Quarterly report 2024

Q3

SpareBank 1
SR-BANK

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Key figures SpareBank 1 SR-Bank Group (MNOK)

MAIN FIGURES	Q3 2024	Q3 2023	01.01 - 30.09 2024	01.01 - 30.09 2023	Year 2023
Net interest income	1.768	1.596	5.224	4.421	6.136
Net commission and other income	473	496	1.497	1.473	1.939
Net income on financial investments	514	11	812	191	669
Total income	2.755	2.103	7.533	6.086	8.745
Total operating expenses	891	786	2.561	2.364	3.299
Operating profit before impairment	1.864	1.317	4.972	3.721	5.445
Impairment losses on loans and financial commitments	160	-78	298	-142	-232
Pre-tax profit	1.704	1.396	4.675	3.863	5.677
Tax expense	254	334	872	891	1.202
Profit after tax	1.450	1.062	3.803	2.972	4.475
BALANCE SHEET					
Gross loans to customers	289.320	269.566			272.001
Deposits from customers	146.478	150.534			149.076
Total assets	380.039	362.823			362.186
Average total assets	382.817	363.341	377.632	361.850	362.417
Selected key figures (for further key figures see page 43 of the interim report)					
Return on equity [1]	17,5 %	14,5 %	15,6 %	13,9 %	15,3 %
Cost to income ratio [1]	32,3 %	37,4 %	34,0 %	38,9 %	37,7 %
Cost to income ratio Banking Group [1]	34,3 %	31,4 %	32,4 %	33,3 %	33,7 %
Average net interest margin	1,84 %	1,74 %	1,85 %	1,63 %	1,69 %
Balance growth					
Growth in loans over last 12 months [1]	7,3 %	8,6 %			7,5 %
Growth in deposits over last 12 months [1]	-2,7 %	4,5 %			0,7 %
Solidity					
Common equity Tier 1 capital ratio	17,75 %	17,88 %			17,61 %
Tier 1 capital ratio	20,56 %	20,11 %			19,72 %
Capital ratio	23,84 %	22,03 %			21,58 %
Tier 1 capital	31.675	27.809			28.864
Risk weighted balance	154.067	138.291			146.371
Leverage ratio	7,5 %	7,1 %			7,2 %
Liquidity					
Liquidity Coverage Ratio (LCR) [2]	172 %	191 %			207 %
Deposit to loan ratio [1]	50,6 %	55,8 %			54,8 %
Impairments on loans and financial commitments [1]					
Impairment ratio [1]	0,22 %	-0,12 %	0,14 %	-0,07 %	-0,09 %
Loans and financial commitments in Stage 3 [1]					
Loans and financial commitments in Stage 3, % of gross loans and financial commitments [1]	0,62 %	1,10 %	0,62 %	1,10 %	1,01 %

SpareBank 1 SR-Bank share	30.09.24	31.12.23	31.12.22	31.12.21	31.12.20
Market price	136,20	128,90	120,70	133,20	91,00
Market capitalisation (MNOK)	35.993	34.064	30.869	34.066	23.273
Book equity per share (including dividends) (group) [1]	120,90	115,07	106,32	99,05	95,97
Earnings per share, NOK	13,64	16,27	12,88	12,08	5,87
Dividends per share	-	7,50	7,00	6,00	3,10
Price / Earnings per share [1]	7,48	7,92	9,37	11,03	15,50
Price / Book equity [1]	1,13	1,12	1,14	1,34	0,95
Effective return [3]	11,5 %	12,6 %	-4,9 %	55,8 %	-9,0 %

[1] Defined as alternative performance targets (APMs), see the appendix to the interim report
[2] High quality liquid assets divided by total net cash outflows in a 30-day, serious stress scenario
[3] %- change in the market price in the last period, including paid share dividend

A good result characterised by good underlying operations, high lending growth and one-offs

Q3 2024

- Pre-tax profit: NOK 1,704 million (NOK 1,396 million)
- Net profit for the period: NOK 1,450 million (NOK 1,062 million)
- Return on equity after tax: 17.5% (14.5%)
- Earnings per share: NOK 5.19 (NOK 3.94)
- Net interest income: NOK 1.768 million (NOK 1.596 million)
- Net commission and other income: NOK 473 million (NOK 496 million)
- Net income from financial investments: NOK 514 million (NOK 11 million)
- Operating expenses: NOK 891 million (NOK 786 million)
- Impairments on loans and financial liabilities: NOK 160 million (NOK -78 million)
- Total lending growth over past 12 months: 7.3% (8.6%)
- Growth in deposits over past 12 months: -2.7% (3.5%)
- Common Equity Tier 1 capital ratio: 17.8% (17.9%)
- Capital ratio: 23.8% (22.0%)
  (As at Q3 2023 figures in brackets)

As at 30 September 2024

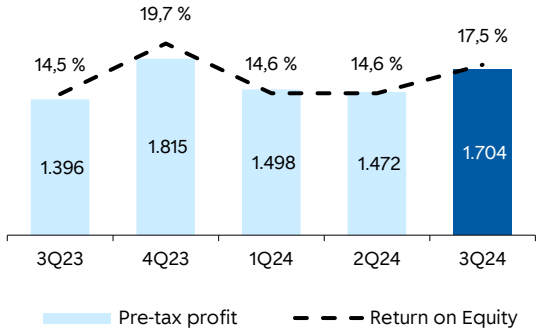
- Pre-tax profit: NOK 4,675 million (NOK 3,863 million)
- Net profit for the period: NOK 3,803 million (NOK 2,972 million)
- Return on equity after tax: 15.6% (13.9%)
- Earnings per share: NOK 13.64 (NOK 11.15)
- Net interest income: NOK 5,224 million (NOK 4,421 million)
- Net commissions and other income: NOK 1,497 million (NOK 1,473 million)
- Net income from financial investments: NOK 812 million (NOK 191 million)
- Operating expenses: NOK 2,561 million (NOK 2,364 million)
- Impairments on loans and financial liabilities: NOK 298 million (NOK -142 million)
  (As at 30 september 2023 figures in brackets)

The group's results for Q3 2024

The group made an operating profit before tax of NOK 1,704 million for the third quarter of 2024, NOK 308 million higher than for the same quarter last year. The result was characterised by good underlying operations with good contributions from net interest income and profit contributions from associated companies. The results for the third quarter included the following one-off effects: NOK 452 million gain from the merger of Eika Forsikring and Fremtind Forsikring, NOK 105 million write-down of Folkeinvest and merger expenses of NOK 64 million. Operating profit before tax increased by NOK 232 million compared with the second quarter of 2024.

The return on equity after tax was 17.5% for the quarter (13.6% exclusive of one-off effects).

Fig. 1 Financial performance



Net interest income increased by NOK 173 million from the third quarter of 2023, mainly due to better lending margins, increased lending volumes and higher interest on equity. Net interest income was up by NOK 42 million compared with the previous quarter.

The average interest margin was 1.84% in the third quarter of 2024, compared with 1.74% in the third quarter of 2023 and 1.82% in the second quarter of 2024.

Net commissions and operating income amounted to NOK 473 million in the third quarter of 2024, NOK 23 million lower than in the corresponding quarter last year. Compared with the previous quarter, net commissions and other income decreased by NOK 72 million due to seasonal variations in SpareBank 1 SR-Bank ForretningsPartner AS and EiendomsMegler 1 SR-Eiendom AS.

Net income from financial investments in the third quarter of 2024 totalled NOK 514 million. In the third quarter of 2024, NOK 452 million was recognised as income in connection with the merger of Eika Forsikring and Fremtind Forsikring, and the investment in Folkeinvest was written down by NOK 105 million. The write-down is due to negative profit development in the company. Corrected for these items, income increased by NOK 156 million compared with the third quarter of 2023. Compared with the previous quarter, net income from financial investments, corrected for special items, increased by NOK 19 million.

Operating expenses amounted to NOK 891 million in the third quarter of 2024, NOK 105 million higher than in the third quarter of 2023. Compared with the second quarter of 2024, expenses exclusive of merger expenses decreased by NOK 5 million.

The group's cost to income ratio was 32.3% in the third quarter of 2024, compared to 37.4% in the third quarter of 2023 and 34.9% in the second quarter of 2024. The banking group's cost to income ratio[1] was 34.3% in the third quarter of 2024, compared with 31.4% in the same quarter last year and 32.0% in the previous quarter.

Impairments on loans and financial liabilities amounted to NOK 160 million for the third quarter of 2024, compared with income recognition of NOK 78 million for the third quarter of 2023. Compared with the previous quarter, impairments on loans and financial liabilities increased by NOK 57 million, of which individual losses increased by NOK 34 million and model-based impairment provisions by NOK 23 million.

Group's results as at 30.09.2024

As at 30.09.2024, the group's operating profit before tax amounted to NOK 4,675 million, an increase of NOK 812 million compared with 30.09.2023. The main reason for improvement in profit was a NOK 803 million increase in net interest income due to a higher return on equity, good lending growth and better margins. NOK 621 million in increased income from financial investments also had a positive impact on the operating profit. NOK 452 million of this was the gain from the merger of Eika Forsikring and Fremtind Forsikring, which was partially counteracted by a NOK 105 million write-down in Folkeinvest AS. In addition, income from associated companies increased by NOK 271 million. Net commissions and other income increased by NOK 24 million due to higher commissions from EiendomsMegler 1 SR-Eiendom AS and money transfer services. This was counteracted to some extent by less income from facilitation.

As at 30.09.2024, operating expenses totalled NOK 2,561 million, an increase of NOK 196 million compared with the same period last year. Of the total operating expenses in 2024, NOK 84 million have been merger expenses. Corrected for merger expenses in 2024, expenses increased by 4.8%. The increase in expenses was mainly attributable to inflation, wage growth and higher levels of activity.

As at 30.09.2024, the group's cost to income was 34.0%, compared with 38.9% for the same period last year. The banking group's cost to income ratio[1] was 32.4% as at 30.09.2024, compared with 33.3% as at 30.09.2023.

As at 30.09.2024, impairment provisions on loans and financial liabilities amounted to NOK 298 million, compared with income recognition of NOK 142 million as at 30.09.2023. The impairment provisions on loans and financial liabilities for the year to date are linked to individual commitments.

As at 30.09.2024, the group's return on equity after tax was 15.6%. Excluding one-off effects, the return on equity was 14.5%. As at 30.09.2023, the return on equity after tax was 13.9%.

[1]The consolidated cost to income ratio equals total income less net income from financial investments divided by expenses in the banking group. The banking group includes SpareBank 1 SR-Bank (parent bank) and SR-Boligkreditt AS.

Important events

On 01.10.2024, SpareBank 1 SR-Bank and SpareBank 1 Sørøst-Norge merged and became SpareBank 1 Sør-Norge.

On 12.09.2024, Inge Reinertsen was appointed the new CEO of SpareBank 1 SR-Bank ASA and from 01.10.2024 of SpareBank 1 Sør-Norge ASA.

On 01.10.2024, Fremtind Forsikring AS and Eika Forsikring AS merged. The transaction resulted in an increase in SpareBank 1 Gruppen's equity as a group of about NOK 7 billion. The controlling interest's (the SpareBank 1 banks and the Norwegian Federation of Trade Unions) share of this increase was NOK 2.3 billion. SpareBank 1 SR-Bank ASA's share of this increase was NOK 452 million and was recognised as income in the third quarter.

Regulatory changes

Countercyclical buffer unchanged

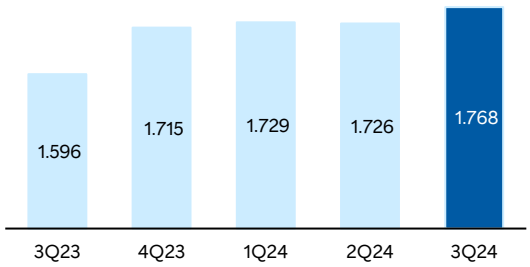
In August, Norges Bank decided to leave the countercyclical buffer rate for banks unchanged at 2.5%.

The group's results for Q3 2024 – key elements

Net interest income

The group's net interest income totalled NOK 1,768 million in the third quarter of 2024, an increase of NOK 173 million from the same quarter last year. The increase was mainly driven by increased margins, higher volumes and higher interest on equity. Compared with the previous quarter, this represents an increase of NOK 42 million. The improvement was due to good lending growth and better interest margins.

Fig. 2 Net interest margin



Net commission and other income

Table 1, Commission and other income

	3Q24	2Q24	3Q23
Payment facilities	101	88	96
Savings/placements	30	47	35
Insurance products	68	65	66
Commission income EM1	106	134	92
Guarantee commission	29	24	28
Arrangement- and customer fees	57	63	88
Commission income ForretningsPartner	74	116	82
Other	8	6	8
Net commission and other income	473	544	496

Net commissions and other operating income amounted to NOK 473 million for the third quarter of 2024, NOK 23 million less than for the same quarter last year. The main reason for the reduction was less income from facilitation and customer fees, which were particularly high in the third quarter of last year. Customer fees in SpareBank 1 SR-Bank ForretningsPartner AS were also lower. Real estate commissions increased by NOK 14 million.

Compared with the second quarter of 2024, income decreased by NOK 71 million. As a result of seasonal variation, customer fees in SpareBank 1 SR-Bank ForretningsPartner AS decreased by NOK 43 million and in EiendomsMegler 1 SR-Eiendom AS they decreased by NOK 28 million. In addition, income from savings and investments decreased by NOK 17 million, while income from money transfer services increased by NOK 13 million.

Net income on financial investments

Table 2, Income on financial investments

	3Q 24	2Q 24	3Q 23
Dividends	14	33	1
Investment income, associates	203	120	47
Gain merger Eika/Fremtind	452		
Net gains/losses on financial instruments	-154	-4	-37
- shares and equity certificates	*-92*	*-24*	*-49*
- certificates and bonds	*-45*	*34*	*19*
- interests and currency trading	*33*	*32*	*54*
- basisswap and IFRS-effects	*-50*	*-46*	*-62*
Net income on financial investments	514	148	11

Net income from financial investments amounted to NOK 514 million in the third quarter of 2024, of which NOK 452 million was the gain from the merger of Eika Forsikring and Fremtind Forsikring, while NOK -105 million was due to a write-down of the investment in Folkeinvest. Exclusive of these items, net income from financial investments was NOK 167 million, corresponding to an increase of NOK 156 million compared with the same quarter last year. Income from associated companies developed positively, see table 3. Please also see the later sections for detailed descriptions of the performance of the individual companies.

Table 3, Investment income, associates

	3Q 24	2Q 24	3Q 23
SpareBank 1 Gruppen AS	86	1	-13
Gain merger Eika/Fremtind	452		
BNBank ASA	77	73	64
SpareBank 1 Forvaltning AS	22	22	11
SpareBank 1 Markets AS	17	22	
SpareBank 1 Kreditt AS	-3	1	-3
SpareBank 1 Betaling AS	-1	-2	-9
Øvrige	4	2	-3
Investment income, associates	655	120	47

Net income from financial investments was NOK -154 million in the third quarter of 2024, compared with NOK -37 million in the same quarter last year. The reduction compared with last year was due to negative changes in the value of equities and equity certificates, as well as a negative change in the value of the certificate and bond portfolio held for liquidity purposes.

Compared with the second quarter of 2024, net income from financial investments rose by NOK 19 million, corrected for the gain from the merger of Eika Forsikring and Fremtind Forsikring and the write-down in Folkeinvest. Higher income from associated companies was counteracted to some extent by a negative change in the value of the certificate and bond portfolio.

Operating expenses

Table 4, Operating expenses

	Q3 24	Q2 24	Q3 23
Total personnel expenses	532	513	513
IT expenses	122	122	111
Consulting	28	37	28
Marketing	22	24	21
Operating expenses from real estate	19	18	19
Administrative expenses	21	16	21
Travel and meeting	9	13	7
Other operating expenses	31	45	25
Merger expenses	64	13	0
Depreciation and impairments	43	42	41
Total operating expenses	891	844	786

The group's operating expenses amounted to NOK 891 million in the third quarter of 2024, an increase of NOK 105 million compared with the corresponding period last year. Merger-related expenses amounted to NOK 64 million in the third quarter of 2024. Operating expenses in the third quarter of 2023 included NOK 14 million related to the capital market division, which was transferred to SpareBank 1 Markets AS in the fourth quarter of 2023. Corrected for the above items, expenses increased by NOK 55 million (8.3%). The increase was mainly due to higher personnel expenses due to more FTEs and wage growth. Additionally, IT expenses rose by NOK 11 million due to increased licensing expenses and Alliance expenses in the parent bank and other operating expenses rose by NOK 6 million, partly due to a higher level of activity in EiendomsMegler 1 SR-Eiendom AS.

Compared with the previous quarter, expenses exclusive of merger expenses decreased by NOK 4 million. Other operating expenses decreased by NOK 14 million and expenses linked to travel and meetings decreased by NOK 5 million due to the season. Personnel expenses increased by NOK 19 million due to wage growth and higher pension expenses in the parent bank.

Impairments on loans and financial liabilities, and loans and financial liabilities in Stage 3

The group's net impairments on loans and financial liabilities amounted to NOK 160 million as at the end of the third quarter of 2024, compared with

income recognition of NOK 78 in the same quarter last year. Individual losses of NOK 121 million were recognised as expenses, and model-based impairments increased by NOK 39 million in the quarter.

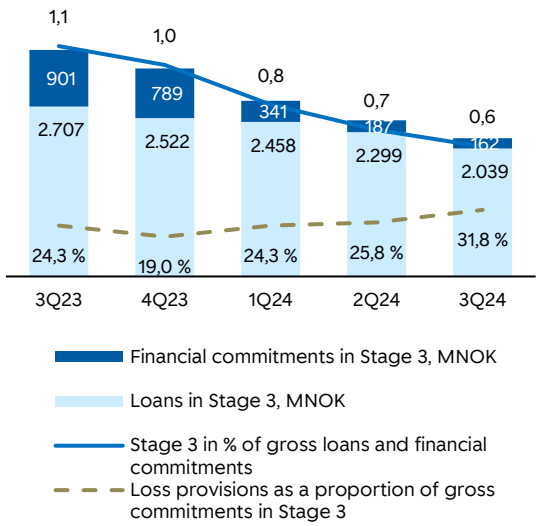
Compared with the second quarter of 2024, impairments on loans and financial liabilities increased by NOK 57 million.

The group's impairments on loans and financial liabilities amounted to 0.22% of gross loans in the third quarter of 2024, compared with -0.12% in the third quarter of 2023 and 0.15% in the second quarter of 2024.

The group's loans and financial liabilities are classified into three groups: Stage 1, Stage 2 and Stage 3. Stage 3 is used for loans and financial liabilities that have seen a significant rise in credit risk since being granted and where there is objective evidence of a loss event on the balance sheet date. The loss provision must cover expected losses over their lifetime for these loans and financial liabilities.

Gross loans and financial liabilities classified as Stage 3 amounted to NOK 2,039 million at the end of the third quarter of 2024, compared with NOK 2,707 million in the third quarter of 2023. The reduction compared with the same period last year was mainly due to the phasing out of commitments.

Fig. 3 Gross loans and financial commitments in Stage 3

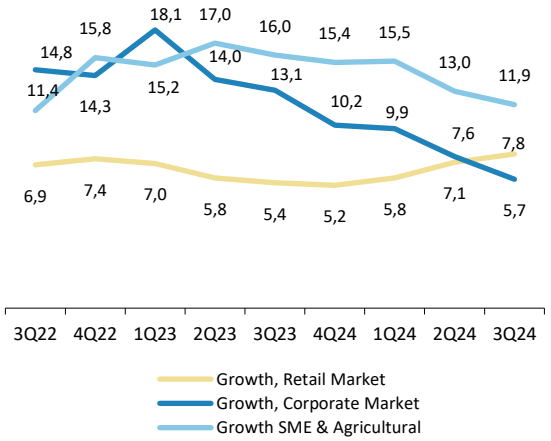


Loans to and deposits from customers

Gross lending totalled NOK 289.3 billion as at 30.09.2024. Gross lending growth in the past 12 months was 7.3% (8.6%).

In the past 12 months, Retail Market (incl. staff loans), SME & Agriculture and Corporate Market have seen lending growth of 7.8%, 11.9% and 5.7% (5.2% adjusted for foreign exchange effects), respectively.

Fig. 4 12 month lending growth (percentage)



Loans to the retail market accounted for 60.0% of total loans as at 30.09.2024 (59.7%).

The group's total loan exposure of NOK 289.3 billion included a majority of exposures with a probability of default of less than 0.5%. These commitments accounted for 62.5% (62.6%) of the portfolio. The overall loan portfolio largely consisted of exposures of less than NOK 10 million. These accounted for 61.3% (62.4%) of loan exposure and 97.4% (97.6%) of customers. Of the total loan exposure, 23.7% (23.3%) was to customers with loans in excess of NOK 100 million.

Deposits from customers amounted to NOK 146.5 billion at the end of the third quarter of 2024 (NOK 150.5 billion). Deposit growth was -2.7% in the past 12 months (4.5%). Deposit growth was affected by a reduction in Public sector and Treasury deposits. Exclusive of deposits from customers in the Public sector and Treasury, the volume of deposits has increased by 4.2% over the past 12 months. In the past 12 months, Retail Market, SME & Agriculture and Corporate market have seen lending growth of 5.8%, 5.7% and 2.5%, respectively. See the section on business areas for further information. As at

30.09.2024, deposits in Retail Market accounted for 49.9% (45.9%) of the group's deposits.

The deposit-to-loan ratio was 50.6% (55.8%) as at 30.09.2024.

Business areas

SpareBank 1 SR-Bank ASA is split into different business areas, which are defined on the basis of their form of distribution, products, and customers. The reporting format is based on the risk and return profile of the assets and is split into Retail Market, SME & Agriculture, Corporate Market and significant subsidiaries. Retail Market's result and balance sheet items include the figures from SR-Boligkreditt AS.

Retail Market [2]

Retail Market posted an operating profit before impairment provisions of NOK 579 million for the third quarter of 2024, compared with NOK 508 million for the third quarter of 2023 and NOK 624 million for the second quarter of 2024.

Table 5, Retail Market

	3Q 24	2Q 24	3Q 23
Interest income	605	595	523
Commission and other income	175	175	168
Income on investment securities	6	6	5
Total income	786	775	696
Total operating expenses	206	151	188
Operating profit before impairments	579	624	508
Impairments on loans and financial commitments	-1	25	3
Pre-tax profit	580	599	506

Net interest income increased by NOK 82 million compared with the third quarter of 2023, mainly due to an increase in lending margins and volumes. Compared with the previous quarter, net interest income increased by NOK 10 million as a result of balance sheet growth. Other operating income increased by NOK 1 million compared with the second quarter of 2024.

Total operating expenses amounted to NOK 206 million in the third quarter of 2024, compared with NOK 188 million in the third quarter of 2023. The increase was largely due to wage and price inflation. The increase in expenses compared with the previous quarter was due to the payout of holiday pay in June and lower payroll expenses in the business area.

The volume of lending in Retail Market was NOK 169.9 billion at the end of the third quarter of 2024. Retail Market is experiencing very good demand for loans, and lending has grown by 7.9% in the past 12 months (NOK 12.4 billion). On a national basis, the 12-month growth figure for Norwegian household debt was 3.5% as at the end of August. The deposit volume was NOK 73.1 billion at the end of the third quarter of 2024, corresponding to growth over the past 12 months of 5.8% (NOK 4.1 billion).

The quality of the retail market portfolio is considered very good and the potential for losses low. The proportion of loan exposure within 85% of the loan to value ratio was 95.4% at end of the third quarter of 2024 (95.4%). The model-calculated IRB risk weights[3] for residential mortgages was 19.1% at the end of the quarter (18.6%).

SME & Agriculture[2]

SME & Agriculture posted an operating profit before impairment provisions of NOK 267 million for the third quarter of 2024, compared with NOK 259 million for the third quarter of 2023 and NOK 267 million for the second quarter of 2024.

Table 6, SME & Agriculture

	3Q 24	2Q 24	3Q 23
Interest income	257	247	251
Commission and other income	36	37	36
Income on investment securities	12	10	8
Total income	305	294	295
Total operating expenses	38	27	36
Operating profit before impairments	267	267	259
Impairments on loans and financial commitments	78	-7	40
Pre-tax profit	189	274	219

[2] The interest on intercompany receivables for Retail Market, SME & Agriculture and Large Corporates is fixed based on expected observable market interest rates (NIBOR) plus expected additional expenses for the group's long-term funding (credit premium). Differences between the group's actual funding expenses and the applied interest on intercompany receivables are eliminated at the group level.

[3] The IRB rules define residential mortgage loans as exposures secured by collateral in residential/real property where the collateral in the real property amounts to at least 30%. The figures include the portfolio in SR-Boligkreditt AS.

Net interest income increased by NOK 6 million compared with the third quarter of 2023 due to good lending growth and strong deposit margins. In addition, other income increased by almost NOK 4 million compared with the same period last year, substantially driven by higher income linked to foreign exchange trading.

Expenses were NOK 1 million higher than in the third quarter of 2023. Expenses increased by NOK 10 million compared with the previous quarter, primarily due to the payout of holiday pay in June and lower payroll expenses in the business area.

NOK 78 million was charged as impairment provisions on loans and financial liabilities in the third quarter, compared with NOK 40 million in the same quarter last year and income recognition of NOK 7 million in the previous quarter. The increase in impairment provisions on loans and financial liabilities from the same quarter last year was primarily due to a NOK 35 million increase in individual impairment provisions. Compared with the previous quarter, individual losses increased by NOK 27 million and model-based impairment provisions by NOK 58 million.

The lending volume in the division amounted to NOK 23.0 billion at the end of the third quarter of 2024. SME & Agriculture is experiencing high demand for loans and credit, and lending growth over the past 12 months was 11.9%. The deposit volume was NOK 22.0 billion, corresponding to growth in the past 12 months of 5.7%. The lower growth in deposits was due to companies drawing on their savings.

The quality of the SME & Agriculture portfolio is considered good. The proportion of commitments with a probability of default of less than 2.5% through a full loss cycle was 81.6% of the portfolio at the end of the third quarter of 2024 (81.7%).

Corporate Market[2]

Corporate Market posted an operating profit before impairment provisions of NOK 653 million for the third quarter of 2024, compared with NOK 648 million for the third quarter of 2023 and NOK 643 million for the second quarter of 2024.

Table 7, Corporate Market

	3Q 24	2Q 24	3Q 23
Interest income	597	566	575
Commission and other income	92	104	117
Income on investment securities	27	15	14
Total income	716	685	706
Total operating expenses	63	42	59
Operating profit before impairments	653	643	648
Impairments on loans and financial commitments	83	85	-121
Pre-tax profit	571	558	769

Interest income increased by NOK 23 million compared with the same period last year and NOK 32 million compared with the previous quarter. The increases in interest income compared with last year and the last quarter were primarily due to lending growth. The reduction in net commissions and other income compared with both the second and third quarters of 2024 was due to one-time customer fees.

Expenses increased by NOK 4 million compared with the same quarter last year due to an increase in the number of FTEs and general wage growth. The increase in expenses since the previous quarter was due to the payout of holiday pay in June and lower payroll expenses in the business area.

Impairment provisions on loans and financial liabilities amounted to NOK 83 million in the third quarter of 2024, compared with income recognition of NOK 121 million in the same quarter last year and impairment provisions of NOK 85 million in the previous quarter. The increase in impairment provisions for loans and financial liabilities in the year to date has primarily been due to an impairment provision for a single commitment, which has been partially offset by a reversal for another individual commitment.

The lending volume in the division amounted to NOK 92.0 billion at the end of the third quarter of 2024. Exchange rate effects accounted for NOK 0.4 billion of the total growth of NOK 5.0 billion. There was solid lending growth in all market areas. Of the division's total lending volume, NOK 14.5 billion (15.7%) was classified as green or sustainability-linked loans. The deposit volume was

NOK 51.2 billion, corresponding to growth in the past 12 months of -6.2%. The reduction in the deposit volume was due to a decrease in the public sector.

The quality in Corporate Market is also considered good. The proportion of exposures with a probability of default of less than 2.5% through a full loss cycle was 85.9% of the portfolio at the end of the third quarter of 2024 (84.8%). The property sector portfolio represents the group's largest concentration in a single sector and accounted for 13.5% (13.8%) of total loan exposure. A large portion of this portfolio consists of financing commercial properties for leasing.

Subsidiaries

EiendomsMegler 1 SR-Eiendom AS

The company posted earnings of NOK 110 million for the third quarter of 2024, compared with NOK 96 million for the third quarter of 2023. The group's profit before tax rose from NOK -6 million to NOK 1 million, an increase of NOK 7 million, in the same period. The improvement in profit was due to increased income and good cost control. Compared with the second quarter, income decreased by NOK 29 million and its profit before tax by NOK 32 million. The decrease in profit was mainly attributable to normal seasonal variations.

In the third quarter of 2024, 1,478 properties were sold with a total value of around NOK 6 billion, compared with 1,455 properties in the third quarter of 2023 with a total value of round NOK 5 billion. It sold 1,967 properties in the second quarter.

Overall, the company is the largest actor in real estate brokerage in the counties of Rogaland, Vestland and Agder, with a stable market share of just under 20%. Our new branch, Ullevål Eiendomsmegling, was incorporated into operations at the end of the third quarter. Kaland & Partners in Bergen will be incorporated into our operations in the fourth quarter. Both acquisitions were made to strengthen and build on the bank's investment in Vestland and Oslo.

SpareBank 1 SR-Bank ForretningsPartner AS

The group posted a result before tax of NOK -7 million for the third quarter of 2024, compared with NOK 0 million for the third quarter of 2023 and NOK 20 million for the previous quarter. The reduction in profit from the last quarter was due to seasonal variation.

SpareBank 1 SR-Bank ForretningsPartner AS enjoys a solid market position in accounting services, with offices in Rogaland, Vestland, Oslo and Agder.

SR-Boligkreditt AS

The company's purpose is to purchase residential mortgages from SpareBank 1 SR-Bank ASA, and it funds this by issuing covered bonds. SR-Boligkreditt AS enables the parent company to diversify and optimise its funding. Moody's has given SR-Boligkreditt AS its best rating, Aaa.

At the end of the third quarter of 2024, the company had issued covered bonds with a nominal value of NOK 100.9 billion (NOK 80.5 billion) and bought loans worth NOK 105.6 billion (NOK 100.2 billion) from SpareBank 1 SR-Bank ASA.

The company posted a profit before tax of NOK 158 million for the third quarter of 2024, compared with NOK -27 million for the third quarter of 2023 and NOK 49 million for the second quarter of 2024. The improvement in the result was primarily due to adjustments of the market value of basis swaps. Net interest income increased by NOK 83 million in the third quarter of 2023 to NOK 225 million in the third quarter of 2024 due to higher lending margins. Net interest income decreased by NOK 6 million compared with the previous quarter.

FinStart Nordic AS

FinStart Nordic AS invests in, and contributes to the development and growth of, innovative financial technology companies. The aim is to strengthen and expand the group's value chains and help streamline the group by supplying innovative products and services. At the same time, FinStart Nordic AS is looking to achieve a financial return on the company portfolio. The company also manages the portfolio of a former subsidiary that primarily had investments linked to the oil industry.

Its result before tax was NOK -10 million for the third quarter of 2024, compared with NOK -23 million for the same quarter last year and NOK 4 million for the previous quarter.

Associated companies

SpareBank 1 SR-Bank ASA's share of profit from associated companies is consolidated using the equity method and totalled NOK 655 million in the

third quarter of 2024, of which the gain from the merger of Eika Forsikring and Fremtind Forsikring amounted to NOK 452 million. Ordinary profit contributions from associated companies amounted to NOK 203 million for the quarter, compared with NOK 47 million for the same quarter last year. In the second quarter of 2024, NOK 120 million was recognised as income.

SpareBank 1 Alliance

The SpareBank 1 Alliance is Norway's second largest financial group and is a banking and product partnership in which the SpareBank 1 banks in Norway cooperate in order to keep them strong and independent. The purpose of the Alliance is to procure and provide competitive financial services and products, and to exploit economies of scale in the form of lower expenses and/or higher quality. The Alliance is run through its ownership and participation in SpareBank 1 Utvikling DA, while the development and operation of product companies is organised through the banks' ownership of the holding company SpareBank 1 Gruppen AS.

SpareBank 1 Gruppen AS

SpareBank 1 Gruppen AS owns 100% of the shares in SpareBank 1 Forsikring AS, SpareBank 1 Factoring AS, and SpareBank 1 Spleis AS. SpareBank 1 Gruppen AS also owns 51% of the shares in Fremtind Forsikring AS, 69% of the shares in Kredinor AS, and 49% of the shares in LO Favør AS. SpareBank 1 SR-Bank ASA owned a 19.5% stake in SpareBank 1 Gruppen AS at the end of the third quarter of 2024.

SpareBank 1 Gruppen AS posted a profit after tax of NOK 825 million for the third quarter of 2024, compared with NOK -64 million for the third quarter of 2023 and NOK 145 million for the previous quarter. The controlling interest's share in the third quarter of 2024 was NOK 442 million, compared with NOK -147 million for the same quarter last year and NOK 6 million for the second quarter of 2024. The main reasons for the improvement in the result compared with the previous quarter were a good financial return and a good insurance result, as well as the fact that in the previous quarter the shares in Kredinor were written down by NOK 234 million compared with the NOK 85 million write-down in this quarter.

The main companies in SpareBank 1 Gruppen and their results for the quarter:

Fremtind Forsikring is a non-life and personal insurance company with its head office in Oslo.
The company posted a profit after tax of NOK 825 million for the third quarter, compared with NOK 388 million for the previous quarter and NOK 8 million for the same quarter last year.
SpareBank 1 Forsikring is a pension company with its head office in Oslo. The company mainly offers defined-contribution occupational pensions, collective disability coverage and private pension savings. SpareBank 1 Forsikring posted a profit after tax of NOK 125 million for the third quarter, compared with NOK 78 million for the previous quarter and NOK 69 million for the same quarter last year.
SpareBank 1 Factoring offers administrative and financial factoring. The company's head office is in Ålesund. Its profit before tax was NOK 22 million for the third quarter of 2024, compared with NOK 23 million for the previous quarter and NOK 19 million for the third quarter of 2023.
Kredinor is Norway's largest debt collection company and has offices in Norway, Sweden, Denmark and Finland. The result after tax amounted to NOK -76 million, compared with NOK 2 million for the previous quarter and NOK -274 million for the same quarter last year.

SpareBank 1 Utvikling DA

SpareBank 1 Utvikling DA delivers business platforms and common management and development services to the Alliance banks. The company contributes to joint activities that provide the banks with benefits in the form of economies of scale and expertise. The company also owns and manages the Alliance's intellectual property rights under a common brand name, SpareBank 1. SpareBank 1 SR-Bank ASA owned an 18.0% stake in SpareBank 1 Utvikling DA at the end of the third quarter of 2024.

SpareBank 1 Forvaltning AS

SpareBank 1 Forvaltning AS delivers products and services designed to streamline and simplify savings for its customers. The company consists of the subsidiaries ODIN, SpareBank 1 Kapitalforvaltning AS, and SpareBank 1 Verdipapirservice AS. SpareBank 1 Forvaltning AS is owned by the SpareBank 1 banks and the Norwegian Confederation of Trade Unions (LO). SpareBank 1 SR-Bank ASA's stake was 35.8% at the end of the third quarter of 2024.

SpareBank 1 Forvaltning AS posted a profit after tax of NOK 63 million for the third quarter of 2024,

compared with NOK 31 million for the same quarter last year and NOK 61 million for the second quarter of 2024. The increase compared with the same period last year was due to an increase in management fees, which was partly counteracted by higher expenses.

BN Bank ASA

BN Bank ASA is a nationwide bank with its head office in Trondheim. The bank is owned by the banks in the SpareBank 1 Alliance. SpareBank 1 SR-Bank ASA's stake was 35.0% at the end of the third quarter of 2024.

BN Bank ASA achieved a profit after tax of NOK 229 million for the third quarter of 2024, compared with NOK 192 million for the same quarter last year. The improvement was due to increased income and a reduction in loss provisions. Compared with the previous quarter, profit after tax improved by NOK 9 million due to higher net interest income.

The return on equity after tax was 13.8% compared with 13.5% for the third quarter of 2023 and 13.9% for the second quarter of 2024.

SpareBank 1 Markets AS

SpareBank 1 Markets is a leading Norwegian investment firm offering services within equity and credit analysis and trading in equities and bonds, as well as services within corporate finance, including raising capital in the equity and debt market, mergers and acquisitions, restructuring and advice. The investment firm is owned by banks in the SpareBank 1 Alliance. In December 2023, SpareBank 1 SR-Bank ASA and SpareBank 1 Nord-Norge AS increased their stakes in SpareBank 1 Markets AS. SpareBank 1 SR-Bank ASA's stake following the transaction is 33.3%.

As at the end of the third quarter of 2024, SpareBank 1 Markets AS posted a profit after tax of NOK 51 million, compared with NOK 65 million for the second quarter of 2024. Structural changes in SpareBank 1 Markets AS during 2023 mean that the accounting figures for 2023 are not directly comparable.

SpareBank 1 Kreditt AS

SpareBank 1 Kreditt AS is owned by the SpareBank 1 banks. SpareBank 1 SR-Bank ASA owned a stake of 16.8% at the end of the third quarter of 2024. The company offers unsecured financing to the retail market and offers credit cards and repayment loans to SpareBank 1 banks.

The company posted a result after tax of NOK -16 million for the third quarter of 2024, compared with NOK -20 million for the corresponding quarter last year. Higher net interest income was counteracted by higher expenses and impairment provisions than in the same period last year. The profit after tax for the second quarter of 2024 was NOK 6 million. The lower profit for the third quarter was primarily due to higher expenses and slightly higher impairment provisions compared with the previous quarter.

The total portfolio in the company was NOK 10 billion at the end of the third quarter of 2024, compared with NOK 9 billion for the same period last year and NOK 9 billion for the last quarter.

SpareBank 1 Betaling AS

The SpareBank 1 banks jointly own SpareBank 1 Betaling AS. SpareBank 1 SR-Bank ASA's stake is 19.1%. SpareBank 1 Betaling AS owns a 23.9% stake in Vipps AS. Vipps AS is enjoying strong growth and is a strategic venture for the company's owner banks.

SpareBank 1 Betaling AS posted a result after tax of NOK -6 million for the third quarter of 2024, compared with NOK -47 million for the same period last year. The result after tax for the second quarter of 2024 was NOK -24 million. The negative results were due to the share of the operating loss in Vipps AS.

For more information about the accounts of the various companies, please refer to their quarterly reports, which are available on the websites of the various companies.

Funding and liquidity

SpareBank 1 SR-Bank ASA had good liquidity at the end of the third quarter of 2024 and believes it will continue to have good access to long-term funding at competitive prices. The group strives to achieve an even maturity structure for funding and believes it is important to have good relations with Norwegian and international investors and banks. The liquidity buffer[5] was NOK 65.4 billion at the end of the third quarter of 2024 (NOK 60.3 billion) and would cover normal operations for 32 months (33 months) in the event of closed markets and without net lending growth. NOK 27.3 billion of the bank's external funding will come due in the next 12 months. In addition to the liquidity buffer, the

bank has NOK 39.1 billion in residential mortgages ready for covered bond funding.

The group has continued to enjoy a high proportion of long-term funding in the past 12 months. The group's net stable funding ratio (NSFR[4]) was 134% at the end of the third quarter of 2024 (130%), which confirms the group's good funding situation. SpareBank 1 SR-Bank ASA has an Aa3 (stable) long-term rating and a P-1 short-term rating from Moody's.

Capital adequacy

Table 8, Capital adequacy

	3Q24	2Q24	1Q24	4Q23	3Q23
CET1 capital ratio	17,75	17,66	17,62	17,61	17,88
Tier 1 captial ratio	20,56	20,03	19,70	19,72	20,11
Capital ratio	23,84	22,75	22,05	21,58	22,03
Leverage ratio	7,50	7,33	7,14	7,19	7,12

At the end of the third quarter of 2024, the Common Equity Tier 1 capital ratio was 17.75%, and the capital adequacy ratio was 23.84%. This is above current requirements for CET1 capital ratio of 17.39% and requirements for capital ratio of 21.81%.

The total requirement for SpareBank 1 SR-Bank ASA's Common Equity Tier 1 capital ratio was 17.39% at the end of the third quarter of 2024. The requirement includes the systemic risk buffer (4.46%), the countercyclical buffer (2.50%), the Pillar 2 premium (0.90%), the temporary Pillar 2 premium (0.28%), the systemic importance buffer (1.0%) and the capital adequacy margin (1.25%).

In connection with granting the necessary permits for the merger of SpareBank 1 SR-Bank ASA and SpareBank 1 Sørøst-Norge, the Financial Supervisory Authority of Norway set a higher Pillar 2 requirement of 1.9% plus a temporary premium of 0.5% for the merged bank (SpareBank 1 Sør-Norge ASA). The higher Pillar 2 requirement will apply until the Financial Supervisory Authority of Norway has determined a new requirement. The merged bank (SpareBank 1 Sør-Norge ASA) must have a capital adequacy margin of 1.25%.

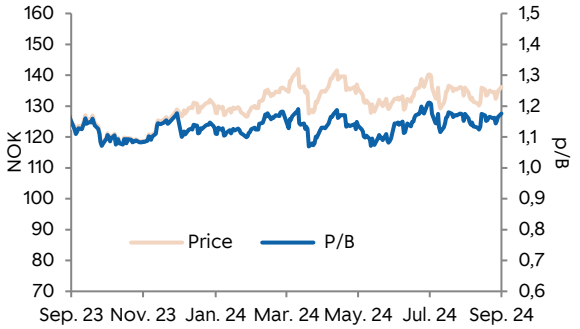
New crisis management directive and MREL

Based on the EU Crisis Management Directive (BRRD), the group must meet a minimum requirement for own funds and eligible liabilities (MREL). SpareBank 1 SR-Bank ASA has an effective MREL requirement of 38.6% of the adjusted risk-weighted assets. In addition, subordinated capital and non-preferred liabilities must account for at least 30.7%. At the end of the third quarter of 2024, SpareBank 1 SR-Bank ASA had issued senior non-preferred debt equivalent to NOK 17.8 billion and thus satisfies the subordination requirement of NOK 9.0 billion by a good margin.

The bank's share

The price of the bank's share (SRBNK) was NOK 136.20 at the end of the third quarter of 2024. This resulted in an effective return of 5.7% since the end of 2023. The Oslo Børs's main index rose by 8.4% in the corresponding period (not corrected for dividends). 3.5% of outstanding SRBNK shares were traded in the third quarter of 2024 (2.7%).

Fig.5, Development in Price/Book



There were 19,504 shareholders of SRBNK at the end of the third quarter of 2024 (18,810). The proportion owned by foreign companies and individuals was 22.7% (21.2%), while 60.9% (64.8%) were resident in Rogaland, Agder, Vestland, Oslo and Akershus. The 20 largest shareholders owned a combined total of 59.5% (57.7%) of the shares. The bank held 48,315 treasury shares, while employees of the group owned 1.8% (1.8%).

[4]NSFR is calculated in accordance with guidelines from the Financial Supervisory Authority of Norway and is calculated as available stable funding relative to necessary stable funding.
[5] Liquidity buffer: cash, short-term investments, and drawing rights in Norges Bank (bonds, including covered bonds). Assuming deposits and lending remain unchanged and no new borrowing during the period.

The table below shows the 20 largest shareholders as at 30.09.2024:

Table 9, 20 largest shareholders	Number of shares (1,000)	%
Sparebankstiftelsen SR-Bank	78.677	29,8 %
Folketrygdfondet	19.570	7,4 %
SpareBank 1-stiftinga Kvinnherad	6.527	2,5 %
State Street Bank and Trust Co, U.S.A.	5.270	2,0 %
Pareto Aksje Norge	4.233	1,6 %
J.P.Morgan SE, Luxembourg	4.168	1,6 %
JPMorgan Chase Bank NA, U.S.A.	4.087	1,5 %
Verdipapirfond Odin Norge	3.736	1,4 %
Brown Brothers Harriman & Co, U.S.A.	3.692	1,4 %
Swedbank AB	3.403	1,3 %
Verdipapirfondet Alfred Berg Gambak	3.302	1,2 %
J.P.Morgan SE, Luxembourg	3.244	1,2 %
Skandinaviska Enskilda Banken AB	2.657	1,0 %
Danske Invest Norske Instit. II	2.434	0,9 %
State Street Bank and Trust Co, U.S.A.	2.236	0,8 %
AS Clipper	2.234	0,8 %
KLP AksjeNorge Indeks	2.137	0,8 %
Westco AS	1.957	0,7 %
J.P.Morgan SE, Luxembourg	1.926	0,7 %
Verdipapirfondet Storebrand Indeks	1.784	0,7 %
Total 20 largest	157.275	59,5 %

The group has had a special share savings scheme for the group's employees since 2019. All permanent employees have an opportunity to purchase shares for a specified savings amount, limited to a maximum of NOK 3,000 per employee per month, at a 30% discount and with a lock-in period of 2 years. Around 1,300 of the group's almost 1,750 employees have signed a regular savings agreement for the share savings scheme in 2024.

Sustainable development

The sustainability strategy forms part of the corporate strategy. The ambition is for sustainability to form an integral part of everything the group does. SpareBank 1 SR-Bank ASA will work to help achieve the Paris Agreement's goal of limiting global warming to 1.5°C. To underpin this ambition, the group is working to cut emissions from its own operations and has set itself a goal of achieving net zero emissions from the group's lending and investment activities by 2050. A target of funding NOK 50 billion in sustainable activities by 2030 has also been set. At the end of the third quarter of 2024, the bank had financed around NOK 34 billion (NOK 27 billion) in sustainable activities.

In the first quarter of 2024, the group adopted a climate transition plan with the aim of cutting emissions for the key industries in the loan portfolio. The first version of the transition plan covers four of the industries with the highest greenhouse gas emissions and energy consumption: shipping, oil and gas, commercial property and agriculture. In the second quarter of 2024, the transition plan was updated with emissions reduction targets for residential properties and the group's own operations.

Outlook

Norges Bank decided to keep its policy rate unchanged at 4.50% in September 2024. Norges Bank expects to keep interest rates at their current level for a while yet, although the time for lowering rates is approaching.

The housing market has performed strongly, and by the end of September house prices had risen by 7.6% in 2024. SpareBank 1 Sør-Norge expects the rise in house prices to slow going forward.

The growth in Norwegian households' and businesses' debt has slowed in line with the interest rate hikes over the past year. In spite of this, the group has seen solid growth and is capturing market share in a highly competitive market.

The companies in SpareBank 1 Sør-Norge's Business Barometer are more optimistic than they have been for more than 2 years. This is the second survey indicating positive signals following a period of subdued growth in the Norwegian economy and the company's expectations as a result of rises in inflation, interest rates and uncertainty internationally.

On 01.10.2024, SpareBank 1 SR-Bank ASA and SpareBank 1 Sørøst-Norge merged and became SpareBank 1 Sør-Norge ASA. The new bank will be one of Norway's largest savings bank, with greater lifting capacity for people and businesses throughout Southern Norway. Full integration is expected by the end of 2025.

The group's long-term return on equity target is a minimum of 13%. This target will be achieved through customer growth in Southern Norway, growth in other income, cost efficiency and a diversified portfolio. The group's cost/income ratio target is less than 40%.

Based on the authorities' Common Equity Tier 1 capital ratio requirements and expectations concerning capital requirement margins, the group's Common Equity Tier 1 capital ratio target is a minimum of 17.39%. The target will increase to minimum 17.57% in the fourth quarter.

The group is solid and profitable and has in recent years increased its financial strength in line with the authorities' requirements. This was achieved through earnings via a business model involving good breadth in earnings and efficient operations.

The group's dividend policy is to distribute around 50% of the profit for the year. Consideration must be given to financial needs, including capital adequacy requirements and the group's targets and strategic plans, when determining the annual dividend.

Stavanger, 30.10.2024
The Board of Directors of
SpareBank 1 Sør-Norge ASA

Income statement

Parent bank						Note	Group				
2023	01.01.23 - 30.09.23	01.01.24 - 30.09.24	Q3 2023	Q3 2024	Income statement (MNOK)		Q3 2024	Q3 2023	01.01.24 - 30.09.24	01.01.23 - 30.09.23	2023
11.764	8.347	10.319	3.189	3.553	Interest income using effective interest method		4.949	4.270	14.463	11.357	15.964
2.534	1.803	2.316	675	762	Other interest income		781	691	2.372	1.803	2.551
8.819	6.223	8.111	2.411	2.778	Interest expense		3.962	3.365	11.610	8.739	12.378
5.480	3.928	**4.525**	1.453	**1.537**	**Net interest income**		**1.768**	**1.596**	**5.224**	4.421	6.136
1.305	978	983	358	330	Commission income		492	518	1.566	1.538	2.040
111	72	75	24	21	Commission expense		21	24	75	72	111
16	12	11	4	3	Other operating income		2	2	6	7	9
1.210	918	**919**	338	**312**	**Net commission and other income**		**473**	**496**	**1.497**	1.473	1.939
31	31	27	1	1	Dividends		14	1	52	58	66
1.475	1.475	289	54	13	Income from ownership interests		655	47	918	195	288
497	26	47	105	-110	Net gains/losses on financial instruments	11	-154	-37	-158	-62	315
2.003	1.532	**364**	160	**-96**	**Net income on financial investments**		**514**	**11**	**812**	191	669
8.692	6.377	**5.807**	1.950	**1.753**	**Total income**		**2.755**	**2.103**	**7.533**	6.086	8.745
1.471	1.061	1.119	374	389	Salaries and other personell expense		532	513	1.553	1.483	2.053
851	600	749	195	281	Other operating expense		316	231	880	759	1.081
130	97	100	33	34	Depreciation and impairment of fixed and intangible assets		43	41	127	123	166
2.453	1.758	**1.968**	602	**704**	**Total operating expense**		**891**	**786**	**2.561**	2.364	3.299
6.239	4.619	**3.839**	1.348	**1.049**	**Operating profit before impairment**		**1.864**	**1.317**	**4.972**	3.721	5.445
-235	-142	292	-74	161	Impairment losses on loans and other financial liabilities	3, 4	160	-78	298	-142	-232
6.475	4.761	**3.547**	1.422	**888**	**Pre-tax profit**	10	**1.704**	**1.396**	**4.675**	3.863	5.677
1.158	813	762	333	213	Tax expense		254	334	872	891	1.202
5.317	3.949	**2.785**	1.089	**675**	**Profit after tax**		**1.450**	**1.062**	**3.803**	2.972	4.475
5.142	3.829	2.586	1.035	595	Shareholders' share of the profit		1.371	1.008	3.604	2.852	4.300
175	120	199	54	80	Hybrid capital owners' share of the profit		80	54	199	120	175
5.317	3.949	**2.785**	1.089	**675**	**Profit after tax**		**1.450**	**1.062**	**3.803**	2.972	4.475
					Other comprehensive income						
6	-0	0	0	0	Unrecognised actuarial gains and losses		0	0	0	-0	4
-1	0	0	0	0	Deferred tax concerning changed estimates/pension plan changes		0	0	0	0	-1
4	-0	**0**	0	**0**	**Total items not reclassified through profit or loss**		**0**	**0**	**0**	-0	3
-3	-3	-0	-0	0	Change in ECL[1)] 12 months		0	0	0	0	0
					Basis swap spread		-29	-36	-101	-62	-113
					Deferred tax concerning basis swap spread		7	9	25	16	28
					Share of profit associated companies and joint ventures		-4	2	5	6	6
-3	-3	**-0**	-0	**0**	**Total items reclassified through profit or loss**		**-26**	**-25**	**-70**	-41	-78
2	-3	**-0**	-0	**0**	**Other comprehensive income**		**-26**	**-25**	**-70**	-41	-76
5.319	3.946	**2.785**	1.089	**675**	**Total comprehensive income**		**1.424**	**1.038**	**3.732**	2.930	4.400
					Earnings per share (group)		**5,19**	3,94	13,64	11,15	16,27

[1)] ECL - Expected credit loss

Balance sheet

Parent bank				Note	Group		
2023	**30.09.23**	**30.09.24**	**Balance sheet (MNOK)**		**30.09.24**	**30.09.23**	**2023**
88	70	689	Cash and balances with central banks		689	70	88
20.044	20.652	20.442	Balances with credit institutions		7.800	5.985	5.536
170.704	168.124	182.537	Loans to customers	4, 6	288.025	268.132	270.757
56.065	55.993	57.252	Certificates and bonds		58.957	57.619	57.681
23.210	30.942	17.894	Financial derivatives	8	11.881	20.667	16.179
381	512	435	Shares, ownership stakes and other securities	13	691	809	680
3.895	3.033	3.908	Investment in associates		6.753	5.057	6.000
7.354	7.556	7.479	Investment in subsidiaries		0	0	0
70	70	70	Intangible assets		405	452	368
2.538	1.132	2.538	Deferred tax assets		2.618	1.076	2.612
301	306	327	Fixed assets		955	954	948
900	882	964	Right-of-use assets		353	351	366
553	1.173	569	Other assets		912	1.650	971
286.102	290.445	**295.105**	**Total assets**	10	**380.039**	362.823	362.186
3.560	3.066	5.554	Balances with credit institutions		509	2.678	3.188
149.309	150.826	146.888	Deposits from customers	5	146.478	150.534	149.076
55.146	58.058	62.757	Listed debt securities	9	162.892	137.810	138.353
22.475	27.171	21.612	Financial derivatives	8	8.894	18.367	13.697
2.557	812	762	Taxes payable		862	874	2.706
956	936	1.028	Lease liabilities		379	375	390
253	243	254	Pension liabilities		262	249	261
128	129	109	Impairment provisions on financial commitments	4	109	129	129
739	1.237	609	Other liabilities		801	1.543	1.024
17.017	16.415	17.705	Senior non-preferred bonds	9	17.705	16.415	17.017
2.784	2.774	5.035	Subordinated loan capital	9	5.035	2.774	2.784
254.925	261.666	**262.312**	**Total liabilities**		**343.925**	331.750	328.626
6.607	6.394	6.607	Share capital		6.607	6.394	6.607
2.354	1.587	2.354	Premium reserve		2.354	1.587	2.354
1.982	0	0	Proposed dividend		0	0	1.982
3.155	3.055	4.169	Hybrid capital		4.169	3.055	3.155
17.078	17.743	19.663	Other equity		22.984	20.038	19.462
31.176	28.779	**32.794**	**Total equity**		**36.114**	31.074	33.561
286.102	290.445	**295.105**	**Total liabilities and equity**	10	**380.039**	362.823	362.186

Statement of changes in equity

SpareBank 1 SR-Bank Group (MNOK)	**Share-capital**	**Premium reserve**	**Hybrid-capital**	**Value of basis swap defined as hedging instrument**	**Other equity**	**Total equity**
Equity as at 31.12.22	6.394	1.587	1.700	65	18.941	28.687
Profit after tax			120		2.852	2.972
Basisswap spread after tax				-47		-47
Share of profit associated companies and joint ventures [1)]					6	6
Total comprehensive income			120	-47	2.857	2.930
Issued hybrid capital			1.650			1.650
Repayments in debt established by issuing hybrid capital			-295			-295
Interest on hybridcapital			-120		-	-120
Transactions against equity in subsidiaries and associated companies					14	14
Dividend 2022, resolved in 2023					-1.790	-1.790
Trade in treasury shares					-2	-2
Transactions with shareholders					-1.792	-1.792
Equity as at 30.09.23	**6.394**	**1.587**	**3.055**	**18**	**20.020**	**31.074**
Equity as at 31.12.23	**6.607**	**2.354**	**3.155**	**-19**	**21.463**	**33.561**
Profit after tax			199		3.604	3.803
Basisswap spread after tax				-76		-76
Share of profit associated companies and joint ventures					5	5
Total comprehensive income			199	-76	3.609	3.732
Hybrid capital			1.200			1.200
Repayments in debt established by issuing hybrid capital			-187			-187
Interest on hybridcapital			-199		-	-199
Transactions against equity in subsidiaries and associated companies					-11	-11
Transactions with shareholders	-	-			-1.982	-1.982
Equity as at 30.09.24	**6.607**	**2.354**	**4.169**	**-95**	**23.079**	**36.114**

Cash flow statement

Parent bank				Group		
2023	01.01.23 - 30.09.23	01.01.24 - 30.09.24	Cash flow statement	01.01.24 - 30.09.24	01.01.23 - 30.09.23	2023
-23.276	-20.889	-11.879	Change in gross lending to customers	-17.319	-16.609	-19.045
10.470	7.424	9.254	Interest receipts from lending to customers	13.778	10.722	15.104
867	2.384	-2.421	Change in deposits from customers	-2.599	2.435	977
-4.526	-3.201	-4.191	Interest payments on deposits from customers	-4.180	-3.190	-4.512
-340	-6.479	6.852	Change in receivables and debt from credit institutions	303	123	6.126
1.087	760	933	Interest on receivables and debt to financial institutions	561	489	669
-1.183	-1.110	-1.187	Change in certificates and bonds	-1.276	-3.630	-3.691
2.529	1.799	2.292	Interest receipts from commercial paper and bonds	2.358	1.809	2.559
1.221	923	910	Commission receipts	1.496	1.451	1.937
6.666	27	941	Capital gains from sale of trading	975	27	6.892
-2.136	-1.603	-1.832	Payments for operations	-2.538	-2.196	-3.187
-1.206	-1.206	-2.549	Taxes paid	-2.697	-1.355	-1.355
6.109	11.036	1.784	Other accruals	1.970	12.017	6.188
-3.717	-10.134	**-1.094**	**A Net change in liquidity from operations**	**-9.167**	2.092	8.663
-96	-84	-77	Investments in tangible fixed assets	-92	-104	-124
0	-0	43	Receipts from sale of tangible fixed assets	43	-0	0
-1.323	-441	-193	Change in long-term investments in equities	-95	-454	-439
233	0	0	Receipts from sales of long-term investments in equities	36	12	253
1.506	1.506	317	Dividends from long-term investments in equities	140	660	660
320	981	**89**	**B Net cash flow, investments**	**31**	114	349
17.846	17.846	18.192	Debt raised by issuance of securities and senior non-preferred bonds	29.829	17.846	17.846
-10.805	-6.893	-13.904	Repayments - issued securities and senior non-preferred bonds	-13.904	-15.720	-19.632
-3.774	-2.631	-3.452	Interest payments on securities issued and senior non-preferred bonds	-6.988	-5.187	-7.381
1.500	1.500	2.900	Additional subordinated loan capital issued	2.900	1.500	1.500
-925	-925	-700	Repayments - additional capital instruments	-700	-925	-925
-161	-115	-198	Interest payments on subordinated loans	-198	-115	-161
2.150	1.650	1.200	Issued hybrid capital	1.200	1.650	2.150
-695	-295	-187	Repayments in debt established by issuing hybrid capital	-187	-295	-695
-175	-120	-199	Interest payments on debt established by issuing hybrid capital	-199	-120	-175
-83	-62	-69	Lease payments	-48	-51	-66
981	0	0	Private placement	0	0	981
-1.790	-1.790	-1.982	Dividend to share holders	-1.982	-1.790	-1.790
4.068	8.165	**1.601**	**C Net cash flow, financing**	**9.722**	-3.207	-8.349
671	-988	**596**	**A+B+C Net cash flow during the period**	**586**	-1.001	663
1.400	1.400	2.071	Cash and cash equivalents as at 1 January	2.082	1.419	1.419
2.070	412	**2.666**	**Cash and cash equivalents at the end of the period**	**2.668**	418	2.082
			Cash and cash equivalents specified			
88	70	689	Cash and balances with central banks	689	70	88
1.983	343	1.976	Balances with credit institutions	1.978	349	1.995
2.071	412	**2.666**	**Cash and cash equivalents**	**2.668**	418	2.082

The cash and cash equivalents includes cash and claims on central banks, plus the share of the total of claims on credit institutions that pertains to placement solely in credit institutions. The cash flow statement shows cash provided and used by the parent bank and the group.

Notes to the financial statements

Note 1 Accouting policies

1.1 Basis of preparation
These interim financial statements for SpareBank 1 SR-Bank ASA cover the period 1 January - 30 September 2024. The interim financial statements were prepared in accordance with IAS 34 Interim Financial Reporting. The interim financial statements are unaudited. These interim financial statements were prepared in accordance with the applicable IFRS® standards and IFRIC interpretations.

The interim financial statements do not include all the information required for full annual financial statements and should be read in conjunction with the annual financial statements for 2023.

New and amended standards applied:
There are no other new standards, amendments to standards or interpretations which has been implemented since 01.01.2024 with material effect on the group or parent bank's financial statements.

New standards and interpretations that have not been adopted yet:
There are a number of new standards, changes to the standards and interpretations that are mandatory for future annual accounts. There are no standards or interpretations that have not been adopted yet, that are expected to have any material effects on the group's statements.

Note 2 Critical estimates and judgements concerning use of the accounting policies

The preparation of the consolidated financial statements entails the group executive management making estimates, judgements and assumptions that affect the effect of the application of the accounting policies and thus the amounts recognized for assets, liabilities, income and expenses. Note 3 of the annual financial statements for 2023 explains in more detail the use of critical estimates and judgements when applying the accounting policies.

Impairments on loans
The Group's assessment of critical estimates and judgements concerning the use of the accounting policies has not changed since 31.12.2023.

The Group conducts annual evaluation of its corporate market portfolio. High-risk exposures in the corporate market portfolio are evaluated on a quarterly basis. Loans to retail customers are subject to evaluation when they are more than 90 days past due; larger exposures in default are evaluated on a quarterly basis.

The Group's risk classification systems are described under financial risk management in the annual report.

The Group carries out an impairment if there is objective evidence that can be identified for an individual exposure, and the objective evidence entails a reduction in future cash flows for servicing the exposure. Objective evidence may be default, bankruptcy, insolvency or other significant financial difficulties.

Individual impairment provisions are calculated as the difference between the loan's book (carrying) value and the present value of future cash flows based on the effective interest rate at the time of the calculation of the initial individual impairment. Account is taken of subsequent changes in interest rates for loan agreements with variable rates if these changes affect the expected cash flow. For smaller exposures, the general rule is that the difference between the actual exposure at the time of impairment and the realization value (under absorption) of the pledged collateral is written down, and that the impairment is based on one scenario. For larger exposures, the general rule is that the difference between the actual exposure and the bank's assessment of the discounted value of the customer's future cash flow is written down, and the impairment is based on three scenarios.

According to IFRS 9, loss provisions are recognized for all exposures based on expected credit loss (ECL). The measurement of the provisions for expected losses on exposures that are not individually impaired depends on whether or not the credit risk has increased significantly since initial recognition. Upon initial recognition and when the credit risk has not increased significantly after initial recognition, provisions must be made for 12 months' expected losses. If the credit risk has increased substantially after initial recognition, provisions must be made for expected losses over the entire lifetime. Expected credit loss is calculated on the basis of the present value of all cash flows over the remaining expected lifetime.

Climate related issues are given increased attention in the credit assessments, and the related risks are first and foremost uncovered through the utilization of an ESG-module in the credit related work. A need for specific, climate related impairment provisions has so far not been deemed necessary. The scoring from the ESG-module is included in the stress test-model that is utilized as part of ICAAP and other stress testing. Further development and clarifications regarding how expectations of climate related credit losses are to be included in the impairment provisions/IFRS 9-model are still needed. Also refer to note 6 in the annual financial statements for 2023.

A probability weighted average is calculated for four different scenarios: an upside scenario, a base scenario, an adverse scenario and a stress scenario, respectively. The base scenario is based on the most recent edition of "Monetary Policy Report" and represents a normal business cycle. The upside scenario represents a period of economic growth with better macro-economic prospects than the base scenario. The adverse scenario is based on data from a sector specific representative period of economic decline. The stress scenario is linked to the group's periodic internal capital adequacy assessment process (ICAAP) for a period of comprehensive economic decline. The mutual weighting of the scenarios is considered and determined by a specially established internal working group composed of people at a management level. Upside scenario has been added to the scenarios in the 3rd quarter of 2024.

The choice of scenarios and their weighting are regularly reviewed (at least once a year) by the aforementioned working group. As at 30.09.2024, the upside scenario had a 5% weighting, the base scenario had a 80% weighting, the adverse scenario had a 12,5% weighting, and the stress scenario had a weighting of 2,5%. The weighting is the same for all portfolios and reflects the uncertainty associated with economic developments going forward. In order to illustrate the associated weight sensitivity, a simulation of the effects of a more conservative scenario weighting was conducted in which the weight of the update scenario is unchanged at 5%, base scenario was reduced to 75%, the adverse scenario is reduced to 10% and the stress scenario were increased to 10%. Such a change in the scenario weighting would, all else equal, increase the group's expected impairment losses for commitments without individual impairment by NOK 97 million.

Note 2 Critical estimates and judgements concerning use of the accounting policies (continued)

Sensitivity Calculations (NOK millions)	Upside scenario	Base scenario	Adverse scenario	Stress scenario	Corporate market	SME and agriculture	Retail market	SR-Bolig-kreditt	Not distributed	Total Group	Change in applied scenario
Weights used as at 30.09.2024											
ECL in Upside scenario											
ECL in Base scenario					405	251	73	43	1	773	
ECL in Adverse scenario					540	315	83	51	1	990	
ECL in Stress scenario					1.211	617	171	136	2	2.137	
ECL with applied scenario weighting (current, used from third quarter of 2024)	*5,0 %*	*80,0 %*	*12,5 %*	*2,5 %*	436	265	76	46	1	824	
Alternative scenario weighting I	*10,0 %*	*80,0 %*	*7,5 %*	*2,5 %*	424	258	75	45	1	803	-21
Alternative scenario weighting II	*5,0 %*	*85,0 %*	*7,5 %*	*2,5 %*	429	262	75	46	1	813	-11
Alternative scenario weighting III	*5,0 %*	*80,0 %*	*10,0 %*	*5,0 %*	454	272	78	48	1	853	29
Alternative scenario weighting IV	*5,0 %*	*75,0 %*	*15,0 %*	*5,0 %*	459	276	79	49	1	864	40
Alternative scenario weighting V	*5,0 %*	*75,0 %*	*10,0 %*	*10,0 %*	493	291	83	53	1	921	97
Weights used as at 30.09.2024											
ECL in Base scenario					364	180	71	38	1	654	
ECL in Adverse scenario					636	297	105	65	1	1.104	
ECL in Stress scenario					1.110	491	184	145	2	1.932	
ECL with applied scenario weighting (current, used from second quarter of 2024)	*80,0 %*	*80,0 %*	*15,0 %*	*5,0 %*	442	213	82	47	1	785	
Alternative scenario weighting I (used second and third quarter of 2023)	*80,0 %*	*80,0 %*	*12,5 %*	*7,5 %*	454	218	84	49	1	806	21
Alternative scenario weighting II	*80,0 %*	*80,0 %*	*10,0 %*	*10,0 %*	465	223	86	51	1	826	41
Alternative scenario weighting III	*75,0 %*	*75,0 %*	*15,0 %*	*10,0 %*	480	229	87	52	1	849	64
Alternative scenario weighting IV	*75,0 %*	*75,0 %*	*10,0 %*	*15,0 %*	503	239	91	56	1	890	105
Alternative scenario weighting V	*70,0 %*	*70,0 %*	*15,0 %*	*15,0 %*	517	244	93	58	1	913	128

Closely monitoring customers and prevention work are important measures actively employed by the Group to maintain its good risk profile in the Group's loan portfolio.

Fair value of financial derivatives and other financial instruments

The fair value of derivatives is determined using valuation methods where the price of the underlying instrument, for example, interest rate or currency rate, is obtained from the market. When measuring financial instruments for which observable market data is not available, the group makes assumptions regarding what market actors would base their valuation on for equivalent financial instruments. Valuations require extensive use of discretion, including when calculating liquidity risk, credit risk and volatility. Any change in the aforementioned factors will affect the fair value determined for the group's financial instruments. For more information see note 25 on the classification of financial instruments in the annual financial statements for 2023. In the case of options, volatility will be either observed implicit volatility or calculated volatility based on historical price movements for the underlying object.

IT-infrastructure

Furthermore, several measures have been implemented to secure the bank's IT infrastructure and to prevent potential cyber-attacks on the most critical systems and processes.

The group's assessments of critical estimates and judgements regarding its use of accounting policies are challenging but are currently considered to be the best estimate.

Note 3 Impairments on loans and financial commitments recognised in the income statement

Parent bank						Group				
2023	01.01.23 - 30.09.23	01.01.24 - 30.09.24	Q3 2023	Q3 2024		Q3 2024	Q3 2023	01.01.24 - 30.06.24	01.01.23 - 30.06.23	2023
-444	-252	45	-87	78	Change in impairments on loans	77	-92	51	-251	-441
-9	-9	-19	-10	-7	Change in impairments on financial commitments	-7	-10	-19	-9	-9
370	250	271	104	91	Actual loan losses on commitments	91	104	271	250	370
6	3	5	1	1	Change in accrued interest	1	1	5	3	6
-1	-0	-0	0	0	Change in assets taken over for the period	0	0	-0	-0	-1
-157	-135	-10	-82	-3	Recoveries on commitments previously written-off	-3	-82	-10	-135	-157
-235	-142	**292**	-74	**161**	**Total impairments on loans and financial commitments**	**160**	-78	**298**	-142	-232

Note 4 Impairments on loans and financial commitments recognised on the balance sheet

Parent Bank 2024 Impairment provisions on loans and financial commitments	01.01.24	Changes in impairment provisions on loans	Changes in impairment provisions on financial commitments	Total 30.09.24
Impairment provisions after amortised cost, corporate market	967	-80	-23	864
Impairment provisions after amortised cost, SME & ariculture	261	102	3	366
Impairment provisions after amortised cost, retail market	54	9	1	65
Mortgages at FVOCI [1]	50	14	0	64
Total impairment provisions on loans and financial commitments	1.333	45	-19	**1.359**
Presented as				
Impairment provisions on loans	1.204	45	0	1.250
Impairment provisions on financial commitments	128	0	-19	109
Total impairment provisions on loans and financial commitments	1.333	45	-19	**1.359**

2023 Impairment provisions on loans and financial commitments	01.01.23			Total 30.09.23
Impairment provisions after amortised cost, corporate market	1.430	-269	-14	1.147
Impairment provisions after amortised cost, SME & ariculture	235	27	2	264
Impairment provisions after amortised cost, retail market	63	-5	3	62
Home mortgages at FVOCI [1]	58	-5	0	53
Total impairment provisions on loans and financial commitments	1.786	-252	-9	1.525
Presented as				
Impairment provisions on loans	1.648	-252	0	1.396
Impairment provisions on financial commitments	138	0	-9	129
Total impairment provisions on loans and financial commitments	1.786	-252	-9	1.525

Group 2024 Impairment provisions on loans and financial commitments	01.01.24	Changes in impairment provisions on loans	Changes in impairment provisions on financial commitments	Total 30.09.24
Impairment provisions after amortised cost, corporate market	967	-80	-23	864
Impairment provisions after amortised cost, SME & ariculture	262	102	3	366
Impairment provisions after amortised cost, retail market	145	29	1	174
Mortgages at FVOCI [1]	0	0	0	0
Total impairment provisions on loans and financial commitments	1.373	51	-19	**1.405**
Presented as				
Impairment provisions on loans	1.244	51	0	1.295
Impairment provisions on financial commitments	129	0	-19	109
Total impairment provisions on loans and financial commitments	1.373	51	-19	**1.405**

2023 Impairment provisions on loans and financial commitments	01.01.23			Total 30.09.23
Impairment provisions after amortised cost, corporate market	1.430	-269	-14	1.147
Impairment provisions after amortised cost, SME & ariculture	235	27	2	264
Impairment provisions after amortised cost, retail market	158	-9	3	152
Home mortgages at FVOCI [1]	0	0	0	0
Total impairment provisions on loans and financial commitments	1.823	-251	-9	1.563
Presented as				
Impairment provisions on loans	1.685	-251	0	1.434
Impairment provisions on financial commitments	138	0	-9	129
Total impairment provisions on loans and financial commitments	1.823	-251	-9	1.563

[1] FVOCI - Fair value other comprehensive income

Note 4 Impairments on loans and financial commitments recognised in the balance sheet (continued)

Parent Bank

	01.01.24 - 30.09.24				01.01.23 - 30.09.23			
Impairment provisions on loans per stage	**Stage 1**	**Stage 2**	**Stage 3**	**Total**	**Stage 1**	**Stage 2**	**Stage 3**	**Total**
Impairment provisions on loans 01.01	225	396	584	1.204	278	292	1.078	1.648
Changes 01.01 - 30.09								
Transfer to (from) stage 1	-18	18	1	-0	-24	24	0	-0
Transfer to (from) stage 2	71	-82	11	0	52	-56	4	0
Transfer to (from) stage 3	4	2	-6	0	2	13	-15	0
Net new measurement of impairment provisions	-89	87	156	153	-93	82	-244	-255
New issued or purchased loan	91	43	15	149	84	53	32	169
Loans that have been derecognised	-42	-141	-75	-257	-77	-76	-12	-166
Impairment provisions on loans 30.09	242	322	686	**1.250**	223	331	843	1.396

Impairment provisions on financial commitments per stage	**Stage 1**	**Stage 2**	**Stage 3**	**Total**	**Stage 1**	**Stage 2**	**Stage 3**	**Total**
Impairment provisions on financial commitments 01.01.	42	44	43	128	45	59	34	138
Changes 01.01 - 30.09								
Transfer to (from) stage 1	-3	3	0	-0	-3	3	0	0
Transfer to (from) stage 2	9	-10	1	-0	17	-19	2	0
Transfer to (from) stage 3	0	0	-0	0	0	1	-1	0
Net new measurement of impairment provisions	-14	19	-7	-1	-30	13	-6	-24
New issued or purchased loan	25	8	0	34	22	15	9	45
Loans that have been derecognised	-16	-14	-23	-52	-10	-17	-3	-31
Impairment provisions on financial commitments 30.09	44	51	14	**109**	41	54	34	129

Group

	01.01.24 - 30.09.24				01.01.23 - 30.09.23			
Impairment provisions on loans per stage	**Stage 1**	**Stage 2**	**Stage 3**	**Total**	**Stage 1**	**Stage 2**	**Stage 3**	**Total**
Impairment provisions on loans 01.01	234	426	585	1.244	288	318	1.079	1.685
Changes 01.01 - 30.09								
Transfer to (from) stage 1	-19	18	1	-0	-25	24	0	0
Transfer to (from) stage 2	78	-88	11	0	59	-62	4	0
Transfer to (from) stage 3	4	2	-6	0	2	14	-16	0
Net new measurement of impairment provisions	-95	97	157	159	-99	94	-244	-250
New issued or purchased loan	96	52	15	163	86	56	33	174
Loans that have been derecognised	-44	-152	-75	-270	-80	-84	-13	-176
Impairment provisions on loans 30.09	253	356	687	**1.295**	231	359	843	1.434

Impairment provisions on financial commitments per stage	**Stage 1**	**Stage 2**	**Stage 3**	**Total**	**Stage 1**	**Stage 2**	**Stage 3**	**Total**
Impairment provisions on financial commitments 01.01.	42	44	43	129	46	59	34	138
Changes 01.01 - 30.09								
Transfer to (from) stage 1	-3	3	0	0	-3	3	0	-0
Transfer to (from) stage 2	9	-10	1	0	17	-19	2	0
Transfer to (from) stage 3	0	0	-0	0	0	1	-1	0
Net new measurement of impairment provisions	-14	19	-7	-1	-30	13	-6	-24
New issued or purchased loan	25	8	0	34	22	15	9	45
Loans that have been derecognised	-16	-14	-23	-52	-10	-17	-3	-31
Impairment provisions on financial commitments 30.09	45	51	14	**109**	41	54	34	129

Note 5 Customer deposits

Parent bank				Group		
31.12.23	**30.09.23**	**30.09.24**	**Customer deposits by industry [1)]**	**30.09.24**	**30.09.23**	**31.12.23**
628	722	1.148	Aquaculture	1.148	722	628
1.472	1.180	1.725	Industry	1.725	1.180	1.472
1.701	1.805	2.062	Agriculture/forestry	2.062	1.805	1.701
4.926	5.123	5.153	Financial and insurance services	4.743	4.831	4.693
2.782	3.403	2.987	Administrative and support services	2.987	3.403	2.782
35.095	38.245	32.930	Other service industry	32.930	38.245	35.095
3.736	3.588	4.399	Wholesale and retail trade, hotels and restaurants	4.399	3.588	3.736
8.531	6.055	3.660	Offshore, oil and gas E&P	3.660	6.055	8.531
2.700	1.273	2.206	Oilservices	2.206	1.273	2.700
5.773	5.753	4.101	Building and construction	4.101	5.753	5.773
5.264	7.287	6.026	Renewable energy, water, and waste collection	6.026	7.287	5.264
6.988	7.757	8.435	Commercial real estate	8.435	7.757	6.988
3.670	3.167	2.553	Shipping	2.553	3.167	3.670
1.246	1.110	1.333	Other transport	1.333	1.110	1.246
84.511	86.467	**78.721**	**Total corporate market**	**78.311**	86.175	84.278
64.798	64.359	**68.167**	**Retail customers**	**68.167**	64.359	64.798
149.309	150.826	**146.888**	**Deposits from customers**	**146.478**	150.534	149.076

[1)] Updated classification of certain industries in 4th quarter 2023 effects historical figures.

Note 6 Loans and other financial commitments to customers[1]

Parent bank				Group		
31.12.23	**30.09.23**	**30.09.24**	**Gross loans to customers by industry**	**30.09.24**	**30.09.23**	**31.12.23**
4.924	4.447	5.338	Aquaculture	5.338	4.447	4.924
3.989	3.663	4.290	Industry	4.290	3.663	3.989
6.370	6.081	6.830	Agriculture/forestry	6.830	6.081	6.370
7.376	6.992	8.173	Financial and insurance services	8.173	6.992	7.376
5.162	5.228	4.942	Administrative and support services	4.942	5.228	5.162
8.168	8.070	10.299	Other service industry	10.146	7.892	8.008
3.642	3.624	3.743	Wholesale and retail trade, hotels and restaurants	3.743	3.624	3.642
4.405	5.074	5.605	Offshore, oil and gas E&P	5.605	5.074	4.405
2.992	4.142	3.186	Oilservices	3.186	4.142	2.992
12.270	12.015	11.807	Building and construction	11.807	12.015	12.270
5.094	5.006	5.787	Renewable energy, water, and waste collection	5.787	5.006	5.094
35.036	33.857	36.611	Commercial real estate	36.611	33.857	35.036
6.802	7.465	6.483	Shipping	6.483	7.465	6.802
2.591	3.025	2.848	Other transport	2.848	3.025	2.591
108.821	108.688	**115.943**	**Total corporate sector**	**115.789**	108.510	108.662
63.078	60.825	**67.836**	**Retail customers**	**173.531**	161.057	163.340
171.900	169.512	**183.779**	**Gross loans**	**289.320**	269.566	272.001
-1.204	-1.396	-1.250	- Impairment provisions after amortised cost	-1.295	-1.434	-1.244
8	8	8	- Home mortgages at FVOCI [2]	0	0	0
170.704	168.124	**182.537**	**Loans to customers**	**288.025**	268.132	270.757
			Financial commitments [3]			
17.782	18.121	17.660	Guarantees customers	17.702	18.150	17.816
20.356	20.009	22.318	Unused credit lines for customers	32.279	28.529	29.590
9.979	12.522	15.295	Approved loan commitments	15.295	12.522	9.979
48.116	50.653	**55.273**	**Total financial commitments**	**65.276**	59.201	57.384
			Other guarantees issued and liabilities			
5.335	5.075	6.930	Unused credit lines for financial institutions	0	0	0
515	513	500	Guarantees other	500	513	515
82	57	4	Letters of credit	4	57	82
5.932	5.645	**7.434**	**Total other guarantees issued and liabilities**	**504**	570	597

[1] Updated classification of certain industries in 4th quarter 2023 effects historical figures

[2] FVOCI - Fair value other comprehensive income

[3] Financial liabilities not on the balance sheet that are the basis for impairments

Note 6 Loans and other financial commitments to customers (continued)[1]

Parent bank

2024 Loans to customers by industry and stages	Gross loans at amortised cost	Stage 1	Stage 2	Stage 3	Loans at fair value	Net loans 30.09.24
Aquaculture	5.316	-21	-4	-18	21	5.295
Industry	4.233	-7	-7	-17	58	4.259
Agriculture/forestry	4.498	-1	-6	-3	2.332	6.819
Financial and insurance services	8.191	-28	-18	-74	-18	8.052
Administrative and support services	4.842	-23	-14	-83	100	4.822
Other service industry	9.780	-32	-44	-110	520	10.113
Wholesale and retail trade, hotels and restaurants	3.575	-6	-13	-90	169	3.635
Offshore, oil and gas E&P	5.605	-4	-3	0	0	5.597
Oilservices	3.182	-4	-25	-56	4	3.101
Building and construction	11.586	-24	-33	-101	221	11.649
Renewable energy, water, and waste collection	5.778	-15	-1	-12	9	5.759
Commercial real estate	36.465	-59	-100	-53	145	36.398
Shipping	6.483	-4	-0	0	0	6.479
Other transport	2.749	-6	-14	-0	99	2.829
Total corporate market	112.283	-234	-284	-619	3.659	**114.806**
Retail customers	4.620	-8	-38	-67	63.216	**67.723**
Mortgages at FVOCI [1)]					8	8
Loans to customers	116.903	-242	-322	-686	66.883	**182.537**

2023 Loans to customers by industry and stages	Gross loans at amortised cost	Stage 1	Stage 2	Stage 3	Loans at fair value	Net loans 30.09.23
Aquaculture	4.428	-12	-14	0	19	4.421
Industry	3.617	-8	-5	-114	46	3.536
Agriculture/forestry	3.823	-1	-3	-0	2.258	6.077
Financial and insurance services	6.990	-23	-28	-21	2	6.921
Administrative and support services	5.181	-19	-26	-12	46	5.170
Other service industry	7.594	-33	-28	-94	476	7.914
Wholesale and retail trade, hotels and restaurants	3.472	-7	-12	-21	152	3.585
Offshore, oil and gas E&P	5.074	-6	-6	-13	0	5.048
Oilservices	4.141	-10	-24	-56	0	4.052
Building and construction	11.850	-21	-32	-125	165	11.838
Renewable energy, water, and waste collection	4.996	-9	-3	-0	10	4.993
Commercial real estate	33.716	-55	-94	-51	141	33.657
Shipping	7.465	-5	-0	-277	0	7.184
Other transport	2.937	-4	-20	-2	88	2.999
Total corporate market	105.285	-214	-295	-785	3.403	107.394
Retail customers	4.687	-9	-36	-58	56.137	60.722
Mortgages at FVOCI [1)]					8	8
Loans to customers	109.973	-223	-331	-843	59.548	168.124

Note 6 Loans and other financial commitments to customers (continued)[1]

Group

2024 Loans to customers by industry and stages	Gross loans at amortised cost	Stage 1	Stage 2	Stage 3	Loans at fair value	Net loans 30.09.24
Aquaculture	5.338	-21	-4	-18	0	5.295
Industry	4.281	-7	-8	-17	9	4.259
Agriculture/forestry	6.198	-1	-7	-3	632	6.818
Financial and insurance services	8.173	-28	-18	-74	0	8.052
Administrative and support services	4.931	-23	-14	-83	11	4.821
Other service industry	10.085	-32	-45	-110	61	9.958
Wholesale and retail trade, hotels and restaurants	3.706	-6	-13	-90	38	3.635
Offshore, oil and gas E&P	5.605	-4	-3	0	0	5.597
Oilservices	3.186	-4	-25	-56	0	3.101
Building and construction	11.771	-24	-34	-101	36	11.649
Renewable energy, water, and waste collection	5.782	-15	-1	-12	5	5.759
Commercial real estate	36.515	-59	-100	-53	95	36.398
Shipping	6.483	-4	-0	0	0	6.479
Other transport	2.839	-6	-14	-0	9	2.828
Total corporate market	114.892	-234	-287	-619	897	**114.650**
Retail customers	165.953	-19	-69	-68	7.578	**173.375**
Loans to customers	280.845	-253	-356	-687	8.475	**288.025**

2023 Loans to customers by industry and stages	Gross loans at amortised cost	Stage 1	Stage 2	Stage 3	Loans at fair value	Net loans 30.09.23
Aquaculture	4.444	-12	-14	0	3	4.421
Industry	3.662	-8	-5	-114	1	3.535
Agriculture/forestry	5.329	-1	-3	-0	752	6.077
Financial and insurance services	6.992	-23	-28	-21	0	6.921
Administrative and support services	5.221	-19	-26	-12	7	5.170
Other service industry	7.833	-33	-29	-94	59	7.736
Wholesale and retail trade, hotels and restaurants	3.595	-7	-12	-21	29	3.585
Offshore, oil and gas E&P	5.074	-6	-6	-13	0	5.048
Oilservices	4.142	-10	-24	-56	0	4.052
Building and construction	11.995	-21	-32	-125	21	11.837
Renewable energy, water, and waste collection	5.000	-9	-3	0	5	4.993
Commercial real estate	33.766	-55	-94	-51	91	33.657
Shipping	7.464	-5	-0	-277	1	7.184
Other transport	3.017	-4	-20	-2	8	2.998
Total corporate market	107.534	-214	-296	-785	976	107.214
Retail customers	154.370	-17	-63	-58	6.687	160.918
Loans to customers	261.903	-231	-359	-843	7.663	268.132

Note 6 Loans and other financial commitments to customers (continued)

Parent bank

	01.01.24 - 30.09.24				01.01.23 - 30.09.23			
Gross loans per stage	**Stage 1**	**Stage 2**	**Stage 3**	**Total**	**Stage 1**	**Stage 2**	**Stage 3**	**Total**
Gross loans 01.01.	152.119	17.298	2.483	171.900	134.441	11.090	3.093	148.624
Transfer to (from) stage 1	-7.935	7.696	239	0	-8.853	8.728	124	0
Transfer to (from) stage 2	3.613	-3.867	254	0	2.091	-2.126	34	0
Transfer to (from) stage 3	407	204	-611	0	44	562	-606	0
Net increase/(decrease) balance existing loans	6.083	419	211	6.712	4.623	343	-186	4.780
Originated or purchased during the period	58.882	3.050	398	62.330	59.048	2.495	841	62.384
Loans that have been derecognised	-51.322	-4.856	-985	-57.163	-43.057	-2.606	-613	-46.275
Gross loans 30.09	161.846	19.944	1.989	**183.779**	148.338	18.487	2.687	169.512
Financial commitments per stage [1) 2)]								
Financial commitments 01.01.	44.499	2.832	785	48.116	46.358	2.515	1.084	49.957
Net increase / (decrease) during period	7.677	105	-626	7.157	421	459	-185	695
Financial commitments 30.09	52.176	2.938	159	**55.273**	46.779	2.974	899	50.653

Group

Gross loans per stage	**Stage 1**	**Stage 2**	**Stage 3**	**Total**	**Stage 1**	**Stage 2**	**Stage 3**	**Total**
Gross loans 01.01.	246.544	22.935	2.522	272.001	235.168	14.677	3.112	252.957
Transfer to (from) stage 1	-10.191	9.924	268	0	-11.991	11.860	132	0
Transfer to (from) stage 2	5.117	-5.372	255	0	3.068	-3.102	34	-0
Transfer to (from) stage 3	425	209	-634	0	45	565	-610	0
Net increase/(decrease) balance existing loans	8.625	579	211	9.415	7.798	409	-186	8.021
Originated or purchased during the period	70.068	3.119	379	73.567	70.452	2.463	827	73.743
Loans that have been derecognised	-59.131	-5.571	-961	-65.663	-61.356	-3.195	-603	-65.154
Gross loans 30.09	261.458	25.823	2.039	**289.320**	243.184	23.676	2.707	269.566
Financial commitments per stage [1) 2)]								
Financial commitments 01.01.	53.242	3.353	789	57.384	53.672	2.775	1.086	57.532
Net increase / (decrease) during period	7.677	105	-626	7.892	1.212	642	-185	1.669
Financial commitments 30.09	61.596	3.518	162	**65.276**	54.884	3.416	901	59.201

[1)] Other financial liabilities include guarantees, undrawn credit and loan commitments

[2)] Financial liabilities provide the basis for impairment losses under IFRS 9

Note 7 Capital adequacy

Capital adequacy is calculated and reported in accordance with the EU's capital requirements for banks and securities undertakings (CRD IV/CRR). SpareBank 1 SR-Bank ASA has permission from the Financial Supervisory Authority of Norway to use internal measurement methods (Internal Rating Based Approach) for quantifying credit risk. The use of IRB requires the bank to comply with extensive requirements relating to organisation, expertise, risk models and risk management systems.

The total requirement for SpareBank 1 SR-Bank ASA's Common Equity Tier 1 capital ratio was 17.39% at the end of the third quarter of 2024.

Parent bank				Group		
31.12.23	**30.09.23**	**30.09.24**		**30.09.24**	**30.09.23**	**31.12.23**
6.607	6.394	6.607	Share capital	6.607	6.394	6.607
2.354	1.587	2.354	Premium reserve	2.354	1.587	2.354
1.982	0	0	Allocated to dividend	0	0	1.982
3.155	3.055	4.169	Hybrid capital	4.169	3.055	3.155
17.078	17.743	19.663	Other equity	22.984	20.038	19.462
31.176	28.779	**32.794**	**Total equity**	**36.114**	31.074	33.561
			Deductions			
-70	-70	-70	Deferred taxes, goodwill and other intangible assets [1)]	-1.604	-737	-1.382
-1.982	0	0	Deduction for allocated dividends	0	0	-1.982
-764	-526	-427	Deduction in expected losses IRB less loss provisions	-662	-662	-929
-4	0	-4	Insufficient coverage for non-performing exposures	-5	0	-4
-3.155	-3.055	-4.169	Hybrid capital that cannot be included in CET 1 capital	-4.169	-3.055	-3.155
0	-2.034	-1.492	Profit for the period that cannot be included in total Tier 1 capital	-2.001	-1.546	0
0	0	0	Deduction for CET 1 capital in essential investments in financial institutions	0	0	0
-277	-277	-320	Deduction for CET 1 capital in not essential investments in financial institutions	-233	-254	-243
-72	-72	-76	Value adjustments due to the requirements for prudent valuation	-91	-90	-89
24.852	22.744	**26.236**	**Common equity Tier 1 capital**	**27.349**	24.729	25.777
3.155	3.055	4.169	Hybrid capital	4.374	3.232	3.290
-155	-105	0	Hybrid capital that cannot be included in Tier 1 capital	0	-105	-155
-48	-47	-48	Deduction for essential investments in financial institutions	-48	-47	-48
27.804	25.646	**30.356**	**Tier 1 capital**	**31.675**	27.809	28.864
			Tier 2 capital			
2.672	2.672	4.872	Term subordinated loan capital	5.283	2.847	2.916
-193	-191	-227	Deduction for essential investments in financial institutions	-227	-191	-193
2.479	2.481	**4.645**	**Tier 2 capital**	**5.056**	2.656	2.724
30.283	28.128	**35.002**	**Own funds**	**36.731**	30.465	31.587

Note 7 Capital adequacy (continued)

Parent bank				Group		
31.12.23	**30.09.23**	**30.09.24**	**Credit risk**	**30.09.24**	**30.09.23**	**31.12.23**
17.677	16.794	16.924	Corporates - SME	16.935	16.801	17.684
21.331	21.151	23.327	Corporates - Specialised Lending	26.922	24.486	24.867
11.635	12.365	12.439	Corporates - Other	12.635	12.681	11.953
1.123	1.051	1.270	Retail - Secured by real estate SME	1.818	1.524	1.584
14.232	12.490	14.053	Retail - Secured by real estate non-SME	38.187	34.776	37.019
160		157	Retail - Other SME	162	158	161
1.551	1.550	1.779	Retail - Other non-SME	1.978	1.623	1.609
13.868	13.415	14.337	Equity positions	0	0	0
81.577	78.973	**84.287**	**Total credit risk, IRB approach**	**98.637**	92.049	94.878
21	20	24	Central governments or central banks	70	22	29
82	79	85	Regional governments or local authorities, Public sector entities	264	244	288
4.716	5.701	4.736	Institutions	2.327	1.331	1.967
11.266	10.938	11.862	Corporates	12.561	11.395	11.906
3.498	3.747	4.354	Retail	5.589	4.859	4.630
0	0	0	Secured by mortgages on immovable property	564	592	652
1	7	7	Exposures in default	68	48	49
0	0	0	Items associated with particular high risk	403	466	469
2.557	2.524	2.278	Covered bonds	2.495	2.716	2.775
0	0	0	Collective investments undertakings (CIU)	2	2	2
6.000	6.000	6.000	Equity positions	6.543	5.640	5.476
8.331	4.738	8.391	Other assets [1]	8.816	5.406	9.090
36.474	33.755	**37.736**	**Total credit risk, standardised approach**	**39.702**	32.721	37.332
			Settlement risk	7	0	0
			Debt risk	7	0	6
			Equity risk	93	0	69
			Foreign Exchange risk	16	0	18
576	246	1.054	Credit value adjustment risk (CVA)	1.206	390	753
8.903	7.377	8.903	Operational risk	13.370	11.227	13.243
0	215	0	Other risk exposures [2]	1.029	1.904	74
127.529	120.566	**131.979**	**Total risk exposure amount**	**154.067**	138.291	146.371
5.739	5.425	5.939	Minimum requirement for common equtiy Tier 1 capital ratio 4.5 %	6.933	6.223	6.587
			Buffer requirement			
3.188	3.014	3.299	Capital conservation buffer 2.5 %	3.852	3.457	3.659
5.688	5.370	5.886	Systemic risk buffer 4.5 %	6.871	6.168	6.528
3.175	3.002	3.286	Countercyclical capital buffer 2.5 %	3.852	3.457	3.659
		1.320	Systemic risk buffer	1.541		
12.052	11.386	13.792	Total buffer requirement to common equity Tier 1 capital ratio	16.115	13.082	13.847
7.062	5.932	6.505	**Available common equity Tier 1 capital ratio after buffer requirement**	4.301	5.423	5.344
19,49 %	18,86 %	**19,88 %**	**Common equity Tier 1 capital ratio**	**17,75 %**	17,88 %	17,61 %
21,80 %	21,27 %	**23,00 %**	**Tier 1 capital ratio**	**20,56 %**	20,11 %	19,72 %
23,75 %	23,33 %	**26,52 %**	**Capital ratio**	**23,84 %**	22,03 %	21,58 %
9,46 %	8,81 %	**9,93 %**	**Leverage Ratio**	**7,50 %**	7,12 %	7,19 %

Note 8 Financial derivatives

Group

	Contract amount	Fair value at 30.09.24	
At fair value through profit and loss	**30.09.24**	**Assets**	**Liabilities**
Currency instruments			
Currency futures (forwards)	4.652	91	57
Currency swaps	20.015	146	150
Currency swaps (basis swaps)	78.339	533	261
Currency swaps (basis swaps hedging)	36.574	56	75
Total currency instruments	**139.581**	**825**	**543**
Interest rate instruments			
Interest rate swaps	80.028	1.643	996
Other interest rate contracts	5.779	42	42
Total interest rate instruments	**85.807**	**1.685**	**1.039**
Interest rate instruments, hedging			
Interest rate swaps	158.442	1.462	6.668
Total interest rate instruments, hedging	**158.442**	**1.462**	**6.668**
Security			
Security		7.909	643
Totalt security		**7.909**	**643**
Total currency and interest rate instruments			
Total currency instruments	139.581	825	543
Total interest rate instruments	244.249	3.147	7.707
Total collateral		7.909	643
Total financial derivatives	**383.830**	**11.881**	**8.894**
Counterparty risk:			
Netting agreements		2.816	
Considered collateral		8.552	
Total exposure to financial derivatives		**513**	

Counterparty risk associated with derivatives is reduced via ISDA agreements and CSA supplements. The CSA supplement regulates the counterparty risk through payments of margins in relation to exposure limits.

IBOR reform

Reforming and alternatives to IBOR rates have become a priority area for governments around the world in recent years. However, there is uncertainty surrounding which methods will used for any changes and when they will be introduced. All of SpareBank 1 SR-Bank's interest rate derivatives use IBOR rates as a reference, and may thus be affected by changes. The most important positions are in EURIBOR and NIBOR. The bank is monitoring developments in the market closely, and is participating in several projects to monitor the changes and facilitate any changes. The table below shows nominal amount and weighted average remaining maturity for derivatives in hedging relationships that may be affected by IBOR reform, categorised by the relevant IBOR rate.

Note 8 Financial derivatives (continued)

Interest rate instruments	Contract amount	Weighted maturity
CIBOR DKK (3 months)	1.078	7
CIBOR DKK (6 months)	1.576	3
EURIBOR EUR (3 months)	153.648	4
EURIBOR EUR (6 months)	436	4
LIBOR USD (3 months)	271	1
NIBOR NOK (1 month)	16	2
NIBOR NOK (3 months)	81.291	4
NIBOR NOK (6 months)	740	1
STIBOR SEK (3 months)	156	4
Total interest rate instruments	**239.213**	
Currency instruments		
EURIBOR EUR (3 months)	4.670	0
EURIBOR EUR (3 months) to LIBOR USD (3 months)	8.083	1
EURIBOR EUR (3 months) to NIBOR NOK (3 months)	80.886	4
LIBOR USD (6 months) to FIXED NOK	91	2
EURIBOR EUR (3months) to SOFR USD	10.605	2
NIBOR NOK (3 months) to SOFR USD	10.579	2
Total currency instruments	**114.914**	
Total exposure to financial derivatives	**354.126**	
Assets		
Certificates and bonds		
NIBOR NOK (3 months)	30.627	3
Total exposure certificates and bonds	**30.627**	
Liabilities		
Securities issued		
EURIBOR EUR (3 months)	2.769	1
EURIBOR EUR (6 months)	589	6
NIBOR NOK (3 months)	34.000	10
STIBOR SEK (3 months)	260	1
Total exposure securities issued	**37.618**	

The bank also has loans to customers in GBP and USD LIBOR and EURIBOR, respectively, as well as loans to and deposits from customers linked to NIBOR.

Note 9 Securities issued, non-preferred bonds and subordinated loan capital

Group

Change in debt raised through securities issued	Balance as at 30.09.24	Issued/ sale own 2024	Past due/ redeemed 2024	FX rate- and other changes 2024	31.12.23
Bonds and certificates, nominal value	61.863	18.192	-13.904	1.991	55.584
Covered bonds, nominal value	103.965	11.636	0	3.726	88.603
Adjustments and accrued interests	-2.936	0	0	2.898	-5.835
Total debt raised through securities issued	**162.892**	29.829	-13.904	8.615	138.353

Change in debt raised by issuing non-preferred senior debts	Balance as at 30.09.24	Issued/ sale own 2024	Past due/ redeemed 2024	FX rate- and other changes 2024	31.12.23
Senior non-preferred bonds	17.823	0	0	552	17.271
Adjustments and accrued interests	-118			136	-254
Total senior non-preferred bonds	**17.705**	0	0	688	17.017

Change in debt raised through subordinated loan capital issued	Balance as at 30.09.24	Issued/ sale own 2024	Past due/ redeemed 2024	FX rate- and other changes 2024	31.12.23
Term subordinated loan capital, nominal value	4.990	2.900	-700	27	2.763
Adjustments and accrued interests	46			24	21
Total additional Tier 1 and Tier 2 capital instruments	**5.035**	2.900	-700	51	2.784

Note 10 Segment reporting

The executive management team has assessed which segments are reportable based on the form of distribution, products and customers. The primary reporting format is based on the risk and returnprofile of the assets, and it is divided between retail market, corporate market and SME & agriculture. Other activities covers all staff departments including treasury, subsidiaries and associated companies.

SpareBank 1 SR-Bank Group Q3

Income statement (MNOK)	Retail market		Corporate market		SME & agriculture		Other activities		Eliminations		Group	
	2024	2023	2024	2023	2024	2023	2024	2023	2024	2023	2024	2023
Net interest income [1]	605	523	597	575	257	251	311	251	-2	-4	1.768	1.596
Net commission and other income	175	168	92	117	36	36	192	192	-23	-17	473	496
Net income on investment securities	6	5	27	14	12	8	471	-16	-0	0	514	11
Total net income	786	696	716	706	305	295	974	426	-25	-21	2.755	2.103
Total operating expenses	206	188	63	59	38	36	609	524	-25	-21	891	786
Operating profit before losses	579	508	653	648	267	259	364	-97	-0	0	1.864	1.317
Impairment losses on loans and other financial liabilities	-1	3	83	-121	78	40	0	-0	0	0	160	-78
Pre-tax profit	**580**	**506**	**571**	**769**	**189**	**219**	**364**	**-97**	**-0**	**0**	**1.704**	**1.396**

SpareBank 1 SR-Bank Group 01.01 - 30.09

Income statement (MNOK)	Retail market		Corporate market		SME & agriculture		Other activities		Eliminations		Group	
	2024	2023	2024	2023	2024	2023	2024	2023	2024	2023	2024	2023
Net interest income [1]	1.769	1.528	1.719	1.610	753	688	991	605	-7	-11	5.224	4.421
Net commission and other income	504	484	293	300	109	103	652	637	-60	-51	1.497	1.473
Net income on investment securities	16	13	61	46	32	23	702	109	0	0	812	191
Total net income	2.289	2.026	2.072	1.956	895	814	2.345	1.351	-67	-62	7.533	6.086
Total operating expenses	559	506	164	158	102	95	1.803	1.667	-67	-62	2.561	2.364
Operating profit before losses	1.730	1.520	1.908	1.798	793	719	542	-316	0	0	4.972	3.721
Impairment losses on loans and other financial liabilities	36	8	125	-192	137	43	0	-0	0	0	298	-142
Pre-tax profit	**1.694**	**1.512**	**1.783**	**1.990**	**656**	**677**	**542**	**-316**	**0**	**0**	**4.675**	**3.863**
Balance sheet items (MNOK)												
Loans to customers	#####	157.485	91.981	86.994	22.985	20.546	4.634	4.719	-154	-178	289.320	269.566
Impairment provisions on loans	-163	-144	-794	-1.052	-338	-238	0	0	0	0	-1.295	-1.434
Deposits from customers	73.115	69.108	51.228	54.586	22.011	20.832	534	6.300	-410	-292	146.478	150.534

[1] Net interes income contains allocated arrangements between the segments. The interest on intercompany receivables for the retail market, corporate market and SME & agriculture is determined on the basis of expected observable market interest rates (NIBOR) plus expected additional costs in connection with the group's long-term funding (credit premium). Deviations between the Group's actual funding costs and the applied interest on intercompany receivables are eliminated in the parent bank.

Note 11 Net income/losses from financial instruments

Parent bank						Group				
2023	01.01.23 - 30.09.23	01.01.24 - 30.09.24	Q3 2023	Q3 2024		Q3 2024	Q3 2023	01.01.24 - 30.09.24	01.01.23 - 30.09.23	2023
166	-161	-26	-31	-68	Net gains/losses on equity instruments [1]	-92	-49	-92	-116	276
256	-381	316	51	419	Net gains/lossses for bonds and certificates	417	46	314	-390	248
-379	306	-331	-27	-462	Net derivatives bonds and certificates	-462	-27	-331	306	-379
-1	-1	-1	0	-1	Net counterparty risk, inclusive of CVA	-1	0	-1	-1	-1
5	-4	11	6	9	Net derivatives other assets	9	6	11	-4	5
27	5	-13	-34	2	Net derivatives liabilities	-3	-53	-17	12	26
183	91	-9	86	-41	Net derivatives basis swap spread	-54	-15	-140	-39	-101
241	170	196	54	81	Net gain/losses currency	81	54	196	170	241
0	0	-97	0	-48	Share of income to SPB1 Markets	-48	0	-97	0	0
497	26	**47**	105	**-110**	**Net income/losses from financial instruments**	**-154**	-37	**-158**	-62	315
629	629	112	54	13	Income from investments in associates [2]	655	47	918	195	288
846	846	177	0	0	Income from investments in subsidiaries	0	0	0	0	0
1.475	1.475	**289**	54	**13**	**Income from ownership interests**	**655**	47	**918**	195	288

1) An impairment loss of NOK 105 million on the shares in Folkeinvest was recognised in Q3 2024.
2023 includes gains in both the parent bank and the group of NOK 370 million from the sale of business to SpareBank 1 Markets. There is also a loss of NOK 66 million in the parent bank and a gain of NOK 26 million in the group from the sale of Monio.
2) In Q3 2024 the group recognised its share of SpareBank 1 Gruppen's profit of NOK 452 million from the merger of Fremtind Forsikring and Eika Forsikring

Note 12 Liquidity risk

Liquidity risk is the risk that the Group is not able to refinance its debt or is not able to finance an increase in assets. The bank's framework for managing liquidity risk shall reflect the bank's conservative risk profile. The board has adopted internal limits such that the bank has as balanced a maturity structure for its borrowing as possible. Stress testing is conducted for the various terms of maturity for bank-specific crises, system crises and combinations of these. A contingency plan has also been put in place to manage liquidity crises. The average remaining term to maturity in the portfolio of senior bond funding and covered bonds was 3.6 years at the end of the third quarter of 2024. The total LCR was 172% at the end of the third quarter, and the average total LCR was 184% in the quarter. The LCR in NOK and EUR at the end of the quarter was 137% and 374%, respectively.

Note 13 Information about fair value

Group

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

Level 1: Listed price in an active market for an identical asset or liability
Level 2: Valuation based on observable factors other than listed price (used in level 1) either direct (price) or indirect (deduced from prices) for the asset og liability.
Level 3: Valuation based on factors not obtained from observable markets (non-observable assumptions)

Fair value 30.09.24	Level 1	Level 2	Level 3	**Total**
Assets				
Net lending to customers [1]			8.475	**8.475**
Commercial paper and bonds	28.603	21.992		**50.595**
Financial derivatives		11.881		**11.881**
Equities, units and other equity interests	377	15	299	**691**
Liabilities				
Financial derivatives		8.894		**8.894**
No transfers between levels 1 and 2				

[1] Net lending to customers in parent bank, level 3 66.894

Fair value 30.09.23	Level 1	Level 2	Level 3	**Total**
Assets				
Net lending to customers [1]			7.663	7.663
Commercial paper and bonds	28.280	20.499		48.779
Financial derivatives		20.667		20.667
Equities, units and other equity interests	377	82	350	809
Liabilities				
Financial derivatives		18.367		18.367
No transfers between levels 1 and 2				

[1] Net lending to customers in parent bank, level 3 59.540

Change in holding during the financial year of assets valued on the basis of factors other than observable market data

Group	Loans to customers	Shares, ownership stakes and other securities
Balance 01.01	7.765	349
Additions	1.909	29
Disposals	-1.265	-36
Transferred from or to measurement according to prices in an active market or observable market data		
Change in value [1]	66	-43
Balance 30.09.24	**8.475**	**299**
Nominal value/cost price	8.670	329
Fair value adjustment	-196	-30
Balance 30.09.24	**8.474**	**299**

[1] Value changes are recognised in net income from financial instruments

Other assets are measured using various methods such as last known transaction price, earnings per share, dividend per share, EBITDA and discounted cash flows.

Fixed-rate loans are measured on the basis of the interest rate agreed with the customer. Loans are discounted using the applicable interest curve, having taken into account a market premium, which is adjusted for the profit margin. The conducted sensitivity analyses indicate an increase in the discount rate of 10 basis points would have a negative effect on the result amounting to NOK 21 million.

Fair value of financial instruments at amortised cost

	Balance	Fair value
Group	**30.09.24**	
Assets		
Cash and balances with central banks	689	689
Balances with credit institutions [1]	7.800	7.800
Loans to customers [1]	279.550	279.550
Certificates and bond	8.361	8.348
Total assets at amortised cost	**296.401**	**296.387**
Liabilities		
Balances with credit institutions [1]	509	509
Deposits from customers [1]	146.478	146.478
Listed debt securities	162.892	162.886
Senior non-preferred bonds	17.705	18.013
Subordinated loan capital	5.035	5.439
Total liabilities at amortised cost	**332.618**	**333.324**

[1] Loans and deposits at amortised cost, amount to book value best estimate at fair value.

Note 14 Events after the balance sheet date

The merger of SpareBank 1 SR-Bank ASA and SpareBank 1 Sørøst-Norge was implemented on 1 October 2024 with accounting effect from the same date. SpareBank 1 SR-Bank ASA was the acquiring bank, and at the same time as the merger changed its name to SpareBank 1 Sør-Norge ASA. The merger has been handled in line with the acquisition method in accordance with IFRS 3. The bank's head office is in Stavanger.

On 26 October 2023, the boards of SpareBank 1 SR-Bank ASA and SpareBank 1 Sørøst-Norge approved a plan for the merger of the banks and the establishment of SpareBank 1 Sør-Norge ASA. The merger plan was adopted with final effect by the banks' supervisory board/general meeting on 5 December 2023.
On 20 June 2024, the Financial Supervisory Authority of Norway granted the permits necessary to implement the merger of the banks in line with the resolutions adopted by the banks' supervisory board/general meeting on 5 December 2023. On 25 June 2024, the Ministry of Finance decided that the merger of the banks could take place without immediate taxation of the gain from transferring SpareBank 1

Sørøst-Norge's savings bank business and without immediate taxation of SpareBank 1 Sørøst-Norge's equity certificate holders, including the five savings bank foundations that own equity certificates in SpareBank 1 Sørøst-Norge.

The merger will result in greater competitiveness, an increased presence and make the bank attractive for customers, employees and owners. SpareBank 1 Sør-Norge will be a savings bank and financial group able to increase the total credit available to Norwegian business, with greater lifting capacity and networks for local companies and jobs.

The banks agreed an exchange ratio set at 68.88% for SpareBank 1 SR-Bank and 31.12% for SpareBank 1 Sørøst-Norge, corresponding to an exchange ratio of 0.481702 shares per equity certificate, plus a cash payment of NOK 4.33235 per equity certificate owned at the time of implementation in SpareBank 1 Sørøst-Norge.

Based on the agreed exchange ratio, SpareBank 1 SR-Bank issued a total of 111,187,338 shares as remuneration for the equity certificate capital and primary capital in SpareBank 1 Sørøst-Norge, where 67,485,793 shares were remuneration for SpareBank 1 Sørøst-Norge's equity certificate holders and 43,701,545 shares were remuneration for the three savings bank foundations' primary capital in SpareBank 1 Sørøst-Norge. This meant that one equity certificate in SpareBank 1 Sørøst-Norge provided 0.481702 of a share in SpareBank 1 SR-Bank.

In addition to remuneration in the form of shares in SpareBank 1 SR-Bank, SpareBank 1 Sørøst-Norge's equity certificate holders received a cash payment of NOK 4.33235 per equity certificate, which totalled NOK 606,956,000. Similarly, the three savings bank foundations, in addition to shares in SpareBank 1 SR-Bank, received a total cash payment of NOK 393,044,263 as remuneration for their primary capital in SpareBank 1 Sørøst-Norge.

Following issuance of the new shares, the total share capital amounts to NOK 9,386 million divided into 375,456,307 shares at NOK 25 per share.

The fair value of the 111,187,338 shares issued as remuneration for the equity certificate capital and primary capital in SpareBank 1 Sørøst-Norge amounted to NOK 16,144 million or NOK 136.20 per share, which corresponds to the last listed price on 30 September 2024. The difference between the fair value of the remuneration for SpareBank 1 Sørøst-Norge's equity certificate holders and the primary capital before the merger and their share of net equity in accordance with the acquisition analysis constitutes goodwill. This was recognised on the balance sheet at the time of implementation (1 October 2024) in accordance with IFRS 3.

The table below shows the remuneration, the fair value of SpareBank 1 Sørøst-Norge's assets and liabilities and the calculation of goodwill as at 1 October 2024 (implementation date). The allocation of goodwill/badwill is provisional.

Note 14 Events after the balance sheet date (continued)

Payment	Shares	Price	Cash consideration	Total (million NOK)
Conversion equity certificates	67.485.793	136,20	607,0	9.798,5
Conversion primary capital	43.701.545	136,20	393,0	6.345,2
Total	**111.187.338**		**1.000,0**	**16.143,7**

Amount in million NOK **GROUP SB1 Sørøst-Norge**

Fair value of Identifiable assets and liabilities	**30.09.24**	**Fair value adjustments**	**Fair value 30.09.2024**
Cash and balances with central banks	97		97
Balances with credit institutions	2.154		2.154
Gross loans to customers	78.514		78.514
Impairment provisions	-256	14	-242
Net loans to customers	78.258	14	78.272
Interest-bearing securities	6.245		6.245
Financial derivatives	0		0
Shares and other securities	2.491	0	2.491
Investment in associates	0	502	502
Investment in subsidiaries	1.523		1.523
Fixed assets	219	52	271
Intangible assets and goodwill	465	-465	0
Deferred tax asset	63	-17	47
Right-of-use assets	140		140
Other assets	434		434
Total assets	**92.088**	**87**	**92.174**
Balances with credit institutions	79		79
Deposits from customers	57.036		57.036
Listed debt securities	14.865		14.865
Financial derivatives	0		0
Lease liabilities	113		113
Taxes payable	310		310
Other liabilities	749		749
Senior non-preferred bonds	4.755		4.755
Subordinated loan capital	751		751
Total liabilities	**78.660**	0	**78.660**
Hybrid capital	350		350
Non-controlling interest's share	8		7
Total equity	**13.078**	**87**	**13.158**

Calculated equity based on close price 30.09.24 NOK 136,20	16.144
Goodwill	**2.986**

Note 14 Events after the balance sheet date (continued)

The aggregated income statement is the profit and loss for both banks combined as if the merger had been at 1 January 2024. There are no significant eliminations between the two banks in this period, hence the profit and loss for the two banks in this period, hence the profit and loss for the two are combined as they were without further alterations

Aggregated income statement

Group SpareBank 1 Sør-Norge	**Q3 2024**	**01.01.2024-30.09.2024**
Interest income	7.066	20.751
Interest expense	4.758	13.925
Net interest income	**2.308**	**6.826**
Commission income	643	2.001
Commission expense	36	118
Other operating income	86	268
Net commission and other income	**694**	**2.152**
Dividends	23	133
Income from ownership interests	819	1.129
Net gains/losses on financial instruments	-99	-79
Net income on financial investments	**743**	**1.183**
Total income	**3.745**	**10.161**
Salaries and other personell expense	749	2.159
Other operating expense	476	1.308
Depreciation and impairment of fixed and intangible assets	43	154
Total operating expense	**1.268**	**3.621**
Operating profit before impairment	**2.478**	**6.539**
Impairment losses on loans and other financial liabilities	166	323
Pre-tax profit	**2.312**	**6.217**
Tax expense	353	1.168
Profit after tax	**1.959**	**5.049**

No other material events have been registered after 30.09.2024 that affect the interim financial statements as prepared.

Results from the interim financial statements

SpareBank 1 SR-Bank Group, MNOK	**Q3 2024**	**Q2 2024**	**Q1 2024**	**Q4 2023**	**Q3 2023**	**Q2 2023**	**Q1 2023**	**Q4 2022**	**Q3 2022**
Interest income	5.731	5.622	5.482	5.355	4.961	4.308	3.892	3.332	2.395
Interest expense	3.962	3.895	3.752	3.639	3.365	2.884	2.490	2.046	1.281
Net interest income	1.768	1.726	1.729	1.715	1.596	1.424	1.402	1.286	1.115
Commission income	492	571	503	502	518	545	476	463	439
Commission expenses	21	28	26	39	24	25	23	22	22
Other operating income	2	1	3	2	2	2	2	12	3
Net commission and other income	473	544	480	465	496	522	455	453	421
Dividend income	14	33	6	8	1	25	32	26	9
Income from investment in associates	655	120	143	93	47	53	94	211	85
Net gains/losses on financial instrument	-154	-4	1	377	-37	32	-56	37	97
Net income on financial investments	514	148	149	478	11	109	71	274	191
Total income	2.755	2.419	2.359	2.659	2.103	2.055	1.927	2.013	1.726
Personnel expenses	532	513	508	570	513	488	482	477	429
Other operating expenses	316	289	275	322	231	289	239	234	207
Depreciation and impairment of fixed and intangible assets	43	42	43	43	41	41	41	41	41
Total operating expenses	891	844	826	935	786	817	761	752	677
Operating profit before impairment	1.864	1.575	1.533	1.724	1.317	1.238	1.166	1.262	1.049
Impairment losses on loans and financial commitments	160	103	35	-91	-78	-98	35	36	5
Pre-tax profit	1.704	1.472	1.498	1.815	1.396	1.336	1.131	1.225	1.044
Tax expense	254	311	307	311	334	308	250	226	215
Profit after tax	1.450	1.162	1.191	1.503	1.062	1.028	881	1.000	829
Profitability									
Return on equity per quarter [1)]	17,5 %	14,6 %	14,6 %	19,7 %	14,5 %	14,6 %	12,5 %	14,5 %	12,4 %
Cost to income ratio [1)]	32,3 %	34,9 %	35,0 %	35,2 %	37,4 %	39,8 %	39,5 %	37,3 %	39,2 %
Cost to income ratio Banking Group [1)]	34,3 %	32,0 %	30,9 %	34,9 %	31,4 %	34,7 %	34,0 %	36,1 %	36,9 %
Average net interest margin [1)]	1,84 %	1,82 %	1,88 %	1,87 %	1,74 %	1,56 %	1,60 %	1,51 %	1,37 %
Balance sheet figures from quarterly accounts									
Gross loans to customers	289.320	284.621	278.184	272.001	269.566	264.882	258.206	252.957	248.237
Growth in loans over last 12 months [1)]	7,3 %	7,5 %	7,7 %	7,5 %	8,6 %	9,1 %	10,5 %	9,8 %	9,4 %
Deposits from customers	146.478	154.975	150.706	149.076	150.534	150.758	152.144	148.100	143.989
Growth in deposits over last 12 months [1)]	-2,7 %	2,8 %	-0,9 %	0,7 %	4,5 %	3,5 %	7,1 %	7,6 %	8,8 %
Total assets	380.039	382.744	377.005	362.186	362.823	361.765	364.646	345.931	334.255
Average total assets	382.817	380.779	370.420	363.936	363.341	366.957	355.931	337.947	323.816
Impairments on loans and financial commitments									
Impairment ratio, annualized [1)]	0,22 %	0,15 %	0,05 %	-0,13 %	-0,12 %	-0,15 %	0,05 %	0,06 %	0,01 %

[1)] Defined as alternative performance targets (APMs), see the appendix to the interim report

	Q3 2024	Q2 2024	Q1 2024	Q4 2023	Q3 2023	Q2 2023	Q1 2023	Q4 2022	Q3 2022
Loans and financial commitments in Stage 2 and Stage 3 [1]									
Loans and financial commitments in Stage 3 in % of gross loans and financial commitments [1]	0,62 %	0,70 %	0,82 %	1,01 %	1,10 %	1,02 %	1,23 %	1,35 %	1,39 %
Loans and financial commitments in Stage 2 in % of gross loans and financial commitments [1]	8,27 %	7,05 %	7,30 %	7,98 %	8,24 %	6,56 %	5,57 %	5,62 %	5,11 %
Solidity									
Common equity Tier 1 capital ratio	17,75 %	17,66 %	17,62 %	17,61 %	17,88 %	17,83 %	17,42 %	17,42 %	17,82 %
Tier 1 capital ratio	20,56 %	20,06 %	19,70 %	19,72 %	20,11 %	19,90 %	19,05 %	18,76 %	19,18 %
Capital ratio	23,84 %	22,75 %	22,05 %	21,58 %	22,03 %	21,89 %	21,05 %	20,31 %	20,76 %
Tier 1 capital	31.675	30.740	29.833	28.864	27.809	27.291	26.042	25.193	25.237
Net primary capital	36.731	34.855	33.391	31.587	30.465	30.022	28.771	27.277	27.326
Risk weighted balance	154.067	153.214	151.404	146.371	138.291	137.165	136.685	134.324	131.601
Leverage ratio	7,5 %	7,3 %	7,1 %	7,2 %	7,1 %	7,0 %	6,8 %	6,8 %	6,8 %
Liquidity									
Liquidity Coverage Ratio (LCR) [2]	172 %	204 %	216 %	207 %	191 %	215 %	244 %	176 %	181 %
Deposit to loan ratio [1]	50,6 %	54,4 %	54,2 %	54,8 %	55,8 %	56,9 %	58,9 %	58,5 %	58,0 %
Branches and staff									
Number of branches	36	36	36	36	36	36	36	35	35
Number of man-years	1.625	1.590	1.578	1.637	1.616	1.571	1.560	1.543	1.510
Number of man-years including temps	1.676	1.663	1.627	1.686	1.667	1.636	1.612	1.582	1.554
SpareBank 1 SR-Bank share									
Market price at end of quarter	136,20	130,60	136,00	128,90	122,70	130,10	121,00	120,70	102,00
Market capitalisation	35.993	34.514	35.941	34.064	31.381	33.273	30.946	30.869	26.087
Number of shares issued, millions	264,27	264,27	264,27	264,27	255,75	255,75	255,75	255,75	255,75
Book equity per share(including dividends) [1]	120,90	115,81	119,30	115,07	109,57	105,73	108,77	106,32	102,86
Earnings per share, NOK (annualised)	5,19	4,20	4,26	5,48	3,94	3,90	3,31	3,81	3,16
Price/earnings per share [1]	6,60	7,74	7,95	5,93	7,85	8,31	9,02	7,98	8,13
Price / Book equity (group) [1]	1,13	1,13	1,14	1,12	1,12	1,23	1,11	1,14	0,99
Annualised turnover rate in quarter [3]	3,5 %	4,0 %	2,8 %	6,8 %	2,7 %	4,0 %	4,7 %	5,5 %	4,1 %
Effective return [4]	4,3 %	1,5 %	5,5 %	5,1 %	-5,7 %	13,3 %	0,2 %	18,3 %	-4,4 %

[1] Defined as alternative performance targets (APMs), see the appendix to the interim report
[2] High quality liquid assets divided by total net cash outflows in a 30-day, serious stress scenario
[3] Annualized turnover of the share during the period, measured as a percentage of the number of outstanding shares
[4] Percentage change in the market price in the last period, including paid share dividend

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Financial Calendar 2024/2025

Q3 2024	Thursday 31 October 2024
Q4 2024	Wednesday 12 February 2025
Annual report 2024	Thursday 3 April 2025
Annual general meeting	Thursday 24 April 2025
Q1 2025	Thursday 8 May 2025
Q2 2025	Thursday 7 August 2025
Q3 2025	Thursday 30 October 2025