%	27.5%	8.0%	8.0%	8.0%

PROFITABILITY

	2016	2017	2018	2019	2020	2021	2022	2023	2024E	2025E
RoE, reported profits	7.6%	10.4%	7.6%	9.0%	9.1%	17.5%	14.5%	24.3%	21.1%	19.2%
RoNTA, adj. profits	7.6%	10.4%	7.6%	9.0%	9.1%	17.5%	14.5%	24.3%	21.1%	19.2%
Tier-1	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%
Equity tier-1	18.6%	17.6%	18.4%	16.8%	15.9%	15.5%	13.3%	15.1%	16.4%	17.6%
RWA	1,153	1,310	1,499	1,784	2,037	2,398	2,547	3,247	3,507	3,787

VALUATION

	2016	2017	2018	2019	2020	2021	2022	2023	2024E	2025E
Share price (EUR)			7.00	8.88	10.6	17.1	18.6	21.3	21.9	21.9
Market cap (EURm)			207	263	314	509	558	703	723	723
P/E (reported) (x)			9.0	9.5	10.2	7.8	10.1	6.4	5.8	5.6
P/E (adj.) (x)			10.2	9.6	10.2	7.7	10.1	6.4	5.8	5.6
P/BV (x)			0.71	0.82	0.89	1.27	1.53	1.30	1.14	1.00
P/NTA (x)			0.71	0.82	0.89	1.27	1.53	1.30	1.14	1.00
Dividend yield			2.0%	2.1%	2.3%	2.9%	2.1%	4.7%	5.1%	5.4%
Total yield (incl. buybacks)			2.0%	2.1%	2.3%	2.9%	2.1%	4.7%	5.1%	5.4%

Source: Company data, Danske Bank Equity Research estimates

Disclosures

This commissioned research report has been prepared by Equity Research, a division of Danske Bank A/S ('Danske Bank'). The author of this research report is Hans Rettedal Christiansen.

This commissioned research report should be considered marketing material, as it has been requested and paid for by Oma Savings Bank and has therefore not been prepared in accordance with the legal requirements designed to promote the independence of investment research. However, the report is still subject to prohibition on dealing ahead of the dissemination of the report.

Analyst certification

Each research analyst responsible for the content of this commissioned research report certifies that the views expressed in the research report accurately reflect the research analyst's personal view about the financial instruments and issuers covered by the research report.

Regulation

Danske Bank is authorised and regulated by the Danish Financial Services Authority (Finanstilsynet). Danske Bank is authorised by the Prudential Regulation Authority in the UK and subject to regulation by the Financial Conduct Authority and limited regulation by the Prudential Regulation Authority. Details about the extent of our regulation by the Prudential Regulation Authority are available from us on request.

Danske Bank's commissioned research reports are prepared in accordance with the recommendations of Capital Market Denmark.

Conflicts of interest

Danske Bank has established procedures to prevent conflicts of interest and to ensure the provision of high-quality research based on research objectivity and independence from outside influences. These procedures are documented in Danske Bank's research policies. Employees within Danske Bank's Research Departments have been instructed that any request that might impair the objectivity of research and independence from outside influence of research shall be referred to Research Management and the Compliance Department. Danske Bank's Research Departments are physically separated from other business areas within Danske Bank and surrounded by arrangements (Chinese Walls) to restrict the flows of sensitive information.

Research analysts are remunerated in part based on the overall profitability of Danske Bank, which includes investment banking revenues, but do not receive bonuses or other remuneration linked to specific corporate finance or debt capital transactions.

Danske Bank, its affiliates, subsidiaries and staff may perform services for or solicit business from Oma Savings Bank and may hold long or short positions in, or otherwise be interested in, the financial instruments mentioned in this research report. The Equity and Corporate Bonds analysts of Danske Bank and persons in other departments of Danske Bank with which the relevant analysts have close links are not permitted to invest in 1) financial instruments that are covered by the relevant Equity or Corporate Bonds analyst and 2) the research sector within the geographical area (the Nordics) to which the analyst is linked.

Danske Bank, its affiliates and subsidiaries are engaged in commercial banking, securities underwriting, dealing, trading, brokerage, investment management, investment banking, custody and other financial services activities, may be a lender to Oma Savings Bank and have whatever rights as are available to a creditor under applicable law and the applicable loan and credit agreements. At any time, Danske Bank, its affiliates and subsidiaries may have credit or other information regarding Oma Savings Bank that is not available to or may not be used by the personnel responsible for the preparation of this report, which might affect the analysis and opinions expressed in this research report.

On 5 February 2024, Danske Bank, its affiliates and subsidiaries, in the aggregate, beneficially own 1% or more of a class of financial instruments issued by Oma Savings Bank.

Danske Bank is a market maker and a liquidity provider and may hold positions in the financial instruments of the issuer(s) mentioned in this research report.

No parts of this research report have been disclosed to Oma Savings Bank for factual check.

Within the previous 12 months, Danske Bank has acted as Joint Lead Manager of a public offer of covered bonds for OMA Savings Bank.

As an investment bank, Danske Bank, its affiliates and subsidiaries provide a variety of financial services, including investment banking services. It is possible that Danske Bank and/or its affiliates and/or its subsidiaries might seek to become engaged to provide such services to Oma Savings Bank in the next three months.

Financial models and/or methodology used in this research report

Investment views and opinions in this research report are formed on the basis of a combined selection of discounted cash flow analysis, industry knowledge, peer group analysis and company-specific and market technical elements (events affecting both the financial and operational profile of the company). Forecasting of company sales and earnings is based on segmented bottom-up models using subjective views of relevant future market developments. In addition, the expected macroeconomic environment is taken into account. The output is aggregated into models for group profit and loss, balance sheets and cash flow estimates – all taking into account the recent development in historical research reports.

More information about the valuation and/or methodology and the underlying assumptions is accessible via www.danskebank.com/equityresearch.

Risk warning

Major risks connected with investment views or opinions in this research report, including a sensitivity analysis of relevant assumptions, are stated throughout the text.

Expected updates

This research product will be updated on a semi-annual basis as a minimum.

Completion and first dissemination

The completion date and time in this research report mean the date and time when the author hands over the final version of the research report to Danske Bank's editing function for legal review and editing.

The date and time of first dissemination mean the date and estimated time of the first dissemination of this research report. The estimated time may deviate up to 15 minutes from the effective dissemination time due to technical limitations.

See the back page of this research report for the date and time of first dissemination.

Recommendation structure

This report does not have a target price or a buy/sell recommendation but it does include a valuation discussion and a suggested valuation range.

Not for US distribution

Validity time period

This communication as well as previous communications referred to below are valid until the earlier of (a) dissemination of a superseding communication by the author, or (b) significant changes in circumstances following its dissemination, including events relating to the market or the issuer, which can influence the price of the issuer or financial instrument.

General disclaimer

This commissioned research report has been prepared by Danske Bank A/S. It is provided for informational purposes only and should not be considered investment, legal or tax advice. It does not constitute or form part of, and shall under no circumstances be considered as, an offer to sell or a solicitation of an offer to purchase or sell any relevant financial instruments (i.e. financial instruments mentioned herein or other financial instruments of any issuer mentioned herein and/or options, warrants, rights or other interests with respect to any such financial instruments) ('Relevant Financial Instruments').

This commissioned research report has been prepared independently and solely on the basis of publicly available information that Danske Bank A/S considers to be reliable but Danske Bank A/S has not independently verified the contents hereof. While reasonable care has been taken to ensure that its contents are not untrue or misleading, no representation or warranty, express or implied, is made as to and no reliance should be placed on the fairness, accuracy, completeness or reasonableness of the information, opinions and projections contained in this commissioned research report and Danske Bank A/S, its affiliates and subsidiaries accept no liability whatsoever for any direct or consequential loss, including without limitation any loss of profits, arising from reliance on this commissioned research report.

The opinions expressed herein are the opinions of the research analysts and reflect their opinion as of the date hereof. These opinions are subject to change and Danske Bank A/S does not undertake to notify any recipient of this research report of any such change nor of any other changes related to the information provided in this commissioned research report.

This commissioned research is not intended for, and may not be redistributed to, retail customers in the United Kingdom and may under no circumstances be distributed in the United States.

This research report is protected by copyright and is intended solely for the designated addressee. It may not be reproduced or distributed, in whole or in part, by any recipient for any purpose without Danske Bank A/S's prior written consent.

Disclaimer related to distribution in the United Kingdom

In the United Kingdom, this document is for distribution only to (I) persons who have professional experience in matters relating to investments falling within article 19(5) of the Financial Services and Markets Act 2000 (Financial Promotion) Order 2005 (the 'Order'); (II) high net worth entities falling within article 49(2)(a) to (d) of the Order; or (III) persons who are an elective professional client or a per se professional client under Chapter 3 of the FCA Conduct of Business Sourcebook (all such persons together being referred to as 'Relevant Persons'). In the United Kingdom, this document is directed only at Relevant Persons, and other persons should not act or rely on this document or any of its contents.

Disclaimer related to distribution in the European Economic Area

This document is being distributed to and is directed only at persons in member states of the European Economic Area ('EEA') who are 'Qualified Investors' within the meaning of Article 2(e) of the Prospectus Regulation (Regulation (EU) 2017/1129) ('Qualified Investors'). Any person in the EEA who receives this document will be deemed to have represented and agreed that it is a Qualified Investor. Any such recipient will also be deemed to have represented and agreed that it has not received this document on behalf of persons in the EEA other than Qualified Investors or persons in the UK and member states (where equivalent legislation exists) for whom the investor has authority to make decisions on a wholly discretionary basis. Danske Bank A/S will rely on the truth and accuracy of the foregoing representations and agreements. Any person in the EEA who is not a Qualified Investor should not act or rely on this document or any of its contents.

Report completed: 6 February 2024 at 08:40 CET

Report disseminated: 6 February 2024 at 09:00 CET

Not for US distribution