Q3 Interim report 2026



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KLP Kommunekreditt AS

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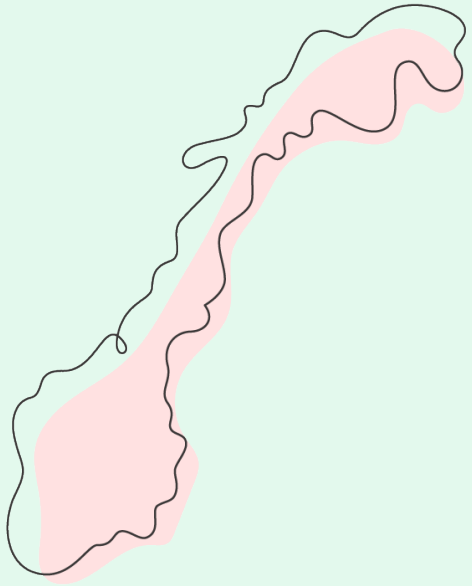


Interim Financial Statements Q3 2026

Main features by third quarter end:

- Decline in lending volume during the quarter
- Lower net interest income
- No realised loan losses

Objective

The Company's objective is financing KLP Banken's loans to municipalities, county administrations and enterprises carrying out public sector assignments. Loans to companies must be guaranteed by municipalities, county administrations or the central government under the Norwegian Local Government Act. Guarantees are to be of the ordinary surety type covering both repayments and interest. The lending business is principally funded issuing covered bonds (OMF).

KLP Kommunekreditt AS is a wholly owned subsidiary of KLP Banken AS. The KLP Banken AS is owned by Kommunal Landspensjonskasse (KLP).

Income statement

Operating profit before tax for the third quarter amounted to NOK -0.7 (24.0)[1] million. Year to date, the operating result was NOK 35.8 (69.2) million. Compared with the previous year, net interest income decreased, while net gains and losses on financial instruments increased. Operating expenses also increased.

Net interest income for the third quarter amounted to NOK 1.8 (29.1) million. Lower lending margins on the loan portfolio resulted in reduced net interest income compared with the previous year. Higher funding volumes and the associated interest expenses also contributed to the decline. A significant proportion of the increased liquidity has been invested in government and central bank certificates.

Net gains and losses on financial instruments for the third quarter amounted to NOK 5.5 (1.6) million. This mainly comprises costs related to the repurchase of borrowings and changes in the value of liquidity investments. Realised and unrealised changes in the value of the company's liquidity investments had a positive effect on the result of NOK 11.1 (1.6) million in the third quarter. A significant proportion of the changes in value relates to government and central bank certificates acquired as part of the build-up of liquidity reserves. The certificates are purchased at a discount and increase in value over their remaining term to maturity. For accounting purposes, this is recognised as changes in the value of financial instruments. This positive effect on the result should be viewed in conjunction with the interest expense on the funding used to finance these investments.

Operating expenses amounted to NOK -8.0 (-6.6) million for the third quarter. The Company has had no loan losses and maintains very low loss provisions.

Lending and total assets

Customer lending as of 30.09.2026 amounted to NOK 20.5 (20.6) billion. So far this year, customer lending has declined by NOK 2.0 billion. Borrowers consist of municipalities, county authorities and entities with municipal guarantees. Total assets amounted to NOK 25.3 (22.5) billion at the end of the quarter.

Liquid investments

The cover pool related to the Company's funding is subject to strict requirements. In addition to lending to the public sector, it consists of secure securities and bank deposits. The securities portfolio comprises certificates and bonds with very high credit quality, primarily covered bonds. As of 30.09.2026, the market value of the Company's interest-bearing securities portfolio was NOK 3.9 (0.9) billion.

Funding

The Company's funding consists of covered bonds (OMF) and loans from KLP Banken AS. Intragroup funding amounted to NOK 0.5 (1.7) billion at the end of the quarter. Outstanding covered bond debt totalled NOK 23.5 (19.7) billion.

No new covered bonds were issued during the third quarter. Net repurchases or sales from the Company's own holdings of previous issuances amounted to NOK -2.1 (0.0) billion in the third quarter. All covered bond issuances are rated Aaa by Moody's.

Risk management and capital adequacy

KLP Kommunekreditt AS has established a risk management framework to ensure that risks are identified, analysed and managed through policies, limits, procedures and instructions. The Company maintains a conservative risk profile, with earnings primarily generated through lending and funding activities and liquidity management. This implies low market risk. Interest rate risk arising from lending and funding activities is mitigated through the use of derivatives. The Company is required to maintain adequate long-term funding within established limits. Credit risk is very low, as lending is limited to exposures with municipal risk. Liquidity is placed with banks meeting high credit quality requirements and in securities in accordance with Board-approved credit guidelines.

Common equity Tier 1 (CET1) capital under the capital adequacy rules amounted to NOK 1,063 (1,011) million at the end of the third quarter of 2026. Loans to municipalities and county authorities carry a regulatory risk weight of 20 percent. The CET1 ratio and total capital adequacy ratio were 22.1 (21.9) percent at the end of the quarter. The minimum requirement for total capital adequacy is 17.5 percent. The leverage ratio was 4.2 (4.5) percent, compared with a minimum requirement of 3.0 percent.

[1] Figures in parenthesis refer to the corresponding period last year.

Outlook

KLP Kommunekreditt AS, together with KLP, aims to provide the municipal sector with favourable long-term financing. By offering competitive lending terms, the company aims to challenge the market and contribute to lower financing costs for the municipal sector as a whole. The overall growth in recent years demonstrates a solid market position.

High credit quality in the loan portfolios is expected to support favourable funding terms. Regulatory requirements for capital and liquidity applicable to banks and financial institutions necessitate sustainable earnings to ensure ongoing compliance with such requirements.

The market for lending to the municipal sector continues to grow, and a significant proportion of new borrowing is financed through the securities market rather than directly by financial institutions. KLP Kommunekreditt AS is well capitalised and benefits from its position as a stable, long-term lender in a low-risk market. The extent to which the Company can finance lending growth on terms that support sufficient profitability will largely depend on the general development of the financial markets. In connection with the Norwegian state budget for 2026, the Parliament requested the government to assess whether loans to municipalities should carry the same regulatory risk weight as loans to the central government (0 percent). To date, the government has not followed up this request.

Norwegian municipalities have developed a comprehensive range of public services. Increased life expectancy, demographic developments, income growth and climate risk are expected to result in substantial investment levels in the public sector in the years ahead. The Norwegian Association of Local and Regional Authorities (KS) has indicated in its annual budget survey that investment levels and new borrowing in 2026 are expected to remain broadly in line with 2025 levels. However, developments so far this year suggest that the growth in municipal debt has been somewhat lower than in the previous year. Demand for loans financing climate adaptation projects is also expected to increase going forward.

The Board assumes that there will continue to be a need for significant long-term and stable financing beyond what the securities market alone can provide to public sector borrowers. KLP Banken's expertise in municipal finance shall, irrespective of balance sheet size, be utilised in KLP's asset management mandate. Together, KLP Kommunekreditt AS and KLP will remain key providers of lending for public sector investment purposes.

Oslo, 4 November 2026

AAGE E. SCHAANNING
Chair

JANICKE E. FALKENBERG

INGER HEGNA

ROAR W. BAKKEN

CARL STEINAR LOUS
Managing Director

Income statement

KLP Kommunekreditt AS

NOTE	NOK THOUSAND	Q3 2026	Q3 2025	01.01.2026-30.09.2026	01.01.2025-30.09.2025	01.01.2025-31.12.2025
	Interest income, effective interest method	276,072	258,393	815,547	767,779	1,031,363
	Other interest income	88,638	58,150	230,728	204,976	261,267
3	**Total interest income**	**364,711**	**316,543**	**1,046,275**	**972,755**	**1,292,631**
	Interest expense, effective interest method	-313,717	-251,296	-860,111	-792,275	-1,054,810
	Other interest expenses	-49,186	-36,118	-142,863	-102,962	-147,163
3	**Total interest expense**	**-362,903**	**-287,414**	**-1,002,974**	**-895,237**	**-1,201,973**
3	**Net interest income**	**1,807**	**29,129**	**43,302**	**77,518**	**90,658**
13	Net gain/ (loss) financial instruments	5,482	1,570	11,023	7,456	7,787
	Total net gain/(loss) on financial instruments	**5,482**	**1,570**	**11,023**	**7,456**	**7,787**
	Other operating expenses	-8,024	-6,649	-18,533	-15,739	-20,661
14	Net loan losses	12	-9	19	-18	-36
	Total operating expenses	**-8,012**	**-6,658**	**-18,514**	**-15,757**	**-20,697**
	Operating profit/loss before tax	**-723**	**24,042**	**35,811**	**69,217**	**77,748**
	Tax ordinary income	5,946	-959	9,484	-2,237	216
	Profit/loss for the period	**5,223**	**23,083**	**45,294**	**66,980**	**77,964**
	Total other income and expenses	**0**	**0**	**0**	**0**	**0**
	Comprehensive income for the period	**5,223**	**23,083**	**45,294**	**66,980**	**77,964**

Balance

KLP Kommunekreditt AS

NOTE	NOK THOUSAND	30.09.2026	30.09.2025	31.12.2025
	ASSETS			
5	Loans to and receivables from credit institutions	739,987	817,481	600,019
4, 5	Loans to and receivables from customers	20,508,722	20,634,836	22,489,653
5	Fixed-income securities	3,923,851	941,842	1,873,879
5	Financial derivatives	91,142	110,683	52,603
9	Other assets	5,518	32,412	581
	Total assets	**25,269,220**	**22,537,254**	**25,016,736**

NOTE	NOK THOUSAND	30.09.2026	30.09.2025	31.12.2025
	LIABILITIES AND OWNERS EQUITY			
	LIABILITIES			
5, 8	Liabilities to credit institutions	500,996	1,653,271	901,704
5, 6	Liabilities created on issuance of securities	23,545,503	19,667,475	22,952,861
5	Financial derivatives	11,590	20,032	20,909
	Deferred tax liabilities	0	1,304	18,409
10	Other liabilities	98,555	115,800	32,935
10	Provision for accrued costs and liabilities	551	476	37
	Total liabilities	**24,157,194**	**21,458,357**	**23,926,855**
	EQUITY			
	Share capital	391,500	391,500	391,500
	Share premium	363,500	363,500	363,500
	Other accrued equity	311,731	256,917	334,881
	Profit for the period	45,294	66,980	0
	Total equity	**1,112,025**	**1,078,897**	**1,089,881**
	Total liabilities and equity	**25,269,220**	**22,537,254**	**25,016,736**

Statement of changes in equity

KLP Kommunekreditt AS

NOK THOUSAND	Share capital	Share premium	Other accrued equity	Total owners' equity
Equity 1 January 2026	**391,500**	**363,500**	**334,881**	**1,089,881**
Profit for the period	0	0	45,294	45,294
Other income and expenses	0	0	0	0
Total comprehensive income for the period	**0**	**0**	**45,294**	**45,294**
Group contribution received	0	0	82,075	82,075
Group contribution made	0	0	-105,225	-105,225
Total transactions with the owners	**0**	**0**	**-23,149**	**-23,149**
Equity 30 September 2026	**391,500**	**363,500**	**357,025**	**1,112,025**

NOK THOUSAND	Share capital	Share premium	Other accrued equity	Total owners' equity
Equity 1 January 2025	**391,500**	**363,500**	**274,237**	**1,029,237**
Income for the year	0	0	77,964	77,964
Other income and expenses	0	0	0	0
Total comprehensive income for the period	**0**	**0**	**77,964**	**77,964**
Group contribution received	0	0	61,410	61,410
Group contribution made	0	0	-78,731	-78,731
Total transactions with the owners	**0**	**0**	**-17,321**	**-17,321**
Equity 31 December 2025	**391,500**	**363,500**	**334,881**	**1,089,881**

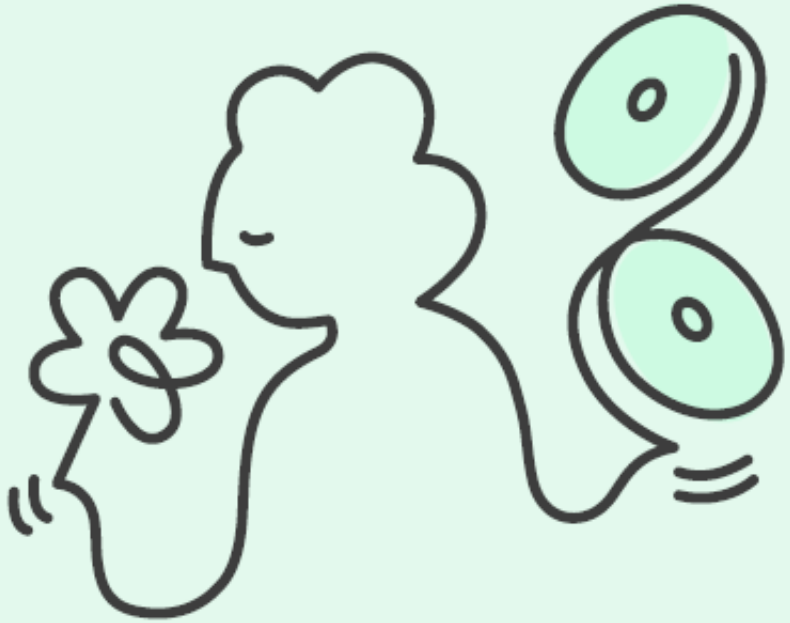
NOK THOUSAND	Share capital	Share premium	Other accrued equity	Total owners' equity
Equity 1 January 2025	**391,500**	**363,500**	**274,237**	**1,029,237**
Profit for the period	0	0	66,980	66,980
Other income and expenses	0	0	0	0
Total comprehensive income for the period	**0**	**0**	**66,980**	**66,980**
Group contribution received	0	0	61,410	61,410
Group contribution made	0	0	-78,731	-78,731
Total transactions with the owners	**0**	**0**	**-17,321**	**-17,321**
Equity 30 September 2025	**391,500**	**363,500**	**323,897**	**1,078,897**

Statement of cash flow

KLP Kommunekreditt AS

NOK THOUSAND	01.01.2026-30.09.2026	01.01.2025-30.09.2025	01.01.2025-31.12.2025
OPERATING ACTIVITIES			
Payments received from customers - interest	761,609	697,968	969,664
Payments made on issuance of loans to customers	-397,257	-2,869,578	-4,846,912
Receipts related to repayment and redemption of loans to customers	2,386,692	996,718	1,131,134
Receipts on loans from credit institutions	4,500,000	503,400	5,000,000
Repayments and redemption of securities debt	-2,932,000	-4,000,000	-5,000,000
Change in securities debt, own funds	-1,044,748	2,086,039	1,955,156
Net payment of interest on loans credit institions	-797,582	-691,318	-990,564
Receipts in internal funding	800,000	2,300,000	4,600,000
Disbursements in internal funding	-1,200,000	-1,600,000	-4,650,000
Net payment of interest on internal funding	-20,086	-57,795	-67,102
Payments on the purchase of securities	-5,795,783	-1,033,426	-3,380,462
Receipts on sale of securities	3,762,815	3,644,911	5,103,054
Receipts of interest from securities	79,026	94,411	89,818
Disbursements on operations	-16,710	-15,832	-21,369
Net receipts/disbursements from operating activities	43,807	47,789	-14,455
Interest from credit institutions	16,965	16,388	33,758
Net cash flow from operating activities	**146,750**	**119,675**	**-88,281**
INVESTMENT ACTIVITIES			
Net cash flow from investment activities	**0**	**0**	**0**

NOK THOUSAND	01.01.2026-30.09.2026	01.01.2025-30.09.2025	01.01.2025-31.12.2025
FINANCING ACTIVITIES			
Payment on group contribution	-23,149	-17,321	-17,321
Net cash flows from financing activities	**-23,149**	**-17,321**	**-17,321**
Net cash flow during the period	**123,600**	**102,354**	**-105,601**
Cash and cash equivalents at the start of the period	588,740	694,341	694,341
Cash and cash equivalents at the end of the period	712,340	796,696	588,740
Net receipts/disbursements	**123,600**	**102,354**	**-105,601**
Liquidity holdings comprise:			
Deposits with and receivables from banks with no agreed term	712,340	796,696	588,740
Total liquidity holdings at the end of the reporting period	**712,340**	**796,696**	**588,740**
Total interest received	**857,600**	**808,767**	**1,093,240**
Total interest paid	**-817,667**	**-749,113**	**-1,057,666**



Notes to the accounts

KLP KOMMUNEKREDITT AS

Note 1 General information

KLP Kommunekreditt AS was formed on 25 August 2009. The company is a credit enterprise that provides or acquires public sector loans that are guaranteed by the Norwegian municipalities. Borrowers provide surety covering both repayments and interest.

The object of the Company is primarily to finance activities by issuing covered bonds with security in public sector guarantees loans. Parts of these loans are listed on Oslo Børs (Stock Exchange).

KLP Kommunekreditt AS is registered and domiciled in Norway. It's head office is at Beddingen 8 in Trondheim, and the company has a branch office in Dronning Eufemiasgate 10 in Oslo.

The company is a wholly owned subsidiary of KLP Banken AS which is in turn wholly-owned by Kommunal Landspensjonskasse (KLP). KLP is a mutual insurance company.

Note 2 Accounting principles

The interim report includes the interim Financial Statements of KLP Kommunekreditt AS for the period 01.01.2026-30.09.2026. The financial statements for KLP Kommunekreditt AS have been prepared in accordance with IFRS Accounting Standards®) as adopted by the EU with some additions that follow The Norwegian Accounting Act and the Regulations concerning annual accounts for banks, mortgage firms and finance companies (the Accounting Regulations). The interim financial statements have been prepared in accordance with IAS 34 "Interim Financial Reporting".

The interim Financial Statements has not been audited.

Other accounting principles and calculations are the same in the interim financial statement as in the annual report for 2025 please see the annual report for further information.

CHANGES IN IFRS® ACCOUNTING STANDARDS

A new accounting standard on presentation and disclosure in financial statements, IFRS 18 Presentation and Disclosure in Financial Statements, issued by the IASB in April 2024, will be effective for annual reporting periods beginning on or after 1 January 2027. The new standard will replace IAS 1 Presentation of Financial Statements. It introduces new requirements for the presentation and disclosure of information in financial statements. It also introduces limited amendments to other standards, including IAS 7 Statement of Cash Flows. The objective is to improve the information provided in financial statements and enhance comparability between companies.

In the statement of profit or loss, income and expenses are classified into five categories: operating, investing, financing, income taxes and discontinued operations. New requirements are also introduced for the subtotals operating profit and profit before financing and income taxes. For KLP Kommunekreditt, IFRS 18 will, among other things, require assessments of the classification of income and expenses related to lending, financing and investing activities.

Note 3 Net interest income

NOK THOUSAND	Q3 2026	Q3 2025	01.01.2026-30.09.2026	01.01.2025-30.09.2025	01.01.2025-31.12.2025
Interest income on loans to customers	267,886	252,183	792,749	742,107	997,605
Interest income on loans to credit institutions	8,187	6,210	22,798	25,672	33,758
Total interest income, effective interest method	**276,072**	**258,393**	**815,547**	**767,779**	**1,031,363**
Interest income on fixed-income securities	37,482	13,389	80,073	84,329	97,875
Other interest income	51,156	44,760	150,655	120,647	163,393
Total other interest income	**88,638**	**58,150**	**230,728**	**204,976**	**261,267**
Total interest income	**364,711**	**316,543**	**1,046,275**	**972,755**	**1,292,631**
Interest expenses on debt from KLP Banken AS	-5,675	-22,158	-19,377	-59,241	-66,983
Interest expenses on issued securities	-308,042	-229,138	-840,734	-733,033	-987,827
Total interest expenses, effective interest method	**-313,717**	**-251,296**	**-860,111**	**-792,275**	**-1,054,810**
Other interest expenses	-49,186	-36,118	-142,863	-102,962	-147,163
Total other interest expenses	**-49,186**	**-36,118**	**-142,863**	**-102,962**	**-147,163**
Total interest expense	**-362,903**	**-287,414**	**-1,002,974**	**-895,237**	**-1,201,973**
Net interest income	**1,807**	**29,129**	**43,302**	**77,518**	**90,658**

Note 4 Loans to customers

NOK THOUSAND	30.09.2026	30.09.2025	31.12.2025
Principal on lending	20,358,559	20,473,904	22,338,082
Write-downs	-194	-195	-213
Accrued interest	234,258	219,316	203,118
Fair value hedging	-83,901	-58,189	-51,333
Total loans to and receivables from customers	**20,508,722**	**20,634,836**	**22,489,653**

All lending comprises loans to, or loans guaranteed by, Norwegian municipalities and county administrations, including loans to local government enterprises and intermunicipal (public sector lending). Guarantees are of the ordinary surety type covering both repayments and interest.

Note 5 Fair value hierarchy

Fair value shall be a representative price based on what a corresponding asset or liability would have been traded for on the balance sheet day. A financial instrument is considered to be listed in an active market if the listed price is simply and regularly available from a stock market, dealer, broker, industry grouping, price setting service or regulatory authority, and these prices represent actual and regularly occurring transactions at arm's length. If the market for the security is not active, or the security is not listed on a stock market or similar, valuation techniques are used to set fair value. These are based for example on information on recently completed transactions carried out on business terms and conditions, reference to trading in similar instruments and pricing using externally collected yield curves and yield spread curves. As far as possible the estimates are based on externally observable market data and to the least extent possible on company-specific information.

The different financial instruments are thus priced in the following way:

Fixed-income securities - government

Nordic Bond Pricing is used as a source for pricing Norwegian government bonds.

Fixed-income securities - other than government

Norwegian fixed-income securities are generally priced based on rates from Nordic Bond Pricing. Securities

not covered by Nordic Bond Pricing are priced theoretically. The theoretical price should be based on the discounted value of the security's future cash flows. Discounting is done using a swap curve adjusted for credit spread and liquidity spread. The credit spread should, to the extent possible, be based on a comparable bond from the same issuer. Liquidity spread is determined at the discretion of the evaluator.

Financial derivatives

These transactions are valued based on the applicable swap curve at the time of valuation. Derivative contracts are to be used only to hedge balance amounts and to enable payments obligations to be met. Derivative contracts may be struck only with counterparties with high credit quality.

Fair value of loans to Norwegian local administrations

Fair value of lending without fixed interest rates is considered virtually the same as book value since the contract terms are continuously changed in step with market interest rates. Fair value of fixed rate loans is calculated by discounting contractual cash flows by the marked rate including a relevant risk margin on the reporting date. This is measured at Level 2 in accordance with the fair value hierarchy.

Fair value of loans to and receivables from credit institutions

All receivables from credit institutions (bank deposits) are at variable interest rates. Fair value of these is considered virtually the same as book value since the contract terms are continuously changed in step with marked interest rates. This is measured at Level 2 in accordance with the fair value hierarchy.

Fair value of liabilities to credit institutions

These transactions are valued using a valuation model, including relevant credit spread adjustments obtained from the market. This is measured at Level 2 in accordance with the fair value hierarchy.

Liabilities created on issuance of covered bonds

Fair value in this category is determined on the basis of internal valuation models based on external observable data. This is measured at Level 2 in accordance with the fair value hierarchy.

NOK THOUSAND	Level 1	Level 2	Level 3	30.09.2026	30.09.2025	31.12.2025
FINANCIAL ASSETS AT FAIR VALUE						
Fixed-income securities	1,067,271	2,856,579	0	3,923,851	941,842	1,873,879
Financial derivatives	0	91,142	0	91,142	110,683	52,603
Total financial assets at fair value	**1,067,271**	**2,947,721**	**0**	**4,014,993**	**1,052,525**	**1,926,483**
LIABILITIES AT FAIR VALUE THROUGH PROFIT AND LOSS						
Financial derivatives	0	11,590	0	11,590	20,032	20,909
Liabilities at fair value through profit and loss	**0**	**11,590**	**0**	**11,590**	**20,032**	**20,909**

NOK THOUSAND	Level 1	Level 2	Level 3	Fair value 30.09.2026	Book value 30.09.2026	Fair value 30.09.2025	Book value 30.09.2025	Fair value 31.12.2025	Book value 31.12.2025
FINANCIAL ASSETS AT AMORTISED COST									
Loans to and receivables from credit institutions	0	739,987	0	739,987	739,987	817,481	817,481	600,019	600,019
Lending to the retail market	0	20,532,336	0	20,532,336	20,508,722	20,653,259	20,634,836	22,522,157	22,489,653
Total financial assets at amortised cost	**0**	**21,272,323**	**0**	**21,272,323**	**21,248,709**	**21,470,740**	**21,452,316**	**23,122,176**	**23,089,672**
FINANCIAL LIABILITIES AT AMORTISED COST									
Liabilities to credit institutions	0	500,996	0	500,996	500,996	1,653,271	1,653,271	901,704	901,704
Covered bonds issued	0	23,632,431	0	23,632,431	23,545,503	19,739,468	19,667,475	23,056,409	22,952,861
Total financial liabilities at amortised cost	**0**	**24,133,427**	**0**	**24,133,427**	**24,046,499**	**21,392,738**	**21,320,746**	**23,958,113**	**23,854,565**

Level 1: Instruments at this level obtain fair value from listed prices in an active market for identical assets or liabilities to which the entity has access at the reporting date. Examples of instruments in Level 1 are stock market listed securities.

Level 2: Instruments at this level obtain fair value from observable market data. This includes prices based on identical instruments, but where the instrument does not maintain a high enough trading frequency and is not therefore considered to be traded in an active market, as well as prices based on corresponding assets and price-leading indicators that can be confirmed from market information. Example instruments at Level 2 are fixed-income securities priced on the basis of interest rate paths.

Level 3: Instruments at Level 3 contain non-observable market data or are traded in markets considered to be inactive. The price is based generally on discrete calculations where the actual fair value may deviate if the instrument were to be traded.

Note 5 discloses the fair value of financial assets and financial liabilities that are recognised at amortised cost. Financial assets measured at amortised cost comprise lending to and due to credit institutions, and retail customers. The stated fair value of these assets is determined on terms qualifying for level 2. Financial liabilities recognised at amortised cost consist of debt securities issued. The stated fair value of these liabilities is determined by methods qualifying for level 2.

There have been no transfers between Level 1 and Level 2.

Note 6 Debt securities issued

NOK THOUSAND	30.09.2026	30.09.2025	31.12.2025
Bond debt, nominal amount	24,518,000	19,453,400	22,950,000
Adjustments	-50,068	-10,031	-22,196
Accrued interest	217,571	224,105	178,058
Own holdings, nominal amount	-1,140,000	0	-153,000
Total debt securities issued	**23,545,503**	**19,667,475**	**22,952,861**
Interest rate on borrowings through the issuance of securities on the reporting date:	5.00%	4.77%	4.63%

The interest rate is calculated as a weighted average of the act/360 basis. It includes interest rate effects and amortisation costs.

NOK THOUSAND	Balance sheet 31.12.2025	Issued	Matured/ redeemed	Other adjustments	Balance sheet 30.09.2026
Bond debt, nominal amount	22,950,000	4,500,000	-2,932,000	0	24,518,000
Adjustments	-22,196	0	0	-27,872	-50,068
Accrued interest	178,058	0	0	39,513	217,571
Own holdings, nominal amount	-153,000	0	-987,000	0	-1,140,000
Total debt securities issued	**22,952,861**	**4,500,000**	**-3,919,000**	**11,642**	**23,545,503**

Note 7 Over-collateralisation

NOK THOUSAND	30.09.2026	30.09.2025	31.12.2025
SECURITY POOL			
Loans to customers	20,532,214	20,661,242	19,439,732
Financial derivatives (net)	79,535	89,623	55,332
Additional collateral [1]	4,890,574	1,275,223	3,725,232
Total security pool	**25,502,322**	**22,026,088**	**23,220,296**
Outstanding covered bonds incl. own funds and premium/discount	24,760,593	19,739,468	21,055,555
Coverage of the security pool	**103.0%**	**111.6%**	**110.3%**
Over-collateralisation	3.0%	11.6%	10.3%

[1] Additional collateral includes loans and receivables from credit institutions, bonds and certificates. Liquid assets used in the LCR liquidity reserve are not included in additional collateral.

Section 11-7 of the Regulations on Financial Institutions lays down a requirement for over-collateralisation by at least 2 percent of the value of the outstanding covered bonds.

Note 8 Liabilities to credit institutions

30.09.2026 NOK THOUSAND	Due date	Nominal	Accrued interest	Book value
Debt to KLP Banken AS	15.12.2027	500,000	996	500,996
Total liabilities to credit institutions		**500,000**	**996**	**500,996**

Interest rate on debt to credit institutions at the reporting date: 4.48 %

The interest rate is calculated as a weighted average of the act/360 basis.

30.09.2025 NOK THOUSAND	Due date	Nominal	Accrued interest	Book value
Debt to KLP Banken AS	15.12.2026	500,000	991	500,991
Debt to KLP Banken AS	15.12.2026	550,000	1,090	551,090
Debt to KLP Banken AS	15.12.2026	200,000	396	200,396
Debt to KLP Banken AS	15.12.2026	400,000	793	400,793
Total liabilities to credit institutions		**1,650,000**	**3,271**	**1,653,271**

Interest rate on debt to credit institutions at the reporting date: 4.46%

The interest rate is calculated as a weighted average of the act/360 basis.

31.12.2025 NOK THOUSAND	Due date	Nominal	Accrued interest	Book value
Debt to KLP Banken AS	15.12.2027	400,000	810	400,810
Debt to KLP Banken AS	15.12.2027	500,000	894	500,894
Total liabilities to credit institutions		**900,000**	**1,704**	**901,704**

Interest rate on debt to credit institutions at the reporting date: 4.29%

The interest rate is calculated as a weighted average of the act/360 basis.

Note 9 Other assets

NOK THOUSAND	30.09.2026	30.09.2025	31.12.2025
Intercompany receivables	3,830	7,042	0
Prepaid expenses	1,058	634	0
Miscellaneous receivables	630	24,736	581
Total other assets	**5,518**	**32,412**	**581**

Note 10 Other liabilities and provision for accrued costs

NOK THOUSAND	30.09.2026	30.09.2025	31.12.2025
Creditors	334	113	113
Intercompany payables	2,424	1,161	341
Short-term balances with credit institutions	85,800	94,100	31,900
Other liabilities	9,997	20,426	581
Total other liabilities	**98,555**	**115,800**	**32,935**
VAT	551	476	37
Total accrued costs and liabilities	**551**	**476**	**37**

Note 11 Capital adequacy

NOK THOUSAND	30.09.2026	30.09.2025	31.12.2025
Share capital and share premium fund	755,000	755,000	755,000
Other owners' equity	311,731	256,917	334,881
Total owners' equity	**1,066,731**	**1,011,917**	**1,089,881**
Adjustments due to requirements for proper valuation	-3,924	-942	-1,874
Core capital/Tier 1 capital	**1,062,807**	**1,010,975**	**1,088,007**
Supplementary capital/Tier 2 capital	0	0	0
Supplementary capital/Tier 2 capital	**0**	**0**	**0**
Total eligible own funds (Tier 1 and Tier 2 capital)	1,062,807	1,010,975	1,088,007
Capital requirement	385,203	368,732	400,258
Surplus of own funds (Tier 1 and Tier 2 capital)	**677,604**	**642,243**	**687,749**
Estimate basis credit risk:			
Institutions	155,647	172,957	116,828
Local and regional authorities (incl. municipalities/county administations)	4,292,205	4,154,937	4,639,482
Covered bonds	191,928	71,191	71,202
Other items	1,688	25,370	581
Calculation basis credit risk	**4,641,468**	**4,424,455**	**4,828,094**
Credit risk	371,317	353,956	386,248
Operating risk	13,335	14,132	13,335
Credit valuation adjustments (CVA)	551	644	675
Total capital requirement assets	**385,203**	**368,732**	**400,258**
Core capital adequacy ratio	22.1 %	21.9%	21.7%
Supplementary capital ratio	0.0 %	0.0%	0.0%
Capital adequacy ratio	**22.1 %**	**21.9%**	**21.7%**
Leverage ratio	**4.2 %**	**4.5%**	**4.4%**

CAPITAL REQUIREMENT PER 30.09.2026	Core capital/ Tier 1 capital	Supplementary capital/Tier 2 capital	Own funds
Minimum requirement excl. buffers	4.5%	3.5%	8.0%
Protective buffer	2.5%	0.0%	2.5%
Systemic risk buffer	4.5%	0.0%	4.5%
Counter-cyclical capital buffer	2.5%	0.0%	2.5%
Current capital requirement including buffers	**14.0%**	**3.5%**	**17.5%**
Capital requirement leverage ratio	**3.0%**	**0.0%**	**3.0%**

Note 12 Contingent liabilites

NOK THOUSAND	30.09.2026	30.09.2025	31.12.2025
Loan commitment	30,000	77,773	47,040
Total contingent liabilities	**30,000**	**77,773**	**47,040**

Note 13 Net gain/(loss) on financial instruments

NOK THOUSAND	Q3 2026	Q3 2025	01.01.2026-30.09.2026	01.01.2025-30.09.2025	01.01.2025-31.12.2025
Net gain/(loss) on fixed-income securities	11,091	1,570	18,384	7,602	12,495
Net gain/(loss) financial derivatives and realised amortisation linked to lending	0	0	-103	0	-1,481
Net gain/(loss) financial derivatives and realised repurchase of own debt	-5,609	0	-7,258	-146	-3,227
Total net gain/(loss) on financial instruments	**5,482**	**1,570**	**11,023**	**7,456**	**7,787**

Note 14 Loan loss provision

Changes in provisions for expected losses in the third quarter of 2026 are related to changes in lending volume. No changes have been made to the assumptions or inputs used in the model for calculating loss provisions during the third quarter of 2026.

Refer to Note 7 and Note 2 in the annual report for more details of the model.

EXPECTED CREDIT LOSS (ECL) - LOANS TO CUSTOMERS - PUBLIC LENDING

NOK THOUSAND	12 months ECL	Lifetime ECL (not credit impaired)	Lifetime ECL (credit impaired)	30.09.2026	30.09.2025	31.12.2025
	Stage 1	Stage 2	Stage 3	Total stage 1-3	Total stage 1-3	Total stage 1-3
Allowance 01.01.	213	0	0	213	177	177
Transfer to stage 1	0	0	0	0	0	0
Transfer to stage 2	0	0	0	0	0	0
Transfer to stage 3	0	0	0	0	0	0
Net changes	-6	0	0	-6	-6	-8
New losses	12	0	0	12	38	65
Write-offs	-26	0	0	-26	-14	-20
Allowance 30.09. / 31.12.	**194**	**0**	**0**	**194**	**195**	**213**
Change 01.01.- 30.09. / 31.12.	-19	0	0	-19	18	36

BOOK VALUE OF LOANS AND RECEIVABLES FOR CUSTOMERS - PUBLIC LENDING

NOK THOUSAND	12 months ECL	Lifetime ECL (not credit impaired)	Lifetime ECL (credit impaired)	30.09.2026	30.09.2025	31.12.2025
	Stage 1	Stage 2	Stage 3	Total stage 1-3	Total stage 1-3	Total stage 1-3
Lending 01.01.	22,541,200	0	0	22,541,200	18,770,141	18,770,141
Transfer to stage 1	0	0	0	0	0	0
Transfer to stage 2	0	0	0	0	0	0
Transfer to stage 3	0	0	0	0	0	0
Net changes	-565,346	0	0	-565,346	-625,525	-1,015,805
New lending	1,323,468	0	0	1,323,468	4,075,731	6,845,946
Write-offs	-2,706,505	0	0	-2,706,505	-1,527,127	-2,059,083
Lending 30.09. / 31.12.	**20,592,816**	**0**	**0**	**20,592,816**	**20,693,220**	**22,541,200**
Fair value hedging	-83,901	0	0	-83,901	-58,189	-51,333
Recognised loan loss provisions	-194	0	0	-194	-195	-213
Book value of loans to public lending 30.09. / 31.12.	**20,508,722**	**0**	**0**	**20,508,722**	**20,634,836**	**22,489,653**

Quarterly earnings trend

NOK MILLION	Q3 2026	Q2 2026	Q1 2026	Q4 2025	Q3 2025
Interest income	364.7	352.2	329.3	319.9	316.5
Interest expense	-362.9	-331.7	-308.4	-306.7	-287.4
Net interest income	**1.8**	**20.5**	**20.9**	**13.1**	**29.1**
Net gain/(loss) financial instruments	5.5	5.7	-0.2	0.3	1.6
Total net gain/(loss) financial instruments	**5.5**	**5.7**	**-0.2**	**0.3**	**1.6**
Other operating expenses	-8.0	-4.5	-6.0	-4.9	-6.6
Total operating expenses	**-8.0**	**-4.5**	**-6.0**	**-4.9**	**-6.7**
Operating profit/loss before tax	**-0.7**	**21.8**	**14.8**	**8.5**	**24.0**
Tax ordinary income	5.9	1.0	2.5	2.5	-1.0
Profit/loss for the period	**5.2**	**22.8**	**17.3**	**11.0**	**23.1**

Key figures accumulated

NOK MILLION	Q3 2026	Q2 2026	Q1 2026	Q4 2025	Q3 2025
Profit before tax	35.8	36.5	14.8	77.7	69.2
Net interest income	43.3	41.5	20.9	90.7	77.5
Other operating expenses	-18.5	-10.5	-6.0	-20.7	-15.7
Net gain/(loss) financial instruments	11.0	5.5	-0.2	7.8	7.5
Loans to and receivables from customers	20,508.7	21,684.4	21,923.2	22,489.7	20,634.8
Non-performing loans	0.0	0.0	0.0	0.0	0.0
Total liabilities created on issuance of securities	23,545.5	25,681.7	23,448.7	22,952.9	19,667.5
Other loans	501.0	501.0	500.9	901.7	1,653.3
Total assets	25,269.2	27,393.6	25,129.9	25,016.7	22,537.3
Average total assets	25,143.0	26,205.2	25,073.3	24,041.9	22,802.1
Equity	1,112.0	1,106.8	1,084.0	1,089.9	1,078.9
Net interest rate	0.17 %	0.16%	0.08%	0.38%	0.34%
Profit from ordinary operations as a % of average total assets	0.14 %	0.14%	0.06%	0.32%	0.30%
Return on equity before tax	4.38 %	6.70%	5.42%	7.55%	8.97%
Capital adequacy	22.1 %	20.3%	21.1%	21.7%	21.9%
Liquidity coverage ratio (LCR)	295 %	1,537%	485%	2,265%	873%

Contact information

Visiting address Trondheim:
Beddingen 8

Visiting address Oslo:
Dronning Eufemias gate 10

Phone number: 55 54 85 00

Electronic inquiries:

klp.no/bank

Organisational number: 994 526 944