

Annual Report 2022

Triodos  Bank

Key figures

amounts in millions of EUR	2022	2021	2020	2019	2018
Equity	1,259	1,250	1,208	1,201	1,112
Deposits from customers	13,816	13,285	11,747	10,694	9,564
Loans and advances to customers	10,620	10,168	9,157	8,209	7,267
Balance sheet total	15,800	16,504	13,888	12,082	10,867
Funds under management ¹	6,793	7,695 ²	6,362	5,671	4,673
Total assets under management	22,593	24,199	20,250	17,753	15,540
Total income	375.3	341.9	305.1	292.2	257.1
Operating expenses	-300.1	-275.2	-245.4	-234.4	-204.3
Impairment result on financial instruments	-8.1	0.4	-24.2	-3.7	-6.4
Operating result before taxation	67.1	67.1	35.5	54.1	46.4
Taxation on operating result	-17.2	-16.4	-8.3	-15.1	-11.2
Net profit³	49.9	50.8	27.2	39.0	35.2
Return on equity in %	4.0%	4.1%	2.3%	3.4%	3.3%
Return on assets in %	0.3%	0.3%	0.2%	0.3%	0.3%
Operating expenses/total income	80%	80%	80%	80%	79%
Total Capital Ratio	21.0%	21.3%	18.8%	17.9%	17.5%
Minimum requirement Total Capital Ratio ⁴	13.9%	14.2%	13.6%	13.8%	14.7%
(Common) Equity Tier 1 Ratio	17.3%	17.5%	18.7%	17.9%	17.5%
Minimum requirement Equity Tier 1 Ratio ⁴	11.1%	11.6%	11.1%	11.8%	12.7%
Leverage Ratio	6.9% ⁵	8.1%	8.8%	8.5%	8.9%
Minimum requirement Leverage Ratio	3.0%	3.5%	3.0%	3.0%	3.0%
Return on Risk Weighted Assets in %	0.7%	0.8%	0.5%	0.6%	0.6%

¹ Including funds under management with affiliated parties that have not been included in the consolidation.

² The 2021 funds under management have been restated by EUR 33 million due to an improvement to the internal definition of funds under management in 2022.

³ Net profit is subject to rounding difference.

⁴ These are the minimum requirements based on the overall capital requirements instead of the SREP requirements. The comparative figures are adjusted accordingly.

⁵ The decrease of the leverage ratio is mainly due to the termination of the temporary application of the CRR exemption as per April 1, 2022 where certain Central Bank exposures were previously excluded from the leverage ratio. The CRR exemption was introduced by the ECB in response to the COVID-19 pandemic.

amounts in millions of EUR	2022	2021	2020	2019	2018
Real Economy assets/Balance sheet total ¹	77%	70%	75%	76%	77%
Triple Bottom Line assets/Balance sheet total ²	77%	70%	74%	75%	76%

Per share (in EUR)					
Net asset value at year end ³	89	88	85	83	82
Net profit ⁴	3.51	3.57 ⁵	1.91	2.80	2.73
Dividend ⁶	3.12	1.80	0.65	-	1.95

Number of depository receipt holders	43,545 ⁷	43,521	43,614	44,401	42,416
Number of accounts - deposits from customers	884,607	880,374	867,377	830,816	839,242
Number of accounts - loans and advances to customers	82,931	84,386	81,726	77,984	68,751
Number of customers	744,477	747,413	728,056	721,039	714,887

Social

Number of co-workers at year end	1,815	1,715	1,592	1,493	1,427
Number of FTE at year end	1,679.0	1,583.5	1,463.1	1,370.3	1,317.4
Co-worker turnover	11%	10%	8%	10%	9%
Women as percentage of management team	43%	39%	39%	44%	39%
Ratio of highest to median salary ⁸	5.1	5.2	5.4	5.6	5.6

Environment

Triodos Bank's own emissions, 100% compensated (in ktonne CO2e)	1.3	0.9	1.2	2.9	2.8
Net emissions in outstanding loans and investments (in ktonne CO2e) ⁹	314	364	358	293	152
Avoided emissions in renewable energy loans and investments (in ktonne CO2e) ⁹	-1,048	-851	-933	-963	-985

¹ Assets are classified as 'real economy' (as opposed to financial economy) if it is directly linked to a real economy asset or activity. This means that the asset or exposure is aimed at directly supporting the production of goods and services, as opposed to focusing primarily on buying and selling in the financial markets.

² Triple Bottom Line assets refer to assets not only focused on economic benefits, but also on positive social and environmental benefits. We believe this figure provides the best indication of a bank's commitment to sustainability.

³ The net asset value per share is the total equity divided by the total shares outstanding. The net asset value per share is not the trading price since 2021.

⁴ The figure of net profit per share is calculated on the average number of issued shares in circulation during the financial year.

⁵ The earnings per share in 2021 has been restated from € 3.56 to € 3.57 as a result of the restatement of the average number of issued shares in circulation in the annual report 2021.

⁶ The dividend over 2022 amounts to EUR 2.11 per Depository Receipt (DR) (2021: EUR 1.80) excluding the extraordinary dividend of EUR 1.01 per DR. This includes the earlier paid interim dividend of EUR 0.35 and a final dividend amount of EUR 1.76 per DR that Triodos Bank will propose at the Annual General Meeting in May 2023.

⁷ The number of depository receipt holders increased due to transactions among depository receipt holders, without the involvement of Triodos Bank.

⁸ The ratio of highest to median salary (excluding highest salary) follows the GRI criteria and is considered best practice. All salaries are calculated on a full-time basis compiled at 31 December of the reporting year.

⁹ 2018 was the first year of reporting using the Partnership for Carbon Accounting Financials (PCAF) methodology. Since 2019 Triodos Bank assesses 100% of our loans and funds' investments to calculate Triodos Bank's share in the GHG emissions by using the global PCAF Standard (in 2018 around 68% of Triodos Bank's loans and funds' investments were assessed).