

First quarter report 2023

SPAREBANK 1 ØSTLANDET

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Key figures

Group	1Q	4Q	1Q	Year
Summary (NOK million and per cent of average assets)	2023	2022	2022	2022
Net interest income	857	789	585	2 693
Net commission and other operating income	366	370	397	1 588
Net income from financial assets and liabilities	102	172	100	162
Total income	1 325	1 332	1 081	4 443
Total operating expenses	529	517	504	2 037
Operating profit before losses on loans and guarantees	796	814	577	2 406
Impairment losses on loans and guarantees	49	63	4	27
Pre-tax operating profit	747	751	573	2 379
Tax expense	95	130	37	431
Profit after tax	652	622	536	1 948
Interest expenses on hybrid capital	15	15	9	47
Profit after tax incl. interest hybrid capital ¹⁾	636	607	526	1 902
Profitability				
Return on equity capital ¹⁾	13.9 %	12.9 %	12.2 %	10.5 %
Cost income ratio ¹⁾	39.9 %	38.8 %	46.6 %	45.8 %
Net interest income calculated as a percentage of average total assets	2.04 %	1.83 %	1.50 %	1.63 %
Profit after tax calculated as a percentage of average total assets	1.55 %	1.44 %	1.38 %	1.18 %
Balance sheet and ratios				
Gross loans to customers	127 896	130 851	124 053	130 851
Gross loans to customers including loans transferred to covered bond companies ¹⁾	190 287	188 729	177 831	188 729
Growth in loans during the last 12 months ¹⁾	3.1 %	7.9 %	8.8 %	7.9 %
Growth in loans including loans transferred to covered bond companies in the last 12 months ¹⁾	7.0 %	8.7 %	9.4 %	8.7 %
Deposits from customers	100 400	98 813	93 924	98 813
Growth in deposits in the last 12 months ¹⁾	6.9 %	7.2 %	7.4 %	7.2 %
Deposit to loan ratio ¹⁾	78.5 %	75.5 %	75.7 %	75.5 %
Deposit to loan ratio incl. loans transferred to covered bond companies ¹⁾	52.8 %	52.4 %	52.8 %	52.4 %
Average total assets	170 097	170 731	157 620	165 140
Total assets	169 776	170 547	159 647	170 419
Total assets including loans transferred to covered bond companies ¹⁾	232 167	228 425	213 425	228 297
Losses and commitments in default				
Impairment on loans as a percentage of gross loans ¹⁾	0.2 %	0.2 %	0.0 %	0.0 %
Gross loans to customers in stage 2, percentage of total gross loans	9.0 %	9.0 %	8.6 %	9.0 %
Gross loans to customers in stage 3, percentage of total gross loans	0.6 %	0.6 %	0.5 %	0.6 %
Solidity and liquidity				
CET 1 capital ratio	17.7 %	17.7 %	18.0 %	17.7 %
Tier 1 capital ratio	19.0 %	19.0 %	19.3 %	19.0 %
Capital adequacy ratio	20.7 %	20.7 %	20.9 %	20.7 %
Total eligible capital	19 311	18 854	18 312	18 854
Equity ratio ¹⁾	11.3 %	11.7 %	11.5 %	11.7 %
Leverage Ratio	7.2 %	7.2 %	7.3 %	7.2 %
LCR ²⁾	162.6 %	164.5 %	126.7 %	164.5 %
LCR in NOK ²⁾	130.3 %	150.4 %	125.1 %	150.4 %
LCR in EUR ²⁾	1074.1 %	976.2 %	176.8 %	976.2 %
NSFR ³⁾	131.3 %	125.3 %	124.4 %	125.3 %
NSFR in NOK ³⁾	113.9 %	109.4 %	109.9 %	109.4 %
NSFR in EUR ³⁾	1955.2 %	847.1 %	1503.8 %	847.1 %
Staff				
Number of fulltime equivalents	1 142	1 121	1 131	1 121

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.

3) Net Stable Funding Ratio: Measures the bank's available stable funding in relation to the bank's need for stable funding for the following year.

Equity capital certificates (ECC) ¹⁾	31 Mar. 2023	31 Mar. 2022	2022	2021	2020	2019	2018	2017
ECC ratio	70.0 %	70.0 %	70.0 %	70.0 %	70.0 %	70.1 %	69.3 %	67.6 %
Average ECC ratio	70.0 %	70.0 %	70.0 %	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	115 829 789	115 319 521	107 179 987
Market price (NOK)	113.80	140.00	121.20	145.60	97.80	92.50	83.00	90.50
Market capitalisation (NOK million)	13 181	16 216	14 038.57	16 865	11 328	10 714	9 572	9 700
Book equity per ECC ²⁾	108.76	104.16	112.71	106.31	98.76	93.67	85.83	80.96
Earnings per ECC, NOK ³⁾	3.80	3.16	11.37	11.96	9.57	11.55	8.46	7.81
Dividend per ECC ⁴⁾			6.80	6.00	4.79	4.58 ⁴⁾	4.12	3.96
Price/Earnings per ECC ²⁾	7.39	10.93	10.66	12.18	10.22	8.01	9.81	11.59
Price/book equity ²⁾	1.05	1.34	1.08	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	1Q	4Q	3Q	2Q	1Q	4Q	3Q	2Q	1Q
(NOK million)	2023	2022	2022	2022	2022	2021	2021	2021	2021
Interest income	1 883	1 679	1 247	1 034	908	811	754	739	735
Interest expense	1 026	890	563	400	323	248	212	207	211
Net interest income	857	789	684	634	585	563	542	532	524
Commission income	355	350	375	386	352	387	397	385	349
Commission expenses	39	23	24	19	21	22	23	21	22
Other operating income	50	43	44	60	66	59	50	62	62
Net commission and other operating income	366	370	395	426	397	424	424	426	389
Dividends from shares and other equity instruments	17	14	1	14	16	0	0	9	11
Net income from associates and joint ventures	59	113	37	20	16	126	109	111	59
Net profit from other financial assets and liabilities	25	46	-27	-153	68	-14	88	62	38
Net profit from financial assets and liabilities	102	172	10	-120	100	113	198	181	108
Total net income	1 325	1 332	1 089	941	1 081	1 100	1 163	1 139	1 021
Personnel expenses	295	282	286	297	287	280	279	283	284
Depreciation	34	25	30	36	31	30	31	30	31
Other operating expenses	200	210	179	186	186	220	164	178	170
Total operating expenses	529	517	496	520	504	531	473	492	485
Operating profit before losses on loans and guarantees	796	814	594	421	577	569	690	647	536
Impairment on loans and guarantees	49	63	19	-59	4	28	-16	11	-18
Pre-tax operating profit	747	751	575	480	573	541	706	637	554
Tax expense	95	130	134	130	37	37	144	121	114
Profit after tax	652	622	441	350	536	505	561	516	439
	1Q	4Q	3Q	2Q	1Q	4Q	3Q	2Q	1Q
	2023	2022	2022	2022	2022	2021	2021	2021	2021
Profitability									
Return on equity capital ¹⁾	13.9 %	12.9 %	9.4 %	7.7 %	12.2 %	11.1 %	12.6 %	12.1 %	10.6 %
Net interest income ²⁾	2.04 %	1.83 %	1.60 %	1.55 %	1.50 %	1.44 %	1.39 %	1.40 %	1.44 %
Cost income ratio ³⁾	39.9 %	38.8 %	45.5 %	55.3 %	46.6 %	48.3 %	40.7 %	43.2 %	47.5 %
Balance sheet and ratios									
Gross loans to customers	127 896	130 851	130 409	128 943	124 053	121 284	119 511	118 132	114 037
Gross loans to customers including loans transferred to covered bond companies ¹⁾	190 287	188 729	186 700	183 346	177 831	173 700	170 369	167 290	162 567
Growth in loans during the last 12 months ¹⁾	3.1 %	7.9 %	9.1 %	9.2 %	8.8 %	7.0 %	5.2 %	5.1 %	4.8 %
Growth in loans including loans transferred to covered bond companies in the last 12 months ¹⁾	7.0 %	8.7 %	9.6 %	9.6 %	9.4 %	7.7 %	5.8 %	5.9 %	5.7 %
Growth in loans during the last quarter ¹⁾	-2.3 %	0.3 %	1.1 %	3.9 %	2.3 %	1.5 %	1.2 %	3.6 %	0.6 %
Growth in loans including loans transferred to covered bond companies in the last quarter ¹⁾	0.8 %	1.1 %	1.8 %	3.1 %	2.4 %	2.0 %	1.8 %	2.9 %	0.8 %
Deposits from customers	100 400	98 813	98 896	100 005	93 924	92 178	91 265	92 551	87 476
Deposit to loan ratio ¹⁾	78.5 %	75.5 %	75.8 %	77.6 %	75.7 %	76.0 %	76.4 %	78.3 %	76.7 %
Deposit to loan ratio including loans transferred to covered bond companies ¹⁾	52.8 %	52.4 %	53.0 %	54.5 %	52.8 %	53.1 %	53.6 %	55.3 %	53.8 %
Growth in deposits in the last 12 months	6.9 %	7.2 %	8.4 %	8.1 %	7.4 %	7.7 %	6.7 %	8.3 %	9.5 %
Growth in deposits in the last quarter	1.6 %	-0.1 %	-1.1 %	6.5 %	1.9 %	1.0 %	-1.4 %	5.8 %	2.2 %
Average total assets	170 097	170 731	169 957	164 389	157 620	154 888	154 780	152 681	148 096
Total assets	169 776	170 419	170 916	168 997	159 647	155 459	154 316	155 243	150 118
Total assets including loans transferred to covered bond companies ¹⁾	232 167	228 297	227 207	223 400	213 425	207 875	205 175	204 401	198 648
Losses and commitments in default									
Losses on loans as a percentage of gross loans ¹⁾	0.2 %	0.2 %	0.1 %	-0.2 %	0.0 %	0.1 %	-0.1 %	0.0 %	-0.1 %
Commitments in default, percentage of gross loans ¹⁾	0.2 %	0.2 %	0.2 %	0.2 %	0.2 %	0.3 %	0.3 %	0.3 %	0.3 %
Other doubtful commitments, percentage of gross loans ¹⁾	0.4 %	0.4 %	0.2 %	0.3 %	0.3 %	0.3 %	0.3 %	0.3 %	0.3 %
Net commitments in default and other doubtful commitments, percentage of gross loans ¹⁾	0.6 %	0.5 %	0.4 %	0.4 %	0.4 %	0.5 %	0.5 %	0.5 %	0.5 %
Financial strength									
Common equity Tier 1 capital ratio	17.7 %	17.7 %	18.2 %	18.0 %	18.0 %	18.0 %	18.0 %	17.8 %	17.8 %
Tier 1 capital ratio	19.0 %	19.0 %	19.5 %	19.3 %	19.3 %	19.4 %	19.4 %	18.8 %	18.8 %
Capital ratio	20.7 %	20.7 %	21.2 %	21.0 %	20.9 %	21.1 %	21.3 %	20.7 %	20.7 %
Net subordinated capital	19 311	18 854	19 089	18 692	18 312	17 933	17 899	17 242	16 793

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

First quarter of 2023 (Consolidated figures. Figures in brackets concern the corresponding period in 2022)

- Profit after tax: NOK 652 (536) million
- Return on equity: 13.9 (12.2) per cent
- Earnings per equity capital certificate: NOK 3.80 (3.16)
- Net interest income: NOK 857 (585) million
- Net commissions and other operating income: NOK 366 (397) million
- Net income from financial assets and liabilities: NOK 102 (100) million
- Total operating expenses: NOK 529 (504) million
- Impairment losses on loans and guarantees: NOK 49 (4) million
- Lending growth in the last quarter, including mortgages transferred to the covered bond companies: 0.8 (2.4) per cent
- Growth in deposits in the last quarter: 1.6 (1.9) per cent
- Lending growth, including mortgages transferred to covered bond companies in the past 12 months: 7.0 (9.4) per cent
- Deposit growth in the past 12 months: 6.9 (7.4) per cent
- Common Equity Tier 1 capital ratio: 17.7 (18.0) per cent
- Eligible green assets under the Bank's green bond framework: NOK 30.0 (27.8) billion

Important events in the first quarter of 2023

Payment of dividends and customer dividends for 2022

On 12.4.2023, SpareBank 1 Østlandet paid out NOK 788 (695) million to its equity capital certificate holders in ordinary dividends for 2022. The dividend amounted to NOK 6.80 (6.00) per equity capital certificate.

SpareBank 1 Østlandet has paid out customer dividends for the sixth year in a row. On 21.4.2023, a total of NOK 306 (295) million was paid out to customers.

Policy rate

On 23.3.2023, Norges Bank decided to rise its policy rate by 0.25 percentage points to 3.0 per cent.

Interest rate changes

On 28.3.2023, SpareBank 1 Østlandet decided to increase its lending rates for retail and corporate customers by up to 0.25 percentage points.

A decision was made to increase deposit rates by up to 0.30 percentage points.

The interest rate changes came into effect on 30.3.2023 for new loans, while the rates for existing loans and deposits came into effect on 14.4.2023 for corporate customers and will come into effect on 12.5.2023 for retail customers.

Updated sustainability rating

SpareBank 1 Østlandet's ESG Risk Ratings from Morgan Stanley Capital International (MSCI) was upgraded from AA to AAA, the highest rating possible.

According to a new update from Sustainable Brand Index in the first quarter of 2023, Norwegian consumers view SpareBank 1 as the most sustainable brand in the banking category.

Consolidated financial statements for the first quarter of 2023

Consolidated profit

The SpareBank 1 Østlandet Group's profit after tax for the first quarter was NOK 652 (536) million and the return on equity was 13.9 (12.2) per cent.

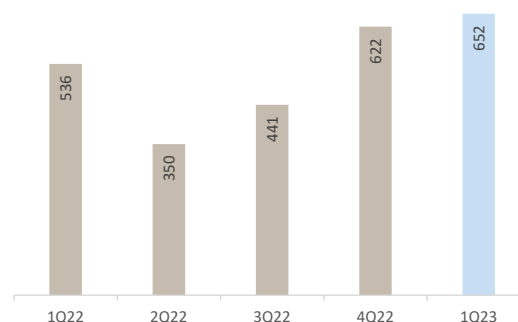
Consolidated profit after tax, NOK millions	1Q23	4Q22	1Q22
Parent Bank's profit after tax	686	503	694
Elimination of dividends from subsidiaries/associates	-138	-20	-225
Elimination of gains from realisation of subs./associat.	-4	0	0
Profit from subsidiaries:			
SpareBank 1 Finans Østlandet AS*	48	24	44
EiendomsMegler 1 Oslo Akershus AS*	-2	1	1
EiendomsMegler 1 Innlandet AS	-3	2	-3
SpareBank 1 Forretningspartner AS*	-1	-3	5
Youngstorget 5 AS	2	1	1
AS Vato	0	0	0
Share of profit from associates/joint ventures:			
SpareBank 1 Gruppen AS*	21	81	8
SpareBank 1 Boligkreditt AS	33	-1	-5
SpareBank 1 Næringskreditt AS	2	3	0
SpareBank 1 Kreditt AS	-4	0	3
SpareBank 1 Betaling AS	-7	19	-5
SpareBank 1 Forvaltning AS*	3	2	2
SpareBank 1 Gjeldsinformasjon AS	0	0	0
SpareBank 1 Kundepleie AS	0	0	0
SpareBank 1 Bank og Regnskap AS	0	0	0
BN Bank ASA	18	15	14
Other group items	-2	-6	1
Consolidated profit after tax	652	622	536

* Consolidated figures

The improvement in profit from the same period last year was due to higher net interest income. A reduction in net commissions and other operating income, higher operating expenses, higher loss costs and a higher income tax expense pulled in the opposite direction.

A lower income tax expense in the first quarter compared with the second, third and fourth quarters of 2022 was mainly due to the decision to pay customer dividends being taken in the first quarter. The tax deduction for customer dividends amounted to NOK 76 (73) million in the first quarter.

Profit after tax



Net interest income

Net interest income amounted to NOK 857 (585) million in the first quarter. Net interest income should be viewed in conjunction with commission income from mortgages transferred to the part-owned covered bond companies totalling NOK 70 (93) million. Total net interest income and commission income from the covered bond companies totalled NOK 927 (677) million.

Figures in NOK millions	1Q23	4Q22	1Q22
Interest income	1 883	1 679	908
Interest expense	1 026	890	323
Net interest income	857	789	585
Commission income from mortgages transferred to covered bond companies	70	46	93
Combined net interest income and commission income from the covered bond companies	927	835	677

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

Net interest income as a percentage of average total assets was 2.04 (1.50) per cent.

Net commissions and other operating income

Net commissions and other operating income amounted to NOK 366 (397) million in the first quarter.

Figures in NOK millions	1Q23	4Q22	1Q22
Net money transfer fees	49	96	51
Commissions from insurance/savings	79	78	75
Commissions from covered bonds comp.	70	46	93
Commission from credit cards	18	18	15
Real estate brokerage commissions	73	66	75
Accounting services	36	28	52
Other operating income	40	38	36
Net commissions and other operating income	366	370	397

The reduction in net commissions and other operating income compared with the same period last year was partly due to reduced commission income from covered bond companies resulting from reduced commission rates. The lower rates are a result of money market rates having risen faster than customer rates could be adjusted.

As a result of the demerger of the consultancy component of SpareBank 1 ForretningsPartner Østlandet AS, the income base was reduced with effect from 24.8.2022. This contributed to a drop in the Group's income from accounting services to NOK 36 (52) million in the first quarter.

This was offset to some extent by positive factors such as increased income from fund and insurance commission income, credit card commissions and other commissions and other income.

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

Net income from financial assets and liabilities

Net income from financial assets and liabilities amounted to NOK 102 (100) million for the first quarter.

Figures in NOK millions	1Q23	4Q22	1Q22
Dividends from shares and other equity instruments	17	14	16
Net income from subsidiarier, associates and joint ventures	59	113	16
Net profit from other financial assets and liabilities	25	46	68
Net profit from financial assets and liabilities	102	172	100

Dividends from shares and other equity instruments amounted to NOK 17 (16) million and mainly consisted of dividends from Totens Sparebank.

Net income from associated companies and joint ventures amounted to NOK 59 (16) million.

Net income from associates and joint ventures	1Q23	4Q22	1Q22
SpareBank 1 Gruppen AS*	21	81	8
SpareBank 1 Boligkreditt AS	33	-1	-5
SpareBank 1 Næringskreditt AS	2	3	0
SpareBank 1 Kreditt AS	-4	0	3
SpareBank 1 Betaling AS	-7	19	-5
SpareBank 1 Forvaltning AS*	3	2	2
SpareBank 1 Gjeldsinformasjon AS	0	0	0
SpareBank 1 Kundepleie AS	0	0	0
SpareBank 1 Bank og Regnskap AS	0	0	0
BN Bank ASA	18	15	14
SpareBank 1 Mobilitet Holding AS**	-7	-6	-3
Gains or losses on realisation of associates and joint ventures	0	0	2
Net income from associates and joint ventures	59	113	16

* Consolidated figures

** Included in the consolidated figures for SpareBank 1 Finans Østlandet AS

The NOK 43 million increase compared with the same quarter last year was primarily due to increased profit contributions from SpareBank 1 Boligkreditt AS and SpareBank 1 Gruppen. A reduction in the profit contribution from SpareBank 1 Kreditt AS had a negative effect.

Net income from other financial assets and liabilities was NOK 25 (68) million for the first quarter. The result was mainly due to the net effect of a NOK -21 million decrease in the value of the liquidity portfolio due to generally widening credit spreads, adjusted hedging inefficiencies for securities amounting to NOK 31 million, and income from currency trading and hedging of NOK 18 million.

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

Operating expenses

Total operating expenses amounted to NOK 529 (504) million in the first quarter.

Expenses, NOK millions	1Q23	4Q22	1Q22
Personnel expenses	295	283	287
Depreciation and amortisation	34	25	31
ICT expenses	89	84	82
Marketing expenses	25	23	22
Operating expenses from real estate	22	18	19
Other expenses	65	85	63
Total operating expenses	529	517	504

The increase in operating expenses of NOK 25 million from the same quarter last year was mainly due to personnel expenses and ICT expenses.

Operating expenses in the parent bank increased by NOK 33 million, while other operating expenses in the Group dropped by NOK 8 million.

The increase in operating expenses in the parent bank compared with the same period last year was largely due to personnel expenses, mainly from wage growth but also due to a strategic investment in new hires in the Oslo area. ICT and other operating expenses also contributed to the increase in expenses.

As a result of the demerger of the consultancy component of SpareBank 1 ForretningsPartner Østlandet AS, the cost base was reduced with effect from 24.8.2022. The Group's operating expenses related to accounting services amounted to NOK 38 (49) million in the first quarter.

For more detailed information please see Note 8 'Operating expenses' and Note 3 'Segment information'.

As at 31.3.2023, the Group had 1 142 (1 131) FTEs. The 11-FTE increase in the workforce was down to an increase of 49 FTEs in the parent bank. This increase was due to, among other things, an increased focus on the Oslo area and stricter compliance requirements. The sale of the consultancy business in SpareBank 1 ForretningsPartner Østlandet AS resulted, in isolation, in a reduction in staffing of 43 FTEs.

Impairment losses on loans and guarantees

In the first quarter, the Group saw impairment losses on loans and guarantees of NOK 49 (4) million.

Isolated loss effects, NOK millions	1Q23	4Q22	1Q22
Change ECL due to growth and migration	-1	-3	5
Change ECL due to adjusted key assumptions	31	41	0
Change ECL due to changed scenario weighting	0	0	0
Change in model-based loss provisions	30	38	5
Change individual loss provisions	1	18	-6
Net write-offs	18	7	4
Total losses	49	63	4

Model-generated provisions for credit losses (Stage 1 and Stage 2) increased by NOK 30 million due to an increase in expected credit loss (ECL) based on adjusted key assumptions and the effects of the period's growth and migration. The change in individual provisions for credit losses (Stage 3) resulted in loss costs of NOK 1 million, while the period's net realised losses amounted to NOK 18 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 72 (73) per cent of the SpareBank 1 Østlandet Group'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

The Group's capitalised provisions for credit losses on loans and liabilities as at 31.3.2023 amounted to NOK 530 (504) million.

Figures in NOK million / per cent of gross lending	1Q23	4Q22	1Q22
Gross loans in stage 1	109 664	112 234	106 833
Gross loans in stage 2	11 531	11 813	10 416
Gross loans in stage 3	812	727	587
Loan and advances to customers at fair value	5 889	6 078	6 217
Total gross loans	127 896	130 851	124 053
Provisions for credit losses in stage 1	175	174	176
Provisions for credit losses in stage 2	244	214	227
Provisions for credit losses in stage 3	111	111	102
Total provisions for credit losses	530	499	504
Loan loss impairment ratio for stage 1	0.16 %	0.16 %	0.16 %
Loan loss impairment ratio for stage 2	2.12 %	1.81 %	2.18 %
Loan loss impairment ratio for stage 3	13.72 %	15.22 %	17.32 %
Total loan loss impairment ratio in per cent of gross loans	0.41 %	0.38 %	0.41 %

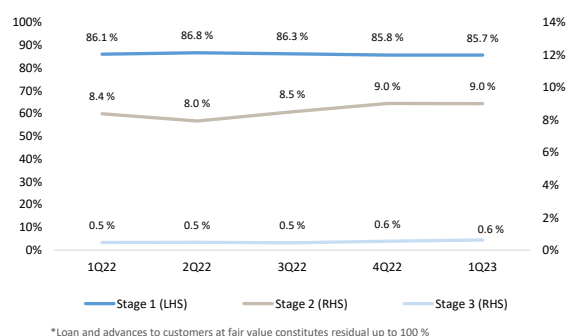
The Group's lending and liabilities are categorised into three groups: Stage 1, Stage 2, and Stage 3.

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 Norwegian economy has long been characterised by strong pressure on capacity and low unemployment. Even though the economy developed better than expected during the winter, the prospect of weaker growth remains due to factors such as high inflation and cost growth, as well as rate hikes from Norges Bank. The Bank continuously assesses how the situation is affecting its customers and the provisions required in relation to IFRS 9.

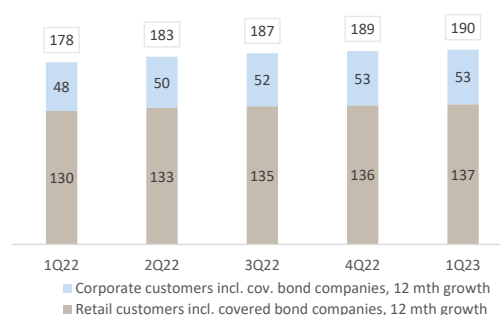
Credit risk as measured by the Bank's credit models was stable for both the corporate market and the retail market during the first quarter of 2023. Risk weights in the retail market portfolio edged up slightly due to lower estimates of the value of collateral. Individual provisions for credit losses in the corporate and retail market were stable. At the end of the first quarter of 2023, 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 190.3 (177.8) billion as at 31.3.2023. As at 31.3.2023, loans of NOK 61.2 (52.5) billion had been transferred to SpareBank 1 Boligkreditt AS and NOK 1.2 (1.3) billion to SpareBank 1 Næringskreditt AS.

Gross loans to customers including loans transferred to covered bond companies (NOK billion)



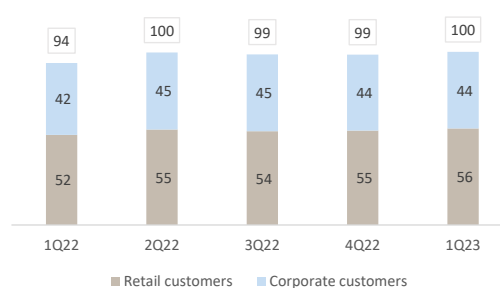
Lending growth in the past 12 months, inclusive of loans transferred to the covered bond companies was NOK 12.5 (15.3) billion, equivalent to 7.0 (9.4) per cent. NOK 6.5 (9.2) billion of the growth, equivalent to 5.0 (7.6) per cent, occurred in the retail market and NOK 6.0 (6.1) billion, equivalent to 12.5 (14.6) per cent occurred in the corporate market.

The Group has intensified its efforts to reduce emissions in its loan portfolio with a target of achieving net zero emissions from 2050. The Bank's allocation report for eligible green assets (including loans transferred to the covered bond companies) showed a volume of NOK 30.0 billion kroner at the end of the quarter (NOK 27.8 billion).

Deposits from customers

As at 31.3.2023, deposits from customers totalled NOK 100.4 (93.9) billion. Deposit growth in the past 12 months was NOK 6.5 (6.4) billion, equivalent to 6.9 (7.4) per cent. The growth was distributed as follows: NOK 3.7 (3.2) billion, or 7.1 (6.6) per cent, in the retail market, and NOK 2.8 (3.2) billion, or 6.6 (8.4) per cent, in the corporate market.

Deposits from customers (NOK billion)



The Group's deposit coverage ratio was 78.5 (75.7) per cent. The Group's deposit coverage ratio, inclusive of mortgages transferred to the covered bond companies, was 52.8 (52.8) 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 44.7 (42.8) billion, 43 (42) per cent of which was euro-denominated. The average term to maturity for the Group's long-term funding was 3.7 (4.2) years, while the average term to maturity for all funding was 3.5 (3.5) years.

The liquidity coverage ratio (LCR) was 162.6 (126.7) per cent as at 31.3.2023.

The Bank's goal is for 20 per cent of the liquidity portfolio to have an ESG label by the end of 2023. At the end of 2022, around 16 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

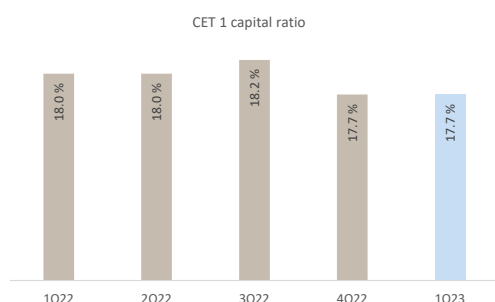
As at 31.3.2023, the equity share capital comprised 115 829 789 (115 829 789) equity capital certificates, and the book value per equity capital certificate was NOK 108.76 (104.16). Earnings per equity capital certificate amounted to NOK 3.80 (3.16) for the first quarter.

As at 31.3.2023, the market price for the Bank's equity capital certificate (ticker 'SPOL') was NOK 113.80 (140.00).

Financial strength and total capital adequacy ratio

As at 31.3.2023, the Group's equity capital totalled NOK 19.3 (18.2) billion and represented 11.3 (11.4) per cent of total capital. The leverage ratio was 7.2 (7.3) per cent.

The Group's Common Equity Tier 1 ratio as at 31.3.2023 was 17.7 (18.0) per cent. The Tier 1 capital and Tier 2 capital ratios were 19.0 (19.3) per cent and 20.7 (20.9) 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.

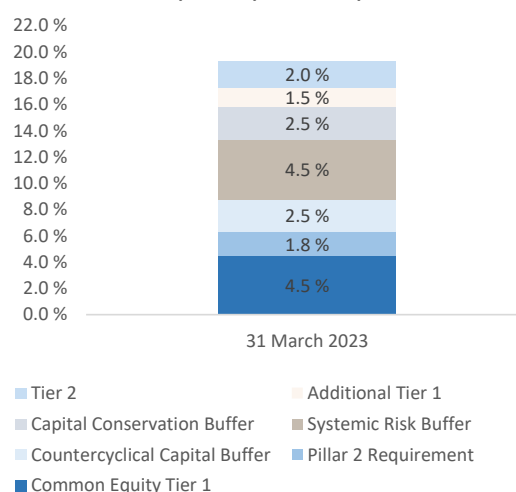
Besides the ordinary subsidiaries consolidated into the Bank's accounting group, the following companies are also proportionately consolidated into the Group's capital adequacy:

- 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 9.5 per cent for the parent bank and 9.5 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 2.5 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 31.3.2023. The Financial Supervisory Authority of Norway also expects the Group to main a capital requirements margin of at least 1.0 per cent. The total capital requirements for Common Equity Tier 1 capital were, therefore, 14.0 per cent for the parent bank and 15.8 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.

The Group's Capital Requirements



The Ministry of Finance started a consultation process in January 2023 concerning changes to the regulations for the Pillar 2 requirement. The proposal includes the Pillar 2 requirement having to be met by a minimum of 56.25 per cent Common Equity Tier 1 capital and a minimum of 75 per cent additional Tier 1 capital, unlike the current arrangement that requires the Pillar 2 requirement to be met exclusively by Common Equity Tier 1 capital. The deadline for submissions expired on 17.4.2023 and the Bank is monitoring developments closely.

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

Ratings

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 in Norway with the highest credit rating from Moody's.

SpareBank 1 Østlandet has an ESG Risk Rating from Sustainalytics of 9.0 ('negligible risk'), AAA from MSCI ESG Risk Ratings and A from the Carbon Disclosure Project (CDP) for its climate work. The Bank is thus the best-rated bank in the Nordic region.

Parent bank's financial statements for the first quarter of 2023

Parent bank's results

The Parent Bank's profit after tax for the first quarter was NOK 686 (694) million. The NOK 8 million reduction in profit compared with the same quarter last year was due to lower recognised dividends, lower positive result from financial assets and liabilities, higher operating expenses, higher loss costs and higher income tax expense, while higher net interest income pulled in a positive direction.

Operating expenses

Total operating expenses in the parent bank amounted to NOK 394 (361) million in the first quarter and represented 32.8 (33.4) per cent of total income.

Expenses, NOK millions	1Q23	4Q22	1Q22
Personnel expenses	200	198	183
Depreciation and amortisation	23	22	22
ICT expenses	81	73	76
Marketing expenses	19	19	19
Operating expenses from real estate	19	15	17
Other expenses	52	71	43
Total operating expenses	394	398	361

In 2023, SpareBank 1 Østlandet aims to keep the growth in the parent bank's operating expenses to under 5.0 per cent.

As at 31.3.2023, the parent bank's growth in operating expenses compared with the same period last year amounted to NOK 33 million, which corresponds to an increase of 9.3 per cent.

The growth in expenses was mainly due to increases in personnel expenses, ICT expenses and operating

expenses for real estate property. The item "Other operating expenses" also increased due to more travel and meeting activities, consultant use and net losses on receivables.

As at 31.3.2023, the parent bank had 742 (694) FTEs.

Impairment losses on loans and guarantees

In the first quarter, the parent bank saw a net charge for impairment losses on loans and guarantees of NOK 42 (6) million.

Model-generated provisions for credit losses (Stage 1 and Stage 2) increased by NOK 29 million due to an increase in expected credit loss (ECL) based on adjusted key assumptions and the effects of the period's growth and migration. The change in individual provisions for credit losses (Stage 3) resulted in loss costs of NOK 1 million, while the period's net realised losses amounted to NOK 13 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'.

Financial strength and capital adequacy

As at 31.3.2023, the parent bank's equity totalled NOK 17.8 (17.1) billion and represented 10.6 (10.8) per cent of total capital. The leverage ratio was 9.9 (10.0) per cent.

The parent bank's Common Equity Tier 1 capital ratio as at 31.3.2023 was 22.1 (22.8) per cent. The Tier 1 capital and Tier 2 capital ratios were 23.5 (24.2) per cent and 25.7 (25.9) per cent, respectively.

Result from core business

The result from core business is defined as the profit before loan losses, excluding securities effects and dividends.

Result from core operations, NOK millions	1Q23	4Q22	1Q22
Net interest income	777	744	528
Net commission/other operating income	238	249	243
Total operating costs	394	398	361
Result from core operations	621	594	411

The result from core business for the first quarter was NOK 621 (411) million. The result from core business increased by NOK 210 million from the same quarter last year, which is equivalent to 51.1 per cent.

The improvement in the result was due to higher net interest income, while higher operating expenses, and lower net commissions and other operating income made negative contributions.

Subsidiaries

SpareBank 1 Finans Østlandet AS – consolidated figures

Figures in NOK millions	1Q23	4Q22	1Q22
Net interest income	82	46	58
Net commission and other operat. income	22	28	30
Net income from associates	-7	-6	-3
Total operating expenses	27	28	27
Losses on loans and guarantees	5	5	-2
Pre-tax operating profit	66	35	60
Tax expense	18	11	16
Profit after tax	48	24	44

The financing company SpareBank 1 Finans Østlandet AS (85.1 per cent stake) posted a consolidated profit after tax for the first quarter of NOK 48 (44) million. The improvement in profit from the same quarter last year was mainly due to higher net interest income. Increased loss charges pulled in the opposite direction. The investment in SpareBank 1 Mobilitet Holding AS also resulted in a profit contribution of NOK -7 (-3) million for the first quarter.

As at 31.3.2023, gross lending to customers amounted to NOK 11.2 (10.0) billion and lending growth in the past 12 months was 12.8 (11.1) per cent.

EiendomsMegler 1 Innlandet AS

Amount in NOK millions	1Q23	4Q22	1Q22
Total operating income	30	28	28
Total operating expenses	34	27	32
Net financial expenses	1	-1	0
Pre-tax operating profit	-4	2	-4
Tax expense	-1	1	-1
Profit after tax	-3	2	-3
Market share of sale of used homes	26.5 %	28.9 %	24.8 %
Number of used homes sold	278	275	269
Number of new homes sold	15	4	44

For the first quarter, EiendomsMegler 1 Innlandet AS posted earnings of NOK 30 (28) million and a result after tax of NOK -3 (-3) million. The first quarter normally sees weak results in line with seasonal fluctuations in the sector.

The number of used homes that were sold increased by 3.3 per cent in the first quarter compared with the first quarter last year. Market share increased to 26.5 (24.8) per cent. The market for new homes remains poor and the volume of sales fell to one third of the volume seen in the first quarter last year.

The number of used homes put on the market in the company's market area in the first quarter was 969 (1 032) homes. This represents a decrease of 6.1 per cent. The number of used homes sold in the same period was 968 (979) homes, which corresponds to a decrease of 1.1 per cent. At the end of March, the 12-month c change in prices in Innlandet County was -2.9 per cent.

EiendomsMegler 1 Oslo Akershus AS – consolidated figures

Amount in NOK millions	1Q23	4Q22	1Q22
Total operating income	45	41	48
Total operating expenses	48	41	46
Net financial expenses	0	0	0
Pre-tax operating profit	-3	1	2
Tax expense	-1	0	0
Profit after tax	-2	1	1
Market share of sale of used homes	8.4 %	8.7 %	8.8 %
Number of used homes sold	551	539	610
Number of new homes sold	66	41	98

The EiendomsMegler 1 Oslo Akershus Group posted earnings for the first quarter of NOK 45 (48) million and achieved a profit after tax of NOK -2 (1) million.

The level of activity within residential sales was lower in the company's market area in the first quarter compared with the first quarter of 2022. In the first quarter, the company had a market share of 8.4 (8.8) per cent of sales of used homes and holiday properties in its market area.

The number of used homes sold in the first quarter was down 9.7 per cent on the first quarter last year. The number of new homes sold was down by 32.7 per cent.

In the first quarter, prices increased by 5.4 per cent seasonally adjusted from the fourth quarter of 2022, while the 12-month rise in prices in Oslo was 0.3 per cent as at 31.3.2023.

SpareBank 1 ForretningsPartner Østlandet AS – consolidated figures

Amount in NOK millions	1Q23	4Q22	1Q22
Total operating income	38	30	56
Total operating expenses	38	33	49
Net financial expenses	-1	-1	-1
Pre-tax operating profit	0	-4	6
Tax expense	1	-1	1
Profit after tax	-1	-3	5

*The figures above include the consultancy part of TheVIT AS until 23 August 2022

On 24.8.2022, SpareBank 1 Østlandet sold its entire stake in the consultancy part of TheVIT AS. The payroll and accounting business was taken over in its entirety by SpareBank 1 Østlandet, at the same time as the company changed its name to SpareBank 1 ForretningsPartner Østlandet AS. The company's income and cost bases were thus reduced at the same point in time.

The company posted earnings of NOK 38 (56) million and a loss after tax of NOK -1 (5) million for the first quarter. The reduction in profit was mainly due to impairments in the customer portfolio of NOK 5.0 million.

The level of activity was high as is normal in the first quarter. This is partly due to the work associated with annual accounts and tax returns. The net addition of staff in the first quarter amounted to 6.6 FTEs.

SpareBank 1 ForretningsPartner strives to produce good results, both for itself and for customers. Results are not limited to the financial bottom line; they include all positive human and social ripple effects from the company's work. A new strategy was developed in line with this vision and lays the groundwork for growth in the company's region and in the most important sectors.

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 implemented IFRS 17 and IFRS 9 on 1.1.2023. Figures for 2022 marked '*' have been restated. For further information, please see Note 2 'Accounting policies'.

NOK million	1Q23	Recalculated 1Q22	Reported 1Q22
Profit after tax	272	289	94
The controlling interest's share	176	188	67

SpareBank 1 Gruppen posted a consolidated profit after tax for the first quarter of NOK 272 (289*) million. The controlling interest's share of the consolidated profit after tax amounted to NOK 176 (188*) million and SpareBank 1 Østlandet's share of this amounted to NOK 21 (8) million. The Group's return on equity for the first quarter was 7.8 (8.3*) per cent.

As at 1.1.2023, a negative implementation effect of NOK 1 045 million was recognised against equity upon the transition to IFRS 17 and IFRS 9, of which SpareBank 1 Østlandets share is NOK 128 million. The effect of IFRS 17 is mainly reversed over time when the income is recognised in line with the reduction in the insurance liability.

IFRS 17 is forward-looking and looks at the present value of the companies' assets and liabilities at any time, rather than the earlier accounting language of income and costs in the last reporting period.

Fremtind Forsikring posted a consolidated profit after tax of NOK 274 (293*) million, while SpareBank 1 Forsikring AS posted a profit after tax of NOK 44 (-16*) million.

SpareBank 1 Factoring AS posted a profit after tax of NOK 18 (17) million. SpareBank 1 Spleis AS posted a loss before tax of NOK -5 (-4) million. As at 31.3.2023, the company had 3 231 (2 985) new active fundraising initiatives, and NOK 53 (82) million had been raised. The difference is mainly due to free fundraising initiatives related to the Russian invasion of Ukraine last year.

Kredinor is a joint venture in which SpareBank 1 Gruppen owns a 50 per cent stake. Kredinor's debt recovery activities involve collecting debt on behalf of clients and purchasing portfolios of non-performing debt for recovery on its own account. SpareBank 1 Gruppen recognised a loss of NOK 15 million after tax on its stake in Kredinor in the first quarter of 2023. Portfolios in the Kredinor Group were written down by around NOK 50 million in the quarter.

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 39 (40) million for the first quarter. The decrease in profit was mainly due to reduced operating income as a result of declining average total assets. Reduced operating expenses pulled in the opposite direction. 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 3 (2) million for the first quarter.

SpareBank 1 Boligkreditt AS

SpareBank 1 Boligkreditt AS (22.42 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 162 (-13) million for the first quarter. 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 33 (-5) million for the first quarter. The improved result was mainly due to a positive contribution from financial assets and liabilities and lower commissions for the SpareBank 1 banks.

SpareBank 1 Næringskreditt AS

SpareBank 1 Næringskreditt AS (15.66 per cent stake) was established according to the same model, and with the same management, as SpareBank 1 Boligkreditt AS.

The company posted a loss after tax of NOK 15 (-1) million for the first quarter. The improved result was mainly due to increased net interest income, lower commissions for the SpareBank 1 banks and a reversal of loss costs. The profit contribution included in SpareBank 1 Østlandet's consolidated financial statements for the first quarter amounted to NOK 2 (0) million.

SpareBank 1 Kreditt AS

SpareBank 1 Kreditt AS (18.91 per cent stake) is the SpareBank 1 Alliance's joint venture for credit cards and short-term loans.

In the first quarter, the company posted a loss after tax of NOK -22 (17) million. The decrease in profit was mainly due to higher commission expenses, higher operating expenses and increased loss costs, while increased net interest income had a positive effect. The profit share included in SpareBank 1 Østlandet's consolidated financial statements for the first quarter amounted to NOK -4 (3) 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.

In the first quarter, the company posted a loss after tax of NOK -39 (-25) million. The decrease in the result was due to a larger negative contribution from Vipps AS. The result contribution included in SpareBank 1 Østlandet's consolidated financial statements for the first quarter amounted to NOK -7 (-5) 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 183 (143) million for the first quarter. The improvement in profit was mainly due to an increase in net interest income and lower loss costs.

The profit contribution from BN Bank ASA, which is included in 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 first quarter amounted to NOK 18 (14) 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 ambitious goal 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. A long-term, stable ambition of paying out 50 per cent in dividends seeks to balance the owners' desire for dividends with the continued funding of the Bank's growth ambitions. At the same time, as the dividend policy aims to provide predictability about future dividends, it is also flexible and depends on factors such as financial performance and capital adequacy.

The Bank's financial strength target is regulatory capital adequacy of 1 percentage point above the regulatory requirement. At the end of the first quarter of 2023, the Bank's capital adequacy was well in line with the financial strength objective.

The high underlying inflation in society has been an important contributing factor to why the Bank's cost growth has been higher than wanted in recent quarters. The Bank's target for cost growth in the parent bank for 2023 is to keep it below 5 per cent. This is quite an ambitious goal given, for example, the expected wage growth and inflation rate, as well as the implementation of planned strategic initiatives.

The Bank's goal since 2020 has been to deliver a return on equity of 11 per cent over time. For 2023, the profitability target has been adjusted up to a 12 per cent return on equity. The upwards revision was based on market developments and the increasing economies of scale the Bank has realised in recent years. The target reflects the Bank's focus on delivering on its strategic ambition of being an attractive equity capital certificate.

The strategy and financial targets must be achieved within a framework of social development that is both full of contrasts and demanding. The war in Ukraine is leaving its mark on Norwegian society. The economic consequences of the war have become clearer through rapidly rising inflation, unpredictable fluctuations in energy prices, long delivery times and poorer economic growth. Turbulence in the US banking system and with respect to some banks in Europe is also contributing to uncertainty, and particularly having an effect on international debt markets. Norwegian banks are strictly regulated and have low interest rate risk compared with banks in many other countries. The consequences for the Norwegian banking system therefore appear to have been relatively limited. Nevertheless, the Bank is monitoring developments closely.

Given the continued high inflation rate, Norges Bank raised its policy rate in March and signalled further interest rate hikes going forward. The combination of higher borrowing costs and high inflation will probably impact household consumption and investment. Housing mortgages account for the largest share of the Bank's loan portfolio. The decline in purchasing power makes it likely that the growth in household demand for credit will slow. At the same time, a strong labour market is shoring up purchasing power and activity in the housing market.

The Bank's survey of expectations and Norges Bank's regional network both indicate that companies in the market are relatively pessimistic about economic developments. Companies are concerned about things like how demand will develop and profitability. Corporate investment is the main driver behind the Bank's loans to the business sector. It is reasonable to assume that weaker prospects mean somewhat lower growth in corporate investments and demand for credit.

Overall, the Bank's opportunities for growth are still considered strong over the long-term, 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 Bank's lending practices are conservative. Nonetheless, it is likely that more customers will experience financial difficulties going forward. In such a situation, a bank with in-depth local knowledge offering good professional advice is especially useful for customers. The Bank will help with good solutions for its customers, including those experiencing tougher times. The Norwegian savings bank model has proved to be solid in challenging times. The Board of Directors is confident that both the region and the Bank are well-equipped to meet the challenges that might arise.

The Board of Directors of SpareBank 1 Østlandet

Hamar, 4.5.2023

Income statement

Parent Bank					Group		
Year	First quarter				First quarter	Year	
2022	2022	2023	(NOK million)	Notes	2023	2022	2022
4 047	758	1 494	Interest income effective interest method	5	1 578	815	4 248
620	93	305	Other interest income	5	305	93	620
2 167	322	1 022	Interest expenses	5	1 026	323	2 176
2 500	528	777	Net interest income	5	857	585	2 693
1 085	264	265	Commission income	6	355	352	1 463
101	25	32	Commission expenses	6	39	21	88
20	4	4	Other operating income	6	50	66	213
1 005	243	238	Net commissions and other operating income		366	397	1 588
43	16	17	Dividends from shares and other equity instruments	7	17	16	43
379	226	142	Net income from subsidiaries, associates and joint ventures (Parent Bank)	7			
			Net income from associates and joint ventures (Group)	7	59	16	186
-67	68	25	Net profit from other financial assets and liabilities	7	25	68	-67
356	310	185	Net profit from financial assets and liabilities		102	100	162
3 861	1 081	1 200	Total net income		1 325	1 081	4 443
758	183	200	Personnel expenses	8	295	287	1 153
88	22	23	Depreciation	8	34	31	122
638	155	172	Other operating expenses	8	200	186	761
1 484	361	394	Total operating expenses		529	504	2 037
2 377	721	806	Operating profit before losses on loans and guarantees		796	577	2 406
19	6	42	Impairment losses on loans and guarantees	9	49	4	27
2 358	714	764	Pre-tax operating profit		747	573	2 379
376	20	78	Tax expense		95	37	431
1 982	694	686	Profit after tax		652	536	1 948
			Attributable to additional Tier 1 Capital holders		15	9	47
			Profit after tax for controlling interest		628	522	1 880
			Profit after tax for non-controlling interest		8	4	21
			Profit after tax		652	536	1 948
			Earnings/diluted earnings per equity certificate (in NOK)		3.80	3.16	11.37
			Earnings/diluted earnings per average equity certificate (in NOK)		3.80	3.16	11.37

Statement of other comprehensive income

Parent Bank				Group		
Year	First quarter			First quarter		
2022	2022	2023	(NOK million)	2023	2022	2022
1 982	694	686	Profit after tax	652	536	1 948
2	0	0	Actuarial gains/losses on pensions	0	0	2
0	0	0	Tax effects of actuarial gains/losses on pensions	0	0	0
13	5	1	Fair value changes on financial liabilities designated at fair value due to the Bank's own credit risk	1	5	13
-3	-1	0	Tax effects related to the above	0	-1	-3
			Share of other comprehensive income from associated companies and joint ventures	0	15	23
11	4	0	Total items that will not be reclassified through profit or loss	1	19	34
			Net fair value adjustments on loans at fair value through other comprehensive income	-7	-1	-10
-10	-1	-7	Tax effects related to the above	2	0	2
2	0	2	Fair value changes on hedge derivatives due to changes in the currency basis spread	-13	41	64
64	41	-13	Tax effects related to the above	3	-10	-16
-16	-10	3	Share of other comprehensive income from associates and joint ventures	-16	83	115
41	30	-15	Total items that will be reclassified through profit or loss	-31	113	156
52	34	-14	Total profit and loss items recognised in equity	-30	132	190
2 034	728	672	Total profit/loss for the period	622	668	2 138
			Attributable to additional Tier 1 Capital holders	15	9	47
			Total profit/loss for the period for controlling interest	598	654	2 070
			Total profit/loss for the period for non-controlling interest	8	4	21
			Total profit/loss for the period	622	668	2 138

Balance sheet

Parent Bank				Group			
31 Dec. 2022	31 Mar. 2022	31 Mar. 2023	NOK million	Notes	31 Mar. 2023	31 Mar. 2022	31 Dec. 2022
ASSETS							
677	658	85	Cash and deposits with central banks		85	658	677
11 749	10 775	12 561	Loans to and receivables from credit institutions	10	3 145	2 438	2 694
119 612	113 793	116 324	Loans to and receivables from customers	11, 12	127 422	123 616	130 405
26 351	23 838	28 385	Certificates, bonds and fixed-income funds	14	28 385	23 838	26 351
1 855	776	2 060	Financial derivatives	13, 14	2 060	776	1 855
791	853	789	Shares and other equity interests	14	789	853	791
4 838	4 723	4 852	Investments in associates and joint ventures		5 925	5 669	5 875
1 865	1 758	1 865	Investments in subsidiaries		0	0	0
76	80	73	Goodwill and other intangible assets		346	389	353
450	440	463	Property, plant and equipment		635	609	619
529	542	711	Other assets		984	800	798
168 794	158 237	168 169	Total assets		169 776	159 647	170 419
LIABILITIES							
3 315	3 148	3 799	Deposits from and liabilities to credit institutions	10	3 798	3 160	3 296
98 911	93 988	100 486	Deposits from and liabilities to customers	15	100 400	93 924	98 813
43 296	38 359	39 881	Liabilities arising from issuance of securities	14, 16	39 881	38 359	43 296
2 587	1 548	2 140	Financial derivatives	13, 14	2 140	1 548	2 587
164	22	71	Current tax liabilities		61	92	211
257	10	255	Deferred tax liabilities		382	133	383
641	2 809	2 020	Other debt and liabilities recognised in the balance sheet		2 188	2 922	727
1 308	1 303	1 669	Subordinated loan capital	16	1 669	1 303	1 308
150 478	141 186	150 322	Total liabilities		150 518	141 442	150 622
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
4 361	4 196	4 823	Dividend equalisation fund		4 823	4 196	4 361
788	0	0	Allocated to dividends and other equity capital		0	0	788
4 689	4 619	4 886	Primary capital		4 886	4 619	4 689
337	0	0	Allocated to dividends customer return		0	0	337
16	20	16	Provision for gifts		16	20	16
486	577	483	Fund for unrealised gains		483	577	486
1 000	1 000	1 000	Hybrid capital		1 000	1 000	1 000
0	0	0	Other equity		1 139	1 044	1 195
			Non-controlling interests		272	110	286
18 316	17 051	17 848	Total equity capital		19 258	18 205	19 797
168 794	158 237	168 169	Total equity capital and liabilities		169 776	159 647	170 419

The board of SpareBank 1 Østlandet
Hamar, May 4th 2023

Changes in equity capital

Group

(NOK million)	Controlling interests									
	Paid-up equity		Earned equity capital					Hybrid capital	Non-controlling interests	Total equity capital
	Equity certificates	Premium fund	Primary capital ¹⁾	Dividend equalisation funds ²⁾	Provision for gifts	Fund for unrealised gains	Other equity			
Equity capital as of 31 December 2021	5 791	848	4 739	4 471	21	460	1 260	1 000	116	18 706
Implementation effects IFRS 17 SpareBank1 Gruppen ³⁾							-149			-149
OB Corr. in group companies							1			1
Adjusted equity capital at 1 January 2022	5 791	848	4 739	4 471	21	460	1 112	1 000	116	18 558
Profit after tax			173	404		117	-161		4	536
Other comprehensive income										
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	3						4
Net fair value adjustments on loans at fair value through other comprehensive income after tax			0	0						0
Fair value changes on hedge derivatives due to changes in the currency basis spread after tax			9	22						31
Share of other comprehensive income from associated companies and joint ventures							98			98
Total profit after tax			183	428		117	-64		4	668
Other transactions										
Dividend paid			-295	-695					-10	-1 000
Donations distributed from profit 2020			-6							-6
Grants from provision for gifts in 2021					-1					-1
Hybrid capital								0		0
Interest on hybrid capital			-3	-7						-9
Effects directly in equity from associated companies and joint ventures							-4			-4
Equity capital as of 31 March 2022	5 791	848	4 619	4 196	20	577	1 044	1 000	110	18 205
Equity capital as of 31 December 2021	5 791	848	4 739	4 471	21	460	1 260	1 000	116	18 706
Implementation effects IFRS 17 SpareBank1 Gruppen ³⁾							-149			-149
OB Corr. in group companies							1			1
Adjusted equity capital at 1 January 2022	5 791	848	4 739	4 471	21	460	1 112	1 000	116	18 558
Profit after tax			586	1 369		26	-55		21	1 948
Other comprehensive income										
Actuarial gains after tax on pensions			0	1						1
Fair value changes on financial liabilities designated at fair value due to the Bank's own credit risk after tax			3	7						10
Net fair value adjustments on loans at fair value through other comprehensive income after tax			-2	-5						-7
Fair value changes on hedge derivatives due to changes in the currency basis spread after tax			15	34						48
Share of other comprehensive income from associated companies and joint ventures							138			138
Total profit after tax			602	1 405		26	83		21	2 138
Other transactions										
Dividend paid			-296	-695					-10	-1 001
Donations distributed from profit 2021			-6							-6
Grants from provision for gifts in 2022					-5					-5
Hybrid capital										0
Interest on hybrid capital			-13	-33						-47
Net addition of non-controlling interest									158	158
Effects directly in equity from associated companies and joint ventures							1			1
Equity capital as of 31 Desember 2022	5 791	848	5 026	5 148	16	486	1 196	1 000	286	19 797

Equity capital as of 31 Desember 2022	5 791	848	5 026	5 148	16	486	1 196	1 000	286	19 797
Profit after tax			207	483		-3	-43		8	652
Other comprehensive income										
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			0	0						0
Net fair value adjustments on loans at fair value through other comprehensive income after tax			-2	-4						-5
Fair value changes on hedge derivatives due to changes in the currency basis spread after tax			-3	-7						-10
Share of other comprehensive income from associated companies and joint ventures							-16			-16
Total profit after tax			202	473		-3	-58		8	622
Other transactions										
Dividend paid			-306	-787					-22	-1 115
Donations distributed from profit 2022			-31							-31
Grants from provision for gifts in 2023					0					0
Hybrid capital										0
Interest on hybrid capital			-5	-11						-15
Effects directly in equity from associated companies and joint ventures							1			1
Equity capital as of 31 March 2023	5 791	848	4 886	4 823	16	483	1 139	1 000	272	19 258
1) Amounts transferred to primary capital as of 31.12.2022 include provisioned customer dividends and proposed gifts.										
2) Amounts transferred to dividend equalization funds as of 31.12.2022 include provisioned dividends.										
3) Refers to note 2 Accounting principles for further information										

Parent Bank

(NOK million)	Paid-up equity		Earned equity capital				Hybrid-capital	Total equity capital
	Equity certificates	Premium fund	Primary capital ¹⁾	Dividend equalisation funds ²⁾	Provision for gifts	Fund for unrealised gains		
Equity capital as of 1 January 2022	5 791	848	4 739	4 471	21	460	1 000	17 330
Profit after tax			173	404		117		694
Other comprehensive income								
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	3				4
Net fair value adjustments on loans at fair value through other comprehensive income after tax			0	0				0
Fair value changes on hedge derivatives due to changes in the currency basis spread after tax			9	22				31
Total profit after tax			183	428		117		728
Other transactions								
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			-3	-7				-9
Equity capital as of 31 March 2022	5 791	848	4 619	4 196	20	577	1 000	17 051

Equity capital as of 1 January 2022	5 791	848	4 738	4 471	21	460	1 000	17 330
Profit after tax			586	1 369		26		1 982
Other comprehensive income								
Actuarial gains after tax on pensions			0	1				1
Fair value changes on financial liabilities designated at fair value due to the Bank's own credit risk after tax			3	7				10
Net fair value adjustments on loans at fair value through other comprehensive income after tax			-2	-5				-7
Fair value changes on hedge derivatives due to changes in the currency basis spread after tax			15	33				48
Total profit after tax			602	1 405		26		2 034
Other transactions								
Dividend paid			-295	-695				-990
Donations distributed from profit 2021			-6					-6
Grants from provision for gifts in 2022					-5			-5
Hybrid capital								0
Interest on hybrid capital			-13	-33				-47
Equity capital as of 31 Desember 2022	5 791	848	5 026	5 148	16	486	1 000	18 316

Equity capital as of 1 January 2023	5 791	848	5 026	5 148	16	486	1 000	18 316
Profit after tax			207	483		-3		686
Other comprehensive income								
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			0	0				0
Net fair value adjustments on loans at fair value through other comprehensive income after tax			-2	-4				-5
Fair value changes on hedge derivatives due to changes in the currency basis spread after tax			-3	-7				-10
Total profit after tax			202	473		-3		672
Other transactions								
Dividend paid			-306	-787				-1 094
Donations distributed from profit 2022			-31					-31
Grants from provision for gifts in 2023						0		0
Hybrid capital								0
Interest on hybrid capital			-5	-11				-15
Equity capital as of 31 March 2023	5 791	848	4 886	4 823	16	483	1 000	17 848

1) Amounts transferred to primary capital as of 31.12.2022 include provisioned customer dividends and proposed gifts.

2) Amounts transferred to dividend equalization funds as of 31.12.2022 include provisioned dividends.

Cash flow statement

Parent Bank				Group		
31 Dec. 2022	31 Mar. 2022	31 Mar. 2023	(NOK million)	31 Mar. 2023	31 Mar. 2022	31 Dec. 2022
-8 151	-2 321	3 262	Change in gross lending to customers	2 955	-2 769	-9 567
3 878	753	1 390	Interest receipts from lending to customers	1 581	858	4 398
6 665	1 742	1 575	Change in deposits from customers	1 587	1 747	6 635
-1 021	-140	-524	Interest payments on deposits from customers	-527	-141	-1 028
-2 133	-1 651	-664	Change in receivables and debt from credit institutions	-286	-1 012	-808
267	35	116	Interest on receivables and debt to financial institutions	9	-4	-16
-2 704	-58	-2 029	Change in certificates and bonds	-2 036	-58	-2 704
169	32	264	Interest receipts from commercial papers and bonds	264	32	169
1 005	243	238	Net commission receipts	353	375	1 546
80	21	22	Capital gains from sale on trading	22	21	80
-1 396	-338	-372	Payments for operations	-495	-473	-1 914
-641	-45	-84	Taxes paid	-103	-65	-690
-30	31	960	Other accruals	968	14	-10
-4 013	-1 697	4 153	Net change in liquidity from operations (A)	4 292	-1 476	-3 909
-79	-19	-33	Investments in tangible fixed assets	-39	-35	10
0	0	0	Receipts from sale of tangible fixed assets	13	13	42
-198	-84	-13	Change in long-term investments in equities	-13	-84	-262
399	225	138	Dividends from long-term investments in equities	3	18	186
122	121	92	Net cash flow from investments (B)	-36	-89	-24
11 341	3 214	1 000	Debt raised by issuance of securities	1 000	3 214	11 341
0	0	500	Debt raised by subordinated loan capital	500	0	0
0	0	0	Equity raised by hybrid capital	0	0	0
-4 381	-651	-5 022	Repayments of issued securities	-5 022	-651	-4 381
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
-776	-153	-465	Interest payments on securities issued	-465	-153	-776
-43	-8	-19	Interest payments on subordinated loans	-19	-8	-43
-40	-9	-6	Lease payments	-6	-9	-40
-40	0	0	Payments arising from placements in subsidiaries	0	0	13
-695	0	0	Payment of dividend	-10	-10	-705
-298	0	0	Payment of customer dividend	0	0	-298
-15	-1	-1	Donations	-1	-1	-15
5 052	2 393	-4 013	Net cash flow from financing (C)	-4 023	2 382	5 095
1 161	818	233	CHANGE IN CASH AND CASH EQUIVALENTS (A+B+C)	233	818	1 161
964	964	964	Cash and cash equivalents at 1 January	964	964	964
2 125	1 781	1 197	Cash and cash equivalents at the end of the period	1 197	1 781	2 125
			Cash and cash equivalents at comprise:			
677	658	85	Cash and deposits with central banks	85	658	677
1 448	1 123	1 111	Deposits etc. at call with banks	1 111	1 123	1 448
2 125	1 781	1 197	Cash and cash equivalents at the end of the period	1 197	1 781	2 125

Notes to the accounts

Note 1 General information

The group Sparebank 1 Østlandet consists of the parent bank SpareBank 1 Østlandet and the following companies:

Subsidiaries	Ownership share (%) as of 31 March 2023
Sparebank 1 Finans Østlandet AS	85.10
EiendomsMegler 1 Innlandet AS	100.00
EiendomsMegler 1 Oslo Akershus AS	100.00
Youngstorget 5 AS	100.00
AS Vato	100.00
SpareBank 1 ForretningsPartner Østlandet Holding AS	100.00
Investments in second tier subsidiaries	
EiendomsMegler 1 Oslo AS	100.00
SpareBank 1 ForretningsPartner Østlandet AS	100.00
Investments in associated companies	
SpareBank 1 Kreditt AS	18.91
SpareBank 1 Boligkreditt AS	22.42
SpareBank 1 Næringskreditt AS	15.66
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
Investments in associated companies in subsidiaries	
SpareBank 1 Mobilitet Holding AS*	30.66
Investments in joint ventures	
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 in 2023

First quarter

A rebalancing of the shares in SpareBank 1 Kreditt AS in accordance with the shareholder agreement resulted in a reduction of the ownership interest from 19.24 per cent to 18.91 per cent in the first quarter.

SpareBank 1 Kundepleie AS was dissolved and liquidated in the first quarter.

Note 2 Accounting principles

2.1 Basis for preparation

SpareBank 1 Østlandet prepares its interim reports in accordance with the Stock Exchange Regulations, stock exchange rules and International Financial Reporting Standards (IFRS) as approved by the EU, including IAS 34 – Interim Financial Reporting. 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 2022.

New standards and interpretations that have been applied:

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 exception of the implementation of the standards described below.

IFRS 17 Insurance Contracts

IFRS 17 Insurance contracts will replace IFRS 4 Insurance contracts and set out principles for accounting, measuring, presentation and information on insurance contracts. The purpose of the new standard is to eliminate differing practices in the accounting treatment of insurance contracts, and the main features of the new model are as follows:

- An estimate of the present value of future cash flows for a group of insurance contracts. Future cash flows include future premium receipts and payments of insurance settlements, compensation and other payments to policyholders. The estimate must take account of an explicit adjustment for risk and the estimates must be based on conditions on the balance sheet date.
- A contractual service margin equal to the day one gain in the estimate of the present value of future cash flows from a group of insurance contracts. This corresponds to the profit element in the insurance contracts, which must be recognised over the service period, that is, over the insurance contracts' period of coverage.
- Certain changes to the estimate of the present value of future cash flows are adjusted against the contractual service margin and are thereby recognised through profit and loss over the remaining period covered by the relevant contracts.
- The effect of changes in the discount rate must, as an accounting policy choice, be presented either through ordinary net profit or loss or in other income and expenses.

IFRS 17 has been applied retrospectively and comparable figures are provided. The effective date is 01.01.2023.

IFRS 9 Financial Instruments

The standard entered into force on 1.1.2018. Institutions that mainly carry out insurance activities were given temporary permission to postpone implementation of IFRS 9 until the new standard for insurance contracts came into force on 1.1.2023.

Implementation effects of IFRS 17/IFRS 9

The effect on SpareBank 1 Østlandet's equity due to the associated company SpareBank 1 Gruppen's implementation of these standards on 1.1.2022 was NOK 149 million in reduced equity. The result for 2022 from SpareBank 1 Gruppen has been restated in line with IFRS 17/IFRS 9. This resulted in an increase in the result of NOK 20 million, meaning that the effect on equity as at 31.12.2022 was NOK -128 million.

The result for the first quarter of 2022 from SpareBank 1 Gruppen has been restated in line with IFRS 17/IFRS 9 and this resulted in an increase of NOK 15 million, meaning that the effect on equity as at 31.3.2022 was NOK -134 million.

The Group's ordinary result for 2022 and other key metrics have not been restated. The result effect has been restated in other comprehensive income.

The table below shows SpareBank 1 Østlandet's share of the implementation effects upon restatement of the total profit and equity.

IFRS 17/IFRS 9 effect for 2022:

Equity, Group, as at 1.1.2022 before implementation	18 706
Implementation of IFRS 17/IFRS 9	-149
Total result effect 2022 as a result of the implementation of IFRS 17/IFRS 9	20
IFRS 17/IFRS 9 implementation effect on equity	-128
Other changes in equity 2022	1 219
Equity, Group, as at 31.12.2022	19 797
Consolidated total profit after tax for 2022	2 118
Effect of implementation of IFRS 17/IFRS 9	20
Changed consolidated total profit after tax for 2022	2 138

IFRS 17/IFRS 9 effect for first quarter 2022:

Equity, Group, as at 1.1.2022 before implementation	18 706
Implementation of IFRS 17/IFRS 9	-149
Total result effect first quarter 2022 as a result of the implementation of IFRS17/IFRS9	15
IFRS 17/IFRS 9 implementation effect on equity	-134
Other changes in equity first quarter 2022	-367
Equity, Group, as at 31.03.2022	18 205
Consolidated total profit after tax for first quarter 2022	653
Effect of implementation of IFRS 17/IFRS 9	15
Changed consolidated total profit after tax for first quarter 2022	668

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 2022 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 2022 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 2022.

In the first quarter of 2023, an upgraded loss model was applied, which provides suggestions for key assumptions using regression analysis and simulation. The future level of default (PD) is predicted based on the expected development in money market interest rates and unemployment. Future levels of loss given default (LGD) is simulated based on collateral values and expectations of price development for various collateral objects. Norges Bank's Monetary Policy Report has been selected as the main source for the explanatory variables interest rate and unemployment as well as expected property price developments.

The management's estimates and discretionary assessments regarding expected development of default and loss levels (PD and LGD) are largely based on the latest available macro forecasts from the Monetary Policy Report (MPR) 1/23. In MPR 1/23, unemployment is expected to rise, but at a lower rate of increase than previously forecast. At the same time, the interest rate path was moderately lifted. Expected property price developments were only marginally changed. The bank assessed as at 31 March 2023 that the changes in the macro forecasts, compared to the equivalent as at 31 December 2022, overall led to marginally higher levels of default and approximately the same levels of loss given default.

The scenario weighting is subject to ongoing assessment based on available information. At the outbreak of the corona pandemic, the Bank saw an increased probability of the downside scenario and raised the scenario weighting from 15 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 related to 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. Subsequently, the Bank has found it appropriate to keep the scenario weighting unchanged. Expected credit loss (ECL) as at 31 March 2023 was therefore 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 below 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 show previously applied scenario weightings. The last three alternatives show sensitivity to 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).

			SpareBank 1		
	Retail market	Corporate market	Parent Bank	Finans Østlandet	Group
31 March 2023					
ECL in expected scenario	81	235	318	79	394
ECL in downside scenario	276	962	1 239	179	1 416
ECL in upside scenario	55	112	169	53	220
ECL with used scenario weighting 70/20/10 per cent	108	332	441	91	530
ECL with alternative scenario weighting 80/10/10 per cent	98	296	395	86	479
ECL with alternative scenario weighting 75/15/10 per cent	118	368	487	96	581
ECL with alternative scenario weighting 65/25/10 per cent	127	405	533	101	632
ECL with alternative scenario weighting 60/30/10 per cent	137	441	579	106	683

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 taxeffect in relation to customer dividends.
- Operating expenses in RM and CM includes its share of shared expences.
- Net commission and other income in RM and CM includes its share for shared income.
- Group eliminations arise together with other operations in a seperate column.

	Retail division	Corporate division	SpareBank 1 Finans Østlandet Group	Eiendoms- Megler 1 Innlandet AS	Eiendoms- Megler 1 Oslo Akershus Group	SpareBank 1 Forretnings- Partner Østlandet Group	Other operations/ eliminations	Total
31 March 2023								
Income statement								
Net interest income	329	388	82	-1	0	-1	59	857
Net commissions and other operating income	187	58	22	30	45	38	-15	366
Net profit from financial assets and liabilities	3	20	-7	0	0	0	86	102
Total operating expenses	258	126	27	34	48	38	0	529
Profit before losses by segment	262	340	71	-4	-3	0	131	796
Impairment losses on loans and guarantees	12	32	5	0	0	0	0	49
Pre-tax operating profit	250	308	66	-4	-3	0	131	747
Tax expense	63	76	18	-1	-1	1	-61	95
Profit/loss per segment after tax	187	231	48	-3	-2	-1	192	652
Balance sheet								
Gross lending to customers	72 855	44 098	11 243	1	0	0	-301	127 896
Provisions for credit losses	-59	-324	-91	0	0	0	0	-474
Other assets	2 960	682	207	82	130	139	38 155	42 354
Total assets per segment	75 756	44 456	11 358	83	130	139	37 854	169 776
Deposits from and liabilities to customers	56 888	43 487	0	0	0	0	24	100 400
Other liabilities and equity	18 868	969	11 358	83	130	139	37 830	69 376
Total equity capital and liabilities per segment	75 756	44 456	11 358	83	130	139	37 854	169 776

31 March 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
Income statement								
Net interest income	240	262	58	0	0	-1	25	585
Net commissions and other operating income	187	57	30	28	48	56	-9	397
Net profit from financial assets and liabilities	11	13	-3	0	0	0	80	100
Total operating expenses	233	121	27	32	46	49	-4	504
Profit before losses by segment	205	211	58	-4	2	6	100	577
Impairment losses on loans and guarantees	-1	7	-2	0	0	0	0	4
Pre-tax operating profit	206	204	60	-4	2	6	100	573
Tax expense	34	49	16	-1	0	1	-62	37
Profit/loss per segment after tax	172	155	44	-3	1	5	162	536

Balance sheet

Gross lending to customers	75 040	39 247	9 970	0	0	0	-204	124 053
Provisions for credit losses	-58	-285	-93	0	0	0	-1	-436
Other assets	2 935	586	212	75	145	142	31 937	36 031
Total assets per segment	77 917	39 548	10 088	75	145	142	31 732	159 647
Deposits from and liabilities to customers	53 298	40 560	0	0	0	1	65	93 924
Other liabilities and equity	24 619	-1 012	10 088	75	145	140	31 667	65 722
Total equity capital and liabilities per segment	77 917	39 548	10 088	75	145	142	31 732	159 647

31 December 2022	Retail division	Corporate division	SpareBank 1 Finans Østlandet Group	Eiendoms- Megler 1 Innlandet AS	Eiendoms- Megler 1 Oslo Akershus Group	SpareBank 1 Forretnings- Partner Østlandet Group	Other operations/ eliminations	Total
Income statement								
Net interest income	1 026	1 255	197	0	0	-3	216	2 693
Net commissions and other operating income	780	215	111	132	198	173	-21	1 588
Net profit from financial assets and liabilities	45	51	-21	0	0	0	87	162
Total operating expenses	964	490	104	129	185	174	-10	2 037
Profit before losses by segment	888	1 032	183	2	13	-5	293	2 406
Impairment losses on loans and guarantees	-23	41	9	0	0	0	0	27
Pre-tax operating profit	911	991	175	2	13	-5	293	2 379
Tax expense	157	240	49	1	3	0	-20	431
Profit/loss per segment after tax	753	751	125	2	10	-5	312	1 948

Balance sheet

Gross lending to customers	76 379	43 850	10 937	0	0	0	-315	130 851
Provisions for credit losses	-49	-305	-92	0	0	0	-1	-446
Other assets	2 932	670	238	82	131	131	35 830	40 014
Total assets per segment	79 261	44 215	11 083	82	131	131	35 515	170 419
Deposits from and liabilities to customers	55 531	43 261	0	0	0	0	20	98 813
Other liabilities and equity	23 730	954	11 083	82	131	131	35 494	71 606
Total equity capital and liabilities per segment	79 261	44 215	11 083	82	131	131	35 515	170 419

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 9.5 per cent as at 31 March 2023. In the combined buffer, the institution-specific buffer requirements consisting of the countercyclical buffer and the systemic risk buffer were calculated to be 2.5 per cent and 4.5 per cent, respectively, for the Group. The capital conservation buffer is 2.5 per cent.

Therefore, as at 31 March 2023, the Group's Common Equity Tier 1 capital ratio requirement, inclusive of a Pillar 2 requirement of 1.8 percentage points, was 15.8 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. 2022	31 Mar. 2022	31 Mar. 2023		31 Mar. 2023	31 Mar. 2022	31 Dec. 2022
18 316	17 051	17 848	Total equity carried 1)	19 258	18 339	19 925
			Common equity tier 1 capital			
-1 125	-261	-303	Results for the accounting year not included	-303	-261	-1 125
-1 000	-1 000	-1 000	Hybrid capital	-1 000	-1 000	-1 000
			Minority interests that is not eligible as CET1 capital	-125	-65	-132
1	7	1	Cumulative gains and losses due to changes in own credit risk on fair valued liabilities	1	7	1
-62	-66	-60	Goodwill and other intangible assets	-385	-414	-402
-408	-228	-425	Positive value of expected losses under the IRB approach	-537	-338	-526
0	0	0	CET1 instruments of financial sector entities where the institution does have a significant investment	-160	-379	-302
-36	-34	-38	Value adjustments due to the requirements for prudent valuation (AVA)	-47	-41	-46
-239	-170	-239	Other adjustments in CET1	-224	-139	-231
15 447	15 300	15 783	Common equity tier 1 capital	16 479	15 709	16 162
			Additional Tier 1 capital			
1 000	1 000	1 000	Hybrid capital	1 000	1 000	1 000
-30	-30	-30	AT1 instruments of financial sector entities where the institution does have a significant investment	-30	0	-30
			Instruments issued by consolidated entities that are given recognition in AT1 Capital	244	178	213
970	970	970	Tier 1 capital	1 215	1 147	1 183
			Supplementary capital in excess of Tier 1 capital			
1 300	1 300	1 659	Subordinated loan capital	1 659	1 300	1 300
-119	-122	-119	T2 instruments of financial sector entities where the institution does have a significant investment	-119	0	-119
			Instruments issued by consolidated entities that are given recognition in T2 Capital	77	277	328
1 181	1 178	1 540	Total supplementary capital	1 617	1 455	1 508
17 598	17 448	18 294	Total eligible capital	19 311	18 312	18 854
5 178	6 026	4 966	Corporates - SME	4 971	6 060	5 189
18 712	17 389	18 425	Corporates - Specialised Lending	19 261	18 170	19 437
2 218	830	2 497	Corporates - Other	2 590	892	2 294
1 332	1 238	1 456	Retail - SME	1 777	1 538	1 683
19 708	18 911	20 765	Retail - Mortgage exposures	31 900	30 139	31 772
614	637	738	Retail - Other	766	670	641
47 762	45 032	48 848	Credit exposures calculated using IRB-approach	61 265	57 470	61 016
16 002	16 509	16 695	Credit exposures calculated using the standardised approach	22 827	21 815	21 864
361	380	362	Counterparty credit risk	2 379	1 241	1 634
0	0	0	Market risk	0	0	0
5 374	5 316	5 374	Operational risk	6 645	6 904	6 645
69 498	67 237	71 279	Risk-weighted assets	93 116	87 430	91 159
5 560	5 379	5 702	Capital requirements (8%)	7 449	6 994	7 293
0	0	0	Pillar 2 (1.8%)	1 676	1 574	1 641
			Buffer requirements			
1 737	1 681	1 782	Capital conservation buffer (2.5%)	2 328	2 186	2 279
1 390	672	1 782	Countercyclical capital buffer	2 328	874	1 823
2.0 %	1.0 %	2.5 %	Countercyclical capital buffer rate	2.5 %	1.0 %	2.0 %
3 127	3 026	3 208	Systemic risk buffer	4 190	3 934	4 102
4.5 %	4.5 %	4.5 %	Systemic risk buffer rate	4.5 %	4.5 %	4.5 %
6 255	5 379	6 772	Total buffer requirements	8 846	6 994	8 204
13.5 %	12.5 %	14.0 %	CET1 requirement	15.8 %	14.3 %	15.3 %
6 065	6 895	5 804	Available CET1 above requirement	1 767	3 207	2 215
			Capital ratios			
22.2 %	22.8 %	22.1 %	CET 1 capital ratio	17.7 %	18.0 %	17.7 %
23.6 %	24.2 %	23.5 %	Tier 1 Capital ratio	19.0 %	19.3 %	19.0 %
25.3 %	25.9 %	25.7 %	Capital adequacy ratio	20.7 %	20.9 %	20.7 %
9.7 %	10.0 %	9.9 %	Leverage Ratio	7.2 %	7.3 %	7.2 %

1) The Banks' capital ratios has not been corrected for IFRS 17 effects in 2022. See Note 2 Accounting Principles for more information.

Parent bank				Group		
Year	First quarter			First quarter	Year	
2022	2022	2023		2023	2022	2022
			Interest income			
333	45	146	Interest income from loans to and claims on central banks and credit institutions (amortised cost)	38	6	50
1 761	340	615	Interest income from loans to and claims on customers (amortised cost)	807	437	2 248
1 953	373	733	Interest income from loans to and claims on customers (fair value over OCI)	732	372	1 950
4 047	758	1 494	Total interest income, effective interest method	1 578	815	4 248
			Interest expenses			
164	39	42	Interest income from loans to and claims on customers (fair value over profit and loss)	42	39	164
474	61	246	Interest on certificates and bonds (fair value over profit and loss)	246	61	474
-17	-7	18	Other interest income (fair value over profit and loss)	18	-7	-17
620	93	305	Total other interest income	305	93	620
4 667	850	1 799	Total interest income	1 883	908	4 868
			Interest expenses			
66	10	30	Interest on debt to credit institutions	30	10	66
1 021	140	524	Interest on deposits from and liabilities to customers	527	141	1 029
977	150	433	Interest on securities issued	433	150	977
43	8	19	Interest on subordinated loan capital	19	8	43
56	13	16	Fees to the Banks' Guarantee Fund	16	13	56
4	1	1	Interest on leases	1	1	4
0	0	-0	Other interest expenses	0	0	0
2 167	322	1 022	Total interest expenses	1 026	323	2 176
2 500	528	777	Net interest income	857	585	2 693

Note 6 Net commissions and other operating income

Parent Bank			Group		
Year	First quarter		First quarter	Year	
2022	2022	2023	2023	2022	2022
385	73	89	89	73	383
305	75	79	79	75	305
294	93	70	70	93	294
67	15	18	18	15	67
0	0	0	73	75	323
34	8	9	25	22	91
1 085	264	265	355	352	1 463
101	25	32	39	21	88
101	25	32	39	21	88
0	0	0	36	52	159
20	4	4	15	14	54
20	4	4	50	66	213
1 005	243	238	366	397	1 588

Note 7 Net profit from financial assets and liabilities

Parent Bank				Group		
Year	First quarter			First quarter		Year
2022	2022	2023		2023	2022	2022
43	16	17	Dividends from equity investments at fair value through profit and loss	17	16	43
43	16	17	Dividends from shares and other equity instruments	17	16	43
357	225	138	Dividends from subsidiaries, associates and joint ventures			
22	1	4	Gains or losses on realisation of subsidiaries, associates and joint ventures			
0	0	0	Impairment on subsidiaries, associates and joint ventures			
379	226	142	Net income from subsidiaries, associates and joint ventures (Parent Bank)			
			Share of profit or loss of associates and joint ventures	59	16	186
			Gains or losses on realisation of associates and joint ventures	0	0	0
			Net income from associates and joint ventures (Group)	59	16	186
-546	-259	18	Net change in value on certificates, bonds and fixed-income funds, excl. FX effects	18	-259	-546
441	210	-39	Net change in value on derivatives that hedge securities above, excl. FX effects	-39	210	441
-105	-49	-21	Net change in value on certificates, bonds and fixed-income funds including hedge derivatives	-21	-49	-105
2 399	930	-188	Net change in value of securities issued, excl. FX effects	-188	930	2 399
-2 447	-959	219	Net change in value in derivatives that hedge securities issued, excl. FX effects	219	-959	-2 447
-49	-29	31	Net change in value on securities issued including hedge derivatives	31	-29	-49
-249	-137	14	Net change in value on fixed-rate loans to customers at fair value through profit and loss	14	-137	-249
224	170	-20	Net change in value on other derivatives	-20	170	224
32	92	-2	Net change in value on equity instruments at fair value through profit and loss	-2	92	32
10	2	4	Gains or losses on realisation of assets at fair value through profit and loss	4	2	10
70	19	18	Net income from FX trading and -hedging	18	19	70
-67	68	25	Net profit from other financial assets and liabilities	25	68	-67
356	310	185	Net profit from financial assets and liabilities	102	100	162

Note 8 Other operating expenses

Parent Bank				Group		
Year	First quarter			First quarter	Year	
2022	2022	2023		2023	2022	2022
758	183	200	Personnel expenses	295	287	1 153
758	183	200	Total personnel expenses	295	287	1 153
88	22	23	Depreciation	34	31	122
88	22	23	Total depreciation	34	31	122
298	76	81	ICT expenses	89	82	328
76	19	19	Marketing expenses	25	22	88
57	17	19	Operating expenses from real estate	22	19	61
207	42	52	Other expenses	65	63	284
638	155	172	Total other operating expenses	200	186	761
1 484	361	394	Total operating expenses	529	504	2 036

Note 9 Provisions for credit losses

The tables show isolated loss effects.

1st quarter 2023

Isolated loss effects	Retail market	Corporate market	Parent bank	SB1FØ	Group
Change ECL due to period growth and migration	3	-3	0	0	-1
Change ECL due to adjusted key assumptions	6	23	29	0	31
Change ECL due to changed scenario weighting	0	0	0	0	0
Change in model-based loss provisions (stage 1 and 2)	8	20	29	0	30
Change individual loss provisions (stage 3)	3	-2	1	0	1
Net write-offs	0	12	13	5	18
Total losses	12	30	42	5	49

1st quarter 2022

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

Year 2022

Isolated loss effects	Retail market	Corporate market	Parent bank	SB1FØ	Group
Change ECL due to period growth and migration	2	-6	-3	7	3
Change ECL due to adjusted key assumptions	-9	56	47	0	47
Change ECL due to changed scenario weighting	-17	-39	-55	-5	-60
Change in model-based loss provisions (stage 1 and 2)	-24	12	-11	3	-9
Change individual loss provisions (stage 3)	-2	13	11	-8	3
Net write-offs	2	16	18	14	32
Total losses	-23	41	19	9	27

Note 10 Credit institutions

Parent bank				Group		
31 Dec. 2022	31 Mar. 2022	31 Mar. 2023	Loans to and receivables from credit institutions	31 Mar. 2023	31 Mar. 2022	31 Dec. 2022
1 448	1 123	1 111	Loans and receivables at call	1 111	1 123	1 448
10 301	9 652	11 450	Loans and receivables with agreed maturities or notice	2 033	1 314	1 246
11 749	10 775	12 561	Total	3 145	2 438	2 694
1 408	1 101	979	Cash collateral given	979	1 101	1 408

Parent bank				Group		
31 Dec. 2022	31 Mar. 2022	31 Mar. 2023	Deposits from and liabilities to credit institutions	31 Mar. 2023	31 Mar. 2022	31 Dec. 2022
1 136	980	1 061	Loans and deposits at call	1 061	994	1 119
2 179	2 167	2 738	Loans and deposits with agreed maturities or notice	2 737	2 166	2 177
3 315	3 148	3 799	Total	3 798	3 160	3 296
916	276	999	Cash collateral received	999	276	916

Note 11 Loans to and receivables from customers

Group

	31 March 2023					31 March 2022					31 December 2022				
	Stage 1	Stage 2	Stage 3	Loan and advances to customers at fair value	Total	Stage 1	Stage 2	Stage 3	Loan and advances to customers at fair value	Total	Stage 1	Stage 2	Stage 3	Loan and advances to customers at fair value	Total
Gross loans															
Opening balance	112 234	11 813	727	6 078	130 851	104 347	10 121	657	6 159	121 284	104 347	10 121	657	6 159	121 284
Transfers in (out) to Stage 1	1 876	-1 873	-2		0	1 597	-1 575	-21		0	2 279	-2 234	-45		0
Transfers in (out) to Stage 2	-2 205	2 220	-15		0	-2 580	2 616	-36		0	-4 929	4 971	-43		0
Transfers in (out) to Stage 3	-67	-118	185		0	-17	-71	87		0	-129	-258	387		0
Net increase/decrease existing loans	-211	-150	-16		-377	1 135	-444	-48		643	2 697	-311	-77		2 308
Purchases and origination	6 901	80	20		7 000	7 733	107	3		7 843	26 538	1 327	43		27 909
Derecognitions and maturities	-8 863	-441	-73		-9 376	-5 326	-396	-52		-5 773	-18 569	-1 803	-180		-20 552
Write-offs	0	0	-13		-13	0	0	-2		-2	0	0	-16		-16
Change in loan and advances to customers at fair value				-188	-188				58	58			0	-81	-81
Closing balance	109 664	11 531	812	5 889	127 896	106 889	10 359	588	6 217	124 053	112 234	11 813	727	6 078	130 851
Loan and advances to customers at amortised cost					52 884					46 713					52 130
Loan and advances to customers at fair value					75 012					77 340					78 721

Group

	Loan and advances to customers at amortised cost 31 March 2023	Provisions for credit losses					Loan and advances to customers at fair value OCI 31 March 2023	Loan and advances to customers at fair value			Loan and advances to customers at fair value 31 March 2023	Net lending 31 March 2023
		Stage 1	Stage 2	Stage 3				Stage 1	Stage 2	Stage 3		
Public sector	646	0	-1	-0	-0		0				0	646
Primary industries	4 116	1 796	-3	-4	-4		516				516	6 415
Paper and pulp industries	670	415	-1	-1	-1		33				33	1 116
Other industry	1 516	87	-5	-22	-1		3				3	1 578
Building and constructions	5 800	274	-32	-26	-11		9				9	6 015
Power and water supply	917	1	-2	-1	0		0				0	915
Wholesale and retail trade	2 942	116	-8	-5	-3		7				7	3 050
Hotel and restaurants	467	32	-2	-1	-4		0				0	492
Real estate	24 501	136	-56	-109	-29		-4				-4	24 440
Commercial services	4 533	778	-15	-11	-12		79				79	5 352
Transport and communication	1 660	204	-2	-5	-10		15				15	1 863
Post model adjustments	0	0	0	0	0		0				0	0
Gross corporate loans by sector and industry	47 768	3 840	-125	-185	-75		659				659	51 882
Retail market	5 116	65 299	-24	-46	-35		5 230				5 230	75 540
Post model adjustments	0	0	0	0	0		0				0	0
Total loans to private customers	5 116	65 299	-24	-46	-35		5 230				5 230	75 540
Adjustment fair value	0	-16	16	0	0		0				0	0
Total loans to customers	52 884	69 122	-133	-230	-110		5 889				5 889	127 422
Loans transferred to SpareBank 1 Boligkreditt AS												61 178
Loans transferred to SpareBank 1 Næringskreditt AS												1 213
Total loans including loans transferred to covered bond companies												189 813
Other liabilities ¹⁾												19 331
Total commitments including loans transferred to covered bond companies												209 144

Provisions for credit losses							
	Loan and advances to customers at amortised cost 31 March 2022	Loan and advances to customers at fair value OCI 31 March 2022	Stage 1	Stage 2	Stage 3	Loan and advances to customers at fair value 31 March 2022	Net lending 31 March 2022
Public sector	420	0	-1	0	0	0	419
Primary industries	3 874	1 750	-3	-9	-8	451	6 055
Paper and pulp industries	1 051	391	-1	-1	0	34	1 474
Other industry	1 298	70	-15	-13	-1	4	1 343
Building and constructions	5 567	312	-25	-17	-12	13	5 838
Power and water supply	646	2	-1	-2	0	0	645
Wholesale and retail trade	1 626	170	-7	-4	-2	3	1 788
Hotel and restaurants	489	45	-1	-6	-3	8	532
Real estate	20 005	172	-37	-107	-20	18	20 032
Commercial services	5 167	759	-19	-9	-11	73	5 960
Transport and communication	1 577	195	-2	-3	-5	15	1 777
Post model adjustments	0	0	0	0	0	0	0
Gross corporate loans by sector and industry	41 720	3 866	-111	-172	-62	621	45 862
Retail market	4 993	67 290	-41	-49	-36	5 596	77 754
Post model adjustments	0	0	0	0	0	0	0
Total loans to private customers	4 993	67 290	-41	-49	-36	5 596	77 754
Adjustment fair value	0	-32	32	0	0	0	0
Total loans to customers	46 713	71 123	-119	-220	-97	6 217	123 616
Loans transferred to SpareBank 1 Boligkreditt AS							52 467
Loans transferred to SpareBank 1 Næringskreditt AS							1 311
Total loans including loans transferred to covered bond companies							177 394
Other liabilities ¹⁾							21 994
Total commitments including loans transferred to covered bond companies							199 388

Provisions for credit losses							
	Loan and advances to customers at amortised cost 31 December 2022	Loan and advances to customers at fair value OCI 31 December 2022	Stage 1	Stage 2	Stage 3	Loan and advances to customers at fair value 31 December 2022	Net lending 31 December 2022
Public sector	598	0	-1	0	0	0	597
Primary industries	4 179	1 918	-3	-6	-6	519	6 601
Paper and pulp industries	621	399	0	0	-1	33	1 052
Other industry	1 465	67	-5	-17	0	4	1 513
Building and constructions	5 713	276	-24	-21	-10	10	5 944
Power and water supply	803	1	-1	0	0	0	803
Wholesale and retail trade	2 861	110	-8	-5	-4	7	2 961
Hotel and restaurants	475	38	-1	-1	-5	1	508
Real estate	23 967	275	-60	-96	-29	1	24 059
Commercial services	4 683	692	-23	-9	-11	81	5 413
Transport and communication	1 604	201	-2	-3	-11	14	1 803
Post model adjustments	0	0	0	0	0	0	0
Gross corporate loans by sector and industry	46 970	3 975	-128	-160	-75	670	51 252
Retail market	5 160	68 691	-30	-41	-35	5 408	79 153
Post model adjustments	0	0	0	0	0	0	0
Total loans to private customers	5 160	68 691	-30	-41	-35	5 408	79 153
Adjustment fair value	0	-23	23	0	0	0	0
Total loans to customers	52 130	72 643	-136	-201	-110	6 078	130 405
Loans transferred to SpareBank 1 Boligkreditt AS							56 590
Loans transferred to SpareBank 1 Næringskreditt AS							1 288
Total loans including loans transferred to covered bond companies							188 283
Other liabilities ¹⁾							16 008
Total commitments including loans transferred to covered bond companies							204 291

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

Parent Bank

	31 March 2023					31 March 2022					31 December 2022				
	Stage 1	Stage 2	Stage 3	at fair value	Total	Stage 1	Stage 2	Stage 3	at fair value	Total	Stage 1	Stage 2	Stage 3	at fair value	Total
Gross loans															
Opening balance	102 722	10 625	546	6 078	119 971	95 907	9 279	474	6 159	111 819	95 907	9 279	474	6 159	111 819
Transfers in (out) to Stage 1	1 726	-1 725	-2		0	1 497	-1 476	-21		0	2 037	-2 002	-35		0
Transfers in (out) to Stage 2	-2 016	2 029	-13		0	-2 403	2 435	-32		0	-4 345	4 373	-28		0
Transfers in (out) to Stage 3	-59	-84	142		0	0	-51	52		0	-50	-213	263		0
Net increase/decrease existing loans	203	-135	1		68	1 475	-389	-40		1 046	3 845	-200	-30		3 615
Purchases and origination	5 635	47	14		5 696	6 377	89	2		6 468	22 038	1 010	21		23 069
Derecognitions and maturities	-8 372	-397	-56		-8 824	-4 880	-352	-17		-5 249	-16 710	-1 623	-103		-18 435
Write-offs	0	0	-13		-13	0	0	-2		-2	0	0	-16		-16
Change in loan and advances to customers at fair value				-188	-188				58	58				-81	-81
Closing balance	99 839	10 360	620	5 889	116 709	97 972	9 534	417	6 217	114 140	102 722	10 625	546	6 078	119 971
Loan and advances to customers at amortised cost					41 697					36 801					41 250
Loan and advances to customers at fair value					75 012					77 340					78 721

Parent Bank

	Loan and advances to customers at amortised cost 31 March 2023		Loan and advances to customers at fair value OCI 31 March 2023		Provisions for credit losses			Loan and advances to customers at fair value 31 March 2023		Net lending 31 March 2023	
					Stage 1	Stage 2	Stage 3				
Public sector		15		0	-0	0	0		0		15
Primary industries		3 602		1 796	-3	-4	-4		516		5 903
Paper and pulp industries		670		415	-1	-1	-1		33		1 116
Other industry		1 216		87	-2	-19	0		3		1 285
Building and constructions		4 674		274	-26	-22	-9		9		4 900
Power and water supply		917		1	-2	-1	0		0		915
Wholesale and retail trade		2 088		116	-6	-4	-2		7		2 200
Hotel and restaurants		445		32	-1	-1	-4		0		471
Real estate		24 082		136	-48	-100	-26		-4		24 040
Commercial services		2 996		778	-7	-9	-12		79		3 826
Transport and communication		232		204	-0	-2	-9		15		439
Post model adjustments		0		0	0	0	0		0		0
Gross corporate loans by sector and industry		40 936		3 840	-95	-163	-67		659		45 110
Retail market		761		65 299	-16	-31	-28		5 230		71 214
Post model adjustments		0		0	0	0	0		0		0
Total loans to private customers		761		65 299	-16	-31	-28		5 230		71 214
Adjustment fair value		0		-16	16	0	0		0		0
Total loans to customers		41 697		69 122	-95	-194	-96		5 889		116 324
Loans transferred to SpareBank 1 Boligkreditt AS											61 178
Loans transferred to SpareBank 1 Næringskreditt AS											1 213
Total loans including loans transferred to covered bond companies											178 715
Other liabilities ¹⁾											18 769
Total commitments including loans transferred to covered bond companies											197 484

	Provisions for credit losses						Net lending 31 March 2022
	Loan and advances to customers at amortised cost 31 March 2022	Loan and advances to customers at fair value OCI 31 March 2022	Provisions for credit losses			Loan and advances to customers at fair value 31 March 2022	
			Stage 1	Stage 2	Stage 3		
Public sector	3	0	0	0	0	0	3
Primary industries	3 447	1 750	-4	-7	-7	452	5 631
Paper and pulp industries	1 051	391	-1	-1	0	34	1 474
Other industry	1 050	70	-5	-15	-1	4	1 103
Building and constructions	4 526	313	-20	-14	-10	13	4 807
Power and water supply	646	2	-1	-2	0	0	646
Wholesale and retail trade	1 005	170	-5	-2	-2	3	1 171
Hotel and restaurants	468	45	-2	-1	-3	8	514
Real estate	19 635	173	-35	-97	-15	18	19 679
Commercial services	3 967	759	-14	-9	-9	73	4 766
Transport and communication	268	195	0	-3	-5	15	470
Post model adjustments	0	0	0	0	0	0	0
Gross corporate loans by sector and industry	36 066	3 866	-87	-151	-52	620	40 263
Retail market	734	67 289	-31	-30	-28	5 596	73 531
Post model adjustments	0	0	0	0	0	0	0
Total loans to private customers	734	67 289	-31	-30	-28	5 596	73 531
Adjustment fair value	0	-32	32	0	0	0	0
Total loans to customers	36 801	71 123	-86	-182	-80	6 217	113 793
Loans transferred to SpareBank 1 Boligkreditt AS							52 467
Loans transferred to SpareBank 1 Næringskreditt AS							1 311
Total loans including loans transferred to covered bond companies							167 572
Other liabilities ¹⁾							20 664
Total commitments including loans transferred to covered bond companies							188 236

	Provisions for credit losses						Net lending 31 December 2022
	Loan and advances to customers at amortised cost 31 December 2022	Loan and advances to customers at fair value OCI 31 December 2022	Provisions for credit losses			Loan and advances to customers at fair value 31 December 2022	
			Stage 1	Stage 2	Stage 3		
Public sector	15	0	0	0	0	0	15
Primary industries	3 693	1 918	-2	-6	-5	518	6 115
Paper and pulp industries	621	399	0	0	-1	33	1 052
Other industry	1 174	67	-2	-16	0	4	1 226
Building and constructions	4 592	276	-18	-16	-9	10	4 835
Power and water supply	803	1	-1	0	0	0	803
Wholesale and retail trade	2 052	110	-7	-4	-2	7	2 155
Hotel and restaurants	451	38	-1	-1	-4	1	484
Real estate	23 569	275	-56	-84	-27	1	23 679
Commercial services	3 267	692	-15	-7	-10	81	4 008
Transport and communication	258	201	0	-1	-10	14	461
Post model adjustments	0	0	0	0	0	0	0
Gross corporate loans by sector and industry	40 495	3 975	-103	-135	-68	670	44 834
Retail market	754	68 691	-23	-25	-27	5 408	74 778
Post model adjustments	0	0	0	0	0	0	0
Total loans to private customers	754	68 691	-23	-25	-27	5 408	74 778
Adjustment fair value	0	-23	23	0	0	0	0
Total loans to customers	41 250	72 643	-103	-161	-95	6 078	119 612
Loans transferred to SpareBank 1 Boligkreditt AS							56 590
Loans transferred to SpareBank 1 Næringskreditt AS							1 288
Total loans including loans transferred to covered bond companies							177 490
Other liabilities ¹⁾							15 954
Total commitments including loans transferred to covered bond companies							193 444

Note 12 Accumulated provisions for expected credit losses

Group

Provisions for loan losses	31 March 2023				31 March 2022				31 December 2022			
	Stage 1	Stage 2	Stage 3	Total	Stage 1	Stage 2	Stage 3	Total	Stage 1	Stage 2	Stage 3	Total
Opening balance	174	214	111	499	176	221	107	505	176	221	107	505
<i>Provision for credit losses</i>												
Transfers in (out) to Stage 1	11	-11	0	0	8	-7	-1	0	16	-12	-4	0
Transfers in (out) to Stage 2	-26	26	0	0	-32	33	-1	0	-51	52	-1	0
Transfers in (out) to Stage 3	-7	-12	19	0	-2	-5	6	0	-18	-21	39	0
Net remeasurement of loss provisions	12	29	11	52	12	-9	0	3	13	-33	13	-7
Purchases and originations	17	1	0	19	19	3	0	22	61	35	2	99
Derecognitions and maturities	-6	-5	-16	-27	-6	-9	-8	-23	-23	-28	-31	-82
Write-offs	0	0	-13	-13	0	0	-2	-2	0	0	-16	-16
Post model adjustment	0	0	0	0	0	0	0	0	0	0	0	0
Closing balance	175	244	111	530	176	227	102	504	174	214	111	499
<i>Provisions for guarantees and unused credit facilities</i>	<i>25</i>	<i>14</i>	<i>1</i>	<i>41</i>	<i>24</i>	<i>7</i>	<i>4</i>	<i>36</i>	<i>16</i>	<i>13</i>	<i>1</i>	<i>30</i>

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

31 March 2023

	31 December 2022	Provision for credit losses	Net write-offs	31 March 2023
Provisions for loss on loans at amortised cost, guarantees and unused credit facilities	443	41	-13	472
Provisions for loan losses at fair value over OCI	56	3	-1	58
Total provisions for credit losses	499	44	-13	530
Presented as:				
Assets: Provisions for loan losses - decrease of assets	446	41	-13	474
Liabilities: Provisions for loan losses - increase of liabilities	30	10	0	40
Equity: Fair value adjustment of losses	23	-7	0	16

31 March 2022

	31 December 2021	Provision for credit losses	Net write-offs	31 March 2022
Provisions for loss on loans at amortised cost, guarantees and unused credit facilities	427	4	-1	430
Provisions for loan losses at fair value over OCI	78	-3	-1	75
Total provisions for credit losses	505	1	-2	504
Presented as:				
Assets: Provisions for loan losses - decrease of assets	444	-6	-2	436
Liabilities: Provisions for loan losses - increase of liabilities	29	7	0	36
Equity: Fair value adjustment of losses	33	-1	0	32

31 December 2022

	31 December 2021	Provision for credit losses	Net write-offs	31 December 2022
Provisions for loss on loans at amortised cost, guarantees and unused credit facilities	427	32	-15	443
Provisions for loan losses at fair value over OCI	78	-22	-1	56
Total provisions for credit losses	505	10	-16	499
Presented as:				
Assets: Provisions for loan losses - decrease of assets	444	18	-16	446
Liabilities: Provisions for loan losses - increase of liabilities	29	2	-1	30
Equity: Fair value adjustment of losses	33	-10	0	23

Parent Bank

Provisions for loan losses	31 March 2023				31 March 2022				31 December 2022			
	Stage 1	Stage 2	Stage 3	Total	Stage 1	Stage 2	Stage 3	Total	Stage 1	Stage 2	Stage 3	Total
Opening balance	142	174	96	412	141	186	85	412	141	186	85	412
<i>Provision for credit losses</i>												
<i>Transfers in (out) to Stage 1</i>	5	-5	0	0	4	-4	-1	0	4	-4	0	0
<i>Transfers in (out) to Stage 2</i>	-25	25	0	0	-28	29	-1	0	-48	49	0	0
<i>Transfers in (out) to Stage 3</i>	-7	-8	15	0	0	-3	3	0	-13	-19	32	0
<i>Net remeasurement of loss provisions</i>	15	24	12	50	14	-14	2	2	30	-40	12	2
<i>Purchases and originations</i>	12	1	0	12	16	2	0	17	46	23	0	69
<i>Derecognitions and maturities</i>	-5	-2	-13	-20	-5	-7	-2	-14	-18	-21	-17	-55
<i>Write-offs</i>	0	0	-13	-13	0	0	-2	-2	0	0	-16	-16
<i>Post model adjustment</i>	0	0	0	0	0	0	0	0	0	0	0	0
Closing balance	136	208	97	441	142	189	84	415	142	174	96	412
<i>Provisions for guarantees and unused credit facilities</i>	25	14	1	41	24	7	4	36	16	13	1	30

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

31 March 2023

	31 December 2022	Provision for credit losses	Net write-offs	31 March 2023
Provisions for loss on loans at amortised cost, guarantees and unused credit facilities	356	39	-13	383
Provisions for loan losses at fair value over OCI	56	3	-1	58
Total provisions for credit losses	412	42	-13	441
Presented as:				
Assets: Provisions for loan losses - decrease of assets	359	40	-13	385
Liabilities: Provisions for loan losses - increase of liabilities	30	10	0	40
Equity: Fair value adjustment of losses	23	-7	0	16

31 March 2022

	31 December 2021	Provision for credit losses	Net write-offs	31 March 2022
Provisions for loss on loans at amortised cost, guarantees and unused credit facilities	334	8	-1	340
Provisions for loan losses at fair value over OCI	78	-3	-1	75
Total provisions for credit losses	412	5	-2	415
Presented as:				
Assets: Provisions for loan losses - decrease of assets	350	-1	-2	347
Liabilities: Provisions for loan losses - increase of liabilities	29	7	0	36
Equity: Fair value adjustment of losses	33	-1	0	32

31 December 2022

	31 December 2021	Provision for credit losses	Net write-offs	31 December 2022
Provisions for loss on loans at amortised cost, guarantees and unused credit facilities	334	38	-15	356
Provisions for loan losses at fair value over OCI	78	-22	-1	56
Total provisions for credit losses	412	16	-16	412
Presented as:				
Assets: Provisions for loan losses - decrease of assets	350	24	-16	359
Liabilities: Provisions for loan losses - increase of liabilities	29	2	-1	30
Equity: Fair value adjustment of losses	33	-10	0	23

Note 13 Financial derivatives

Parent Bank and Group

	31 March 2023		
	Contract amount	Fair value	
		Assets	Liabilities
At fair value through profit and loss			
Currency instruments			
Currency forward contracts	1 786	43	16
Currency swaps	3 197	113	1
Total currency instruments	4 983	155	18
Interest rate instruments			
Interest rate swaps (including cross-currency)	72 083	1 905	2 122
Other interest rate contracts	0	0	0
Total interest rate instruments	72 083	1 905	2 122
Total currency instruments	4 983	155	18
Total interest rate instruments	72 083	1 905	2 122
Total financial derivatives	77 066	2 060	2 140

	31 March 2022		
	Contract amount	Fair value	
		Assets	Liabilities
At fair value through profit and loss			
Currency instruments			
Currency forward contracts	1 982	17	21
Currency swaps	229	6	1
Total currency instruments	2 211	23	22
Interest rate instruments			
Interest rate swaps (including cross-currency)	59 537	753	1 526
Other interest rate contracts	485	0	0
Total interest rate instruments	60 022	753	1 526
Total currency instruments	2 211	23	22
Total interest rate instruments	60 022	753	1 526
Total financial derivatives	62 233	776	1 548

	31 December 2022		
	Contract amount	Fair value	
		Assets	Liabilities
At fair value through profit and loss			
Currency instruments			
Currency forward contracts	2 615	18	11
Currency swaps	2 271	13	10
Total currency instruments	4 886	30	21
Interest rate instruments			
Interest rate swaps (including cross-currency)	73 247	1 825	2 566
Other interest rate contracts	0	0	0
Total interest rate instruments	73 247	1 825	2 566
Total currency instruments	4 886	30	21
Total interest rate instruments	73 247	1 825	2 566
Total financial derivatives	78 133	1 855	2 587

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

31 March 2023	Level 1	Level 2	Level 3	Total
Assets				
Financial assets at fair value				
- Derivatives	0	2 060	0	2 060
- Certificates, bonds and fixed-income funds	0	28 385	0	28 385
- Fixed-rate loans to customers	0	0	5 889	5 889
- Equity instruments	483	30	276	789
- Mortgages (FVOCI)	0	0	69 080	69 080
Total assets	483	30 475	75 246	106 204
Liabilities				
Financial liabilities at fair value				
- Derivatives	0	2 140	0	2 140
- Securities issued	0	406	0	406
Total liabilities	0	2 546	0	2 546

31 March 2022	Level 1	Level 2	Level 3	Total
Assets				
Financial assets at fair value through profit and loss				
- Derivatives	0	776	0	776
- Certificates, bonds and fixed-income funds	0	23 838	0	23 838
- Fixed-rate loans to customers	0	0	6 217	6 217
- Equity instruments	524	30	299	853
- Mortgages (FVOCI)	0	0	71 081	71 081
Total assets	524	24 645	77 596	102 765
Liabilities				
Financial assets at fair value through profit and loss				
- Derivatives	0	1 548	0	1 548
- Securities issued	0	1 790	0	1 790
Total liabilities	0	3 339	0	3 339

31 December 2022	Level 1	Level 2	Level 3	Total
Assets				
Financial assets at fair value through profit and loss				
- Derivatives	0	1 855	0	1 855
- Certificates, bonds and fixed-income funds	0	26 351	0	26 351
- Fixed-rate loans to customers	0	0	6 078	6 078
- Equity instruments	480	30	281	791
- Mortgages (FVOCI)	0	0	72 611	72 611
Total assets	480	28 236	78 969	107 686
Liabilities				
Financial assets at fair value through profit and loss				
- Derivatives	0	2 587	0	2 587
- Securities issued	0	658	0	658
Total liabilities	0	3 245	0	3 245

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

Year to date 2023	Fixed-rate loans to customers	Equity instruments	Mortgages (FVOCI)	Total
Opening balance	6 078	281	72 611	78 969
Investments in the period	137	0	3 524	3 661
Sales/redemption in the period	-339	0	-7 045	-7 384
Gains/losses recognised through profit and loss	14	-4	-3	7
Gains/losses recognised through other comprehensive income	0	0	-7	-7
Closing balance	5 889	276	69 080	75 246
Gains/losses for the period included in the profit for assets owned on the balance sheet day	14	-4	-3	7

Year to date 2022	Fixed-rate loans to customers	Equity instruments	Mortgages (FVOCI)	Total
Opening balance	6 159	266	70 126	76 550
Investments in the period	489	0	18 698	19 188
Sales / redemption in the period	-294	0	-17 746	-18 040
Gains / losses recognised through profit and loss	-137	33	3	-101
Gains/losses recognised through other comprehensive income	0	0	-1	-1
Closing balance	6 217	299	71 081	77 596
Gains / losses for the period included in the profit for assets owned on the balance sheet day	-137	33	3	-101

Year 2022	Fixed-rate loans to customers	Equity instruments	Mortgages (FVOCI)	Total
Opening balance	6 159	266	70 126	76 550
Investments in the period	1 409	2	13 728	15 139
Sales/redemption in the period	-1 241	-12	-11 255	-12 508
Gains/losses recognised through profit and loss	-249	25	22	-202
Gains/losses recognised through other comprehensive income	0	0	-10	-10
Closing balance	6 078	281	72 611	78 969
Gains/losses for the period included in the profit for assets owned on the balance sheet day	-249	17	22	-210

Specification of fair value, instruments classified in level 3:

31 March 2023	Fixed-rate loans to customers	Equity instruments	Mortgages (FVOCI)	Total
Nominal value including accrued interest (fixed income instruments) / cost (shares)	6 141	194	69 122	75 458
Fair value adjustment	-251	82	-42	-212
Closing balance	5 889	276	69 080	75 246

31 March 2022	Fixed-rate loans to customers	Equity instruments	Mortgages (FVOCI)	Total
Nominal value including accrued interest (fixed income instruments) / cost (shares)	6 371	196	71 123	77 690
Fair value adjustment	-154	103	-42	-93
Closing balance	6 217	299	71 081	77 596

31 December 2022	Fixed-rate loans to customers	Equity instruments	Mortgages (FVOCI)	Total
Nominal value including accrued interest (fixed income instruments) / cost (shares)	6 343	194	72 643	79 181
Fair value adjustment	-266	86	-33	-212
Closing balance	6 078	281	72 611	78 969

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 17 million. The sensitivity effects of other level 3 instruments cannot be meaningfully quantified. See note 27 in the annual report 2022 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. 2022	31 Mar. 2022	31 Mar. 2023		31 Mar. 2023	31 Mar. 2022	31 Dec. 2022
54 743	52 278	55 988	Retail market	55 988	52 278	54 743
9 242	8 356	9 719	Public sector	9 719	8 356	9 242
1 315	1 720	1 805	Primary industries	1 805	1 720	1 315
759	418	767	Paper and pulp industries	767	418	759
1 403	910	1 348	Other industry	1 348	910	1 403
2 423	2 119	2 272	Building and construction	2 272	2 119	2 423
688	125	869	Power and water supply	869	125	688
1 937	2 366	1 598	Wholesale and retail trade	1 598	2 366	1 937
520	669	460	Hotel and restaurants	460	669	520
4 899	5 055	5 101	Real estate	5 101	5 055	4 899
19 213	18 178	18 620	Commercial services	18 534	18 114	19 115
1 769	1 794	1 941	Transport and communications	1 941	1 794	1 769
98 911	93 988	100 486	Total deposits from and liabilities to customers	100 400	93 924	98 813

Note 16 Debt securities issued

Parent Bank and Group

	31 Mar. 2023	Issued	Due / redeemed	Other changes	31 Dec. 2022
Change in debt securities issued					
Certificate debt, nominal value	0	0	0	0	0
Bond debt, nominal value	31 576	0	-5 022	-753	37 351
Senior non-perferred, nominal value	7 500	1 000	0	0	6 500
Subordinated loan capital, nominal value	1 800	500	0	0	1 300
Accrued interest	348	0	0	20	328
Value adjustments *	326	0	0	1 200	-874
Total debt raised through issuance of securities and subordinated loan capital, book value	41 550	1 500	-5 022	468	44 604

*) Herof unrealised exchange rate effects with MNOK 1 011 in the period and MNOK 2 478 accumulated.

	31 Mar. 2022	Issued	Due / redeemed	Other changes	31 Dec. 2021
Change in debt securities issued					
Certificate-based debt, nominal value	500	0	0	0	500
Bond debt, nominal value	33 447	3 494	-651	-279	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	197	0	0	1	196
Value adjustments	-1 283	0	0	-1 437	154
Total debt raised through issuance of securities and subordinated loan capital, book value	39 662	3 494	-651	-1 715	38 534

	31 Dec. 2022	Issued	Due / redeemed	Other changes	31 Dec. 2021
Change in debt securities issued					
Certificate debt, nominal value	0	0	-500	0	500
Bond debt, nominal value	37 351	10 542	-4 381	305	30 884
Senior non-perferred, nominal value	6 500	1 000	0	0	5 500
Subordinated loan capital, nominal value	1 300	500	-500	0	1 300
Accrued interest	328	0	0	132	196
Value adjustments	-874	0	0	-1 028	154
Total debt raised through issuance of securities and subordinated loan capital, book value	44 604	12 042	-5 381	-592	38 534

Note 17 Earnings per equity capital certificate

Earnings per equity capital certificate (ECC)	Year 2023	Year to date 2022	Year 2022
Net profit for the Group	652	536	1 948
- adjusted for Tier 1 capital holders' share of net profit	15	9	47
-adjusted for non-controlling interests' share of net profit	8	4	21
Adjusted net profit	628	522	1 880

Adjusted net profit allocated to ECC holders	440	366	1 316
Average number of equity capital certificates	115 829 789	115 829 789	115 829 789
Result per equity capital certificate (NOK)	3.80	3.16	11.37

Equity capital certificate (Parent Bank)	31 Mar. 2023	31 Mar. 2022	31 Dec. 2022
Equity capital certificates	5 791	5 791	5 791
Premium fund	848	848	848
Dividend equalisation fund	4 823	4 196	4 361
Fund for unrealised gains	338	404	340
A. Equity capital certificate owners' capital	11 800	11 239	11 340
Primary capital	4 886	4 619	4 689
Provisjon for gifts	16	20	16
Fund for unrealised gains	145	173	146
B. Total primary capital	5 048	4 811	4 851
Allocated to dividends and other equity capital			788
Allocated to dividends on customers return			337
Total other equity ekskl. hybrid capital	16 848	16 051	17 316
Total equity for distribution:			
Equity capital certificate ratio (A/(A+B))*	70.0 %	70.0 %	70.0 %

*)The equity certificate ratio is 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

Other information

Equity capital certificate

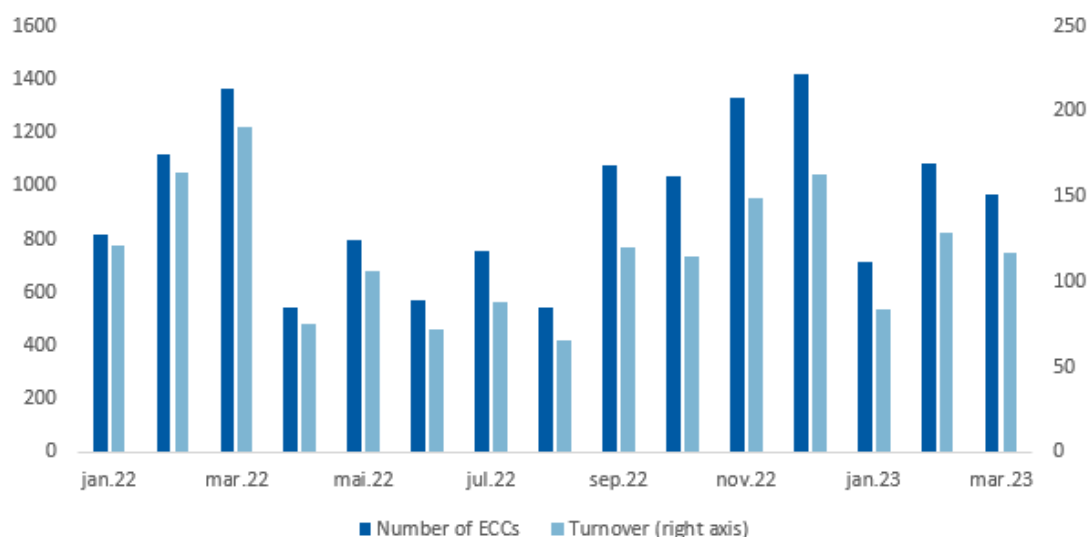
Price development in the ECC (SPOL) compared to share price indices

Total returns (dividend adjusted). Index = 100 as at 31 December 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



	1Q23		1Q22	
		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	3 643 277	3.15 %	3 300 861	342 416 ↑
4 Fellesforbundet	2 451 587	2.12 %	1 952 005	499 582 ↑
5 Geveran Trading Co LTD	2 391 954	2.07 %	2 391 954	-
6 VPF Eika Egenkapitalbevis	2 292 365	1.98 %	2 385 143	(92 778) ↓
7 Pareto AS	1 911 236	1.65 %	1 114 188	797 048 ↑
8 Spesialfondet Borea Utbytte	1 802 681	1.56 %	522 681	1 280 000 ↑
9 Norsk Nærings- og Nytelsesmiddelarbeiderforbund	1 313 555	1.13 %	1 313 555	-
10 Kommunal Landspensjonskasse Gjensidig Forsikring	1 251 448	1.08 %	647 260	604 188 ↑
11 VPF Odin Norge	871 218	0.75 %	1 521 218	(650 000) ↓
12 The Bank of New York Mellon SA/NV (<i>nominee</i>)	868 454	0.75 %	888 454	(20 000) ↓
13 Landkreditt Utbytte	850 000	0.73 %	1 000 000	(150 000) ↓
14 Tredje AP-fonden	804 750	0.69 %	804 750	-
15 Fagforbundet	622 246	0.54 %	622 246	-
16 State Street Bank and Trust Company (<i>nominee</i>)	599 849	0.52 %	735 862	(136 013) ↓
17 Brown Brothers Harriman & Co. (<i>nominee</i>)	568 688	0.49 %	669 044	(100 356) ↓
18 JPMorgan Chase Bank, London (<i>nominee</i>)	544 401	0.47 %	544 401	-
19 Industri Energi	479 443	0.41 %	479 443	-
20 VPF Storebrand Norge	468 281	0.40 %	313 561	154 720 ↑
Total 20 largest owners of equity capital certificates	95 261 962	82.24%	92 733 155	2 528 807 ↑
<i>Other owners</i>	<i>20 567 827</i>	<i>17.76%</i>	<i>23 096 634</i>	<i>(2 528 807) ↓</i>
Total no. of equity capital certificates	115 829 789	100%	115 829 789	-

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 12 per cent. SpareBank 1 Østlandet's operations in a cyclically stable region of Norway and a high share of mortgage loans contribute to a loan portfolio with low risk. 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 solidity 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 2023

Date	Theme
10 February	Q4 2022 Quarterly Report
9 March	Annual Report 2022
30 March	Supervisory Board Meeting
5 May	Q1 2023 Quarterly Report
10 August	Q2 2023 Quarterly Report
27 October	Q3 2023 Quarterly Report

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

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

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.

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- SpareBank 1 ForretningsPartner Østlandet
- SpareBank 1 Finans Østlandet
- EiendomsMegler 1 Innlandet
- EiendomsMegler 1 Oslo Akershus

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