

173rd year

# QUARTERLY REPORT 2015

Quarterly report 3rd quarter

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## Key figures - Group

	30.09.2015	30.09.2014	31.12.2014	31.12.2013
Average equity excl. dividends (NOK millions)	2.758,5	2.602,1	2.563,9	2.268,1
Average total assets (NOK millions)	33.956,8	33.271,8	33.618,8	30.263,2
Profit after tax as % of average total assets	0,79	1,48	1,28	0,93
Profit before losses as % of average total assets	1,09	1,89	1,66	1,34
Net interest income as % of average total assets	1,73	1,83	1,81	1,87
Expenses as % of average total assets	0,84	0,87	0,88	0,97
Expenses as % of revenue (before loan/guarantee losses)	43,53	31,57	34,72	42,04
Expenses as % of revenue excl. return on financial investments	40,73	42,39	43,21	44,55
Return on equity (%)	9,66	17,01 *)	16,72	12,46
Net lending to customers (NOK millions)	27.709,5	28.453,4	28.697,8	25.771,6
Deposits from customers (NOK millions)	13.209,5	13.178,9	13.397,0	12.546,8
Deposit-to-loan ratio	47,67	46,32	46,68	48,68
Deposit-to-loan ratio (parent bank)	75,66	71,97	70,68	73,90
Capital adequacy ratio in %	19,38	16,71	18,17	18,41
Tier 1 capital ratio in %	17,37	14,41	15,89	16,47
Pure tier 1 capital in %	15,36	12,44	13,94	13,23
Pure tier 1 capital incl. 50% of retained profit in %	15,93	13,48	-	-
Number of FTEs	226	223	225	233

Interest-bearing balance sheet items are reported incl. accrued interest from and including 31/12/2014. Comparison figures for previous periods have been revised.

\*) In the calculation of return on equity as at 30/09/2014, the profit concerning Nets Holding AS is held outside of the annualisation.

## Interim report Q3 2015 - Sparebanken Øst

- **Very solid equity position**
- **Significant reduction in defaults**
- **Effective cost control**
- **Considerable negative change in value in the liquidity portfolio**

### PERFORMANCE

In the third quarter of 2015 the Group achieved a profit before tax of NOK 262.5 million, compared with NOK 449.0 million for the same period last year. Gains from the sale of shares in Nets Holding AS had a considerable impact on profits in the third quarter of 2014. This gain amounted to NOK 134.7 million. So far this year gains from the sale of properties have had a positive one-off effect of NOK 34.5 million. Net profit for the year has been adversely affected by a substantial negative change in value of the bank's liquidity portfolio and reduced net interest income.

As a percentage of average total assets, profit before tax amounts to 1.03 per cent compared with 1.80 per cent (1.26 per cent excl. NETS gain) for the same period last year.

Profit after tax shows a profit of NOK 199.4 million compared with NOK 367.9 million (NOK 233.2 million excl. NETS gain) for the same period last year. This gives a return on equity for the year to date of 9.66 per cent.

For the parent bank, profit after tax shows a profit of NOK 88.5 million in the third quarter of 2015 compared with NOK 333.7 million for the same period last year. In the first quarter of 2015, the parent bank received dividends of NOK 20.0 million from subsidiaries. In the first quarter of 2014, the parent bank received dividends of NOK 60.0 million from subsidiaries. At Group level, the dividends are eliminated.

### Net interest income

Net interest and credit commission income amounted to NOK 439.4 million. Compared with the previous quarter, net interest and credit commission income increased by NOK 4.7 million. This increase is due to lower deposit margins, thereby offsetting more than the lower margin on lending in the quarter. Compared with the same period last year, this is a decrease of NOK 14.8 million. Continued fierce competition for business and retail customers now characterises the lending market, with a significant pressure on interest margins. A fall in money market rates is gradually resulting in lower financing costs; however, this is countered somewhat by higher borrowing margins for the bank.

The guarantee fund levy has been charged with NOK 8.5 million so far this year compared with NOK 7.9 million in the same period last year. The guarantee fund levy is accrued throughout the year.

Net interest and credit commission income at the end of the third quarter of 2015 represents 1.73 per cent of average total assets. For comparison purposes, net interest and credit commission income amounted to 1.72 per cent at the end of the first six months of 2015, 1.75 per cent for the first quarter of 2015, and 1.81 per cent for 2014.

## Operating revenue

Dividends received from equity instruments amount to NOK 1.3 million so far this year compared with NOK 7.3 million in the same period last year. This decline has to do with the loss of dividends from Nets Holding AS.

Commission income and income from banking services amount to NOK 58.6 million and show a decrease of NOK 2.3 million compared with the same period last year, but an increase of NOK

0.6 million compared with the previous quarter. The commission income comes from traditional banking services.

Commission expenses and expenses for banking services amount to NOK 29.3 million and show a decrease of NOK 3.4 million compared with the same period last year, and a decrease of NOK 0.2 million compared with the previous quarter.

Net changes in value and profit/loss from financial assets result in a negative change in value of NOK 34.8 million for the year to date. For comparison purposes, net changes in value and profit/loss from financial assets amounted to a revenue recognition of NOK 168.2 million for the corresponding period last year. The gain on the sale of shares in Nets Holding AS amounted to NOK 134.7 million at the end of the third quarter of 2014, and gains related to the sale of Frende Holding AS amounted to NOK 11.7 million. NOK 4.3 million of the change in value concerning the guarantee for Eksportfinans ASA has been expensed so far this year, compared with a NOK 12.9 million recognition as income in the same period last year. Beyond this, the reason for this is the decrease in the overall margin output for bonds in the liquidity portfolio.

Other operating income amounts to NOK 53.0 million and shows an increase of NOK 23.5 million compared with the same period last year. The increase primarily relates to gains from the sale of properties totalling NOK 34.5 million. These sales result in reduced rental income.

## Operating expenses

Total operating expenses amount to NOK 212.5 million and represent 0.84 per cent of the average total assets. In comparison, total operating expenses amounted to NOK 217.0 million in the same period last year, representing 0.87 per cent of the average total assets. The bank has very effective cost control.

Payroll and general administration expenses amount to NOK 161.1 million at the end of the third quarter of 2015, compared with NOK 161.5 million in the same period last year. The number of active FTEs in the Group at the end of the third quarter of 2015 was 226, compared with 223 at the end of the same period last year and 225 at the end of 2014. The number of active FTEs in the parent bank at the end of the third quarter of 2015 was 196, compared with 192 at the end of the same period last year. The parent bank had 195 active FTEs at the end of 2014.

Depreciation amounts to NOK 13.4 million at the end of the third quarter of 2015, compared with NOK 14.6 million in the same period last year.

Total operating expenses amount to NOK 38.0 million, compared with NOK 40.9 million in the same period last year.

## Lending and guarantee losses

The Group's recognised lending and guarantee losses amount to NOK 13.2 million at the end of 2015 compared with NOK 21.4 million for the same period last year.

Individual impairment losses on customer loans and guarantees have fallen by NOK 3.2 million since the start of the year and amount to NOK 91.1 million at the end of the third quarter of 2015.

Impairment losses on groups of customer loans amount to NOK 43.4 million at the end of the third quarter of 2015, and remain unchanged since the start of the year.

Gross non-performing and doubtful commitments amount to NOK 282.2 million, compared with NOK 423.8 million at the start of the year and NOK 507.2 in the third quarter of 2014. Net non-performing and doubtful commitments amount to NOK 191.1 million and show a decline of NOK 138.4 million compared to 31/12/2014, and a decline of NOK 212.7 million compared with the end of the third quarter of 2014. The decline in non-performing and doubtful loans is a result of implemented measures for risk reduction in the loan portfolio.

## BALANCE SHEET

Total assets have been reduced by NOK 1,593.0 million since the start of the year and amount to NOK 33,413.1 million at the end of the third quarter of 2015.

Cash and receivables at central banks have been reduced by NOK 241.3 million since the start of

the year and amount to NOK 240.2 million as at 30/09/2015.

Net lending to credit institutions has increased by NOK 0.6 million since 31/12/2014 and amounts to NOK 8.1 million at the end of the third quarter of 2015. Lending to credit institutions in Norway is constituted only of interbank loans.

Net lending to customers amounts to NOK 27,709.5 million. Since the start of the year, net

lending to customers has fallen by NOK 988.3 million. The last 12 months show negative lending growth of 2.6 per cent. Net lending to retail customers fell by 1.5 per cent, while net lending to business customers fell by 9.0 per cent. The bank has undertaken portfolio processing related to lending to business customers with the aim of reducing the risk of losses. This has led to a decline in the portfolio up to the first quarter of 2015. New sales combined with continued portfolio processing have resulted in growth in business customers of 2.6 per cent in the second quarter and 8.9 per cent in the third quarter.

Gross lending to retail customers amounts to 85.9 per cent of total lending to customers.

Holdings of certificates and bonds show a decrease of NOK 58.6 million since the start of the year and amount to NOK 4,051.2 million. The liquidity portfolio consists of all holdings and amounts to a nominal value of NOK 4,018.8 million.

For the liquidity portfolio, the weighted average maturity until the agreed maturity has been calculated as 2.85 years.

The bank's shares in Frende Holding AS and Eksportfinans ASA have been classified as "available for sale".

The valuation of the shares in Frende Holding AS is based on the trading price at the time of the last transaction and amounts to NOK 200.8 million at the end of the third quarter of 2015. Corresponding valuation per share was added as a basis as at 31/12/2014.

Holdings of shares in Eksportfinans ASA are recognised at NOK 208.3 million. There are no conditions at the end of the third quarter of 2015 that require changes to the valuations of these shares.

Deposits from customers amount to NOK 13,209.5 million as at 30/09/2015 and show an increase in the last 12 months of NOK 30.6 million, corresponding to 0.2 per cent. Since the

start of the year deposits from customers have fallen by NOK 187.5 million. The deposit-to-loan ratio at the end of the third quarter of 2015 was 47.7 per cent compared with 46.7 per cent at the end of 2014 and 46.3 per cent at the end of the third quarter of 2014.

Liabilities established on the issue of securities amount to NOK 16,107.8 million and show a decline of NOK 1,442.1 million since the start of the year.

Other long-term borrowing amounts to NOK 182.2 million at the end of the third quarter of 2015 and shows a decrease of NOK 28.3 million since the start of the year.

Short-term borrowing (defined as borrowing with a remaining maturity of less than one year) amounts to NOK 1,965.0 million.

## RISK CONDITIONS

### 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 should help to 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 justifiable 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, debt servicing capacity and willingness are crucial to credit ratings. 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.

A small proportion of lending to the business market generally 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 adequate collateral. The bank has a low exposure to loans/credit without associated security.

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 continuously monitored, and there are updated overviews of the bank's total counterparty risk.

### **Market risk**

Sparebanken Øst has a finance strategy that should help to ensure that the bank's activities in the finance area are in line with the framework conditions and guidelines in the bank's overall business concept, strategic plans, and budgets, as well as ensuring that the activities are justifiable in relation to the bank's capacity and willingness to bear risk.

The finance strategy will also help to ensure that the bank's management of financial risk is in accordance 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 assumes credit spread risk.

The interest rate risk is kept within fixed limits and limited in that assets and liabilities mainly have floating interest rates or are swapped to floating interest 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 should have 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 credit institutions. Covered bonds with long maturities are generally issued, whereas senior debentures 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.

## **CAPITAL ADEQUACY RATIO**

Regulations concerning the calculation of subordinated capital and capital adequacy ratio regulations have been amended in connection with the introduction of CRD-IV with effect from and including 30/09/2014. Figures as at 31/12/2014 are calculated in accordance with transition rules in which funds for unrealised profits from items classified as available for sale still cannot be included in pure tier 1 capital. From and including the first quarter of 2015, these limitations relating to funds for unrealised profits no longer apply when calculating the capital adequacy ratio. Net subordinated capital at the end of the third quarter of 2015 amounted to NOK 3,341.7, of which NOK 2,995.1 million constituted the Group's tier 3 capital. With a basis of calculation of NOK 17,243.8 million, this corresponds to a capital adequacy ratio of 19.38 per cent, of which 17.37 per cent constitutes the

tier 1 capital ratio. The pure tier 1 capital ratio amounts to 15.36 per cent. The pure tier 1 capital ratio including 50 per cent of unallocated profit amounts to 15.93 per cent. The bank uses the standardised approach when calculating minimum requirements for subordinated capital for credit risk.

## RATING

On 11 May 2015 Sparebanken Øst's rating was upgraded from Baa1 to A3 (stable). This was a result of Moody's Investor Service announcing rating changes as a result of new rating methods for banks.

## SUBSIDIARIES

**Sparebanken Øst Boligkreditt AS** is a wholly owned subsidiary of Sparebanken Øst. The company was founded on 14/04/2009 and aims to grant or acquire residential mortgages, commercial mortgages and loans secured by mortgages on other real property or public loans, and to finance its lending activities primarily by issuing covered bonds. The loan-to-asset value ratio for the cover (LTV) at the end of the third quarter of 2015 was 47.5 percent. This compares with 47.6 per cent at the end of the third quarter of 2014 and 46.3 per cent at the end of 2014.

The company's total assets as at 30/09/2015 amount to NOK 9,201.4 million, mainly consist of first priority residential mortgages, and are funded through covered bonds and the drawing rights of the parent company. The company's deposited equity amounts to NOK 650.0 million, of which NOK 319.8 million constitutes share capital and NOK 330.2 million constitutes a share premium reserve. Profit after tax shows a profit of NOK 60.5 million at the end of the third quarter of 2015 compared with NOK 67.0 million for the same period last year. The company has no employees but hires the services of 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 company of Sparebanken Øst. Its main product is the debenture financing of used cars. The company achieved a profit after tax of NOK 30.1 million at the end of the third quarter of 2015 compared with NOK 23.5 million in the same period last year. Total assets amount to NOK 1,685.3 million. At the end of the third quarter the company has 24 employees, corresponding to 24 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. Operating revenue amounted to NOK 56.8 million at the end of the third quarter of 2015 compared with NOK 32.3 million in the same period last year. This increase is due to gains from the sale of EngeneKvartalet, which were recognised in the first quarter of 2015. Profit after tax shows a profit of NOK 36.6 million at the end of the third quarter of 2015 compared with a profit of NOK 4.4 million for the same period last year. The company has six employees. The share capital is NOK 35.1 million.

**Øst Prosjekt AS'** main purpose is to take on projects and undertake industrial and trade activities for the hedging and realisation of deferred commitments in the parent bank. The company has no employees and the share capital amounts to NOK 12.0 million. Profit after tax shows a loss of NOK 0.2 million at the end of the third quarter of 2015 compared with a loss of NOK 0.1 million for the same period last year.

## ACCOUNTING PRINCIPLES

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

## DIVIDEND POLICY

The board of directors of Sparebanken Øst has adopted an amended dividend policy from 2016.

Sparebanken Øst's financial aims for its operations are to achieve results that provide a good and stable return on bank equity, and create value for equity certificate holders in the form of dividends and equity certificate appreciation on which there is a competitive return. Profit for the year will be divided between equity certificate holders and social capital in accordance with their proportion of the bank's equity. Sparebanken Øst will aim to pay 50 to 75 per cent of the profit attributable 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 owners as dividends on social capital in the form of gifts to charitable causes. When determining dividends and donations, due consideration will be given to the bank's financial performance, market situation, dividend stability, and need for tier 1 capital.

## OUTLOOK

Fierce competition for business and private customers continues to characterise the lending market. The situation is expected to continue unless individual capital requirements and/or increased loan losses affect the banks' growth and competitiveness. Net interest and credit commission income will be affected by the market situation in which lending margins will be under pressure. Continued strong competition and a further reduction in interest rates will gradually lead to reduced lending margins being unable to be fully offset by a corresponding increase in deposit margins. Increased margins on banks' borrowing from the bond market will also contribute to pressure on net interest income.

Growth is expected in lending to the retail and business markets over time. Growth in lending to business customers will be within industries that the bank has sound knowledge of. A significantly reduced volume of doubtful and non-performing loans will lead to reduced overall risk for the bank compared with before.

Fluctuations in the market values of the guarantee to Eksportfinans ASA and securities may arise. The market value of interest-bearing securities is generally affected by the margin development of individual securities, and liquidity in the market may also fluctuate over time.

A fall in house prices and weaker growth in the Norwegian economy may lead to increased

losses in the banking sector in the future. The bank is not directly exposed to the oil and gas sector.

The bank has adapted to new capital adequacy ratio rules and is monitoring market expectation trends for capital in excess of regulatory requirements carefully. Calculations show that the bank will satisfy expected capital requirements up to and including 2016. The bank's board has adopted new targets for pure tier 1 capital. This has been set at 14.5 per cent as of 1 July 2016. This capital level is considered to provide potential for growth, room for manoeuvre as regards regulatory requirements, competitiveness in the bond markets, and the possibility of a return on equity in line with the adopted target.

The bank deems it very important to have a long-term and robust liquidity situation that secures operations in the long term. The bank's target for liquidity is for illiquid assets to have 105 per cent long-term financing over time. The bank assumes that access to liquidity in the near future will be satisfactory.

Reduced risk, increased margin pressure and increased proportion of equity will affect the return level over time. The bank's target for return on equity over time is 10 per cent.



Hokksund, 30 September 2015  
Drammen, 27 October 2015

Jorund Rønning Indrelid  
chairman

Knut Smedsrud  
deputy chairman

Morten André Yttreide

Øivind Andersson

Sverre Nedberg

Elly Therese Thoresen

Hanne Margrete Lenes Solem

Inger Helen Pettersen  
employee representatives

Pål Strand  
CEO

## Income statement

Group 30.09.2015	Group 30.09.2014	Group 2014	(Figures in NOK millions)	Parent bank 30.09.2015	Parent bank 30.09.2014	Parent bank 2014
891,4	1.008,5	1.350,4	Interest income and similar income	607,9	708,5	951,5
452,0	554,3	743,5	Interest expenses and similar expenses	350,7	437,3	588,2
439,4	454,2	606,9	<b>Net interest and credit commission income</b>	<b>257,2</b>	<b>271,2</b>	<b>363,3</b>
1,3	7,3	7,3	Dividends and other income from securities with variable return	21,3	67,3	67,3
58,6	60,9	81,6	Commission income and income from banking services	65,9	68,8	92,1
29,3	32,7	43,7	Commission expenses and expenses for banking services	13,3	13,4	18,3
-34,8	168,2	160,2	Net value change and profit/loss from financial investments	-38,7	169,0	160,2
53,0	29,5	40,5	Other operating income	3,7	4,1	5,8
122,9	120,3	161,9	Payroll etc.	102,9	100,6	136,1
38,2	41,2	55,6	Administration expenses	32,7	34,6	47,2
13,4	14,6	19,8	Depreciation/write-down and value change, non-financial assets	8,1	6,4	8,8
38,0	40,9	58,8	Other operating expenses	32,6	33,9	50,2
275,7	470,4	556,7	<b>PROFIT BEFORE LOSS</b>	<b>119,8</b>	<b>391,5</b>	<b>428,1</b>
13,2	21,4	23,6	Lending and guarantee losses	5,1	11,6	10,6
262,5	449,0	533,1	<b>PROFIT BEFORE TAX EXPENSES</b>	<b>114,7</b>	<b>379,9</b>	<b>417,5</b>
63,1	81,1	104,4	Tax expenses	26,2	46,2	56,9
199,4	367,9	428,7	<b>PROFIT AFTER TAX</b>	<b>88,5</b>	<b>333,7</b>	<b>360,6</b>
3,73	7,35	8,57	Earnings per equity certificate	1,66	6,67	7,21
3,73	7,35	8,57	Diluted earnings per equity certificate	1,66	6,67	7,21

## Total comprehensive income

Group 30.09.2015	Group 30.09.2014	Group 2014	(Figures in NOK millions)	Parent bank 30.09.2015	Parent bank 30.09.2014	Parent bank 2014
199,4	367,9	428,7	<b>PROFIT AFTER TAX</b>	<b>88,5</b>	<b>333,7</b>	<b>360,6</b>
			<b>Items that will not be reclassified for the income statement</b>			
0,0	0,0	-45,9	Actuarial profit/loss for defined-benefit plans	0,0	0,0	-42,0
0,0	0,0	12,3	Tax effect of actuarial profit/loss for defined-benefit plans	0,0	0,0	11,3
			<b>Items that may be reclassified for the income statement later</b>			
0,0	-90,2	-90,2	Changes in fair value of investments available for sale	0,0	-90,2	-90,2
199,4	277,7	304,9	<b>TOTAL COMPREHENSIVE INCOME</b>	<b>88,5</b>	<b>243,5</b>	<b>239,7</b>

## Balance sheet

Konsern 30.09.2015	Konsern 30.09.2014	Group 2014	(Figures in NOK millions)	Morbank 30.09.2015	Morbank 30.09.2014	Parent bank 2014
240,2	457,6	481,5	Cash and receivables at central banks	240,2	457,6	481,5
8,1	8,3	7,5	Lending to and receivables from credit institutions	1.974,5	2.322,0	2.337,2
27.844,0	28.599,7	28.835,0	Lending to and receivables from customers	17.544,7	18.427,5	19.057,6
91,1	102,9	93,8	– Individual impairment	26,8	40,6	31,2
43,4	43,4	43,4	– Impairment of groups of loans	40,1	40,1	40,1
3.847,8	4.490,8	3.904,0	Certificates, bonds, etc. at fair value	4.195,6	5.039,8	3.904,0
457,9	455,7	457,5	Shares and other securities with variable return	457,9	455,7	457,5
509,6	432,5	604,1	Financial derivatives	280,6	262,8	352,7
203,4	203,6	205,8	Certificates, bonds, held to maturity	203,4	203,6	205,8
0,0	0,0	0,0	Ownership interests in Group companies	887,5	687,3	887,3
0,0	0,0	0,0	Deferred tax, assets	11,1	4,0	11,1
265,9	397,7	395,8	Investment assets	0,0	0,0	0,0
131,2	132,9	134,5	Property, plant and equipment	77,0	79,1	80,5
25,6	36,9	108,9	Other assets	3,4	10,2	10,0
13,9	12,3	8,7	Expenses prepaid but not accrued, and income accrued but not rec	13,6	12,1	9,1
33.413,1	35.081,7	35.006,1	<b>TOTAL ASSETS</b>	<b>25.822,6</b>	<b>27.881,0</b>	<b>27.723,0</b>
182,2	342,9	210,5	Liabilities to credit institutions	430,7	564,6	469,6
13.209,5	13.178,9	13.397,0	Deposits from and liabilities to customers	13.223,3	13.203,5	13.420,0
63,2	36,1	56,8	Financial derivatives	63,2	36,1	56,8
16.107,8	17.789,7	17.549,9	Liabilities established on the issue of securities	8.712,2	10.696,5	10.375,7
155,1	183,0	180,3	Other liabilities	121,1	122,2	108,5
36,4	42,0	34,7	Accrued expenses and income accrued but not received	31,3	37,4	29,5
87,0	38,2	87,6	Provisions for accrued expenses and liabilities	82,0	36,4	82,5
13,8	29,3	20,5	Deferred tax, liability	0,0	0,0	0,0
703,1	703,2	703,1	Subordinated loan capital	703,1	703,2	703,1
30.558,1	32.343,3	32.240,4	<b>Total liabilities</b>	<b>23.366,9</b>	<b>25.399,9</b>	<b>25.245,7</b>
595,1	595,1	595,1	Deposited equity	595,1	595,1	595,1
2.060,5	1.775,4	2.170,6	Retained earnings	1.772,1	1.552,3	1.882,2
199,4	367,9	0,0	Retained ordinary profit	88,5	333,7	0,0
2.855,0	2.738,4	2.765,7	<b>Total equity</b>	<b>2.455,7</b>	<b>2.481,1</b>	<b>2.477,3</b>
33.413,1	35.081,7	35.006,1	<b>TOTAL LIABILITIES AND EQUITY</b>	<b>25.822,6</b>	<b>27.881,0</b>	<b>27.723,0</b>

## Change in equity, Group

(Figures in NOK millions)

	Total equity	Equity certificates	Share mium reserve	Equalisation fund	Primary capital	Donations fund	Available for sale reserve	Other equity	Retained profit
<b>Q3 2015</b>									
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	199,4	0,0	0,0	0,0	0,0	0,0	0,0	0,0	199,4
Changes in fair value of investments TFS	0,0	0,0	0,0	0,0	0,0	0,0	0,0	0,0	0,0
Total comprehensive income	199,4	0,0	0,0	0,0	0,0	0,0	0,0	0,0	199,4
Dividend 2014 finally adopted	-103,7	0,0	0,0	-103,7	0,0	0,0	0,0	0,0	0,0
Changes, donations fund	-6,4	0,0	0,0	0,0	0,0	-6,4	0,0	0,0	0,0
<b>Equity as at 30/09/2015</b>	<b>2.855,0</b>	<b>207,3</b>	<b>387,8</b>	<b>262,6</b>	<b>1.308,0</b>	<b>39,1</b>	<b>162,4</b>	<b>288,4</b>	<b>199,4</b>

	Total equity	Equity certificates	Share mium reserve	Equalisation fund	Primary capital	Donations fund	Available for sale reserve	Other equity	Retained profit
<b>Q3 2014</b>									
Equity as at 31/12/2013	2.527,9	207,3	387,8	291,7	1.129,9	35,5	252,6	223,1	0,0
Profit	367,9	0,0	0,0	0,0	0,0	0,0	0,0	0,0	367,9
Changes in fair value of investments TFS	-90,2	0,0	0,0	0,0	0,0	0,0	-90,2	0,0	0,0
Total comprehensive income	277,7	0,0	0,0	0,0	0,0	0,0	-90,2	0,0	367,9
Dividend 2013 finally adopted	-62,2	0,0	0,0	-62,2	0,0	0,0	0,0	0,0	0,0
Changes, donations fund	-5,0	0,0	0,0	0,0	0,0	-5,0	0,0	0,0	0,0
<b>Equity as at 30/09/2014</b>	<b>2.738,4</b>	<b>207,3</b>	<b>387,8</b>	<b>229,5</b>	<b>1.129,9</b>	<b>30,5</b>	<b>162,4</b>	<b>223,1</b>	<b>367,9</b>

	Total equity	Equity certificates	Share mium reserve	Equalisation fund	Primary capital	Donations fund	Available for sale reserve	Other equity
<b>2014</b>								
Equity as at 31/12/2013	2.527,9	207,3	387,8	291,7	1.129,9	35,5	252,6	223,1
Profit for the year	428,7	0,0	0,0	149,5	196,1	15,0	0,0	68,1
Changes in fair value of investments TFS	-90,2	0,0	0,0	0,0	0,0	0,0	-90,2	0,0
Actuarial profit/loss for defined-benefit plans	-33,6	0,0	0,0	-12,7	-18,0	0,0	0,0	-2,9
Total comprehensive income	304,9	0,0	0,0	136,8	178,1	15,0	-90,2	65,2
Dividend 2013 finally adopted	-62,2	0,0	0,0	-62,2	0,0	0,0	0,0	0,0
Changes, donations fund	-5,0	0,0	0,0	0,0	0,0	-5,0	0,0	0,0
<b>Equity as at 31/12/2014</b>	<b>2.765,7</b>	<b>207,3</b>	<b>387,8</b>	<b>366,3</b>	<b>1.308,0</b>	<b>45,5</b>	<b>162,4</b>	<b>288,4</b>

## Change in equity, parent bank

(Figures in NOK millions)

	Total equity	Equity certificates	Share mium reserve	Equalisation fund	Primary capital	Donations fund	Available for sale reserve	Retained profit
<b>3. kvartal 2015</b>								
Equity as at 31/12/2014	2.477,3	207,3	387,8	366,3	1.308,0	45,5	162,4	0,0
Profit	88,5	0,0	0,0	0,0	0,0	0,0	0,0	88,5
Changes in fair value of investments TFS	0,0	0,0	0,0	0,0	0,0	0,0	0,0	0,0
Total comprehensive income	88,5	0,0	0,0	0,0	0,0	0,0	0,0	88,5
Dividend 2014 finally adopted	-103,7	0,0	0,0	-103,7	0,0	0,0	0,0	0,0
Changes, donations fund	-6,4	0,0	0,0	0,0	0,0	-6,4	0,0	0,0
<b>Egenkapital pr. 30.09.2015</b>	<b>2.455,7</b>	<b>207,3</b>	<b>387,8</b>	<b>262,6</b>	<b>1.308,0</b>	<b>39,1</b>	<b>162,4</b>	<b>88,5</b>

	Total equity	Equity certificates	Share mium reserve	Equalisation fund	Primary capital	Donations fund	Available for sale reserve	Retained profit
<b>3. kvartal 2014</b>								
Equity as at 31/12/2013	2.304,8	207,3	387,8	291,7	1.129,9	35,5	252,6	0,0
Profit	333,7	0,0	0,0	0,0	0,0	0,0	0,0	333,7
Changes in fair value of investments TFS	-90,2	0,0	0,0	0,0	0,0	0,0	-90,2	0,0
Total comprehensive income	243,5	0,0	0,0	0,0	0,0	0,0	-90,2	333,7
Dividend 2013 finally adopted	-62,2	0,0	0,0	-62,2	0,0	0,0	0,0	0,0
Changes, donations fund	-5,0	0,0	0,0	0,0	0,0	-5,0	0,0	0,0
<b>Egenkapital pr. 30.09.2014</b>	<b>2.481,1</b>	<b>207,3</b>	<b>387,8</b>	<b>229,5</b>	<b>1.129,9</b>	<b>30,5</b>	<b>162,4</b>	<b>333,7</b>

	Total equity	Equity certificates	Share mium reserve	Equalisation fund	Primary capital	Donations fund	Available for sale reserve
<b>2014</b>							
Equity as at 31/12/2013	2.304,8	207,3	387,8	291,7	1.129,9	35,5	252,6
Profit for the year	360,6	0,0	0,0	149,5	196,1	15,0	0,0
Changes in fair value of investments TFS	-90,2	0,0	0,0	0,0	0,0	0,0	-90,2
Actuarial profit/loss for defined-benefit plans	-30,7	0,0	0,0	-12,7	-18,0	0,0	0,0
Total comprehensive income	239,7	0,0	0,0	136,8	178,1	15,0	-90,2
Dividend 2013 finally adopted	-62,2	0,0	0,0	-62,2	0,0	0,0	0,0
Changes, donations fund	-5,0	0,0	0,0	0,0	0,0	-5,0	0,0
<b>Equity as at 31/12/2014</b>	<b>2.477,3</b>	<b>207,3</b>	<b>387,8</b>	<b>366,3</b>	<b>1.308,0</b>	<b>45,5</b>	<b>162,4</b>

## Cash flow statement

Group 30.09.2015	Group 30.09.2014	Group 31.12.2014	(Figures in NOK millions)	Parent bank 30.09.2015	Parent bank 30.09.2014	Parent bank 31.12.2014	
			<b>Operating activities</b>				
262,5	449,0	533,1	Profit before tax expenses	114,7	379,9	417,5	
			Adjusted for:				
70,4	94,0	9,2	Change in net accrued interest income and interest expenses	69,8	90,7	6,2	
0,0	0,0	0,0	Net payment/disbursement of loans to credit institutions	363,0	-220,3	-236,3	
969,8	-2.687,8	-2.924,4	Net payment/disbursement of loans to customers	1.494,5	-1.353,6	-1.985,0	
54,8	-1.171,7	-587,3	Change in certificates and bonds at fair value	-291,6	-1.477,5	-345,6	
93,8	4,0	-41,2	Change in other assets in connection with operations	17,9	4,6	31,2	
0,9	0,3	0,0	Net payment/disbursement of deposits from credit institutions	-11,8	4,1	43,5	
-247,6	551,7	851,3	Net payment/disbursement of deposits from customers	-256,6	563,5	861,4	
8,4	44,1	20,7	Change in other liabilities in connection with operations	38,3	42,3	18,5	
10,1	21,9	18,4	Non-cash items included in profit before tax expenses	2,4	8,9	1,8	
-35,1	-147,0	-147,0	Net profit from investment activities	-0,1	-147,0	-147,0	
3,6	8,7	8,1	Net loss from financing activities	2,1	7,8	8,1	
-105,1	-98,4	-101,1	Tax paid for the period	-57,0	-53,2	-53,3	
1.086,5	-2.931,2	-2.360,2	<b>Net cash flow from operating activities</b>	<b>A</b>	1.485,6	-2.149,8	-1.379,0
			<b>Investment activities</b>				
-81,5	-15,3	-20,6	Disbursement on purchase of property, plant and equipment	-4,9	-12,7	-16,5	
232,9	0,0	0,3	Payment for sale of property, plant and equipment	0,4	0,0	0,0	
0,0	256,5	256,6	Net payment/disbursement for sale/purchase of financial investments	0,0	256,5	256,6	
0,0	0,0	0,0	Net payment/disbursement concerning investments in subsidiaries	-0,2	0,0	-200,1	
151,4	241,2	236,3	<b>Net cash flow from investment activities</b>	<b>B</b>	-4,7	243,8	40,0
			<b>Financing activities</b>				
-30,0	-432,1	-562,1	Net payments/disbursements on lending/borrowing to/from credit institution:	-30,0	-432,1	-562,1	
-2.796,1	-1.852,3	-2.265,5	Disbursement for repayment of securities	-2.087,5	-1.336,4	-1.750,3	
1.451,2	5.136,4	5.136,6	Payment on issue of securities	499,6	3.836,5	3.836,5	
0,0	0,0	0,0	Payment on issue of equity certificates	0,0	0,0	0,0	
-103,7	-62,2	-62,2	Payment of dividends	-103,7	-62,2	-62,2	
-1.478,6	2.789,8	2.246,8	<b>Net cash flow from financing activities</b>	<b>C</b>	-1.721,6	2.005,8	1.461,9
-240,7	99,8	122,9	Net change in cash and cash equivalents	<b>A+B+C</b>	-240,7	99,8	122,9
489,0	366,1	366,1	Cash and cash equivalents as at 01/01.	489,0	366,1	366,1	
<b>248,3</b>	<b>465,9</b>	<b>489,0</b>	<b>Holding of cash and cash equivalents at the end of the period</b>	<b>248,3</b>	<b>465,9</b>	<b>489,0</b>	

Cash and cash equivalents include cash, receivables from central banks, treasury bills and lending to and receivables from credit institutions relating to direct investments.

## Profit per quarter - Group

(Figures in NOK millions)

	Q3	Q2	Q1	Q4	Q3
	2015	2015	2015	2014	2014
Interest income and similar income	283,7	293,5	314,2	341,9	346,5
Interest expenses and similar expenses	136,2	150,7	165,1	189,2	194,7
<b>Net interest and credit commission income</b>	<b>147,5</b>	<b>142,8</b>	<b>149,1</b>	<b>152,7</b>	<b>151,8</b>
Dividends and other income from securities with variable return	0,0	0,9	0,4	0,0	0,0
Commission income and income from banking services	20,3	19,7	18,6	20,7	20,8
Commission expenses and expenses for banking services	9,7	9,9	9,7	11,0	10,9
Net value change and profit/loss from financial investments	-30,1	-0,4	-4,3	-8,0	143,4
Other operating income	5,6	9,6	37,8	11,0	9,3
Payroll etc.	44,7	33,7	44,5	41,6	43,1
Administration expenses	13,0	12,0	13,2	14,4	13,5
Depreciation/impairment/value change of non-financial assets	4,3	4,6	4,5	5,2	4,9
Other operating expenses	11,0	13,5	13,5	17,9	12,4
<b>PROFIT BEFORE LOSS</b>	<b>60,6</b>	<b>98,9</b>	<b>116,2</b>	<b>86,3</b>	<b>240,5</b>
Lending and guarantee losses	0,3	5,1	7,8	2,2	8,1
<b>PROFIT BEFORE TAX EXPENSES</b>	<b>60,3</b>	<b>93,8</b>	<b>108,4</b>	<b>84,1</b>	<b>232,4</b>
Tax expenses (calculated in the interim financial statements)	16,7	25,7	20,7	23,3	26,4
<b>PROFIT FOR THE PERIOD</b>	<b>43,6</b>	<b>68,1</b>	<b>87,7</b>	<b>60,8</b>	<b>206,0</b>
Earnings per equity certificate (per quarter)	0,81	1,28	1,64	1,22	4,11
Diluted earnings per equity certificate (per quarter)	0,81	1,28	1,64	1,22	4,11

## Total comprehensive income

<b>PROFIT FOR THE PERIOD</b>	<b>43,6</b>	<b>68,1</b>	<b>87,7</b>	<b>60,8</b>	<b>206,0</b>
<b>Items that will not be reclassified for the income statement</b>					
Actuarial profit/loss for defined-benefit plans	0,0	0,0	0,0	-45,9	0,0
Tax effect of actuarial profit/loss for defined-benefit plans	0,0	0,0	0,0	12,3	0,0
<b>Items that may be reclassified for the income statement later</b>					
Changes in fair value of investments available for sale	0,0	0,0	0,0	0,0	-130,7
<b>TOTAL COMPREHENSIVE INCOME</b>	<b>43,6</b>	<b>68,1</b>	<b>87,7</b>	<b>27,2</b>	<b>75,3</b>

## Profit per quarter - parent bank

(Figures in NOK millions)

	Q3	Q2	Q1	Q4	Q3
	2015	2015	2015	2014	2014
Interest income and similar income	190,8	200,7	216,4	243,0	244,2
Interest expenses and similar expenses	103,6	117,0	130,1	150,9	153,1
<b>Net interest and credit commission income</b>	<b>87,2</b>	<b>83,7</b>	<b>86,3</b>	<b>92,1</b>	<b>91,1</b>
Dividends and other income from securities with variable return	0,0	0,9	20,4	0,0	0,0
Commission income and income from banking services	22,9	22,0	21,0	23,3	23,5
Commission expenses and expenses for banking services	4,3	4,4	4,6	4,9	4,6
Net value change and profit/loss from financial investments	-34,1	-0,5	-4,1	-8,8	142,8
Other operating income	1,1	1,1	1,5	1,7	1,1
Payroll etc.	37,3	28,8	36,8	35,5	35,5
Administration expenses	11,5	10,2	11,0	12,6	11,6
Depreciation/impairment/value change of non-financial assets	2,8	2,7	2,6	2,4	2,3
Other operating expenses	10,1	10,8	11,7	16,3	10,0
<b>PROFIT BEFORE LOSS</b>	<b>11,1</b>	<b>50,3</b>	<b>58,4</b>	<b>36,6</b>	<b>194,5</b>
Lending and guarantee losses	-2,0	3,4	3,7	-1,0	6,9
<b>PROFIT BEFORE TAX EXPENSES</b>	<b>13,1</b>	<b>46,9</b>	<b>54,7</b>	<b>37,6</b>	<b>187,6</b>
Tax expenses (calculated in the interim financial statements)	4,0	12,9	9,3	10,7	14,3
<b>PROFIT FOR THE PERIOD</b>	<b>9,1</b>	<b>34,0</b>	<b>45,4</b>	<b>26,9</b>	<b>173,3</b>
Earnings per equity certificate (per quarter)	0,17	0,64	0,85	0,54	3,46
Diluted earnings per equity certificate (per quarter)	0,17	0,64	0,85	0,54	3,46

## Total comprehensive income

<b>PROFIT FOR THE PERIOD</b>	<b>9,1</b>	<b>34,0</b>	<b>45,4</b>	<b>26,9</b>	<b>173,3</b>
<b>Items that will not be reclassified for the income statement</b>					
Actuarial profit/loss for defined-benefit plans	0,0	0,0	0,0	-42,0	0,0
Tax effect of actuarial profit/loss for defined-benefit plans	0,0	0,0	0,0	11,3	0,0
<b>Items that may be reclassified for the income statement later</b>					
Changes in fair value of investments available for sale	0,0	0,0	0,0	0,0	-130,7
<b>TOTAL COMPREHENSIVE INCOME</b>	<b>9,1</b>	<b>34,0</b>	<b>45,4</b>	<b>-3,8</b>	<b>42,6</b>

## Accounting principles

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

Description of the accounting principles used when preparing the financial statements appears in the annual report for 2014.

Accounting principles and calculation methods remain largely unchanged from the annual financial statements for 2014.

Interest-bearing balance sheet items are included in accrued interest from and including 31/12/2014. Comparison figures for previous periods have been revised.

## Valuations and use of estimates

Preparation of the consolidated financial statements involves the management making estimates and discretionary valuations and making assumptions that affect use of accounting principles and thus recognised amounts for assets, liabilities, income, and expenses. For further details see the annual report for 2014, note 3 valuations and use of estimates.

## Lending and guarantee losses

(Figures in NOK millions)

	Parent bank 30.09.2015	Parent bank 30.09.2014	Parent bank 31.12.2014	Group 30.09.2015	Group 30.09.2014	Group 31.12.2014
<b>Individual impairment</b>						
Individual impairment as at 01/01.	31,7	39,3	39,3	94,3	98,0	98,0
- Realised losses for the period for which individual impairment has previously been made	0,4	3,3	6,8	3,5	5,6	10,3
+ Increased individual impairment for the period	1,9	4,7	4,4	8,6	9,2	9,6
+ New individual impairment for the period	3,2	10,2	9,4	10,7	20,8	22,0
- Reversed individual impairment for the period	9,6	9,8	14,6	19,0	19,0	25,0
= <b>Individual impairment at the end of the period *)</b>	<b>26,8</b>	<b>41,1</b>	<b>31,7</b>	<b>91,1</b>	<b>103,4</b>	<b>94,3</b>
<b>Impairment for groups of loans</b>						
Impairment for groups of loans as at 01/01.	40,1	40,1	40,1	43,4	43,4	43,4
+/- Change in impairment for groups of loans for the period	0,0	0,0	0,0	0,0	0,0	0,0
= <b>Impairment for groups of loans at the end of the period</b>	<b>40,1</b>	<b>40,1</b>	<b>40,1</b>	<b>43,4</b>	<b>43,4</b>	<b>43,4</b>
<b>Loss expenses for the period</b>						
Change in individual impairment for the period	-4,9	1,8	-7,6	-3,2	5,4	-3,7
+/- Change in impairment for groups of loans for the period	0,0	0,0	0,0	0,0	0,0	0,0
+ Realised losses for the period for which individual impairment has previously been made	4,8	6,2	14,2	7,9	8,5	17,7
+ Realised losses for the period where individual impairment was not made in previous years	0,0	0,8	0,9	7,0	8,1	11,0
- Recovery of previously realised losses for the period	0,5	5,6	7,3	4,2	9,0	11,9
+/- Amortisation expense impairment for the period	5,7	8,4	10,4	5,7	8,4	10,5
= <b>Lending and guarantee losses – customers</b>	<b>5,1</b>	<b>11,6</b>	<b>10,6</b>	<b>13,2</b>	<b>21,4</b>	<b>23,6</b>

\*) Individual impairment of guarantee liabilities amount to NOK 0.0 million as at 30/09/2015, NOK 0.5 million as at 31/12/2014, and NOK 0.5 million as at 30/ the balance sheet as liabilities under "provisions for accrued expenses and liabilities".

## Non-performing and doubtful commitments, customers

(Figures in NOK millions)

	Parent bank 30.09.2015	Parent bank 30.09.2014	Parent bank 31.12.2014	Group 30.09.2015	Group 30.09.2014	Group 31.12.2014
<b>Gross non-performing commitments (more than 90 days)</b>						
Business	112,1	280,1	221,7	116,2	284,8	226,3
+ Retail	63,7	95,0	74,1	157,0	192,8	173,8
= <b>Gross non-performing commitments</b>	<b>175,8</b>	<b>375,1</b>	<b>295,8</b>	<b>273,2</b>	<b>477,6</b>	<b>400,1</b>
- Individual impairment	26,1	30,4	22,7	90,4	92,6	85,3
= <b>Net non-performing commitments</b>	<b>149,7</b>	<b>344,7</b>	<b>273,1</b>	<b>182,8</b>	<b>385,0</b>	<b>314,8</b>
<b>Doubtful (not non-performing) commitments</b>						
Business	7,7	23,0	21,5	7,7	23,5	21,5
+ Retail	1,3	6,1	2,2	1,3	6,1	2,2
= <b>Gross doubtful commitments</b>	<b>9,0</b>	<b>29,1</b>	<b>23,7</b>	<b>9,0</b>	<b>29,6</b>	<b>23,7</b>
- Individual impairment	0,7	10,7	9,0	0,7	10,8	9,0
= <b>Net doubtful commitments</b>	<b>8,3</b>	<b>18,4</b>	<b>14,7</b>	<b>8,3</b>	<b>18,8</b>	<b>14,7</b>
<b>Gross non-performing and doubtful commitments</b>						
Business	119,8	303,1	243,2	123,9	308,3	247,8
+ Retail	65,0	101,1	76,3	158,3	198,9	176,0
= <b>Gross non-performing and doubtful commitments</b>	<b>184,8</b>	<b>404,2</b>	<b>319,5</b>	<b>282,2</b>	<b>507,2</b>	<b>423,8</b>
- Individual impairment	26,8	41,1	31,7	91,1	103,4	94,3
= <b>Net non-performing and doubtful commitments</b>	<b>158,0</b>	<b>363,1</b>	<b>287,8</b>	<b>191,1</b>	<b>403,8</b>	<b>329,5</b>

## Operating segments

Segment reporting is based on the bank's internal reporting format, where the parent bank and mortgage company are divided into retail market, business market, and finance. There are a other subsidiaries and a non-reportable segment with items that are not distributed to other segments.

(Figures in NOK millions)

30.09.2015	RM	BM	Finance	AS Financiering	Spb Øst Eiendom	Undistributed	Elimination	Group
Net interest and commission income, external	452,9	114,9	46,3	111,9	0,5	-287,1	0,0	439,4
Net interest and commission income, internal	-199,3	-18,0	-66,1	-22,7	-4,5	310,6	0,0	0,0
<b>Net interest and commission income</b>	<b>253,6</b>	<b>96,9</b>	<b>-19,8</b>	<b>89,2</b>	<b>-4,0</b>	<b>23,5</b>	<b>0,0</b>	<b>439,4</b>
Total net other income, external	39,1	8,2	-37,5	-13,9	50,4	2,5	0,0	48,8
Total net other income, internal	0,0	0,0	0,0	0,0	6,4	-5,4	-1,0	0,0
<b>Total income</b>	<b>292,7</b>	<b>105,1</b>	<b>-57,3</b>	<b>75,3</b>	<b>52,8</b>	<b>20,6</b>	<b>-1,0</b>	<b>488,2</b>
Payroll and general admin. expenses	43,4	15,2	0,0	20,2	5,1	77,2	0,0	161,1
Depreciation	0,0	0,0	0,0	1,5	3,8	8,1	0,0	13,4
Other operating expenses, external	0,6	0,6	0,0	3,9	5,4	27,5	0,0	38,0
Other operating expenses, internal	0,0	0,0	0,0	0,4	0,0	6,0	-6,4	0,0
<b>Total operating expenses</b>	<b>44,0</b>	<b>15,8</b>	<b>0,0</b>	<b>26,0</b>	<b>14,3</b>	<b>118,8</b>	<b>-6,4</b>	<b>212,5</b>
<b>Profit before loss</b>	<b>248,7</b>	<b>89,3</b>	<b>-57,3</b>	<b>49,3</b>	<b>38,5</b>	<b>-98,2</b>	<b>5,4</b>	<b>275,7</b>
Lending and guarantee losses etc.	-0,2	5,3	0,0	8,1	0,0	0,0	0,0	13,2
<b>Profit before tax expenses</b>	<b>248,9</b>	<b>84,0</b>	<b>-57,3</b>	<b>41,2</b>	<b>38,5</b>	<b>-98,2</b>	<b>5,4</b>	<b>262,5</b>
Tax expenses	0,0	0,0	0,0	11,1	1,9	48,6	1,5	63,1
<b>Profit after tax</b>	<b>248,9</b>	<b>84,0</b>	<b>-57,3</b>	<b>30,1</b>	<b>36,6</b>	<b>-146,8</b>	<b>3,9</b>	<b>199,4</b>
<b>30.09.2014</b>	<b>RM</b>	<b>BM</b>	<b>Finance</b>	<b>AS Financiering</b>	<b>Spb Øst Eiendom</b>	<b>Undistributed</b>	<b>Elimination</b>	<b>Group</b>
Net interest and commission income, external	453,2	178,6	88,5	115,0	0,3	-381,4	0,0	454,2
Net interest and commission income, internal	-218,8	-37,1	-110,6	-27,2	-9,3	403,0	0,0	0,0
<b>Net interest and commission income</b>	<b>234,4</b>	<b>141,5</b>	<b>-22,1</b>	<b>87,8</b>	<b>-9,0</b>	<b>21,6</b>	<b>0,0</b>	<b>454,2</b>
Total net other income, external	36,9	12,4	15,3	-17,6	26,4	159,8	0,0	233,2
Total net other income, internal	0,0	0,0	0,0	0,0	5,9	0,8	-6,7	0,0
<b>Total income</b>	<b>271,3</b>	<b>153,9</b>	<b>-6,8</b>	<b>70,2</b>	<b>23,3</b>	<b>182,2</b>	<b>-6,7</b>	<b>687,4</b>
Payroll and general admin. expenses	46,1	16,4	0,0	21,2	4,8	73,0	0,0	161,5
Depreciation	0,0	0,0	0,0	1,8	6,5	6,3	0,0	14,6
Other operating expenses, external	0,5	0,5	0,0	4,8	6,0	29,1	0,0	40,9
Other operating expenses, internal	0,0	0,0	0,0	0,4	0,0	5,5	-5,9	0,0
<b>Total operating expenses</b>	<b>46,6</b>	<b>16,9</b>	<b>0,0</b>	<b>28,2</b>	<b>17,3</b>	<b>113,9</b>	<b>-5,9</b>	<b>217,0</b>
<b>Profit before loss</b>	<b>224,7</b>	<b>137,0</b>	<b>-6,8</b>	<b>42,0</b>	<b>6,0</b>	<b>68,3</b>	<b>-0,8</b>	<b>470,4</b>
Lending and guarantee losses etc.	1,8	9,8	0,0	9,8	0,0	0,0	0,0	21,4
<b>Profit before tax expenses</b>	<b>222,9</b>	<b>127,2</b>	<b>-6,8</b>	<b>32,2</b>	<b>6,0</b>	<b>68,3</b>	<b>-0,8</b>	<b>449,0</b>
Tax expenses	0,0	0,0	0,0	8,7	1,6	71,0	-0,2	81,1
<b>Profit after tax</b>	<b>222,9</b>	<b>127,2</b>	<b>-6,8</b>	<b>23,5</b>	<b>4,4</b>	<b>-2,7</b>	<b>-0,6</b>	<b>367,9</b>
<b>30.09.2015</b>	<b>RM</b>	<b>BM</b>	<b>Finance</b>	<b>AS Financiering</b>	<b>Spb Øst Eiendom</b>	<b>Undistributed</b>	<b>Elimination</b>	<b>Group</b>
Lending 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
<b>Total assets</b>	<b>21.774,0</b>	<b>3.810,4</b>	<b>4.647,2</b>	<b>1.685,3</b>	<b>353,8</b>	<b>3.284,3</b>	<b>-2.141,9</b>	<b>33.413,1</b>
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	405,0	485,4	6,0	1.449,8	182,8	16.756,5	-1.936,9	17.348,6
Offsetting	12.075,3	810,5	3.342,3	0,0	0,0	-16.228,1	0,0	0,0
Total liabilities per segment	21.774,0	3.810,4	4.647,2	1.468,7	182,8	640,7	-1.965,7	30.558,1
Total equity	0,0	0,0	0,0	216,6	171,0	2.643,6	-176,2	2.855,0
<b>Total liabilities and equity</b>	<b>21.774,0</b>	<b>3.810,4</b>	<b>4.647,2</b>	<b>1.685,3</b>	<b>353,8</b>	<b>3.284,3</b>	<b>-2.141,9</b>	<b>33.413,1</b>
<b>30.09.2014</b>	<b>RM</b>	<b>BM</b>	<b>Finance</b>	<b>AS Financiering</b>	<b>Spb Øst Eiendom</b>	<b>Undistributed</b>	<b>Elimination</b>	<b>Group</b>
Lending to and receivables from customers	21.267,9	5.041,8	0,0	1.668,0	0,0	783,8	-308,1	28.453,4
Other assets	13,2	0,0	5.709,1	20,9	498,7	2.608,4	-2.222,0	6.628,3
<b>Total assets</b>	<b>21.281,1</b>	<b>5.041,8</b>	<b>5.709,1</b>	<b>1.688,9</b>	<b>498,7</b>	<b>3.392,2</b>	<b>-2.530,1</b>	<b>35.081,7</b>
Deposits from and liabilities to customers	8.490,3	3.310,9	1.291,3	17,0	0,0	108,7	-39,3	13.178,9
Other liabilities	228,9	126,0	23,7	1.472,6	365,8	19.256,4	-2.308,9	19.164,5
Offsetting	12.561,9	1.604,9	4.394,1	0,0	0,0	-18.560,9	0,0	0,0
Total liabilities per segment	21.281,1	5.041,8	5.709,1	1.489,6	365,8	804,2	-2.348,2	32.343,4
Total equity	0,0	0,0	0,0	199,3	132,9	2.588,0	-181,9	2.738,3
<b>Total liabilities and equity</b>	<b>21.281,1</b>	<b>5.041,8</b>	<b>5.709,1</b>	<b>1.688,9</b>	<b>498,7</b>	<b>3.392,2</b>	<b>-2.530,1</b>	<b>35.081,7</b>

## Deposits from customers divided by sector and industry

(Figures in NOK millions)

	Parent bank 30.09.2015	Parent bank 30.09.2014	Parent bank 31.12.2014	Group 30.09.2015	Group 30.09.2014	Konsern 31.12.2014
Employees	8.545,3	8.439,9	8.558,5	8.556,0	8.449,8	8.570,3
Public administration	313,3	220,3	270,9	313,3	220,3	270,9
Agriculture, forestry, fisheries, etc.	131,9	129,8	128,7	131,9	129,8	128,7
Industry and mining, power and water supply	430,3	474,0	493,0	430,3	474,0	493,0
Construction and plant	313,0	337,5	359,7	315,0	338,4	361,7
Distributive trade/hotels and restaurants	417,2	363,0	400,6	417,3	363,1	400,7
Transport/communication	156,5	134,8	143,2	156,6	135,0	143,3
Business-related finance services	1.243,9	1.486,3	1.352,1	1.247,5	1.489,9	1.355,7
Other service industries	728,7	620,4	686,6	730,2	621,8	688,0
Revenue and operations of real estate	843,4	892,0	920,4	811,7	851,3	878,4
Overseas	99,8	105,5	106,3	99,7	105,5	106,3
<b>Total</b>	<b>13.223,3</b>	<b>13.203,5</b>	<b>13.420,0</b>	<b>13.209,5</b>	<b>13.178,9</b>	<b>13.397,0</b>

## Gross lending to customers divided by sector and industry

(Tall i mill. kroner)

	Morbank 30.09.2015	Morbank 30.09.2014	Morbank 31.12.2014	Konsern 30.09.2015	Konsern 30.09.2014	Konsern 31.12.2014
Lønnstagerer	13.574,6	13.922,5	14.631,7	23.928,5	24.298,8	24.693,4
Jordbruk, skogbruk, fiske etc.	134,0	142,5	135,7	135,4	143,7	136,3
Industri og bergverk, kraft og vannfors.	90,1	110,1	102,8	96,6	113,4	105,9
Bygg og anlegg	506,8	605,6	575,3	518,4	620,5	587,4
Varehandel/hotell og restaurant	278,1	327,6	312,0	301,7	355,1	335,4
Transport/kommunikasjon	52,0	59,0	48,6	59,0	71,6	60,3
Forr.m. finans tjenesteyting	81,0	105,6	79,2	89,7	116,9	90,3
Tjenesteytende næringer ellers	482,8	461,1	436,4	493,1	476,0	450,3
Omsetning og drift av fast eiendom	2.329,5	2.681,0	2.718,1	2.193,8	2.381,3	2.347,7
Utlandet	15,8	12,5	17,8	27,8	22,4	28,0
<b>Total</b>	<b>17.544,7</b>	<b>18.427,5</b>	<b>19.057,6</b>	<b>27.844,0</b>	<b>28.599,7</b>	<b>28.835,0</b>

## Geographic distribution of gross lending

(Tall i mill. kroner)

	Morbank 30.09.2015	Morbank 30.09.2014	Morbank 31.12.2014	Konsern 30.09.2015	Konsern 30.09.2014	Konsern 31.12.2014
Drammen	3.265,1	3.496,7	3.638,2	4.243,7	4.336,5	4.398,4
Nedre Eiker	1.697,4	1.818,3	1.744,7	2.327,4	2.452,6	2.420,7
Øvre Eiker	1.429,4	1.529,3	1.423,6	1.884,3	1.970,6	1.878,2
Rest of Buskerud	1.578,0	1.773,9	1.767,9	2.162,0	2.317,5	2.287,4
Oslo	3.324,9	3.177,5	3.470,1	5.353,6	5.378,3	5.528,1
Akershus	3.132,9	3.140,0	3.300,2	5.285,7	5.274,0	5.336,7
Vestfold	1.587,6	1.596,2	1.638,2	2.332,1	2.306,6	2.324,6
Østfold	709,6	616,8	688,3	1.293,1	1.194,8	1.228,2
Rest of country	804,0	1.266,3	1.368,6	2.934,3	3.346,4	3.404,7
Overseas	15,8	12,5	17,8	27,8	22,4	28,0
<b>Total</b>	<b>17.544,7</b>	<b>18.427,5</b>	<b>19.057,6</b>	<b>27.844,0</b>	<b>28.599,7</b>	<b>28.835,0</b>



## Credit risk by risk class

The risk classification system is used to support decision-making, monitoring, and reporting. Risk parameters from the classification systems are an integral part of the credit process and the follow-up of the business and retail market portfolios. The risk classification is based on a weighted calculation of various parameters related to debt-servicing capacity, servicing history, and information from external credit information providers.

<b>30/09/2015 – Group</b>	<b>Gross lending</b>	<b>liability</b>	<b>Credit facilities</b>	<b>downs</b>	<b>Commitments</b>	<b>%</b>
Low risk	18.903	43	1.174	2	20.120	68
Moderate risk	4.867	49	241	3	5.156	17
Normal risk	2.888	43	197	23	3.128	11
Reasonably high risk	608	2	14	28	624	2
High risk	376	3	1	35	380	1
Undistributed	202	2	25	0	229	1
<b>Total</b>	<b>27.844</b>	<b>142</b>	<b>1.652</b>	<b>91</b>	<b>29.637</b>	<b>100</b>

<b>30/09/2014 – Group</b>	<b>Gross lending</b>	<b>liability</b>	<b>Credit facilities</b>	<b>downs</b>	<b>Commitments</b>	<b>%</b>
Low risk	18.595	20	1.099	2	19.714	65
Moderate risk	5.351	71	271	3	5.693	19
Normal risk	3.098	75	196	21	3.369	11
Reasonably high risk	911	11	17	23	939	3
High risk	345	1	1	54	347	1
Undistributed	299	1	32	0	332	1
<b>Total</b>	<b>28.600</b>	<b>179</b>	<b>1.616</b>	<b>103</b>	<b>30.395</b>	<b>100</b>

<b>31/12/2014 – Group</b>	<b>Gross lending</b>	<b>liability</b>	<b>Credit facilities</b>	<b>downs</b>	<b>Commitments</b>	<b>%</b>
Low risk	18.801	31	1.115	2	19.947	65
Moderate risk	5.555	84	283	3	5.922	19
Normal risk	3.097	46	159	22	3.302	11
Reasonably high risk	809	4	13	24	826	3
High risk	324	1	1	43	326	1
Undistributed	249	1	29	0	279	1
<b>Total</b>	<b>28.835</b>	<b>167</b>	<b>1.600</b>	<b>94</b>	<b>30.602</b>	<b>100</b>

<b>30/09/2015 – Parent bank</b>	<b>Gross lending</b>	<b>liability</b>	<b>Credit facilities</b>	<b>downs</b>	<b>Commitments</b>	<b>%</b>
Low risk	11.818	43	629	0	12.490	67
Moderate risk	3.356	48	170	0	3.574	19
Normal risk	1.600	43	184	0	1.827	10
Reasonably high risk	351	2	11	5	364	2
High risk	289	3	1	22	293	2
Undistributed	131	2	18	0	151	1
<b>Total</b>	<b>17.545</b>	<b>141</b>	<b>1.013</b>	<b>27</b>	<b>18.699</b>	<b>100</b>

<b>30/09/2014 – Parent bank</b>	<b>Gross lending</b>	<b>liability</b>	<b>Credit facilities</b>	<b>downs</b>	<b>Commitments</b>	<b>%</b>
Low risk	11.967	20	736	0	12.723	64
Moderate risk	3.714	70	185	0	3.969	20
Normal risk	1.643	75	176	0	1.894	10
Reasonably high risk	634	11	13	0	658	3
High risk	275	1	1	41	277	1
Undistributed	194	1	24	0	219	1
<b>Total</b>	<b>18.427</b>	<b>178</b>	<b>1.135</b>	<b>41</b>	<b>19.740</b>	<b>100</b>

<b>31/12/2014 – Parent bank</b>	<b>Gross lending</b>	<b>liability</b>	<b>Credit facilities</b>	<b>downs</b>	<b>Commitments</b>	<b>%</b>
Low risk	12.282	31	735	0	13.048	64
Moderate risk	4.134	83	209	0	4.426	22
Normal risk	1.694	46	142	0	1.882	9
Reasonably high risk	532	4	11	0	547	3
High risk	253	1	1	32	255	1
Undistributed	163	1	22	0	186	1
<b>Total</b>	<b>19.058</b>	<b>166</b>	<b>1.120</b>	<b>32</b>	<b>20.344</b>	<b>100</b>

## Classification of financial assets and liabilities

(Figures in NOK millions)

30/09/2015 – Group	Fair value through profit		Available for sale	Held to maturity	Amortised cost*	Total
	Held for trading	Designated at fair value				
Cash and receivables at central banks	0,0	0,0	0,0	0,0	240,2	240,2
Net lending to and receivables from credit institutions	0,0	0,0	0,0	0,0	8,1	8,1
Net lending to and receivables from customers	0,0	0,0	0,0	0,0	27.709,5	27.709,5
Certificates, bonds, etc. at fair value	3.764,0	83,8	0,0	0,0	0,0	3.847,8
Stocks, shares and other securities with variable return	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
<b>Total financial assets</b>	<b>4.303,5</b>	<b>83,8</b>	<b>428,0</b>	<b>203,4</b>	<b>27.957,8</b>	<b>32.976,5</b>
Liabilities to credit 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
Liabilities established on the issue of securities	0,0	0,0	0,0	0,0	16.107,8	16.107,8
Financial derivatives**	63,2	0,0	0,0	0,0	0,0	63,2
Subordinated loan capital	0,0	0,0	0,0	0,0	703,1	703,1
<b>Total financial liabilities</b>	<b>63,2</b>	<b>0,0</b>	<b>0,0</b>	<b>0,0</b>	<b>30.202,6</b>	<b>30.265,8</b>

\* Includes secured liabilities

\*\* Includes derivatives where hedge accounting is used

30/09/2014 – Group	Fair value through profit		Available for sale	Held to maturity	Amortised cost*	Total
	Held for trading	Designated at fair value				
Cash and receivables at central banks	0,0	0,0	0,0	0,0	457,6	457,6
Net lending to and receivables from credit institutions	0,0	0,0	0,0	0,0	8,3	8,3
Net lending to and receivables from customers	0,0	0,0	0,0	0,0	28.453,4	28.453,4
Certificates, bonds, etc. at fair value	4.380,6	110,2	0,0	0,0	0,0	4.490,8
Stocks, shares and other securities with variable return	27,7	0,0	428,0	0,0	0,0	455,7
Financial derivatives**	432,5	0,0	0,0	0,0	0,0	432,5
Certificates and bonds, held to maturity	0,0	0,0	0,0	203,6	0,0	203,6
<b>Total financial assets</b>	<b>4.840,8</b>	<b>110,2</b>	<b>428,0</b>	<b>203,6</b>	<b>28.919,3</b>	<b>34.501,9</b>
Liabilities to credit institutions	0,0	0,0	0,0	0,0	342,9	342,9
Deposits from and liabilities to customers	0,0	0,0	0,0	0,0	13.178,9	13.178,9
Liabilities established on the issue of securities	0,0	0,0	0,0	0,0	17.789,7	17.789,7
Financial derivatives**	36,1	0,0	0,0	0,0	0,0	36,1
Subordinated loan capital	0,0	0,0	0,0	0,0	703,2	703,2
<b>Total financial liabilities</b>	<b>36,1</b>	<b>0,0</b>	<b>0,0</b>	<b>0,0</b>	<b>32.014,7</b>	<b>32.050,8</b>

\* Includes secured liabilities

\*\* Includes derivatives where hedge accounting is used

31/12/2014 – Group	Fair value through profit		Available for sale	Held to maturity	Amortised cost*	Total
	Held for trading	Designated at fair value				
Cash and receivables at central banks	0,0	0,0	0,0	0,0	481,5	481,5
Net lending to and receivables from credit institutions	0,0	0,0	0,0	0,0	7,5	7,5
Net lending to and receivables from customers	0,0	0,0	0,0	0,0	28.697,8	28.697,8
Certificates, bonds, etc. at fair value	3.470,0	434,0	0,0	0,0	0,0	3.904,0
Stocks, shares and other securities with variable return	29,5	0,0	428,0	0,0	0,0	457,5
Financial derivatives**	604,1	0,0	0,0	0,0	0,0	604,1
Certificates and bonds, held to maturity	0,0	0,0	0,0	205,8	0,0	205,8
<b>Total financial assets</b>	<b>4.103,6</b>	<b>434,0</b>	<b>428,0</b>	<b>205,8</b>	<b>29.186,8</b>	<b>34.358,2</b>
Liabilities to credit institutions	0,0	0,0	0,0	0,0	210,5	210,5
Deposits from and liabilities to customers	0,0	0,0	0,0	0,0	13.397,0	13.397,0
Liabilities established on the issue of securities	0,0	0,0	0,0	0,0	17.549,9	17.549,9
Financial derivatives**	56,8	0,0	0,0	0,0	0,0	56,8
Subordinated loan capital	0,0	0,0	0,0	0,0	703,1	703,1
<b>Total financial liabilities</b>	<b>56,8</b>	<b>0,0</b>	<b>0,0</b>	<b>0,0</b>	<b>31.860,5</b>	<b>31.917,3</b>

\* Includes secured liabilities

\*\* Includes derivatives where hedge accounting is used

## Securitised liabilities and subordinated loan capital

(Figures in NOK millions)	Parent bank	Parent bank	Parent bank	Group	Group	Group
Securitized liabilities	30.09.2015	30.09.2014	31.12.2014	30.09.2015	30.09.2014	31.12.2014
Certificates, nominal value	0,0	0,0	0,0	0,0	0,0	0,0
Bonds, nominal value	8.405,0	10.404,0	9.990,5	15.555,0	17.325,3	16.933,4
Value adjustments (incl. conversion/exchange)	226,3	178,5	264,4	408,9	286,0	448,7
Accrued interest	80,9	114,0	123,8	143,9	178,4	167,8
<b>Total securitized liabilities</b>	<b>8.712,2</b>	<b>10.696,5</b>	<b>10.378,7</b>	<b>16.107,8</b>	<b>17.789,7</b>	<b>17.549,9</b>

Change in securitized liabilities, Group	30.09.2015	Issued	Due/redeemed	Change in own holdings	Other changes incl. currency	31.12.2014
Certificates, nominal value	0,0	0,0	0,0	0,0	0,0	0,0
Bonds, nominal value	8.405,0	500,0	2.085,5	0,0	0,0	9.990,5
Covered bonds, nominal value in NOK	7.150,0	1.300,0	455,0	350,0	0,0	6.655,0
Covered bonds, nominal value in SEK (conv)	0,0	0,0	290,7	0,0	2,8	287,9
Value adjustments (incl. conversion/exchange)	408,9	0,0	0,0	0,0	-39,8	448,7
Accrued interest	143,9	0,0	0,0	0,0	-23,9	167,8
<b>Total securitized liabilities</b>	<b>16.107,8</b>	<b>1.800,0</b>	<b>2.831,2</b>	<b>350,0</b>	<b>-60,9</b>	<b>17.549,9</b>

The difference between parent bank and Group is covered bonds amounting to NOK 7,150.0 million.

Change in subordinated loan capital and fund debenture	30.09.2015	Issued	Due/redeemed	Other changes	31.12.2014
Ordinary subordinated loan capital, nominal	350,0	0,0	0,0	0,0	350,0
Fund debenture, nominal value	350,0	0,0	0,0	0,0	350,0
Value adjustments (incl. conversion/exchange)	-1,2	0,0	0,0	0,4	-1,6
Accrued interest	4,3	0,0	0,0	-0,4	4,7
<b>Total subordinated loan capital and fund</b>	<b>703,1</b>	<b>0,0</b>	<b>0,0</b>	<b>0,0</b>	<b>703,1</b>

## Financial derivatives

30.09.2015

(Figures in NOK millions)	Parent bank	Parent bank	Parent bank	Group	Group	Group
Fair value through profit	Contract total	Assets	Liabilities	Contract total	Assets	Liabilities
<i>Currency instruments</i>						
Currency forwards	6,4	0,0	0,4	6,4	0,0	0,4
Currency swaps	136,4	0,0	26,9	136,4	0,0	26,9
<b>Total currency instruments</b>	<b>142,8</b>	<b>0,0</b>	<b>27,3</b>	<b>142,8</b>	<b>0,0</b>	<b>27,3</b>
<i>Interest instruments</i>						
Interest rate swaps	847,6	0,0	26,6	847,6	0,0	26,6
Interest rate swaps (FRA)	0,0	0,0	0,0	0,0	0,0	0,0
Standardised interest rate swaps (futures)	0,0	0,0	0,0	0,0	0,0	0,0
<b>Total interest instruments</b>	<b>847,6</b>	<b>0,0</b>	<b>26,6</b>	<b>847,6</b>	<b>0,0</b>	<b>26,6</b>
Guarantee to Eksportfinans ASA *)	242,0	0,0	9,3	242,0	0,0	9,3
<b>Total other derivatives</b>	<b>242,0</b>	<b>0,0</b>	<b>9,3</b>	<b>242,0</b>	<b>0,0</b>	<b>9,3</b>

Used for hedge accounting	Parent bank	Parent bank	Parent bank	Group	Group	Group
	Contract total	Assets	Liabilities	Contract total	Assets	Liabilities
<i>Currency instruments</i>						
Currency forwards	0,0	0,0	0,0	0,0	0,0	0,0
Currency swaps	0,0	0,0	0,0	0,0	0,0	0,0
<b>Total currency instruments</b>	<b>0,0</b>	<b>0,0</b>	<b>0,0</b>	<b>0,0</b>	<b>0,0</b>	<b>0,0</b>
<i>Interest instruments</i>						
Interest rate swaps	4.100,0	280,6	0,0	5.600,0	509,6	0,0
Interest rate swaps (FRA)	0,0	0,0	0,0	0,0	0,0	0,0
Standardised interest rate swaps (futures)	0,0	0,0	0,0	0,0	0,0	0,0
<b>Total interest instruments</b>	<b>4.100,0</b>	<b>280,6</b>	<b>0,0</b>	<b>5.600,0</b>	<b>509,6</b>	<b>0,0</b>
<b>Total derivatives</b>		<b>280,6</b>	<b>63,2</b>		<b>509,6</b>	<b>63,2</b>

\*) The amount of NOK 9.3 million is the net negative development in the guaranteed portfolio as at 30/09/2015 after the annual exchange amount is deducted. The derivative's to the exchange amount was positive at NOK 33.2 million as at 30/09/2015.

**30.09.2014**(Figures in NOK millions)  
Fair value through profit

	Parent bank Contract total	Parent bank Assets	Parent bank Liabilities	Group Contract total	Group Assets	Group Liabilities
<i>Currency instruments</i>						
Currency forwards	0,0	0,0	0,0	0,0	0,0	0,0
Currency swaps	100,2	0,0	9,2	100,2	0,0	9,2
<b>Total currency instruments</b>	<b>100,2</b>	<b>0,0</b>	<b>9,2</b>	<b>100,2</b>	<b>0,0</b>	<b>9,2</b>
<i>Interest instruments</i>						
Interest rate swaps	727,9	0,0	26,9	727,9	0,0	26,9
Interest rate swaps (FRA)	0,0	0,0	0,0	0,0	0,0	0,0
Standardised interest rate swaps (futures)	0,0	0,0	0,0	0,0	0,0	0,0
<b>Total interest instruments</b>	<b>727,9</b>	<b>0,0</b>	<b>26,9</b>	<b>727,9</b>	<b>0,0</b>	<b>26,9</b>
Guarantee to Eksportfinans ASA *)	242,0	15,1	0,0	242,0	15,1	0,0
<b>Total other derivatives</b>	<b>242,0</b>	<b>15,1</b>	<b>0,0</b>	<b>242,0</b>	<b>15,1</b>	<b>0,0</b>

Used for hedge accounting	Parent bank Contract total	Parent bank Assets	Parent bank Liabilities	Group Contract total	Group Assets	Group Liabilities
<i>Currency instruments</i>						
Currency forwards	0,0	0,0	0,0	0,0	0,0	0,0
Currency swaps	0,0	0,0	0,0	252,1	14,2	0,0
<b>Total currency instruments</b>	<b>0,0</b>	<b>0,0</b>	<b>0,0</b>	<b>252,1</b>	<b>14,2</b>	<b>0,0</b>
<i>Interest instruments</i>						
Interest rate swaps	5.045,0	247,7	0,0	6.545,0	403,2	0,0
Interest rate swaps (FRA)	0,0	0,0	0,0	0,0	0,0	0,0
Standardised interest rate swaps (futures)	0,0	0,0	0,0	0,0	0,0	0,0
<b>Total interest instruments</b>	<b>5.045,0</b>	<b>247,7</b>	<b>0,0</b>	<b>6.545,0</b>	<b>403,2</b>	<b>0,0</b>
<b>Total derivatives</b>		<b>262,8</b>	<b>36,1</b>		<b>432,5</b>	<b>36,1</b>

\*) The amount NOK 15.1 million is the net positive development in guaranteed portfolio as at 30/09/2014 after the annual exchange amount is deducted. The derivative's value without regard to the exchange amount was positive at NOK 46.2 million as at 30/09/2014.

**31.12.2014**

Fair value through profit

	Parent bank Contract total	Parent bank Assets	Parent bank Liabilities	Group Contract total	Group Assets	Group Liabilities
<i>Currency instruments</i>						
Currency forwards	3,1	0,1	0,0	3,1	0,1	0,0
Currency swaps	100,2	0,0	23,5	100,2	0,0	23,5
<b>Total currency instruments</b>	<b>103,3</b>	<b>0,1</b>	<b>23,5</b>	<b>103,3</b>	<b>0,1</b>	<b>23,5</b>
<i>Interest instruments</i>						
Interest rate swaps	727,9	0,0	33,3	727,9	0,0	33,3
Interest rate swaps (FRA)	500,0	0,1	0,0	500,0	0,1	0,0
Standardised interest rate swaps (futures)	0,0	0,0	0,0	0,0	0,0	0,0
<b>Total interest instruments</b>	<b>1.227,9</b>	<b>0,1</b>	<b>33,3</b>	<b>1.227,9</b>	<b>0,1</b>	<b>33,3</b>
Guarantee to Eksportfinans ASA *)	242,0	10,0	0,0	242,0	10,0	0,0
<b>Total other derivatives</b>	<b>242,0</b>	<b>10,0</b>	<b>0,0</b>	<b>242,0</b>	<b>10,0</b>	<b>0,0</b>

Used for hedge accounting	Parent bank Contract total	Parent bank Assets	Parent bank Liabilities	Group Contract total	Group Assets	Group Liabilities
<i>Currency instruments</i>						
Currency forwards	0,0	0,0	0,0	0,0	0,0	0,0
Currency swaps	0,0	0,0	0,0	252,1	35,8	0,0
<b>Total currency instruments</b>	<b>0,0</b>	<b>0,0</b>	<b>0,0</b>	<b>252,1</b>	<b>35,8</b>	<b>0,0</b>
<i>Interest instruments</i>						
Interest rate swaps	4.745,0	342,5	0,0	6.245,0	558,1	0,0
Interest rate swaps (FRA)	0,0	0,0	0,0	0,0	0,0	0,0
Standardised interest rate swaps (futures)	0,0	0,0	0,0	0,0	0,0	0,0
<b>Total interest instruments</b>	<b>4.745,0</b>	<b>342,5</b>	<b>0,0</b>	<b>6.245,0</b>	<b>558,1</b>	<b>0,0</b>
<b>Total derivatives</b>		<b>352,7</b>	<b>56,8</b>		<b>604,1</b>	<b>56,8</b>

\*) The amount NOK 10.0 million is the net positive development in guaranteed portfolio as at 31/12/2014 after the annual exchange amount is deducted. The derivative's value without regard to the exchange amount was positive at NOK 41.1 million as at 31/12/2014.

## Financial assets and liabilities

The bank uses the following valuation 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 Financial assets and liabilities in the annual report for 2014 for further details on individual accounting items.

### 30/09/2015 – Group

(Figures in NOK millions)

	Level 1	Level 2	Level 3	Fair value	Book value
<b>Amortised cost</b>					
Cash and receivables at central banks	240,2	0,0	0,0	240,2	240,2
Net lending to and receivables from credit institutions	0,0	0,0	8,1	8,1	8,1
Net lending to and receivables from customers	0,0	0,0	27.712,4	27.712,4	27.709,5
Sertifikater, bonds and other interest-bearing securities	0,0	217,3	0,0	217,3	203,4
<b>Total assets at amortised cost</b>	<b>240,2</b>	<b>217,3</b>	<b>27.720,5</b>	<b>28.178,0</b>	<b>28.161,2</b>
Liabilities to credit 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
Liabilities established on the issue of securities	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
<b>Total liabilities at amortised cost</b>	<b>0,0</b>	<b>30.141,9</b>	<b>0,0</b>	<b>30.141,9</b>	<b>30.202,6</b>

### Fair value

Sertifikater, bonds and other interest-bearing securities	0,0	3.847,8	0,0	3.847,8	3.847,8
Stocks, shares and other securities					
– at fair value through profit	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
<b>Total assets at fair value</b>	<b>11,1</b>	<b>4.376,1</b>	<b>428,0</b>	<b>4.815,3</b>	<b>4.815,3</b>
Financial derivatives	0,0	63,2	0,0	63,2	63,2
<b>Total liabilities at fair value</b>	<b>0,0</b>	<b>63,2</b>	<b>0,0</b>	<b>63,2</b>	<b>63,2</b>

### Movements at level 3 for items valued at fair value

	Fair value
<b>Balance sheet as at 01/01/2015</b>	<b>428,0</b>
Net profit	0,0
Purchase of shares	0,0
Disposal/realisation	0,0
Change in value	0,0
Transferred from level 1 and 2	0,0
<b>Balance sheet as at 30/09/2015</b>	<b>428,0</b>

### Stocks and shares at level 3

There have been no changes to stocks and shares at level 3 so far this year.

At the end of the third quarter of 2015, Frende Holding AS was valued at NOK 200.8 million and Eksportfinans ASA at NOK 208.3 million.

### 30/09/2014 – Group

	Level 1	Level 2	Level 3	Fair value	Book value
<b>Amortised cost</b>					
Cash and receivables at central banks	457,6	0,0	0,0	457,6	457,6
Net lending to and receivables from credit institutions	0,0	0,0	8,3	8,3	8,3
Net lending to and receivables from customers	0,0	0,0	28.460,1	28.460,1	28.453,4
Sertifikater, bonds and other interest-bearing securities	0,0	217,2	0,0	217,2	203,6
<b>Total assets at amortised cost</b>	<b>457,6</b>	<b>217,2</b>	<b>28.468,4</b>	<b>29.143,2</b>	<b>29.122,9</b>
Liabilities to credit institutions	0,0	342,9	0,0	342,9	342,9
Deposits from and liabilities to customers	0,0	13.178,9	0,0	13.178,9	13.178,9
Liabilities established on the issue of securities	0,0	18.040,4	0,0	18.040,4	17.789,7
Subordinated loan capital	0,0	717,2	0,0	717,2	703,2
<b>Total liabilities at amortised cost</b>	<b>0,0</b>	<b>32.279,4</b>	<b>0,0</b>	<b>32.279,4</b>	<b>32.014,7</b>
<b>Fair value</b>					
Sertifikater, bonds and other interest-bearing securities	0,0	4.490,8	0,0	4.490,8	4.490,8
Stocks, shares and other securities					
– at fair value through profit	7,0	20,7	0,0	27,7	27,7
– available for sale	0,0	0,0	428,0	428,0	428,0
Financial derivatives	0,0	432,5	0,0	432,5	432,5
<b>Total assets at fair value</b>	<b>7,0</b>	<b>4.944,0</b>	<b>428,0</b>	<b>5.379,0</b>	<b>5.379,0</b>
Financial derivatives	0,0	36,1	0,0	36,1	36,1
<b>Total liabilities at fair value</b>	<b>0,0</b>	<b>36,1</b>	<b>0,0</b>	<b>36,1</b>	<b>36,1</b>

Movements at level 3 for items valued at fair value	Fair value
<b>Balance sheet as at 01/01/2014</b>	627,4
Net profit	147,0
Purchase of shares	0,7
Disposal	256,8
Change in value	-90,2
Transferred from level 1 and 2	0,0
<b>Balance sheet as at 30/09/2014</b>	<b>428,0</b>

#### Stocks and shares

Disposals at level 3 so far this year include Nets Holding AS and the sale of Frende Holding AS, both classified as available for sale. The sale of the bank's part-ownership of Nets Holding AS was completed in the third quarter of 2014. The total paid for the bank's part-ownership is NOK 231.1 million. The realised profit amounts to NOK 134.7 million and is included in "Net value change and profit/loss from financial investments" in ordinary profit, while the change in value previously recognised in the total comprehensive income is reversed. Total payment from the sale of Frende Holding AS amounts to NOK 25.1 million. The realised profit amounts to NOK 11.7 million and is included in "Net value change and profit/loss from financial investments" in ordinary profit, while corresponding amounts are reversed in the total comprehensive income. At the end of the third quarter of 2014, Frende Holding AS was valued at NOK 200.8 million and Eksportfinans ASA at NOK 208.3 million.

31/12/2014 – Group	Level 1	Level 2	Level 3	Fair value	Book value
<b>Amortised cost</b>					
Cash and receivables at central banks	481,5	0,0	0,0	481,5	481,5
Net lending to and receivables from credit institutions	0,0	0,0	7,5	7,5	7,5
Net lending to and receivables from customers	0,0	0,0	28.703,4	28.703,4	28.697,8
Sertifikater, bonds and other interest-bearing securities	0,0	221,4	0,0	221,4	205,8
<b>Total assets at amortised cost</b>	<b>481,5</b>	<b>221,4</b>	<b>28.710,9</b>	<b>29.413,8</b>	<b>29.392,6</b>
Liabilities to credit institutions	0,0	210,5	0,0	210,5	210,5
Deposits from and liabilities to customers	0,0	13.397,0	0,0	13.397,0	13.397,0
Liabilities established on the issue of securities	0,0	17.746,2	0,0	17.746,2	17.549,9
Subordinated loan capital	0,0	709,2	0,0	709,2	703,1
<b>Total liabilities at amortised cost</b>	<b>0,0</b>	<b>32.062,9</b>	<b>0,0</b>	<b>32.062,9</b>	<b>31.860,5</b>
<b>Fair value</b>					
Sertifikater, bonds and other interest-bearing securities	0,0	3.904,0	0,0	3.904,0	3.904,0
Stocks, shares and other securities					
– at fair value through profit	10,0	19,5	0,0	29,5	29,5
– available for sale	0,0	0,0	428,0	428,0	428,0
Financial derivatives	0,0	604,1	0,0	604,1	604,1
<b>Total assets at fair value</b>	<b>10,0</b>	<b>4.527,6</b>	<b>428,0</b>	<b>4.965,6</b>	<b>4.965,6</b>
Financial derivatives	0,0	56,8	0,0	56,8	56,8
<b>Total liabilities at fair value</b>	<b>0,0</b>	<b>56,8</b>	<b>0,0</b>	<b>56,8</b>	<b>56,8</b>

Movements at level 3 for items valued at fair value	Fair value
<b>Balance sheet as at 01/01/2014</b>	627,4
Net profit	147,0
Purchase of shares	0,7
Disposal	256,8
Change in value	-90,2
Transferred from level 1 and 2	0,0
<b>Balance sheet as at 31/12/2014</b>	<b>428,0</b>

#### Stocks and shares at level 3

Disposals at level 3 in 2014 include the sale of the bank's part-ownership of Nets Holding AS and the sale of Frende Holding AS, both classified as available for sale. Total payment for the bank's part-ownership of Nets Holding AS is NOK 231.1 million. The realised profit amounts to NOK 134.7 million and is included in "Net value change and profit/loss from financial investments" in ordinary profit, while the value change previously recognised in the total comprehensive income is reversed. Total payment from the sale of Frende Holding AS amounts to NOK 25.1 million. The realised profit amounts to NOK 11.7 million and is included in "Net value change and profit/loss from financial investments" in ordinary profit, while corresponding amounts are reversed in the total comprehensive income. At the end of the fourth quarter of 2014, Frende Holding AS was valued at NOK 200.8 million and Eksportfinans ASA at NOK 208.3 million.

## Offsetting, financial instruments

The Group's offsetting is in accordance with general rules set out 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. Additional agreements have also been entered into concerning provision of security (CSA). Offsetting has not been performed for the recognised amounts in accordance with the duty of disclosure for offsetting. There are no offsetting agreements in place with the parent bank for any non-performance or concluded CSA agreements.

Group (Figures in NOK millions)

	Gross amount	Offset	Recognised amount	Amount subject to net settlement	Amount following any net settlement
<b>As at 30/09/2015, the exposure was as follows:</b>					
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
<b>As at 30/09/2014, the exposure was as follows:</b>					
Financial derivatives, assets	169,7	0,0	169,7	0,0	169,7
Financial derivatives, liabilities	0,0	0,0	0,0	0,0	0,0
<b>As at 31/12/2014, the exposure was as follows:</b>					
Financial derivatives, assets	251,4	0,0	251,4	0,0	251,4
Financial derivatives, liabilities	0,0	0,0	0,0	0,0	0,0

## Capital adequacy ratio

Regulations concerning the calculation of subordinated capital and capital adequacy ratio regulations have been amended in connection with the introduction of CRD-IV with Transition rules where funds for unrealised profits from items are classified as available for sale cannot be included in pure tier 1 capital as of 31/12/2014.

The bank uses the standardised approach when calculating minimum requirements for subordinated capital for credit risk. The calculation related to operational risk is carried using the basic method. The CVA supplement is calculated using the standardised approach. Commitment amounts for derivatives are calculated using the market value method.

The bank's subordinated 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 on Sparebanken Øst's website.

	Parent bank 30.09.2015	Parent bank 30.09.2014	Parent bank 31.12.2014	Group 30.09.2015	Group 30.09.2014	Group 31.12.2014
<b>Pure tier 1 capital</b>						
Book equity	2.367,2	2.147,4	2.477,3	2.655,7	2.370,5	2.765,7
<b>Deduction items in pure tier 1 capital</b>						
Value adjustments resulting from prudent valuation requirements (AVA)	-5,0	-5,8	-4,8	-4,9	-5,4	-5,0
Dividends	0,0	0,0	-103,7	0,0	0,0	-103,7
Intangible assets	-0,1	-0,4	-0,4	-0,1	-0,4	-0,4
Deferred tax	0,0	0,0	0,0	0,0	0,0	0,0
Pure tier 1 capital instruments in other financial instruments (not significant)	-13,4	-3,1	0,0	-2,7	0,0	0,0
Pure tier 1 capital instruments in other financial instruments (significant)	0,0	0,0	0,0	0,0	0,0	0,0
50/50 deductions from tier 1 capital	0,0	0,0	0,0	0,0	0,0	0,0
Fund for unrealised profits (transitional arrangement up to and including 31/12)	0,0	-162,4	-162,4	0,0	-162,4	-162,4
Other deductions from pure tier 1 capital	0,0	0,0	0,0	0,0	0,0	0,0
<b>Total pure tier 1 capital</b>	<b>2.348,7</b>	<b>1.975,7</b>	<b>2.206,1</b>	<b>2.647,9</b>	<b>2.202,3</b>	<b>2.494,2</b>
<b>Other tier 1 capital</b>						
Fund bonds	349,3	349,0	349,1	349,3	349,0	349,1
<b>Deduction items in other tier 1 capital</b>						
Other tier 1 capital instruments in other financial instruments (not significant)	-10,0	-6,1	0,0	-2,1	0,0	0,0
Other tier 1 capital instruments in other financial instruments (significant)	0,0	0,0	0,0	0,0	0,0	0,0
Other deductions from other tier 1 capital	0,0	0,0	0,0	0,0	0,0	0,0
<b>Total other tier 1 capital</b>	<b>339,2</b>	<b>342,9</b>	<b>349,1</b>	<b>347,2</b>	<b>349,0</b>	<b>349,1</b>
<b>Total tier 1 capital</b>	<b>2.687,9</b>	<b>2.318,6</b>	<b>2.555,2</b>	<b>2.995,1</b>	<b>2.551,3</b>	<b>2.843,3</b>
<b>Supplementary capital</b>						
Subordinated loans	349,5	349,3	349,3	349,5	349,3	349,3
Proportion of fund for unrealised profits (transitional arrangement up to and including 31/12)	0,0	58,5	58,5	0,0	58,5	58,5
<b>Deduction items in supplementary capital</b>						
Supplementary capital instruments in other financial instruments (not significant)	-14,2	-8,5	0,0	-2,9	0,0	0,0
Supplementary capital instruments in other financial instruments (significant)	0,0	0,0	0,0	0,0	0,0	0,0
50/50 deductions from supplementary capital	0,0	0,0	0,0	0,0	0,0	0,0
Other deductions from supplementary capital	0,0	0,0	0,0	0,0	0,0	0,0
<b>Total supplementary capital</b>	<b>335,2</b>	<b>399,3</b>	<b>407,8</b>	<b>346,6</b>	<b>407,8</b>	<b>407,8</b>
<b>Net subordinated capital</b>	<b>3.023,1</b>	<b>2.717,9</b>	<b>2.963,0</b>	<b>3.341,7</b>	<b>2.959,1</b>	<b>3.251,1</b>
<b>Basis of calculation</b>						
Governments and central banks	0,0	0,0	0,0	0,0	0,0	0,0
Local and regional authorities	86,1	231,8	109,6	86,1	231,8	109,6
Publicly-owned companies	0,0	0,0	0,0	0,0	0,0	0,0
Multilateral development banks	0,0	0,0	0,0	0,0	0,0	0,0
Institutions	2.330,8	2.293,3	2.293,2	257,6	281,6	310,1
Companies	3.101,0	3.313,0	3.421,5	2.950,0	3.002,9	3.040,4
Mass market commitments	352,8	524,4	658,0	1.583,7	1.751,4	1.866,4
Commitments secured against property	5.607,4	5.741,7	5.793,3	8.872,2	8.890,8	8.954,9
Commitments due	169,2	436,3	344,7	198,7	472,7	381,7
Covered bonds	259,6	295,2	241,2	224,8	240,4	241,2
Shares in securities fund	0,0	0,0	0,0	0,0	0,0	0,0
Equity positions	1.684,2	1.051,2	1.527,5	781,6	336,6	595,0
Other commitments	135,1	370,2	124,5	449,9	859,4	645,2
Securitisation	68,4	111,0	112,0	68,4	111,0	112,0
<b>Basis of calculation for credit and counterparty risk</b>	<b>13.794,7</b>	<b>14.368,1</b>	<b>14.625,4</b>	<b>15.472,8</b>	<b>16.178,6</b>	<b>16.256,4</b>
<b>Basis of calculation for currency risk</b>	<b>0,0</b>	<b>0,0</b>	<b>0,0</b>	<b>0,0</b>	<b>0,0</b>	<b>0,0</b>
<b>Basis of calculation for operational risk</b>	<b>1.106,6</b>	<b>952,9</b>	<b>952,9</b>	<b>1.393,5</b>	<b>1.184,5</b>	<b>1.184,5</b>
<b>Basis of calculation for weakened counterparty credit value (CVA)</b>	<b>138,8</b>	<b>136,7</b>	<b>178,2</b>	<b>377,4</b>	<b>345,2</b>	<b>450,8</b>
<b>Deductions from basis for calculation</b>	<b>0,0</b>	<b>0,0</b>	<b>0,0</b>	<b>0,0</b>	<b>0,0</b>	<b>0,0</b>
<b>Total basis for calculation</b>	<b>15.040,1</b>	<b>15.457,7</b>	<b>15.756,5</b>	<b>17.243,8</b>	<b>17.708,3</b>	<b>17.891,6</b>
Pure tier 1 capital	15,62 %	12,78 %	14,00 %	15,36 %	12,44 %	13,94 %
Tier 1 capital ratio	17,87 %	15,00 %	16,22 %	17,37 %	14,41 %	15,89 %
Capital adequacy ratio	20,10 %	17,58 %	18,80 %	19,38 %	16,71 %	18,17 %
<b>Buffers</b>						
Capital conservation buffer	376,0	386,4	393,9	431,1	442,7	447,3
Countercyclical buffer	150,4	0,0	0,0	172,4	0,0	0,0
Systemic risk buffer	451,2	463,7	472,7	517,3	531,3	536,7
Buffer for systemically important banks	0,0	0,0	0,0	0,0	0,0	0,0
<b>Total buffer requirements</b>	<b>977,6</b>	<b>850,2</b>	<b>866,6</b>	<b>1.120,8</b>	<b>974,0</b>	<b>984,0</b>
<b>Available buffer capital</b>	<b>1.671,9</b>	<b>1.280,1</b>	<b>1.497,0</b>	<b>1.871,9</b>	<b>1.405,4</b>	<b>1.689,1</b>
<b>Unweighted tier 1 capital ratio *)</b>	<b>7,61 %</b>	<b>6,32 %</b>	<b>7,02 %</b>	<b>8,66 %</b>	<b>7,07 %</b>	<b>7,93 %</b>

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

## Guarantee liability and other items not on the balance sheet

(Figures in NOK millions)	Parent bank 30.09.2015	Parent bank 30.09.2014	Parent bank 31.12.2014	Group 30.09.2015	Group 30.09.2014	Konsern 31.12.2014
<b>Guarantee liability</b>						
Payment guarantees	63,0	88,8	77,9	63,8	89,6	78,7
Contract guarantees	52,9	65,7	64,8	52,9	65,7	64,8
Loan guarantees	0,6	5,7	5,8	0,6	5,7	5,8
Other guarantee liability	24,9	17,6	17,2	24,9	17,6	17,2
<b>Total guarantees to customers</b>	<b>141,4</b>	<b>177,8</b>	<b>165,7</b>	<b>142,2</b>	<b>178,6</b>	<b>166,5</b>
Guarantee to Eksportfinans ASA *	100,0	100,0	100,0	100,0	100,0	100,0
<b>Total guarantee liability</b>	<b>241,4</b>	<b>277,8</b>	<b>265,7</b>	<b>242,2</b>	<b>278,6</b>	<b>266,5</b>

\* The bank has issued a guarantee to Eksportfinans ASA. Net guarantee liability is NOK 100 million. The guarantee is a derivative. The derivative's value excluding exchange settlement was positive, amounting to NOK 33.2 million as at 30/09/2015 compared with NOK 41.4 million as at 31/12/2014. As at 30/09/2014, it was negative, amounting to NOK 33.2 million.

In connection with the rating process of Sparebanken Øst Boligkreditt AS, the bank has issued a guarantee relating to all liabilities with regard to covered bonds of the mortgage company. Covered bonds amount to a nominal value of NOK 7,150 as at 30/09/2015, NOK 6,942.9 million as at 31/12/2014, and NOK 6,921.3 million as at 30/09/2014. The parent bank's holdings of covered bonds with a nominal value of NOK 350.0 million, (NOK 0.0 million as at 31/12/2014 and NOK 545.0 million as at 30/09/2014).

### Pledged assets and preferential rights

Bonds, nominal value, issued as collateral for borrowing facilities with Norges Bank	670,0	1.400,0	1.195,0	670,0	1.400,0	1.195,0
<b>Pledged assets</b>	<b>670,0</b>	<b>1.400,0</b>	<b>1.195,0</b>	<b>670,0</b>	<b>1.400,0</b>	<b>1.195,0</b>
<b>Pledged in the swap arrangement</b>	<b>0,0</b>	<b>0,0</b>	<b>0,0</b>	<b>0,0</b>	<b>0,0</b>	<b>0,0</b>
<b>Preferential rights in accordance with section 2-35* of the Companies Act</b>	<b>0,0</b>	<b>0,0</b>	<b>0,0</b>	<b>7.500,0</b>	<b>7.466,3</b>	<b>6.942,9</b>

\* This includes holdings owned by the parent bank with a nominal value of NOK 350.0 million as at 30/09/2015, NOK 0.0 million as at 31/12/2014 and NOK 545.0 million as at 30/09/2014.

## Transactions with related parties

### Parent bank

This is transactions between the parent bank and wholly owned subsidiaries. The transactions have been eliminated in the consolidated financial statements.

(Figures in NOK millions)

	30.09.2015	30.09.2014	31.12.2014
<b>Profit</b>			
Interest income from subsidiaries	36,8	51,8	68,4
Interest income, certificates and bonds (covered bonds) from subsidiaries	1,9	7,4	10,2
Interest expenses to subsidiaries	2,4	2,6	4,1
Dividends received from subsidiaries	20,0	60,0	60,0
Administrative fees etc. from Sparebanken Øst Boligkreditt AS	10,9	11,0	14,8
Rent to subsidiaries	6,2	5,8	7,8
Other expenses to subsidiaries	0,1	0,1	0,2
<b>Balance sheet</b>			
Lending to subsidiaries	2.107,6	2.621,8	2.708,5
Investment in covered bonds in subsidiaries	351,8	549,0	0,0
Other receivables from subsidiaries	1,1	1,1	1,1
Deposits from subsidiaries	281,5	264,3	302,7
Other liabilities to subsidiaries	22,1	5,1	4,0

In the first quarter of 2015, the parent bank received dividends of NOK 20.0 million from subsidiaries. In the first quarter of 2014, the parent bank received dividends of NOK 60.0 million from subsidiaries.

### Group

Besides loans, deposits, and associated interest income and interest expenses concerning the senior management, the Board, and the audit committee, the Group does not have any related parties. See note 32 in the financial statements.



## Additional information for cash flow statement

Group 30.09.2015	Group 30.09.2014	Group 31.12.2014	(Figures in NOK millions)	Parent bank 30.09.2015	Parent bank 30.09.2014	Parent bank 31.12.2014
<b>Cash and cash equivalents</b>						
240,2	457,6	481,5	Cash and receivables at central banks	240,2	457,6	481,5
8,1	8,3	7,5	Lending to and receivables from credit institutions relating to direc	8,1	8,3	7,5
<b>248,3</b>	<b>465,9</b>	<b>489,0</b>	<b>Total</b>	<b>248,3</b>	<b>465,9</b>	<b>489,0</b>
<b>Change in other assets in connection with operations</b>						
-0,3	-4,1	-6,0	Net change in financial assets held for trading	-0,3	-4,1	-6,0
16,1	8,2	33,4	Net change in financial derivatives (net assets and liabilities)	16,1	8,2	33,5
78,0	-0,1	-68,6	Net change in other assets	2,1	0,5	3,7
<b>93,8</b>	<b>4,0</b>	<b>-41,2</b>	<b>Total</b>	<b>17,9</b>	<b>4,6</b>	<b>31,2</b>
<b>Non-cash items included in profit before tax</b>						
13,4	14,6	19,8	Depreciation of property, plant and equipment	8,1	6,4	8,8
0,2	0,2	0,2	Amortisation of financial investments held to maturity	0,2	0,2	0,2
-2,7	5,9	-3,2	Impairment of financial assets	-4,4	2,3	-7,1
-0,8	1,2	1,6	Amortisation of financing activities measured at amortised cost	-1,5	0,0	-0,1
<b>10,1</b>	<b>21,9</b>	<b>18,4</b>	<b>Total</b>	<b>2,4</b>	<b>8,9</b>	<b>1,8</b>

## Earnings per equity certificate

Earnings per equity certificate are calculated by dividing the part of the earnings after tax that accrues to equity certificate holders with a weighted average number of outstanding equity certificates during the year. If there is negative profit for the year, this is covered by a proportional transfer from primary capital, the donations fund, and the equalisation fund. In such a situation earnings per equity certificate are calculated based on the proportion of the loss charged to the

Sparebanken Øst has not issued options or other instruments that may lead to dilution of earnings per equity certificate. Diluted earnings per equity certificate will therefore be the same as earnings per equity certificate.

(Figures in NOK millions)	Parent bank 30.09.2015	Group 30.09.2015
Profit after tax	88,5	199,4
Ownership fraction	38,79 %	38,79 %
Profit after tax attributable to equity certificate holders	34,3	77,3
Weighted average number of outstanding equity certificates	20,7	20,7
Earnings per equity certificate	1,66	3,73

## Ownership fraction, parent bank

(Figures in NOK millions)	01.01.2015	01.01.2014
Equity certificate capital	207,3	207,3
Share premium reserve	387,8	387,8
Equalisation fund (excl. dividend)	262,6	229,5
Proportion of available for sale reserve	63,0	104,7
Total figures (A)	920,7	929,3
Total equity (dividend provisions for the year held aside)	2.373,6	2.242,6
Total names (B)	2.373,6	2.242,6
<b>Ownership fraction (A/B) in %</b>	<b>38,79</b>	<b>41,44</b>

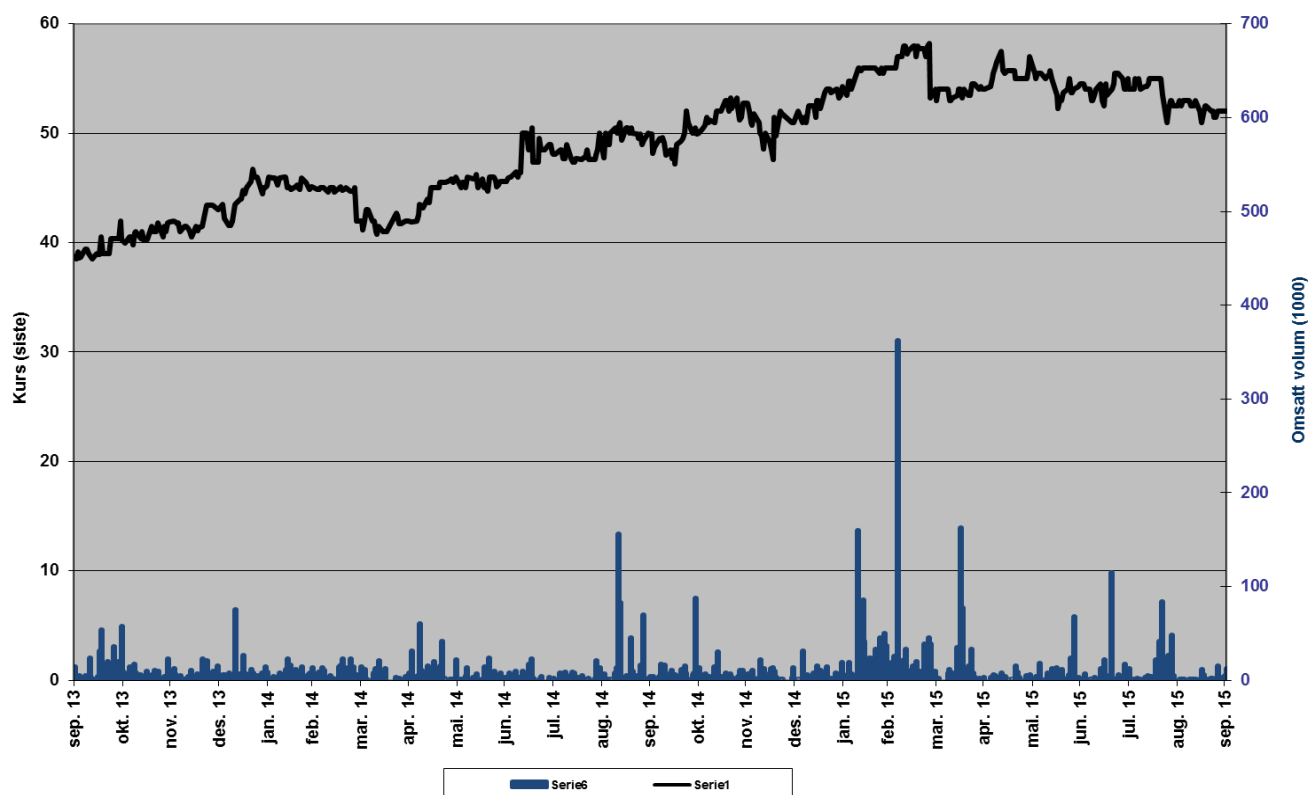
## Equity certificates

### Miscellaneous key figures, equity certificates:

	30.09.2015	2014	2013	2012	2011
Ownership fraction (parent bank)	38,79 %	41,44 %	43,28 %	44,98 %	46,04 %
Number of equity certificates (mill.)	20,73	20,73	20,73	20,73	20,73
Book equity per certificate – NOK 1)	53,54	54,81	52,29	46,22	42,49
Dividend – NOK	-	5,00	3,00	3,00	2,00
Turnover rate (sold/issued)	17,66 %	10,46 %	21,81 %	11,69 %	21,61 %

1) Equity share capital (incl. dividends) (Group) divided by the number of equity certificates. Profit to date for the year has been included.

## Sparebanken Øst (SPOG)



## The twenty biggest equity certificate holders as at 30/09/2015

Name	Number	%	Name	Number	%
1 MP Pensjon PK	2.037.218	9,83 %	11 Wenaasgruppen AS	273.000	1,32 %
2 Directmarketing Invest AS	999.500	4,82 %	12 Hustadlitt AS	270.666	1,31 %
3 Pareto AS	677.070	3,27 %	13 Profond AS	267.723	1,29 %
4 Citibank NA New York (NOM)	643.822	3,11 %	14 JAL Holding AS	239.665	1,16 %
5 Storetind AS	600.000	2,89 %	15 Sparebankstiftelsen DNB	227.723	1,10 %
6 Hansen, Asbjørn Rudolf	466.443	2,25 %	16 Danske Bank (NOM)	208.683	1,01 %
7 Securities fund Eika Utbytte	425.481	2,05 %	17 Bergen Municipality Norwegian Put	200.000	0,96 %
8 Jag Holding AS	400.000	1,93 %	18 Atlas Absolutt	175.000	0,84 %
9 Foretakskonsulenter AS	385.100	1,86 %	19 Nordenfjelske Bykreditts Stiftelse	156.318	0,75 %
10 AS Andersen Eiendomsselskap	354.500	1,71 %	20 RWA Invest AS	150.875	0,73 %