

QUARTERLY REPORT Q3 2016

(unaudited)



Interim Report Q3 2016

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Key figures – group

Income Statement (Amounts in NOK millions)	Q3 2016	Q3 2015	01.01-30.09.2016	01.01-30.09.2015	Full year 2015
Net interest income	132,4	147,5	416,7	439,4	586,7
Net commission income	11,3	10,6	31,7	29,3	40,6
Net result from financial assets	23,5	-30,1	83,0	-33,5	-41,4
Other operating income	5,2	5,6	18,0	53,0	61,0
Total net income	172,4	133,6	549,4	488,2	646,9
Total operating costs	66,4	73,0	217,8	212,5	289,1
Profit/loss before losses	106,0	60,6	331,6	275,7	357,8
Losses on loans and guarantees	3,0	0,3	5,0	13,2	18,1
Profit/loss before tax costs	103,0	60,3	326,6	262,5	339,7
Tax costs	25,6	16,7	75,7	63,1	83,7
Profit/loss after tax	77,4	43,6	250,9	199,4	256,0

Key figures	Q3 2016	Q3 2015	01.01-30.09.2016	01.01-30.09.2015	Full year 2015
Profitability					
Return on equity	10,09	6,11	11,29	9,66	9,29
Net interest income as % of average total assets	1,47	1,75	1,58	1,73	1,72
Profit/loss after tax as % of average total assets	0,86	0,52	0,95	0,79	0,75
Costs as % of average total assets	0,74	0,87	0,82	0,84	0,85
Costs as % of income (before losses on loans/guarantees)	38,52	54,64	39,64	43,53	44,69
Costs as % of income (excl. return on financial investments)	44,59	44,59	46,70	40,73	42,00
Balance sheet figures					
Net lending to customers	29.713,4	27.709,5	29.713,4	27.709,5	27.975,8
Lending growth (quarter/12 months)	2,12	0,46	7,23	-2,61	-2,52
Deposits	13.869,6	13.209,5	13.869,6	13.209,5	13.159,3
Deposit growth (quarter/12 months)	-2,42	-3,45	5,00	0,23	-1,77
Average equity	3.051,3	2.833,2	2.969,3	2.758,5	2.755,3
Average total assets	35.847,8	33.392,6	35.326,7	33.956,8	34.067,2
Write-downs of impaired and non-performing loans					
Losses as % of net loans to customers (OB)	0,04	0,00	0,02	0,06	0,06
Write-downs as % of gross lending to customers	0,37	0,48	0,37	0,48	0,44
Net impaired and non-performing commitments as % of net loans	0,39	0,69	0,39	0,69	0,58
Financial strength					
CET1 capital ratio incl. 50% of retained profit (%)	16,40	15,93	16,40	15,93	16,29
CET1 capital ratio (%)	15,70	15,36	15,70	15,36	16,29
Tier 1 capital ratio (%)	17,64	17,37	17,64	17,37	18,29
Capital adequacy ratio (%)	19,58	19,38	19,58	19,38	20,29
Risk-weighted volume (calculation basis)	18.043,9	17.243,8	18.043,9	17.243,8	17.452,6
Tier 1 leverage ratio incl. 50% of retained profit (%)	8,97	8,95	8,97	8,95	8,97
Tier 1 leverage ratio (%)	8,63	8,66	8,63	8,66	8,97
Liquidity					
Deposit coverage ratio	46,68	47,67	46,68	47,67	47,04
LCR (%)	217,07	216,27	217,07	216,27	215,80
Branches and full-time equivalents					
No. of branches	24	21	24	21	21
Full-time equivalents	214	226	214	226	226
Equity certificates					
Ownership fraction (parent bank) (%)	37,67	38,79	37,67	38,79	38,79
No. of equity certificates	20.731.183	20.731.183	20.731.183	20.731.183	20.731.183
Book equity per equity certificate	56,15	53,54	56,15	53,54	55,06
Earnings per equity certificate	1,41	0,82	4,56	3,73	4,79
Dividend per equity certificate	0,00	0,00	0,00	0,00	3,30
Turnover rate	9,28	10,26	9,11	17,66	16,02
Price	47,50	52,00	47,50	52,00	47,60

For definition of key figures, see page 42

Board of Directors' Report

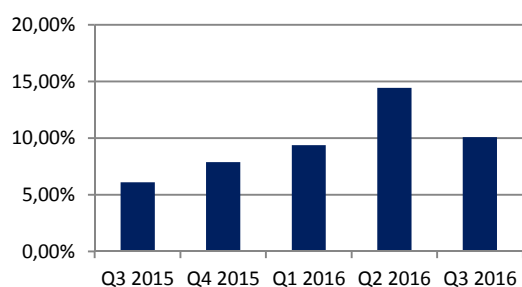
Sparebanken Øst achieved profit after tax of NOK 77.4 million for the third quarter of 2016. The results for the quarter are good, with a return on equity of 10.09 per cent. Earnings per equity certificate in the quarter were NOK 1.41. The quarterly results were affected by lower interest rates, positive revaluations on securities, and low costs. The bank is still experiencing a good influx of customers and net lending to customers grew by 2.12 per cent in the quarter, seen in isolation. Customer deposits fell by 2.42 per cent in the same period. The portfolio of net impaired and non-performing commitments decreased further in the quarter and now amounts to 0.39 per cent of net lending to customers. Losses remain very modest and amounted to NOK 3.0 million for the quarter.

The profit after tax as at 30 September amounted to NOK 250.9 million, which corresponds to a return on equity of 11.29 per cent. Earnings per equity certificate were NOK 4.56. The result for the year to date was affected by reduced net interest income, dividends from Frende Holding AS, payments from Visa Norge FLI, income recognition associated with the changed guarantee liability with respect to Eksportfinans ASA, a positive revaluation of securities and a property write-down in one of the bank's subsidiaries. The Norwegian Banks Guarantee Fund levy was recognised in its entirety in the first quarter of 2016. The bank's CET1 capital ratio is very solid (incl. 50 per cent of the retained profit), at 16.40 per cent. Net lending to customers has grown by 7.23 per cent in the last 12 months, while deposits have grown by 5.00 per cent in the same period. Losses on loans to customers amounted to NOK 5.0 million in the first three quarters of 2016. At the same time as Sparebanken Øst strengthened its network of branches by opening branches in Sætre, Røyken and Holmestrand in 2016, the bank commenced work on projects aimed at increasing the use of technology to improve efficiency and customer experience.

Profit for the quarter

Sparebanken Øst achieved a profit after tax of NOK 77.4 million for the third quarter of 2016. The corresponding profit after tax for the third quarter of 2015 was NOK 43.6 million.

Return on equity in the third quarter was 10.09 per cent, compared with 6.11 per cent for the same quarter in 2015. The table below shows the return on equity in the last five quarters.

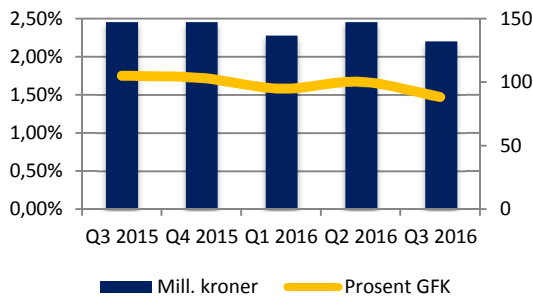


Net interest income

Net interest income amounted to NOK 132.4 million in the third quarter of 2016, compared with NOK 147.5 million in the same quarter in 2015. Net interest income amounted to 1.47 per cent of average total assets in the third quarter of 2016. The corresponding figure for the same quarter in 2015 was 1.75 per cent. No amount was charged for the Norwegian Banks Guarantee Fund levy in the third quarter of 2016. The Norwegian Banks Guarantee Fund levy was charged in full in the first quarter of 2016 and amounted to NOK 11.7 million. In 2015, the Norwegian Banks Guarantee Fund levy was subject to accrual accounting throughout the year and NOK 2.9 million was recognised as a cost in the third quarter of 2015. Last year's figures have not been restated.

Strong competition and low interest rates are resulting in greater pressure on loan and deposit rates and reduced income from customers.

The figure below shows net interest income in per cent and NOK in the last five quarters.



Net other operating income

Net other operating income encompasses commission income and costs, dividends, net value changes and gains/losses from financial instruments and other income. Net other operating income amounted to NOK 40.0 million in the third quarter of 2016, compared with an expense of NOK 13.9 million in the same quarter in 2015.

- Net commission income amounted to NOK 11.3 million, an increase of NOK 0.7 million compared with the same quarter last year.
- NOK 0.3 million in dividends were recognised as income in the third quarter of 2016.
- Net value changes and gains/losses from financial instruments amounted to NOK 23.2 million, an increase of NOK 53.3 million compared with the same period last year. NOK 4.6 million was recognised as income in the quarter from changes to the bank's guarantee liability with respect to Eksportfinans ASA. The contraction of the margin in the liquidity portfolio in 2016 resulted in positive value changes in the quarter as well.

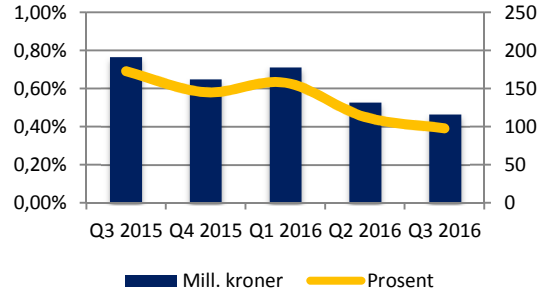
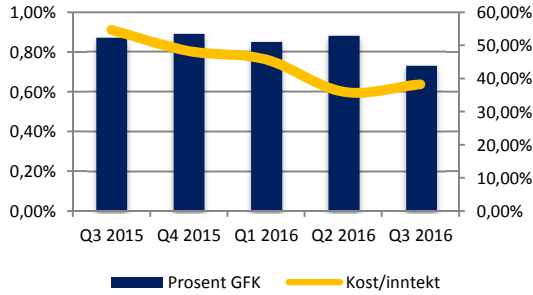
- Other operating income amounted to NOK 5.2 million in the third quarter of 2016, compared with NOK 5.6 million in the same quarter in 2015. The decrease is partly due to reduced rental income in the bank's property company.

Operating expenses

Total operating costs amounted to NOK 66.4 million in the third quarter of 2016, compared with NOK 73.0 million for the same quarter in 2015. The changes consist of the following:

- Payroll costs amounted to NOK 41.2 million in the third quarter of 2016, compared with NOK 44.7 million in the same quarter last year. The reduction is due to salary and pension costs. The number of full-time equivalents was 214 at the end of the third quarter. The number of full-time equivalents has fallen by five since the previous quarter and by 12 compared with the third quarter of 2015.
- Administrative costs amounted to NOK 12.3 million in the third quarter of 2016, compared with NOK 13.0 million in the same quarter in 2015.
- Depreciation and write-downs amounted to NOK 4.3 million, compared with NOK 4.3 million for the same period last year.
- Other operating costs were reduced to NOK 8.6 million in the third quarter of 2016, compared with NOK 11.0 million in the same quarter of 2015. The reduction is due to a number of smaller items.

The figure below shows total operating costs as a percentage of average total assets and costs as a percentage of income before losses on loans and guarantees in the last five quarters.



Non-performance and losses

Net impaired and non-performing commitments have been significantly reduced compared with the third quarter of 2015, and amounted to 0.39 per cent of net lending at the end of the third quarter of 2016. This is down from 0.69 per cent at the end of the same period last year.

Losses on loans to customers amounted to NOK 3.0 million in the third quarter of 2016. By comparison, losses on loans amounted to NOK 0.3 million in the third quarter of 2015.

Individual write-downs on loans and guarantees amounted to NOK 65.5 million at the end of the third quarter of 2016, compared with NOK 91.1 million at the end of the third quarter of 2015. The decrease was linked to the identification and recognition of previous individual write-downs. Individual write-downs deriving from reviews of individual commitments are based on objective evidence of a loss having being incurred. Collective write-downs on loans to customers amounted to NOK 43.4 million at the end of the third quarter of 2016. Collective write-downs are based on the existence of objective evidence of a loss in groups of loans, calculated by using classification models and statistics.

The figure below shows net impaired and non-performing commitments in NOK and as a percentage of net lending in the last five quarters.

Tax

Tax costs in the third quarter of 2016 amounted to NOK 25.6 million, compared with NOK 16.7 million for the same quarter last year.

Profit for the year to date

The profit after tax at the end of the third quarter of 2016 was NOK 250.9 million, which represents an increase of NOK 51.5 million compared with the same period in 2015. Return on equity in the year to date was 11.29 per cent, compared with 9.66 per cent for the same period last year.

Net interest income amounts to NOK 416.7 million at the end of the third quarter of 2016 and shows a decrease of NOK 22.7 million over the same period last year. Falling lending rates are being partly compensated for by lower deposit rates, but not completely. Prolonged stable and low interest rates are resulting in lower returns on the loans portfolio. Sparebanken Øst recognised the entire levy for the Norwegian Banks Guarantee Fund in the first quarter of 2016, which amounted to NOK 11.7 million. In 2015, the Norwegian Banks Guarantee Fund levy was subject to accrual accounting throughout the year and NOK 8.5 million was recognised as a cost at the end of the third quarter of 2015. Last year's figures have not been restated.

The recognition of interest not previously recognised as income contributed to higher net interest income in 2016 compared to 2015.

Net commission income amounts to NOK 31.7 million at the end of the third quarter of 2016

and shows an increase of NOK 2.4 million over the same period last year.

Dividends received amount to NOK 26.9 million so far this year compared with NOK 1.3 million in the same period last year. The amount this year primarily consists of NOK 10.6 million in dividends received from Frende Holding AS and payments of cash remuneration from Visa Norge FLI totalling NOK 15.6 million.

On 28 September 2016, the bank received NOK 9.7 million from Nets in deferred settlement of the sale of shares to Nets in 2014. This amount was not recognised as income in the third quarter, as there was uncertainty regarding the payment at the end of the quarter. The settlement is expected to be recognised as income in the fourth quarter of 2016.

Net value changes and gains/losses from financial instruments amounted to NOK 56.1 million at the end of the third quarter, an increase of NOK 90.9 million compared with the same period last year. The increase is linked to changes in value based due to the contraction in margins in the bank's liquidity portfolio and income linked to changes in the bank's guarantee liability with respect to Eksportfinans ASA, NOK 15.7 million of which is a one-off effect.

Other operating income amounted to NOK 18.0 million for the year to date, compared with NOK 53.0 million in the same period in 2015. Profit from the sale of properties in 2015 amounted to NOK 34.5 million.

Operating costs increased by NOK 5.3 million for the first three quarters of the year compared to the same period in 2015, and now amount to NOK 217.8 million at the end of the third quarter of 2016. The increase was largely attributable to a property write-down in one of the bank's subsidiaries and assistance in connection with impaired and non-performing engagements.

Losses on loans to customer amounted to NOK 5.0 million at the end of the third quarter

of 2016, compared with NOK 13.2 million in the same period in 2015.

Individual write-downs on loans and guarantees amounted to NOK 65.5 million at the end of the third quarter of 2016, compared with NOK 91.1 million at the end of the third quarter of 2015. The decrease was linked to the identification and recognition of previous individual write-downs. Write-downs on groups of loans were unchanged in the period and amount to NOK 43.4 million.

Tax

Dividends from Frende Holding AS are covered by the exemption method. The payments from Visa Norge FLI are also deemed to be covered by the exemption method. The effective tax rate was therefore lower than 25 per cent as of 30 September 2016.

Balance sheet as at 30.09.2016

Total assets amounted to NOK 35,892.9 million at the end of the third quarter of 2016, compared with NOK 33,413.1 million at the end of the third quarter of 2015.

Assets

- Cash and receivables at central banks amounted to NOK 256.6 million as at 30.09.2016, compared with NOK 240.2 million as at 30.09.2015.
- Net loans to financial institutions amounted to NOK 10.1 million as at 30.09.2016, compared with NOK 8.1 million as at 30.09.2015. Lending to financial institutions in Norway involves interbank loans only.
- Net lending to customers amounted to NOK 29,713.4 million as at 30.09.2016, compared with NOK 27,709.5 million as at 30.09.2015. This represents an increase of NOK 2,003.9 million in the last 12 months, or 7.23 per cent. Net lending to retail customers increased by 6.78 per cent, while net lending to business customers increased by 10.03 per cent. Gross lending to retail customers accounted for 85.62

per cent of total lending to customers. The risk in the business loans portfolio has been reduced over the last four years. Together with a significant reduction in impaired and non-performing loans, this provides a good basis for growth in business loans in 2016 and subsequent years. Of the increased lending to companies in the last 12 months, 64 per cent has gone to existing customers.

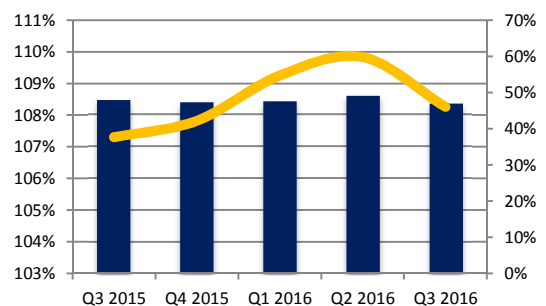
- The holding of certificates and bonds amounted to NOK 4,495.7 million as at 30.09.2016, compared with NOK 4,051.2 million as at 30.09.2015. The holding consists in its entirety of the liquidity portfolio. For the liquidity portfolio, the weighted average term until the agreed maturity has been calculated as 2.35 years.
- The bank's shares in Frende Holding AS are classified as 'available for sale' and were valued at NOK 210.0 million at the end of the third quarter of 2016.
- The bank's shares in Eksportfinans ASA are also classified as 'available for sale' and were valued at NOK 200.0 million at the end of the third quarter of 2016. The bank has, since 2008, together with the other shareholders in the company, pledged guarantees for changes in the value of Eksportfinans ASA's liquidity portfolio. Sparebanken Øst issued a guarantee from 30 April 2016 for NOK 72.6 million of the total guarantee limit for Eksportfinans ASA.

Liabilities

- Deposits from customers amounted to NOK 13,869.6 million as at 30.09.2016, compared with NOK 13,209.5 million as at 30.09.2015. This is an increase in the last 12 months of NOK 660.1 million or 5.0 per cent. The deposit coverage ratio in the group at the end of the third quarter of 2016 was 46.68 per cent, compared with 47.67 per cent at the end of the third quarter of 2015.

- Securities issued amounted to NOK 17,772.8 million as at 30.09.2016, compared with NOK 16,107.8 million as at 30.09.2015. The liquidity situation measured as long-term funding as a percentage of liquid assets (Liquidity Indicator 1) amounted to 108.3 per cent at the end of the quarter, compared with 107.3 per cent in the same point in 2015. LCR amounted to 217.07 per cent at the end of the third quarter of 2016. A conservative investment policy means that a high proportion of securities count in the LCR calculation. The maturity structure significantly affects LCR.
- Other long-term borrowing amounted to NOK 121.6 million at the end of the third quarter of 2016, compared with NOK 182.2 million as at 30.09.2015.
- Short-term borrowing (defined as borrowing with a remaining term to maturity of less than 1 year) amounted to NOK 1,986.5 million.

The figure below shows long-term liquidity as a percentage of illiquid assets (yellow/left) and the deposit coverage ratio (blue/right) in the last five quarters.



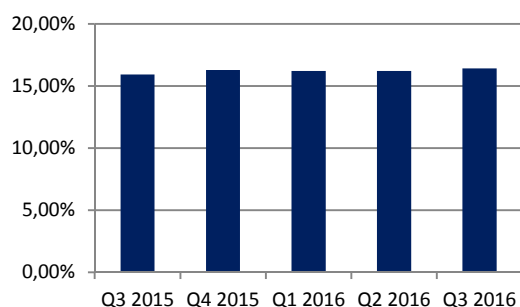
Capital adequacy

- The capital adequacy ratio measured as CET1 capital inclusive of 50 per cent of profit in the year-to-date amounted to 16.40 per cent at the end of the third quarter of 2016, which represents an increase from 15.93 per cent at the end of

the third quarter of 2015. At the end of the year the CET1 ratio was 16.29 per cent.

- The tier 1 leverage ratio (incl. 50 per cent of retained earnings) was 8.97 per cent at the end of the third quarter of 2016 compared with 8.95 per cent for the same period last year. In a letter dated 31.03.2016 to the Ministry of Finance, the Financial Supervisory Authority of Norway proposed that a statutory minimum requirement of 6.00 per cent be set for Norwegian banks.
- Net primary capital at the end of the third quarter of 2016 amounted to NOK 3,532.9, of which NOK 3,183.3 million constituted the group's tier 3 capital. With a calculation basis of NOK 18,043.9 million, this corresponds to a capital adequacy ratio of 19.58 per cent, of which 17.64 per cent constitutes the tier 1 capital ratio. The bank uses the standardised approach when calculating minimum requirements for subordinated capital for credit risk.

The figure below shows the development of CET1 capital (incl. 50 per cent of retained profit) in the last five quarters.



Macroeconomic developments

The significant fall in oil prices that started in autumn 2014 produced weaker growth in the Norwegian economy last year and in the year-to-date than was previously the case. Unemployment has risen significantly in oil-related activities and regions, while rates have been stable in our main market in Eastern Norway. Norges Bank has reduced the base

rate to a historic low of 0.5 per cent, and further cuts are expected. House prices in Eastern Norway continue to rise strongly. Wage growth is at its lowest for several decades, which could affect the growth in house prices in the long term. A weaker Norwegian krone is helping to strengthen competitiveness in the export market and will, together with a more expansive state budget for 2016, help to dampen the effects of the fall in oil prices. There is uncertainty about the potential ripple effects from the cooling of the Norwegian economy and the development of consumer spending will be important going forward.

Risk

Credit risk

Sparebanken Øst has prepared a credit strategy that deals with various types of credit risk related to loans, credits and guarantees granted to customers in the retail and business markets, as well as counterparty risk for securities.

The credit strategy is intended to help ensure that the bank's activities in the credit area are in line with the framework conditions and guidelines in the bank's overall business concept and strategic plans, including ensuring that the activities are prudent in relation to the bank's capacity and willingness to bear risk.

The strategy should also help the bank to establish a credit portfolio of a quality and composition that ensures the bank's profitability in the short and long term, and ensures that the bank's management of credit risk is in accordance with the requirements stipulated by laws, regulations, directives from the authorities and other regulatory conditions.

The principles in the strategy document are detailed in the bank's credit manuals and established instructions.

Within the retail and business markets, the capacity and willingness to pay are key aspects of credit assessment. Measurement of risk

when lending to customers is done by classifying customers according to risk. Risk classification has been established as an integral element of the credit process. Credit risk trends are continuously monitored through quarterly reports to the management and the bank's board.

The bank's geographic coverage provides access to a large market area with flexibility with regard to customers and segments. The bank's loan portfolio is primarily spread across the central Eastern Norway area.

The low proportion of lending to the business market contributes to a low concentration risk for the bank. Exposure to commercial property represents a relatively large proportion of the business portfolio but a limited proportion of the bank's total loan portfolio.

Loans and credits to the retail market are generally only granted against home mortgages. The bank's exposure to loans and credit without associated security is low. The risk classification of the entire retail portfolio was updated in the first quarter in line with the requirements for the annual reclassification of loan portfolios. At the same time, changes were made to the risk classification model for retail customers.

The bank also takes credit risks in managing liquidity reserves and excess liquidity. The bank intends to retain interest-bearing securities with low credit risk for liquidity purposes (reserve for disposal when needed), as a deposit basis for borrowing facilities at the central bank, or both.

The bank's credit risk is monitored continuously and updated overviews of the bank's total counterparty risk are available.

Market risk

Sparebanken Øst has a financial strategy that is intended to help to ensure that the bank's activities in the area of finance are in line with the framework conditions and guidelines in the bank's overall business concept, strategic

plans and budgets, as well as ensure that the activities are prudent in relation to the bank's capacity and willingness to bear risk.

The financial strategy is intended to ensure that the bank's management of credit risk complies with the requirements stipulated by laws, regulations, directives from the authorities, and other regulatory conditions.

Sparebanken Øst has a liquidity portfolio comprising interest-bearing securities that are primarily issued by Nordic credit institutions, Norwegian banks, municipalities, the government and government-guaranteed companies. Through this, the bank takes credit spread risk.

The interest rate risk is kept within fixed limits and limited in that assets and liabilities mainly have variable rates or are swapped to variable rates. Currency risk is reduced by entering into futures or basis swaps. The bank has very little interest and currency risk on its balance sheet. Exposure to equity instruments beyond the bank's subsidiaries and strategic investments is limited.

Liquidity risk

Sparebanken Øst aims to practise a conservative approach to liquidity risk and manage it according to fixed limits. The Group shall ensure proper liquidity management so that the company has sufficient liquid assets to meet its obligations at maturity at all times, and illiquid assets are financed long term. Sparebanken Øst issues covered bonds through the bank's wholly owned mortgage credit company. Covered bonds with long maturities are generally issued, whereas senior hybrid tier 1 loans are issued with maturities that fit into the existing maturity profile at any given time.

Operational risk

Operational risk is monitored through annual reviews of the bank's key processes, established internal controls with semi-annual managerial confirmation of implemented internal controls, and quarterly reporting of events recorded and risk assessments to the board. The Group has not recorded significant

losses as a result of failures in internal processes, systems, human error, or unforeseen events so far this year.

Rating

In April 2016, Sparebanken Øst was awarded an issuer rating of A3 with a stable outlook by Moody's Investor Service. This rating is additional to the existing bank deposit rating of A3 (stable) from Moody's.

Subsidiaries

Sparebanken Øst Boligkreditt AS is a wholly owned subsidiary of Sparebanken Øst. The company was established on 14.04.2009 with the object of granting or acquiring home mortgage loans, property mortgage loans, loans secured by liens on other registered assets or public loans, and of financing lending activities, mainly by issuing covered bonds. The loan-to-asset value ratio for the cover (LTV) at the end of the third quarter of 2016 was 47.4 percent. In comparison, the equivalent figure was 47.5 per cent at the end of the third quarter of 2015.

The company's total assets as at 30.09.2016 amounted to NOK 10,432.6 million and mainly consist of first priority home mortgages, which are funded through covered bonds and drawing rights from the parent company. The company's paid-up equity is NOK 650.0 million, of which NOK 319.8 million is share capital and NOK 330.2 million makes up the share premium account. Profit after tax shows a profit of NOK 51.9 million at the end of the third quarter of 2016 compared with NOK 60.5 million for the same period last year. The company has no employees, but procures services from Sparebanken Øst. In the first quarter of 2011, Sparebanken Øst Boligkreditt AS was rated AAA by Moody's.

AS Financiering is a wholly owned financing subsidiary of Sparebanken Øst. Its main product is debenture financing for used cars. The company achieved a profit after tax of NOK 31.8 million at the end of the third quarter of 2016 compared with NOK 30.1

million in the same period last year. Total assets amounted to NOK 1,768.2 million. At the end of the third quarter, the company has 23 employees, corresponding to 23 FTEs.

Sparebanken Øst Eiendom AS's main purpose is standard property management for the purchase, sale, rental, and development of real estate and the purchase and sale of movable property in various business areas. Income amounted to NOK 20.8 million at the end of the third quarter of 2016, compared with NOK 56.8 million for the same period in 2015. NOK 34.5 million in profit from the sale of property was recognised as income in 2015. The result after tax was a profit of NOK 2.4 million at the end of the third quarter of 2016 compared with NOK 36.6 million for the same period last year. The company has six employees. Its share capital amounts to NOK 35.1 million.

Øst Prosjekt AS's main object is to take over projects and to undertake industrial and commercial activities to hedge and realise exposed positions in the parent bank. The company has no employees and the share capital amounts to NOK 12.0 million. The result after tax was a loss of NOK 8.4 million at the end of the third quarter of 2016. The deficit was linked to the writing down of property. The company posted a deficit of NOK 0.2 million for the same period in 2015.

On 5 August 2016, Øst Inkasso AS was licensed to operate as a debt collection agency. The company will be in full operation from the fourth quarter of 2016.

Frende Forsikring

Frende Holding AS owns Frende Skade AS and Frende Liv AS (Frende Forsikring). The bank owns a 13.19 per cent stake in the holding company. Frende Forsikring is owned by 15 savings banks and Sparebanken Vest is the largest shareholder. The company offers P&C and life insurance products to business and retail customers and has around 175,000 customers. Frende Forsikring's head office is in Bergen. In 2016, Sparebanken Øst received

dividends from subsidiaries amounting to NOK 10.6 million.

Accounting policies

The interim financial statements were prepared in accordance with IFRS (including IAS 34 Interim Financial Reporting). The interim financial statements have not been audited.

Dividend policy

The board of Sparebanken Øst approved a minor adjustment to the bank's dividend policy from and including 2016. The change involves the target for, and level of, dividends on social capital. No changes have been made to the bank's dividend policy for equity certificate holders.

Sparebanken Øst's financial goals for its activities are to achieve results that provide a good, stable return on the bank's equity and to create value for equity certificate holders with competitive returns in the form of dividends and capital appreciation on equity certificates. Profit for the year will be divided between equity certificate holders and social capital in accordance with their respective proportion of the bank's equity.

Sparebanken Øst will endeavour to pay 50 to 75 per cent of the profit allocated to equity certificate holders as dividends. Sparebanken Øst also aims to distribute an amount equivalent to 50 to 75 per cent of the dividend paid to equity certificate holders as dividends on social capital in the form of gifts to charitable causes. When determining the dividend and donations, account will be taken of the bank's financial performance, market situation, dividend stability and core capital requirements.

Outlook

The level of uncertainty regarding the Norwegian economy is expected to remain high. This will affect the bank's general growth and earnings opportunities. Low oil prices are

still affecting the business sector in some regions of Norway and thus employment rates. Sparebanken Øst's customer portfolio is generally not directly affected by lower activity in the oil sector. Low interest rates are strengthening the debt serving capacity of households and companies, including those with lower incomes. The Norwegian kroner exchange rate is still providing Norwegian export companies with competitive advantages abroad and thus increased income. Increased unemployment could lessen the payment capacity of affected households. Sparebanken Øst is not expecting any major changes in the macroeconomic situation in Eastern Norway where it primarily operates. House prices are expected to rise in the future and increase households' debt burden. Some companies could be affected by the generally lower level of demand and by the situation in the oil sector in particular.

The bank has a very sound capital situation that satisfies the authorities' requirements. This provides the bank with room for manoeuvre and not least security in a year of greater uncertainty. The bank opened branches in Røyken, Sætre and Holmestrand in the quarter, plus a new office in Sande on 13 October. No significant rise in costs is expected due to the establishment of these new branches. The bank's target for CET1 capital is 14.5 per cent. The bank also has a solid liquidity buffer that provides security should the bank experience problems accessing funding during the year. The bank's target for long-term funding is 105 per cent of non-liquid assets. The bank expects to be able to obtain new funding with margins on a par with those of the major regional banks. The bank believes it is in a good position in the capital markets and aims to ensure simple, open communication with its various investors. The bank's target for its return on equity has been set at 10 per cent over time. The bank expects the regulatory uncertainty to be reduced through the authorities' overall risk assessments of the banks (SVR) in 2016.

Growth in lending to and deposits from customers will depend on the general competition in the banking market and access

to long-term funding. The bank expects growth in lending to both retail and business customers. The growth is expected to be distributed evenly across different distribution channels. Growth in lending to retail customers will primarily come from home mortgages. Growth is expected in loans for financing used cars with sales liens (AS Financiering). The growth in lending to business customers will primarily occur in the bank's defined market areas. Repayment loans with security in real estate are the bank's main product in the business market.

Banking involves risk and non-performance and losses on loans and guarantees to customers cannot be excluded. Impaired and non-performing commitments have been significantly reduced in recent quarters. The group has substantial in-house expertise that will work to resolve any problem commitments that might arise in the future. This includes expertise within recovery as well as property development and operation.

Fluctuations in the value of securities in the form of equities and bonds cannot be excluded. The holding of bonds is exclusively held for liquidity purposes. No significant changes in the bank's ownership interests in

Frende Holding AS are expected. Eksportfinans ASA is in the process of winding up, but the winding-up date is not yet finally decided. The supply side in the bank market is expected to decrease somewhat, although the level of competition is expected to persist in high quality customer segments. The bank expects continued pressure on margins on loans to retail customers as a result of persistent low interest rates. Margins on loans to businesses are expected to increase slightly. Low interest rates are challenging for the bank's interest margin between loans and deposits. Non-performing loans were significantly reduced in 2016 and the recognition of interest not previously recognised as income made a positive contribution to net interest income in the first half of 2016. Such income cannot be expected going forward. The level of uncertainty regarding macroeconomic developments, the bank's competitiveness, and the development of margins for the bank's borrowing are sources of uncertainty with respect to the bank's earnings and return on equity.

Hokksund, 30 September 2016

Drammen, 01 November 2016

Jorund Rønning Indrelid
Chair

Knut Smedsrud
Deputy chairman

Morten André Yttreide
Board member

Øivind Andersson
Board member

Hanne Margrete Lenes Solem
Board member

Elly Therese Thoresen
Board member

Ole-Martin Solberg
Employee representative

Inger Helen Pettersen
Employee representative

Pål Strand
CEO

Income Statement – Group

(Amounts in NOK millions)	Note	Q3 2016	Q3 2015	01.01-30.09.2016	01.01-30.09.2015	Full year 2015
Interest income	15	250,4	283,7	788,1	891,4	1.167,0
Interest costs	15	118,0	136,2	371,4	452,0	580,3
Net interest income	15	132,4	147,5	416,7	439,4	586,7
Commission income and income from banking services		21,4	20,3	61,1	58,6	79,8
Commission expenses and expenses for banking services		10,1	9,7	29,4	29,3	39,2
Dividend		0,3	0,0	26,9	1,3	1,3
Net value change and gains/losses on financial instruments	16	23,2	-30,1	56,1	-34,8	-42,7
Other operating income		5,2	5,6	18,0	53,0	61,0
Net other operating income		40,0	-13,9	132,7	48,8	60,2
Payroll, etc.	17	41,2	44,7	121,1	122,9	166,8
Administration costs	17	12,3	13,0	35,7	38,2	51,7
Depreciation/write-downs/value change for non-financial assets	17	4,3	4,3	23,1	13,4	17,9
Other operating costs	17	8,6	11,0	37,9	38,0	52,7
Total operating costs	17	66,4	73,0	217,8	212,5	289,1
Profit/loss before losses		106,0	60,6	331,6	275,7	357,8
Losses on loans and guarantees	4	3,0	0,3	5,0	13,2	18,1
Profit/loss before tax costs		103,0	60,3	326,6	262,5	339,7
Tax costs		25,6	16,7	75,7	63,1	83,7
Profit/loss after tax		77,4	43,6	250,9	199,4	256,0
Earnings per equity certificate		1,41	0,81	4,56	3,73	4,79
Diluted earnings per equity certificate		1,41	0,81	4,56	3,73	4,79

Total income - Group

(Amounts in NOK millions)	Note	Q3 2016	Q3 2015	01.01-30.09.2016	01.01-30.09.2015	Full year 2015
Profit/loss after tax		77,4	43,6	250,9	199,4	256,0
Items that will not be reclassified to the statement of income						
Actuarial gains and losses on defined-benefit plans		0,0	0,0	0,0	0,0	29,8
Tax related to items that cannot be reclassified		0,0	0,0	0,0	0,0	-7,4
Items that may later be reclassified to the statement of income						
Changes in fair value of investments available for sale		0,0	0,0	-9,5	0,0	18,2
Tax related to items that may be reclassified		0,0	0,0	0,1	0,0	-0,1
Other comprehensive income		77,4	43,6	241,5	199,4	296,5

Balance Sheet – Group

(Amounts in NOK millions)	Note	30.09.2016	30.09.2015	31.12.2015
Assets				
Cash and receivables from central banks	10,11	256,6	240,2	378,0
Loans to and receivables from financial institutions	10,11	10,1	8,1	8,1
Loans to and receivables from customers	4,7,8,10,11	29.713,4	27.709,5	27.975,8
Certificates, bonds, etc. at fair value	10,11	4.292,5	3.847,8	4.554,6
Stocks and units	10,11	460,7	457,9	478,1
Financial derivatives	10,11,13,14	498,6	509,6	494,7
Certificates and bonds, held to maturity	10,11	203,2	203,4	205,6
Investment properties		284,1	265,9	249,8
Tangible fixed assets		129,5	131,2	131,6
Other assets		22,1	25,6	25,3
Prepaid non-accrued costs and earned but not received income		22,1	13,9	7,5
Total assets		35.892,9	33.413,1	34.509,1
Liabilities and equity				
Liabilities to financial institutions	10,11	121,6	182,2	150,3
Deposits from and liabilities to customers	6,10,11	13.869,6	13.209,5	13.159,3
Financial derivatives	10,11,13,14	44,3	63,2	68,4
Securities issued	10,11,12	17.772,8	16.107,8	17.205,3
Tax payable		74,3	59,0	98,4
Other liabilities		103,8	96,1	68,6
Accruals and deferred income		45,4	36,4	34,9
Provisions for accrued costs and liabilities		59,7	87,0	59,7
Deferred tax liability		8,2	13,8	10,2
Subordinated loan capital	10,11,12	703,2	703,1	702,9
Total debt		32.802,9	30.558,1	31.558,0
Paid-up equity		595,1	595,1	595,1
Retained earnings		2.244,0	2.060,5	2.356,0
Retained ordinary profit		250,9	199,4	0,0
Total equity		3.090,0	2.855,0	2.951,1
Total liabilities and equity		35.892,9	33.413,1	34.509,1

Changes in Equity - Group

(Amounts in NOK millions) Q3 2016	Paid-up equity				Retained earnings				
	Total equity	Equity certificates	Share mium reserve	Equalisation fund	Primary capital	Endowment fund	Available		
							for sale reserve	Other equity	Retained profit
Equity as at 31.12.2015	2.951,1	207,3	387,8	341,2	1.432,1	38,1	180,5	364,1	0,0
Profit/loss	250,9	0,0	0,0	0,0	0,0	0,0	0,0	0,0	250,9
Changes in fair value of investments in JV/AC	-9,4	0,0	0,0	0,0	0,0	0,0	-9,4	0,0	0,0
Actuarial gains and losses on defined-benefit plans	0,0	0,0	0,0	0,0	0,0	0,0	0,0	0,0	0,0
Other comprehensive income	241,5	0,0	0,0	0,0	0,0	0,0	-9,4	0,0	250,9
Dividend to equity certificates holders 2015 - approv	-68,4	0,0	0,0	-68,4	0,0	0,0	0,0	0,0	0,0
Dividend to social capital 2015 - approved	-34,2	0,0	0,0	0,0	-34,2	0,0	0,0	0,0	0,0
Changes in endowment fund	0,0	0,0	0,0	0,0	0,0	0,0	0,0	0,0	0,0
Equity as at 30/09/2016.	3.090,0	207,3	387,8	272,8	1.397,9	38,1	171,1	364,1	250,9

Q3 2015	Paid-up equity				Retained earnings				
	Total equity	Equity certificates	Share mium reserve	Equalisation fund	Primary capital	Endowment fund	Available		
							for sale reserve	Other equity	Retained profit
Equity as at 31.12.2014	2.765,7	207,3	387,8	366,3	1.308,0	45,5	162,4	288,4	0,0
Profit/loss	199,4	0,0	0,0	0,0	0,0	0,0	0,0	0,0	199,4
Changes in fair value of investments in JV/AC	0,0	0,0	0,0	0,0	0,0	0,0	0,0	0,0	0,0
Actuarial gains and losses on defined-benefit plans	0,0	0,0	0,0	0,0	0,0	0,0	0,0	0,0	0,0
Other comprehensive income	199,4	0,0	0,0	0,0	0,0	0,0	0,0	0,0	199,4
Dividend 2014 adopted	-103,7	0,0	0,0	-103,7	0,0	0,0	0,0	0,0	0,0
Changes in endowment fund	-6,4	0,0	0,0	0,0	0,0	-6,4	0,0	0,0	0,0
Equity as at 30.09.2015	2.855,0	207,3	387,8	262,6	1.308,0	39,1	162,4	288,4	199,4

2015	Paid-up equity				Retained earnings				
	Total equity	Equity certificates	Share mium reserve	Equalisation fund	Primary capital	Endowment fund	Available		
							for sale reserve	Other equity	Retained profit
Equity as at 31.12.2014	2.765,7	207,3	387,8	366,3	1.308,0	45,5	162,4	288,4	0,0
Profit/loss	256,0	0,0	0,0	70,6	111,5	0,0	0,0	73,9	0,0
Changes in fair value of investments in JV/AC	18,1	0,0	0,0	0,0	0,0	0,0	18,1	0,0	0,0
Actuarial gains and losses on defined-benefit plans	22,4	0,0	0,0	8,0	12,6	0,0	0,0	1,8	0,0
Other comprehensive income	296,5	0,0	0,0	78,6	124,1	0,0	18,1	75,7	0,0
Dividend 2014 adopted	-103,7	0,0	0,0	-103,7	0,0	0,0	0,0	0,0	0,0
Changes in endowment fund	-7,4	0,0	0,0	0,0	0,0	-7,4	0,0	0,0	0,0
Equity as at 31.12.2015	2.951,1	207,3	387,8	341,2	1.432,1	38,1	180,5	364,1	0,0

Cash Flow Statement

(Amounts in NOK millions)		30.09.2016	30.09.2015	31.12.2015
Operating activities				
Profit/loss before tax costs		326,6	262,5	339,7
Adjusted for:				
Change in net interest income earned and accrued interest costs		45,8	70,4	3,3
Net receipts/payments of loans to customers		-1.722,0	969,8	713,3
Change in certificates and bonds at fair value		262,1	54,8	-650,3
Change in other assets in connection with operations		-57,0	93,8	98,4
Net receipts/disbursement of deposits from financial institutions		0,9	0,9	0,0
Net receipts/disbursement of deposits from customers		664,9	-247,6	-236,1
Change in other operating liabilities		11,4	8,4	-11,5
Non-cash items included in profit before tax costs		10,1	10,1	4,5
Net gain/loss from investing activities		-0,3	-35,1	-35,2
Net gain/loss from financing activities		-0,7	3,6	4,0
Taxes paid for the period		-101,7	-105,1	-105,1
Net cash flow from operating activities	A	-559,9	1.086,5	125,0
Investing activities				
Payments on purchases of fixed assets		-56,0	-81,5	-87,8
Proceeds from sale of fixed assets		1,2	232,9	250,4
Net proceeds/costs on the sale/purchase of financial investments		0,0	0,0	1,1
Net cash flow from investing activities	B	-54,8	151,4	163,7
Financing activities				
Net incoming/outgoing payments for loans to/from financial institutions		-30,0	-30,0	-60,0
Payments on repayment of securities		-3.837,2	-2.796,1	-3.036,6
Proceeds on issuance of securities		4.430,9	1.451,2	2.808,7
Payment of dividend		-68,4	-103,7	-103,7
Net cash flow from financing activities	C	495,3	-1.478,6	-391,6
Net change in cash and cash equivalents	A+B+C	-119,4	-240,7	-102,9
Cash and cash equivalents as at 01.01.		386,1	489,0	489,0
Holding of cash and cash equivalents at the end of the period		266,7	248,3	386,1

Liquidity reserves include cash and deposits with central banks and loans to and deposits with financial institutions which are investment placements.

Note 1 - Accounting policies

The interim financial statements for the group and parent bank were prepared in accordance with IFRS (including IAS 34 Interim Financial Reporting).

A description of the accounting policies applied when preparing the financial statements appears in the annual report for 2015.

The accounting policies and calculation methods remain largely unchanged from the annual financial statements for 2015.

All amounts are stated in NOK millions and relate to the group unless otherwise specified.

The interim financial statements have not been audited.

Assessments and use of estimates

Preparation of the consolidated financial statements involves the executive management team making estimates and discretionary valuations, and making affect the application of accounting policies and thus recognised amounts for assets, liabilities, income and costs.

For further details, see the annual report for 2015, Note 3 - Assessments and use of estimates.

The Visa transaction

Please refer to previous information given in the annual report for 2015 and the Q1 and Q2 reports for 2016 concerning the sale of Visa Europe Ltd to Visa Norway. Norwegian banks' stakes in Visa Europe Ltd were indirectly owned via their membership of Visa Norge and Nets/Teller. In the second quarter, Sparebank cash remuneration amounting to NOK 15.6 million from Visa Norge FLI and the amount was recognised as dividends in the ordinary result.

On 28 September 2016, the bank received NOK 9.7 million from Nets in deferred settlement of the sale of shares to Nets in 2014. This amount was not recognised in the third quarter, as there was uncertainty regarding the payment at the end of the quarter. The settlement is expected to be recognised as income in the fourth quarter.

Note 2 - Operating segments

Segment reporting is based on the bank's internal reporting format, in which the parent bank and the mortgage credit company are split into the retail market, the business market, other subsidiaries, as well as a non-reportable segment with items that are not allocated to other segments.

Profit/loss

30.09.2016	PM	BM	Finance	AS Finansiering	Sparebanken Øst			Eliminations	Group
					Eiendom	Unallocated			
Net interest and commission income	226,4	110,8	-20,3	88,7	-4,7	16,4	-0,6	416,7	
Other operating income	42,7	8,0	36,1	-15,7	20,8	53,9	-13,1	132,7	
Operating costs	43,7	14,7	0,0	24,1	12,9	128,7	-6,3	217,8	
Profit/loss before losses	225,4	104,1	15,8	48,9	3,2	-58,4	-7,4	331,6	
Losses on loans and guarantees	-0,1	-1,5	0,0	6,6	0,0	0,0	0,0	5,0	
Profit/loss before tax costs	225,5	105,6	15,8	42,3	3,2	-58,4	-7,4	326,6	
Tax costs	0,0	0,0	0,0	10,6	0,8	66,2	-1,9	75,7	
Profit/loss after tax	225,5	105,6	15,8	31,7	2,4	-124,6	-5,5	250,9	

30.09.2015	PM	BM	Finance	AS Finansiering	Sparebanken Øst			Eliminations	Group
					Eiendom	Unallocated			
Net interest and commission income	253,6	96,9	-19,8	89,2	-4,0	23,5	0,0	439,4	
Other operating income	39,1	8,2	-37,5	-13,9	56,8	-2,9	-1,0	48,8	
Operating costs	44,0	15,8	0,0	26,0	14,3	118,8	-6,4	212,5	
Profit/loss before losses	248,7	89,3	-57,3	49,3	38,5	-98,2	5,4	275,7	
Losses on loans and guarantees	-0,2	5,3	0,0	8,1	0,0	0,0	0,0	13,2	
Profit/loss before tax costs	248,9	84,0	-57,3	41,2	38,5	-98,2	5,4	262,5	
Tax costs	0,0	0,0	0,0	11,1	1,9	48,6	1,5	63,1	
Profit/loss after tax	248,9	84,0	-57,3	30,1	36,6	-146,8	3,9	199,4	

31.12.2015	PM	BM	Finance	AS Finansiering	Sparebanken Øst			Eliminations	Group
					Eiendom	Unallocated			
Net interest and commission income	339,6	129,8	-26,8	120,0	-5,2	29,6	-0,3	586,7	
Other operating income	53,1	12,4	-47,6	-18,8	63,4	0,8	-3,1	60,2	
Operating costs	64,1	22,7	0,0	35,6	18,9	156,3	-8,5	289,1	
Profit/loss before losses	328,6	119,5	-74,4	65,6	39,3	-125,9	5,1	357,8	
Losses on loans and guarantees	-0,2	7,5	0,0	10,8	0,0	0,0	0,0	18,1	
Profit/loss before tax costs	328,8	112,0	-74,4	54,8	39,3	-125,9	5,1	339,7	
Tax costs	0,0	0,0	0,0	15,1	0,1	67,2	1,3	83,7	
Profit/loss after tax	328,8	112,0	-74,4	39,7	39,2	-193,1	3,8	256,0	

Balance sheet

30.09.2016	PM	BM	Finance	AS Finansiering	Sparebanken Øst			Eliminations	Group
					Eiendom	Unallocated			
Loans to and receivables from customers	23.392,1	4.125,5	0,0	1.742,9	0,0	639,5	-186,6	29.713,4	
Other assets	6,1	0,0	4.604,2	25,2	345,8	2.913,9	-1.715,7	6.179,5	
Total assets	23.398,2	4.125,5	4.604,2	1.768,1	345,8	3.553,4	-1.902,3	35.892,9	
Deposits from and liabilities to customers	10.033,9	2.243,0	1.495,2	18,1	0,0	114,9	-35,5	13.869,6	
Other liabilities/offsetting	13.364,3	1.882,5	3.109,0	1.500,5	229,5	532,4	-1.684,9	18.933,3	
Equity	0,0	0,0	0,0	249,5	116,3	2.906,1	-181,9	3.090,0	
Total liabilities and equity	23.398,2	4.125,5	4.604,2	1.768,1	345,8	3.553,4	-1.902,3	35.892,9	

30.09.2015	PM	BM	Finance	AS Finansiering	Sparebanken Øst			Eliminations	Group
					Eiendom	Unallocated			
Loans to and receivables from customers	21.765,2	3.810,4	0,0	1.662,5	0,0	612,6	-141,2	27.709,5	
Other assets	8,8	0,0	4.647,2	22,8	353,8	2.671,7	-2.000,7	5.703,6	
Total assets	21.774,0	3.810,4	4.647,2	1.685,3	353,8	3.284,3	-2.141,9	33.413,1	
Deposits from and liabilities to customers	9.293,7	2.514,5	1.298,9	18,9	0,0	112,3	-28,8	13.209,5	
Other liabilities/offsetting	12.480,3	1.295,9	3.348,3	1.449,8	182,8	528,4	-1.936,9	17.348,6	
Equity	0,0	0,0	0,0	216,6	171,0	2.643,6	-176,2	2.855,0	
Total liabilities and equity	21.774,0	3.810,4	4.647,2	1.685,3	353,8	3.284,3	-2.141,9	33.413,1	

31.12.2015	PM	BM	Finance	AS Finansiering	Sparebanken Øst			Eliminations	Group
					Eiendom	Unallocated			
Loans to and receivables from customers	21.914,9	3.906,6	0,0	1.674,3	0,0	666,2	-186,2	27.975,8	
Other assets	14,7	0,0	5.145,7	18,3	342,0	2.677,8	-1.665,2	6.533,3	
Total assets	21.929,6	3.906,6	5.145,7	1.692,6	342,0	3.344,0	-1.851,4	34.509,1	
Deposits from and liabilities to customers	9.354,1	2.445,2	1.258,7	18,2	0,0	118,2	-35,1	13.159,3	
Other liabilities/offsetting	12.575,5	1.461,4	3.887,0	1.456,7	228,1	429,9	-1.639,9	18.398,7	
Equity	0,0	0,0	0,0	217,7	113,9	2.795,9	-176,4	2.951,1	
Total liabilities and equity	21.929,6	3.906,6	5.145,7	1.692,6	342,0	3.344,0	-1.851,4	34.509,1	

Note 3 - Capital adequacy

The group uses the standardised approach when calculating minimum requirements for subordinated capital for credit risk. The calculation related to operational risk is performed according to the basis method. The capital charge for credit value adjustment (CVA) is calculated using the standardised approach. Exposure is calculated using the market value method.

The group's primary capital must satisfy the minimum capital adequacy ratio requirements at all times, with the addition of a buffer equivalent to the company's accepted risk tolerance. See also the group's Pillar III document, which is available from Sparebanken Øst's website.

	30.09.2016	30.09.2015	31.12.2015
CET1 capital			
Book equity	2.839,1	2.655,7	2.951,1
Deduction items in CET1 capital			
Additional value adjustments (prudent valuation requirement) (AVA)	-5,3	-4,9	-5,6
Dividends	0,0	0,0	-102,6
Intangible assets	0,0	-0,1	-0,1
CET1 capital instruments in other fin. inst. (not significant)	0,0	-2,7	0,0
CET1 capital instruments in other fin. inst. (significant)	0,0	0,0	0,0
Total CET1 capital	2.833,8	2.647,9	2.842,9
Other tier 1 capital			
Hybrid tier 1 capital	349,5	349,3	349,3
Deductions from other tier 1 capital			
Other tier 1 capital instruments other fin. inst. (not significant)	0,0	-2,1	0,0
Other tier 1 capital instruments other fin. inst. (significant)	0,0	0,0	0,0
Total other tier 1 capital	349,5	347,2	349,3
Total tier 1 capital	3.183,3	2.995,1	3.192,2
Tier 2 capital			
Subordinated loans	349,7	349,5	349,5
Deductions from tier 2 capital			
Tier 2 capital instruments in other fin. inst. (not significant)	0,0	-2,9	0,0
Tier 2 capital instruments in other fin. inst. (significant)	0,0	0,0	0,0
Total tier 2 capital	349,7	346,6	349,5
Net primary capital	3.532,9	3.341,7	3.541,7

Note 3 - Capital adequacy (cont.)

	30.09.2016	30.09.2015	31.12.2015
Governments and central banks	0,0	0,0	0,0
Local and regional authorities	128,3	86,1	162,1
Publicly owned companies	0,0	0,0	0,0
Multilateral development banks	0,0	0,0	0,0
Institutions	244,0	257,6	272,0
Companies	400,3	2.950,0	433,1
Mass market accounts	1.561,1	1.583,7	1.553,7
Accounts secured against property	12.329,8	8.872,2	11.541,0
Accounts due	140,7	198,7	178,0
Covered bonds	230,9	224,8	239,6
Shares in securities fund	0,0	0,0	0,0
Equity positions	797,7	781,6	827,7
Other exposures	468,8	449,9	427,0
Securitisation	78,4	68,4	65,4
Calculation basis for credit and counterparty risk	16.380,1	15.472,8	15.699,5
Basis of calculation for currency risk	0,0	0,0	0,0
Basis of calculation for operational risk	1.283,5	1.393,5	1.393,5
Basis of calculation for weakened counterparty credit value (CVA)	380,3	377,4	359,5
Total basis for calculation	18.043,9	17.243,8	17.452,6
CET1 capital	15,70 %	15,36 %	16,29 %
Tier 1 capital ratio	17,64 %	17,37 %	18,29 %
Capital adequacy ratio	19,58 %	19,38 %	20,29 %
Buffers			
Capital conservation buffer	451,1	431,1	436,3
Countercyclical buffer	270,7	172,4	174,5
Systemic risk buffer	541,3	517,3	523,6
Buffer for systemically important banks	0,0	0,0	0,0
Total buffer requirements	1.263,1	1.120,8	1.134,4
Available buffer capital	2.021,8	1.871,9	2.057,5
Tier 1 leverage ratio*)	8,63 %	8,66 %	8,97 %

*) Unweighted tier 1 capital ratio is calculated at the end of the quarter.

Note 4 - Losses on loans and guarantees, customers

	Q3 2016	Q3 2015	30.09.2016	30.09.2015	31.12.2015
Individual write-downs					
Individual write-downs at the start of the period	66,2	94,4	81,0	94,3	94,3
- Actual losses for the period, where there have previously been individual write-downs	2,2	0,8	13,8	4,5	12,5
+ Increased individual write-downs for the period	0,7	1,5	8,5	8,6	9,7
+ New individual write-downs for the period	1,8	2,1	6,4	10,7	9,7
- Reversed individual write-downs for the period	1,0	6,1	16,6	18,0	20,2
= Individual write-downs at the end of the period	65,5	91,1	65,5	91,1	81,0
Collective write-downs of loans					
Collective write-downs of loans at the start of the period	43,4	43,4	43,4	43,4	43,4
+/- Change in collective write-downs of loans for the period	0,0	0,0	0,0	0,0	0,0
= Collective write-downs of loans at the end of the period	43,4	43,4	43,4	43,4	43,4
Loss expenses for the period					
Change in individual impairment for the period	-0,7	-3,4	-15,5	-3,3	-13,3
+/- Change in collective write-downs of loans for the period	0,0	0,0	0,0	0,0	0,0
+ Actual losses for the period, where there have previously been individual write-downs	5,0	1,0	21,3	7,6	19,9
+ Actual losses for the period, where there have previously not individual impairment was not made in previous years	2,3	2,2	6,3	7,3	13,5
- Recovery of previously identified losses during the period	4,4	1,5	9,9	4,1	9,5
+/- Amortisation cost of write-downs during the period	0,8	2,0	2,8	5,7	7,5
= Losses on loans and guarantees	3,0	0,3	5,0	13,2	18,1

Note 5 - Non-performing and doubtful commitments, customers

	30.09.2016	30.09.2015	31.12.2015
Gross non-performing commitments (over 90 days)			
Business	59,6	116,2	104,7
+ Retail	122,0	157,0	128,7
= Gross non-performing commitments	181,6	273,2	233,4
- Individual write-downs	65,5	90,4	80,0
= Net non-performing commitments	116,1	182,8	153,4
Impaired (not non-performing) commitments			
Business	0,2	7,7	7,7
+ Retail	0,1	1,3	1,8
= Gross impaired commitments	0,3	9,0	9,5
- Individual write-downs	0,0	0,7	1,0
= Net impaired commitments	0,3	8,3	8,5
Gross non-performing and impaired commitments			
Business	59,8	123,9	112,4
+ Retail	122,1	158,3	130,5
= Gross non-performing and impaired commitments	181,9	282,2	242,9
- Individual write-downs	65,5	91,1	81,0
= Net impaired and non-performing commitments	116,4	191,1	161,9

Note 6 - Deposits from customers by sector and industry

	30.09.2016	30.09.2015	31.12.2015
Salaried employees	9.159,1	8.556,0	8.517,5
Public administration	361,5	313,3	339,4
Agriculture, forestry and fishing	124,7	131,9	136,9
Industry and mining, power and water supply	584,6	430,3	446,9
Building and construction	350,0	315,0	361,6
Wholesale and retail trade, hotels and restaurants	428,1	417,3	455,1
Transport and communications	168,4	156,6	167,0
Business financial services	1.152,8	1.247,5	1.175,5
Other service industries	700,4	730,2	693,5
Real estate sales and operation	724,7	811,7	761,2
Abroad	115,3	99,7	104,7
Total	13.869,6	13.209,5	13.159,3

Note 7 - Gross lending to customers by sector and industry

	30.09.2016	30.09.2015	31.12.2015
Salaried employees	25.535,2	23.928,5	24.049,8
Agriculture, forestry and fishing	113,8	135,4	130,2
Industry and mining, power and water supply	88,8	96,6	93,1
Building and construction	661,7	518,4	587,9
Wholesale and retail trade, hotels and restaurants	255,7	301,7	284,4
Transport and communications	55,1	59,0	56,5
Business financial services	107,7	89,7	87,3
Other service industries	599,2	493,1	532,7
Real estate sales and operation	2.368,2	2.193,8	2.248,7
Abroad	36,9	27,8	29,6
Total	29.822,3	27.844,0	28.100,2

Note 8 - Geographical distribution of gross lending, customers

	30.09.2016	30.09.2015	31.12.2015
Drammen	4.456,5	4.243,7	4.168,1
Nedre Eiker	2.358,8	2.327,4	2.335,7
Øvre Eiker	1.880,3	1.884,3	1.894,4
Rest of Buskerud	2.397,2	2.162,0	2.211,6
Oslo	5.926,4	5.353,6	5.543,4
Akershus	5.964,1	5.285,7	5.384,9
Vestfold	2.536,3	2.332,1	2.358,8
Østfold	1.498,2	1.293,1	1.317,9
Rest of Norway	2.767,6	2.934,3	2.855,8
Abroad	36,9	27,8	29,6
Total	29.822,3	27.844,0	28.100,2

Note 9 - Credit risk

The risk classification system is used for decision-making support, monitoring and reporting. The classification systems' risk parameters form an integral part of the credit process and follow-up of the retail customer portfolio. The risk classification is based on a weighted calculation of various parameters linked to capacity to service debt, payment history and information from an external credit information provider.

In the first quarter the bank made changes to the risk classification model for the retail market in order to differentiate between the risk in the portfolio more. 2016, the bank reviewed the classification of all retail customers and smaller customer commitments in the category of self-employed based on the changes made to the model.

30.09.2016	Gross loans	liability	facilities	write-downs	Commitments	%
Low risk	16.033,7	17,1	1.139,3	3,6	17.190,1	54,6
Moderate risk	8.924,6	62,6	205,1	2,8	9.192,3	29,2
Normal risk	3.760,9	65,1	107,3	21,9	3.933,3	12,5
Reasonably high risk	840,0	1,2	12,5	23,8	853,7	2,7
High risk	187,9	1,5	0,4	13,2	189,8	0,6
Unallocated	75,2	8,7	32,4	0,2	116,3	0,4
Total	29.822,3	156,2	1.497,0	65,5	31.475,5	100,0

30.09.2015	Gross loans	liability	facilities	write-downs	Commitments	%
Low risk	18.901,5	43,5	1.173,2	1,9	20.118,2	67,9
Moderate risk	4.867,4	49,1	241,9	2,5	5.158,4	17,4
Normal risk	2.888,5	43,0	196,2	23,6	3.127,7	10,6
Reasonably high risk	608,9	2,1	14,3	28,4	625,3	2,1
High risk	375,5	2,3	1,5	34,3	379,3	1,3
Unallocated	202,2	2,2	24,3	0,4	228,7	0,8
Total	27.844,0	142,2	1.651,4	91,1	29.637,6	100,0

31.12.2015	Gross loans	liability	facilities	write-downs	Commitments	%
Low risk	18.932,1	24,3	1.166,7	1,3	20.123,1	67,5
Moderate risk	5.178,8	59,0	229,0	2,1	5.466,8	18,3
Normal risk	2.875,7	54,7	153,9	23,8	3.084,3	10,3
Reasonably high risk	570,2	2,4	11,8	21,7	584,4	2,0
High risk	337,8	2,1	0,8	31,7	340,7	1,1
Unallocated	205,6	1,2	24,6	0,4	231,4	0,8
Total	28.100,2	143,7	1.586,8	81,0	29.830,7	100,0

Note 10 - Classification of financial assets and liabilities

30.09.2016	Fair value through profit or loss		Available for sale	Held to maturity	Amortised cost*	Total
	Held for trading	Designated at fair value				
Cash and receivables from central banks	0,0	0,0	0,0	0,0	256,6	256,6
Net loans to and receivables from financial institutions	0,0	0,0	0,0	0,0	10,1	10,1
Net loans to and receivables from customers	0,0	0,0	0,0	0,0	29.713,4	29.713,4
Certificates and bonds at fair value	4.211,1	81,4	0,0	0,0	0,0	4.292,5
Shares and units	24,9	0,0	435,8	0,0	0,0	460,7
Financial derivatives**	498,6	0,0	0,0	0,0	0,0	498,6
Certificates and bonds, held to maturity	0,0	0,0	0,0	203,2	0,0	203,2
Total financial assets	4.734,6	81,4	435,8	203,2	29.980,1	35.435,1
Liabilities to financial institutions	0,0	0,0	0,0	0,0	121,6	121,6
Deposits from and liabilities to customers	0,0	0,0	0,0	0,0	13.869,6	13.869,6
Financial derivatives**	44,3	0,0	0,0	0,0	0,0	44,3
Securities issued	0,0	0,0	0,0	0,0	17.772,8	17.772,8
Subordinated loan capital	0,0	0,0	0,0	0,0	703,2	703,2
Total financial liabilities	44,3	0,0	0,0	0,0	32.467,2	32.511,5

* Includes secured debt.

** Includes derivatives for which hedge accounting is used.

30.09.2015	Fair value through profit or loss		Available for sale	Held to maturity	Amortised cost*	Total
	Held for trading	Designated at fair value				
Cash and receivables from central banks	0,0	0,0	0,0	0,0	240,2	240,2
Net loans to and receivables from financial institutions	0,0	0,0	0,0	0,0	8,1	8,1
Net loans to and receivables from customers	0,0	0,0	0,0	0,0	27.709,5	27.709,5
Certificates and bonds at fair value	3.764,0	83,8	0,0	0,0	0,0	3.847,8
Shares and units	29,9	0,0	428,0	0,0	0,0	457,9
Financial derivatives**	509,6	0,0	0,0	0,0	0,0	509,6
Certificates and bonds, held to maturity	0,0	0,0	0,0	203,4	0,0	203,4
Total financial assets	4.303,5	83,8	428,0	203,4	27.957,8	32.976,5
Liabilities to financial institutions	0,0	0,0	0,0	0,0	182,2	182,2
Deposits from and liabilities to customers	0,0	0,0	0,0	0,0	13.209,5	13.209,5
Financial derivatives**	63,2	0,0	0,0	0,0	0,0	63,2
Securities issued	0,0	0,0	0,0	0,0	16.107,8	16.107,8
Subordinated loan capital	0,0	0,0	0,0	0,0	703,1	703,1
Total financial liabilities	63,2	0,0	0,0	0,0	30.202,6	30.265,8

* Includes secured debt.

** Includes derivatives for which hedge accounting is used.

Note 10 - Classification of financial assets and liabilities (cont.)

31.12.2015	Fair value through profit or loss		Available for sale	Held to maturity	Amortised cost*	Total
	Held for trading	Designated at fair value				
Cash and receivables from central banks	0,0	0,0	0,0	0,0	378,0	378,0
Net loans to and receivables from financial institutions	0,0	0,0	0,0	0,0	8,1	8,1
Net loans to and receivables from customers	0,0	0,0	0,0	0,0	27.975,8	27.975,8
Certificates and bonds at fair value	4.471,8	82,8	0,0	0,0	0,0	4.554,6
Shares and units	32,9	0,0	445,2	0,0	0,0	478,1
Financial derivatives**	494,7	0,0	0,0	0,0	0,0	494,7
Certificates and bonds, held to maturity	0,0	0,0	0,0	205,6	0,0	205,6
Total financial assets	4.999,4	82,8	445,2	205,6	28.361,9	34.094,9
Liabilities to financial institutions	0,0	0,0	0,0	0,0	150,3	150,3
Deposits from and liabilities to customers	0,0	0,0	0,0	0,0	13.159,3	13.159,3
Financial derivatives**	68,4	0,0	0,0	0,0	0,0	68,4
Securities issued	0,0	0,0	0,0	0,0	17.205,3	17.205,3
Subordinated loan capital	0,0	0,0	0,0	0,0	702,9	702,9
Total financial liabilities	68,4	0,0	0,0	0,0	31.217,8	31.286,2

* Includes secured debt.

** Includes derivatives for which hedge accounting is used.

Note 11 - Financial assets and liabilities

The bank uses the following appreciation hierarchy to determine the fair value of financial instruments:

Level 1: Observable trading prices in active markets.

Level 2: Observable trading prices in less active markets or the use of inputs that are either directly or indirectly observable.

Level 3: Valuation techniques not based on observable market data.

See Note 23 in the annual report for 2015 for further details on individual accounting items.

30.09.2016	Level 1	Level 2	Level 3	Fair value	Book value
Amortised cost					
Cash and receivables from central banks	256,6	0,0	0,0	256,6	256,6
Net loans to and receivables from financial institutions	0,0	0,0	10,1	10,1	10,1
Net loans to and receivables from customers	0,0	0,0	29.714,3	29.714,3	29.713,4
Certificates and bonds	0,0	207,8	0,0	207,8	203,2
Total assets at amortised cost	256,6	207,8	29.724,4	30.188,8	30.183,3
Liabilities to financial institutions	0,0	121,6	0,0	121,6	121,6
Deposits from and liabilities to customers	0,0	13.869,6	0,0	13.869,6	13.869,6
Securities issued	0,0	17.839,8	0,0	17.839,8	17.772,8
Subordinated loan capital	0,0	696,2	0,0	696,2	703,2
Total liabilities at amortised cost	0,0	32.527,2	0,0	32.527,2	32.467,2
Fair value					
Certificates and bonds	0,0	4.292,5	0,0	4.292,5	4.292,5
Shares and units					
- at fair value through profit or loss	12,4	12,5	0,0	24,9	24,9
- available for sale	0,0	0,0	435,8	435,8	435,8
Financial derivatives	0,0	498,6	0,0	498,6	498,6
Total assets at fair value	12,4	4.803,6	435,8	5.251,8	5.251,8
Financial derivatives	0,0	44,3	0,0	44,3	44,3
Total liabilities at fair value	0,0	44,3	0,0	44,3	44,3

30.09.2015	Level 1	Level 2	Level 3	Fair value	Book value
Amortised cost					
Cash and receivables from central banks	240,2	0,0	0,0	240,2	240,2
Net loans to and receivables from financial institutions	0,0	0,0	8,1	8,1	8,1
Net loans to and receivables from customers	0,0	0,0	27.712,4	27.712,4	27.709,5
Certificates and bonds	0,0	217,3	0,0	217,3	203,4
Total assets at amortised cost	240,2	217,3	27.720,5	28.178,0	28.161,2
Liabilities to financial institutions	0,0	182,2	0,0	182,2	182,2
Deposits from and liabilities to customers	0,0	13.209,5	0,0	13.209,5	13.209,5
Securities issued	0,0	16.052,2	0,0	16.052,2	16.107,8
Subordinated loan capital	0,0	698,0	0,0	698,0	703,1
Total liabilities at amortised cost	0,0	30.141,9	0,0	30.141,9	30.202,6

Note 11 - Financial assets and liabilities (cont.)

(cont.)	Level 1	Level 2	Level 3	Fair value	Book value
Fair value					
Certificates and bonds	0,0	3.847,8	0,0	3.847,8	3.847,8
Shares and units					
- at fair value through profit or loss	11,1	18,7	0,0	29,9	29,9
- available for sale	0,0	0,0	428,0	428,0	428,0
Financial derivatives	0,0	509,6	0,0	509,6	509,6
Total assets at fair value	11,1	4.376,1	428,0	4.815,3	4.815,3
Financial derivatives	0,0	63,2	0,0	63,2	63,2
Total liabilities at fair value	0,0	63,2	0,0	63,2	63,2

31.12.2015	Level 1	Level 2	Level 3	Fair value	Book value
Amortised cost					
Cash and receivables from central banks	378,0	0,0	0,0	378,0	378,0
Net loans to and receivables from financial institutions	0,0	0,0	8,1	8,1	8,1
Net loans to and receivables from customers	0,0	0,0	27.978,2	27.978,2	27.975,8
Certificates and bonds	0,0	216,0	0,0	216,0	205,6
Total assets at amortised cost	378,0	216,0	27.986,3	28.580,3	28.567,5
Liabilities to financial institutions	0,0	150,3	0,0	150,3	150,3
Deposits from and liabilities to customers	0,0	13.159,3	0,0	13.159,3	13.159,3
Securities issued	0,0	17.092,2	0,0	17.092,2	17.205,3
Subordinated loan capital	0,0	691,9	0,0	691,9	702,9
Total liabilities at amortised cost	0,0	31.093,7	0,0	31.093,7	31.217,8
Fair value					
Certificates and bonds	0,0	4.554,6	0,0	4.554,6	4.554,6
Shares and units					
- at fair value through profit or loss	13,1	19,8	0,0	32,9	32,9
- available for sale	0,0	0,0	445,2	445,2	445,2
Financial derivatives	0,0	494,7	0,0	494,7	494,7
Total assets at fair value	13,1	5.069,1	445,2	5.527,4	5.527,4
Financial derivatives	0,0	68,4	0,0	68,4	68,4
Total liabilities at fair value	0,0	68,4	0,0	68,4	68,4

Movements in level 3 for items valued at fair value

	30.09.2016	30.09.2015	31.12.2015
Balance sheet as at 01.01.	445,2	428,0	428,0
Net gains	0,0	0,0	0,1
Purchase of shares	0,0	0,0	0,0
Disposals	0,0	0,0	1,1
Changes in value	-9,5	0,0	18,2
Transferred from levels 1 and 2	0,0	0,0	0,0
Balance sheet at end of period	435,8	428,0	445,2

Note 12 - Securities issued subordinated loan capital

Securities issued	30/09/2016.	30.09.2015	31.12.2015
Bonds, nominal value	17.246,7	15.555,0	16.680,0
Value adjustments (incl. conversion/exchange rate)	380,5	408,9	388,6
Accrued interest	145,6	143,9	136,7
Total securities issued	17.772,8	16.107,8	17.205,3

Change in securities issued	30/09/2016.	Issued	Due/redeemed	Change holdings	Other changes incl. currency	31.12.2015
Bonds, nominal value	8.623,0	1.150,0	1.759,0	25,0	0,0	9.257,0
Covered bonds, nominal value in NOK	8.343,5	3.000,0	2.079,5	0,0	0,0	7.423,0
Covered bonds, nominal value in SEK (converted to NOK)	280,2	304,8	0,0	0,0	-24,6	0,0
Value adjustments (incl. excess/deficit value)	380,5	0,0	0,0	0,0	-8,1	388,6
Accrued interest	145,6	0,0	0,0	0,0	8,9	136,7
Total securities issued	17.772,8	4.454,8	3.838,5	25,0	-23,8	17.205,3

Change in subordinated loan capital and hybrid tier 1 capital	30/09/2016.	Issued	Due/redeemed	Change own holding	Other changes incl. currency	31.12.2015
Ordinary subordinated loan capital, nominal value	350,0	0,0	0,0	0,0	0,0	350,0
Hybrid tier 1 capital loans, nominal value	350,0	0,0	0,0	0,0	0,0	350,0
Value adjustments (incl. excess/deficit value)	-0,8	0,0	0,0	0,0	0,4	-1,2
Accrued interest	4,0	0,0	0,0	0,0	-0,1	4,1
Total subordinated loan capital and hybrid tier 1 capital	703,2	0,0	0,0	0,0	0,3	702,9

Note 13 - Financial derivatives

30/09/2016.

Fair value through profit or loss	Contract sum	Assets	Liabilities
Currency instruments			
Forward exchange contracts	7,0	0,5	0,0
Currency swap agreements	0,0	0,0	0,0
Total currency instruments	7,0	0,5	0,0
Interest rate instruments			
Interest rate swaps	692,6	0,0	17,9
Interest rate swaps (FRA)	0,0	0,0	0,0
Standardised interest rate swaps (futures)	0,0	0,0	0,0
Total interest instruments	692,6	0,0	17,9
Guarantee to Eksportfinans ASA *)	72,7	7,2	0,0
Total other derivatives	72,7	7,2	0,0
Used for hedge accounting			
Currency instruments			
Forward exchange contracts	0,0	0,0	0,0
Currency swap agreements	304,9	0,0	25,2
Total currency instruments	304,9	0,0	25,2
Interest rate instruments			
Interest rate swaps	5.715,0	490,9	1,2
Interest rate swaps (FRA)	0,0	0,0	0,0
Standardised interest rate swaps (futures)	0,0	0,0	0,0
Total interest instruments	5.715,0	490,9	1,2
Total derivatives		498,6	44,3

*) The amount NOK 7.2 million is the net positive development in guaranteed portfolio as at 30/09/2016 after the annual exchange amount is deducted. The underlying exclusive of the swap settlement, was positive at NOK 40.4 million as at 30.09.2016.

30.09.2015

Fair value through profit or loss	Contract sum	Assets	Liabilities
Currency instruments			
Forward exchange contracts	6,4	0,0	0,4
Currency swap agreements	136,4	0,0	26,9
Total currency instruments	142,8	0,0	27,3
Interest rate instruments			
Interest rate swaps	847,6	0,0	26,6
Interest rate swaps (FRA)	0,0	0,0	0,0
Standardised interest rate swaps (futures)	0,0	0,0	0,0
Total interest instruments	847,6	0,0	26,6
Guarantee to Eksportfinans ASA *)	242,0	0,0	9,3
Total other derivatives	242,0	0,0	9,3

Note 13 - Financial derivatives (cont.)

Used for hedge accounting	Contract sum	Assets	Liabilities
Currency instruments			
Forward exchange contracts	0,0	0,0	0,0
Currency swap agreements	0,0	0,0	0,0
Total currency instruments	0,0	0,0	0,0
Interest rate instruments			
Interest rate swaps	5.600,0	509,6	0,0
Interest rate swaps (FRA)	0,0	0,0	0,0
Standardised interest rate swaps (futures)	0,0	0,0	0,0
Total interest instruments	5.600,0	509,6	0,0
Total derivatives		509,6	63,2

*) The amount of NOK 9.3 million is the net negative development in the guaranteed portfolio as at 30.09.2015 after deduction of an annual swap amount. The underlying exclusive of the swap settlement, was positive at NOK 33.2 million as at 30.09.2015.

31.12.2015

Fair value through profit or loss	Contract sum	Assets	Liabilities
Currency instruments			
Forward exchange contracts	7,0	0,0	0,1
Currency swap agreements	136,4	0,0	28,0
Total currency instruments	143,4	0,0	28,1
Interest rate instruments			
Interest rate swaps	767,6	0,0	24,0
Interest rate swaps (FRA)	0,0	0,0	0,0
Standardised interest rate swaps (futures)	0,0	0,0	0,0
Total interest instruments	767,6	0,0	24,0
Guarantee to Eksportfinans ASA *)	242,0	0,0	10,7
Total other derivatives	242,0	0,0	10,7

Used for hedge accounting	Contract sum	Assets	Liabilities
Currency instruments			
Forward exchange contracts	0,0	0,0	0,0
Currency swap agreements	0,0	0,0	0,0
Total currency instruments	0,0	0,0	0,0
Interest rate instruments			
Interest rate swaps	6.215,0	494,7	5,6
Interest rate swaps (FRA)	0,0	0,0	0,0
Standardised interest rate swaps (futures)	0,0	0,0	0,0
Total interest instruments	6.215,0	494,7	5,6
Total derivatives		494,7	68,4

*) The amount of NOK 10.7 million is the net negative value adjustment in the guaranteed portfolio as at 31.12.2015 after the annual exchange amount has been deducted exclusive of the swap settlement, was positive at NOK 31.7 million as at 31.12.2015.

Note 14 - Netting rights of financial instruments

The group's netting rights comply with the general rules in Norwegian legislation. Standardised and primarily bilateral ISDA agreements have been entered into with financial institutions that give the parties the right to offset in the event of any non-performance. Provision of collateral (CSA) have also been entered into.

In accordance with the offsetting disclosure requirements, there has been no offsetting of amounts recognised on the balance sheet.

There are no agreements in the parent bank regarding offsetting rights in the event of defaults, nor have any CSA agreements been entered into.

	Gross amount	Offset	Book value amount	Amount subject to net settlement	Amount following any net settlement
Exposure as at 30/09/2016.					
Financial derivatives, assets	253,6	0,0	253,6	0,0	253,6
Financial derivatives, liabilities	25,2	0,0	25,2	0,0	25,2
Exposure as at 30.09.2015					
Financial derivatives, assets	229,1	0,0	229,1	0,0	229,1
Financial derivatives, liabilities	0,0	0,0	0,0	0,0	0,0
Exposure as at 31.12.2015					
Financial derivatives, assets	212,2	0,0	212,2	0,0	212,2
Financial derivatives, liabilities	0,0	0,0	0,0	0,0	0,0

Note 15 - Net interest income

	Q3 2016	Q3 2015	01.01-30.09.2016	01.01-30.09.2015	Full year 2015
Interest income from loans to and receivables from financial institutions	0,3	1,2	1,5	3,1	3,9
Interest income from loans to customers	230,7	263,4	725,4	825,0	1.079,0
Interest income from certificates and bonds	19,4	19,1	61,2	62,8	83,5
Other interest income	0,0	0,0	0,0	0,5	0,6
Total interest income	250,4	283,7	788,1	891,4	1.167,0
Interest costs on liabilities to financial institutions	1,8	1,9	5,6	5,9	8,0
Interest on deposits from customers	32,6	44,7	101,3	157,3	194,9
Interest on securities issued	77,0	79,6	232,8	258,6	337,5
Interest on subordinated loan capital	6,6	7,1	20,0	21,7	28,5
Norwegian Banks Guarantee Fund levy*	0,0	2,9	11,7	8,5	11,4
Total interest costs	118,0	136,2	371,4	452,0	580,3
Net interest income	132,4	147,5	416,7	439,4	586,7

* The Norwegian Banks Guarantee Fund levy for 2016 was recognised in full in the financial statements in the first quarter of 2016. In 2015, the levy was subject to month

Note 16 - Net value change and gains/losses on financial instruments

	Q3 2016	Q3 2015	01.01-30.09.2016	01.01-30.09.2015	Full year 2015
Net value change and gains/losses on certificates and bonds	10,4	-9,9	23,4	-25,1	-36,2
Net value change and gains/losses on shares and equity derivatives	0,5	0,3	-1,0	1,0	4,1
Net value change and gains/losses on basis swaps	0,0	-12,7	-1,0	-11,7	-12,7
Net value change and gains/losses on other financial instruments	12,3	-7,8	34,7	1,0	2,1
Net value change and gains/losses on financial instruments	23,2	-30,1	56,1	-34,8	-42,7

Note 17 - Operating costs

	Q3 2016	Q3 2015	01.01-30.09.2016	01.01-30.09.2015	Full year 2015
Payroll, incl. AGA	36,0	38,8	104,7	104,9	143,0
Pension costs	3,4	4,1	10,7	12,2	15,6
Other personnel-related costs	1,8	1,8	5,7	5,8	8,2
IT costs	8,4	8,1	23,6	23,6	31,8
Other administrative costs	3,9	4,9	12,1	14,6	19,9
Depreciation/write-downs/value change for non-financial assets	4,3	4,3	23,1	13,4	17,9
Operating costs properties and premises	4,2	5,1	15,4	16,7	22,2
Fees	2,4	2,4	10,5	8,6	11,5
Other operating costs	2,0	3,5	12,0	12,7	19,0
Total operating costs	66,4	73,0	217,8	212,5	289,1

Note 18 - Guarantee liability and other items not on the balance sheet

Guarantee liability	30.09.2016	30.09.2015	31.12.2015
Payment guarantees	70,5	63,8	60,5
Contract guarantees	56,1	52,9	53,0
Loan guarantees	13,9	0,6	4,5
Other guarantee liabilities	15,7	24,9	25,7
Total guarantees to customers	156,2	142,2	143,7
Guarantee to Eksportfinans ASA *	72,6	100,0	100,0
Total guarantee liabilities	228,8	242,2	243,7

* The bank has issued a guarantee to Eksportfinans ASA. The guarantee is a derivative. The value of the derivative exclusive of the swap settlement was positive at NOK 40.4 million as at 30.09.2016 compared with NOK 31.7 million at 31.12.2015. As at 30/09/2015, it was positive, amounting to NOK 33.2 million. Up to 30.04.2016, the bank had an agreement concerning partial risk-related relief from another financial institution that reduced the bank's original guarantee liability. At 31.03.2016, the bank's net guarantee liability with respect to Eksportfinans ASA was NOK 30.0 million. After the end of relief from another financial institution, the bank's total guarantee liability is NOK 72.6 million.

Pledges	30.09.2016	30.09.2015	31.12.2015
Bonds, nominal value, pledged as security for borrowing facilities at Norges Bank	465,0	670,0	645,0
Total pledges	465,0	670,0	645,0

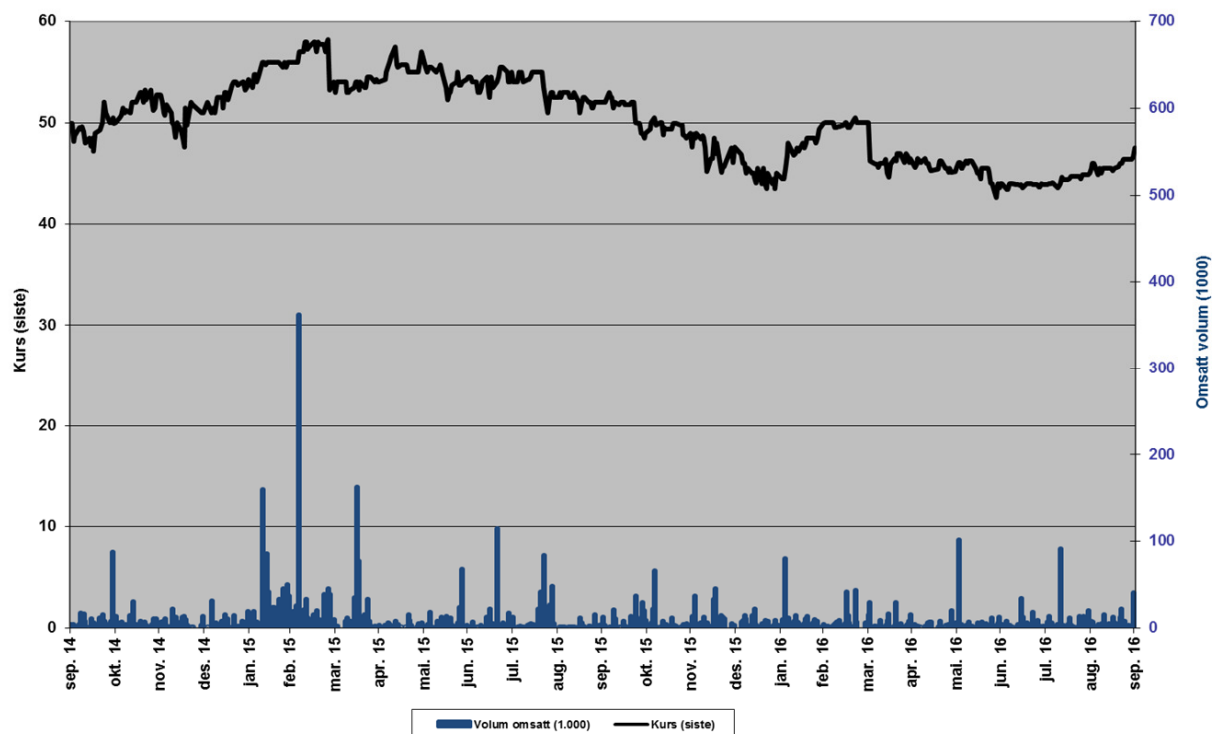
The bank has issued a guarantee for all covered bond commitments in the mortgage credit company in connection the rating process for Sparebanken Øst Boligkreditt AS. Covered bonds amount to a nominal value of NOK 8,623.7 million as at 30.09.2016, NOK 7423.0 million as at 31.12.2015 and NOK 7.150 million as at 30.09.2015. The parent bank's holdings of covered bonds with a nominal value of NOK 0.0 million, (NOK 0.0 million as at 31.12.2015 and NOK 350.0 million as at 30/09/2015) have been withdrawn.

Preferential rights	30.09.2016	30.09.2015	31.12.2015
Preferential rights in accordance with section 11-15 of the Financial Institutions Act (nominal value)*	8.623,7	7.500,0	7.423,0
Total preferential rights	8.623,7	7.500,0	7.423,0

* This includes holdings owned by the parent bank with a nominal value of NOK 0.0 million as at 30/09/2016, NOK 0.0 million as at 31.12.2015 and NOK 350.0 million as

Note 19 - Equity certificates

Sparebanken Øst (SPOG)



The twenty largest equity certificate holders as at 30/09/2016.

Name	Number	%	Name	Number	%
1 MP Pensjon	2.012.218	9,71 %	11 City of Bergen Norwegian Public	325.000	1,57 %
2 Directmarketing Invest AS	999.500	4,82 %	12 Profond AS	317.723	1,53 %
3 Storetind AS	641.000	3,09 %	13 Wenaasgruppen AS	273.000	1,32 %
4 Pareto AS	592.070	2,86 %	14 Hustadliitt AS	229.531	1,11 %
5 Citibank NA New York (NOM)	553.822	2,67 %	15 Sparebankstiftelsen DNB	212.517	1,03 %
6 Verdipapirfondet Eika Utbytte	510.781	2,46 %	16 Jal Holding AS	198.104	0,96 %
7 Hansen, Asbjørn Rudolf	466.443	2,25 %	17 Danske Bank (NOM)	162.571	0,78 %
8 Jag Holding AS	400.000	1,93 %	18 Nordenfjelske Bykredits Stiftelse	156.318	0,75 %
9 Foretakskonsulenter AS	385.100	1,86 %	19 Løkke, Helge Arnfinn	148.433	0,72 %
10 AS Andersen Eiendomsselskap	354.500	1,71 %	20 Tomtefeste 1 AS	140.278	0,68 %

Ownership fraction, parent bank

	01.01.2016	01.01.2015
Equity certificate capital	207,3	207,3
Share premium reserve	387,8	387,8
Equalisation fund (excl. dividend)	272,8	262,6
Proportion available for sale reserve	68,0	63,0
Total figures (A)	935,9	920,7
Total equity (dividend provisions for the year excluded)	2.484,4	2.373,6
Total denominator (B)	2.484,4	2.373,6
Ownership fraction (A/B) in %	37,67	38,79

Income Statement - Parent Bank

(Amounts in NOK millions)	Q3 2016	Q3 2015	01.01-30.09.2016	01.01-30.09.2015	Full year 2015
Interest income	163,4	190,8	524,9	607,9	790,9
Interest costs	83,7	103,6	273,0	350,7	447,3
Net interest income	79,7	87,2	251,9	257,2	343,6
Commission income and income from banking services	24,4	22,9	70,1	65,9	89,7
Commission expenses and expenses for banking services	3,8	4,3	11,5	13,3	17,6
Dividend	0,3	0,0	26,9	21,3	91,3
Net value change and gains/losses on financial instruments	25,8	-34,1	61,1	-38,7	-46,3
Other operating income	0,8	1,1	3,9	3,7	4,7
Net other operating income	47,5	-14,4	150,5	38,9	121,8
Payroll, etc.	34,7	37,3	102,7	102,9	139,8
Administration costs	10,6	11,5	30,2	32,7	44,6
Depreciation/write-downs/value change for non-financial assets	2,7	2,8	8,4	8,1	10,9
Other operating costs	8,3	10,1	32,2	32,6	43,4
Total operating costs	56,3	61,7	173,5	176,3	238,7
Profit/loss before losses	70,9	11,1	228,9	119,8	226,7
Losses on loans and guarantees	0,7	-2,0	-1,5	5,1	7,3
Profit/loss before tax costs	70,2	13,1	230,4	114,7	219,4
Tax costs	17,4	4,0	51,6	26,2	37,3
Profit/loss after tax	52,8	9,1	178,8	88,5	182,1
Earnings per equity certificate	0,96	0,17	3,25	1,66	3,41
Diluted earnings per equity certificate	0,96	0,17	3,25	1,66	3,41

Other Comprehensive Income - Parent Bank

(Amounts in NOK millions)	Q3 2016	Q3 2015	01.01-30.09.2016	01.01-30.09.2015	Full year 2015
Profit/loss after tax	52,8	9,1	178,8	88,5	182,1
Items that will not be reclassified to the statement of income					
Actuarial gains and losses on defined-benefit plans	0,0	0,0	0,0	0,0	27,4
Tax related to items that cannot be reclassified	0,0	0,0	0,0	0,0	-6,8
Items that may later be reclassified to the statement of income					
Changes in fair value of investments available for sale	0,0	0,0	-9,5	0,0	18,2
Tax related to items that can be reclassified	0,0	0,0	0,1	0,0	-0,1
Other comprehensive income	52,8	9,1	169,4	88,5	220,8

Balance Sheet - Parent Bank

(Amounts in NOK millions)	30.09.2016	30.09.2015	31.12.2015
Assets			
Cash and receivables from central banks	256,6	240,2	378,0
Loans to and receivables from financial institutions	2.028,9	1.974,5	2.101,3
Loans to and receivables from customers	18.495,1	17.477,8	17.717,9
Certificates and bonds at fair value	4.136,6	4.195,6	4.554,6
Shares and units	460,7	457,9	478,1
Financial derivatives	245,1	280,6	282,5
Certificates and bonds, held to maturity	203,2	203,4	205,6
Ownership interests in group companies	888,5	887,5	887,5
Deferred tax asset	15,0	11,1	15,0
Tangible fixed assets	71,9	77,0	77,8
Other assets	1,6	3,4	4,0
Prepaid non-accrued costs and earned but not received income	21,9	13,6	8,0
Total assets	26.825,1	25.822,6	26.710,3
Liabilities and equity			
Liabilities to financial institutions	434,8	430,7	424,8
Deposits from and liabilities to customers	13.890,9	13.223,3	13.179,5
Financial derivatives	19,2	63,2	68,4
Securities issued	8.878,7	8.712,2	9.557,4
Tax payable	48,8	26,3	51,4
Other liabilities	97,3	94,8	52,4
Accruals and deferred income	40,8	31,3	28,9
Provisions for accrued costs and liabilities	57,6	82,0	57,6
Subordinated loan capital	703,2	703,1	702,9
Total liabilities	24.171,3	23.366,9	24.123,3
Paid-up equity	595,1	595,1	595,1
Retained earnings	1.879,9	1.772,1	1.991,9
Retained ordinary profit	178,8	88,5	0,0
Total equity	2.653,8	2.455,7	2.587,0
Total liabilities and equity	26.825,1	25.822,6	26.710,3

Changes in Equity - Parent Bank

(Amounts in NOK millions) Q3 2016	Paid-up equity			Retained earnings						
	Total equity	Equity certificates	Share mium reserve	Equalisation fund	Primary capital	Endowment fund	Available			Retained profit
							for sale reserve	Other equity		
Equity as at 31.12.2015	2.587,0	207,3	387,8	341,2	1.432,1	38,1	180,5	0,0	0,0	
Profit/loss	178,8	0,0	0,0	0,0	0,0	0,0	0,0	0,0	178,8	
Changes in fair value of investments in JV/AC	-9,4	0,0	0,0	0,0	0,0	0,0	-9,4	0,0	0,0	
Actuarial gains and losses on defined-benefit plans	0,0	0,0	0,0	0,0	0,0	0,0	0,0	0,0	0,0	
Other comprehensive income	169,4	0,0	0,0	0,0	0,0	0,0	-9,4	0,0	178,8	
Dividend to equity certificates holders 2015 - approved	-68,4	0,0	0,0	-68,4	0,0	0,0	0,0	0,0	0,0	
Dividend to social capital 2015 - approved	-34,2	0,0	0,0	0,0	-34,2	0,0	0,0	0,0	0,0	
Changes in endowment fund	0,0	0,0	0,0	0,0	0,0	0,0	0,0	0,0	0,0	
Equity as at 30/09/2016.	2.653,8	207,3	387,8	272,8	1.397,9	38,1	171,1	0,0	178,8	

Q3 2015	Paid-up equity			Retained earnings						
	Total equity	Equity certificates	Share mium reserve	Equalisation fund	Primary capital	Endowment fund	Available			Retained profit
							for sale reserve	Other equity		
Equity as at 31.12.2014	2.477,3	207,3	387,8	366,3	1.308,0	45,5	162,4	0,0	0,0	
Profit/loss	88,5	0,0	0,0	0,0	0,0	0,0	0,0	0,0	88,5	
Changes in fair value of investments in JV/AC	0,0	0,0	0,0	0,0	0,0	0,0	0,0	0,0	0,0	
Actuarial gains and losses on defined-benefit plans	0,0	0,0	0,0	0,0	0,0	0,0	0,0	0,0	0,0	
Other comprehensive income	88,5	0,0	0,0	0,0	0,0	0,0	0,0	0,0	88,5	
Dividend 2014 adopted	-103,7	0,0	0,0	-103,7	0,0	0,0	0,0	0,0	0,0	
Changes in endowment fund	-6,4	0,0	0,0	0,0	0,0	-6,4	0,0	0,0	0,0	
Equity as at 30.09.2015	2.455,7	207,3	387,8	262,6	1.308,0	39,1	162,4	0,0	88,5	

2015	Paid-up equity			Retained earnings						
	Total equity	Equity certificates	Share mium reserve	Equalisation fund	Primary capital	Endowment fund	Available			Retained profit
							for sale reserve	Other equity		
Equity as at 31.12.2014	2.477,3	207,3	387,8	366,3	1.308,0	45,5	162,4	0,0	0,0	
Profit/loss	182,1	0,0	0,0	70,6	111,5	0,0	0,0	0,0	0,0	
Changes in fair value of investments in JV/AC	18,1	0,0	0,0	0,0	0,0	0,0	18,1	0,0	0,0	
Actuarial gains and losses on defined-benefit plans	20,6	0,0	0,0	8,0	12,6	0,0	0,0	0,0	0,0	
Other comprehensive income	220,8	0,0	0,0	78,6	124,1	0,0	18,1	0,0	0,0	
Dividend 2014 adopted	-103,7	0,0	0,0	-103,7	0,0	0,0	0,0	0,0	0,0	
Changes in endowment fund	-7,4	0,0	0,0	0,0	0,0	-7,4	0,0	0,0	0,0	
Equity as at 31.12.2015	2.587,0	207,3	387,8	341,2	1.432,1	38,1	180,5	0,0	0,0	

Cash Flow Statement - Parent Bank

		30.09.2016	30.09.2015	31.12.2015
Operating activities				
Profit/loss before tax costs		230,4	114,7	219,4
Adjusted for:				
Change in net interest income earned and accrued interest costs		46,8	69,8	2,8
Net payment/disbursement of loans to financial institutions		74,3	363,0	236,5
Net receipts/payments of loans to customers		-761,1	1.494,5	1.261,3
Change in certificates and bonds at fair value		417,9	-291,6	-650,3
Change in other assets in connection with operations		-57,1	17,9	20,7
Net receipts/disbursement of deposits from financial institutions		37,6	-11,8	15,4
Net receipts/disbursement of deposits from customers		666,3	-256,6	-238,9
Change in other operating liabilities		22,6	38,3	-1,4
Non-cash items included in profit before tax costs		-5,9	2,4	-2,3
Net gain/loss from investing activities		-0,3	-0,1	-0,2
Net gain/loss from financing activities		0,7	2,1	2,2
Taxes paid for the period		-54,2	-57,0	-57,0
Net cash flow from operating activities	A	618,0	1.485,6	808,2
Investing activities				
Payments on purchases of fixed assets		-3,2	-4,9	-8,5
Proceeds from sale of fixed assets		0,9	0,4	0,4
Net proceeds/costs on the sale/purchase of financial investments		0,0	0,0	1,1
Net payment/disbursement concerning investments in subsidiaries		-1,0	-0,2	-0,2
Net cash flow from investing activities	B	-3,3	-4,7	-7,2
Financing activities				
Net incoming/outgoing payments for loans to/from financial institutions		-30,0	-30,0	-60,0
Payments on repayment of securities		-1.759,7	-2.087,5	-2.250,7
Proceeds on issuance of securities		1.124,0	499,6	1.510,5
Payment of dividend		-68,4	-103,7	-103,7
Net cash flow from financing activities	C	-734,1	-1.721,6	-903,9
Net change in cash and cash equivalents	A+B+C	-119,4	-240,7	-102,9
Cash and cash equivalents as at 01.01.		386,1	489,0	489,0
Holding of cash and cash equivalents at the end of the period		266,7	248,3	386,1

Liquidity reserves include cash and deposits with central banks and loans to and deposits with financial institutions which are investment placements.

Key figures – Group

	Q3 2016	Q2 2016	Q1 2016	Q4 2015	Q3 2015
Profitability					
1. Return on equity	10,09	14,42	9,38	7,87	6,11
2. Net interest income as % of average total assets	1,47	1,67	1,58	1,72	1,75
3. Profit/loss after tax as % of average total assets	0,86	1,21	0,78	0,66	0,52
4. Costs as % of average total assets	0,74	0,88	0,85	0,89	0,87
5. Costs as % of income (before losses on loans/guarantees)	38,52	35,99	45,72	48,27	54,64
6. Costs as % of income, excl. return on financial investments	44,59	47,37	48,02	45,98	44,59
Balance sheet figures					
7. Net lending to customers	29.713,4	29.095,5	28.203,1	27.975,8	27.709,5
8. Lending growth (quarter/12 months)	2,12	3,16	0,81	0,96	0,46
9. Deposits	13.869,6	14.213,7	13.352,5	13.159,3	13.209,5
10. Deposit growth (quarter/12 months)	-2,42	6,45	1,47	-0,38	-3,45
11. Average equity	3.051,3	2.964,2	2.882,1	2.851,8	2.833,2
12. Average total assets	35.847,8	35.452,4	34.805,7	33.961,1	33.392,6
Write-downs of impaired and non-performing loans					
13. Losses as % of net loans to customers (OB)	0,04	0,06	-0,03	0,07	0,00
14. Write-downs as % of gross lending to customers	0,37	0,38	0,38	0,44	0,48
15. Net impaired and non-performing commitments as % of net loans	0,39	0,45	0,63	0,58	0,69
Financial strength					
16. CET1 capital ratio incl. 50% of retained profit (%)	16,40	16,19	16,20	16,29	15,93
17. CET1 capital ratio (%)	15,70	15,71	16,01	16,29	15,36
18. Tier 1 capital ratio (%)	17,64	17,65	17,98	18,29	17,37
19. Capital adequacy ratio (%)	19,58	19,58	19,95	20,29	19,38
20. Risk-weighted volume (calculation basis)	18.043,9	18.036,5	17.743,9	17.452,6	17.243,8
21. Tier 1 leverage ratio incl. 50% of retained profit (%)	8,97	8,88	8,95	8,97	8,95
22. Tier 1 leverage ratio (%)	8,63	8,65	8,86	8,97	8,66
Liquidity					
23. Deposit coverage ratio	46,68	48,85	47,34	47,04	47,67
24. LCR (%)	217,07	263,83	295,37	215,80	216,27
Branches and full-time equivalents					
25. No. of branches	24	23	21	21	21
26. Full-time equivalents	214	219	220	226	226
Equity certificates					
27. Ownership fraction (parent bank) (%)	37,67	37,67	37,67	38,79	38,79
28. No. of equity certificates	20.731.183	20.731.183	20.731.183	20.731.183	20.731.183
29. Book equity per equity certificate	56,15	54,74	52,98	55,06	53,54
30. Earnings per equity certificate	1,41	1,93	1,22	1,06	0,81
31. Dividend per equity certificate	0,00	0,00	0,00	3,30	0,00
32. Turnover rate	9,28	9,02	10,19	16,02	17,66
33. Price	47,50	44,00	50,00	47,60	52,00

Key figures description

Profitability

1. Return on equity	Profit/loss after tax as % of average equity
2. Net interest income as % of average total assets	Net interest income as % of average total assets
3. Profit/loss after tax as % of average total assets	Profit/loss after tax as % of average total assets
4. Costs as % of average total assets	Payroll, etc., administrative costs, amortisation and other operating costs as % of average total assets
5. Costs as % of income (before losses on loans/guarantees)	Payroll, etc., administrative costs, amortisation and other operating costs as % of net interest income, dividends, net commission income, net value changes and gains/losses on financial instruments and other operating income
6. Costs as % of income, excl. return on financial investments	Payroll, etc., administrative costs, amortisation and other operating costs as % of net interest income, net commission income and other operating income

Balance sheet figures

7. Net lending to customers	Gross lending less write-downs
8. Lending growth (quarter/12 months)	Change in net lending as % of OB net lending. Quarter's figures shows growth in the quarter, while the other figure shows the 12-month growth.
9. Deposits	Customer deposits
10. Deposit growth (quarter/12 months)	Change in deposits as % of OB deposits. Quarter's figures shows growth in the quarter, while the other figure shows the 12-month growth.
11. Average equity	(OB equity less proposed dividends + CB equity less proposed dividends) / 2
12. Average total assets	Average total assets based on quarterly balance sheet figures

Write-downs of impaired and non-performing loans

13. Losses as % of net loans to customers (OB)	Losses as % of OB net loans to customers for the period
14. Write-downs as % of gross lending to customers	Total specified and unspecified write-downs as % of gross lending to customers
15. Net impaired and non-performing commitments as % of net loans	Net impaired and non-performing commitments as % of net loans to customers

Financial strength

16. CET1 capital ratio incl. 50% of retained profit (%)	CET1 capital incl. 50% of retained profit as % of the risk-weighted volume (calculation basis)
17. CET1 capital ratio (%)	CET1 capital as % of the risk-weighted volume (calculation basis)
18. Tier 1 capital ratio (%)	Tier 1 capital as % of the risk-weighted volume (calculation basis)
19. Capital adequacy ratio (%)	Total primary capital as % of the risk-weighted volume (calculation basis)
20. Risk-weighted volume (calculation basis)	Total credit and counterparty risk, currency risk, operational risk and calculation basis for impaired counterparty credit rating (CVA)
21. Tier 1 leverage ratio incl. 50% of retained profit (%)	Tier 1 capital incl. 50% of retained profit as % of unweighted calculation basis
22. Tier 1 leverage ratio (%)	Tier 1 capital as % of unweighted calculation basis.

Liquidity

23. Deposit coverage ratio	Deposits as % of net loans to customers
24. LCR (%)	Liquid assets as % of net payments in a stress scenario lasting 30 days

Branches and full-time equivalents

25. No. of branches	
26. Full-time equivalents	

Equity certificates

27. Ownership fraction (parent bank) (%)	Equity certificate holders' proportional of total equity (less proposed dividends) as % (Basis as at 01.01, time-weighted by issue).
28. No. of equity certificates	Total no. of outstanding equity certificates
29. Book equity per equity certificate	Equity share capital divided by no. of equity certificates. Year's allocation for dividends is included in the calculation.
30. Earnings per equity certificate	Equity share capital's proportion of the group's profit/loss after tax per outstanding equity certificate as at 31.12
31. Dividend per equity certificate	Dividend in NOK per equity certificate
32. Turnover rate	Annual turnover rate (traded as % of issued)
33. Price	Last traded

Financial Performance - Group

(Amounts in NOK millions)	Q3 2016	Q2 2016	Q1 2016	Q4 2015	Q3 2015
Interest income	250,4	267,3	270,4	275,6	283,7
Interest costs	118,0	119,9	133,5	128,3	136,2
Net interest income	132,4	147,4	136,9	147,3	147,5
Commission income and income from banking services	21,4	20,2	19,5	21,2	20,3
Commission expenses and expenses for banking services	10,1	9,9	9,4	9,9	9,7
Dividend	0,3	26,6	0,0	0,0	0,0
Net value change and gains/losses on financial instruments	23,2	25,2	7,7	-7,9	-30,1
Other operating income	5,2	6,1	6,7	8,0	5,6
Net operating income	40,0	68,2	24,5	11,4	-13,9
Payroll, etc.	41,2	36,6	43,3	43,9	44,7
Administration costs	12,3	11,4	12,0	13,5	13,0
Depreciation/write-downs/value change for non-financial assets	4,3	14,4	4,4	4,5	4,3
Other operating costs	8,6	15,2	14,1	14,7	11,0
Total operating costs	66,4	77,6	73,8	76,6	73,0
Profit/loss before losses	106,0	138,0	87,6	82,1	60,6
Losses on loans and guarantees	3,0	4,4	-2,4	4,9	0,3
Profit/loss before tax costs	103,0	133,6	90,0	77,2	60,3
Tax costs	25,6	27,3	22,8	20,6	16,7
Profit/loss after tax	77,4	106,3	67,2	56,6	43,6
Earnings per equity certificate	1,41	1,93	1,22	1,06	0,81
Diluted earnings per equity certificate	1,41	1,93	1,22	1,06	0,81

Other comprehensive income performance - Group

(Amounts in NOK millions)	Q3 2016	Q2 2016	Q1 2016	Q4 2015	Q3 2015
Profit/loss after tax	77,4	106,3	67,2	56,6	43,6
Items that will not be reclassified to the statement of income					
Actuarial gains and losses on defined-benefit plans	0,0	0,0	0,0	29,8	0,0
Tax related to items that cannot be reclassified	0,0	0,0	0,0	-7,4	0,0
Items that may later be reclassified to the statement of income					
Changes in fair value of investments available for sale	0,0	-9,5	0,0	18,2	0,0
Tax related to items that may be reclassified	0,0	0,1	0,0	-0,1	0,0
Other comprehensive income	77,4	96,9	67,2	97,1	43,6

Balance sheet performance - Group

(Amounts in NOK millions)	30.09.2016	30.06.2016	31.03.2016	31.12.2015	30.09.2015
Assets					
Cash and receivables from central banks	256,6	276,4	259,2	378,0	240,2
Loans to and receivables from financial institutions	10,1	10,9	4,2	8,1	8,1
Loans to and receivables from customers	29.713,4	29.095,5	28.203,1	27.975,8	27.709,5
Certificates and bonds	4.292,5	4.730,9	4.893,9	4.554,6	3.847,8
Shares and units	460,7	460,2	470,3	478,1	457,9
Financial derivatives	498,6	565,8	590,5	494,7	509,6
Certificates and bonds, held to maturity	203,2	201,2	207,6	205,6	203,4
Investment properties	284,1	284,7	294,3	249,8	265,9
Tangible fixed assets	129,5	127,5	129,2	131,6	131,2
Other assets	22,1	25,6	26,0	25,3	25,6
Prepaid non-accrued costs and earned but not received income	22,1	23,9	23,9	7,5	13,9
Total assets	35.892,9	35.802,6	35.102,2	34.509,1	33.413,1
Liabilities and equity					
Liabilities to financial institutions	121,6	121,6	152,3	150,3	182,2
Deposits from and liabilities to customers	13.869,6	14.213,7	13.352,5	13.159,3	13.209,5
Financial derivatives	44,3	32,8	42,3	68,4	63,2
Securities issued	17.772,8	17.451,8	17.528,1	17.205,3	16.107,8
Tax payable	74,3	48,2	72,1	98,4	59,0
Other liabilities	103,8	118,7	231,5	68,6	96,1
Accruals and deferred income	45,4	31,9	35,2	34,9	36,4
Provisions for accrued costs and liabilities	59,7	59,7	59,7	59,7	87,0
Deferred tax liability	8,2	8,7	9,6	10,2	13,8
Subordinated loan capital	703,2	702,9	703,2	702,9	703,1
Total liabilities	32.802,9	32.790,0	32.186,5	31.558,0	30.558,1
Paid-up equity	595,1	595,1	595,1	595,1	595,1
Retained earnings	2.244,0	2.244,0	2.253,4	2.356,0	2.060,5
Retained ordinary profit	250,9	173,5	67,2	0,0	199,4
Total equity	3.090,0	3.012,6	2.915,7	2.951,1	2.855,0
Total liabilities and equity	35.892,9	35.802,6	35.102,2	34.509,1	33.413,1