

Q2
2016

financial report

first half year and second quarter 2016



Helgeland Boligkreditt AS,
second quarter 2016.

General information

Helgeland Boligkreditt AS was established in 2008 and is a fully-owned subsidiary of Helgeland Sparebank. The company is located at the bank's head office in Mo i Rana.

The company was licensed as a finance company in February 2009 and may issue bonds where the investors receive preferential rights in the company's cover pool. Security consists mainly of secured mortgages granted by Helgeland Sparebank. The bank provides services such as customer and loan management and administrative services. The General Manager is employed in a 35% position.

Accounting standards

The accounts have been prepared in accordance with international financial reporting standards (IFRS). All numerical quantities are given in thousands if not otherwise stated.

Helgeland Boligkreditt AS is listed on the Oslo Stock Exchange as a bond issuer.

Rating

Covered Bonds issued by Helgeland Boligkreditt AS are rated 'Aaa' by Moody's.

Results per 30.06.16

Profit before tax was MNOK 24.1. This is a reduction of MNOK 1.2 compared to the same period last year. The net interest is reduced by MNOK 3.9 and operating cost is MNOK 2.7 lower.

To meet the competition in the retail market the lending interest rate was changed several times in the last year. The last rate change was conducted on existing loans June 8th 2016.

The reduction in 3-month NIBOR has given a lower borrowing cost and therefore reduced rate costs.

Operating costs in NOK is on lower than last year and were MNOK 4.2 compared to MNOK 6.9 second quarter 2015. Management fee is reduced by MNOK 3.0 from last year. There have not been individual or group write-downs on lending in the second quarter.

Net profit was MNOK 18.1 (18,5). This gives a return on equity of 9.7% (11.4%).

Equity in the company is increased by MNOK 100 in 2016 and gives reduced return on equity.

The company is well capitalized with Core tier one Capital ratio of 19.2%.

Key figures per 30.06.16 (30.06.15)

- Net profit MNOK 18.1 (18.5)
- Net interest MNOK 28.3 (32.3)
- Operations costs MNOK 4.2 (6.9)
- Return on equity 9.7 (11.4)%
- CET1 capital ratio 19.2 (15.9)%
- Cover pool ratio of fullness 28 (33)%
- Indexed LTV 52 (53)%

Balance development

Combined assets in Helgeland Boligkreditt AS constituted MNOK 5.208 per 30.06.16. Of this, 94.0% of the assets are mortgages.

Cover pool

By the end of the quarter the mortgage company had MNOK 4.898 (4.422). 80.8 (81.7)% of the mortgages are lent to customers in the Helgeland region.

All the mortgages have floating interest rates, and 19 (20)% of the lending volume are flexi loans. The lending has been increased by MNOK 476 the past 12 months.

Loans that qualify for the cover pool amounts to MNOK 4.856 (4.346). The lending portfolio is considered to be of good quality. When calculating the OC the company's substitute assets of MNOK 289 and supplementary security in the form of government securities at MNOK 25.

Purchase of loans in the parent bank is determined by the financing needs of the HSB group and how much of this is appropriate to cover through issuance of covered bonds.

Funding

The lending portfolio is funded by issuing covered bonds totalling MNOK 4.033 (3.420), as well as long term credit from Helgeland Sparebank. Covered bonds at the face value of MNOK 100 (345) are in the parent bank's ownership.

The company's debt in finance institutions amounts to MNOK 762 (886) by the end of first quarter. The debt is linked to credit lines in the parent bank.

The value of the cover pool is well above the volume of loans and there is good security in the portfolio. The OC level was 28 (33)%.

Risk conditions and capital ratio

Laws and regulations for companies licensed to issue covered bonds instruct that the risk levels should be low. The company has established guidelines and frames for governing and control of different forms of risk. There is a corporate agreement between Helgeland Boligkreditt AS and Helgeland Sparebank that ensures and maintains frames, proxies, capital management, and risk conditions. The Board of Directors considers the company's combined risk as low.

Credit risk

The company's credit strategy is approved by the Board of Directors and determines the framework for management objectives and risk profile.

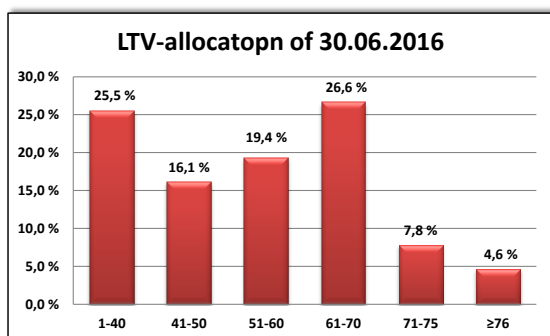
Lending in the cover pool fulfils the requirements of the financial services act, and is secured by collateral in real estate within 75% of prudent market value.

The company has had no individual write downs or established losses. Sum group write-downs on lending constitute MNOK 4.1, or 0.1% of gross lending.

The Board of Directors considers the quality of the lending portfolio as very good.

A potential fall in housing prices will reduce the net value of the cover pool. Quarterly stress tests are therefore performed to calculate the effect of a potentially negative development in the housing prices. The Board of Directors considers the results of these stress tests as satisfactory. The credit risk in the lending portfolio is considered to be low.

LTV (Loan to value) was 52 (53)% at the end of second quarter. The diagram below shows the distribution of the LTVs for the mortgages in the cover pool.



Liquidity risk

Liquidity risk is the risk that the company will be unable to fulfil its payment obligations. The Board of Directors annually determines the frames for risk management in the company. This includes determining frames for management of liquidity risk, organization and responsibilities, stress tests, routines for monitoring the use of frames and compliance with guidelines, board- and

management reporting as well as independent control of systems for governing and control.

By the end of the quarter the share of funding over 1 year was 87.5 (76.6)%. This is well above the target of 70%.

Helgeland Boligkreditt AS has established committed credit lines with the parent bank that guarantees repayment of bond obligations over the next 12 months on a revolving basis. The company further seeks to reduce the liquidity risk in relation to larger loan maturities by repurchasing its own bonds. The company's liquidity risk is considered to be low.

Operation risk

The transfer- and service agreement between Helgeland Boligkreditt AS and Helgeland Sparebank ensures and maintains the operational risk. The agreement covers i.a. administration, bank production and IT-management.

Capital ratio

The capital ratio per 30.06.16 is slightly higher than last year and was 19.17 (15.93)% and consists exclusively of a CET1 capital of MNOK 393.8.

The standard formula is used to calculate the capital requirements, and the basic indicator approach is used to calculate operational risk.

Prospects ahead

Declining margins gives lower profits than the same period in 2015. It is expected that interest rates in the will remain low, and this will result in lower average margins than what we have seen in previous years. Costs and losses in Helgeland Boligkreditt AS are however at a low level, and the board believes that the company will remain highly profitable in the future.

Despite the differences between the different areas in Helgeland, activity in the property markets are still relatively high. This, combined with achievements from the parent bank's side and the competitor DNBs closure of offices, are making Helgeland Boligkreditt AS expect a slightly higher growth in the retail market for the firm than what is expected in the rest of the country.

Growth in Helgeland Boligkreditt AS is however determined by the parent bank's capital plans. There is ongoing work to facilitate further purchases of mortgages from the parent bank, as well as the issuance of covered bonds. This is necessary to maintain competitiveness in the Helgeland Sparebank group.

The property price development is stable and showed an average increase so far this year for villas at 12.5% - nationwide this was at 7.3% - both compared to the average price index for 2015. The corresponding figures for apartments show an increase of 8.9% at Helgeland, while the

nationwide increase was 8.5%. We expect a continuing stable development for property prices in the region as a whole.

Low exchange rates are favorable for Helgelands export industry and also contribute to more optimism in the tourism sector. The development of the E6 through Helgeland provides for larger repercussions than earlier anticipated.

In general, there is still optimism and a willingness to invest in the business community.

Unemployment rates remains low and total unemployment rate in the region at the end of Q2 is 2.3% - this is a slight decrease since from Q1 when unemployment was at 2.5%. Unemployment in the region is slightly lower than in Nordland

County as a whole who has an unemployment rate of 2.5%. Unemployment in Norway is per 30.06.2016 2.9%

Helgeland together has a stable and versatile labor market with a combination of a solid export industry and some important government agencies, and the overall unemployment rate is still expected to remain at a relatively low level. To the extent that the low oil price and the reduced level of investment have given repercussions in Helgeland, this is related to individual players within the base business and housing prices in a limited part of the bank's market area. There is however still reason to expect that we at some point will get negative influences also in this region.

STATEMENT UNDER THE SECURITIES TRADING ACT § 5-6

We declare that to the best of our knowledge the financial statements for the period January 1st to June 30th 2015 is prepared in accordance with the current accounting standards IAS 34 – interim reporting, and that the information in the financial statements give true and fair view of the company's assets, liabilities, financial positions and result.

The interim report shows after our best conviction a true:

- overview over important events during the accounting period and their influence on the interim report.
- specifications of the most central risk- and uncertain factors the company faces during the next accounting period.
- specification of intimate's considerable transactions.

Mo i Rana, April 26th 2016

Lisbeth Flågeng
Chairman of the Board

Dan Hugo Heimstad
Deputy Chairman of the Board

Helge Stanghelle

Ranveig Kråkstad

Brit Søfting
General Manager

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PROFIT AND LOSS

PROFIT AND LOSS ACCOUNT

(amounts in NOK 1.000)	Notes	30.06.16	30.06.15	Q2/16	Q2/15	31.12.15
Interest receivable and similar income	3	68 442	77 177	34 795	37 964	149 402
Interest payable and similar costs	3	40 101	44 914	20 503	22 484	86 096
Net interest- and credit commission income		28 341	32 263	14 292	15 480	63 306
Commissions receivable and income from banking services		5	4	3	2	8
Commissions payable and costs relating to banking services		0	0	0	0	0
Net commission income		5	4	3	2	8
Operating costs	4	4 218	6 962	2 700	3 790	12 511
Impairment on loans and guarantees	5	0	0	0	0	0
Result from ordinary operations		24 128	25 305	11 595	11 692	50 803
Result before tax		24 128	25 305	11 595	11 692	50 803
Tax payable on ordinary result		6 033	6 832	2 900	3 157	12 674
Profit after tax		18 095	18 473	8 695	8 535	38 129
Result per share in NOK	17	46	64			131
Diluted result per share in NOK	17	46	64			131
Extended income						
Result after tax		18 095	18 473	8 695	8 535	38 129
Net change in value of financial assets over equity		0	0	0	0	0
Total result for the period		18 095	18 473	8 695	8 535	38 129

BALANCE SHEET

BALANCE SHEET

(amounts in NOK 1.000)	Notes	30.06.16	30.06.15	31.12.15
ASSETS				
Loans to and claims on credit institutions	11	288 941	206 402	206 909
Loans to and claims on customers	6,7,8,9,10	4 893 713	4 418 027	4 307 118
Certificates, bonds and shares available for sale		24 861	0	0
Other assets		90	0	90
Total assets		5 207 605	4 624 429	4 514 117
LIABILITIES AND EQUITY CAPITAL				
Liabilities to credit institutions	12	761 724	885 616	497 013
Borrowings through the issuance of securities	13,14	4 033 028	3 419 798	3 672 610
Other liabilities		911	6 708	12 532
Total liabilities		4 795 663	4 312 122	4 182 155
Paid-in equity capital	15,16,17	390 010	290 010	290 010
Accrued equity capital/retained earnings	17	21 932	22 297	41 952
Net profit		411 942	312 307	331 962
Total equity capital		5 207 605	4 624 429	4 514 117

CHANGE IN EQUITY AND CASH FLOW STATEMENT

CHANGE IN EQUITY

	Share capital	Premium fund	Other equity capital	Total
Equity capital 01.01.16	290 000	10	3 837	293 847
Issued new share capital	100 000			100 000
Paid out				0
Dividends transferred to debt				0
Result			18 095	18 095
Equity capital as at 30.06.16	390 000	10	21 932	411 942

The share capital at 31 mars 16 was NOK 390 million, divided into 390,000 shares par NOK 1.000. All shares are owned by Helgeland Sparebank

	Share capital	Premium fund	Other equity capital	Total
Equity capital 01.01.15	290 000	10	3 824	293 834
Issued new share capital				0
Paid out				0
Dividends transferred to debt				0
Result			18 473	18 473
Equity capital as at 30.06.15	290 000	10	22 297	312 307

CASH FLOW STATEMENT

	30.06.16	30.06.15	31.12.15
Result of ordinary operations	24 128	25 305	50 803
- Tax expense	6 033	6 832	12 674
= Provided from the year's operations	18 095	18 473	38 129
Change miscellaneous debt: + increase/-decrease	-10 981	-10 609	-5 893
New loans customers	-740 488	-309 505	-256 358
Installment loans customers	153 893	105 323	162 232
Purchase of securities	-25 000	0	0
Change in liabilities to credit institutions: + increase/-decrease	264 711	202 326	-186 210
A Net liquidity change from operating activities	-339 770	6 008	-248 100
Financing by issuance of securities	1 054 738	299 444	1 280 275
Financing on redemption of securities	-694 320	-274 529	-1 000 745
New share capital	100 000		
- Group contribution	-38 109	-48 148	-48 148
B Liquidity change from financial activities	422 309	-23 233	231 382
A+B Change in liquid assets	82 539	-17 225	-16 718
+ Liquid assets at the start of the period	206 402	223 627	223 627
= Liquid assets at the close of the period	288 941	206 402	206 909

NOTES

NOTE 1. ACCOUNTING PRINCIPLES

The financial statements are reported in accordance to IFRS and are not audited. The accounting principles are presented in the consolidated accounts for 2015.

NOTE 2. SEGMENT

The company's operations include just only one strategic area of business, which is organised and managed as one unit. The company's business area is personal the customer retail market. Lending to corporate retail market is limited to mortgaged loans to sole proprietorships and is a small share of total lending. The geographical segment is the region of Helgeland.

NOTE 3. NET INTEREST INCOME

	30.06.16	30.06.15	Q2/16	Q2/15	31.12.15
Interest income of lending to and claims on credit institutions	1 376	1 864	563	867	3 505
Interest income of lending to and claims on customers	67 066	75 313	34 232	37 097	145 897
Total interest income	68 442	77 177	34 795	37 964	149 402
			0		
Interest expense on liabilities to credit institutions	6 586	8 358	3 726	4 434	15 466
Interest expense on issued securities	33 515	36 556	16 777	18 050	70 630
Other interest expenses	0	0	0	0	0
Total interest expenses	40 101	44 914	20 503	22 484	86 096
Net interest income	28 341	32 263	14 292	15 480	63 306

NOTE 4. OPERATING COSTS

	30.06.16	30.06.15	Q2/16	Q2/15	31.12.15
Management fee and wage general manager	2 597	5 611	1 361	2 875	9 834
Other administration costs	42	45	42	45	0
Total wages and administration costs	2 639	5 656	1 403	2 920	9 834
Other operating costs	1 579	1 306	1 297	870	2 677
Total operating costs	4 218	6 962	2 700	3 790	12 511
Antall årsverk	004	004			004

NOTE 5. WRITE DOWNS ON LENDING

	30.06.16	30.06.15	31.12.15
Losses on loans			
Periodic change in individual write-downs	0	0	0
Periodic change in write-downs on groups of loans	0	0	0
Total losses on loans and guarantees	0	0	0
Periodic losses on loans covered by previous write-downs	0	0	0
Periodic losses on loans not covered by previous write-downs	0	0	0
Periodic entrance of former confirmed losses	0	0	0
Write-downs on commitments etc.	0	0	0

NOTES

NOTE 6. GEOGRAPHICAL EXPOSURE OF LENDING PORTFOLIO

Geographical exposure of lending portfolio	30.06.16	%	30.06.15	%
Helgeland	3 958 038	80.8 %	3 612 157	81.7 %
Areas other than Helgeland	929 595	19.0 %	799 329	18.1 %
International ¹⁾	10 180	0.2 %	10 641	0.2 %
Total	4 897 813	100 %	4 422 127	100 %

1) Customers resident abroad, Helgeland Boligkreditt AS has customer's property in Norway mortgaged.

NOTE 7. LENDING

Lending	30.06.16	30.06.15	31.12.15
Lending to customers	4 892 879	4 416 389	4 306 211
Accrued interests	4 934	5 738	5 007
Gross lending to customers	4 897 813	4 422 127	4 311 218
Individual write-downs	0	0	0
Lending to customers after individual write-downs	4 897 813	4 422 127	4 311 218
Group write-downs	-4 100	-4 100	-4 100
Lending to and claims on customers, to amortized cost	4 893 713	4 418 027	4 307 118

NOTE 8. GUARANTEES AND COMMITMENTS

Unutilised credit and guarantees	30.06.16	30.06.15	31.12.15
Unutilised credit	407.536	346.345	402.425
Guarantees	0	0	0
Total conditional liabilities	407.536	346.345	402.425

NOTE 9. DOUBTFUL LOANS AND COMMITMENTS

Defaulted commitments	30.06.16	30.06.15	31.12.15
Gross defaulted commitments over 90 days	0	0	0
Individual write-downs of defaulted loans	0	0	0
Net defaulted commitments	0	0	0

NOTES

NOTE 10. WRITE DOWNS ON LENDING

Write-downs	30.06.16	30.06.15	31.12.15
Individual write-downs to cover losses on commitments 01.01	0	0	0
Net write-offs, which was previously written down	0	0	0
Increased individual write-downs in the period, which was previously written down	0	0	0
New individual write-downs in the period	0	0	0
Reversal of individual write-downs in the period	0	0	0
Total individual write-downs on loans	0	0	0

Group write-downs

Group write-downs to cover losses on loans and commitments 01.01	4 100	4100	4100
Periodic change group write-downs	0	0	0
Total group write-downs	4 100	4 100	4 100

NOTE 11. LOANS TO AND CLAIMS ON CREDIT INSTITUTIONS

	30.06.16	30.06.15	31.12.15
Liabilities to credit institutions without agreed maturity	288 941	206 402	206 909
Total lending to and claims on credit institutions	288 941	206 402	206 909
Total exposure at Helgeland in %	100 %	100 %	100 %

NOTE 12. LIABILITIES TO CREDIT INSTITUTIONS

	30.06.16	30.06.15	31.12.15
Without agreed maturity	761 724	885 616	497 013
Total liabilities to credit institutions	761 724	885 616	497 013

The debt is entirely related to the parent bank Helgeland Sparebank

The Company has a credit facility (maturing > one year) of 1.500 million. As of 30/06/16 the idle frame was 738 million. In addition, the Company has a revolving credit facility of 1,500 million (with maturities > one year) given by Helgeland Sparebank. The credit facility is intended to cover payment obligations in the cover for a rolling 12 month period, and is entirely unused

NOTE 13. DERIVATIVES

All funding is FRN and it has not been agreed any derivative agreements within the company.

NOTES

NOTE 14. LIABILITIES THROUGH ISSUE OF SECURITIES

Liabilities through issuance of securities are valued at amortized cost.

ISIN code	Curren	Par value	Own hold.	Interest	Admission	Maturity	Soft call	30.06.16
NO0010686710 NOK		500 000		Flytende	3mnd. Nibor+0,50	2013	2019	500 900
NO0010709355 NOK		500 000		Flytende	3mnd. Nibor+0,40	2014	2020	501 345
NO0010623978 NOK		300 000	170 000	Flytende	3mnd. Nibor+0,67	2011	2017	130 888
NO0010645963 NOK		500 000		Flytende	3mnd. Nibor+1,00	2012	2017	500 984
NO0010660640 NOK		500 000		Flytende	3mnd. Nibor+0,85	2012	2018	501 761
NO0010724065 NOK		500 000		Flytende	3mnd. Nibor+0,30	2014	2021	499 684
NO0010748601 NOK		500 000		Flytende	3 mnd.Nibor+0,78	2015	2019	499 081
NO0010740673 NOK		500 000		Flytende	3 mnd.Nibor+0,49	2015	2020	498 464
NO0010764897 NOK		400 000		Flytende	4 mnd.Nibor+0,86	2016	2021	399 921
Total listed covered bonds								4 033 028

Issue NO0010764897 MNOK 100.,

All loans have soft call one year before maturity.

ISIN code	Curren	Par value	Own hold.	Interest	Admission	Maturity	Soft call	30.06.15
NO0010628431 NOK		300 000		Flytende	3mnd. Nibor+0,80	2011	2015	301 976
NO0010686710 NOK		500 000		Flytende	3mnd. Nibor+0,50	2013	2019	501 864
NO0010709355 NOK		300 000		Flytende	3mnd. Nibor+0,40	2014	2020	302 427
NO0010592553 NOK		500 000		Flytende	3mnd. Nibor+0,58	2010	2016	501 680
NO0010623978 NOK		300 000	170 000	Flytende	3mnd. Nibor+0,67	2011	2017	301 793
NO0010645963 NOK		500 000		Flytende	3mnd. Nibor+1,00	2012	2017	502 691
NO0010660640 NOK		300 000	15 000	Flytende	3mnd. Nibor+0,85	2012	2018	302 788
NO0010740673 NOK		200 000		Flytende	3mnd. Nibor+0,40	2015	2020	202 781
NO0010724065 NOK		500 000		Flytende	3mnd. Nibor+0,30	2014	2021	501 798
Total listed covered bonds								3 419 798

Issue No0010686710 MNOK 100, No0010709355 MNOK 100, NO0010628431 MNOK 45,

NO0010724065 MNOK 100, total 345.

All loans have soft cal one year before maturity.

Total listed bonds	4 033 028	3 419 798
Loans secured by property	4 855 870	4 346 400
Verdipapirer	24 861	0
Claims that constitutes cover pool	288 941	206 402
Total cover pool	5 169 672	4 552 802
Cover pool capacity utilization	1 136 644	1 133 004
Cover pool capacity utilization %	28 %	33 %

Collateral assembly is defined in the Financial Institutions Act § 11.8.

*) Loans that are not qualified are not included in eligible collateral

NOTES

NOTE 15. CAPITAL ADEQUACY

	30.06.16	30.06.15	31.12.15
Total paid-in capital	390 010	290 010	290 010
Total accrued equity capital/retained earnings	21 932	22 297	41 953
Additional		0	0
Deduction	-18 095	-18 473	-38 129
Total core capital	393 847	293 834	293 834
Total net supplementary capital	0	0	0
Total net equity and related capital	393 847	293 834	293 834
Weighted asset calculation basis	2 054 895	1 844 795	1 885 712
Capital adequacy ratio	19.17 %	15.93 %	15.58 %
Of which core capital accounted for	19.17 %	15.93 %	15.58 %

The share capital pr 30/6-16 amounts to MNOK 390, divided into 390.000 aksjer par NOK 1 000. All shares are owned by Helgeland Sparebank.

Increased equity after capital increase of 100 mill kr i Q1/2016.

The note shows calculation basis and capital adequacy after Basel III/II (standard method credit risk)

	30.06.16	30.06.15	31.12.15
States and central banks		0	0
Local and regional authorities (including municipalities)		0	0
Publicly owned enterprises		0	0
Institutions	57 760	40 404	41 382
Enterprises	0	786	0
Mass market loans	130 328	91 621	70 219
Loans secured by real property	1 723 074	1 560 382	1 546 333
Loans overdue	0	0	0
Other loans and commitments	115	13 523	86 035
Capital requirement credit risk	1 911 277	1 706 716	1 743 969
Capital requirement operational risk	143 618	138 079	141 743
Deduction from capital requirement	0	0	0
Total capital requirement	2 054 895	1 844 795	1 885 712

NOTE 16. SHARE CAPITAL

The share capital is 390 MNOK. The shares has a face value of 1 000 NOK, and Helgeland Sparebank owns all the shares.

NOTE 17. RESULT PER SHARE

	30.06.16	30.06.15	31.12.15
Result so far this year	18 095	25 671	38 129
Number of shares	390 000	290 000	290 000
Result per share in NOK	46	89	131
Diluted result per share in NOK	46	89	131

NOTES

NOTE 18. TRANSACTIONS WITH RELATED PARTIES

The information is provided regarding to IAS 24 concerning the disclosure of related parties. Helgeland Boligkreditt AS is a wholly owned subsidiary of Helgeland Sparebank and is defined as a related party regarding the accounting standard. Transactions between the company and the parent bank are made in accordance with regular business conditions and principles. Office support and management of the loans are mainly bought services from Helgeland Sparebank. It has been agreed upon an operation agreement between the companies.

Intragroup transactions	30.06.16	30.06.15	31.12.15
Profit and loss account			
Interest income and similar income	1 376	1 864	3 505
Interest expense and similar expense	6 586	8 357	15 466
Management fee	2 597	5 611	9 783
Balance sheet			
Lending and claims on credit institutions	288 941	206 402	206 909
Liabilities to credit institutions	761 724	885 616	497 013
Liabilities from issue of securities	100 000	345 000	181 000

NOTES

NOTE 19. KEY FIGURES

	30.06.16	30.06.15	31.12.15
Profit & Loss Account			
Gros profit (NOK 1.000)	18 095	18 473	38 129
Net interest as a % of average assets	1.17 %	1.48 %	1.42 %
Operation cost as a % of income	14.9 %	21.6 %	19.8 %
Result after tax as a % of average assets	0.75 %	0.85 %	0.86 %
Balance sheet			
Gross lending (NOK 1.000)	4 897 813	4 422 127	4 311 218
Collective write-downs as a % of lending	0.1 %	0.1 %	0.1 %
12 months growth in customer lending	10.8 %	3.9 %	2.2 %
Total assets (NOK 1.000 kr)	5 207 605	4 624 429	4 514 117
Average total assets	4 867 741	4 407 941	4 455 209
Solidity			
Rate of return on equity capital	9.7 %	11.4 %	11.8 %
Core tier one Capital (NOK 1.000)	393 847	293 834	293 833
Core tier one Capital ratio	19.2 %	15.9 %	15.6 %
Information on lending portfolio			
Surplus value of cover pool (NOK 1.000)	1 136 643	1 145 711	769 471
Surplus value of cover pool (%)	28 %	33 %	21 %
Indexed LTV	52 %	53 %	53 %
Propotion of variable-rate loans	100 %	100 %	100 %
Propotion of flexible mortgages*)	19 %	20 %	22 %
Average loan value (NOK 1.000)	934	888	872
Number of loans	5 228	4 923	4 886
Remaining maturity - weighted average (year)	16.3	17.1	16.3
Seasoning - weighted average (year)	3.8	3.2	3.8

*) Calculated from the drawn amount

Elected representatives and senior management in Helgeland Boligkreditt AS

The General Meeting:

Helgeland Sparebank v/CEO Lisbeth Flågeng.

Board of Directors:

Lisbeth Flågeng, CEO Helgeland Sparebank, Chairman

Dag Hugo Heimstad, Director of Retail Market Helgeland Sparebank, Deputy Chairman

Ranveig Kråkstad, Chief Accounting Officer, Helgeland Sparebank

Helge Stanghelle, CEO Fesil Rana Metall

General Manager

Brit Søvting, admin.assistant, Helgeland Sparebank

Contact information

Helgeland Sparebank

Address: PO Box 68, N-8601 Mo i Rana

Organization no.: 937 904 029

www.hsb.no

Helgeland Boligkreditt AS

Address: PO Box 68, N-8601 Mo i Rana

Organization no.: 993 359 696

www.hsb.no

Investor Relations

Sverre Klausen, CFO, telephone +47 75 12 82 22

Tore Stamnes, Head of Treasury, telephone +47 75 11 90 91

Other sources:

Annual reports:

Helgeland Boligkreditt AS is part of the Helgeland Sparebank group. Annual reports are available under investor relations information at www.hsb.no

Interim reports

Quarterly reports are available at www.hsb.no