Investor Relations

Supplementary information
3rd Quarter 2012

SpareBank 1 NORD-NORGE

SpareBank 1 Nord-Norge
9298 Tromsø

Chief Executive Officer, CEO

Hans Olav Karde

For further information, please contact

Rolf Eigil Bygdnes, CFO	telephone: +47 905 19 774 E-mail: reb@snn.no
Switchboard	telephone: +47 915 02244 E-mail: 02244@snn.no

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

Peliminary Annual Accounts 7 February 2013

Supervisory Board 20 to 21 March 2013

Ex dividend 21 March 2013

1st Quarter 2012 26 April 2013

2nd Quarter 2012 14 August 2013

3rd Quarter 2012 31 October 2013

Contents

1. SpareBank 1 Nord-Norge overview

1.1. Financial highlights

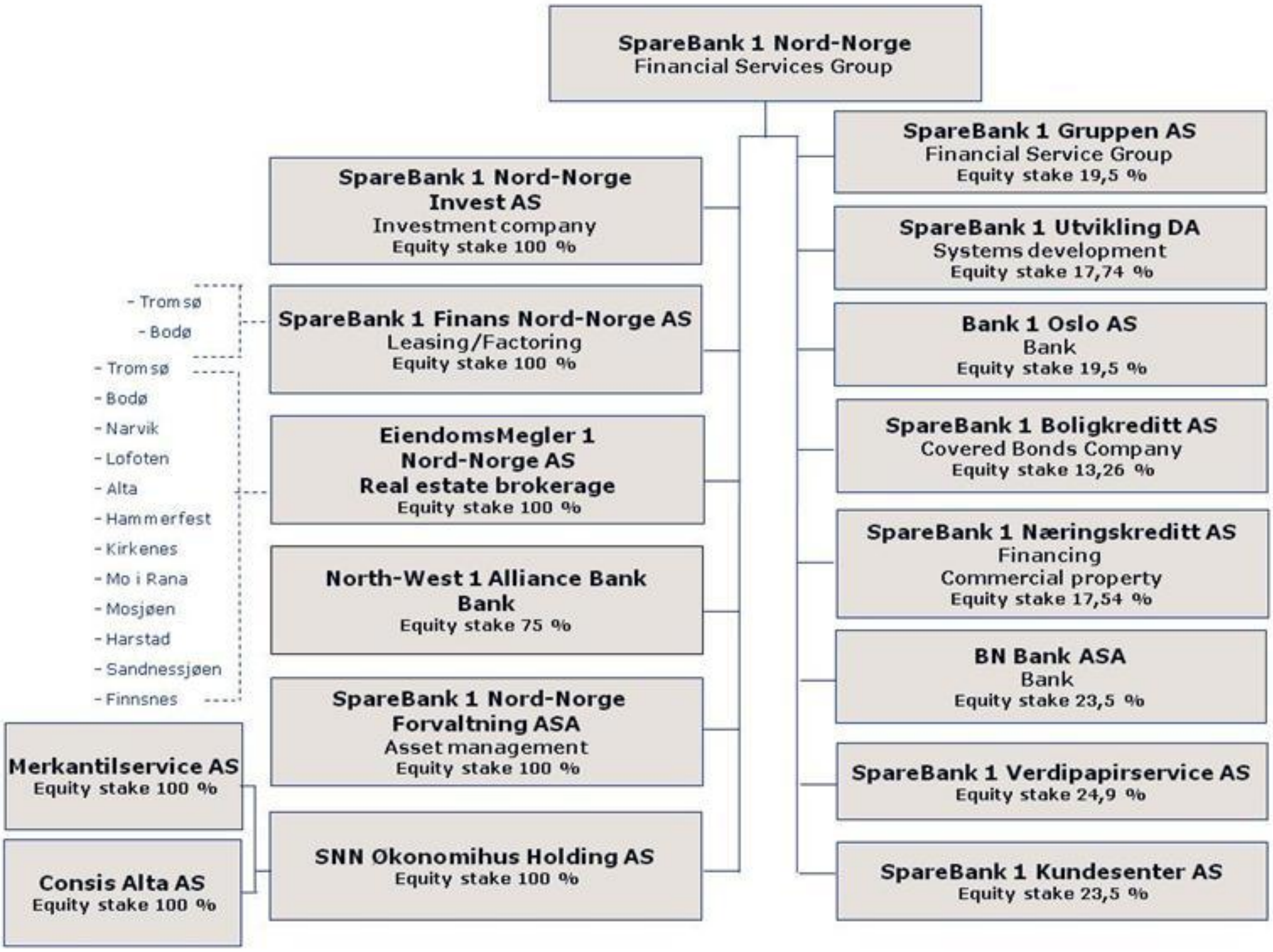
January - December 2011
(Figures and percentages in brackets refer to the same interim period in 2010)

- Profit before tax: NOK 682 million (NOK 1 002 million)
- Profit: NOK 525 million (NOK 816 million)
- Return on equity: 8.5 % (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: 11.6 % (10.9%)
- Earnings per equity capital certificate (ECC): NOK 3.07 (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

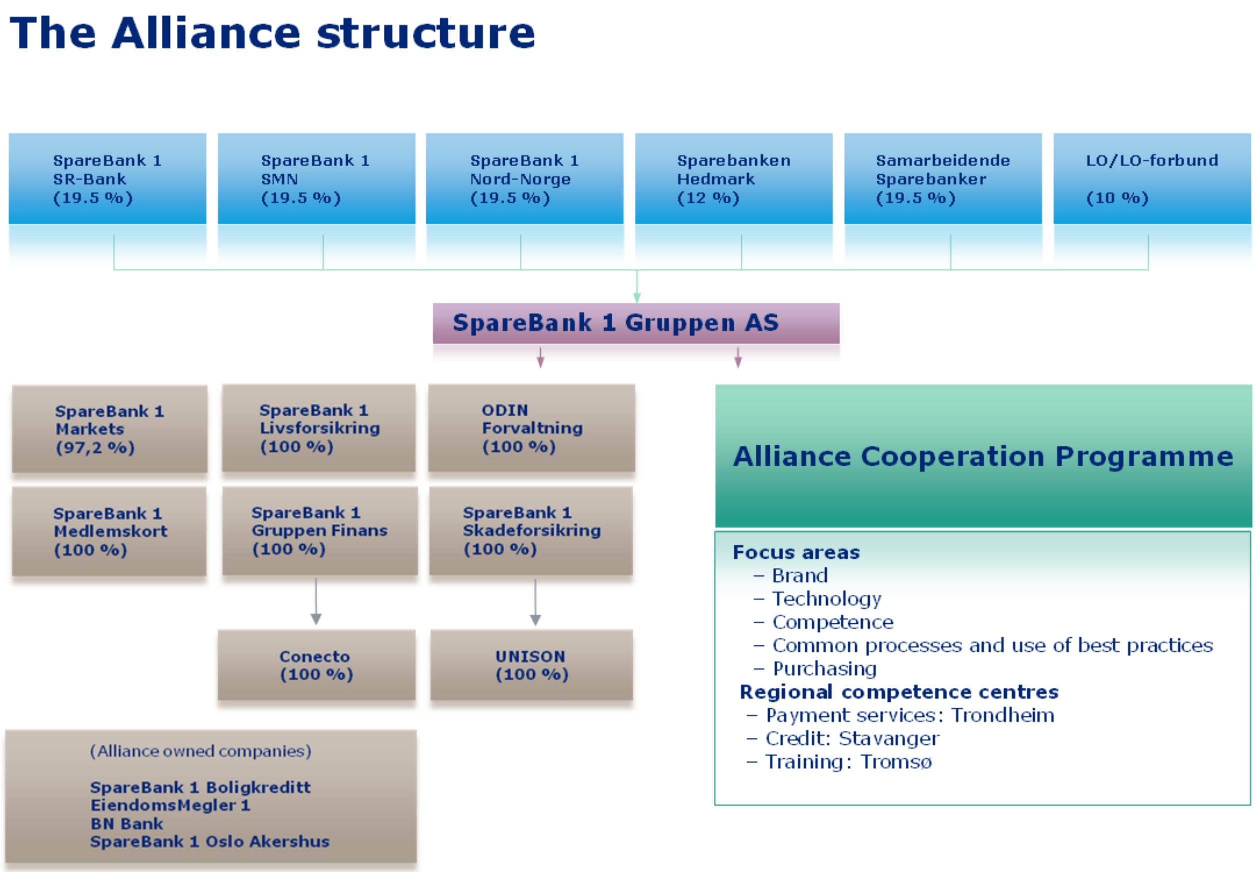
SpareBank 1 Nord-Norge aims to be a full-range supplier of financial products and services in North Norway. This comprises, apart from loans, deposits and payment transfers, also most savings products, life- and non-life insurance. Products and services are supplied either by the bank and its subsidiaries, 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	2011	2010	2009
Outlook	Under review	Stabel	Stabel	Negative
Issuer Rating	A1	A1	A1	A1
Bank Deposits	A1/P-1	A1/P-1	A1/P-1	A1/P-1
Bank Financial Strenght	C	C	C	C
Senior Unsecured	A1	A1	A1	A1
Subordinate	A2	A2	A2	A2

Fitch	Todays rating	2011	2010	2009
Outlook	Stable	Stable	Stable	Stable
Long-term IDR	A	A	A	A
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)

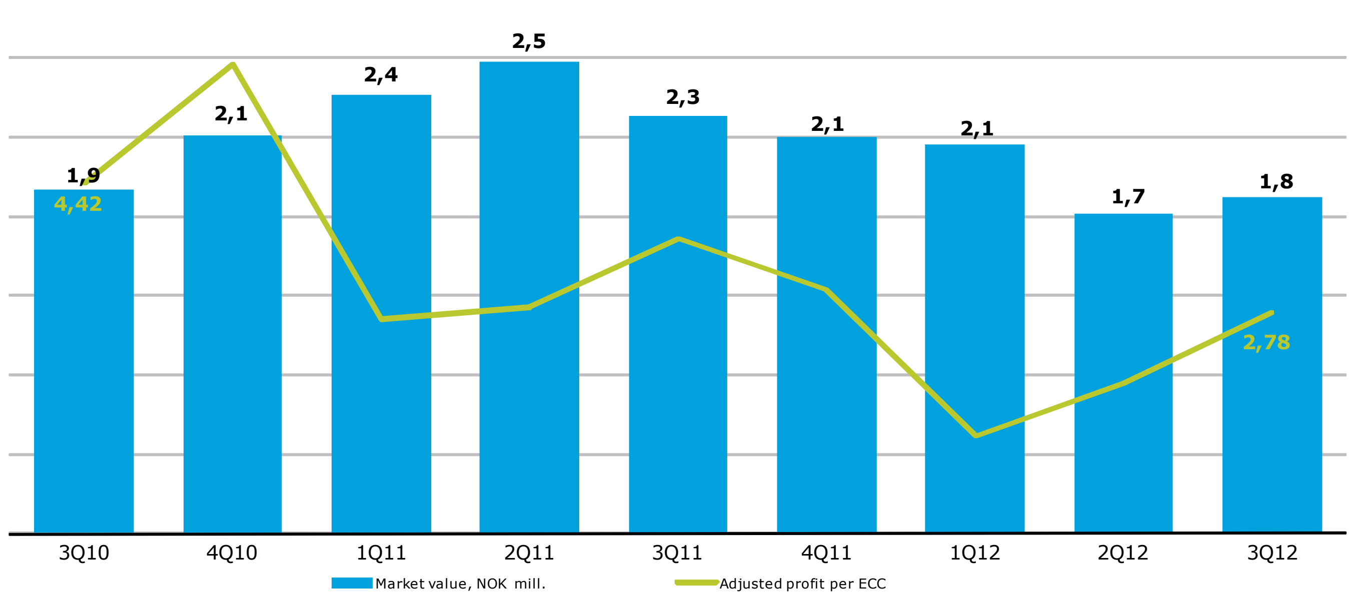
*Key figures *)*						Per 3Q	
(in NOK million)	3Q12	2Q12	1Q12	4Q11	3Q11	2012	2011
Quoted/market price NONG as at	27,40	26,00	31,70	32,30	34,00	27,40	34,00
Number of certificates issued, millions	66,21	66,21	66,21	66,21	66,21	66,21	66,21
Equity capital per Equity Certificate (NOK)	34,76	34,53	33,39	33,73	34,16	34,76	34,16
Result per Equity Certificate	2,78	1,89	1,23	3,07	3,70	2,78	3,70
P/E (Price/Earnings)	0,65	0,63	0,78	0,80	0,82	0,65	0,82
P/V (Price/Book Value)	7,40	6,87	6,43	10,51	6,88	7,40	6,88

*) All key figures are recalculated due to new total of EC's in 2Q11.

The 10 largest Equity Certificate holders

Equity Certificate holders	Number of Equity Certificates	Share of total Equity Certificate capital
Pareto Aksje Norge	3.365.719	5,08 %
MP Pensjon PK	1.766.431	2,67 %
Pareto Aktiv	1.483.334	2,24 %
Frank Mohn A/S	1.355.745	2,05 %
Morgan Stanley & Co. LLC, USA	1.315.552	1,99 %
Citibank NA New York Branch	1.303.215	1,97 %
Tonsenhagen Foorretningssentrum A/S	1.134.493	1,71 %
SPBstiftelsen Sparebank 1 Nord Norge	916.561	1,38 %
Pareto Verdi vpf.	895.374	1,35 %
Framo Developments A/S	848.925	1,28 %

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	**319**
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	1 237	1 339	1 479	1 761	**2 112**
The Savings Bank's Fund	2 221	2 623	2 829	2 811	**2 902**
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	**- 20**
B. Total ownerless capital	2 344	2 538	2 803	2 785	**2 908**
Equity Certificate Ratio overall (A/(A+B))	34,54 %	34,54 %	34,54 %	38,74 %	**42,07 %**

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 3Q	
(in NOK million)	**3Q12**	**2Q12**	**1Q12**	**4Q11**	**3Q11**	**2012**	**2011**
Net interest income	293	285	281	282	296	859	847
Net fee-, commision and other operating income	172	156	126	125	127	454	381
Net income from financial investments	79	2	149	-162	46	230	346
Total net income	**544**	**443**	**556**	**245**	**469**	**1.543**	**1.574**
Total costs	**266**	**277**	**282**	**277**	**252**	**825**	**759**
Result before losses and write-downs	**278**	**166**	**274**	**-32**	**217**	**718**	**815**
Net losses and write-downs	115	6	42	53	23	163	48
Result before tax	**163**	**160**	**232**	**-85**	**194**	**555**	**767**
Tax	25	55	38	23	48	118	134
Minority interests	-1	1	0	0	0	0	0
Result for the period	**139**	**104**	**194**	**-108**	**146**	**437**	**633**

Balance sheet - condensed

						Per 3Q	
Balance (in NOK million)	**3Q12**	**2Q12**	**1Q12**	**4Q11**	**3Q11**	**2012**	**2011**
Loans and advances to customers including agency loans *	74.665	72.331	69.978	68.034	66.722	74.665	66.722
Deposits from customers	40.898	41.377	39.675	41.765	41.952	40.898	41.952
Growth in loans and advances to customers including agency loans *	11,9 %	11,5 %	10,1 %	7,4 %	6,4 %	11,9 %	6,4 %
Growth in deposits from customers past 12 months	-2,5 %	0,2 %	0,7 %	6,0 %	12,5 %	-2,5 %	12,5 %
Deposits as a percentage of gross lending including agency loans *	54,8 %	57,2 %	56,7 %	61,4 %	62,9 %	54,8 %	62,9 %
Deposits as a percentage of gross lending	76,5 %	78,4 %	77,9 %	80,9 %	80,0 %	76,5 %	80,0 %
Total assets	74.258	74.036	70.012	71.039	72.402	74.258	72.402
Average assets	72.336	71.696	70.526	70.291	70.104	72.336	70.104

** Loans to customers includes SpareBank 1 Boligkreditt*

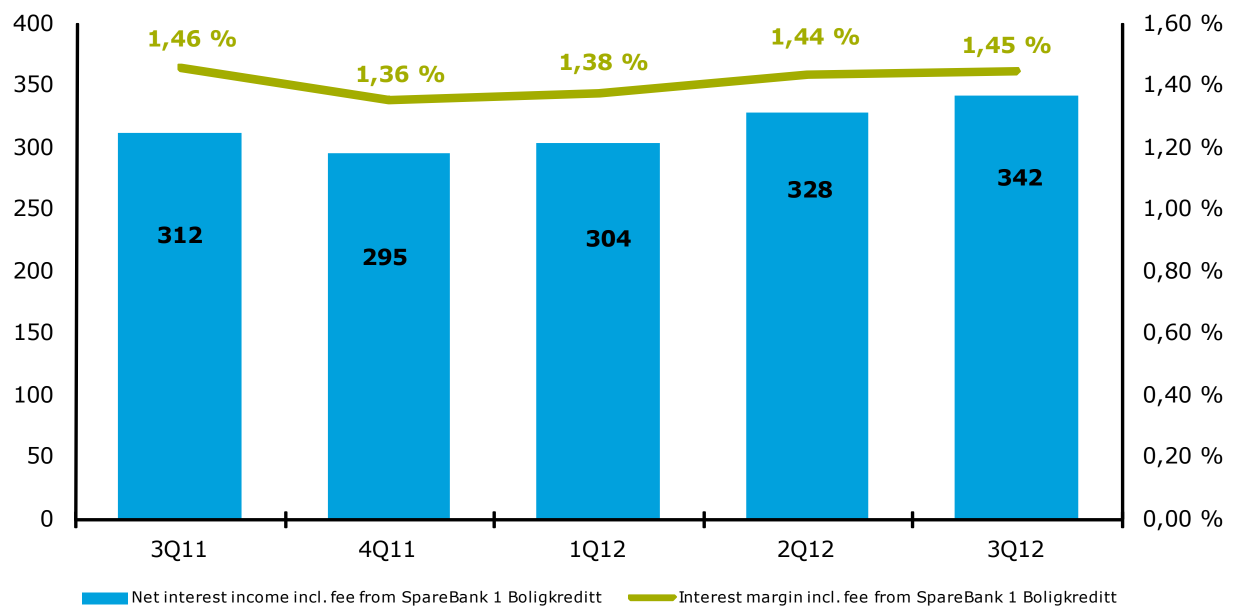
Key figures						Per 3Q	
	3Q12	**2Q12**	**1Q12**	**4Q11**	**3Q11**	**2012**	**2011**
Return on equity capital (Group)	8,4 %	6,4 %	12,1 %	-6,6 %	8,9 %	8,9 %	13,8 %
Result per Equity Certificate (Group)	0,88	1,89	1,23	3,07	0,85	2,78	3,70
Net other operating income of total income*	37,0 %	35,4 %	31,0 %	30,7 %	30,0 %	34,6 %	31,0 %
Cost/income	48,9 %	62,5 %	50,7 %	113,1 %	53,7 %	53,5 %	48,2 %
Core capital adequacy ratio	10,1 %	10,9 %	11,7 %	11,6 %	11,1 %	10,1 %	11,1 %
Manyear	877	868	808	794	798	877	798
Branches	74	74	74	75	75	74	75

** Income from financial investments not included*

2.2. Net interest income

						Per 3Q	
(in NOK million)	**3Q12**	**2Q12**	**1Q12**	**4Q11**	**3Q11**	**2012**	**2011**
Interest income	707	708	724	749	739	2.139	2.074
SpareBank 1 Boligkreditt	49	43	23	13	16	113	60
Interest income incl. fee from SpareBank 1 Boligkreditt	756	751	747	762	755	2.252	2.134
Interest costs	414	423	443	467	443	1.280	1.227
Net interest income incl. fee from SpareBank 1 Boligkreditt	**342**	**328**	**304**	**295**	**312**	**972**	**907**
Interest margin	**1,58 %**	**1,58 %**	**1,59 %**	**1,57 %**	**1,65 %**	**1,58 %**	**1,61 %**

Development in net interest income

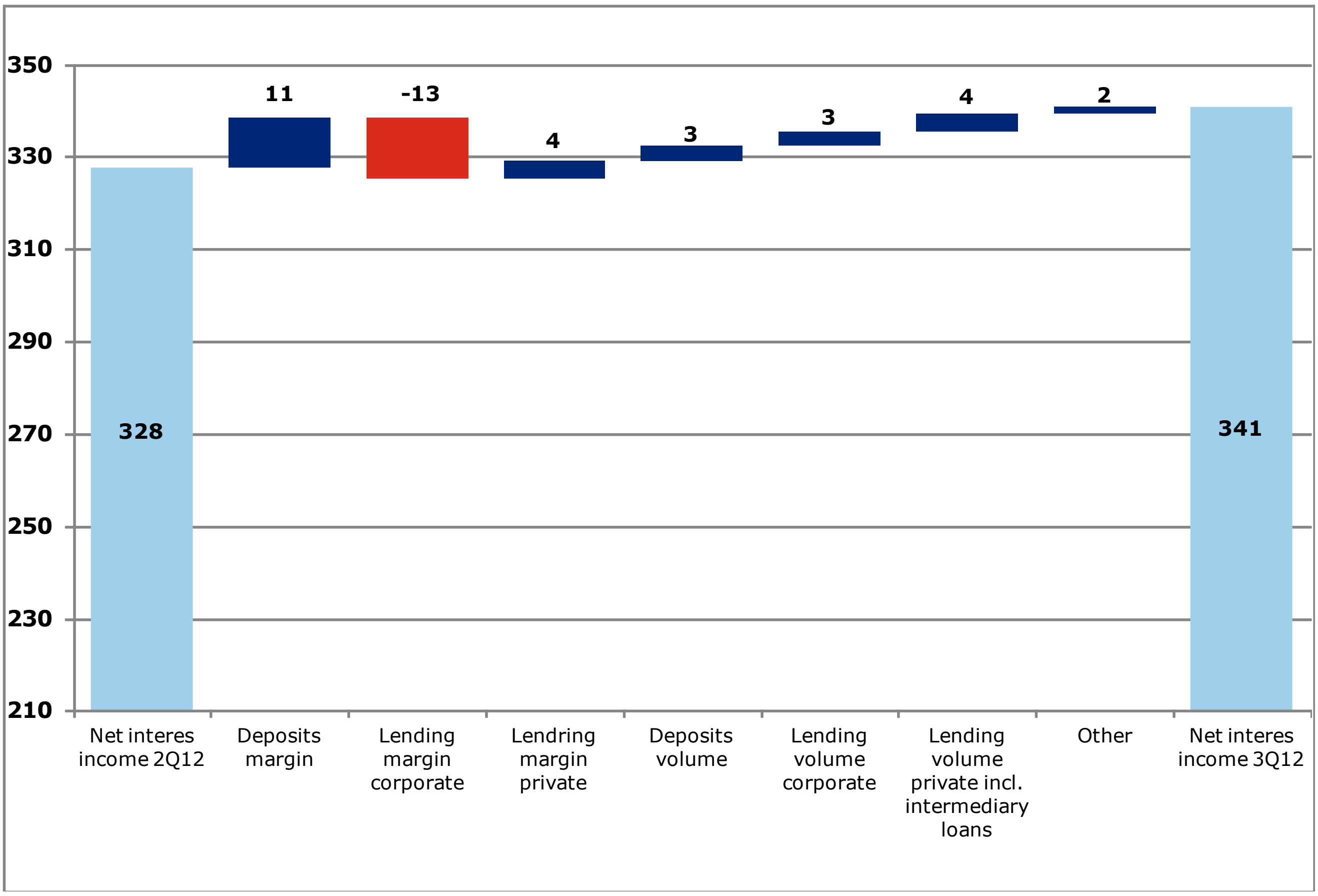


Changes in interest income from lending and deposits, last quarter.

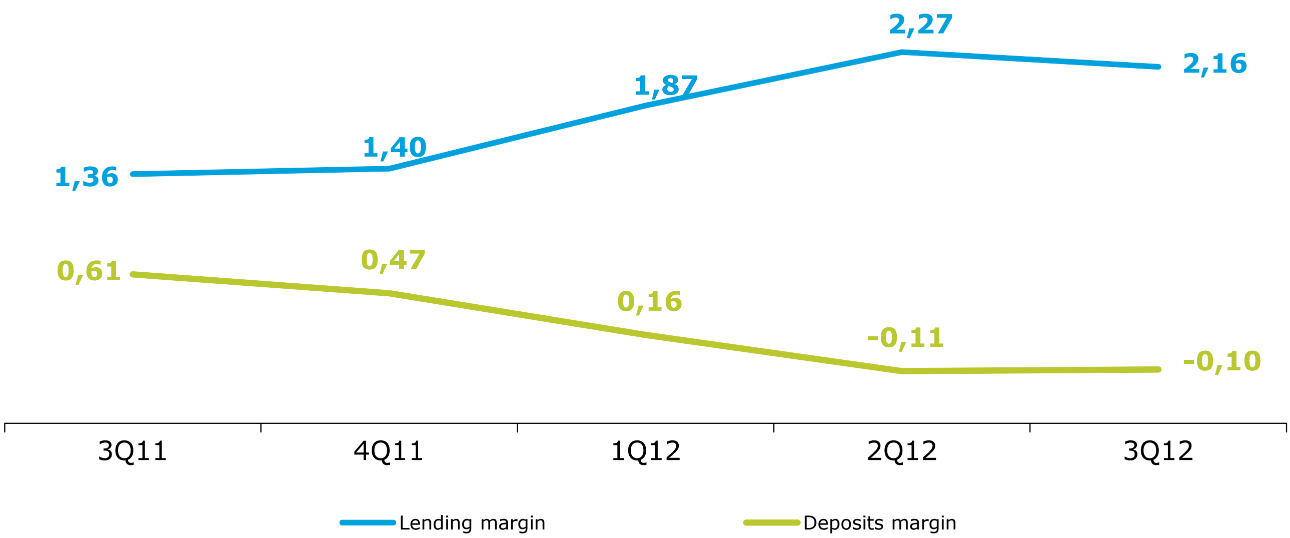
(in NOK million)	**Volume**	**Margin**	**Total**
Lending	7	-10	-2
Deposits	3	11	14
Total	**10**	**1**	**12**

Changes in net interest income incl. Fee from SpareBank 1 Boligkreditt

		2012	
(in NOK million)	**2q12**	**Change**	**1q12**
Net interest income incl. fee from SpareBank 1 Boligkreditt	**341**	**13**	**328**
Deposits margin		11	
Lending margin corporate		-13	
Lendring margin private		4	
Deposits volume		3	
Lending volume corporate		3	
Lending volume private incl. intermediary loans		4	
Other		2	
Change		**13**	

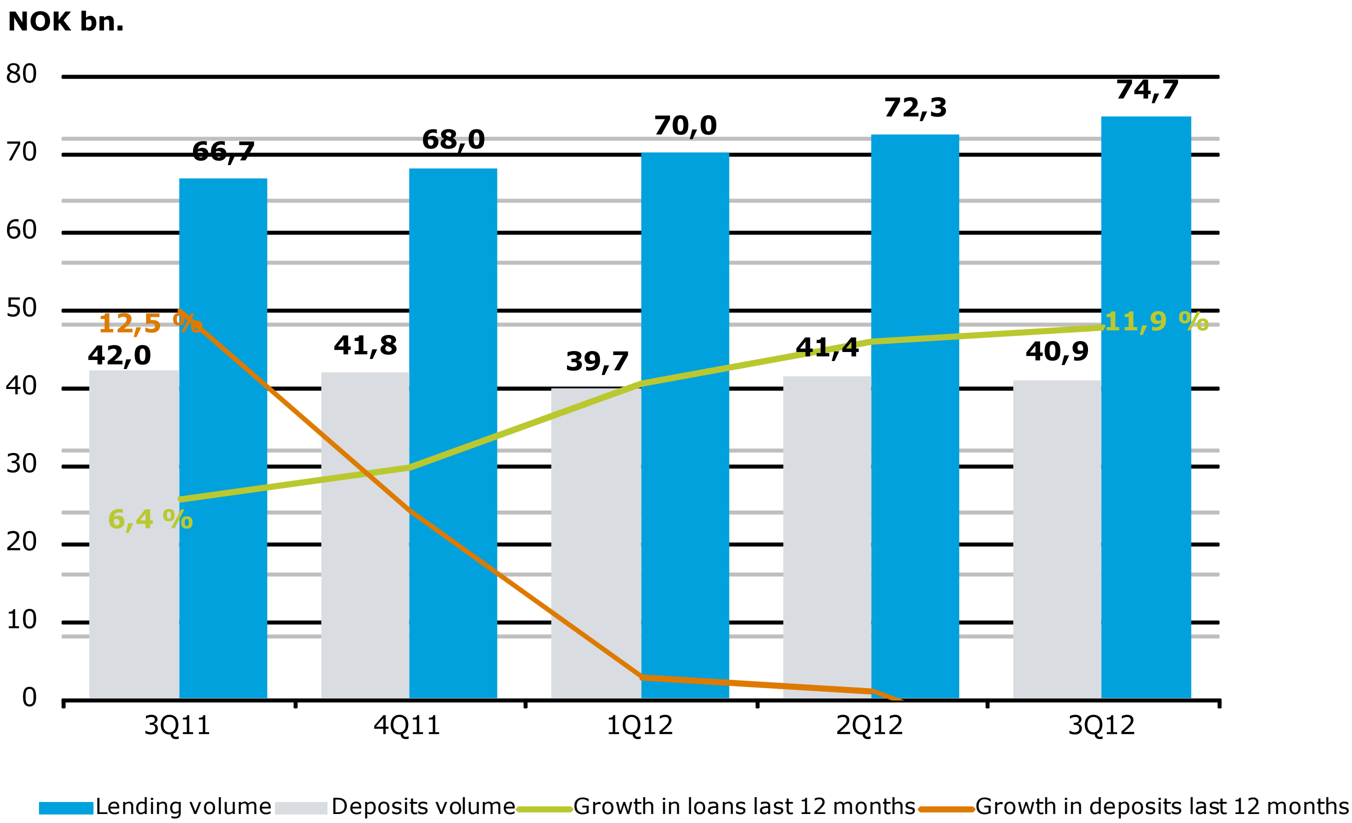


Margin development



Definition margin: Average customer interest minus 3 months average Nibor

Volume development

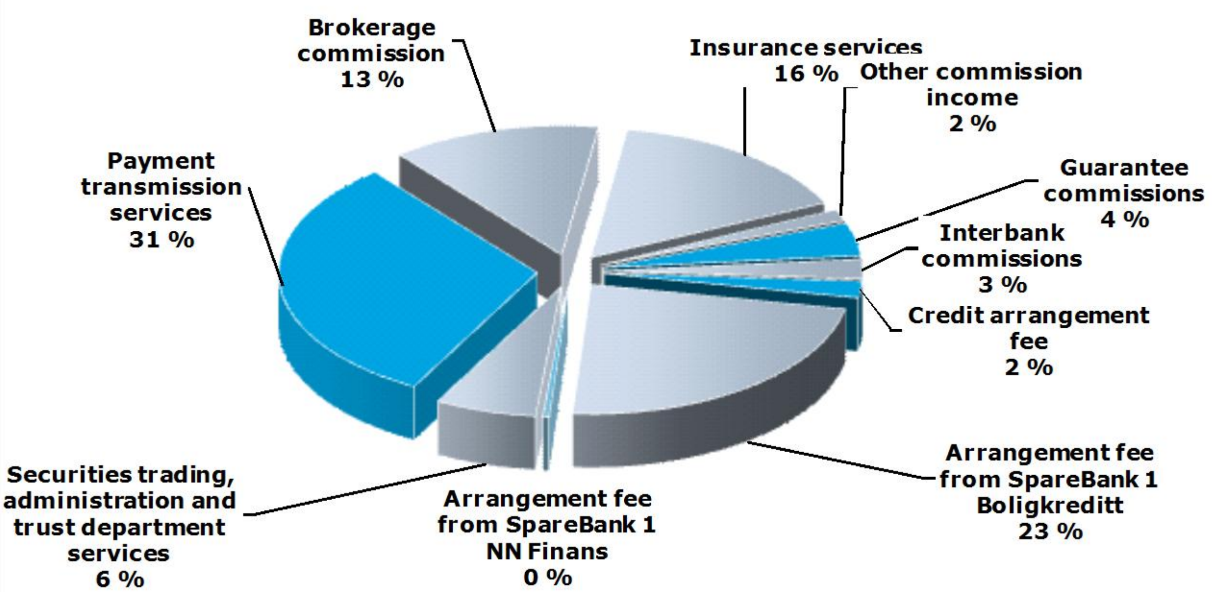


2.3. Commission income

Total commission and other income

(in NOK million)	3Q12	2Q12	1Q12	4Q11	3Q11	Per 3Q 2012	Per 3Q 2011
Guarantee commissions	8	7	5	5	4	20	12
Interbank commissions	4	4	4	5	6	12	16
Credit arrangement fee	4	3	3	4	4	10	10
Arrangement fee from SpareBank 1 Boligkreditt	48	42	23	13	16	113	60
Arrangement fee from SpareBank 1 NN Finans	2	0	0	1	0	2	1
Securities trading, administration and trust department services	12	10	9	17	11	31	35
Payment transmission services	57	49	47	53	56	153	153
Brokerage commission	18	22	24	12	21	64	56
Insurance services	26	27	24	27	26	77	74
Other commission income	0	5	2	6	2	7	7
Total commissions income	**179**	**169**	**141**	**143**	**146**	**489**	**424**
Operating- and sales income real estate	1	2	1	3	0	4	11
Other operating income	11	4	5	3	0	20	2
Total other operating income	**12**	**6**	**6**	**6**	**0**	**24**	**13**
Commission expenses	19	19	21	24	19	59	56
Total commissions and other income	**172**	**156**	**126**	**125**	**127**	**454**	**381**
As per cent of average total assets	**0,93**	**0,87**	**0,71**	**0,70**	**0,71**	**0,84**	**0,72**

Distribution of commission income



Change in commission income

(in NOK million)	2012	Per 3Q Change	2011
Total	**454**	**73**	**381**
Guarantee commissions		8	
Interbank commissions		-4	
Credit arrangement fee		0	
Arrangement fee from SpareBank 1 Boligkreditt		53	
Arrangement fee from SpareBank 1 NN Finans		1	
Securities trading, administration and trust department services		-4	
Payment transmission services		0	
Brokerage commission		8	
Insurance services		3	
Other commission income		0	
Operating- and sales income real estate		-7	
Other operating income		18	
Commission expenses		-3	

Net return on financial investments

(in NOK million)	3Q12	2Q12	1Q12	4Q11	3Q11	Per 3Q 2012	2011
Dividends	1	15	2	-3	7	18	17
Income from joint ventures	76	39	81	63	30	196	132
Gains/losses and net value changes on certificates and bonds	18	2	28	-3	-6	48	0
Gains/losses and net value changes on shares	-28	-83	6	-234	-4	-105	158
Gains/losses and net value changes on foreign exchange	-5	9	12	15	19	16	39
Gains/losses and net value changes on other financial derivatives	18	19	20	0	0	57	0
Income from financial investments	**80**	**1**	**149**	**-162**	**46**	**230**	**346**
As per cent of average total assets	**0,43**	**0,01**	**0,85**	**-0,90**	**0,26**	**0,42**	**0,66**

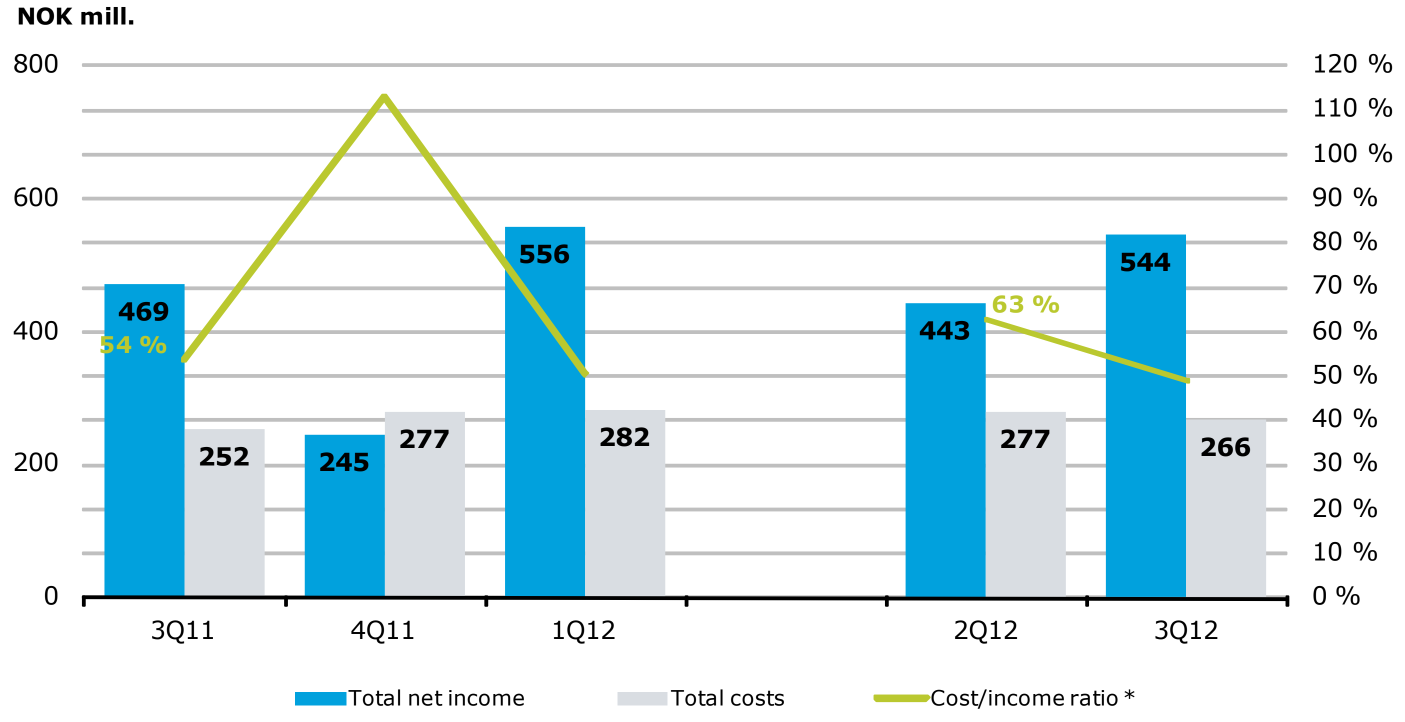
2.4. Operating expenses

Operating expenses

(in NOK million)	3Q12	2Q12	1Q12	4Q11	3Q11	Per 3Q 2012	Per 3Q 2011
Wages and salaries	126	126	113	121	112	365	317
Pension costs	10	12	8	5	9	30	24
Social costs	11	10	12	15	10	33	32
Total personnel expenses	**147**	**148**	**133**	**141**	**131**	**428**	**373**
Development costs	25	24	26	24	23	75	66
Electronic data processing costs	16	14	12	11	16	42	41
Marketing costs	11	19	18	17	12	48	46
Travel - and training costs	9	14	15	16	7	38	25
Communications	2	4	4	3	4	10	7
Postage	2	3	3	3	3	8	9
Consultancy services	2	4	6	4	4	12	14
Cost involving the handling of cash	3	2	3	3	3	8	10
Office-related costs	3	3	3	3	3	9	8
Collection costs	1	1	1	1	0	3	2
Ordinary depreciation	13	12	13	15	11	38	34
Operating costs buildings	4	5	5	6	5	14	13
Rent paid - premises and bank buildings	11	9	9	9	10	29	30
Operating costs - premises	5	6	6	6	3	17	18
Other operating costs	12	9	25	15	17	46	63
Other expenses	**119**	**129**	**149**	**136**	**121**	**397**	**386**
Total operating expenses	**266**	**277**	**282**	**277**	**252**	**825**	**759**

As per cent of average total assets	**1,43**	**1,54**	**1,60**	**1,54**	**1,41**	**1,52**	**1,44**
Cost/income (Group)	**0,49**	**0,63**	**0,51**	**1,13**	**0,54**	**0,53**	**0,48**
Cost/income, ex. financial inv. (Group)	**0,57**	**0,63**	**0,69**	**0,68**	**0,60**	**0,63**	**0,62**
12-month cost growth	**8,7 %**	**10,3 %**	**14,6 %**	**8,3 %**	**11,5 %**	**8,7 %**	**11,5 %**

Cost/income ratio



* Total operating expences as a percentage of total operating income

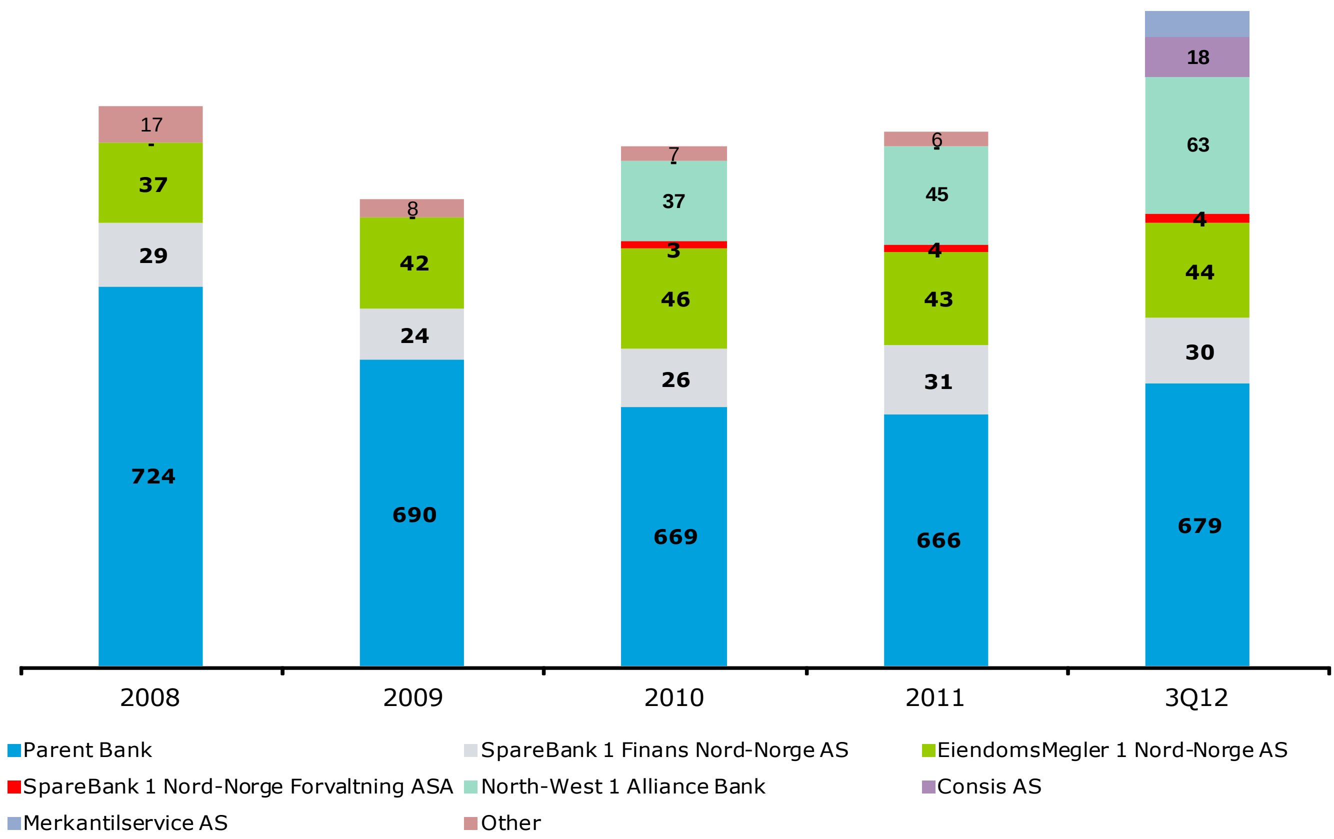
Change in operating expenses

(in NOK million)	2012	Per 3Q Change	2011
Total	**825**	**66**	**759**
Wages and salaries		48	
Pension costs		6	
Social costs		1	
Development costs		9	
Electronic data processing costs		1	
Marketing costs		2	
Travel - and training costs		13	
Communications		3	
Postage		-1	
Consultancy services		-2	
Cost involving the handling of cash		-2	
Office-related costs		1	
Collection costs		1	
Ordinary depreciation		4	
Operating costs buildings		1	
Rent paid - premises and bank buildings		-1	
Operating costs - premises		-1	
Other operating costs		-17	

Number of employees - developement

Employees in employment	3Q12	2011	2010	2009
Parent Bank	679	666	669	690
SpareBank 1 Finans Nord-Norge AS	30	31	26	24
EiendomsMegler 1 Nord-Norge AS	44	43	46	42
SpareBank 1 Nord-Norge Forvaltning ASA	4	0	3	14
SpareBank 1 Nord-Norge Securities ASA	0	4	0	0
North-West 1 Alliance Bank	63	45	37	0
Consis AS	18	0	0	0
Merkantilservice AS	38	0	0	0
Other	1	6	7	8
Totalt	**877**	**794**	**788**	**778**

Number of employees - development



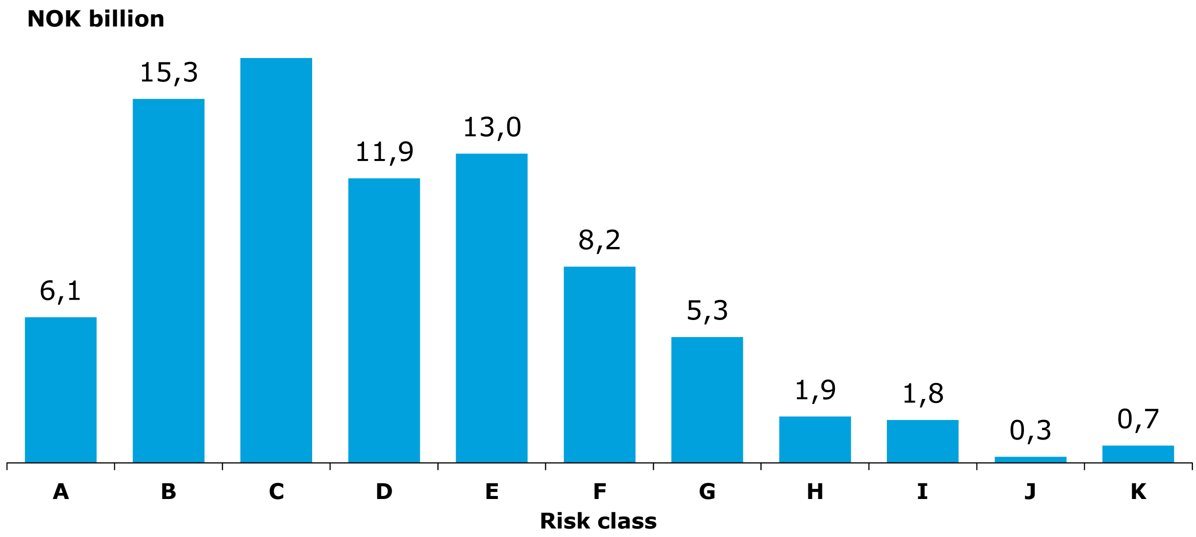
3. Loans to customers

3.1. Distribution of loans by industry

(in NOK million)	3Q12	2Q12	1Q12	4Q11	3Q11	1Q11
Mining and quarrying	83	74	72	71	73	78
Construction	1.043	979	956	916	892	759
Building of ships and boats	123	79	26	28	25	26
Electricity, gas, steam an air conditioning supply	1.307	1.245	1.189	977	873	1.223
Professional, scientific and technical activities	582	662	335	792	763	676
Finanicial and insurance activities	0	0	0	0	0	45
Fishing	1.700	1.691	1.755	1.359	1.394	1.024
Marine aquaculture	280	278	298	268	321	302
Other business support activities	501	603	580	578	563	412
Activities auxiliary to financial services and insurance activities	684	909	669	361	247	40
County muncipalities and muncipalities	173	129	181	148	143	156
Manufacturing	1.571	1.270	1.148	1.126	1.113	1.316
Information and communication	154	163	161	162	163	216
Crop and animal production	937	919	923	949	907	857
Foreign industrial	224	38	0	38	38	43
Real estate activities	7.092	7.068	7.051	7.188	7.189	6.512
Accomodation and food service activities	370	379	389	405	406	395
Forestry and logging	13	13	13	12	14	8
Central government and social security funds	1	1	1	1	1	1
Support activities for petroleum and natural gas extraction	0	0	0	1	1	1
Other service industries	735	733	725	722	723	814
Transportation and storage	2.671	2.254	2.204	1.797	1.760	1.407
International shipping and pipeline transport	682	716	710	738	740	668
Development of building projects	671	674	647	648	640	594
Extraction of crude oil and natural gas	126	117	75	75	73	42
Unspecified	0	0	0	0	0	1
Water supply; sewerage, waste management and remediation activities	283	135	171	171	157	138
Wholesale and retail trade; repair of motor vehicles and motorcycles	1.667	1.639	1.675	1.644	1.640	1.413
Retail banking market - domestic	29.683	29.985	28.946	30.422	31.569	29.834
Retail banking market - international	137	39	41	42	37	46
Gross loans corporate market	**23.673**	**22.768**	**21.954**	**21.177**	**20.859**	**19.166**
Retail market	**29.820**	**30.024**	**28.987**	**30.464**	**31.606**	**29.880**
- Loans transferred to SpareBank 1 Boligkreditt	21.172	19.539	19.037	16.392	14.257	14.288
Gross loans incl. SpareBank 1 Boligkreditt	**74.665**	**72.331**	**69.978**	**68.034**	**66.722**	**63.334**
Gross loans in balance sheet	**53.493**	**52.792**	**50.941**	**51.642**	**52.465**	**49.046**
Share of loans, corporate market	**31,7 %**	**31,5 %**	**31,4 %**	**31,1 %**	**31,3 %**	**30,3 %**
Share of loans, retail market	**68,3 %**	**68,5 %**	**68,6 %**	**68,9 %**	**68,7 %**	**69,7 %**

3.2. Risk profile and write-downs

Actual risk profile, Exposure At Default- Parent Bank



Risk classification in SpareBank 1 Nord-Norge

	PD* in percent		
Risk class	**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

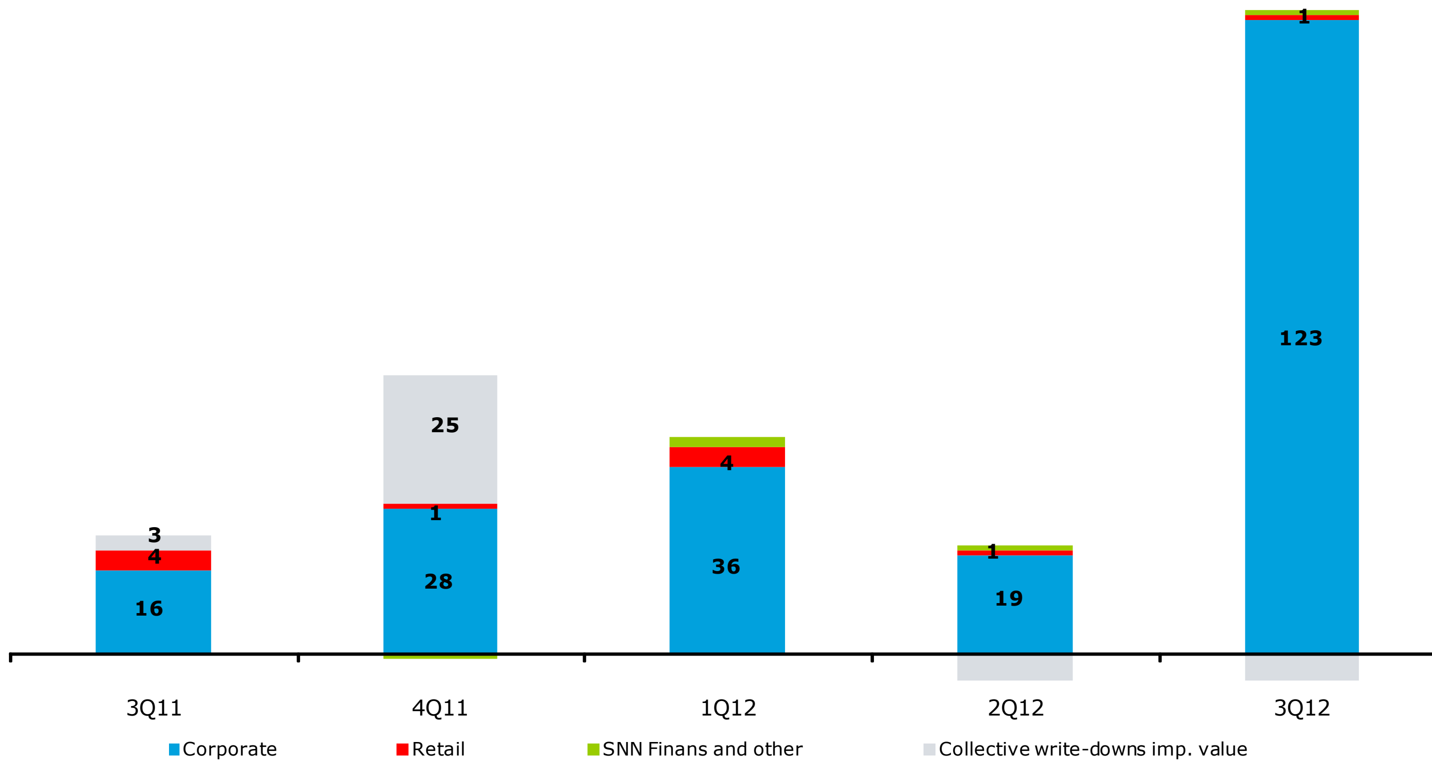
	Total	Very low risk	Low risk	Medium risk	High risk	Very high risk	Default and written down
Accomodation and food service activities	394	19	232	67	25	32	20
Activities auxiliary to financial services and insurance act	3.847	3.522	26	253	4	40	2
Building of ships and boats	165	0	134	19	0	12	0
Central government and social security funds	0	0	0	0	0	0	0
Construction	1.191	90	472	521	64	31	12
County muncipalities and muncipalities	950	950	0	0	0	0	0
Crop and animal production	985	215	459	201	33	48	29
Development of building projects	891	0	314	331	52	109	84
Electricity, gas, steam an air conditioning supply	2.617	329	2.237	49	2	0	0
Extraction of crude oil and natural gas	126	0	0	0	0	126	0
Finanicial and insurance activities	31	0	0	5	0	0	26
Fishing	2.438	67	2.113	221	15	22	0
Foreign industrial	37	0	0	0	0	0	37
Forestry and logging	13	3	2	5	0	2	1
Information and communication	172	1	132	6	24	9	0
International shipping and pipeline transport	796	0	194	442	1	0	160
Manufacturing	1.808	101	468	1.165	12	59	2
Marine aquaculture	174	0	89	85	0	0	0
Mining and quarrying	61	1	3	52	0	6	0
Other business support activities	359	13	142	188	6	10	0
Other service industries	741	33	384	260	19	28	17
Real estate activities	7.507	47	2.347	3.651	741	345	375
Retail banking market - domestic	51.739	15.694	30.084	4.188	815	787	171
Retail banking market - international	65	18	21	22	2	2	1
Transportation and storage	2.478	156	1.253	1.025	9	33	2
Unspecified	0	0	0	0	0	0	0
Water supply; sewerage, waste management and remediation act	242	6	167	46	4	0	19
Wholesale and retail trade; repair of motor vehicles and mot	1.808	94	1.229	301	86	81	17
Total 3Q12	81.636	21.361	42.503	13.104	1.914	1.781	972

Write-downs on loans and guarantees

(in NOK million)	3Q12	2Q12	1Q12	4Q11	3Q11	Per 3Q 2012	Per 3Q 2011
Individual write-downs for impaired value	128	23	46	31	21	197	53
Collective write-downs imp. value	-10	-15	0	25	3	-25	1
Recoveries, previously confirmed losses	3	2	4	3	1	9	6
Net losses	**115**	**6**	**42**	**53**	**23**	**163**	**48**
Net losses in % of gross lending incl.agency loans	**0,62 %**	**0,03 %**	**0,24 %**	**0,31 %**	**0,14 %**	**0,29 %**	**0,10 %**

Loss on loans by segment

(in NOK million)	3Q12	2Q12	1Q12	4Q11	3Q11	Per 3Q 2012	Per 3Q 2011
Corporate	123	19	36	28	16	178	35
Retail	1	1	4	1	4	6	9
SNN Finans and other	1	1	2	-1	0	4	3
Collective write-downs imp. value	-10	-15	0	25	3	-25	1
Total loss on loans	115	6	42	53	23	163	48



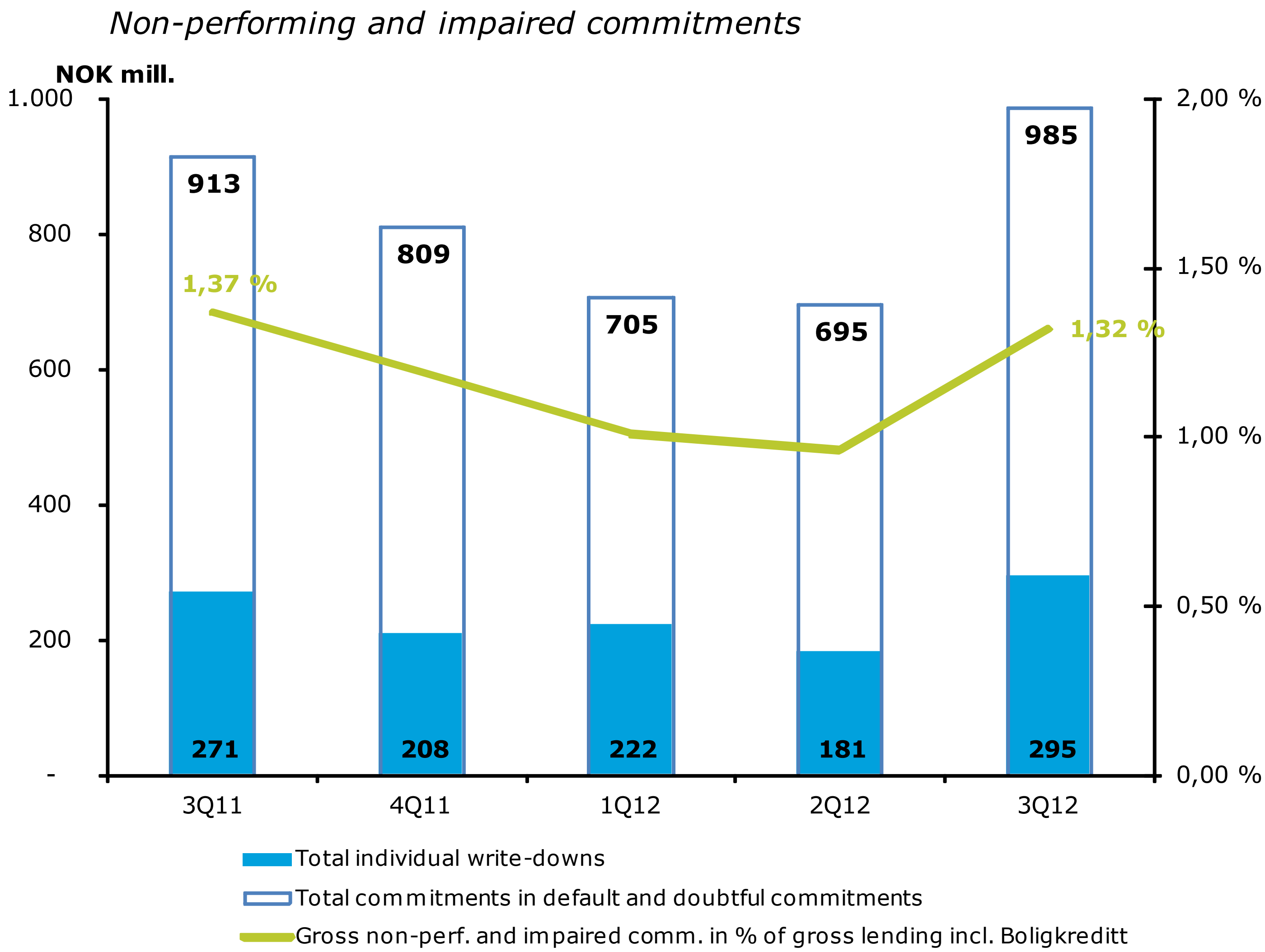
Individual and collective write-downs

(in NOK million)	3Q12	2Q12	1Q12	4Q11	3Q11	Per 3Q 2012	Per 3Q 2011
Individual write-downs for impaired value on loans and guarantees as at 01.01.	208	208	208	273	273	208	273
Confirmed losses during the period on loans and guarantees, against which individual write-downs for impaired value has prev. been made	105	96	29	150	59	105	59
Reversal of previous years' individual write-downs for impaired value	17	10	7	24	20	17	20
Increase in write-downs for impaired value for commitments against which individual write-downs for impaired value were previously made	5	8	31	17	6	5	6
Write-downs for impaired value for commitments against which no individual write-downs for impaired value was previously raised	204	71	19	92	71	204	71
Individual write-downs for impaired value on loans and guarantees *	295	181	222	208	271	295	271
Collective write-downs for impaired value against losses on loans and guarantees as at 01.01.	226	226	226	200	200	226	200
Period's collective write-downs for impaired value against losses on loans and guarantees	-16	-5	1	26	-3	-16	-3
Collective write-downs for impaired value against losses on loans, and guarantees	210	221	227	226	197	210	197

*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)	3Q12	2Q12	1Q12	4Q11	3Q11
Non-performing commitments	488	520	437	471	573
Other doubtful commitments	497	175	268	338	340
Total commitments in default and doubtful commitments	985	695	705	809	913
Individual write-downs in default	133	120	110	96	195
Other doubtful individual write-downs	162	61	112	112	76
Total individual write-downs	295	181	222	208	271
Net commitments in default and doubtful commitments	690	514	483	601	642
Write-down ratio (%)	29,9 %	26,0 %	31,5 %	25,7 %	29,7 %


Non-performing and impaired commitments
NOK mill.
1.000
800
600
400
200
-
2,00 %
1,50 %
1,00 %
0,50 %
0,00 %
913
809
705
695
985
271
208
222
181
295
1,37 %
1,32 %
3Q11
4Q11
1Q12
2Q12
3Q12
Total individual write-downs
Total commitments in default and doubtful commitments
Gross non-perf. and impaired comm. in % of gross lending incl. Boligkreditt

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 2010, 2011 and 2012.
The calculation basis in 2012 therefore amounts to 80 per cent of the calculated basis according to the Basel I rules and regulations.

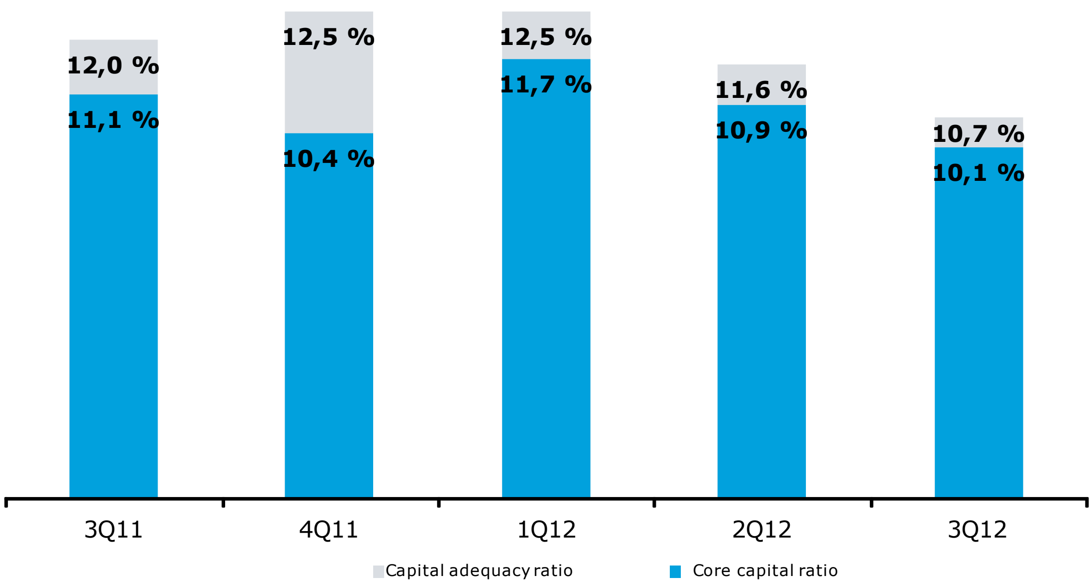
Capital Adequacy

(in NOK million)	**3Q12**	**2Q12**	**1Q12**	**4Q11**	**3Q11**
Equity and related capital resources					
Equity certificates	1.655	1.655	1.655	1.655	1.655
- Own equity certificates	0	0	0	0	0
Premium reserve	245	245	245	245	245
Equalisation reserve	240	240	241	333	162
Savings bank's reserve	2.815	2.815	2.816	2.898	2.670
Allocated to dividend	0	0	0	0	0
Endowment fund	133	133	133	133	117
Other equity	899	899	1.019	1.036	899
Reserve for unrealised gains	0	0	0	0	0
Minority interests	22	12	13	13	12
Period result	437	299	194	0	633
Total equity	6.687	6.549	6.442	6.421	6.607
Minority interests	-22	-12	-13	-13	-12
Period result	-437	-299	-194	0	-633
Core capital					
Adjusted subordinated capital from consolidated financial institutions	-3	173	-52	-17	54
Intangible assets	-76	-71	-51	-48	-39
Fund for unrealised gains	45	45	45	66	46
Deduction for allocated dividends	0	0	0	-175	0
50 % deduction for subordinated capital in other financial institutions	-98	-87	-21	-27	0
50 % deduction for expected losses on IRB, net of writedowns	-110	-94	-72	-71	-67
50 % capital adequacy reserve	-714	-637	-676	-646	-652
Fund bonds	495	514	497	512	502
Total core capital	5.767	6.081	6.099	6.002	5.806
Supplementary capital					
Nonperpetual subordinated capital	1.211	1.211	1.211	1.207	1.212
50% deduction for subordinated capital in other financial institutions	-98	-87	-21	-27	0
50% deduction for expected losses on IRB, net of writedowns	-110	-94	-72	-71	-67
50% capital adequacy reserve	-714	-637	-676	-646	-652
Total supplementary capital	289	393	442	463	493
Equity and related capital resources	6.056	6.474	6.541	6.465	6.299

Minimum requirements subordinated capital, Basel I I

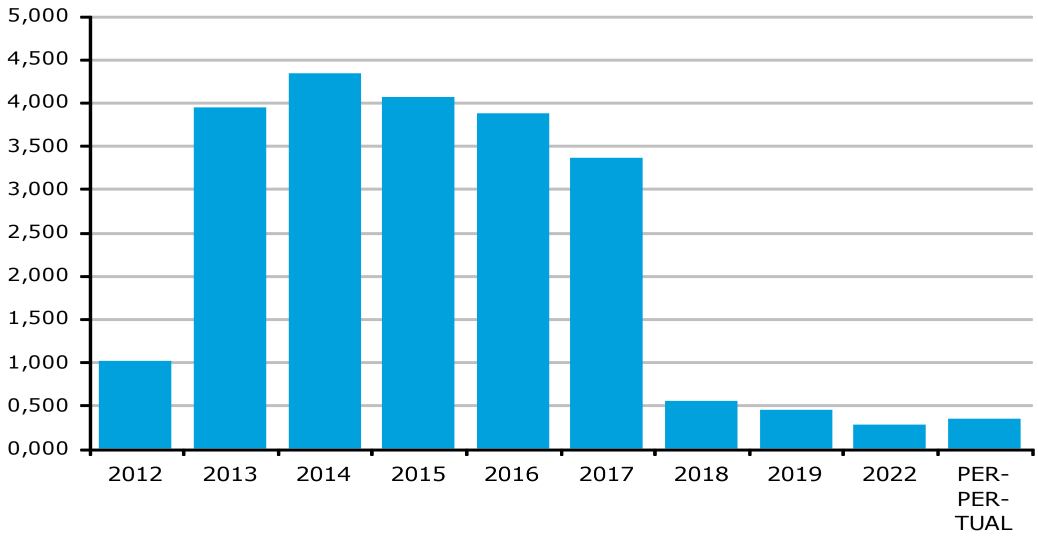
(in NOK million)	3Q12	2Q12	1Q12	4Q11	3Q11
Specialised lending exposure	906	942	915	834	797
Other corporations exposure	654	603	579	580	587
SME exposure	18	17	17	17	17
Property retail mortage exposure	430	446	429	425	434
Other retail exposure	35	38	37	39	37
Equity investments	0	0	0	0	0
Total credit risk IRB	2.043	2.046	1.977	1.895	1.872
Credit risk standardised approach	1.779	1.726	1.730	1.678	1.612
Debt risk	12	6	7	9	176
Equity risk	35	47	53	51	64
Currency risk	32	29	29	29	27
Operational risk	265	265	289	273	273
Transitional arrangements	518	485	211	328	289
Deductions	-136	-134	-116	-127	-120
Minimum requirements subordinated capital	4.548	4.470	4.180	4.136	4.193
Capital adequacy ratio	10,65 %	11,59 %	12,52 %	12,50 %	12,02 %
Core capital ratio	10,14 %	10,88 %	11,67 %	10,38 %	11,08 %
Supplementary capital ratio	0,51 %	0,70 %	0,85 %	0,90 %	0,94 %

Capital Adequacy - Group



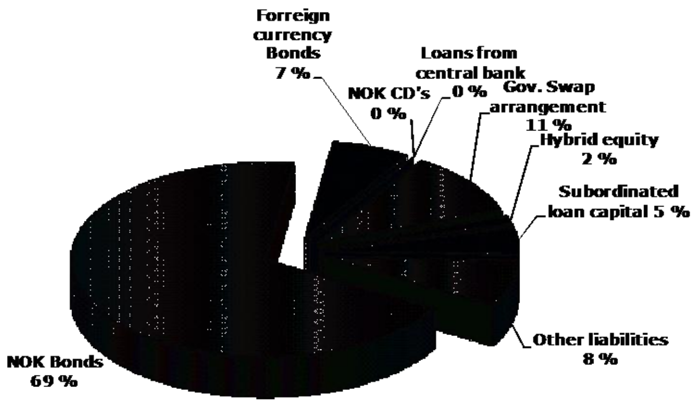
5. Funding

Funding maturity



Capital markets funding

(in NOK million)	3Q12	2Q12	1Q12	4Q11	3Q11	Year-end 2010
NOK Bonds	15.302	15.422	13.403	11.898	10.806	11.191
Forreign currency Bonds	1.449	1.094	1.107	1.130	3.362	3.071
NOK CD's	0	0	0	0	0	0
Loans from central bank	0	0	0	1.000	1.000	1.000
Gov. Swap arrangement	2.368	2.368	2.561	2.561	2.561	2.561
Hybrid equity	342	360	343	390	387	349
Subordinated loan capital	1.000	1.000	1.000	1.000	1.000	1.000
Other liabilities	1.717	1.720	1.723	1.725	1.728	1.737
Total	22.178	21.963	20.137	19.704	20.844	20.909



6. Financial results

(in NOK million)	3Q12	2Q12	1Q12	4Q11	3Q11	Per 3Q 2012	Per 3Q 2011
Interest income	707	708	724	749	739	2.139	2.074
Interest costs	414	423	443	467	443	1.280	1.227
Net interest income	**293**	**285**	**281**	**282**	**296**	**859**	**847**
Fee- and commission income	179	169	141	143	146	489	424
Fee- and commission costs	19	19	21	24	19	59	56
Other operating income	12	6	6	6	0	24	13
Net fee-, commision and other operating income	**172**	**156**	**126**	**125**	**127**	**454**	**381**
Dividend	1	15	2	- 3	7	18	17
Income from investments	76	39	81	63	30	196	132
Net gain from investments in securities	2	- 52	66	- 222	9	16	197
Net income from financial investments	**79**	**2**	**149**	**- 162**	**46**	**230**	**346**
Total income	**544**	**443**	**556**	**245**	**469**	**1.543**	**1.574**
Personnel costs	147	148	133	141	131	428	373
Administration costs	69	83	84	85	75	236	228
Ordinary depreciation	13	12	13	13	11	38	34
Other operating costs	37	34	52	38	35	123	124
Total costs	**266**	**277**	**282**	**277**	**252**	**825**	**759**
Result before losses	**278**	**166**	**274**	**- 32**	**217**	**718**	**815**
Losses	115	6	42	53	23	163	48
Result before tax	**163**	**160**	**232**	**- 85**	**194**	**555**	**767**
Tax	25	55	38	23	48	118	134
Result for the period	**138**	**105**	**194**	**- 108**	**146**	**437**	**633**
Majority interest	139	104	194	- 108	146	437	633
Minority interests	- 1	1	0	0	0	0	0

Balance sheet

(in NOK million)	**3Q12**	**2Q12**	**1Q12**	**4Q11**	**3Q11**	**1Q11**
Assets						
Cash and balances with central banks	230	536	302	1.896	297	2.501
Loans and advances to credit institutions	2.015	2.584	1.351	970	1.904	793
Loans and advances to customers	53.493	52.792	50.941	51.642	52.465	49.046
- Individual write-downs for impaired value	287	171	217	206	269	271
- Collective write-downs for impaired value	210	221	227	226	197	200
Net loans and advances to customers	52.996	52.400	50.497	51.210	51.999	48.575
Shares	510	549	616	607	787	611
Certificates and bonds	12.477	12.141	11.670	11.234	12.298	11.567
Financial derivatives	1.273	1.111	867	850	826	692
Investments in Group Companies	0	0	0	0	0	0
Investments in assosiated companies and joint ventures	3.428	3.296	3.250	3.019	3.074	2.861
Property, plant and equipment	526	514	507	508	495	460
Intangible assets	55	49	27	26	20	22
Other assets	748	856	925	719	702	698
Total assets	**74.258**	**74.036**	**70.012**	**71.039**	**72.402**	**68.780**
Liabilities						
Deposits from credit institutions	5.611	5.405	5.437	6.446	5.993	6.123
Deposits from customers	40.898	41.377	39.675	41.765	41.952	39.389
Debt securities in issue	17.321	17.021	14.825	13.342	14.442	14.477
Financial derivatives	731	557	490	519	526	483
Other liabilities	1.572	1.666	1.698	1.083	1.472	1.224
Deferred tax liabilities	100	106	106	107	64	67
Subordinated loan capital	1.338	1.355	1.339	1.356	1.346	1.347
Total liabilities	**67.571**	**67.487**	**63.570**	**64.618**	**65.795**	**63.110**
Equity						
Equity Certificate capital	1.655	1.655	1.655	1.655	1.655	896
Equity Certificate premium reserve	245	245	245	245	245	123
Dividend Equalisation Fund	240	240	241	333	162	566
The Savings Bank's Fund	2.815	2.815	2.816	2.898	2.670	2.829
Donations	133	133	133	133	117	133
Fund for unrealised gains	-4	-6	-1	-4	-6	-2
Other equity capital	1.144	1.156	1.146	1.148	1.119	1.121
Result for the period	437	299	194	0	633	0
Minority interests	22	12	13	13	12	4
Total equity	**6.687**	**6.549**	**6.442**	**6.421**	**6.607**	**5.670**
Total liabilities and equity	**74.258**	**74.036**	**70.012**	**71.039**	**72.402**	**68.780**

Key figures

	3Q12	2Q12	1Q12	4Q11	3Q11	Per 3Q 2012	Per 3Q 2011
Return on equity capital	8,4 %	6,4 %	12,1 %	-6,6 %	8,9 %	8,9 %	13,8 %
Cost/income group	48,9 %	62,5 %	50,7 %	113,1 %	53,7 %	53,5 %	48,2 %
Cost/income group, ex. financial inv.	57,2 %	62,8 %	69,3 %	68,1 %	59,6 %	62,8 %	61,8 %
Cost/income parent bank	51,6 %	50,4 %	51,1 %	102,6 %	57,0 %	51,0 %	49,9 %
Cost/income parent bank, ex. financial inv.	60,3 %	51,6 %	59,1 %	110,7 %	58,4 %	56,7 %	50,5 %
12-month cost growth	8,7 %	10,3 %	14,6 %	8,3 %	11,5 %	8,7 %	11,5 %
Loans and advances to customers including agency loans	74.665	72.331	69.978	68.034	66.722	74.665	66.722
Growth in loans and advances to customers including agency loans	11,9 %	11,5 %	10,1 %	7,4 %	6,4 %	11,9 %	6,4 %
Growth in loans and advances to customers including agency loans this period	3,2 %	3,4 %	2,9 %	2,0 %	2,8 %	9,7 %	5,3 %
Deposits from customers	40.898	41.377	39.675	41.765	41.952	40.898	41.952
Growth in deposits from customers past 12 months	-2,5 %	0,2 %	0,7 %	6,0 %	12,5 %	-2,5 %	12,5 %
Growth in deposits from customers this period	-1,2 %	4,3 %	-5,0 %	-0,4 %	1,6 %	-2,1 %	6,5 %
Deposits as a percentage of gross lending including agency loans	54,8 %	57,2 %	56,7 %	61,4 %	62,9 %	54,8 %	62,9 %
Total assets	74.258	74.036	70.012	71.039	72.402	74.258	72.402
Average assets	72.336	71.696	70.526	70.291	70.104	72.336	70.104
Employees in employment group	877	868	808	794	798	877	798
Employees in employment parent bank	679	667	669	670	669	679	669
Employees in employment subsidiares	198	201	139	124	129	198	129
Lending margin	2,16	2,27	1,87	1,40	1,36	2,04	1,49
Deposit margin	-0,10	-0,11	0,16	0,47	0,61	0,01	0,51
Net other operating income of total income	31,6 %	35,2 %	22,7 %	51,0 %	27,1 %	29,4 %	24,2 %
Capital adequacy ratio	10,7 %	11,6 %	12,5 %	12,5 %	12,0 %	10,7 %	12,0 %
Core capital adequacy ratio	10,1 %	10,9 %	11,7 %	11,6 %	11,1 %	10,1 %	11,1 %
Core capital	5.767	6.081	6.099	6.002	5.806	5.767	5.806
Equity and related capital resources	6.056	6.474	6.541	6.465	6.299	6.056	6.299
Losses on loans to customers as a percentage of gross loans incl.agency loans	0,63 %	0,03 %	0,24 %	0,31 %	0,14 %	0,29 %	0,10 %
Commitments in default as a percentage of gross loans incl.agency loans	0,65 %	0,72 %	0,62 %	0,69 %	0,86 %	0,65 %	0,86 %
Commitments at risk of loss as a percentage of gross loans incl.agency loans	0,67 %	0,24 %	0,38 %	0,50 %	0,51 %	0,67 %	0,51 %
Quoted/market price NONG as at *)	27,40	26,00	31,70	32,30	34,00	27,40	34,00
Number of certificates issued, millions *)	66,21	66,21	66,21	66,21	66,21	66,21	66,21
Equity capital per Equity Certificate (NOK) *)	34,76	34,53	33,39	33,73	34,16	34,76	34,16
Result per Equity Certificate *)	0,88	0,66	1,23	-0,63	0,85	2,78	3,70
P/E (Price/Earnings) (Parent Bank) *)	8,44	5,90	7,56	12,66	8,46	8,44	8,46
P/V (Price/Book Value) (Parent Bank) *)	0,79	0,75	0,95	0,96	1,00	0,79	1,00

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

7. Segment information

7.1. Extract from income statement

3Q12	Retail Banking	Corporate Banking	Leasing	Markets	Unallocated	**Total**
Net interest income	624	136	82	10	7	**859**
Net fee- and commission income	335	73	0	0	22	**430**
Other operating income	0	0	0	54	201	**255**
Operating costs	575	126	27	23	74	**825**
Result before losses	384	83	55	41	156	**719**
Losses	- 2	162	3	0	0	**163**
Result before tax	386	- 79	52	41	156	**556**
Loans and advances to customers	29 820	20 522	3 151	0	0	**53 493**
Individual write-downs for impaired value on loans and advances to customers	- 29	- 281	- 10	0	33	**- 287**
Collective write-downs for impaired value on loans and advances to customers	- 46	- 147	- 9	0	- 8	**- 210**
Other assets	0	0	0	0	21 262	**21 262**
Total assets per business area	29 745	20 094	3 132	0	21 287	**74 258**
Deposits from customers	23 497	17 401	0	0	0	**40 898**
Other liabilities and equity capital	0	0	3 132	0	30 228	**33 360**
Total equity and liabilities per business area	23 497	17 401	3 132	0	30 228	**74 258**

Interest income, Retail and Corporate

(in NOK million)	3Q12	2Q12	1Q12	4Q11	3Q11	Per 3Q 2012	Per 3Q 2011
Retail	358	109	157	137	144	624	410
Corporate	- 101	144	93	112	124	136	354
Net interest income	**257**	**253**	**250**	**249**	**268**	**760**	**764**

*Developement in margin, Retail and Corporate**

Lending (in percentage)	3Q12	2Q12	1Q12	4Q11	3Q11	Per 3Q 2012	Per 3Q 2011
Retail	2,10	1,98	1,77	1,26	1,24	1,95	1,41
Corporate	2,25	2,27	2,00	1,63	1,58	2,19	1,66
Total	**2,16**	**2,27**	**1,87**	**1,40**	**1,36**	**2,04**	**1,49**

Deposits (in percentage)	3Q12	2Q12	1Q12	4Q11	3Q11	Per 3Q 2012	Per 3Q 2011
Retail	-0,10	0,00	0,26	0,90	0,95	0,06	0,79
Corporate	-0,19	-0,11	0,01	-0,20	0,08	-0,14	0,06
Total	**-0,10**	**-0,11**	**0,16**	**0,47**	**0,61**	**0,01**	**0,51**

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

Development in volume, Retail and Corporate

Lending (in NOK million)	3Q12	2Q12	1Q12	4Q11	3Q11	Per 3Q 2012	Per 3Q 2011
Retail	29.820	30.024	30.104	29.452	30.602	29.820	30.602
Corporate	20.522	19.751	17.921	19.297	19.035	20.522	19.035
Total	**50.342**	**49.775**	**48.025**	**48.749**	**49.637**	**50.342**	**49.637**

Deposits (in NOK million)	3Q12	2Q12	1Q12	4Q11	3Q11	Per 3Q 2012	Per 3Q 2011
Retail	23.497	23.315	26.264	21.429	21.077	23.497	21.077
Corporate	17.401	18.062	13.411	20.319	20.851	17.401	20.851
Total	**40.898**	**41.377**	**39.675**	**41.748**	**41.928**	**40.898**	**41.928**

Developement in commision income, Retail and Corporate

(in NOK million)	3Q12	2Q12	1Q12	4Q11	3Q11	Per 3Q 2012	Per 3Q 2011
Retail	199	74	62	54	47	335	165
Corporate	- 47	83	37	43	41	73	143
Total	**152**	**157**	**99**	**97**	**88**	**408**	**308**

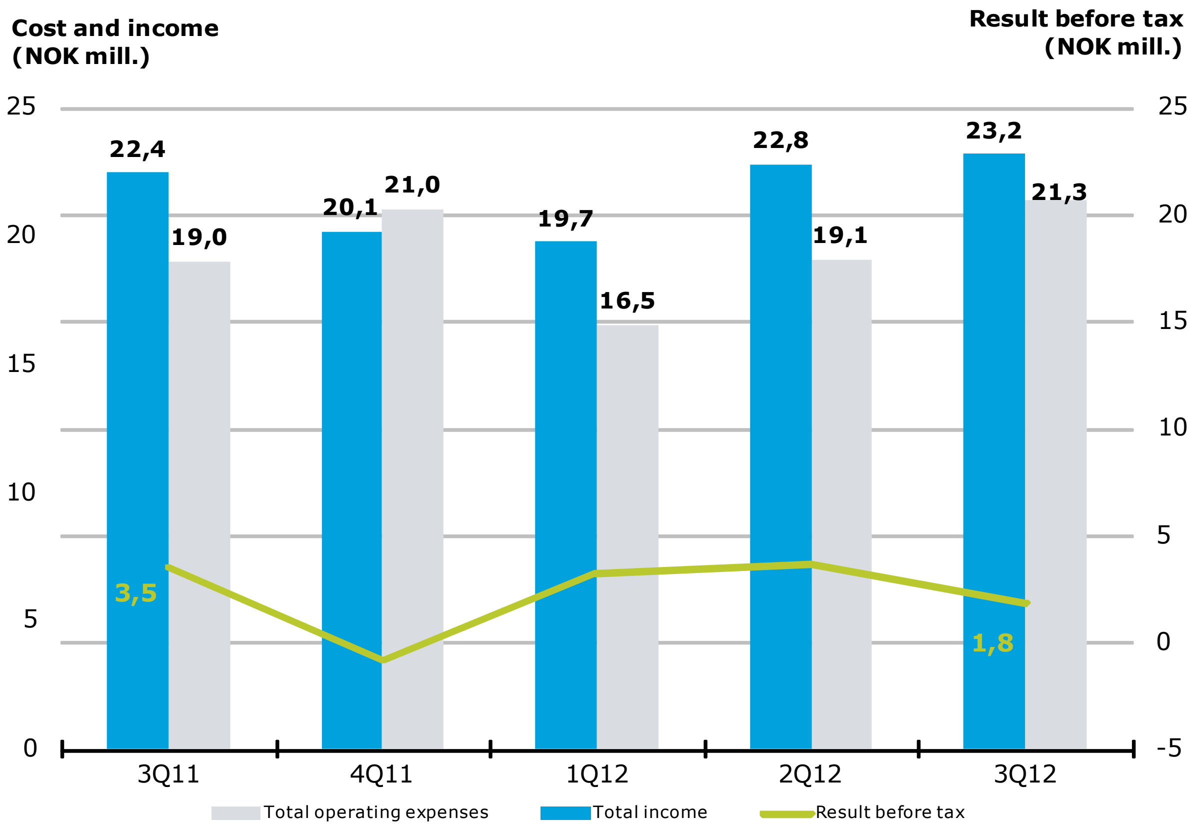
7.2. Subsidiaries

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)	3Q12	2Q12	1Q12	4Q11	3Q11	Per 3Q 2012	Per 3Q 2011
Total interest income	0,2	0,2	-0,1	0,1	0,6	0,3	0,1
Commission income and other income	22,9	22,6	19,8	20,0	21,9	65,3	57,1
Total income	**23,2**	**22,8**	**19,7**	**20,1**	**22,4**	**65,7**	**57,2**
Staff and adm. costs	13,9	9,9	9,4	12,8	12,1	33,2	30,4
Administration costs	3,5	4,8	4,2	3,8	3,1	12,4	11,1
Other operating expenses	4,0	4,4	3,0	4,4	3,7	11,4	10,6
Total operating expenses	**21,3**	**19,1**	**16,5**	**21,0**	**19,0**	**56,9**	**52,2**
Result before tax	**1,8**	**3,7**	**3,2**	**-0,9**	**3,5**	**8,7**	**5,1**

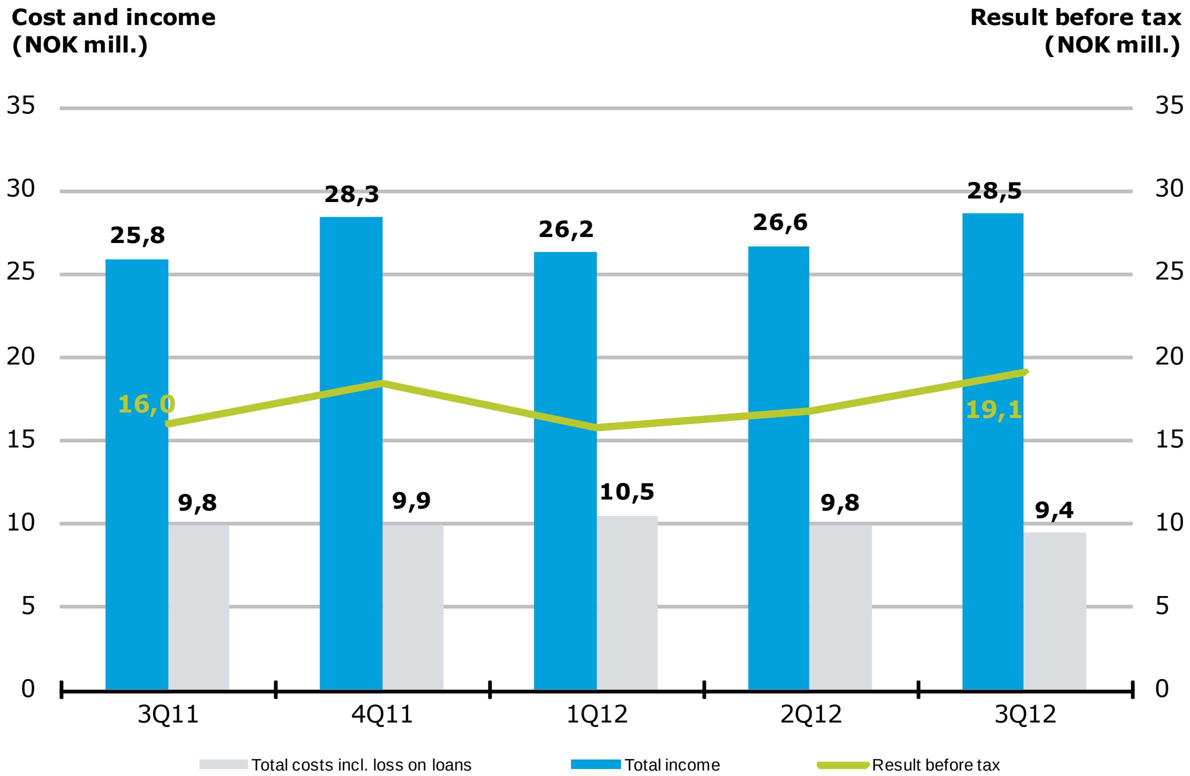


SpareBank 1 Finans Nord-Norge AS

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)	3Q12	2Q12	1Q12	4Q11	3Q11	Per 3Q 2012	Per 3Q 2011
Total interest income	**28,8**	**27,0**	**26,4**	**28,6**	**25,2**	**82,2**	**75,5**
Commission income and other income	-0,2	-0,2	-0,3	-0,3	0,6	-0,7	-0,2
Net profit on financial investments	-0,1	-0,2	0,1	0,0	0,0	-0,2	0,0
Total income	**28,5**	**26,6**	**26,2**	**28,3**	**25,8**	**81,3**	**75,3**
Staff and adm. costs	5,7	4,0	5,4	5,8	4,8	15,0	12,0
Administration costs	2,0	2,1	2,1	2,5	1,8	6,3	5,0
Other operating expenses	2,1	1,9	1,6	1,6	2,0	5,5	5,5
Total operating expenses	**9,7**	**7,9**	**9,1**	**10,0**	**8,5**	**26,8**	**22,5**
Ordinary operating profit	**18,8**	**18,6**	**17,1**	**18,4**	**17,3**	**54,5**	**52,8**
Loss on loans, guarantees etc.	-0,4	1,9	1,4	-0,1	1,3	2,9	1,8
Total costs incl. loss on loans	9,4	9,8	10,5	9,9	9,8	29,7	24,4
Result before tax	**19,1**	**16,8**	**15,7**	**18,4**	**16,0**	**51,6**	**51,0**

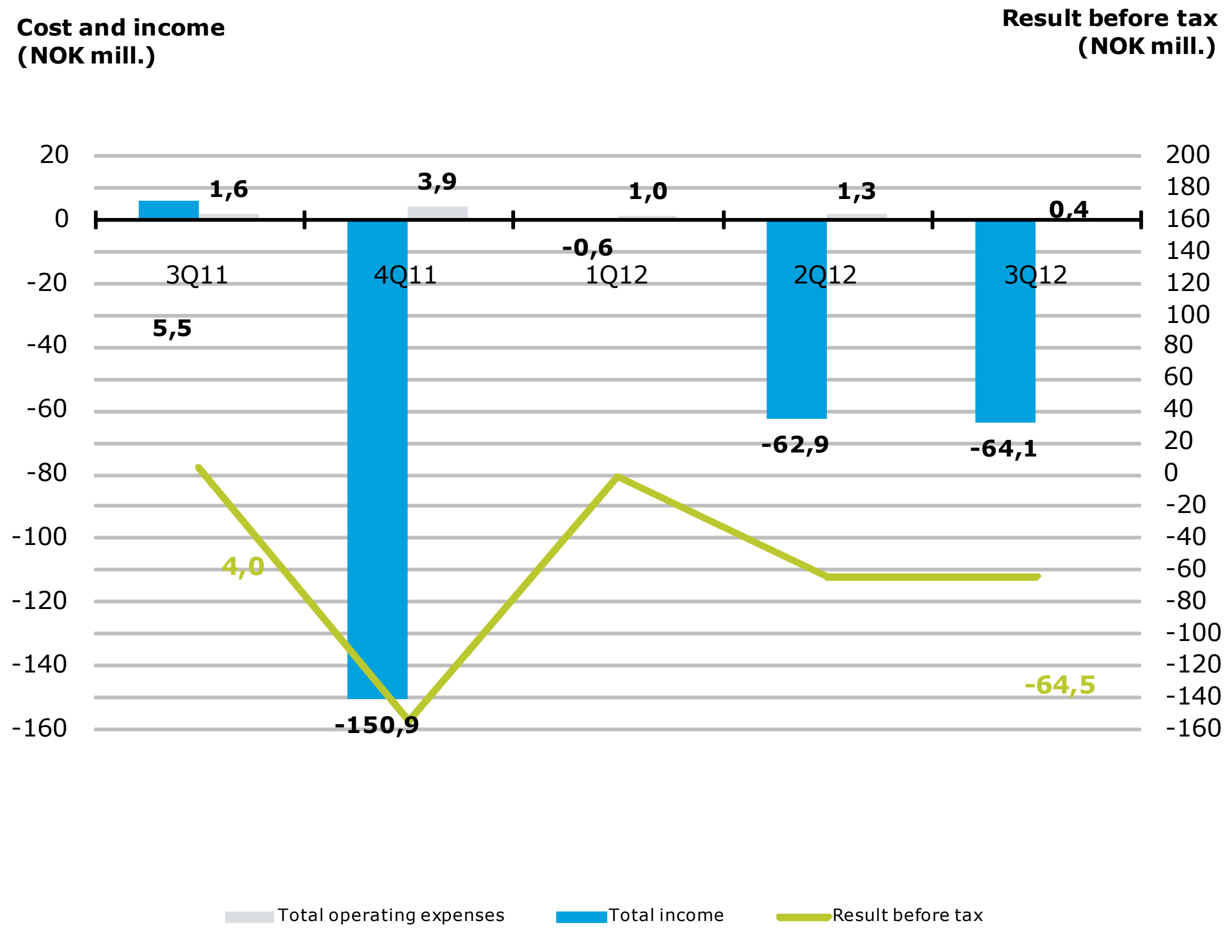


Sparebank 1 Nord-Norge Invest AS

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 3Q	
(in NOK million)	**3Q12**	**2Q12**	**1Q12**	**4Q11**	**3Q11**	**2012**	**2011**
Total interest income	-1,6	-1,6	-1,8	0,0	-1,0	-5,0	-3,2
Commission income and other income	-62,5	-61,3	1,1	-151,0	6,6	-122,6	187,9
Total income	**-64,1**	**-62,9**	**-0,6**	**-150,9**	**5,5**	**-127,6**	**184,7**
Staff and adm. costs	0,1	0,9	0,4	1,3	0,7	1,4	2,2
Other operating expenses	0,3	0,3	0,6	2,5	0,9	1,2	4,0
Total operating expenses	**0,4**	**1,3**	**1,0**	**3,9**	**1,6**	**2,6**	**6,3**
Result before tax	**-64,5**	**-64,2**	**-1,6**	**-154,8**	**4,0**	**-130,2**	**178,5**



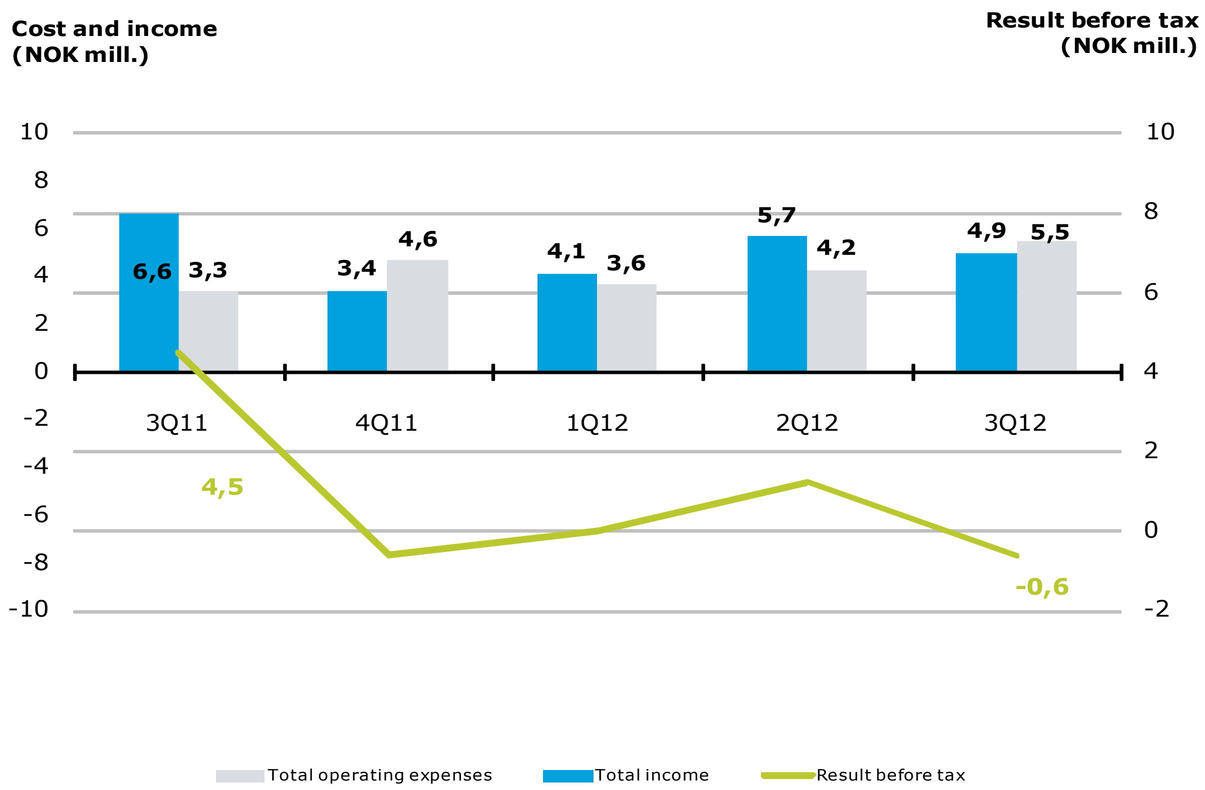
North-West 1 Alliance Bank

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

						Per 3Q	
(in NOK million)	**3Q12**	**2Q12**	**1Q12**	**4Q11**	**3Q11**	**2012**	**2011**
Total interest income	4,7	4,4	3,2	3,1	3,5	12,3	9,6
Commission income and other income	0,3	1,3	0,9	0,3	3,1	2,4	3,4
Total income	**4,9**	**5,7**	**4,1**	**3,4**	**6,6**	**14,7**	**13,0**
Staff and adm. costs	3,7	3,1	2,5	2,9	2,3	9,3	7,0
Other operating expenses	1,0	0,0	0,0	0,4	0,4	1,0	1,1
Total operating expenses	**5,5**	**4,2**	**3,6**	**4,6**	**3,3**	**13,3**	**9,8**
Loss on loans, guarantees etc.	**0,1**	**0,2**	**0,5**	**-0,6**	**-1,2**	**0,7**	**2,5**
Result before tax	**-0,6**	**1,2**	**0,0**	**-0,6**	**4,5**	**0,6**	**0,7**



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	1.129
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	184
Total income	**1.196**	**1.405**	**1.542**	**1.666**	**1.840**	**1.872**	**1.647**	**2.159**	**2.046**	**1.819**
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**	**783**
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**	**682**
Tax charge	94	62	174	172	205	186	143	143	186	157
Net profit	**205**	**64**	**211**	**403**	**767**	**707**	**350**	**859**	**816**	**525**

Balance sheet

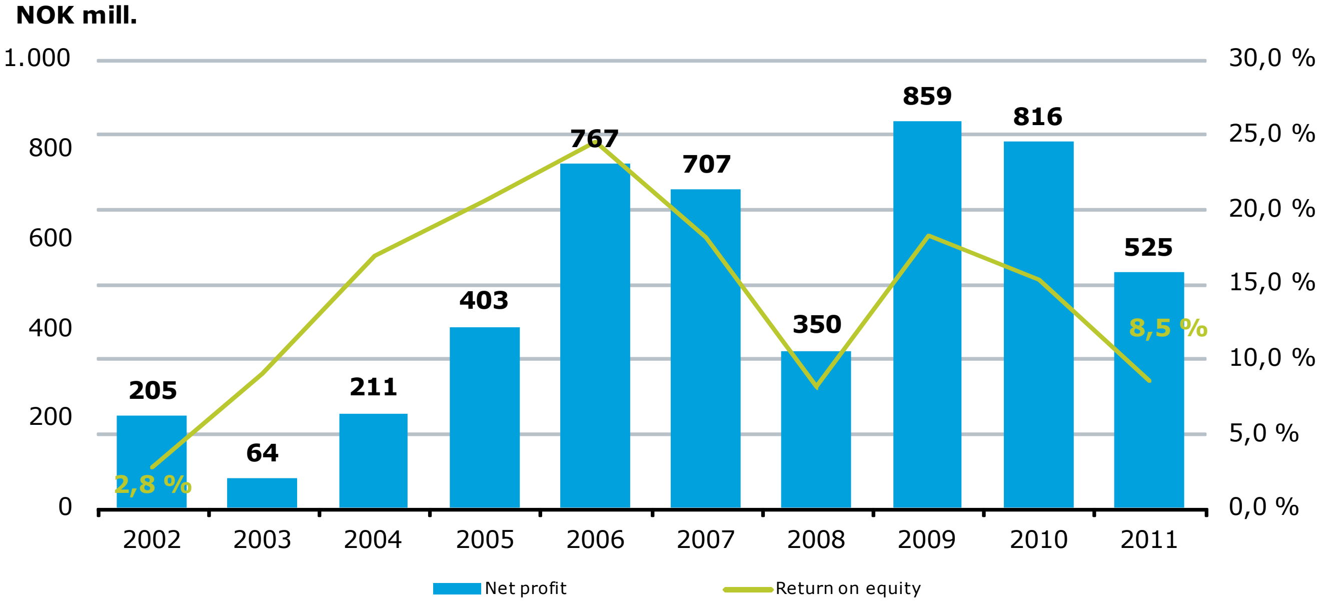
(in NOK million)	**2002**	**2003**	**2004**	**2005**	**2006**	**2007**	**2008**	**2009**	**2010**	**2011**
Cash and loans to and claims on credit institutions	725	649	426	980	1.346	2.814	3.433	3.067	3.294	2.866
CDs, bonds and other interest-bearing securities	2.782	2.807	3.124	4.511	5.353	5.403	7.228	9.453	12.178	11.841
Loans and advances to customers	33.574	36.869	37.931	41.638	46.226	50.213	51.268	48.180	49.046	51.642
- 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**	**71.039**
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	1.709
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	6.421
Total liabilities and equity	**37.879**	**40.892**	**42.260**	**48.630**	**54.962**	**60.969**	**65.507**	**64.239**	**68.780**	**71.039**

Key figures

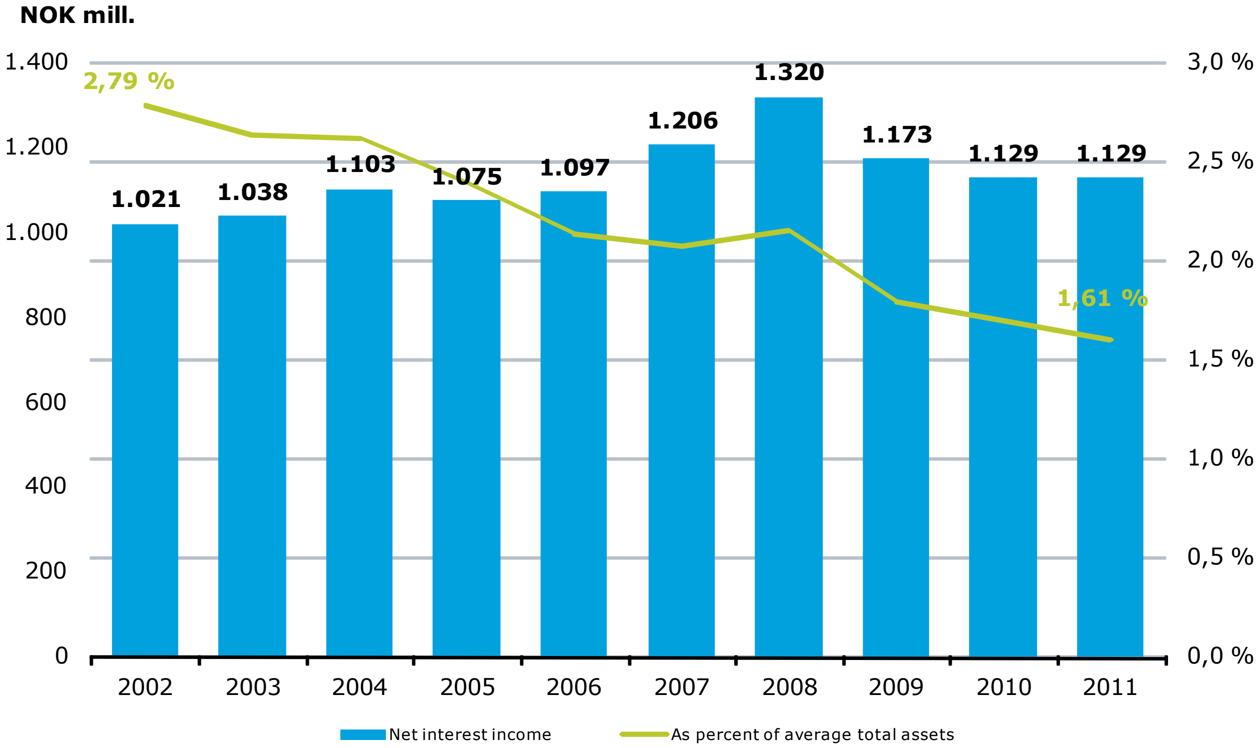
	2002	2003	2004	2005	2006	2007	2008	2009	2010	2011
Return on equity capital	2,8 %	9,0 %	16,8 %	20,5 %	24,5 %	18,1 %	8,1 %	18,2 %	15,3 %	8,5 %
Cost/income group	66,3 %	57,9 %	51,6 %	52,3 %	49,5 %	51,4 %	59,0 %	45,0 %	46,8 %	57,0 %
Cost/income group, ex. financial inv.	60,3 %	59,7 %	54,2 %	58,5 %	59,2 %	57,6 %	56,1 %	59,4 %	58,3 %	63,4 %
Cost/income parent bank	65,5 %	56,9 %	51,6 %	51,6 %	53,9 %	55,7 %	62,6 %	46,8 %	50,1 %	57,6 %
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 %	58,8 %
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	68.034
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	71.039
Average assets	36.572	39.347	41.992	44.911	51.230	58.023	61.267	65.169	66.245	70.291
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	124
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 %	27,8 %
Capital adequacy ratio	10,0 %	11,8 %	10,9 %	10,9 %	10,4 %	10,0 %	10,8 %	12,8 %	11,9 %	12,5 %
Core capital ratio	7,9 %	9,0 %	9,2 %	9,6 %	9,8 %	8,9 %	9,5 %	10,7 %	10,9 %	11,6 %
Total core capital	2.094	2.619	2.706	3.037	3.478	3.342	4.229	4.846	5.334	6.002
Equity and related capital resources	2.659	3.430	3.180	3.464	3.688	3.746	4.789	5.776	5.849	6.465
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*

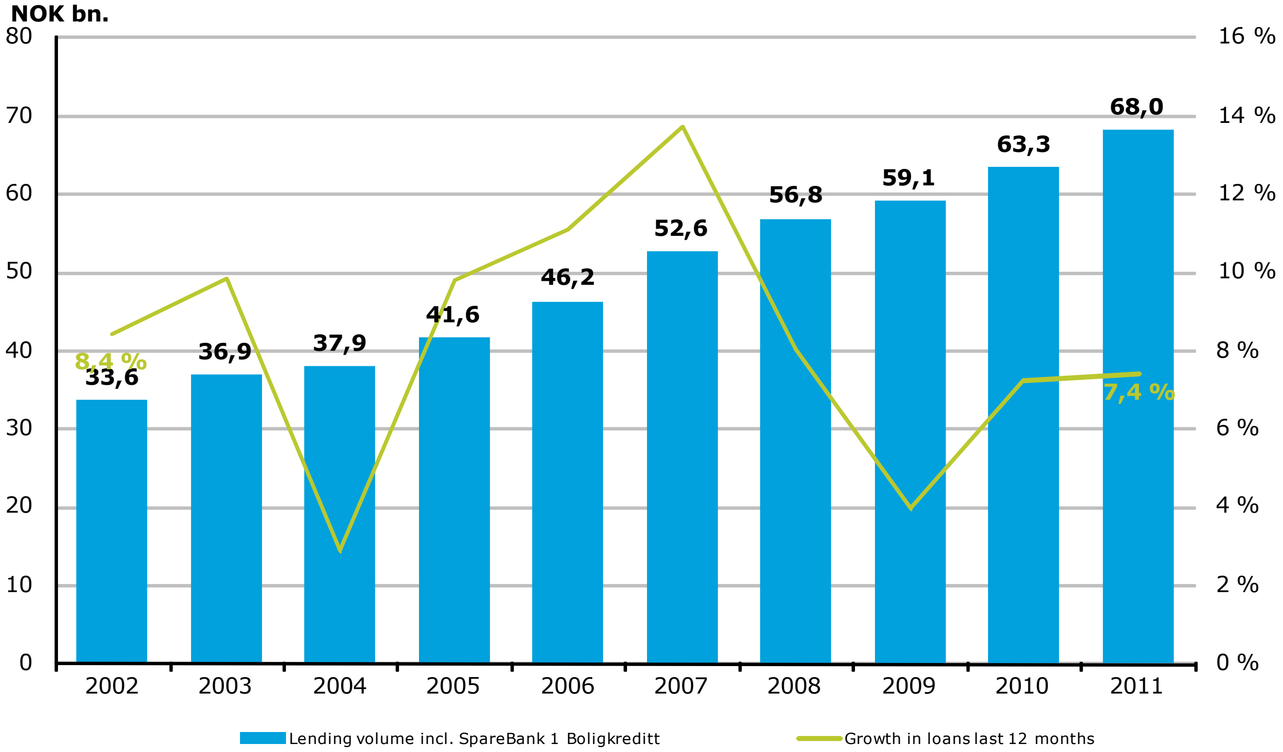
Net profit and return on equity (Group)



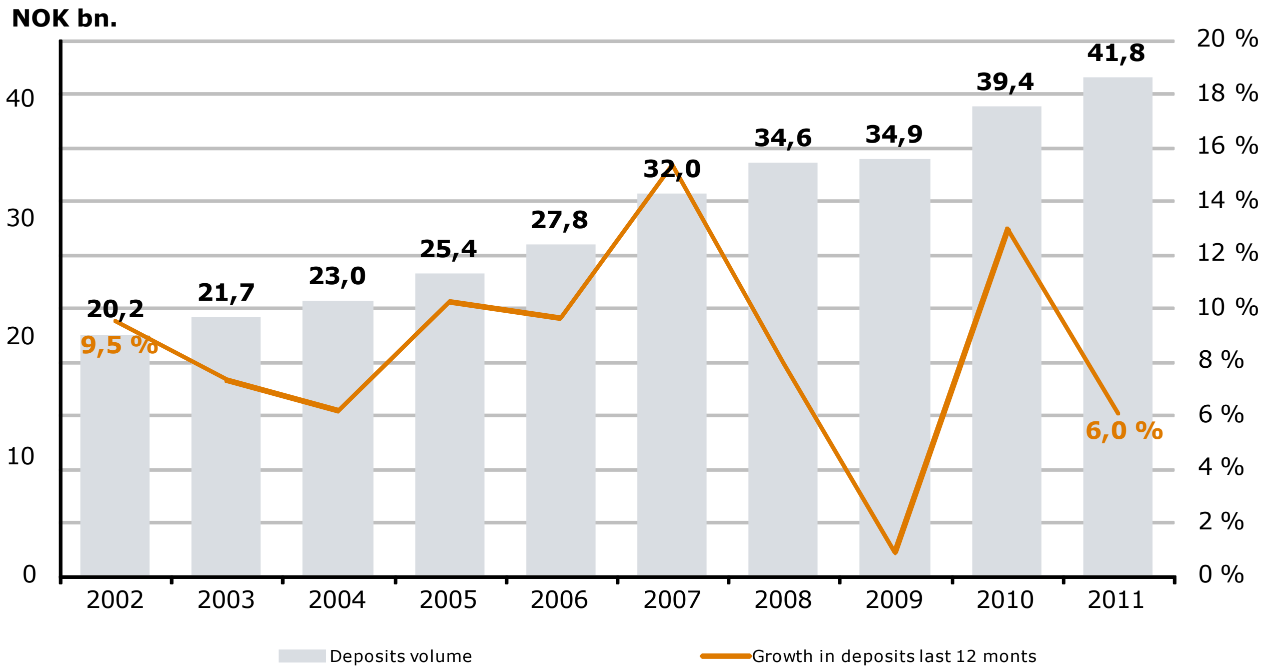
Development in net interest income (Group)



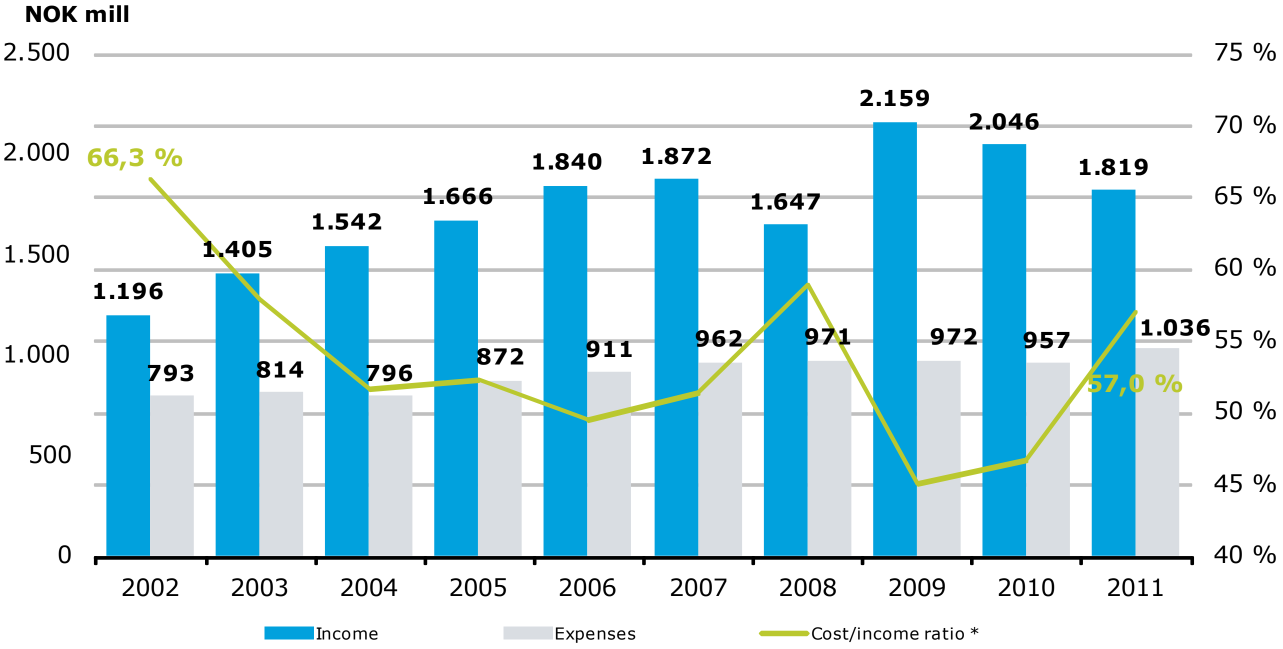
Volume development, Lending (Group)



Volume development, Deposits (Group)

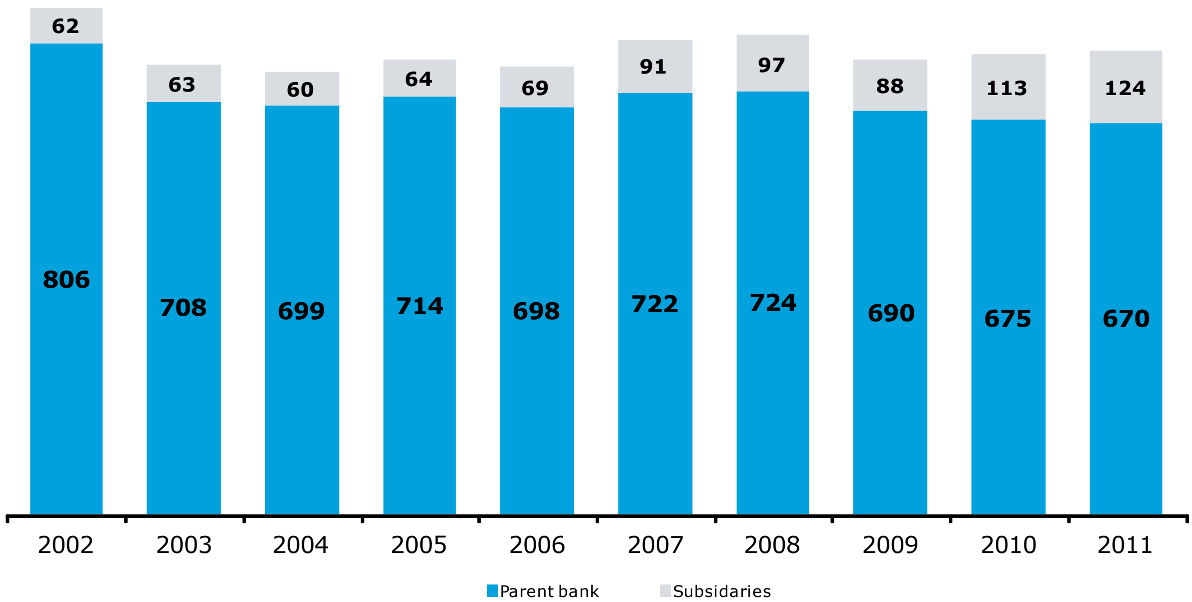


Cost/income ratio (Group)

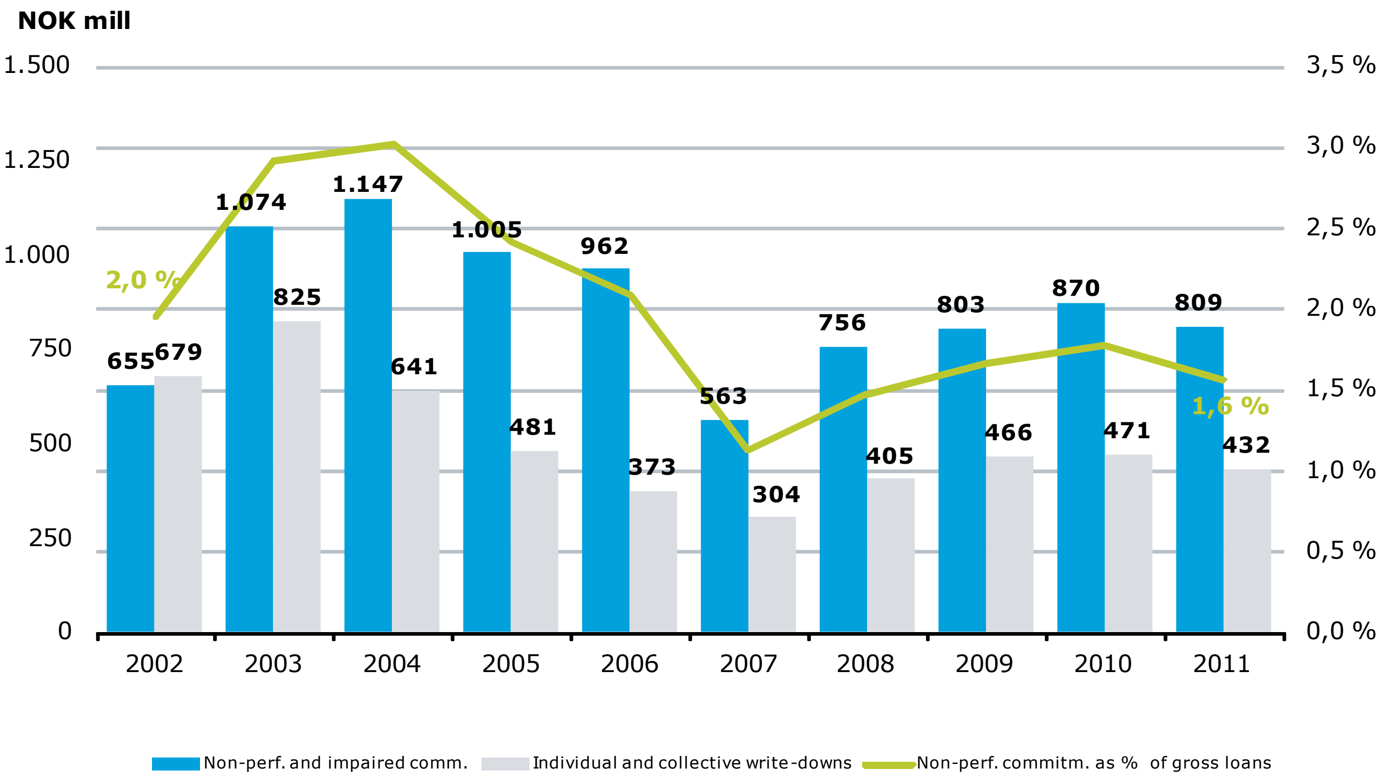


* *Total operating expences as a percentage of total operating income*

Employees in employment



Net non-performing and impaired commitments (Group)



Capital Adequacy (Group)