



# Second quarter report 2022

SPAREBANK 1 ØSTLANDET



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# Key figures

Group	2Q	1Q	2Q	YTD	YTD	Year
Summary (NOK million and per cent of average assets)	2022	2022	2021	2022	2021	2021
Net interest income	644	594	542	1 238	1 077	2 202
Net commission and other operating income	417	388	416	804	794	1 622
Net income from financial assets and liabilities	- 120	100	181	- 20	289	599
<b>Total income</b>	<b>941</b>	<b>1 081</b>	<b>1 139</b>	<b>2 022</b>	<b>2 160</b>	<b>4 423</b>
<b>Total operating expenses</b>	<b>520</b>	<b>504</b>	<b>492</b>	<b>1 024</b>	<b>976</b>	<b>1 980</b>
<b>Operating profit before losses on loans and guarantees</b>	<b>421</b>	<b>577</b>	<b>647</b>	<b>998</b>	<b>1 184</b>	<b>2 443</b>
Impairment losses on loans and guarantees	- 59	4	11	- 55	- 7	5
<b>Pre-tax operating profit</b>	<b>480</b>	<b>573</b>	<b>637</b>	<b>1 053</b>	<b>1 190</b>	<b>2 438</b>
Tax expense	130	37	121	168	235	416
<b>Profit after tax</b>	<b>350</b>	<b>536</b>	<b>516</b>	<b>885</b>	<b>955</b>	<b>2 022</b>
Interest expenses on hybrid capital	11	9	6	21	12	27
Profit after tax incl. interest hybrid capital <sup>1)</sup>	339	526	510	865	943	1 994
<b>Profitability</b>						
Return on equity capital <sup>1)</sup>	7.7 %	12.2 %	12.1 %	9.9 %	11.3 %	11.6 %
Cost income ratio <sup>1)</sup>	55.3 %	46.6 %	43.2 %	50.6 %	45.2 %	44.8 %
Net interest income calculated as a percentage of average total assets	1.57 %	1.53 %	1.44 %	1.55 %	1.44 %	1.45 %
Profit after tax calculated as a percentage of average total assets	0.85 %	1.38 %	1.36 %	1.11 %	1.28 %	1.33 %
<b>Balance sheet and ratios</b>						
Gross loans to customers	128 943	124 053	118 132	128 943	118 132	121 284
Gross loans to customers including loans transferred to covered bond companies <sup>1)</sup>	183 346	177 831	167 290	183 346	167 290	173 700
Growth in loans during the last 12 months <sup>1)</sup>	9.2 %	8.8 %	5.1 %	9.2 %	5.1 %	7.0 %
Growth in loans including loans transferred to covered bond companies in the last 12 months <sup>1)</sup>	9.6 %	9.4 %	5.9 %	9.6 %	5.9 %	7.7 %
Deposits from customers	100 005	93 924	92 551	100 005	92 551	92 178
Growth in deposits in the last 12 months <sup>1)</sup>	8.1 %	7.4 %	8.3 %	8.1 %	8.3 %	7.7 %
Deposit to loan ratio <sup>1)</sup>	77.6 %	75.7 %	78.3 %	77.6 %	78.3 %	76.0 %
Deposit to loan ratio incl. loans transferred to covered bond companies <sup>1)</sup>	54.5 %	52.8 %	55.3 %	54.5 %	55.3 %	53.1 %
Average total assets	164 389	157 620	152 681	161 412	150 478	152 242
Total assets	168 997	159 781	155 243	168 997	155 243	155 459
Total assets including loans transferred to covered bond companies <sup>1)</sup>	223 400	213 559	204 401	223 400	204 401	207 875
<b>Losses and commitments in default</b>						
Impairment on loans as a percentage of gross loans <sup>1)</sup>	-0.2 %	0.0 %	0.0 %	-0.1 %	0.0 %	0.0 %
Gross loans to customers in stage 2, percentage of total gross loans	8.0 %	8.6 %	7.3 %	8.0 %	7.3 %	8.6 %
Gross loans to customers in stage 3, percentage of total gross loans	0.5 %	0.5 %	0.6 %	0.5 %	0.6 %	0.5 %
<b>Solidity and liquidity</b>						
CET 1 capital ratio	18.0 %	18.0 %	17.8 %	18.0 %	17.8 %	18.0 %
Tier 1 capital ratio	19.3 %	19.3 %	18.8 %	19.3 %	18.8 %	19.4 %
Capital adequacy ratio	21.0 %	20.9 %	20.7 %	21.0 %	20.7 %	21.1 %
Total eligible capital	18 692	18 312	17 242	18 692	17 242	17 933
Equity ratio <sup>1)</sup>	11.1 %	11.5 %	11.5 %	11.1 %	11.5 %	12.0 %
Leverage Ratio	7.1 %	7.3 %	7.1 %	7.1 %	7.1 %	7.3 %
LCR <sup>2)</sup>	150.6 %	126.7 %	150.8 %	150.6 %	150.8 %	131.6 %
LCR in NOK <sup>2)</sup>	130.9 %	125.1 %	145.9 %	130.9 %	145.9 %	127.4 %
LCR in EUR <sup>2)</sup>	910.2 %	176.8 %	347.7 %	910.2 %	347.7 %	231.0 %
<b>Staff</b>						
Number of fulltime equivalents	1 130	1 131	1 137	1 130	1 137	1 137

1) See attachment in Factbook regarding Alternative performance measures.

2) Liquidity Coverage Ratio: Measures the size of banks' liquid assets relative to net liquidity outflow 30 days ahead of time given a stress situation.

<b>Equity capital certificates (ECC) <sup>1)</sup></b>	<b>30 Jun. 2022</b>	<b>30 Jun. 2021</b>	<b>2021</b>	<b>2020</b>	<b>2019</b>	<b>2018</b>	<b>2017</b>
ECC ratio	70.0 %	69.6 %	70.0 %	70.0 %	70.1 %	69.3 %	67.6 %
Average ECC ratio	70.0 %	69.8 %	69.8 %	70.1 %	69.3 %	67.7 %	67.5 %
ECC issued	115 829 789	115 829 789	115 829 789	115 829 789	115 829 789	115 319 521	107 179 987
Market price (NOK)	117.20	119.00	145.60	97.80	92.50	83.00	90.50
Market capitalisation (NOK million)	13 575	13 784	16 865	11 328	10 714	9 572	9 700
Book equity per ECC <sup>2)</sup>	106.42	102.22	106.31	98.76	93.67	85.83	80.96
Earnings per ECC, NOK <sup>3)</sup>	5.18	5.64	11.96	9.57	11.55	8.46	7.81
Dividend per ECC <sup>4)</sup>			6.00	4.79	4,58 <sup>4)</sup>	4.12	3.96
Price/Earnings per ECC <sup>2)</sup>	11.23	10.47	12.18	10.22	8.01	9.81	11.59
Price/book equity <sup>2)</sup>	1.10	1.16	1.37	0.99	0.99	0.97	1.12

1) SpareBank 1 Østlandet was listed on the stock exchange on 13 June 2017.

2) See attachment regarding Alternative performance measures.

3) Profit after tax and interest on hybrid capital for controlling interests \* Average ECC ratio / number of ECC's.

4) The payout ratio for the dividend for 2019 was, in accordance with the Board's revised recommendation and as communicated in a market announcement dated 19 March 2020, reduced from 50 per cent to 40 per cent. The dividend per ECC was changed from NOK 5.72 to NOK 4.58.

# Profit/loss from the quarterly accounts

Group	2Q	1Q	4Q	3Q	2Q	1Q	4Q	3Q	2Q
(NOK million, excluding percentages)	2022	2022	2021	2021	2021	2021	2020	2020	2020
Interest income	1 012	896	821	764	749	746	768	780	839
Interest expense	368	302	248	212	207	211	219	244	341
<b>Net interest income</b>	<b>644</b>	<b>594</b>	<b>573</b>	<b>552</b>	<b>542</b>	<b>535</b>	<b>549</b>	<b>536</b>	<b>498</b>
Commission income	389	355	389	400	387	351	389	380	277
Commission expenses	32	33	34	36	34	35	40	36	32
Other operating income	60	66	59	50	62	62	57	49	56
<b>Net commission and other operating income</b>	<b>417</b>	<b>388</b>	<b>414</b>	<b>414</b>	<b>416</b>	<b>379</b>	<b>406</b>	<b>392</b>	<b>300</b>
Dividends from shares and other equity instruments	14	16	0	0	9	11	29	1	0
Net income from associates and joint ventures	20	16	126	109	111	59	63	88	128
Net profit from other financial assets and liabilities	-153	68	-14	88	62	38	55	45	185
<b>Net profit from financial assets and liabilities</b>	<b>-120</b>	<b>100</b>	<b>113</b>	<b>198</b>	<b>181</b>	<b>108</b>	<b>146</b>	<b>133</b>	<b>314</b>
<b>Total net income</b>	<b>941</b>	<b>1 081</b>	<b>1 100</b>	<b>1 163</b>	<b>1 139</b>	<b>1 021</b>	<b>1 102</b>	<b>1 061</b>	<b>1 112</b>
Personnel expenses	297	287	280	279	283	284	285	269	255
Depreciation	36	31	30	31	30	31	33	33	32
Other operating expenses	186	186	220	164	178	170	186	163	160
<b>Total operating expenses</b>	<b>520</b>	<b>504</b>	<b>531</b>	<b>473</b>	<b>492</b>	<b>485</b>	<b>504</b>	<b>465</b>	<b>447</b>
<b>Operating profit before losses on loans and guarantees</b>	<b>421</b>	<b>577</b>	<b>569</b>	<b>690</b>	<b>647</b>	<b>536</b>	<b>598</b>	<b>596</b>	<b>665</b>
Impairment on loans and guarantees	-59	4	28	-16	11	-18	1	47	130
<b>Pre-tax operating profit</b>	<b>480</b>	<b>573</b>	<b>542</b>	<b>706</b>	<b>637</b>	<b>554</b>	<b>597</b>	<b>549</b>	<b>535</b>
Tax expense	130	37	37	144	121	114	131	111	97
<b>Profit after tax</b>	<b>350</b>	<b>536</b>	<b>505</b>	<b>561</b>	<b>516</b>	<b>439</b>	<b>466</b>	<b>438</b>	<b>438</b>
	2Q	1Q	4Q	3Q	2Q	1Q	4Q	3Q	2Q
	2022	2022	2021	2021	2021	2021	2020	2020	2020
<b>Profitability</b>									
Return on equity capital <sup>1)</sup>	7.7 %	12.2 %	11.1 %	12.6 %	12.1 %	10.6 %	11.3 %	10.9 %	11.3 %
Net interest income <sup>2)</sup>	1.57 %	1.53 %	1.47 %	1.41 %	1.44 %	1.46 %	1.48 %	1.44 %	1.38 %
Cost income ratio <sup>3)</sup>	55.3 %	46.6 %	48.3 %	40.7 %	43.2 %	47.5 %	45.7 %	43.8 %	40.2 %
<b>Balance sheet and ratios</b>									
Gross loans to customers	128 943	124 053	121 284	119 511	118 132	114 037	113 368	113 624	112 381
Gross loans to customers including loans transferred to covered bond companies <sup>1)</sup>	183 346	177 831	173 700	170 369	167 290	162 567	161 259	160 993	157 956
Growth in loans during the last 12 months <sup>1)</sup>	9.2 %	8.8 %	7.0 %	5.2 %	5.1 %	4.8 %	5.9 %	9.2 %	10.5 %
Growth in loans including loans transferred to covered bond companies in the last 12 months <sup>1)</sup>	9.6 %	9.4 %	7.7 %	5.8 %	5.9 %	5.7 %	7.0 %	9.3 %	9.4 %
Growth in loans during the last quarter <sup>1)</sup>	3.9 %	2.3 %	1.5 %	1.2 %	3.6 %	0.6 %	-0.2 %	1.1 %	3.3 %
Growth in loans including loans transferred to covered bond companies in the last quarter <sup>1)</sup>	3.1 %	2.4 %	2.0 %	1.8 %	2.9 %	0.8 %	0.2 %	1.9 %	2.7 %
Deposits from customers	100 005	93 924	92 178	91 265	92 551	87 476	85 613	85 496	85 481
Deposit to loan ratio <sup>1)</sup>	77.6 %	75.7 %	76.0 %	76.4 %	78.3 %	76.7 %	75.5 %	75.2 %	76.1 %
Deposit to loan ratio including loans transferred to covered bond companies <sup>1)</sup>	54.5 %	52.8 %	53.1 %	53.6 %	55.3 %	53.8 %	53.1 %	53.1 %	54.1 %
Growth in deposits in the last 12 months	8.1 %	7.4 %	7.7 %	6.7 %	8.3 %	9.5 %	9.1 %	11.2 %	10.5 %
Growth in deposits in the last quarter	6.5 %	1.9 %	1.0 %	-1.4 %	5.8 %	2.2 %	0.1 %	0.0 %	7.0 %
Average total assets	164 389	157 620	154 888	154 780	152 681	148 096	147 486	148 048	145 392
Total assets	168 997	159 781	155 459	154 316	155 243	150 118	146 074	148 898	147 197
Total assets including loans transferred to covered bond companies <sup>1)</sup>	223 400	213 559	207 875	205 175	204 401	198 648	193 964	196 267	192 772
<b>Losses and commitments in default</b>									
Losses on loans as a percentage of gross loans <sup>1)</sup>	-0.2 %	0.0 %	0.1 %	-0.1 %	0.0 %	-0.1 %	0.0 %	0.2 %	0.5 %
<b>Financial strength</b>									
Common equity Tier 1 capital ratio	18.0 %	18.0 %	18.0 %	18.0 %	17.8 %	17.8 %	17.8 %	17.3 %	17.1 %
Tier 1 capital ratio	19.3 %	19.3 %	19.4 %	19.4 %	18.8 %	18.8 %	18.8 %	18.3 %	18.2 %
Capital ratio	21.0 %	20.9 %	21.1 %	21.3 %	20.7 %	20.7 %	20.8 %	20.2 %	20.1 %
Net subordinated capital	18 692	18 312	17 933	17 899	17 242	16 793	16 704	16 502	16 418

1) See attachment in Factbook regarding Alternative performance measures.

2) Net interest income as a percentage of average total assets for the period.

3) Total operating costs as a percentage of total operating income (isolated for the quarter).

# Report of the Board of Directors

## Second quarter of 2022 (Consolidated figures. Figures in brackets concern the corresponding period in 2021)

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- Profit after tax: NOK 350 (516) million
- Return on equity: 7.7 (12.1) per cent
- Earnings per equity capital certificate: NOK 2.02 (3.05)
- Net interest income: NOK 644 (542) million
- Net commissions and other operating income: NOK 417 (416) million
- Net result from financial assets and liabilities: NOK minus 120 (181) million
- Total operating expenses: NOK 520 (492) million
- Impairment losses on loans and guarantees: net reversal of NOK 59 million (loss of NOK 11 million)
- Lending growth in the last quarter, incl. mortgages transferred to the covered bond companies: 3.1 (2.9) per cent
- Growth in deposits in the last quarter: 6.5 (5.8) per cent
- Lending growth, incl. mortgages transferred to covered bond companies in the past 12 months: 9.6 (5.9) per cent
- Deposit growth in the past 12 months: 8.1 (8.3) per cent
- Common Equity Tier 1 capital ratio: 18.0 (17.8) per cent

## Important events in the second quarter of 2022

### Payment of dividends and customer dividends for 2021

On 6 April, SpareBank 1 Østlandet paid out NOK 695 (555) million to its equity capital certificate holders in ordinary dividends for 2021. The dividend amounted to NOK 6.00 (4.79) per equity capital certificate. SpareBank 1 Østlandet has paid out customer dividends for the fifth year in a row. On 22 April, NOK 295 (231) million was paid out.

### Sustainability fund and sustainability award

In May, the Bank launched a sustainability fund and sustainability award. The fund consists of unclaimed funds from customer dividends, and upon its establishment it was worth around NOK 10 million. The fund will fund projects and initiatives aimed at solving a challenge or introducing innovations within sustainability, with a primary focus on the climate and the environment. The sustainability award has been established to highlight the good work being done by companies and to support the opportunities the sustainability transition will present for business. The award is worth NOK 100 000 and will be awarded for the first time in autumn 2022.

### Policy rate

On 23 June, Norges Bank decided to raise its policy rate by 0.50 percentage points to 1.25 per cent.

### Interest rate changes

In the second quarter, SpareBank 1 Østlandet decided to increase its lending and deposit rates for retail and corporate customers by up to 0.50 percentage points. The interest rate changes came into effect on 30 June for new loans, while the rates for existing loans and

deposits are effective from 15 July for corporate customers and from 12 August for retail customers.

### SpareBank 1 Ringerike Hadeland increased its stake in SpareBank 1 Finans Østlandet AS

On 1 June, SpareBank 1 Ringerike Hadeland increased its stake in SpareBank 1 Finans Østlandet AS from 5 per cent to 9.9 per cent. The remaining 90.1 per cent of the company's shares are owned by SpareBank 1 Østlandet.

### Pillar 2 requirement assessment by the Financial Supervisory Authority of Norway

On 28 April, SpareBank 1 Østlandet received the final decision on its Pillar 2 requirement from the Financial Supervisory Authority of Norway. The Financial Supervisory Authority of Norway had initially set it at 2.0 per cent, but the final decision set it at 1.8 per cent. The Pillar 2 requirement thus remains unchanged from the previous Pillar 2 requirement. The decision was effective from 30 April.

### New ESG rating from Sustainalytics

In a new rating report from Sustainalytics, SpareBank 1 Østlandet was rated as 'negligible risk' on environmental, social and corporate governance issues (ESG). SpareBank 1 Østlandet is the only Norwegian bank to have been placed in the lowest risk category by Sustainalytics.

### Transparency Act

The Act entered into force on 1 July and, in line with its legal obligations, the Bank has published an explanation of how it complies with the requirements at a group level. This can be found on our website, under 'Corporate social responsibility and sustainability'.

# Consolidated financial statements for the second quarter of 2022

## Consolidated profit

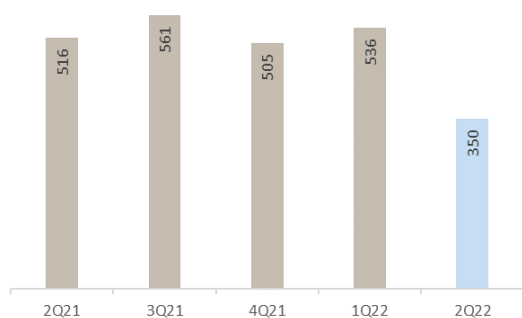
The SpareBank 1 Østlandet Group's profit after tax for the second quarter was NOK 350 (516) million and the return on equity was 7.7 (12.1) per cent.

Consolidated profit after tax, NOK millions	2Q22	1Q22	2Q21	YTD 22	YTD 21
Parent Bank's profit after tax	412	694	595	1 106	1 091
Dividends from subsidiaries/associates	-113	-225	-253	-338	-420
<b>Share of profit from:</b>					
SpareBank 1 Gruppen AS*	10	8	93	19	136
SpareBank 1 Boligkreditt AS	-4	-5	3	-9	7
SpareBank 1 Næringskreditt AS	0	0	2	0	3
EiendomsMegler 1 Innlandet AS	3	-3	6	0	5
EiendomsMegler 1 Oslo Akershus AS*	7	1	8	8	11
SpareBank 1 Finans Østlandet AS*	32	44	47	75	95
SpareBank 1 Østlandet VIT AS*	-6	5	2	-1	2
SpareBank 1 Kreditt AS	3	3	1	6	1
SpareBank 1 Betaling AS	0	-5	-4	-5	-5
SpareBank 1 Forvaltning AS*	4	2	4	6	4
BN Bank ASA	13	14	12	27	23
Youngstorget 5 AS	1	1	1	2	2
Other group items	-13	1	-1	-12	0
<b>Consolidated profit after tax</b>	<b>350</b>	<b>536</b>	<b>516</b>	<b>885</b>	<b>955</b>

\* Consolidated figures

The NOK 166 million reduction in profit compared with the same period last year was due to lower net income from financial assets and liabilities and higher operating expenses, while an increase in net interest income and net reversals on losses contributed positively.

Profit after tax



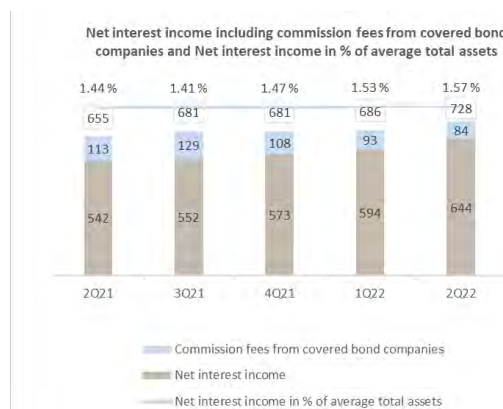
## Net interest income

Net interest income amounted to NOK 644 (542) million in the second quarter. Net interest income should be seen in conjunction with commission income from mortgages transferred to the part-owned covered bond companies totalling NOK 84 (113) million. Total net interest income and commissions from the covered bond companies was NOK 728 (655) million.

Figures in NOK millions	2Q22	1Q22	2Q21	YTD 22	YTD 21
Interest income	1 012	896	749	1 908	1 495
Interest expense	368	302	207	671	418
<b>Net interest income</b>	<b>644</b>	<b>594</b>	<b>542</b>	<b>1 238</b>	<b>1 077</b>
Commission income from mortgages transferred to covered bond companies	84	93	113	177	221
<b>Combined net interest income and commission income from the covered bond companies</b>	<b>728</b>	<b>686</b>	<b>655</b>	<b>1 414</b>	<b>1 298</b>

The increase in the combined net interest income and commission income from the covered bond companies from the same period last year was to a large extent due to growth in lending and deposit volumes, as well as better deposit margins. This was offset to some extent by weaker lending margins on the Bank's own balance sheet and reduced commission income due to increased funding costs in the covered bond companies.

Net interest income as a percentage of average total assets was 1.57 (1.44) per cent.



## Net commissions and other operating income

Net commissions and other operating income amounted to NOK 417 (416) million in the second quarter.

Figures in NOK millions	2Q22	1Q22	2Q21	YTD 22	YTD 21
Net money transfer fees	55	40	32	95	57
Commissions from insurance/savings	76	75	65	151	130
Commissions from covered bonds comp.	84	93	113	177	221
Commission from credit cards	16	15	11	31	26
Real estate brokerage commissions	99	75	106	174	186
Accounting services	49	52	49	101	100
Other operating income	38	38	39	76	75
<b>Net commissions and other operating income</b>	<b>417</b>	<b>388</b>	<b>416</b>	<b>804</b>	<b>794</b>

The improvement in net commissions and other operating income from the same period last year was due to increased commission income from money transfer services, mutual funds, insurance and credit cards. Reduced commission income from the covered bond companies, as well as a decrease in income from real estate brokerage pulled in the other direction.

For more detailed information please see Note 6 'Net commissions and other operating income' and Note 3 'Segment information'.

## Net income from financial assets and liabilities

The net investment result from other financial assets and liabilities was NOK minus 120 (181) million in the second quarter.

Figures in NOK millions	2Q22	1Q22	2Q21	YTD 22	YTD 21
Dividends from shares and other equity instruments	14	16	9	29	20
Net income from associates and joint ventures	20	16	111	36	169
Net profit from other financial assets and liabilities	-153	68	62	-85	99
<b>Net profit from financial assets and liabilities</b>	<b>-120</b>	<b>100</b>	<b>181</b>	<b>-20</b>	<b>289</b>

Dividends of NOK 14 (9) million consisted mainly of dividends from SpareBank 1 Markets AS of NOK 13 (9) million.

Net income from associated companies and joint ventures amounted to NOK 20 (111) million.

Contribution from associates and joint ventures	2Q22	1Q22	2Q21	YTD 22	YTD 21
SpareBank 1 Gruppen AS*	10	8	93	19	136
SpareBank 1 Boligkreditt AS	-4	-5	3	-9	7
SpareBank 1 Næringskreditt AS	0	0	2	0	3
SpareBank 1 Kreditt AS	3	3	1	6	1
SpareBank 1 Betaling AS	0	-5	-4	-5	-5
SpareBank 1 Forvaltning AS*	4	2	4	6	4
BN Bank ASA	13	14	12	27	23
Other associates/joint ventures	-7	-2	0	-45	0
<b>Net income from associates and joint ventures</b>	<b>20</b>	<b>16</b>	<b>111</b>	<b>0</b>	<b>169</b>

\* Consolidated figures

The NOK 91 million reduction compared with the same quarter last year was primarily due to the reduction in income from SpareBank 1 Gruppen.

The net result from other financial assets and liabilities was NOK minus 153 (62) million in the second quarter. The negative result in the second quarter was due in part to a negative change in the value of equity instruments of NOK 77 million, which mainly consisted of a fall in the share price of listed equity capital certificates in Totens Sparebank. Additionally, spread widening in fixed income securities reduced the value of the liquidity portfolio by NOK 69 million, and changes in the value of fixed-rate loans to customers, including hedging, made a negative contribution of NOK 32 million.

For more detailed information please see Note 7 'Net income from financial assets and liabilities'.

## Operating expenses

Total operating expenses amounted to NOK 520 (492) million in the second quarter.

Expenses, NOK millions	2Q22	1Q22	2Q21	YTD 22	YTD 21
Personnel expenses	297	287	283	585	568
Depreciation and amortisation	36	31	30	67	61
ICT expenses	80	82	77	162	155
Marketing expenses	26	22	21	48	44
Operating expenses from real estate	16	20	14	35	29
Other expenses	65	62	65	126	119
<b>Total operating expenses</b>	<b>520</b>	<b>504</b>	<b>492</b>	<b>1 024</b>	<b>976</b>

The increase in operating costs of NOK 28 million from the same quarter last year was mainly due to increased

personnel costs, although depreciation and write-downs, ICT costs and marketing costs also contributed to the increase in expenses. Some marketing was carried out in connection with the payout of customer dividends in the second quarter of this year, while similar marketing was carried out in connection with the payout of customer dividends in the fourth quarter of last year. For more detailed information please see Note 8 'Operating expenses' and Note 3 'Segment information'.

Operating expenses in the parent bank increased by NOK 23 million, while other operating expenses in the Group increased by NOK 5 million.

As at 30 June, the Group had 1 130 (1 137) FTEs. The entire reduction of 7 FTEs occurred in subsidiaries.

## Impairment losses on loans and guarantees

In the second quarter, the Group saw a net reversal of NOK 59 million (loss of NOK 11 million) for impairment losses on loans and guarantees.

Isolated loss effects, NOK millions	2Q22	1Q22	2Q21	YTD 22	YTD 21
Change ECL due to growth and migration	11	5	-2	17	1
Change ECL due to adjusted key assumptions (PD / LGD)	-18	0	8	-18	-6
Change ECL due to changed scenario weighting	-60	0	0	-60	0
<b>Change in model-based loss provisions</b>	<b>-66</b>	<b>5</b>	<b>5</b>	<b>-61</b>	<b>-5</b>
Post model adjustments	0	0	0	0	-20
Change individual loss provisions	-5	-6	-7	-11	-5
Net write-offs	12	4	12	16	23
<b>Total losses</b>	<b>-59</b>	<b>4</b>	<b>11</b>	<b>-55</b>	<b>-7</b>

The model-generated provisions for credit losses (Stage 1 and Stage 2) decreased by NOK 66 million. The reduction in the model-generated provisions for credit loss was due to lower expected credit losses (ECL) because of changed scenario weights and adjusted key assumptions. The change in individual provisions for credit losses (Stage 3) resulted in a net reversal of loan losses of NOK 5 million, while the period's realised losses amounted to NOK 12 million.

For more detailed information about provisions for credit losses, see Note 2 'Accounting policies', Note 9 'Impairment losses on loans and liabilities', Note 11 'Loans to and receivables from customers', and Note 12 'Provisions for credit losses on loans and liabilities'.

Some 73 (74) per cent of SpareBank 1 Østlandet's total lending, inclusive of mortgages transferred to the covered bond companies, was to retail customers, mainly consisting of housing mortgages. The corporate portfolio's exposure to cyclical industries is low.



## Credit risk

As at 30 June, the Group's capitalised provisions for credit losses amounted to NOK 434 (518) million.

Figures in NOK million / per cent of gross lending	2Q22	1Q22	2Q21
Gross loans in stage 1	111 905	106 833	102 787
Gross loans in stage 2	10 252	10 416	8 324
Gross loans in stage 3	623	587	736
Loan and advances to customers at fair value	6 164	6 217	6 284
<b>Total gross loans</b>	<b>128 944</b>	<b>124 053</b>	<b>118 132</b>
Provisions for credit losses in stage 1	160	176	183
Provisions for credit losses in stage 2	177	227	210
Provisions for credit losses in stage 3	97	102	126
<b>Total provisions for credit losses</b>	<b>434</b>	<b>504</b>	<b>518</b>
Loan loss impairment ratio for stage 1	0.14 %	0.16 %	0.18 %
Loan loss impairment ratio for stage 2	1.73 %	2.18 %	2.52 %
Loan loss impairment ratio for stage 3	15.51 %	17.32 %	17.07 %
<b>Total loan loss impairment ratio in per cent of gross loans</b>	<b>0.34 %</b>	<b>0.41 %</b>	<b>0.44 %</b>

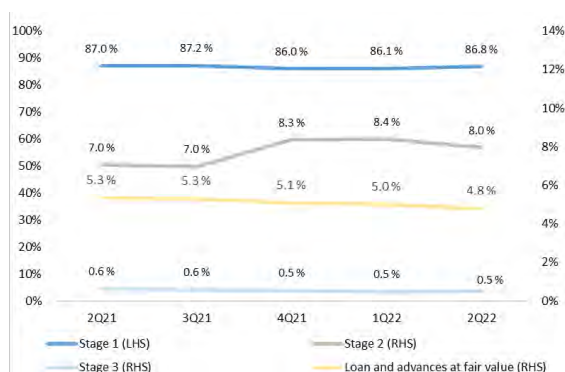
The Group's lending and liabilities are categorised into three groups: Stage 1, Stage 2, and Stage 3.

*Stage 1* is used for lending that does not have a substantially higher credit risk than it did upon initial recognition. A provision is made for 12 months' expected loss.

*Stage 2* is used for lending that has a substantially higher credit risk than it did upon being granted, but where no credit loss has occurred on the balance sheet date. A provision is made for expected loss over the entire lifetime.

*Stage 3* is used for lending that has a substantially higher credit risk than it did upon being granted and where there is, on the balance sheet date, deemed to exist a default that entails reduced future cash flows to service the commitment. For these exposures, the loss provision must cover expected loss over their lifetime.

Gross exposure in the different stages was as follows:



The Bank's credit risk is affected by macroeconomic conditions. The economy is characterised by good growth and low unemployment, although uncertainty has also increased due to the war in Ukraine, high inflation, and indications of more rate hikes from Norges Bank. The Bank is closely monitoring how the

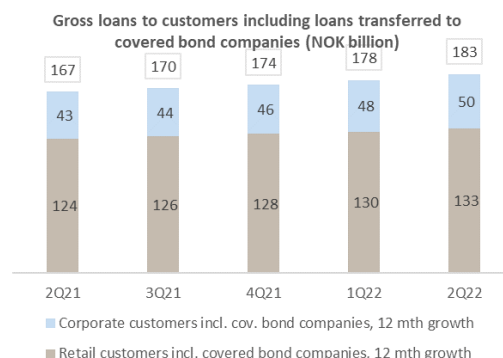
situation is affecting its customers and conducting the necessary assessments using the loss model, in line with IFRS 9.

The credit risk measured by the Bank's credit models was stable during the second quarter for the corporate market and somewhat lower for the retail market. The individual provisions for credit losses for retail lending and corporate lending were also reduced in the last quarter. At the end of the second quarter, the Bank's measured credit risk was within the risk tolerances approved by the Board. The Board's assessment is that the Group's credit risk is moderate to low.

For more detailed information, see Note 2 'Accounting policies', Note 9 'Impairment losses on loans and liabilities', Note 11 'Loans to and receivables from customers', and Note 12 'Provisions for credit losses on loans and liabilities'.

## Lending to customers

Gross loans to customers, inclusive of mortgages transferred to the covered bond companies, totalled NOK 183.3 (167.3) billion as at 30 June. As at 30 June, mortgages totalling NOK 53.1 (48.2) billion had been transferred to SpareBank 1 Boligkreditt AS and mortgages totalling NOK 1.3 (1.0) billion had been transferred to SpareBank 1 Næringskreditt AS.



Lending growth in the past 12 months, inclusive of mortgages transferred to the covered bond companies, was NOK 16.1 (9.3) billion, equivalent to 9.6 (5.9) per cent. The growth was distributed as follows: NOK 9.4 (7.7) billion, or 7.6 (6.7) per cent, in the retail market and NOK 6.6 (1.6) billion, or 15.3 (3.9) per cent, in the corporate market.

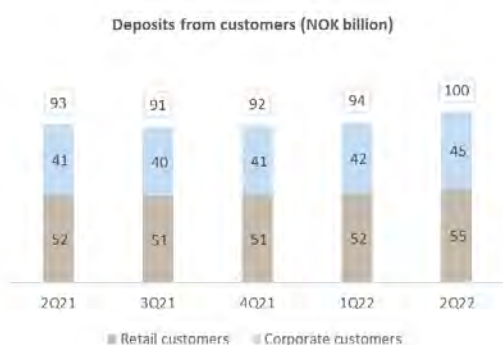
The retail market division has intensified its work on reducing emissions from the mortgage portfolio to net zero by 2050. The loan balance related to homes defined as green amounted to NOK 12.0 billion at the end of the second quarter.

SpareBank 1 Østlandet was one of the first banks in Norway to establish a green energy efficiency loan. The loan is offered to customers who want to make upgrades to their home or holiday home that will reduce energy consumption by at least 30 per cent. On its website, the Bank has published an advanced calculator to help customers identify enough measures to qualify for the loan. Customers can simulate the effects of relevant measures on their energy consumption and energy rating.

In the first quarter, the corporate market division launched a new green loan product for increasing energy efficiency in commercial real estate. The loan can be used to finance rehabilitation projects that result in commercial real estate properties achieving a minimum 30 per cent improvement in energy efficiency and a minimum energy rating of 'D' or, alternatively, an improvement of two energy ratings to a minimum energy rating of 'D'. The energy efficiency loans are two of the Bank's main products for achieving net zero greenhouse gas emissions by 2050.

### Deposits from customers

As at 30 June, deposits from customers totalled NOK 100.0 (92.6) billion. Deposit growth in the past 12 months was NOK 7.5 (7.1) billion, equivalent to 8.1 (8.3) per cent. The growth was distributed as follows: NOK 3.8 (2.7) billion, or 7.3 (5.6) per cent, in the retail market and NOK 3.7 (4.3) billion, or 9.0 (11.8) per cent, in the corporate market.



The Group's deposit coverage ratio was 77.6 (78.3) per cent. The Group's deposit coverage ratio, inclusive of mortgages transferred to the covered bond companies, was 54.5 (55.3) per cent.

### Liquidity

Borrowing from credit institutions and securities issued (senior preferred debt, senior non-preferred debt, subordinated loan capital and additional Tier 1 capital) totalled NOK 46.7 (42.2) billion, 51.1 (53.7) per cent of which was euro-denominated. The average term to maturity for the Group's long-term funding was 4.2

(4.2) years, while the average term to maturity for all funding was 3.5 (3.8) years.

As at 30 June, the liquidity coverage ratio (LCR) was 150.6 (150.8) per cent, whereas the average last year was 140.0 (142.5) per cent.

On 20 June, the Bank issued a 5-year green bond worth EUR 500 million.

The Bank's goal is for 15 per cent of the liquidity portfolio to have an ESG label by the end of 2022. At the end of 2021, around 9.9 per cent of the liquidity portfolio had an ESG label.

Even given the occasionally strong turbulence in the securities markets, the Board considers the Group's liquidity situation to be satisfactory.

### Equity capital certificates

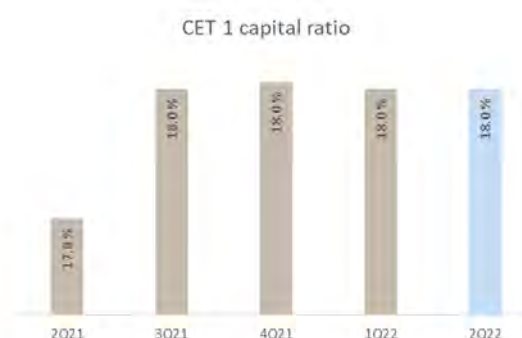
As at 30 June, the equity share capital comprised 115 829 789 (115 829 789) equity capital certificates and the book value per equity capital certificate was NOK 106.42 (102.22). Earnings per equity capital certificate amounted to NOK 2.02 (3.05) for the second quarter.

As at 30 June, the market price for the Bank's equity capital certificate (ticker 'SPOL') was NOK 117.20 (119.00). On 6 April, a dividend of NOK 6.00 (4.79) per equity capital certificate was paid out for 2021.

### Financial strength and capital adequacy

As at 30 June, the Group's equity totalled NOK 18.8 (17.8) billion and represented 11.1 (11.5) per cent of the balance sheet. The leverage ratio was 7.1 (7.1) per cent.

As at 30 June, the Group's Common Equity Tier 1 capital ratio was 18.0 (17.8) per cent. The Tier 1 capital and Tier 2 capital ratios were 19.3 (18.8) per cent and 21.0 (20.7) per cent, respectively.



The Bank has permission to use internal methods (IRB) for determining the capital requirements for the majority of its loan portfolio. Therefore, the Bank sets its own risk weights and regulatory expected losses for these exposures.

Besides the ordinary subsidiaries consolidated into the Bank's accounting group, the following companies are also proportionately consolidated into the Group's capital adequacy:

- SpareBank 1 Boligkreditt AS
- SpareBank 1 Næringskreditt AS
- SpareBank 1 Kreditt AS
- BN Bank ASA

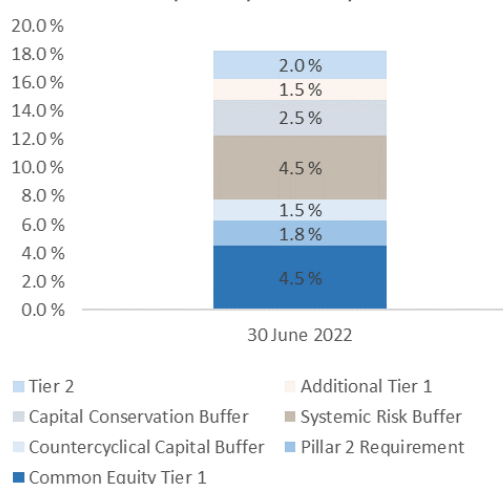
The current requirement for Common Equity Tier 1 capital consists of a minimum requirement of 4.5 per cent, as well as a buffer requirement totalling 8.5 per cent for the parent bank and 8.5 per cent for the Group. In the total buffer requirement, the institution-specific buffer requirements, the countercyclical buffer and the systemic risk buffer, were calculated to be 1.5 per cent and 4.5 per cent, respectively, for the Group.

SpareBank 1 Østlandet was also subject to a Pillar 2 requirement of 1.8 per cent at a consolidated level as at 30 June. The total capital requirements for Common Equity Tier 1 capital were, therefore, 13.0 per cent for the parent bank and 14.8 per cent for the Group. In addition to this, a further 1.5 per cent is covered by additional Tier 1 capital and 2.0 per cent is covered by Tier 2 capital.

On 28 April, SpareBank 1 Østlandet received the final decision on its Pillar 2 requirement from the Financial Supervisory Authority of Norway, which is 1.8 per cent. The requirement thus remains unchanged from the previous Pillar 2 requirement. The decision was effective from 30 April. The Financial Supervisory Authority of Norway also expects the Group to maintain a margin to capital requirements of at least 1.0 per cent.

On 17 June 2021, the Ministry of Finance decided to increase the countercyclical buffer by 0.5 percentage points to 1.5 per cent from 30 June 2022. The Ministry of Finance delegated responsibility for setting countercyclical buffer levels to Norges Bank on 3 September 2021. On 16 December 2021, Norges Bank announced an increase in the countercyclical buffer of a further 0.5 percentage points to 2.0 per cent with effect from 31 December 2022. On 24 March 2022, Norges Bank announced a further increase in the countercyclical buffer of 0.5 percentage points to 2.5 per cent with effect from 31 March 2023.

## The Group's Capital Requirements



The revised Capital Requirements Directive (CRD IV) and associated Capital Requirements Regulation (CRR2) came into force on 1 June 2022. The biggest impact was due to the extended SME discount, amounting to an estimated 0.4 percentage points for the Common Equity Tier 1 capital ratio as at 30 June 2022.

In October 2021, the European Commission presented its plan for an upcoming package of regulatory changes. The package includes changes from the revised Basel III framework, as well as changed rules for supervisory authorities' follow-up of banks and rules linked to the banks' management and control of ESG risk. The European Commission is planning for an introduction date of 1 January 2025.

The Board of Directors considers the Bank's financial situation to be solid and that it is well-equipped for future regulatory changes.

### Rating

Moody's Investors Service (Moody's) has rated SpareBank 1 Østlandet's deposits and senior preferred debt Aa3 with stable outlooks. Furthermore, the Bank's baseline credit assessment (BCA) and adjusted BCA are rated at a3 and the Bank's senior non-preferred debt is rated at A3 with a stable outlook. SpareBank 1 Østlandet is, therefore, one of the three savings banks with the highest credit rating from Moody's in Norway.

SpareBank 1 Østlandet has received a new and improved ESG Risk Rating from Sustainalytics of 8.5 ('negligible risk'). The Bank's work on the area of the climate is rated A- by the Carbon Disclosure Project (CDP) and it is thus one of the best rated banks within sustainability in Norway.

# Parent bank's financial statements for the second quarter of 2022

## Parent bank's results

The Parent Bank's profit after tax for the second quarter was NOK 412 (595) million. The reduction in profit compared with the same quarter last year was due to a negative result for financial assets and liabilities and higher operating expenses, while higher net interest income and net commissions and other operating income, as well as net reversals on losses, offset this to some extent.

## Operating expenses

Total operating expenses in the parent bank amounted to NOK 362 (339) million in the second quarter and represented 43.8 (32.5) per cent of total income.

Expenses, NOK millions	2Q22	1Q22	2Q21	YTD 22	YTD 21
Personnel expenses	185	183	174	368	352
Depreciation and amortisation	22	22	23	44	47
ICT expenses	74	76	69	150	140
Marketing expenses	22	19	17	42	37
Operating expenses from real estate	14	17	12	31	24
Other expenses	45	42	44	88	80
<b>Total operating expenses</b>	<b>362</b>	<b>361</b>	<b>339</b>	<b>722</b>	<b>681</b>

For 2022, SpareBank 1 Østlandet aims at growth in the parent bank's operating expenses within 4.0 per cent.

In the first half-year, the parent bank's operating expenses grew by NOK 42 million compared with the same period last year, which corresponds to an increase of 6.1 per cent.

The increase in operating expenses compared with the first half-year last year was largely due to higher personnel costs, mainly as a result of wage growth, although IT costs, marketing costs, operating expenses for real estate property and other operating expenses also contributed. Operating expenses for real estate property largely increased as a result of higher energy costs, while other operating expenses mainly increased due to more activity after Covid-19 restrictions were discontinued. Some marketing was carried out in connection with the pay out of customer dividends in the second quarter of this year, while similar marketing was carried out in connection with the payout of customer dividends in the fourth quarter of last year.

As at 30 June, the parent bank employed 700 (700) FTEs.

## Impairment losses on loans and guarantees

In the second quarter, the parent bank posted a net reversal on losses of NOK 61 million (loss of NOK 8 million).

Model-generated provisions for credit losses (Stage 1 and Stage 2) decreased by NOK 67 million as a result of a reduction in expected credit loss (ECL) due to changed scenario weights and adjusted key assumptions. Changes in individual provisions for credit losses increased by NOK 2 million and the period's net realised loss was NOK 4 million.

For more detailed information about provisions for credit losses, see Note 2 'Accounting policies', Note 9 'Impairment losses on loans and liabilities' and Note 12 'Provisions for credit losses on loans and liabilities'.

## Solidity and capital adequacy

As at 30 June, the parent bank's equity totalled NOK 17.5 (16.8) billion and represented 10.4 (10.9) per cent of total capital. The leverage ratio was 9.5 (9.7) per cent.

As at 30 June, the parent bank's Common Equity Tier 1 capital ratio was 22.6 (22.2) per cent. The Tier 1 capital and Tier 2 capital ratios were 24.0 (23.2) per cent and 25.7 (25.2) per cent, respectively.

## Core banking operations

Core banking operations are defined as the profit before loan losses, excluding securities effects and dividends.

Core banking operations, NOK millions	2Q22	1Q22	2Q21	YTD 22	YTD 21
Net interest income	583	528	470	1 112	933
Net commission/other operating income	255	243	248	498	484
<b>Total operating costs</b>	<b>362</b>	<b>361</b>	<b>339</b>	<b>722</b>	<b>681</b>
<b>Profit from core banking operations</b>	<b>476</b>	<b>411</b>	<b>378</b>	<b>887</b>	<b>736</b>

The operating profit for the second quarter from underlying banking operations was NOK 476 (378) million. The profit from underlying banking operations increased by NOK 98 million from the same period last year, which is equivalent to 25.9 per cent. The improvement in profit was mainly attributable to higher net interest income, although net commissions and other operating income also contributed to the improvement in profit. Higher operating expenses pulled in a negative direction.



## Subsidiaries

### **SpareBank 1 Finans Østlandet AS – consolidated figures**

The financing company SpareBank 1 Finans Østlandet AS (90.1 per cent stake) posted a consolidated profit after tax for the second quarter of NOK 32 (47) million. Net interest income was NOK 63 (74) million, net commissions and other operating income NOK 9 (16) million and total operating expenses NOK 24 (25) million, while impairment losses amounted to NOK 2 (2) million.

The decrease in profit from the same period last year was mainly due to reduced net interest income. Despite the sharp rise in volumes, net interest income decreased due to higher borrowing rates. The investment in SpareBank 1 Mobilitet Holding AS also resulted in a negative profit contribution of NOK 8 million for the second quarter.

In the second quarter, the Bank sold 4.9 per cent of the company to SpareBank 1 Ringerike Hadeland because both parties have wanted to further develop their cooperation within financing services. The Bank now owns 90.1 per cent of the subsidiary. The sale resulted in a gain of NOK 14.5 million for the parent bank, while in the consolidated accounts the transaction was recognised as an equity transaction and consequently had no effect on the result in these.

As at 30 June, gross lending to customers amounted to NOK 10.3 (9.0) billion and growth in lending in the past 12 months was 13.9 (minus 0.4) per cent.

### **EiendomsMegler 1 Innlandet AS**

EiendomsMegler 1 Innlandet AS posted earnings of NOK 39 (42) million and a profit after tax of NOK 3 (6) million for the second quarter.

The decrease in earnings and profit compared with the same period last year was primarily attributable to a general decrease in the volume of sales in the company's market area. The company has also faced some capacity issues in the form of having too few real estate brokers in important market areas. However, the company has recruited new employees, which means that the staffing situation will significantly improve in the period up to the end of the year.

At the end of the second quarter, the company had a market share in its market area of 27.1 (26.7) per cent of sales of used homes and holiday properties.

In the second quarter, the company sold 539 (687) units, which represents a decrease of 21.5 per cent

compared with the same period last year. New home sales fell by significantly more (95 units) than existing home sales (44 units).

House prices in the Inland county rose by 9.1 (9.6) per cent in the first half of the year.

### **EiendomsMegler 1 Oslo Akershus AS – consolidated figures**

The EiendomsMegler 1 Oslo Akershus Group posted earnings of NOK 62 (65) million and a profit after tax of NOK 7 (8) million for the second quarter.

Compared with 2021, which was a record breaking year, house sales in the company's market area were lower, although they were on a par with 2018 and 2019, prior to the pandemic.

At the end of the second quarter, the company had a market share in its market area of 8.8 (8.6) per cent of sales of used homes. In the second quarter, the company sold 916 units, which represents a decrease of 10.2 per cent compared with the same period last year.

House prices in Norway rose by 7.6 per cent in the first quarter. This makes the first quarter the strongest in the history of house price statistics. Prices rose by a further 1.2 per cent in the second quarter, which results in price growth of 8.8 per cent as at the end of June. The supply side strengthened in the second quarter, but market demand remained high, which resulted in higher prices and much shorter sales times than earlier in the year. The number of unsold homes was thus historically low at the end of June.

### **SpareBank 1 Østlandet VIT AS – consolidated figures**

The SpareBank 1 Østlandet VIT Group posted second quarter earnings of NOK 52 (51) million and saw a result after tax of NOK minus 6 (2) million.

The board of TheVIT has approved a plan that will grow the company further. In the initial phase, the company's structure will be changed. In the second phase, the Bank will take over all of the payroll and accounting activities and sell the consultancy part.

As part of the initial phase, the Bank increased its stake in the company in the second quarter from 70.68 per cent to 73.35 per cent by acquiring shares from minority equity holders. Goodwill was also written down by NOK 6 million, which is why the result for the second quarter was negative.

## Associated companies and joint ventures

### **SpareBank 1 Gruppen AS**

SpareBank 1 Gruppen (12.40 per cent stake of the controlling interest) comprises the SpareBank 1 Alliance's joint product companies within insurance, claims management, and collection.

SpareBank 1 Gruppen posted a consolidated profit after tax of NOK 142 (1 042) million for the second quarter. The controlling interest's share of the consolidated profit after tax amounted to NOK 83 (758) million and SpareBank 1 Østlandet's share of this amounted to NOK 10 (93) million. The Group's return on equity was 3.9 (29.3) per cent for the second quarter.

The decrease in profit compared with the same period last year was due to a reduction in financial income in the insurance companies resulting from weak stock markets and higher interest rates. The value of real estate properties was also written down by NOK 97 million in the quarter, compared with a revaluation increase of NOK 410 million in the second quarter last year. As expected, claims rates in Travel and Retail Car Insurance rose as a result of more mobility in society. Last year, the claims rates in the main products Retail Car Insurance, Travel and Liability were very low. The claims rate last year was also positively affected by DNB providing NOK 160 million to strengthen the personal risk reserve in Fremtind Livsforsikring AS. The second quarter last year also saw the dissolution of a provision for damages in SpareBank 1 Forsikring of NOK 85 million.

Fremtind Forsikring posted a consolidated profit after tax of NOK 171 (811) million, while SpareBank 1 Forsikring AS posted a profit after tax of NOK 18 (199) million. SpareBank 1 Factoring AS posted a consolidated profit after tax of NOK 19 (15) million, while Modhi Finance AS posted a consolidated profit after tax of NOK 9 (23) million.

SpareBank 1 Spleis AS posted a loss before tax of NOK minus 3 (minus 2) million. During the second quarter, the company saw 2 841 (3 506) new active fundraising initiatives, and NOK 48 (64) million was raised.

### **SpareBank 1 Forvaltning AS**

SpareBank 1 Forvaltning AS (6.26 per cent stake) was established in 2021 to improve the SpareBank 1 banks' competitiveness in the savings market. The SpareBank 1 Forvaltning Group includes Odin Forvaltning AS, SpareBank 1 Kapitalforvaltning AS, SpareBank 1 SR Forvaltning AS and SpareBank 1 Verdipapirservice AS.

SpareBank 1 Forvaltning AS posted a consolidated profit after tax of NOK 54 (33) million for the second quarter. Net new sales in the period were good, which resulted in increased management fees. The profit contribution from the consolidated accounts of SpareBank 1 Forvaltning AS, which is included in the consolidated accounts of SpareBank 1 Østlandet, amounted to NOK 4 (4) million for the second quarter.

### **SpareBank 1 Boligkreditt AS**

SpareBank 1 Boligkreditt AS (23.15 per cent stake) was established by the banks in the SpareBank 1 Alliance to utilise the market for covered bonds. The banks sell prime housing mortgages to the company and thereby achieve lower funding expenses.

The company posted a loss after tax of NOK minus 8 (23) million for the second quarter. The decrease in profit was mainly due to the reduction in net interest income and higher negative contribution from financial instruments, while reduced commission expenses to the owner banks had the opposite effect.

The profit contribution from SpareBank 1 Boligkreditt AS, which is included in the consolidated financial statements of SpareBank 1 Østlandet using the equity method, is adjusted for interest paid on the additional Tier 1 capital that is recognised directly in equity. The result contribution amounted to NOK minus 4 (3) million for the second quarter of 2022.

### **SpareBank 1 Næringskreditt AS**

SpareBank 1 Næringskreditt AS (14.35 per cent stake) was established according to the same model and with the same management as SpareBank 1 Boligkreditt AS. SpareBank 1 Næringskreditt AS has two classes of shares with differing rights to dividends. SpareBank 1 Østlandet includes 1.98 per cent of the company's result in its consolidated financial statements, equivalent to the Bank's share of the company's dividend payments.

The company posted a profit after tax of NOK 11 (13) million for the second quarter. The decrease in profit was mainly due to higher commission expenses for the owner banks.

The profit contribution included in SpareBank 1 Østlandet's consolidated financial statements for the second quarter amounted to NOK 0 (2) million.

### **SpareBank 1 Kreditt AS**

SpareBank 1 Kreditt AS (19.24 per cent stake) is the SpareBank 1 Alliance's joint venture for credit cards and short-term loans.

The company posted a profit after tax of NOK 15 (5) million for the second quarter. The improvement in profit was mainly attributable to increased transaction income due to record credit card sales. Society was also largely shut down in the first quarter of 2021.

The profit contribution included in SpareBank 1 Østlandet's consolidated financial statements for the second quarter amounted to NOK 3 (1) million.

### **SpareBank 1 Betaling AS**

SpareBank 1 Betaling AS (18.10 per cent stake) is the SpareBank 1 Alliance's joint undertaking for payment solutions. The company manages the SpareBank 1 Alliance's stake in Vipps AS.

The company posted a loss after tax of NOK minus 1 (minus 22) million for the second quarter.

The result improved due to high levels of activity in many areas, especially within the areas of ID and Lommebok ('Wallet'). The second quarter was also a good quarter for Vipps with, among other things, Norway's national day, 17 May, being one of the peak days. Growth in the e-commerce market continued with transaction growth of 74 per cent compared with the second quarter of last year.

Vipps AS has received approval for its plans to demerge BankID and BankAxept and hopes to implement the

demerger during the third quarter of 2022. The company is still waiting for the competition and supervisory authorities' approval to merge MobilePay and Pivo and hopes that this will be possible in the second half of 2022.

The profit contribution included in SpareBank 1 Østlandet's consolidated financial statements for the second quarter of 2022 amounted to NOK 0 (minus 4) million.

### **BN Bank ASA**

BN Bank ASA (9.99 per cent stake) is a nationwide bank for corporate and retail customers owned by seven of the banks in the SpareBank 1 Alliance.

BN Bank ASA posted a profit after tax of NOK 139 (121) million for the second quarter.

The NOK 17 million improvement in profit was mainly due to higher net interest income. Higher operating expenses and reduced reversals on losses pull in the opposite direction.

The profit contribution from BN Bank ASA, which is included the consolidated accounts for SpareBank 1 Østlandet using the equity method, is adjusted for interest paid on the additional Tier 1 capital that is recognised directly in equity. The profit contribution for the second quarter amounted to NOK 13 (12) million.

For more information about the financial statements of the various companies, please see the interim reports that are available on the companies' own websites.

## **Outlook**

The Bank's strategy for 2022-2025 is based on the overarching objective of becoming Norway's best relationship bank. Through its day-to-day work and focused efforts within specific priority areas, SpareBank 1 Østlandet is systematically striving to achieve this ambition for the benefit of its customers, owners, employees and society in general.

At the same time, the Bank will continue to deliver on its financial targets. The target for the return on equity is 11 per cent, of which 50 per cent will be paid out as dividends. At the same time, the Bank is aiming for a regulatory capital ratio of 1 percentage point above the regulatory requirement. For 2022, the target for the growth in costs in the parent bank is below 4 per cent. The strategy and financial targets must be achieved in light of social and economic developments that are

both full of contrasts and demanding. Norway appears to have put the pandemic behind it, which is also reflected in the Bank's provisions for credit losses from the beginning of the pandemic. Even though infection rates increased during the summer, the authorities have not implemented significant changes to infection protection measures.

At the same time, the war in Ukraine is leaving its mark on society. The immediate uncertainty surrounding the Norwegian economy that was triggered by the start of the war is probably somewhat lower, although the economic consequences of the war have become clearer, especially through sharp increases in inflation and long delivery times.

The war is thus contributing to even greater inflationary pressures in Norway and the rest of the world. Higher inflation and growing constraints on capacity were among the factors that led to Norges Bank raising its key policy by 0.50 percentage points at its interest rate meeting in June. The central bank has signalled there will be further rate hikes going forward.

According to the Bank's survey of expectations in the second quarter, companies in its market area remain optimistic about the coming year, especially with regard to turnover, demand and employment trends. Capex expectations are somewhat lower but remain positive.

The same survey showed that consumers have become significantly more pessimistic. Expectations concerning

their personal finances are especially negative compared with historical figures. Finance Norway's consumer confidence survey found similar trends. Higher prices are one important reason for this pessimism, although higher interest rates also play a part.

Therefore, continued good growth in the demand for credit is expected in the corporate market going forward, while the growth in household demand for mortgages is expected to slow somewhat. Overall, the Bank's opportunities for growth are considered good, thanks to its well-established market position with high customer satisfaction, a solid capital situation, and a competent organisation present where the customer wants to meet us.

## The Board of Directors of SpareBank 1 Østlandet

Hamar, 11 August 2022



# Income statement

Parent Bank						Group					
Year	Year to date		Second quarter				Second quarter		Year to date		Year
2021	2021	2022	2021	2022	(NOK million)	Notes	2022	2021	2022	2021	2021
2 561	1 237	1 620	620	862	Interest income effective interest method	5	925	692	1 749	1 381	2 841
239	114	159	57	87	Other interest income	5	87	57	159	114	239
877	418	667	207	366	Interest expenses	5	368	207	671	418	879
<b>1 923</b>	<b>933</b>	<b>1 112</b>	<b>470</b>	<b>583</b>	<b>Net interest income</b>	5	<b>644</b>	<b>542</b>	<b>1 238</b>	<b>1 077</b>	<b>2 202</b>
1 108	515	537	262	273	Commission income	6	389	387	743	739	1 527
99	49	47	24	23	Commission expenses	6	32	34	65	69	138
33	17	9	9	5	Other operating income	6	60	62	126	124	233
<b>1 042</b>	<b>484</b>	<b>498</b>	<b>248</b>	<b>255</b>	<b>Net commissions and other operating income</b>		<b>417</b>	<b>416</b>	<b>804</b>	<b>794</b>	<b>1 622</b>
21	20	29	9	14	Dividends from shares and other equity instruments	7	14	9	29	20	21
461	422	354	254	128	Net income from subsidiaries, associates and joint ventures (Parent Bank)	7					
					Net income from associates and joint ventures (Group)	7	20	111	36	169	405
174	99	-85	62	-153	Net profit from other financial assets and liabilities	7	-153	62	-85	99	174
<b>656</b>	<b>541</b>	<b>298</b>	<b>325</b>	<b>-12</b>	<b>Net profit from financial assets and liabilities</b>		<b>-120</b>	<b>181</b>	<b>-20</b>	<b>289</b>	<b>599</b>
<b>3 620</b>	<b>1 958</b>	<b>1 908</b>	<b>1 043</b>	<b>827</b>	<b>Total net income</b>		<b>941</b>	<b>1 139</b>	<b>2 022</b>	<b>2 160</b>	<b>4 423</b>
706	352	368	174	185	Personnel expenses	8	297	283	584	567	1 127
94	47	44	23	22	Depreciation	8	36	30	67	61	122
598	281	310	142	155	Other operating expenses	8	186	178	372	348	732
<b>1 398</b>	<b>681</b>	<b>722</b>	<b>339</b>	<b>362</b>	<b>Total operating expenses</b>		<b>520</b>	<b>492</b>	<b>1 024</b>	<b>976</b>	<b>1 980</b>
<b>2 222</b>	<b>1 278</b>	<b>1 185</b>	<b>704</b>	<b>465</b>	<b>Operating profit before losses on loans and guarantees</b>		<b>421</b>	<b>647</b>	<b>998</b>	<b>1 184</b>	<b>2 443</b>
-4	-11	-54	8	-61	Impairment losses on loans and guarantees	9	-59	11	-55	-7	5
<b>2 225</b>	<b>1 289</b>	<b>1 240</b>	<b>695</b>	<b>526</b>	<b>Pre-tax operating profit</b>		<b>480</b>	<b>637</b>	<b>1 053</b>	<b>1 190</b>	<b>2 438</b>
349	197	134	100	113	Tax expense		130	121	168	235	416
<b>1 876</b>	<b>1 091</b>	<b>1 106</b>	<b>595</b>	<b>412</b>	<b>Profit after tax</b>		<b>350</b>	<b>516</b>	<b>885</b>	<b>955</b>	<b>2 022</b>
Attributable to additional Tier 1 Capital holders							11	6	21	12	27
Profit after tax for controlling interest							334	507	856	938	1 985
Profit after tax for non-controlling interest							5	3	8	5	9
<b>Profit after tax</b>							<b>350</b>	<b>516</b>	<b>885</b>	<b>955</b>	<b>2 022</b>
Earnings/diluted earnings per equity certificate (in NOK)							2.02	3.05	5.18	5.64	11.96
Earnings/diluted earnings per average equity certificate (in NOK)							2.02	3.05	5.18	5.64	11.96

## Statement of other comprehensive income

Parent Bank						Group					
Year	Year to date		Second quarter				Second quarter		Year to date		Year
2021	2021	2022	2021	2022	(NOK million)	Notes	2022	2021	2022	2021	2021
1 876	1 091	1 106	595	412	Profit after tax		350	516	885	955	2 022
0	0	0	0	0	Actuarial gains/losses on pensions		0	0	0	0	0
0	0	0	0	0	Tax effects of actuarial gains/losses on pensions		0	0	0	0	0
8	3	9	3	4	Fair value changes on financial liabilities designated at fair value due to the Bank's own credit risk		4	3	9	3	8
-2	-1	-2	-1	-1	Tax effects related to the above		-1	-1	-2	-1	-2
					Share of other comprehensive income from associated companies and joint ventures		6	1	6	1	3
6	2	6	3	3	Total items that will not be reclassified through profit or loss		8	4	13	4	8
					Net fair value adjustments on loans at fair value through other comprehensive income		-11	2	-11	2	1
0	0	3	0	3	Tax effects related to the above		3	0	3	0	0
9	-29	47	-11	6	Fair value changes on hedge derivatives due to changes in the currency basis spread		6	-11	47	-29	9
-2	7	-12	3	-2	Tax effects related to the above		-2	3	-12	7	-2
					Share of other comprehensive income from associates and joint ventures		19	-13	101	-41	22
7	-20	27	-7	-3	Total items that will be reclassified through profit or loss		16	-20	129	-62	29
13	-18	34	-4	-0	Total profit and loss items recognised in equity		24	-16	141	-58	38
1 889	1 073	1 140	591	412	Total profit/loss for the period		374	500	1 027	897	2 060
					Attributable to additional Tier 1 Capital holders		11	6	21	12	27
					Total profit/loss for the period for controlling interest		358	491	998	880	2 023
					Total profit/loss for the period for non-controlling interest		5	3	8	5	9
					Total profit/loss for the period		374	500	1 027	897	2 060

# Balance sheet

Parent Bank				Group			
31 Dec. 2021	30 Jun. 2021	30 Jun. 2022	NOK million	Notes	30 Jun. 2022	30 Jun. 2021	31 Dec. 2021
ASSETS							
458	249	294	Cash and deposits with central banks		294	249	458
9 139	10 418	10 934	Loans to and receivables from credit institutions	12	2 283	3 121	1 435
111 469	108 796	118 392	Loans to and receivables from customers	11, 12	128 558	117 686	120 841
23 825	24 946	27 653	Certificates, bonds and fixed-income funds	14	27 653	24 946	23 825
814	1 398	1 794	Financial derivatives	13, 14	1 794	1 398	814
761	686	776	Shares and other equity interests	14	776	686	761
4 638	4 667	4 778	Investments in associates and joint ventures		5 798	5 330	5 642
1 758	1 758	1 689	Investments in subsidiaries		0	0	0
80	102	92	Goodwill and other intangible assets		393	414	390
435	448	440	Property, plant and equipment		611	602	603
450	487	551	Other assets		838	810	691
153 829	153 956	167 392	Total assets		168 997	155 243	155 459
LIABILITIES							
3 780	4 057	3 473	Deposits from and liabilities to credit institutions	12	3 471	4 069	3 787
92 246	92 600	100 056	Deposits from and liabilities to customers	15	100 005	92 551	92 178
37 232	37 359	42 268	Liabilities arising from issuance of securities	14, 16	42 268	37 359	37 232
679	616	1 927	Financial derivatives	13, 14	1 927	616	679
633	191	157	Current tax liabilities		222	227	709
7	280	0	Deferred tax liabilities		124	416	130
620	788	756	Other debt and liabilities recognised in the balance sheet		888	913	737
1 302	1 302	1 303	Subordinated loan capital	16	1 303	1 302	1 302
136 499	137 191	149 940	Total liabilities		150 207	137 451	136 753
EQUITY CAPITAL							
5 791	5 791	5 791	Equity capital certificates		5 791	5 791	5 791
848	848	848	Premium fund		848	848	848
3 776	3 950	4 560	Dividend equalisation fund		4 560	3 950	3 776
695	352	0	Allocated to dividends and other equity capital		0	352	695
4 438	4 511	4 774	Primary capital		4 774	4 511	4 438
301	231	0	Allocated to dividends customer return		0	231	301
21	24	20	Provision for gifts		20	24	21
460	408	459	Fund for unrealised gains		459	408	460
1 000	650	1 000	Hybrid capital		1 000	650	1 000
0	0	0	Other equity		1 152	914	1 260
			Non-controlling interests		186	112	116
17 330	16 765	17 452	Total equity capital		18 790	17 791	18 706
153 829	153 956	167 392	Total equity capital and liabilities		168 997	155 243	155 459

The board of SpareBank 1 Østlandet  
Hamar, 11 August 2022

# Changes in equity capital

## Group

(NOK million)	Controlling interests									
	Paid-up equity		Earned equity capital							Total equity capital
	Equity certificates	Premium fund	Primary capital <sup>1)3)</sup>	Dividend equalisation funds <sup>2)</sup>	Provision for gifts	Fund for unrealised gains	Other equity	Hybrid-capital	Non-controlling interests	
Equity capital as of 31 December 2020	5 791	848	4 455	3 824	29	320	1 104	650	113	17 135
OB Corr. in group companies							-4			-4
Adjusted equity capital at 1 January 2021	5 791	848	4 455	3 824	29	320	1 100	650	113	17 131
Profit after tax			301	702		88	-141		5	955
<b>Other comprehensive income</b>										
Actuarial gains after tax on pensions			0	0						0
Fair value changes on financial liabilities designated at fair value due to the Bank's own credit risk after tax			1	2						2
Net fair value adjustments on loans at fair value through other comprehensive income after tax			0	1						1
Fair value changes on hedge derivatives due to changes in the currency basis spread after tax			-7	-15						-22
Share of other comprehensive income from associated companies and joint ventures							-40			-40
<b>Total profit after tax</b>			<b>295</b>	<b>689</b>		<b>88</b>	<b>-181</b>		<b>5</b>	<b>897</b>
<b>Other transactions</b>										
Dividend paid				-203					-6	-209
Donations distributed from profit 2020			-6							-6
Grants from provision for gifts in 2021					-5					-5
Hybrid capital										0
Interest on hybrid capital			-4	-8						-12
Effects directly in equity from associated companies and joint ventures							-4			-4
<b>Equity capital as of 30 June 2021</b>	<b>5 791</b>	<b>848</b>	<b>4 741</b>	<b>4 302</b>	<b>24</b>	<b>408</b>	<b>914</b>	<b>650</b>	<b>112</b>	<b>17 791</b>
Equity capital as of 31 December 2020	5 791	848	4 455	3 824	29	320	1 104	650	113	17 135
OB Corr. in group companies							-4			-4
Adjusted equity capital at 1 January 2021	5 791	848	4 455	3 824	29	320	1 100	650	113	17 131
Profit after tax			525	1 211		140	137		9	2 022
<b>Other comprehensive income</b>										
Actuarial gains after tax on pensions			0	0						0
Fair value changes on financial liabilities designated at fair value due to the Bank's own credit risk after tax			2	4						6
Net fair value adjustments on loans at fair value through other comprehensive income after tax			0	0						1
Fair value changes on hedge derivatives due to changes in the currency basis spread after tax			2	5						7
Share of other comprehensive income from associated companies and joint ventures							25			25
<b>Total profit after tax</b>			<b>529</b>	<b>1 220</b>		<b>140</b>	<b>162</b>		<b>9</b>	<b>2 060</b>
<b>Other transactions</b>										
Dividend paid			-231	-555					-6	-792
Donations distributed from profit 2020			-6							-6
Grants from provision for gifts in 2021					-8					-8
Hybrid capital								350		350
Interest on hybrid capital			-8	-19						-27
Effects directly in equity from associated companies and joint ventures							-2			-2
<b>Equity capital as of 31 December 2021</b>	<b>5 791</b>	<b>848</b>	<b>4 739</b>	<b>4 471</b>	<b>21</b>	<b>460</b>	<b>1 260</b>	<b>1 000</b>	<b>116</b>	<b>18 706</b>
Equity capital as of 31 December 2022	5 791	848	4 739	4 470	21	460	1 260	1 000	116	18 706
OB Corr. in group companies							1			1
Adjusted equity capital at 1 January 2022	5 791	848	4 739	4 470	21	460	1 261	1 000	116	18 707
Profit after tax			332	775		-1	-229		8	885
<b>Other comprehensive income</b>										
Actuarial gains after tax on pensions			0	0						0
Fair value changes on financial liabilities designated at fair value due to the Bank's own credit risk after tax			2	5						7
Net fair value adjustments on loans at fair value through other comprehensive income after tax			-3	-6						-8
Fair value changes on hedge derivatives due to changes in the currency basis spread after tax			11	25						36
Share of other comprehensive income from associated companies and joint ventures							108			108
<b>Total profit after tax</b>			<b>342</b>	<b>799</b>		<b>-1</b>	<b>-122</b>		<b>8</b>	<b>1 027</b>
<b>Other transactions</b>										
Dividend paid			-295	-695					-10	-1 000
Donations distributed from profit 2021			-6							-6
Grants from provision for gifts in 2022					-1					-1
Hybrid capital										0
Interest on hybrid capital			-6	-14						-21
Addition of non-controlling interest									71	71
Effects directly in equity from associated companies and joint ventures							13			13
<b>Equity capital as of 30 June 2022</b>	<b>5 791</b>	<b>848</b>	<b>4 774</b>	<b>4 560</b>	<b>20</b>	<b>459</b>	<b>1 152</b>	<b>1 000</b>	<b>186</b>	<b>18 790</b>

1) Amounts transferred to primary capital as of 31.12.2021 include provisioned customer dividends and proposed gifts.

2) Amounts transferred to dividend equalization funds as of 31.12.2021 include provisioned dividends.

3) Other paid-up equity shown in a separate column in previous quarterly reports is now included in the column primary capital. The amount has always been classified as part of the primary capital. Comparative figures have been restated.



## Parent Bank

(NOK million)

	Paid-up equity		Earned equity capital					Total equity capital
	Equity certificates	Premium fund	Primary capital <sup>1)3)</sup>	Dividend equalisation funds <sup>2)</sup>	Provision for gifts	Fund for unrealised gains	Hybrid-capital	
<b>Equity capital as of 31 December 2020</b>	<b>5 791</b>	<b>848</b>	<b>4 456</b>	<b>3 824</b>	<b>29</b>	<b>320</b>	<b>650</b>	<b>15 918</b>
Profit after tax			301	702		88		1 091
<b>Other comprehensive income</b>								
Actuarial gains after tax on pensions			0	0				0
Fair value changes on financial liabilities designated at fair value due to the Bank's own credit risk after tax			1	2				2
Net fair value adjustments on loans at fair value through other comprehensive income after tax			0	1				1
Fair value changes on hedge derivatives due to changes in the currency basis spread after tax			-7	-15				-22
<b>Total profit after tax</b>			<b>295</b>	<b>689</b>		<b>88</b>		<b>1 073</b>
<b>Other transactions</b>								
Dividend paid				-203				-203
Donations distributed from profit 2020			-6					-6
Grants from provision for gifts in 2021					-5			-5
Hybrid capital								0
Interest on hybrid capital			-4	-8				-12
<b>Equity capital as of 30 June 2021</b>	<b>5 791</b>	<b>848</b>	<b>4 741</b>	<b>4 302</b>	<b>24</b>	<b>408</b>	<b>650</b>	<b>16 765</b>

<b>Equity capital as of 31 December 2020</b>	<b>5 791</b>	<b>848</b>	<b>4 455</b>	<b>3 824</b>	<b>29</b>	<b>320</b>	<b>650</b>	<b>15 918</b>
Profit after tax			525	1 211		140		1 876
<b>Other comprehensive income</b>								
Actuarial gains after tax on pensions			0	0				0
Fair value changes on financial liabilities designated at fair value due to the Bank's own credit risk after tax			2	4				6
Net fair value adjustments on loans at fair value through other comprehensive income after tax			0	0				1
Fair value changes on hedge derivatives due to changes in the currency basis spread after tax			2	5				7
<b>Total profit after tax</b>			<b>529</b>	<b>1 220</b>		<b>140</b>		<b>1 889</b>
<b>Other transactions</b>								
Dividend paid			-231	-555				-785
Donations distributed from profit 2020			-6					-6
Grants from provision for gifts in 2021					-8			-8
Hybrid capital							350	350
Interest on hybrid capital			-8	-19				-27
<b>Equity capital as of 31 December 2021</b>	<b>5 791</b>	<b>848</b>	<b>4 739</b>	<b>4 471</b>	<b>21</b>	<b>460</b>	<b>1 000</b>	<b>17 330</b>

<b>Equity capital as of 31 December 2022</b>	<b>5 791</b>	<b>848</b>	<b>4 739</b>	<b>4 471</b>	<b>21</b>	<b>460</b>	<b>1 000</b>	<b>17 330</b>
Profit after tax			332	775		-1		1 106
<b>Other comprehensive income</b>								
Actuarial gains after tax on pensions			0	0				0
Fair value changes on financial liabilities designated at fair value due to the Bank's own credit risk after tax			2	5				7
Net fair value adjustments on loans at fair value through other comprehensive income after tax			-3	-6				-8
Fair value changes on hedge derivatives due to changes in the currency basis spread after tax			11	25				36
<b>Total profit after tax</b>			<b>342</b>	<b>799</b>		<b>-1</b>		<b>1 140</b>
<b>Other transactions</b>								
Dividend paid			-295	-695				-990
Donations distributed from profit 2021			-6					-6
Grants from provision for gifts in 2022					-1			-1
Hybrid capital								0
Interest on hybrid capital			-6	-14				-21
<b>Equity capital as of 30 June 2022</b>	<b>5 791</b>	<b>848</b>	<b>4 774</b>	<b>4 560</b>	<b>20</b>	<b>459</b>	<b>1 000</b>	<b>17 452</b>

1) Amounts transferred to primary capital as of 31.12.2021 include provisioned customer dividends and proposed gifts.

2) Amounts transferred to dividend equalization funds as of 31.12.2021 include provisioned dividends.

3) Other paid-up equity shown in a separate column in previous quarterly reports is now included in the column primary capital.

The amount has always been classified as part of the primary capital. Comparative figures have been restated.

# Cash flow statement

Parent Bank				Group		
31 Dec. 2021	30 Jun. 2021	30 Jun. 2022 (NOK million)		30 Jun. 2022	30 Jun. 2021	31 Dec. 2021
-7 533	-4 853	-6 874	Change in gross lending to customers	-7 660	-4 763	-7 915
2 622	1 273	1 594	Interest receipts from lending to customers	1 812	1 455	2 987
6 603	6 957	7 810	Change in deposits from customers	7 827	6 938	6 565
-334	-152	-306	Interest payments on deposits from customers	-309	-153	-335
-1 265	-2 167	-1 441	Change in receivables and debt from credit institutions	-503	-2 130	-825
80	36	82	Interest on receivables and debt to financial institutions	-7	-2	-4
-2 841	-3 951	-3 921	Change in certificates and bonds	-3 921	-3 951	-2 841
69	27	80	Interest receipts from commercial papers and bonds	80	27	69
1 042	484	255	Net commission receipts	395	776	1 585
71	34	17	Capital gains from sale on trading	17	34	71
-1 297	-636	-340	Payments for operations	-483	-918	-1 851
-90	-90	-640	Taxes paid	-680	-127	-128
-379	-152	-321	Other accruals	-366	-236	-502
<b>-3 252</b>	<b>-3 191</b>	<b>-4 006</b>	<b>Net change in liquidity from operations (A)</b>	<b>-3 799</b>	<b>-3 049</b>	<b>-3 125</b>
-78	-30	-25	Investments in tangible fixed assets	-32	-37	-90
0	0	0	Receipts from sale of tangible fixed assets	21	18	37
-155	-158	-142	Change in long-term investments in equities	-142	-158	-155
441	441	365	Dividends from long-term investments in equities	153	293	293
<b>209</b>	<b>253</b>	<b>199</b>	<b>Net cash flow from investments (B)</b>	<b>2</b>	<b>116</b>	<b>85</b>
12 467	7 217	7 872	Debt raised by issuance of securities	7 872	7 217	12 467
0	0	0	Debt raised by subordinated loan capital	0	0	0
350	0	0	Equity raised by hybrid capital	0	0	350
-8 283	-3 781	-2 201	Repayments of issued securities	-2 201	-3 781	-8 283
0	0	0	Repayments of issued subordinated loan capital	0	0	0
0	0	0	Repayments of hybrid capital	0	0	0
0	0	0	Payments arising from issuance of equity capital certificates	0	0	0
-518	-251	-342	Interest payments on securities issued	-342	-251	-518
-24	-12	-16	Interest payments on subordinated loans	-16	-12	-24
-40	-19	-19	Lease payments	-20	-17	-37
0	0	0	Payments arising from placements in subsidiaries	0	0	0
-555	-203	-695	Payment of dividend	-705	-209	-561
-227	0	-292	Payment of customer dividend	-292	0	-227
-15	-11	-1	Donations	-1	-11	-15
<b>3 155</b>	<b>2 940</b>	<b>4 305</b>	<b>Net cash flow from financing (C)</b>	<b>4 294</b>	<b>2 936</b>	<b>3 152</b>
<b>112</b>	<b>2</b>	<b>497</b>	<b>CHANGE IN CASH AND CASH EQUIVALENTS (A+B+C)</b>	<b>497</b>	<b>2</b>	<b>112</b>
851	851	964	Cash and cash equivalents at 1 January	964	851	851
<b>964</b>	<b>854</b>	<b>1 460</b>	<b>Cash and cash equivalents at the end of the period</b>	<b>1 460</b>	<b>854</b>	<b>964</b>
Cash and cash equivalents at comprise:						
458	249	294	Cash and deposits with central banks	294	249	458
506	605	1 167	Deposits etc. at call with banks	1 167	605	506
<b>964</b>	<b>854</b>	<b>1 460</b>	<b>Cash and cash equivalents at the end of the period</b>	<b>1 460</b>	<b>854</b>	<b>964</b>

# Notes to the accounts

## Note 1 General information

<b>Subsidiaries</b>	<b>Ownership share (%) as of 30 June 2022</b>
Sparebank 1 Finans Østlandet AS	90.10
EiendomsMegler 1 Innlandet AS	100.00
EiendomsMegler 1 Oslo Akershus AS	100.00
Youngstorget 5 AS	100.00
AS Vato	100.00
SpareBank 1 Østlandet VIT AS (holding)	73.35
<b>Investments in second tier subsidiaries</b>	
EiendomsMegler 1 Oslo AS	100.00
TheVIT AS	100.00
<b>Investments in associated companies</b>	
SpareBank 1 Kreditt AS	19.24
SpareBank 1 Boligkreditt AS	23.15
SpareBank 1 Næringskreditt AS	14.35
SpareBank 1 Betaling AS	18.10
BN Bank ASA	9.99
SpareBank 1 Forvaltning AS	6.26
SpareBank 1 Bank og Regnskap AS	25.00
SpareBank 1 Gjeldsinformasjon AS	14.68
SpareBank 1 Kundepleie AS	26.67
<b>Investments in associated companies in subsidiaries</b>	
SpareBank 1 Mobilitet Holding AS*	30.66
<b>Investments in joint ventures</b>	
SpareBank 1 Gruppen AS	12.40
SpareBank i Utvikling DA	18.00

\* SpareBank 1 Mobilitet Holding AS owns 47.17 per cent in the car subscription company Fleks AS.  
Indirect ownership in Fleks AS is 14.46 per cent.

## Changes in group composition

### 2022

The bank sold 4.90 per cent of the subsidiary SpareBank 1 Finans Østlandet AS to SpareBank 1 Ringerike Hadeland in the second quarter. The bank now owns 90.10 per cent of the subsidiary.

The bank changed its ownership interest in the subsidiary SpareBank 1 Østlandet VIT AS from 70.68 per cent to 73.35 per cent in the second quarter.

A rebalancing of the shares in SpareBank 1 Kreditt AS resulted in an increase of the ownership interest from 19.09 per cent to 19.24 per cent in the second quarter.

A private placement in the second quarter in SpareBank 1 Betaling AS reduced the bank's ownership interest from 18.20 per cent to 18.10 per cent.

A rebalancing of the shares in SpareBank 1 Forvaltning AS resulted in an increase of the ownership interest from 5.24 per cent to 6.26 per cent in the second quarter.

A rebalancing of the shares in SpareBank 1 Forvaltning AS in accordance with the shareholder agreement resulted in a reduction of the ownership interest from 5.40 per cent to 5.24 per cent in the first quarter.

A rebalancing of the shares in SpareBank 1 Næringskreditt AS in accordance with the shareholders agreement resulted in an increase of the ownership interest from 10.18 per cent to 14.35 per cent in the first quarter

## Note 2 Accounting principles

### 2.1 Basis for preparation

The interim financial statements for SpareBank 1 Østlandet cover the period 1 January - 30 June 2022. The interim financial statements have been prepared in accordance with IAS 34 Interim Financial Reporting, current IFRS standards and IFRIC interpretations. The presentation currency is NOK (Norwegian kroner), which is also the functional currency of all the units in the Group. All amounts are in NOK million unless otherwise stated. The interim financial statements do not include all the information required in full annual financial statements and should be read in conjunction with the financial statements for 2021. The Group has applied the same accounting policies and methods of calculation in this interim report as in the last annual financial statements, with the following exceptions:

#### **New standards and interpretations that have been applied:**

No new standards and interpretations have been adopted in the first half of 2022.

### 2.2 Important accounting estimates and discretionary assessments

In preparing consolidated financial statements, management makes estimates, discretionary assessments and assumptions which influence the effect of applying the accounting policies. This will in turn affect the recognised amounts for assets, liabilities, income and costs. Note 3 of the annual financial statements for 2021 explains in more detail critical estimates and assessments in relation to the application of accounting policies.

#### **Losses on loans**

Please see Note 2 'Accounting Policies' in the annual financial statements for 2021 for a detailed description of the applied loss model pursuant to IFRS 9. The model contains several critical estimates. The most important is related to the definition of significantly increased credit risk and important assumptions in the general loss model.

The definition of significantly increased credit risk remains unchanged since the last annual financial statements. Please see the section on 'Significantly increased credit risk' in Note 3 of the annual financial statements for 2021.

The key assumptions in the general loss model have changed somewhat since the last balance sheet date. The management's estimates and discretionary assessments regarding the expected development of default and loss levels (PD and LGD) are largely based on the latest available macro forecasts from Norges Bank (Monetary Policy Report 2/22), Statistics Norway (Economic Survey 2/2022) and Moody's Investor Services (May 2022 Default Report). As at 30 June 2022, the Bank assessed that updated macro forecasts provided support for keeping the LGD assumptions unchanged. The Bank further assessed that the macroeconomic development suggest higher default levels. In the short term, however, previous adjustments for direct pandemic effects in vulnerable industries were somewhat reduced, and the net effect on expected losses in the corporate market was virtually neutral. Macro developments also suggest higher PD levels for the private market. However, a recent model validation indicated that previously used levels were too high. The net effect was thus lower expected default levels for the private market than per previous quarter.

The scenario weighting is subject to ongoing assessment based on available information. In light of the coronavirus pandemic, the Bank judged that the probability of the downside scenario occurring had risen and increased the scenario's weight from 15 per cent to 20 per cent as at 31 March 2020. The increased downside risk given by the corona pandemic was as at 31 March 2022 considered to no longer be required. However, the Bank chose to keep the scenario weights unchanged due to the increased uncertainty associated with the effects of the war in Ukraine. As at 30 June 2022, the bank considered that the general uncertainty associated with the economic effects of the war had been

reduced and that the expected negative effects of the war, especially with regard to higher cost growth, were to a large extent included in the expected scenario. Consequently, the weighting of the downside scenario was reduced to 15 per cent, with a corresponding upward adjustment of the expected scenario to 75 per cent. Expected credit loss (ECL) as at 30 June 2022 was consequently calculated as a combination of 75 per cent expected scenario, 15 per cent downside scenario and 10 per cent upside scenario (75/15/10 per cent).

The table on the next page shows the calculated expected credit losses for the three scenarios in isolation. The calculations are divided into the main segments retail customers and corporate customers, which are totalled for the parent bank. The table also shows corresponding ECL calculations for the subsidiary SpareBank 1 Finans Østlandet. The ECLs of the Parent Bank and the subsidiary, adjusted for group eliminations, are totalled in the Group column. Besides the segment distributed ECLs with the scenario weighting applied, the table shows four alternative scenario weightings. The first two alternatives reflect previously applied scenario weightings. Three of the alternatives show the sensitivity to a further deterioration in relation to the applied scenario weighting with a 20-30 per cent probability of the downside scenario and an adjustment of the probability for the expected scenario (75/20/10 per cent, 65/25/10 per cent and 60/30/10 per cent).

30 June 2022	Retail market	Corporate market	SpareBank 1		Group
			Parent Bank	Finans Østlandet	
ECL in expected scenario	53	137	190	77	262
ECL in downside scenario	386	907	1 294	167	1 456
ECL in upside scenario	45	90	136	52	183
<b>ECL with used scenario weighting 70/20/10 per cent</b>	<b>102</b>	<b>248</b>	<b>350</b>	<b>88</b>	<b>434</b>
ECL with alternative scenario weighting 80/10/10 per cent	86	209	295	83	374
ECL with alternative scenario weighting 75/15/10 per cent	119	286	405	92	493
ECL with alternative scenario weighting 65/25/10 per cent	136	325	461	97	553
ECL with alternative scenario weighting 60/30/10 per cent	152	363	516	101	613

Reference is also made to Note 9 'Provisions for credit losses', where the loss cost effects per segment of the various changes in the model assumptions in isolation are shown in table form.



## Note 3 Segment information

This segment information is linked to the way the Group is governed through reporting on performance and capital, authorisations and routines. Reporting on segments is divided into following areas retail market (RM), corporate market (CM) incl. organization market, real estate brokerage, leasing, accounting and consulting services and other operations.

### Reviews:

- Real estate brokerage, leasing, financing and accounting are organised as independent companies.
- Tax expense for RM and CM is calculated as 25 per cent of the segment's share of Pre-tax operating profit and then deducted with the segment's share of the tax effect in relation to customer dividends.
- Operating expenses in RM and CM includes its share of shared expenses.
- Net commission and other income in RM and CM includes its share for shared income.
- Group eliminations arise together with other operations in a separate column.

30 June 2022	Retail division	Corporate division	SpareBank 1 Finans Østlandet Group	Eiendoms-Megler 1 Innlandet AS	Eiendoms-Megler 1 Oslo Akershus Group	TheVIT AS	Other operations/ eliminations	Total
<b>Income statement</b>								
Net interest income	491	560	130	-1	-1	-1	59	1 238
Net commissions and other operating income	393	106	38	67	109	108	-16	804
Net profit from financial assets and liabilities	24	27	-12	0	0	0	-59	-20
Total operating expenses	468	240	51	67	98	106	-6	1 024
<b>Profit before losses by segment</b>	<b>440</b>	<b>453</b>	<b>105</b>	<b>0</b>	<b>10</b>	<b>0</b>	<b>-10</b>	<b>998</b>
Impairment losses on loans and guarantees	-24	-31	0	0	0	0	0	-55
<b>Pre-tax operating profit</b>	<b>464</b>	<b>484</b>	<b>104</b>	<b>0</b>	<b>10</b>	<b>0</b>	<b>-10</b>	<b>1 053</b>
Tax expense	81	117	29	0	2	1	-63	168
<b>Profit/loss per segment after tax</b>	<b>383</b>	<b>367</b>	<b>75</b>	<b>0</b>	<b>8</b>	<b>-1</b>	<b>53</b>	<b>885</b>
<b>Balance sheet</b>								
Gross lending to customers	77 267	41 692	10 308	1	0	0	-324	128 944
Provisions for credit losses	-47	-250	-88	0	0	0	-1	-386
Other assets	2 959	795	204	84	148	140	36 108	40 439
<b>Total assets per segment</b>	<b>80 179</b>	<b>42 237</b>	<b>10 425</b>	<b>85</b>	<b>148</b>	<b>140</b>	<b>35 784</b>	<b>168 997</b>
Deposits from and liabilities to customers	56 259	43 667	0	0	0	0	79	100 005
Other liabilities and equity	23 920	-1 430	10 425	85	148	140	35 705	68 992
<b>Total equity capital and liabilities per segment</b>	<b>80 179</b>	<b>42 237</b>	<b>10 425</b>	<b>85</b>	<b>148</b>	<b>140</b>	<b>35 784</b>	<b>168 997</b>

	Retail division	Corporate division	SpareBank 1 Finans Østlandet Group	Eiendoms- Megler 1 Innlandet AS	Eiendoms- Megler 1 Oslo Akershus Group	TheVIT AS	Other operations/ eliminations	Total
<b>30 June 2021</b>								
<b>Income statement</b>								
Net interest income	483	456	147	0	0	-1	-9	1 077
Net commissions and other operating income	392	90	32	70	117	103	-10	794
Net profit from financial assets and liabilities	22	29	0	0	0	0	238	289
Total operating expenses	445	223	49	64	102	99	-4	976
<b>Profit before losses by segment</b>	<b>453</b>	<b>353</b>	<b>130</b>	<b>6</b>	<b>15</b>	<b>3</b>	<b>223</b>	<b>1 184</b>
Impairment losses on loans and guarantees	2	-12	4	0	0	0	0	-7
<b>Pre-tax operating profit</b>	<b>451</b>	<b>365</b>	<b>126</b>	<b>6</b>	<b>15</b>	<b>3</b>	<b>224</b>	<b>1 190</b>
Tax expense	83	87	32	1	3	1	29	235
<b>Profit/loss per segment after tax</b>	<b>368</b>	<b>279</b>	<b>95</b>	<b>5</b>	<b>11</b>	<b>2</b>	<b>195</b>	<b>955</b>

#### Balance sheet

Gross lending to customers	72 674	36 399	9 049	0	0	0	10	118 132
Provisions for credit losses	-64	-276	-106	0	0	0	-1	-446
Other assets	2 864	704	163	88	166	134	33 438	37 557
<b>Total assets per segment</b>	<b>75 474</b>	<b>36 827</b>	<b>9 106</b>	<b>88</b>	<b>166</b>	<b>134</b>	<b>33 447</b>	<b>155 243</b>
Deposits from and liabilities to customers	52 495	40 044	0	0	0	0	12	92 551
Other liabilities and equity	22 979	-3 218	9 106	88	166	134	33 436	62 692
<b>Total equity capital and liabilities per segment</b>	<b>75 474</b>	<b>36 827</b>	<b>9 106</b>	<b>88</b>	<b>166</b>	<b>134</b>	<b>33 447</b>	<b>155 243</b>

	Retail division	Corporate division	SpareBank 1 Finans Østlandet Group	Eiendoms- Megler 1 Innlandet AS	Eiendoms- Megler 1 Oslo Akershus Group	TheVIT AS	Other operations/ eliminations	Total
<b>31 December 2021</b>								
<b>Income statement</b>								
Net interest income	980	937	287	-1	0	-2	0	2 202
Net commissions and other operating income	844	190	64	130	218	191	-17	1 622
Net profit from financial assets and liabilities	47	58	3	0	0	0	492	599
Total operating expenses	911	456	103	125	199	191	-5	1 980
<b>Profit before losses by segment</b>	<b>960</b>	<b>729</b>	<b>252</b>	<b>4</b>	<b>19</b>	<b>-2</b>	<b>481</b>	<b>2 443</b>
Impairment losses on loans and guarantees	0	-4	9	0	0	0	0	5
<b>Pre-tax operating profit</b>	<b>960</b>	<b>732</b>	<b>243</b>	<b>4</b>	<b>19</b>	<b>-2</b>	<b>481</b>	<b>2 438</b>
Tax expense	180	176	60	1	4	0	-5	416
<b>Profit/loss per segment after tax</b>	<b>780</b>	<b>557</b>	<b>183</b>	<b>3</b>	<b>15</b>	<b>-2</b>	<b>486</b>	<b>2 022</b>

#### Balance sheet

Gross lending to customers	73 684	38 145	9 514	0	0	0	-58	121 284
Provisions for credit losses	-61	-285	-97	0	0	0	-1	-443
Other assets	2 944	422	207	69	151	136	30 690	34 619
<b>Total assets per segment</b>	<b>76 566</b>	<b>38 281</b>	<b>9 625</b>	<b>69</b>	<b>151</b>	<b>136</b>	<b>30 631</b>	<b>155 459</b>
Deposits from and liabilities to customers	52 238	39 907	0	0	0	0	32	92 178
Other liabilities and equity	24 328	-1 626	9 625	69	151	136	30 599	63 282
<b>Total equity capital and liabilities per segment</b>	<b>76 566</b>	<b>38 281</b>	<b>9 625</b>	<b>69</b>	<b>151</b>	<b>136</b>	<b>30 631</b>	<b>155 459</b>

## Note 4 Capital adequacy

### Regulatory Framework

The Bank's capital adequacy is calculated on the basis of the applicable rules and rates at any given time. The rules are based on the three pillars that are intended to ensure that financial undertakings have capital commensurate with their risks:

- Pillar 1: Minimum regulatory capital requirements
- Pillar 2: Evaluation of the overall capital requirements and supervisory follow-up
- Pillar 3: Requirement to publish information

Capital adequacy is calculated at three levels based on different definitions of capital:

- Common equity tier 1 ratio (CET1)
- Tier 1 capital ratio (including hybrid tier 1 capital)
- Total capital adequacy ratio (including subordinated loans)

### Capital Requirements

The Group has a combined buffer requirement of 8.5 per cent as at 30 June 2022. In the combined buffer, the institution-specific buffer requirements consisting of the countercyclical buffer and the systemic risk buffer were calculated to be 1.5 per cent and 4.5 per cent, respectively, for the Group. The capital conservation buffer is 2.5 per cent.

Therefore, as at 30 June 2022, the Group's Common Equity Tier 1 capital ratio requirement, inclusive of a Pillar 2 requirement of 1.8 percentage points, was 14.8 per cent. The Bank's Common Equity Tier 1 capital ratio was thus significantly higher than the current and expected capital requirements.

The Group's long-term target for its Common Equity Tier 1 capital ratio is the regulatory requirement plus a management buffer of 100 basis points. The Group's capital targets and capital planning take account of announced and expected changes to the capital requirements.

Parent Bank				Group		
31 Dec. 2021	30 Jun. 2021	30 Jun. 2022		30 Jun. 2022	30 Jun. 2021	31 Dec. 2021
17 330	16 765	17.452	Total equity carried	18.790	17 791	18 706
			Common equity tier 1 capital			
-996	-469	-428	Results for the accounting year not included	-428	-469	-996
-1 000	-650	-1.000	Hybrid capital	-1.000	-650	-1 000
-	-	-	Minority interests that is not eligible as CET1 capital	-92	-73	-75
11	15	5	Cumulative gains and losses due to changes in own credit risk on fair valued liabilities	5	15	11
-66	-82	-65	Goodwill and other intangible assets	-400	-480	-44
-235	-212	-319	Positive value of expected losses under the IRB approach	-429	-299	-345
-	-	-	CET 1 instruments of financial sector entities where the institution does have a significant investment	-210	-222	-354
-33	-35	-38	Value adjustments due to the requirements for prudent valuation (AVA)	-48	-41	-39
-170	-740	-186	Other adjustments in CET1	-161	-717	-139
14 841	14 592	15.421	Common equity tier 1 capital	16.027	14 856	15 328
			Additional Tier 1 capital			
1 000	650	1.000	Hybrid capital	1.000	650	1 000
-31	-	-29	AT1 instruments of financial sector entities where the institution does have a significant investment	-29	-	-31
-	-	-	Instruments issued by consolidated entities that are given recognition in AT1 Capital	200	169	178
969	650	971	Tier 1 capital	1.171	819	1 147
			Supplementary capital in excess of Tier 1 capital			
1 300	1 300	1.300	Subordinated loan capital	1.300	1 300	1 300
-124	-	-118	T2 instruments of financial sector entities where the institution does have a significant investment	-118	-	-124
-	-	-	Instruments issued by consolidated entities that are given recognition in T2 Capital	311	267	281
1 176	1 300	1.182	Total supplementary capital	1.493	1 567	1 457
16 986	16 542	17.574	Total eligible capital	18.692	17 242	17 933
5 775	5 281	6.297	Corporates - SME	6.322	5 292	5 806
16 990	16 179	17.527	Corporates - Specialised Lending	18.241	16 810	17 699
752	1 109	950	Corporates - Other	1.028	1 143	800
1.279	1 230	1.286	Retail - SME	1.601	1 466	1 567
18 572	19 200	19.030	Retail - Mortgage exposures	30.234	27 826	29 450
576	812	599	Retail - Other	636	850	602
43 943	43.810	45.690	Credit exposures calculated using IRB-approach	58.062	53 387	55 924
15 973	16 218	16.865	Credit exposures calculated using the standardised approach	22.264	20 625	20 398
458	486	431	Counterparty credit risk	1.873	2 735	1 890
-	-	-	Market risk	-	-	-
5 316	5 133	5.316	Operational risk	6.904	6 664	6 904
65 690	65 646	68.302	Risk-weighted assets	89.103	83 411	85 115
5 255	5 252	5.464	Capital requirements (8%)	7.128	6 673	6 809
						-
-	-	-	Pillar 2 (1.8%)	1.604	1 501	1 532
			Buffer requirements			
1 642	1 641	1.708	Capital conservation buffer (2.5%)	2.228	2 085	2 128
657	656	1.025	Countercyclical capital buffer (1.0%)	1.337	834	851
2 956	2 954	3.074	Systemic risk buffer	4.010	3 670	3 830
4.5 %	4.5 %	4.5 %	Systemic risk buffer rate	4.5 %	4.4 %	4.5 %
5 255	5 252	5.806	Total buffer requirements	7.574	6 589	6 809
12.5 %	12.5 %	13.0 %	CET1 requirement	14.8 %	14.2 %	14.3 %
6 630	6 386	6.541	Available CET1 above requirement	2.840	3 011	3 157
			Capital ratios			
22.6 %	22.2 %	22.6 %	CET 1 capital ratio	18.0 %	17.8 %	18.0 %
24.1 %	23.2 %	24.0 %	Tier 1 Capital ratio	19.3 %	18.8 %	19.4 %
25.9 %	25.2 %	25.7 %	Capital adequacy ratio	21.0 %	20.7 %	21.1 %
9.9 %	9.7 %	9.5 %	Leverage Ratio	7.1 %	7.1 %	7.3 %

## Note 5 Net interest income

Parent bank					Group				
Year	Year to date		Second quarter			Second quarter	Year to date		Year
2021	2021	2022	2021	2022		2022	2021	2022	2021
					<b>Interest income</b>				
109	51	105	23	61	Interest income from loans to and claims on central banks and credit institutions (amortised cost)	11	6	16	13
1 148	556	721	282	382	Interest income from loans to and claims on customers (amortised cost)	496	372	942	741
1 303	630	793	315	419	Interest income from loans to and claims on customers (fair value over OCI)	419	313	791	627
<b>2 561</b>	<b>1 237</b>	<b>1 620</b>	<b>620</b>	<b>862</b>	<b>Total interest income, effective interest method</b>	<b>925</b>	<b>692</b>	<b>1 749</b>	<b>1 381</b>
					Interest income from loans to and claims on customers (fair value over profit and loss)	40	43	80	87
170	87	80	43	40	(fair value over profit and loss)	90	44	157	85
178	85	157	44	90	(fair value over profit and loss)	-43	-30	-77	-57
-110	-57	-77	-30	-43	Other interest income				
<b>239</b>	<b>114</b>	<b>159</b>	<b>57</b>	<b>87</b>	<b>Total other interest income</b>	<b>87</b>	<b>57</b>	<b>159</b>	<b>114</b>
<b>2 800</b>	<b>1 351</b>	<b>1 779</b>	<b>677</b>	<b>949</b>	<b>Total interest income</b>	<b>1 012</b>	<b>749</b>	<b>1 908</b>	<b>1 495</b>
					<b>Interest expenses</b>				
29	15	23	8	13	Interest on debt to credit institutions	13	8	23	15
334	152	306	71	166	Interest on deposits from and liabilities to customers	168	72	309	153
435	211	291	107	162	Interest on securities issued	162	107	291	211
24	12	16	6	9	Interest on subordinated loan capital	9	6	16	12
52	0	0	0	0	Fees to the Banks' Guarantee Fund	0	0	0	0
4	2	2	1	1	Interest on leases	1	1	2	2
0	26	28	15	15	Other interest expenses	15	14	28	26
<b>877</b>	<b>418</b>	<b>667</b>	<b>207</b>	<b>366</b>	<b>Total interest expenses</b>	<b>368</b>	<b>207</b>	<b>671</b>	<b>418</b>
<b>1 923</b>	<b>933</b>	<b>1 112</b>	<b>470</b>	<b>583</b>	<b>Total net interest income</b>	<b>644</b>	<b>542</b>	<b>1 238</b>	<b>1 077</b>
									<b>2 202</b>



## Note 6 Net commissions and other operating income

Parent Bank					Group					
Year	Year to date		Second quarter			Second quarter		Year to date		Year
2021	2021	2022	2021	2022		2022	2021	2022	2021	2021
298	126	161	67	87	Net money transfer fees	87	66	160	125	296
273	130	151	65	76	Commissions from insurance/savings	76	65	151	130	273
458	221	177	113	84	Commissions from covered bonds comp.	84	113	177	221	458
57	26	31	11	16	Commission from credit cards	16	11	31	26	57
0	0	0	0	0	Real estate brokerage commissions	99	106	174	186	344
21	12	17	7	10	Other operating income	27	26	51	50	98
1 108	515	537	262	273	Commission income	389	387	743	739	1 527
99	49	47	24	23	Net money transfer fees	32	34	65	68	138
99	49	47	24	23	Commission expenses	32	34	65	68	138
0	0	0	0	0	Accounting services	49	49	101	100	182
33	17	9	9	5	Other operating income	11	13	25	25	51
33	17	9	9	5	Other operating income	60	62	126	124	233
1 042	484	498	248	255	Net commissions and other operating income	417	416	804	794	1 622

## Note 7 Net profit from financial assets and liabilities

Parent Bank					Group					
Year	Year to date		Second quarter			Second quarter		Year to date		Year
2021	2021	2022	2021	2022		2022	2021	2022	2021	2021
21	20	29	9	14	Dividends from equity investments at fair value through profit and loss	14	9	29	20	21
21	20	29	9	14	Dividends from shares and other equity instruments	14	9	29	20	21
420	420	338	253	113	Dividends from subsidiaries, associates and joint ventures					
40	1	16	1	15	Gains or losses on realisation of subsidiaries, associates and joint ventures					
0	0	0	0	0	Impairment on subsidiaries, associates and joint ventures					
461	422	354	254	128	Net income from subsidiaries, associates and joint ventures (Parent Bank)					
					Share of profit or loss of associates and joint ventures	20	111	36	169	361
					Gains or losses on realisation of associates and joint ventures	0	0	0	0	43
					Net income from associates and joint ventures (Group)	20	111	36	169	405
-183	-65	-478	-14	-219	Net change in value on certificates, bonds and fixed-income funds	-219	-14	-478	-65	-183
161	73	360	6	150	Net change in value on derivatives that hedge securities above	150	6	360	73	161
-21	9	-118	-8	-69	Net change in value on certificates, bonds and fixed-income funds including hedge derivatives	-69	-8	-118	9	-21
641	337	1 696	71	766	Net change in value of securities issued	766	71	1 696	337	641
-655	-359	-1 717	-67	-758	Net change in value in derivatives that hedge securities issued	-758	-67	-1 717	-359	-655
-14	-22	-21	4	8	Net change in value on securities issued including hedge derivatives	8	4	-21	-22	-14
118	69	15	50	-77	Net change in value on equity instruments at fair value through profit and loss	-77	50	15	69	118
-150	-73	-251	-9	-114	Net change in value on fixed-rate loans to customers at fair value through profit and loss	-114	-9	-251	-73	-150
170	82	252	8	82	Net change in value on other derivatives	82	8	252	82	170
12	6	4	2	2	Gains or losses on realisation of assets at fair value through profit and loss	2	2	4	6	12
59	28	34	14	15	Net income from FX trading and -hedging	15	14	34	28	59
174	99	-85	62	-153	Net profit from other financial assets and liabilities	-153	62	-85	99	174
656	541	298	325	-12	Net profit from financial assets and liabilities	-120	181	-20	289	599

## Note 8 Other operating expences

Parent Bank						Group				
Year	Year to date		Second quarter			Second quarter		Year to date		Year
2021	2021	2022	2021	2022		2022	2021	2022	2021	2021
706	352	368	174	185	Personnel expences	297	283	585	568	1 127
706	352	368	174	185	Total personnel expences	297	283	585	568	1 127
94	47	44	23	22	Depreciation	36	30	67	61	122
94	47	44	23	22	Total depreciation	36	30	67	61	122
287	140	150	69	74	ICT expenses	80	77	162	155	318
71	37	42	17	22	Marketing expenses	26	21	48	44	86
51	24	31	12	14	Operating expenses from real estate	16	14	35	29	63
190	80	88	44	45	Other expenses	65	65	126	119	264
598	281	310	142	155	Total other operating expences	186	178	372	348	732
1 398	681	722	339	362	Total operating expences	520	492	1 024	976	1 980

## Note 9 Provisions for credit losses

The tables show isolated loss effects.

### 2nd quarter 2022

Isolated loss effects	Retail market	Corporate market	Parent bank	SB1FØ	Group
Change ECL due to period growth and migration	5	1	6	5	11
Change ECL due to adjusted key assumptions	-12	-6	-18	0	-18
Change ECL due to changed scenario weighting	-17	-39	-55	-5	-60
<b>Change in model-based loss provisions (stage 1 and 2)</b>	<b>-24</b>	<b>-43</b>	<b>-67</b>	<b>1</b>	<b>-66</b>
Post model adjustments	0	0	0	0	0
Change individual loss provisions (stage 3)	0	2	2	-7	-5
Net write-offs	0	3	4	8	12
<b>Total losses</b>	<b>-24</b>	<b>-38</b>	<b>-61</b>	<b>2</b>	<b>-59</b>

### 2nd quarter 2021

Isolated loss effects	Retail market	Corporate market	Parent bank	SB1FØ	Group
Change ECL due to period growth and migration	1	1	1	-4	-2
Change ECL due to adjusted key assumptions	0	7	8	0	8
Change ECL due to changed scenario weighting	0	0	0	0	0
<b>Change in model-based loss provisions (stage 1 and 2)</b>	<b>1</b>	<b>8</b>	<b>9</b>	<b>-4</b>	<b>5</b>
Post model adjustments	0	0	0	0	0
Change individual loss provisions (stage 3)	-3	-6	-9	2	-7
Net write-offs	3	6	8	4	12
<b>Total losses</b>	<b>1</b>	<b>8</b>	<b>8</b>	<b>2</b>	<b>11</b>

### Year to date 2022

Isolated loss effects	Retail market	Corporate market	Parent bank	SB1FØ	Group
Change ECL due to period growth and migration	4	5	10	7	17
Change ECL due to adjusted key assumptions	-12	-6	-18	0	-18
Change ECL due to changed scenario weighting	-17	-39	-55	-5	-60
<b>Change in model-based loss provisions (stage 1 and 2)</b>	<b>-24</b>	<b>-39</b>	<b>-63</b>	<b>3</b>	<b>-61</b>
Post model adjustments	0	0	0	0	0
Change individual loss provisions (stage 3)	0	1	1	-12	-11
Net write-offs	0	7	7	10	16
<b>Total losses</b>	<b>-24</b>	<b>-31</b>	<b>-54</b>	<b>0</b>	<b>-55</b>

### Year to date 2021

Isolated loss effects	Retail market	Corporate market	Parent bank	SB1FØ	Group
Change ECL due to period growth and migration	2	6	7	-7	1
Change ECL due to adjusted key assumptions	-1	-5	-6	0	-6
Change ECL due to changed scenario weighting	0	0	0	0	0
<b>Change in model-based loss provisions (stage 1 and 2)</b>	<b>1</b>	<b>1</b>	<b>2</b>	<b>-7</b>	<b>-5</b>
Post model adjustments	0	-20	-20	0	-20
Change individual loss provisions (stage 3)	-2	-3	-6	1	-5
Net write-offs	3	10	13	10	23
<b>Total losses</b>	<b>2</b>	<b>-12</b>	<b>-11</b>	<b>4</b>	<b>-7</b>

### Year 2021

Isolated loss effects	Retail market	Corporate market	Parent bank	SB1FØ	Group
Change ECL due to period growth and migration	4	47	50	-4	46
Change ECL due to adjusted key assumptions	-4	-38	-41	0	-41
Change ECL due to changed scenario weighting	0	0	0	0	0
<b>Change in model-based loss provisions (stage 1 and 2)</b>	<b>0</b>	<b>9</b>	<b>9</b>	<b>-4</b>	<b>5</b>
Post model adjustments	0	-20	-20	-5	-25
Change individual loss provisions (stage 3)	-8	-10	-17	-6	-23
Net write-offs	8	17	25	24	48
<b>Total losses</b>	<b>0</b>	<b>-4</b>	<b>-4</b>	<b>9</b>	<b>5</b>

## Note 10 Credit institutions – assets and liabilities

Parent bank				Group		
31 Dec. 2021	30 Jun. 2021	30 Jun. 2022	Loans to and receivables from credit institutions	30 Jun. 2022	30 Jun. 2021	31 Dec. 2021
506	605	1 167	Loans and receivables at call	1 167	605	506
8 634	9 813	9 767	Loans and receivables with agreed maturities or notice	1 117	2 516	930
<b>9 139</b>	<b>10 418</b>	<b>10 934</b>	<b>Total loans to and receivables from credit institutions</b>	<b>2 283</b>	<b>3 121</b>	<b>1 435</b>
400	266	1 023	Cash collateral given	1 023	266	400

Parent bank				Group		
31 Dec. 2021	30 Jun. 2021	30 Jun. 2022	Deposits from and liabilities to credit institutions	30 Jun. 2022	30 Jun. 2021	31 Dec. 2021
854	1 139	1 303	Loans and deposits at call	1 303	1 152	863
2 926	2 918	2 170	Loans and deposits with agreed maturities or notice	2 169	2 916	2 924
<b>3 780</b>	<b>4 057</b>	<b>3 473</b>	<b>Total deposits from and liabilities to credit institutions</b>	<b>3 471</b>	<b>4 069</b>	<b>3 787</b>
459	892	1 008	Cash collateral received	1 008	892	459



## Note 11 Loans to and receivables from customers

### Group

	30 June 2022					30 June 2021					31 December 2021				
	Stage 1	Stage 2	Stage 3	Loan and advances to customers at fair value. Not incremental	Total	Stage 1	Stage 2	Stage 3	Loan and advances to customers at fair value. Not incremental	Total	Stage 1	Stage 2	Stage 3	Loan and advances to customers at fair value. Not incremental	Total
<b>Gross loans</b>															
<b>Opening balance</b>	<b>104 347</b>	<b>10 121</b>	<b>657</b>	<b>6 159</b>	<b>121 284</b>	<b>97 370</b>	<b>9 184</b>	<b>484</b>	<b>6 331</b>	<b>113 368</b>	<b>97 370</b>	<b>9 184</b>	<b>484</b>	<b>6 331</b>	<b>113 368</b>
Transfers in (out) to Stage 1	1 916	-1 889	-27		0	1 659	-1 657	-2		0	2 140	-2 136	-4		0
Transfers in (out) to Stage 2	-3 377	3 415	-38		0	-2 028	2 044	-15		0	-2 947	2 954	-8		0
Transfers in (out) to Stage 3	-76	-116	192		0	-89	-254	343		0	-89	-245	334		0
Net increase/decrease existing loans	1 691	-449	-46		1 196	-602	-226	2		-825	-1 448	52	-14		-1 410
Purchases and originations*	16 959	380	16		17 355	18 240	232	31		18 503	29 808	2 238	59		32 105
Derecognitions and maturities*	-9 556	-1 209	-126		-10 891	-11 766	-994	-95		-12 855	-20 487	-1 926	-169		-22 582
Write-offs	0	0	-5	0	-5	0	0	-13	0	-13	0	0	-26	0	-26
Change in loan and advances to customers at fair value				5	5				-47	-47			0	-172	-172
<b>Closing balance</b>	<b>111 905</b>	<b>10 252</b>	<b>623</b>		<b>128 944</b>	<b>102 783</b>	<b>8 328</b>	<b>736</b>		<b>118 132</b>	<b>104 347</b>	<b>10 121</b>	<b>657</b>		<b>121 284</b>
Loan and advances to customers at amortised cost					49 499					42 921					44 954
Loan and advances to customers at fair value					79 445					75 210					76 329

### Group

Group	Provisions for credit losses						
	Loan and advances to customers at amortised cost 30 June 2022	Loan and advances to customers at fair value OCI 30 June 2022	Stage 1	Stage 2	Stage 3	Loan and advances to customers at fair value 30 June 2022	Net lending 30 June 2022
Public sector	463	0	-1	-0	-0	0	462
Primary industries	3 979	1 757	-3	-6	-5	480	6 203
Paper and pulp industries	680	394	-1	-0	-0	35	1 107
Other industry	1 207	65	-13	-12	-1	4	1 250
Building and constructions	5 595	311	-19	-17	-14	10	5 867
Power and water supply	728	2	-0	-1	0	0	729
Wholesale and retail trade	1 671	160	-6	-3	-1	7	1 828
Hotel and restaurants	488	41	-1	-1	-3	3	527
Real estate	21 671	151	-43	-80	-15	-3	21 680
Commercial services	6 228	734	-25	-9	-10	75	6 992
Transport and communication	1 569	201	-2	-4	-7	15	1 772
Post model adjustments	0	0	0	0	0	0	0
Gross corporate loans by sector and industry	44 281	3 816	-114	-135	-57	627	48 417
Retail market	5 217	69 487	-30	-37	-35	5 537	80 140
Post model adjustments	0	0	0	0	0	0	0
Total loans to private customers	5 217	69 487	-30	-37	-35	5 537	80 140
Adjustment fair value	0	-22	22	0	0	0	0
Total loans to customers	49 498	73 281	-122	-171	-92	6 164	128 558
Loans transferred to SpareBank 1 Boligkreditt AS							53 104
Loans transferred to SpareBank 1 Næringskreditt AS							1 299
Total loans including loans transferred to covered bond companies							182 960
Other liabilities <sup>1)</sup>							27 245
Total commitments including loans transferred to covered bond companies							210 206

	Provisions for credit losses						
	Loan and advances to customers at amortised cost 30 June 2021	Loan and advances to customers at fair value OCI 30 June 2021	Stage 1	Stage 2	Stage 3	Loan and advances to customers at fair value 30 June 2021	Net lending 30 June 2021
Public sector	295	0	0	-1	0	0	294
Primary industries	3 658	1 687	-3	-8	-6	338	5 666
Paper and pulp industries	1 015	345	-1	-1	-1	44	1 402
Other industry	1 261	55	-4	-19	-4	3	1 291
Building and constructions	4 845	296	-31	-14	-13	14	5 096
Power and water supply	504	1	-2	-1	-1	0	500
Wholesale and retail trade	1 207	148	-7	-5	-10	5	1 339
Hotel and restaurants	532	41	0	-8	-4	11	571
Real estate	17 829	373	-47	-82	-21	51	18 103
Commercial services	5 324	651	-18	-9	-10	79	6 016
Transport and communication	1 547	227	-1	-5	-1	14	1 780
Post model adjustments	0	0	0	-5	0	0	-5
<b>Gross corporate loans by sector and industry</b>	<b>38 017</b>	<b>3 824</b>	<b>-115</b>	<b>-157</b>	<b>-73</b>	<b>559</b>	<b>42 054</b>
Retail market	4 904	65 137	-40	-45	-49	5 725	75 632
Post model adjustments	0	0	0	-1	0	0	-1
<b>Total loans to private customers</b>	<b>4 904</b>	<b>65 137</b>	<b>-40</b>	<b>-46</b>	<b>-49</b>	<b>5 725</b>	<b>75 631</b>
Adjustment fair value	0	-34	34	0	0	0	0
<b>Total loans to customers</b>	<b>42 921</b>	<b>68 926</b>	<b>-121</b>	<b>-203</b>	<b>-122</b>	<b>6 284</b>	<b>117 686</b>
Loans transferred to SpareBank 1 Boligkreditt AS							48 163
Loans transferred to SpareBank 1 Næringskreditt AS							996
<b>Total loans including loans transferred to covered bond companies</b>							<b>166 844</b>
Other liabilities <sup>1)</sup>							20 471
<b>Total commitments including loans transferred to covered bond companies</b>							<b>187 315</b>

	Provisions for credit losses						
	Loan and advances to customers at amortised cost 31 December 2021	Loan and advances to customers at fair value OCI 31 December 2021	Stage 1	Stage 2	Stage 3	Loan and advances to customers at fair value 31 December 2021	Net lending 31 December 2021
Public sector	304	0	-1	-1	0	0	303
Primary industries	3 965	1 856	-3	-10	-7	365	6 167
Paper and pulp industries	1 022	372	-1	-1	0	30	1 422
Other industry	1 317	55	-10	-14	-1	2	1 349
Building and constructions	5 309	301	-24	-33	-14	12	5 552
Power and water supply	764	2	-1	-2	0	0	764
Wholesale and retail trade	1 290	163	-6	-4	-5	5	1 444
Hotel and restaurants	487	34	-1	-14	-3	8	512
Real estate	19 281	375	-51	-78	-21	33	19 537
Commercial services	4 741	721	-16	-8	-10	72	5 500
Transport and communication	1 572	204	-2	-3	-5	19	1 786
Post model adjustments	0	0	0	0	0	0	0
<b>Gross corporate loans by sector and industry</b>	<b>40 054</b>	<b>4 084</b>	<b>-116</b>	<b>-165</b>	<b>-65</b>	<b>547</b>	<b>44 336</b>
Retail market	4 901	66 120	-41	-47	-38	5 612	76 505
Post model adjustments	0	0	0	0	0	0	0
<b>Total loans to private customers</b>	<b>4 901</b>	<b>66 120</b>	<b>-41</b>	<b>-47</b>	<b>-38</b>	<b>5 612</b>	<b>76 505</b>
Adjustment fair value	0	-33	33	0	0	0	0
<b>Total loans to customers</b>	<b>44 954</b>	<b>70 170</b>	<b>-124</b>	<b>-215</b>	<b>-104</b>	<b>6 159</b>	<b>120 841</b>
Loans transferred to SpareBank 1 Boligkreditt AS							51 552
Loans transferred to SpareBank 1 Næringskreditt AS							864
<b>Total loans including loans transferred to covered bond companies</b>							<b>173 257</b>
Other liabilities <sup>1)</sup>							16 929
<b>Total commitments including loans transferred to covered bond companies</b>							<b>190 186</b>

1) Consists of guarantees, unused credits and loan commitments.

## Parent Bank

	30 June 2022					30 June 2021					31 December 2021				
	Stage 1	Stage 2	Stage 3	Incremental	Total	Stage 1	Stage 2	Stage 3	Incremental	Total	Stage 1	Stage 2	Stage 3	Incremental	Total
<b>Gross loans</b>															
<b>Opening balance</b>	<b>95 907</b>	<b>9 279</b>	<b>474</b>	<b>6 159</b>	<b>111 819</b>	<b>89 628</b>	<b>7 921</b>	<b>407</b>	<b>6 331</b>	<b>104 286</b>	<b>89 628</b>	<b>7 921</b>	<b>407</b>	<b>6 331</b>	<b>104 286</b>
Transfers in (out) to Stage 1	1 731	-1 707	-24		0	1 361	-1 360	-1		0	1 695	-1 694	-1		0
Transfers in (out) to Stage 2	-2 996	3 025	-29		0	-1 739	1 750	-11		0	-2 501	2 503	-3		0
Transfers in (out) to Stage 3	-21	-84	105		0	-54	-167	221		0	-52	-144	196		0
Net increase/decrease existing loans	2 454	-457	-22		1 976	297	-43	-24		231	-221	273	-25		28
Purchases and originations*	14 383	291	7		14 680	16 350	140	22		16 512	26 226	2 054	38		28 318
Derecognitions and maturities*	-8 592	-1 118	-71		-9 781	-10 938	-834	-57		-11 830	-18 869	-1 634	-113		-20 615
Write-offs	0	0	-5	0	-5	0	0	-13	0	-13	0	0	-26	0	-26
Change in loan and advances to customers at fair value				5	5				-47	-47				-172	-172
<b>Closing balance</b>	<b>102 864</b>	<b>9 229</b>	<b>436</b>	<b>6 164</b>	<b>118 694</b>	<b>94 905</b>	<b>7 407</b>	<b>544</b>	<b>6 284</b>	<b>109 140</b>	<b>95 907</b>	<b>9 279</b>	<b>474</b>	<b>6 331</b>	<b>111 819</b>
Loan and advances to customers at amortised cost					39 249					33 929					35 490
Loan and advances to customers at fair value					79 445					75 210					76 329

## Parent Bank

	Loan and advances to customers at amortised cost 30 June 2022		Provisions for credit losses			Loan and advances to customers at fair value OCI 30 June 2022		Loan and advances to customers at fair value 30 June 2022			Net lending 30 June 2022	
			Stage 1	Stage 2	Stage 3							
Public sector	7		-0	0	0					0		7
Primary industries	3 547		-2	-6	-5					480		5 771
Paper and pulp industries	680		-1	-0	-0					35		1 107
Other industry	953		-11	-11	-1					4		999
Building and constructions	4 515		-14	-11	-14					10		4 798
Power and water supply	728		-0	-1	0					0		729
Wholesale and retail trade	1 034		-4	-2	-1					7		1 193
Hotel and restaurants	466		-1	-1	-3					3		505
Real estate	21 275		-37	-70	-15					-3		21 301
Commercial services	4 960		-19	-6	-10					75		5 734
Transport and communication	265		-0	-2	-5					15		475
Post model adjustments	0		0	0	0					0		0
<b>Gross corporate loans by sector and industry</b>	<b>38 429</b>	<b>3 816</b>	<b>-90</b>	<b>-110</b>	<b>-54</b>					<b>627</b>		<b>42 618</b>
Retail market	820		-21	-22	-27					5 537		75 774
Post model adjustments	0		0	0	0					0		0
<b>Total loans to private customers</b>	<b>820</b>	<b>69 487</b>	<b>-21</b>	<b>-22</b>	<b>-27</b>					<b>5 537</b>		<b>75 774</b>
Adjustment fair value	0		22	0	0					0		0
<b>Total loans to customers</b>	<b>39 249</b>	<b>73 281</b>	<b>-89</b>	<b>-131</b>	<b>-81</b>					<b>6 164</b>		<b>118 392</b>
Loans transferred to SpareBank 1 Boligkreditt AS												53 104
Loans transferred to SpareBank 1 Næringskreditt AS												1 299
<b>Total loans including loans transferred to covered bond companies</b>												<b>172 794</b>
Other liabilities <sup>1)</sup>												26 301
<b>Total commitments including loans transferred to covered bond companies</b>												<b>199 095</b>

	Provisions for credit losses						
	Loan and advances to customers at amortised cost 30 June 2021	Loan and advances to customers at fair value OCI 30 June 2021	Stage 1	Stage 2	Stage 3	Loan and advances to customers at fair value 30 June 2021	Net lending 30 June 2021
Public sector	8	0	0	0	0	0	8
Primary industries	3 255	1 687	-3	-8	-6	338	5 263
Paper and pulp industries	1 015	345	-1	-1	-1	44	1 402
Other industry	1 040	55	-2	-18	-1	3	1 077
Building and constructions	3 845	296	-23	-11	-11	14	4 109
Power and water supply	481	1	-1	-1	-1	0	479
Wholesale and retail trade	834	148	-5	-2	-8	5	973
Hotel and restaurants	512	41	0	-7	-4	11	552
Real estate	17 430	373	-43	-70	-12	51	17 730
Commercial services	4 504	651	-15	-6	-10	79	5 203
Transport and communication	249	227	-1	-3	-1	14	485
Post model adjustments	0	0	0	0	0	0	0
<b>Gross corporate loans by sector and industry</b>	<b>33 173</b>	<b>3 824</b>	<b>-92</b>	<b>-127</b>	<b>-55</b>	<b>559</b>	<b>37 281</b>
Retail market	756	65 137	-33	-33	-38	5 725	71 515
Post model adjustments	0	0	0	0	0	0	0
<b>Total loans to private customers</b>	<b>756</b>	<b>65 137</b>	<b>-33</b>	<b>-33</b>	<b>-38</b>	<b>5 725</b>	<b>71 515</b>
Adjustment fair value	0	-34	34	0	0	0	0
<b>Total loans to customers</b>	<b>33 929</b>	<b>68 926</b>	<b>-91</b>	<b>-160</b>	<b>-93</b>	<b>6 284</b>	<b>108 796</b>
Loans transferred to SpareBank 1 Boligkreditt AS							48 163
Loans transferred to SpareBank 1 Næringskreditt AS							996
<b>Total loans including loans transferred to covered bond companies</b>							<b>157 955</b>
Other liabilities <sup>1)</sup>							20 916
<b>Total commitments including loans transferred to covered bond companies</b>							<b>178 871</b>

	Provisions for credit losses						
	Loan and advances to customers at amortised cost 31 December 2021	Loan and advances to customers at fair value OCI 31 December 2021	Stage 1	Stage 2	Stage 3	Loan and advances to customers at fair value 31 December 2021	Net lending 31 December 2021
Public sector	13	0	0	0	0	0	13
Primary industries	3 529	1 856	-3	-9	-7	365	5 731
Paper and pulp industries	1 022	372	-1	-1	0	30	1 422
Other industry	1 071	55	-8	-12	-1	2	1 106
Building and constructions	4 264	301	-14	-27	-11	12	4 525
Power and water supply	743	2	-1	-2	0	0	742
Wholesale and retail trade	850	163	-4	-2	-2	5	1 009
Hotel and restaurants	465	34	-1	-13	-3	8	490
Real estate	18 856	375	-44	-70	-14	33	19 134
Commercial services	3 706	721	-12	-5	-9	72	4 474
Transport and communication	253	204	-1	-2	-5	19	469
Post model adjustments	0	0	0	0	0	0	0
<b>Gross corporate loans by sector and industry</b>	<b>34 771</b>	<b>4 084</b>	<b>-88</b>	<b>-144</b>	<b>-52</b>	<b>547</b>	<b>39 118</b>
Retail market	719	66 120	-33	-37	-29	5 612	72 352
Post model adjustments	0	0	0	0	0	0	0
<b>Total loans to private customers</b>	<b>719</b>	<b>66 120</b>	<b>-33</b>	<b>-37</b>	<b>-29</b>	<b>5 612</b>	<b>72 352</b>
Adjustment fair value	0	-33	33	0	0	0	0
<b>Total loans to customers</b>	<b>35 490</b>	<b>70 170</b>	<b>-88</b>	<b>-181</b>	<b>-81</b>	<b>6 159</b>	<b>111 470</b>
Loans transferred to SpareBank 1 Boligkreditt AS							51 552
Loans transferred to SpareBank 1 Næringskreditt AS							864
<b>Total loans including loans transferred to covered bond companies</b>							<b>163 885</b>
Other liabilities <sup>1)</sup>							16 979
<b>Total commitments including loans transferred to covered bond companies</b>							<b>180 864</b>

1) Consists of guarantees, unused credits and loan commitments.

## Note 12 Accumulated provisions for expected credit losses

### Group

Provisions for loan losses	30 June 2022				30 June 2021				31 December 2021			
	Stage 1	Stage 2	Stage 3	Total	Stage 1	Stage 2	Stage 3	Total	Stage 1	Stage 2	Stage 3	Total
<b>Opening balance</b>	<b>176</b>	<b>221</b>	<b>107</b>	<b>505</b>	<b>152</b>	<b>234</b>	<b>130</b>	<b>516</b>	<b>173</b>	<b>244</b>	<b>131</b>	<b>548</b>
<i>Provision for credit losses</i>												
Transfers in (out) to Stage 1	9	-8	0	0	13	-12	0	0	16	-16	0	0
Transfers in (out) to Stage 2	-34	35	0	0	-43	46	-2	0	-55	56	0	0
Transfers in (out) to Stage 3	-8	-6	14	0	-4	-12	16	0	-9	-15	24	0
Net remeasurement of loss provisions	-16	-57	1	-72	14	-8	17	23	4	-13	17	8
Purchases and originations	45	10	0	55	36	6	1	42	73	45	2	120
Derecognitions and maturities	-11	-18	-20	-48	-12	-30	-26	-68	-26	-55	-39	-121
Write-offs	0	0	-5	-5	0	0	-13	-13	0	0	-26	-26
Post model adjustment	0	0	0	0	0	-20	0	-20	0	-25	0	-25
<b>Closing balance</b>	<b>160</b>	<b>177</b>	<b>97</b>	<b>434</b>	<b>155</b>	<b>203</b>	<b>122</b>	<b>480</b>	<b>176</b>	<b>221</b>	<b>107</b>	<b>505</b>
<i>Provisions for guarantees and unused credit facilities</i>	16	6	4	27	28	7	4	38	20	6	4	29

ECL has been calculated for credit institutions and central banks, but the effect is deemed insignificant and consequently not included in the write-downs.

### Group

#### 30 June 2022

	31 December 2021	Provision for credit losses	Net write-offs	30 June 2022
Provisions for loss on loans at amortised cost, guarantees and unused credit facilities	427	-41	-5	381
Provisions for loan losses at fair value over OCI	78	-25	-1	53
<b>Total provisions for credit losses</b>	<b>505</b>	<b>-66</b>	<b>-5</b>	<b>434</b>
<b>Presented as:</b>				
Assets: Provisions for loan losses - decrease of assets	444	-53	-5	386
Liabilities: Provisions for loan losses - increase of liabilities	29	-2	0	26
Equity: Fair value adjustment of losses	33	-11	0	22

#### 30 June 2021

	31 December 2020	Provision for credit losses	Net write-offs	30 June 2021
Provisions for loss on loans at amortised cost, guarantees and unused credit facilities	465	-11	-13	441
Provisions for loan losses at fair value over OCI	84	-7	-1	77
<b>Total provisions for credit losses</b>	<b>549</b>	<b>-17</b>	<b>-13</b>	<b>518</b>
<b>Presented as:</b>				
Assets: Provisions for loan losses - decrease of assets	484	-25	-13	446
Liabilities: Provisions for loan losses - increase of liabilities	32	6	0	38
Equity: Fair value adjustment of losses	32	2	0	34

#### 31 December 2021

	31 December 2020	Provision for credit losses	Net write-offs	31 December 2021
Provisions for loss on loans at amortised cost, guarantees and unused credit facilities	464	-12	-26	427
Provisions for loan losses at fair value over OCI	84	-5	-1	78
<b>Total provisions for credit losses</b>	<b>548</b>	<b>-17</b>	<b>-26</b>	<b>505</b>
<b>Presented as:</b>				
Assets: Provisions for loan losses - decrease of assets	484	-14	-26	444
Liabilities: Provisions for loan losses - increase of liabilities	32	-4	0	29
Equity: Fair value adjustment of losses	32	1	0	33

## Parent Bank

Provisions for loan losses	30 June 2022				30 June 2021				31 December 2021			
	Stage 1	Stage 2	Stage 3	Total	Stage 1	Stage 2	Stage 3	Total	Stage 1	Stage 2	Stage 3	Total
<b>Opening balance</b>	<b>141</b>	<b>186</b>	<b>85</b>	<b>412</b>	<b>149</b>	<b>189</b>	<b>102</b>	<b>440</b>	<b>149</b>	<b>189</b>	<b>102</b>	<b>440</b>
Provision for credit losses												
Transfers in (out) to Stage 1	3	-2	0	0	2	-2	0	0	3	-3	0	0
Transfers in (out) to Stage 2	-32	32	0	0	-29	31	-1	0	-53	53	0	0
Transfers in (out) to Stage 3	-4	-4	8	0	-6	-5	11	0	-8	-7	15	0
Net remeasurement of loss provisions	-9	-66	8	-67	24	-20	5	9	14	-24	21	10
Purchases and originations	37	5	0	42	12	0	0	12	58	40	1	99
Derecognitions and maturities	-8	-14	-9	-31	-5	-9	-7	-20	-22	-42	-28	-92
Write-offs	0	0	-5	-5	0	0	-5	-5	0	0	-26	-26
Post model adjustment	0	0	0	0	0	-20	0	-20	0	-20	0	-20
<b>Closing balance</b>	<b>127</b>	<b>137</b>	<b>86</b>	<b>350</b>	<b>147</b>	<b>163</b>	<b>105</b>	<b>416</b>	<b>141</b>	<b>186</b>	<b>85</b>	<b>412</b>
Provisions for guarantees and unused credit facilities	16	6	4	27	28	7	4	38	20	6	4	29

ECL has been calculated for credit institutions and central banks, but the effect is deemed insignificant and consequently not included in the write-downs.

## Parent Bank

### 30 June 2022

	31 December 2021	Provision for credit losses	Net write-offs	30 June 2022
Provisions for loss on loans at amortised cost, guarantees and unused credit facilities	334	-32	-5	298
Provisions for loan losses at fair value over OCI	78	-25	-1	53
<b>Total provisions for credit losses</b>	<b>412</b>	<b>-56</b>	<b>-5</b>	<b>350</b>
<b>Presented as:</b>				
Assets: Provisions for loan losses - decrease of assets	350	-43	-5	302
Liabilities: Provisions for loan losses - increase of liabilities	29	-2	0	27
Equity: Fair value adjustment of losses	33	-11	0	22

### 30 June 2021

	31 December 2020	Provision for credit losses	Net write-offs	30 June 2021
Provisions for loss on loans at amortised cost, guarantees and unused credit facilities	356	-4	-13	339
Provisions for loan losses at fair value over OCI	84	-7	-1	77
<b>Total provisions for credit losses</b>	<b>440</b>	<b>-11</b>	<b>-13</b>	<b>416</b>
<b>Presented as:</b>				
Assets: Provisions for loan losses - decrease of assets	375	-19	-13	343
Liabilities: Provisions for loan losses - increase of liabilities	32	6	0	38
Equity: Fair value adjustment of losses	32	2	0	34

### 31 December 2021

	31 December 2020	Provision for credit losses	Net write-offs	31 December 2021
Provisions for loss on loans at amortised cost, guarantees and unused credit facilities	356	3	-26	334
Provisions for loan losses at fair value over OCI	84	-5	-1	78
<b>Total provisions for credit losses</b>	<b>440</b>	<b>-2</b>	<b>-26</b>	<b>412</b>
<b>Presented as:</b>				
Assets: Provisions for loan losses - decrease of assets	375	1	-26	350
Liabilities: Provisions for loan losses - increase of liabilities	32	-4	0	29
Equity: Fair value adjustment of losses	32	1	0	33

## Note 13 Financial derivatives

### Parent Bank and Group

	30 June 2022		
	Contract amount	Fair value	
		Assets	Liabilities
<b>At fair value through profit and loss</b>			
<b>Currency instruments</b>			
Currency forward contracts	2 075	92	27
Currency swaps	1 449	18	14
<b>Total currency instruments</b>	<b>3 524</b>	<b>111</b>	<b>40</b>
<b>Interest rate instruments</b>			
Interest rate swaps (including cross-currency)	70 189	1 683	1 887
Other interest rate contracts	518	0	0
<b>Total interest rate instruments</b>	<b>70 707</b>	<b>1 683</b>	<b>1 887</b>
<b>Total currency instruments</b>	<b>3 524</b>	<b>111</b>	<b>40</b>
<b>Total interest rate instruments</b>	<b>70 707</b>	<b>1 683</b>	<b>1 887</b>
<b>Total financial derivatives</b>	<b>74 230</b>	<b>1 794</b>	<b>1 927</b>

	30 June 2021		
	Contract amount	Fair value	
		Assets	Liabilities
<b>At fair value through profit and loss</b>			
<b>Currency instruments</b>			
Currency forward contracts	2 495	11	27
Currency swaps	397	5	4
<b>Total currency instruments</b>	<b>2 893</b>	<b>16</b>	<b>31</b>
<b>Interest rate instruments</b>			
Interest rate swaps (including cross-currency)	58 605	1 382	585
Other interest rate contracts	3 810	0	0
<b>Total interest rate instruments</b>	<b>62 415</b>	<b>1 382</b>	<b>585</b>
<b>Total currency instruments</b>	<b>2 893</b>	<b>16</b>	<b>31</b>
<b>Total interest rate instruments</b>	<b>62 415</b>	<b>1 382</b>	<b>585</b>
<b>Total financial derivatives</b>	<b>65 307</b>	<b>1 398</b>	<b>616</b>

	31 December 2021		
	Contract amount	Fair value	
		Assets	Liabilities
<b>At fair value through profit and loss</b>			
<b>Currency instruments</b>			
Currency forward contracts	2 035	24	19
Currency swaps	560	0	7
<b>Total currency instruments</b>	<b>2 595</b>	<b>24</b>	<b>25</b>
<b>Interest rate instruments</b>			
Interest rate swaps (including cross-currency)	58 601	790	653
Other interest rate contracts	499	0	0
<b>Total interest rate instruments</b>	<b>59 100</b>	<b>790</b>	<b>653</b>
<b>Total currency instruments</b>	<b>2 595</b>	<b>24</b>	<b>25</b>
<b>Total interest rate instruments</b>	<b>59 100</b>	<b>790</b>	<b>653</b>
<b>Total financial derivatives</b>	<b>61 695</b>	<b>814</b>	<b>679</b>



## Note 14 Financial instruments at fair value

The table below shows financial instruments at fair value by valuation method. The different levels are defined as follows:

- Level 1: Quoted prices for similar asset or liability on an active market
- Level 2: Valuation based on other observable factors either direct (price) or indirect (derived from prices) than the quoted price (used on level 1) for the asset or liability
- Level 3: Valuation based on factors not based on observable market data (non-observable inputs)

### Parent Bank and Group

30 June 2022	Level 1	Level 2	Level 3	Total
<b>Assets</b>				
Financial assets at fair value				
- Derivatives	0	1 794	0	1 794
- Certificates, bonds and fixed-income funds	0	27 653	0	27 653
- Fixed-rate loans to customers	0	0	6 164	6 164
- Equity instruments	446	29	300	776
- Mortgages (FVOCI)	0	0	73 250	73 250
<b>Total assets</b>	<b>446</b>	<b>29 476</b>	<b>79 715</b>	<b>109 637</b>
<b>Liabilities</b>				
Financial liabilities at fair value				
- Derivatives	0	1 927	0	1 927
- Securities issued	0	1 258	0	1 258
<b>Total liabilities</b>	<b>0</b>	<b>3 185</b>	<b>0</b>	<b>3 185</b>

30 June 2021	Level 1	Level 2	Level 3	Total
<b>Assets</b>				
Financial assets at fair value through profit and loss				
- Derivatives	0	1 398	0	1 398
- Certificates, bonds and fixed-income funds	0	24 946	0	24 946
- Fixed-rate loans to customers	0	0	6 284	6 284
- Equity instruments	412	0	275	686
- Mortgages (FVOCI)	0	0	68 884	68 884
<b>Total assets</b>	<b>412</b>	<b>26 344</b>	<b>75 442</b>	<b>102 199</b>
<b>Liabilities</b>				
Financial assets at fair value through profit and loss				
- Derivatives	0	616	0	616
- Securities issued	0	2 346	0	2 346
<b>Total liabilities</b>	<b>0</b>	<b>2 962</b>	<b>0</b>	<b>2 962</b>

31 December 2021	Level 1	Level 2	Level 3	Total
<b>Assets</b>				
Financial assets at fair value through profit and loss				
- Derivatives	0	814	0	814
- Certificates, bonds and fixed-income funds	0	23 825	0	23 825
- Fixed-rate loans to customers	0	0	6 159	6 159
- Equity instruments	465	31	266	761
- Mortgages (FVOCI)	0	0	70 126	70 126
<b>Total assets</b>	<b>465</b>	<b>24 670</b>	<b>76 550</b>	<b>101 685</b>
<b>Liabilities</b>				
Financial assets at fair value through profit and loss				
- Derivatives	0	679	0	679
- Securities issued	0	1 796	0	1 796
<b>Total liabilities</b>	<b>0</b>	<b>2 475</b>	<b>0</b>	<b>2 475</b>

The table below presents the changes in value of the instruments classified in level 3:

<b>Year to date 2022</b>	<b>Fixed-rate loans to customers</b>	<b>Equity instruments</b>	<b>Mortgages (FVOCI)</b>	<b>Total</b>
Opening balance	6 159	266	70 126	<b>76 550</b>
Investments in the period	901	0	8 925	<b>9 826</b>
Sales/redemption in the period	-645	-1	-5 814	<b>-6 460</b>
Gains/losses recognised through profit and loss	-251	35	25	<b>-190</b>
Gains/losses recognised through other comprehensive income	0	0	-11	<b>-11</b>
<b>Closing balance</b>	<b>6 164</b>	<b>300</b>	<b>73 250</b>	<b>79 715</b>
Gains/losses for the period included in the profit for assets owned on the balance sheet day	-251	35	25	<b>-190</b>

<b>Year to date 2021</b>	<b>Fixed-rate loans to customers</b>	<b>Equity instruments</b>	<b>Mortgages (FVOCI)</b>	<b>Total</b>
Opening balance	6 331	267	66 330	<b>72 928</b>
Investments in the period	855	1	10 524	<b>11 380</b>
Sales / redemption in the period	-829	0	-7 979	<b>-8 808</b>
Gains / losses recognised through profit and loss	-73	7	7	<b>-59</b>
Gains/losses recognised through other comprehensive income	0	0	2	<b>2</b>
<b>Closing balance</b>	<b>6 284</b>	<b>275</b>	<b>68 884</b>	<b>75 442</b>
Gains / losses for the period included in the profit for assets owned on the balance sheet day	-73	7	7	<b>-59</b>

<b>Year 2021</b>	<b>Fixed-rate loans to customers</b>	<b>Equity instruments</b>	<b>Mortgages (FVOCI)</b>	<b>Total</b>
Opening balance	6 331	267	66 330	<b>72 928</b>
Investments in the period	1 723	1	17 607	<b>19 331</b>
Sales/redemption in the period	-1 745	-5	-13 818	<b>-15 569</b>
Gains/losses recognised through profit and loss	-150	3	6	<b>-141</b>
Gains/losses recognised through other comprehensive income	0	0	1	<b>1</b>
<b>Closing balance</b>	<b>6 159</b>	<b>266</b>	<b>70 126</b>	<b>76 550</b>
Gains/losses for the period included in the profit for assets owned on the balance sheet day	-150	3	6	<b>-140</b>

Specification of fair value, instruments classified in level 3:

<b>30 June 2022</b>	<b>Fixed-rate loans to customers</b>	<b>Equity instruments</b>	<b>Mortgages (FVOCI)</b>	<b>Total</b>
Nominal value including accrued interest (fixed income instruments)/cost (shares)	6 432	195	73 281	<b>79 908</b>
Fair value adjustment	-267	105	-31	<b>-193</b>
<b>Closing balance</b>	<b>6 164</b>	<b>300</b>	<b>73 250</b>	<b>79 715</b>

<b>30 June 2021</b>	<b>Fixed-rate loans to customers</b>	<b>Equity instruments</b>	<b>Mortgages (FVOCI)</b>	<b>Total</b>
Nominal value including accrued interest (fixed income instruments)/cost (shares)	6 224	201	68 926	<b>75 351</b>
Fair value adjustment	60	73	-42	<b>91</b>
<b>Closing balance</b>	<b>6 284</b>	<b>275</b>	<b>68 884</b>	<b>75 442</b>

<b>31 December 2021</b>	<b>Fixed-rate loans to customers</b>	<b>Equity instruments</b>	<b>Mortgages (FVOCI)</b>	<b>Total</b>
Nominal value including accrued interest (fixed income instruments)/cost (shares)	6 176	196	70 170	<b>76 542</b>
Fair value adjustment	-17	69	-45	<b>8</b>
<b>Closing balance</b>	<b>6 159</b>	<b>266</b>	<b>70 126</b>	<b>76 550</b>

### Sensitivity, instruments classified in level 3:

An increase in the discount rate on fixed-rate loans to customers by 10 basis points will decrease the fair value by NOK 19 million. The sensitivity effects of other level 3 instruments cannot be meaningfully quantified. See note 26 in the annual report 2021 for a description of valuation techniques and a qualitative sensitivity analysis.

## Note 15 Deposits from and liabilities to customers

Parent Bank			Deposits by sector and industry	Group		
31 Dec. 2021	30 Jun. 2021	30 Jun. 2022		30 Jun. 2022	30 Jun. 2021	31 Dec. 2021
51 281	51 588	55 371	Retail market	55 371	51 588	51 281
7 564	8 655	9 152	Public sector	9 152	8 655	7 564
1 443	1 395	1 516	Primary industries	1 516	1 395	1 443
435	506	720	Paper and pulp industries	720	506	435
1 283	1 046	945	Other industry	945	1 046	1 283
2 236	1 982	2 116	Building and construction	2 116	1 982	2 236
118	105	141	Power and water supply	141	105	118
2 334	2 685	2 214	Wholesale and retail trade	2 214	2 685	2 334
448	416	487	Hotel and restaurants	487	416	448
4 933	4 820	5 456	Real estate	5 456	4 820	4 933
18 222	17 693	19 722	Commercial services	19 671	17 644	18 154
1 950	1 709	2 216	Transport and communications	2 216	1 709	1 950
<b>92 246</b>	<b>92 600</b>	<b>100 056</b>	<b>Total deposits from and liabilities to customers</b>	<b>100 005</b>	<b>92 551</b>	<b>92 178</b>

## Note 16 Debt securities issued

### Parent Bank and Group

Change in debt securities issued	30 Jun. 2022	Issued	Due / redeemed	Other changes	31 Dec. 2021
Certificate debt, nominal value	500	0	0	0	500
Bond debt, nominal value	36 555	8 264	-2 201	-391	30 884
Senior non-perferred, nominal value	5 500	0	0	0	5 500
Subordinated loan capital, nominal value	1 300	0	0	0	1 300
Accrued interest	203	0	0	7	196
Value adjustments *	-488	0	0	-642	154
<b>Total debt raised through issuance of securities and subordinated loan capital, book value</b>	<b>43 571</b>	<b>8 264</b>	<b>-2 201</b>	<b>-1 026</b>	<b>38 534</b>

\*) Herof urealised exchange rate effects with MNOK 1.131 in the period and MNOK 1.164 accumulated.

Change in debt securities issued	30 Jun. 2021	Issued	Due / redeemed	Other changes	31 Dec. 2020
Certificate-based debt, nominal value	0	0	0	0	0
Bond debt, nominal value	32 135	5 139	-3 781	578	30 200
Senior non-perferred, nominal value	4 000	1 500	0	0	2 500
Subordinated loan capital, nominal value	1 300	0	0	0	1 300
Accrued interest	163	0	0	-22	184
Value adjustments	1 063	0	0	-1 007	2 070
<b>Total debt raised through issuance of securities and subordinated loan capital, book value</b>	<b>38 661</b>	<b>6 639</b>	<b>-3 781</b>	<b>-451</b>	<b>36 254</b>

Change in debt securities issued	31 Dec. 2021	Issued	Due / redeemed	Other changes	31 Dec. 2020
Certificate debt, nominal value	500	500	0	0	0
Bond debt, nominal value	30 884	6 677	-8 283	2 290	30 200
Senior non-perferred, nominal value	5 500	3 000	0	0	2 500
Subordinated loan capital, nominal value	1 300	0	0	0	1 300
Accrued interest	196	0	0	12	184
Value adjustments	154	0	0	-1 916	2 070
<b>Total debt raised through issuance of securities and subordinated loan capital, book value</b>	<b>38 534</b>	<b>10 177</b>	<b>-8 283</b>	<b>386</b>	<b>36 254</b>

## Note 17 Earnings per equity capital certificate

Equity capital certificates (ECC) owners' share of profit has been calculated based on net profit allocated in accordance to the average number of certificates outstanding in the period.

Earnings per equity capital certificate (ECC)	Year to date 2022	Year to date 2021	Year 2021
Net profit for the Group	885	955	2 022
- adjusted for Tier 1 capital holders' share of net profit	21	12	27
-adjusted for non-controlling interests' share of net profit	8	5	9
<b>Adjusted net profit</b>	<b>856</b>	<b>938</b>	<b>1 985</b>

Adjusted net profit allocated to ECC holders	600	653	1 385
Average number of equity capital certificates	115 829 789	115 829 789	115 829 789
<b>Result per equity capital certificate (NOK)</b>	<b>5.18</b>	<b>5.64</b>	<b>11.96</b>

Equity capital certificate (Parent Bank)	30 Jun. 2022	30 Jun. 2021	31 Dec. 2021
Equity capital certificates	5 791	5 791	5 791
Premium fund	848	848	848
Dividend equalisation fund	4 560	3 950	3 776
Fund for unrealised gains	321	286	322
<b>A. Equity capital certificate owners' capital</b>	<b>11 520</b>	<b>10 875</b>	<b>10 737</b>
Primary capital	4 774	4 511	4 438
Provisjon for gifts	20	24	21
Fund for unrealised gains	137	123	138
<b>B. Total primary capital</b>	<b>4 932</b>	<b>4 657</b>	<b>4 597</b>
Allocated to dividends and other equity capital	0	352	695
Allocated to dividends on customers return	0	231	301
<b>Total other equity ekskl. hybrid capital</b>	<b>16 452</b>	<b>16 115</b>	<b>16 330</b>
<b>Total equity for distribution:</b>			
<b>Equity capital certificate ratio (A/(A+B)) *</b>	<b>70.0 %</b>	<b>70.0 %</b>	<b>70.0 %</b>

\*) The equity certificate ratio is now reported excluding dividends. Average ownership ratio is used to distribute profit and dividend:

See *Key ratios* for an overview of average ownership ratio over time.

Equity capital certificates issued	115 829 789	115 829 789	115 829 789
Average equity capital certificates	115 829 789	115 829 789	115 829 789

# Statement from the Board of Directors and chief executive officer

We confirm that according to our firm belief the annual accounts for the period from 1 January to 30 June 2022 have been prepared in accordance with international standards for financial reporting (IFRS) and that the information in the annual report gives a true picture of the Parent Bank's and Group's assets, liabilities, financial position and result as a whole, and a correct overview of the information mentioned in the Securities Trading Act, § 5-6.

## The Board of Directors of SpareBank 1 Østlandet

Hamar, 11 th August 2022

Siri J. Strømmevold  
Board Chair

Nina Cecilie Strøm Swensson

Tore Anstein Dobloug

Sjur Smedstad  
Employee representative

Idun K. Fridtun

Catherine Norland  
Employee representative

Jørn Eggum

Alexander Lund

Richard Heiberg  
CEO

# Other information

## Equity capital certificate

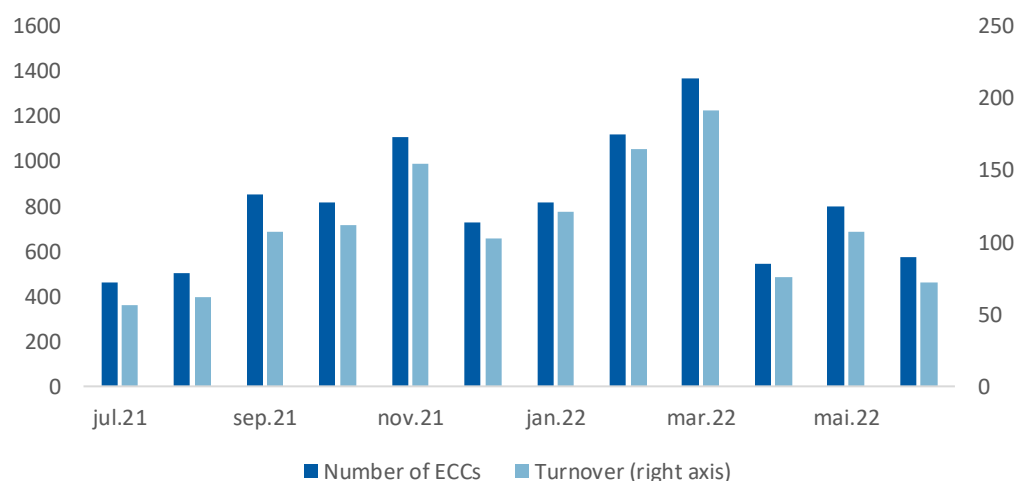
### Price development in the ECC (SPOL) compared to share price indices

Total returns (adjusted for dividends). Index = 100 as at 30 June 2021. Sources: Macrobond, own calculations



### Trade in the equity capital certificate (SPOL)

Number of ECCs (1000s) and turnover (NOK mill.). Per month. Sources: Macrobond, own calculations





	2Q22		2Q21	
	Share in			
20 largest holders of equity capital certificates (SPOL)	No. of ECCs	per cent	No. of ECCs	Change
1 Sparebankstiftelsen Hedmark	60 404 892	52.15 %	60 404 892	-
2 Landsorganisasjonen i Norge	11 121 637	9.60 %	11 121 637	-
3 Pareto Invest AS	3 300 861	2.85 %	3 028 189	272 672
4 Fellesforbundet	2 410 003	2.08 %	1 842 752	567 251
5 VPF Eika Egenkapitalbevis	2 391 954	2.07 %	2 101 322	290 632
6 Gevean Trading Co LTD	1 952 005	1.69 %	1 952 005	-
7 VPF Odin Norge	1 521 218	1.31 %	1 621 218	(100 000)
8 Norsk Nærings- og Nytelsesmiddelarbeiderforbund	1 313 555	1.13 %	1 313 555	-
9 Spesialfondet Borea Utbytte	1 158 763	1.00 %	635 595	523 168
10 Danske Invest Norske Institusjoner II	1 000 000	0.86 %	1 100 000	(100 000)
11 Landkreditt Utbytte	961 935	0.83 %	1 689 120	(727 185)
12 The Bank of New York Mellon SA/NV (nominee)	888 454	0.77 %	871 545	16 909
13 Tredje AP-fonden	804 750	0.69 %	804 750	-
14 State Street Bank and Trust Company (nominee)	796 431	0.69 %	-	796 431
15 Kommunal Landspensjonskasse Gjensidig Forsikring	651 994	0.56 %	771 076	(119 082)
16 Fagforbundet	622 246	0.54 %	622 246	-
17 Brown Brothers Harriman & Co. (nominee)	568 688	0.49 %	568 688	-
18 Brown Brothers Harriman & Co. (nominee)	544 401	0.47 %	-	544 401
19 JPMorgan Chase Bank, London (nominee)	541 550	0.47 %	-	541 550
20 Pareto AS	522 681	0.45 %	522 681	-
<b>Total 20 largest owners of equity capital certificates</b>	<b>93 478 018</b>	<b>80.70%</b>	<b>90 971 271</b>	<b>2 506 747</b>
<i>Other owners</i>	<i>22 351 771</i>	<i>19.30%</i>	<i>24 858 518</i>	<i>(2 506 747)</i>
<b>Total no. of equity capital certificates</b>	<b>115 829 789</b>	<b>100%</b>	<b>115 829 789</b>	<b>-</b>

## Dividend policy

SpareBank 1 Østlandet puts emphasis on giving its owners a competitive and stable cash dividend, based on good profitability and high dividend capacity. The bank targets payments of 50 per cent of annual profits after taxes in dividends to the owners of equity certificates and as customer dividends from the ownerless capital. The decision to pay dividends is assessed in light of possible extraordinary income and costs, as well as taking into account expected profit developments and regulatory changes with expected consequences for capital adequacy.

The bank's long-term target for profitability is a return on equity of 11 per cent. SpareBank 1 Østlandet's operations in the cyclically most stable region and a high proportion of mortgage-backed loans contribute to the low risk in its loan portfolio. The bank's target for solidity is captured by a long-term target for the CET 1-

ratio of a 100 basis points management buffer above regulatory requirements.

The combination of high profitability and solvency as well as operations in a stable market region with a robust loan portfolio provides the bank with a strong foundation to maintain the targeted dividend share, also during times of economic downturns.

Following a proposal from the Board of Directors, the Supervisory Board decides each year on the share of profits after taxes which will be distributed as dividends to ECC owners and the ownerless capital, proportionally in accordance with their relative share of the bank's equity. The share of profits belonging to the ownerless capital is expected to be paid to the bank's customers as customer dividends. The customer dividend should prevent a dilution of the ECC holders' ownership stake in the bank.

## Financial calendar 2022

Date	Theme
Friday 11 February	7.30 AM 4 <sup>th</sup> Quarter 2021
Tuesday 8 March	Annual Report 2021
Tuesday 29 March	Supervisory Board Meeting
Friday 6 May	7.30 AM 1 <sup>st</sup> Quarter 2022
Thursday 11 August	12.00 PM 2 <sup>nd</sup> Quarter 2022
Friday 28 October	6.00 PM 3 <sup>rd</sup> Quarter 2022

This information is subject of the disclosure requirements acc. to § 5-1 vphl (Norwegian Securities Trading Act).

The Bank reserves the right to change any dates of publication.

The silent period occurs from the fifth banking day of the new quarter and until the interim report has been published. During this period, Investor Relations does not arrange any meetings with media, investors, analysts or other capital market participants.

## Contact details



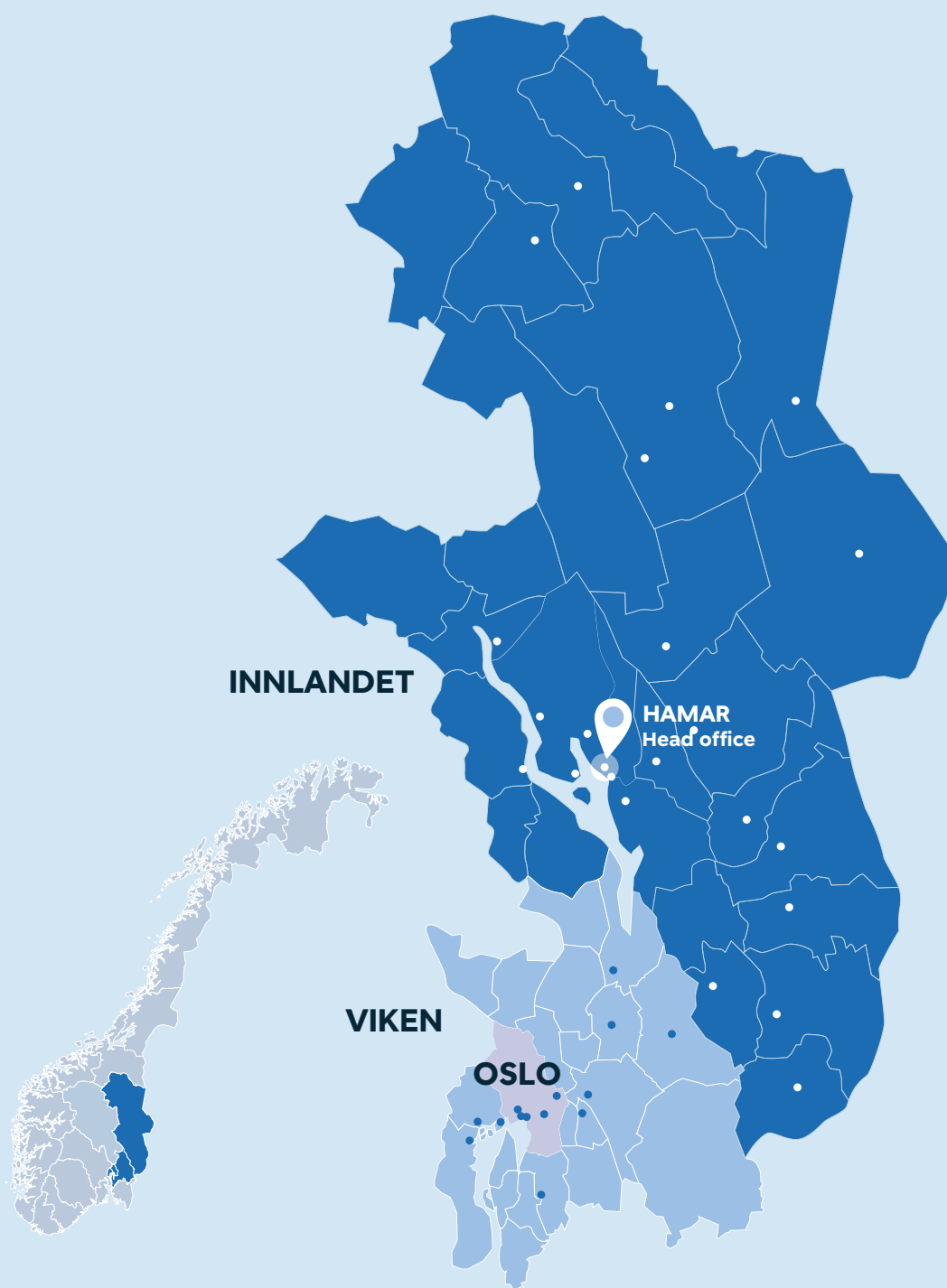
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**SpareBank** **1**  
ØSTLANDET