

Handelsbanken's Interim Report

January – September 2023

- Operating profit increased by 42% to SEK 27,265m (19,251)
- Return on equity increased to 16.2% (12.5)
- The C/I ratio improved to 36.8% (42.3)
- Continued good credit quality with a credit loss ratio of 0.01% (0.00)
- Strong financial position with a common equity tier 1 ratio of 19.4% (19.0)

SEK m	Q3 2023	Q2 2023	Change %	Change after adjustment of items affecting comparability*	Jan-Sep 2023	Jan-Sep 2022	Change %	Change after adjustment of items affecting comparability*
Net interest income	12,184	11,687	4%	3%	35,356	25,983	36%	35%
<i>of which funding costs related to discontinuing operations in Finland</i>						89		
Net fee and commission income	2,812	2,761	2%	2%	8,339	8,287	1%	0%
Net gains/losses on financial transactions	1,087	393	177%	176%	2,082	970	115%	114%
Other income items	161	325	-50%	-13%	618	1,082	-43%	
Total income	16,244	15,166	7%	7%	46,395	36,322	28%	30%
Staff costs, excl. Oktogonen	-3,382	-3,259	4%	2%	-9,909	-9,374	6%	4%
Oktogonen					-202	-198	2%	
Other expenses	-1,839	-1,953	-6%	-8%	-5,644	-4,577	23%	21%
Depreciation, amortisation and impairment of property, equipment and intangible assets	-466	-421	11%	10%	-1,341	-1,223	10%	8%
Total expenses	-5,686	-5,634	1%	-1%	-17,096	-15,373	11%	10%
<i>of which development costs</i>	<i>-685</i>	<i>-810</i>	<i>-15%</i>		<i>-2,307</i>	<i>-1,941</i>	<i>19%</i>	
Credit losses	-1	-58	-98%		-89	7		
Gains/losses on disposal of property, equipment and intangible assets	3	4	-25%		14	24	-42%	
Risk tax and resolution fee	-653	-636	3%		-1,960	-1,729	13%	
Operating profit	9,908	8,841	12%	13%	27,265	19,251	42%	48%
Taxes	-2,324	-2,066	12%		-6,324	-4,106	54%	
Profit for the period from continuing operations	7,583	6,775	12%		20,940	15,146	38%	
Profit for the period from discontinued operations after tax	368	329	12%		929	545	70%	
Profit for the period	7,952	7,104	12%		21,870	15,690	39%	

Key performance metrics

Earnings per share, SEK	4.02	3.59			11.04	7.92		
Total equity	203,747	196,286			203,747	189,958		
Return on equity, total operations	17.3%	16.2%			16.2%	12.5%		
C/I ratio, Continuing operations	35.0%	37.1%			36.8%	42.3%		
Common equity tier 1 ratio, CRR	19.4%	19.8%			19.4%	19.0%		
Credit loss ratio, %	0.00	0.00			0.01	0.00		

* Items affecting comparability: Reversal of VAT paid in conjunction with sale of card acquiring operations (other income) SEK 141m and (net fee and commission income) SEK 17m (Q2 2023); funding cost relating to discontinued operations in Finland (net interest income) SEK -60m (Q3 2022), SEK 24m (Q2 2022), SEK 125m (Q1 2022); Oktogonen (staff costs) SEK -202m (Q1 2023), SEK -50m (Q2 2022), SEK -87m (Q1 2022); capital gains from real estate sales (other income) SEK 1,059m (Q1 2022) and foreign exchange effects, which are presented in the tables on pages 6 and 7, respectively.

The slide presentation for today's press conference will be available at 07:00 a.m. CET at handelsbanken.com/ir

For further information, please contact:

Carina Åkerström, President and Group Chief Executive

Tel: +46 (0)8 22 92 20

Carl Cederschiöld, CFO

Tel: +46 (0)8 22 92 20

Peter Grabe, Head of Investor Relations

Tel: +46 (0)8 701 11 67, peter.grabe@handelsbanken.se

This information is of the type that Handelsbanken is obliged to make public pursuant to the EU Market Abuse Regulation and the Swedish Securities Markets Act. The information was submitted for publication through the agency of the contact person set out above, at 07:00 a.m. CET on 18 October 2023.

For more information about Handelsbanken, please go to: handelsbanken.com