Investor Relations

Supplementary information
Preliminary accounts for 2011

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Information on the Internet

SpareBank 1 Nord-Norge's home page	www.snn.no
Thomson-Reuters	www.thomsonreutersone.com
ECC information in general	www.egenkapitalbevis.no

Financial Calendar

Preliminary Annual Accounts	8. February 2012
Supervisory Board	26. and 27. March 2012
Ex dividend	27. March 2012
1st Quarter 2012	26. April 2012
2nd Quarter 2012	9. August 2012
3rd Quarter 2012	31. October 2012

Contents

1. SpareBank 1 Nord-Norge overview

1.1. Financial highlights

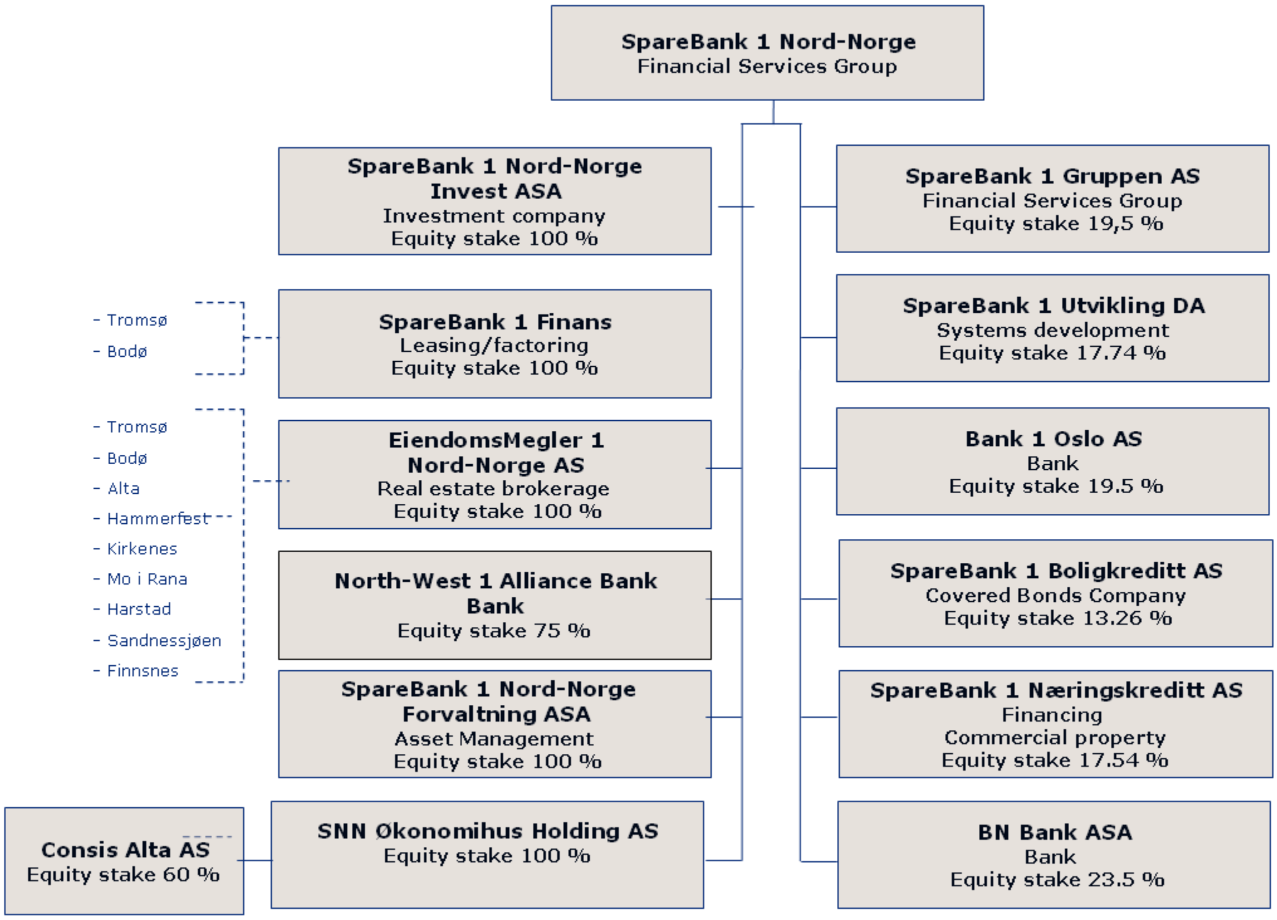
January - December 2011
(Figures and percentages in brackets refer to the same interim period in 2010)

- Profit before tax: NOK 774 million (NOK 1 002 million)
- Profit: NOK 616 million (NOK 816 million)
- Return on equity: 9.9 % (15.3 %)
- Growth in lending (including loans transferred to SpareBank 1 Boligkreditt): 7.4 % (7.2 %) and in deposits: 6.0 % (12.9%) over last 12 months
- Loan losses: NOK 101 million (NOK 87 million)
- Tier 1 capital adequacy ratio: 11.8 % (10.9%)
- Earnings per equity capital certificate (ECC): NOK 3.60 (NOK 5.90)
- The Bank's equity was strengthened by NOK 583 million in the 2nd quarter through new equity issues. In addition, a bonus issue and split of the Bank's equity certificates was carried out in the 1st quarter of 2011

1.2. Business description

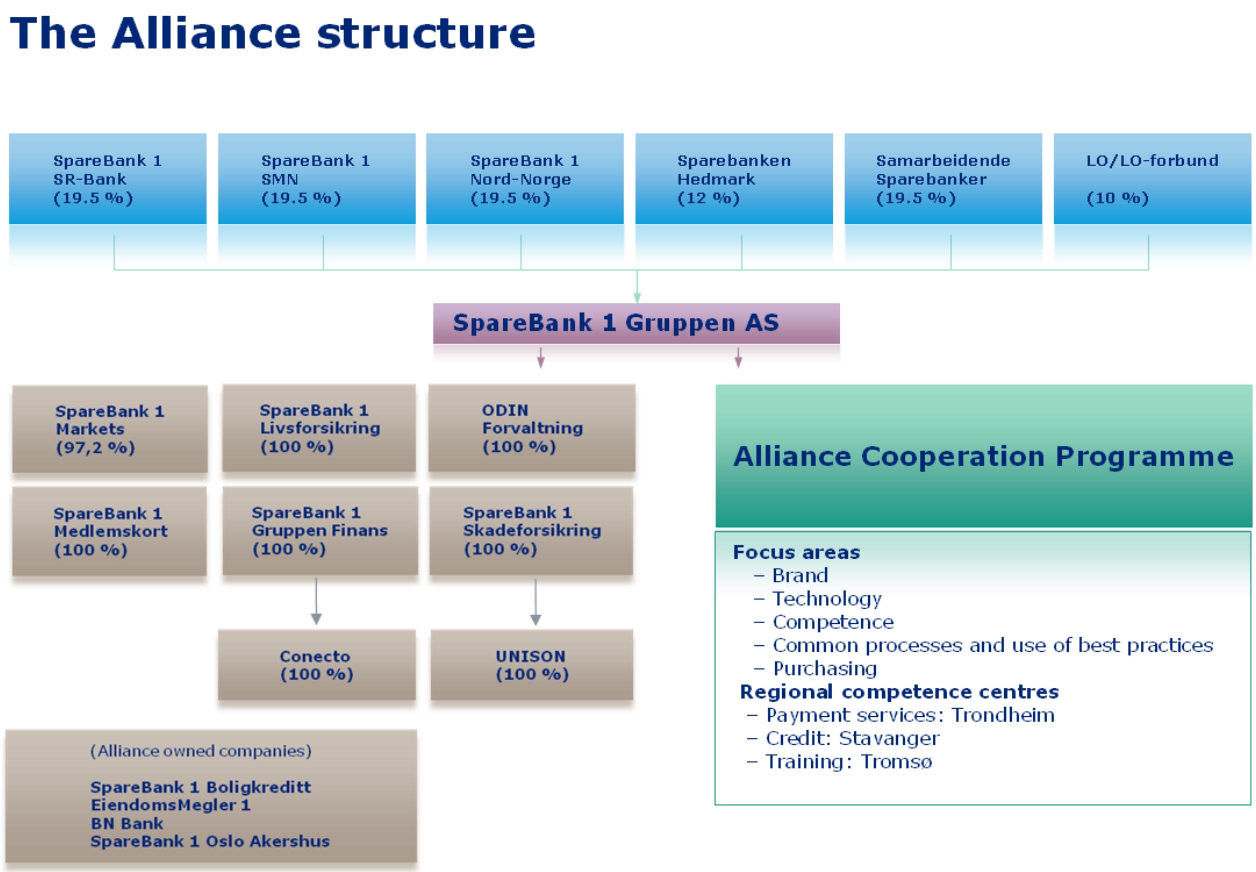
SpareBank 1 Nord-Norge aims to be a full-range supplier of financial products and services in North Norway. This comprises, apart from loans, deposits and payment transfers, also most savings products, life- and non-life insurance. Products and services are supplied either by the bank and its subsidiaries, or by the product companies within the SpareBank 1 Gruppen AS.
The bank applies a multi-channel approach for the distribution of its products and services through 75 branches in North Norway, one customer centre accessible by telephone on all working days, and through SpareBank 1 Nord-Norge's Internet-linked bank. The bank employed 749 man-years in Norway and 45 in Russia at the end of 2011.

SpareBank 1 Nord-Norge: Overview of the Bank's activities



SpareBank 1 Group

The SpareBank 1 banks operate an alliance and develop product companies through the jointly owned holding company SpareBank 1 Gruppen. The paramount objective of the SpareBank 1 Alliance is to assure the individual bank's independence and regional identity through strong competitiveness, profitability and financial soundness. The Alliance is among the largest providers of financial services in Norway and is a full-fledged alternative to traditional financial groups.



1.3. Credit ratings

Moody's	Todays rating	2010	2009	2008
Outlook	Stabel	Stabel	Negative	Negative
Issuer Rating	A1	A1	A1	A1
Bank Deposits	A1/P-1	A1/P-1	A1/P-1	Aa3/P-1
Bank Financial Strenght	C	C	C	C+
Senior Unsecured	A1	A1	A1	Aa3
Subordinate	A2	A2	A2	A1

Fitch	Todays rating	2010	2009	2008
Outlook	Stable	Stable	Stable	A
Long-term IDR	A	A	A	F1
Short-term IDR	F1	F1	F1	F1
Support rating	3	3	3	3
Individual rating	B/C	B/C	B/C	B/C

1.4. Equity capital certificate (NONG)

Write-downs on loans and guarantees

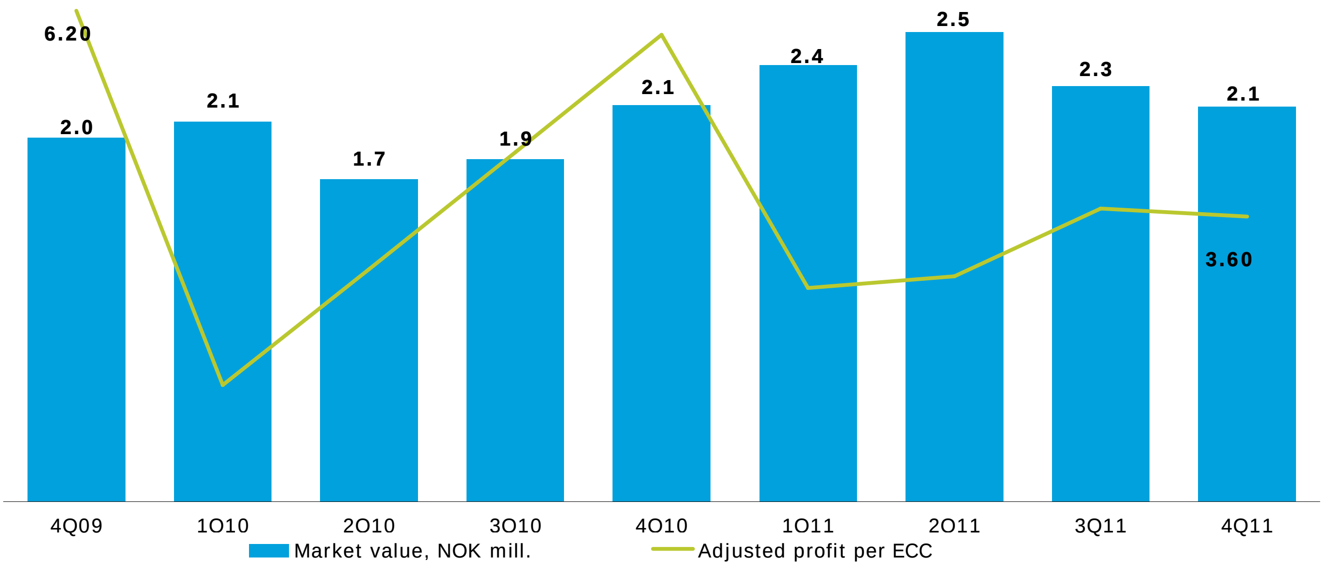
						Per 4Q	
(in NOK million)	**4Q11**	**3Q11**	**2Q11**	**1Q11**	**4Q10**	**2011**	**2010**
Individual write-downs for impaired value	31	21	17	15	45	84	133
Collective write-downs imp. value	25	3	1	-3	0	26	-39
Recoveries, previously confirmed losses	3	1	3	2	2	9	7
Net losses	**53**	**23**	**15**	**10**	**43**	**101**	**87**
Net losses in % of gross lending incl.agency loans	**0.31 %**	**0.14 %**	**0.09 %**	**0.06 %**	**0.27 %**	**0.15 %**	**0.14 %**

*) All key figures are recalculated due to new total of EC's in 1Q11.

The 10 largest Equity Certificate holders

Equity Certificate holders	Number of Equity Certificates	Share of total Equity Certificate capital
Pareto Aksjer Norge	3 353 468	5.06 %
Morgan Stanley & Co. Llc - Client account 1, USA	1 622 879	2.45 %
Pareto Aktiv	1 540 783	2.33 %
Frank Mohn AS	1 355 745	2.05 %
Protector Eiendom AS	1 175 052	1.77 %
Tonsenhagen Forretningssentrum AS	1 134 493	1.71 %
SPBstiftelsen Sparebank 1 Nord-Norge	916 561	1.38 %
Morgan Stanley & Co. Llc - Client account 1, USA	865 063	1.31 %
Framo Development AS	848 925	1.28 %
Nordea Bank Norge ASA	825 736	1.25 %

Market value and profit per ECC (Group)



The originally calculated Equity Certificate ratio overall 01.01 has been changed as a result of issue in June 2011.

Equity certificates ratio (parent bank)

			Original calculation	**Revised calculation**	
	31.12.08	31.12.09	31.12.10 (01.01.11)	**31.12.10 (01.01.11)**	31.12.11 (01.01.12)
Equity Certificate capital	896	896	896	**1 275**	1 655
Equity Certificate premium reserve	123	123	123	**184**	245
Dividend Equalisation Fund	277	471	566	**408**	368
Set aside dividend	- 54	- 121	- 103	**- 103**	- 93
Share Fund Fair Value Options	- 5	- 30	- 3	**- 3**	- 14
A. Equity attributable to Equity Certificate holders of the I	1 237	1 339	1 479	**1 761**	2 161
The Savings Bank's Fund	2 221	2 623	2 829	**2 811**	2 953
Allocated dividends to ownerless capital	0	- 161	- 154	**- 154**	- 107
Donations	133	133	133	**133**	133
Share Fund Fair Value Options	- 10	- 57	- 5	**- 5**	- 19
B. Total ownerless capital	2 344	2 538	2 803	**2 785**	2 960
Equity Certificate Ratio overall (A/(A+B))	34.54 %	34.54 %	34.54 %	**38.74 %**	42.21 %

ECC capital history

Year	Change	Change in ECC capital	Total ECC capital	No. of ECC's
1991	Placing	525	525	5 250 000
1992	Placing	75	644	6 443 446
1999	Employee placing	5	649	6 492 486
2000	Employee placing	11	660	6 597 018
2005	Placing	132	792	7 916 422
2005	Split	24	792	15 832 844
2007	Dividend Issue	48	841	16 813 952
2008	Dividend Issue	55	896	17 912 073
2009		0	896	17 912 073
2010		0	896	17 912 073
2011	Bonus issue and split	298	1 194	47 765 528
2011	Placing	461	1 655	66 208 987

2. Financial results

Accounting principles
SpareBank 1 Nord-Norge prepares and presents its quarterly accounts in compliance with the Stock Exchange Regulations, Stock Exchange Rules and International Financial Reporting Standards (IFRS), including IAS 34, Interim Financial Reporting. As from 2007 the company accounts are also prepared and presented under IFRS. This entails that investments in associates and subsidiaries are recognised using the cost method. For this reason results recorded by associates and subsidiaries are not included in the parent bank's accounts.

Further, the Group has in this quarterly report used the same accounting principles and calculation methods as in the latest annual report and accounts. The quarterly accounts do not include all the information required in a complete set of annual financial statements and should be read in conjunction with the annual accounts for 2011.

2.1. Main figures

						Per 4Q	
(in NOK million)	**4Q11**	**3Q11**	**2Q11**	**1Q11**	**4Q10**	**2011**	**2010**
Net interest income	283	296	276	275	285	1130	1129
Net fee-, commision and other operating income	125	127	134	120	128	506	513
Net income from financial investments	-71	46	58	242	148	275	404
Total net income	**337**	**469**	**468**	**637**	**561**	**1 911**	**2 046**
Total costs	**277**	**252**	**261**	**246**	**276**	**1 036**	**957**
Result before losses and write-downs	**60**	**217**	**207**	**391**	**285**	**875**	**1 089**
Net losses and write-downs	53	23	15	10	43	101	87
Result before tax	**7**	**194**	**192**	**381**	**242**	**774**	**1 002**
Tax	24	48	38	48	37	158	186
Minority interests	0	0	0	0	0	0	0
Result for the period	**-17**	**146**	**154**	**333**	**205**	**616**	**816**

Balance sheet - condensed

						Per 4Q	
Balance (in NOK million)	**4Q11**	**3Q11**	**2Q11**	**1Q11**	**4Q10**	**2011**	**2010**
Loans and advances to customers including agency loans *	68 033	66 722	64 876	63 512	63 334	68 033	63 334
Deposits from customers	41 765	41 952	41 284	39 402	39 389	41 765	39 389
Growth in loans and advances to customers including agency loans *	7.4 %	6.4 %	6.3 %	6.1 %	7.2 %	7.4 %	7.2 %
Growth in deposits from customers past 12 months	6.0 %	12.5 %	9.1 %	11.0 %	12.9 %	6.0 %	12.9 %
Deposits as a percentage of gross lending including agency loans *	61.4 %	62.9 %	63.6 %	62.0 %	62.2 %	61.4 %	62.2 %
Deposits as a percentage of gross lending	80.9 %	80.0 %	80.3 %	79.4 %	80.3 %	80.9 %	80.3 %
Total assets	71 131	72 402	71 033	68 202	68 780	71 131	68 780
Average assets	70 310	70 104	69 338	68 491	66 245	70 310	66 245

** Loans to customers includes SpareBank 1 Boligkreditt*

Key figures

	4Q11	3Q11	2Q11	1Q11	4Q10	Per 4Q 2011	2010
Return on equity capital (Group)	-1.0 %	8.9 %	10.1 %	23.3 %	14.7 %	9.9 %	15.3 %
Result per Equity Certificate (Group)	-0.10	0.85	0.90	2.70	1.48	3.60	5.90
Net other operating income of total income*	30.6 %	30.0 %	32.7 %	30.4 %	31.0 %	30.9 %	31.2 %
Cost/income	82.2 %	53.7 %	55.8 %	38.6 %	49.2 %	54.2 %	46.8 %
Core capital adequacy ratio	11.8 %	11.1 %	11.3 %	10.7 %	10.9 %	11.8 %	10.9 %
Manyear	794	798	786	791	788	794	788
Branches	75	75	75	75	75	75	75

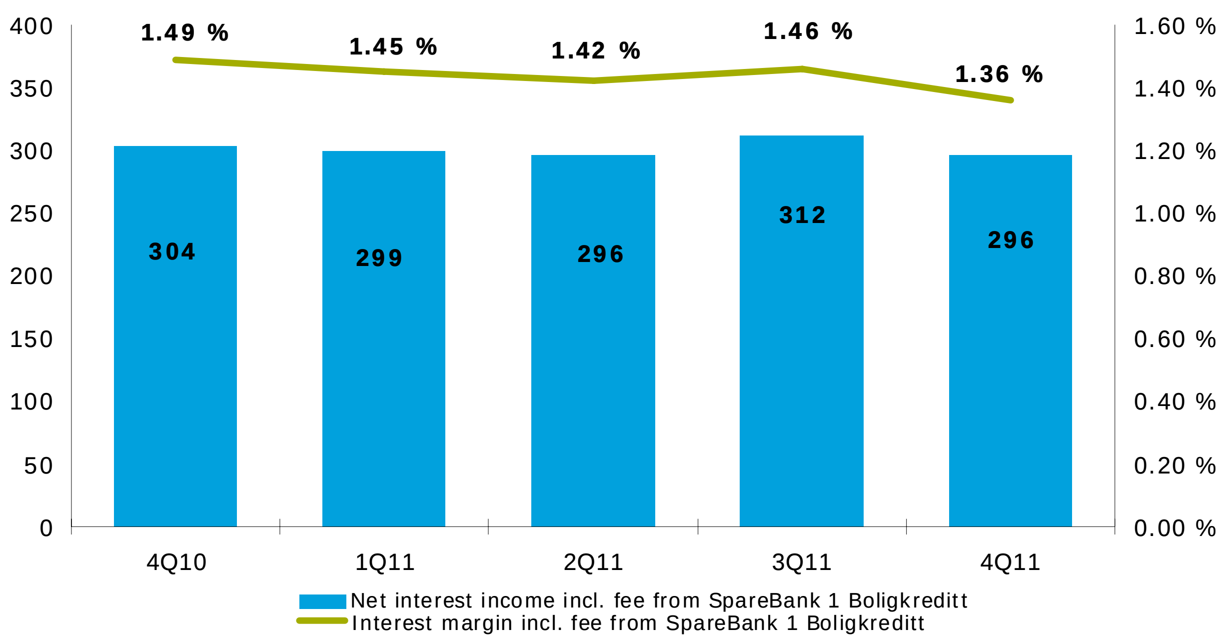
** Income from financial investments not included*

2.2. Net interest income

Net interest income

(in NOK million)	4Q11	3Q11	2Q11	1Q11	4Q10	Per 4Q 2011	2010
Interest income	750	739	676	659	683	2 824	2 549
SpareBank 1 Boligkreditt	13	16	20	24	19	73	89
Interest income incl. fee from SpareBank 1 Boligkreditt	763	755	696	683	702	2 897	2 638
Interest costs	467	443	400	384	398	1 694	1 420
Net interest income incl. fee from SpareBank 1 Boligkreditt	**296**	**312**	**296**	**299**	**304**	**1 203**	**1 218**
Interest margin	**1.58 %**	**1.65 %**	**1.59 %**	**1.61 %**	**1.66 %**	**1.61 %**	**1.70 %**

Development in net interest income

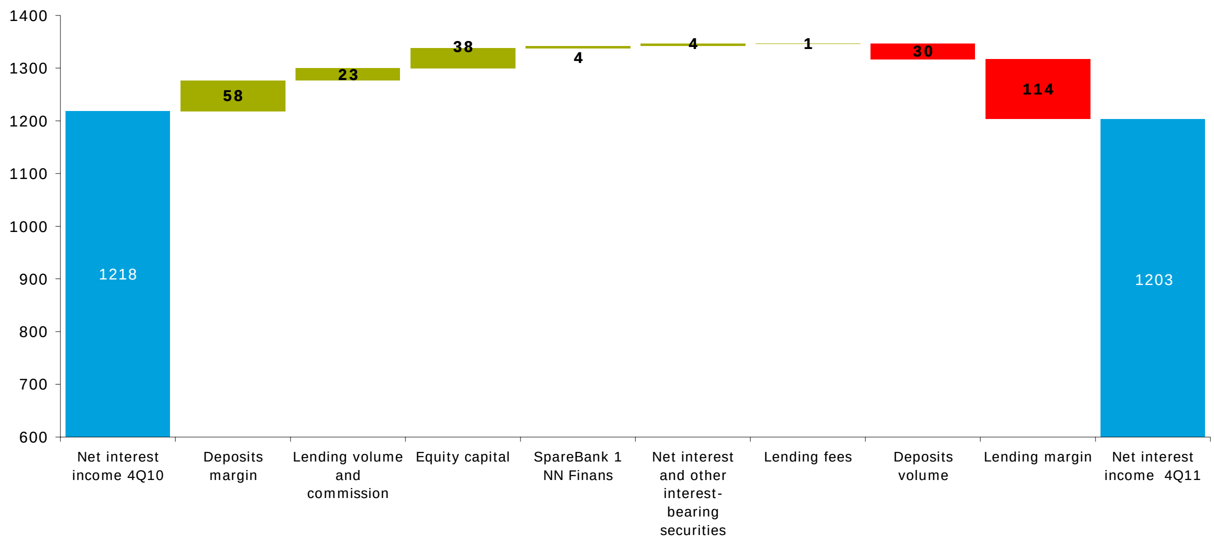


Changes in interest income from lending and deposits, last 12 months

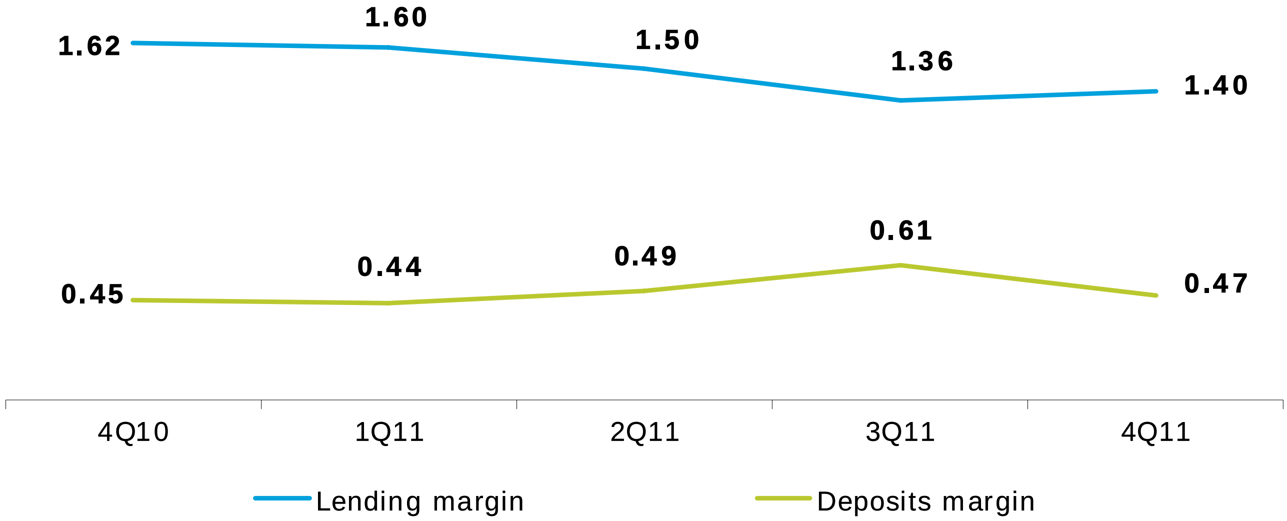
(in NOK million)	**Volume**	**Margin**	**Total**
Lending	23	-114	-91
Deposits	-30	58	28

Changes in net interest income

(in NOK million)	**2011**	**Per 4Q Change**	**2010**
Net interest income incl. fee from SpareBank 1 Boligkreditt	**1 203**	**-15**	**1 218**
Lending margin		-114	
Lending fees		1	
Deposits volume		-30	
SpareBank 1 NN Finans		4	
Lending volume and commission		23	
Deposits margin		58	
Net interest and other interest-bearing securities		4	
Equity capital		38	
Change		**-15**	



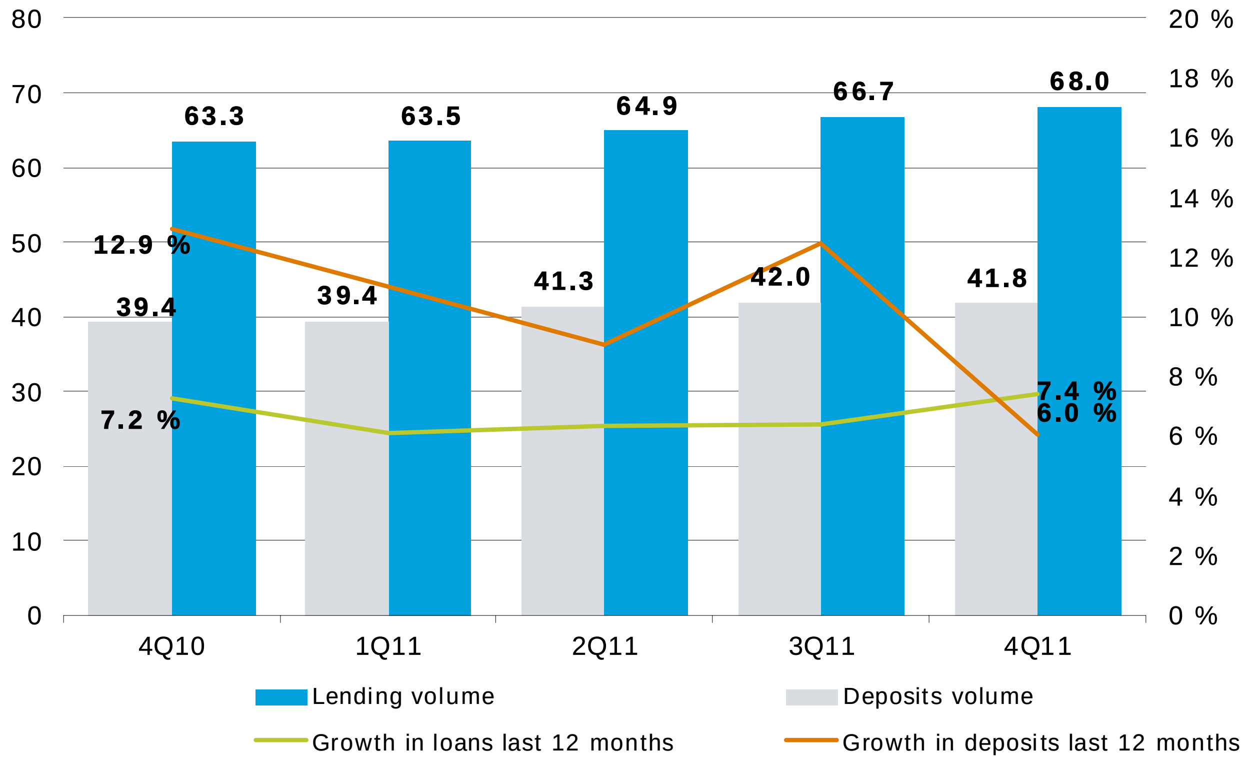
Margin development



Definition margin: Average customer interest minus 3 months average Nibor

Volume development

NOK bn.

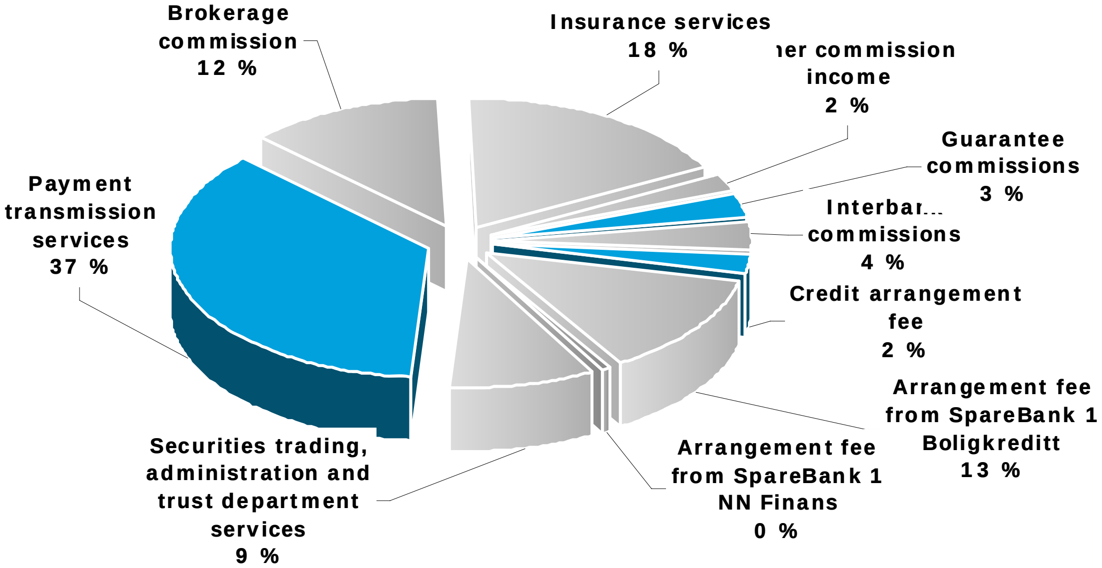


2.3. Commission income

Total commission and other income

(in NOK million)	4Q11	3Q11	2Q11	1Q11	4Q10	Per 4Q 2011	Per 4Q 2010
Guarantee commissions	5	4	4	4	4	17	15
Interbank commissions	5	6	5	5	7	21	33
Credit arrangement fee	4	4	3	3	4	14	15
Arrangement fee from SpareBank 1 Boligkreditt	13	16	20	24	19	73	89
Arrangement fee from SpareBank 1 NN Finans	1	0	1	0	0	2	2
Securities trading, administration and trust department services	17	11	13	11	14	52	47
Payment transmission services	53	56	49	48	51	206	203
Brokerage commission	12	21	20	15	16	68	73
Insurance services	27	26	24	24	27	101	100
Other commission income	6	2	1	4	5	13	13
Total commissions income	**143**	**146**	**140**	**138**	**147**	**567**	**590**
Operating- and sales income real estate	3	0	10	1	2	14	6
Other operating income	3	0	2	0	1	5	2
Total other operating income	**6**	**0**	**12**	**1**	**3**	**19**	**8**
Commission expenses	24	19	18	19	22	80	85
Total commissions and other income	**125**	**127**	**134**	**120**	**128**	**506**	**513**
As per cent of average total assets	**0.70**	**0.71**	**0.77**	**0.70**	**0.75**	**0.72**	**0.77**

Distribution of commission income



Change in commission income

(in NOK million)	2011	Per 4Q Change	2010
Total	**506**	**-7**	**513**
Guarantee commissions		2	
Interbank commissions		-12	
Credit arrangement fee		-1	
Arrangement fee from SpareBank 1 Boligkreditt		-16	
Arrangement fee from SpareBank 1 NN Finans		0	
Securities trading, administration and trust department services		5	
Payment transmission services		3	
Brokerage commission		-5	
Insurance services		1	
Other commission income		0	
Operating- and sales income real estate		8	
Other operating income		3	
Commission expenses		5	

Net return on financial investments

(in NOK million)	4Q11	3Q11	2Q11	1Q11	4Q10	Per 4Q 2011	Per 4Q 2010
Dividends	-3	7	9	1	0	14	43
Income from joint ventures	63	30	53	49	87	195	251
Gains/losses and net value changes on certificates and bonds	-3	-6	-1	7	-5	-3	-8
Gains/losses and net value changes on shares	-143	-4	-14	176	58	15	90
Gains/losses and net value changes on foreign exchange	15	19	12	8	8	54	32
Gains/losses and net value changes on other financial derivatives	0	0	-1	1	0	0	-4
Income from financial investments	**-71**	**46**	**58**	**242**	**148**	**275**	**404**
As per cent of average total assets	**-0.40**	**0.26**	**0.33**	**1.41**	**0.86**	**0.39**	**0.61**

Change in net return on financial investments

(in NOK million)	2011	Per 4Q Change	2010
Total	**275**	**-129**	**404**
Dividends		-29	
Income from joint ventures		-56	
Gains/losses and net value changes on certificates and bonds		5	
Gains/losses and net value changes on shares		-75	
Gains/losses and net value changes on foreign exchange		22	
Gains/losses and net value changes on other financial derivatives		4	

2.4. Operating expenses

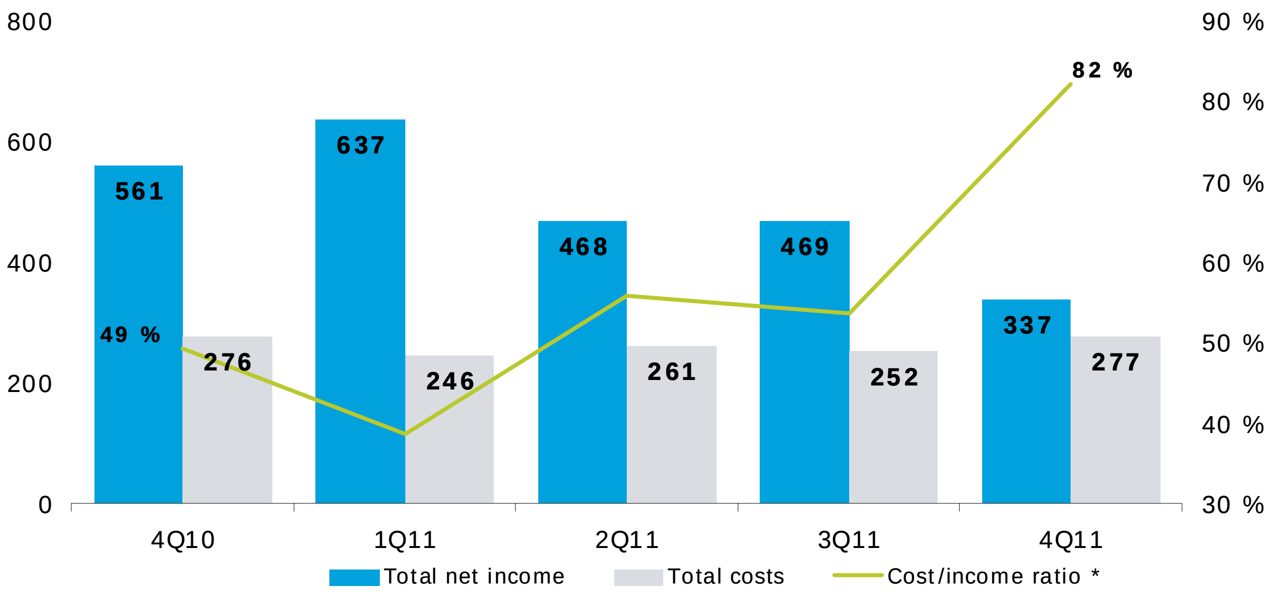
Operating expenses

(in NOK million)	4Q11	3Q11	2Q11	1Q11	4Q10	Per 4Q 2011	2010
Wages and salaries	121	112	106	99	140	438	450
Pension costs	5	9	6	9	3	29	-16
Social costs	15	10	11	11	9	47	43
Total personnel expenses	**141**	**131**	**123**	**119**	**152**	**514**	**477**
Development costs	24	23	23	20	23	90	80
Electronic data processing costs	11	16	13	12	11	52	48
Marketing costs	17	12	21	13	18	63	56
Travel - and training costs	16	7	8	10	8	41	32
Communications	3	4	3	0	2	10	13
Postage	3	3	2	4	3	12	12
Consultancy services	4	4	7	3	5	18	14
Cost involving the handling of cash	3	3	4	3	3	13	13
Office-related costs	3	3	3	2	3	11	11
Collection costs	1	0	1	1	0	3	2
Ordinary depreciation	15	11	12	11	12	49	45
Operating costs buildings	6	5	2	6	8	19	17
Rent paid - premises and bank buildings	9	10	12	8	12	39	38
Operating costs - premises	6	3	6	9	-3	24	23
Other operating costs	15	17	21	25	19	78	76
Other expenses	**136**	**121**	**138**	**127**	**124**	**522**	**480**
Total operating expenses	**277**	**252**	**261**	**246**	**276**	**1 036**	**957**

As per cent of average total assets	**1.54**	**1.41**	**1.50**	**1.44**	**1.61**	**1.47**	**1.44**
Cost/income (Group)	**0.82**	**0.54**	**0.56**	**0.39**	**0.49**	**0.54**	**0.47**
Cost/income, ex. financial inv. (Group)	**0.68**	**0.60**	**0.64**	**0.62**	**0.67**	**0.63**	**0.58**
12-month cost growth	**8.3 %**	**11.5 %**	**14.2 %**	**30.9 %**	**-1.5 %**	**8.3 %**	**-1.5 %**

Cost/income ratio

NOK mill.



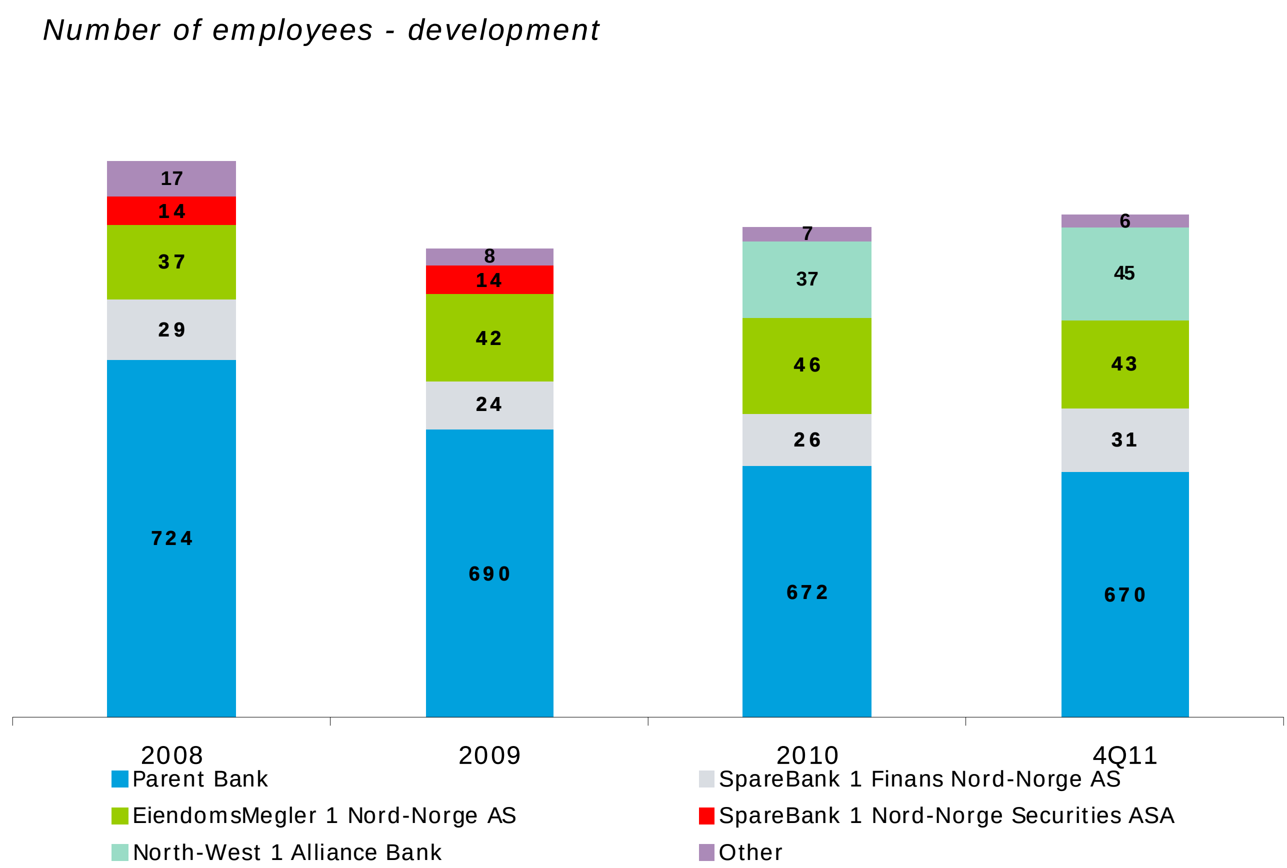
* Total operating expences as a percentage of total operating income

Change in operating expenses

(in NOK million)	2011	Per 4Q Change	2010
Total	**1 036**	**79**	**957**
Wages and salaries		-12	
Pension costs		45	
Social costs		4	
Development costs		10	
Electronic data processing costs		4	
Marketing costs		7	
Travel - and training costs		9	
Communications		-3	
Postage		0	
Consultancy services		4	
Cost involving the handling of cash		0	
Office-related costs		0	
Collection costs		1	
Ordinary depreciation		4	
Operating costs buildings		2	
Rent paid - premises and bank buildings		1	
Operating costs - premises		1	
Other operating costs		2	

Number of employees - developement

Employees in employment	**4Q11**	**2010**	**2009**	**2008**
Parent Bank	670	672	690	724
SpareBank 1 Finans Nord-Norge AS	31	26	24	29
EiendomsMegler 1 Nord-Norge AS	43	46	42	37
SpareBank 1 Nord-Norge Securities ASA			14	14
North-West 1 Alliance Bank	45	37		
Other	6	7	8	17
Totalt	**794**	**788**	**778**	**821**



3. Loans to customers

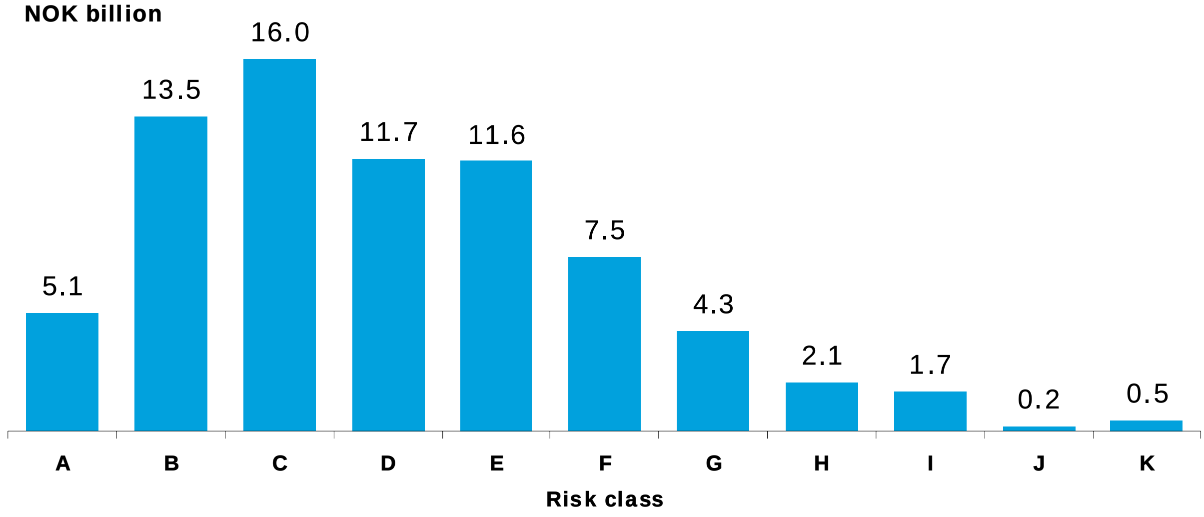
3.1. Distribution of loans by industry

Distribution of loans by industry

(in NOK million)	4Q11	3Q11	2Q11	1Q11	4Q10	2Q10
Mining and quarrying	71	73	78	83	78	78
Construction	916	892	844	788	759	759
Building of ships and boats	28	25	30	23	26	26
Electricity, gas, steam an air conditioning supply	977	873	822	987	1 223	1 223
Professional, scientific and technical activities	792	763	780	785	676	676
Finanicial and insurance activities	0	0	0	0	45	45
Fishing	1 359	1 394	1 418	1 027	1 024	1 024
Marine aquaculture	268	321	318	267	302	302
Other business support activities	578	563	591	397	412	412
Activities auxiliary to financial services and insurance activities	361	247	277	194	40	40
County muncipalities and muncipalities	148	143	164	169	156	156
Manufacturing	1 126	1 113	1 073	1 437	1 316	1 316
Information and communication	162	163	163	168	216	216
Crop and animal production	949	907	859	860	857	857
Foreign industrial	38	38	38	38	43	43
Real estate activities	7 188	7 189	6 855	6 619	6 512	6 512
Accomodation and food service activities	405	406	404	395	395	395
Forestry and logging	12	14	11	8	8	8
Central government and social security funds	1	1	1	1	1	1
Support activities for petroleum and natural gas extraction	1	1	1	1	1	1
Other service industries	722	723	732	760	814	814
Transportation and storage	1 797	1 760	1 680	1 487	1 407	1 407
International shipping and pipeline transport	738	740	570	576	668	668
Development of building projects	648	640	652	596	594	594
Extraction of crude oil and natural gas	75	73	42	42	42	42
Unspecified	0	0	0	0	1	1
Water supply; sewerage, waste management and remediation activities	171	157	145	142	138	138
Wholesale and retail trade; repair of motor vehicles and motorcycles	1 644	1 640	1 676	1 606	1 413	1 413
Retail banking market - domestic	30 422	31 569	31 178	30 138	29 834	29 834
Retail banking market - international	42	37	40	44	46	46
Gross loans corporate market	**21 177**	**20 859**	**20 224**	**19 456**	**19 166**	**19 166**
Retail market	**30 464**	**31 606**	**31 218**	**30 182**	**29 880**	**29 880**
- Loans transferred to SpareBank 1 Boligkreditt	16 392	14 257	13 434	13 874	14 288	14 288
Gross loans incl. SpareBank 1 Boligkreditt	**68 033**	**66 722**	**64 876**	**63 512**	**63 334**	**63 334**
Gross loans in balance sheet	**51 641**	**52 465**	**51 442**	**49 638**	**49 046**	**49 046**
Share of loans, corporate market	**31.1 %**	**31.3 %**	**31.2 %**	**30.6 %**	**30.3 %**	**30.3 %**
Share of loans, retail market	**68.9 %**	**68.7 %**	**68.8 %**	**69.4 %**	**69.7 %**	**69.7 %**

3.2. Risk profile and write-downs

Actual risk profile, Exposure At Default- Parent Bank



Risk classification in SpareBank 1 Nord-Norge

Risk class	PD* in percent Low	High	Corresponding rating class at Moody's
A	0.00	0.10	Aaa - A3
B	0.10	0.25	Baa1 - Baa3
C	0.25	0.50	Ba1
D	0.50	0.75	Ba2-Ba3
E	0.75	1.25	
F	1.25	2.50	B1
G	2.50	5.00	B2
H	5.00	10.00	B3
I	10.00	100.00	Caa/C
J	Default		
K	Written down		

Risk class A represents the lowest risk and class K the highest risk.

** Probability of default*

Loans and guarantees by industry

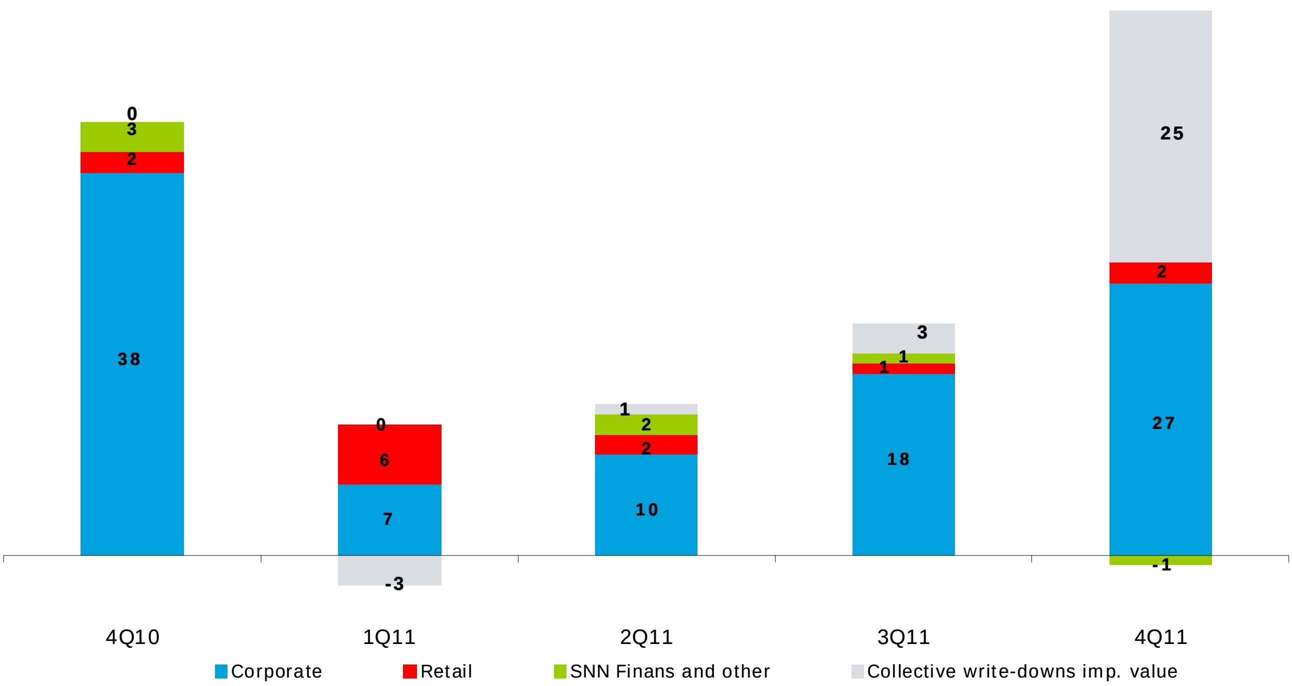
	Total	Very low risk	Low risk	Medium risk	High risk	Very high risk	Default and written down
Mining and quarrying	61	1	0	56	0	4	0
Construction	1 082	323	163	251	270	48	27
Building of ships and boats	37	0	2	35	0	0	0
Electricity, gas, steam an air conditioning supply	2 144	638	174	1 326	1	5	0
Professional, scientific and technical activities	809	145	88	258	287	24	7
Finanicial and insurance activities	200	0	0	0	0	200	0
Fishing	1 994	362	748	832	15	34	2
Marine aquaculture	193	44	117	7	0	7	19
Other business support activities	403	40	12	320	9	22	0
Activities auxiliary to financial services and insurance activities	252	0	252	0	0	0	0
County muncipalities and muncipalities	870	12	858	0	0	0	0
Manufacturing	1 498	279	206	912	17	64	20
Information and communication	176	20	3	125	1	26	0
Crop and animal production	985	389	167	305	44	53	26
Foreign industrial	38	0	0	0	0	38	0
Real estate activities	7 590	810	840	4 545	776	343	277
Accomodation and food service activities	424	84	41	209	12	59	20
Retail banking market - domestic	47 909	30 802	7 741	7 513	683	973	198
Retail banking market - international	52	20	3	20	3	1	4
Forestry and logging	12	4	1	5	0	2	0
Central government and social security funds	0	0	0	0	0	0	0
Support activities for petroleum and natural gas extraction	1	1	0	0	0	0	0
Other service industries	713	224	82	301	20	67	19
Transportation and storage	1 592	545	303	672	37	31	5
International shipping and pipeline transport	863	148	104	442	128	0	42
Development of building projects	774	76	53	469	54	71	52
Extraction of crude oil and natural gas	75	0	0	0	0	75	0
Water supply; sewerage, waste management and remediation activities	146	15	32	41	0	0	57

Write-downs on loans and guarantees

(in NOK million)	4Q11	3Q11	2Q11	1Q11	4Q10	Per 4Q 2011	2010
Individual write-downs for impaired value	31	21	17	15	45	84	133
Collective write-downs imp. value	25	3	1	-3	0	26	-39
Recoveries, previously confirmed losses	3	1	3	2	2	9	7
Net losses	**53**	**23**	**15**	**10**	**43**	**101**	**87**
Net losses in % of gross lending incl.agency loans	**0.31 %**	**0.14 %**	**0.09 %**	**0.06 %**	**0.27 %**	**0.15 %**	**0.14 %**

Loss on loans by segment

(in NOK million)	4Q11	3Q11	2Q11	1Q11	4Q10	Per 4Q 2011	2010
Corporate	27	18	10	7	38	62	101
Retail	2	1	2	6	2	11	15
SNN Finans and other	-1	1	2	0	3	2	10
Collective write-downs imp. value	25	3	1	-3	0	26	-39
Total loss on loans	53	23	15	10	43	101	87



Individual and collective write-downs

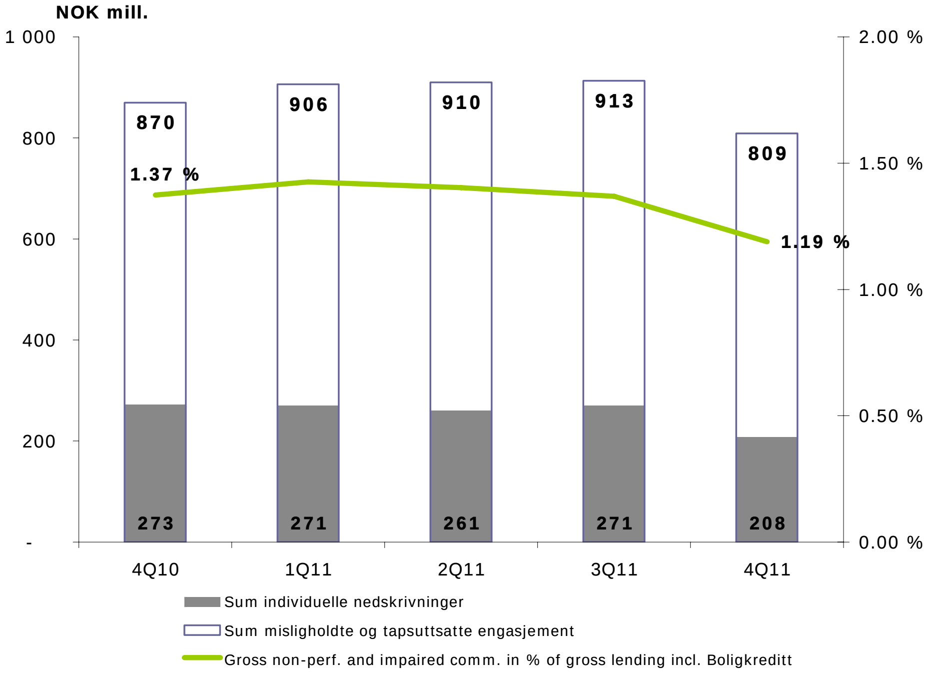
(in NOK million)	4Q11	3Q11	2Q11	1Q11	4Q10	Per 4Q 2011	Per 4Q 2010
Individual write-downs for impaired value on loans and guarantees as at 01.01.	273	273	273	273	232	273	232
Confirmed losses during the period on loans and guarantees, against which individual write-downs for impaired value has prev. been made	150	59	42	17	88	150	88
Reversal of previous years' individual write-downs for impaired value	24	20	15	8	52	24	52
Increase in write-downs for impaired value for commitments against which individual write-downs for impaired value were previously made	17	6	6	3	21	17	21
Write-downs for impaired value for commitments against which no individual write-downs for impaired value was previously raised	92	71	39	20	160	92	160
Individual write-downs for impaired value on loans and guarantees *	208	271	261	271	273	208	273
Collective write-downs for impaired value against losses on loans and guarantees as at 01.01.	200	200	200	200	238	200	238
Period's collective write-downs for impaired value against losses on loans and guarantees	26	-3	1	-5	-38	26	-38
Collective write-downs for impaired value against losses on loans, and guarantees	226	197	201	195	200	226	200

*Individual write-downs for impaired value on guarantees are included in the Balance Sheet as liabilities under 'Other liabilities'.

Write-down ratio

(in NOK million)	4Q11	3Q11	2Q11	1Q11	4Q10
Non-performing commitments	471	573	553	475	492
Other doubtful commitments	338	340	357	431	378
Total commitments in default and doubtful commitments	809	913	910	906	870
Individual write-downs in default	96	195	130	120	137
Other doubtful individual write-downs	112	76	131	151	136
Total individual write-downs	208	271	261	271	273
Net commitments in default and doubtful commitments	601	642	649	635	597
Write-down ratio (%)	25.7 %	29.7 %	28.7 %	29.9 %	31.4 %

Non-performing and impaired commitments



4. Capital Adequacy

New capital adequacy rules and regulations (Basel II – EU's new directives for capital adequacy) were implemented in Norway with effect from 1 January 2007. SpareBank 1 Nord-Norge has received permission from The Financial Supervisory Authorityof Norway (FSAN) to apply internal calculation methods (Internal Rating-Based Approach) for credit risk from 1 January 2007. With effect from 2007, therefore, the statutory minimum capital adequacy requirement for credit risk will be based on the Bank's internal assessment of risk. This will make the statutory minimum capital adequacy requirement more risk-sensitive, which means that the capital requirement will to a larger extent correspond to the risk contained in the underlying portfolios in question. The use of internal calculation methods will involve comprehensive demands on the Bank's organisation, competence, risk models and risk management systems. As a result of transitional rules relating to the new directive mentioned above, IRB-banks would not experience the full impact of the reduced regulatory capital requirements until 2010. Until 2010, banks had to report on a parallel basis, both according to the old capital adequacy calculations and Basel II.

During the period 2007-2010, an annual adjustment of the risk-adjusted calculation basis in relation to the old method (socalled correction of 'floor') was permitted. A resolution has now been reached to postpone this issue, and the transition rules for 2009 will continue to apply in 2011. The calculation basis in 2011 therefore amounts to 80 per cent of the calculated basis according to the Basel I rules and regulations

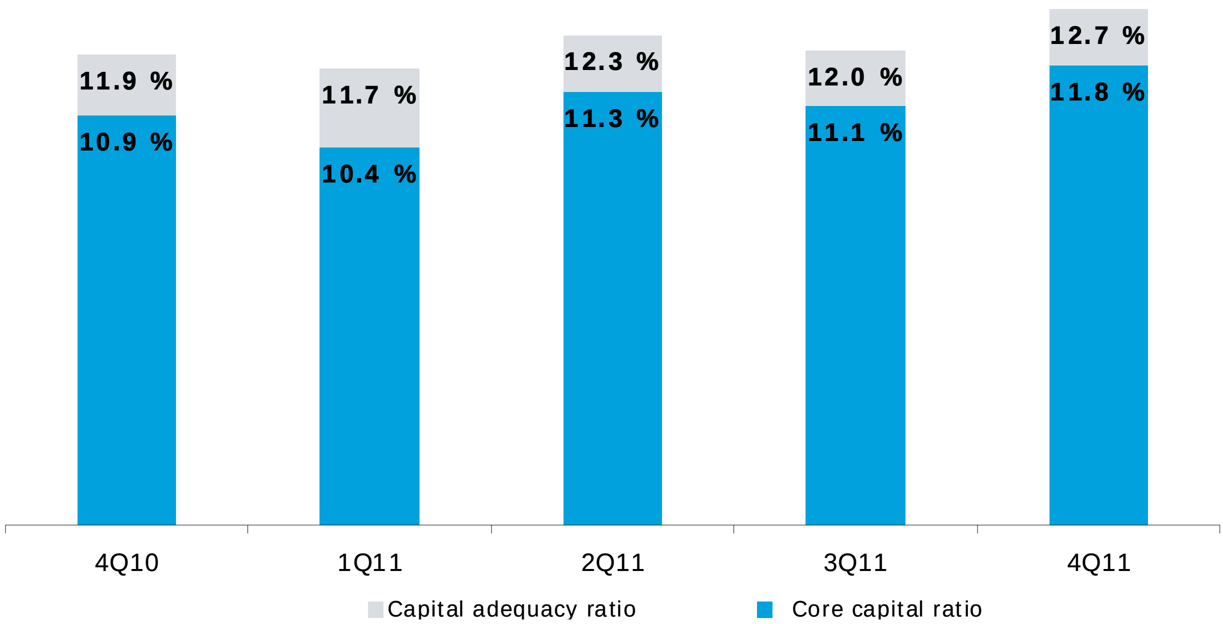
Capital Adequacy

(in NOK million)	**4Q11**	**3Q11**	**2Q11**	**1Q11**	**4Q10**
Equity and related capital resources					
Equity certificates	1 655	1 655	1 655	1 194	896
- Own equity certificates	0	0	0	0	0
Premium reserve	245	245	245	123	123
Equalisation reserve	368	162	165	166	566
Savings bank's reserve	2 954	2 670	2 676	2 680	2 829
Allocated to dividend	0	0	0	0	0
Endowment fund	133	117	133	133	133
Other equity	1 036	899	899	1 041	1 041
Reserve for unrealised gains	0	0	0	0	0
Minority interests	13	12	12	13	4
Period result	0	633	487	333	0
Total equity	6 512	6 607	6 491	5 760	5 670
Minority interests	-13	-12	-12	-13	-4
Period result	0	-633	-487	-333	0
Core capital					
Adjusted subordinated capital from consolidated financial institutions	-17	54	62	57	-18
Intangible assets	-48	-39	-28	-19	-20
Fund for unrealised gains	66	46	46	46	46
Deduction for allocated dividends	-201	0	0	0	-103
50 % deduction for subordinated capital in other financial institutions	0	0	0	0	0
50 % deduction for expected losses on IRB, net of writedowns	-71	-67	-67	-85	-86
50 % capital adequacy reserve	-646	-652	-650	-641	-624
Fund bonds	512	502	477	488	473
Total core capital	6 094	5 806	5 832	5 259	5 334
Supplementary capital					
Nonperpetual subordinated capital	1 207	1 212	1 216	1 216	1 225
50% deduction for subordinated capital in other financial institutions	0	0	0	0	0
50% deduction for expected losses on IRB, net of writedowns	-71	-67	-67	-85	-86
50% capital adequacy reserve	-646	-652	-650	-641	-624
Total supplementary capital	490	493	499	490	515
Equity and related capital resources	6 584	6 299	6 331	5 749	5 849

Minimum requirements subordinated capital, Basel I I

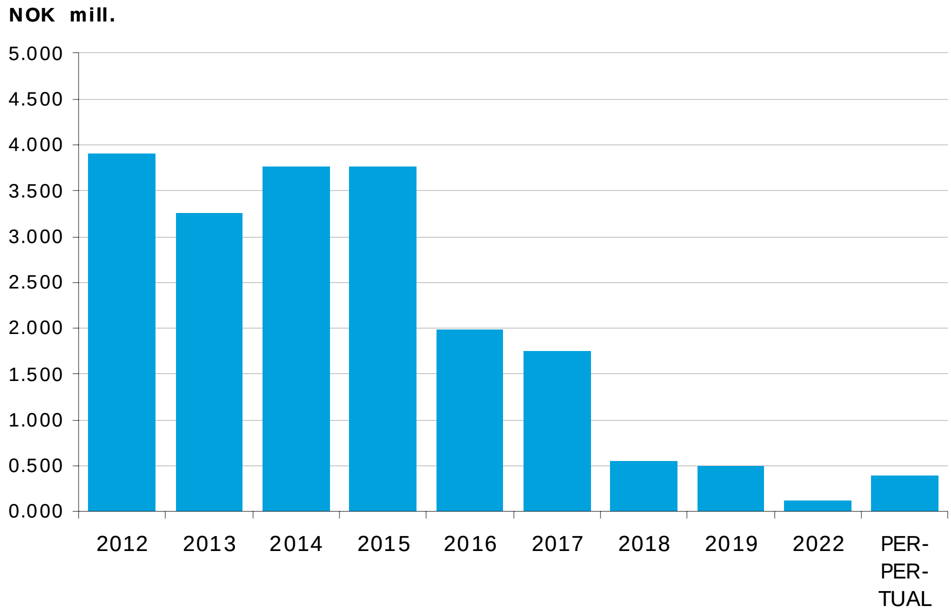
(in NOK million)	**4Q11**	**3Q11**	**2Q11**	**1Q11**	**4Q10**
Specialised lending exposure	834	797	764	755	801
Other corporations exposure	580	587	582	569	596
SME exposure	17	17	17	17	17
Property retail mortage exposure	425	434	416	407	393
Other retail exposure	39	37	36	31	33
Equity investments	0	0	0	0	0
Total credit risk IRB	1 895	1 872	1 815	1 779	1 840
Credit risk standardised approach	1 683	1 612	1 786	1 647	1 492
Debt risk	9	176	106	178	126
Equity risk	68	64	65	65	46
Currency risk	29	27	29	16	17
Operational risk	273	273	273	273	284
Transitional arrangements	312	289	171	91	226
Deductions	-123	-120	-115	-117	-114
Minimum requirements subordinated capital	4 146	4 193	4 130	3 932	3 917
Capital adequacy ratio	12.70 %	12.02 %	12.26 %	11.70 %	11.95 %
Core capital ratio	11.76 %	11.08 %	11.30 %	10.38 %	10.90 %
Supplementary capital ratio	0.95 %	0.94 %	0.97 %	1.00 %	1.05 %

Capital Adequacy - Group



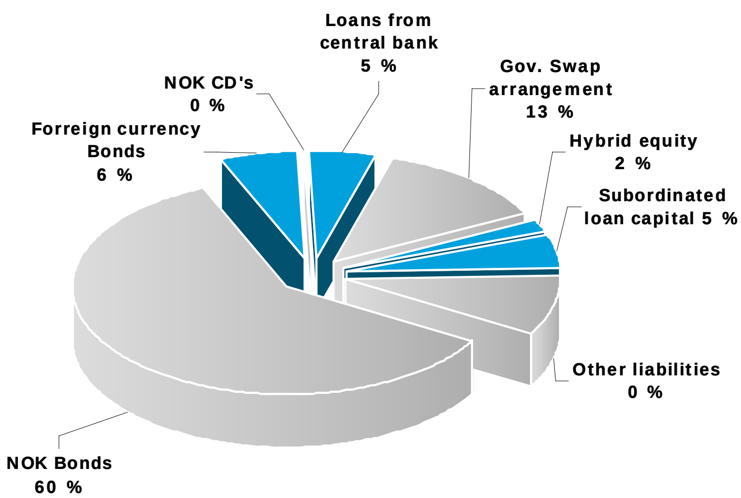
5. Funding

Funding maturity



Capital markets funding

(in NOK million)	4Q11	3Q11	2Q11	1Q11	4Q10	Year-end 2010
NOK Bonds	11 898	10 806	10 665	12 102	11 191	11 191
Forreign currency Bonds	1 130	3 362	3 109	2 331	3 071	3 071
NOK CD's	0	0	0	0	0	0
Loans from central bank	1 000	1 000	1 000	1 000	1 000	1 000
Gov. Swap arrangement	2 561	2 561	2 562	2 561	2 561	2 561
Hybrid equity	390	387	323	336	349	349
Subordinated loan capital	1 000	1 000	1 000	1 000	1 000	1 000
Other liabilities	1 725	1 728	1 732	1 735	1 737	1 737
Total	19 704	20 844	20 391	21 065	20 909	20 909



6. Financial results

Financial results

(in NOK million)	4Q11	3Q11	2Q11	1Q11	4Q10	Per 4Q 2011	Per 4Q 2010
Interest income	750	739	676	659	683	2 824	2 549
Interest costs	467	443	400	384	398	1 694	1 420
Net interest income	**283**	**296**	**276**	**275**	**285**	**1 130**	**1 129**
Fee- and commission income	143	146	140	138	147	567	590
Fee- and commission costs	24	19	18	19	22	80	85
Other operating income	6	0	12	1	3	19	8
Net fee-, commision and other operating income	**125**	**127**	**134**	**120**	**128**	**506**	**513**
Dividend	- 3	7	9	1	0	14	43
Income from investments	63	30	53	49	87	195	251
Net gain from investments in securities	- 131	9	- 4	192	61	66	110
Net income from financial investments	**- 71**	**46**	**58**	**242**	**148**	**275**	**404**
Total income	**337**	**469**	**468**	**637**	**561**	**1 911**	**2 046**
Personnel costs	141	131	123	119	152	514	477
Administration costs	85	75	85	68	77	313	281
Ordinary depreciation	13	11	12	11	12	47	45
Other operating costs	38	35	41	48	35	162	154
Total costs	**277**	**252**	**261**	**246**	**276**	**1 036**	**957**
Result before losses	**60**	**217**	**207**	**391**	**285**	**875**	**1 089**
Losses	53	23	15	10	43	101	87
Result before tax	**7**	**194**	**192**	**381**	**242**	**774**	**1 002**
Tax	24	48	38	48	37	158	186
Result for the period	**- 17**	**146**	**154**	**333**	**205**	**616**	**816**
Majority interest	- 17	146	154	333	205	616	816
Minority interests	0	0	0	0	0	0	0

Balance sheet

(in NOK million)	4Q11	3Q11	2Q11	1Q11	4Q10	2Q10
Assets						
Cash and balances with central banks	1 896	297	274	887	2 501	2 501
Loans and advances to credit institutions	970	1 904	1 508	551	793	793
Loans and advances to customers	51 641	52 465	51 442	49 638	49 046	49 046
- Individual write-downs for impaired value	206	269	259	269	271	271
- Collective write-downs for impaired value	226	197	201	195	200	200
Net loans and advances to customers	51 209	51 999	50 982	49 174	48 575	48 575
Shares	699	787	781	788	611	611
Certificates and bonds	11 235	12 298	12 214	12 028	11 567	11 567
Financial derivatives	850	826	581	495	692	692
Investments in Group Companies	0	0	0	0	0	0
Investments in assosiated companies and joint ventures	3 019	3 074	3 044	2 945	2 861	2 861
Property, plant and equipment	508	495	484	463	460	460
Intangible assets	26	20	22	22	22	22
Other assets	719	702	1 143	849	698	698
Total assets	**71 131**	**72 402**	**71 033**	**68 202**	**68 780**	**68 780**
Liabilities						
Deposits from credit institutions	6 446	5 993	5 694	6 715	6 123	6 123
Deposits from customers	41 765	41 952	41 284	39 402	39 389	39 389
Debt securities in issue	13 342	14 442	13 975	13 065	14 477	14 477
Financial derivatives	519	526	315	284	483	483
Other liabilities	1 084	1 472	1 882	1 567	1 224	1 224
Deferred tax liabilities	107	64	62	68	67	67
Subordinated loan capital	1 356	1 346	1 330	1 341	1 347	1 347
Total liabilities	**64 619**	**65 795**	**64 542**	**62 442**	**63 110**	**63 110**
Equity						
Equity Certificate capital	1 655	1 655	1 655	1 194	896	896
Equity Certificate premium reserve	245	245	245	123	123	123
Dividend Equalisation Fund	368	162	165	166	566	566
The Savings Bank's Fund	2 954	2 670	2 676	2 680	2 829	2 829
Donations	133	117	133	133	133	133
Fund for unrealised gains	-4	-6	-2	-1	-2	-2
Other equity capital	1 148	1 119	1 120	1 119	1 121	1 121
Result for the period	0	633	487	333	0	0
Minority interests	13	12	12	13	4	4
Total equity	**6 512**	**6 607**	**6 491**	**5 760**	**5 670**	**5 670**
Total liabilities and equity	**71 131**	**72 402**	**71 033**	**68 202**	**68 780**	**68 780**

Key figures

	4Q11	3Q11	2Q11	1Q11	4Q10	Per 4Q 2011	Per 4Q 2010
Return on equity capital	-1.0 %	8.9 %	10.1 %	23.3 %	14.7 %	9.9 %	15.3 %
Cost/income group	82.2 %	53.7 %	55.8 %	38.6 %	49.2 %	54.2 %	46.8 %
Cost/income group, ex. financial inv.	67.9 %	59.6 %	63.7 %	62.3 %	66.8 %	63.3 %	58.3 %
Cost/income parent bank	73.6 %	57.0 %	46.1 %	47.8 %	58.8 %	54.4 %	50.1 %
Cost/income parent bank, ex. financial inv.	77.7 %	58.4 %	45.8 %	48.9 %	65.8 %	55.5 %	53.3 %
12-month cost growth	8.3 %	11.5 %	14.2 %	30.9 %	-1.5 %	8.3 %	-1.5 %
Loans and advances to customers including agency loans	68 033	66 722	64 876	63 512	63 334	68 033	63 334
Growth in loans and advances to customers including agency loans	7.4 %	6.4 %	6.3 %	6.1 %	7.2 %	7.4 %	7.2 %
Growth in loans and advances to customers including agency loans this period	2.0 %	2.8 %	2.1 %	0.3 %	1.0 %	0.0 %	0.0 %
Deposits from customers	41 765	41 952	41 284	39 402	39 389	41 765	39 389
Growth in deposits from customers past 12 months	6.0 %	12.5 %	9.1 %	11.0 %	12.9 %	6.0 %	12.9 %
Growth in deposits from customers this period	-0.4 %	1.6 %	4.8 %	0.0 %	5.6 %	0.0 %	0.0 %
Deposits as a percentage of gross lending including agency loans	61.4 %	62.9 %	63.6 %	62.0 %	62.2 %	61.4 %	62.2 %
Total assets	71 131	72 402	71 033	68 202	68 780	71 131	68 780
Average assets	70 310	70 104	69 338	68 491	66 245	70 310	66 245
Employees in employment group	794	798	786	791	788	794	788
Employees in employment parent bank	670	669	665	672	675	670	675
Employees in employment subsidiares	125	129	121	119	113	125	113
Lending margin	1.40	1.36	1.50	1.60	1.62	1.47	1.66
Deposit margin	0.47	0.61	0.49	0.44	0.45	0.50	0.46
Net other operating income of total income	37.1 %	27.1 %	28.6 %	18.8 %	22.8 %	26.5 %	25.1 %
Capital adequacy ratio	12.7 %	12.0 %	12.3 %	11.7 %	11.9 %	12.7 %	11.9 %
Core capital adequacy ratio	11.8 %	11.1 %	11.3 %	10.7 %	10.9 %	11.8 %	10.9 %
Core capital	6 094	5 806	5 832	5 259	5 334	6 094	5 334
Equity and related capital resources	6 584	6 299	6 331	5 749	5 849	6 584	5 849
Losses on loans to customers as a percentage of gross loans incl.agency loans	0.31 %	0.14 %	0.09 %	0.06 %	0.27 %	0.15 %	0.14 %
Commitments in default as a percentage of gross loans incl.agency loans	0.69 %	0.86 %	0.85 %	0.75 %	0.78 %	0.69 %	0.78 %
Commitments at risk of loss as a percentage of gross loans incl.agency loans	0.50 %	0.51 %	0.55 %	0.68 %	0.60 %	0.50 %	0.60 %
Quoted/market price NONG as at *)	32.30	34.00	38.40	49.50	45.00	32.30	45.00
Number of certificates issued, millions *)	66.21	66.21	66.21	47.77	47.77	66.21	47.77
Equity capital per Equity Certificate (NOK) *)	34.26	34.16	33.64	32.55	31.03	34.26	31.03
Result per Equity Certificate *)	-0.10	0.85	0.90	2.70	1.48	3.60	5.90
P/E (Price/Earnings) (Parent Bank) *)	10.47	8.46	7.83	8.25	10.42	10.47	10.42
P/V (Price/Book Value) (Parent Bank) *)	0.94	1.00	1.14	1.52	1.45	0.94	1.45

*) All key figures are recalculated due to new total of EC's

7. Segment information

7.1. Extract from income statement

4Q11	Retail Banking	Corporate Banking	Leasing	Markets	Unallocated	**Total**
Net interest income	691	322	104	6	7	**1 130**
Net fee- and commission income	276	129	0	39	43	**487**
Other operating income	0	0	0	50	244	**294**
Operating costs	619	289	32	34	62	**1 036**
Result before losses	348	162	72	61	232	**875**
Losses	4	93	2	0	2	**101**
Result before tax	344	69	70	61	230	**774**
Loans and advances to customers	29 452	19 297	2 852	0	40	**51 641**
Individual write-downs for impaired value on loans and advances to customers	- 31	- 160	- 9	0	- 6	**- 206**
Collective write-downs for impaired value on loans and advances to customers	- 47	- 166	- 9	0	- 4	**- 226**
Other assets	0	0	29	522	19 371	**19 922**
Total assets per business area	29 374	18 971	2 863	522	19 401	**71 131**
Deposits from customers	21 429	20 319	0	0	17	**41 765**
Other liabilities and equity capital	0	0	2 863	522	25 981	**29 366**
Total equity and liabilities per business area	21 429	20 319	2 863	522	25 998	**71 131**

Interest income, Retail and Corporate

(in NOK million)	4Q11	3Q11	2Q11	1Q11	4Q10	Per 4Q 2011	Per 4Q 2010
Retail	281	144	132	134	120	691	546
Corporate	- 32	124	116	114	123	322	485
Net interest income	**249**	**268**	**248**	**248**	**243**	**1 013**	**1 031**

*Developement in margin, Retail and Corporate**

Lending (in percentage)	4Q11	3Q11	2Q11	1Q11	4Q10	Per 4Q 2011	Per 4Q 2010
Retail	1.26	1.24	1.40	1.55	1.64	1.38	1.60
Corporate	1.63	1.58	1.67	1.70	1.79	1.63	1.79
Total	**1.40**	**1.36**	**1.50**	**1.60**	**1.62**	**1.47**	**1.66**

Deposits (in percentage)	4Q11	3Q11	2Q11	1Q11	4Q10	Per 4Q 2011	Per 4Q 2010
Retail	0.90	0.95	0.79	0.66	0.67	0.82	0.64
Corporate	-0.20	0.08	0.04	0.08	0.08	0.00	0.12
Total	**0.47**	**0.61**	**0.49**	**0.44**	**0.45**	**0.50**	**0.46**

**Definition margin: Average customer interest minus 3 months average nibor*

Development in volume, Retail and Corporate

Lending (in NOK million)	4Q11	3Q11	2Q11	1Q11	4Q10	Per 4Q 2011	Per 4Q 2010
Retail	29 452	30 602	30 247	29 272	28 780	29 452	28 780
Corporate	19 297	19 035	18 477	17 899	17 945	19 297	17 945
Total	**48 749**	**49 637**	**48 724**	**47 171**	**46 725**	**48 749**	**46 725**

Deposits (in NOK million)	4Q11	3Q11	2Q11	1Q11	4Q10	Per 4Q 2011	Per 4Q 2010
Retail	21 429	21 077	21 488	19 904	20 135	21 429	20 135
Corporate	20 319	20 851	19 770	19 468	19 217	20 319	19 217
Total	**41 748**	**41 928**	**41 258**	**39 372**	**39 352**	**41 748**	**39 352**

Developement in commision income, Retail and Corporate

(in NOK million)	4Q11	3Q11	2Q11	1Q11	4Q10	Per 4Q 2011	Per 4Q 2010
Retail	111	47	61	57	53	276	221
Corporate	- 14	41	54	48	53	129	196
Total	**97**	**88**	**115**	**105**	**106**	**405**	**417**

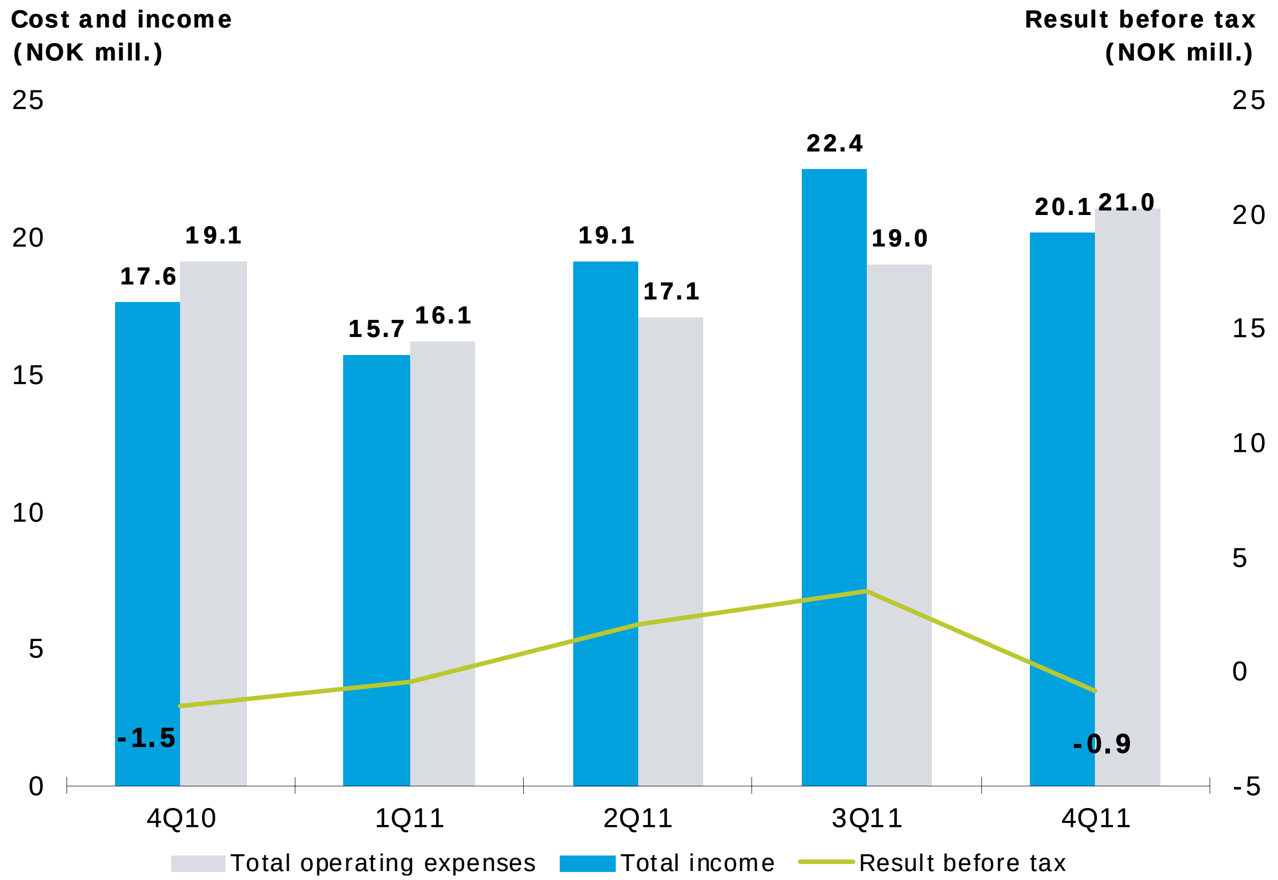
7.2. Subsidiaries

EiendomsMegler 1 Nord-Norge AS

The company is engaged in real estate brokerage in North Norway, and it is a member of a nationwide alliance with other companies owned by SpareBank 1-banks.

Financial performance

(in NOK million)	4Q11	3Q11	2Q11	1Q11	4Q10	Per 4Q 2011	Per 4Q 2010
Total interest income	0.1	0.6	-0.5	0.1	0.1	0.3	0.6
Commission income and other income	20.0	21.9	19.6	15.6	17.4	77.1	76.3
Total income	**20.1**	**22.4**	**19.1**	**15.7**	**17.6**	**77.4**	**77.0**
Staff and adm. costs	12.8	12.1	9.1	9.2	9.9	43.2	41.3
Administration costs	3.8	3.1	3.9	4.1	4.6	14.9	15.9
Other operating expenses	4.4	3.7	4.1	2.9	4.6	15.0	14.5
Total operating expenses	**21.0**	**19.0**	**17.1**	**16.1**	**19.1**	**73.2**	**71.7**
Result before tax	**-0.9**	**3.5**	**2.0**	**-0.4**	**-1.5**	**4.2**	**5.3**

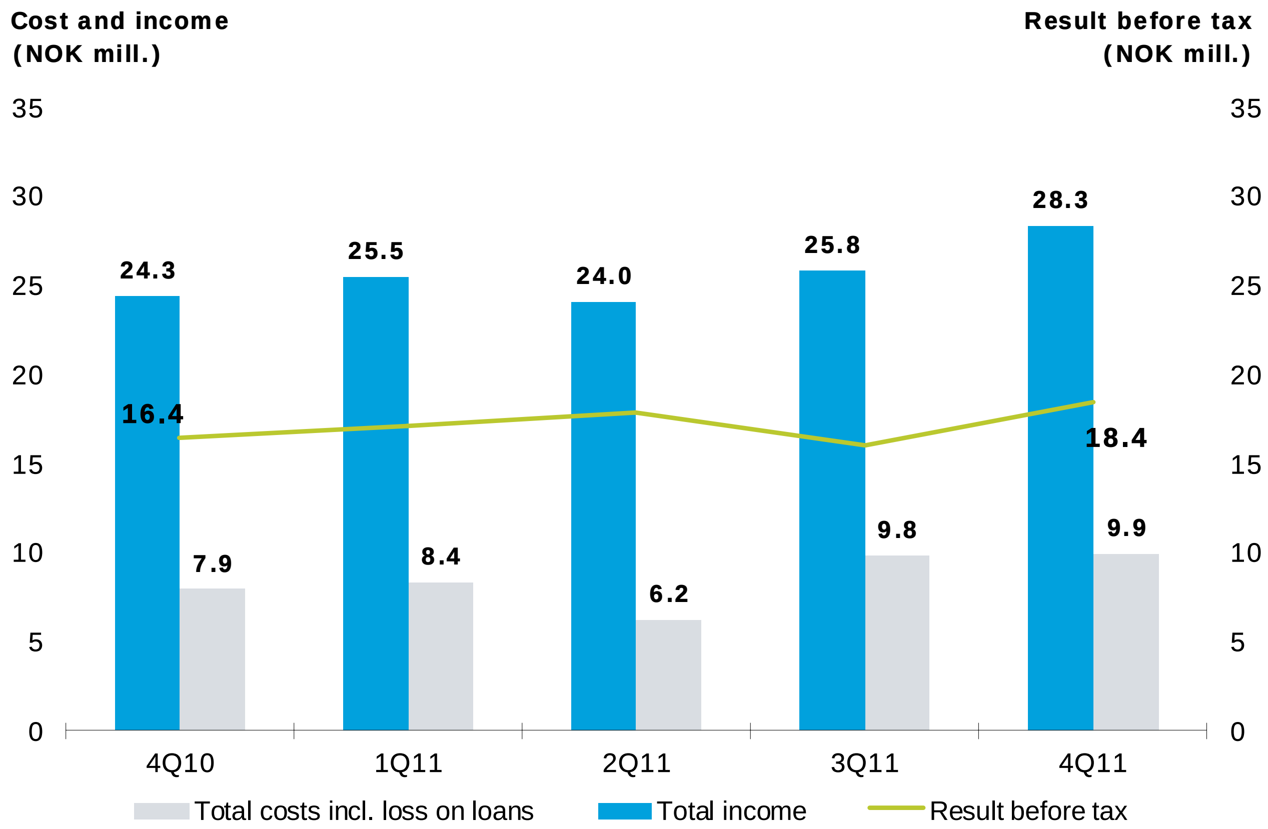


SpareBank 1 Finans Nord-Norge AS

The company has commercial responsibility for the product areas leasing and vendor's fixed charge financing. Cooperation with the Parent Bank and capital goods suppliers are important distribution channels.

Financial performance

(in NOK million)	4Q11	3Q11	2Q11	1Q11	4Q10	Per 4Q 2011	Per 4Q 2010
Total interest income	**28.6**	**25.2**	**24.4**	**25.9**	**24.6**	**104.1**	**100.2**
Commission income and other income	-0.3	0.6	-0.4	-0.4	-0.3	-0.5	-1.3
Net profit on financial investments	0.0	0.0	0.0	0.0	0.0	0.0	0.0
Total income	**28.3**	**25.8**	**24.0**	**25.5**	**24.3**	**103.6**	**98.9**
Staff and adm. costs	5.8	4.8	2.9	4.4	4.2	17.9	14.1
Administration costs	2.5	1.8	1.6	1.6	1.7	7.5	5.9
Other operating expenses	1.6	2.0	1.7	1.8	1.3	7.1	5.6
Total operating expenses	**10.0**	**8.5**	**6.2**	**7.7**	**7.2**	**32.5**	**25.6**
Ordinary operating profit	**18.4**	**17.3**	**17.8**	**17.7**	**17.1**	**71.2**	**73.3**
Loss on loans, guarantees etc.	-0.1	1.3	0.0	0.6	0.7	1.8	6.4
Total costs incl. loss on loans	9.9	9.8	6.2	8.4	7.9	34.2	32.0
Result before tax	**18.4**	**16.0**	**17.8**	**17.1**	**16.4**	**69.4**	**66.9**

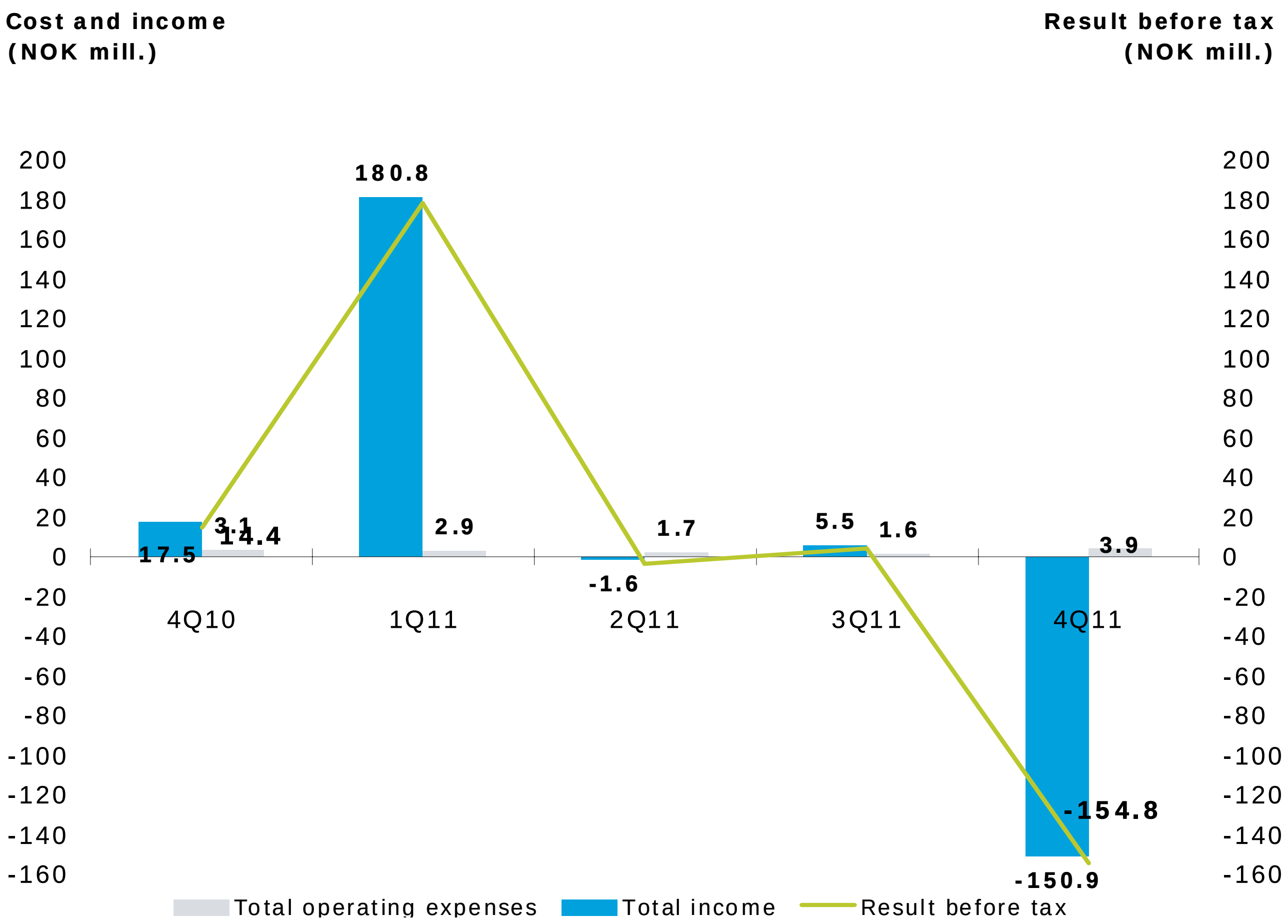


Sparebank 1 Nord-Norge Invest AS

SpareBank 1 Nord-Norge Invest AS is wholly-owned by SpareBank 1 Nord-Norge. The company's purpose is to participate, on a commercial basis, with equity capital, networks and competence in companies that conduct business primarily within the Bank's market area. The company is to invest in businesses with significant development potential in the Group's market area. The targeted return on the invested equity capital is 20 per cent per annum.

Financial performance

						Per 4Q	
(in NOK million)	**4Q11**	**3Q11**	**2Q11**	**1Q11**	**4Q10**	**2011**	**2010**
Total interest income	0.0	-1.0	-1.0	-1.1	-0.8	-3.2	-3.4
Commission income and other income	-151.0	6.6	-0.6	181.9	18.2	37.0	20.3
Total income	**-150.9**	**5.5**	**-1.6**	**180.8**	**17.5**	**33.8**	**17.0**
Staff and adm. costs	1.3	0.7	0.5	1.0	1.7	3.5	5.3
Other operating expenses	2.5	0.9	1.3	1.9	1.3	6.6	4.7
Total operating expenses	**3.9**	**1.6**	**1.7**	**2.9**	**3.1**	**10.1**	**10.0**
Result before tax	**-154.8**	**4.0**	**-3.4**	**177.9**	**14.4**	**23.7**	**7.0**



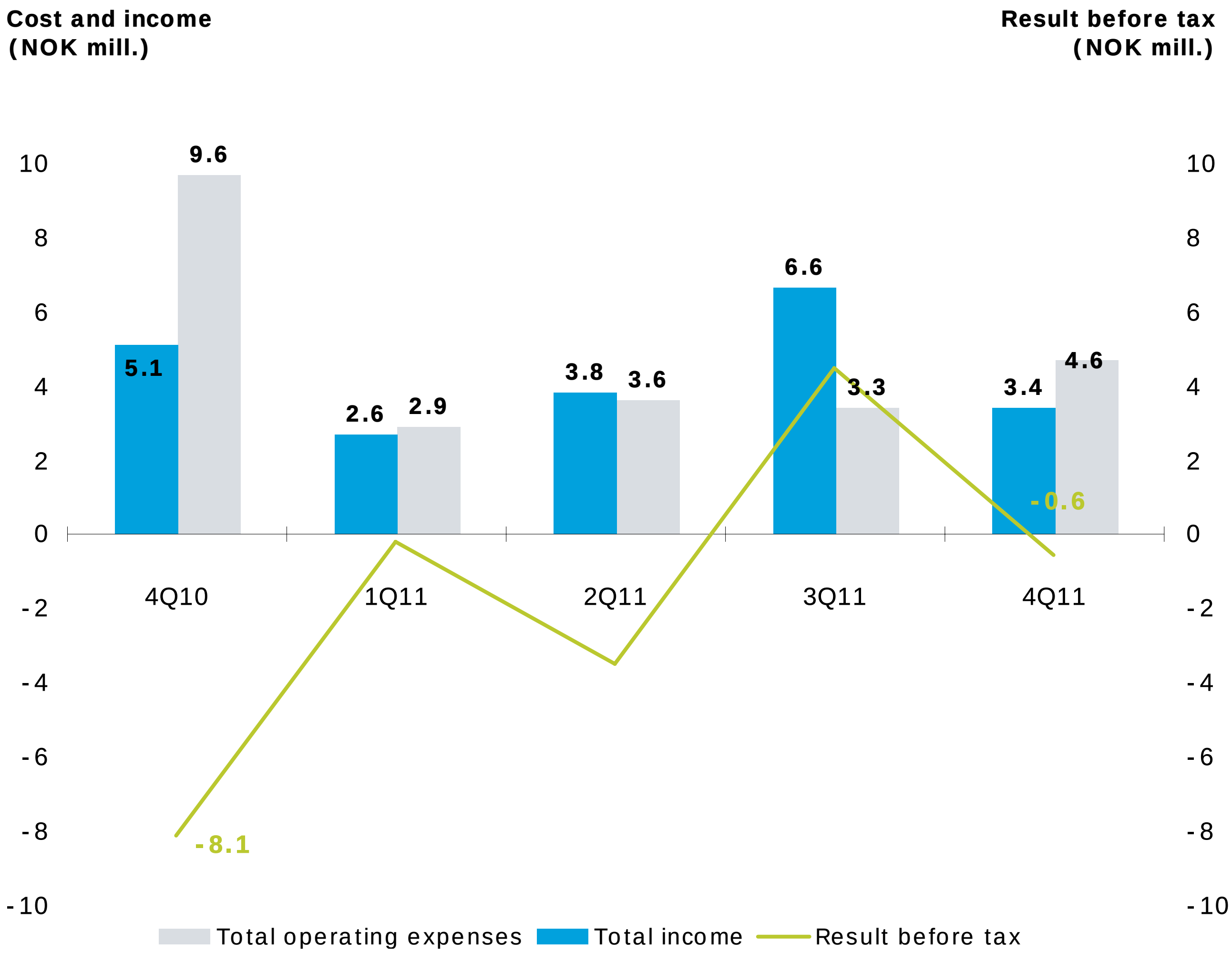
North-West 1 Alliance Bank

In September 2010, SpareBank 1 Nord-Norge established banking operations in Russia through North-West 1 Alliance Bank. SpareBank 1 Nord-Norge holds a 75 per cent ownership interest in North-West 1 Alliance Bank, while the Russian partner Bank Tavrichesky in St. Petersburg holds a 25 per cent ownership interest. The head office of the new bank is located in St. Petersburg, while there is a local branch in Murmansk.

The principal objects of the North-West 1 Alliance Bank are to provide financial products and services to Nordic companies and persons establishing themselves in Northwest Russia.

Financial performance

(in NOK million)	4Q11	3Q11	2Q11	1Q11	4Q10	Per 4Q 2011	Per 4Q 2010
Total interest income	3.1	3.5	3.7	2.4	3.2	12.7	3.5
Commission income and other income	0.3	3.1	0.1	0.2	1.9	3.7	1.3
Total income	**3.4**	**6.6**	**3.8**	**2.6**	**5.1**	**16.4**	**4.8**
Staff and adm. costs	2.9	2.3	2.6	2.1	6.2	9.8	6.5
Other operating expenses	0.4	0.4	0.4	0.4	1.2	1.5	1.5
Total operating expenses	**4.6**	**3.3**	**3.6**	**2.9**	**9.6**	**14.4**	**10.3**
Loss on loans, guarantees etc.	**-0.6**	**-1.2**	**3.7**	**0.0**	**3.6**	**1.9**	**3.7**
Result before tax	**-0.6**	**4.5**	**-3.5**	**-0.2**	**-8.1**	**0.1**	**-9.2**



8. Development last ten years (Group)

Financial results

(in NOK million)	**2002**	**2003**	**2004**	**2005**	**2006**	**2007**	**2008**	**2009**	**2010**	**2011**
Net interest income	1 021	1 038	1 103	1 075	1 097	1 206	1 320	1 173	1 129	1 130
Commission income and other income	294	325	366	416	442	465	411	462	513	506
Net return on financial investments	-119	42	73	175	301	201	-84	524	404	275
Total income	**1 196**	**1 405**	**1 542**	**1 666**	**1 840**	**1 872**	**1 647**	**2 159**	**2 046**	**1 911**
Personnel costs	619	647	621	457	469	473	463	508	477	514
Other operating expenses	174	167	175	415	442	489	508	464	480	522
Total operating expenses	**793**	**814**	**796**	**872**	**911**	**962**	**971**	**972**	**957**	**1 036**
Result before losses	**403**	**591**	**746**	**794**	**929**	**910**	**676**	**1 187**	**1 089**	**875**
Loss on loans, guarantees etc.	245	318	169	65	-43	17	183	185	87	101
Result before tax	**158**	**273**	**577**	**729**	**972**	**893**	**493**	**1 002**	**1 002**	**774**
Tax charge	94	62	174	172	205	186	143	143	186	158
Net profit	**205**	**64**	**211**	**403**	**767**	**707**	**350**	**859**	**816**	**616**

Balance sheet

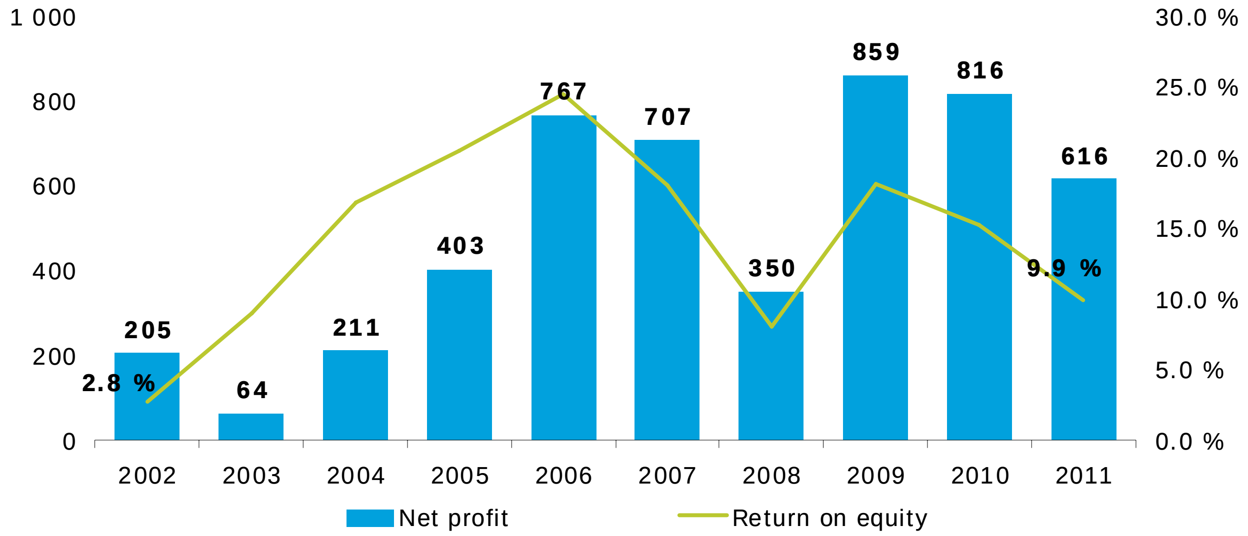
(in NOK million)	**2002**	**2003**	**2004**	**2005**	**2006**	**2007**	**2008**	**2009**	**2010**	**2011**
Cash and loans to and claims on credit institutions	725	649	426	980	1 346	2 814	3 433	3 067	3 294	2 866
CDs, bonds and other interest-bearing securities	2 782	2 807	3 124	4 511	5 353	5 403	7 228	9 453	12 178	11 934
Loans and advances to customers	33 574	36 869	37 931	41 638	46 226	50 213	51 268	48 180	49 046	51 641
- Individual write-downs for impaired value	357	503	320	264	195	134	201	228	271	206
- Collective write-downs for impaired value	322	322	321	217	178	170	204	238	200	226
Other assets	798	567	779	1 501	2 037	2 539	3 578	3 539	4 262	4 690
Total assets	**37 879**	**40 892**	**42 260**	**48 630**	**54 962**	**60 969**	**65 507**	**64 239**	**68 780**	**71 131**
Deposits from credit institutions	4 452	3 366	2 790	1 773	1 965	2 414	3 708	6 868	6 123	6 446
Deposits from customers	20 182	21 666	22 999	25 350	27 784	32 034	34 572	34 877	39 389	41 765
Debt securities in issue	9 298	11 171	11 738	15 668	18 741	19 665	19 746	14 162	14 477	13 342
Other liabilities	835	828	1 026	1 603	1 574	1 348	1 562	1 564	1 774	1 710
Subordinated loan capital	871	1 502	1 194	1 289	1 374	1 254	1 461	1 608	1 347	1 356
Total equity	2 241	2 359	2 513	2 947	3 524	4 254	4 458	5 160	5 670	6 512
Total liabilities and equity	**37 879**	**40 892**	**42 260**	**48 630**	**54 962**	**60 969**	**65 507**	**64 239**	**68 780**	**71 131**

Key figures

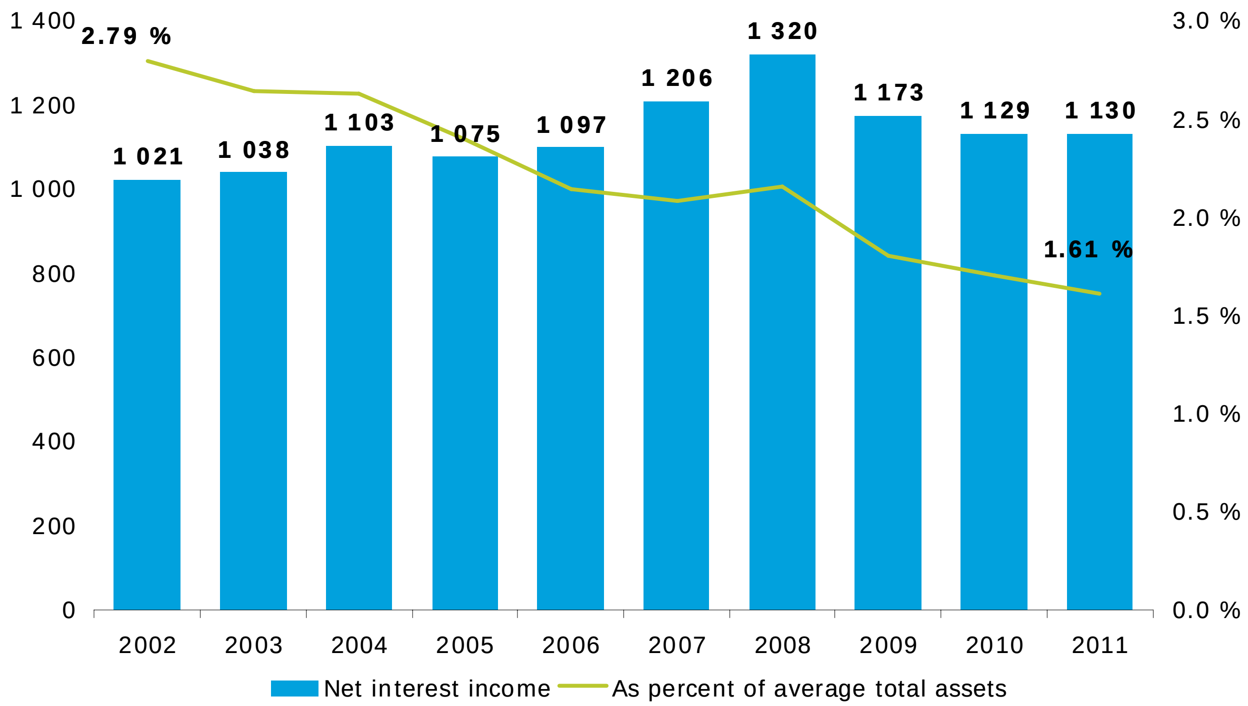
	2002	2003	2004	2005	2006	2007	2008	2009	2010	2011
Return on equity capital	2.8 %	9.0 %	16.8 %	20.5 %	24.5 %	18.1 %	8.1 %	18.2 %	15.3 %	9.9 %
Cost/income group	66.3 %	57.9 %	51.6 %	52.3 %	49.5 %	51.4 %	59.0 %	45.0 %	46.8 %	54.2 %
Cost/income group, ex. financial inv.	60.3 %	59.7 %	54.2 %	58.5 %	59.2 %	57.6 %	56.1 %	59.4 %	58.3 %	63.3 %
Cost/income parent bank	65.5 %	56.9 %	51.6 %	51.6 %	53.9 %	55.7 %	62.6 %	46.8 %	50.1 %	54.4 %
Cost/income parent bank, ex. financial inv.	66.9 %	59.0 %	52.8 %	54.4 %	57.5 %	53.4 %	50.0 %	54.8 %	53.3 %	55.5 %
12-month cost growth	6.2 %	2.6 %	-2.2 %	9.5 %	4.5 %	5.6 %	0.9 %	0.1 %	-1.5 %	8.3 %
Gross loans to customers*	33 574	36 869	37 931	41 638	46 245	52 582	56 806	59 061	63 334	68 033
Growth in loans last 12 months*	8.4 %	9.8 %	2.9 %	9.8 %	11.1 %	13.7 %	8.0 %	4.0 %	7.2 %	7.4 %
Deposits from customers	20 182	21 666	22 999	25 350	27 784	32 034	34 572	34 877	39 389	41 765
Growth in deposits last 12 months	9.5 %	7.4 %	6.2 %	10.2 %	9.6 %	15.3 %	7.9 %	0.9 %	12.9 %	6.0 %
Deposits as a percentage of gross lending including agency loans	60.1 %	58.8 %	60.6 %	60.9 %	60.1 %	60.9 %	60.9 %	59.1 %	62.2 %	61.4 %
Deposits as a percentage of gross lending	60.1 %	58.8 %	60.6 %	60.9 %	60.1 %	63.8 %	67.4 %	72.4 %	80.3 %	80.9 %
Total assets	37 879	40 892	42 260	48 630	54 962	60 969	65 507	64 239	68 780	71 131
Average assets	36 572	39 347	41 992	44 911	51 230	58 023	61 267	65 169	66 245	70 310
Employees in employment (Group)	868	770	758	778	767	813	821	778	788	794
Employees in employment (parent bank)	806	708	699	714	698	722	724	690	675	670
Employees in employment (subsidiares)	62	63	60	64	69	91	97	88	113	125
Net other operating income of total income	24.6 %	23.1 %	23.7 %	25.0 %	24.0 %	24.8 %	25.0 %	21.4 %	25.1 %	26.5 %
Capital adequacy ratio	10.0 %	11.8 %	10.9 %	10.9 %	10.4 %	10.0 %	10.8 %	12.8 %	11.9 %	12.7 %
Core capital ratio	7.9 %	9.0 %	9.2 %	9.6 %	9.8 %	8.9 %	9.5 %	10.7 %	10.9 %	11.8 %
Total core capital	2 094	2 619	2 706	3 037	3 478	3 342	4 229	4 846	5 334	6 094
Equity and related capital resources	2 659	3 430	3 180	3 464	3 688	3 746	4 789	5 776	5 849	6 584
Losses on loans to customers as a percentage of gross loans incl.agency loans	0.73 %	0.86 %	0.45 %	0.16 %	-0.09 %	0.03 %	0.32 %	0.31 %	0.14 %	0.15 %
Non-perf. commitm. as % of gross loans	1.56 %	1.96 %	0.61 %	0.60 %	0.52 %	0.41 %	0.80 %	0.97 %	0.78 %	0.69 %
Other doubtfull commitm. as % of gross loans	1.64 %	1.15 %	2.04 %	1.71 %	1.12 %	0.66 %	0.53 %	0.39 %	0.60 %	0.50 %

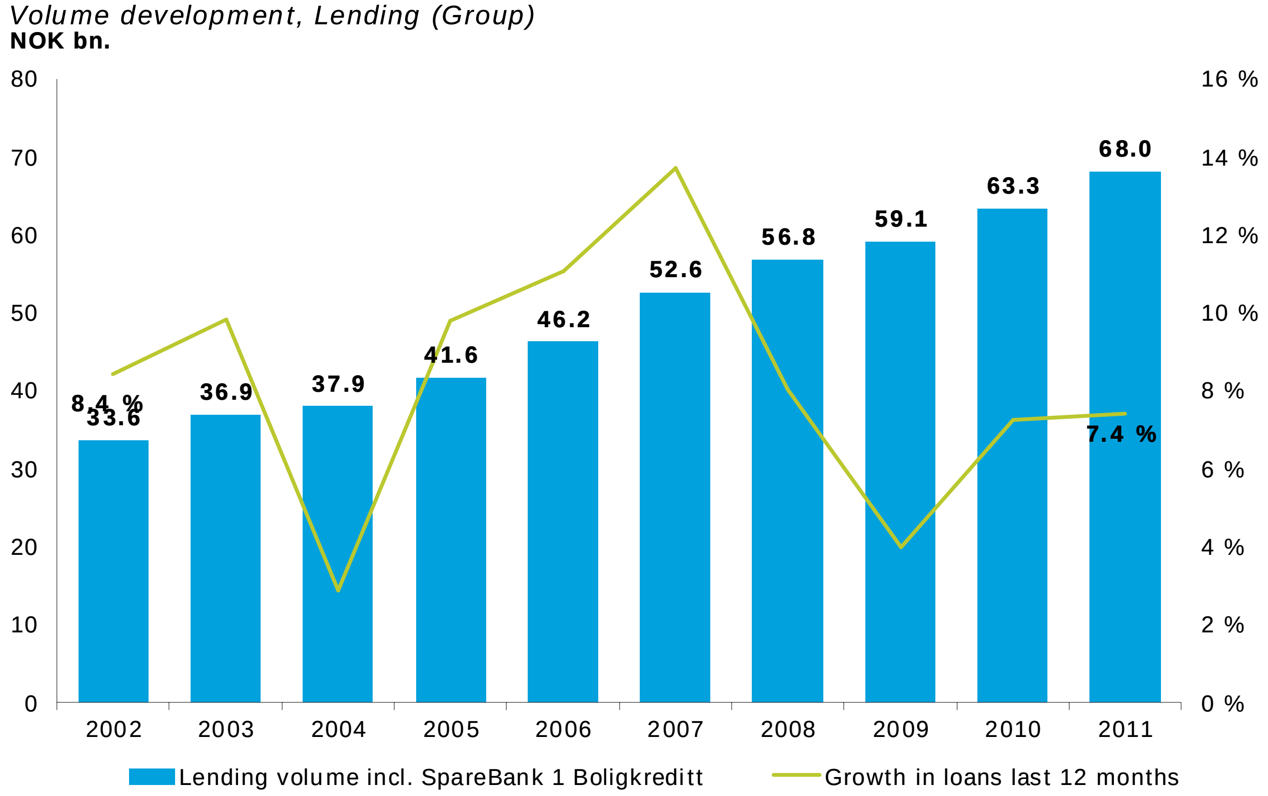
** Gross loans to customers includes SpareBank 1 Boligkreditt*

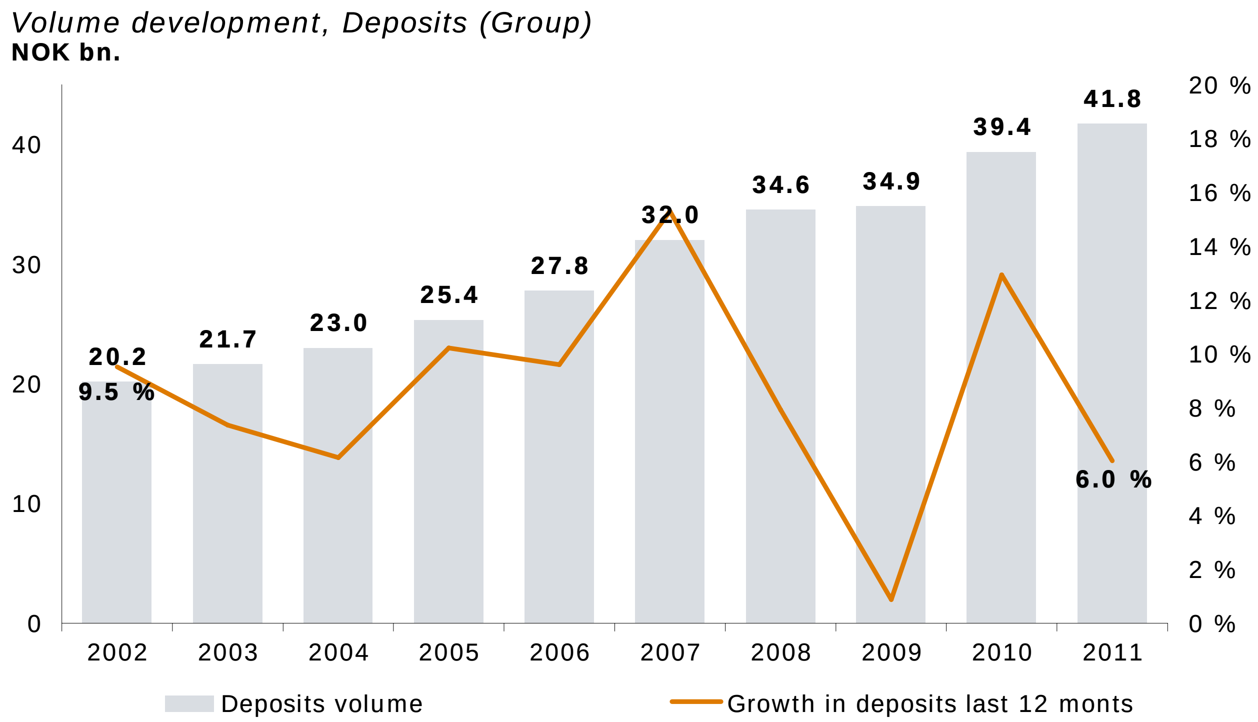
Net profit and return on equity (Group)
NOK mill.

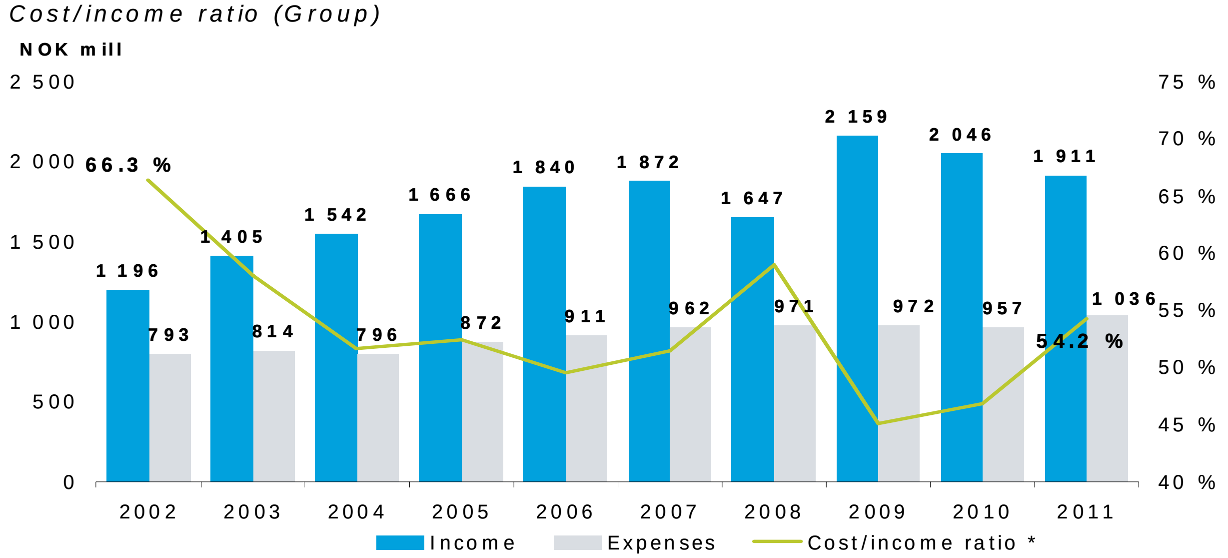


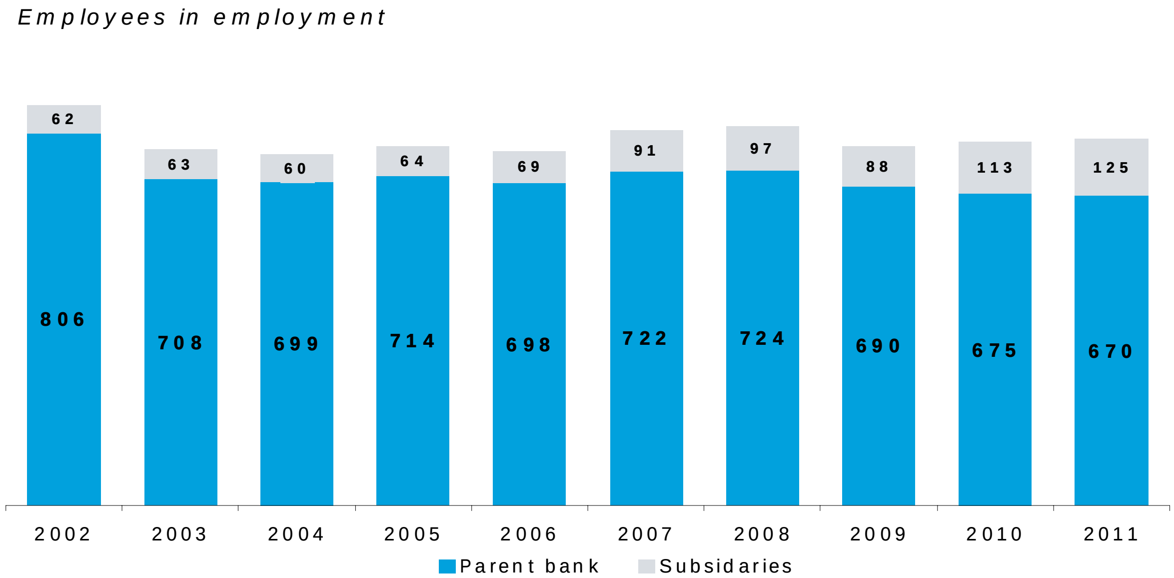
Development in net interest income (Group)
NOK mill.



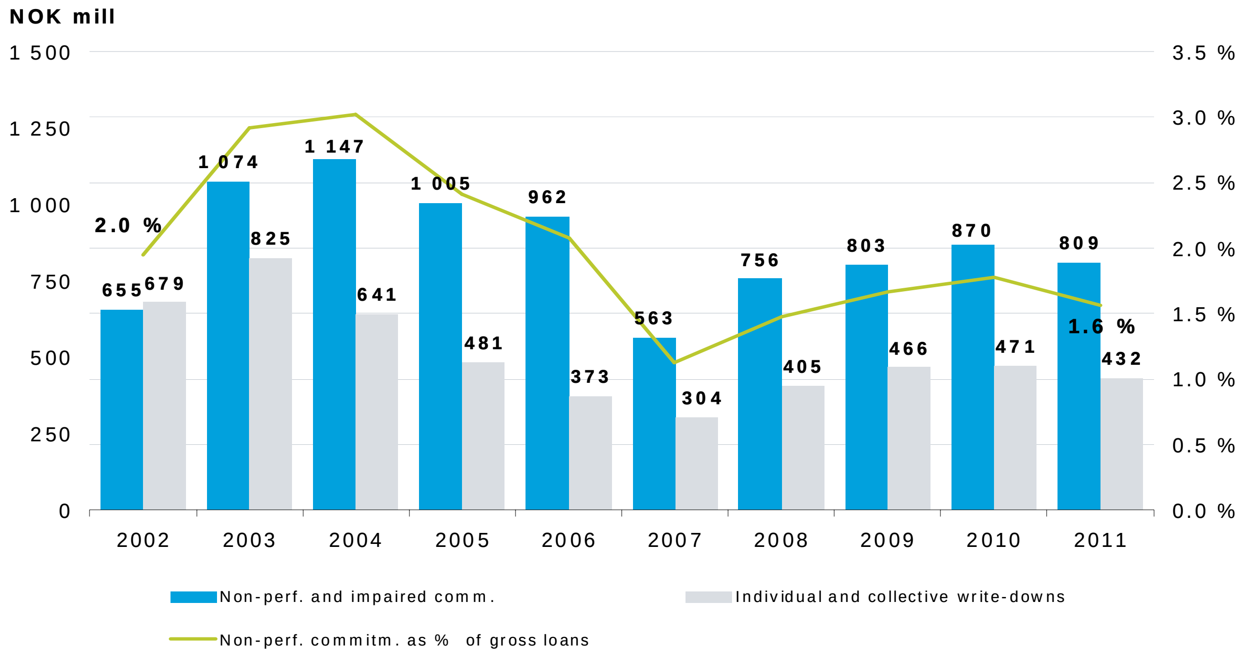

Volume development, Lending (Group)
NOK bn.
80
70
60
50
40
30
20
10
0
16 %
14 %
12 %
10 %
8 %
6 %
4 %
2 %
0 %
33.6
36.9
37.9
41.6
46.2
52.6
56.8
59.1
63.3
68.0
8.4 %
7.4 %
2002
2003
2004
2005
2006
2007
2008
2009
2010
2011
Lending volume incl. SpareBank 1 Boligkreditt
Growth in loans last 12 months


Volume development, Deposits (Group)
NOK bn.
40
30
20
10
0
20 %
18 %
16 %
14 %
12 %
10 %
8 %
6 %
4 %
2 %
0 %
20.2
21.7
23.0
25.4
27.8
32.0
34.6
34.9
39.4
41.8
9.5 %
6.0 %
2002
2003
2004
2005
2006
2007
2008
2009
2010
2011
Deposits volume
Growth in deposits last 12 monts


Cost/income ratio (Group)
NOK mill
2 500
2 000
1 500
1 000
500
0
75 %
70 %
65 %
60 %
55 %
50 %
45 %
40 %
66.3 %
54.2 %
1 196
793
1 405
814
1 542
796
1 666
872
1 840
911
1 872
962
1 647
971
2 159
972
2 046
957
1 911
1 036
2002
2003
2004
2005
2006
2007
2008
2009
2010
2011
Income
Expenses
Cost/income ratio *


Employees in employment
62
806
63
708
60
699
64
714
69
698
91
722
97
724
88
690
113
675
125
670
2002
2003
2004
2005
2006
2007
2008
2009
2010
2011
Parent bank
Subsidaries

Net non-performing and impaired commitments (Group)



Capital Adequacy (Group)