



182th year

# Quarterly report

Q1 2024

# Interim financial statements – Q1 2024

<b>Key figures – Group</b>	3
<b>Quarterly report</b>	4
<b>Financial statements for the Sparebanken Øst Group</b>	
Income Statement	11
Balance Sheet	12
Changes in Equity	13
Cash Flow Statement	14
Note K1 Basis for preparation of the financial statements	15
Note K2 Operating segments	16
Note K3 Capital adequacy	18
Note K4 Credit risk	20
Note K5 Losses on loans, unused credit and guarantees	22
Note K6 Non-performing commitments, customers	25
Note K7 Net interest income	26
Note K8 Net changes in value and gains/losses on financial instruments	26
Note K9 Operating costs	26
Note K10 Classification of financial instruments	27
Note K11 Financial instruments at fair value	29
Note K12 Securities issued, senior subordinated bonds and subordinated loan capital	31
Note K13 Equity certificates	32
Note K14 Pledged assets and preferential rights	33
<b>Additional Information – Sparebanken Øst Group</b>	
Changes in key figures	34
Definition of key figures and alternative performance indicators	35
Financial performance	36
Balance sheet performance	37
<b>Financial Statements for Sparebanken Øst – Parent bank</b>	
Income Statement	38
Balance Sheet	39
Changes in Equity	40
Cash Flow Statement	41
Note M1 Basis for preparation of the financial statements	42
Note M2 Capital adequacy	43
Note M3 Losses on loans, unused credit and guarantees	45
Note M4 Financial instruments at fair value	48
Note M5 Securities issued, senior subordinated bonds and subordinated loan capital	50
Note M6 Transactions with group companies	51

## Key figures – Group

Income Statement (Amounts in NOK millions)	Q1 2024	Q1 2023	Full year 2023
Net interest income	224,0	198,6	828,8
Net commission income	9,1	15,6	43,3
Net result from financial assets	48,8	1,6	42,7
Other operating income	0,4	0,5	2,0
<b>Total net income</b>	<b>282,2</b>	<b>216,3</b>	<b>916,8</b>
<b>Total operating costs</b>	<b>96,9</b>	<b>89,1</b>	<b>345,9</b>
<b>Profit before losses</b>	<b>185,3</b>	<b>127,3</b>	<b>570,9</b>
Losses on loans, unused credit and guarantees	2,8	1,7	6,7
<b>Profit/loss before tax</b>	<b>182,5</b>	<b>125,6</b>	<b>564,2</b>
Income tax	34,1	27,6	123,7
<b>Profit/loss after tax</b>	<b>148,5</b>	<b>98,0</b>	<b>440,6</b>

Key figures	1. kvartal 2024	1. kvartal 2023	Året 2023
<b>Profitability</b>			
Return on equity*	13,37	8,87	9,87
Net interest income as a % of average total assets	1,95	1,82	1,85
Profit/loss after income tax as a % of average total assets	1,30	0,90	0,98
Costs as a % of average total assets	0,85	0,82	0,77
Costs as a % of income (before losses on loans/guarantees)*	34,34	41,17	37,73
Costs as a % of income (excl. return on financial investments)*	41,51	41,47	39,57
<b>Balance sheet figures</b>			
Net lending to customers	38.537,5	36.688,0	37.877,1
Lending growth (12 months)	5,04	-4,25	2,93
Deposits	15.974,1	15.159,7	15.860,8
Deposit growth (12 months)	5,37	-11,34	0,63
Average equity	4.238,8	4.209,9	4.166,1
Average total assets	46.089,4	44.296,2	44.753,3
<b>Loan loss provisions on impaired and non-performing commitments</b>			
Losses as a % of net lending to customers (OB)*	0,03	0,02	0,02
Loan loss provisions as a % of gross lending to customers*	0,29	0,31	0,29
Net payments over 90 days past due as a % of net lending*	0,26	0,23	0,23
Other net non-performing commitments (Stage 3) as a % of net lending*	0,24	0,19	0,28
<b>Solvency</b>			
CET1 capital ratio (%)	18,35	20,13	18,67
Tier 1 capital ratio (%)	20,04	21,96	20,40
Capital adequacy ratio (%)	21,98	24,05	22,37
Risk-weighted volume (calculation basis)	20.654,6	19.104,0	20.278,7
Leverage ratio (%)	8,62	9,19	8,89
<b>Liquidity</b>			
Deposit coverage ratio	41,45	41,32	41,87
LCR (%)	271,83	301,67	250,14
NSFR (%)	135,02	132,46	127,65
<b>Branches and full-time equivalents</b>			
No. of branches	29	29	29
FTEs	189	184	193
<b>Equity certificates</b>			
Ownership fraction (parent bank) (%)**	28,59	28,59	28,59
No. of equity certificates	20.731.183	20.731.183	20.731.183
Book equity per equity certificate*	59,42	58,68	62,88
Earnings per equity certificate*	1,94	1,27	5,67
Dividend per equity certificate	0,00	0,00	5,40
Turnover rate	21,66	22,99	14,26
Price	52,00	45,50	50,20

\* Defined as alternative performance target

\*\* For ownership fraction as at 01.01.2023, see Note K13

For definisjon av nøkkeltall og omtale av alternative resultatmål, se side 35

# Quarterly report

**The Bank can show increased income compared to the same quarter last year and very good performance in the quarter. The Bank has low risk in its lending portfolios and a high CET1 capital ratio, calculated by the standard method, and a high leverage ratio make Sparebanken Øst one of Norway's most solid banks.**

Profit for the quarter amounted to NOK 148.5 million, which represents a return on equity of 13.37 per cent. The return on equity is higher than the long-term return target of 9 per cent. The Bank is very happy with this performance in view of its financial strength and the fact that it uses the standard method for calculating capital weights.

The Bank's net interest income increased by NOK 25.3 million compared to Q1 2023. With effect from mid-March, rate increases were applied to large parts of the Bank's lending portfolio.

In a market characterised by strong competition for lending customers, the Bank can point to lending growth. Net lending increased by 1.7 per cent in the quarter, with lending growth of 5.0 per cent over the last 12 months. The positive trend over the last 12 months is driven by high lending growth to retail customers in the office channel, where the increase is 6.8 per cent.

Positive profit/loss effects from ownership interests are up NOK 32.9 million compared to Q1 2023. The increase is mainly due to dividend income from Eksportfinans, where the Bank had a net positive profit/loss effect of NOK 31.0 million. This effect is split between ordinary dividends for 2023 of NOK 15.5 million and extraordinary dividends of NOK 48.5 million, resulting in a downward adjustment of NOK 32.9 million.

The Bank still has very low losses on lending and a low rate of non-performing commitments. The Bank is very solid, with a CET1 capital ratio of 18.35 per cent (without adding a share of the profit for the quarter).

## Results for the quarter in brief

Profit in the quarter amounts to NOK 148.5 million, an increase of NOK 50.5 million from Q1 2023. The return on equity (ROE) ended at 13.37 per cent, compared to 8.87 per cent in Q1 2023. Earnings per equity certificate were NOK 1.94, up from NOK 1.27 in Q1 2023.

The CET1 capital ratio is 18.35 per cent, compared to 20.13 per cent in Q1 2023. The leverage ratio is 8.62 per cent, down from 9.19 per cent in Q1 2023.

Net interest income amounted to NOK 224.0 million, up NOK 25.3 million from Q1 2023. Measured as a percentage of average total assets, net interest income amounts to 1.95 per cent, an increase of 0.14 percentage points from Q1 2023.

Net other operating income amounted to NOK 58.3 million, up by NOK 40.6 million compared with Q1 2023. The net positive profit/loss effect of dividends from Eksportfinans amounts to NOK 31.0 million. The profit/loss effect from the Bank's shareholding in Frende is plus NOK 4.8 million,

compared with NOK 11.4 million in Q1 2023. Changes in value from other ownership interests were plus NOK 11.4 million, compared to NOK 3.0 million in Q1 2023. The value of the liquidity portfolio rose by NOK 3.1 million, compared with a reduction of NOK 8.8 million in Q1 2023. Net commission income amounted to NOK 9.1 million, down NOK 6.5 million from Q1 2023. The decrease is due to a reduction in the profitability bonus from insurance.

Operating costs amounted to NOK 96.9 million, up NOK 7.8 million compared with Q1 2023. Measured as a percentage of income, the Bank has a cost ratio of 34.3 per cent, against 41.2 per cent in Q1 2023.

Losses amount to NOK 2.8 million compared to NOK 1.7 million in Q1 2023.

## More about the results for the quarter

### NET INTEREST INCOME

Net interest income amounted to NOK 224.0 million, up NOK 25.3 million from Q1 2023. Net interest income as a percentage of average total assets is 1.95 per cent, an increase of 0.14 percentage points compared to the same quarter in 2023. Higher interest rates, with a key policy rate of 4.50 per cent, produce both increased interest income and higher interest costs for the Bank. Money market rates, based on 3-month NIBOR, have been stable through the quarter and have normalised in relation to the key policy rate. This has helped to stabilise the Bank's wholesale financing costs, and reduced the effect of the time lag whereby loans to customers are repriced after a notice period.

Net interest income	Q1	Q4	Q1
Amounts in NOK million	24	23	23
Loans to & receivables from financial institutions	3,3	4,6	3,5
Lending to customers	581,4	560,0	423,6
Certificates and bonds	74,1	84,9	58,1
Other interest income	0,8	1,8	0,5
Total interest income	659,6	651,2	485,7
Liabilities to financial institutions	2,0	2,0	2,7
Customer deposits	115,9	100,8	59,6
Securities issued	286,2	299,9	205,7
Senior subordinated bonds	21,2	21,5	9,7
Subordinated loan capital	7,1	7,2	5,4
Other interest costs	3,3	4,1	4,1
Total interest costs	435,6	435,4	287,1
Net interest income	224,0	215,9	198,6
Net interest income as a percentage of average total assets	1,95	1,89	1,82

### NET OTHER OPERATING INCOME

Net other operating income comprises commission income and expenses, dividends, net value changes and gains/losses on financial instruments and other income. Net other

operating income amounted to NOK 58.3 million, up by NOK 40.6 million compared with Q1 2023.

Net commission income amounted to NOK 9.1 million, down NOK 6.5 million from Q1 2023. The decrease is due to a reduction in the profitability bonus from insurance.

Dividends received total NOK 64.0 million. For comparison, dividends received amounted to NOK 0.1 million in Q1 2023. All of the dividend income comes from Eksportfinans, with NOK 15.5 million in ordinary dividends for 2023 and NOK 48.5 million from an extraordinary distribution of accrued income from previous years.

Net value changes and gains/losses on financial instruments amounted to NOK -15.3 million, down NOK 16.8 million from Q1 2023. The negative profit/loss effect is mainly due to a fall of NOK 32.9 million in the value of the Bank's shares in Eksportfinans. The value adjustment has been implemented by way of an extraordinary dividend distribution. The rise in value of the Bank's shareholding in Frende amounts to NOK 4.8 million, and accounts for a quarter of the expected dividend income for 2023. For comparison, the value of the shareholding in Frende rose by NOK 11.4 million in Q1 2023. The rise in the value of the Bank's shares in Norwegian Block Exchange (NBX) amounted to NOK 2.9 million, against a change of NOK 0.6 million in Q1 2023. The value of the Bank's shares in Kraft Bank rose by NOK 0.6 million, against a fall of NOK 3.5 million in Q1 2023. Positive value adjustments related to shares and equity rights in Visa Inc. totalled NOK 7.9 million, compared with an increase of NOK 5.9 million in Q1 2023. The value of the liquidity portfolio rose by NOK 3.1 million, compared with a reduction of NOK 8.8 million in Q1 2023. The negative profit/loss effects from foreign exchange, derivatives and fixed rate loans at fair value amounted to NOK 1.8 million. The corresponding profit/loss effects were minus NOK 2.3 million in Q1 2023. The profit/loss effect from buying back debt issued by the Bank was plus NOK 0.2 million, compared to minus NOK 1.7 million in Q1 2023.

#### Net other operating income

Amounts in NOK million	Q1 24	Q4 23	Q1 23
Net commission income	9,1	9,4	15,6
Dividend	64,0	0,1	0,1
Net value change and gains/losses on certificates and bonds*	-4,4	14,9	-6,4
	-		
Net value change and gains/losses on shares	16,7	16,9	14,4
Net value change and gains/losses on fixed-interest loans	-2,0	6,5	0,3
Net value change and gains/losses on other financial instruments	7,8	23,7	-6,7
Other operating income	0,4	0,4	0,5
Net other operating income	58,3	24,3	17,7

\*excluding profit/loss effect of financial derivatives entered into for the purpose of financial interest rate hedging in the liquidity portfolio

#### OPERATING COSTS

Operating costs amounted to NOK 96.9 million, up NOK 7.8 million compared with Q1 2023. Measured as a percentage of revenue, the cost ratio is 34.3 per cent, down from 41.2 per cent in Q1 2023.

Salaries and other personnel costs amounted to NOK 51.5 million, up by NOK 2.5 million compared with Q1 2023.

Other operating costs amounted to NOK 38.5 million, up NOK 5.4 million compared with Q1 2023. The increase is due to IT costs.

#### Operating costs

Amounts in NOK million	Q1 24	Q4 23	Q1 23
Salaries and other personnel costs	51,5	54,4	48,9
Depreciation/impairment of tangible and intangible assets	6,9	7,5	7,0
Other operating costs	38,5	31,6	33,1
Total operating costs	96,9	93,5	89,1
Costs as a % of average total assets	34,3	38,9	41,2
Costs as a percentage of average total assets	0,85	0,82	0,82

#### IMPAIRMENTS AND NON-PERFORMING COMMITMENTS

Losses on loans, unused credits and guarantees amounted to a modest NOK 2.8 million, of which changes in model-based loan loss provisions produced a cost of NOK 1.0 million. For comparison, losses totalled NOK 1.7 million in Q1 2023, of which changes in model-based loan loss provisions amounted to income to NOK 0.1 million.

#### Loss costs

Amounts in NOK million	Q1 24	Q4 23	Q1 23
Lending to retail customers of the parent and mortgage credit company	0,7	-2,3	-0,3
Lending to business customers	0,0	1,4	0,4
Lending at AS Financiering	2,0	3,3	1,6
Unused credit and guarantees	0,1	0,3	-0,1
Total loss costs	2,8	2,7	1,7
Losses as a percentage of net lending to customers (OB)	0,03	0,03	0,02

Total loan loss provisions amount to NOK 111.1 million, equivalent to 0.29 per cent of gross lending to customers. For comparison, total loan loss provisions amounted to NOK 114.3 million at the end of Q1 2023, or 0.31 per cent of gross lending to customers. Individually assessed loan loss provisions amounted to NOK 83.9 million, compared with NOK 87.4 million at the end of Q1 2023. The Bank's loan loss provisions are mainly related to AS Financiering and, compared with the end of Q1 2023, they constitute a reduced percentage of gross lending from AS Financiering.

### Loan loss provisions

Amounts in NOK million	Q1 24	Q4 23	Q1 23
Lending to retail customers of the parent and mortgage credit company	15,1	14,6	18,1
Lending to business customers	6,5	6,5	4,8
Lending at AS Finansiering	87,8	87,4	90,5
Unused credit and guarantees	1,7	1,5	1,3
Total loan loss provisions	111,1	109,9	114,7
Loan loss provisions as a percentage of gross lending to customers	0,29	0,29	0,31

Net non-performing commitments are low, at NOK 192.4 million or 0.50 per cent of net lending to customers. For comparison, net non-performing commitments amounted to NOK 154.8 million, corresponding to 0.42 per cent of net lending to customers, at the end of Q1 2023.

### Non-performing commitments

Amounts in NOK million	Q1 24	Q4 23	Q1 23
Lending to retail customers of the parent and mortgage credit company	84,2	80,9	56,2
Business customers	25,1	30,4	13,2
AS Finansiering	168,6	168,3	174,0
Total gross non-performing commitments	277,8	279,6	243,4
Loan loss provisions for non-performing commitments.	85,5	85,0	88,7
Net non-performing commitments	192,4	194,6	154,8
Net non-performing commitments as a percentage of net lending	0,50	0,51	0,42

### INCOME TAX

Income tax stands at NOK 34.1 million, equal to 18.7 per cent of the pre-tax profit. For comparison, income tax totalled NOK 27.6 million, or 22.0 per cent of pre-tax profit, in Q1 2023. Income tax is mainly affected by dividend income and changes in the value of shares covered by the exemption method.

## Main items on the balance sheet

Total assets amount to NOK 46.8 billion, up by NOK 1.4 billion in the quarter and by NOK 2.3 billion in the last 12 months.

### LENDING TO CUSTOMERS

Net lending to customers totalled NOK 38.5 billion, up NOK 0.7 billion or 1.7 per cent in the quarter. This is an increase of NOK 1.8 billion, or 5.0 per cent, in the past 12 months.

Net lending to retail customers amounted to NOK 34.6 billion, up NOK 0.6 billion or 1.8 per cent in the quarter. This is an increase of NOK 1.3 billion, or 4.0 per cent, in the past 12 months. Lending growth in the RM office channel was 1.2 per cent in the quarter and 6.8 per cent in the last 12 months. In AS Finansiering, lending growth was 0.7 per cent in the quarter

and 10.2 per cent in the last 12 months. Lending growth in RM digital concepts is plus 3.6 per cent in the quarter and minus 3.4 per cent in the last 12 months. Loans and credits to retail customers are generally only granted with security in a customer's home. The Bank's exposure to lending and credit without associated security is very low. Over time, the Bank has given priority to providing loans to customers with low loan-to-value (LTV) ratios. The LTV ratio in the residential mortgage portfolio averages 55.1 per cent, based on the value of the collateral at the date of approval. Given the Group's high share of loans to retail customers, which mainly cover the central area of Eastern Norway, the retail customer portfolio is considered to serve low-risk customers in a housing and labour market that is expected to function well over time. Gross lending to retail customers accounted for 89.8 per cent of total lending to customers.

Net lending to business customers amounts to NOK 3.9 billion and is stable compared to the end of Q4 2023. There has been an increase of NOK 0.5 billion in the last 12 months. After a period of sharply rising interest rates, there is still some uncertainty around market values for commercial property. The Bank takes a cautious approach to business customers, requiring good collateral and low loan-to-value ratios. Exposure to commercial property represents a relatively large proportion of the business portfolio, but a very limited proportion of the Bank's total lending portfolio. The Bank's commercial property lending is modest at NOK 2.5 billion, or about 6.3 per cent of total gross lending, up from NOK 2.2 billion, or approx. 5.9 per cent, at the end of Q1 2023. The Bank does not have any exposure to oil and oil-related business or fishing and aquaculture activities. In general terms, the Bank can also be said to have little direct or indirect exposure to construction and development projects, handicraft services, the accommodation/hospitality industry, import/export businesses and major industrial and trading operations. There is little direct or indirect exposure to trading activities with the exception of groceries.

### DEPOSITS FROM CUSTOMERS

Deposits from customers totalled NOK 16.0 billion, up NOK 0.1 billion, or 0.7 per cent, in the quarter. This is an increase of NOK 0.8 billion, or 5.4 per cent, in the past 12 months. The deposit-to-loan ratio is 41.5 per cent. Deposits from retail customers amount to NOK 10.1 billion and deposits from business customers amount to NOK 5.9 billion.

### LIQUIDITY AND FINANCING

The bank takes a conservative approach to liquidity risk and exercises proper liquidity management so that the Group has sufficient liquid assets to cover its obligations upon maturity at all times. The Bank must be able to run normal operations for a period of at least 12 months without access to external financing. The Bank also takes on credit risk through the management of 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) and as a deposit basis for borrowing facilities at the

central bank. The Bank's liquidity risk is monitored continuously, and updated overviews of the Bank's total counterparty risk are available.

Holdings of certificates and bonds totalled NOK 6.2 billion, an increase of NOK 0.2 billion in the past 12 months.

The short-term liquidity target measured by LCR exceeds the Bank's agreed limit of 102 per cent and amounts to 271.8 per cent, compared with 301.7 per cent at the end of Q1 2023. The composition of the Bank's balance sheet, and its liquidity strategy, entail a high proportion of securities that count towards the LCR calculation and in periods when little wholesale funding falls due, the Group will have a high reported LCR.

Securities issued totalled NOK 22.8 billion, an increase of NOK 0.5 billion in the past 12 months. The Bank also has senior non-preferred debt (SNP) with a nominal value of NOK 1.5 billion, an increase of NOK 0.6 billion over the past 12 months. The Bank considers its access to wholesale funding to be good.

The degree of stable and long-term financing measured by NSFR is 135.0 per cent compared with 132.5 per cent at the end of Q1 2023. The average term to maturity for market financing was 3.3 years compared with 3.1 years at the end of Q1 2023. Short-term borrowing (defined as borrowing with a remaining term to maturity of less than 1 year) amounted to NOK 1.8 billion at the end of the quarter.

## FRENDE FORSIKRING

The Bank owns 13.25 per cent of Frende Holding AS (Frende), which itself owns Frende Skade AS and Frende Liv AS (Frende Forsikring). As the Bank's stake in Frende is below 20 per cent, the shareholding is measured at fair value with changes of value and dividends received recognised through profit or loss. To show the added value to the Bank from Frende through the year, the shareholding is revalued each quarter. In the first quarter, the Bank recognised a positive change in value of NOK 4.8 million, equivalent to one-quarter of the expected dividend income for 2023. The Bank's shareholding in Frende was valued at NOK 468.8 million at the end of the quarter, corresponding to NOK 523.36 per share.

## MISC. OWNERSHIP INTERESTS IN OTHER COMPANIES

The Bank owns 4.85 per cent of the shares in Eksportfinans ASA, and the shareholding is valued at NOK 162.1 million.

The Bank's stake in Vipps Holding AS is 0.72 per cent, and the shareholding is valued at NOK 64.4 million. Vipps Holding owns 72.22 per cent of the shares in Vipps AS and 100 per cent of the shares in BankID BankAxept AS.

The Bank owns 'C' shares in Visa Inc. The shareholding is valued at NOK 57.5 million. The Bank also has rights to shares in Visa Inc. owned via VN Norge Forvaltning AS and VN Norge AS. The rights are valued at NOK 11.5 million.

The Bank owns 6.85 per cent of the shares in Kraft Bank ASA. Kraft Bank is listed on Euronext Growth Oslo and the Bank's shareholding is valued at NOK 24.7 million.

The Bank owns 9.43 per cent of the shares in Norwegian Block Exchange AS (NBX). NBX is listed on Euronext Growth Oslo and the Bank's shareholding is valued at NOK 7.0 million.

## Capital adequacy

The CET1 capital ratio amounted to 18.5 per cent (excl. share of profits for the quarter) at the end of the quarter, a decrease from 20.13 per cent at the end of Q1 2023.

The current Pillar 2 requirement for Sparebanken Øst is 1.1 per cent, of which at least 56.25 per cent has to be covered by CET1 capital and at least 75 per cent by Tier 1 capital. This requirement took effect on 30 September 2023. The requirement for a systemic risk buffer for banks using the standard method is 4.5 per cent. Given the current capital requirements, this entails a total CET1 capital requirement of at least 14.62 per cent at the end of the quarter. If we add the Financial Supervisory Authority of Norway's expectation of a solvency capital margin of at least 1.0 per cent, there is a total regulatory requirement of at least 15.62 per cent.

The capital target for Sparebanken Øst is expressed as follows: The Sparebanken Øst Group should have capital adequacy at least equal to the regulatory requirement plus a capital margin of 1.0 percentage point. Based on current regulatory requirements at the end of the quarter, the capital adequacy target is a minimum of 19.60 per cent. The minimum CET1 capital ratio is then 15.62 per cent.

Net subordinated loan capital at the end of the quarter amounted to NOK 4.5 billion, of which the Group's Tier 1 capital accounted for NOK 4.1 billion. With a calculation basis of NOK 20.7 million, this corresponds to a capital adequacy ratio of 21.98 per cent, of which 20.04 per cent constitutes the Tier 1 capital ratio. The leverage ratio was 8.62 per cent at the end of the quarter, an decrease from 9.19 per cent at the end of Q1 2023. The current leverage ratio requirement is 3.0 per cent.

### Capital level\*

per cent	Q1 24	Q4 23	Q1 23
CET1 capital ratio	18,35	18,67	20,13
Tier 1 capital ratio	20,04	20,40	21,96
Capital adequacy	21,98	22,37	24,05
Leverage ratio	8,62	8,89	9,19

\*Reported capital level excl. share of interim profit

## MREL

Sparebanken Øst is one of the Norwegian banks designated by the Financial Supervisory Authority for support in financial crises, with the aim of ensuring financial stability. Section 20-9(1) of the Financial Institutions Act states that such institutions "shall at all times meet a minimum requirement on the sum of own funds and eligible liabilities" (MREL). For Sparebanken Øst, the FSA has defined an MREL requirement, effective from 1 January 2024, whereby effective MREL is set at 34.7 per cent of an adjusted basis for calculation, with a further requirement that 27.7 per cent of the adjusted basis for calculation should consist of subordinated debt. At the end of

the quarter, Sparebanken Øst's actual MREL was 42.3 per cent, while the proportion of subordinated debt was 30.2 per cent.

## Significant differences in treatment of equal risk between banks

Sparebanken Øst bases its capital calculations on the principles in the standard method, which according to the current regulations means that loans with the same risk are subject to far higher risk weights when compared with the approach of banks that use risk weights set out in IRB models. The result of this is that, with its capital requirements, Sparebanken Øst holds far more equity for its lending than banks that are able to use IRB models for all or parts of their lending portfolios. The end of the Basel 1 floor for Norwegian IRB banks from 31 December 2019 altered the competitive situation in the Norwegian market to a significant degree and has also left its mark on profit performance.

Sparebanken Øst uses risk weights of 35 per cent on residential mortgages with an LTV ratio of 80 per cent or less, while banks that deploy IRB models have risk weights of around 21 per cent. In the case of loans for commercial properties, the Bank uses risk weights from 100 per cent, while banks that use IRB models have risk weights of around 40 per cent.

The Bank's calculations show that a standard method bank has to hold about 80 per cent more equity than an IRB bank. The calculations assume two identical banks with identical loans to identical customers with identical risk of credit loss, where the only distinction is that one uses the standard method and the other is an IRB bank. The calculations also assume that banks have the same capital requirement in percentage terms, the same 80/20 per cent split in lending to individuals and companies, and a full SME discount on loans to these businesses.

Sparebanken Øst believes that the differential treatment of the capital requirements for equal risk provides for significantly higher leverage for the IRB banks with the possibility of significantly higher lending volumes relative to equity levels, or alternatively reduced equity requirements, resulting in higher return on equity. The differential treatment of identical risk results in a very great competitive disadvantage for the standard method banks as they also have to safeguard the interests of their equity certificate investors.

A new and more risk-sensitive standard method for calculating capital requirements for credit risk (Basel IV) is expected to enter into force in Norway from 1 January 2025. On 24 April 2024, the European Parliament adopted the CRR3 Regulation and the CRD6 Directive without any changes to the already published texts. The Regulation will enter into force in the EU on 1 January 2025, while the implementation deadline for the Directive is 18 months after publication in the Official Journal. On 13 December 2023, the Ministry of Finance announced that the aim is to introduce the CRR3 Regulation

and the CRD6 Directive into Norwegian law from the same date as in the EU.

Based on preliminary analyses and assumptions, the Bank expects the new and more risk-sensitive standard method (Basel IV) to provide it with improved competitive conditions with lower capital needs in Pillar 1. It is expected that the current differential treatment of banks using the standard method, compared to banks that can use IRB models for all or part of their loan portfolios, will be reduced. However, banks like Sparebanken Øst are expected to remain at a competitive disadvantage as a result of differential treatment. The Ministry of Finance has asked the Financial Supervisory Authority for a consultation paper by the end of May 2024 on the transposition of the CRR3 Regulation into Norwegian law. As of the end of the first quarter, the Bank believes there is considerable uncertainty as to how Basel IV will be introduced in Norway. Sparebanken Øst is working to ensure that the framework conditions for Norwegian banks are better aligned so the banks can compete on level terms.

## Subsidiaries

All subsidiaries are 100 per cent owned by Sparebanken Øst and are included in the bank's consolidated financial statements.

Sparebanken Øst Boligkreditt AS is licensed as a credit institution with the right to issue covered bonds. Through this market, the mortgage credit company is a very important participant in securing favourable wholesale financing for the Group. At the end of the first quarter, the company had total assets of NOK 21.4 billion, which mainly consisted of first priority mortgages on homes financed through covered bonds and drawing rights from the parent bank. The company has a low LTV ratio in the cover pool. The LTV at the end of Q1 was 48.6 per cent. By comparison, the LTV ratio at the end of Q1 2023 was 46.4 per cent. The company posted a profit of NOK 25.3 million for the quarter compared with NOK 20.1 million in Q1 2023. The company has no employees, but sources services from Sparebanken Øst.

AS Financiering's main product is secured loan financing for used cars. At the end of the first quarter, the company had total assets of NOK 2.8 billion. The company posted a profit of NOK 14.0 million for the quarter compared with NOK 11.3 million in Q1 2023. The company has 15 employees, corresponding to 15 FTEs.

Sparebanken Øst Eiendom AS manages properties belonging to the Bank. The company's operating income amounted to NOK 1.6 million in the quarter compared with NOK 1.6 million in Q1 2023. The company posted a profit of NOK 0.6 million for the quarter compared with NOK 0.2 million in Q1 2023. The company has 1.2 employees, corresponding to 1.2 FTEs.

Øst Prosjekt AS's main purpose is to take over projects and to undertake industrial and commercial activities to hedge and realise exposed positions in the parent bank. The company posted a deficit of NOK 0.1 million for the quarter, compared with a deficit of NOK 0.4 million in Q1 2023.

## Accounting policies

The interim financial statements are prepared in accordance with IFRS Accounting Standards as approved by the EU (including IAS 34 Interim Financial Reporting). The interim financial statements have not been audited. Please see Note 1 for more details.

## Dividend policy

Sparebanken Øst's financial targets for our operations are to achieve results that provide a good and stable return on the bank's equity and create value for equity certificate holders as competitive returns in the form of dividends and equity certificate appreciation. We will strive to ensure that our dividend policy results in a stable ownership fraction over time.

The profit for the year will be divided between equity certificate holders and social capital in accordance with their respective shares of the Bank's equity.

We will aim to ensure that up to 100 per cent of the profits allocated to equity certificate holders are paid as dividends over the next few years, while retaining up to 50 per cent of the profits allocated to equity certificate holders to be paid as dividends in the longer term.

We also aim to distribute dividends on the Bank's primary capital in the form of gifts to charity, the donations fund and/or charitable foundations, up to 100 per cent of the profits allocated to primary capital over the next few years, while retaining up to 50 per cent of the profits allocated to primary capital to be distributed as dividends on the Bank's primary capital in the form of gifts to charity, the donations fund and/or charitable foundations in the longer term.

When the dividend is set, due consideration will be taken of the Bank's financial performance, market situation, dividend stability and need for Tier 1 capital.

## Target for the return on equity (ROE)

Sparebanken Øst's return target is for the Group to have a return on equity of 9 per cent over time. Given the current regulatory framework conditions and its status as a standard method bank, in the opinion of the Board a target return of 9 per cent for the next few years represents an ambitious, but not unrealistic target for Sparebanken Øst.

## The macro situation

Inflation in Norway is slowing after remaining very high (well above the inflation target) for a long period. In December, the consumer price index (CPI) was 3.9 per cent higher than in the same month last year. Core inflation (CPI-ATE) was 4.5 per cent. Domestic rents are driving price inflation, while the prices of electricity and fuel have contributed most to the fall in recent times. The Norwegian krone weakened in the first quarter and is 8 per cent down against the US dollar since the

beginning of the year. A weaker krone will help to push imported inflation up. This year's wage settlement for the front-line unions ended at 5.2 per cent, which was higher than anticipated and may be expected to contribute to an increase in purchasing power, which in turn could make it harder to bring inflation down to the target of 2 per cent.

The trend in the Norwegian economy is currently flat. Mainland GDP fell 0.2 per cent from January to February this year after a slight rise the month before. The rolling three-month growth in mainland GDP showed an increase of 0.1 per cent from September-November to December-February. Household consumption increased by 0.1 per cent. Consumption of goods grew, pulled up by food and transport. Consumption of services fell, pulled down by leisure and hotel and restaurant services. The three-month growth for both goods and services was positive. Household property investments, which fell sharply through last year, continued to decline in February, with a 2.7 per cent drop. The rolling three-month change was minus 6.1 per cent. On the other hand, the weak krone has contributed to improved competitiveness for exporters.

Unemployment in Norway remains low, but it has increased somewhat since the end of 2022. The workforce survey from Statistics Norway for November shows that the unemployment rate stood at 3.8 per cent, an increase of 0.1 per cent from the previous month and 0.4 per cent compared to the same month last year.

Norges Bank has kept the key policy rate unchanged at 4.50 per cent so far this year. The key policy rate was last raised by 0.25 per cent in December 2023. The key policy rate is at its highest level since autumn 2008, and the forecast from Norges Bank indicates that it will remain at this level until autumn 2024, before gradually decreasing.

Money market rates have remained very stable in the first quarter after a significant increase through 2023.

House prices in Norway rose by 0.5 per cent in 2023, the weakest annual growth since 2017. For Norway as a whole, seasonally adjusted prices increased by 1.2 per cent from Q4 2023 to Q1 2024. House prices increased in all regions. For the month of March in isolation, prices were up 0.9 per cent (or 0.6 per cent when adjusted for seasonal variations). Construction activity is still low, and work on new apartments is a major factor in the decrease in activity.

## Future prospects

Norges Bank expects continued low growth in the Norwegian economy through the first half of 2024. Growth in household consumption is expected to remain weak through the first half of the year, before rising over the summer. Norges Bank also expects sales of new homes to gradually pick up, with property investments starting to increase again in the second half of the year. High petroleum investments, a further increase in exports and high public demand are expected to keep activity in the Norwegian economy up in 2024. Overall capacity utilisation is expected to fall to something below a normal level.

Unemployment is still low, and a large proportion of the population is in work. Norges Bank expects weak growth in employment in the coming years to lead to slightly increased unemployment. It estimates that registered unemployment will gradually rise to around 2.2 per cent at the beginning of 2025 and stay close to this level through 2026 and 2027. Unemployment is then expected to be at about the same level as before the coronavirus pandemic.

After the inflation figures for March showed less growth in prices than expected, the market was strengthened in its belief that Norges Bank would lower the key policy rate significantly more in 2024 than the Bank itself had indicated. But higher than expected inflation in the US, and the prospect of interest rates remaining high for longer than previously assumed, have pushed expectations of an interest rate cut here in Norway further out. The market is now unsure whether there will be an interest rate cut from Norges Bank in September or only in December.

With prospects of continuing low credit growth in society, we may expect continued strong competition for lending. With high lending rates, house prices are expected to stay relatively flat in the future, but low construction activity and a tight labour market could offset this to some extent and produce growth in house prices. Banks' deposit margins have increased over the past year. Pressure on deposit margins is expected in the future.

Lending growth has varied considerably over time and is expected to be roughly in line with general credit growth. Growth in the retail market is expected to come from mortgages, both in branch and via digital channels, as well as through secured loan financing for used cars. Growth in lending to the business market should occur in the Group's

defined market areas, where the main product is repayment loans secured against property.

Sparebanken Øst is a cost-effective bank and believes that low costs will constitute a competitive advantage. The Bank has had a stable and low cost level over time and intends to maintain good cost control going forward. High inflation, rising wages and IT costs will affect the Bank's costs.

Banking involves risk and losses on loans, so guarantees to customers cannot be excluded. Relatively low levels of non-performing commitments and low losses on lending are expected to continue.

The market values of securities such as bonds and equities will fluctuate over time, and losses may occur. The Group's bond portfolio is held for liquidity purposes, with a low risk of losses.

It is expected that the current differential treatment of banks using the standard method, compared to banks that can use IRB models for all or part of their lending portfolios, will be reduced after the introduction of Basel IV. However, banks like Sparebanken Øst are expected to remain at a competitive disadvantage as a result of differential treatment.

The Sparebank Committee was set up in August 2023, among other things, to assess the capital structure of savings banks and the position of equity certificates. The committee is due to report back by the end of September 2024. Clarifications and rulings are expected, including rules on dividend distributions and the expected size of equalisation funds. Ongoing processes are creating some uncertainty around the position of equity certificates and dividend options in the future.

Hokksund, 31 March 2024

Drammen, 7 May 2024

Øivind Andersson  
Chair

Cecilie Hagby  
Deputy Chair

Lina Andal Sørby  
Board member

Jorund Rønning Indrelid  
Board member

Arne K. Stokke  
Board member

Ole B. Hoen  
Board member

Håvard Saastad  
Employee representative

Sissel Album Fjeld  
Employee representative

Pål Strand  
CEO

## Income Statement – Group

(Amounts in NOK million)	Note	Q1 2024	Q1 2023	Full year 2023
Interest income from assets valued at amortised cost		583,2	425,4	1.962,2
Interest income from assets valued at fair value		76,4	60,3	282,7
Interest costs		435,6	287,1	1.416,1
<b>Net interest income</b>	7	<b>224,0</b>	<b>198,6</b>	<b>828,8</b>
Commission income and income from banking services		20,9	27,2	90,9
Commission costs and costs for banking services		11,8	11,6	47,6
Dividend		64,0	0,1	45,9
Net value changes and gains/losses on financial instruments	8	-15,3	1,5	-3,3
Other operating income		0,4	0,5	2,0
<b>Net other operating income</b>		<b>58,3</b>	<b>17,7</b>	<b>88,0</b>
Salaries and other personnel costs		51,5	48,9	194,7
Depreciation/impairment of tangible and intangible assets		6,9	7,0	29,0
Other operating costs		38,5	33,1	122,3
<b>Total operating costs</b>	9	<b>96,9</b>	<b>89,1</b>	<b>345,9</b>
<b>Profit before losses</b>		<b>185,3</b>	<b>127,3</b>	<b>570,9</b>
Losses on loans, unused credit and guarantees	5	2,8	1,7	6,7
<b>Profit/loss before tax</b>		<b>182,5</b>	<b>125,6</b>	<b>564,2</b>
Income tax		34,1	27,6	123,7
<b>Profit/loss after tax</b>		<b>148,5</b>	<b>98,0</b>	<b>440,6</b>
Hybrid capital owners' share of the result		7,6	6,0	29,3
Equity certificate holders' and primary capital share of profits		140,9	92,0	411,3
<b>Profit/loss after tax</b>		<b>148,5</b>	<b>98,0</b>	<b>440,6</b>
Earnings per equity certificate		1,94	1,27	3,83
Diluted earnings per equity certificate		1,94	1,27	3,83

## Comprehensive income – Group

(Amounts in NOK million)	Note	1. kvartal 2024	1. kvartal 2023	Året 2023
<b>Profit/loss after tax</b>		<b>148,5</b>	<b>98,0</b>	<b>440,6</b>
<b>Items that will not be reclassified to the income statement</b>				
Actuarial gains and losses on defined-benefit plans		0,0	0,0	-20,3
Tax related to items that cannot be reclassified		0,0	0,0	5,1
<b>Comprehensive income</b>		<b>148,5</b>	<b>98,0</b>	<b>425,4</b>

## Balance Sheet – Group

(Amounts in NOK million)

	Note	31.03.2024	31.03.2023	31.12.2023
<b>Assets</b>				
Cash and receivables from central banks	10	786,4	594,8	417,3
Loans to and receivables from financial institutions	10	95,9	36,0	16,5
Lending to customers	2,5,10,11	38.537,5	36.688,0	37.877,1
Certificates and bonds	10,11	6.224,1	6.017,8	5.914,0
Financial derivatives	10,11	34,0	48,7	67,6
Shares and units	10,11	800,8	810,4	809,6
Intangible assets		31,6	34,6	33,0
Investment properties		13,0	13,0	13,1
Tangible fixed assets		121,9	120,6	122,8
Lease rights		39,9	44,6	40,2
Other assets		115,2	105,7	67,4
<b>Total assets</b>		<b>46.800,2</b>	<b>44.514,1</b>	<b>45.378,6</b>
<b>Liabilities and equity</b>				
Liabilities to financial institutions	10	222,9	277,3	219,6
Customer deposits	2,10	15.974,1	15.159,7	15.860,8
Securities issued	10,12	22.822,8	22.324,9	21.658,5
Financial derivatives	10,11	169,5	138,4	147,4
Other liabilities		820,8	534,5	433,8
Pension liabilities		60,2	52,7	60,2
Tax payable		105,1	72,2	126,7
Deferred tax		4,5	1,5	4,5
Provisions, unused credit and guarantees		1,7	1,3	1,5
Lease liabilities	10	41,2	45,8	41,5
Senior subordinated bonds	10,12	1.512,2	896,1	1.508,2
Subordinated loan capital	10,12	402,3	400,8	402,4
<b>Total liabilities</b>		<b>42.137,3</b>	<b>39.905,2</b>	<b>40.465,0</b>
Paid-up equity		595,1	595,1	595,1
Hybrid capital		353,7	353,0	353,7
Retained earnings		3.714,1	3.660,8	3.964,8
<b>Total equity</b>		<b>4.662,9</b>	<b>4.608,8</b>	<b>4.913,6</b>
<b>Total liabilities and equity</b>		<b>46.800,2</b>	<b>44.514,1</b>	<b>45.378,6</b>

## Changes in equity - Group

	Paid-up equity		Hybrid capital			Retained earnings				
							Fund for			
(Amounts in NOK millions)	Total equity	Equity certificates	Share ditional	Tier 1	Equalisation	Primary	Endowment	unrealised	Other	Retained
31.03.2024			num reserve	capital	fund	capital	fund	gains	equity	earnings
<b>Equity at 31.12.2023</b>	<b>4.913,6</b>	<b>207,3</b>	<b>387,8</b>	<b>353,7</b>	<b>473,0</b>	<b>2.630,3</b>	<b>38,1</b>	<b>399,7</b>	<b>423,8</b>	<b>0,0</b>
Ordinary profit	148,5	0,0	0,0	7,6	0,0	0,0	0,0	0,0	0,0	140,9
<b>Comprehensive income</b>	<b>148,5</b>	<b>0,0</b>	<b>0,0</b>	<b>7,6</b>	<b>0,0</b>	<b>0,0</b>	<b>0,0</b>	<b>0,0</b>	<b>0,0</b>	<b>140,9</b>
Dividend to equity certificate holders 2023 – adopted	-111,9	0,0	0,0	0,0	-111,9	0,0	0,0	0,0	0,0	0,0
Grants for good causes 2023 – adopted	-279,6	0,0	0,0	0,0	0,0	-279,6	0,0	0,0	0,0	0,0
Interest paid on hybrid capital	-7,7	0,0	0,0	-7,7	0,0	0,0	0,0	0,0	0,0	0,0
<b>Equity at 31.03.2024</b>	<b>4.662,9</b>	<b>207,3</b>	<b>387,8</b>	<b>353,7</b>	<b>361,1</b>	<b>2.350,7</b>	<b>38,1</b>	<b>399,7</b>	<b>423,8</b>	<b>140,9</b>

	Paid-up equity		Hybrid capital			Retained earnings				
							Fund for			
(Amounts in NOK millions)	Total equity	Equity certificates	Share ditional	Tier 1	Equalisation	Primary	Endowment	unrealised	Other	Retained
31.03.2023			num reserve	capital	fund	capital	fund	gains	equity	earnings
<b>Equity at 31.12.2022</b>	<b>4.792,3</b>	<b>207,3</b>	<b>387,8</b>	<b>352,9</b>	<b>443,0</b>	<b>2.555,3</b>	<b>38,1</b>	<b>397,3</b>	<b>410,7</b>	<b>0,0</b>
Ordinary profit	98,0	0,0	0,0	6,0	0,0	0,0	0,0	0,0	0,0	92,0
<b>Comprehensive income</b>	<b>98,0</b>	<b>0,0</b>	<b>0,0</b>	<b>6,0</b>	<b>0,0</b>	<b>0,0</b>	<b>0,0</b>	<b>0,0</b>	<b>0,0</b>	<b>92,0</b>
Dividend to equity certificate holders 2022 – adopted	-78,8	0,0	0,0	0,0	-78,8	0,0	0,0	0,0	0,0	0,0
Grants for good causes 2022 – adopted	-196,8	0,0	0,0	0,0	0,0	-196,8	0,0	0,0	0,0	0,0
Interest paid on hybrid capital	-5,9	0,0	0,0	-5,9	0,0	0,0	0,0	0,0	0,0	0,0
<b>Equity at 31.03.2023</b>	<b>4.608,8</b>	<b>207,3</b>	<b>387,8</b>	<b>353,0</b>	<b>364,2</b>	<b>2.358,5</b>	<b>38,1</b>	<b>397,3</b>	<b>410,7</b>	<b>92,0</b>

	Paid-up equity		Hybrid capital			Retained earnings				
							Fund for			
(Amounts in NOK millions)	Total equity	Equity certificates	Share ditional	Tier 1	Equalisation	Primary	Endowment	unrealised	Other	
31.12.2023			num reserve	capital	fund	capital	fund	gains	equity	
<b>Equity at 31.12.2022</b>	<b>4.792,3</b>	<b>207,3</b>	<b>387,8</b>	<b>352,9</b>	<b>443,0</b>	<b>2.555,3</b>	<b>38,1</b>	<b>397,3</b>	<b>410,7</b>	
Ordinary profit	440,6	0,0	0,0	29,3	112,9	282,1	0,0	2,4	13,9	
Actuarial gains and losses on defined-benefit plans	-15,2	0,0	0,0	0,0	-4,1	-10,3	0,0	0,0	-0,8	
<b>Comprehensive income</b>	<b>425,4</b>	<b>0,0</b>	<b>0,0</b>	<b>29,3</b>	<b>108,8</b>	<b>271,8</b>	<b>0,0</b>	<b>2,4</b>	<b>13,1</b>	
Dividend to equity certificate holders 2022 – adopted	-78,8	0,0	0,0	0,0	-78,8	0,0	0,0	0,0	0,0	
Grants for good causes 2022 – adopted	-196,8	0,0	0,0	0,0	0,0	-196,8	0,0	0,0	0,0	
Interest paid on hybrid capital	-27,8	0,0	0,0	-27,8	0,0	0,0	0,0	0,0	0,0	
Issue of new hybrid capital	200,0	0,0	0,0	200,0	0,0	0,0	0,0	0,0	0,0	
Hybrid capital redemption	-200,7	0,0	0,0	-200,7	0,0	0,0	0,0	0,0	0,0	
<b>Equity at 31.12.2023</b>	<b>4.913,6</b>	<b>207,3</b>	<b>387,8</b>	<b>353,7</b>	<b>473,0</b>	<b>2.630,3</b>	<b>38,1</b>	<b>399,7</b>	<b>423,8</b>	

# Cash Flow Statement – Group

(Amounts in NOK millions)		31.03.2024	31.03.2023	31.12.2023
<b>Operating activities</b>				
Profit/loss before income tax		182,5	125,6	564,2
Adjusted for:				
Change in net interest income earned and accrued interest costs		79,5	54,3	12,1
Net receipts/disbursements of loans to customers		-652,5	114,3	-1.043,5
Change in certificates and bonds		-312,4	-379,8	-264,9
Value adjustment, shares and units		16,7	-14,4	-19,8
Net change in financial derivatives (net assets and liabilities)		-7,0	5,6	40,3
Net change in other assets		-47,8	-12,7	36,5
Net receipts/disbursement of deposits from customers		24,3	-648,1	93,2
Net change in other debt		-6,9	18,0	-23,8
Depreciation/write-downs of tangible fixed assets and lease rights		6,9	7,1	29,0
Write-downs of financial assets		1,0	1,5	-3,5
Amortisation of financing activities measured at amortised cost		-4,0	-4,3	-16,5
Net gain/loss from investing activities		-0,1	0,0	-0,1
Net gain/loss from financing activities		-0,2	1,9	2,2
Taxes paid for the period		-55,7	-45,4	-89,8
<b>Net cash flow from operating activities</b>	<b>A</b>	<b>-775,5</b>	<b>-776,4</b>	<b>-684,4</b>
<b>Investing activities</b>				
Payments on purchases of tangible fixed assets		-1,0	-3,8	-12,6
Receipts from sale of fixed assets		0,2	0,3	0,9
Payments on the purchase of intangible assets		-1,2	-3,3	-10,2
Payments on purchases of financial investments		-7,9	0,0	6,2
Proceeds from sales of financial investments		0,0	0,0	0,0
<b>Net cash flow from investing activities</b>	<b>B</b>	<b>-9,9</b>	<b>-6,8</b>	<b>-15,7</b>
<b>Financing activities</b>				
Net receipts/disbursements for loans to/from financial institutions		0,0	0,0	-54,5
Payments on repayment of securities		-2.055,8	-1.080,8	-3.768,3
Receipts on issuance of securities		3.297,3	1.998,2	4.561,5
Payment of dividend		0,0	0,0	-78,8
Payment disbursed for repayment of hybrid capital		0,0	0,0	-200,7
Payment received for issue of hybrid capital		0,0	0,0	200,0
Interest paid on hybrid capital		-7,7	-5,9	-27,8
<b>Net cash flow from financing activities</b>	<b>C</b>	<b>1.233,8</b>	<b>911,4</b>	<b>631,3</b>
Net change in cash and cash equivalents	<b>A+B+C</b>	<b>448,4</b>	<b>128,3</b>	<b>-68,7</b>
Cash and cash equivalents as at 1 Jan		<b>433,8</b>	<b>502,5</b>	<b>502,5</b>
<b>Holdings of cash and cash equivalents at end of period</b>		<b>882,2</b>	<b>630,8</b>	<b>433,8</b>

\*Liquidity reserves include NOK 786.4 million in cash and deposits with central banks and NOK 95.8 million in loans to and deposits with financial institutions which are pure investments.

Additional information on operating activities relating to interest and dividend income	31.03.2024	31.03.2023	31.12.2023
Interest payments received	650,4	480,8	2.204,4
Interest payments made	349,5	208,0	1.388,4
Dividends received	64,0	0,1	45,9

## Note K1 - Basis for preparation of the financial statements

### Accounting Policies

The interim financial statements for the Group have been prepared in accordance with IAS 34 Interim Financial Reporting (IFRS).

A description of the accounting policies applied in the preparation of the financial statements is presented in the Annual Report for 2023. The accounting policies and calculation methods remain largely unchanged from the annual financial statements for 2023.

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

The interim financial statements have not been audited.

### Assessments and use of estimates

The preparation of the consolidated accounts entails that the executive management performs estimates and discretionary assessments and makes assumptions which influence the effect of the application of accounting policies and, consequently, the recognised amounts for assets, liabilities, revenue and costs. For further details, see the Annual Report for 2023, Note 3 – Assessments and use of estimates.

## Note K2 - Operating segments

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

### Profit/loss

31.03.2024	Retail market	market	Finance	AS Finansiering	Sparebanken Øst Eiendom AS	Unallocated	Eliminations	Group
Net interest and commission income	102,9	38,6	-6,4	36,8	0,3	52,2	-0,3	224,0
Other operating income	13,4	0,9	0,1	-5,4	1,6	49,6	-2,0	58,3
Operating costs	18,5	4,0	0,0	10,7	1,2	64,6	-2,1	96,9
<b>Profit before losses</b>	<b>97,7</b>	<b>35,5</b>	<b>-6,3</b>	<b>20,7</b>	<b>0,7</b>	<b>37,2</b>	<b>-0,2</b>	<b>185,3</b>
Losses on loans, unused credit and guarantees	0,8	0,1	0,0	2,0	0,0	-0,1	0,0	2,8
<b>Profit/loss before tax</b>	<b>97,0</b>	<b>35,4</b>	<b>-6,3</b>	<b>18,7</b>	<b>0,7</b>	<b>37,3</b>	<b>-0,2</b>	<b>182,5</b>
Income tax	0,0	0,0	0,0	4,7	0,2	29,3	-0,1	34,1
<b>Profit/loss after tax</b>	<b>97,0</b>	<b>35,4</b>	<b>-6,3</b>	<b>14,0</b>	<b>0,6</b>	<b>8,0</b>	<b>-0,2</b>	<b>148,5</b>

31.03.2023	Retail market	market	Finance	AS Finansiering	Sparebanken Øst Eiendom AS	Unallocated	Eliminations	Group
Net interest and commission income	105,9	35,2	-7,7	32,7	0,1	32,6	0,0	198,6
Other operating income	20,1	1,3	-14,5	-5,7	1,6	16,7	-1,7	17,7
Operating costs	18,8	3,8	0,0	10,3	1,3	56,6	-1,8	89,1
<b>Profit before losses</b>	<b>107,2</b>	<b>32,6</b>	<b>-22,2</b>	<b>16,6</b>	<b>0,3</b>	<b>-7,3</b>	<b>0,0</b>	<b>127,3</b>
Losses on loans, unused credit and guarantees	-1,2	1,4	0,0	1,6	0,0	0,0	0,0	1,7
<b>Profit/loss before tax</b>	<b>108,4</b>	<b>31,2</b>	<b>-22,2</b>	<b>15,0</b>	<b>0,3</b>	<b>-7,3</b>	<b>0,0</b>	<b>125,6</b>
Income tax	0,0	0,0	0,0	3,8	0,1	23,7	0,0	27,6
<b>Profit/loss after tax</b>	<b>108,4</b>	<b>31,2</b>	<b>-22,2</b>	<b>11,3</b>	<b>0,2</b>	<b>-31,0</b>	<b>0,0</b>	<b>98,0</b>

31.12.2023	Retail market	market	Finance	AS Finansiering	Sparebanken Øst Eiendom AS	Unallocated	Eliminations	Group
Net interest and commission income	423,4	155,3	-33,7	131,7	0,5	152,3	-0,7	828,8
Other operating income	61,3	4,3	-5,7	-25,5	6,2	54,3	-7,0	88,0
Operating costs	72,0	14,5	0,0	42,1	3,8	220,7	-7,2	345,9
<b>Profit before losses</b>	<b>412,7</b>	<b>145,1</b>	<b>-39,4</b>	<b>64,1</b>	<b>2,8</b>	<b>-14,0</b>	<b>-0,5</b>	<b>570,9</b>
Losses on loans, unused credit and guarantees	-4,6	3,3	0,0	8,0	0,0	-0,1	0,0	6,7
<b>Profit/loss before tax</b>	<b>417,3</b>	<b>141,8</b>	<b>-39,4</b>	<b>56,0</b>	<b>2,8</b>	<b>-13,9</b>	<b>-0,5</b>	<b>564,2</b>
Income tax	0,0	0,0	0,0	14,2	0,6	108,9	-0,1	123,7
<b>Profit/loss after tax</b>	<b>417,3</b>	<b>141,8</b>	<b>-39,4</b>	<b>41,8</b>	<b>2,2</b>	<b>-122,9</b>	<b>-0,4</b>	<b>440,6</b>

### Balance sheet

31.03.2024	Retail market	market	Finance	AS Finansiering	Sparebanken Øst Eiendom AS	Unallocated	Eliminations	Group
Lending to customers	31.355,3	3.797,7	0,0	2.777,7	0,0	614,3	-7,5	38.537,5
Other assets	3,4	0,0	6.867,1	61,0	85,9	4.071,1	-2.825,7	8.262,7
<b>Total assets</b>	<b>31.358,7</b>	<b>3.797,7</b>	<b>6.867,1</b>	<b>2.838,7</b>	<b>85,9</b>	<b>4.685,4</b>	<b>-2.833,1</b>	<b>46.800,2</b>
Customer deposits	10.576,8	2.991,0	2.300,3	0,0	0,0	141,7	-35,7	15.974,1
Other liabilities/offsetting	20.781,9	806,7	4.566,8	2.373,3	10,0	35,9	-2.411,4	26.163,2
Equity	0,0	0,0	0,0	465,4	75,8	4.507,7	-386,1	4.662,9
<b>Total liabilities and equity</b>	<b>31.358,7</b>	<b>3.797,7</b>	<b>6.867,1</b>	<b>2.838,7</b>	<b>85,9</b>	<b>4.685,4</b>	<b>-2.833,1</b>	<b>46.800,2</b>

31.03.2023	Retail market	market	Finance	AS Finansiering	Sparebanken Øst Eiendom AS	Unallocated	Eliminations	Group
Loans to and receivables from customers	30.334,6	3.288,2	0,0	2.525,3	0,0	567,8	-27,9	36.688,0
Other assets	3,8	0,0	6.522,5	55,0	104,6	3.744,1	-2.603,9	7.826,1
<b>Total assets</b>	<b>30.338,4</b>	<b>3.288,2</b>	<b>6.522,5</b>	<b>2.580,3</b>	<b>104,6</b>	<b>4.311,9</b>	<b>-2.631,8</b>	<b>44.514,1</b>
Deposits from and liabilities to customers	10.621,1	3.162,6	1.267,1	0,0	0,0	163,4	-54,4	15.159,7
Other liabilities/offsetting	19.717,3	125,6	5.255,4	2.117,6	31,2	-310,2	-2.191,3	24.745,5
Equity	0,0	0,0	0,0	462,7	73,4	4.458,8	-386,0	4.608,8
<b>Total liabilities and equity</b>	<b>30.338,4</b>	<b>3.288,2</b>	<b>6.522,5</b>	<b>2.580,3</b>	<b>104,6</b>	<b>4.311,9</b>	<b>-2.631,8</b>	<b>44.514,1</b>

31.12.2023	Retail market	market	Finance	AS Finansiering	Sparebanken Øst Eiendom AS	Unallocated	Eliminations	Group
Lending to customers	30.721,2	3.775,8	0,0	2.759,6	0,0	628,4	-7,9	37.877,1
Other assets	3,4	0,0	6.072,3	63,6	86,0	4.103,2	-2.826,9	7.501,5
<b>Total assets</b>	<b>30.724,6</b>	<b>3.775,8</b>	<b>6.072,3</b>	<b>2.823,2</b>	<b>86,0</b>	<b>4.731,6</b>	<b>-2.834,8</b>	<b>45.378,6</b>
Customer deposits	10.698,3	3.038,5	2.020,8	0,0	0,0	139,6	-36,3	15.860,8
Other liabilities/offsetting	20.026,3	737,3	4.051,5	2.371,8	10,7	-181,2	-2.412,2	24.604,2
Equity	0,0	0,0	0,0	451,4	75,3	4.773,2	-386,2	4.913,6
<b>Total liabilities and equity</b>	<b>30.724,6</b>	<b>3.775,8</b>	<b>6.072,3</b>	<b>2.823,2</b>	<b>86,0</b>	<b>4.731,6</b>	<b>-2.834,8</b>	<b>45.378,6</b>

## Note K2 Operating segments (cont.)

### Deposits from customers divided by sector and industry

	31.03.2024	31.03.2023	31.12.2023
Salaried employees	9.954,1	9.972,1	9.975,6
Public administration	824,2	614,3	333,5
Agriculture, forestry, fishing, etc.	151,5	107,2	139,7
Industry and mining, power and water supply	1.141,6	550,8	1.131,5
Building and construction	547,0	557,6	647,4
Wholesale and retail trade, hotels and restaurants	402,1	385,7	477,1
Transport and communications	275,0	168,5	175,2
Business financial services	651,1	886,8	924,6
Other service industries	909,0	863,9	870,1
Real estate sales and operation	1.000,1	954,2	1.057,0
Abroad	118,4	98,8	129,3
<b>Total customer deposits</b>	<b>15.974,1</b>	<b>15.159,7</b>	<b>15.860,8</b>

### Lending, guarantees and credit facilities by sector and industry

	Gross lending			Guarantees			Potential exposure via overdraft facilities		
	31.03.2024	31.03.2023	31.12.2023	31.03.2024	31.03.2023	31.12.2023	31.03.2024	31.03.2023	31.12.2023
Salaried employees	34.682,9	33.348,4	34.061,6	0,3	1,0	0,6	3.945,2	3.731,7	3.865,0
Public administration	7,2	7,2	7,1	0,0	0,0	0,0	0,0	0,0	0,0
Agriculture, forestry, fishing, etc.	97,7	75,4	93,5	0,3	0,3	0,3	18,5	16,3	15,7
Industry and mining, power and water su	25,7	49,1	50,3	0,1	0,3	0,1	23,0	5,2	4,8
Building and construction	683,7	470,6	551,5	5,6	11,2	4,8	147,9	26,3	74,9
Wholesale and retail trade, hotels and re	91,6	96,2	93,5	6,1	6,8	5,4	22,3	22,9	23,4
Transport and communications	18,3	13,8	14,1	4,3	3,9	3,8	2,8	4,3	2,2
Business financial services	132,7	76,2	133,1	2,9	1,9	2,9	3,8	8,5	5,3
Other service industries	440,1	466,3	468,3	1,6	1,6	1,6	8,7	8,4	19,8
Real estate sales and operation	2.454,0	2.173,7	2.502,5	8,3	7,4	7,4	43,7	39,1	21,5
Abroad	12,9	24,6	10,0	0,0	0,0	0,0	1,4	3,3	2,7
<b>Total</b>	<b>38.646,9</b>	<b>36.801,4</b>	<b>37.985,5</b>	<b>29,4</b>	<b>34,4</b>	<b>26,7</b>	<b>4.217,3</b>	<b>3.866,1</b>	<b>4.035,0</b>

### Geographical distribution of lending to customers

	31.03.2024	31.03.2023	31.12.2023
Drammen	7.311,3	7.304,6	7.370,5
Øvre Eiker	2.337,3	2.000,2	2.252,5
Rest of Buskerud	2.564,2	2.376,9	2.540,8
Asker	4.676,0	4.147,5	4.596,7
Other Akershus	5.164,7	5.018,9	5.081,5
Oslo	7.453,1	7.304,7	7.272,8
Østfold	2.076,0	1.887,6	1.994,9
Vestfold	3.229,9	3.011,0	3.191,0
Rest of Norway	3.821,3	3.725,4	3.674,7
Abroad	12,9	24,6	10,0
<b>Gross lending to customers</b>	<b>38.646,9</b>	<b>36.801,4</b>	<b>37.985,5</b>

## Note K3 – Capital adequacy

The Group uses the standardised approach when calculating minimum requirements for primary capital for credit risk. Calculations related to operational risk are performed using the basis method. The capital charge for credit valuation adjustment (CVA) is calculated using the standardised approach. Exposure amounts for derivatives are calculated using the standardised method (SA-CCR).

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

	31.03.2024	31.03.2023	31.12.2023
<b>CET1 capital</b>			
Total equity excluding hybrid capital	4.168,3	4.163,8	4.559,9
<b>Deduction items in CET1 capital</b>			
Approval for acquisition of own equity certificates	-28,3	0,0	-28,3
Additional value adjustments (prudent valuation requirement) (AVA)	-7,5	-7,3	-7,2
Dividends	0,0	0,0	-391,6
Goodwill included in the valuation of significant investments	-246,6	-218,5	-247,6
Intangible assets	-31,6	-34,6	-33,0
CET1 capital instruments in other financial institutions (not significant)	0,0	0,0	0,0
CET1 capital instruments in other financial institutions (significant)	0,0	0,0	0,0
Other deductions from CET1 capital	-64,8	-58,2	-65,7
<b>Total CET1 capital</b>	<b>3.789,5</b>	<b>3.845,3</b>	<b>3.786,6</b>
<b>Other Tier 1 capital</b>			
Hybrid Tier 1 capital	350,0	350,0	350,0
<b>Deductions from other Tier 1 capital</b>			
Other Tier 1 capital instruments in other financial institutions (not significant)	0,0	0,0	0,0
Other Tier 1 capital instruments in other financial institutions (significant)	0,0	0,0	0,0
<b>Total other Tier 1 capital</b>	<b>350,0</b>	<b>350,0</b>	<b>350,0</b>
<b>Total Tier 1 capital</b>	<b>4.139,5</b>	<b>4.195,3</b>	<b>4.136,6</b>
<b>Tier 2 capital</b>			
Subordinated loans	400,0	400,0	400,0
<b>Deductions from Tier 2 capital</b>			
Tier 2 capital instruments in other financial institutions (not significant)	0,0	0,0	0,0
Tier 2 capital instruments in other financial institutions (significant)	0,0	0,0	0,0
<b>Total Tier 2 capital</b>	<b>400,0</b>	<b>400,0</b>	<b>400,0</b>
<b>Net subordinated loan capital</b>	<b>4.539,5</b>	<b>4.595,3</b>	<b>4.536,6</b>

## Note K3 - Capital adequacy (contd.)

	31.03.2024	31.03.2023	31.12.2023
Governments and central banks	0,0	0,0	0,0
Local and regional authorities	0,0	0,0	0,0
Publicly owned companies	0,0	6,0	0,0
Multilateral development banks	0,0	0,0	0,0
Institutions	109,4	57,5	83,6
Companies	105,7	57,2	118,3
Mass market accounts	3.288,0	3.050,0	3.241,0
Accounts secured against property	13.278,5	12.659,9	13.128,7
Accounts due	228,0	186,4	232,1
High-risk commitments	731,3	139,3	597,1
Covered bonds	480,4	458,2	448,3
Shares in securities fund	0,0	0,0	0,0
Equity positions	762,6	862,0	750,0
Other exposures	193,2	197,8	195,0
Securitisation	0,0	0,0	0,0
<b>Calculation basis for credit and counterparty risk</b>	<b>19.177,2</b>	<b>17.674,4</b>	<b>18.794,1</b>
<b>Calculation basis for currency risk</b>	<b>0,0</b>	<b>0,0</b>	<b>0,0</b>
<b>Calculation basis for operational risk</b>	<b>1.456,4</b>	<b>1.411,3</b>	<b>1.456,4</b>
<b>Calculation basis for impaired counterparty credit valuation adjustment (CVA)</b>	<b>21,1</b>	<b>18,3</b>	<b>28,3</b>
<b>Deductions from calculation basis</b>	<b>0,0</b>	<b>0,0</b>	<b>0,0</b>
<b>Total calculation basis</b>	<b>20.654,6</b>	<b>19.104,0</b>	<b>20.278,7</b>
CET1 capital ratio	18,35 %	20,13 %	18,67 %
Tier 1 capital ratio	20,04 %	21,96 %	20,40 %
Capital adequacy	21,98 %	24,05 %	22,37 %
<b>Buffers</b>			
Capital conservation buffer	516,4	477,6	507,0
Countercyclical buffer	516,4	477,6	507,0
Systemic risk buffer	929,5	573,1	912,5
Buffer for systemically important banks	0,0	0,0	0,0
<b>Total buffer requirements</b>	<b>1.962,2</b>	<b>1.528,3</b>	<b>1.926,5</b>
<b>Available buffer capital</b>	<b>2.860,0</b>	<b>2.985,6</b>	<b>2.874,0</b>
<b>Leverage ratio</b>	<b>8,62 %</b>	<b>9,19 %</b>	<b>8,89 %</b>

## Note K4 – Credit risk

Risk classification of retail and business customers is an integral part of the credit process for retail customers for the approval and overall management of the portfolio. Customers are classified using scoring models developed using statistical methods that estimate the probability of default (PD). The models are based on information about the customer's finances and behaviour.

Risk classification is performed when new loan applications are assessed, then reviewed each month based on available information about changes in the customer's finances and behaviour.

The risk classification scale consists of 11 categories from A to K, where risk class A represents the lowest credit risk and risk class I represents the highest risk for customers not in default.

Risk classes J and K comprise commitments where there is objective evidence of non-performance, and these commitments are placed under special surveillance.

### Probability of default (12-month PD) by risk class

Risk class	From	To
A	0,00 %	0,10 %
B	0,10 %	0,25 %
C	0,25 %	0,50 %
D	0,50 %	0,75 %
E	0,75 %	1,50 %
F	1,50 %	2,75 %
G	2,75 %	5,00 %
H	5,00 %	10,00 %
I	10,00 %	99,99 %
J and K	99,99 %	100,00 %

	Gross lending**	Guarantee liabilities	Overdraft facilities	Total commitment s	%	Commitments, Stage 1	Loan loss provisions, Stage 1	Commitments, Stage 2	Loan loss provisions, Stage 2	Commitments, Stage 3	Loan loss provisions, Stage 3*
31.03.2024											
A	13.576,3	15,2	1.547,2	15.138,8	35	15.102,6	1,2	36,2	0,0	0,0	0,0
B	15.394,0	4,1	2.375,6	17.773,6	41	17.641,5	3,6	132,2	0,2	0,0	0,0
C	5.224,8	4,6	228,8	5.458,2	13	5.268,1	2,7	190,0	0,7	0,0	0,0
D	1.512,1	0,6	39,4	1.552,0	4	1.295,0	0,9	257,0	1,0	0,0	0,0
E	1.048,1	1,1	11,5	1.060,7	2	892,6	1,3	168,1	0,8	0,0	0,0
F	966,1	1,0	8,1	975,2	2	703,2	1,6	272,0	1,9	0,0	0,0
G	312,1	0,1	1,4	313,6	1	210,6	0,7	103,0	0,7	0,0	0,0
H	160,9	0,0	0,8	161,7	0	50,3	0,3	111,3	1,3	0,0	0,0
I	174,3	0,2	4,2	178,7	0	19,7	0,6	159,1	6,0	0,0	0,0
J	97,9	0,0	0,0	97,9	0	0,0	0,0	0,0	0,0	97,9	0,2
K	179,4	0,5	0,0	179,9	0	0,0	0,0	0,0	0,0	179,9	85,3
Unallocated	0,8	1,9	0,4	3,2	0	3,2	0,0	0,0	0,0	0,0	0,0
<b>Total</b>	<b>38.646,9</b>	<b>29,4</b>	<b>4.217,3</b>	<b>42.893,6</b>	<b>100</b>	<b>41.186,9</b>	<b>13,0</b>	<b>1.428,9</b>	<b>12,6</b>	<b>277,8</b>	<b>85,5</b>

\* Stage 3 provisions include individually assessed loan loss provisions of NOK 83.9 million.

\*\* Gross lending includes loans at both amortised cost and fair value.

	Gross lending**	Guarantee liabilities	Overdraft facilities	Total commitment s	%	Commitments, Stage 1	Loan loss provisions, Stage 1	Commitments, Stage 2	Loan loss provisions, Stage 2	Commitments, Stage 3	Loan loss provisions, Stage 3*
31.03.2023											
A	13.392,0	14,9	1.327,3	14.734,2	36	14.697,4	1,0	36,8	0,0	0,0	0,0
B	15.502,3	12,5	2.345,7	17.860,5	44	17.729,0	3,6	131,4	0,1	0,0	0,0
C	4.100,8	2,5	152,2	4.255,4	10	4.123,8	1,8	131,5	0,2	0,0	0,0
D	1.208,6	0,8	24,5	1.233,8	3	1.047,6	0,8	186,2	0,4	0,0	0,0
E	923,1	0,0	6,6	929,7	2	755,7	0,9	174,0	0,9	0,0	0,0
F	747,1	0,3	4,0	751,3	2	557,0	1,2	194,3	1,7	0,0	0,0
G	366,4	0,9	1,2	368,4	1	241,8	0,9	126,6	1,3	0,0	0,0
H	123,4	0,1	0,4	123,9	0	40,5	0,3	83,4	1,1	0,0	0,0
I	194,7	0,0	3,9	198,6	0	23,2	0,7	175,4	9,5	0,0	0,0
J	58,0	0,1	0,0	58,1	0	0,0	0,0	0,1	0,0	58,0	0,0
K	185,0	0,5	0,0	185,4	0	0,0	0,0	0,0	0,0	185,4	88,7
Unallocated	0,2	1,9	0,4	2,5	0	2,5	0,0	0,0	0,0	0,0	0,0
<b>Total</b>	<b>36.801,4</b>	<b>34,4</b>	<b>3.866,1</b>	<b>40.701,8</b>	<b>100</b>	<b>39.218,6</b>	<b>11,0</b>	<b>1.239,8</b>	<b>15,0</b>	<b>243,4</b>	<b>88,7</b>

\* Stage 3 provisions include individually assessed loan loss provisions of NOK 87.4 million.

\*\* Gross lending includes loans at both amortised cost and fair value.

## Note K4 - Credit risk (cont.)

31.12.2023	Gross lending**	Guarantee liabilities	Overdraft facilities	Total commitment s	%	Commitmen ts, Stage 1	Loan loss provisions, Stage 1	Commitmen ts, Stage 2	Loan loss provisions, Stage 2	Commitmen ts, Stage 3	Loan loss provisions, Stage 3*
A	13.556,9	11,8	1.509,3	15.078,0	36	15.059,7	1,1	18,4	0,0	0,0	0,0
B	14.818,1	3,7	2.324,1	17.145,9	41	16.990,7	3,5	155,2	0,2	0,0	0,0
C	5.146,4	5,7	132,3	5.284,4	13	5.150,1	2,5	134,3	0,3	0,0	0,0
D	1.492,4	0,4	40,2	1.533,0	4	1.155,9	0,9	377,1	1,6	0,0	0,0
E	1.097,9	2,1	9,2	1.109,2	3	869,1	1,2	240,1	1,2	0,0	0,0
F	938,5	0,2	12,0	950,7	2	694,6	1,6	256,1	1,9	0,0	0,0
G	344,1	0,1	0,7	344,9	1	243,7	0,8	101,2	0,7	0,0	0,0
H	146,5	0,0	0,1	146,6	0	45,1	0,3	101,6	1,1	0,0	0,0
I	166,1	0,2	4,9	171,3	0	16,7	0,5	154,6	5,5	0,0	0,0
J	98,5	0,1	1,8	100,4	0	0,0	0,0	0,5	0,0	99,9	0,0
K	179,2	0,5	0,0	179,7	0	0,0	0,0	0,0	0,0	179,7	85,0
Unallocated	0,9	1,9	0,4	3,2	0	3,2	0,0	0,0	0,0	0,0	0,0
<b>Total</b>	<b>37.985,5</b>	<b>26,7</b>	<b>4.035,0</b>	<b>42.047,3</b>	<b>100</b>	<b>40.228,8</b>	<b>12,4</b>	<b>1.538,9</b>	<b>12,6</b>	<b>279,6</b>	<b>85,0</b>

\* Stage 3 provisions include individually assessed loan loss provisions of NOK 83.7 million.

\*\* Gross lending includes loans at both amortised cost and fair value.

## Note K5 - Losses on loans, unused credit and guarantees

### Loss costs

	Q1 2024	Q1 2023	Full year 2023
Change in model-based provisions, Stage 1	0,6	-0,3	1,1
Change in model-based provisions, Stage 2	0,1	-0,3	-2,7
Change in model-based provisions, Stage 3	0,3	0,4	0,4
Increase in existing individual loan loss provisions	2,6	2,6	8,0
New individual loan loss provisions	1,9	3,2	9,3
Established losses covered by previous individual loan loss provisions	1,3	2,0	14,3
Reversals of previous individual loan loss provisions	-4,3	-4,2	-19,5
Established losses not covered by previous individual loan loss provisions	1,6	-0,7	1,7
Recovery of previously identified losses	-1,3	-1,2	-6,2
Amortisation costs for the period	0,0	0,0	0,2
<b>Losses on loans, unused credit and guarantees</b>	<b>2,8</b>	<b>1,7</b>	<b>6,7</b>
- of which losses on lending to retail customers of the parent bank and mortgage credit company	0,7	-0,3	-3,8
- of which losses on lending to business customers	0,0	0,4	2,2
- of which losses on lending AS Financiering	2,0	1,6	8,0
- of which losses on unused credit and guarantees	0,1	-0,1	0,2

### Changes in loan loss provisions

Group – 31.03.2024	Expected credit loss cted credit loss cted credit loss			Total
	Stage 1	Stage 2	Stage 3	
<b>Opening balance at 01.01.24</b>	<b>12,4</b>	<b>12,6</b>	<b>85,0</b>	<b>109,9</b>
Transferred to Stage 1	2,4	-2,2	-0,2	0,0
Transferred to Stage 2	-0,5	0,9	-0,5	0,0
Transferred to Stage 3	0,0	-1,0	1,0	0,0
Net change	-2,3	3,5	2,2	3,3
New losses	3,0	0,1	0,0	3,1
Deducted losses	-1,9	-1,2	-2,1	-5,2
Change in risk model/parameters	0,0	0,0	0,0	0,0
<b>Closing balance at 31.03.24</b>	<b>13,0</b>	<b>12,6</b>	<b>85,5</b>	<b>111,1</b>
- of which loan loss provisions for lending to retail customers of the parent bank and mortgage credit company	6,4	5,1	3,6	15,1
- of which loan loss provisions for lending to business customers	2,7	2,2	1,6	6,5
- of which loan loss provisions on lending AS Financiering	3,0	4,8	79,9	87,8
- of which loan loss provisions for unused credit and guarantees	0,9	0,5	0,3	1,7
Model-based loan loss provisions	13,0	12,6	1,6	27,2
Individual loan loss provisions	0,0	0,0	83,9	83,9

## Note K5 - Losses on loans, unused credit and guarantees (cont.)

Group – 31.03.2023	Expected credit loss cted credit loss cted credit loss			Total
	Stage 1	Stage 2	Stage 3	
<b>Opening balance at 01.01.23</b>	<b>11,2</b>	<b>15,3</b>	<b>86,7</b>	<b>113,2</b>
Transferred to Stage 1	2,8	-2,8	-0,1	0,0
Transferred to Stage 2	-0,4	0,7	-0,3	0,0
Transferred to Stage 3	-0,1	-1,1	1,2	0,0
Net change	-3,3	4,3	2,4	3,3
New losses	2,6	0,5	0,0	3,1
Deducted losses	-1,9	-1,9	-1,1	-4,9
Change in risk model/parameters	0,0	0,0	0,0	0,0
<b>Opening balance as at 31.03.23</b>	<b>11,0</b>	<b>15,0</b>	<b>88,7</b>	<b>114,7</b>
- of which loan loss provisions for lending to retail customers of the parent bank and mortgage credit company	5,9	8,5	3,7	18,1
- of which loan loss provisions for lending to business customers	1,4	1,9	1,5	4,8
- of which loan loss provisions on lending AS Financiering	3,0	4,3	83,2	90,5
- of which loan loss provisions for unused credit and guarantees	0,7	0,3	0,3	1,3
Model-based loan loss provisions	11,0	15,0	1,3	27,3
Individual loan loss provisions	0,0	0,0	87,4	87,4

Group – 31.12.2023	Expected credit loss cted credit loss cted credit loss			Total
	Stage 1	Stage 2	Stage 3	
<b>Opening balance at 01.01.23</b>	<b>11,2</b>	<b>15,3</b>	<b>86,7</b>	<b>113,2</b>
Transferred to Stage 1	3,7	-3,3	-0,3	0,0
Transferred to Stage 2	-0,5	1,0	-0,5	0,0
Transferred to Stage 3	-0,2	-2,4	2,5	0,0
Net change	-4,5	2,2	8,7	6,5
New losses	6,5	4,1	1,5	12,1
Deducted losses	-4,5	-4,8	-13,6	-22,8
Change in risk model/parameters	0,6	0,4	0,0	1,0
<b>Closing balance at 31.12.23</b>	<b>12,4</b>	<b>12,6</b>	<b>85,0</b>	<b>109,9</b>
- of which loan loss provisions for lending to retail customers of the parent bank and mortgage credit company	6,0	4,9	3,7	14,6
- of which loan loss provisions for lending to business customers	2,5	2,4	1,5	6,5
- of which loan loss provisions on lending AS Financiering	3,2	4,7	79,5	87,4
- of which loan loss provisions for unused credit and guarantees	0,7	0,5	0,3	1,5
Model-based loan loss provisions	12,4	12,6	1,3	26,2
Individual loan loss provisions	0,0	0,0	83,7	83,7

### Change in gross lending, broken down by stage

The table below does not include fixed-rate loans at fair value.

Group – 31.03.2024	Stage 1			Total
	Stage 1	Stage 2	Stage 3	
<b>Opening balance at 01.01.24</b>	<b>35.971,5</b>	<b>1.490,7</b>	<b>277,2</b>	<b>37.739,4</b>
Transferred to Stage 1	329,5	-325,0	-4,5	0,0
Transferred to Stage 2	-403,8	441,0	-37,1	0,0
Transferred to Stage 3	-11,5	-52,5	64,0	0,0
Net change	109,6	56,5	-12,3	153,8
New loans	9.379,5	6,8	0,0	9.386,3
Deducted lending	-8.637,0	-239,7	-10,2	-8.886,9
<b>Closing balance at 31.03.24</b>	<b>36.737,8</b>	<b>1.377,7</b>	<b>277,1</b>	<b>38.392,6</b>
- of which lending to retail customers of the parent bank and mortgage credit company	30.711,2	835,2	84,2	31.630,5
- of which lending to business customers	3.613,7	258,6	24,4	3.896,6
- of which lending AS Financiering	2.413,0	283,9	168,6	2.865,5
- of which loans with forbearance	0,0	217,9	28,6	246,5

## Note K5 - Losses on loans, unused credit and guarantees (cont.)

Group – 31.03.2023	Stage 1	Stage 2	Stage 3	Total
<b>Opening balance at 01.01.23</b>	<b>35.129,5</b>	<b>1.272,1</b>	<b>215,0</b>	<b>36.616,5</b>
Transferred to Stage 1	289,5	-287,9	-1,6	0,0
Transferred to Stage 2	-349,2	363,1	-13,8	0,0
Transferred to Stage 3	-18,7	-40,8	59,5	0,0
Net change	87,5	-0,4	-14,3	72,9
New loans	7.754,4	80,6	4,0	7.839,1
Deducted lending	-7.795,9	-174,2	-5,9	-7.976,1
<b>Opening balance as at 31.03.23</b>	<b>35.097,0</b>	<b>1.212,4</b>	<b>243,0</b>	<b>36.552,4</b>
- of which lending to retail customers of the parent bank and mortgage credit company	29.645,6	862,6	56,2	30.564,4
- of which lending to business customers	3.253,5	105,8	12,7	3.372,1
- of which lending AS Financiering	2.197,9	244,0	174,0	2.615,9
- of which loans with forbearance	0,0	266,0	33,5	299,6

Group – 31.12.2023	Stage 1	Stage 2	Stage 3	Total
<b>Opening balance at 01.01.23</b>	<b>35.129,5</b>	<b>1.272,1</b>	<b>215,0</b>	<b>36.616,5</b>
Transferred to Stage 1	361,5	-355,3	-6,2	0,0
Transferred to Stage 2	-654,2	678,4	-24,2	0,0
Transferred to Stage 3	-59,0	-83,5	142,5	0,0
Net change	-247,9	-92,5	-34,4	-374,8
New loans	18.909,4	546,6	22,1	19.478,1
Deducted lending	-17.467,8	-475,1	-37,5	-17.980,4
<b>Closing balance at 31.12.23</b>	<b>35.971,5</b>	<b>1.490,7</b>	<b>277,2</b>	<b>37.739,4</b>
- of which lending to retail customers of the parent bank and mortgage credit company	30.008,5	946,7	79,6	31.034,8
- of which lending to business customers	3.569,0	259,3	29,3	3.857,6
- of which lending AS Financiering	2.394,0	284,7	168,3	2.847,0
- of which loans with forbearance	0,0	222,3	41,2	263,5

### Model-based expected credit loss

At the end of Q1 2024, the economic outlook is generally considered not to have changed compared with what was assumed when the annual financial statements for 2023 were published.

The probability weighting of the macro scenarios used to calculate the model-based expected credit loss remained unchanged at the end of Q1 2024 compared with what was used in the preparation of the annual financial statements for 2023. The factors for the different scenarios, which express the amount of expected credit loss in the optimistic and pessimistic scenarios compared with expected credit loss in the expected scenario, remained unchanged at the end of Q1 2024 compared with what was used in the preparation of the annual financial statements for 2023.

The table below shows the expected credit loss in the different scenarios and the probability weights. Individually assessed loan loss provisions remain unchanged in the various scenarios.

31.03.2024 – Group	Probability weight	Stage 1	Stage 2	Stage 3	Total
Optimistic scenario	0 %	7,0	7,0	84,8	98,8
Expected scenario	70 %	8,8	8,8	85,0	102,6
Pessimistic scenario	30 %	22,8	21,7	86,5	131,0
<b>Loan loss provisions (probability-weighted)</b>	<b>100 %</b>	<b>13,0</b>	<b>12,6</b>	<b>85,5</b>	<b>111,1</b>

## Note K6 - Non-performing commitments, customers

	31.03.2024	31.03.2023	31.12.2023
<b>Payments over 90 days past due</b>			
Business	22,8	7,0	10,9
+ Retail	13,5	13,4	13,6
+ AS Financiering	147,0	153,4	146,5
= Gross payment defaults	183,2	173,9	171,0
- Loan loss provisions	84,2	87,7	84,0
= <b>Net payment defaults</b>	<b>99,1</b>	<b>86,2</b>	<b>87,0</b>
 <b>Other non-performing commitments</b>			
Business	2,3	6,2	19,5
+ Retail	70,7	42,8	67,3
+ AS Financiering	21,5	20,5	21,7
= Gross other non-performing commitments	94,6	69,6	108,5
- Loan loss provisions	1,3	1,0	1,0
= <b>Net other non-performing commitments</b>	<b>93,3</b>	<b>68,6</b>	<b>107,5</b>
 <b>Non-performing commitments</b>			
Business	25,1	13,2	30,4
+ Retail	84,2	56,2	80,9
+ AS Financiering	168,6	174,0	168,3
= Gross non-performing commitments	277,8	243,4	279,6
- Loan loss provisions	85,5	88,7	85,0
= <b>Net non-performing commitments</b>	<b>192,4</b>	<b>154,8</b>	<b>194,6</b>

## Note K7 Net interest income

	Q1 2024	Q1 2023	Full year 2023
Interest income from loans to and receivables from financial institutions	3,3	3,5	15,7
Interest income from loans to customers	581,4	423,6	1.950,8
Interest income from certificates and bonds	74,1	58,1	273,9
Other interest income	0,8	0,5	4,5
<b>Total interest income</b>	<b>659,6</b>	<b>485,7</b>	<b>2.244,9</b>
Interest costs on liabilities to financial institutions	2,0	2,7	9,3
Interest on deposits from customers	115,9	59,6	312,5
Interest on securities issued	286,2	205,7	993,7
Interest on senior subordinated bonds	21,2	9,7	59,0
Interest on subordinated loan capital	7,1	5,4	25,4
Other interest costs	3,3	4,1	16,3
Total interest costs	435,6	287,1	1.416,1
<b>Net interest income</b>	<b>224,0</b>	<b>198,6</b>	<b>828,8</b>

## Note K8 - Net changes in value and gains/losses on financial instruments

	Q1 2024	Q1 2023	Full year 2023
Net changes in value and gains/losses on certificates and bonds	-4,4	-6,4	-1,9
Net value change and gains/losses on shares	-16,7	14,4	7,3
Net changes in value and gains/losses on fixed-interest loans	-2,0	0,3	1,3
Net changes in value and gains/losses on other financial instruments	7,8	-6,7	-10,0
<b>Net value change and gains/losses on financial instruments</b>	<b>-15,3</b>	<b>1,5</b>	<b>-3,3</b>

## Note K9 - Operating costs

	Q1 2024	Q1 2023	Full year 2023
Payroll costs incl. AGA and financial activity tax	45,2	42,6	171,0
Pension costs	4,0	3,852	15,0
Other personnel-related costs	2,3	2,5	8,7
IT costs	18,4	12,8	50,7
Other administrative costs	5,1	5,1	16,9
Depreciation/impairment of tangible and intangible assets	6,9	7,0	29,0
Operating costs, properties and premises	2,819	3,2	10,7
Wealth tax	2,8	2,6	10,9
Other operating costs	9,3	9,4	33,1
<b>Total operating costs</b>	<b>96,9</b>	<b>89,1</b>	<b>345,9</b>

## Note K10 - Classification of financial instruments

31.03.2024	Fair value through profit and loss		Measured at amortised cost*	Total
	Mandatory	Designated		
Cash and receivables from central banks	0,0	0,0	786,4	786,4
Net loans to and receivables from financial institutions	0,0	0,0	95,9	95,9
Net lending to customers	0,0	254,3	38.283,2	38.537,5
Certificates and bonds	6.224,1	0,0	0,0	6.224,1
Financial derivatives**	34,0	0,0	0,0	34,0
Shares and units	800,8	0,0	0,0	800,8
<b>Total financial assets</b>	<b>7.058,8</b>	<b>254,3</b>	<b>39.165,5</b>	<b>46.478,5</b>
Liabilities to financial institutions	0,0	0,0	222,9	222,9
Customer deposits	0,0	0,0	15.974,1	15.974,1
Securities issued	0,0	0,0	22.822,8	22.822,8
Financial derivatives**	169,5	0,0	0,0	169,5
Lease liabilities	0,0	0,0	41,2	41,2
Senior subordinated bonds	0,0	0,0	1.512,2	1.512,2
Subordinated loan capital	0,0	0,0	402,3	402,3
<b>Total financial liabilities</b>	<b>169,5</b>	<b>0,0</b>	<b>40.975,6</b>	<b>41.145,1</b>

\* Includes hedged liabilities

\*\* Includes derivatives for which hedge accounting is used

31.03.2023	Fair value through profit and loss		Measured at amortised cost*	Total
	Mandatory	Designated		
Cash and receivables from central banks	0,0	0,0	594,8	594,8
Net loans to and receivables from financial institutions	0,0	0,0	36,0	36,0
Net lending to customers	0,0	249,0	36.439,0	36.688,0
Certificates and bonds	6.017,8	0,0	0,0	6.017,8
Financial derivatives**	48,7	0,0	0,0	48,7
Shares and units	810,4	0,0	0,0	810,4
<b>Total financial assets</b>	<b>6.876,8</b>	<b>249,0</b>	<b>37.069,7</b>	<b>44.195,6</b>
Liabilities to financial institutions	0,0	0,0	277,3	277,3
Customer deposits	0,0	0,0	15.159,7	15.159,7
Securities issued	0,0	0,0	22.324,9	22.324,9
Financial derivatives**	138,4	0,0	0,0	138,4
Lease liabilities	0,0	0,0	45,8	45,8
Senior subordinated bonds	0,0	0,0	896,1	896,1
Subordinated loan capital	0,0	0,0	400,8	400,8
<b>Total financial liabilities</b>	<b>138,4</b>	<b>0,0</b>	<b>39.104,6</b>	<b>39.243,0</b>

\* Includes hedged liabilities

\*\* Includes derivatives for which hedge accounting is used

## Note K10 - Classification of financial instruments (cont.)

31.12.2023	Fair value through profit and loss		Measured at amortised cost*	Total
	Mandatory	Designated		
Cash and receivables from central banks	0,0	0,0	417,3	417,3
Net loans to and receivables from financial institutions	0,0	0,0	16,5	16,5
Net lending to customers	0,0	246,1	37.631,0	37.877,1
Certificates and bonds	5.914,0	0,0	0,0	5.914,0
Financial derivatives**	67,6	0,0	0,0	67,6
Shares and units	809,6	0,0	0,0	809,6
<b>Total financial assets</b>	<b>6.791,2</b>	<b>246,1</b>	<b>38.064,8</b>	<b>45.102,1</b>
Liabilities to financial institutions	0,0	0,0	219,6	219,6
Customer deposits	0,0	0,0	15.860,8	15.860,8
Securities issued	0,0	0,0	21.658,5	21.658,5
Financial derivatives**	147,4	0,0	0,0	147,4
Lease liabilities	0,0	0,0	41,5	41,5
Senior subordinated bonds	0,0	0,0	1.508,2	1.508,2
Subordinated loan capital	0,0	0,0	402,4	402,4
<b>Total financial liabilities</b>	<b>147,4</b>	<b>0,0</b>	<b>39.690,9</b>	<b>39.838,3</b>

\* Includes hedged liabilities

\*\* Includes derivatives for which hedge accounting is used

## Note K11 - Financial instruments at fair value

The bank classifies fair value measurements using a hierarchy involving the following levels:

Level 1: Observable market prices in active markets.

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

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

Please see Note 25 in the Annual Report for 2023 for further details of individual accounting items.

31.03.2024	Level 1	Level 2	Level 3	Total
<b>Fair value</b>				
Lending to customers	0,0	0,0	254,3	254,3
Certificates and bonds	0,0	6.224,1	0,0	6.224,1
Financial derivatives	0,0	34,0	0,0	34,0
Shares and units	82,2	7,0	711,6	800,8
<b>Total assets at fair value</b>	<b>82,2</b>	<b>6.265,1</b>	<b>965,8</b>	<b>7.313,0</b>
Financial derivatives	0,0	169,5	0,0	169,5
<b>Total liabilities at fair value</b>	<b>0,0</b>	<b>169,5</b>	<b>0,0</b>	<b>169,5</b>

Movements in level 3 for items valued at fair value	Fixed-rate loans	through profit and loss	Total
<b>Balance sheet as at 01.01.24</b>	246,0	731,1	977,1
Net realised gains	0,0	0,0	0,0
Additions	17,0	7,9	24,9
Disposals	6,8	0,0	6,8
Changes in value	-2,0	-27,4	-29,4
Transferred from levels 1 and 2	0,0	0,0	0,0
<b>Balance sheet at end of period</b>	<b>254,3</b>	<b>711,6</b>	<b>965,8</b>

31.03.2023	Level 1	Level 2	Level 3	Total
<b>Fair value</b>				
Lending to customers	0,0	0,0	249,0	249,0
Certificates and bonds	0,0	6.017,8	0,0	6.017,8
Financial derivatives	0,0	48,7	0,0	48,7
Shares and units	66,5	11,5	732,4	810,4
<b>Total assets at fair value</b>	<b>66,5</b>	<b>6.077,9</b>	<b>981,4</b>	<b>7.125,8</b>
Financial derivatives	0,0	138,4	0,0	138,4
<b>Total liabilities at fair value</b>	<b>0,0</b>	<b>138,4</b>	<b>0,0</b>	<b>138,4</b>

Movements in level 3 for items valued at fair value	Fixed-rate loans	through profit and loss	Total
<b>Balance sheet as at 01.01.23</b>	295,5	720,0	1.015,5
Net realised gains	0,0	0,0	0,0
Additions	14,2	0,0	14,2
Disposals	61,0	0,0	61,0
Changes in value	0,3	12,4	12,7
Transferred from levels 1 and 2	0,0	0,0	0,0
<b>Balance sheet at end of period</b>	<b>249,0</b>	<b>732,4</b>	<b>981,4</b>

## Note K11 - Financial instruments at fair value (cont.)

31.12.2023	Level 1	Level 2	Level 3	Total
<b>Fair value</b>				
Lending to customers	0,0	0,0	246,1	246,1
Certificates and bonds	0,0	5.914,0	0,0	5.914,0
Financial derivatives	0,0	67,6	0,0	67,6
Shares and units	74,4	4,1	731,1	809,6
<b>Total assets at fair value</b>	<b>74,4</b>	<b>5.985,8</b>	<b>977,2</b>	<b>7.037,3</b>
Financial derivatives	0,0	147,4	0,0	147,4
<b>Total liabilities at fair value</b>	<b>0,0</b>	<b>147,4</b>	<b>0,0</b>	<b>147,4</b>

	Fixed-rate loans	Shares through profit and loss	Total
<b>Movements in level 3 for items valued at fair value</b>			
<b>Balance sheet as at 01.01.23</b>	295,5	720,0	1.015,5
Net realised gains	0,0	0,0	0,0
Additions	48,5	6,2	54,7
Disposals	99,2	0,0	99,2
Changes in value	1,3	4,9	6,2
Transferred from levels 1 and 2	0,0	0,0	0,0
<b>Balance sheet at end of period</b>	<b>246,1</b>	<b>731,1</b>	<b>977,2</b>

## Note K12 - Securities issued, senior subordinated bonds and subordinated loan capital

Change in securities issued	31.03.2024	Issued	Due/redeemed	Other changes incl. currency	31.12.2023
Ordinary senior bonds, nominal value	4.224,9	300,0	1.198,8	-1,2	5.124,9
Covered bonds, nominal value	18.659,1	2.997,3	857,0	-3,5	16.522,3
Value adjustments	-212,9	0,0	0,0	-80,7	-132,2
Accrued interest	151,6	0,0	0,0	8,2	143,5
<b>Total securities issued</b>	<b>22.822,8</b>	<b>3.297,3</b>	<b>2.055,8</b>	<b>-77,1</b>	<b>21.658,5</b>
Of which: green bonds, nominal value	0,0	0,0	0,0	0,0	0,0

Green bonds are subordinated bond loans issued under a green framework where the monies are used exclusively to finance a portfolio of loans that will contribute to the transition towards lower carbon emissions and climate-resilient development.

Change in securities issued	31.03.2023	Issued	Due/redeemed	Other changes incl. currency	31.12.2022
Ordinary senior bonds, nominal value	5.179,8	0,0	0,0	0,0	5.179,8
Covered bonds, nominal value	17.169,1	1.998,2	1.060,9	-2,9	16.234,7
Value adjustments	-142,1	0,0	0,0	3,9	-146,1
Accrued interest	118,1	0,0	0,0	10,9	107,2
<b>Total securities issued</b>	<b>22.324,9</b>	<b>1.998,2</b>	<b>1.060,9</b>	<b>12,0</b>	<b>21.375,7</b>
Of which: green bonds, nominal value	1.998,2	1.998,2	0,0	0,0	0,0

Change in senior subordinated bonds	31.03.2024	Issued	Due/redeemed	Other changes incl. currency	31.12.2023
Senior subordinated bonds, nominal value	1.493,2	0,0	0,0	0,4	1.492,7
Value adjustments	0,0	0,0	0,0	0,0	0,0
Accrued interest	19,1	0,0	0,0	3,6	15,4
<b>Total senior subordinated bonds</b>	<b>1512,2</b>	<b>0,0</b>	<b>0,0</b>	<b>4,1</b>	<b>1508,2</b>

Change in senior subordinated bonds	31.03.2023	Issued	Due/redeemed	Other changes incl. currency	31.12.2022
Senior subordinated bonds, nominal value	891,8	0,0	0,0	0,4	891,3
Value adjustments	0,0	0,0	0,0	0,0	0,0
Accrued interest	4,3	0,0	0,0	-0,5	4,8
<b>Total senior subordinated bonds</b>	<b>896,1</b>	<b>0,0</b>	<b>0,0</b>	<b>-0,1</b>	<b>896,2</b>

Change in subordinated loan capital	31.03.2024	Issued	Due/redeemed	Other changes incl. currency	31.12.2023
Ordinary subordinated loan capital, nominal value	400,0	0,0	0,0	0,0	400,0
Value adjustments	0,0	0,0	0,0	0,0	0,0
Accrued interest	2,3	0,0	0,0	0,0	2,4
<b>Total subordinated loan capital</b>	<b>402,3</b>	<b>0,0</b>	<b>0,0</b>	<b>0,0</b>	<b>402,4</b>

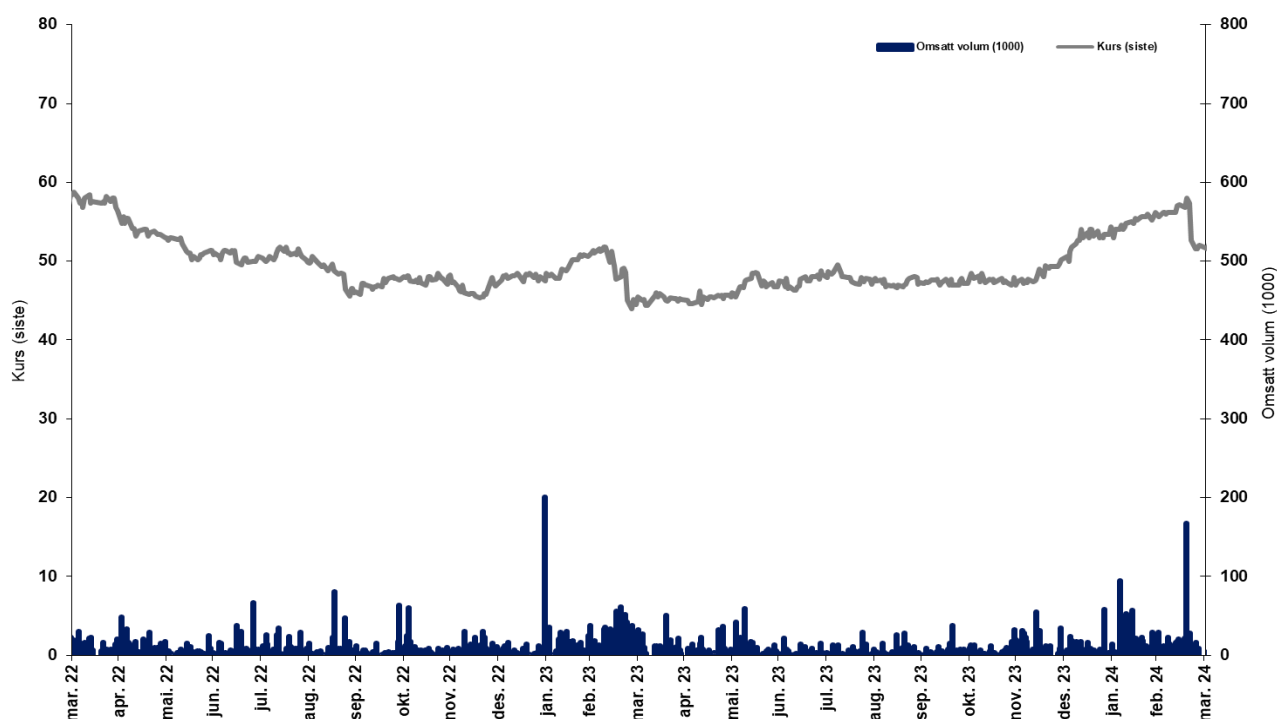
Change in subordinated loan capital	31.03.2023	Issued	Due/redeemed	Other changes incl. currency	31.12.2022
Ordinary subordinated loan capital, nominal value	399,9	0,0	20,0	0,0	419,9
Value adjustments	0,0	0,0	0,0	0,0	0,0
Accrued interest	0,9	0,0	0,0	-0,1	1,0
<b>Total subordinated loan capital</b>	<b>400,8</b>	<b>0,0</b>	<b>20,0</b>	<b>-0,1</b>	<b>420,9</b>

## Note K13 - Equity certificates

### Ownership fraction, parent bank

	01.01.2024	01.01.2023
Equity certificate capital	207,3	207,3
Premium reserve	387,8	387,8
Equalisation fund (excl. dividend)	361,1	364,2
Share of Fund for Unrealised Gains	114,4	113,8
Total numerator (A)	1.070,5	1.073,1
Total equity excl. hybrid capital (dividend provisions for the year excluded)	3.745,0	3.753,8
Total denominator (B)	3.745,0	3.753,8
<b>Ownership fraction (A/B) in per cent*</b>	<b>28,59</b>	<b>28,59</b>

### Sparebanken Øst (SPOG)



### The 20 largest equity certificate holders as at 31.03.2024

Name	Number	%	Name	Number	%
1 MP Pensjon	1.334.485	6,44 %	11 Active Portfolio AS	210.000	1,01 %
2 Directmarketing Invest AS	999.500	4,82 %	12 Intertrade Shipping AS	205.000	0,99 %
3 VPF Eika Egenkapitalbevis	988.314	4,77 %	13 Bergen Kommunale Pensjonskasse	170.000	0,82 %
4 Foretakskonsulenter AS	681.634	3,29 %	14 Profond AS	168.529	0,81 %
5 KLP	641.465	3,09 %	15 Morgan Stanley & Co. Internal	135.215	0,65 %
6 Hansen, Asbjørn Rudolf	450.000	2,17 %	16 Teigen, Anne Kristine	121.025	0,58 %
7 Jag Holding AS	395.897	1,91 %	17 Spesialfondet Borea Utbytte	120.400	0,58 %
8 Wenaasgruppen AS	273.000	1,32 %	18 Hifo Invest AS	108.462	0,52 %
9 BKK Norwegian Public Service Pension Fund	250.000	1,21 %	18 Saturn Invest AS	108.462	0,52 %
10 AS Andersen Eiendomsselskap	230.900	1,11 %	20 Juel, Iver Albert	107.511	0,52 %

## Note K14 Pledged assets and preferential rights

<b>Pledges of security</b>	<b>31.03.2024</b>	<b>31.03.2023</b>	<b>31.12.2023</b>
Bonds, nominal value, pledged as security for borrowing facilities at Norges Bank	1.090,0	1.230,0	1.160,0
<b>Total pledges of security</b>	<b>1.090,0</b>	<b>1.230,0</b>	<b>1.160,0</b>
<b>Preferential rights</b>	<b>31.03.2024</b>	<b>31.03.2023</b>	<b>31.12.2023</b>
Preferential rights in accordance with Section 11-15 of the Norwegian Financial Institutions Act (nominal value)	18.603,0	17.091,0	16.459,0
<b>Total preferential rights</b>	<b>18.603,0</b>	<b>17.091,0</b>	<b>16.459,0</b>

## Changes in key figures – Group

	Q1 2024	Q4 2023	Q3 2023	Q2 2023	Q1 2023
<b>Profitability</b>					
1. Return on equity*	13,37	9,66	9,98	9,59	8,87
2. Net interest income as a % of average total assets	1,95	1,89	1,89	1,81	1,82
3. Profit/loss after income tax as a % of average total assets	1,30	0,99	1,06	0,99	0,90
4. Costs as a % of average total assets	0,85	0,82	0,78	0,68	0,82
5. Costs as a % of income (before losses on loans/guarantees)*	34,34	38,94	36,23	34,64	41,17
6. Costs as a % of income (excl. return on financial investments)*	41,51	41,47	39,35	35,83	41,47
<b>Balance sheet figures</b>					
7. Net lending to customers	38.537,5	37.877,1	37.390,8	37.274,5	36.688,0
8. Lending growth (quarter)	1,74	1,30	0,31	1,60	-0,31
9. Deposits	15.974,1	15.860,8	15.374,1	15.521,7	15.159,7
10. Deposit growth (quarter)	0,71	3,17	-0,95	2,39	-3,82
11. Average equity	4.238,8	4.319,1	4.414,4	4.307,4	4.209,9
12. Average total assets	46.089,4	45.378,7	44.897,6	44.465,3	44.296,2
<b>Loan loss provisions on impaired and non-performing commitments</b>					
13. Losses as a % of net lending to customers (OB)*	0,03	0,03	0,03	0,00	0,02
14. Loan loss provisions as a % of gross lending to customers*	0,29	0,29	0,29	0,29	0,31
15. Net payment defaults exceeding 90 days as a % of net lending	0,26	0,23	0,22	0,23	0,23
16. Other net non-performing commitments (Stage 3) as a % of net lending	0,24	0,28	0,21	0,16	0,19
<b>Solvency</b>					
17. CET1 capital ratio (%)	18,35	18,67	19,10	19,52	20,13
18. Tier 1 capital ratio (%)	20,04	20,40	20,86	21,31	21,96
19. Capital adequacy ratio (%)	21,98	22,37	22,87	23,36	24,05
20. Risk-weighted volume (calculation basis)	20.654,6	20.278,7	19.926,5	19.530,4	19.104,0
21. Leverage ratio (%)	8,62	8,89	8,93	9,13	9,19
<b>Liquidity</b>					
22. Deposit coverage ratio	41,45	41,87	41,12	41,64	41,32
23. LCR (%)	271,83	250,14	344,20	278,99	301,67
24. NSFR (%)	135,02	127,65	130,82	126,07	132,46
<b>Branches and full-time equivalents</b>					
25. No. of branches	29	29	29	29	29
26. FTEs	189	193	193	192	184
<b>Equity certificates</b>					
27. Ownership fraction (parent bank) (%)	28,59	28,59	28,59	28,59	28,59
28. No. of equity certificates	20.731.183	20.731.183	20.731.183	20.731.183	20.731.183
29. Book equity per equity certificate*	59,42	62,88	61,63	60,10	58,68
30. Earnings per equity certificate*	1,94	1,45	1,53	1,42	1,27
31. Dividend per equity certificate	0,00	5,40	0,00	0,00	0,00
32. Turnover rate	21,66	12,42	7,73	13,84	22,99
33. Price	52,00	50,20	47,30	47,50	45,50

\* Defined as alternative performance target

# Definitions of key figures and alternative performance targets

<b>Profitability</b>	
1. Return on equity*	The profit/loss that is attributable to equity certificates and primary capital as a % of average equity adjusted for hybrid capital. The key figure provides relevant information about the Group's profitability by measuring its ability to generate profitability on equity. The return on equity is one of Sparebanken Øst's most important target figures.
2. Net interest income as a % of average total assets	Net interest income as a % of average total assets
3. Profit/loss after income tax as a % of average total assets	Profit/loss after tax as a % of average total assets
4. Costs as a % of average total assets	Payroll, etc., administrative costs, amortisation and other operating costs as a % of average total assets
5. Costs as a % of income (before losses on loans/guarantees)*	Payroll, etc., administrative costs, amortisation and other operating costs as a % of net interest income, dividend, net commission income and value changes and gains/losses on financial instruments and other operating income. The key figure is used to provide information on the ratio between income and costs.
6. Costs as a % of income (excl. return on financial investments)*	Payroll, etc., administrative costs, amortisation and other operating costs as a % of net interest income, net commission income and value changes and gains/losses on financial instruments and other operating income. The key figure is used to provide information about the ratio between income and costs.
<b>Balance sheet figures</b>	
7. Net lending to customers	Gross lending minus loan loss provisions
8. Lending growth (quarter/12 months)	Change in net lending as a % of OB net lending. Quarterly figures show growth in the quarter, while other figures show 12-month growth
9. Deposits	Customer deposits
10. Deposit growth (quarter/12 months)	Change in deposits as a % of OB deposits. Quarterly figures show growth in the quarter, while other figures show 12-month growth.
11. Average equity	(OB equity (adjusted for hybrid capital) less proposed dividends + CB equity (adjusted for hybrid capital) less proposed dividends)/2.
12. Average total assets	Average total assets based on quarterly balance sheet figures
<b>Loan loss provisions on impaired and non-performing commitments</b>	
13. Losses as a % of net lending to customers (OB)*	Losses as a % of OB net loans to customers for the period. The key figure indicates the recognised loss in relation to net lending at the beginning of the accounting period and provides relevant information on the extent of the losses incurred by the Group in relation to its lending volume.
14. Loan loss provisions as a % of gross lending to customers*	Total loan loss provisions, Stages 1, 2 and 3, as a % of gross lending. This key figure provides relevant information about credit risk and is deemed useful additional information besides that stated in the loss notes.
15. Net payment defaults exceeding 90 days as a % of net lending	Net payment defaults exceeding 90 days as a % of net lending. This key figure provides relevant information about credit risk and is judged to be useful additional information to what is stated in the loss notes.
16. Other net non-performing commitments (Stage 3) as a % of net lending	Net other non-performing commitments as a % of net lending. This key figure provides relevant information about credit risk and is judged to be useful additional information to what is stated in the loss notes.
<b>Solvency</b>	
17. CET1 capital ratio (%)	CET1 capital as a % of the risk-weighted volume (basis for calculation)
18. Tier 1 capital ratio (%)	Tier 1 capital as a % of the risk-weighted volume (calculation basis)
19. Capital adequacy ratio (%)	Total subordinated loan capital as a % of the risk-weighted volume (basis for calculation)
20. Risk-weighted volume (calculation basis)	Total credit and counterparty risk, currency risk, operational risk and calculation basis for impaired counterparty credit rating (CVA)
21. Leverage ratio (%)	Tier 1 capital as a percentage of unweighted basis for calculation
<b>Liquidity</b>	
22. Deposit coverage ratio	Deposits as a % of net loans to customers
23. LCR (%)	Liquid assets as a percentage of net payments in a stress scenario lasting 30 days
24. NSFR (%)	Available stable financing as a % of required stable financing
<b>Branches and full-time equivalents</b>	
25. No. of branches	
26. FTEs	
<b>Equity certificates</b>	
27. Ownership fraction (parent bank) (%)	Equity certificate holders' share of total equity adjusted for hybrid capital (less proposed dividends) as a % (Basis at 01.01, time-weighted on issue).
28. No. of equity certificates	Total no. of outstanding equity certificates
29. Book equity per equity certificate*	Equity share capital divided by no. of equity certificates. The calculation includes the year's allocation for dividends. The key figure provides information about the value of the book equity per equity certificate. This allows the reader to assess the reasonableness of the market price in relation to the equity certificate.
30. Earnings per equity certificate*	The equity share capital's share of the profit/loss after tax divided by time-weighted average number of equity certificates during the period.
31. Dividend per equity certificate	Dividend in NOK per equity certificate
32. Turnover rate	Annualised turnover rate (traded as a % of issued)
33. Price	The most recently traded price on the Oslo Stock Exchange at the balance sheet date.
* Defined as alternative performance target	

## Financial performance – Group

(Amounts in NOK million)	Q1 2024	Q4 2023	Q3 2023	Q2 2023	Q1 2023
Interest income	659,6	651,2	595,7	512,3	485,7
Interest costs	435,6	435,4	381,5	312,2	287,1
<b>Net interest income</b>	<b>224,0</b>	<b>215,9</b>	<b>214,1</b>	<b>200,2</b>	<b>198,6</b>
Commission income and income from banking services	20,9	21,6	21,4	20,7	27,2
Commission costs and costs for banking services	11,8	12,2	12,0	11,7	11,6
Dividend	64,0	0,1	0,1	45,7	0,1
Net changes in value and gains/losses on financial instruments	-15,3	14,5	19,1	-38,5	1,5
Other operating income	0,4	0,4	0,6	0,6	0,5
<b>Net other operating income</b>	<b>58,3</b>	<b>24,3</b>	<b>29,2</b>	<b>16,7</b>	<b>17,7</b>
Salaries and other personnel costs	51,5	54,4	53,1	38,3	48,9
Depreciation/impairment of tangible and intangible assets	6,9	7,5	7,1	7,3	7,0
Other operating costs	38,5	31,6	28,0	29,6	33,1
<b>Total operating costs</b>	<b>96,9</b>	<b>93,5</b>	<b>88,2</b>	<b>75,1</b>	<b>89,1</b>
<b>Profit before losses</b>	<b>185,3</b>	<b>146,7</b>	<b>155,2</b>	<b>141,8</b>	<b>127,3</b>
Losses on loans, unused credit and guarantees	2,8	2,7	2,4	-0,2	1,7
<b>Profit/loss before tax</b>	<b>182,5</b>	<b>143,9</b>	<b>152,8</b>	<b>142,0</b>	<b>125,6</b>
Income tax	34,1	31,1	33,2	31,8	27,6
<b>Profit/loss after tax</b>	<b>148,5</b>	<b>112,8</b>	<b>119,5</b>	<b>110,2</b>	<b>98,0</b>
Hybrid capital owners' share of the result	7,6	7,7	8,4	7,2	6,0
Equity certificate holders' and primary capital share of profits	140,9	105,2	111,1	103,0	92,0
<b>Profit/loss after tax</b>	<b>148,5</b>	<b>112,8</b>	<b>119,5</b>	<b>110,2</b>	<b>98,0</b>
Earnings per equity certificate	1,94	1,45	1,53	1,42	1,27
Diluted earnings per equity certificate	1,94	1,45	1,53	1,42	1,27

## Comprehensive income performance – Group

(Amounts in NOK million)	1. kvartal 2024	Q4 2023	Q3 2023	Q2 2023	Q1 2023
<b>Profit/loss after tax</b>	<b>148,5</b>	<b>112,8</b>	<b>119,5</b>	<b>110,2</b>	<b>98,0</b>
<b>Items that will not be reclassified to the income statement</b>					
Actuarial gains and losses on defined-benefit plans	0,0	-20,3	0,0	0,0	0,0
Tax related to items that cannot be reclassified	0,0	5,1	0,0	0,0	0,0
<b>Comprehensive income</b>	<b>148,5</b>	<b>97,6</b>	<b>119,5</b>	<b>110,2</b>	<b>98,0</b>

## Balance sheet performance – Group

(Amounts in NOK millions)

	31.03.2024	31.12.2023	30.09.2023	30.06.2023	31.03.2023
<b>Assets</b>					
Cash and receivables from central banks	786,4	417,3	497,4	437,8	594,8
Loans to and receivables from financial institutions	95,9	16,5	11,1	13,1	36,0
Lending to customers	38.537,5	37.877,1	37.390,8	37.274,5	36.688,0
Certificates and bonds	6.224,1	5.914,0	6.230,4	5.485,3	6.017,8
Financial derivatives	34,0	67,6	46,6	24,6	48,7
Shares and units	800,8	809,6	786,5	777,2	810,4
Intangible assets	31,6	33,0	32,4	33,7	34,6
Investment properties	13,0	13,1	13,1	13,2	13,0
Tangible fixed assets	121,9	122,8	121,8	123,0	120,6
Lease rights	39,9	40,2	40,9	42,1	44,6
Other assets	115,2	67,4	207,8	192,1	105,7
<b>Total assets</b>	<b>46.800,2</b>	<b>45.378,6</b>	<b>45.378,7</b>	<b>44.416,5</b>	<b>44.514,1</b>
<b>Liabilities and equity</b>					
Liabilities to financial institutions	222,9	219,6	249,9	246,7	277,3
Customer deposits	15.974,1	15.860,8	15.374,1	15.521,7	15.159,7
Securities issued	22.822,8	21.658,5	22.110,6	21.420,8	22.324,9
Financial derivatives	169,5	147,4	287,6	240,5	138,4
Other liabilities	820,8	433,8	436,7	449,7	534,5
Pension liabilities	60,2	60,2	52,7	52,7	52,7
Tax payable	105,1	126,7	92,5	55,7	72,2
Deferred tax	4,5	4,5	1,3	1,5	1,5
Provisions, unused credit and guarantees	1,7	1,5	1,3	1,5	1,3
Lease liabilities	41,2	41,5	42,1	43,3	45,8
Senior subordinated bonds	1.512,2	1.508,2	1.504,1	1.199,2	896,1
Subordinated loan capital	402,3	402,4	402,3	400,9	400,8
<b>Total liabilities</b>	<b>42.137,3</b>	<b>40.465,0</b>	<b>40.555,3</b>	<b>39.634,2</b>	<b>39.905,2</b>
Paid-up equity	595,1	595,1	595,1	595,1	595,1
Hybrid capital	353,7	353,7	353,5	423,4	353,0
Retained earnings	3.714,1	3.964,8	3.874,9	3.763,8	3.660,8
<b>Total equity</b>	<b>4.662,9</b>	<b>4.913,6</b>	<b>4.823,4</b>	<b>4.782,2</b>	<b>4.608,8</b>
<b>Total liabilities and equity</b>	<b>46.800,2</b>	<b>45.378,6</b>	<b>45.378,7</b>	<b>44.416,5</b>	<b>44.514,1</b>

## Income statement – parent bank

(Amounts in NOK million)	Note	Q1 2024	Q1 2023	Full year 2023
Interest income		378,7	264,2	1.254,4
Interest costs		234,3	135,6	704,7
<b>Net interest income</b>		<b>144,5</b>	<b>128,6</b>	<b>549,7</b>
Commission income and income from banking services		25,4	32,0	112,7
Commission costs and costs for banking services		4,5	4,0	17,1
Dividend		64,0	0,1	160,1
Net changes in value and gains/losses on financial instruments		-14,1	3,9	1,1
Other operating income		1,1	1,1	4,6
<b>Net other operating income</b>		<b>71,9</b>	<b>33,1</b>	<b>261,4</b>
Salaries and other personnel costs		46,6	44,1	176,0
Depreciation/impairment of tangible and intangible assets		6,6	6,6	27,6
Other operating costs		32,0	26,3	96,0
<b>Total operating costs</b>		<b>85,2</b>	<b>77,1</b>	<b>299,6</b>
<b>Profit before losses</b>		<b>131,2</b>	<b>84,6</b>	<b>511,5</b>
Losses on loans, unused credit and guarantees	3	0,2	-0,1	-0,2
<b>Profit/loss before tax</b>		<b>131,0</b>	<b>84,7</b>	<b>511,8</b>
Income tax		22,1	18,1	85,1
<b>Profit/loss after tax</b>		<b>108,8</b>	<b>66,6</b>	<b>426,7</b>
Hybrid capital owners' share of the result		7,6	6,0	29,3
Equity certificate holders' and primary capital share of profits		101,2	60,6	397,4
<b>Profit/loss after tax</b>		<b>108,8</b>	<b>66,6</b>	<b>426,7</b>
Earnings per equity certificate		1,40	0,84	5,48
Diluted earnings per equity certificate		1,40	0,84	5,48

## Comprehensive income – parent bank

(Amounts in NOK millions)	Note	1. kvartal 2024	1. kvartal 2023	Året 2023
<b>Profit/loss after tax</b>		<b>108,8</b>	<b>66,6</b>	<b>426,7</b>
<b>Items that will not be reclassified to the income statement</b>				
Actuarial gains and losses on defined-benefit plans		0,0	0,0	-19,2
Tax related to items that cannot be reclassified		0,0	0,0	4,8
<b>Items that may subsequently be reclassified to the income statement</b>				
Lending at fair value		-0,4	-0,3	-0,4
Tax related to items that can be reclassified		0,1	0,1	0,1
<b>Comprehensive income</b>		<b>108,5</b>	<b>66,4</b>	<b>412,0</b>

## Balance sheet – parent bank

(Amounts in NOK millions)	Note	31.03.2024	31.03.2023	31.12.2023
<b>Assets</b>				
Cash and receivables from central banks		786,4	594,8	417,3
Loans to and receivables from financial institutions		3.322,2	2.749,9	3.041,7
Lending to customers	4	15.954,6	15.538,9	17.051,1
Certificates and bonds	4	5.912,2	5.736,9	5.601,9
Financial derivatives	4	34,0	27,7	67,6
Shares and units	4	800,8	810,4	809,6
Ownership interests in Group companies		1.800,0	1.800,0	1.800,0
Intangible assets		21,8	23,0	22,3
Tangible fixed assets		72,8	71,5	73,7
Lease rights		73,1	75,7	73,0
Deferred tax asset		10,2	11,8	10,1
Other assets		108,8	100,9	64,7
<b>Total assets</b>		<b>28.896,7</b>	<b>27.541,6</b>	<b>29.032,9</b>
<b>Liabilities and equity</b>				
Liabilities to financial institutions		1.464,7	906,7	858,2
Customer deposits		16.020,7	15.226,9	15.909,1
Securities issued	5	4.157,1	5.104,2	5.115,2
Financial derivatives	4	106,4	117,0	97,7
Other liabilities		816,1	534,8	427,6
Pension liabilities		57,8	51,1	57,8
Tax payable		83,0	58,1	90,0
Loss provisions, unused credit and guarantees		1,1	0,7	1,0
Lease liabilities		75,7	77,9	75,5
Senior subordinated bonds	5	1.512,2	896,1	1.508,2
Subordinated loan capital	5	402,3	400,8	402,4
<b>Total liabilities</b>		<b>24.697,2</b>	<b>23.374,4</b>	<b>24.542,7</b>
Paid-up equity		595,1	595,1	595,1
Hybrid capital		353,7	353,0	353,7
Retained earnings		3.250,8	3.219,1	3.541,4
<b>Total equity</b>		<b>4.199,6</b>	<b>4.167,2</b>	<b>4.490,2</b>
<b>Total liabilities and equity</b>		<b>28.896,7</b>	<b>27.541,6</b>	<b>29.032,9</b>

## Changes in equity - parent bank

(Amounts in NOK millions)	Paid-up equity		Hybrid capital			Retained earnings				
	Total equity	Equity certificates	Share premium	Additional reserve	Tier 1 capital	Equalisation fund	Primary capital	Endowment fund	Fund for	Value change
									unrealised gains	income as reclass.
<b>31.03.2024</b>										
<b>Equity at 31.12.2023</b>	<b>4.490,2</b>	<b>207,3</b>	<b>387,8</b>	<b>353,7</b>	<b>473,0</b>	<b>2.630,3</b>	<b>38,1</b>	<b>399,7</b>	<b>0,4</b>	<b>0,0</b>
Ordinary profit	108,8	0,0	0,0	7,6	0,0	0,0	0,0	0,0	0,0	101,2
Change in lending at fair value through comprehensive income	-0,3	0,0	0,0	0,0	0,0	0,0	0,0	0,0	0,0	0,0
<b>Comprehensive income</b>	<b>108,5</b>	<b>0,0</b>	<b>0,0</b>	<b>7,6</b>	<b>0,0</b>	<b>0,0</b>	<b>0,0</b>	<b>0,0</b>	<b>-0,3</b>	<b>101,2</b>
Dividend to equity certificate holders 2023 – adopted	-111,9	0,0	0,0	0,0	-111,9	0,0	0,0	0,0	0,0	0,0
Grants for good causes 2023 – adopted	-279,6	0,0	0,0	0,0	0,0	-279,6	0,0	0,0	0,0	0,0
Interest paid on hybrid capital	-7,7	0,0	0,0	-7,7	0,0	0,0	0,0	0,0	0,0	0,0
<b>Equity at 31.03.2024</b>	<b>4.199,6</b>	<b>207,3</b>	<b>387,8</b>	<b>353,7</b>	<b>361,1</b>	<b>2.350,7</b>	<b>38,1</b>	<b>399,7</b>	<b>0,1</b>	<b>101,2</b>

(Amounts in NOK millions)	Paid-up equity		Hybrid capital			Retained earnings				
	Total equity	Equity certificates	Share premium	Additional reserve	Tier 1 capital	Equalisation fund	Primary capital	Endowment fund	Fund for	Value change
									unrealised gains	income as reclass.
<b>31.03.2023</b>										
<b>Equity at 31.12.2022</b>	<b>4.382,3</b>	<b>207,3</b>	<b>387,8</b>	<b>352,9</b>	<b>443,0</b>	<b>2.555,3</b>	<b>38,1</b>	<b>397,3</b>	<b>0,7</b>	<b>0,0</b>
Ordinary profit	66,6	0,0	0,0	6,0	0,0	0,0	0,0	0,0	0,0	60,6
Change in lending at fair value through comprehensive income	-0,2	0,0	0,0	0,0	0,0	0,0	0,0	0,0	0,0	0,0
<b>Comprehensive income</b>	<b>66,4</b>	<b>0,0</b>	<b>0,0</b>	<b>6,0</b>	<b>0,0</b>	<b>0,0</b>	<b>0,0</b>	<b>0,0</b>	<b>-0,2</b>	<b>60,6</b>
Dividend to equity certificate holders 2022 – adopted	-78,8	0,0	0,0	0,0	-78,8	0,0	0,0	0,0	0,0	0,0
Grants for good causes 2022 – adopted	-196,8	0,0	0,0	0,0	0,0	-196,8	0,0	0,0	0,0	0,0
Interest paid on hybrid capital	-5,9	0,0	0,0	-5,9	0,0	0,0	0,0	0,0	0,0	0,0
<b>Equity at 31.03.2023</b>	<b>4.167,2</b>	<b>207,3</b>	<b>387,8</b>	<b>353,0</b>	<b>364,2</b>	<b>2.358,5</b>	<b>38,1</b>	<b>397,3</b>	<b>0,5</b>	<b>60,6</b>

(Amounts in NOK millions)	Paid-up equity		Hybrid capital			Retained earnings				
	Total equity	Equity certificates	Share premium	Additional reserve	Tier 1 capital	Equalisation fund	Primary capital	Endowment fund	Fund for	Value change
									unrealised gains	income as reclass.
<b>31.12.2023</b>										
<b>Equity at 31.12.2022</b>	<b>4.382,3</b>	<b>207,3</b>	<b>387,8</b>	<b>352,9</b>	<b>443,0</b>	<b>2.555,3</b>	<b>38,1</b>	<b>397,3</b>	<b>0,7</b>	<b>0,0</b>
Ordinary profit	426,7	0,0	0,0	29,3	112,9	282,1	0,0	2,4	0,0	0,0
Change in lending at fair value through comprehensive income	-0,3	0,0	0,0	0,0	0,0	0,0	0,0	0,0	-0,3	0,0
Actuarial gains and losses on defined-benefit plans	-14,4	0,0	0,0	0,0	-4,1	-10,3	0,0	0,0	0,0	0,0
<b>Comprehensive income</b>	<b>412,0</b>	<b>0,0</b>	<b>0,0</b>	<b>29,3</b>	<b>108,8</b>	<b>271,8</b>	<b>0,0</b>	<b>2,4</b>	<b>-0,3</b>	<b>0,0</b>
Dividend to equity certificate holders 2022 – adopted	-78,8	0,0	0,0	0,0	-78,8	0,0	0,0	0,0	0,0	0,0
Grants for good causes 2022 – adopted	-196,8	0,0	0,0	0,0	0,0	-196,8	0,0	0,0	0,0	0,0
Interest paid on hybrid capital	-27,8	0,0	0,0	-27,8	0,0	0,0	0,0	0,0	0,0	0,0
Issue of new hybrid capital	200,0	0,0	0,0	200,0	0,0	0,0	0,0	0,0	0,0	0,0
Hybrid capital redemption	-200,7	0,0	0,0	-200,7	0,0	0,0	0,0	0,0	0,0	0,0
<b>Equity at 31.12.2023</b>	<b>4.490,2</b>	<b>207,3</b>	<b>387,8</b>	<b>353,7</b>	<b>473,0</b>	<b>2.630,3</b>	<b>38,1</b>	<b>399,7</b>	<b>0,4</b>	<b>0,0</b>

## Cash flow statement – parent bank

	31.03.2024	31.03.2023	31.12.2023	
<b>Operating activities</b>				
Profit/loss before income tax	131,0	84,7	511,8	
Adjusted for:				
Change in net interest income earned and accrued interest costs	100,9	49,2	-4,9	
Net payment/disbursement of loans to financial institutions	-200,0	487,0	176,9	
Net receipts/disbursements of loans to customers	1.098,5	769,9	-725,4	
Change in certificates and bonds	-312,6	-390,5	-245,1	
Value adjustment, shares and units	16,7	-14,4	-19,8	
Net change in financial derivatives (net assets and liabilities)	-7,0	5,6	10,1	
Net change in other assets	-44,1	-9,6	26,6	
Net receipts/disbursement of borrowing from financial institutions	588,5	-97,8	-86,4	
Net receipts/disbursement of deposits from customers	22,2	-651,1	71,6	
Net change in other debt	-6,3	-64,0	-103,8	
Depreciation/write-downs of tangible fixed assets and lease rights	6,6	6,6	27,6	
Write-downs of financial assets	0,1	0,1	-0,5	
Amortisation of financing activities measured at amortised cost	0,5	0,5	1,9	
Net gain/loss from investing activities	-0,1	0,0	-0,1	
Net gain/loss from financing activities	-1,2	0,0	-0,8	
Taxes paid for the period	-29,2	-17,1	-56,5	
<b>Net cash flow from operating activities</b>	<b>A</b>	<b>1.364,5</b>	<b>159,1</b>	<b>-416,9</b>
<b>Investing activities</b>				
Payments on purchases of tangible fixed assets	-0,7	-1,9	-8,6	
Receipts from sale of fixed assets	0,2	0,3	0,5	
Payments on the purchase of intangible assets	-1,2	-3,3	-8,6	
Payments on purchases of financial investments	-7,9	0,0	6,2	
Proceeds from sales of financial investments	0,0	0,0	0,0	
Net payment/disbursement concerning investments in subsidiaries	0,0	0,0	0,0	
<b>Net cash flow from investing activities</b>	<b>B</b>	<b>-9,6</b>	<b>-4,9</b>	<b>-10,5</b>
<b>Financing activities</b>				
Net receipts/disbursements for loans to/from financial institutions	0,0	0,0	-54,5	
Payments on repayment of securities	-1.198,8	20,0	-1.274,2	
Receipts on issuance of securities	300,0	0,0	1.794,7	
Payment of dividend	0,0	0,0	-78,8	
Net payments on repayment of hybrid capital	0,0	0,0	-200,7	
Net receipts on issue of hybrid capital	0,0	0,0	200,0	
Interest paid on hybrid capital	-7,7	-5,9	-27,8	
<b>Net cash flow from financing activities</b>	<b>C</b>	<b>-906,5</b>	<b>-25,9</b>	<b>358,6</b>
<b>Net change in cash and cash equivalents</b>	<b>A+B+C</b>	<b>448,4</b>	<b>128,3</b>	<b>-68,7</b>
Cash and cash equivalents as at 1 Jan		433,8	502,5	502,5
<b>Holdings of cash and cash equivalents at end of period</b>		<b>882,2</b>	<b>630,8</b>	<b>433,8</b>

\*Liquidity reserves include NOK 786.4 million in cash and deposits with central banks and NOK 95.8 million in loans to and deposits with financial institutions which are pure investments.

Additional information on operating activities relating to interest and dividend income	31.03.2024	31.03.2023	31.12.2023
Interest payments received	374,9	262,0	1.226,2
Interest payments made	128,7	88,4	677,9
Dividends received	64,0	0,1	160,1

## Note M1 - Basis for preparation of the financial statements

### Accounting Policies

The interim financial statements for the parent bank have been prepared in accordance with IAS 34 Interim Financial Reporting (IFRS).

A description of the accounting policies applied in the preparation of the financial statements is presented in the Annual Report for 2023. The accounting policies and calculation methods remain largely unchanged from the annual financial statements for 2023.

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

The interim financial statements have not been audited.

### Assessments and use of estimates

The preparation of the accounts requires the management to make estimates and discretionary assessments and to make assumptions which influence the effect of applying the accounting policies and hence the recognised amounts for assets, liabilities, income and expenses. For further details, see the Annual Report for 2023, Note 3 – Assessments and use of estimates.

## Note M2 – Capital adequacy

The parent bank uses the standardised approach to calculate the minimum primary capital adequacy requirement for credit risk. Calculations related to operational risk are performed using the basis method. The capital charge for credit valuation adjustment (CVA) is calculated using the standardised approach. Exposure amounts for derivatives are calculated using the standardised method (SA-CCR).

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

	31.03.2024	31.03.2023	31.12.2023
<b>CET1 capital</b>			
Total equity excluding hybrid capital	3.744,7	3.753,6	4.136,5
<b>Deduction items in CET1 capital</b>			
Approval for acquisition of own equity certificates	-28,3	0,0	-28,3
Additional value adjustments (prudent valuation requirement) (AVA)	-7,9	-9,9	-9,2
Dividends	0,0	0,0	-391,6
Goodwill included in the valuation of significant investments	-246,6	-218,5	-247,6
Intangible assets	-21,8	-23,0	-22,3
CET1 capital instruments in other financial institutions (not significant)	0,0	0,0	0,0
CET1 capital instruments in other financial institutions (significant)	0,0	0,0	0,0
Other deductions from CET1 capital	-64,4	-58,2	-64,4
<b>Total CET1 capital</b>	<b>3.375,7</b>	<b>3.444,0</b>	<b>3.373,2</b>
<b>Other Tier 1 capital</b>			
Hybrid Tier 1 capital	350,0	350,0	350,0
<b>Deductions from other Tier 1 capital</b>			
Other Tier 1 capital instruments in other financial institutions (not significant)	0,0	0,0	0,0
Other Tier 1 capital instruments in other financial institutions (significant)	0,0	0,0	0,0
<b>Total other Tier 1 capital</b>	<b>350,0</b>	<b>350,0</b>	<b>350,0</b>
<b>Total Tier 1 capital</b>	<b>3.725,7</b>	<b>3.794,0</b>	<b>3.723,2</b>
<b>Tier 2 capital</b>			
Subordinated loans	400,0	400,0	400,0
<b>Deductions from Tier 2 capital</b>			
Tier 2 capital instruments in other financial institutions (not significant)	0,0	0,0	0,0
Tier 2 capital instruments in other financial institutions (significant)	0,0	0,0	0,0
<b>Total Tier 2 capital</b>	<b>400,0</b>	<b>400,0</b>	<b>400,0</b>
<b>Net subordinated loan capital</b>	<b>4.125,7</b>	<b>4.194,0</b>	<b>4.123,2</b>

## Note M2 - Capital adequacy (contd.)

	31.03.2024	31.03.2023	31.12.2023
Governments and central banks	0,0	0,0	0,0
Local and regional authorities	0,0	0,0	0,0
Publicly owned companies	0,0	6,0	0,0
Multilateral development banks	0,0	0,0	0,0
Institutions	825,6	683,6	773,2
Companies	107,4	58,9	120,0
Mass market accounts	1.029,0	1.080,0	1.040,9
Accounts secured against property	6.124,3	5.911,2	6.578,1
Accounts due	76,6	28,7	83,6
High-risk commitments	731,3	139,3	597,1
Covered bonds	2.328,4	2.153,5	2.080,7
Shares in securities fund	0,0	0,0	0,0
Equity positions	2.622,9	2.707,2	2.610,4
Other exposures	172,0	177,4	172,6
Securitisation	0,0	0,0	0,0
<b>Calculation basis for credit and counterparty risk</b>	<b>14.017,4</b>	<b>12.945,8</b>	<b>14.056,4</b>
<b>Calculation basis for currency risk</b>	<b>0,0</b>	<b>0,0</b>	<b>0,0</b>
<b>Calculation basis for operational risk</b>	<b>1.016,6</b>	<b>931,0</b>	<b>1.016,6</b>
<b>Calculation basis for impaired counterparty credit valuation adjustment (CVA)</b>	<b>15,0</b>	<b>6,7</b>	<b>11,5</b>
<b>Deductions from calculation basis</b>	<b>0,0</b>	<b>0,0</b>	<b>0,0</b>
<b>Total calculation basis</b>	<b>15.049,1</b>	<b>13.883,4</b>	<b>15.084,5</b>
CET1 capital ratio	22,43 %	24,81 %	22,36 %
Tier 1 capital ratio	24,76 %	27,33 %	24,68 %
Capital adequacy	27,42 %	30,21 %	27,33 %
<b>Buffers</b>			
Capital conservation buffer	376,2	347,1	377,1
Countercyclical buffer	376,2	347,1	377,1
Systemic risk buffer	677,2	416,5	678,8
Buffer for systemically important banks	0,0	0,0	0,0
<b>Total buffer requirements</b>	<b>1.429,7</b>	<b>1.110,7</b>	<b>1.433,0</b>
<b>Available buffer capital</b>	<b>2.698,5</b>	<b>2.819,2</b>	<b>2.694,4</b>
<b>Leverage ratio</b>	<b>7,73 %</b>	<b>8,36 %</b>	<b>8,05 %</b>

## Note M3 - Losses on loans, unused credit and guarantees

### Loss costs

	Q1 2024	Q1 2023	Full year 2023
Change in model-based provisions, Stage 1	0,4	-0,4	1,0
Change in model-based provisions, Stage 2	-0,2	0,4	-1,3
Change in model-based provisions, Stage 3	0,2	0,0	0,0
Increase in existing individual loan loss provisions	0,0	0,0	0,0
New individual loan loss provisions	0,0	0,0	0,0
Established losses covered by previous individual loan loss provisions	0,1	0,0	0,0
Reversals of previous individual loan loss provisions	-0,1	0,0	0,0
Established losses not covered by previous individual loan loss provisions	0,0	0,0	0,1
Recovery of previously identified losses	-0,1	-0,1	-0,2
Amortisation costs for the period	0,0	0,0	0,2
<b>Losses on loans, unused credit and guarantees</b>	<b>0,2</b>	<b>-0,1</b>	<b>-0,2</b>
- of which losses on loans to retail customers	0,1	-0,3	-2,7
- of which losses on lending to business customers	0,1	0,3	2,4
- of which losses on unused credit and guarantees	0,1	-0,1	0,2

### Changes in loan loss provisions

Parent bank - 31.03.2022	Expected credit loss cted credit loss cted credit loss			Total
	Stage 1	Stage 2	Stage 3	
<b>Opening balance at 01.01.24</b>	<b>5,8</b>	<b>5,7</b>	<b>5,5</b>	<b>17,1</b>
Transferred to Stage 1	1,0	-1,0	0,0	0,0
Transferred to Stage 2	-0,2	0,2	0,0	0,0
Transferred to Stage 3	0,0	-0,2	0,2	0,0
Net change	-0,7	1,3	-0,1	0,5
New losses	1,2	0,0	0,0	1,2
Deducted losses	-0,9	-0,5	-0,1	-1,5
Change in risk model/parameters	0,0	0,0	0,0	0,0
<b>Closing balance at 31.03.24</b>	<b>6,2</b>	<b>5,5</b>	<b>5,5</b>	<b>17,3</b>
- of which loan loss provisions for lending to retail customers	3,4	3,0	3,6	10,1
- of which loan loss provisions for lending to business customers	2,8	2,5	1,9	7,2
- of which loan loss provisions for unused credit and guarantees	0,4	0,4	0,3	1,1
Model-based loan loss provisions	6,2	5,5	0,5	12,2
Individual loan loss provisions	0,0	0,0	5,1	5,1

## Note M3 - Losses on loans, unused credit and guarantees (cont.)

Parent bank - 31.03.2023	Expected credit loss cted credit loss cted credit loss			Total
	Stage 1	Stage 2	Stage 3	
<b>Opening balance at 01.01.23</b>	<b>4,9</b>	<b>7,0</b>	<b>5,5</b>	<b>17,4</b>
Transferred to Stage 1	1,1	-1,1	0,0	0,0
Transferred to Stage 2	-0,1	0,1	0,0	0,0
Transferred to Stage 3	0,0	0,0	0,1	0,0
Net change	-1,6	2,7	-0,1	1,0
New losses	1,1	0,1	0,0	1,2
Deducted losses	-0,9	-1,4	0,0	-2,3
Change in risk model/parameters	0,0	0,0	0,0	0,0
<b>Opening balance as at 31.03.23</b>	<b>4,4</b>	<b>7,4</b>	<b>5,5</b>	<b>17,3</b>
- of which loan loss provisions for lending to retail customers	3,2	5,5	3,7	12,4
- of which loan loss provisions for lending to business customers	1,2	2,0	1,8	4,9
- of which loan loss provisions for unused credit and guarantees	0,2	0,1	0,3	0,7
Model-based loan loss provisions	4,4	7,4	0,3	12,2
Individual loan loss provisions	0,0	0,0	5,2	5,2

Parent bank - 31.12.2023	Expected credit loss cted credit loss cted credit loss			Total
	Stage 1	Stage 2	Stage 3	
<b>Opening balance at 01.01.23</b>	<b>4,9</b>	<b>7,0</b>	<b>5,5</b>	<b>17,4</b>
Transferred to Stage 1	1,2	-1,2	0,0	0,0
Transferred to Stage 2	-0,2	0,2	0,0	0,0
Transferred to Stage 3	-0,1	-0,9	0,9	0,0
Net change	-1,7	0,7	-0,9	-1,9
New losses	3,1	2,0	0,0	5,1
Deducted losses	-2,0	-2,6	0,0	-4,6
Change in risk model/parameters	0,6	0,4	0,0	1,0
<b>Closing balance at 31.12.23</b>	<b>5,8</b>	<b>5,7</b>	<b>5,5</b>	<b>17,1</b>
- of which loan loss provisions for lending to retail customers	3,4	3,0	3,7	10,1
- of which loan loss provisions for lending to business customers	2,4	2,7	1,8	7,0
- of which loan loss provisions for unused credit and guarantees	0,3	0,4	0,3	1,0
Model-based loan loss provisions	5,8	5,7	0,3	11,8
Individual loan loss provisions	0,0	0,0	5,2	5,2

### Change in gross lending, broken down by stage

The table below does not include fixed-rate loans at fair value.

Parent bank - 31.03.2022	Stage 1			Total
	Stage 1	Stage 2	Stage 3	
<b>Opening balance at 01.01.24</b>	<b>16.047,6</b>	<b>699,2</b>	<b>74,2</b>	<b>16.821,1</b>
Transferred to Stage 1	154,8	-154,0	-0,8	0,0
Transferred to Stage 2	-174,2	194,0	-19,9	0,0
Transferred to Stage 3	0,0	-17,2	17,2	0,0
Net change	157,0	3,3	-0,3	160,0
New loans	2.941,8	0,0	0,0	2.941,8
Deducted lending	-4.074,9	-130,8	-0,7	-4.206,4
<b>Closing balance at 31.03.24</b>	<b>15.052,1</b>	<b>594,6</b>	<b>69,7</b>	<b>15.716,5</b>
- of which lending to retail customers	11.563,8	346,0	45,3	11.955,1
- of which lending to business customers	3.488,3	248,7	24,4	3.761,4
- of which loans with forbearance	0,0	73,4	18,7	92,1

## Note M3 - Losses on loans, unused credit and guarantees (cont.)

Parent bank - 31.03.2023	Stage 1	Stage 2	Stage 3	Total
<b>Opening balance at 01.01.23</b>	<b>15.465,6</b>	<b>534,3</b>	<b>29,2</b>	<b>16.029,1</b>
Transferred to Stage 1	114,0	-114,0	0,0	0,0
Transferred to Stage 2	-122,9	126,6	-3,8	0,0
Transferred to Stage 3	-6,4	-2,2	8,5	0,0
Net change	82,4	7,1	-2,9	86,7
New loans	2.875,4	8,2	0,2	2.883,7
Deducted lending	-3.597,5	-92,2	-3,1	-3.692,8
<b>Opening balance as at 31.03.23</b>	<b>14.810,6</b>	<b>467,9</b>	<b>28,1</b>	<b>15.306,6</b>
- of which lending to retail customers	11.652,4	371,7	15,3	12.039,4
- of which lending to business customers	3.158,2	96,2	12,7	3.267,2
- of which loans with forbearance	0,0	105,9	12,0	117,9

Parent bank - 31.12.2023	Stage 1	Stage 2	Stage 3	Total
<b>Opening balance at 01.01.23</b>	<b>15.465,6</b>	<b>534,3</b>	<b>29,2</b>	<b>16.029,1</b>
Transferred to Stage 1	105,9	-105,8	-0,1	0,0
Transferred to Stage 2	-312,9	321,1	-8,3	0,0
Transferred to Stage 3	-27,3	-24,1	51,4	0,0
Net change	-147,5	-29,6	-0,1	-177,2
New loans	8.822,4	223,9	8,6	9.054,9
Deducted lending	-7.858,6	-220,6	-6,5	-8.085,7
<b>Closing balance at 31.12.23</b>	<b>16.047,6</b>	<b>699,2</b>	<b>74,2</b>	<b>16.821,1</b>
- of which lending to retail customers	12.599,8	452,2	44,9	13.096,8
- of which lending to business customers	3.447,9	247,0	29,3	3.724,2
- of which loans with forbearance	0,0	70,6	26,9	97,5

### Model-based expected credit loss

At the end of Q1 2024, the economic outlook is generally considered not to have changed compared with what was assumed when the annual financial statements for 2023 were published.

The probability weighting of the macro scenarios used to calculate the model-based expected credit loss remained unchanged at the end of Q1 2024 compared with what was used in the preparation of the annual financial statements for 2023. The factors for the different scenarios, which express the amount of expected credit loss in the optimistic and pessimistic scenarios compared with expected credit loss in the expected scenario, remained unchanged at the end of Q1 2024 compared with what was used in the preparation of the annual financial statements for 2023.

The table below shows the expected credit loss in the different scenarios and the probability weights. Individually assessed loan loss provisions remain unchanged in the various scenarios.

31.03.2023 - Parent bank	Probability weight	Stage 1	Stage 2	Stage 3	Total
Optimistic scenario	0 %	2,9	2,6	5,3	10,8
Expected scenario	70 %	3,6	3,3	5,4	12,2
Pessimistic scenario	30 %	12,4	10,7	6,0	29,0
<b>Loan loss provisions (probability-weighted)</b>	<b>100 %</b>	<b>6,2</b>	<b>5,5</b>	<b>5,5</b>	<b>17,3</b>

## Note M4 - Financial instruments at fair value

The bank classifies fair value measurements using a hierarchy involving the following levels:

Level 1: Observable market prices in active markets.

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

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

Loans at fair value recognised through total comprehensive income are loans identified as transferable to Sparebanken Øst Boligkreditt AS.

Please see Note 25 in the Annual Report for 2023 for further details of individual accounting items.

31.03.2024	Level 1	Level 2	Level 3	Total
<b>Fair value</b>				
Lending to customers	0,0	0,0	1.039,4	1.039,4
Certificates and bonds	0,0	5.912,2	0,0	5.912,2
Financial derivatives	0,0	34,0	0,0	34,0
Shares and units	82,2	7,0	711,6	800,8
<b>Total assets at fair value</b>	<b>82,2</b>	<b>5.953,1</b>	<b>1.750,9</b>	<b>7.786,2</b>
Financial derivatives	0,0	106,4	0,0	106,4
<b>Total liabilities at fair value</b>	<b>0,0</b>	<b>106,4</b>	<b>0,0</b>	<b>106,4</b>

	Fixed-rate loans	Shares through profit and loss	recognised at fair value through comprehensive income	Total
<b>Movements in level 3 for items valued at fair value</b>				
<b>Balance sheet as at 01.01.24</b>	246,0	731,1	2.355,5	3.332,7
Net realised gains	0,0	0,0	0,0	0,0
Additions	17,0	7,9	3.140,1	3.165,0
Disposals	6,8	0,0	4.710,5	4.717,4
Changes in value	-2,0	-27,4	0,0	-29,4
Transferred from levels 1 and 2	0,0	0,0	0,0	0,0
<b>Balance sheet at end of period</b>	<b>254,3</b>	<b>711,6</b>	<b>785,1</b>	<b>1.750,9</b>

31.03.2023	Level 1	Level 2	Level 3	Total
<b>Fair value</b>				
Loans to and receivables from customers*	0,0	0,0	3.195,8	3.195,8
Certificates and bonds	0,0	5.736,9	0,0	5.736,9
Financial derivatives	0,0	27,7	0,0	27,7
Shares and units	66,5	11,5	732,4	810,4
<b>Total assets at fair value</b>	<b>66,5</b>	<b>5.776,1</b>	<b>3.928,2</b>	<b>9.770,8</b>
Financial derivatives	0,0	117,0	0,0	117,0
<b>Total liabilities at fair value</b>	<b>0,0</b>	<b>117,0</b>	<b>0,0</b>	<b>117,0</b>

\* In the parent bank, loans at fair value with a changes in value through comprehensive income are included.

	Fixed-rate loans	Shares through profit and loss	Recognised at fair value through comprehensive income	Total
<b>Movements in level 3 for items valued at fair value</b>				
<b>Balance sheet as at 01.01.23</b>	295,5	720,0	4.609,5	5.625,0
Net realised gains	0,0	0,0	0,0	0,0
Additions	14,2	0,0	2.533,5	2.547,7
Disposals	61,0	0,0	4.196,2	4.257,2
Changes in value	0,3	12,4	0,0	12,7
Transferred from levels 1 and 2	0,0	0,0	0,0	0,0
<b>Balance sheet at end of period</b>	<b>249,0</b>	<b>732,4</b>	<b>2.946,8</b>	<b>3.928,2</b>

## Note M4 - Financial instruments at fair value (cont.)

31.12.2023	Level 1	Level 2	Level 3	Total
<b>Fair value</b>				
Lending to customers	0,0	0,0	2.601,6	2.601,6
Certificates and bonds	0,0	5.601,9	0,0	5.601,9
Financial derivatives	0,0	67,6	0,0	67,6
Shares and units	74,4	4,1	731,1	809,6
<b>Total assets at fair value</b>	<b>74,4</b>	<b>5.673,6</b>	<b>3.332,7</b>	<b>9.080,7</b>
Financial derivatives	0,0	97,7	0,0	97,7
<b>Total liabilities at fair value</b>	<b>0,0</b>	<b>97,7</b>	<b>0,0</b>	<b>97,7</b>

	Fixed-rate loans	Shares through profit and loss	Lending recognised at fair value through	Total
<b>Movements in level 3 for items valued at fair value</b>				
<b>Balance sheet as at 01.01.23</b>	295,5	720,0	4.609,5	5.625,0
Net realised gains	0,0	0,0	0,0	0,0
Additions	48,5	6,2	7.355,6	7.410,4
Disposals	99,2	0,0	9.609,6	9.708,9
Changes in value	1,3	4,9	0,0	6,2
Transferred from levels 1 and 2	0,0	0,0	0,0	0,0
<b>Balance sheet at end of period</b>	<b>246,1</b>	<b>731,1</b>	<b>2.355,5</b>	<b>3.332,7</b>

## Note M5 - Securities issued, senior subordinated bonds and subordinated loan cap

Change in securities issued	31.03.2024	Issued	Due/redeemed	Other changes incl. currency	31.12.2023
Ordinary senior bonds, nominal value	4.224,9	300,0	1.198,8	-1,2	5.124,9
Value adjustments	-139,8	0,0	0,0	-53,7	-86,2
Accrued interest	72,0	0,0	0,0	-4,5	76,5
<b>Total securities issued</b>	<b>4.157,1</b>	<b>300,0</b>	<b>1.198,8</b>	<b>-59,3</b>	<b>5.115,2</b>

Change in securities issued	31.03.2023	Issued	Due/redeemed	Other changes incl. currency	31.12.2022
Ordinary senior bonds, nominal value	5.179,9	0,0	0,0	0,0	5.179,8
Value adjustments	-129,8	0,0	0,0	4,3	-134,1
Accrued interest	54,2	0,0	0,0	-10,8	65,0
<b>Total securities issued</b>	<b>5.104,2</b>	<b>0,0</b>	<b>0,0</b>	<b>-6,5</b>	<b>5.110,7</b>

Change in senior subordinated bonds	31.03.2024	Issued	Due/redeemed	Other changes incl. currency	31.12.2023
Senior subordinated bonds, nominal value	1.493,2	0,0	0,0	0,4	1.492,7
Value adjustments	0,0	0,0	0,0	0,0	0,0
Accrued interest	19,1	0,0	0,0	3,6	15,4
<b>Total senior subordinated bonds</b>	<b>1512,2</b>	<b>0,0</b>	<b>0,0</b>	<b>4,1</b>	<b>1508,2</b>

Change in senior subordinated bonds	31.03.2023	Issued	Due/redeemed	Other changes incl. currency	31.12.2022
Senior subordinated bonds, nominal value	891,8	0,0	0,0	0,4	891,3
Value adjustments	0,0	0,0	0,0	0,0	0,0
Accrued interest	4,3	0,0	0,0	-0,5	4,8
<b>Total senior subordinated bonds</b>	<b>896,1</b>	<b>0,0</b>	<b>0,0</b>	<b>-0,1</b>	<b>896,2</b>

Change in subordinated loan capital	31.03.2024	Issued	Due/redeemed	Other changes incl. currency	31.12.2023
Ordinary subordinated loan capital, nominal value	400,0	0,0	0,0	0,0	400,0
Value adjustments	0,0	0,0	0,0	0,0	0,0
Accrued interest	2,3	0,0	0,0	0,0	2,4
<b>Total subordinated loan capital</b>	<b>402,3</b>	<b>0,0</b>	<b>0,0</b>	<b>0,0</b>	<b>402,4</b>

Change in subordinated loan capital	31.03.2023	Issued	Due/redeemed	Other changes incl. currency	31.12.2022
Ordinary subordinated loan capital, nominal value	400,0	0,0	20,0	0,0	419,9
Value adjustments	0,0	0,0	0,0	0,0	0,0
Accrued interest	0,9	0,0	0,0	-0,1	1,0
<b>Total subordinated loan capital</b>	<b>400,8</b>	<b>0,0</b>	<b>20,0</b>	<b>-0,1</b>	<b>420,9</b>

## Note M6 Transactions with Group companies

The items below show recognised transactions and balances that the parent company has with subsidiaries.

Sparebanken Øst sells mortgages to Sparebanken Øst Boligkreditt AS to replenish the cover pool in the mortgage company. This is either to increase the cover pool in connection with the issuance of new covered bonds or to compensate for mortgages that have been moved to other banks or back to the parent bank. So far this year, Sparebanken Øst Boligkreditt AS has purchased mortgages from Sparebanken Øst worth NOK 2,841 million net. The corresponding value for the same period last year was NOK 2,086 million. In 2023, the net mortgage purchased from Sparebanken Øst was NOK 5,489 million. The parent bank sees no significant accounting gains or losses from selling mortgages to Sparebanken Øst Boligkreditt AS.

The parent bank has issued a revolving credit facility vis-à-vis Sparebanken Øst Boligkreditt AS which guarantees timely payment of outstanding covered bonds that expire during the next 12 months, including the coupon rate, principal and derivative contracts entered into for the purpose of hedging outstanding covered bonds. In addition to the revolving credit facility, Sparebanken Øst Boligkreditt AS has a NOK 3.0 billion credit line from the parent bank.

	31.03.2024	31.03.2023	31.12.2023
<b>Profit/loss</b>			
<b>Interest income and similar income</b>			
Interest income from subsidiaries	44,9	28,7	141,6
Interest certificates and covered bonds from subsidiaries	0,0	0,0	0,0
<b>Interest costs and similar costs</b>			
Interest and commission to subsidiaries	15,1	2,7	24,8
<b>Dividend/group contribution receipts</b>			
Dividends/group contributions from subsidiaries	0,0	0,0	114,2
<b>Commission income and income from banking services</b>			
Other operating income from subsidiaries	7,8	7,9	31,9
<b>Other operating income</b>			
Rent from subsidiaries	0,6	0,5	2,3
<b>Other operating costs</b>			
Rent to subsidiaries	1,1	1,0	4,1
Other costs to subsidiaries	0,3	0,3	0,9
<b>Balance sheet</b>			
<b>Loans to and receivables from financial institutions</b>			
Loans to subsidiaries	3.226,3	2.707,1	3.025,2
<b>Lending to customers</b>			
Loans to subsidiaries	7,3	27,4	7,3
<b>Certificates and bonds</b>			
Investment in covered bonds in subsidiaries	0,0	0,0	0,0
<b>Liabilities to financial institutions</b>			
Deposits from subsidiaries	1.241,8	629,5	638,6
<b>Customer deposits</b>			
Deposits from subsidiaries	47,3	68,5	47,9
<b>Other liabilities</b>			
Other receivables from and liabilities to subsidiaries	30,6	23,9	13,0