Føroya Banki

Interim Report

Q3 2026

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Financial highlights and ratios - Føroya Banki Group

Highlights	Q1-Q3	Q1-Q3		Q3	Q2	Q1	Q4	Q3
DKK 1,000	2026	2025	*Index*	2026	2026	2026	2025	2025
Net interest income	297,565	293,745	*101*	105,487	97,741	94,338	94,358	94,386
Dividends from shares and other investments	7,492	14,407	*52*	0	5,072	2,420	6,669	0
Net fee and commision income	69,154	63,926	*108*	22,648	23,683	22,824	23,958	22,125
Net interest and fee income	374,212	372,078	*101*	128,135	126,496	119,582	124,985	116,511
Net insurance result	30,865	47,464	*65*	4,904	13,218	12,742	18,591	13,447
Interest and fee income and income from insurance activities, net	405,077	419,543	*97*	133,039	139,714	132,324	143,576	129,958
Market value adjustments	15,679	31,293	*50*	4,090	9,721	1,868	3,492	8,139
Other operating income	11,572	12,577	*92*	3,915	4,102	3,555	2,259	2,990
Staff costs and administrative expenses	200,691	192,369	*104*	66,999	67,233	66,459	64,165	67,027
Impairment charges on loans and advances etc.	-2,509	-1,636	*153*	-4,907	3,093	-696	-2,346	-8,507
Net profit	**187,190**	**217,675**	*86*	**61,779**	**69,500**	**55,911**	**70,642**	**63,679**
Loans and advances	9,930,888	9,598,042	*103*	9,930,888	9,788,056	9,773,649	9,669,773	9,598,042
Bonds at fair value	2,764,665	1,492,287	*185*	2,764,665	1,061,950	1,102,536	1,106,209	1,492,287
Intangible assets	0	4,591	*0*	0	3,800	4,011	4,415	4,591
Assets held for sale	2,207	2,207	*100*	2,207	2,207	2,207	2,207	2,207
Total assets	15,704,070	15,170,186	*104*	15,704,070	15,397,180	15,039,335	14,934,717	15,170,186
Amounts due to credit institutions and central banks	443,009	837,987	*53*	443,009	479,376	499,664	505,739	837,987
Issued bonds at amortised cost	928,039	901,052	*103*	928,039	932,689	935,362	903,790	901,052
Deposits and other debt	11,627,822	10,803,028	*108*	11,627,822	11,393,064	11,095,838	10,948,209	10,803,028
Total shareholders' equity	2,001,056	1,944,670	*103*	2,001,056	1,939,276	1,869,776	2,015,313	1,944,670

Ratios and key figures	Sept. 30 2026	Sept. 30 2025	Sept. 30 2026	June 30 2026	March 31 2026	Dec. 31 2025	Sept. 30 2025
Solvency							
Total capital, incl. MREL capital, ratio, %	39.5	36.6	39.5	40.2	40.2	36.3	36.6
Total capital ratio, %	26.5	24.5	26.5	27.0	26.9	24.6	24.5
Tier 1 capital ratio, %	25.1	23.1	25.1	25.6	25.5	23.3	23.1
CET 1 capital	25.1	23.1	25.1	25.6	25.5	23.3	23.1
RWA, DKK mill	7,148	7,412	7,148	7,034	7,054	7,732	7,412
Profitability							
Return on shareholders' equity after tax, %	9.3	10.8	3.1	3.6	2.9	3.6	3.3
Cost / income, %	47.1	42.2	45.8	46.1	49.4	42.9	43.0
Cost / income, % (excl. value adjustm. and impairments)	49.4	45.6	50.8	47.0	50.6	45.5	52.1
Return on assets	1.2	1.4	0.4	0.5	0.4	0.5	0.4
Market risk							
Interest rate risk, %	0.6	0.8	0.6	0.6	0.7	0.6	0.8
Foreign exchange position, %	0.7	0.3	0.7	0.7	0.9	1.0	0.3
Foreign exchange risk, %	0.0	0.0	0.0	0.0	0.0	0.0	0.0
Liquidity							
Liquidity Coverage Ratio (LCR), %	259.0	294.5	259.0	273.5	322.4	306.4	294.5
Net Stable Funding Ratio. (NSFR), %	165.8	163.4	165.8	167.5	163.2	160.6	163.4
Credit risk							
Change in loans and advances, %	2.7	5.6	1.5	0.1	1.1	0.7	-1.0
Gearing of loans and advances	5.0	4.9	5.0	5.0	5.2	4.8	4.9
Impairment and provisioning ratio, end of period, %	1.7	1.7	1.7	1.7	1.6	1.7	1.7
Write-off and provisioning ratio, %	0.0	0.0	0.0	0.0	0.0	0.0	-0.1
Shares							
Earnings per share after tax (nom. DKK 20), DKK	19.6	22.7	6.5	7.3	5.8	7.4	6.7
Market price per share (nom. DKK 20), DKK	281.0	195.0	281.0	253.0	245.0	286.0	195.0
Book value per share (nom. DKK 20), DKK	209.0	203.1	209.0	202.6	195.3	210.5	203.1
Other							
Number of full-time employees, end of period	209	202	209	201	207	201	202

Financial Review

"The Group's stable and positive performance continued in Q3 2026. We saw healthy growth in lending, deposits and assets under management, which, together with interest rate developments, contributed to higher net interest income as well as higher fee and commission income. Moreover, the cost level was more or less flat. We noted with satisfaction that our customers remain financially robust with strong credit quality, which was, among other things, reflected in another net reversal of impairment for the quarter. The insurance service result was affected by higher claims, and the return on the investment portfolio was lower than in the preceding quarter. Overall, we reported a satisfactory net profit of DKK 62m for Q3 with continued growth in our core business," says CEO Turið F. Arge.

Q3 2026 Highlights

Adjusted Income statement, Group

DKKm	Q1-Q3 2026	Q1-Q3 2025	*Index*	Q3 2026	Q2 2026	*Index*	Q1 2026	Q4 2025	Q3 2025
Net interest income	241	237	*102*	82	81	*101*	78	79	77
Net fee and commission income	69	60	*115*	24	23	*104*	23	24	21
Net insurance income	34	56	*61*	7	11	*60*	16	20	14
Other operating income (less reclassification)	38	48	*79*	13	13	*104*	11	10	11
Total operating income	**382**	**402**	***95***	**126**	**128**	***98***	**128**	**132**	**123**
Operating costs[1]	218	210	*104*	73	73	*99*	72	70	73
Profit before impairment charges	**164**	**192**	***85***	**53**	**55**	***97***	**56**	**63**	**50**
Impairment charges, net	-3	-2	*153*	-5	3		-1	-2	-9
Operating profit	**167**	**194**	***86***	**58**	**52**	***112***	**57**	**65**	**58**
Investment portfolio earnings[2]	65	77	*84*	18	34	*55*	13	20	22
Profit before tax	**231**	**271**	***85***	**76**	**85**	***90***	**70**	**85**	**80**
Operating costs/income, %	57	52		58	57		56	53	59
Number of FTE, end of period	209	202	*104*	209	201	*104*	207	201	202

1 Comprises staff costs, administrative expenses and amortisation, sector costs, depreciation and impairment charges (less reclassification to non-recurring items).
2 Incl. net income from investments accounted for under the equity method (excl. sector shares).

Income statement

The following comments are generally stated relative to Q2 2026. Due to seasonal variations, comments provided on the insurance segment also relate to Q3 2025.

Operating income

The Føroya Banki Group generated operating income of DKK 126m in Q3 2026, down DKK 2m compared to Q2 2026.

Net interest income

Net interest income was DKK 82m in Q3 2026, an increase of DKK 1m compared to Q2 2026. The increase was mainly driven by marginally higher interest margins and a slightly larger portfolio of loans and deposits.

Net fee and commission income

Net fee and commission income amounted to DKK 24m in Q3 2026, up DKK 1m compared to Q2 2026. Net fee and commission income stems mainly from securities trading, custody accounts, credit transfers and guarantee commissions and other fees.

Net insurance income
Net insurance income was DKK 7m in Q3 2026, DKK 7m lower than in the same period in 2025 due to higher claims. Compared to Q2 2026, net insurance income was down DKK 5m, also due to higher claims in Q3 2026 than in Q2 2026.

Other operating income
Other operating income was DKK 13m in Q3 2026, flat compared to the previous quarter. Compared to Q3 2025 other operating income was up DKK 3m due to higher income from the banks sector shares and to higher income from foreign exchange adjustments.

Operating costs
Operating costs amounted to DKK 73m in Q3 2026, unchanged compared to Q2 2026.

Profit before impairment charges
Profit before impairment charges was DKK 53m in Q3 2026 compared to DKK 55m in Q2 2026.

Impairment charges
Net impairment amounted to a reversal of DKK 5m in Q3 2026 compared to charges of DKK 3m in Q2 2026. The Bank remains of the opinion that the credit quality of its overall portfolio is strong.

Operating profit
The resulting operating profit was DKK 58m in Q3 2026, DKK 6m higher than the DKK 52m reported in Q2 2026.

Investment portfolio earnings
Investment portfolio earnings amounted to DKK 18m in Q3 2026, which was DKK 15m lower than in Q2 2026. The figure was mainly impacted by lower returns on the Bank’s bond portfolio in Q3 2026 compared to Q2 2026.

Profit before tax
Profit before tax in Q3 2026 was DKK 76m, DKK 9m lower than in the preceding quarter, which saw a pre-tax profit of DKK 85m.

Profit before tax for Q1-Q3 2026 totalled DKK 231m compared to DKK 271m for the same period in 2025. Compared to the same period in 2025, net insurance income was down DKK 22m due to higher claims and other operating income was down DKK 10m due to extraordinary income in 2025. Income from the investment portfolio in Q1-Q3 2026 was down DKK 12m compared to the same period in 2025.

The Bank is pleased with the continued positive development in business volumes, driven by growth in loans, deposits and assets under management, which supports stable earnings. Continued low impairment charges and satisfactory earnings on the investment portfolio contributed to a strong financial performance for the Group in Q3 2026.

Balance sheet

Føroya Banki Group's total assets at 30 September 2026 amounted to DKK 15.7bn, up DKK 0.8bn compared to 31 December 2025. Loans and advances were DKK 9.9bn, DKK 261m (up 3%) higher than at 31 December

2025. Deposits were DKK 11.6bn, up DKK 680m (up 6%) compared to 31 December 2025. Liquidity invested in Danish mortgage bonds and Danish government bonds amounted to DKK 2.8bn, an increase of DKK 1.7bn compared to 31 December 2025. Shareholders' equity at 30 September 2026 amounted to DKK 2,0bn, down DKK 14m compared to 31 December 2025 due to dividend payments amounting to DKK 202m.

Capital and liquidity

At 30 September 2026, the Group's CET 1 capital ratio was 25.1%, the Tier 1 capital ratio was 25.1% and the Total capital ratio was 26.5%. The Total capital ratio, incl. MREL capital, was 39.5%. The net profit for Q1-Q3 2026, amounting to DKK 187.2m, is not included in the calculation of the capital ratios.

On 20 October, the Group announced the issuance of Senior Non-preferred bonds amounting to DKK 250m. The bonds have a maturity of 6 years with the option to call after 4 years.

The Group's liquidity indicator was 225.6% on 30 September 2026, well above the requirement of 100%. The Group's LCR at 30 September 2026 was 259.0%, also well above the requirement of 100%. The Group's Net Stable Funding Ratio (NSFR) was 165.8% at 30 September 2026, well above the requirement of 100%.

Compliance with the Danish FSA Supervisory Diamond

The Supervisory Diamond			
	Q3 2026	**Q3 2025**	**FSA limit**
Sum of large exposures	141.7%	140.7%	< 175%
Liquidity indicator	225.6%	234.3%	>100 %
Loan growth	3.5%	5.8%	< 20 %
Property exposure	9.4%	11.0%	< 25 %

At 30 September 2026, the Group was compliant with all Supervisory Diamond requirements set by the FSA.

Events after the balance sheet date

No events have occurred since 30 September 2026 that are deemed to have a significant impact on the Group's financial position.

Guidance for 2026

The Group announced its guidance for 2026 on 28 January.

On 15 October, the Group raised its outlook for the net profit guidance for 2026 from DKK 190-235m to DKK 225-255m. The upgrade was primarily driven by low impairment, reflecting the robust credit quality of the loan portfolio. Furthermore, net interest income and fee and commission income developed more favourably than expected, while the insurance result fell short of expectations.

The guidance for 2026 is subject to uncertainty related to developments in interest rates, returns on the investment portfolio, impairment charges, insurance performance and geopolitical factors.

Updated strategy and financial targets for 2027-2030

The Board of Directors has adopted an updated strategy for the period 2027-2030 building on the Group's strong foundation and financial performance. The financial targets of a return on shareholders' equity in excess of 12%, a CET 1 capital ratio of around 23% and a pay-out ratio of 70% are maintained and continue to guide the Group's business development. This reflects both confidence in the Group's future performance and a recognition that achieving the targets will require a sustained effort. In future, Cost/Income will be an internal target rather than an external one. The purpose is to support more long-term management of cost-effectiveness and does not reflect a lower level of ambition.

The strategy focuses on unlocking the Group's growth potential in the Faroe Islands and in Greenland through a more targeted customer approach, segmented customer service and with technology as a key enabler.

The aim is to build strong customer relationships at an early stage and to make customer onboarding quicker and easier. For example, during the strategy period, we intend to make it possible for personal customers to join the Bank in ten minutes and for a loan enquiry to be processed in under an hour.

Finally, the strategy comprises specific plans to integrate artificial intelligence where appropriate in order to streamline workflows, free up resources and enhance the customer experience and the Bank's competitiveness.

"The strategy is ambitious and sets out a number of specific growth targets, and it is crucial that we maintain our focus on costs and work purposefully to implement the strategy within the existing cost limits. We need to be able to scale our processes and systems to match our growth without a proportionate rise in costs," says Turið F. Arge, Chief Executive Officer.

Adjusted results

Note	Adjusted Income statement Q1-Q3 2026, Group, (DKK 1,000)	Income statement	Restatement	Restated income statement
1	Net interest income	297,565	-56,561	241,004
2	Net fee and commission income	76,647	-7,595	69,052
4, 5	Net insurance income	30,865	3,412	34,277
2, 3	Other operating income	11,572	26,123	37,695
	Operating income	**416,648**	**-34,621**	**382,027**
4	Operating costs	208,054	9,939	217,993
	Profit before impairment charges	**208,595**	**-44,560**	**164,035**
	Impairment charges	-2,509	0	-2,509
	Operating profit	**211,104**	**-44,560**	**166,544**
1, 3, 5	Investment portfolio earnings	20,206	44,560	64,766
	Profit before tax	**231,310**	**0**	**231,310**

Note	Adjusted Income statement Q1-Q3 2025, Group, (DKK 1,000)			
1	Net interest income	293,745	-56,345	237,400
2	Net fee and commission income	78,334	-18,047	60,287
4, 5	Net insurance income	47,464	8,904	56,368
2, 3	Other operating income	12,577	35,290	47,867
	Operating income	**432,119**	**-30,198**	**401,921**
4	Operating costs	198,892	11,000	209,892
	Profit before impairment charges	**233,227**	**-41,198**	**192,029**
	Impairment charges	-1,636	0	-1,636
	Operating profit	**234,863**	**-41,198**	**193,665**
1, 3, 5	Investment portfolio earnings	35,697	41,198	76,895
	Profit before tax	**270,560**	**0**	**270,560**

Note	Restatements made to the income statement (DKK 1,000)	Q1-Q3 2026	Q1-Q3 2025
1	Reclassification of interest income related to bonds from the item Interest income to Investment portfolio earnings.	56,561	56,345
2	Dividends and fees reclassified from Net fee and commission income to Other operating income.	7,595	18,047
3	Reclassification of value adjustments related to sector shares and of profit or loss from currency transactions to Other operating income.	18,528	17,243
4	Reclassification of operating costs from Net insurance income to Operating costs due to IFRS 17	9,939	11,000
5	Reclassification of market value adjustments from net insurance income to Investment portfolio earnings due to FRS 17	6,527	2,096

Segments

We refer to the preceding Financial Review, which provides an overview of the Group, including the Bank at an overall level.

The Bank's activities are divided into two main segments, Personal Banking and Corporate Banking. Details regarding these two segments are provided on the following pages. The last page of the segments section sets out the performance of the Bank's insurance subsidiary, Trygd.

Adjusted Income statement, Banking

DKKm	Q1-Q3 2026	Q1-Q3 2025	*Index*	Q3 2026	Q2 2026	*Index*	Q1 2026	Q4 2025	Q3 2025
Net interest income	241	237	*102*	82	81	*101*	78	79	77
Net fee and commission income	78	73	*108*	27	26	*104*	26	27	25
Other operating income	30	40	*75*	11	10	*104*	9	8	8
Total operating income	**349**	**350**	***100***	**120**	**117**	***102***	**112**	**114**	**110**
Operating costs	200	192	*104*	66	67	*99*	66	64	67
Profit before impairment charges	**149**	**159**	***94***	**53**	**50**	***106***	**46**	**50**	**43**
Impairment charges, net	-3	-2	*153*	-5	3		-1	-2	-9
Operating profit	**152**	**160**	***95***	**58**	**47**	***124***	**47**	**52**	**52**
Investment portfolio earnings	58	71	*82*	18	27	*68*	13	18	18
Profit before tax	**210**	**231**	***91***	**76**	**74**	***103***	**60**	**70**	**70**
Loans and advances	9,931	9,600	*103*	9,931	9,788	*101*	9,774	9,670	9,600
Deposits and other debt	11,653	10,835	*108*	11,653	11,413	*102*	11,112	10,957	10,835
Mortgage credit	2,958	2,789	*106*	2,958	3,015	*98*	3,095	2,824	2,789
Operating costs/income, %	57	55		56	57		59	56	61
Number of FTE, end of period	182	173	*105*	182	172	*106*	178	173	173

Personal Banking

The Personal Banking segment reported operating income of DKK 66m in Q3 2026, DKK 1m higher than in Q2 2026. Net interest income was DKK 40m in Q3 2026, up DKK 1m compared to the previous quarter. Net fee and commission income amounted to DKK 19m in Q3 2026, DKK 1m higher than in Q2 2026. Other operating income amounted to DKK 7m in Q3 2026, flat compared to Q2 2026.

Operating costs were DKK 54m in Q3 2026, a decrease of DKK 1m relative to Q2 2026. Net impairment amounted to a reversal of DKK 3m in Q3 2026 compared to DKK 0m in Q2 2026. The Bank remains of the opinion that customers in the personal banking segment continue to be robust.

The resulting operating profit for Q3 2026 was DKK 15m, up DKK 6m from DKK 9m in the previous quarter.

Investment portfolio earnings posted to the Personal Banking segment amounted to DKK 10m in Q3 2026 compared to DKK 14m in Q2 2026. The figure was mainly impacted by lower returns on the Bank's bond portfolio in Q3 2026 compared to Q2 2026.

Profit before tax thus amounted to DKK 24m in Q3 2026 compared to DKK 23m in Q2 2026.

Loans and advances to personal customers increased by DKK 198m (up 4%) to DKK 5,060m at the end of Q3 2026, while mortgage broking services decreased by DKK 46m (down 2%) to DKK 2,168m, both compared to 30 June 2026. Deposits held by personal customers increased by DKK 145m (up 2%) during the third quarter to DKK 6,730m at 30 September 2026.

Adjusted Income statement, Personal banking

DKKm	Q1-Q3 2026	Q1-Q3 2025	*Index*	Q3 2026	Q2 2026	*Index*	Q1 2026	Q4 2025	Q3 2025
Net interest income	117	116	*101*	40	39	*102*	37	37	37
Net fee and commission income	56	55	*102*	19	18	*104*	18	20	19
Other operating income	20	25	*80*	7	7	*98*	6	4	5
Total operating income	**192**	**195**	***98***	**66**	**64**	***102***	**62**	**61**	**62**
Operating costs	163	159	*103*	54	55	*98*	54	52	57
Profit before impairment charges	**29**	**36**	***79***	**12**	**9**	***130***	**8**	**9**	**5**
Impairment charges, net	-7	2	*-339*	-3	0		-5	4	0
Operating profit	**36**	**34**	***106***	**15**	**9**	***171***	**13**	**4**	**4**
Investment portfolio earnings	31	38	*82*	10	14	*69*	7	9	9
Profit before tax	**67**	**72**	***93***	**24**	**23**	***107***	**20**	**14**	**14**
Loans and advances	5,060	4,532	*112*	5,060	4,863	*104*	4,754	4,647	4,532
Deposits and other debt	6,730	6,108	*110*	6,730	6,585	*102*	6,248	6,121	6,108
Mortgage credit	2,168	2,203	*98*	2,168	2,214	*98*	2,223	2,217	2,203
Number of FTE, end of period	81	77	*105*	81	76	*106*	80	77	77

Corporate Banking

Corporate Banking activities generated operating income of DKK 54m in Q3 2026, up 1% on the previous quarter. Compared to Q2 2026, net interest income in Q3 2026 was flat at DKK 42m. Net fee and commission income increased by DKK 1m to DKK 8m compared to Q2 2026, while other operating income increased DKK 1m in Q3 2026 to DKK 4m.

Operating costs were DKK 12m in Q3 2026, flat compared to Q2 2026. Net impairment in Q3 2026 was a reversal of DKK 2m compared to a charge of DKK 3m in Q2 2026. The Bank remains of the view that its corporate client base continues to show solid and improving creditworthiness.

Operating profit for Q3 2026 amounted to DKK 44m, an increase of DKK 5m relative to Q2 2026.

Investment portfolio earnings posted to the Corporate Banking segment in Q3 2026 were DKK 8m, DKK 4m lower than in the preceding quarter. The figure was mainly impacted by lower returns on the Bank's bond portfolio in Q3 2026 compared to Q2 2026.

The resulting profit before tax for Q3 2026 was DKK 52m, up DKK 1m compared to Q2 2026.

Corporate loans and advances decreased by DKK 55m (down 1%) in Q3 2026 to DKK 4,870m at 30 September 2026. Customer deposits increased by DKK 95m (up 2%) during Q3 2026 to DKK 4,923m. Mortgage broking services decreased by DKK 10m (down 1%) to DKK 790m at 30 September 2026 compared to 30 June 2026.

Adjusted Income statement, Corporate Banking

DKKm	Q1-Q3 2026	Q1-Q3 2025	*Index*	Q3 2026	Q2 2026	*Index*	Q1 2026	Q4 2025	Q3 2025
Net interest income	124	121	*102*	42	42	*100*	40	42	39
Net fee and commission income	22	18	*124*	8	7	*104*	7	7	6
Other operating income	11	16	*67*	4	4	*117*	3	4	3
Total operating income	**157**	**155**	***101***	**54**	**53**	***101***	**50**	**53**	**49**
Operating costs	37	33	*112*	12	12	*102*	12	12	10
Profit before impairment charges	**121**	**122**	***99***	**42**	**41**	***101***	**38**	**41**	**38**
Impairment charges, net	5	-4	*-127*	-2	3	*-74*	4	-6	-9
Operating profit	**116**	**126**	***92***	**44**	**38**	***114***	**34**	**47**	**47**
Investment portfolio earnings	27	33	*82*	8	12	*66*	6	9	8
Profit before tax	**143**	**159**	***90***	**52**	**51**	***102***	**40**	**56**	**56**
Loans and advances	4,870	5,068	*96*	4,870	4,925	*99*	5,020	5,023	5,068
Deposits and other debt	4,923	4,726	*104*	4,923	4,828	*102*	4,864	4,835	4,726
Mortgage credit	790	585	*135*	790	800	*99*	871	606	585
Number of FTE, end of period	16	13	*116*	16	15	*106*	15	13	13

Insurance: Trygd

Trygd reported premium income of DKK 44m in Q3 2026, DKK 2m higher than in Q3 2025. In Q3 2026, claims were DKK 37m, up DKK 12m compared to Q3 2025. Net income from investment activities amounted to DKK 0m in Q3 2026, down DKK 3m compared to Q3 2025. As a result, operating income was DKK 7m in Q3 2026 compared to DKK 20m in Q3 2025.

Operating costs were DKK 8m in Q3 2026, up DKK 1m compared to Q3 2025. As a result, Trygd reported a loss before tax for Q3 2026 of DKK -1m, a decline of DKK 14m compared to Q3 2025.

Profit before tax for Q1-Q3 2026 totalled DKK 19m compared to DKK 37m for the same period in 2025.

Trygd continues to consolidate its market position as a provider of non-life insurance in the Faroe Islands. Trygd's ambition to increase its market share in its core business areas, combined with a strengthened focus on pricing structure and overall market growth linked to developments in the Faroese economy, have driven an increase in premiums.

Trygd's claims vary significantly from one period to the next due to the limited size of the Faroese insurance market as well as the timing and severity of weather events, which adds volatility to the financial results.

Adjusted Income statement, Trygd

DKKm	Q1-Q3 2026	Q1-Q3 2025	*Index*	Q3 2026	Q2 2026	*Index*	Q1 2026	Q4 2025	Q3 2025
Premium income, net of reinsurance	129	124	*105*	44	43	*102*	43	42	42
Claims, net of reinsurance	94	71	*132*	37	31	*118*	27	22	25
Net insurance income	**35**	**53**	***67***	**7**	**11**	***61***	**17**	**20**	**17**
Net income from investment activities	6	5	*118*	0	7	*2*	-1	2	4
Operating income	**41**	**58**	***71***	**7**	**18**	***39***	**16**	**22**	**20**
Operating costs	23	21	*108*	8	8	*105*	7	7	7
Profit before tax	**19**	**37**	*50*	**-1**	**11**	***-8***	**9**	**15**	**14**
Combined ratio	91	77		102	92		80	72	78
Claims ratio	73	58		84	73		61	52	59
Number of FTE, end of period	20	21	*95*	20	21	*94*	21	21	21

Income statement

Note	DKK 1,000	Group Q1-Q3 2026	Group Q1-Q3 2025	Føroya Banki Q1-Q3 2026	Føroya Banki Q1-Q3 2025
3	Interest income calculated using the effective interest method	379,079	392,361	404,942	413,521
3	Other interest income	25,863	21,160		
4	Interest expenses	107,376	119,776	107,376	119,776
	Net interest income	**297,565**	**293,745**	**297,566**	**293,745**
	Dividends from shares and other investments	7,492	14,407	7,492	14,407
5	Fee and commission income	74,772	68,528	83,700	77,123
5	Fee and commissions paid	5,617	4,602	5,617	4,602
	Net dividend, fee and commission income	**76,647**	**78,334**	**85,575**	**86,929**
	Net interest and fee income	**374,212**	**372,078**	**383,141**	**380,674**
	Insurance revenue	139,403	149,588		
	Insurance service expenses	110,220	102,841		
	Net return on investments backing insurance liabilities	5,626	4,682		
	Net finance income or expense from insurance	818	348		
	Other expenses	4,763	4,313		
	Net insurance result	**30,865**	**47,464**	**0**	**0**
	Interest and fee income and income from insurance activities, net	**405,077**	**419,543**	**383,141**	**380,674**
6	Market value adjustments	15,679	31,293	15,679	31,293
7	Other operating income	11,572	12,577	4,275	5,198
8	Staff costs and administrative expenses	200,691	192,369	192,785	185,558
	Amortisation, depreciation and impairment charges	7,100	6,481	6,924	6,283
	Other operating expenses	263	42	263	42
9	Impairment charges on loans and advances etc.	-2,509	-1,636	-2,509	-1,636
	Income from investments accounted for under the equity method	4,527	4,404	21,871	36,579
	Profit before tax	**231,310**	**270,560**	**227,502**	**263,497**
	Tax	44,120	52,885	40,312	45,822
	Net profit	**187,190**	**217,675**	**187,190**	**217,675**
	Portion attributable to				
	Shareholders of Føroya Banki P/F	187,190	217,675	187,190	217,675
	Net profit	**187,190**	**217,675**	**187,190**	**217,675**
	EPS Basic for the perdiod, DKK*	19.55	22.74	19.55	22.74
	EPS Diluted for the perdiod, DKK*	19.55	22.74	19.55	22.74

*Based on average number of shares outstanding.

Statement of comprehensive income - Føroya Banki

	Group		Føroya Banki	
	Q1-Q3	Q1-Q3	Q1-Q3	Q1-Q3
DKK 1,000	**2026**	**2025**	**2026**	**2025**
Net profit	187,190	217,675	187,190	217,675
Other comprehensive income				
Total other comprehensive income	**0**	**0**	**0**	**0**
Total comprehensive income	**187,190**	**217,675**	**187,190**	**217,675**

Balance Sheet

Note	DKK 1,000	Group Sept. 30 2026	Group Dec. 31 2025	Føroya Banki Sept. 30 2026	Føroya Banki Dec. 31 2025
	Assets				
10	Cash in hand and demand deposits w ith central banks	2,132,876	3,249,492	2,126,794	3,236,393
9	Amounts due from credit institutions and central banks	170,138	239,179	170,138	239,179
9	Loans and advances at fair value	290,424	285,267	290,424	285,267
	Loans and advances at amortised cost	9,640,464	9,384,505	9,640,464	9,384,505
	Bonds at fair value	2,764,665	1,106,209	2,557,670	900,434
	Shares, etc.	284,341	280,011	172,207	170,731
	Assets under insurance contracts	7,724	3,320	0	0
	Holdings in associates	23,924	21,216	23,924	21,216
	Holdings in subsidiaries	1	0	165,864	180,020
	Assets under pooled schemes and unit-linked investment contracts	107,383	85,154	107,383	85,154
	Intangible assets	3,456	4,415	0	466
	Total land and buildings	102,644	106,139	102,644	106,139
	Domicile property	52,658	52,961	52,658	52,961
	Domicile property (lease asset)	49,986	53,177	49,986	53,177
	Other property, plant and equipment	15,232	13,172	14,151	11,737
	Current tax assets	53,209	61,341	53,209	61,341
	Deferred tax assets	11,665	11,665	11,557	11,557
	Assets held for sale	2,207	2,207	2,207	2,207
	Other assets	90,589	49,445	88,975	47,990
	Prepayments	3,129	31,979	2,468	30,210
	Total assets	**15,704,070**	**14,934,717**	**15,530,080**	**14,774,546**

Balance Sheet

Note	DKK 1,000	Group Sept. 30 2026	Group Dec. 31 2025	Føroya Banki Sept. 30 2026	Føroya Banki Dec. 31 2025
	Shareholders' equity and liabilities				
	Liabilities other than provisions				
	Amounts due to credit institutions and central banks	443,009	505,739	443,009	505,739
	Deposits and other debt	11,627,822	10,948,209	11,653,219	10,956,570
	Deposits under pooled schemes and unit-linked investments contracts	107,383	85,154	107,383	85,154
	Issued bonds at amortised cost	928,039	903,790	928,039	903,790
	Liabilities under insurance contracts	181,451	151,764	0	0
	Current tax liabilities	93,929	67,942	80,865	58,140
	Other liabilities	210,454	148,620	206,040	144,028
	Deferred income	1,535	3,488	1,535	1,644
	Total liabilities other than provisions	**13,593,622**	**12,814,706**	**13,420,090**	**12,655,065**
	Provisions for liabilities				
	Provisions for deferred tax	458	530	0	0
	Provisions for losses on guarantees etc	7,045	1,614	7,045	1,614
	Provisions for other liabilities	2,863	2,624	2,863	2,624
	Total provisions for liabilities	**10,367**	**4,769**	**9,908**	**4,238**
	Subordinated debt				
	Subordinated debt	99,026	99,930	99,026	99,930
	Total liabilities	**13,703,014**	**12,919,405**	**13,529,025**	**12,759,234**
	Equity				
	Share capital	192,000	192,000	192,000	192,000
	Reserve, Equity Method	0	0	36,788	16,891
	Revaluation reserve	6,718	6,718	6,718	6,718
	Retained earnings	1,802,338	1,614,595	1,765,550	1,597,704
	Proposed dividends	0	202,000	0	202,000
	Total equity	**2,001,056**	**2,015,313**	**2,001,056**	**2,015,313**
	Total liabilities and equity	**15,704,070**	**14,934,717**	**15,530,080**	**14,774,546**

Statement of changes in equity - Føroya Banki Group

	Shareholders equity				
DKK 1,000	Share capital	Revaluation Reserve	Proposed dividends	Retained earnings	Total
Shareholders' equity at January 1, 2026	**192,000**	**6,718**	**202,000**	**1,614,595**	**2,015,313**
Net profit			0	187,190	187,190
Total comprehensive income		**0**	**0**	**187,190**	**187,190**
Dividends paid			-202,000	553	-201,447
Shareholders' equity at September 30, 2026	**192,000**	**6,718**	**0**	**1,802,338**	**2,001,056**

DKK 1,000	Share capital	Revaluation Reserve	Proposed dividends	Retained earnings	Total
Shareholders' equity at January 1, 2025	**192,000**	**6,718**	**350,000**	**1,527,319**	**2,076,037**
Net profit			202,000	86,317	288,317
Total comprehensive income		**0**	**202,000**	**86,317**	**288,317**
Dividends paid			-350,000	958	-349,042
Shareholders' equity at December 31, 2025	**192,000**	**6,718**	**202,000**	**1,614,595**	**2,015,313**

DKK 1,000	Share capital	Revaluation Reserve	Proposed dividends	Retained earnings	Total
Shareholders' equity at January 1, 2025	**192,000**	**6,718**	**350,000**	**1,527,319**	**2,076,037**
Net profit			0	217,675	217,675
Total comprehensive income			**0**	**217,675**	**217,675**
Dividends paid			-350,000	958	-349,042
Shareholders' equity at September 30, 2025	**192,000**	**6,718**	**0**	**1,745,953**	**1,944,670**

Statement of changes in equity - Føroya Banki P/F

	Shareholders equity					
DKK 1,000	Share capital	Revaluation Reserve	Equity method reserve	Proposed dividends	Retained earnings	Total
Shareholders' equity at January 1, 2026	**192,000**	**6,718**	**16,891**	**202,000**	**1,597,704**	**2,015,313**
Net profit			19,897	0	167,293	187,190
Total comprehensive income		**0**	**19,897**	**0**	**167,293**	**187,190**
Dividends paid				-202,000	553	-201,447
Shareholders' equity at September 30, 2026	**192,000**	**6,718**	**36,788**	**0**	**1,765,550**	**2,001,056**

DKK 1,000	Share capital	Revaluation Reserve	Equity method reserve	Proposed dividends	Retained earnings	Total
Shareholders' equity at January 1, 2025	**192,000**	**6,718**	**0**	**350,000**	**1,527,319**	**2,076,037**
Net profit			16,891	202,000	69,426	288,317
Total comprehensive income		**0**	**16,891**	**202,000**	**69,426**	**288,317**
Dividends paid				-350,000	958	-349,042
Dividends received			0		0	0
Dissolution of revaluation reserves in group enterprises			0		0	0
Shareholders' equity at December 31, 2025	**192,000**	**6,718**	**16,891**	**202,000**	**1,597,704**	**2,015,313**

DKK 1,000	Share capital	Revaluation Reserve	Equity method reserve	Proposed dividends	Retained earnings	Total
Shareholders' equity at January 1, 2025	**192,000**	**6,718**	**0**	**350,000**	**1,527,319**	**2,076,037**
Net profit			0		217,675	217,675
Total comprehensive income		**0**	**0**	**0**	**217,675**	**217,675**
Dividends paid				-350,000	958	-349,042
Shareholders' equity at September 30, 2025	**192,000**	**6,718**	**0**	**0**	**1,745,953**	**1,944,670**

Capital and Solvency - P/F Føroya Banki

Solvency	Sept. 30	Dec. 31
DKK 1,000	**2026**	**2025**
Tier 1 capital	1,794,003	1,799,971
Total capital	1,893,029	1,899,901
Risk-weighted items not included in the trading portfolio	6,118,459	6,422,812
Risk-weighted items with market risk etc.	318,369	237,353
Risk-weighted items with operational risk	710,781	1,072,224
Total risk-weighted items	**7,147,609**	**7,732,389**
CET 1 capital ratio	**25.1%**	**23.3%**
Tier 1 capital ratio	**25.1%**	**23.3%**
Total capital ratio	**26.5%**	**24.6%**
Total capital, incl. MREL capital, ratio	**39.5%**	**36.3%**
Shareholders' equity		
Share capital	192,000	192,000
Reserves	43,506	23,609
Net profit	187,190	288,317
Retained earnings, previous years	1,585,747	1,518,905
Shareholders' equity, before deduction of holdings of own shares	**2,008,443**	**2,022,831**
Deduction of ordinary dividend	0	202,000
Deduction of net profit	187,190	0
Deduction of holdings of own shares	7,387	7,519
Deduction of MLC regarding Non Performing Exposures	4,987	242
Deduction of intangible assets	0	466
Deduction of deferred tax assets	11,557	11,557
Deduction regarding prudent valuation of financial instruments	3,319	1,077
CET 1 capital	**1,794,003**	**1,799,971**
Tier 1 capital	**1,794,003**	**1,799,971**
Subordinated Tier 2 capital	99,026	99,930
Total capital	**1,893,029**	**1,899,901**
MREL capital	928,070	903,790
Total capital, incl. MREL capital	**2,821,099**	**2,803,691**

The Føroya Banki Group holds a license to operate as a bank and is therefore subject to a capital requirement under the Faroese Financial Business Act and to CRR. The Faroese provisions on capital requirements apply to both the Parent Company and the Group. The capital requirement provisions stipulate a minimum capital of 8% of the identified risks. A detailed body of rules determines the calculation of capital as well as risks (risk-weighted items). The capital comprises CET 1 capital and subordinated loan capital. The CET 1 capital corresponds to the carrying amount of equity, after deductions of holdings of own shares, tax assets and other minor deductions.

Cash flow statement - Føroya Banki Group

DKK 1,000	Group Q1-Q3 2026	Group Full year 2025
Cash flow from operations		
Profit before tax	231,310	355,875
Amortisation and impairment charges for intangible assets	466	618
Depreciation and impairment charges of tangible assets	7,562	9,304
Impairment of loans and advances/guarantees	1,524	-1,833
Paid tax	-18,678	-85,771
Other non-cash operating items	-14,514	-59,123
Total	**207,669**	**219,071**
Changes in operating capital		
Change in loans at fair value	-12,298	30,289
Change in loans at amortised cost	-257,482	-615,578
Change in holding of bonds	-1,663,012	669,748
Change in holding of shares	4,369	15,407
Change in deposits	679,613	944,861
Due to credit institutions and central banks	-19,874	-260,573
Change in other assets / liabilities	42,122	-70,282
Assets/liabilities under insurance contracts	25,283	-5,255
Prepayments	26,896	2,143
Cash flow from operations	**-966,713**	**929,832**
Cash flow from investing activities		
Divestment of sector institution, net of cash	0	29,174
Dividends received	7,492	21,077
Acquisition of intangible assets	-257	-950
Acquisition of tangible assets	-5,378	-2,154
Sale of tangible assets	0	5,030
Cash flow from investing activities	**1,857**	**52,177**
Cash flow from financing activities		
Change in loans from central banks and credit institutions	-42,857	-57,143
Issued bonds at amortised cost	244,062	250,000
Redemption of issued bonds at amortised cost	-216,138	-340,000
Payment of dividends	-202,000	-350,000
Payment of dividends, own shares	553	958
Principal portion of lessee lease payments	-4,421	-4,255
Cash flow from financing activities	**-220,801**	**-500,439**
Cash flow	**-1,185,657**	**481,570**
Cash in hand and demand deposits with central banks, and due from		
Credit institutions, etc. at the beginning of the year	3,488,671	3,007,102
Cash flow	-1,185,657	481,570
Cash and due etc.	**2,303,014**	**3,488,671**
Cash and due etc.		
Cash in hand and demand deposits with central banks	2,132,876	3,249,492
Due from credit institutions, etc.	170,138	239,179
Total	**2,303,014**	**3,488,671**

Notes to the financial statements

Note 1 Significant accounting policies

The consolidated financial statements for the first nine months of 2026 have been prepared in accordance with IAS 34 "Interim Financial Reporting" supplemented by additional Faroese disclosure requirements for quarterly reports of listed financial companies and in accordance with the financial reporting requirements of the Nasdaq exchange in Copenhagen. The financial statements of the Parent Company, P/F Føroya Banki, have been prepared in accordance with the Faroese Financial Business Act and with the executive order on financial reports of credit institutions etc. of the Danish FSA as applied in the Faroe Islands and in Denmark.

The application of IAS 34 means that the disclosure of figures is less detailed than the disclosure in a full annual report and that the valuation principles laid down by the international financial reporting standards (IFRS) are applied.

The Group's significant accounting policies are consistent with those applied in the Annual Report 2025. The Annual Report 2025 provides a full description of the Group's significant accounting policies.

Future financial reporting standards and interpretations

The International Accounting Standards Board (IASB) has issued a number of new accounting standards (IAS and IFRS) and interpretations (IFRIC) that have not yet entered into force. Please refer to the Annual Report 2025 for further information.

Accounting estimates

The measurement of certain assets and liabilities requires management to estimate how future events will impact on the value of such assets and liabilities. Estimates of significance to the financial reporting are made in connection with determining the impairment of loans and advances, the fair value of unlisted financial instruments, provisions, business acquisitions etc. Estimates are based on assumptions that management considers appropriate, but which are inherently uncertain.

The most significant estimates that management makes in applying the Group's accounting policies and the most important uncertainty affecting estimates made when preparing the condensed interim report are unchanged from the estimates made in connection with the preparation of the Annual Report 2025 and the uncertainties prevailing at that time.

Determination of fair value

The fair value of financial assets is measured based on quoted market prices of financial instruments traded in active markets. If an active market exists, fair value is based on the most recently observed market price at the balance sheet date.

If a financial instrument is quoted in a market that is not active, the Group bases its measurement on the most recent transaction price. Adjustment is made for subsequent changes in market conditions, for instance by including transactions in similar financial instruments that are assumed to be motivated by normal business considerations.

If no active market for standard and simple financial instruments, such as interest rate and currency swaps and unlisted bonds, exists, generally accepted valuation techniques rely on market-based parameters for measuring fair value. The results of calculations made based on valuation techniques are often estimates because exact values cannot be determined from market observations. Consequently, additional parameters, such as liquidity risk and counterparty risk, are sometimes used for measuring fair value.

Notes - Føroya Banki Group

Note

2	**Operating segments Q1-Q3 2026, (DKK 1,000)**	**Banking**				**Non-life Insurance[1]**	**Elimination**	**Group**
		Personal	**Corporate**	**Other**	**Total**	**Faroe Islands**		**Total**
	External interest income, Net	132,359	152,044	13,163	297,566	0		297,566
	Internal interest	9,626	-9,626	0	0			0
	Net interest income	**141,985**	**142,418**	**13,163**	**297,566**	**0**		**297,566**
	Net dividends and fee income	**59,716**	**23,264**	**2,594**	**85,575**	**0**	**-8,928**	**76,647**
	Net insurance result	**0**	**0**	**143**	143	**18,503**	**12,219**	30,865
	Other income	4,407	-6,403	34,910	32,914	0	-1,137	31,777
	Total income	**206,109**	**159,279**	**50,810**	**416,198**	**18,503**	**2,154**	**436,854**
	Total operating expenses	**64,200**	**15,835**	**125,865**	**205,900**	**0**	**2,154**	**208,054**
	of which depreciation and amortisation	*738*	*7*	*6,355*	*7,100*	*0*		*7,100*
	Profit before impairment charges on loans	**141,909**	**143,444**	**-75,055**	**210,298**	**18,503**	**0**	**228,801**
	Impairment charges	-6,863	5,732	-1,378	-2,509	0		-2,509
	Profit before tax	**148,772**	**137,712**	**-73,677**	**212,807**	**18,503**	**0**	**231,310**
	Total assets	**5,060,465**	**4,880,219**	**5,527,289**	**15,467,973**	**326,622**		**15,794,594**
	of which Loans and advances	*5,060,465*	*4,870,423*		*9,930,888*			*9,930,888*
	Total liabilities	**6,730,078**	**4,923,141**	**1,940,409**	**13,593,628**	**199,911**		**13,793,539**
	of which Deposits	*6,730,078*	*4,923,141*		*11,653,219*		*-25,397*	*11,627,822*
	of which Insurance liabilities			*5*		*181,446*		*181,451*

1) Please refer to the income statement for a break down of the net insurance result including significant insurance expences.

Operating segments Q1-Q3 2025, (DKK 1,000)	**Banking**				**Non-life Insurance[1]**	**Elimination**	**Group**
	Personal	**Corporate**	**Other**	**Total**	**Faroe Islands**		**Total**
External interest income, Net	125,718	155,813	12,214	293,745	0		293,745
Internal interest	19,127	-19,127	0	0			0
Net interest income	**144,845**	**136,686**	**12,214**	**293,745**	**0**		**293,745**
Net dividends and fee income	**66,793**	**20,002**	**135**	**86,929**	**0**	**-8,595**	**78,334**
Net insurance result	**0**	**0**	**-54**	-54	**36,645**	**10,873**	47,464
Other income	4,060	7,555	37,419	49,034	0	-761	48,274
Total income	**215,698**	**164,243**	**49,713**	**429,654**	**36,645**	**1,517**	**467,816**
Total operating expenses	**58,328**	**14,030**	**125,017**	**197,375**	**0**	**1,517**	**198,892**
of which depreciation and amortisation	*677*	*0*	*5,804*	*6,481*	*0*		*6,481*
Profit before impairment charges on loans	**157,369**	**150,213**	**-75,304**	**232,279**	**36,645**	**0**	**268,924**
Impairment charges	1,999	-3,868	232	-1,636	0		-1,636
Profit before tax	**155,370**	**154,081**	**-75,536**	**233,915**	**36,645**	**0**	**270,560**
Total assets	**4,523,436**	**5,076,606**	**5,247,992**	**14,848,035**	**322,151**		**15,170,186**
of which Loans and advances	*4,523,436*	*5,076,606*		*9,600,042*			*9,600,042*
Total liabilities	**6,176,937**	**4,657,539**	**2,197,297**	**13,031,773**	**193,743**		**13,225,516**
of which Deposits	*6,176,937*	*4,657,539*		*10,834,476*		*-31,448*	*10,803,028*
of which Insurance liabilities			*2,171*		*178,010*		*180,182*

1) Please refer to the income statement for a break down of the net insurance result including significant insurance expences.

Føroya Banki Group - Geografical revenue information

Note

2 (cont'd) **Geografical segments, (DKK 1,000)**	**Total income**		**Non current assets**		**Additions to tangible assets**		**Additions to intangible assets**	
	Q1-Q3 2026	**Q1-Q3 2025**	**Q1-Q3 2026**	**Q1-Q3 2025**	**Q1-Q3 2026**	**Q1-Q3 2025**	**Q1-Q3 2026**	**Q1-Q3 2025**
Faroe Islands	394,627	421,736	110,372	111,985	5,140	68	-959	3,508
Greenland	42,227	46,080	34,886	35,063	350	638	0	0
Total	**436,854**	**467,816**	**145,257**	**147,048**	**5,490**	**706**	**-959**	**3,508**

	Impairments		**Investment portfolio earnings**	
Geografical segments, (DKK 1,000)	**Q1-Q3 2026**	**Q1-Q3 2025**	**Q1-Q3 2026**	**Q1-Q3 2025**
Faroe Islands	601	12,667	20,206	35,697
Greenland	-3,110	-14,303	0	0
Total	**-2,509**	**-1,636**	**20,206**	**35,697**

Income from external customers are divided into activities related to the customers's domiciles. Assets include all non-current assets, i.e. intangible assets, material assets, investment properties and holdings in associates.

	Total income		**Profit before tax**		**Tax**		**FTE**	
Operational segments, (DKK 1,000)	**Q1-Q3 2026**	**Q1-Q3 2025**	**Q1-Q3 2026**	**Q1-Q3 2025**	**Q1-Q3 2026**	**Q1-Q3 2025**	**Q1-Q3 2026**	**Q1-Q3 2025**
Faroe Islands, Banking, Other	363,763	374,272	173,205	176,451	33,402	33,929	169	164
Faroe Islands, Insurance	30,865	47,464	30,865	47,464	3,331	6,596	20	21
Greenland, Banking	42,227	46,080	27,239	46,643	7,387	12,360	21	17
Total	**436,854**	**467,816**	**231,310**	**270,558**	**44,120**	**52,885**	**209**	**202**

The geographical distribution of the Group's income and assets must be disclosed in accordance with IFRS and does not reflect the management operating segments of the Group though the financial development in Greenland and Faroe Islands are measured separately. Management assesses that the operating segments provide a more meaningful description of the Group's activities.

Notes

Note	DKK 1,000	Group		Føroya Banki	
		Q1-Q3 2026	Q1-Q3 2025	Q1-Q3 2026	Q1-Q3 2025
3	**Interest income**				
	Credit institutions and central banks	45,194	33,164	45,194	33,164
	Loans and advances	345,122	354,369	345,122	354,369
	Bonds	12,948	12,506	12,948	12,506
	Total derivatives of which:	1,502	7,269	1,502	7,269
	Currency contracts	*36*	*-28*	*36*	*-28*
	Interest rate contracts	*1,466*	*7,297*	*1,466*	*7,297*
	Other interest income	176	6,213	176	6,213
	Total interest income	**404,941**	**413,521**	**404,942**	**413,521**
4	**Interest expenses**				
	Credit institutions and central banks	10,922	18,382	10,922	18,382
	Deposits	55,221	65,662	55,222	65,662
	Issued bonds	34,685	30,677	34,685	30,677
	Subordinated debt	5,055	3,668	5,055	3,668
	Lease liabilities	1,396	1,478	1,396	1,478
	Other interest expenses	97	-91	96	-91
	Total interest expenses	**107,376**	**119,776**	**107,376**	**119,776**
5	**Net fee and commission income**				
	Fee and commission income				
	Securities trading and custody accounts	14,223	12,807	14,223	12,807
	Credit transfers	16,968	16,793	16,968	16,793
	Loan commissions	3,307	3,561	3,307	3,561
	Guarantee commissions	18,122	17,219	18,122	17,219
	Other fees and commissions	22,152	18,148	31,080	26,743
	Total fee and commission income	**74,772**	**68,528**	**83,700**	**77,123**
	Fee and commissions paid				
	Securities trading and custody accounts	5,617	4,602	5,617	4,602
	Net fee and commission income	**69,154**	**63,926**	**78,082**	**72,522**
6	**Market value adjustments**				
	Loans and advances	-7,142	-1,085	-7,142	-1,085
	Bonds	-3,890	13,200	-3,890	13,200
	Shares	8,931	12,102	8,931	12,102
	Foreign exchange	8,902	6,700	8,902	6,700
	Total derivatives of which:	8,877	377	8,877	377
	Currency Swaps	*-803*	*901*	*-803*	*901*
	Interest Swaps	*8,356*	*-1,822*	*8,356*	*-1,822*
	Other contracts	*1,324*	*1,297*	*1,324*	*1,297*
	Assets under pooled schemes	9,591	3,138	9,591	3,138
	Deposits in pooled schemes	-9,591	-3,138	-9,591	-3,138
	Total market value adjustments	**15,679**	**31,293**	**15,679**	**31,293**

Note	DKK 1,000	Group		Føroya Banki	
		Q1-Q3 2026	Q1-Q3 2025	Q1-Q3 2026	Q1-Q3 2025
7	**Other operating income**				
	Profit on sale of properties	0	3,702	0	3,702
	Other income	11,572	8,874	4,275	1,496
	Total other operating income	**11,572**	**12,577**	**4,275**	**5,198**
8	**Staff costs and administrative expenses**				
	Staff costs:				
	Salaries	96,935	95,206	88,424	82,219
	Pensions	14,482	13,915	12,621	12,151
	Social security expenses	15,125	14,447	13,565	12,876
	Total staff costs	**126,542**	**123,569**	**114,611**	**107,246**
	Administrative expenses:				
	IT	52,943	53,139	49,391	50,171
	Marketing etc	8,327	6,675	6,707	5,808
	Education etc	3,270	2,703	2,922	2,306
	Other expenses	22,445	27,322	19,155	20,028
	Total administrative expenses	**86,985**	**89,840**	**78,174**	**78,312**
	Total staff costs	126,542	123,569	114,611	107,246
	Total administrative expenses	86,985	89,840	78,174	78,312
	Staff and administrative costs incl. under the item "Insurance service expenses"	-12,836	-21,040	0	0
	Total staff costs and administrative expenses	**200,691**	**192,369**	**192,785**	**185,558**
	Number of employees				
	Average number of full-time employees in the period	205	203	176	174
	Executive remuneration:				
	Board of Directors	1,950	1,755	1,950	1,755
	Executive Board:				
	Salaries	2,907	2,406	2,907	2,406
	- less fees received from directorships	332	222	332	222
	The Bank's expense, salaries	2,576	2,184	2,576	2,184
	Pension	118	188	118	188
	Total executive board	**2,694**	**2,371**	**2,694**	**2,371**
	Total executive remuneration	**4,644**	**4,126**	**4,644**	**4,126**

Note	DKK 1,000	Group		Føroya Banki	
		Q1-Q3 2026	Q1-Q3 2025	Q1-Q3 2026	Q1-Q3 2025
9	**Impairment charges on loans and advances and provisions for guarantees etc.**				
	Impairment charges and provisions at 31 December 2025	179,289	179,881	179,289	179,881
	New and increased impairment charges and provisions	137,816	134,288	137,816	134,288
	Reversals of impairment charges and provisions	135,721	132,480	135,721	132,480
	Written-off, previously impaired	63	689	63	689
	Interest income on impaired loans	*1,031*	*2,813*	*1,031*	*2,813*
	Total impairment charges and provisions at 30 September 2026	**181,321**	**181,000**	**181,321**	**181,000**
	Impairment charges and provisions recognised in the income statement				
	Loans and advances at amortised cost	-6,508	1,286	-6,508	1,286
	Loans and advances at fair value	-494	-3,377	-494	-3,377
	Guarantiees and loan commitments	4,493	456	4,493	456
	Total individual impairment charges and provisions	**-2,509**	**-1,636**	**-2,509**	**-1,636**
	Stage 1 impairment charges				
	Stage 1 impairment charges etc. at 31 December 2025	102,561	78,972	102,561	78,972
	New and increased Stage 1 impairment charges	44,648	75,451	44,648	75,451
	Reversals, net of Stage 1 impairment charges	81,008	64,435	81,008	64,435
	Stage 1 impairment charges at 30 September 2026	**66,201**	**89,989**	**66,201**	**89,989**
	Total net impact recognised in the income statement	*-36,360*	*11,016*	*-36,360*	*11,016*
	Stage 2 impairment charges				
	Stage 2 impairment charges etc. at 31 December 2025	25,851	32,571	25,851	32,571
	New and increased impairment charges	77,547	35,904	77,547	35,904
	Reversals, net of impairment charges	31,989	32,158	31,989	32,158
	Stage 2 impairment charges at 30 September 2026	**71,409**	**36,316**	**71,409**	**36,316**
	Total net impact recognised in the income statement	*45,558*	3,745	*45,558*	*3,745*
	Weak Stage 2				
	Weak Stage 2 impairment charges etc. at 31 December 2025	19,288	6,331	19,288	6,331
	New and increased impairment charges	5,498	9,785	5,498	9,785
	Reversals, net of impairment charges	14,602	4,873	14,602	4,873
	Weak Stage 2 impairment charges at 30 September 2026	**10,184**	**11,243**	**10,184**	**11,243**
	Total net impact recognised in the income statement	*-9,104*	*4,913*	*-9,104*	*4,913*

Note 9 (cont'd) DKK 1.000	Group Q1-Q3 2026	Group Q1-Q3 2025	Føroya Banki Q1-Q3 2026	Føroya Banki Q1-Q3 2025
Stage 3 impairment charges				
Stage 3 impairment charges etc. at 31 December 2025	29,037	60,452	29,037	60,452
New and increased impairment charges	3,389	11,656	3,389	11,656
Reversals of impairment charges	5,882	29,978	5,882	29,978
Written-off, previously impaired	63	689	63	689
Write-offs charged directly to the income statement	459	756	459	756
Received on claims previously written off	4,033	1,387	4,033	1,387
Interest income on impaired loans	*1,031*	2,813	1,031	2,813
Stage 3 impairment charges at 30 September 2026	**26,481**	**41,442**	**26,481**	**41,442**
Total net impact recognised in the income statement	*-7,097*	-21,766	*-7,097*	-21,766
Purchased credit-impaired assets included in stage 3 above				
Purchased credit-impaired assets at 31 December 2025	941	1,096	941	1,096
Reversals of impairment charges	941	144	941	144
Purchased credit-impaired assets at 30 September 2026	**0**	**952**	**0**	**952**
Reclassified to Assets in disposal groups classified as held for sale				
Provisions for guarantees and undrawn credit lines				
Individual provisions at 31 December 2025	2,552	1,555	2,552	1,555
New and increased provisions	6,733	1,492	6,733	1,492
Reversals of provisions	2,240	1,036	2,240	1,036
Provisions for guarantees etc. at 30 September 2026	**7,045**	**2,011**	**7,045**	**2,011**
Total net impact recognised in the income statement	*4,493*	456	*4,493*	*456*
Provisions for guarantees and undrawn credit lines				
Stage 1 provisions	1,012	1,034	1,012	1,034
Stage 2 provisions	5,140	585	5,140	585
Weak Stage 2 provisions	0	0	0	0
Stage 3 provisions	893	392	893	392
Provisions for guarantees etc. at 30 September 2026	**7,045**	**2,011**	**7,045**	**2,011**

Note	DKK 1,000	Group Sept. 30 2026	Group Dec. 31 2025	Føroya Banki Sept. 30 2026	Føroya Banki Dec. 31 2025
10	**Due from credit institutions etc. specified by maturity**				
	On demand	170,138	239,179	170,138	239,179
	Total due from credit institutions etc.	**170,138**	**239,179**	**170,138**	**239,179**
11	**Contingent liabilities**				
	Guarantees				
	Financial guarantees	221,285	200,333	221,285	200,333
	Mortgage finance guarantees	332,519	321,353	332,519	321,353
	Registration and remortgaging guarantees	12,356	93,517	38,691	113,072
	Other garantees	70,591	63,907	239,704	196,347
	Total guarantees	**636,751**	**679,111**	**832,198**	**831,105**

The bank has entered in an ongoing tax dispute with the Danish tax authorities regarding the sale of the bank's Danish activities in 2021. At present the contingent liability could have a negative effect on the Group's equity of up to approx. DKK 30m.

12 **Assets deposited as collateral**

At September 30 2026 the Group had deposited cash amounting to DKK 38.9m (Dec. 31 2025 30.9m) with Danmarks Nationalbank (the Danish Central Bank) primarily in connection with cash deposits. The Group had deposited cash at a total market value of DKK 14.3m (Dec. 31 2025: DKK 12.0m) in connection with negative market value of derivatives.

Statement by the Executive Board and the Board of Directors

We have today considered and approved P/F Føroya Banki's interim report for the first nine months to 30 September 2026.

The consolidated financial statements for the first nine months to 30 September 2026 have been prepared in accordance with IAS 34, Interim Financial Reporting as adopted by the EU, while the interim financial statements of the Parent Company have been prepared in accordance with the Faroese Financial Business Act. Furthermore, the Interim Report has been prepared in accordance with additional Faroese disclosure requirements for interim reports of listed financial companies and in accordance with the financial reporting requirements of Nasdaq Copenhagen.

The interim financial statements have not been audited or reviewed.

We consider the accounting policies applied to be appropriate, such that the Interim Financial Report gives a true and fair view of the Group's and the Parent Company's assets, shareholders' equity and liabilities and financial position at 30 September 2026, and of the results of the Group's and the Parent Company's operations and the Group's and Parent Company's cash flows for the first nine months ended 30 September 2026.

In addition, we consider the Management's report to give a fair presentation of the development in the Group's activities and financial affairs, the profit for the period and the Group's financial position, as well as a description of the significant risks and elements of uncertainty that may affect the Group.

Tórshavn, 4 November 2026

Executive Board

Turið F. Arge
CEO

Board of Directors

Birgir Durhuus *Chair*	Annfinn Vitalis Hansen *Vice chair*	Kristian Reinert Davidsen
Marjun Hanusardóttir	Tom Ahrenst	Árni Tór Rasmussen
Oliver Granhøj	Kenneth M. Samuelsen	Svend Jacobsen

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Føroya Banki is a limited liability company incorporated and domiciled in the Faroe Islands.

The company is listed on Nasdaq Copenhagen.

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