

173rd year

QUARTERLY REPORT 4Q 2015

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Key figures - Group

	31.12.2015	31.12.2014	31.12.2013	31.12.2012
Average equity *) (NOK millions)	2.755,3	2.563,9	2.268,1	1.960,6
Average total assets (NOK millions)	34.067,2	33.618,8	30.263,2	28.698,8
Profit after tax as % of average total assets	0,75	1,28	0,93	0,91
Profit before losses as % of average total assets	1,05	1,66	1,34	1,34
Net interest income as % of average total assets	1,72	1,81	1,87	1,78
Expenses as % of average total assets	0,85	0,88	0,97	1,02
Expenses as % of revenue (before loan/guarantee losses)	44,69	34,72	42,04	43,20
Expenses as % of revenue excl. return on financial investments	42,00	43,21	44,55	48,48
Return on equity (%)	9,29	16,72	12,46	13,38
Net lending to customers (NOK millions)	27.975,8	28.697,8	25.771,6	22.560,2
Deposits from customers (NOK millions)	13.159,3	13.397,0	12.546,8	11.687,9
Deposit-to-loan ratio	47,04	46,68	48,68	51,81
Deposit-to-loan ratio (parent bank)	74,39	70,68	73,90	89,42
Capital adequacy ratio in %	20,29	18,17	18,41	15,68
Tier 1 capital ratio in %	18,29	15,89	16,47	14,85
Pure tier 1 capital in %	16,29	13,94	13,23	12,76
Number of FTEs	226	225	233	224

Interest-bearing balance sheet items are reported incl. accrued interest from and including 31/12/2014. Comparative figures for 2013 are reworked

*) Proposed dividends and social dividends are not included in the basis for calculation of average equity.

Notes to the preliminary accounts 2015/interim report - Sparebanken Øst

- **Very solid capital adequacy**
- **Satisfactory return on equity**
- **Proposed dividends in line with dividend policy**
- **Considerable negative change in value in the liquidity portfolio**

PERFORMANCE

In 2015 the Group achieved a profit before tax of NOK 339.7 million, compared with NOK 533.1 million in 2014. Profits in 2014 were strongly impacted by gains from the sale of shares in Nets Holding AS. This gain amounted to NOK 134.7 million. In 2015, gains from the sale of properties have had a positive one-off effect of NOK 34.6 million. Net profit for the year has been adversely affected by a substantial unrealised 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 1.00 per cent compared with 1.59 per cent in 2014.

Profit after tax shows a profit of NOK 256.0 million (NOK 428.7 million in 2014). This gives a return on equity after tax for 2015 of 9.29 per cent against 16.72 per cent in 2014.

Profit after tax for the parent bank shows a profit of NOK 182.1 million in 2015 compared with NOK 360.6 million in 2014. In 2015, the parent bank received dividends of NOK 90.0 million from subsidiaries. In 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 586.7 million in 2015, and shows a reduction of NOK 20,2 million compared to 2014. Net interest and credit commission income in the fourth quarter amounted to NOK 147.3 million and lies at the same level as in the third quarter and an increase of NOK 4.5 million compared with the second quarter.

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

The guarantee fund levy is charged at NOK 11.3 million in 2015 compared with NOK 10.4 million in 2014.

Operating revenue

The dividends received from equity instruments amount to NOK 1.3 million compared with NOK 7.3 million in 2014. This decline has to do with the loss of dividends from Nets Holding AS.

Commission income and income from banking services amount to NOK 79.8 million and show a decrease of NOK 1.8 million compared with last year, but an increase of NOK 0.9 million compared with the previous quarter. The commission income comes from traditional banking services.

Commission expenses and expenses for banking services amount to NOK 39.2 million and show a decrease of NOK 4.5 million compared with 2014, and an increase 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 42.7 million in 2015. For comparison purposes, net changes in value and profit/loss from financial assets amounted to a revenue recognition of NOK 160.2 million in 2014. The gain on the sale of shares in Nets Holding AS amounted to NOK 134.7 million in 2014, and gains related to the sale of Frende Holding AS amounted to NOK 11.7 million. The change in value related to the Eksportfinans ASA guarantee shows an expensing of NOK

5.1 million in 2015 compared to revenue recognition of NOK 10.2 million in 2014. 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 61.0 million and shows an increase of NOK 20.5 million compared with 2014. The increase primarily relates to gains from the sale of properties totalling NOK 34.6 million. These sales result in reduced rental income.

Operating expenses

Total operating expenses amount to NOK 289.1 million and represent 0.85 per cent of the average total assets. In comparison, total operating expenses amounted to NOK 296.1 million in 2014, representing 0.88 per cent of the average total assets.

Payroll and general administration expenses amount to NOK 218.5 million in 2015, compared with NOK 217.5 million in 2014. The number of active FTEs in the group at the end of the fourth quarter of 2015 was 226, compared with 225 at the end of 2014. The number of active FTEs in the parent bank at the end of the fourth quarter of 2015 was 196, compared with 195 at the end of 2014.

Depreciation amounts to NOK 17.9 million in 2015 compared with NOK 19.8 million in 2014.

Other operating costs amount to NOK 52.7 million in 2015 compared with NOK 58.8 million in 2014.

Lending and guarantee losses

The Group's recognised lending and guarantee losses amount to NOK 18.1 million in 2015 compared with NOK 23.6 million at years end in 2014.

Individual write-downs of loans and guarantees to customers amount to NOK 81.0 million at the end of 2015 and show a decrease of NOK 13.3 million since the end of 2014. The decrease is the ascertainment of previous write-downs.

Write-downs on groups of customer loans amount to NOK 43.4 million at the end of 2015.

Gross non-performing and doubtful commitments amount to NOK 242.9 million at the end of the year, compared with NOK 423.8

million at the end of 2014. Net non-performing and doubtful commitments amount to NOK 161.9 million and shows a decline of NOK 167.6 million compared with the end of 2014. The decline in non-performing and doubtful loans is a result of implemented measures for risk reduction in the loan portfolio.

Allocation of the year's profit

The Board proposes that the year's profit in the parent bank be allocated as follows. Dividends are proposed, amounting to NOK 3.30 per EC, and allocations for social dividends are proposed to a total of NOK 34.2 million. The proposed dividends to EC owners and social equity amount to 40.8 per cent of the Group's profit. Calculated on the basis of profit in the parent bank, the total dividend amounts to 56.34 per cent. For rules on dividend distribution, refer to section 10-6, paragraphs 3 and 4 of the Financial Institutions Act.

(Figures in NOK millions)	2015
Dividends for ECs	68.4
Social dividends	34.2
Transferred to cohesion fund	2.2
Transferred to basic fund	77.3
Annual profit	182.1

The cohesion fund (exclusive dividend) now amounts to NOK 272.8 million, and is equivalent to NOK 13.16 per equity certificate

BALANCE SHEET

Total assets have been reduced by NOK 497.0 million since the start of the year and amount to NOK 34,509.1 million at the end of 2015.

Cash and receivables at central banks have been reduced by NOK 103.5 million since the start of the year and amount to NOK 378.0 million as at 31/12/2015.

Net lending to credit institutions have increased by NOK 0.6 million since the start of the year and amount to NOK 8.1 million as at 31/12/2015. Lending to credit institutions in Norway is consists only of interbank loans in Norway.

Net lending to customers amounts to NOK 27,975.8 and shows a decline of NOK 722.0 million the last 12 months, corresponding to 2.5 per cent. Net lending to retail customers fell by

2.6 per cent, while net lending to business customers fell by 2.0 per cent.

Gross lending to retail customers amounts to 85.6 per cent of total lending to customers, which is the same share as at the end of 2014.

Holdings of certificates and bonds show an increase of NOK 650.4 million since the start of the year and amount to NOK 4,676.4 million at the end of 2015. The holdings consist in their entirety of the liquidity portfolio and amounts to a nominal value of NOK 4,737.3 million. The bank's shares in Frende Holding AS and Eksportfinans ASA have been classified as "available for sale". The shares in Frende Holding AS at the end of 2015 have been valued at NOK 210,0 million. The increase from 2014 reflects a share of the value creation in the company that falls to Sparebanken Øst. Holdings of shares in Eksportfinans ASA are, at the end of 2015, valued at NOK 200.0 million. The reduction from 2014 reflects the company's results as of the third quarter of 2015.

In November last year, Visa Inc. (USA) made public an agreement to purchase all Visa Europe Ltd. shares. Sparebanken Øst has ownership interests in Visa Europe Ltd indirectly through membership in Visa Norge. The bank's best estimate builds on the updated valuation of the ownership shares in Visa Europe Ltd at the end of the year. The value of the shares in Visa Norge are set at NOK 17.4 million. The ownership share is classified as "available for sale" and value changes are recognised in the total profit/loss (total assets). The agreement depends on the approval of several competition authorities and value increase in the total profit/loss will be recognised as gains in the ordinary income statements.

Deposits from customers amount to NOK 13,159.3 million as at 31/12/2015 and show an increase in the last 12 months of NOK 237.7 million, corresponding to 1.8 per cent. Deposit coverage at the end of 2015 was 47.04 per cent compared to 46.68 per cent at the end of 2014.

Deposit coverage at the parent bank at the end of 2015 was 74.39 per cent compared to 70.68 per cent at the end of 2014.

Liabilities established on the issue of securities amount to NOK 17,205.3 million and show a decline of NOK 344.6 million since the start of the year.

Other long-term borrowing amounts to NOK 150.3 million at the end of 2015 and shows a decrease of NOK 60.2 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 2,725.0 million as at 31/12/2015.

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 counter party 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 corporate market lending contributes to a generally 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 counter party risk.

Market risk

Sparebanken Øst has a financial strategy that contributes to ensuring that the bank's activities in the financial area is in line with the framework conditions and guidelines that follow from the bank's overriding business philosophy, strategic plans and budgets, and that 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 takes 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. To begin with, covered bonds are generally issued with long maturities, 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 any significant loss due to failures of internal processes, systems, human failure or unforeseen events in 2015

CAPITAL ADEQUACY RATIO

Net subordinated capital at the end of the fourth quarter of 2015 amounted to NOK 3,541.7 million, of which NOK 3,192.2 million constituted the Group's tier 1 capital. With a basis of calculation of NOK 17,452.6 million, this corresponds to a capital adequacy ratio of 20.29 per cent, of which 18.29 per cent constitutes the tier 1 capital adequacy ratio. The pure tier 1 capital ratio amounts to 16.29 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 2015 was 45.8 per cent. This compares with 47.5 per cent at the end of the third quarter of 2015 and 46.3 per cent at the end of 2014.

The bank's assets amount to NOK 9,254.9 million at the end of 2015 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 80.5 million in 2015 compared with NOK 87.6 million in 2014. The company has no employees but hires the services of Sparebanken Øst. Covered bonds issued by Sparebanken Øst Boligkreditt AS have, since the first quarter of 2011, been 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. In 2015 the enterprise achieved a profit before tax of NOK 39.7 million, compared with NOK 32.5 million in 2014. Total assets amount to NOK 1,692.6 million. The enterprise had 25 active FTEs at the end of 2015.

Sparebanken Øst Eiendom AS' 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 income amounts to NOK 63.4 million in 2015 compared with NOK 44.0 million in 2014. The increase is due to gains from the sale of property in 2015. The result after tax shows a profit of NOK 39.2 million in 2015 compared with NOK 7.0 million in 2014. The enterprise 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. The result after tax shows a profit of NOK 0.7 million in 2015 compared with NOK 0.1 million in 2014.

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

Uncertainty in the Norwegian economy is expected to be higher in 2016 than was the case in the previous years. This will affect the banks' growth and earning opportunities in general. Low oil prices affect the business sector in some regions in Norway and thus employment. Sparebanken Øst has a customer portfolio that is seldom directly affected by lower activity in the petroleum sector. Low interest rates mean households and enterprises will have strengthened debt service abilities even with lower incomes. Weak exchange rate gives Norwegian export enterprises competitive advantages abroad and thus increased revenues. Rising unemployment could weaken affected households ability to pay. Sparebanken Øst expects no significant changes in the macroeconomic conditions in the eastern region where we have our principal activities. House prices are expected to remain stable or slightly increasing throughout 2016 compared to 2015. Individual enterprises will be affected by the weaker demand in general and by the situation in the petroleum sector in particular.

The bank has a capital situation at the beginning of 2016 that is very solid and clarified in relation to the authorities' requirements. This gives the bank freedom and not least security in a year with more uncertainty. The bank aims for a common equity of 14.5 per cent. The bank also has a solid liquidity buffer that provides protection if access to funding for banks should be challenging throughout the year. The bank aims for long-term funding at 105 per cent of illiquid assets. The bank expects to be able to raise new financing margins on par with the major regional banks. The bank has a good position in the capital markets with an objective of simple and open communication with the various investors. The bank's target for return on equity over time is 10 per cent. The bank expects that the regulatory uncertainty at the beginning of 2016 will be reduced through the authorities' total risk assessments (SRV/TRA) in 2016, with clarification of the terms for calculating Pillar 2b additions.

Growth in customer lending and deposits in 2016 will depend on general competition in the bank market and access to long-term funding. The bank expects growth in loans for both individual and company customers. The growth is expected to be divided evenly among different distribution channels and geographic markets. Little or no growth is expected in regions with significantly increased risk and correspondingly in sectors that are particularly vulnerable to negative macroeconomic conditions. Growth in lending to individuals will primarily come from loans secured by residential mortgages and financing of used car sales with collateral (AS Finansiering). Growth in corporate lending will be based primarily in the bank's local markets in

Drammen and Eiker. Repayment loans secured by real estate will also in 2016 be the bank's main product in the business customer market.

Banking involves risk and defaults and losses on loans to customers cannot be excluded. The bank has in 2015 reduced the volume of non-performing and doubtful loans significantly. The bank has significant expertise internally to solve any problem loans that may arise in 2016. This applies to professional recovery skills and expertise in real estate development and operation. Fluctuations in the value of securities in the form of shares and bonds cannot be excluded. Holdings of bonds are held solely for liquidity purposes. No significant changes are expected in the bank's ownership of Frende Holding AS and Exportfinans ASA in 2016.

The bank expects continued pressure on margins on lending to retail customers in 2016. The supply side of the bank market is expected to decrease somewhat, however competition is expected to persist in customer segments of high quality. Margins on loans to businesses are generally expected to increase to compensate for increased risk and higher funding costs. A key rate towards zero per cent challenges the bank's interest margin between loans and deposits. Uncertainty in the macroeconomic development, the bank's competitiveness and margins on bank funding later in 2016 provides similar uncertainty in the development of the bank's earnings and return on equity.

Hokksund, 31 December 2015

Drammen, 9 February 2016

Jorund Rønning Indrelid
Chairperson

Knut Smedsrud
Deputy chairperson

Morten André Yttreide

Øivind Andersson

Sverre Nedberg

Elly Therese Thoresen

Hanne Margrete Lenes Solem

Inger Helen Pettersen
Employee representative

Pål Strand
CEO

Income statement

Group 2015	Group 2014	(Figures in NOK millions)	Parent bank 2015	Parent bank 2014
1.167,0	1.350,4	Interest income and similar income	790,9	951,5
580,3	743,5	Interest expenses and similar expenses	447,3	588,2
586,7	606,9	Net interest and credit commission income	343,6	363,3
1,3	7,3	Dividends and other income from securities with variable return	91,3	67,3
79,8	81,6	Commission income and income from banking services	89,7	92,1
39,2	43,7	Commission expenses and expenses for banking services	17,6	18,3
-42,7	160,2	Net value change and profit/loss from financial investments	-46,3	160,2
61,0	40,5	Other operating income	4,7	5,8
166,8	161,9	Payroll etc.	139,8	136,1
51,7	55,6	Administration expenses	44,6	47,2
17,9	19,8	Depreciation/write-down and value change, non-financial assets	10,9	8,8
52,7	58,8	Other operating expenses	43,4	50,2
357,8	556,7	PROFIT BEFORE LOSS	226,7	428,1
18,1	23,6	Lending and guarantee losses	7,3	10,6
339,7	533,1	PROFIT BEFORE TAX EXPENSES	219,4	417,5
83,7	104,4	Tax expenses	37,3	56,9
256,0	428,7	PROFIT AFTER TAX	182,1	360,6
4,79	8,57	Earnings per equity certificate	3,41	7,21
4,79	8,57	Diluted earnings per equity certificate	3,41	7,21

Total comprehensive income

Group 2015	Group 2014	(Figures in NOK millions)	Parent bank 2015	Parent bank 2014
256,0	428,7	PROFIT AFTER TAX	182,1	360,6
		Items that will not be reclassified for the income statement		
29,8	-45,9	Actuarial profit/loss for defined-benefit plans	27,4	-42,0
-7,4	12,3	Tax related to items that will not be reclassified	-6,8	11,3
		Items that may be reclassified for the income statement later		
18,2	-90,2	Changes in fair value of investments available for sale	18,2	-90,2
-0,1	0,0	Tax related to items that can be reclassified	-0,1	0,0
296,5	304,9	TOTAL COMPREHENSIVE INCOME	220,8	239,7

Balance sheet

Konsern 2015	Group 2014	(Figures in NOK millions)	Morbank 2015	Parent bank 2014
378,0	481,5	Cash and receivables at central banks	378,0	481,5
8,1	7,5	Lending to and receivables from credit institutions	2.101,3	2.337,2
28.100,2	28.835,0	Lending to and receivables from customers	17.777,7	19.057,6
81,0	93,8	– Individual impairment	19,7	31,2
43,4	43,4	– Impairment of groups of loans	40,1	40,1
4.554,6	3.904,0	Certificates, bonds, etc. at fair value	4.554,6	3.904,0
478,1	457,5	Stocks, shares and other securities with variable return	478,1	457,5
494,7	604,1	Financial derivatives	282,5	352,7
205,6	205,8	Certificates, bonds, held to maturity	205,6	205,8
0,0	0,0	Ownership interests in Group companies	887,5	887,3
0,0	0,0	Deferred tax, assets	15,0	11,1
249,8	395,8	Investment assets	0,0	0,0
131,6	134,5	Property, plant and equipment	77,8	80,5
25,3	108,9	Other assets	4,0	10,0
7,5	8,7	Expenses prepaid but not accrued, and income accrued but not rece	8,0	9,1
34.509,1	35.006,1	TOTAL ASSETS	26.710,3	27.723,0
150,3	210,5	Liabilities to credit institutions	424,8	469,6
13.159,3	13.397,0	Deposits from and liabilities to customers	13.179,5	13.420,0
68,4	56,8	Financial derivatives	68,4	56,8
17.205,3	17.549,9	Liabilities established on the issue of securities	9.557,4	10.375,7
167,0	180,3	Other liabilities	103,8	108,5
34,9	34,7	Accrued expenses and income accrued but not received	28,9	29,5
59,7	87,6	Provisions for accrued expenses and liabilities	57,6	82,5
10,2	20,5	Deferred tax, liability	0,0	0,0
702,9	703,1	Subordinated loan capital	702,9	703,1
31.558,0	32.240,4	Total liabilities	24.123,3	25.245,7
595,1	595,1	Deposited equity	595,1	595,1
2.356,0	2.170,6	Retained earnings	1.991,9	1.882,2
2.951,1	2.765,7	Total equity	2.587,0	2.477,3
34.509,1	35.006,1	TOTAL LIABILITIES AND EQUITY	26.710,3	27.723,0

Change in equity, Group

(Figures in NOK millions)

2015	Total equity	Equity certificates	Share mium reserve	Equalisation fund	Primary capital	Donations fund	Available for sale reserve	Other equity
Equity as at 31/12/2014	2.765,7	207,3	387,8	366,3	1.308,0	45,5	162,4	288,4
Profit for the year	256,0	0,0	0,0	70,6	111,5	0,0	0,0	73,9
Changes in fair value of investments TFS	18,1	0,0	0,0	0,0	0,0	0,0	18,1	0,0
Actuarial profit/loss for defined-benefit plans	22,4	0,0	0,0	8,0	12,6	0,0	0,0	1,8
Total comprehensive income	296,5	0,0	0,0	78,6	124,1	0,0	18,1	75,7
Dividend 2014 finally adopted	-103,7	0,0	0,0	-103,7	0,0	0,0	0,0	0,0
Changes, donations fund	-7,4	0,0	0,0	0,0	0,0	-7,4	0,0	0,0
Equity as at 31/12/2015	2.951,1	207,3	387,8	341,2	1.432,1	38,1	180,5	364,1

The year's proposal for dividends to equity certificate owners of MNOK 68.4 is part of the cohesion fund and the year's proposal for dividends on social capital NOK 34.2 million is part of basic funding capital until they are finally adopted by the trustees.

2014	Total equity	Equity certificates	Share mium reserve	Equalisation fund	Primary capital	Donations fund	Available for sale reserve	Other equity
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
Equity as at 31/12/2014	2.765,7	207,3	387,8	366,3	1.308,0	45,5	162,4	288,4

The year's proposal for dividends of NOK 103.7 million is part of the cohesion fund until this is finally adopted by the trustees.

Change in equity, parent bank

(Figures in NOK millions)

2015	Total equity	Equity certificates	Share mium reserve	Equalisation fund	Primary capital	Donations fund	Available for sale reserve
Equity as at 31/12/2014	2.477,3	207,3	387,8	366,3	1.308,0	45,5	162,4
Profit for the year	182,1	0,0	0,0	70,6	111,5	0,0	0,0
Changes in fair value of investments TFS	18,1	0,0	0,0	0,0	0,0	0,0	18,1
Actuarial profit/loss for defined-benefit plans	20,6	0,0	0,0	8,0	12,6	0,0	0,0
Total comprehensive income	220,8	0,0	0,0	78,6	124,1	0,0	18,1
Dividend 2014 finally adopted	-103,7	0,0	0,0	-103,7	0,0	0,0	0,0
Changes, donations fund	-7,4	0,0	0,0	0,0	0,0	-7,4	0,0
Egenkapital pr. 31.12.2015	2.587,0	207,3	387,8	341,2	1.432,1	38,1	180,5

The year's proposal for dividends to equity certificate owners of MNOK 68.4 is part of the cohesion funds and the year's proposal for dividends on social capital NOK 34.2 million is part of the basic funding capital until they are finally adopted by the trustees.

2014	Total equity	Equity certificates	Share mium reserve	Equalisation fund	Primary capital	Donations fund	Available for sale reserve
Equity as at 31/12/2013	2.304,8	207,3	387,8	291,7	1.129,9	35,5	252,6
Annual profit	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
Equity as at 31/12/2014	2.477,3	207,3	387,8	366,3	1.308,0	45,5	162,4

The year's proposal for dividends of NOK 103.7 million is part of the cohesion fund until this is finally adopted by the trustees.

Cash flow statement

Group 31.12.2015	Group 31.12.2014	(Figures in NOK millions)	Parent bank 31.12.2015	Parent bank 31.12.2014
		Operating activities		
339,7	533,1	Profit before tax expenses	219,4	417,5
		Adjusted for:		
3,3	9,2	Change in net accrued interest income and interest expenses	2,8	6,2
0,0	0,0	Net payment/disbursement of loans to credit institutions	236,5	-236,3
713,3	-2.924,4	Net payment/disbursement of loans to customers	1.261,3	-1.985,0
-650,3	-587,3	Change in certificates and bonds at fair value	-650,3	-345,6
98,4	-41,2	Change in other assets in connection with operations	20,7	31,2
0,0	0,0	Net payment/disbursement of deposits from credit institutions	15,4	43,5
-236,1	851,3	Net payment/disbursement of deposits from customers	-238,9	861,4
-11,5	20,7	Change in other liabilities in connection with operations	-1,4	18,5
4,5	18,4	Non-cash items included in profit before tax expenses	-2,3	1,8
-35,2	-147,0	Net profit from investment activities	-0,2	-147,0
4,0	8,1	Net loss from financing activities	2,2	8,1
-105,1	-101,1	Tax paid for the period	-57,0	-53,3
125,0	-2.360,2	Net cash flow from operating activities	A 808,2	-1.379,0
		Investment activities		
-87,8	-20,6	Disbursement on purchase of property, plant and equipment	-8,5	-16,5
250,4	0,3	Payment for sale of property, plant and equipment	0,4	0,0
1,1	256,6	Net payment/disbursement for sale/purchase of financial investments	1,1	256,6
0,0	0,0	Net payment/disbursement concerning investments in subsidiaries	-0,2	-200,1
163,7	236,3	Net cash flow from investment activities	B -7,2	40,0
		Financing activities		
-60,0	-562,1	Net payments/disbursements on lending/borrowing to/from credit institution	-60,0	-562,1
-3.036,6	-2.265,5	Disbursement for repayment of securities	-2.250,7	-1.750,3
2.808,7	5.136,6	Payment on issue of securities	1.510,5	3.836,5
0,0	0,0	Payment on issue of equity certificates	0,0	0,0
-103,7	-62,2	Payment of dividends	-103,7	-62,2
-391,6	2.246,8	Net cash flow from financing activities	C -903,9	1.461,9
-102,9	122,9	Net change in cash and cash equivalents	A+B+C -102,9	122,9
489,0	366,1	Cash and cash equivalents as at 01/01.	489,0	366,1
386,1	489,0	Holding of cash and cash equivalents at the end of the period	386,1	489,0

Cash and cash equivalents include cash, receivables from central banks and lending to and receivables from credit institutions relating to direct investm

Profit per quarter - Group

(Figures in NOK millions)

	Q4	Q3	Q2	Q1	Q4
	2015	2015	2015	2015	2014
Interest income and similar income	275,6	283,7	293,5	314,2	341,9
Interest expenses and similar expenses	128,3	136,2	150,7	165,1	189,2
Net interest and credit commission income	147,3	147,5	142,8	149,1	152,7
Dividends and other income from securities with variable return	0,0	0,0	0,9	0,4	0,0
Commission income and income from banking services	21,2	20,3	19,7	18,6	20,7
Commission expenses and expenses for banking services	9,9	9,7	9,9	9,7	11,0
Net value change and profit/loss from financial investments	-7,9	-30,1	-0,4	-4,3	-8,0
Other operating income	8,0	5,6	9,6	37,8	11,0
Payroll etc.	43,9	44,7	33,7	44,5	41,6
Administration expenses	13,5	13,0	12,0	13,2	14,4
Depreciation/impairment/value change of non-financial assets	4,5	4,3	4,6	4,5	5,2
Other operating expenses	14,7	11,0	13,5	13,5	17,9
PROFIT BEFORE LOSS	82,1	60,6	98,9	116,2	86,3
Lending and guarantee losses	4,9	0,3	5,1	7,8	2,2
PROFIT BEFORE TAX EXPENSES	77,2	60,3	93,8	108,4	84,1
Tax expenses (calculated in the interim financial statements)	20,6	16,7	25,7	20,7	23,3
PROFIT FOR THE PERIOD	56,6	43,6	68,1	87,7	60,8
Earnings per equity certificate (per quarter)	1,06	0,81	1,28	1,64	1,22
Diluted earnings per equity certificate (per quarter)	1,06	0,81	1,28	1,64	1,22

Total comprehensive income

PROFIT FOR THE PERIOD	56,6	43,6	68,1	87,7	60,8
Items that will not be reclassified for the income statement					
Actuarial profit/loss for defined-benefit plans	29,8	0,0	0,0	0,0	-45,9
Tax related to items that will not be reclassified	-7,4	0,0	0,0	0,0	12,3
Items that may be reclassified for the income statement later					
Changes in fair value of investments available for sale	18,2	0,0	0,0	0,0	0,0
Tax related to items that can be reclassified	-0,1	0,0	0,0	0,0	0,0
TOTAL COMPREHENSIVE INCOME	97,1	43,6	68,1	87,7	27,2

Profit per quarter - parent bank

(Figures in NOK millions)

	Q4	Q3	Q2	Q1	Q4
	2015	2015	2015	2015	2014
Interest income and similar income	183,0	190,8	200,7	216,4	243,0
Interest expenses and similar expenses	96,6	103,6	117,0	130,1	150,9
Net interest and credit commission income	86,4	87,2	83,7	86,3	92,1
Dividends and other income from securities with variable return	70,0	0,0	0,9	20,4	0,0
Commission income and income from banking services	23,8	22,9	22,0	21,0	23,3
Commission expenses and expenses for banking services	4,3	4,3	4,4	4,6	4,9
Net value change and profit/loss from financial investments	-7,6	-34,1	-0,5	-4,1	-8,8
Other operating income	1,0	1,1	1,1	1,5	1,7
Payroll etc.	36,9	37,3	28,8	36,8	35,5
Administration expenses	11,9	11,5	10,2	11,0	12,6
Depreciation/impairment/value change of non-financial assets	2,8	2,8	2,7	2,6	2,4
Other operating expenses	10,8	10,1	10,8	11,7	16,3
PROFIT BEFORE LOSS	106,9	11,1	50,3	58,4	36,6
Lending and guarantee losses	2,2	-2,0	3,4	3,7	-1,0
PROFIT BEFORE TAX EXPENSES	104,7	13,1	46,9	54,7	37,6
Tax expenses (calculated in the interim financial statements)	11,1	4,0	12,9	9,3	10,7
PROFIT FOR THE PERIOD	93,6	9,1	34,0	45,4	26,9
Earnings per equity certificate (per quarter)	1,75	0,17	0,64	0,85	0,54
Diluted earnings per equity certificate (per quarter)	1,75	0,17	0,64	0,85	0,54

Total comprehensive income

PROFIT FOR THE PERIOD	93,6	9,1	34,0	45,4	26,9
Items that will not be reclassified for the income statement					
Actuarial profit/loss for defined-benefit plans	27,4	0,0	0,0	0,0	-42,0
Tax related to items that will not be reclassified	-6,8	0,0	0,0	0,0	11,3
Items that may be reclassified for the income statement later					
Changes in fair value of investments available for sale	18,2	0,0	0,0	0,0	0,0
Tax related to items that can be reclassified	-0,1	0,0	0,0	0,0	0,0
TOTAL COMPREHENSIVE INCOME	132,3	9,1	34,0	45,4	-3,8

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.

Valuations and use of estimates

Preparation of the consolidated financial statements involves the management making estimates and discretionary valuations and making assumptions that affect the 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 - customers

(Figures in NOK millions)

	Parent bank 31.12.2015	Parent bank 31.12.2014	Group 31.12.2015	Group 31.12.2014
Individual impairment				
Individual impairment as at 01/01.	31,7	39,3	94,3	98,0
- Realised losses for the period for which individual impairment has previously been made	8,6	6,8	12,5	10,3
+ Increased individual impairment for the period	2,9	4,4	9,7	9,6
+ New individual impairment for the period	3,2	9,4	9,7	22,0
- Reversed individual impairment for the period	9,5	14,6	20,2	25,0
= Individual impairment at the end of the period *)	19,7	31,7	81,0	94,3
Impairment for groups of loans				
Impairment for groups of loans as at 01/01.	40,1	40,1	43,4	43,4
+/- Change in impairment for groups of loans for the period	0,0	0,0	0,0	0,0
= Impairment for groups of loans at the end of the period	40,1	40,1	43,4	43,4
Loss expenses for the period				
Change in individual impairment for the period	-12,0	-7,6	-13,3	-3,7
+/- Change in impairment for groups of loans for the period	0,0	0,0	0,0	0,0
+ Realised losses for the period for which individual impairment has previously been made	16,0	14,2	19,9	17,7
+ Realised losses for the period where individual impairment was not made in previous years	0,5	0,9	13,5	11,0
- Recovery of previously realised losses for the period	4,7	7,3	9,5	11,9
+/- Amortisation expense impairment for the period	7,5	10,4	7,5	10,5
= Lending and guarantee losses	7,3	10,6	18,1	23,6

*) Individual impairment of guarantee liabilities amount to NOK 0.0 million as at 31/12/2015, and NOK 0.5 million as at 31/12/14 are entered in the balance sheet : Provisions for accrued expenses and liabilities

Non-performing and doubtful commitments, customers

(Figures in NOK millions)

	Parent bank 31.12.2015	Parent bank 31.12.2014	Group 31.12.2015	Group 31.12.2014
Gross non-performing commitments (more than 90 days)				
Business	102,4	221,7	104,7	226,3
+ Retail	39,2	74,1	128,7	173,8
= Gross non-performing commitments	141,6	295,8	233,4	400,1
- Individual impairment	18,9	22,8	80,0	85,4
= Net non-performing commitments	122,7	273,0	153,4	314,7
Doubtful (not non-performing) commitments				
Business	7,7	21,5	7,7	21,5
+ Retail	1,4	2,2	1,8	2,2
= Gross doubtful commitments	9,1	23,7	9,5	23,7
- Individual impairment	0,8	8,9	1,0	8,9
= Net doubtful commitments	8,3	14,8	8,5	14,8
Gross non-performing and doubtful commitments				
Business	110,1	243,2	112,4	247,8
+ Retail	40,6	76,3	130,5	176,0
= Gross non-performing and doubtful commitments	150,7	319,5	242,9	423,8
- Individual impairment	19,7	31,7	81,0	94,3
= Net non-performing and doubtful commitments	131,0	287,8	161,9	329,5

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)

31.12.2015	RM	BM	Finance	AS Financiering	Spb Øst Eiendom	Undistributed	Elimination	Group
Net interest and commission income, external	596,3	154,6	60,4	149,6	0,5	-374,7	0,0	586,7
Net interest and commission income, internal	-256,7	-24,8	-87,2	-29,6	-5,7	404,3	-0,3	0,0
Net interest and commission income	339,6	129,8	-26,8	120,0	-5,2	29,6	-0,3	586,7
Total net other income, external	53,1	12,4	-47,6	-18,8	55,0	6,1	0,0	60,2
Total net other income, internal	0,0	0,0	0,0	0,0	8,4	-5,3	-3,1	0,0
Total income	392,7	142,2	-74,4	101,2	58,2	30,4	-3,4	646,9
Payroll and general admin. expenses	63,3	22,2	0,0	27,6	6,0	99,4	0,0	218,5
Depreciation	0,0	0,0	0,0	1,9	5,0	11,0	0,0	17,9
Other operating expenses, external	0,8	0,5	0,0	5,6	7,9	37,9	0,0	52,7
Other operating expenses, internal	0,0	0,0	0,0	0,5	0,0	8,0	-8,5	0,0
Total operating expenses	64,1	22,7	0,0	35,6	18,9	156,3	-8,5	289,1
Profit before loss	328,6	119,5	-74,4	65,6	39,3	-125,9	5,1	357,8
Lending and guarantee losses etc.	-0,2	7,5	0,0	10,8	0,0	0,0	0,0	18,1
Profit before tax expenses	328,8	112,0	-74,4	54,8	39,3	-125,9	5,1	339,7
Tax expenses	0,0	0,0	0,0	15,1	0,1	67,2	1,3	83,7
Profit after tax	328,8	112,0	-74,4	39,7	39,2	-193,1	3,8	256,0
31.12.2014	RM	BM	Finance	AS Financiering	Spb Øst Eiendom	Undistributed	Elimination	Group
Net interest and commission income, external	612,2	233,7	79,0	153,7	0,0	-471,7	0,0	606,9
Net interest and commission income, internal	-297,4	-46,6	-109,1	-35,9	-12,6	501,6	0,0	0,0
Net interest and commission income	314,8	187,1	-30,1	117,8	-12,6	29,9	0,0	606,9
Total net other income, external	50,3	16,7	5,3	-23,0	36,0	160,6	0,0	245,9
Total net other income, internal	0,0	0,0	0,0	0,0	8,0	-1,7	-6,3	0,0
Total income	365,1	203,8	-24,8	94,8	31,4	188,8	-6,3	852,8
Payroll and general admin. expenses	66,8	23,4	0,0	27,9	6,1	93,3	0,0	217,5
Depreciation	0,0	0,0	0,0	2,3	8,7	8,8	0,0	19,8
Other operating expenses, external	0,7	0,5	0,0	6,5	7,0	44,1	0,0	58,8
Other operating expenses, internal	0,0	0,0	0,0	0,5	0,0	7,5	-8,0	0,0
Total operating expenses	67,5	23,9	0,0	37,2	21,8	153,7	-8,0	296,1
Profit before loss	297,6	179,9	-24,8	57,6	9,6	35,1	1,7	556,7
Lending and guarantee losses etc.	1,9	8,7	0,0	13,0	0,0	0,0	0,0	23,6
Profit before tax expenses	295,7	171,2	-24,8	44,6	9,6	35,1	1,7	533,1
Tax expenses	0,0	0,0	0,0	12,1	2,6	89,2	0,5	104,4
Profit after tax	295,7	171,2	-24,8	32,5	7,0	-54,1	1,2	428,7
31.12.2015	RM	BM	Finance	AS Financiering	Spb Øst Eiendom	Undistributed	Elimination	Group
Lending to and receivables from customers	21.914,9	3.906,6	0,0	1.674,3	0,0	666,2	-186,2	27.975,8
Other assets	14,7	0,0	5.145,7	18,3	342,0	2.677,8	-1.665,2	6.533,3
Total assets	21.929,6	3.906,6	5.145,7	1.692,6	342,0	3.344,0	-1.851,4	34.509,1
Deposits from and liabilities to customers	9.354,1	2.445,2	1.258,7	18,2	0,0	118,2	-35,1	13.159,3
Other liabilities	339,1	115,9	-28,6	1.456,7	228,1	17.927,4	-1.639,9	18.398,7
Offsetting	12.236,4	1.345,5	3.915,6	0,0	0,0	-17.497,5	0,0	0,0
Total liabilities per segment	21.929,6	3.906,6	5.145,7	1.474,9	228,1	548,1	-1.675,0	31.558,0
Total equity	0,0	0,0	0,0	217,7	113,9	2.795,9	-176,4	2.951,1
Total liabilities and equity	21.929,6	3.906,6	5.145,7	1.692,6	342,0	3.344,0	-1.851,4	34.509,1
31.12.2014	RM	BM	Finance	AS Financiering	Spb Øst Eiendom	Undistributed	Elimination	Group
Lending to and receivables from customers	21.702,7	4.874,3	0,0	1.640,9	0,0	858,7	-378,8	28.697,8
Other assets	14,9	0,0	4.591,0	20,6	572,2	2.760,2	-1.650,6	6.308,3
Total assets	21.717,6	4.874,3	4.591,0	1.661,5	572,2	3.618,9	-2.029,4	35.006,1
Deposits from and liabilities to customers	8.543,3	3.521,4	1.236,2	19,8	0,0	117,6	-41,3	13.397,0
Other liabilities	301,8	169,6	25,9	1.435,2	437,8	18.281,1	-1.808,0	18.843,4
Offsetting	12.872,5	1.183,3	3.328,9	0,0	0,0	-17.384,7	0,0	0,0
Total liabilities per segment	21.717,6	4.874,3	4.591,0	1.455,0	437,8	1.014,0	-1.849,3	32.240,4
Total equity	0,0	0,0	0,0	206,5	134,4	2.604,9	-180,1	2.765,7
Total liabilities and equity	21.717,6	4.874,3	4.591,0	1.661,5	572,2	3.618,9	-2.029,4	35.006,1

Deposits from customers divided by sector and industry

(Figures in NOK millions)	Parent bank 31.12.2015	Parent bank 31.12.2014	Group 31.12.2015	Group 31.12.2014
Employees	8.506,7	8.558,5	8.517,5	8.570,3
Public administration	339,4	270,9	339,4	270,9
Agriculture, forestry, fisheries, etc.	136,9	128,7	136,9	128,7
Industry and mining, power and water supply	446,9	493,0	446,9	493,0
Construction and plant	359,7	359,7	361,6	361,7
Distributive trade/hotels and restaurants	455,0	400,6	455,1	400,7
Transport/communication	166,9	143,2	167,0	143,3
Business-related finance services	1.171,9	1.352,1	1.175,5	1.355,7
Other service industries	692,6	686,6	693,5	688,0
Revenue and operations of real estate	798,8	920,4	761,2	878,4
Overseas	104,7	106,3	104,7	106,3
Total	13.179,5	13.420,0	13.159,3	13.397,0

Gross lending to customers divided by sector and industry

(Figures in NOK millions)	Parent bank 31.12.2015	Parent bank 31.12.2014	Group 31.12.2015	Group 31.12.2014
Employees	13.628,9	14.631,7	24.049,8	24.693,4
Agriculture, forestry, fisheries, etc.	128,8	135,7	130,2	136,3
Industry and mining, power and water supply	86,9	102,8	93,1	105,9
Construction and plant	576,9	575,3	587,9	587,4
Distributive trade/hotels and restaurants	259,6	312,0	284,4	335,4
Transport/communication	49,7	48,6	56,5	60,3
Business-related finance services	78,6	79,2	87,3	90,3
Other service industries	521,7	436,4	532,7	450,3
Revenue and operations of real estate	2.430,6	2.718,1	2.248,7	2.347,7
Overseas	16,0	17,8	29,6	28,0
Total	17.777,7	19.057,6	28.100,2	28.835,0

Geographic distribution of gross lending

(Figures in NOK millions)	Parent bank 31.12.2015	Parent bank 31.12.2014	Group 31.12.2015	Group 31.12.2014
Drammen	3.255,5	3.638,2	4.168,1	4.398,4
Nedre Eiker	1.718,4	1.744,7	2.335,7	2.420,7
Øvre Eiker	1.448,6	1.423,6	1.894,4	1.878,2
Rest of Buskerud	1.645,9	1.767,9	2.211,6	2.287,4
Oslo	3.465,4	3.470,1	5.543,4	5.528,1
Akershus	3.179,6	3.300,2	5.384,9	5.336,7
Vestfold	1.641,5	1.638,2	2.358,8	2.324,6
Østfold	737,2	688,3	1.317,9	1.228,2
Rest of country	669,6	1.368,6	2.855,8	3.404,7
Overseas	16,0	17,8	29,6	28,0
Total	17.777,7	19.057,6	28.100,2	28.835,0

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.

31/12/2015 – Group	Gross lending	liability	Credit facilities	downs	Commitments	%
Low risk	18.932,1	24,3	1.166,7	1,3	20.123,1	67,5
Moderate risk	5.178,8	59,0	229,0	2,1	5.466,8	18,3
Normal risk	2.875,7	54,7	153,9	23,8	3.084,3	10,3
Reasonably high risk	570,2	2,4	11,8	21,7	584,4	2,0
High risk	337,8	2,1	0,8	31,7	340,7	1,1
Undistributed	205,6	1,2	24,6	0,4	231,4	0,8
Total	28.100,2	143,7	1.586,8	81,0	29.830,7	100,0

31/12/2014 – Group	Gross lending	liability	Credit facilities	downs	Commitments	%
Low risk	18.801,2	31,3	1.115,3	1,9	19.947,8	65,2
Moderate risk	5.555,6	82,3	282,9	2,7	5.920,8	19,3
Normal risk	3.097,2	45,7	159,3	21,7	3.302,2	10,8
Reasonably high risk	808,5	4,8	13,2	23,8	826,5	2,7
High risk	323,3	0,9	1,1	43,3	325,3	1,1
Undistributed	249,2	1,5	28,6	0,4	279,3	0,9
Total	28.835,0	166,5	1.600,4	93,8	30.601,9	100,0

31/12/2015 – Parent bank	Gross lending	liability	Credit facilities	downs	Commitments	%
Low risk	11.758,8	23,2	638,9	0,0	12.420,9	65,8
Moderate risk	3.715,6	58,2	160,2	0,0	3.934,0	20,8
Normal risk	1.617,5	54,7	137,3	0,0	1.809,5	9,6
Reasonably high risk	311,9	2,4	9,7	0,0	324,0	1,7
High risk	253,0	2,1	0,6	19,7	255,7	1,4
Undistributed	120,9	1,2	18,8	0,0	140,9	0,7
Total	17.777,7	141,8	965,5	19,7	18.885,0	100,0

31/12/2014 – Parent bank	Gross lending	liability	Credit facilities	downs	Commitments	%
Low risk	12.281,8	31,3	734,9	0,0	13.048,0	64,1
Moderate risk	4.135,1	81,5	209,0	0,0	4.425,6	21,8
Normal risk	1.693,7	45,7	141,9	0,0	1.881,3	9,2
Reasonably high risk	531,5	4,8	10,8	0,1	547,1	2,7
High risk	252,4	0,9	1,1	31,1	254,4	1,3
Undistributed	163,1	1,5	21,8	0,0	186,4	0,9
Total	19.057,6	165,7	1.119,5	31,2	20.342,8	100,0

Classification of financial assets and liabilities

(Figures in NOK millions)

31/12/2015 – 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	378,0	378,0
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	27.975,8	27.975,8
Certificates, bonds, etc. at fair value	4.471,8	82,8	0,0	0,0	0,0	4.554,6
Stocks, shares and other securities with variable return	32,9	0,0	445,2	0,0	0,0	478,1
Financial derivatives**	494,7	0,0	0,0	0,0	0,0	494,7
Certificates and bonds, held to maturity	0,0	0,0	0,0	205,6	0,0	205,6
Total financial assets	4.999,4	82,8	445,2	205,6	28.361,9	34.094,9
Liabilities to credit institutions	0,0	0,0	0,0	0,0	150,3	150,3
Deposits from and liabilities to customers	0,0	0,0	0,0	0,0	13.159,3	13.159,3
Liabilities established on the issue of securities	0,0	0,0	0,0	0,0	17.205,3	17.205,3
Financial derivatives**	68,4	0,0	0,0	0,0	0,0	68,4
Subordinated loan capital	0,0	0,0	0,0	0,0	702,9	702,9
Total financial liabilities	68,4	0,0	0,0	0,0	31.217,8	31.286,2

*) Includes secured 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
Total financial assets	4.103,6	434,0	428,0	205,8	29.186,8	34.358,2
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
Total financial liabilities	56,8	0,0	0,0	0,0	31.860,5	31.917,3

*) Includes secured liabilities

**) Includes derivatives where hedge accounting is used

Securitised liabilities and subordinated loan capital

(Figures in NOK millions)	Parent bank	Parent bank	Group	Group
Securitized liabilities	31.12.2015	31.12.2014	31.12.2015	31.12.2014
Certificates, nominal value	0,0	0,0	0,0	0,0
Bonds, nominal value	9.257,0	9.990,5	16.680,0	16.933,4
Value adjustments (incl. conversion/exchange)	206,9	261,4	388,6	448,7
Accrued interest	93,5	123,8	136,7	167,8
Total securitized liabilities	9.557,4	10.375,7	17.205,3	17.549,9

Change in securitized liabilities, Group	31.12.2015	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	9.257,0	1.515,0	2.248,5	0,0	0,0	9.990,5
Covered bonds, nominal value in NOK	7.423,0	1.300,0	532,0	0,0	0,0	6.655,0
Covered bonds, nominal value in SEK (conversion)	0,0	0,0	290,7	0,0	2,8	287,9
Value adjustments (incl. conversion/exchange)	388,6	0,0	0,0	0,0	-60,1	448,7
Accrued interest	136,7	0,0	0,0	0,0	-31,1	167,8
Total securitized liabilities	17.205,3	2.815,0	3.071,2	0,0	-88,4	17.549,9

The difference between parent bank and group is covered bonds amounting to NOK 7,423.0 million.

Change in subordinated loan capital and fund debenture	31.12.2015	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	4,1	0,0	0,0	-0,6	4,7
Total subordinated loan capital and fund	702,9	0,0	0,0	-0,2	703,1

Financial derivatives

31.12.2015 (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	7,0	0,0	0,1	7,0	0,0	0,1
Currency swaps	136,4	0,0	28,0	136,4	0,0	28,0
Total currency instruments	143,4	0,0	28,1	143,4	0,0	28,1
<i>Interest instruments</i>						
Interest rate swaps	767,6	0,0	24,0	767,6	0,0	24,0
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
Total interest instruments	767,6	0,0	24,0	767,6	0,0	24,0
Guarantee to Eksportfinans ASA *)	242,0	0,0	10,7	242,0	0,0	10,7
Total other derivatives	242,0	0,0	10,7	242,0	0,0	10,7
Used for hedge accounting						
<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
Total currency instruments	0,0	0,0	0,0	0,0	0,0	0,0
<i>Interest instruments</i>						
Interest rate swaps	4.715,0	282,5	5,6	6.215,0	494,7	5,6
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
Total interest instruments	4.715,0	282,5	5,6	6.215,0	494,7	5,6
Total derivatives		282,5	68,4		494,7	68,4

*) The amount of NOK 10.7 million is the net negative development in the guaranteed portfolio as at 31/12/2015 after the annual exchange amount is deducted. The derivative to the exchange amount was positive at NOK 31.7 million as at 31/12/2015.

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
Total currency instruments	103,3	0,1	23,5	103,3	0,1	23,5
<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
Total interest instruments	1.227,9	0,1	33,3	1.227,9	0,1	33,3
Guarantee to Eksportfinans ASA *)	242,0	10,0	0,0	242,0	10,0	0,0
Total other derivatives	242,0	10,0	0,0	242,0	10,0	0,0
Used for hedge accounting						
<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
Total currency instruments	0,0	0,0	0,0	252,1	35,8	0,0
<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
Total interest instruments	4.745,0	342,5	0,0	6.245,0	558,1	0,0
Total derivatives		352,7	56,8		604,1	56,8

*) 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.

31/12/2015 – Group

(Figures in NOK millions)

	Level 1	Level 2	Level 3	Fair value	Book value
Amortised cost					
Cash and receivables at central banks	378,0	0,0	0,0	378,0	378,0
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	27.978,2	27.978,2	27.975,8
Certificates, bonds and other interest-bearing securities	0,0	216,0	0,0	216,0	205,6
Total assets at amortised cost	378,0	216,0	27.986,3	28.580,3	28.567,5
Liabilities to credit institutions	0,0	150,3	0,0	150,3	150,3
Deposits from and liabilities to customers	0,0	13.159,3	0,0	13.159,3	13.159,3
Liabilities established on the issue of securities	0,0	17.092,2	0,0	17.092,2	17.205,3
Subordinated loan capital	0,0	691,9	0,0	691,9	702,9
Total liabilities at amortised cost	0,0	31.093,7	0,0	31.093,7	31.217,8
Fair value					
Certificates, bonds and other interest-bearing securities	0,0	4.554,6	0,0	4.554,6	4.554,6
Stocks, shares and other securities					
– at fair value through profit	13,1	19,8	0,0	32,9	32,9
– available for sale	0,0	0,0	445,2	445,2	445,2
Financial derivatives	0,0	494,7	0,0	494,7	494,7
Total assets at fair value	13,1	5.069,1	445,2	5.527,4	5.527,4
Financial derivatives	0,0	68,4	0,0	68,4	68,4
Total liabilities at fair value	0,0	68,4	0,0	68,4	68,4

Movements at level 3 for items valued at fair value

	Fair value
Balance sheet as at 01/01/2015	428,0
Net profit	0,1
Purchase of shares etc.	0,0
Disposal/realisation	1,1
Change in value	18,2
Transferred from level 1 and 2	0,0
Balance sheet as at 31/12/2015	445,2

Stocks and shares at level 3

Disposal at level 3 in 2015 applies to liquidation gains and repayment of paid up capital related to liquidation of companies. Positive value changes of NOK 18.2 million belong to the category available for sale, and apply in its entirety to value changes that are included in the total result.

The amount includes positive value changes of the share in Visa Norge amounting to NOK 17.4 million. At the end of 2015, investments in Frende Holding AS are valued at NOK 210.0 million, Eksportfinans ASA at NOK 200.0 and share in Visa Norge at NOK 17. million.

31/12/2014 – Group	Level 1	Level 2	Level 3	Fair value	Book value
Amortised cost					
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
Certificates, bonds and other interest-bearing securities	0,0	221,4	0,0	221,4	205,8
Total assets at amortised cost	481,5	221,4	28.710,9	29.413,8	29.392,6

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
Total liabilities at amortised cost	0,0	32.062,9	0,0	32.062,9	31.860,5

Fair value					
Certificates, 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
Total assets at fair value	10,0	4.527,6	428,0	4.965,6	4.965,6
Financial derivatives	0,0	56,8	0,0	56,8	56,8
Total liabilities at fair value	0,0	56,8	0,0	56,8	56,8

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

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)

As at 31/12/2015, the exposure was as follows:	Gross amount	Offset	Recognised amount	Amount subject to net settlement	Amount following any net settlement
Financial derivatives, assets	282,5	0,0	282,5	0,0	282,5
Financial derivatives, liabilities	0,0	0,0	0,0	0,0	0,0
As at 31/12/2014, the exposure was as follows:					
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

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 using the basic method. The CVA supplement is calculated using the standardised approach. Commitment amounts for derivatives are calculated using the market

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 risk tolerance. See also the Group's Pillar III document, which is available on Sparebanken Øst's website.

	Parent bank 31.12.2015	Parent bank 31.12.2014	Group 31.12.2015	Group 31.12.2014
Pure tier 1 capital				
Book equity	2.587,0	2.477,3	2.951,1	2.765,7
Deduction items in pure tier 1 capital				
Value adjustments resulting from prudent valuation requirements (AVA)	-5,4	-4,8	-5,6	-5,0
Dividends	-102,6	-103,7	-102,6	-103,7
Intangible assets	-0,1	-0,4	-0,1	-0,4
Pure tier 1 capital instruments in other financial instruments (not significant)	-6,7	0,0	0,0	0,0
Pure tier 1 capital instruments in other financial instruments (significant)	0,0	0,0	0,0	0,0
Fund for unrealised profits (transitional arrangement up to and including 31/12/2014)	0,0	-162,4	0,0	-162,4
Total pure tier 1 capital	2.472,2	2.206,1	2.842,9	2.494,2
Other tier 1 capital				
Fund bonds	349,3	349,1	349,3	349,1
Deduction items in other tier 1 capital				
Other tier 1 capital instruments in other financial instruments (not significant)	-5,0	0,0	0,0	0,0
Other tier 1 capital instruments in other financial instruments (significant)	0,0	0,0	0,0	0,0
Total other tier 1 capital	344,3	349,1	349,3	349,1
Total tier 1 capital	2.816,5	2.555,2	3.192,2	2.843,3
Supplementary capital				
Subordinated loans	349,5	349,3	349,5	349,3
Proportion of fund for unrealised profits (transitional arrangement up to and including 31/12/2014)	0,0	58,5	0,0	58,5
Deduction items in supplementary capital				
Supplementary capital instruments in other financial instruments (not significant)	-7,2	0,0	0,0	0,0
Supplementary capital instruments in other financial instruments (significant)	0,0	0,0	0,0	0,0
Total supplementary capital	342,3	407,8	349,5	407,8
Net subordinated capital	3.158,8	2.963,0	3.541,7	3.251,1
Basis of calculation				
Governments and central banks	0,0	0,0	0,0	0,0
Local and regional authorities	162,1	109,6	162,1	109,6
Publicly-owned companies	0,0	0,0	0,0	0,0
Multilateral development banks	0,0	0,0	0,0	0,0
Institutions	2.399,4	2.293,2	272,0	310,1
Companies	621,3	3.421,5	433,1	3.040,4
Mass market commitments	314,9	658,0	1.553,7	1.866,4
Commitments secured against property	8.239,4	5.793,3	11.541,0	8.954,9
Commitments due	151,3	344,7	178,0	381,7
Covered bonds	239,6	241,2	239,6	241,2
Shares in securities fund	0,0	0,0	0,0	0,0
Equity positions	1.741,3	1.527,5	827,7	595,0
Other commitments	140,0	124,5	427,0	645,2
Securitisation	65,4	112,0	65,4	112,0
Basis of calculation for credit and counter party risk	14.074,8	14.625,4	15.699,5	16.256,4
Basis of calculation for currency risk	0,0	0,0	0,0	0,0
Basis of calculation for operational risk	1.106,6	952,9	1.393,5	1.184,5
Basis of calculation for weakened counter party credit value (CVA)	157,1	178,2	359,5	450,8
Total basis for calculation	15.338,5	15.756,5	17.452,6	17.891,6
Pure tier 1 capital	16,12 %	14,00 %	16,29 %	13,94 %
Tier 1 capital ratio	18,36 %	16,22 %	18,29 %	15,89 %
Capital adequacy ratio	20,59 %	18,80 %	20,29 %	18,17 %
Buffers				
Capital conservation buffer	383,5	393,9	436,3	447,3
Countercyclical buffer	153,4	0,0	174,5	0,0
Systemic risk buffer	460,2	472,7	523,6	536,7
Buffer for systemically important banks	0,0	0,0	0,0	0,0
Total buffer requirements	997,0	866,6	1.134,4	984,0
Available buffer capital	1.782,0	1.497,0	2.057,5	1.689,1
Unweighted tier 1 capital ratio *)	7,77 %	7,02 %	8,97 %	7,93 %

*) 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	Parent bank	Group	Konsern
Guarantee liability	31.12.2015	31.12.2014	31.12.2015	31.12.2014
Payment guarantees	59,7	77,9	60,5	78,7
Contract guarantees	51,9	64,8	53,0	64,8
Loan guarantees	4,5	5,8	4,5	5,8
Other guarantee liability	25,7	17,2	25,7	17,2
Total guarantees to customers	141,8	165,7	143,7	166,5
Guarantee to Eksportfinans ASA *	100,0	100,0	100,0	100,0
Total guarantee liability	241,8	265,7	243,7	266,5

* The bank has issued a guarantee to Eksportfinans ASA. Net guarantee liability is NOK 100 million. The guarantee is a derivative. The derivative's exclusive exchange settlement was positive, amounting to NOK 31.7 million as at 31/12/2015 compared with NOK 41.4 million as at 31/12/2014.

In connection with the rating process of Sparebanken Øst Boligkreditt AS, the bank has issued a guarantee relating to all liabilities with regard to the mortgage company. Covered bonds amount to a nominal value of NOK 7,150 as at 31/12/2015, and NOK 6,942.9 million as at 31/12/2014.

Pledged assets and preferential rights

Bonds, nominal value, issued as collateral for borrowing facilities with Norges Bank	645,0	1.195,0	645,0	1.195,0
Pledged assets	645,0	1.195,0	645,0	1.195,0
Preferential rights in accordance with section 11-15 of the Norwegian Bank Act	0,0	0,0	7.423,0	6.942,9

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)

	31.12.2015	31.12.2014
Profit		
Interest income from subsidiaries	47,9	68,4
Interest income, certificates and bonds (covered bonds) from subsidiaries	2,0	10,2
Interest expenses to subsidiaries	3,0	4,1
Dividends received from subsidiaries	90,0	60,0
Administrative fees etc. from Sparebanken Øst Boligkreditt AS	14,9	14,8
Rent to subsidiaries	8,2	7,8
Other expenses to subsidiaries	0,2	0,2
Balance sheet		
Lending to subsidiaries	2.279,3	2.708,5
Investment in covered bonds in subsidiaries	0,0	0,0
Other receivables from subsidiaries	1,1	1,1
Deposits from subsidiaries	313,3	302,7
Other liabilities to subsidiaries	5,9	4,0

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 31.12.2015	Group 31.12.2014	(Figures in NOK millions)	Parent bank 31.12.2015	Parent bank 31.12.2014
Cash and cash equivalents				
378,0	481,5	Cash and receivables at central banks	378,0	481,5
8,1	7,5	Lending to and receivables from credit institutions relating to direct investments	8,1	7,5
386,1	489,0	Total	386,1	489,0
Change in other assets in connection with operations				
-3,4	-6,0	Net change in financial assets held for trading	-3,4	-6,0
17,0	33,4	Net change in financial derivatives (net assets and liabilities)	17,0	33,5
84,8	-68,6	Net change in other assets	7,1	3,7
98,4	-41,2	Total	20,7	31,2
Non-cash items included in profit before tax				
17,9	19,8	Depreciation of property, plant and equipment	10,9	8,8
0,2	0,2	Amortisation of financial investments held to maturity	0,2	0,2
-12,8	-3,2	Impairment of financial assets	-11,5	-7,1
-0,8	1,6	Amortisation of financing activities measured at amortised cost	-1,9	-0,1
4,5	18,4	Total	-2,3	1,8

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 outstanding equity certificates during the year.

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 31.12.2015	Group 31.12.2015
Profit after tax	182,1	256,0
Ownership fraction	38,79 %	38,79 %
Profit after tax attributable to equity certificate holders	70,6	99,3
Weighted average number of outstanding equity certificates	20,7	20,7
Earnings per equity certificate	3,41	4,79

Ownership fraction, parent bank

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

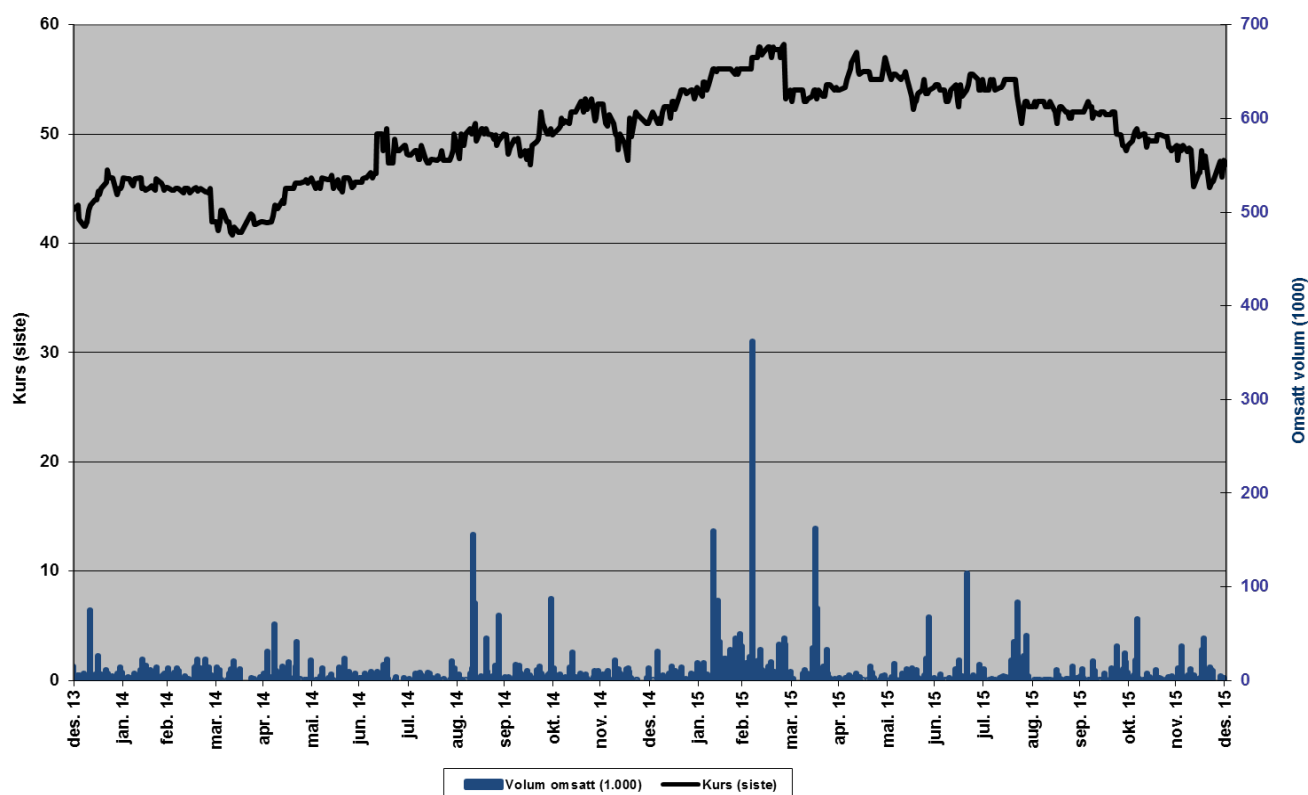
Equity certificates

Miscellaneous key figures, equity certificates:

	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)	55,06	54,81	52,29	46,22	42,49
Dividend – NOK	3,30	5,00	3,00	3,00	2,00
Turnover rate (sold/issued)	16,02 %	10,46 %	21,81 %	11,69 %	21,61 %

1) Equity share capital (incl. dividends) (Group) divided by the number of equity certificates.

Sparebanken Øst (SPOG)



The twenty biggest equity certificate holders as at 31/12/2015

Name	Number	%	Name	Number	%
1 MP Pensjon	2.012.218	9,71 %	11 Wenaasgruppen AS	273.000	1,32 %
2 Directmarketing Invest AS	999.500	4,82 %	12 Profond AS	267.723	1,29 %
3 Pareto AS	677.070	3,27 %	13 Hustadlitt AS	265.729	1,28 %
4 Citibank NA New York (NOM)	643.822	3,11 %	14 Sparebankstiftelsen DNB	212.517	1,03 %
5 Storetind AS	606.000	2,92 %	15 Bergen Municipality Norwegian Put	200.000	0,96 %
6 Securities fund Eika Utbytte	496.159	2,39 %	16 JAL Holding AS	198.104	0,96 %
7 Hansen, Asbjørn Rudolf	466.443	2,25 %	17 Danske Bank (NOM)	162.571	0,78 %
8 Jag Holding AS	400.000	1,93 %	18 Nordenfjelske Bykredits Stiftelse	156.318	0,75 %
9 Foretakskonsulenter AS	385.100	1,86 %	19 RWA Invest AS	150.875	0,73 %
10 AS Andersen Eiendomsselskap	354.500	1,71 %	20 Løkke, Helge Arnfinn	148.433	0,72 %