BankNordik raises guidance for the 2020 result

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The BankNordik Group’s original guidance announced at the beginning of the year called for a net profit in the DKK 100-150 million range. Due to the impact of the COVID-19 situation and the uncertainty caused hereof, BankNordik reassessed the Group’s financial guidance for 2020 and on April 27 announced a lowered financial guidance expecting net profit in the range of DKK 30-80 million for 2020. Mainly due to higher loan impairments, a loss on the investment portfolio and travel insurance claims paid out.

BankNordik has now made a new re-evaluation of the Group’s financial guidance for 2020 and now expects net profit in the range of DKK 50-90 million for 2020. The main reasons for the raised net profit guidance for the year 2020 are lower impairment charges, a lower level of travel insurance claims paid out and improvement in core earnings. In addition the stabilization and recent positive development in the financial markets has had a positive impact on the return of the investment portfolio. Overall the impact of COVID-19 situation on the Group’s financial results has so far been more alleviated than expected at the end of April 2020.

The Group’s raised net profit guidance for the year 2020 is based on expectations for the future and are thus subject to uncertainty. BankNordik's interim report for Q2 2020 is scheduled for release on 4 August 2020.

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BankNordik has banking activities in Denmark, Greenland and the Faroe Islands and insurance activities in the Faroe Islands. Founded in the Faroe Islands more than a century ago, the Group has total assets of DKK 16.9bn and 359 employees. The Bank is subject to the supervision of the Danish Financial Supervisory Authority and is listed on Nasdaq Copenhagen.