

PRESS RELEASE

SPAREBANK 1 NORD-NORGE

SpareBank 1 Nord-Norge earns NOK 402 million in the first 9 months of 2004

SpareBank 1 Nord-Norge today presents its interim accounts for the first 9 months of the year. The Group's operating result, before tax, but after credit losses, totalled NOK 402 million, up from NOK 214 million for the corresponding interim period last year, an improvement of NOK 188 million or 88 per cent. The good result is attributable to enhanced revenue production for the sale of banking products and services, a positive development of overall costs, coupled with lower credit losses than 12 months ago. The operating result for the first 9 months of 2004 produced a 15.53 per cent after-tax return on equity capital and NOK 22.74 earnings per Primary Capital Certificate (PCC), recalculated on an annual basis.

As at 30.9.2004, Group assets stood at NOK 42,419 million, up by NOK 2,294 million or 5.7 per cent on the comparable interim period last year.

Group loans to customers (gross) totalled NOK 38,255 million at the end of the quarter currently under review, up by NOK 1,955 million or 5.4 per cent on the corresponding interim period last year. Retail banking loans expanded by 13.6 per cent, whereas the corporate and public sectors shrank by 5.5 per cent.

The main Board of Directors is very pleased with the result for the first 9 months of 2004. The improvement within many areas shows that the various measures which were implemented in 2003, aimed at boosting further levels of overall quality and operational effectiveness, have produced good results. Every effort will continue to be made in order to reduce the credit risk applicable to certain commercial and industrial areas, and to improve earnings from risk-free areas.

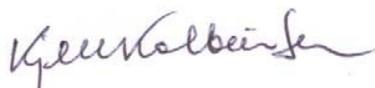
Against the background of the Bank's overall performance during the first 9 months of 2004, the main Board of Directors expects results to develop in a satisfactory manner for the remainder of the year.

More details relating to the Group's various operational areas can be found in the attached financial information.

Any questions in this connection should be directed to Hans Olav Karde, Chief Executive Officer, telephone number: 77 62 24 01, or Oddmund Aasen, Deputy Chief Executive Officer, telephone number: 77 62 20 94.

Tromsø, 27 October 2004

For and on behalf of **Sparebanken Nord-Norge**



Kjell Kolbeinsen

Senior Vice President, Head of Information and Public Relations Department

SPAREBANKEN NORD-NORGE
Third quarter report 2004 – The Group

Main features (amounts and percentages in brackets refer to same period in 2003):

- **Strong improvement in overall result**
 - **Pre-tax operating result for the first 9 months of the year totalled NOK 402 million (NOK 214 million).**
 - **After-tax return on equity capital amounted to 15.53 per cent (9.62%).**
 - **Earnings per Primary Capital Certificate (PCC) totalled NOK 22.74 (NOK 14.51), recalculated on an annual basis (Parent Bank).**
- **Increased revenue production from the sale of products and services from risk-free areas**
- **Improved result from SpareBank 1 Gruppen AS, the Bank's share thereof amounting to NOK 10 million (compared with a NOK 1 million loss a year ago)**
- **Good progress on overall costs – the cost ratio ended up at 52.5 per cent (59.5%)**
- **Reduced net credit losses, totalling NOK 134 million (NOK 198 million)**
- **Commitments in default as well as bad and doubtful commitments were reduced by 40 per cent during the first 9 months of 2004.**
- **Lending growth during the last 12 months totalled 5.4 per cent (9.2%)**
- **Deposit growth during the last 12 months amounted to 8.8 per cent (6.7%)**
- **Overall deposit coverage ratio was 59.5 per cent (57.7%)**

Results

Sparebanken Nord-Norge's ordinary operating result, after credit losses, but before tax, amounted to NOK 402 million as at 30.9.2004. This is equivalent to 1.27 per cent of average assets. The corresponding figures for the same interim period last year were NOK 214 million and 0.73 per cent respectively.

The after-tax return on equity capital for the Group as a whole finished up at 15.53 per cent, with earnings per PCC at NOK 22.74, recalculated on an annual basis. The taxation cost has been estimated at NOK 110 million.

In comparison with the third quarter last year, the changed result is primarily ascribable to the following factors:

- | | |
|--------------------------------------------------|------------------|
| • Increase in net interest income | + NOK 53 million |
| • Increase in other (non-interest) income | + NOK 38 million |
| • Net gains/income and value change – securities | + NOK 9 million |
| • Share of SpareBank 1 Gruppen AS's result | + NOK 11 million |
| • Shrinkage in total costs | + NOK 12 million |
| • Reduction in net loan losses | + NOK 65 million |

The result from the Group's core operations (excluding securities and SpareBank 1 Gruppen AS) is up by NOK 82 million during the last 12 months.

Net interest income and average interest margin

Group net interest income was up by NOK 53 million on the same period last year, totalling NOK 825 million as at 30.9.2004. In relation to average assets, this amounted to 2.62 per cent, a shrinkage of 0.02 percentage point during the last 12 months.

Against the background of low domestic interest rates and continued, downward pressure on the Bank's average interest margin, The main Board of Directors is pleased about the good progress of net interest income. The improvement is amongst other things related to:

- a strong focus on risk pricing
- a reduction in bad and doubtful commitments – this has reduced the level of interest not booked as income in the accounts
- no levy paid to the Savings Banks' Guarantee Fund

Net income from banking services

Net other (non-interest) income, excluding earnings from foreign exchange and securities, totalled NOK 272 million for the first 9 months of 2004.

This amount includes net commissions and income from banking services, plus other operating income. Revenues generated from the sale of products and services from risk-free areas increased by NOK 38 million or 16 per cent, compared with the corresponding interim period in 2003.

Income from foreign exchange and securities

As at 30.9.2004, foreign exchange, securities and income/dividends from securities posted a NOK 20 million net gain, NOK 9 million up on the same interim period last year.

The NOK 20 million net gain at the end of the quarter currently under review is made up as follows:

- | | |
|--------------------------------------------------------------------------------|------------------|
| • Net gains from foreign exchange | + NOK 19 million |
| • Net realised/unrealised gains/losses and value change relating to securities | + NOK 1 million |

Subsidiaries

The Bank's subsidiaries posted a combined operating result of NOK 13.3 million after tax for the first 9 months of the year, compared with NOK 14.5 million a year ago.

SpareBank 1 Gruppen AS

The Bank's equity stake in SpareBank 1 Gruppen AS is defined as participation in a joint venture business and is incorporated in the Bank's accounts according to the equity method of accounting. In view of this, at the end of the third quarter this year, the Bank was able to include as income in its profit and loss account its 15.46 per cent share of SpareBank 1 Gruppen's interim result.

The Bank's share of SpareBank 1 Gruppen AS's result so far this year amounts to NOK 10 million, as against a loss of NOK 1 million for the first 9 months of 2003. The aggregate result of the product companies was about NOK 117 million better than a year ago.

Operating costs

At the end of the quarter, ordinary operating costs totalled NOK 592 million, down by NOK 12 million on the same interim period in 2003. In relation to average assets, costs amounted to 1.88 per cent, after a shrinkage of 0.19 percentage point.

So far this year, ordinary operating costs have developed in accordance with the Bank's budget assumptions for 2004 and its long-term aim of more cost-effective operations. At the end of the quarter, the overall cost ratio for the Group as a whole amounted to 52.5 per cent.

As at 30.9.2004, Group manning levels were equivalent to 758 man-years, of which the Parent Bank accounted for 699.

Net credit losses and commitments in default

At the end of the quarter, Group specific losses (gross) totalled NOK 149 million, whereas recoveries in respect of loans previously written off amounted to NOK 24 million, producing net specific losses of NOK 125 million, representing 0.47 per cent of gross lending.

In the third quarter of 2004, non-specific loss provisioning was increased by NOK 10 million. This accordingly produced net losses of NOK 135 million as at 30.09.2004, representing 0.53 per cent of gross lending.

By comparison, 12 months ago net losses amounted to NOK 198 million, of which non-specific loss provisions accounted for NOK 15 million.

The corporate banking sector accounted for NOK 119 million of total specific losses, whereas the retail banking area posted net losses of NOK 6 million. Credit losses in the corporate lending area are still affected by losses made by export-related businesses, especially within the fishing industry and fish farming.

At the end of the quarter currently under review, net loans in default/bad and doubtful commitments amounted to NOK 391 million, equivalent to 1.02 per cent of gross lending. This is NOK 253 million down on the level at the end of last year. Efforts to reduce the level of commitments in default as well as bad and doubtful commitments have produced good results during the first 9 months of 2004.

Total assets

At the end of the quarter, Group aggregate assets stood at NOK 42,419 million. During the last 12 months, the balance sheet expanded by NOK 2,294 million or 5.7 per cent.

Loans

Group gross lending to customers totalled NOK 38,255 million at the end of the quarter. Compared with the same interim period in 2003, this involved an increase of NOK 1,955 million or 5.4 per cent. Retail banking loans expanded by 13.6, whereas the corporate and public sectors shrank by 5.5 per cent.

Customers' ability to service their outstanding commitments and a satisfactory level of collateral assets and/or other security are the two most important factors as far as keeping the overall credit risk at an acceptable level is concerned. The main Board of Directors is pleased that the Bank's efforts within the retail banking area are producing good results, as well as a change in the composition of the Group's lending portfolio.

At the end of the quarter, loans to retail banking customers accounted for 61.3 per cent of total lending.

Deposits from customers, savings and placements

For the Group as a whole, deposits from customers amounted to NOK 22,778 million as at 30.9.2004. During the last 12 months, deposits rose by NOK 1,832 million or 8.7 per cent. Deposits from the retail banking area improved by 8.7, the corporate and public sectors by 8.8 per cent.

The sale of alternative savings- and placement products as well as insurance products showed continued improvement compared with the same interim period in 2003.

Equity capital and capital adequacy

As at 30.9.2004, the capital adequacy ratio was 10.42 per cent of the statutory weighted asset calculation basis. At the beginning of the year, the ratio amounted to 11.82 per cent. The core capital coverage was 8.70 per cent (9.03 %). The change in the capital adequacy ratio since the end of last year is due to the fact that the Bank repaid subordinated loans totalling NOK 269 million during the first quarter of 2004. The result so far this year has not been added to the core capital. However, if 50 per cent of the result after tax for the first 9 months of the year were to be factored into these calculations, the capital adequacy ratio would have ended up 0.49 percentage point higher.

At the end of the quarter, the Parent Bank's core capital ratio amounted to 9.42 per cent, on the basis of 50 per cent of the profit for the period having been factored into the calculations.

Changes in the Bank's equity capital at the end of the third quarter this year are shown in a separate note.

The Bank's PCC-holders

The Bank has a NOK 659.7 million PCC-capital . Since the beginning of the year, the number of PCC-holders has increased by 1,037 to 5,357. The number of PCC-holders from Nord-Norge was 1,872 at the end of the quarter. Notes to the Interim Accounts include a list of the Bank's 20 largest PCC-holders.

General comments regarding accounting procedures

The accounts at the end of the third quarter of 2004 have been prepared in accordance with the Norwegian accounting standard relating to interim reporting. The principles applied are the same as those adhered to in connection with the Bank's annual accounts

for 2003. In view of the nature of the Bank's operations it is not deemed appropriate to prepare a cash flow statement at this time of the year.

The quarterly accounts have not been audited.

Summary/concluding remarks

The main Board of Directors is very pleased with the result for the first 9 months of the year. The good progress confirms that the measures which were implemented in 2003 – as far as the improvement in the levels of overall quality and operational effectiveness is concerned – have produced the desired results.

The Bank will continue the work aimed at reducing the levels of credit risk within certain commercial and industrial sectors, and increasing the revenue generation from risk-free product areas.

Against the background of the Bank's overall performance and results at the end of the third quarter of 2004, the main Board of Directors expects results to develop in a satisfactory manner during the remainder of the year.

Tromsø, 26 October 2004

The main Board of Directors
SPAREBANKEN NORD-NORGE

PROFIT AND LOSS ACCOUNT

(AMOUNTS IN NOK MILLION)

PARENT BANK

31.12.03	3rd Q.03	3rd Q.04	30.09.03	30.09.04	
2 448	583	432	1 961	1 319	Interest- and similar income
1 418	315	158	1 195	503	Interest- and similar costs
1 030	268	274	766	816	Net interest- and credit commission income
15	3	3	16	17	Dividends and other income from securities with variable yield
-7	1	4	-1	10	Income from shareholdings in Group companies
329	84	90	239	267	Commission income and revenues from banking services
75	19	17	55	51	Commission costs and expenditure generated from banking services
46	10	5	8	15	Net change in value and gains/losses from securities and foreign exch.classified as curr. assets
9	1	2	5	9	Other operating income
317	80	87	212	267	Total other income
1 347	348	361	978	1 083	Total net income
596	148	146	440	436	Wages, salaries and general administration costs
45	12	8	38	27	Depreciation etc. of fixed and intangible assets
126	29	32	95	97	Other operating costs
767	189	186	573	560	Total costs
580	159	175	405	523	Result before losses and tax
314	74	33	196	129	Losses on loans, guarantees etc.
0	0	0	0	-1	Write-downs/reversed write-downs and gains/losses on securities classified as fixed assets
314	74	33	196	128	Net losses and write-downs
266	85	142	209	395	Result before tax
56	14	41	42	104	Tax payable on ordinary result
210	71	101	167	291	Result from ordinary operations after tax
					Minority interests
210	71	101	167	291	Profit for the year

(AMOUNTS IN NOK MILLION)

GROUP

30.09.04	30.09.03	3rd Q.04	3rd Q.03	31.12.03
1 326	1 986	435	607	2 452
501	1 214	157	336	1 414
825	772	278	271	1 038
5	3	1	0	3
10	-1	4	1	-7
282	258	94	91	355
52	64	17	23	86
15	8	4	10	46
42	40	15	12	56
302	244	101	91	367
1 127	1 016	379	362	1 405
474	475	160	161	647
38	49	12	17	59
80	80	27	24	108
592	604	199	202	814
535	412	180	160	591
134	198	34	74	318
-1	0	0	0	0
133	198	34	74	318
402	214	146	86	273
110	46	45	15	62
292	168	101	71	211
1	1	0	1	1
291	167	101	70	210

PROFIT AND LOSS ACCOUNT

(IN % P.A. OF AVERAGE ASSETS)

PARENT BANK

31.12.03	3rd Q.03	3rd Q.04	30.09.03	30.09.04	
6,22 %	5,83 %	4,04 %	6,71 %	4,18 %	Interest- and similar income
3,60 %	3,15 %	1,48 %	4,09 %	1,59 %	Interest- and similar costs
2,62 %	2,68 %	2,56 %	2,62 %	2,59 %	Net interest- and credit commission income
0,04 %	0,03 %	0,03 %	0,05 %	0,05 %	Dividends and other income from securities with variable yield
-0,02 %	0,01 %	0,04 %	0,00 %	0,03 %	Income from shareholdings in Group companies
0,84 %	0,84 %	0,84 %	0,82 %	0,85 %	Commission income and revenues from banking services
0,19 %	0,19 %	0,16 %	0,19 %	0,16 %	Commission costs and expenditure generated from banking services
0,12 %	0,10 %	0,05 %	0,03 %	0,05 %	Net change in value and gains/losses from securities and foreign exch.classified as curr. assets
0,02 %	0,01 %	0,02 %	0,02 %	0,03 %	Other operating income
0,81 %	0,80 %	0,81 %	0,73 %	0,85 %	Total other income
3,42 %	3,48 %	3,37 %	3,35 %	3,43 %	Total net income
1,51 %	1,48 %	1,36 %	1,51 %	1,38 %	Wages, salaries and general administration costs
0,11 %	0,12 %	0,07 %	0,13 %	0,09 %	Depreciation etc. of fixed and intangible assets
0,32 %	0,29 %	0,30 %	0,33 %	0,31 %	Other operating costs
1,95 %	1,89 %	1,74 %	1,96 %	1,77 %	Total costs
1,47 %	1,59 %	1,64 %	1,39 %	1,66 %	Result before losses and tax
0,80 %	0,74 %	0,31 %	0,67 %	0,41 %	Losses on loans, guarantees etc.
0,00 %	0,00 %	0,00 %	0,00 %	0,00 %	Write-downs/ reversed write-downs and gains/ losses on securities classified as fixed assets
0,80 %	0,74 %	0,31 %	0,67 %	0,41 %	Net losses and write-downs
0,68 %	0,85 %	1,33 %	0,72 %	1,25 %	Result before tax
0,14 %	0,14 %	0,38 %	0,14 %	0,33 %	Tax payable on ordinary result
0,53 %	0,71 %	0,94 %	0,57 %	0,92 %	Result from ordinary operations after tax

(IN % P.A. OF AVERAGE ASSETS)

GROUP

30.09.04	30.09.03	3rd Q.04	3rd Q.03	31.12.03
4,20 %	6,80 %	4,07 %	6,08 %	6,23 %
1,59 %	4,15 %	1,47 %	3,36 %	3,59 %
2,62 %	2,64 %	2,60 %	2,71 %	2,64 %
0,02 %	0,01 %	0,01 %	0,00 %	0,01 %
0,03 %	0,00 %	0,04 %	0,01 %	-0,02 %
0,89 %	0,88 %	0,88 %	0,91 %	0,90 %
0,16 %	0,22 %	0,16 %	0,23 %	0,22 %
0,05 %	0,03 %	0,04 %	0,10 %	0,12 %
0,13 %	0,14 %	0,14 %	0,12 %	0,14 %
0,96 %	0,84 %	0,94 %	0,91 %	0,93 %
3,57 %	3,48 %	3,54 %	3,62 %	3,57 %
1,50 %	1,63 %	1,50 %	1,61 %	1,64 %
0,12 %	0,17 %	0,11 %	0,17 %	0,15 %
0,25 %	0,27 %	0,25 %	0,24 %	0,27 %
1,88 %	2,07 %	1,86 %	2,02 %	2,07 %
1,70 %	1,41 %	1,68 %	1,60 %	1,50 %
0,42 %	0,68 %	0,32 %	0,74 %	0,81 %
0,00 %	0,00 %	0,00 %	0,00 %	0,00 %
0,42 %	0,68 %	0,32 %	0,74 %	0,81 %
1,27 %	0,73 %	1,36 %	0,86 %	0,69 %
0,35 %	0,16 %	0,42 %	0,15 %	0,16 %
0,93 %	0,57 %	0,94 %	0,71 %	0,54 %

BALANCE SHEET

(AMOUNTS IN NOK MILLION)

PARENT BANK

(AMOUNTS IN NOK MILLION)

GROUP

31.12.03	30.09.03	30.09.04	ASSETS	30.09.04	30.09.03	31.12.03
548	398	335	Cash-in-hand and claims on central banks	335	397	548
709	668	834	Loans to and claims on credit institutions	217	100	101
36 573	36 048	37 956	Loans to and claims on customers	38 255	36 300	36 869
495	413	308	- specific loss provisions	316	421	503
318	333	328	- non-specific loss provisions	332	337	322
35 760	35 302	37 320	Net loans to and claims on customers	37 606	35 543	36 044
7	7	7	Repossessed assets	7	7	8
2 435	2 202	2 473	Certificates, bonds and other interest-bearing securities with fixed yield	2 473	2 202	2 435
369	394	353	Shares and other securities with variable yield	374	397	372
258	264	293	Equity stakes in associated companies and joint ventures	296	264	258
152	161	165	Equity stakes in Group companies	0	0	0
9	22	9	Deferred tax benefit	38	54	38
131	132	112	Fixed assets	525	554	553
50	48	111	Other assets	124	61	59
471	493	426	Prepayments and accrued income	424	546	476
40 899	40 091	42 438	TOTAL ASSETS	42 419	40 125	40 892
31.12.03	30.09.03	30.09.04	LIABILITIES AND EQUITY CAPITAL	30.09.04	30.09.03	31.12.03
3 394	3 939	3 125	Liabilities to credit institutions	3 098	3 913	3 366
21 727	21 009	22 850	Deposits from and liabilities to customers	22 777	20 946	21 666
11 171	10 355	11 884	Borrowings raised through the issuance of securities	11 884	10 355	11 171
314	179	183	Other liabilities	194	190	329
435	876	515	Incurred costs and prepaid income	577	980	494
0	0	1	Provisioning against incurred liabilities and costs	5	3	5
1 503	1 329	1 238	Subordinated loan capital	1 238	1 329	1 502
38 544	37 687	39 796	TOTAL LIABILITIES	39 773	37 716	38 533
			Minority interests	4	5	4
660	660	660	PCC capital	660	660	660
8	8	8	Premium Fund	8	8	8
668	668	668	Total paid in equity capital	668	668	668
0	0	0	Fund for evaluation differences	0	0	0
1 357	1 421	1 645	The Savings Bank's Fund	1 645	1 421	1 357
315	315	315	Dividend Equalisation Fund	315	315	315
15	0	14	Other equity capital	14	0	15
1 687	1 736	1 974	Total retained earnings	1 974	1 736	1 687
2 355	2 404	2 642	Total equity capital	2 642	2 404	2 355
40 899	40 091	42 438	TOTAL LIABILITIES AND EQUITY CAPITAL	42 419	40 125	40 892

NOTES TO THE ACCOUNTS

CAPITAL ADEQUACY
(AMOUNTS IN NOK MILLION)

PARENT BANK			GROUP			
31.12.03	30.09.03	30.09.04		30.09.04	30.09.03	31.12.03
2 654	2 483	2 611	Core capital	2 582	2 451	2 620
1 104	969	845	Supplementary capital in addition to the core capital	845	969	1 110
			Deduction items:			
249	0	284	Subord. loan-and equity cap. participations in other fin.inst.	0	0	0
0	256	0	Capital adequacy reserves	334	305	298
3 509	3 197	3 173	Net equity and related capital resources	3 093	3 115	3 431
28 662	28 384	29 274	Total risk-weighted assets base	29 668	28 791	29 019
12,24 %	11,26 %	10,84 %	Capital adequacy ratio	10,42 %	10,82 %	11,82 %

CHANGE IN EQUITY CAPITAL
(AMOUNTS IN NOK MILLION)

PARENT BANK			GROUP			
31.12.03	30.09.03	30.09.04		30.09.04	30.09.03	31.12.03
2 237	2 237	2 355	Equity capital at 1st January	2 355	2 237	2 237
210	96	291	Period result	291	96	210
-92			Return on Primary Capital Certificates			-92
			-4 Changes in equity capital 2004	-4		
2 355	2 333	2 642	Equity capital at end of period	2 642	2 333	2 355

SECURITIES (CURRENT ASSETS)

(AMOUNTS IN NOK MILLION)			PARENT BANK		
			30.09.04	30.09.03	31.12.03
Unrealised gains/ losses from certificates and bonds			1	2	4
Unrealised gains/ losses from ordinary shares/PCCs			0	0	0

NET BAD AND DOUBTFUL COMMITMENTS
(AMOUNTS IN NOK MILLION)

PARENT BANK			GROUP			
31.12.03	30.09.03	30.09.04		30.09.04	30.09.03	31.12.03
704	757	511	Credit loss portfolio	525	770	723
404	525	169	+ Non performing loans(not incl. in credit loss portfolio)	182	538	424
495	413	308	- Specific loss provisions	316	421	503
613	869	372	= Net bad and doubtful commitments	391	887	644

LOSSES INCORPORATED IN THE ACCOUNTS
(AMOUNTS IN NOK MILLION)

PARENT BANK			GROUP			
31.12.03	30.09.03	30.09.04		30.09.04	30.09.03	31.12.03
94	24	13	+ Increase in loss provisions for commitments against which specific loss provisioning has previously been raised	14	24	94
224	172	122	+ Loss provisions for commitments against which specific loss provisioning has not previously been raised	125	173	227
30	27	38	- Reversal of previous years' loss provisions	38	27	30
0	15	10	+ Change in non-specific loss provisions	10	15	0
53	30	47	+ Confirmed losses on commitments against which specific loss provisioning has not previously been raised	48	31	54
27	18	24	- Recoveries in respect of previously confirmed losses	24	18	27
314	196	130	= Total losses on loans, guarantees etc.	135	198	318

CONFIRMED LOSSES

(AMOUNTS IN NOK MILLION)

PARENT BANK			GROUP		
31.12.03	30.09.03	30.09.04		30.09.03	31.12.03
			+ Period's confirmed losses against which specific loss provisions were previously made	107	145
144	107	284			
			+ Period's confirmed losses against which specific loss provisions were not previously made	31	54
53	30	47			
197	137	331	= Period's confirmed losses	138	199
				334	

SPECIFIC AND NON-SPECIFIC LOSS PROVISIONS

(AMOUNTS IN NOK MILLION)

PARENT BANK			GROUP		
31.12.03	30.09.03	30.09.04		30.09.03	31.12.03
			Specific loss provisions:		
			Specific loss provisions against losses on loans, guarantees etc. as at 01.01.	357	357
351	351	495			
			- Confirmed losses during the period on loans, guarantees etc., against which spec.loss provisioning has prev. been raised	107	145
144	107	284			
			- Reversal of previous years' loss provisions	27	30
30	27	38			
			+ Increase in loss provisions for commitments against which specific loss provisions were previously made	24	94
94	24	13			
			+ Loss provisions for commitments against which no loss provisioning was previously raised	174	227
224	172	122			
			= Specific provisions against losses on loans, guarantees etc.	421	503
495	413	308			
			Non-specific loss provisions:		
			Non-specific provisions against losses on loans, guarantees etc. as at 01.01.	322	322
318	318	318			
			+ Period's non-specific provisions against losses on loans, guarantees etc.	15	0
0	15	10			
			= Non-specific loss provisions against losses on loans, guarantees etc.	337	322
318	333	328			

LOANS AND LOSSES BROKEN DOWN BY SECTOR AND INDUSTRY

(AMOUNTS IN NOK MILLION)

GROUP AS 30.09.04			GROUP AS 31.12.03		
% SHLOSSES	LOSSES	LOANS	% SHARE LOSSES	LOSSES	LOANS
0 %	0	1	0 %	0	1
0 %	0	206	0 %	0	316
13 %	21	2 409	24 %	84	2 589
0 %	0	10	0 %	0	10
38 %	60	2 010	30 %	104	1 994
5 %	8	900	2 %	7	910
9 %	15	1 675	15 %	53	1 733
0 %	0	98	-1 %	-4	106
6 %	10	1 532	5 %	17	1 655
6 %	10	5 252	13 %	46	5 313
2 %	3	623	0 %	0	616
0 %	0	96	0 %	0	144
0 %	0	44	0 %	0	41
14 %	22	23 399	11 %	38	21 441
3 %	5		0 %	0	
3 %	5		0 %	0	
100 %	159	38 255	100 %	345	36 869
	24			27	
	135			318	

DEPOSITS BROKEN DOWN BY SECTOR AND INDUSTRY

	GROUP (AMOUNTS IN NOK MILLION)		
	30.09.04	30.09.03	31.12.03
Central government administration and social security administration	562	570	687
Counties and municipalities	1 711	1 908	1 828
Agriculture, forestry, fisheries, hunting and fish farming	610	554	622
Production of crude oil and natural gas	1	11	3
Industry and mining	500	447	477
Building and construction, power and water supply	1 104	918	903
Wholesale and retail trade; hotel and restaurant industry	944	943	1 004
International shipping and pipeline transport	19	21	16
Financing, property management and business services	1 495	1 309	1 397
Transport and communication	780	454	611
Insurance, fund management and financial services	248	272	336
Other service industries	1 531	1 331	1 338
Retail banking market	13 089	12 033	12 259
Foreign retail banking market	184	175	185
Deposits from customers	22 778	20 946	21 666

SUBSIDIARIES

(AMOUNTS IN NOK 1000)	SHARE OF EQ.%	RESULT FROM ORDINARY OPERATIONS AFTER TAX			EQUITY CAPITAL		
		30.09.04	30.09.03	31.12.03	30.09.04	30.09.03	31.12.03
SpareBank 1 Finans Nord-Norge AS	100,00	6 776	7 893	10 282	77 662	73 498	70 886
AS Fiskerikreditt	100,00	265	749	610	29 720	29 606	29 455
Eiendomsdrift AS	100,00	4 211	3 195	2 083	45 964	40 907	39 725
EiendomsMegler 1 Nord-Norge AS	100,00	610	891	-2 369	5 062	8 459	4 452
SpareBank 1 Nord-Norge Securities ASA	65,00	1 442	1 752	2 025	8 360	8 261	6 919
Mynthen AS	100,00	0	0	79	196	116	196
ANS Bygginvestor 1	52,36	0	0	31	481	511	481

QUARTERLY SUMMARY - PROFIT AND LOSS ACCOUNT FIGURES

(AMOUNTS IN NOK MILLION)	GROUP								
	3rd Q.04	2nd Q.04	1st Q.04	4th Q.03	3rd Q.03	2nd Q.03	1st Q.03	4th Q.02	3rd Q.02
Result before losses and write-downs	180	162	193	179	160	135	117	78	-8
Result from ordinary operations after losses	146	119	137	59	86	69	59	-10	-74

QUARTERLY SUMMARY - BALANCE SHEET FIGURES

(AMOUNTS IN NOK MILLION)	GROUP								
	3rd Q.04	2nd Q.04	1st Q.04	4th Q.03	3rd Q.03	2nd Q.03	1st Q.03	4th Q.02	3rd Q.02
Deposits	22 777	23 695	21 795	21 666	20 946	21 164	20 167	20 182	19 634
Gross lending	38 255	37 941	37 760	36 869	36 300	35 089	34 091	33 574	33 246
Balance sheet total	42 419	43 180	41 766	40 892	40 125	39 808	38 033	37 879	37 207

PCC HOLDERS

THE 20 LARGEST PCC HOLDERS AS AT:

30.09.2004

PCC HOLDERS	NUMBER OF PCCs	PERCENTAGE SHARE OF TOTAL PCC CAPITAL
Swedbank - client account	642 350	9,74%
Institusjonen Fritt Ord	147 650	2,24%
MP Pensjon	124 400	1,89%
Wenaas Holding AS	119 600	1,81%
Tonsenhagen Forretningssenter AS	101 750	1,54%
Troms Fylkes Dampskibsselskap AS	87 700	1,33%
SpareBank 1 Rogaland	82 776	1,25%
Rasmussen Holding AS	72 000	1,09%
Haugaland Kraft AS	70 691	1,07%
Bergen Kommunale Pensjonskasse	70 000	1,06%
Framo Development AS	60 000	0,91%
Ringerikes Sparebank	51 700	0,78%
Troms Kraft AS	48 000	0,73%
Holla Sparebank	43 500	0,66%
National Financial Services Citibank N.A.	43 485	0,66%
Karl Ditlefsen	43 450	0,66%
Olsen, Fred & Co's Pensjonskasse	42 500	0,64%
Warrenwicklund Asset Mgmt	38 735	0,59%
Terra Kapitalforvalt Brage Invest	35 800	0,54%
Mellon Bank AS	33 800	0,51%
TOTAL	1 959 887	29,71%

KEY FIGURES

PARENT BANK				GROUP			
31.12.03	30.09.03	30.09.04			30.09.04	30.09.03	31.12.03
9,04%	9,62%	15,53%	After-tax return on equity capital	1	15,53%	9,62%	9,04%
56,94%	58,59%	51,71%	Costs as a percentage of overall contribution margin	2	52,53%	59,45%	57,94%
58,95%	56,69%	52,43%	Costs as a perc.of overall contrib.margin excl.net gains	3	53,24%	57,06%	59,90%
59,41%	58,28%	60,20%	Deposits as a percentage of gross lending	4	59,54%	57,70%	58,76%
0,86%	0,67%	0,42%	Net specific losses as a percentage of gross lending	5	0,44%	0,67%	0,86%
0,86%	0,72%	0,46%	Net losses as a percentage of gross lending	6	0,47%	0,73%	0,86%
1,68%	2,41%	0,98%	Net commitments in default	7	1,02%	2,44%	1,75%
14,01	14,51	22,74	Earnings per PCC (NOK)	8			
149,01	149,01	149,01	Equity capital per PCC (NOK)	9			
39 354	38 968	42 074	Average assets	10	42 064	38 961	39 347

(1) Result after tax, recalculated on an annual basis.

(2) Costs as a percentage of total income.

(3) Costs as a percentage of total income, excluding net gains (losses) relating to foreign exchange and securities.

(4) Deposits as a percentage of gross lending.

(5) Net losses, excluding the changes in non-specific loss provisions, as a percentage of gross lending recalculated on an annual basis.

(6) Net losses as a percentage of gross lending recalculated on an annual basis.

(7) Customer loans in default, after deducting interest provisions and specific loss provisioning, as a percentage of gross lending.

(8) After-tax profit multiplied by the PCC holders' share of the equity capital as at 1.1., divided by the number of PCCs issued, recalculated on an annual basis.

(9) PCC capital + Premium Fund + Dividend Equalisation Fund, divided by the number of PCCs issued.

(10) Average assets are based on total assets for each of the quarters in the current year, including total assets at the end of the previous year.

All figures are calculated as a percentage of NOK amounts, to the nearest whole million. In view of this rounding up of figures, there may be some smaller differences in comparison with previously published amounts, as these were computed on the basis of amounts in whole NOK thousand.