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It's an opportunity.

SUPPLEMENTARY INFORMATION
FOR INVESTORS AND ANALYSTS

SECOND QUARTER 2014
SPAREBANK 1 SR-BANK

SpareBank 1
SR-BANK

Chief Executive, CEO

Arne Austreid

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Information on the Internet

SpareBank 1 SR-Bank's homepage www.sr-bank.no

Financial Calendar 2014

| | |
|---------------------|------------|
| Second quarter 2014 | 13 August |
| Third quarter 2014 | 31 October |

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1. SpareBank 1 SR-Bank ASA

1.1 Financial highlights

Q2 2014

- Pre-tax profit: NOK 684 million (NOK 511 million)
- Profit after tax: NOK 534 million (NOK 383 million)
- Return on equity after tax: 14.5 % (11.8 %)
- Earnings per share: NOK 2.09 (NOK 1.50)
- Net interest income: NOK 581 million (NOK 526 million)
- Net commission and other income: NOK 444 million (NOK 465 million)
- Net income from financial investments: NOK 201 million (NOK 62 million)
- Operating expenses: NOK 501 million (NOK 517 million)
- Impairment losses on loans and guarantees: NOK 41 million (NOK 25 million)
- Total lending growth over past 12 months: 3.6 % (6.1 %)
- Growth in deposits over past 12 months: 11.5 % (2.8 %)
- Tier 1 capital ratio: 13.2 % (12.0 %)
- CET 1 capital ratio: 11.4 % (10.3 %)
(Q2 2013 in parentheses)

1st half 2014

- Pre-tax profit: NOK 1,471 million (NOK 1,012 million)
- Profit after tax: NOK 1,193 million (NOK 777 million)
- Return on equity after tax: 16.5 % (12.1 %)
- Earnings per share: NOK 4.67 (NOK 3.04)
- Net interest income: NOK 1,128 million (NOK 977 million)
- Net commission and other income: NOK 924 million (NOK 869 million)
- Net income from financial investments: NOK 520 million (NOK 223 million)
- Operating expenses: NOK 1,006 million (NOK 1,007 million)
- Impairment losses on loans and guarantees: NOK 95 million (NOK 50 million)
- Total lending growth over past 12 months: 3.6 % (6.1 %)
- Growth in deposits over past 12 months: 11.5 % (2.8 %)
- Tier 1 capital ratio: 13.2 % (12.0 %)
- CET 1 capital ratio: 11.4 % (10.3 %)
(1st half 2013 in parentheses)

Income statement

| MNOK | Q2 2014 | Q1 2014 | Q4 2013 | Q3 2013 | Q2 2013 | 30.06 2014 | 30.06 2013 |
|-------------------------------------|------------|------------|------------|------------|------------|---------------|---------------|
| Net interest income | 581 | 547 | 574 | 568 | 526 | 1.128 | 977 |
| Net commission and other income | 444 | 480 | 489 | 466 | 465 | 924 | 869 |
| Net return on investment securities | 201 | 319 | 195 | 137 | 62 | 520 | 223 |
| Total income | 1.226 | 1.346 | 1.258 | 1.171 | 1.053 | 2.572 | 2.069 |
| Total operating expenses | 501 | 505 | 534 | 478 | 517 | 1.006 | 1.007 |
| Operating profit before losses | 725 | 841 | 724 | 693 | 536 | 1.566 | 1.062 |
| Losses on loans and guarantees | 41 | 54 | 50 | 32 | 25 | 95 | 50 |
| Operating profit before tax | 684 | 787 | 674 | 661 | 511 | 1.471 | 1.012 |
| Tax expense | 150 | 128 | 107 | 145 | 128 | 278 | 235 |
| Profit after tax | 534 | 659 | 567 | 516 | 383 | 1.193 | 777 |

Key figures

| | Q2 2014 | Q1 2014 | Q4 2013 | Q3 2013 | Q2 2013 | 30.06 2014 | 30.06 2013 |
|--|------------|------------|------------|------------|------------|---------------|---------------|
| Return on equity ¹⁾ | 14,5 % | 18,4 % | 16,2 % | 15,6 % | 11,8 % | 16,5 % | 12,1 % |
| Cost ratio ²⁾ | 40,9 % | 37,5 % | 42,4 % | 40,8 % | 49,1 % | 39,1 % | 48,7 % |
| Deposit-to-loan ratio | 60,4 % | 61,2 % | 59,6 % | 60,6 % | 63,6 % | 60,4 % | 63,6 % |
| Growth in loans | 17,5 % | 8,4 % | 9,8 % | 11,7 % | 9,3 % | 17,5 % | 9,3 % |
| Growth in loans incl. covered bond companies | 3,6 % | 3,8 % | 5,3 % | 5,5 % | 6,1 % | 3,6 % | 6,1 % |
| Growth in deposits | 11,5 % | 8,5 % | 6,0 % | 2,2 % | 2,8 % | 11,5 % | 2,8 % |
| Average total assets, MNOK | 164.949 | 158.867 | 155.489 | 151.683 | 147.331 | 162.502 | 145.751 |
| Total assets, MNOK | 167.273 | 157.752 | 156.985 | 153.639 | 151.110 | 167.273 | 151.110 |
| Impairment losses ratio ³⁾ | 0,13 | 0,18 | 0,17 | 0,11 | 0,09 | 0,15 | 0,09 |
| Capital ratio - Transitional rules | 14,6 | 14,5 | 14,1 | 13,1 | 12,9 | 14,6 | 12,9 |
| Common Equity Tier 1 capital ratio - Transitional rule | 11,4 | 11,2 | 11,1 | 10,5 | 10,3 | 11,4 | 12,0 |
| Share price | 59,75 | 60,75 | 60,25 | 47,70 | 47,50 | 59,75 | 47,50 |
| EPS (group) ⁴⁾ | 2,09 | 2,58 | 2,22 | 2,02 | 1,50 | 4,67 | 3,04 |

¹⁾ Net profit as a percentage of average equity.

²⁾ Total operating expenses as a percentage of total operating income

³⁾ Net losses expressed as a percentage of average gross lending year to date, annualized

⁴⁾ Number of shares was increased on 18 June 2012 from 199,489,689 to 255,751,082 as a result of a capital expansion. Earnings per share as from 2nd quarter 2012 are calculated based on the new number of shares.

SpareBank 1 SR-Bank does not have any forward cover contracts or other circumstances that can dilute earning per share.

1.2 Business description: leading financial institution in Rogaland, Hordaland and Agder

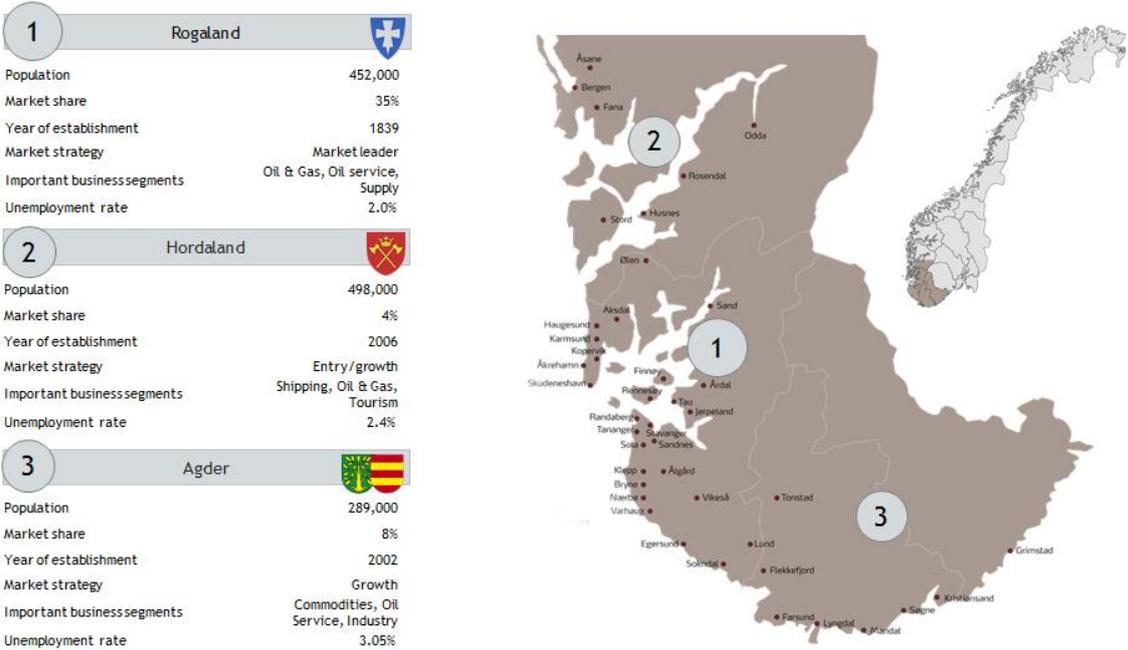


Figure 1.2.1: Operating areas (reducing the number of branches from 52 to 48 in 2014)

SpareBank 1 SR-Bank is Norway’s largest regional bank and the second largest Norwegian-owned bank (after DNB) with gross lending including covered bond companies of NOK 167 billion and market cap of NOK 15.3 billion as at 30 June 2014. Head office is in Stavanger. The market areas are the counties of Rogaland, Agder and Hordaland. SpareBank 1 SR-Bank ASA has 1 126 employees and provides a full range of products and services within financing, investments, money transfers, pensions as well as life and non-life insurance.

The customer-oriented activity is organized in three divisions; Retail Market, Corporate Market and Capital Market.

Retail Market

SpareBank 1 SR-Bank ASA is the leading retail customer bank in Rogaland, with about 262,000 retail customers and a market share in Rogaland of about 40 per cent. The division also serves agricultural clients, sole proprietorships and associations.

Corporate Market

SpareBank 1 SR-Bank ASA service about 12,000 customers in the business sector and public sector. These also include small businesses, agricultural customers, societies and associations. About 40 per cent of all businesses in the bank’s traditional market list SpareBank 1 SR-Bank ASA as their main bank.

Capital Market

The Capital Market division comprises the group’s securities activities, SR-Markets and the subsidiary SR-Forvaltning that manage customers’ and the bank’s own assets in the form of securities, mutual funds and properties. SR-Markets primarily serve the group’s customers and other selected customer in defined market areas in the country as a whole.

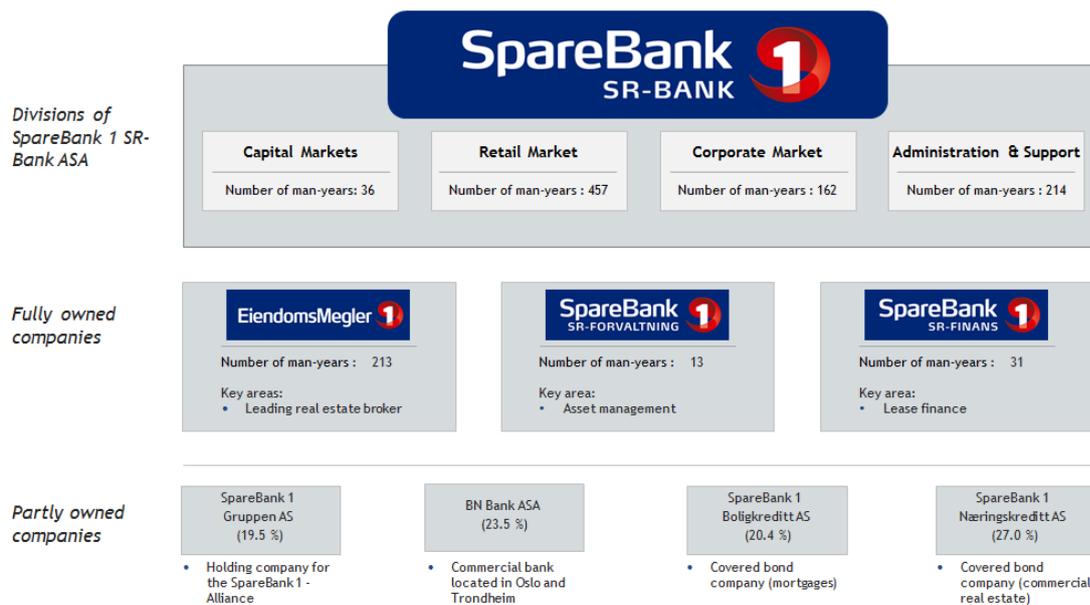


Figure 1.2.2: SpareBank 1 SR-Bank's activities

Segment operating profit*

| MNOK | Retail market | | Corporate market | | Capital market | |
|--|---------------|--------|------------------|--------|----------------|------|
| | 2014 | 2013 | 2014 | 2013 | 2014 | 2013 |
| Operating profit before tax 2nd quarter only | 361 | 354 | 243 | 232 | 29 | 33 |
| Operating profit before tax as at 30 June | 700 | 619 | 458 | 395 | 49 | 71 |
| Gross loans to customers excl. SB1 Boligkreditt and SB1 Næringskreditt as at 30 June | 76.958 | 58.205 | 49.078 | 48.386 | 513 | 430 |
| Deposits from customers as at 30 June | 45.207 | 42.561 | 32.596 | 26.824 | 2265 | 1464 |

* not including subsidiaries

Vision and strategy

Our vision: Recommended by customers

| Primary objective | Financial targets |
|---|--|
| <ul style="list-style-type: none">• SpareBank 1 SR-Bank ASA is committed to value creation in the bank's core market area• Sustainable contribution to the value creation process in the region through;<ul style="list-style-type: none">• Sustainable and profitable business model• Owner friendly and stable dividend policy | <ul style="list-style-type: none">• ROE above 13% at a normalised level of interest rates• Top 50% ROE and cost/income in a Nordic benchmark• CET1 capital ratio at 0.5-1.0% above the regulatory requirement |
| Strategic goals | Strategic focus |
| <ul style="list-style-type: none">• Most attractive and preferred partner for financial services in South-Western Norway, based on;<ul style="list-style-type: none">• Good customer experience• Strong team spirit and professionalism• Local anchoring and local decisions• Solvency, profitability and trust by the market | <ul style="list-style-type: none">• Targeted customer growth and increased product mix• Innovative and continuing focus on efficiency• Expertise adapted to future customer needs• Diversified funding platform |

Figure 1.2.3: Vision and strategy

Legal and organizational structure

SpareBank 1 SR-Banks's various management and control bodies have all been established with respect to Norwegian legislation. The figure below shows an overview of current management and control bodies:

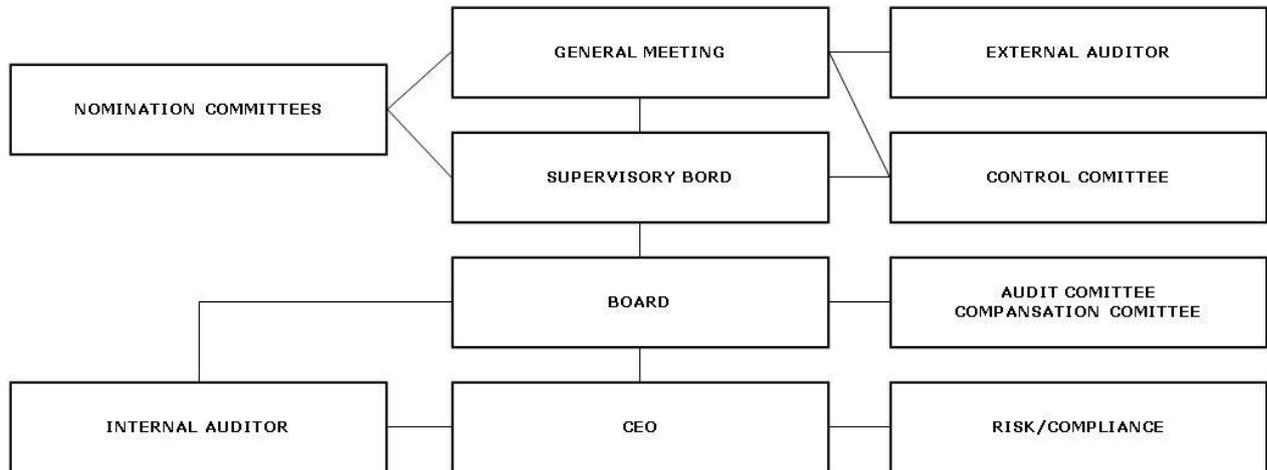


Figure 1.2.4: Overview of management and control bodies

General Meeting

Through the General Meeting, the shareholders exercise the highest level of authority at SpareBank 1 SR-Bank ASA. The Ordinary General Meeting elects the members of the Supervisory Board, the Control Committee and the Nomination Committee, as well as approving the annual financial statements, including the allocation of a surplus or coverage of a deficit for a year.

Supervisory Board

The Supervisory Board consists of 30 members and 15 deputy members. A total of 22 members and 11 deputy members are elected from among the shareholders and eight members and four deputy members are elected by and from among the employees.

The Supervisory Board conducts supervision of the administration by the Board of Directors and the CEO, elects the members and deputy members of the Board of Directors, elects the Nominating Committee, elects the auditor or auditing company, receives information on the operation and reviews extracts of SpareBank 1 SR-Bank's accounts and reports from the Control Committee, reviews the annual financial statements, annual report and auditor's report, and makes a statement to the General Meeting concerning the Board's proposal for the annual financial statements, and the Board's proposal for allocation of a surplus or coverage of a deficit as well as adopting decisions on remuneration for officers and auditors as well as compensation for the CEO.

Control Committee

The Control Committee consists of three members and one deputy member who are elected for terms of two years at a time.

The Control Committee must see to it that the activities of SpareBank 1 SR-Bank are conducted in an appropriate manner, including co-operation and having on-going contact with other possible control committees of group companies, and conducting supervision that the Board and CEO have adequate supervision and control of the subsidiaries.

Board of Directors

The Board of Directors consists of nine members and two deputy members, of which two members and one deputy member are elected by the employees.

The Board of Directors is responsible for the administration of the Bank's business. This includes making decisions on individual credit cases. The Board must ensure a satisfactory organisation of the Bank's operations, including ensuring that accounting and asset management are subjected to proper scrutiny.

Board committees

The Board of Directors has established a Compensation Committee and an Audit Committee. The committees shall assist the Board of Directors in preparing cases, but the decision shall be made jointly by the Board of Directors. Both committees, on their own initiative, are able to conduct meetings and processes cases without participation by the administration.

Instructions for the committees are established by the Board of Directors.

Organisation of SpareBank 1 SR-Bank ASA

The Bank's operational structure is illustrated in the figure below.

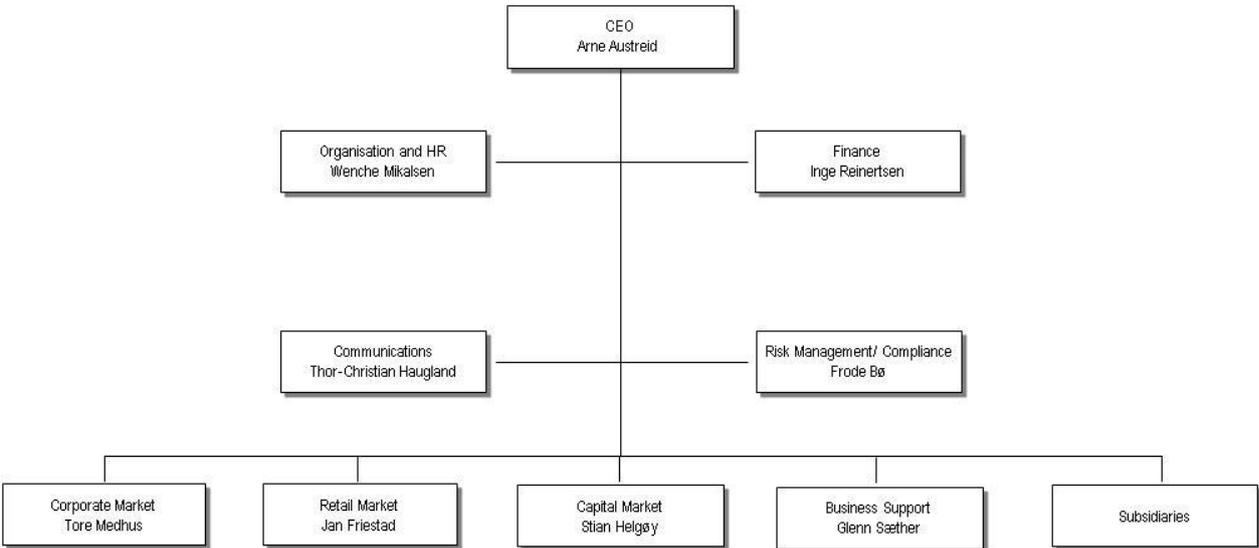


Figure 1.2.5: Organizational structure of SpareBank 1 SR-Bank

The SpareBank 1 Alliance

SpareBank 1 SR-Bank is one of the founding partners of the SpareBank 1 Gruppen ("the Alliance") in 1996. Through participation in the Alliance, SpareBank 1 SR-Bank is linked together in an alliance of independent and locally anchored banks. The purpose of the Alliance is for members to develop, procure and supply competitive financial services and products and to exploit economies of scale in the form of lower costs and higher quality, so that customers get the best advice and the best services on competitive terms. As shown in the figure below the Alliance has a wide distribution all over Norway.

The SpareBank 1 Alliance - 2nd largest mortgage lender in Norway

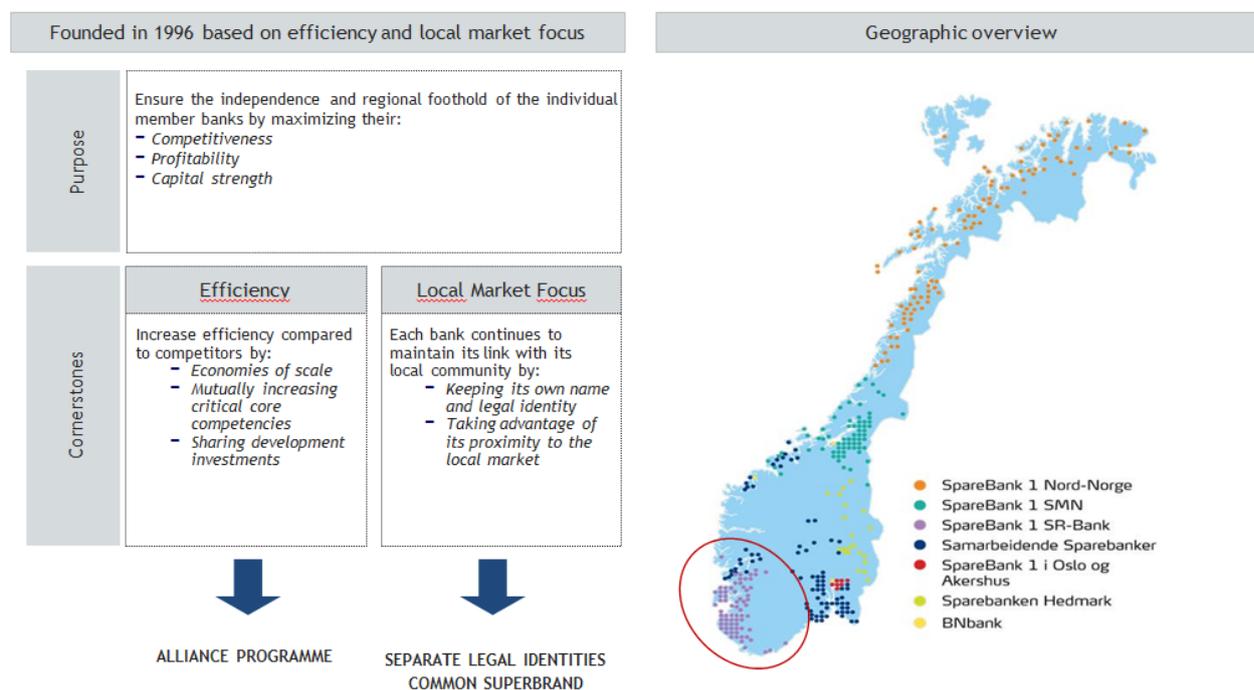


Figure 1.2.6: Geographic overview of the SpareBank 1 Alliance

The member banks in the Alliance work in part through common projects and in part through the jointly owned holding company; SpareBank 1 Gruppen AS. In addition to SpareBank 1 SR-Bank, SpareBank 1 Gruppen AS is owned by Sparebanken Nord-Norge, Sparebanken 1 SMN, Sparebanken Hedmark, Samarbeidende Sparebanker (14 local savings banks in southern Norway) and the Norwegian Confederation of Trade Unions (LO).

SpareBank 1 Gruppen AS owns all of the shares in SpareBank 1 Livsforsikring AS (life insurance), SpareBank 1 Skadeforsikring AS (non-life insurance), ODIN Forvaltning AS (asset management), SpareBank 1 Medlemskort (membership cards) and SpareBank 1 Gruppen Finans Holding AS (collection of bad debts).

The banks that are part of the Alliance also jointly own the two covered bond companies SpareBank 1 Boligkreditt AS and SpareBank 1 Næringskreditt AS, EiendomsMegler 1 (chain of real estate brokers), Alliansesamarbeidet SpareBank 1 Utvikling DA, and the two commercial banks; Bank 1 Oslo/Akershus AS and BN Bank ASA.

The SpareBank 1 Alliance structure is illustrated below in figure 1.2.7.

SpareBank 1 Alliance

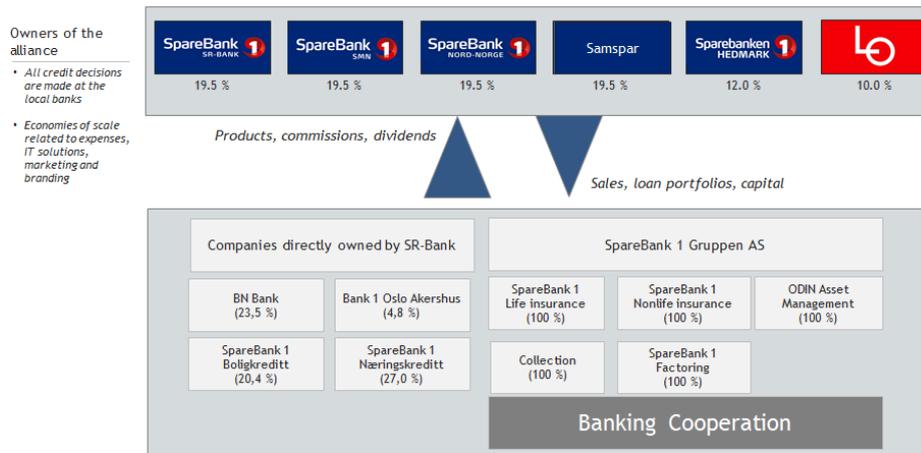


Figure 1.2.7: Structure of SpareBank 1 Alliance as per 30 June 2014

More information on the SpareBank 1 Alliance can be found on www.sparebank1.no.

1.3 Shareholder information - SRBANK

SpareBank 1 SR-Bank's former Equity Certificates (EC) was listed on the Oslo stock exchange from 1994 until end 2011 under the ticker of ROGG. From 1 January 2012 the EC's were converted to ordinary shares. The share capital in SpareBank 1 SR-Bank is NOK 6,393,777,050 divided between 255,751,082, each with a nominal value of NOK 25.

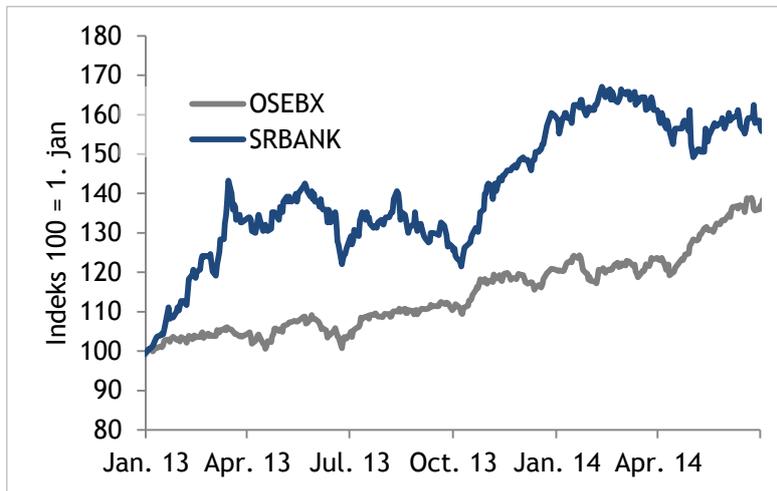


Figure 1.3.1: Relative performance; SRBANK vs OSEBX 1.1.2013 – 30.06.2014

The former ticker code ROGG was replaced by SRBANK and from 3 January 2012, SRBANK was included in the OSEAX All-Share index and sector index OSE40 Financials/OSE4010 Banks. Figure 1.3.1 shows the relative performance of SRBANK compared to OSEBX.

SpareBank 1 SR-Bank aims to ensure good liquidity in its shares and achieve a good diversity of shareholders who represent customers, regional interests, as well as Norwegian and international investors. Figure 1.3.2 shows how daily liquidity has developed in the period from 1 January 2010 to 30 June 2014. A general observation is that liquidity has increased after the conversion and issue of new shares.

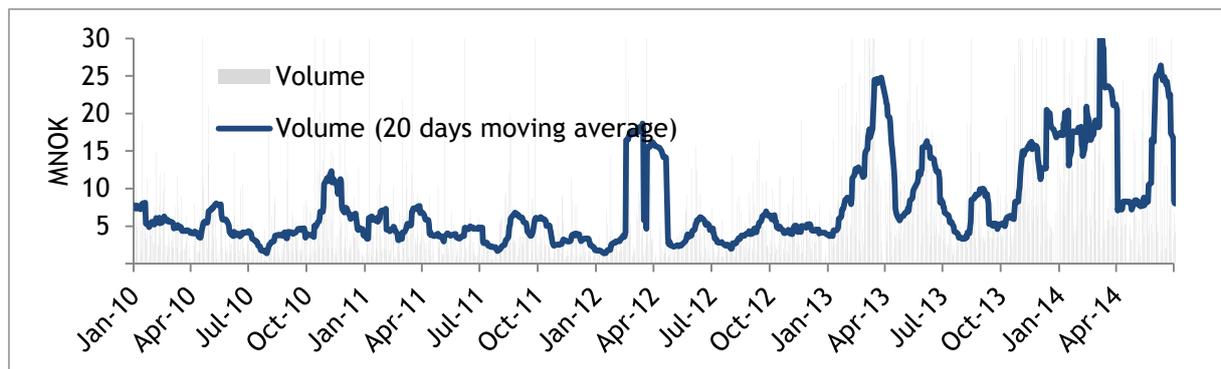


Figure 1.3.2 Development in liquidity; SRBANK 1.1.2010 – 30.06.2014

Figure 1.3.3 shows the share price movements and Price/Book development from 01.01.2013 to 30.06.2014.

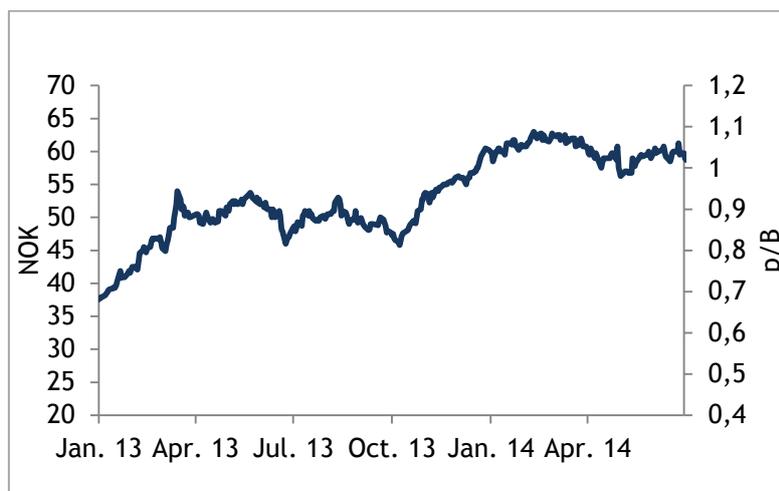


Figure 1.3.3: Share price and development in P/B; 1.1.2013 – 30.06.2014

Investor relations policy

It is crucial to SpareBank 1 SR-Bank that accurate, relevant and timely information about the group's development and result inspires confidence in the investor market. Information is conveyed to the market mainly through quarterly investor presentations, websites, press releases and accounting reports. Regular presentations are also held for international partners, lenders and investors, mainly in the domestic and European market.

It is in SpareBank 1 SR-Bank's own interest that financial analyses are published with the highest possible quality. All analysts, irrespective of their recommendations and viewpoints regarding the stock are treated equally. As of today the following financial analysts have official coverage of SRBANK:

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 First Securities, Bengt Kirkøyen +47 23 23 82 65 bk@first.no
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 Carnegie, Asbjørn Nicholas Mørch: +45 32 88 03 35, asbmoe@carnegie.dk

Shareholder and dividend policy

Shareholder policy

SpareBank 1 SR-Bank's objective is to manage the bank's resources in such a manner that shareholders receive a yield in the form of dividends and a value increase which is competitive in relation to comparable investments.

Dividend policy

The financial objective of SpareBank 1 SR-Bank's operations is to achieve earnings that yield adequate, stable returns on the bank's equity, thereby creating value for owners through competitive returns in the form of

dividends and share appreciation.

In determining the size of the annual dividend, considerations will be made toward the group's capital, including capital adequacy requirements and the group's goals and strategic plans. Unless capital requirements otherwise dictate, the goal of the board is that approximately half of the annual profit after tax is distributed.

Ownership structure

| Investor | | Number | Stake |
|--|---------|-------------|-------|
| Sparebankstiftelsen SR-Bank | | 72.419.305 | 28,3% |
| Gjensidige Forsikring ASA | | 26.483.470 | 10,4% |
| Folketrygdfondet | | 9.895.706 | 3,9% |
| Morgan Stanley & Co, U.S.A. | Nominee | 9.562.005 | 3,7% |
| State Street Bank and Trust, U.S.A. | Nominee | 8.692.751 | 3,4% |
| SpareBank 1-stiftinga Kvinnherad | | 6.226.583 | 2,4% |
| Wimoh Invest AS | | 4.320.710 | 1,7% |
| Odin Norge | | 3.953.812 | 1,5% |
| Skagen Global | | 3.820.039 | 1,5% |
| The Bank of New York Mellon, U.S.A. | Nominee | 2.618.796 | 1,0% |
| State Street Bank and Trust, U.S.A. | Nominee | 2.598.882 | 1,0% |
| J.P. Morgan Chase Bank, U.K. | Nominee | 2.340.941 | 0,9% |
| Clipper AS | | 2.100.000 | 0,8% |
| J.P. Morgan Chase Bank, U.K. | Nominee | 2.083.137 | 0,8% |
| J.P. Morgan Chase Bank, Sverige | Nominee | 2.014.054 | 0,8% |
| Skandinaviska Enskilda Banken, Sverige | Nominee | 1.706.892 | 0,7% |
| FLPS, U.S.A. | | 1.350.000 | 0,5% |
| Westco AS | | 1.321.817 | 0,5% |
| State Street Bank and Trust, U.S.A. | Nominee | 1.223.779 | 0,5% |
| Skagen Global II | | 1.196.751 | 0,5% |
| <hr/> | | | |
| Top 5 | | 127.053.237 | 49,7% |
| Top 10 | | 147.993.177 | 57,9% |
| Top 20 | | 165.929.430 | 64,9% |

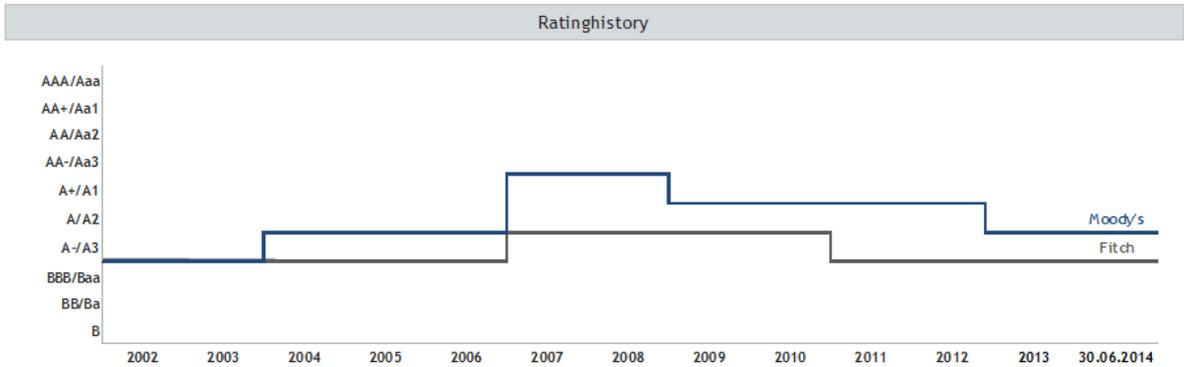
Table 1.3.2: 20 largest shareholders as at 30. June 2014

1.4 Credit ratings

Current credit rating status as at 30 June 2014 was as follows:

Rating

| Moody's | | Fitch | |
|----------------|-------------|---------------|--------------|
| Long-term debt | A2 | Long-term IDR | A- |
| Outlook | Negative | Outlook | Stable |
| Updated | 30 May 2014 | Updated | 9 April 2014 |



2. Financial results and balance sheet

Income statement

| <i>MNOK</i> | Q2 2014 | Q1 2014 | Q4 2013 | Q3 2013 | Q2 2013 | 30.06 2014 | 30.06 2013 |
|--|--------------|--------------|--------------|--------------|--------------|---------------|---------------|
| Interest income | 1.543 | 1.438 | 1.466 | 1.451 | 1.406 | 2.981 | 2.727 |
| Interest expense | 962 | 891 | 892 | 883 | 880 | 1.853 | 1.750 |
| Net interest income | 581 | 547 | 574 | 568 | 526 | 1.128 | 977 |
| Commission income | 333 | 398 | 392 | 386 | 349 | 731 | 674 |
| Commission expenses | 19 | 20 | 12 | 23 | 18 | 39 | 37 |
| Other operating income | 130 | 102 | 109 | 103 | 134 | 232 | 232 |
| Net commission and other income | 444 | 480 | 489 | 466 | 465 | 924 | 869 |
| Dividend income | 7 | 18 | -2 | 3 | 32 | 25 | 32 |
| Income from investment in associates | 137 | 81 | 95 | 130 | 31 | 218 | 130 |
| Net gains/losses on financial instruments | 57 | 220 | 102 | 4 | -1 | 277 | 61 |
| Net return on investment securities | 201 | 319 | 195 | 137 | 62 | 520 | 223 |
| Total income | 1.226 | 1.346 | 1.258 | 1.171 | 1.053 | 2.572 | 2.069 |
| Personnel expenses | 293 | 294 | 323 | 284 | 297 | 587 | 589 |
| Administrative expenses | 120 | 106 | 109 | 104 | 118 | 226 | 219 |
| Other operating expenses | 88 | 105 | 102 | 90 | 102 | 193 | 199 |
| Total operating expenses | 501 | 505 | 534 | 478 | 517 | 1.006 | 1.007 |
| Operating profit before losses | 725 | 841 | 724 | 693 | 536 | 1.566 | 1.062 |
| Losses on loans and guarantees | 41 | 54 | 50 | 32 | 25 | 95 | 50 |
| Operating profit before tax | 684 | 787 | 674 | 661 | 511 | 1.471 | 1.012 |
| Tax expense | 150 | 128 | 107 | 145 | 128 | 278 | 235 |
| Profit after tax from continuing operations | 534 | 659 | 567 | 516 | 383 | 1.193 | 777 |

Key figures

| | Q2 2014 | Q1 2014 | Q4 2013 | Q3 2013 | Q2 2013 | 30.06 2014 | 30.06 2013 |
|---|------------|------------|------------|------------|------------|---------------|---------------|
| Return on equity ¹⁾ | 14,5 % | 18,4 % | 16,2 % | 15,6 % | 11,8 % | 16,5 % | 12,1 % |
| Cost ratio ²⁾ | 40,9 % | 37,5 % | 42,4 % | 40,8 % | 49,1 % | 39,1 % | 48,7 % |
| Net interest margin | 1,41 % | 1,40 % | 1,46 % | 1,49 % | 1,43 % | 1,40 % | 1,35 % |
| Gross loans to customers | 135.335 | 121.723 | 120.273 | 116.720 | 115.214 | 135.335 | 115.214 |
| Gross loans to customers incl. covered bond companies | 168.624 | 166.593 | 166.662 | 164.538 | 162.714 | 168.624 | 162.714 |
| Deposits from customers | 81.728 | 74.440 | 71.667 | 70.714 | 73.281 | 81.728 | 73.281 |
| Deposit-to-loan ratio | 60,4 % | 61,2 % | 59,6 % | 60,6 % | 63,6 % | 60,4 % | 63,6 % |
| Growth in loans | 17,5 % | 8,4 % | 9,8 % | 11,7 % | 9,3 % | 17,5 % | 9,3 % |
| Growth in loans incl. covered bond companies | 3,6 % | 3,8 % | 5,3 % | 5,5 % | 6,1 % | 3,6 % | 6,1 % |
| Growth in deposits | 11,5 % | 8,5 % | 6,0 % | 2,2 % | 2,8 % | 11,5 % | 2,8 % |
| Average total assets | 164.949 | 158.867 | 155.489 | 151.683 | 147.331 | 162.502 | 145.751 |
| Total assets | 167.273 | 157.752 | 156.985 | 153.639 | 151.110 | 167.273 | 151.110 |
| Impairment losses ratio ³⁾ | 0,13 | 0,18 | 0,17 | 0,11 | 0,09 | 0,15 | 0,09 |
| Non-performing commitments as a percentage of gross loans | 0,40 | 0,52 | 0,69 | 0,40 | 0,37 | 0,40 | 0,37 |
| Other doubtful commitments as a percentage of gross loans | 0,41 | 0,38 | 0,37 | 0,69 | 0,50 | 0,41 | 0,50 |
| Capital ratio | 14,6 | 14,5 | 14,1 | 13,1 | 12,9 | 14,6 | 12,9 |
| Tier 1 capital ratio | 13,2 | 13,0 | 12,8 | 12,2 | 12,0 | 13,2 | 12,0 |
| Common Equity Tier 1 capital ratio | 11,4 | 11,2 | 11,1 | 10,5 | 10,3 | 11,4 | 10,3 |
| Tier 1 capital | 14.978 | 14.691 | 14.511 | 13.974 | 13.691 | 14.978 | 13.691 |
| Net primary capital | 16.584 | 16.407 | 15.915 | 15.034 | 14.721 | 16.584 | 14.721 |
| Minimum primary capital requirement | 9.098 | 9.073 | 9.046 | 9.203 | 9.135 | 9.098 | 9.135 |
| RWA | 113.725 | 113.413 | 113.075 | 115.038 | 114.188 | 113.725 | 114.188 |
| Number of branches | 48 | 52 | 52 | 53 | 53 | 48 | 53 |
| Man-years (permanent) | 1.126 | 1.148 | 1.165 | 1.182 | 1.196 | 1.126 | 1.196 |
| Share price | 59,75 | 60,75 | 60,25 | 47,70 | 47,50 | 59,75 | 47,50 |
| Market capitalisation | 15.281 | 15.537 | 15.409 | 12.199 | 12.148 | 15.281 | 12.148 |
| Book equity per share (including dividends) (group) | 57,63 | 57,45 | 55,00 | 52,89 | 50,89 | 57,63 | 50,89 |
| Earnings per share (group) ⁴⁾ | 2,09 | 2,58 | 2,22 | 2,02 | 1,50 | 4,67 | 3,04 |
| Dividends per share | n.a. | n.a. | n.a. | n.a. | n.a. | n.a. | n.a. |
| Price / Earnings per share | 7,15 | 5,89 | 6,78 | 5,90 | 7,92 | 6,40 | 7,81 |
| Price / Book equity (group) | 1,04 | 1,06 | 1,10 | 0,90 | 0,93 | 1,04 | 0,93 |

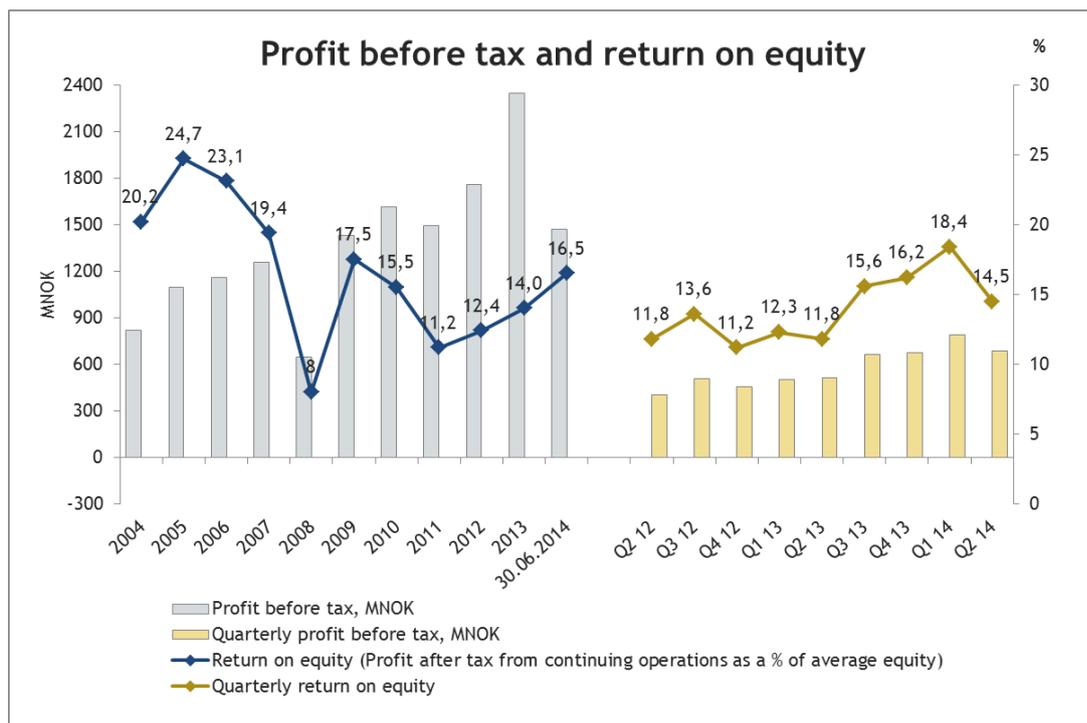
¹⁾ Net profit as a percentage of average equity.

²⁾ Total operating expenses as a percentage of total operating income

³⁾ Net losses expressed as a percentage of average gross lending year to date, annualized

⁴⁾ Number of shares was increased on 18 June 2012 from 199,489,689 to 255,751,082 as a result of a capital expansion. Earnings per share as from 2nd quarter 2012 are calculated based on the new number of shares.

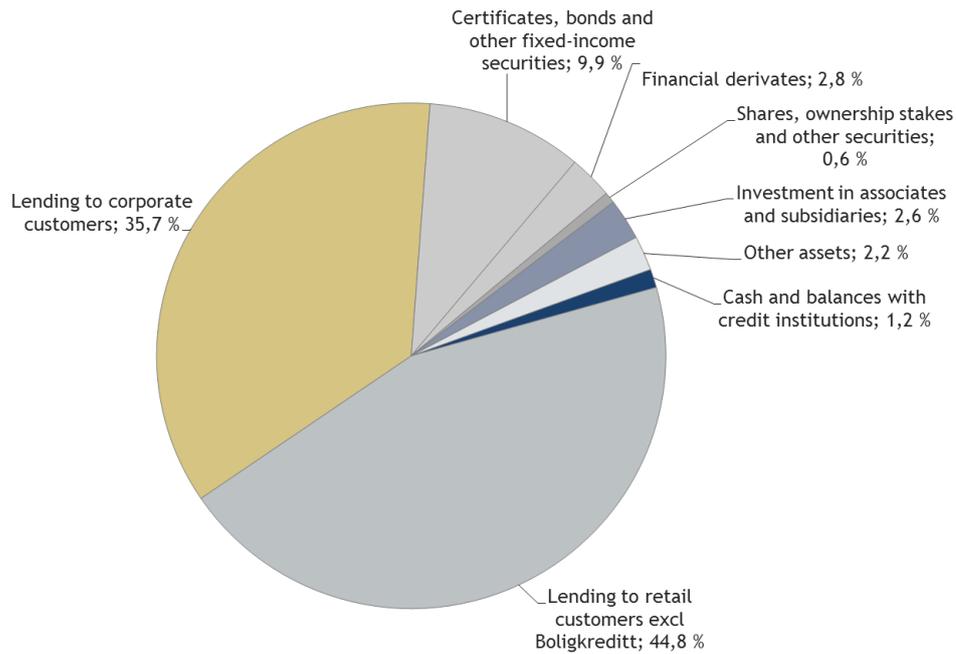
SpareBank 1 SR-Bank does not have any forward cover contracts or other circumstances that can dilute earning per share.



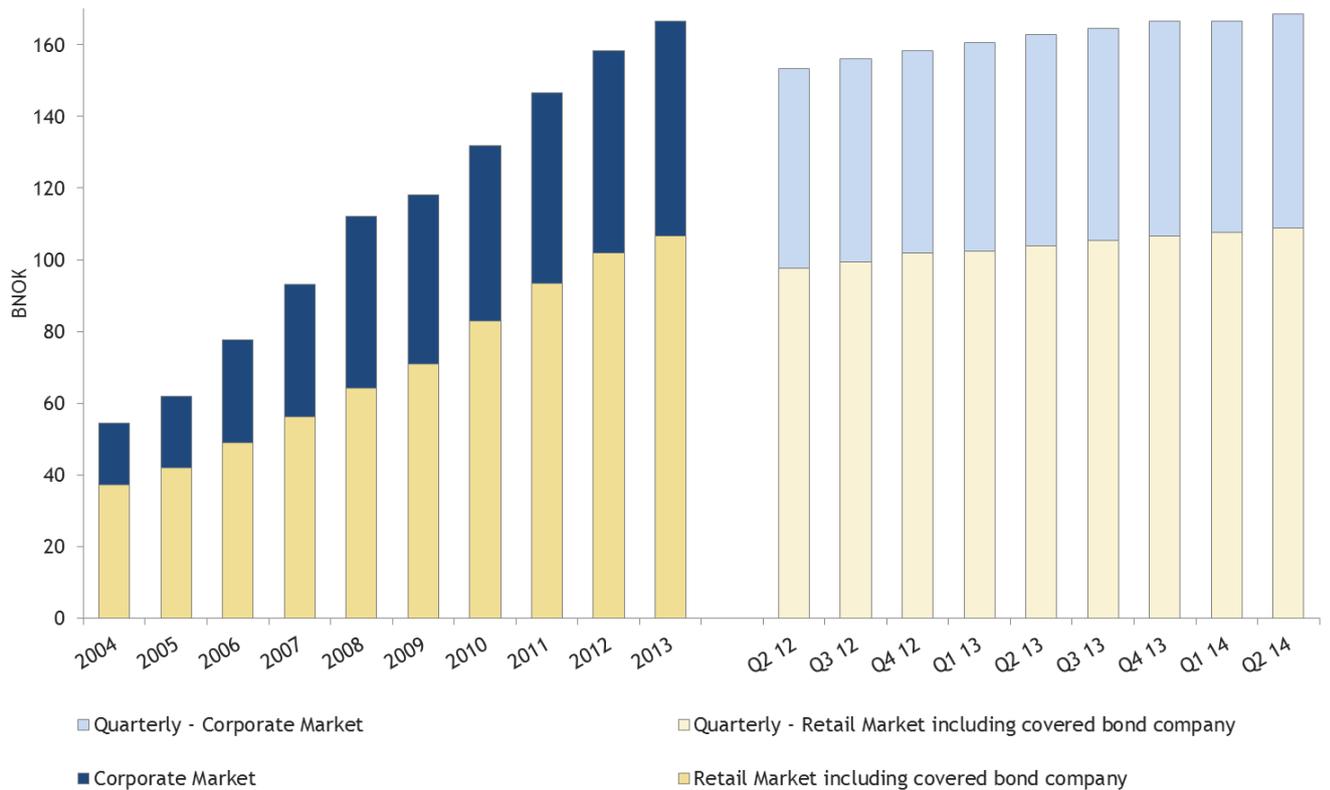
Balance sheet

| | 30.06 2014 | 31.03 2014 | 31.12 2013 | 30.09 2013 | 30.06 2013 |
|---|----------------|----------------|----------------|----------------|----------------|
| MNOK | | | | | |
| Cash and balances with central banks | 1.985 | 770 | 1.265 | 588 | 1.762 |
| Balances with credit institutions | 2.333 | 1.092 | 1.253 | 1.732 | 2.612 |
| Net loans to customers | 134.680 | 121.037 | 119.525 | 115.992 | 114.493 |
| Certificates, bonds and other fixed-income sec. | 16.610 | 20.868 | 21.065 | 22.408 | 19.852 |
| Financial derivatives | 4.653 | 4.339 | 4.923 | 4.887 | 4.936 |
| Shares, ownership stakes and other securities | 1.176 | 1.154 | 938 | 880 | 879 |
| Business available for sale | 84 | 84 | 85 | 85 | 85 |
| Investment in associates | 4.422 | 4.910 | 4.710 | 4.804 | 4.682 |
| Other assets | 1.330 | 3.498 | 3.221 | 2.263 | 1.809 |
| Total assets | 167.273 | 157.752 | 156.985 | 153.639 | 151.110 |
| Balances with credit institutions | 4.207 | 4.801 | 3.742 | 4.719 | 4.681 |
| Public deposits related to covered bond swap scheme | 0 | 2.431 | 6.429 | 6.429 | 6.429 |
| Deposits from customers | 81.728 | 74.440 | 71.667 | 70.714 | 73.281 |
| Listed debt securities | 58.105 | 52.508 | 52.328 | 50.124 | 45.006 |
| Financial derivatives | 2.191 | 2.179 | 2.013 | 2.235 | 2.486 |
| Other liabilities | 2.222 | 2.659 | 2.746 | 2.310 | 2.264 |
| Additional Tier 1 and Tier 2 capital instruments | 4.094 | 4.065 | 4.004 | 3.597 | 3.958 |
| Total liabilities | 152.547 | 143.083 | 142.929 | 140.128 | 138.105 |
| Share capital | 6.394 | 6.394 | 6.394 | 6.394 | 6.394 |
| Premium reserve | 1.587 | 1.587 | 1.587 | 1.587 | 1.587 |
| Proposed dividend | 0 | 409 | 409 | 0 | 0 |
| Fund for unrealised gains | 162 | 162 | 162 | 72 | 72 |
| Other equity | 5.390 | 5.458 | 5.504 | 4.165 | 4.175 |
| Profit/loss at period end | 1.193 | 659 | 0 | 1.293 | 777 |
| Total equity | 14.726 | 14.669 | 14.056 | 13.511 | 13.005 |
| Total liabilities and equity | 167.273 | 157.752 | 156.985 | 153.639 | 151.110 |

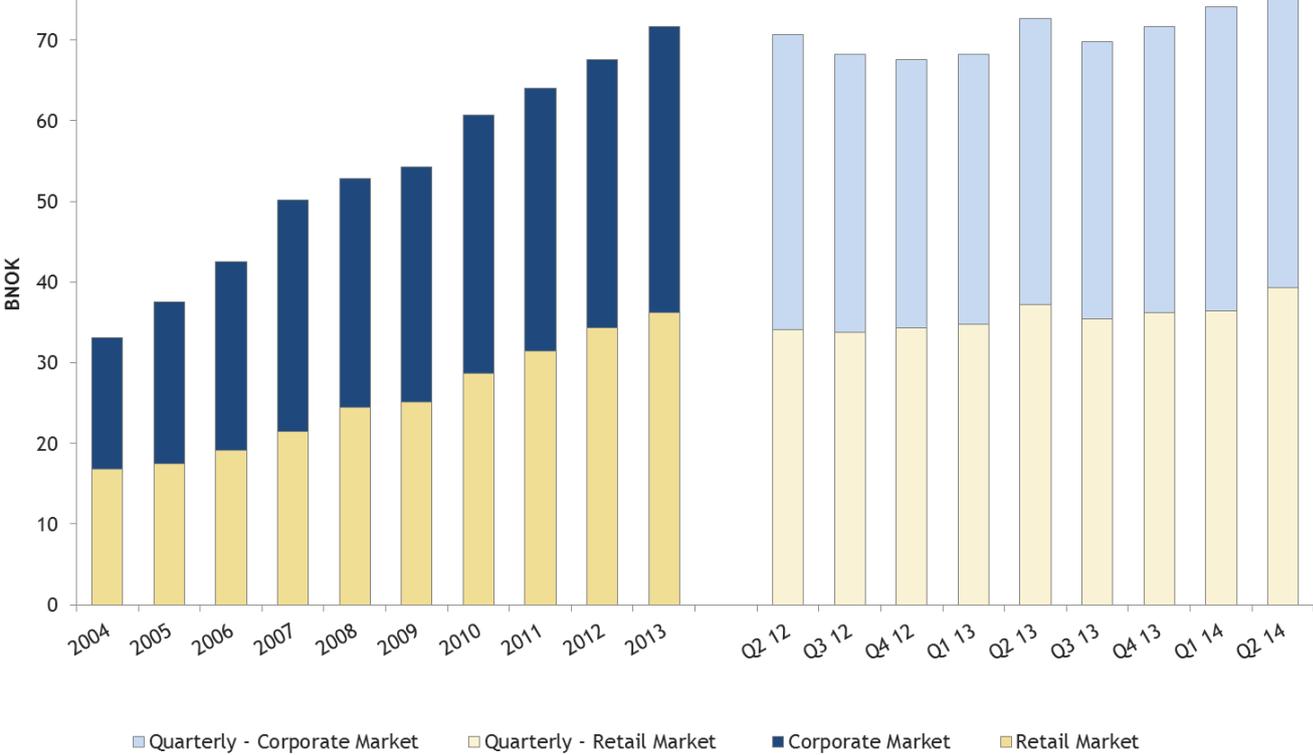
Total assets as at 30 June 2014:



Development in lending volume

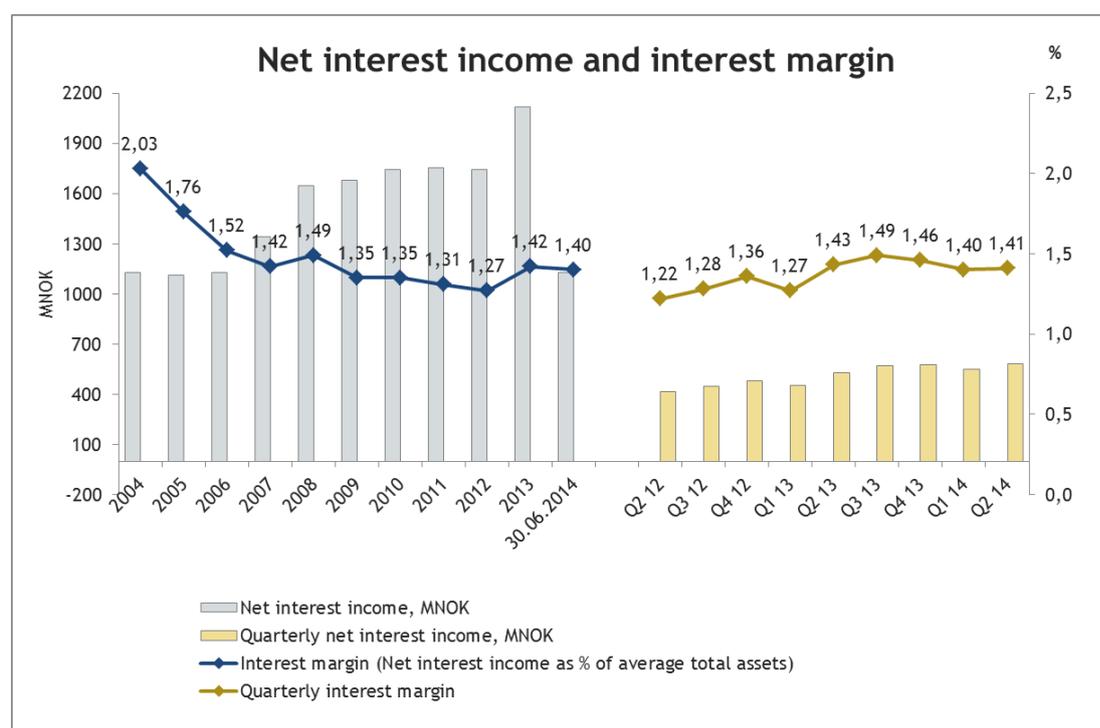


Development in deposit volume

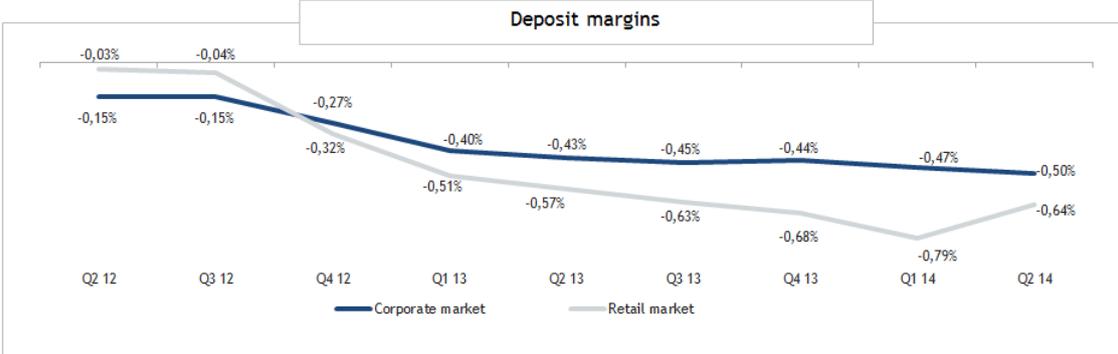
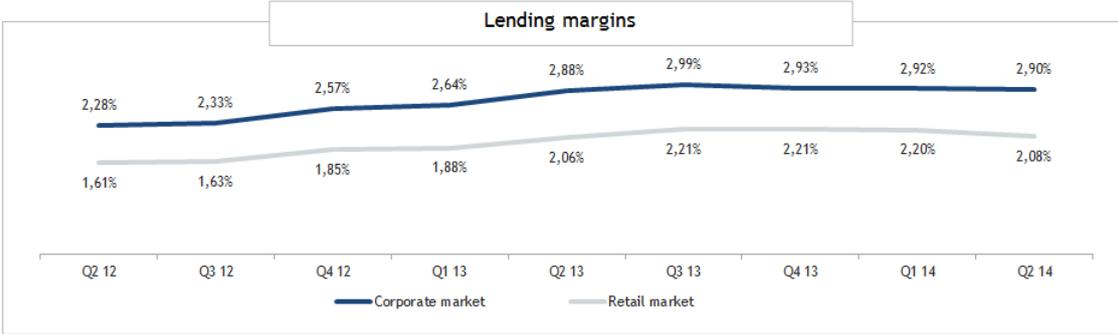


2.1 Net interest income

| | Q2 | Q1 | Q4 | Q3 | Q2 | 30.06 | 30.06 |
|------------------------------|------------|------------|------------|------------|------------|--------------|------------|
| MNOK | 2014 | 2014 | 2013 | 2013 | 2013 | 2014 | 2013 |
| Interest income | 1.543 | 1.438 | 1.466 | 1.451 | 1.406 | 2.981 | 2.727 |
| Interest expense | 962 | 891 | 892 | 883 | 880 | 1.853 | 1.750 |
| Net interest income | 581 | 547 | 574 | 568 | 526 | 1.128 | 977 |
| | | | | | | | |
| As % of average total assets | 1,41 % | 1,40 % | 1,46 % | 1,49 % | 1,43 % | 1,40 % | 1,35 % |



Lending and deposit margins¹



¹ Definition margin: Average customer interest rate measured against 3-month moving average for 3-month NIBOR. Lending margins include loan portfolio in covered bond companies.

2.2 Net other operating income

| <i>MNOK</i> | Q2 2014 | Q1 2014 | Q4 2013 | Q3 2013 | Q2 2013 | 30.06 2014 | 30.06 2013 |
|-------------------------------------|------------|------------|------------|------------|------------|---------------|---------------|
| Net commission and other income | 444 | 480 | 489 | 466 | 465 | 924 | 869 |
| Net return on investment securities | 201 | 319 | 195 | 137 | 62 | 520 | 223 |
| Net other operating income | 645 | 799 | 684 | 603 | 527 | 1444 | 1.092 |
| As % of total income | 53 % | 59 % | 54 % | 51 % | 50 % | 56 % | 53 % |

Net commission and other income

| <i>MNOK</i> | Q2 2014 | Q1 2014 | Q4 2013 | Q3 2013 | Q2 2013 | 30.06 2014 | 30.06 2013 |
|---|------------|------------|------------|------------|------------|---------------|---------------|
| Payment facilities | 56 | 57 | 59 | 66 | 56 | 113 | 108 |
| Savings/placements | 40 | 45 | 39 | 40 | 37 | 85 | 72 |
| Insurance products | 44 | 42 | 41 | 41 | 42 | 86 | 82 |
| Commission income from real estate broking | 128 | 100 | 108 | 101 | 127 | 228 | 223 |
| Guarantee commission | 26 | 27 | 23 | 29 | 26 | 53 | 53 |
| Arrangement fees | 24 | 31 | 45 | 15 | 14 | 55 | 31 |
| Other | 6 | 13 | 7 | 7 | 12 | 19 | 23 |
| Net commission and other income excl. covered bond companies | 324 | 315 | 322 | 299 | 314 | 639 | 592 |
| Commission income SB1 Boligkreditt and SB1 Næringskreditt | 120 | 165 | 167 | 167 | 151 | 285 | 277 |
| Net commission and other income incl. covered bond companies | 444 | 480 | 489 | 466 | 465 | 924 | 869 |
| As % of total income | 36 % | 36 % | 39 % | 40 % | 44 % | 36 % | 42 % |

Change in net commission and other income

| <i>MNOK</i> | Q2 2014 | Change | Q2 2013 |
|---|------------|------------|------------|
| Net commission and other income | 444 | -21 | 465 |
| Payment facilities | | 0 | |
| Savings/placements | | 3 | |
| Insurance products | | 2 | |
| Commission income from real estate broking | | 1 | |
| Guarantee commission | | 0 | |
| Arrangement fees | | 10 | |
| Other | | -6 | |
| Commission income SpareBank 1 Boligkreditt and SpareBank 1 Næringskreditt | | -31 | |

Net return on investment securities

| MNOK | Q2 2014 | Q1 2014 | Q4 2013 | Q3 2013 | Q2 2013 | 30.06 2014 | 30.06 2013 |
|---|------------|------------|------------|------------|------------|---------------|---------------|
| Dividend | 7 | 18 | -2 | 3 | 32 | 25 | 32 |
| Investment income, associates | 137 | 81 | 95 | 130 | 31 | 218 | 130 |
| Securities gains/losses | 24 | 205 | 13 | -38 | -55 | 229 | -56 |
| - of which capital change in shares and certificates* | 10 | 220 | 42 | 11 | -28 | 230 | -7 |
| - of which capital change in certificates and bonds | 14 | -15 | -29 | -49 | -27 | -1 | -49 |
| Currency/interest gains/losses | 33 | 15 | 89 | 42 | 54 | 48 | 117 |
| - of which currency customer- and own-account trading | 37 | 24 | 46 | 24 | 35 | 61 | 65 |
| - of which IFRS-effects | -4 | -9 | 43 | 18 | 19 | -13 | 52 |
| Net return on investment securities | 201 | 319 | 195 | 137 | 62 | 520 | 223 |
| As % of total income | 16 % | 24 % | 16 % | 12 % | 6 % | 20 % | 11 % |

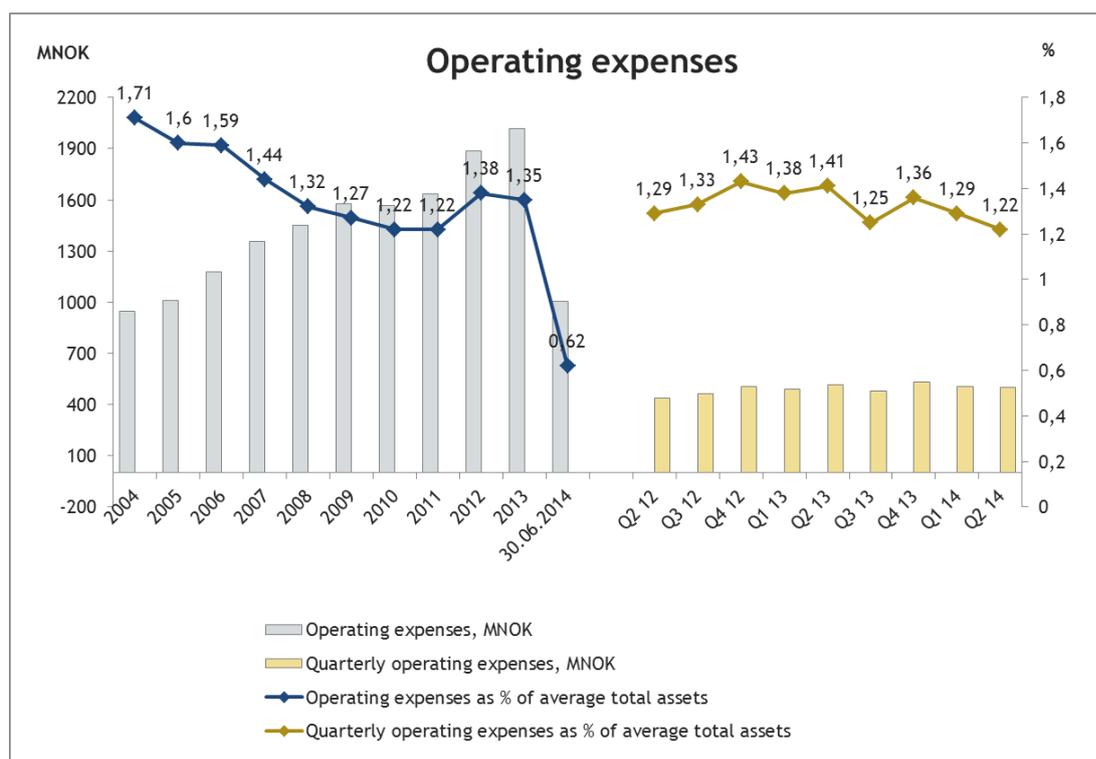
*Value adjustment of shares in Nets Holding AS improves the result by NOK 202 million in Q1 2014.

Change in net return on investment securities

| MNOK | Q2 2014 | Change | Q2 2013 |
|---|------------|------------|------------|
| Net return on investment securities | 201 | 139 | 62 |
| Dividend | | -25 | |
| Investment income, associates | | 106 | |
| Securities gains/losses | | 79 | |
| - of which capital change in shares and certificates | | 38 | |
| - of which capital change in certificates and bonds | | 41 | |
| Currency/interest gains/losses | | -21 | |
| - of which currency customer- and own-account trading | | 2 | |
| - of which IFRS-effects | | -23 | |

2.3 Operating expenses

| | Q2 | Q1 | Q4 | Q3 | Q2 | 30.06 | 30.06 |
|---------------------------------|------------|------------|------------|------------|------------|--------------|--------------|
| MNOK | 2014 | 2014 | 2013 | 2013 | 2013 | 2014 | 2013 |
| Wages | 221 | 213 | 253 | 212 | 222 | 434 | 425 |
| Of which restructuring costs | | 0 | 26 | 1 | 3 | | |
| Pension expenses | 29 | 36 | 20 | 28 | 27 | 64 | 52 |
| Other personnel expenses | 43 | 45 | 50 | 44 | 45 | 89 | 112 |
| Total personnel expenses | 293 | 294 | 323 | 284 | 297 | 587 | 589 |
| IT expenses | 67 | 66 | 65 | 63 | 63 | 133 | 121 |
| Marketing expenses | 29 | 17 | 21 | 17 | 29 | 46 | 46 |
| Other administrative expenses | 24 | 23 | 23 | 24 | 26 | 47 | 47 |
| Write-offs | 17 | 17 | 21 | 17 | 18 | 34 | 36 |
| Expenses real property | 7 | 13 | 5 | 10 | 13 | 20 | 25 |
| Other operating expenses | 64 | 75 | 76 | 63 | 71 | 139 | 143 |
| Other expenses | 208 | 211 | 211 | 194 | 220 | 419 | 418 |
| Total operating expenses | 501 | 505 | 534 | 478 | 517 | 1.006 | 1.007 |



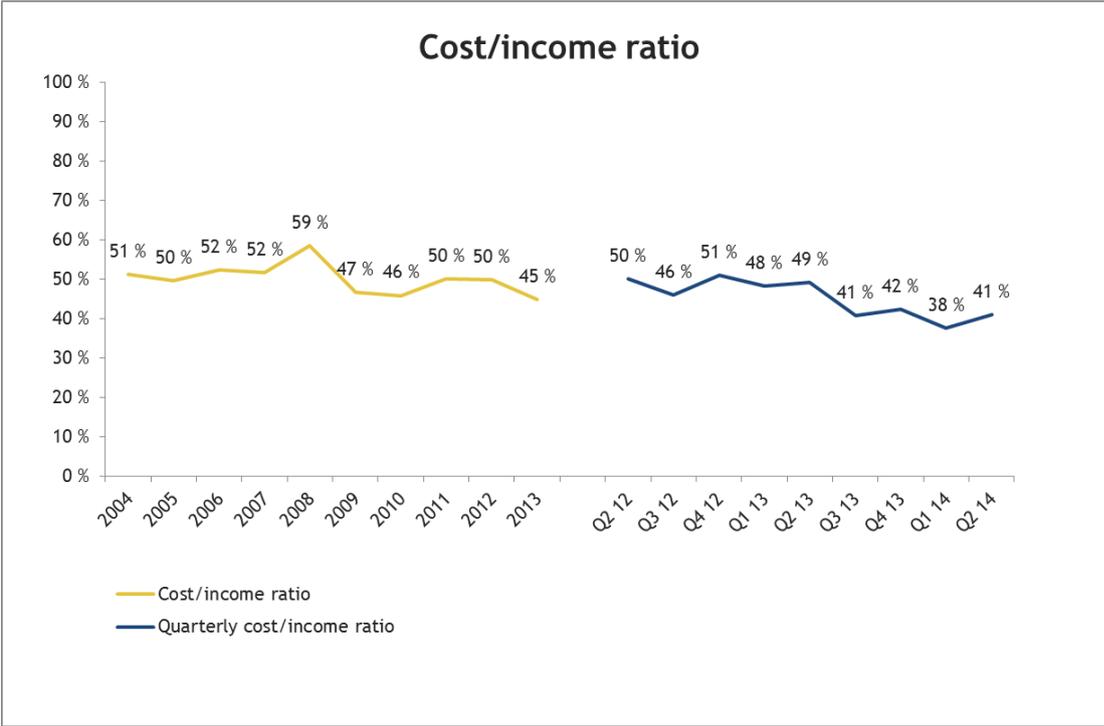
Change in operating expenses

| <i>MNOK</i> | Q2 2014 | Change | Q2 2013 |
|-------------------------------|------------|------------|------------|
| Total | 501 | -16 | 517 |
| Personnel expenses | | -4 | |
| IT expenses | | 4 | |
| Marketing expenses | | 0 | |
| Other administrative expenses | | -2 | |
| Write-offs | | -1 | |
| Expenses real property | | -6 | |
| Other operating expenses | | -7 | |

Cost/income ratio

| <i>MNOK</i> | Q2 2014 | Q1 2014 | Q4 2013 | Q3 2013 | Q2 2013 | 30.06 2014 | 30.06 2013 |
|-----------------------------------|------------|------------|------------|------------|------------|---------------|---------------|
| Operating expenses | 501 | 505 | 534 | 478 | 517 | 1.006 | 1.007 |
| Cost/income ratio | 40,9 % | 37,5 % | 42,4 % | 40,8 % | 49,1 % | 39,1 % | 48,7 % |
| Growth in expenses last 12 months | -3,1 % | 3,1 % | 6,0 % | 2,6 % | 17,5 % | -0,1 % | 9,7 % |

Development in cost/income ratio

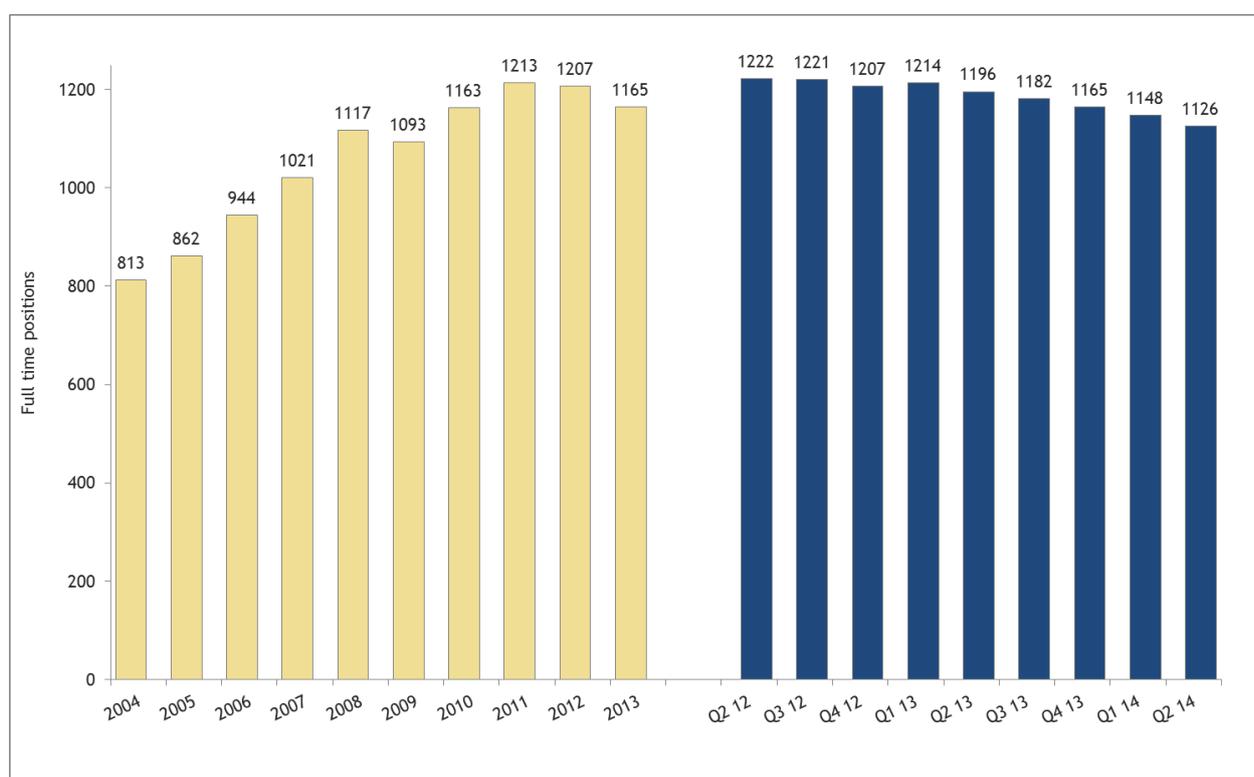


* In accordance with the Generally Accepted Accounting Principles in Norway – IFRS from 2004

Number of full time positions (permanent employees, contracted staff not included)

| | Q2 2014 | Q1 2014 | Q4 2013 | Q3 2013 | Q2 2013 |
|--------------------------------|--------------|--------------|--------------|--------------|--------------|
| <i>Full time positions</i> | | | | | |
| SpareBank 1 SR-Bank | 869 | 883 | 906 | 917 | 933 |
| EiendomsMegler 1 SR-Eiendom AS | 213 | 221 | 219 | 224 | 221 |
| SR-Forvaltning AS | 13 | 13 | 11 | 12 | 12 |
| SR-Finans AS | 31 | 31 | 29 | 29 | 30 |
| Total | 1.126 | 1.148 | 1.165 | 1.182 | 1.196 |

Full time positions 2004 – Q2 2014 (*permanent employees, contracted staff not included*)



2.4 Losses on loans and loss provisions

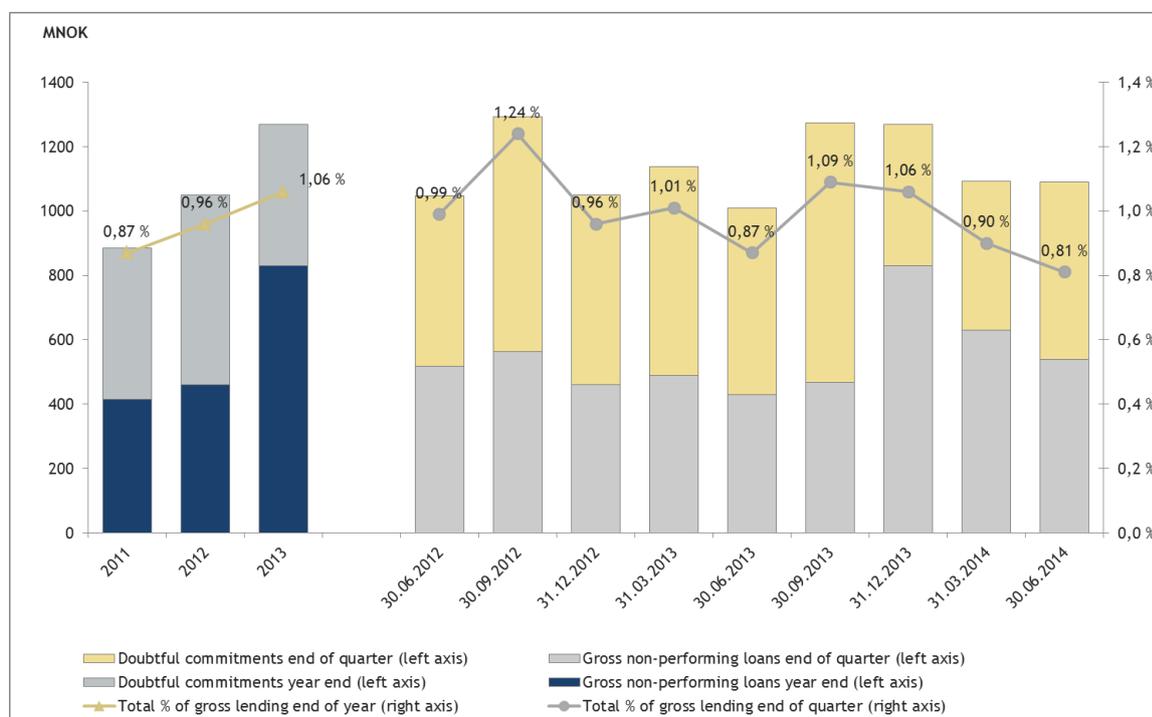
Losses on loans and guarantees

| MNOK | 30 June 2014 | 31 March 2014 | 31 Dec. 2013 | 30 Sept. 2013 | 30 June 2013 |
|---|-----------------|------------------|-----------------|------------------|-----------------|
| Change in individual individual impairment losses provisions for the | -85 | -64 | 23 | -27 | -31 |
| Change in collective impairment loss provisions for the period | -8 | 2 | -30 | 0 | - |
| Amortised cost | 5 | 1 | 11 | 3 | 3 |
| Actual loan losses on commitments for which provisions have been made | 135 | 108 | 111 | 84 | 53 |
| Actual loan losses on commitments for which no provision has been | 52 | 9 | 108 | 38 | 30 |
| Change in assets take-over for the period | 0 | 0 | -30 | 16 | 13 |
| Recoveries on commitments previously written-off | -4 | -2 | -61 | -32 | -18 |
| The period's net losses/(reversals) on loans and advances | 95 | 54 | 132 | 82 | 50 |

Provisions for impairment losses on loans and guarantees

| MNOK | 30 June 2014 | 31 March 2014 | 31 Dec. 2013 | 30 Sept. 2013 | 30 June 2013 |
|--|-----------------|------------------|-----------------|------------------|-----------------|
| Provisions for individual impairment losses at start of period | 446 | 446 | 423 | 423 | 423 |
| Increases in previous provisions for individual impairment losses | 31 | 27 | 131 | 77 | 82 |
| Reversal of provisions from previous periods | -40 | -32 | -183 | -132 | -103 |
| New provisions for individual impairment losses | 63 | 50 | 186 | 115 | 45 |
| Amortised cost | -4 | -2 | 0 | -2 | -1 |
| Actual loan losses during the period for which provisions for individual impairment losses have been made previously | -135 | -107 | -111 | -84 | -54 |
| Provisions for individual impairment losses at the end of period | 361 | 382 | 446 | 397 | 392 |
| Net losses | 187 | 117 | 219 | 122 | 83 |

Non-performing loans and doubtful commitments

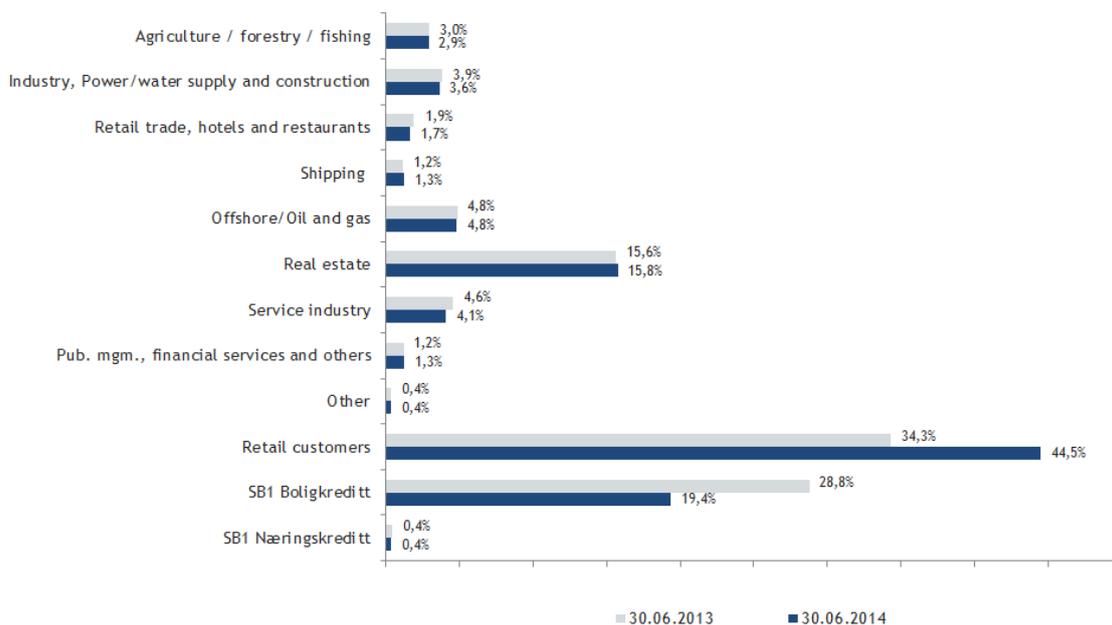


* Loans defaulted in the range of 30-90 days are not including as problem loans as at Q2 2014. Historical figures have been restated.

2.5 Loans

| MNOK | 30 June 2014 | 31 March 2014 | 31 Dec. 2013 | 30 Sept. 2013 | 30 June 2013 |
|---|-----------------|------------------|-----------------|------------------|-----------------|
| Agriculture/forestry | 4.366 | 4.288 | 4.326 | 4.290 | 4.265 |
| Fishing/Fish farming | 542 | 510 | 541 | 518 | 569 |
| Mining/extraction | 3.301 | 3.072 | 2.829 | 2.571 | 2.625 |
| Industry | 2.728 | 3.000 | 3.403 | 2.869 | 2.930 |
| Power and water supply/building and construction | 3.408 | 3.151 | 3.100 | 3.389 | 3.335 |
| Retail trade, hotel and restaurant business | 2.812 | 2.777 | 2.877 | 3.022 | 3.104 |
| Foreign trade shipping, pipeline transport and other transport activities | 6.984 | 6.917 | 7.297 | 7.232 | 7.135 |
| Real estate business | 26.562 | 25.808 | 25.740 | 25.450 | 25.424 |
| Service industry | 6.917 | 7.174 | 7.545 | 7.626 | 7.479 |
| Public sector and financial services | 2.113 | 2.295 | 2.277 | 2.155 | 1.970 |
| Retail customers | 75.001 | 62.217 | 59.848 | 57.128 | 55.790 |
| Unallocated (excess value fixed interest loans and amort. lending fees) | 272 | 212 | 209 | 158 | 203 |
| Accrued interests corporate sector and retail customers | 329 | 302 | 281 | 312 | 385 |
| Gross loans | 135.335 | 121.723 | 120.273 | 116.720 | 115.214 |
| SpareBank 1 Boligkreditt and SpareBank 1 Næringskreditt | 33.289 | 44.870 | 46.389 | 47.808 | 47.500 |
| Gross loans incl SpareBank 1 Boligkreditt and Næringskreditt | 168.624 | 166.593 | 166.662 | 164.528 | 162.714 |

Loan portfolio as at 30.06.2014

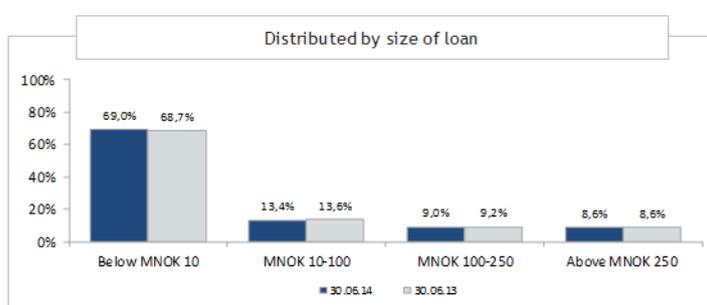
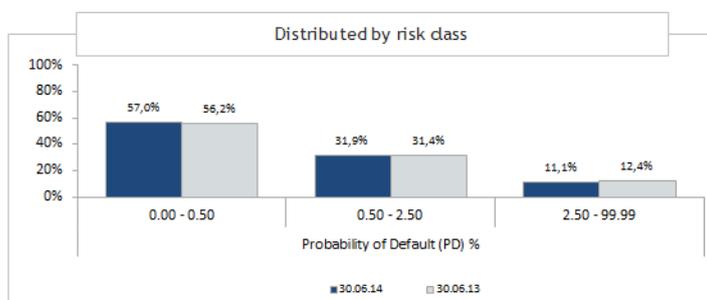


Lending before individual write-downs, nominal amounts.
Sector allocation in accordance with the standard categories
from Statistics Norway.

2.6 Risk profile

Risk profile of the loan portfolio

- 57% of the loan portfolio has a probability of default (PD)^a below 0.5%, which is an increase from last year.
- The proportion of loans with a PD above 2.5% has been reduced to 11.1% of the total portfolio.
- 69.0% is loans constituting gross exposures less than NOK 10 million.
- 17.6% is to customers who have an exposure in excess of NOK 100 million. The credit quality in this portion of the portfolio is better than in the rest of the corporate market portfolio.



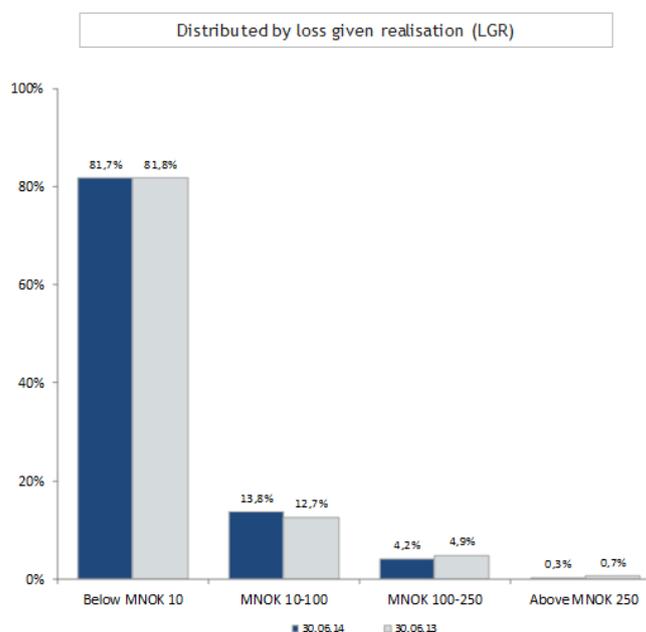
^a Probability of default through a businesscycle

Low concentration of individual LGRs in the lending portfolio

- At the end of Q2, SpareBank 1 SR-Bank had a total of 24 commitments with a loss potential exceeding NOK 100 million.
- These commitments represent 4.5% of the loan exposure.
- This is a reduction from Q2 2013 when 30 such commitments made up 5.6% of the portfolio.
- There is a clearly defined strategy behind this composition. The growth and risk profile are managed, for example, through special credit strategy limits for concentration risk.

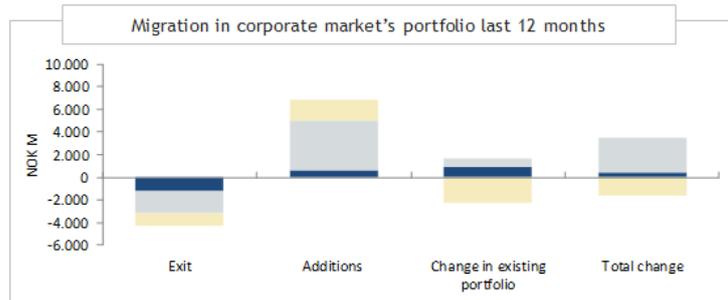
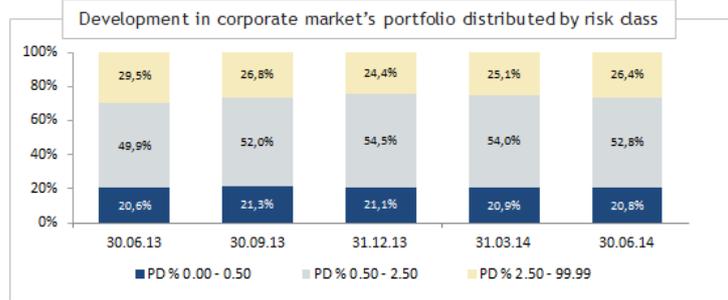
LGR (Loss given realisation). Estimated loss on realising a single loan. Corresponds to LGD without statistical correction for certain non-performing loans being reclassified as recoverable prior to collection. The calculation is based on the realisation value of assets pledged as security in an economic downturn.

The figures include lending portfolios from covered bond companies.



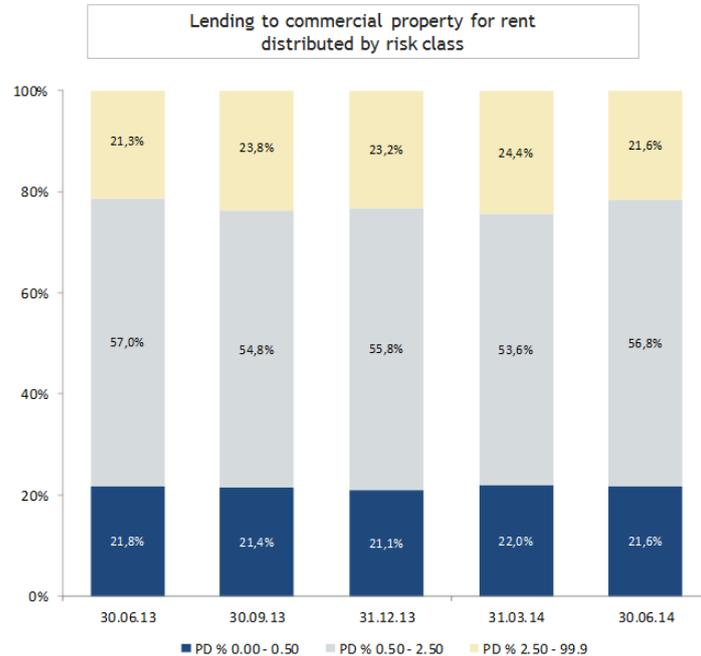
Lending to the corporate market - risk profile

- The quality of the corporate market portfolio is good.
- PD has improved since Q2 2013. This trend is particularly driven by an strengthened risk profile of existing customers.
- Loans with a PD above 2.5% represent 26.4% of the corporate loan portfolio.



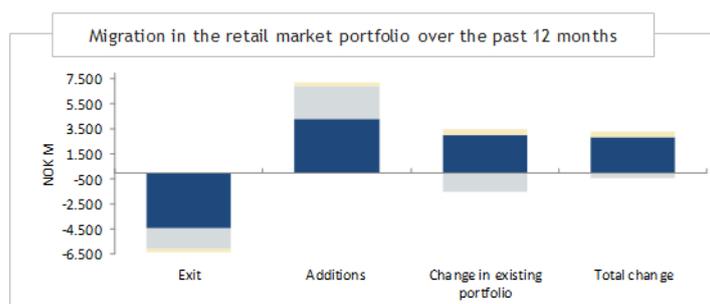
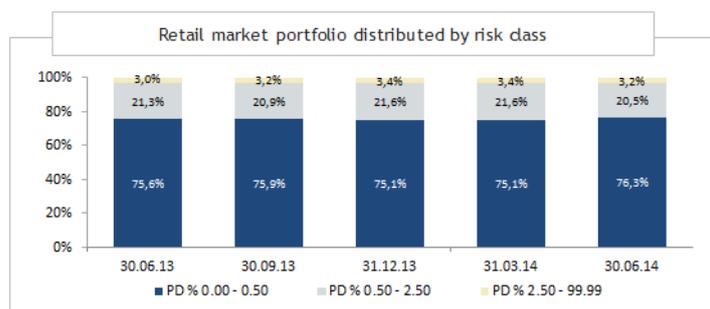
Risk profile - Lending in the corporate market

- The portfolio of commercial property for rent represents the Group's largest concentration in a single sector and accounts for 9.8% of the total exposure (EAD) including retail market customers.
- The portfolio is characterised by commercial properties with long-term lease contracts and financially solid tenants. The vacancy rate is limited. Interest rates for a significant portion of the portfolio have been hedged.



Lending to the retail market - risk profile

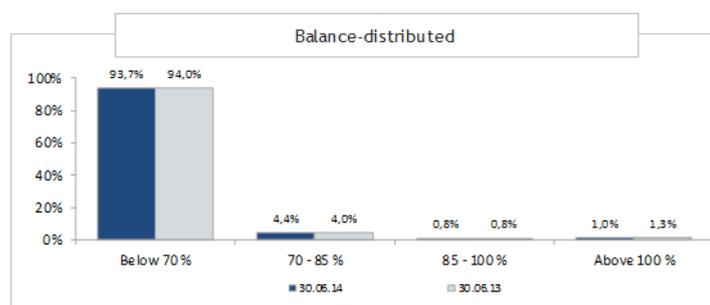
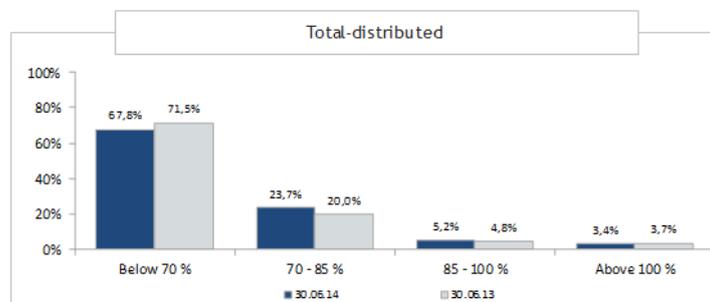
- The quality of the retail market portfolio is considered very good and with low potential losses.
- The proportion of loans with a PD below 0.5% has increased to 76.3% of the total retail portfolio.
- The low risk profile of the portfolio is achieved through prudent customer selection and requirements for moderate LTV.
- Most of the portfolio is secured against a mortgage on real estate, and lending is overall moderate compared to asset value.



Figures include the portfolio sold to the covered bond company.

Loan to value ratio on home mortgage loans

- The proportion of loans with a loan-to-value ratio of less than 85% is very high and stable at 91.5%.
- 98.1% of gross exposure is within 85% of the assessed value of collateral. This means that only 1.9% of gross exposure exceeds 85% of the assessed value of collateral.



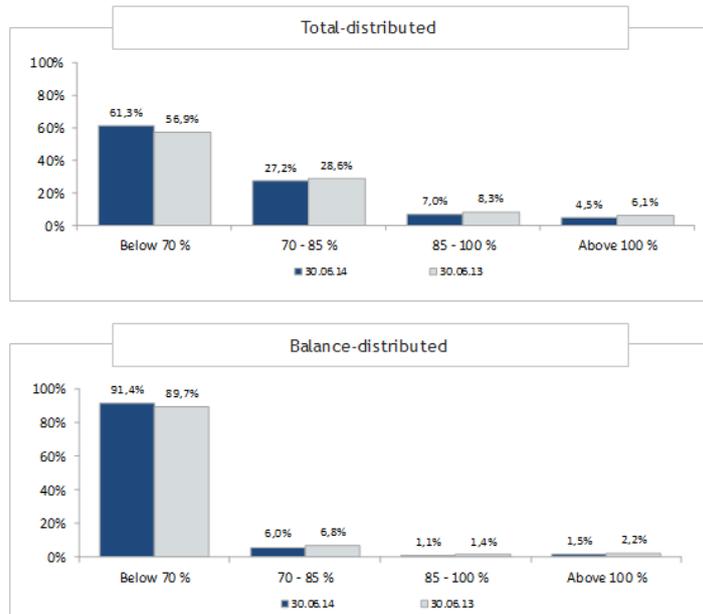
The calculation of the LTV is based on the collateral's market value. In a balance-distributed loan to value ratio, for loans that exceed 70% of the collateral's market value, the excess amount is distributed among the other intervals. In a total-distributed loan to value ratio, the entire loan is allocated to one and the same interval.

The figures include the loan portfolio in the covered bond company.

Loan to value ratio on home mortgage loans (excl loans in cover pool)

- SpareBank 1 SR-Bank has in the last year introduced restrictions to reduce the risk associated with new mortgages. These include stricter equity requirements and liquidity assessments when buying property, as well as more thorough risk assessments.
- There is an increasing proportion of loans within 70% LTV as well within 85% LTV.
- 97.4% of the exposure is within 85% of the collateral's value, and 2.6% of the exposure exceeds 85% of the collateral's value.

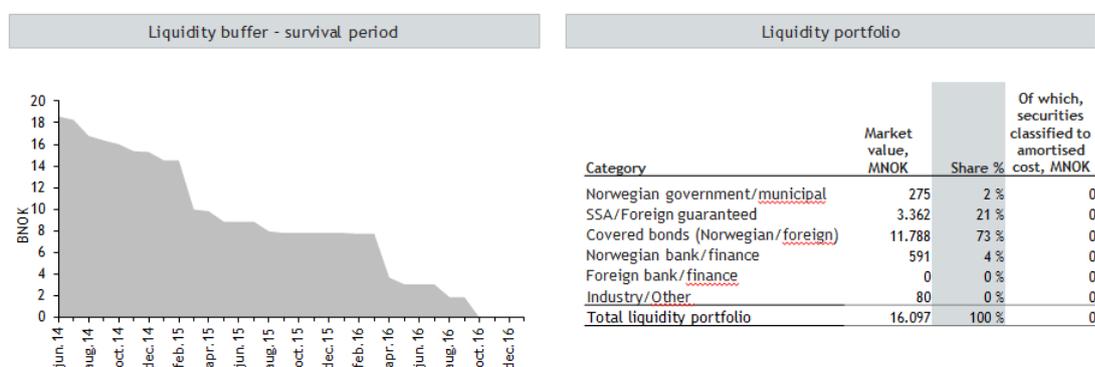
The calculation of the LTV is based on the collateral's market value. In a balance-distributed loan to value ratio, for loans that exceed 70% of the collateral's market value, the excess amount is distributed among the other intervals. In a total-distributed loan to value ratio, the entire loan is allocated to one and the same interval.



Further information regarding risk capital management can be found in Pillar III reports, see www.sr-bank.no under "Investor Relations".

2.7 Risk profile in bond and equity portfolios

Liquidity portfolio



- Liquidity buffer at the end of the quarter: NOK 18.6 billion
- Other liquid assets:
 - Home mortgages prepared for transfer to mortgage company: NOK 24.0 billion
 - Commercial paper and bonds in the trading portfolio: NOK 0.4 billion

Liquidity buffer: cash, short-term investments, highly liquid bonds (including drawing rights in Norges Bank).

Providing deposits and lending remain unchanged, with no new borrowing during the period.

Investments in bonds and certificates

- Most of the bond portfolio is managed as part of the liquidity management activities. Bonds held for liquidity purposes are generally very low risk.
- No direct exposure to debt in EU peripheral countries.

| Risk category | Rating | Market value | Share |
|------------------------|---------------------|---------------|----------------|
| Very low risk | AAA, AA+, AA og AA- | 15.051 | 91,3 % |
| Low risk | A+, A og A- | 518 | 3,1 % |
| Moderate risk | BBB+, BBB og BBB- | 577 | 3,5 % |
| High risk | BB+, BB og BB- | 60 | 0,4 % |
| Very high risk | B+ and lower | 277 | 1,7 % |
| Total portfolio | | 16.483 | 100,0 % |

Of which liquidity purposes:

| Risk category | Rating | Market value | Share |
|---------------------------------|---------------------|---------------|----------------|
| Very low risk | AAA, AA+, AA og AA- | 15.051 | 93,5 % |
| Low risk | A+, A og A- | 515 | 3,2 % |
| Moderate risk | BBB+, BBB og BBB- | 531 | 3,3 % |
| High risk | BB+, BB og BB- | 0 | 0,0 % |
| Very high risk | B+ and lower | 0 | 0,0 % |
| Total liquidity purposes | | 16.097 | 100,0 % |

Of which trading purposes:

| Risk category | Rating | Market value | Share |
|--------------------------------|---------------------|--------------|----------------|
| Very low risk | AAA, AA+, AA og AA- | 0 | 0,0 % |
| Low risk | A+, A og A- | 3 | 0,6 % |
| Moderate risk | BBB+, BBB og BBB- | 47 | 12,1 % |
| High risk | BB+, BB og BB- | 60 | 15,4 % |
| Very high risk | B+ and lower | 277 | 71,8 % |
| Total trading portfolio | | 386 | 100,0 % |

All amounts in MNOK.

2.8 Funding



Figure 2.8.1: *Funding - quarterly*

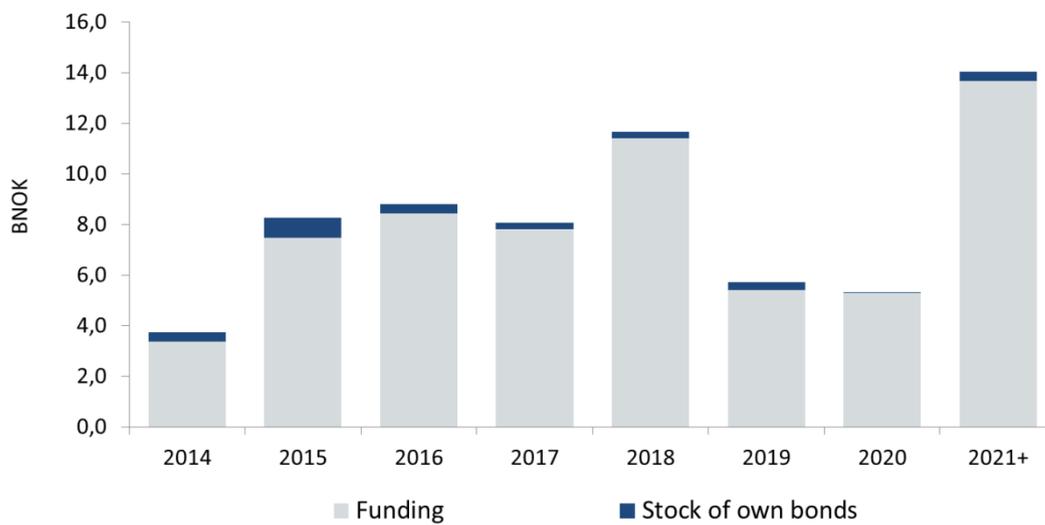
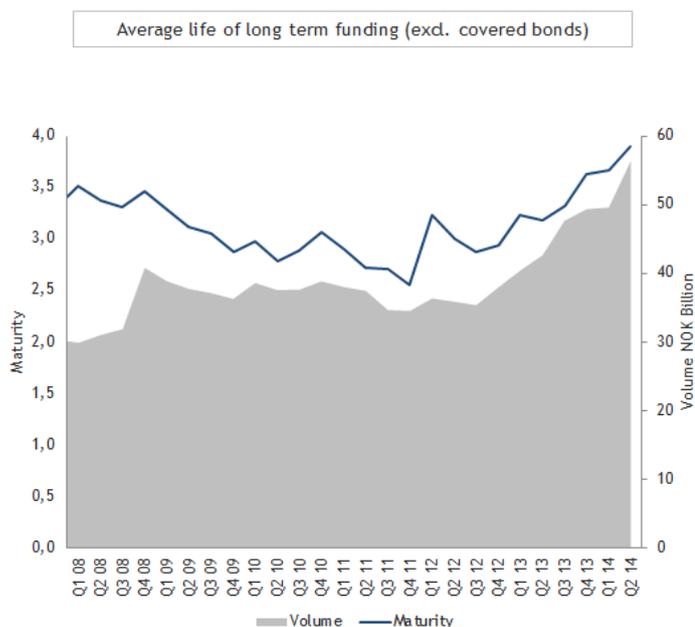


Figure 2.8.1: *Funding - annual*

Significantly improved funding structure since 2008

- Funding indicator 1 (ratio of illiquid assets financed by issued securities with a duration of more than 1 year) is 109,4% for the parent bank and 107,9% on consolidated basis.
 - Seven outstanding euro-benchmarks (EUR 500 million) with due dates in each of the years 2015- 2021.
 - Issued EUR 750 million with a term to maturity of 7 years in April.
- "Modified LCR" of 145%.



NOK 12.4 billion (gross) of new funding has been issued during the year. At the same time buy-backs equivalent to NOK 1.5 billion has been done. Average remaining maturity of the outstanding senior bonds is 3.9 years.

2.9 Capital adequacy

Basel II was introduced in Norway from 1 January 2007. Figure 2.8 shows the methods currently used by SpareBank 1 SR-Bank for calculating capital requirements for different types of risks. Using Internal Rating Based (IRB) methods for calculating capital requirements requires a formal approval from the FSAN (Finanstilsynet) on standards regarding organisation, competence, risk-modelling and risk-management systems.

In the autumn of 2009, the authorities resolved to postpone the final transition to the IRB rules from 1 January 2010 to 1 January 2012. It has later been decided to continue the transitional rule stating that the capital requirement using IRB cannot be less than 80% of the capital requirement under Basel I ("Basel I floor") until year-end 2017. Without the transitional rule, the Tier 1 capital ratio at the end of Q2 2014 stood at 13.72 %.

| Risk | Portfolio | Regulatory method |
|------------------|---|-----------------------|
| Credit risk | Government | Standard method |
| | Institutions | Standard method |
| | Enterprise | IRB-Basic |
| | Mass market | IRB-Mass market |
| | SpareBank 1 Boligkreditt AS (mass market) | IRB-Mass market |
| | Other subsidiaries and associates | Standard method |
| Market risk | Equity risk | Standard method |
| | Debt risk | Standard method |
| | Currency risk | Standard method |
| Operational risk | SpareBank 1 SR-Bank incl. subsidiaries | Standardised approach |
| | Associates | Standard method |

Figure 2.9.1: *Methods currently used for calculating capital adequacy*

SpareBank 1 SR-Bank has applied to the FSAN to use IRB Advanced method also for its exposures to the corporate market ("Enterprise"). A decision on approval is expected within 2014.

Introduction to new banking regulations – Basel III

On 20 July 2011 the EU Commission presented its proposals for implementation of Basel III in the EU (CRD IV). These correspond to the Basel Committee's new minimum requirements for banks' capital adequacy (Basel III). CRD IV was approved by the EU Parliament on 16 April 2013 and allows EU member states some flexibility, such as the right to require their domestic banks to set aside more capital than is required by the legislation, e.g. to cushion them against property price crashes. CRD IV will have effect in Norway also before it is formally included in the EEA-agreement.

The new minimum requirements will be gradually phased in from 1 January 2014 with various transitional arrangements until full effect from 1 January 2019.

For more details on Basel III/CRD IV, please see our website where the report "Risk and Capital Management" is published.

Bank regulation is largely harmonized across the EEA, and the process will continue further once the new capital and liquidity requirements are fully adopted by the EU. Based on the agreement reached in the EU on the new capital adequacy framework (CRD IV) the Ministry of Finance has adopted new statutory rules on capital requirements for Norwegian banks with a view to enter into force on 1 July 2013 and a gradual step-up in the period to 2016. There will be scope for national adjustments to accommodate specific national characteristics and economic conditions. This applies in regard to requirements on systemic risk buffers, which can be set for groups of institutions; to capital requirements for systemically important banks; to increases of the risk weights used in banks' models; and to supervisory authorities' determination of capital requirements

through pillar 2. In Norway the FSAN has stated that this flexibility will be utilized to foster well capitalised, liquid Norwegian banks.

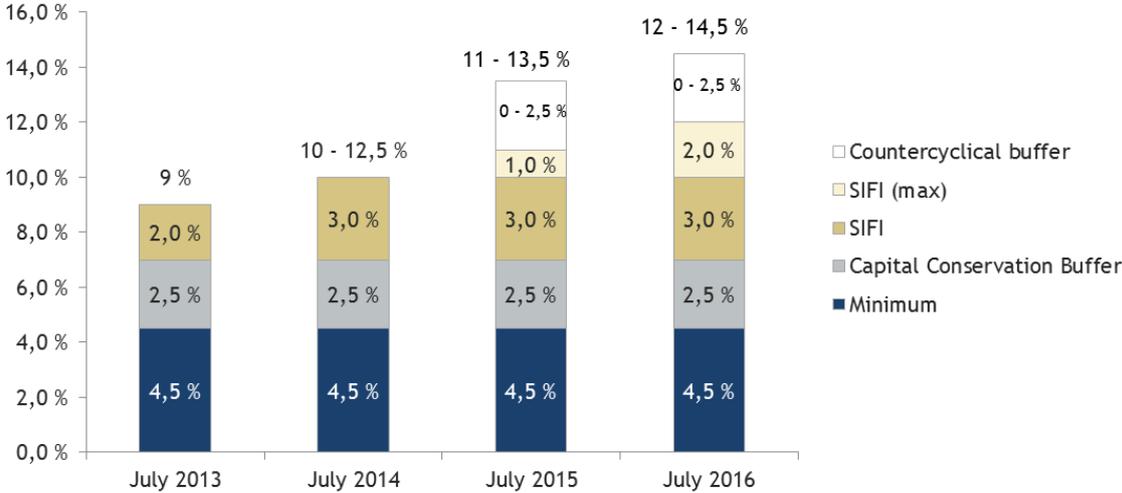


Figure 2.9.2: Illustration of Norwegian capital requirements

The Norwegian Ministry of Finance (MoF) announced in December 2013 that the Countercyclical Buffer (CCB) in Norway will be set at 1.0 % and effective from 30 June 2015. The level of the CCB was confirmed in April 2014.

On 12 May 2014, the Norwegian Ministry of Finance adopted a regulation on systemically important financial institutions, SIFI. Institutions with total assets corresponding to at least 10 per cent of Mainland Norway's GDP or a share of the Norwegian lending market of at least 5 per cent, are comprised by this definition. DNB, Nordea Bank Norge and Kommunalbanken are thus defined as systemically important, but *SpareBank 1 SR-Bank is close to the SIFI-requirement for market share*. The three SIFI banks will be subject to a separate capital buffer requirement as of 1 July 2015. From 1 July 2016, when the new capital requirements have been fully phased in, systemically important institutions must fulfil a common equity Tier 1 capital requirement of 12 per cent, while the minimum requirement for other institutions will be 10 per cent. In addition, all institutions must fulfil the counter-cyclical capital buffer requirement.

On 1 July 2014, Finanstilsynet announced a further increase in home mortgage risk weights for banks that use the Internal-Ratings Based (IRB) Approach. The new rules are largely in line with the feedback from the public consultation round. The stricter rules for probability of default models, in combination with a minimum requirement for loss given default, the so-called LGD floor, will likely increase the average risk weight for the home mortgage portfolios to approximately 22-24 per cent. Finanstilsynet has stipulated that the changes must be reflected in capital adequacy reporting by the first quarter of 2015 at the latest. For the time being, the stricter rules will have a fairly limited effect on the overall capital adequacy in the Norwegian banking sector, as most Norwegian IRB banks still have to observe the so-called Basel I floor.

The Basel Committee will also introduce requirements on the unweighted equity ratio ("leverage ratio") as a supplement to the risk-based capital requirements. This requirement is expected to be finally drawn up in 2017 and introduced in 2018. The transitional period will be used to test a requirement that core capital should amount to at least 3 percent of a bank's exposure, where off-balance sheet items are included to a varying extent.

The Basel Committee will introduce quantitative liquidity requirements and aims to introduce the short-term liquidity indicator, Liquidity Coverage Ratio ("LCR") and the long-term Net Stable Funding Ratio ("NSFR"). Uncertainty still prevails regarding the final content of the new liquidity requirements. Several important changes regarding the LCR were announced in January 2013. The European Banking Authority, EBA, will use the observation period in 2013 to assess the effects of the new rules for European banks. Based on the EBA's report, the EU Commission will present a final proposal regarding LCR to the EU. Over the next couple of years, these bodies will also continue to work on the NSFR.

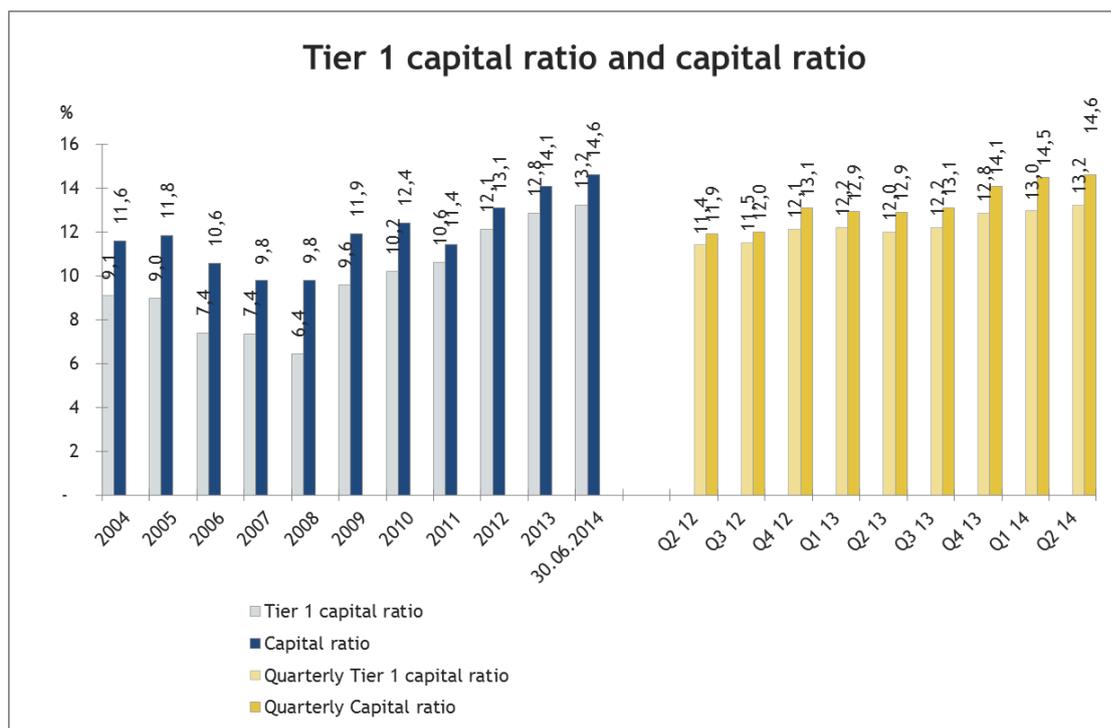


Figure 2.9.3: *Development in capital ratios*

Since the introduction of IFRS in 2005 and pursuant to IAS 19, SpareBank 1 SR-Bank has recognised pension liabilities in accordance with an on-going fair value assessment and has recognised estimate deviation directly in equity. The discount rate for pension liabilities has been discussed for a long time and the Norwegian Accounting Standards Board amended in November 2012 its guidance. Based on the growth of the market for covered bonds (OMF) and the development of market conditions for government bonds it is now permitted to use the OMF-rate as the discount rate.

| | 30 June 2014 | 31 March 2014 | 31 Dec. 2013 | 30 Sept. 2013 | 30 June 2013 |
|---|-----------------|------------------|-----------------|------------------|-----------------|
| MNOK | | | | | |
| Share capital | 6.394 | 6.394 | 6.394 | 6.394 | 6.394 |
| - Own shares | | | -5 | -5 | -5 |
| Premium reserve | 1.587 | 1.587 | 1.592 | 1.592 | 1.592 |
| Allocated to dividend | 0 | 409 | 409 | 0 | 0 |
| Reserve for unrealised gains | 162 | 162 | 162 | 72 | 72 |
| Other equity | 5.390 | 5.458 | 5.504 | 4.165 | 4.175 |
| Total book equity | 13.533 | 14.010 | 14.056 | 12.218 | 12.228 |
| Deferred taxes, goodwill and other intangible assets | -42 | -42 | -43 | -55 | -55 |
| Fund for unrealized gains, available for sale | 0 | 0 | 0 | -1 | -1 |
| Deduction for allocated dividends | 0 | -409 | -409 | 0 | 0 |
| 50% deduction for subordinated capital in other financial institutions | -149 | -131 | -104 | -51 | -49 |
| 50% deduction for expected losses on IRB, net of write-downs | -376 | -432 | -356 | -223 | -272 |
| 50% capital adequacy reserve | -619 | -611 | -587 | -518 | -503 |
| Year-to-date profit included in core capital (50%) | 596 | 330 | 0 | 647 | 388 |
| Tier 1 capital instruments | 2.035 | 1.976 | 1.954 | 1.957 | 1.955 |
| Total Tier 1 capital | 14.978 | 14.691 | 14.511 | 13.974 | 13.691 |
| <i>Tier 2 capital - Tier 1 capital instruments in excess of 15 %</i> | 0 | 0 | 0 | 0 | 0 |
| Non-perpetual additional capital | 2.750 | 2.890 | 2.451 | 1.852 | 1.854 |
| 50% deduction for investment in capital instruments in other financial institutions | -149 | -131 | -104 | -51 | -49 |
| 50% deduction for expected losses on IRB, net of write-downs | -376 | -432 | -356 | -223 | -272 |
| 50 % capital adequacy reserve | -619 | -611 | -587 | -518 | -503 |
| Total Tier 2 capital | 1.606 | 1.716 | 1.404 | 1.060 | 1.030 |
| Net primary capital | 16.584 | 16.407 | 15.915 | 15.034 | 14.721 |

Table 2.9.1: *Capital overview*

| <i>MNOK</i> | 30 June 2014 | 31 March 2014 | 31 Dec. 2013 | 30 Sept. 2013 | 30 June 2013 |
|---|-----------------|------------------|-----------------|------------------|-----------------|
| Specialised lending exposure | 2.640 | 2.321 | 2.254 | 2.357 | 2.365 |
| Other corporations exposure | 2.195 | 2.105 | 2.179 | 2.172 | 2.236 |
| SME exposure | 94 | 96 | 52 | 50 | 49 |
| Retail mortgage exposure (properties) | 1.593 | 1.646 | 857 | 836 | 861 |
| Other retail exposure | 72 | 83 | 61 | 73 | 58 |
| Equity investments | 0 | 0 | 0 | 0 | 0 |
| Total credit risk IRB | 6.594 | 6.251 | 5.403 | 5.488 | 5.569 |
| Debt risk | 160 | 191 | 149 | 183 | 179 |
| Equity risk | 54 | 55 | 54 | 54 | 53 |
| Participations calculated after other market risk | 284 | 309 | 294 | 282 | 278 |
| Operational risk | 499 | 499 | 457 | 457 | 457 |
| Transitional arrangements | 366 | 255 | 1.159 | 1.189 | 982 |
| Exposures calculated using the standardised approach | 1.268 | 1.638 | 1.647 | 1.646 | 1.705 |
| Deductions | -127 | -125 | -117 | -96 | -88 |
| Minimum capital requirement | 9.098 | 9.073 | 9.046 | 9.203 | 9.135 |
| Common Equity Tier 1 capital ratio, transitional rules | 11,38 % | 11,21 % | 11,11 % | 10,45 % | 10,28 % |
| Tier 1 capital ratio, transitional rules | 13,17 % | 12,95 % | 12,83 % | 12,15 % | 11,99 % |
| Tier 2 capital ratio, transitional rules | 14,58 % | 14,47 % | 14,07 % | 13,07 % | 12,89 % |
| Common Equity Tier 1 capital ratio, IRB | 11,86 % | 11,54 % | 12,74 % | 12,00 % | 11,52 % |
| Tier 1 capital ratio, IRB | 13,72 % | 13,33 % | 14,72 % | 13,95 % | 13,43 % |
| Tier 2 capital ratio, IRB | 15,19 % | 14,89 % | 16,14 % | 15,01 % | 14,44 % |

Table 2.9.2: *Capital ratios*

3. Business areas

3.1 Business segments - Financial performance

| | SpareBank 1 SR-Bank Group | | | | | | | | | | | | | |
|---|---------------------------|------------|------------------|------------|----------------|-----------|-------------------|-----------|-----------|-----------|------------|-------------|------------|------------|
| | Retail Market | | Corporate Market | | Capital Market | | Eiendoms-Megler 1 | | SR-Finans | | Other* | | Total | |
| | Q2 14 | Q2 13 | Q2 14 | Q2 13 | Q2 14 | Q2 13 | Q2 14 | Q2 13 | Q2 14 | Q2 13 | Q2 14 | Q2 13 | Q2 14 | Q2 13 |
| MNOK | | | | | | | | | | | | | | |
| Net interest income | 260 | 222 | 236 | 226 | 10 | 15 | 1 | 1 | 54 | 54 | 20 | 8 | 581 | 526 |
| Net commission and other income | 223 | 250 | 74 | 66 | 6 | 5 | 128 | 128 | -4 | -4 | 17 | 20 | 444 | 465 |
| Net return on investment securities | 2 | 4 | 10 | 3 | 27 | 29 | 0 | 0 | 0 | 0 | 162 | 26 | 201 | 62 |
| Operating expenses | 116 | 120 | 41 | 47 | 14 | 16 | 102 | 106 | 14 | 13 | 214 | 215 | 501 | 517 |
| Operating profit before losses | 369 | 356 | 279 | 248 | 29 | 33 | 27 | 23 | 36 | 37 | -15 | -161 | 725 | 536 |
| Change in individual write-downs in the period | 3 | 2 | 48 | 16 | 0 | 0 | 0 | 0 | 0 | -8 | 0 | 15 | 51 | 25 |
| Change in group write-downs in the period | 5 | 0 | -12 | 0 | 0 | 0 | 0 | 0 | -3 | 0 | 0 | 0 | -10 | 0 |
| Operating profit before tax | 361 | 354 | 243 | 232 | 29 | 33 | 27 | 23 | 39 | 45 | -15 | -176 | 684 | 511 |
| Gross loans to customers excl. covered bond companies | 76.958 | 58.205 | 49.078 | 48.386 | 513 | 430 | 0 | 0 | 6.484 | 6.262 | 2.302 | 1.931 | 135.335 | 115.214 |
| Deposits from customers | 45.207 | 42.561 | 32.596 | 26.824 | 2.265 | 1.464 | 0 | 0 | 0 | 0 | 1.660 | 2.432 | 81.728 | 73.281 |

| | SpareBank 1 SR-Bank Group pr 30.06 | | | | | | | | | | | | | |
|---|------------------------------------|------------|------------------|------------|----------------|-----------|-------------------|-----------|-----------|-----------|------------|-------------|--------------|--------------|
| | Retail Market | | Corporate Market | | Capital Market | | Eiendoms-Megler 1 | | SR-Finans | | Other* | | Total | |
| | 2014 | 2013 | 2014 | 2013 | 2014 | 2013 | 2014 | 2013 | 2014 | 2013 | 2014 | 2013 | 2014 | 2013 |
| MNOK | | | | | | | | | | | | | | |
| Net interest income | 478 | 416 | 467 | 415 | 22 | 27 | 2 | 3 | 108 | 106 | 51 | 10 | 1.128 | 977 |
| Net commission and other income | 489 | 470 | 159 | 131 | 20 | 18 | 228 | 224 | -9 | -8 | 37 | 34 | 924 | 869 |
| Net return on investment securities | 4 | 6 | 20 | 5 | 41 | 60 | 0 | 0 | 0 | 0 | 455 | 152 | 520 | 223 |
| Operating expenses | 264 | 272 | 98 | 112 | 34 | 34 | 194 | 195 | 27 | 26 | 389 | 368 | 1.006 | 1.007 |
| Operating profit before losses | 707 | 620 | 548 | 439 | 49 | 71 | 36 | 32 | 72 | 72 | 154 | -172 | 1.566 | 1.062 |
| Change in individual write-downs in the period | 2 | 1 | 102 | 44 | 0 | 0 | 0 | 0 | -1 | -10 | 0 | 15 | 103 | 50 |
| Change in group write-downs in the period | 5 | 0 | -12 | 0 | 0 | 0 | 0 | 0 | -1 | 0 | 0 | 0 | -8 | 0 |
| Operating profit before tax | 700 | 619 | 458 | 395 | 49 | 71 | 36 | 32 | 74 | 82 | 154 | -187 | 1.471 | 1.012 |
| Gross loans to customers excl. covered bond companies | 76.958 | 58.205 | 49.078 | 48.386 | 513 | 430 | 0 | 0 | 6.484 | 6.262 | 2.302 | 1.931 | 135.335 | 115.214 |
| Deposits from customers | 45.207 | 42.561 | 32.596 | 26.824 | 2.265 | 1.464 | 0 | 0 | 0 | 0 | 1.660 | 2.432 | 81.728 | 73.281 |

* Includes SR-Forvaltning and SR-Investering

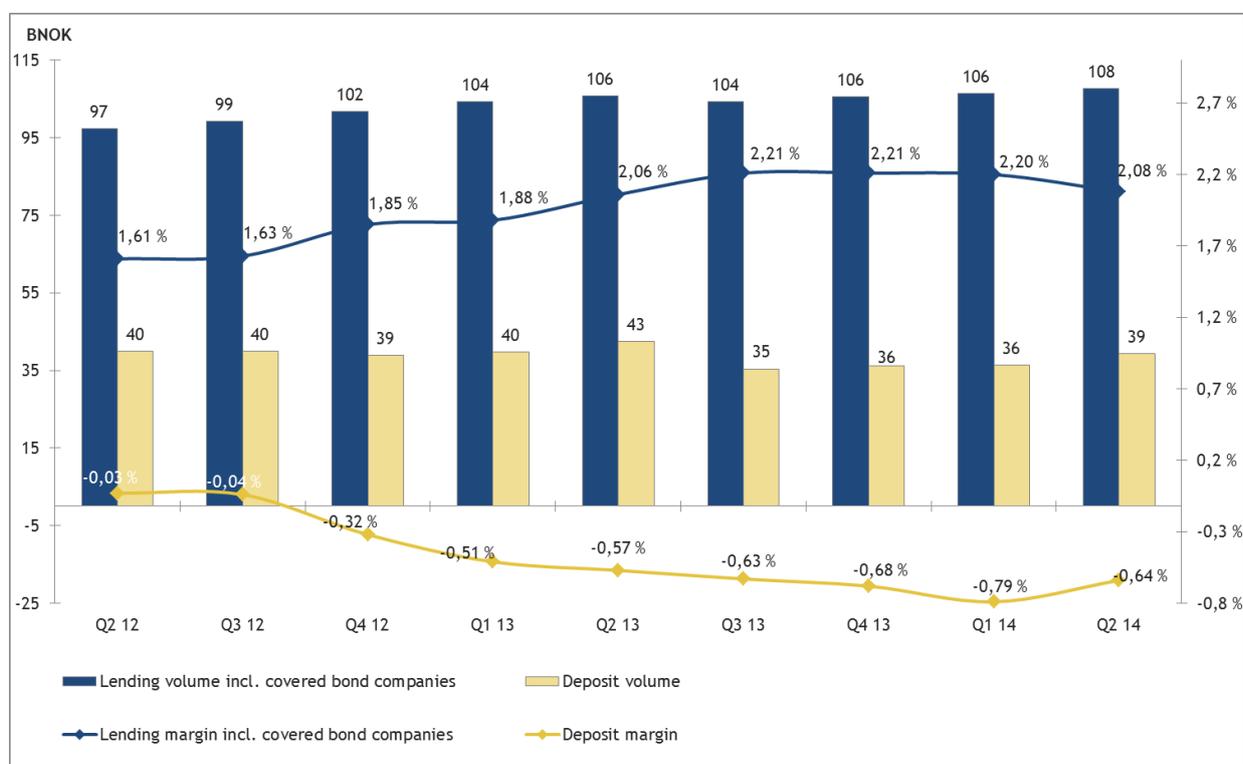
* Includes SR-Forvaltning and SR-Investering

3.2 Retail Market²

Financial performance in the retail market segment

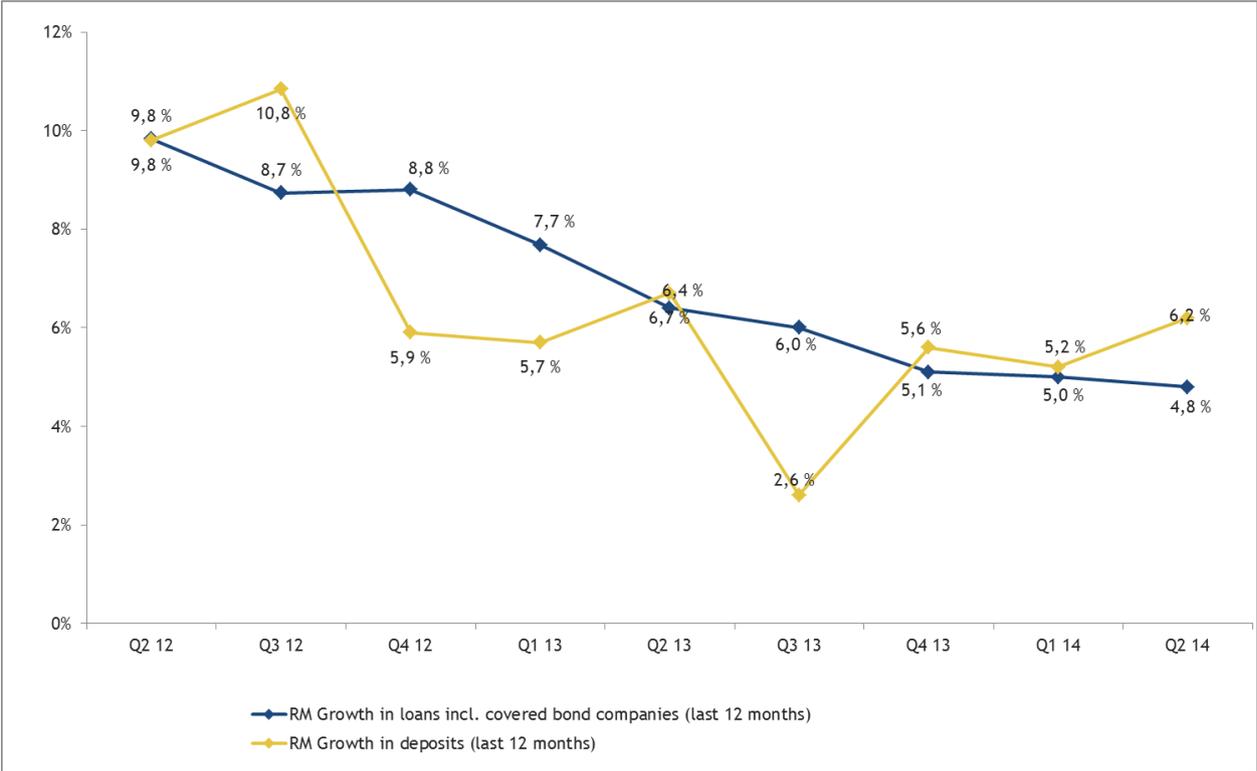
| MNOK | Q2 2014 | Q1 2014 | Q4 2013 | Q3 2013 | Q2 2013 | 30.06 2014 | 30.06 2013 |
|--|------------|------------|------------|------------|------------|---------------|---------------|
| Net interest income | 260 | 218 | 245 | 244 | 222 | 478 | 416 |
| Net other income | 225 | 268 | 275 | 285 | 254 | 493 | 476 |
| Total income | 485 | 486 | 520 | 529 | 476 | 971 | 892 |
| Total operating expenses | 116 | 147 | 190 | 153 | 120 | 264 | 272 |
| Operating profit before losses | 369 | 339 | 330 | 376 | 356 | 707 | 620 |
| Change in individual write-downs in the period | 3 | -1 | -7 | 24 | 2 | 2 | 1 |
| Change in group write-downs in the period | 5 | 0 | 13 | 0 | 0 | 5 | 0 |
| Operating profit before tax | 361 | 340 | 324 | 352 | 354 | 700 | 619 |

Development in average volume and interest margin



² Interest on intercompany receivables for the retail market division and the corporate market division is determined based on expected observable market interest rates (NIBOR) plus expected additional costs in connection with the group's long term financing (credit premium). Deviations between the group's actual financing costs and the applied interest on intercompany receivables are eliminated at the group level. In the year to date, the group's real financing cost has been higher than the interest on intercompany receivables, principally due to the falling NIBOR.

Growth in loans and deposits

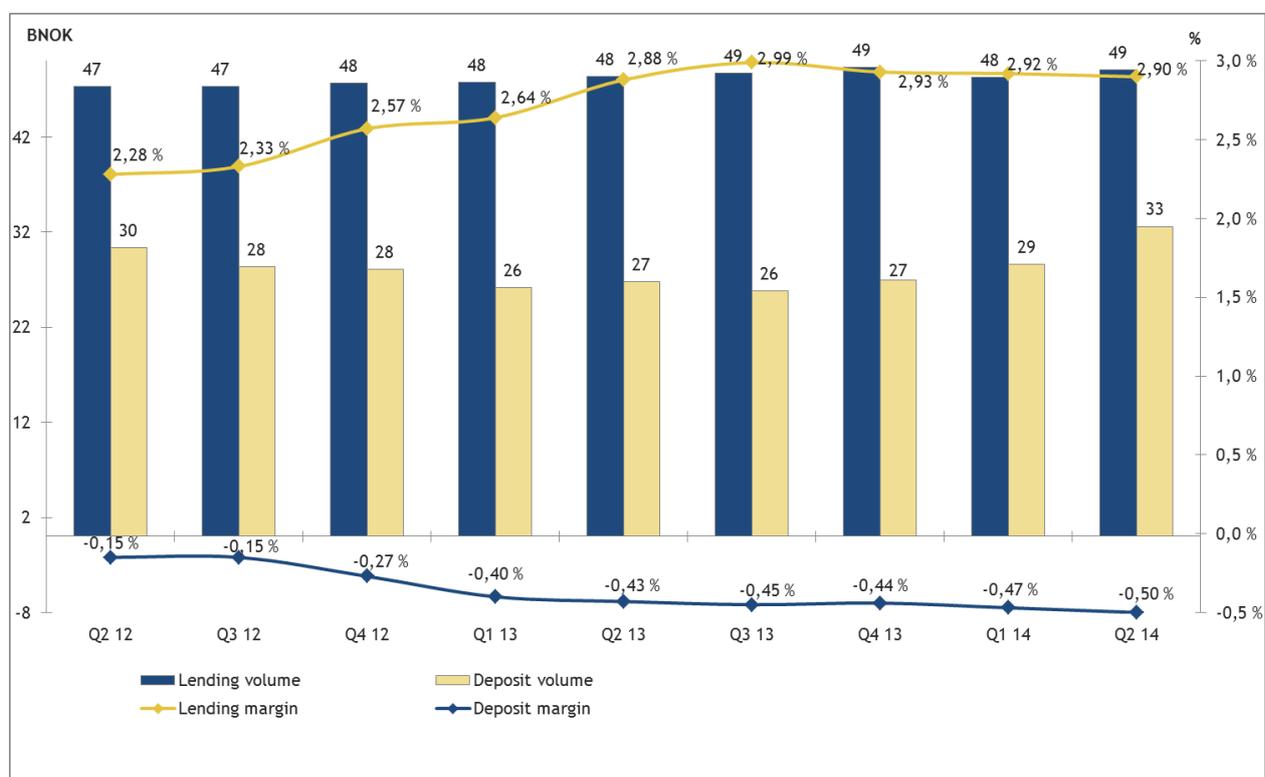


3.3 Corporate Market

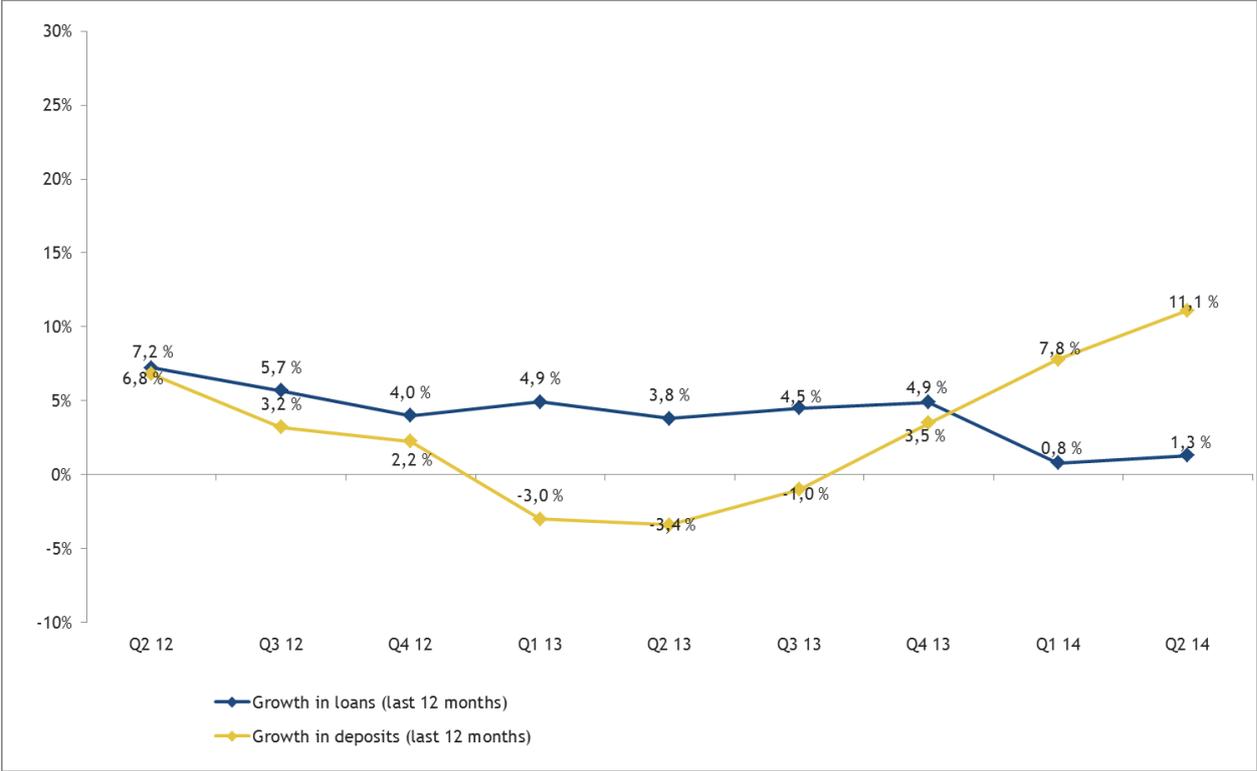
Financial performance in the corporate market segment

| MNOK | Q2 2014 | Q1 2014 | Q4 2013 | Q3 2013 | Q2 2013 | 30.06 2014 | 30.06 2013 |
|--|------------|------------|------------|------------|------------|---------------|---------------|
| Net interest income | 236 | 231 | 247 | 247 | 226 | 467 | 415 |
| Net other income | 84 | 95 | 87 | 68 | 69 | 179 | 136 |
| Total income | 320 | 326 | 334 | 315 | 295 | 646 | 551 |
| Total operating expenses | 41 | 57 | 71 | 59 | 47 | 98 | 112 |
| Operating profit before losses | 279 | 269 | 263 | 256 | 248 | 548 | 439 |
| Change in individual write-downs in the period | 48 | 54 | 86 | -1 | 16 | 102 | 44 |
| Change in group write-downs in the period | -12 | 0 | -53 | 0 | 0 | -12 | 0 |
| Operating profit before tax | 243 | 215 | 230 | 257 | 232 | 458 | 395 |

Development in average volume and interest margin



Growth in loans and deposits



3.4 Capital Market

The securities activities are organised under the SR-Markets brand and include own account and customer trading in interest rate instruments, foreign exchange and equities, and corporate finance services, as well as settlement and administrative securities services. Management is organised in a separate subsidiary, SR-Forvaltning AS.

Financial performance in the capital market segment

| <i>MNOK</i> | Q2 2014 | Q1 2014 | Q4 2013 | Q3 2013 | Q2 2013 | 30.06 2014 | 30.06 2013 |
|--|------------|------------|------------|------------|------------|---------------|---------------|
| Net interest income | 10 | 11 | 13 | 14 | 15 | 22 | 27 |
| Net other operating income | 33 | 29 | 39 | 3 | 34 | 61 | 78 |
| Total income | 43 | 40 | 52 | 17 | 49 | 83 | 105 |
| Total operating expenses | 14 | 20 | 17 | 19 | 16 | 34 | 34 |
| Operating profit before losses | 29 | 20 | 35 | -2 | 33 | 49 | 71 |
| Change in individual write-downs in the period | 0 | 0 | -1 | 11 | 0 | 0 | 0 |
| Change in group write-downs in the period | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Operating profit before tax | 29 | 20 | 36 | -13 | 33 | 49 | 71 |

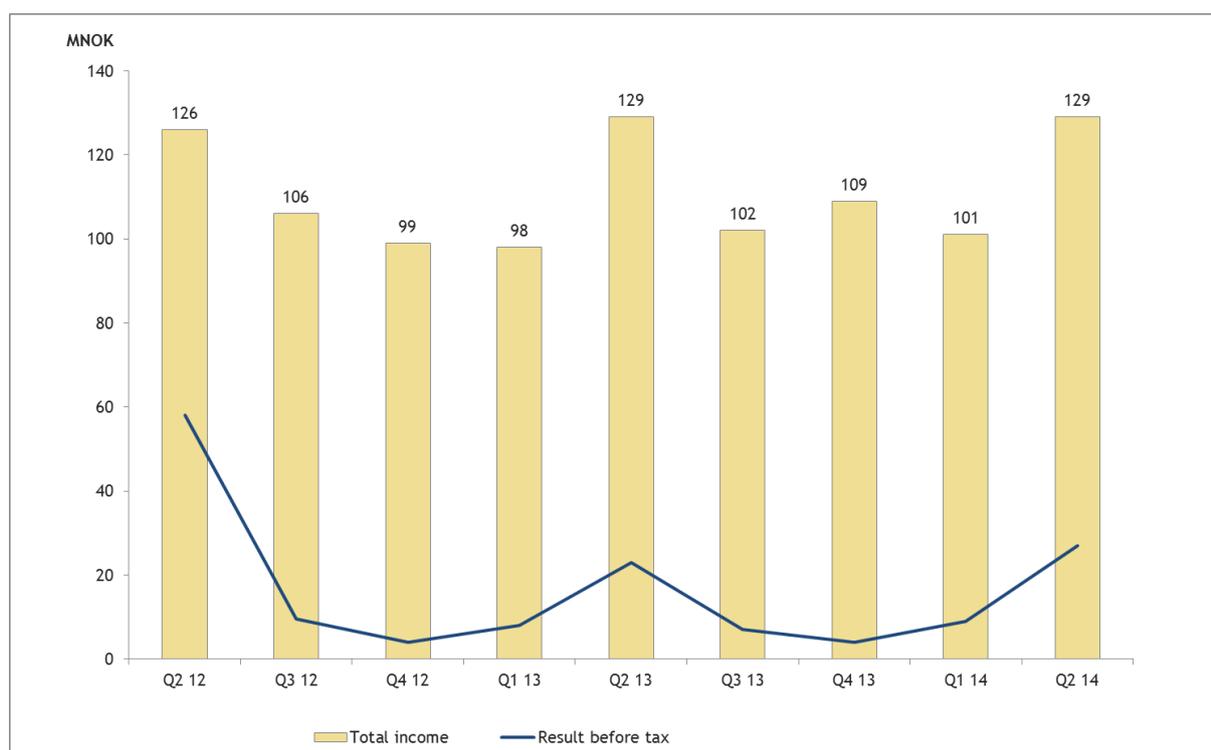
3.5 Subsidiaries

EiendomsMegler 1 SR-Eiendom AS

EiendomsMegler 1 SR-Eiendom AS, which is fully owned by SpareBank 1 SR-Bank, is our region's market leader and the largest company in the nationwide EiendomsMegler 1 chain. This chain is the largest chain of real estate agents in Norway. During the 2nd quarter 2014, the company sold 3 976 properties from its 30 real estate offices in Rogaland, Agder and Hordaland. The activities cover commercial real estate, holiday homes, housing rental and new-builds and used homes.

Financial performance

| MNOK | Q2 2014 | Q1 2014 | Q4 2013 | Q3 2013 | Q2 2013 | 30.06 2014 | 30.06 2013 |
|--|------------|------------|------------|------------|------------|---------------|---------------|
| Interest income | 1 | 1 | 1 | 1 | 1 | 2 | 3 |
| Other income | 128 | 100 | 108 | 101 | 128 | 228 | 224 |
| Total income | 129 | 101 | 109 | 102 | 129 | 230 | 227 |
| Total operating expenses | 102 | 92 | 105 | 95 | 105 | 194 | 195 |
| Operating profit before losses | 27 | 9 | 4 | 7 | 24 | 36 | 32 |
| Change in individual write-downs in the period | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Change in group write-downs in the period | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Operating profit before tax | 27 | 9 | 4 | 7 | 24 | 36 | 32 |

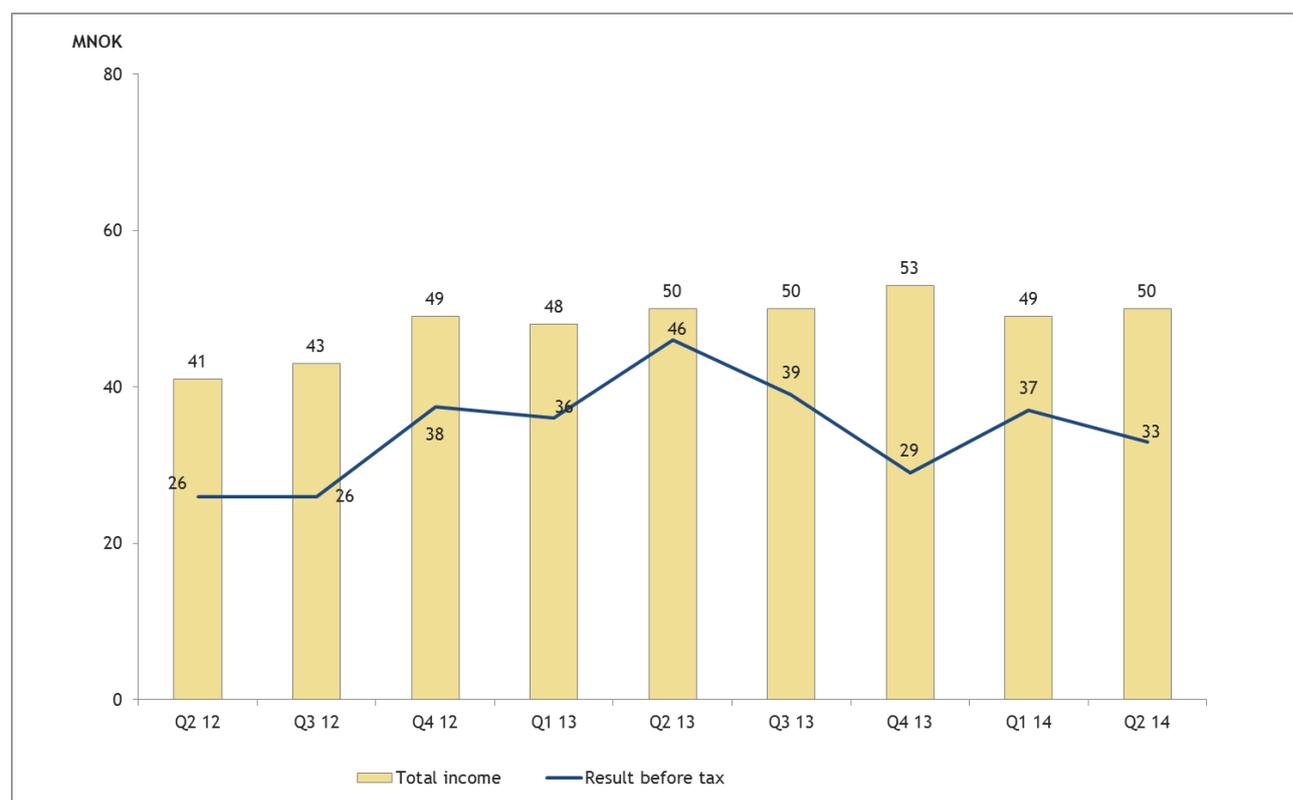


SpareBank 1 SR-Finans AS

SpareBank 1 SR-Finans AS is the leading leasing company in Rogaland with approximately NOK 6.4 billion in total assets. The company's principal activities are lease financing for corporate customers and secured car loans for retail customers.

Financial performance

| MNOK | Q2 2014 | Q1 2014 | Q4 2013 | Q3 2013 | Q2 2013 | 30.06 2014 | 30.06 2013 |
|--|------------|------------|------------|------------|------------|---------------|---------------|
| Interest income | 54 | 54 | 56 | 55 | 54 | 108 | 106 |
| Other income | -4 | -5 | -3 | -5 | -4 | -9 | -7 |
| Total income | 50 | 49 | 53 | 50 | 50 | 99 | 99 |
| Total operating expenses | 14 | 13 | 12 | 13 | 13 | 27 | 26 |
| Operating profit before losses | 36 | 36 | 41 | 38 | 37 | 72 | 72 |
| Change in individual write-downs in the period | 0 | 1 | 2 | -1 | -8 | -1 | -10 |
| Change in group write-downs in the period | -3 | -2 | 10 | 0 | 0 | -1 | 0 |
| Operating profit before tax | 39 | 37 | 29 | 39 | 45 | 74 | 82 |

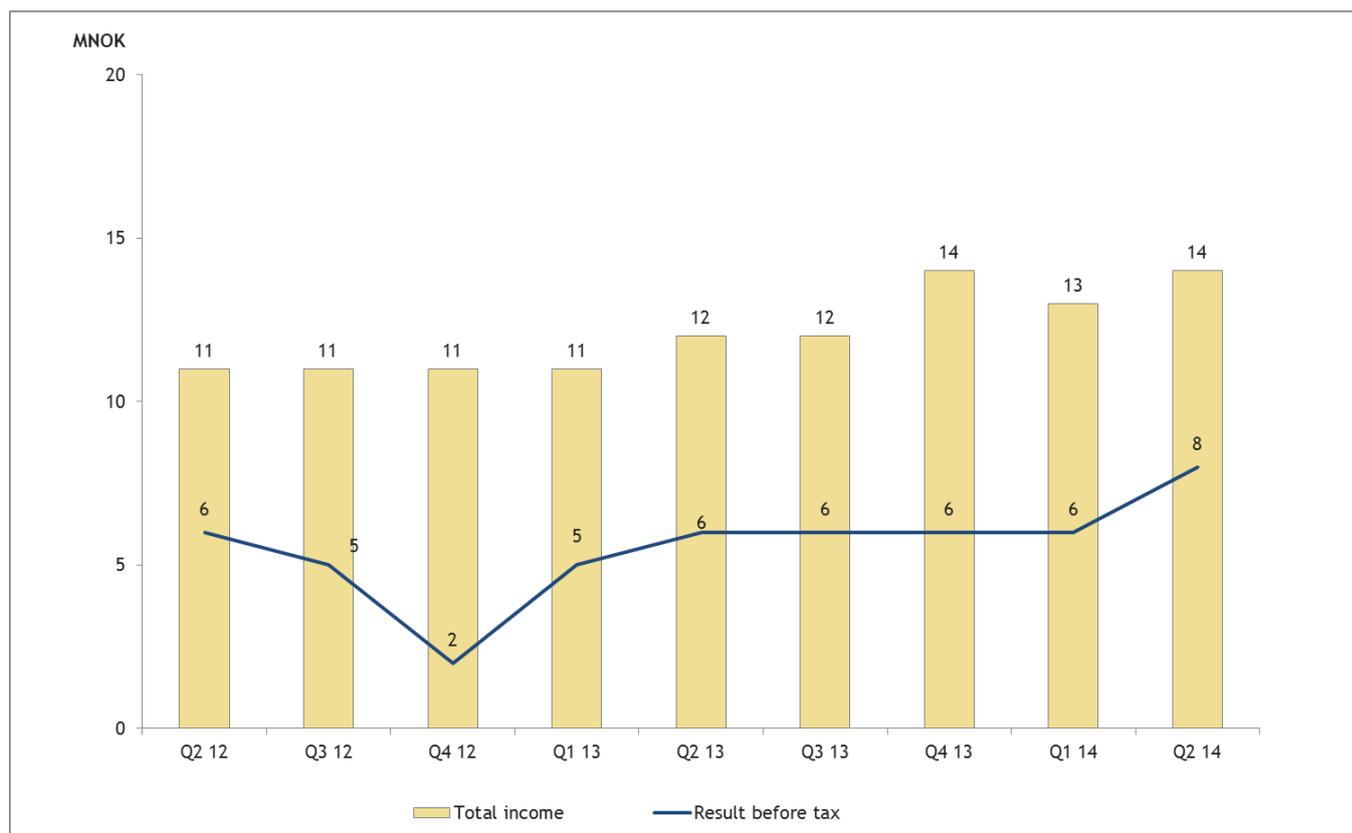


SR-Forvaltning AS

SR-Forvaltning AS is a securities firm with a licence to provide asset management services. The company's objective is to be a local alternative with a high level of expertise in financial management. The company manages portfolios for SpareBank 1 SR-Bank and SpareBank 1 SR-Bank's pension fund, in addition to portfolios for about 2,500 external customers. The external customer base is made up of pension funds, public and private enterprises and affluent private individuals. Total assets amount to approximately NOK 7.1 billion as at 30.06.2014. The company is fully owned by SpareBank 1 SR-Bank.

Financial performance

| MNOK | Q2 2014 | Q1 2014 | Q4 2013 | Q3 2013 | Q2 2013 | 30.06 2014 | 30.06 2013 |
|--|------------|------------|------------|------------|------------|---------------|---------------|
| Interest income | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Other income | 14 | 13 | 14 | 12 | 11 | 27 | 23 |
| Total income | 14 | 13 | 14 | 12 | 12 | 27 | 23 |
| Total operating expenses | 6 | 7 | 8 | 6 | 5 | 13 | 12 |
| Operating profit before losses | 8 | 6 | 6 | 6 | 6 | 14 | 11 |
| Change in individual write-downs in the period | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Change in group write-downs in the period | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Operating profit before tax | 8 | 6 | 6 | 6 | 6 | 14 | 11 |



SR-Investering AS

The company's objective is to contribute to long-term value creation, through investment in business in the group's market segment. The company invests primarily in private equity funds and small and medium-sized companies that need capital to develop and grow further. The company is fully owned by SpareBank 1 SR-Bank.

Financial performance

| MNOK | Q2 2014 | Q1 2014 | Q4 2013 | Q3 2013 | Q2 2013 | 30.06 2014 | 30.06 2013 |
|--|------------|------------|------------|------------|------------|---------------|---------------|
| Interest income | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Other income | -1 | 13 | 2 | 1 | 0 | 12 | 8 |
| Total income | -1 | 13 | 2 | 2 | 0 | 12 | 8 |
| Total operating expenses | 0 | 0 | 1 | 0 | 0 | 0 | 0 |
| Operating profit before losses | -1 | 13 | 2 | 2 | 0 | 12 | 8 |
| Change in individual write-downs in the period | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Change in group write-downs in the period | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Operating profit before tax | -1 | 13 | 2 | 2 | 0 | 12 | 8 |

