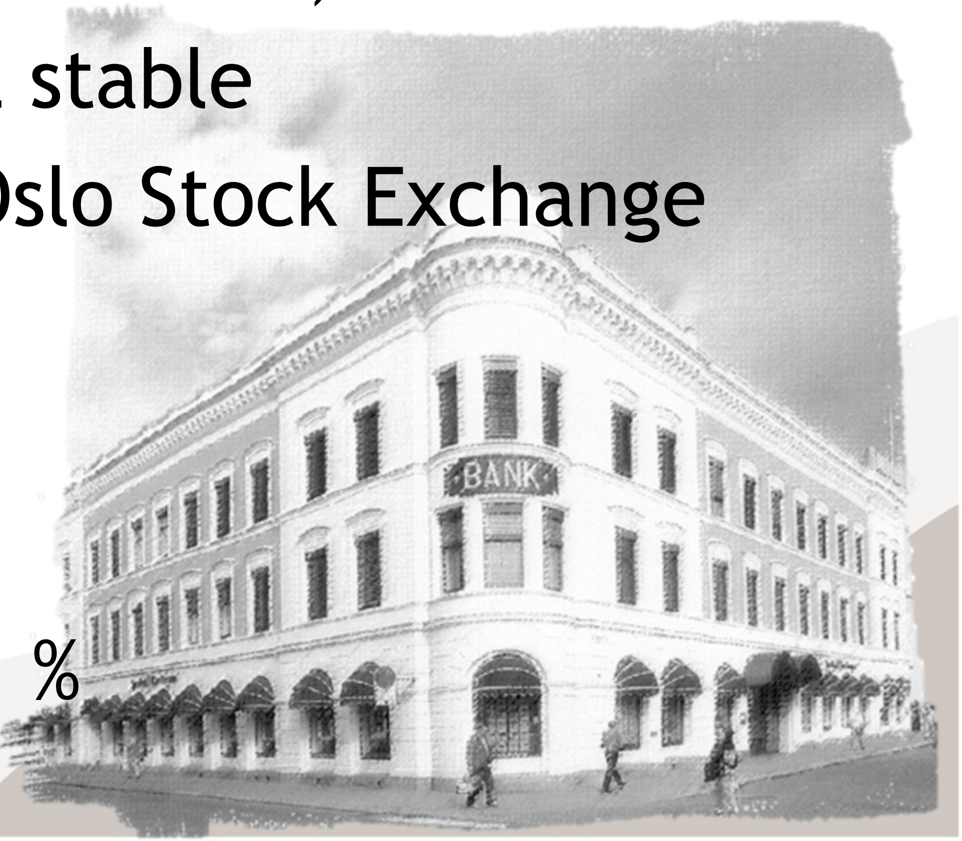
Sparebanken Øst Boligkreditt AS

Investor presentation
30.06.2017

Sparebanken Øst group

- Savings bank established 1843
- Head office in Drammen, 25 branches
- Total assets 36.7 bn. NOK (≈€3.9 bn.)
- Moody's rating bank: A3/P-2 stable
- Equity instrument «SPOG» Oslo Stock Exchange

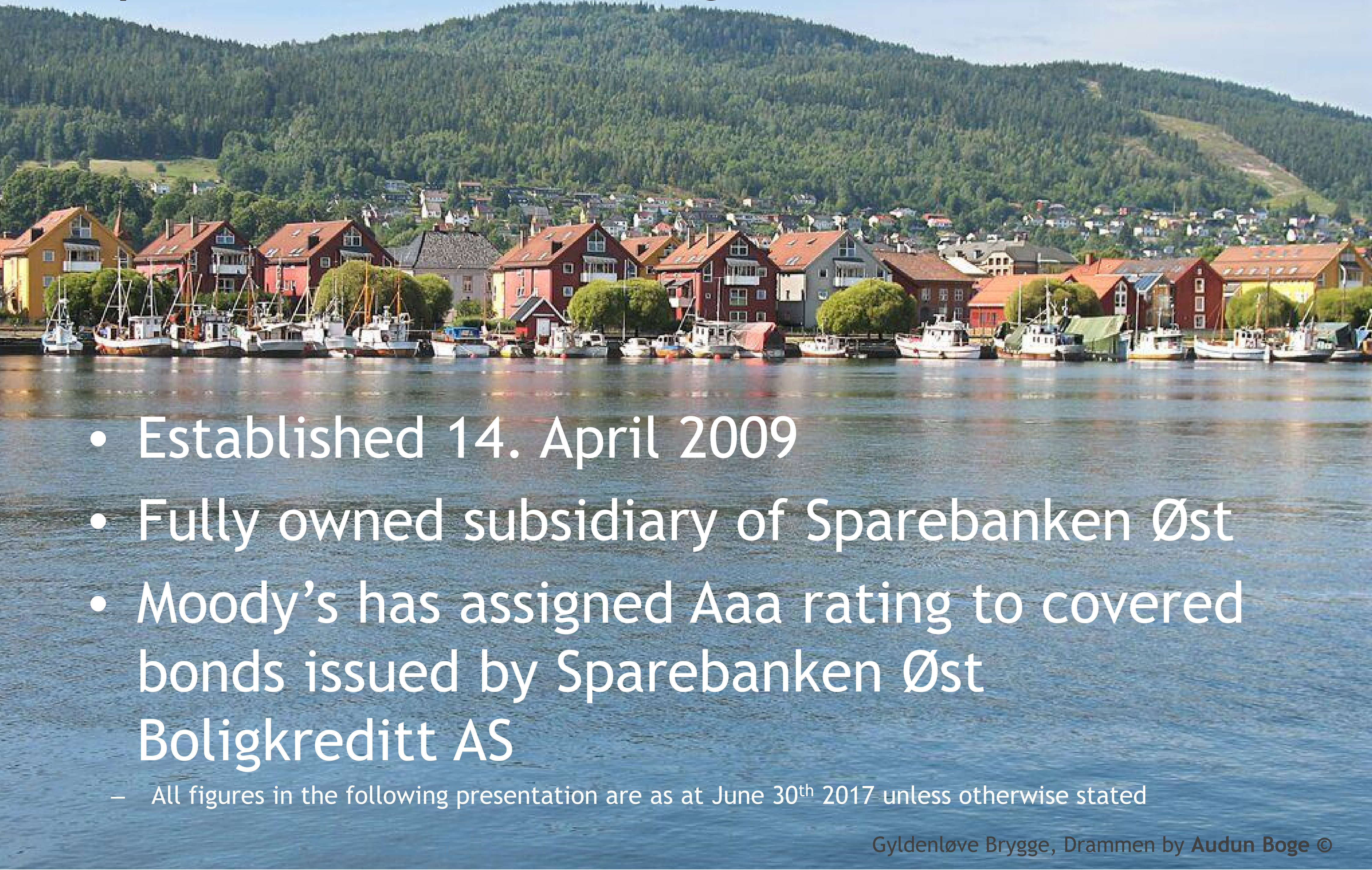
- Group figures Q2 2017
  – After tax ROE 11.5 %
  – CAR / CET1 21.1 % / 17.1 %



Frode Lindbeck

Sparebanken Øst Boligkreditt AS

- Established 14. April 2009
- Fully owned subsidiary of Sparebanken Øst
- Moody's has assigned Aaa rating to covered bonds issued by Sparebanken Øst Boligkreditt AS
  - All figures in the following presentation are as at June 30th 2017 unless otherwise stated



Gyldenløve Brygge, Drammen by **Audun Boge** ©

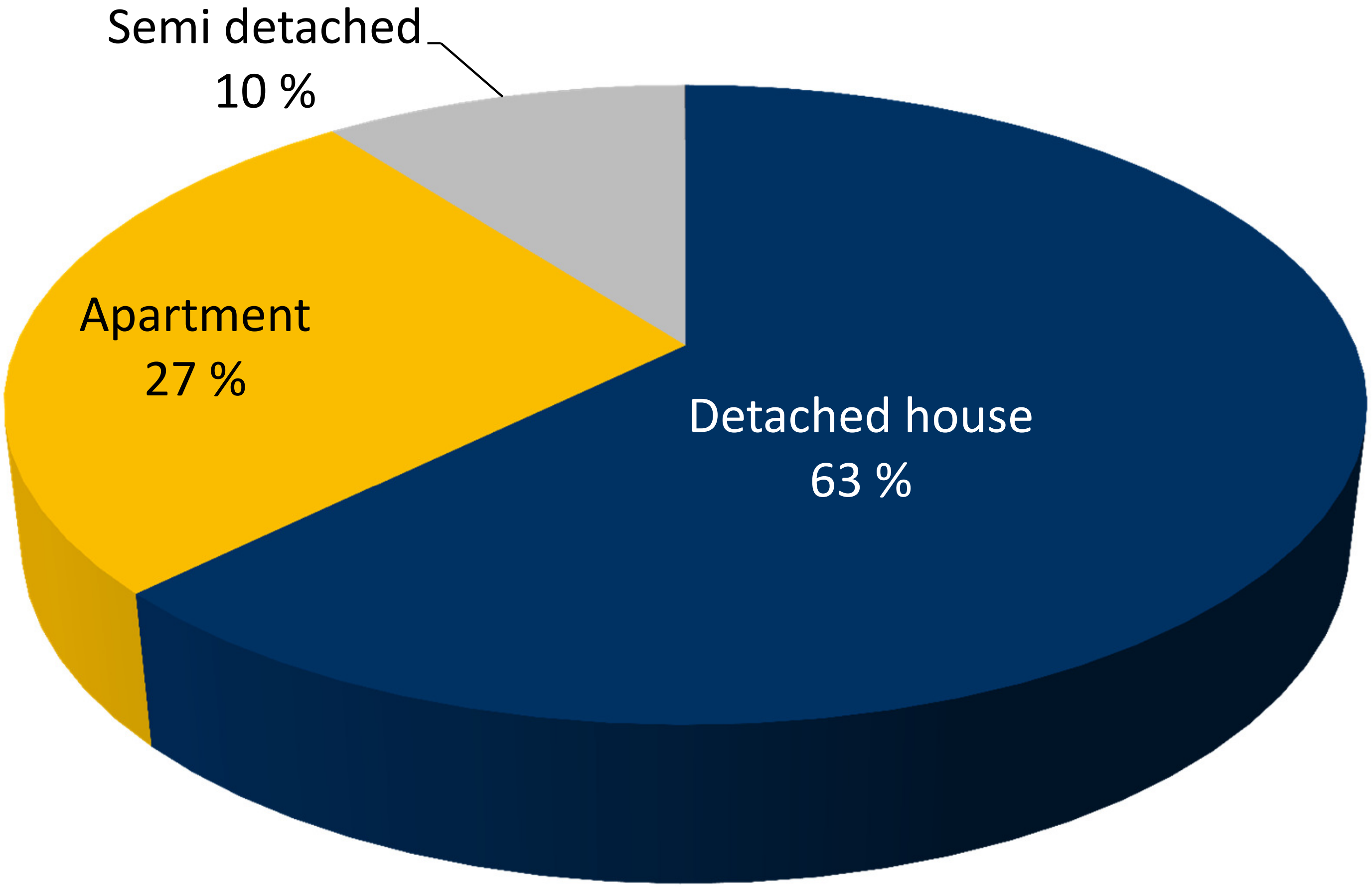
Summary Q2 2017
Sparebanken Øst Boligkreditt AS

- Market value non-recourse sale of loans from bank to covered bond company
- All loans in cover pool first priority Norwegian residential mortgages
- Collateral property valued by independent specialist Eiendomsverdi AS (AVM)
- FSA-appointed independent inspector Ernst & Young
- Cover pool NOK 11.1 billion, issued CB's NOK 9.7 billion: OC 14.7 %
- Average LTV 44.6 %, average seasoning 4.0 yrs.
- Revolving credit facility from Sparebanken Øst secures payment to cover pool pledge
- Covered bonds rated Aaa by Moody's
  - Collateral score 5.0 %
  - Committed OC level 11 %
  - OC consistent with current rating : 4.5 %

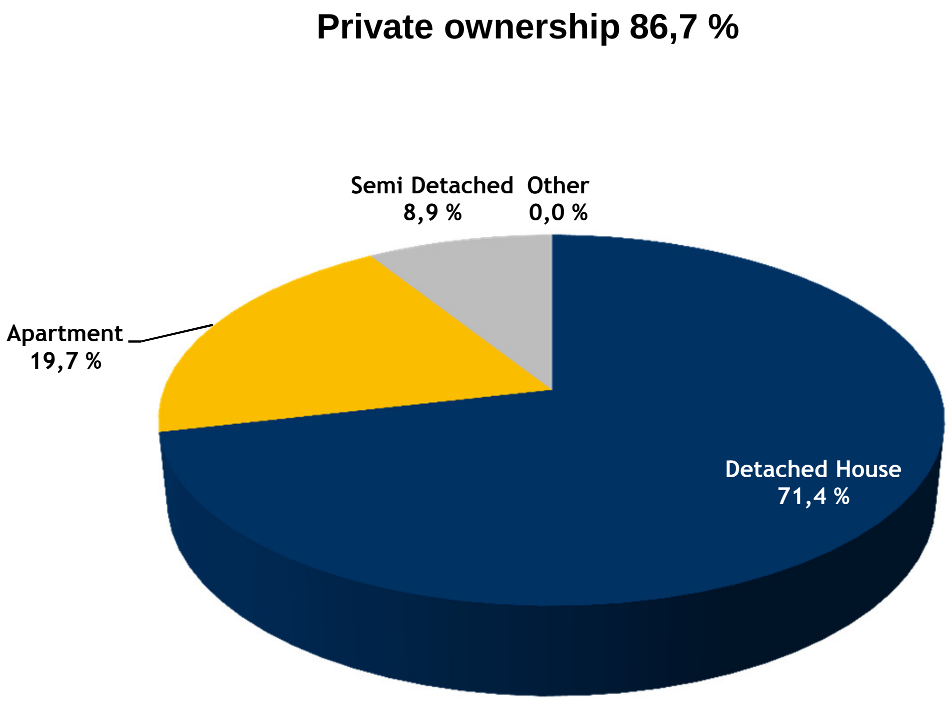
Frode Lindbeck

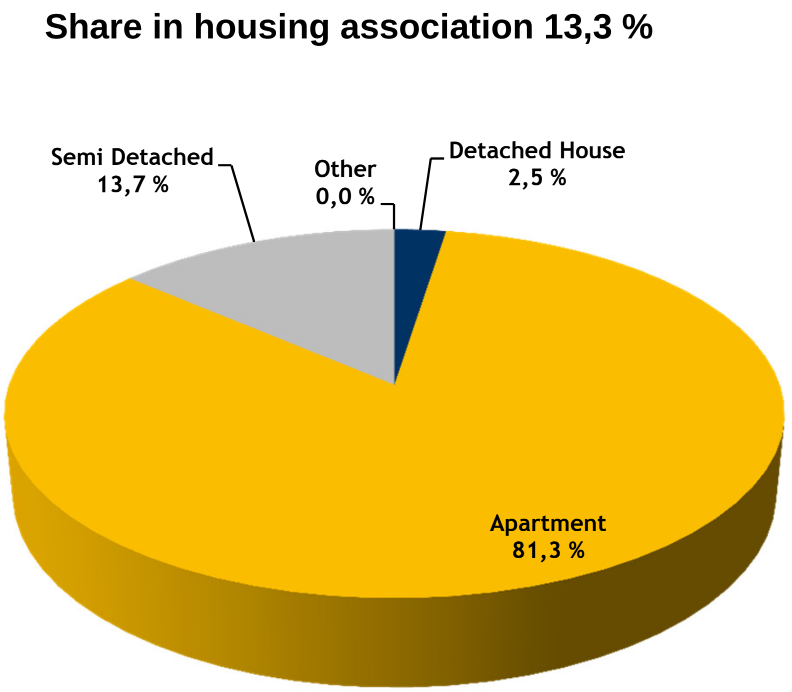
Sparebanken Øst Boligkreditt AS 30.06.17	
Rating	Aaa (Moody's)
Total assets in the cover pool	11 099 MNOK
Outstanding covered bonds	9 679 MNOK
OC	14.7 %
Type of collateral	100 % 1st-lien residential properties
Floating rate loans	100 %
Weighted average LTV	44.5 %
Number of loans	7 358
Average loan balance	1.47 MNOK
Loans in default	2

Property type

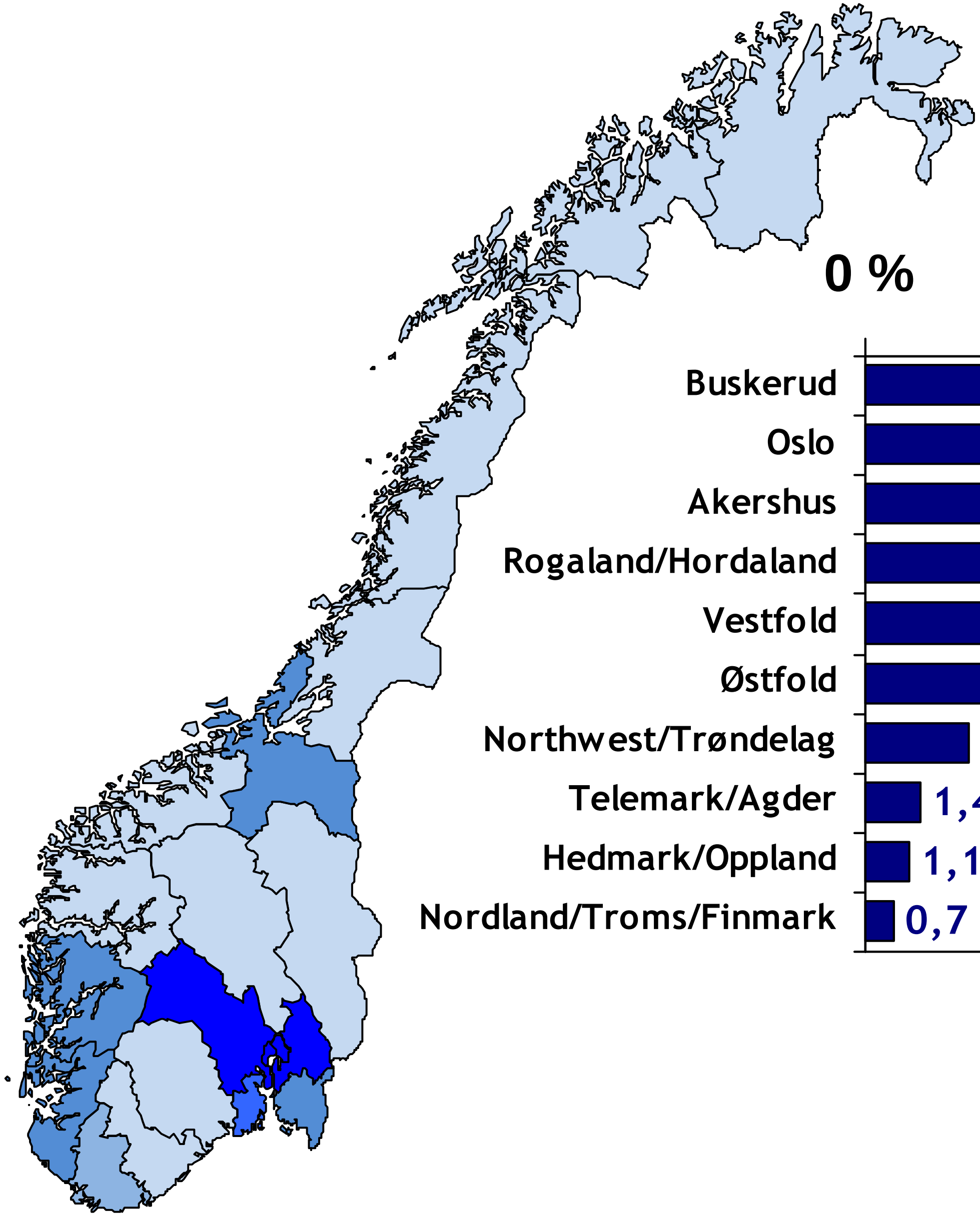


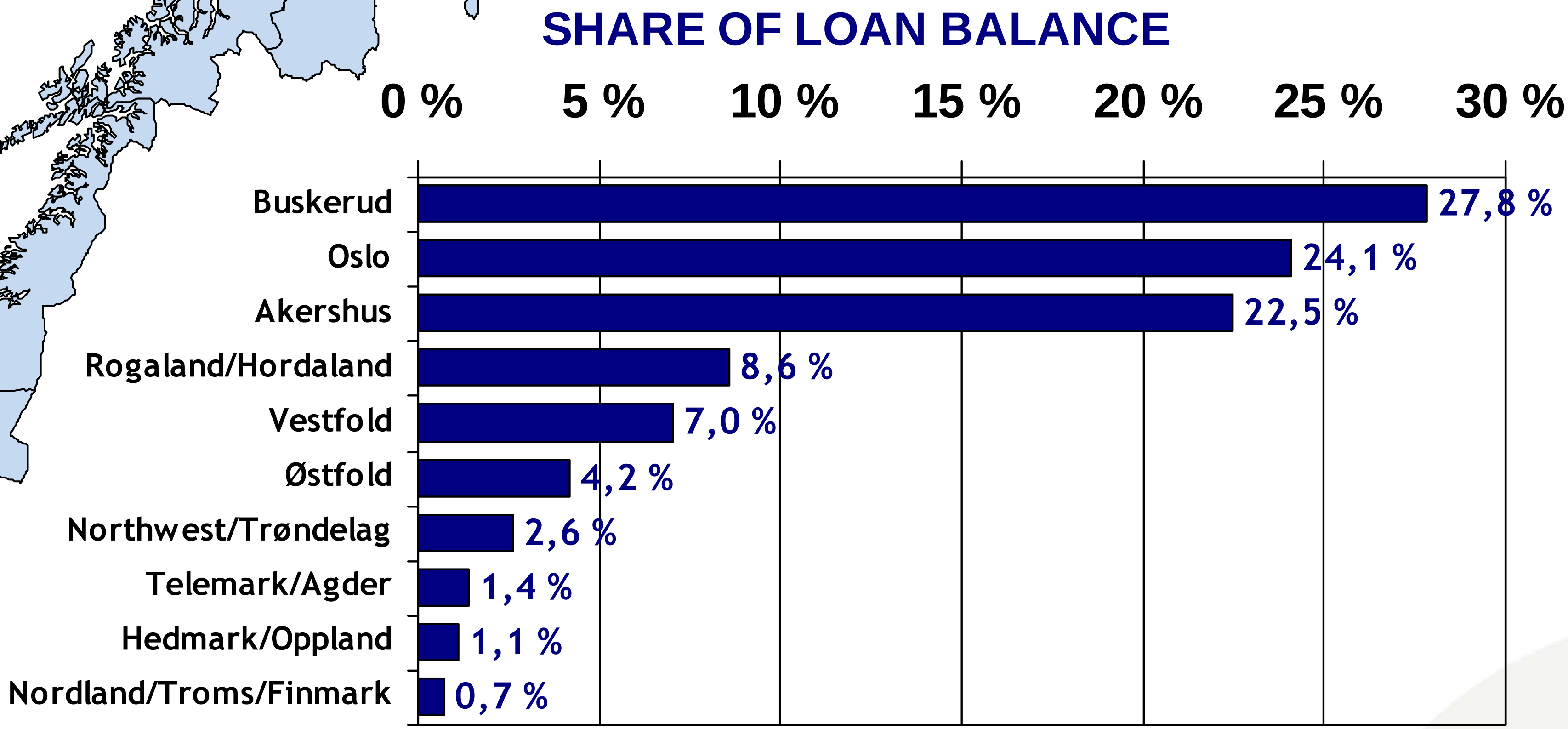
Property type





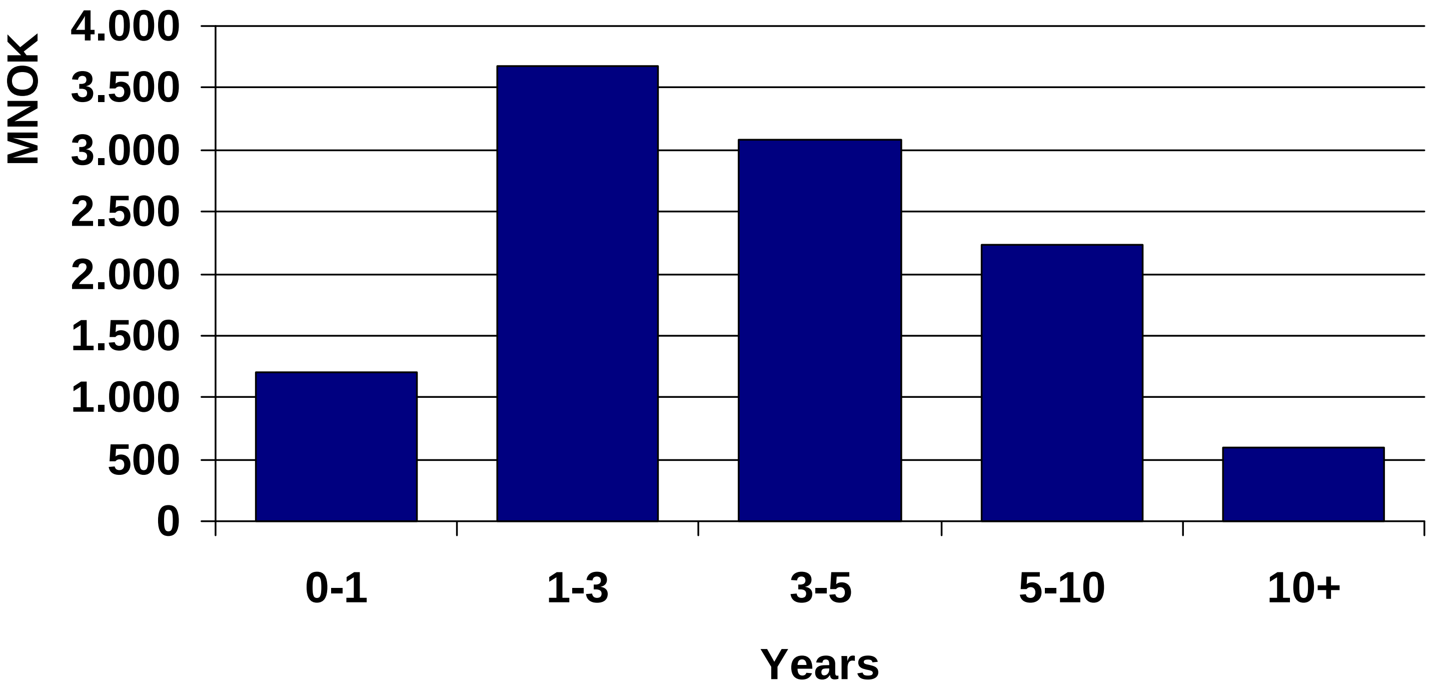
Regional distribution of Cover Pool





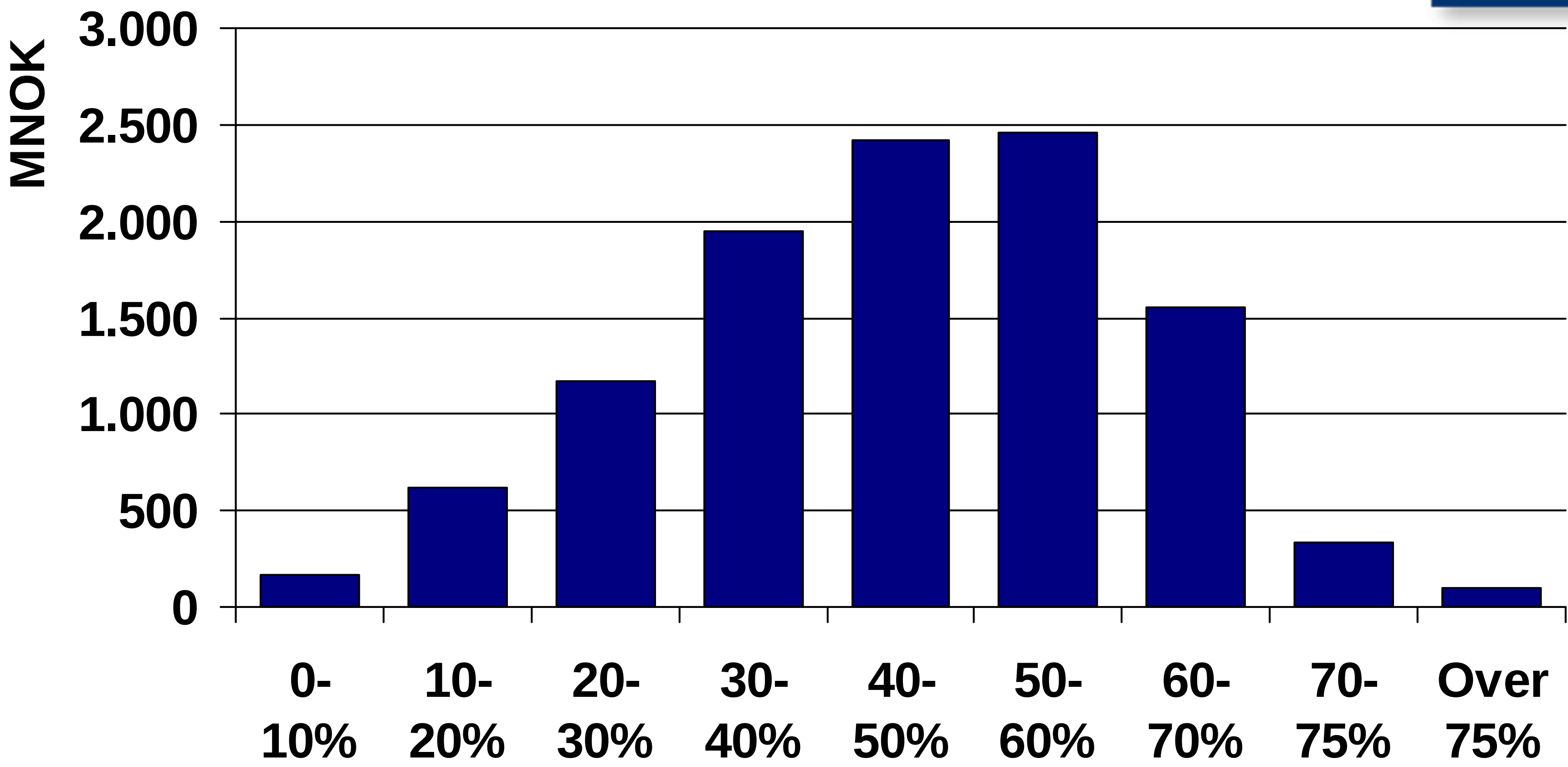
Distribution concentrated in central eastern Norway

Seasoning



- Weighted average seasoning: 3.99 years
- Approx. 55 % of the cover pool is >3 years seasoned

Loan to Value



- Weighted average LTV = 44.6 %
- Approx. 82 % of the cover pool has an LTV < 60 %

Issued Covered Bonds

ISIN	TICKER	INT.	ISSUED	MATURITY	CURR.	AMOUNT Mill. NOK	COUPON
NO0010623986	SPOBK04PRO	FRN	22.08.11	22.02.18*	NOK	231	NIB3+55
NO0010625908	SPOBK06	FIXD	05.10.11	05.10.26*	NOK	750	4,55 %
NO0010682099	SPOBK08	FRN	10.06.13	11.06.19*	NOK	300	NIB3+42
NO0010703051	SPOBK09	FIXD	05.02.14	05.02.21*	NOK	600	3,05 %
NO0010709124	SPOBK10	FRN	03.04.14	03.04.20*	NOK	2 500	NIB3+37
NO0010755085	SPOBK11	FRN	12.01.16	16.06.21*	NOK	2 500	NIB3+77
NO0010783434	SPOBK13	FRN	01.02.17	15.06.22*	NOK	2 500	NIB3+55
NO0010758519	SPOBK12	FRN	25.02.16	25.02.19*	SEK	300	STIB3+80
*Extended maturity 12 months («soft bullet»)						As at 10.07.2017	

www.oest.no

Frode Lindbeck

Overcollateralization

	RESIDENTIAL MORTGAGES INCL. SUBSTITUTE COLLATERAL	COVERED BONDS	OVER-COLLATERALIZATION
Q4-15	9.017.189	7.423.000	**21 %**
Q1-16	10.579.623	8.824.150	**20 %**
Q2-16	10.463.083	8.604.070	**22 %**
Q3-16	10.145.447	8.623.730	**18 %**
Q4-16	9.409.134	8.164.360	**15 %**
Q1-17	11.329.739	9.982.670	**13 %**
Q2-17	11.099.205	9.678.870	**15 %**

Sparebanken Øst Boligkreditt AS
P.O.Box 67
3301 Hokksund
Norway

Phone:+47 915 03220
Fax: +47 3288 3712
www.oest.no
firmapost@oest.no

CEO
Vegard Kvamme
+47 977 00 370
Vegard.kvamme@oest.no