

Interim Report Q4 2021

Short summary of the quarter

- **The bank reported a 19.4% ROE in Q4 2021 (positive 20.6% in Q4 2020) and an underlying ROE of 21.4%**
- **The net profit was NOK10.9m (positive NOK9.8m in Q4 2020) and the underlying net profit was NOK11.5m (NOK6.5m in Q4 2020)**
- **Restart loans increased by NOK403m gross and NOK 261m net to NOK1 680m**
- **The cost ratio was 47.3% (42.1 % in Q4 2020)**
- **The loan losses in the quarter were NOK 2.5m reflecting the strong growth in the quarter**
- **The bank remains well capitalized with a capital ratio of 25.2% (27.2% in Q4 2020)**
- **Underlying the result was NOK11.5m**

MyBank recorded another strong quarter with a net growth of NOK 261 million representing a 18.4% growth in the quarter and an underlying ROE of 21.4%. The bank ended the quarter with a total portfolio of NOK 1 680 million, consisting of NOK 1 620 million restart loans and NOK 60 million unsecured loans. This represents a growth in the mortgage portfolio of more than 100% in 2021.

Mybank reported a pre-tax profit of NOK 10.9 million in the quarter, resulting in a profit of NOK 33.3 million year to date. The underlying result for the quarter was NOK 11.5 million, excluding non-recurring items.

Net interest income for the quarter was NOK 26.4 million, an increase of 14.7% from NOK 22.3 million in the previous quarter. Operating costs for the quarter was NOK 12.1 million, a decrease of 36.4% from NOK 19.1 million last quarter. Note that the third quarter was marked by material marketing costs.

Loan loss provisions totaled a negative NOK 2.4 million this quarter compared to a negative risk result of NOK 1.3 mill last quarter.

This corresponds to a negative loan loss provisions ratio of 0.6% annualized (compared to negative 0.4 % previous quarter).

The capital ratio was 25.2%, a decrease from 28.6% in the third quarter. This reflects the strong growth in the quarter as well as a larger liquidity portfolio.

CEO comments

It is highly motivational for me and the team to see how much our customers appreciate our new and true "restart loan". We in MyBank introduced a unique new product during 2021 which truly represents a "restart loan". As a guiding principle we aim to improve our customers financial lives through our proposed solution and in January 2022 we on average improved the annual liquidity of the customers we refinanced by almost NOK90,000. Furthermore, if our customers stay up to date on their mortgage payments for three years we significantly reduce their interest rate to a "normal" mortgage rate and thus our clients financial lives have fully recovered.

To help our customers return to financial stability is our main motivation and while most banks are concerned when clients churn, we are not. We are proud that more than 150 of our customers have re-financed their mortgages with the high-street banks, further improving their financial lives.

About mybank

mybank is an online retail bank offering restart loans, refinancing of unsecured loans with security in real estate, and a deposit account with a high interest rate.

The bank was granted a banking license in July 2016 and commenced operations during the first quarter of 2017. The bank has previously raised a total share capital of NOK 273.3 million in 2016 and 2017. Following the capital raise in Q1 2019, the share capital increased to NOK 299.7 million. During 2020, the bank raised an additional NOK 70 million in private placements. The shares are unlisted and are registered at NOTC.

At the end of the quarter the bank had 20 employees.

Financial information for the quarter

Growth in net loans to customers was NOK 261 million during the quarter. Gross new mortgage loans paid out to customers during the quarter was NOK 403 million, compared to NOK 405 million the previous quarter.

Mybank recorded net interest income of NOK 26.4 million during the quarter. The bank had operating costs of NOK 12.1 million of which NOK 5.8 million in staff costs and NOK 6.3 million in other operating expenses (including depreciation).

At the end of the quarter, the bank's gross loans to customers totaled NOK 1 680 million, of which NOK 1 620 million in restart loans and NOK 60 million in unsecured loans.

Gross deposits were NOK 1 900 million, hence deposit coverage is at 113.1%.

The bank's liquidity position was NOK 474.5 million at the end of the quarter, compared to NOK 435.8 million in the previous quarter.

Loan losses

Loan losses for the quarter totaled negative NOK 2.5 million, of which NOK 2.4 million is changes in provisions. This represents negative 0.6% annualized of net loans, compared to negative 0.4% last quarter.

Of the total loan loss provisions, NOK 8.8 million related to restart loans and NOK 23.8 million related to consumer finance loans (the split and flow between stages are presented in note 3 and 4). Provisions represent 1.9% of non-performing loans.

Mybank changed from NGAAP to IFRS regulation on 01.01.2020. This resulted in increased loan loss provisions of NOK 17.1 million, from NOK 19.4 million to NOK 36.5 million, and a reduction in equity of NOK 17.1 million. The bank has implemented the regulatory transitional arrangement on capital adequacy in the period 2020 – 2022.

Regulatory developments

During 2022 the countercyclical buffer will increase by 1%p and the systemic risk buffer will increase from 3% to 4.5% by 31.12.2022. The bank's capital position coupled with its strong profitability entails strong growth capacity in 2022 as well, despite the increasing capital requirements.

Prospects

mybank is a focused provider of mortgage loans. The disposal of the majority of the unsecured consumer loan portfolio has significantly improved mybank's capital position leaving ample room to grow and effectively marks the end of mybank's transformation into a pure mortgage bank.

The bank expects its current portfolio of mortgage loans, cost base and growth prospects to lead to continued profitable growth going forward.

Post balance sheet date events

The bank has carried out an extensive internal and external review of its policies and have made significant upgrades to its current policies and control functions. The bank will continue to invest in systems and competencies during 2022.

In February the bank's general assembly elected new board members with Even Matre Ellingsen as the new Chairman. The new board comprises Even Matre Ellingsen, Trond Bentestuen, Ellen Hanetho, Fabian Haugan and Madiha Ghazanfar.

Oslo, 22. February 2022, Board of Directors of MyBank ASA

Risk factors

The most important risk factors for **mybank's** prospects includes:

- A significant drop in the housing market leading to a weaker economy and deteriorating credit quality
- uncertainty around the banks' ability to attract new customers for future growth, because of increased competition or strategic and operational conditions in **mybank**,
- reduced growth capacity from high loan losses or market conditions preventing further capital raises,
- pressure on interest income as a result of price war in the market for restart loans, or higher funding costs for the bank or market in general,
- higher costs from a lack of cost-effectiveness or an inappropriate choice of technology

In addition to having a flexible and scalable business model, the board and management have implemented sound practices for planning, control, and adaptability to reduce any potential losses related to operational and strategic risks. The bank continuously monitors its exposure to potential losses from most of the above risk factors using stress testing and value at risk methods.

Key figures

Alternative Performance Measures (APMs) are defined on pages 24 and 25

	Q4 2021	Q4 2020	YTD 2021	YTD 2020
Profitability				
Cost percentage	47,3 %	42,1 %	63,4 %	98,2 %
Return on equity (annualized)	19,4 %	20,6 %	16,0 %	-8,7 %
Loss and default				
Loan loss percentage	0,6 %	1,3 %	0,0 %	1,6 %
Balance sheet				
Total assets on the balance sheet date	2 144 168	1 324 215	2 144 168	1 324 215
Average total assets during the period	1 996 435	1 255 897	1 617 387	1 104 661
Profit as a percentage of total assets	2,1 %	3,0 %	1,9 %	-1,4 %
Equity in % of total assets	10,5 %	14,4 %	10,5 %	14,4 %
Lending growth (gross) last 12 months	56,4 %	51,9 %	56,4 %	51,9 %
Deposit growth over the last 12 months	68,7 %	59,0 %	68,7 %	59,0 %
Deposits in % of loans	113,1 %	104,8 %	113,1 %	104,8 %
Liquidity Coverage (LCR)	1050 %	905 %	1050 %	905 %
Solidity				
Capital adequacy	25,2 %	27,2 %	25,2 %	27,2 %
Tier 1 capital adequacy	25,2 %	27,2 %	25,2 %	27,2 %
Net tier 1 capital adequacy	25,2 %	27,2 %	25,2 %	27,2 %
Leverage ratio	10,1 %	14,0 %	10,1 %	14,0 %
Total tier 1 capital	217 296	184 878	217 296	184 878
Crew				
Average number full-time equivalent	20,8	18,8	20,8	18,8

Financial Statement

Income statement

	Note	Q4 2021	Q4 2020	YTD 2021	YTD 2020
Interest income and similar income		37 037	32 367	107 241	76 487
Interest costs and similar costs		-10 671	-8 073	-17 305	-18 633
Net interest income		26 365	24 294	89 936	57 853
Commissions and fee income from bank services		-4	18	21	181
Commissions and fee expense from bank services		-162	-680	-833	-2 199
Income (loss) from trading activities	6	-619	-740	124	1 305
Net other income		-785	-1 403	-688	-713
Total operating income		25 580	22 891	89 249	57 140
Staff cost		-5 836	-4 976	-27 858	-24 742
Other operating costs	5	-5 272	-3 579	-24 579	-22 774
Depreciation	5	-1 002	-1 090	-4 171	-8 586
Total operating costs		-12 111	-9 645	-56 608	-56 102
Operating profit (loss) before loan impairments		13 469	13 246	32 641	1 038
Loan losses	4	-2 556	-3 419	648	-16 117
Profit (loss) before tax		10 914	9 827	33 289	-15 079
Tax		0	0	0	0
Profit (loss) for the period		10 914	9 827	33 289	-15 079
Other income and expenses (after tax)		0	0	0	0
Total result		10 914	9 827	33 289	-15 079

Balance sheet

	Note	31.12.2021	31.12.2020
<u>Assets</u>			
Cash and central bank deposits	7	50 088	50 277
Loans to, and deposits at, credit institutions	7	70 962	82 951
Net loans to customers	3,7	1 647 615	1 031 104
Short term financial investments	7,8	353 409	135 498
Intangible assets		16 594	19 349
Fixed assets		0	0
Leases	9	4 552	0
Other assets	7	947	5 036
Total assets		2 144 168	1 324 215
<u>Liabilities</u>			
Deposits from customers		1 900 260	1 126 605
Accounts payable		7 706	2 419
Accrued expenses and unearned income		6 746	4 527
Lease liability	9	4 595	0
Provisions on financial instruments	4	402	0
Total liabilities		1 919 709	1 133 551
<u>Equity</u>			
Share capital		82 974	82 569
Share premium fund		240 284	240 181
Other equity		-98 798	-132 086
Total equity		224 459	190 664
Total liabilities and equity		2 144 168	1 324 215

Cash flow

	YTD 2021	YTD 2020
Cash flows from operating activities		
Interest payments from central banks and credit institutions	0	367
Deposits / disbursements of deposits from customers	773 655	418 078
Interest payments on deposits from customers	-15 976	-17 618
Payments on loans to customers	-597 765	-378 628
Interest payments on loans to customers	97 519	80 133
Deposits / disbursements of deposits from credit institutions	-1 329	-1 015
Interest payments on deposits from credit institutions	124	0
Commission payments from bank services	-812	-2 018
Fee amortization	9 722	-476
Payment for operation	-58 980	-62 194
Net cash flow from operating activities	206 158	36 628
Cash flows from investing activities		
Payments on shares, participations, and equity certificates	-217 911	-71 602
Net cash flow from investing activities	-217 911	-71 602
Cash flows from financing activities		
Rent (financial liabilities)	-931	0
Deposited equity (payment on issue / capital increase)	506	68 574
Net cash flow from financing activities	-425	68 574
Net cash flow during the period	-12 178	33 600
Liquidity at the beginning of the period	133 228	99 628
Liquidity at the end of the period	121 051	133 228
Cash and central bank deposits	50 088	50 277
Loans to, and deposits at, credit institutions	70 962	82 951
Liquidity	121 051	133 228

Changes in equity

	Share capital	Share premium	Other equity	Total
Equity 31.12.2018	23 810	235 340	-56 920	202 230
Equity 31.12.2019	41 409	242 548	-145 993	157 533
Profit (loss) for the period	0	0	-15 079	-15 079
Transition to IFRS	0	0	-19 579	-19 579
Equity 31.12.2020	82 569	240 181	-132 086	190 664
Profit (loss) for the period	0	0	33 289	33 289
Capital raise	405	101	0	506
Equity 31.12.2021	82 974	240 283	-98 798	224 459

Note 1 Accounting principles

Company information

Mybank ASA is a Norwegian public limited company with business address Bankplassen 1a, Oslo. The bank offers mainly financial services such as restart loans and deposit accounts.

Basis for preparation of the financial statements

The interim report has been prepared in accordance with IFRS with simplifications after regulations, following IAS 34.

For a full review of the accounting principles the bank refers to the annual accounts of 2020.

Mybank uses the transitional rule after the change from NGAAP to IFRS with simplifications in 2020.

If nothing else is noted, amounts are presented in NOK 1 000.

Summary of the most important accounting principles

Segment information

The bank only operates in the mortgage market and thus only reports one segment.

Financial instruments – recognition and derecognition

Financial assets and liabilities are recognized when the bank becomes a party to the instrument's contractual terms.

Financial assets are derecognized when the contractual rights to the cash flows from the financial assets expire, or when the bank transfers the financial assets in a transaction where all or substantially all risk and profit opportunities linked to the ownership of the assets transfers to the bank.

Financial instruments - classification

At initial recognition, financial instruments are classified in the following groups:

Financial assets:

- Amortized cost
- Fair value with change in value through other comprehensive income
- Fair value with change in value through the profit and loss

Financial assets are classified based on an assessment of the bank's business model and the cash flows associated with the various instruments.

Financial liabilities:

- Other financial liabilities measured at amortized cost

Measurements

Measurements to fair value

The fair value of financial instruments that are traded in active markets is determined at the end of the reporting period with reference to quoted market prices or prices from traders of

financial instruments, without deduction of transaction costs. The change in value are included in the income statement.

The model of impairments in the bank

The bank's data center, SDC, has developed its own models for calculating the probability of default (PD). **Mybank** have an internal model for calculating loss given default (LGD). SDC has further developed a solution for exposure in the event of default (EAD) and calculation of losses. The bank has decided to use this model in its calculations of impairments. Expected credit losses (ECL) are calculated from $EAD \times PD \times LGD$, discounted with the effective interest rate.

Impairment of financial assets

Provisions for losses are recognized under IFRS 9 based on expected credit losses. The general model for write-downs of financial assets comprises financial assets that are measured at amortized cost or at fair value with changes in value through other comprehensive income.

Stage 1

At initial recognition, the assets are defined in stage 1, providing there is no significant change in credit risk on the specific assets or group of assets. In the case of assets in stage 1, a loss corresponding to the 12-month expected loss shall be recognized. 12-month expected loss is the loss that is expected to occur over the life of the instrument, but which can be linked to default events that occur in the first 12 months.

Stage 2

If the credit risk for an asset or group of assets is considered to have increased significantly since the initial recognition, a loss provision corresponding to losses during the entire expected life of the asset shall be made and the asset are in stage 2. This includes mainly cash-flows on assets, with a default over 30 days or if there is information for increased risk prior to the 30 days (forbearance).

Stage 3

For an asset or group of assets that are in default over 90 days, there is done an individual evaluation, resulting in an individual write-down, and defined as stage 3. This individual evaluation relies on an asset prior and expected behavior. Assets defined as unlikely to pay or which have been defaulted last 90 days are also defined in stage 3.

Referring to IFRS9 for further details.

Relative increase in credit risk

Significant increase in credit risk is measured based on mainly days in default. Default in 30 days or forbearance defines an asset or group of assets to stage 2, and an asset defined as default in stage 3. Further, an asset or group of assets are defined as stage 2 if there has been default within last 12 months.

On restart loans, the portfolio is relatively small, and all customers are closely followed up. The bank carries out routine evaluations to see if there are any variables indicating an increase in credit risk.

Expected credit loss based on expectations for the future

Mybank has prepared its own expectations for the future based on Norges Bank and DNB's outlook. The expectations are based on three different scenarios (static, downside, and base). The different scenarios are weighted differently, and the expectations are derived from how

the different factors impact probability of default and loss given default. The weighting is based on discretionary assessments.

Leases

A lease is classified as a financial lease if it substantially transfers the risks and rewards of ownership. Other leases are classified as operating leases.

The bank implemented IFRS 16 for leases in their balance from Q2 2021. The bank signed a leasing agreement to rent office premises in Bankplassen 1A. The agreement expires 30. April 2026. Yearly rent is NOK 1.1 million.

Events after the balance sheet date

New information after the reporting date about the bank's financial position on the reporting date will be considered in the interim financial statements. Events after the balance sheet date that do not affect the bank's financial position in the future will be disclosed if this is significant.

Note 2 Capital adequacy

	Q4 2021	Q4 2020
Share capital	82 974	82 569
Share premium reserve	240 284	240 182
Other equity	-132 087	-117 008
Retained earnings	33 289	-15 079
Deduction of retained earnings	0	0
Total core equity	224 459	190 664
Deduction of intangible assets	-16 594	-19 349
Transitional rule for loss write-down according to IFRS9	9 785	13 698
Adjustment for assets and liabilities at fair value	-353	-135
Core equity tier 1 capital*	217 296	184 878
Additional tier 1 capital instruments	0	0
Tier 1 capital*	217 296	184 878
Subordinated loans	0	0
Tier 2 capital*	217 296	184 878
Capital requirements	21,1 %	21,1 %
Risk weighted capital		
Credit risk	743 214	594 693
Operational risk	119 081	85 636
Total risk-weighted assets	862 295	680 329
Core equity tier 1 capital ratio	25,2 %	27,2 %
Tier 1 capital ratio	25,2 %	27,2 %
Capital ratio	25,2 %	27,2 %
Leverage ratio	10,1 %	14,0 %
Institutions	14 202	16 590
Unsecured loans to retail customers	4 849	188 650
Restart loans secured by property	555 295	268 644
Overdue commitments	104 703	73 854
Investment funds	16 943	7 575
Equity	2 327	2 845
Other	44 895	36 535
Credit risk	743 214	594 693
Operational risk	119 081	85 636
Total risk-weighted assets	862 295	680 329
Calculations without transitional rule for loss write-downs according to IFRS9		
Core equity tier 1 capital ratio	23,1 %	25,7 %
Tier 1 capital ratio	23,1 %	25,7 %
Capital ratio	23,1 %	25,7 %
Leverage ratio	9,8 %	13,1 %

* The result has not been revised for the fourth quarter but has been included in the calculation basis as the result will be revised.

Note 3 Loans to customers

Net loans and receivables from customers	31.12.2021	31.12.2020
Loans and receivables from customers - Unsecured loans	60 771	257 243
Loans and receivables from customers - Restart loans	1 619 476	814 164
Net loans and receivables from customers at amortized cost *	1 680 247	1 071 407
Provisions for losses - Unsecured loans	23 838	34 955
Provisions for losses - Restart loans	8 795	5 348
Net loans and receivables from customers at amortized cost**	1 647 615	1 031 104

Unsecured loans

	Stage 1	Stage 2	Stage 3	Total
Gross loans per 01.01.2021	148 466	52 354	54 162	254 982
Transfers				
Transfer stage 1 to stage 2	-1 690	1 648		-41
Transfer stage 1 to stage 3	-1 584		1 715	131
Transfer stage 2 to stage 1	0	-50		-50
Transfer stage 2 to stage 3		-5 119	5 351	233
Transfer stage 3 to stage 1	1 199		-2 828	-1 628
Transfer stage 3 to stage 2		0	0	0
New loans	306	0	0	306
Repaid loans***	-143 708	-46 243	-7 058	-197 009
Changes in not migrated loans	-146	-99	4 093	3 848
Gross loans ex. commission fee per 31.12.2021	2 843	2 492	55 436	60 771

Restart loans

	Stage 1	Stage 2	Stage 3	Total
Gross loans per 01.01.2021	657 726	114 682	47 213	819 621
Transfers				
Transfer stage 1 to stage 2	-142 377	120 401		-21 976
Transfer stage 1 to stage 3	-20 825		20 951	126
Transfer stage 2 to stage 1	2 339	-2 619		-280
Transfer stage 2 to stage 3		-13 160	13 674	514
Transfer stage 3 to stage 1	824		-844	-20
Transfer stage 3 to stage 2		6 388	-6 474	-86
New loans	1 052 615	86 720	60 323	1 199 658
Repaid loans	-283 212	-54 699	-25 144	-363 055
Changes in not migrated loans	-4 523	-445	-9 850	-14 818
Gross loans ex. commission fee per 31.12.2021	1 262 566	257 269	99 850	1 619 685

Total

	Stage 1	Stage 2	Stage 3	Total
Gross loans per 01.01.2021	806 192	167 036	101 376	1 074 604
Transfers				
Transfer stage 1 to stage 2	-144 067	122 050		-22 017
Transfer stage 1 to stage 3	-22 409		22 667	257
Transfer stage 2 to stage 1	2 339	-2 668		-329
Transfer stage 2 to stage 3		-18 279	19 026	747
Transfer stage 3 to stage 1	2 023		-3 671	-1 649
Transfer stage 3 to stage 2		6 388	-6 474	-86
New loans	1 052 921	86 720	60 323	1 199 963
Repaid loans	-426 921	-100 942	-32 202	-560 064
Changes in not migrated loans	-4 669	-545	-5 757	-10 970
Gross loans ex. commission fee per 31.12.2021	1 265 409	259 760	155 286	1 680 456

* Gross loans to customers including amortization fee, agent commission and accrued interest.

** Net loans to customers.

*** For unsecured loans, the development in loans and loss provisions between stages are heavily impacted by the disposal of approx. 73% of the portfolio in the first quarter. This development is shown as repaid loans in addition to regular down payments.

For restart loans, the development reflects the bank's net growth with good securities and hard work on non-performing loans.

Note 4 Loan losses and loss provisions

Unsecured loans

	Stage 1	Stage 2	Stage 3	Total
Loss provisions per 01.01.2021	5 625	7 636	21 694	34 955
Transfers				
Transfer stage 1 to stage 2	-485	491	0	6
Transfer stage 1 to stage 3	-128	0	598	471
Transfer stage 2 to stage 1	0	-5	0	-5
Transfer stage 2 to stage 3	0	-907	2 184	1 277
Transfer stage 3 to stage 1	54	0	-1 151	-1 097
Transfer stage 3 to stage 2	0	0	0	0
New loans	11	0	24	35
Repaid loans	-4 975	-6 633	-2 762	-14 369
Changes in not migrated loans	30	14	2 520	2 564
Loss provisions per 31.12.2021	133	597	23 107	23 838
This period's change in provisions	5 492	7 039	-1 413	11 117
Provisions in % of gross loans	4,7 %	24,0 %	41,7 %	39,2 %

Restart loans

	Stage 1	Stage 2	Stage 3	Total
Loss provisions per 01.01.2021	1 054	1 861	2 444	5 359
Transfers				
Transfer stage 1 to stage 2	-116	1 167	0	1 051
Transfer stage 1 to stage 3	-93	0	481	388
Transfer stage 2 to stage 1	50	0	0	50
Transfer stage 2 to stage 3	0	-166	1 571	1 405
Transfer stage 3 to stage 1	0	0	0	0
Transfer stage 3 to stage 2	0	0	0	0
New loans	1 927	360	808	3 095
Repaid loans	-729	-952	-870	-2 551
Changes in not migrated loans	221	-130	-94	-2
Loss provisions per 31.12.2021	2 314	2 140	4 341	8 795
This period's change in provisions	-1 260	-279	-1 897	-3 435
Provisions in % of gross loans	0,2 %	0,8 %	4,3 %	0,5 %

Total

	Stage 1	Stage 2	Stage 3	Total
Loss provisions per 01.01.2021	6 679	9 497	24 138	40 315
Transfers				
Transfer stage 1 to stage 2	-601	1 658	0	1 058
Transfer stage 1 to stage 3	-221	0	1 079	858
Transfer stage 2 to stage 1	50	-5	0	45
Transfer stage 2 to stage 3	0	-1 073	3 754	2 682
Transfer stage 3 to stage 1	54	0	-1 151	-1 097
Transfer stage 3 to stage 2	0	0	0	0
New loans	1 938	360	832	3 130
Repaid loans	-5 703	-7 585	-3 632	-16 920
Changes in not migrated loans	251	-116	2 427	2 562
Loss provisions per 31.12.2021	2 447	2 737	27 448	32 633
This period's change in provisions	4 232	6 760	-3 310	7 682
Provisions in % of gross loans	0,2 %	1,1 %	17,7 %	1,9 %

Note 5 Operating costs

	Q4 2021	Q4 2020
Audit fees	164	350
Other assistance	1 138	643
Consultant fees	685	518
IKT operating costs	1 975	2 263
Cost and reimbursement for travel	11	23
Sales and advertising costs	1 025	131
Rent	355	134
Other costs rented premises	45	10
Other administration costs	-126	-493
Depreciation	1 002	1 090
Total other operating expenses	6 274	4 669

Note 6 Net change in value of financial instruments at fair value

	31.12.2021	30.09.2021	30.06.2021	31.03.2021
Net change in value of shares / units in funds	-619	145	316	283
Net change in value of financial instruments at fair value	-619	145	316	283

Note 7 Classification of financial instruments in the balance sheet

	Valued at fair value through profit or loss	Assessed at amortized cost	31.12.2021 Total
Cash and cash equivalents		50 088	50 088
Loans and advances to credit institutions		70 962	70 962
Lending to and receivables from customers		1 647 615	1 647 615
Shares and units in funds	353 409		353 409
Other assets		947	947
Total Assets	353 409	1 769 613	2 123 022
Deposits from customers		1 900 260	1 900 260
Other debt		7 706	7 706
Total Liabilities		1 907 966	1 907 966

	Valued at fair value through profit or loss	Assessed at amortized cost	31.12.2020 Total
Cash and cash equivalents		50 277	50 277
Loans and advances to credit institutions		82 951	82 951
Lending to and receivables from customers		1 013 302	1 013 302
Shares and units in funds	135 498		135 498
Other assets		22 837	22 837
Total Assets	135 498	1 169 367	1 304 865
Deposits from customers		1 126 605	1 126 605
Other debt		6 946	6 946
Total liabilities		1 133 551	1 133 551

Note 8 Fair value of financial instruments

Fair value of financial instruments valued at fair value

For financial instruments, fair value has been estimated using valuation techniques as follows:

Level 1: Valuation based on quoted prices in an active market

Level 2: Valuation based on observable market data

Level 3: Valuation based on other than observable data

Assets	Level 1	Level 2	Level 3	31.12.2021
Shares/units in funds		351 082		351 082
Shares in SDC A/S			2 327	2 327
Total	-	351 082	2 327	353 409

Assets	Level 1	Level 2	Level 3	30.09.2021
Shares/units in funds		306 657		306 657
Shares in SDC A/S			2 371	2 371
Total	-	306 657	2 371	309 029

Assets	Level 1	Level 2	Level 3	30.06.2021
Shares/units in funds		181 511		181 511
Shares in SDC A/S			2 372	2 372
Total	-	181 511	2 372	183 883

Assets	Level 1	Level 2	Level 3	31.03.2021
Shares/units in funds		311 258		311 258
Shares in SDC A/S			2 523	2 523
Total	-	311 258	2 523	313 781

For equities / funds in level 2, fair value is based on observable market data on underlying investments.

For equities / funds in level 3, fair value is based on the price from recent transactions, the exchange rate and a discretionary assessment of developments in the period between the last transaction price and the balance sheet date.

Note 9 Lease

	Q4 2021
Right of use assets	4 552
Rental obligation	-4 595
Net liabilities	-43
Interest expense (calculated based on marginal borrowing rate)*	110
Depreciation	569
Lease costs	679

The bank has signed a lease agreement for the lease of premises in Bankplassen 1a. The agreement expires on 30 April 2026. Annual rent amounts are NOK 1.1 million

* Marginal borrowing rates are calculated based on available information on government bonds and treasury bill rates as the bank does not have financial obligations that can be used as a basis. Calculated interest rates have been compared with similar banks in the market and adjusted somewhat to hedge the risk of the lease obligation.

Note 10 Overview of largest shareholders

Mybank has a share capital of NOK 323.3 million, divided into 7.682.759 shares. The bank had a total of 199 shareholders.

There are 968 750 subscription rights outstanding.

Subscription	Strike price	Expiration date
234 375	12,6	30.06.2022
234 375	14,4	30.06.2023
18 750	40,0	30.06.2023
166 666	39,9	15.06.2024
18 750	55,0	15.06.2024
166 666	43,9	15.06.2025
166 668	48,3	15.06.2026

Largest shareholders as of 31.12.2021

Rank	Name	Holding	Stake	Nom.	Board/management
1	Skandinaviska Enskilda Banken AB	1 344 136	17,50	Yes	Yes*
2	DAIMYO AS	1 089 966	14,19		
3	COMPANY ONE AS	745 089	9,70		Yes**
4	NORDIC DELTA AS	702 846	9,15		
5	DANSKE BANK A/S	573 274	7,46	Yes	
6	MH CAPITAL AS	538 215	7,01		
7	BIMO KAPITAL AS	308 236	4,01		
8	Nordnet Bank AB	296 076	3,85	Yes	
9	DOBER AS	233 798	3,04		
10	SES AS	176 100	2,29		
11	TITAN VENTURE AS	150 886	1,96		
12	Swedbank AB	143 610	1,87	Yes	
13	Skandinaviska Enskilda Banken AB	138 889	1,81	Yes	
14	EWIX AS	110 323	1,44		
15	ART GROUP AS	107 593	1,40		
16	MORCO HOLDING AS	92 593	1,21		
17	CAMELBACK HOLDING AS	75 000	0,98		
18	CATHRINE DALEN	50 371	0,66		
19	MAGNUS TVENGE	50 000	0,65		
20	J AANERØD & SØNN AS	47 099	0,61		
	= 20 largest shareholders	6 974 100	90,78		
	+ Other shareholders	708 659	9,22		
	= Total	7 682 759	100,00		

* Holdings by Skandinaviska Enskilda Banken AB include shares owned by Erik Selin Fastigheter AB (ESF) and held in nominee. ESF is represented on the board of directors by Jesper Mårtensson.

** Company One AS is controlled by Håkon Reistad Fure, CEO of **mybank** ASA. Company One AS has been allocated 375.000 subscription rights in connection with its investment in the Company.

Alternative performance measures (APM)

Mybank presents alternative performance measures (APM) that will provide useful information to substantiate the accounts. APM is used in our reporting to provide an overall picture and understanding of Mybank's results. Mybank's APMs are presented in quarterly reports, presentations and annual reports.

Definitions of APMs used:

Deposit coverage

(Gross deposits from customers/Gross loans to customers)

	YTD 2021	YTD 2020
Gross deposits from customers	1 900 260	1 126 605
Gross loans to customers	1 680 456	1 074 604
Deposits in % of loans	113,1 %	104,8 %

Lending growth (gross) last 12 months

((Gross loans to customers of the year - Gross loans to customers previous year)/Gross loans to customers previous year)

	YTD 2021	YTD 2020
Gross loans to customers	1 680 456	1 074 604
Lending growth (gross) last 12 months	56,4 %	51,9 %

Deposit growth over the last 12 months

((Gross deposits from customers of the year - Gross deposits from customers previous year)/Gross deposits from customers previous year)

	YTD 2021	YTD 2020
Gross deposits from customers	1 900 260	1 126 605
Deposit growth over the last 12 months	68,7 %	59,0 %

Equity in % of total assets

(Total equity/Total liabilities and equity)

	YTD 2021	YTD 2020
Total equity	224 459	190 664
Total liabilities and equity	2 144 168	1 324 215
Equity in % of total assets	10,5 %	14,4 %

Cost percentage

(Total operating costs / total operating income)

	Q4 2021	Q4 2020	YTD 2021	YTD 2020
Total operating income	25 580	22 891	89 249	57 140
Total operating costs	-12 111	-9 645	-56 608	-56 102
Cost percentage	47,3 %	42,1 %	63,4 %	98,2 %

Return on equity

((Total result / days in the period) * days in a year) / ((opening balance equity + closing balance equity) / 2)

	Q4 2021	Q4 2020	YTD 2021	YTD 2020
Total result	10 914	9 827	33 289	-15 079
Opening balance equity	213 545	180 301	190 664	157 543
Closing balance equity	224 459	190 664	224 459	190 664
Return on equity	19,4 %	20,6 %	16,0 %	-8,7 %

Loan loss percentages

((Loan losses / Gross loans to customers) * number of quarters)

	Q4 2021	Q4 2020	YTD 2021	YTD 2020
Loan losses	-2 556	-3 419	648	-16 117
Gross loans to customers	1 680 456	1 074 604	1 680 456	1 074 604
Loan loss percentage	0,6 %	1,3 %	0,0 %	1,6 %

Profit as a percentage of total assets

((Total result / days in the period) * days in a year) / ((opening balance liabilities and equity + closing balance liabilities and equity) / 2)

	Q4 2021	Q4 2020	YTD 2021	YTD 2020
Total result	10 914	9 827	33 289	-15 079
Opening balance liabilities and equity	1 852 700	1 157 185	1 324 215	872 717
Closing balance liabilities and equity	2 144 168	1 324 215	2 144 168	1 324 215
Profit as a percentage of total assets	2,1 %	3,0 %	1,9 %	-1,4 %