

Steady as she goes

Merkur Privatbank (Merkur) reported solid Q2 numbers on July 31st. Driven by a strong development of net commissions, operating profit increased by 6% yoy in the quarter, which clearly exceeded our expectations. Our new PT of EUR 19 (was EUR 18) is based upon the average of the fair values derived by a Gordon Growth and a Dividend Discount model. Hence, we confirm our "buy" recommendation.

Solid Q2 numbers

Munich-based Merkur reported solid Q2 numbers on July 31st. Thanks to a strong development of revenues from net commissions that compensated for a lower net interest result, revenues rose by 4% yoy in the quarter, according to our calculations. On top of that, cost discipline was good, resulting in an increase of operating profit by 6% yoy in the quarter, which clearly exceeded our expectations.

Based on what we consider conservative assumptions...

Our model estimates above are based on following assumptions: We believe that the loan book will grow by 2% p.a. in the coming years and the net interest margin will remain around current levels. After a strong H1, we believe that commission income will grow by roughly 40% in 2024 and by 4% thereafter. We believe that CIR will slightly decrease to below 57% in 2024 and continue to be around 57-58% in the coming years. We conservatively expect risk provisions to remain at present levels. Combined with a tax rate of 33% of EBT, we arrive at a net profit that is going to rise from EUR 12.7m in 2024e to above EUR 16m in 2027e. Importantly, the estimates above do not include any contributions from the Otto M. Schröder Bank, which is about to be acquired by Merkur.

... our new PT is EUR 19

Our new PT of EUR 19 (was EUR 18) is based upon the average of the fair values derived by a Gordon Growth and a Dividend Discount model. Hence, we confirm our "buy" recommendation. We think Merkur is an interesting quality name for investors who seek exposure to the private banking sector in Germany. With this update, the coverage is transferred from Philipp Hässler to Knud Hinkel.

EURm	2022	2023	2024e	2025e	2026e
M.cap.	106	127	113	113	113
NII	70	96	91	90	92
Other inc.	6	(1)	2	4	4
Op.costs	(62)	(66)	(69)	(71)	(73)
L.losses	(8)	(8)	(9)	(9)	(9)
Net profit	10	11	13	14	15
EPS	1.27	1.39	1.63	1.85	1.98
EPS adj	1.27	1.39	1.63	1.85	1.98
P/E	10.7	11.7	8.9	7.8	7.3
P/B	0.93	1.05	0.87	0.81	0.75
Yield (%)	3.3	3.1	3.8	4.1	4.5
ROE (%)	9.0	9.3	10.1	10.7	10.6

Source: Pareto Securities

Target price (EUR)	19.0	▲	BUY
Share price (EUR)	14.5	—	HOLD
		▼	SELL

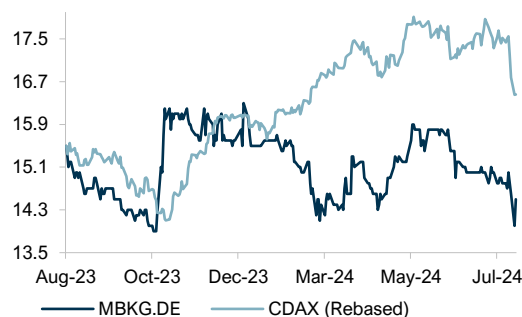
Forecast changes

%	2024e	2025e	2026e
NII	0	(1)	(2)
Operating inc.	6	6	5
PBLL	14	16	14
EPS	12	22	22

Source: Pareto Securities

Ticker	MBKG.DE, MBK GY
Sector	Banks
Shares fully diluted (m)	7.8
Market cap (EURm)	113

Performance



Source: FactSet

Pareto Securities AS has been paid by the issuer to produce this research report. This material is considered by Pareto Securities to qualify as an acceptable minor non-monetary benefit according to the EU MIFID 2 directive.

Analysts

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H1 wrap-up

Q2

Merkur Privatbank		Q2 2023	Actual Q2 2024	yoy (%)
Revenues	EURm	30.3	31.6	4
of which NII	"	24.7	23.9	-3
of which net commissions	"	5.3	7.6	43
of which other	"	0.6	0.4	-32
Expenses	"	16.1	17.0	5
CIR	%	53%	54%	
Risk provisions	EURm	4.9	4.8	-3
Operating profit	EURm	9.2	9.8	6
Net income	EURm	2.0	2.4	24
Other KPI				
Lending volume	EURm	2,801	3,163	13
Risk costs (annualized)	bps	73	61	-17
Net interest margin (annualized)	%	3.0%	2.4%	-20

Source: Company, Pareto Securities

H1

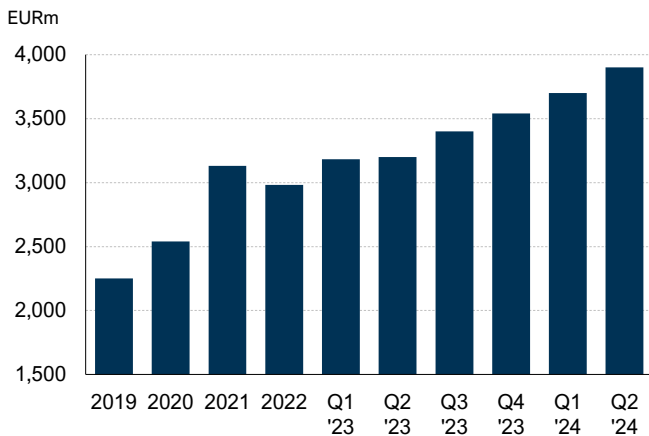
Merkur Privatbank		H1 2023	Actual H1 2024	yoy (%)
Revenues	EURm	59.2	61.0	3
of which NII	"	48.7	46.3	-5
of which net commissions	"	10.1	14.7	45
of which other	"	1.3	1.0	-27
Expenses	"	31.5	34.0	8
CIR	%	53%	56%	
Risk provisions	EURm	9.4	9.4	0
Operating profit	EURm	18.3	17.7	-4
Net income	EURm	4.3	5.1	19
Other KPI				
Lending volume	EURm	2,801	3,163	13
Risk costs (annualized)	bps	69	60	-14
Net interest margin (annualized)	%	3.0%	2.4%	-21

Source: Company, Pareto Securities

Munich-based Merkur Privatbank reported solid Q2 numbers on July 31st. Thanks to a strong development of revenues from net commissions that compensated for a lower net interest result, revenues rose by 4% yoy in the quarter, according to our calculations. This was due a strong development of the private wealth business and strong demand for real estate loans, we understand.

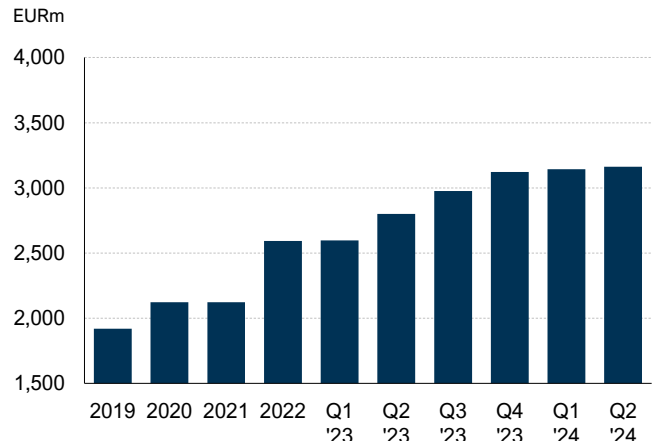
On top of that, cost discipline was good, resulting in an increase of operating profit by 6% yoy in the quarter, which clearly exceeded our expectations.

Assets under management (AuM)



Source: Company, Pareto Securities

Loan portfolio



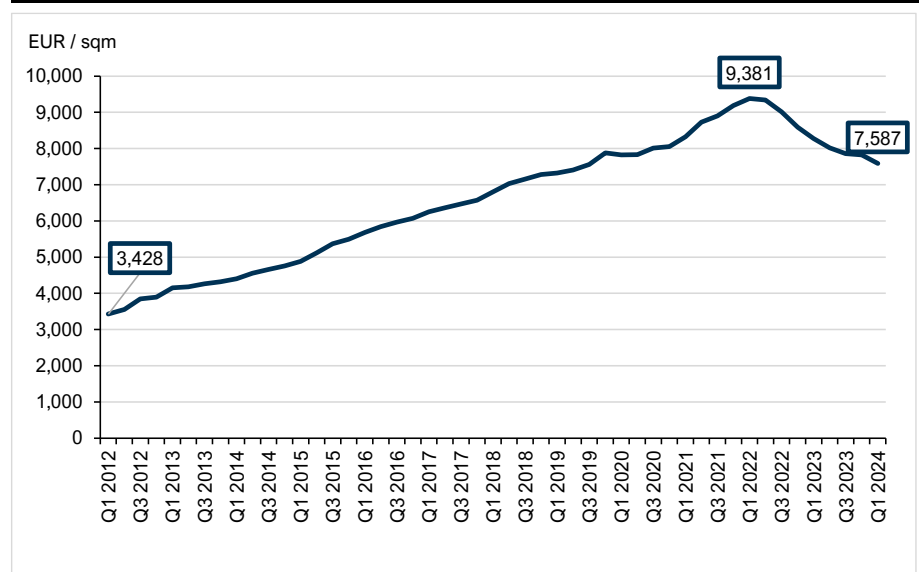
Source: Company, Pareto Securities

AuM rose by EUR 360m or 13% in the first half of the year. Compared to H1 last year, AuM have even increased by 22%, which is a strong achievement, even considering the positive market development during the period. The sound development of AUM also contributed to the strong increase in the commission income by 45% yoy in H1. As this is the 2nd quarter in a row with a commission income of more than EUR 7m, there is reason to get more optimistic for the full year, we think.

The loan portfolio growth was almost flat after a strong growth in 2023. Compared to Q2 2023, the loan portfolio has increased by 13%, according to our calculations. We regard this as a normalization after the strong development during 2023, which is in our view no surprise given the lack of regulatory capital on Merkur's side. Furthermore, we expect the residential

real estate developer business to remain sluggish at least in the current year because of the ongoing challenging market environment (see real estate price development for Munich below).

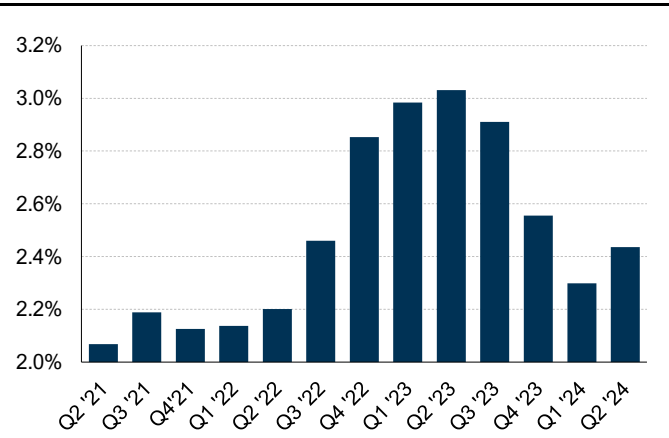
Development of offer prices for apartments in Munich



Source: Statista, Pareto Securities

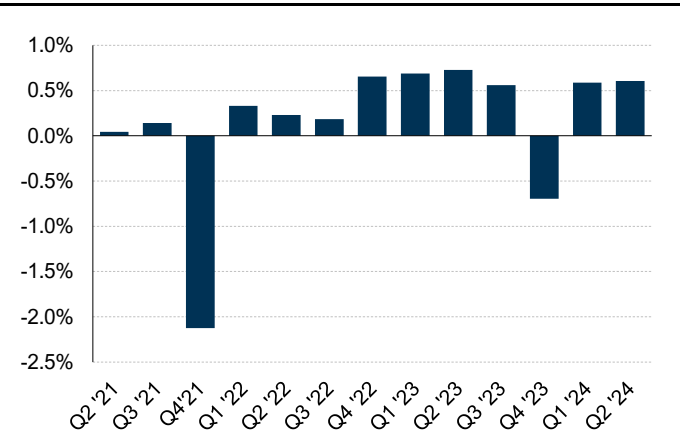
The net interest margin has recovered by 14 bps qoq from 2.30% to 2.44% in Q2, according to our calculation. It is however still clearly below the levels witnessed in in late 2022 and 2023. This is because refinancing costs for Merkur, have increased as expected. We anticipate the net interest margin to remain around these levels for the remainder of the year. Longer-term, this will be under the influence of the future interest policy of the ECB, of course.

Net interest margin as % of total assets



Source: Company, Pareto Securities

Risk costs of % of loan portfolio



Source: Company, Pareto Securities

Annualized risk costs amounted to 61 bps in Q2 2024 which is in-line with the levels that could be observed throughout last year. As discussed, the real estate business in Merkur's core markets remained challenging in Q2. Because of this, the still relatively high level of risk costs does not come as a surprise. As a reminder, Merkur does not publish any non-performing loans figures, which would allow us to dig deeper into bank's asset quality. Given the bank's still modest risk costs, its long-term track record in real estate financing, its diversified loan book and the conservative business approach of its CEO and personally liable partner, we assume that current risk provisions are adequate.

There was no news on the envisaged business combination with Otto M. Schröder Bank but we expect the deal to close in autumn.

Our estimates

P&L

Profit & Loss (EURm)	2017	2018	2019	2020	2021	2022	2023	2024e	2025e	2026e	2027e
Revenue	36	37	49	78	83	99	116	122	125	128	131
% yoy	2.8%	2.4%	34.6%	57.5%	7.0%	19.3%	17.0%	5.7%	2.0%	2.4%	2.4%
of which net interest income	23	29	42	53	58	70	96	91	90	92	94
of which net commissions	12	7	6	20	22	23	21	29	30	32	33
of which other	0	0	1	4	3	6	2	2	4	4	4
Total expenses	23	23	31	48	50	59	66	69	71	73	75
CIR	63%	63%	64%	62%	61%	59%	57%	57%	57%	57%	57%
Risk provisions	0	0	1	6	-8	8	8	9	9	9	9
% of lending volume	0.0%	0.0%	0.1%	0.3%	-0.4%	0.3%	0.3%	0.3%	0.3%	0.3%	0.3%
Operating Profit	12	12	11	21	37	28	42	44	45	45	46
% of sales	32.8%	33.1%	21.4%	26.6%	45.2%	28.5%	35.9%	36.1%	35.7%	35.5%	35.3%
Fund for general banking risks	4	3	6	3	18	8	17	16	15	15	15
% of lending volume	0.4%	0.3%	0.4%	0.1%	0.8%	0.3%	0.6%	0.5%	0.5%	0.5%	0.5%
Net Profit	3	4	0	8	9	10	11	14	14	15	16
% of sales	9.6%	10.0%	0.4%	10.6%	11.1%	10.0%	9.3%	11.1%	11.5%	12.1%	12.2%
EPS	0.60	0.64	3.25	1.05	1.18	1.27	1.39	1.74	1.85	1.98	2.06
% yoy	-1.0%	6.3%	405.2%	-67.5%	11.8%	7.8%	9.4%	25.4%	6.1%	7.1%	3.7%
DPS	0.30	0.32	0.32	0.40	0.45	0.45	0.50	0.55	0.60	0.65	0.70
Payout ratio	50%	50%	10%	38%	38%	35%	36%	32%	32%	33%	34%

Source: Company, Pareto Securities

Our estimates above are based on following assumptions: We believe that the loan book will grow by 2% p.a. in the coming years and the net interest margin will remain around current levels. After a strong H1, we believe that commission income will grow by roughly 40% in 2024 and by 4% thereafter. We believe that CIR will slightly decrease to below 57% in 2024 and continue to be around 57-58% in the coming years. The key assumption here is that we expect personnel expenses to grow only by 3%. We conservatively expect risk provisions to remain at EUR 9m per year and the funds for general banking risk to be allocated EUR 15-16m every year. Combined with a tax rate of 33% of EBT, we arrive at a net profit that is going to rise from EUR 12.7m in 2024e to above EUR 16m in 2027e, which translates into a RoE of 10-11% per year.

Importantly, the estimates above do not include any contributions from the Otto M. Schröder Bank, which is about to be acquired by Merkur.

Valuation

Gordon growth model – sensitivity analysis

		Growth (g)						
		1.0%	1.5%	2.0%	2.5%	3.0%	3.5%	4.0%
COE	6.5%	24.1	25.0	26.0	27.3	29.0	31.3	34.4
	7.0%	22.1	22.7	23.4	24.3	25.4	26.8	28.7
	7.5%	20.4	20.8	21.3	21.9	22.6	23.5	24.6
	8.0%	18.9	19.2	19.5	19.9	20.3	20.8	21.5
	8.5%	17.7	17.8	18.0	18.2	18.5	18.8	19.1
	9.0%	16.6	16.6	16.7	16.8	16.9	17.1	17.2
	9.5%	15.6	15.6	15.6	15.6	15.6	15.6	15.6

Source: Company, Pareto Securities

Our valuation is based upon a Gordon Growth and a Dividend Discount model. We have calculated an average fair value of EUR 19.0 from the two valuation methods, EUR 19.90 from the GGM and EUR 18.20 from the DDM. Hence, we increase our target price by EUR 1 from EUR 18 to EUR 19 for the shares and confirm our “buy” recommendation. We think Merkur Privatbank is an interesting quality name for investors who seek to the private banking sector in Germany.

Dividend discount model





EUR m	Phase I					Phase II					Phase III
	2024e	2025e	2026e	2027e	2028e	2029e	2030e	2031e	2032e	2033e	
Revenues	122	125	128	131	134	137	141	144	148	151	
<i>growth rate</i>	5.7%	2.0%	2.4%	2.4%	2.4%	2.5%	2.5%	2.5%	2.5%	2.5%	
EBT	44.1	44.6	45.4	46.3	47.1	49.7	52.3	55.0	57.9	60.8	
<i>margin</i>	64%	64%	64%	65%	65%	64%	63%	62%	61%	60%	
Tax	(15.4)	(14.7)	(15.0)	(15.3)	(15.6)	(16.4)	(17.3)	(18.2)	(19.1)	(20.1)	
<i>Tax rate</i>	35%	33%	33%	33%	33%	33%	33%	33%	33%	33%	
Minorities/Others	(16.0)	(15.5)	(15.0)	(15.0)	(15.0)	(15.8)	(16.6)	(17.5)	(18.4)	(19.4)	
<i>% of EAT</i>	56%	52%	49%	48%	47%	47%	47%	47%	47%	47%	
Net profit	12.7	14.4	15.4	16.0	16.6	17.5	18.4	19.4	20.4	21.4	
<i>growth rate</i>	8%	9%	4%	5%	7%	5%	5%	5%	5%	5%	
Total dividend	4.3	4.7	5.1	5.4	5.8	6.7	7.6	8.6	9.7	10.7	199
<i>payout ratio</i>	34%	32%	33%	34%	35%	38%	41%	45%	48%	50%	
Present Value FCF	4.1	4.2	4.2	4.2	4.2	4.4	4.6	4.9	5.1	5.2	97

PV Phase I	21	Risk premium	4.0%	Beta	1.0			
PV Phase II	24	Risk free rate	4.0%	Cost of Equity (CoE)	8.0%			
PV Phase III	97	Perpetual growth	2.5%					
Total Equity Value	142	Sensitivity	Growth in phase III					
# of shares	7.78		1.5%	2.0%	2.5%	3.0%	3.5%	
			7.2%	18.8	20.1	21.6	23.6	26.0
			7.6%	17.4	18.5	19.8	21.4	23.4
Value per share (EUR)	18.20	CoE	8.0%	16.2	17.1	18.2	19.5	21.1
Current Price (EUR)	14.70		8.4%	15.2	16.0	16.9	18.0	19.3
Upside	23.8%		8.8%	14.2	14.9	15.7	16.6	17.7

Source: Company, Pareto Securities

At a glance

At a glance

Business Units	Corporate Banking	Retail / Private Banking									
											
Company Profile	Merkur Privatbank is a private bank located in Munich, focusing on corporate and retail banking. While it has expanded its retail banking activities in recent years, residential real estate developer finance remains its most important business. The takeover of Bank Schilling in 2019 has increased its wealth management business quite significantly. MERKUR Privatbank has the legal status of a KGaA and is listed on the Munich stock exchange.										
Business Focus	Besides refinancing leasing portfolios and classical loans to its corporate customers in the SME space, MERKUR Privatbank has a clear focus on loans for residential real estate developers, most of which are located in Munich. The average term of these loans are typically 1-2 years, the average size roughly EUR 7-8m. Total corporate loans amount to around EUR 3.1bn (2023).	In Retail / Private Banking, MERKUR Privatbank offers retail banking services both online and on-site through its 19 branches to its customers. Following the takeover of Bank Schilling in 2019, it is also active in private wealth management. It has more than EUR 3.5bn assets under custody / management.									
Customers	Merkur Privatbank's corporate customer are usually in the SME space. While in real estate financing, they comprise primarily real estate developers, they also include leasing companies and traditional SME with a focus on industrials. Regionally, the emphasis in real estate financing is on Munich and, to a lesser extent, Nuremberg and Stuttgart.	Merkur Privatbank's customers are classical retail customers, which we consider to be somewhat more affluent than the average retail customer, not least because we believe former Bank Schilling's customers to have been more affluent. The regional focus is Bavaria, Hesse, Thuringia and Saxony.									
Market share/ positioning	We consider MERKUR Privatbank's market share insignificant if one takes into account the full German market, but MERKUR Bank is among the established players in its niches in its regional core market Munich.										
Drivers	Apart from the general macroeconomic development in Germany, the overall demand for housing in Munich and new construction activity are the key drivers for MERKUR Privatbank's revenues with corporate clients.	We see two developments which should be beneficial for MERKUR Privatbank: 1) The ongoing branch closures of the market leaders (savings and mutual banks) should continue to be beneficial for MERKUR Privatbank as it should help it to further grow its assets under custody. 2) Demand for wealth management services should further increase.									
Main competitors	While corporate SME are served by all banks, the field of real estate developers is served by a smaller number of specialized banks. The same also applies to leasing customers.										
Entry barriers/ competitive advantage	Merkur Privatbank has competitive advantages from a loyal customer base that appreciates the bank's persistence, reliability and down-to-earth mentality, not least because Merkur is an owner-operated bank, which is rare in the industry. Moreover, its specialization on certain regions and business areas like financing real estate development in Munich gives Merkur advantages in the field.										
Strategy & Guidance	Strategy: (I) As owner-operated bank, Merkur Privatbank is committed to its persistence, reliability and down-to-earth mentality. (II) In its day-to-day operations, merkur runs a low risk profile, e.g. by specializing on certain business areas and by abstaining from maturity transformation. (III) Further improve its capitalization through the reinvestment of earnings to be able to make use of the business opportunities in the housing market in Munich. (IV) Merkur Privatbank intends to further rise its AuC to increase revenues in retail / private banking, which will as a side effect lessen dependence on the real estate business.	Guidance (6/2024): <table border="1"> <thead> <tr> <th></th> <th>Pareto</th> <th>Consensus</th> </tr> </thead> <tbody> <tr> <td>Income y/y</td> <td>EUR 122m</td> <td>na</td> </tr> <tr> <td>Net income</td> <td>EUR 12.7m</td> <td>na</td> </tr> </tbody> </table>		Pareto	Consensus	Income y/y	EUR 122m	na	Net income	EUR 12.7m	na
	Pareto	Consensus									
Income y/y	EUR 122m	na									
Net income	EUR 12.7m	na									
2023	Income (EURm) 115.8 <i>y/y</i> 17.0%	PBT before risk provisions 49.6 <i>CIR</i> 57.1%	Net profit (EURm) 10.8 <i>RoE</i> 9.6%	EPS 5Y hist. CAGR 16.7%							
Sales & EBIT Split											
Shareholder structure & management	CEO  Dr. Marcus Lingel CEO and personally liable partner <ul style="list-style-type: none"> Dr. Lingel joined MERKUR Privatbank's management board in 2005 He joined MERKUR Privatbank in 2000 after having finished his studies and having worked for a large private bank in the corporate banking unit 	Board member  Sven Krause Board member <ul style="list-style-type: none"> Mr. Krause joined the bank in 2009, he became a board member in 2021 Before joining Merkur Privatbank, he worked for a savings bank 	Shareholder structure 								
# of employees FY 2023	491										

Source: Company, Pareto Securities

PROFIT & LOSS (fiscal year) (EURm)	2019	2020	2021	2022	2023	2024e	2025e	2026e
Net interest income	42	53	58	70	96	91	90	92
Net fee and commission income	6	20	22	23	21	29	30	32
Net gains on fin. at FV	23							
Operating income	49	78	83	99	116	122	125	128
Staff costs	(19)	(30)	(31)	(36)	(38)	(40)	(41)	(43)
Other expenses	(18)	(20)	(22)	(26)	(28)	(29)	(30)	(31)
Depr.	(1)	(1)	(1)	-	-	-	-	-
Operating expenses	(37)	(51)	(54)	(62)	(66)	(69)	(71)	(73)
Operating profit before losses	12	26	29	37	50	53	54	55
Net loan losses	(1)	(6)	8	(8)	(8)	(9)	(9)	(9)
Pre-tax profit	11	21	37	28	42	44	45	45
Tax expense	(5)	(10)	(11)	(11)	(14)	(15)	(15)	(15)
Net profit	6	11	27	18	28	29	30	30
Minority interests	(6)	(3)	(18)	(8)	(17)	(16)	(15)	(15)
Net profit attributable	24	8	9	10	11	13	14	15
BALANCE SHEET (EURm)	2019	2020	2021	2022	2023	2024e	2025e	2026e
Current assets	192	341	407	28	30	55	80	106
Gross loans	1,920	2,122	2,124	2,593	3,122	3,163	3,226	3,291
Other assets and accruals	196	219	185	606	605	612	623	635
Total assets	2,308	2,682	2,716	3,228	3,757	3,830	3,930	4,032
Deposits from credit institutions	169	225	243	244	249	249	249	249
Deposits from the public	1,912	2,214	2,184	2,673	3,140	3,188	3,263	3,339
Certificates and bond loans	-	-	-	-	-	-	-	-
Other liabilities accruals and allocat.	50	60	101	103	127	143	158	173
Subordinated loan capital	82	82	80	95	121	121	121	121
Equity	94	101	108	113	121	129	139	150
Total debt and equity	2,308	2,682	2,716	3,228	3,756	3,830	3,930	4,031
Average total assets	1,830	2,495	2,699	2,972	3,492	3,793	3,880	3,981
PER SHARE DATA & VALUATION (EUR)	2019	2020	2021	2022	2023	2024e	2025e	2026e
Avg. no. of shares	7	8	8	8	8	8	8	8
End. no. of shares	8	8	8	8	8	8	8	8
Price	9.7	10.1	14.7	13.6	16.3	14.5	14.5	14.5
Market cap.	75	79	114	106	127	113	113	113
EPS reported	0.03	1.05	1.18	1.27	1.39	1.63	1.85	1.98
EPS adj.	3.25	1.05	1.18	1.27	1.39	1.63	1.85	1.98
BVPS	12.1	13.0	13.9	14.6	15.5	16.6	17.9	19.3
DPS	0.32	0.40	0.45	0.45	0.50	0.55	0.60	0.65
P/E	-	9.6	12.5	10.7	11.7	8.9	7.8	7.3
P/E adj.	3.0	9.6	12.5	10.7	11.7	8.9	7.8	7.3
P/B	0.8	0.8	1.1	0.9	1.1	0.9	0.8	0.8
Dividend Yield	3.3%	4.0%	3.1%	3.3%	3.1%	3.8%	4.1%	4.5%
KEY RATIOS	2019	2020	2021	2022	2023	2024e	2025e	2026e
Net interest margin	2.32%	2.11%	2.15%	2.34%	2.74%	2.40%	2.40%	2.40%
Net interest margin (int.-bearing assets)	2.59%	2.44%	2.56%	2.60%	2.83%	2.60%	2.60%	2.60%
Cost/Income	64%	62%	61%	59%	57%	57%	57%	57%
Loan losses (bps annualised)	8	27	(38)	35	28	71	70	69
ROE	32.7%	8.4%	8.8%	9.0%	9.3%	10.1%	10.7%	10.6%
ROA	0.0%	0.3%	0.3%	0.3%	0.3%	0.3%	0.4%	0.4%
RORWA	0.0%	0.5%	0.6%	0.5%	0.5%	0.5%	0.6%	0.6%

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Appendix A

Disclosure requirements in accordance with Commission Delegated Regulation (EU) 2016/958 and the FINRA Rule 2241

The below list shows companies where Pareto Securities AS - together with affiliated companies and/or persons – owns a net long position of the shares exceeding 0,5 % of the total issued share capital in any company where a recommendation has been produced or distributed by Pareto Securities AS.

Companies	No. of shares	Holdings in %
Austevoll Seafood	1,076,640	0.53 %
Bonheur	243,488	0.57 %
Pareto Bank	16,185,349	21.08 %
Pexip Holding	770,295	0.74 %
SpareBank 1 Nord-Norge	5,016,421	5.00 %
SpareBank 1 SMN	2,965,805	2.28 %
SpareBank 1 SR-Bank	2,623,544	0.99 %
SpareBank 1 Østfold Akerhus	1,234,613	9.97 %
SpareBank 1 Østlandet	7,105,329	6.69 %
Sparebanken Sør	505,000	1.21 %
Sparebanken Vest	9,844,498	8.97 %

Pareto Securities AS may hold financial instruments in companies where a recommendation has been produced or distributed by Pareto Securities AS in connection with rendering investment services, including Market Making.

Please find below an overview of material interests in shares held by employees in Pareto Securities AS, in companies where a recommendation has been produced or distributed by Pareto Securities AS. "By material interest" means holdings exceeding a value of NOK 50 000.

Company	Analyst holdings*	Total holdings
2020 Bulkers		8,500
2G Energy		340
ABB Ltd.		580
ABL Group		37,973
Aker ASA	500	2,241
Aker BP		14,495
Aker Carbon Capture		8,976
AMSC ASA		3,640
Aprila Bank		22,675
Austevoll Seafood		2,923
AutoStore		50,000
B3 Consulting Group		2,096
BB Biotech		460
Beer enberg		96,700
Belships		12,600
Biolnvent		15,000
Bonheur		30,618
Bouvet		3,200
BW Energy		50,959
BW LPG		450
BW Off shore		3,000
Cool Company		610
Crayon		18,968
Deep Value Driller		10,650
Dermapharm Holding SE		850
DNB		26,402
DNO		82,731
Egetis Therapeutics		6,855
Elkem		249,170
Elmeria Group ASA		32,755

Company	Analyst holdings*	Total holdings
Elopak		152,300
Embracer Group		55,520
Encavis AG		630
Equinor		5,114
Flex LNG		250
Frontline		7,410
Gaming Innovation Group		10,010
Genel Energy		5,700
GFT Technologies		420
Gjensidige Forsikring	519	3,169
Golden Ocean Group		995
Greg Seafood		11,801
Hafslund		106,178
Hennes & Mauritz B		1,085
Himalaya Shipping		6,000
Høegh Autoliners		463
International Petroleum Corp		7,676
International Seaways		192
Kitron		22,708
Komplett ASA		347,114
Kongsberg Gruppen		195
Kontron AG		350
Lea bank		16,355
Lerøy Seafood Group		66,175
Link Mobility Group		115,000
Lundin Mining Corp.		7,652
Magnor ASA		31,170
Morrow Bank		171,200
Mowi		11,376
Multitude		2,443
Mutar es SE & Co. KGaA		433
NorAm Drilling		6,883
NORBIT		1,070
Nordic Semiconductor		56,559
Norsk Hydro		79,351
Norske Skog		81,149
Okeanis Eco Tankers		6,372
Orkla		7,086
Otovo ASA		25,400
Panoro Energy		32,733
Pareto Bank		828,865
PetroTal		20,000
Pexip Holding		770,295
Protector Forsikring		9,426
PSI Software		300
Quantaluel		16,665
REC Silicon		21,739
SalMar		224
Sandnes Sparebank		2,500
Schibsted		855
Scorpio Tankers		5,000
Seadrill Ltd		7,565
Securitas AB		656
Solstad Off shore		1,500
SpareBank 1 Nord-Norge	725	10,744
SpareBank 1 SMN		7,443
SpareBank 1 SR-Bank		21,447
SpareBank 1 Østlandet	1,100	11,530
Sparebanken Møre		950
Sparebanken Sør		25,000
Sparebanken Vest		2,241
Sparebanken Øst		4,709
Star Bulk Carriers		2,500
Stolt-Nielsen		2,000
Sora Enso		1,396
Storbrand	100	2,300
Stor tytel		22,115
Subsea 7		20,975
Telenor		3,563
Telia Company		5,000
TGS		11,300
Thule Group		800
TORM		2,000
Transocean		10,000
Valaris		3,427
Vestas Wind Systems		1,275
Viscom		1,300
Volue		101,415
Vår Energi		294,046
Wallenius Wilhelmsen		3,000
Yara		21,219
Zaptec		33,000

This overview is updated monthly (last updated 17.06.2024).

*Analyst holdings refer to positions held by the Pareto Securities AS analyst covering the company.

Appendix B

Disclosure requirements in accordance with Article 6(1)(c)(iii) of Commission Delegated Regulation (EU) 2016/958

Overview over issuers of financial instruments where Pareto Securities AS have prepared or distributed investment recommendation, where Pareto Securities AS have been lead manager/co-lead manager or have rendered publicly known not immaterial investment banking services over the previous 12 months:

3t Global	Pentfield Shipping LLC
Acrourd AB	PGS
Advanzia Bank S.A.	PHM Group Holding
Aiter Infrastructure	Point Resources Holding AS
Alva Industrier AS	polight ASA
AMSC ASA	Prorsafe
APK AG	Protector Forsikring
Argeo AS	Proximar Seafood
Austevoll Seafood	Quality Living Residential AS
Ayfie Group AS	Saga Robotics ASA
Beerenger Services AS	Seacrest Petroleum Bermuda Ltd
Bonheur ASA	SFL Corporation Ltd.
Booster Precision Components GmbH	Shamaran Petroleum
Bor Drilling	Shearwater Geoservices
BP Inv3 Topco Limited (TWMA)	Solstad Offshore
BW Energy	Sparbanken Sør
BW Epic Kosan	SSCP Lager Bidco AB
BW Group Limited	Talos Production Inc.
Cabonline Group Holding	Tomagruppen
Cadeler	Trasur ASA
Capsol Technologies ASA	Var Energy Solutions
CEMAsys AS	Vesterålen Havbruk AS
Clemens Kraft AS	Vow Green Metals
Crayon	Yinson Production Financial Services Pte. Ltd.
DEAG Deutsche Entertainment AG	
Delight	
Desert Contr of AS	
DND	
DOF	
Dolphin Drilling	
EIK Servicing AS	
Energy Drilling Pte. Ltd.	
Exlog	
Floatel	
Frederikstad Energi AS	
Froy ASA	
GC Rieber Shipping ASA	
Gjensidige Forsikring	
Golden Energy Offshore Services	
Grøntvedt	
Hawk Infinity Software	
Hertha BSC GmbH & Co. KGaA	
HMH Holding B.V.	
Huddly AS	
Hunton Fiber AS	
HydrogenPro	
HÖRMANN Industries GmbH	
Inin Group AS	
Insr ASA	
International Petroleum Corp. ("IPC")	
Jarsteinen AS	
Karlberg Brøgger AS	
Katjes International GmbH & CO	
KIME Akva AS	
Klavness Combination Carriers	
KMC Properties	
Krow Bidco AS	
Laarnd SE	
Lifefit Group Midco GmbH	
Logistic Contractors AS	
LoneStar Group	
Minerva Topco AS	
Mintra Group	
Morrow Bank	
Mutar es SE & Co. KGaA	
NEXT Biometrics Group ASA	
NIP 3 AS	
Nordic Aqua Partners	
Nordic Hallbut	
Nordic Unmanned	
Nor se Atlantic	
Norsk Renewables AS	
Northern Investment Group AB (Sono Group)	
OKEA	
One Publicus Midco AB	
Otovo ASA	
Paroto Bank	
Pelagia Holding AS	

This overview is updated monthly (this overview is for the period 01.06.2023 – 31.05.2024).

Appendix C

Disclosure requirements pursuant to the Norwegian Securities Trading Regulation § 3-11 (4)

Distribution of recommendations	
Recommendation	% distribution
Buy	71%
Hold	28%
Sell	1%

Distribution of recommendations (transactions*)	
Recommendation	% distribution
Buy	82%
Hold	18%
Sell	0%

* Companies under coverage with which Pareto Securities Group has on-going or completed public services in the previous 12 months

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Appendix D

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Artificial Solutions International AB	Hexicon AB	Xspray Pharma AB
Awardit AB	Minesto AB	VEFAB
B3 Consulting Group	Modelon AB	Verve Group SE
Biovica International AB	Nordrest Holding AB	Vicore Pharma Holding AB
Camurus AB	Renewcell AB	VNV Global AB
Gaming Innovation Group	Stille AB	Webrock Ventures AB

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Backaheden Fastighets AB	Hallsell Property Invest AB	One Publicus Fastighets AB
Bonåsudden Holding AB (publ)	Korsängen Fastighets AB (publ)	Origa Care AB (publ)
Borglunda Fastighets AB	Krona Public Real Estate AB	Preserium Property AB

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Appendix E

Disclosure requirements in accordance with Article 6(1)(c)(i) of Commission Delegated Regulation (EU) 2016/958

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Bioteat	Logwin	Redcar Pharmacy N.V.
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DEMIRE	Merkur Privatbank	Seven Principles
DF Deutsche Forfait	Meta Wolf	SMT Scharf
Enapter	MPLP SE	Surteco SE
Foris AG	MPC Container Ships ASA	Szygy
Gesco SE	Mutar es SE	TTL Beteiligungs- und Grundbesitz
GFT Technologies SE	OVH Holding	Uzin Utz SE
Heidelberg Pharma	ProCredit Holding	VERIANOSSE
INTERSHOP Communications	PWO	Viscom
IVU Traffic	PSI Software SE	WPU - Waste Plastic Upcycling AS

Appendix F

Disclosure requirements in accordance with Article 6(1)(c)(iv) of Commission Delegated Regulation (EU) 2016/958

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CLIQ Digital	INDUSHolding	per dewetten.de
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Dermaphar m Holding SE	Kontron	PWO
Enapter	Logwin	PSI Software
Epigenomics	Manz	SMT Scharf
Expr es2ion Biotech Holding AB	MAX Automation	Surteco
Foris AG	Merkur Privatbank	Szygy
GFT Technologies	MPLP SE	Viscom
H2APEX Group	Mutar es SE	

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