

SpareBank 1 SR-Bank

Update

Ratings

Foreign Currency

Long-Term IDR	A-
Short-Term IDR	F2

Viability Rating	a-
Support Rating	3
Support Rating Floor	BB+

Sovereign Risk

Long-Term Foreign-Currency IDR	AAA
Long-Term Local-Currency IDR	AAA

Outlooks

Long-Term Foreign-Currency IDR	Stable
Sovereign Long-Term Foreign-Currency IDR	Stable
Sovereign Long-Term Local-Currency IDR	Stable

Financial Data

SpareBank 1 SR-Bank

	31 Dec 12	31 Dec 11
Total assets (USDm)	25,430	21,883.6
Total assets (NOKm)	141,543	131,142.0
Total equity (NOKm)	12,637	9,757.0
Operating profit (NOKm)	1,761	1,495.0
Net income (NOKm)	1,361	1,081.0
Fitch comprehensive income (NOKm)	1,699	813.0
Operating ROAA (%)	1.3	1.12
Operating ROAE (%)	15.9	15.56
Fitch core capital/weighted risks (%) ^a	12.6	10.2
Tier 1 ratio (%)	12.2	10.6

^a Excluding Basel II transitional floors

Key Rating Drivers

Standalone Strength Drives Ratings: The ratings of SpareBank 1 SR-Bank (SR) reflect its strong regional franchise in the economically growing western Norway, its resilient core earnings and improving capitalisation. They also factor in a reliance on wholesale funding, significant house price increases in the region and geographical concentration.

SpareBank 1 Alliance Member: SR is the largest and a founding member of the SpareBank 1 Alliance cooperation scheme. SR benefits from cost efficiencies and wider income diversification through SpareBank 1 Gruppen AS (SG), which provides insurance, leasing and fund management services through its subsidiaries. SR holds a 20% stake in SG.

Resilient Core Earnings: Net interest income increased in 2012, affected by a gradual widening of lending margins. Fitch Ratings expects SR to have some opportunity to pass on the higher funding costs especially to its corporate customers, as loan demand in its operating region remains strong and banks are trying to slow their credit growth. In its base case scenario, Fitch expects loan impairment charges to remain low, driven by continued strong growth in the region.

Sound Asset Quality: SR's non-performing loans (NPLs) remain low, with unreserved NPLs representing less than 5% of equity; Fitch expects SR's asset quality to remain resilient. The strong growth in house prices represents a downside risk for the bank. While Fitch does not rule out the possibility of a significant house price correction, this does not represent its base case in the short term. The agency expects that such a scenario, however, could lead to falling consumer confidence and consumption, leading to deterioration in SR's corporate portfolio.

Reliance on Wholesale Funding: SR relies more heavily on wholesale funding than other rated Alliance members, reflecting the significant economic growth in western Norway. Covered bonds issued by SpareBank 1 Boligkreditt (A-/Stable), a joint funding vehicle of Alliance members, supplement SR's funding. SR demonstrated its ability to access the international funding markets by issuing EUR500m seven-year senior unsecured notes in January 2013. Fitch expects SR will maintain a large, high quality, liquidity portfolio to mitigate the funding risks.

Capitalisation Improving: SR's Fitch core capital ratio is good. Slowing capital-intensive loan growth in its corporate book, and continuing sound profitability should help build capital in 2013. SR also converted to a limited liability savings bank in 2011, which may improve its ability to raise capital externally.

Moderate Probability of Support: Given SR's strong regional franchise, Fitch considers that there is a moderate probability that the Norwegian authorities would support the bank if required. While there is the possibility of implicit support from the member banks, Fitch understands that no legal obligation arises from membership of the Alliance to financially support troubled member banks.

Rating Sensitivities

Significant House Price Correction: The Stable Outlook on SR's Long-Term IDR reflects Fitch's expectation of both asset quality and profitability remaining sound, driven by the strong western Norwegian economy. Downward rating pressure is most likely to arise from prolonged dislocation in wholesale funding markets or a significant correction in house prices materially affecting asset quality.

Related Research

[The Major Sparebanken of the SpareBank 1 Alliance \(March 2013\)](#)

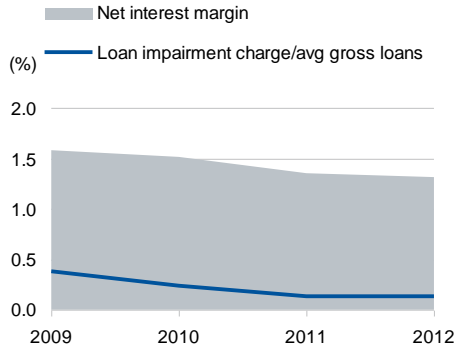
Analysts

Jens Hallén
+44 20 3530 1326
jens.hallen@fitchratings.com

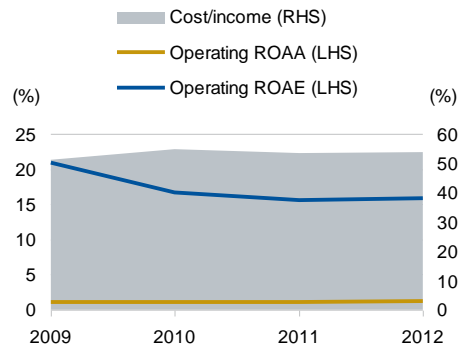
Olivia Perney Guillot
+33 144 299174
olivia.perney@fitchratings.com

Source: Company data; Fitch

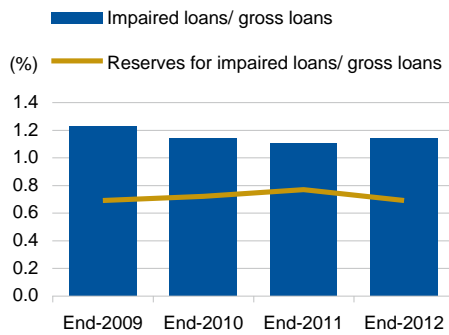
Margins



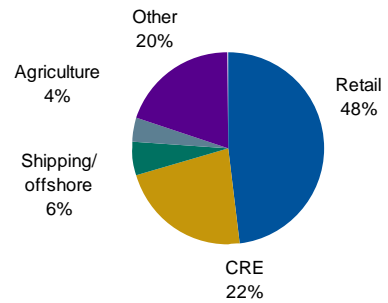
Key Profitability Metrics



Loan Quality (% of Gross Loans)

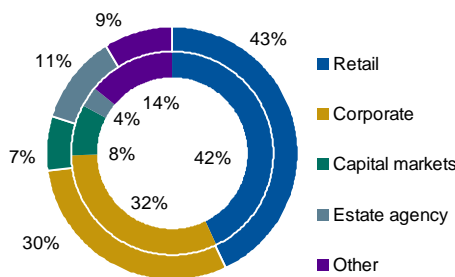


Loan Book; End-2012

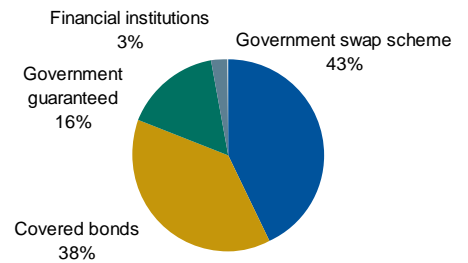


Revenue and Profit Split; 2012

Outer ring: Revenue
Inner ring: PBT



Liquidity Portfolio; End-2012 (NOK14.4bn)



Related Criteria

Global Financial Institutions Rating Criteria (August 2011)

SpareBank 1 SR-Bank
Income Statement

	31 Dec 2012			31 Dec 2011			31 Dec 2010			31 Dec 2009		
	Year End	Year End	As % of	Year End	As % of	Year End	As % of	Year End	As % of	Year End	As % of	
	USDm	NOKm	Earning Assets	NOKm	Earning Assets	NOKm	Earning Assets	NOKm	Earning Assets	NOKm	Earning Assets	
	Unaudited	Unaudited		Unqualified		Unqualified		Unqualified		Unqualified		
1. Interest Income on Loans	n.a.	n.a.	-	4,656.0	3.58	4,396.0	3.32	4,561.0	3.72			
2. Other Interest Income	952.2	5,300.0	3.82	631.0	0.49	581.0	0.44	600.0	0.49			
3. Dividend Income	4.5	25.0	0.02	21.0	0.02	2.0	0.00	23.0	0.02			
4. Gross Interest and Dividend Income	956.7	5,325.0	3.84	5,308.0	4.09	4,979.0	3.76	5,184.0	4.22			
5. Interest Expense on Customer Deposits	n.a.	n.a.	-	1,858.0	1.43	1,436.0	1.08	1,509.0	1.23			
6. Other Interest Expense	639.2	3,558.0	2.56	1,673.0	1.29	1,642.0	1.24	1,769.0	1.44			
7. Total Interest Expense	639.2	3,558.0	2.56	3,531.0	2.72	3,078.0	2.32	3,278.0	2.67			
8. Net Interest Income	317.5	1,767.0	1.27	1,777.0	1.37	1,901.0	1.44	1,906.0	1.55			
9. Net Gains (Losses) on Trading and Derivatives	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-			
10. Net Gains (Losses) on Other Securities	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-			
11. Net Gains (Losses) on Assets at FV through Income Statement	51.7	288.0	0.21	89.0	0.07	206.0	0.16	384.0	0.31			
12. Net Insurance Income	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-			
13. Net Fees and Commissions	184.9	1,029.0	0.74	763.0	0.59	568.0	0.43	466.0	0.38			
14. Other Operating Income	78.5	437.0	0.31	429.0	0.33	376.0	0.28	325.0	0.26			
15. Total Non-Interest Operating Income	315.1	1,754.0	1.26	1,281.0	0.99	1,150.0	0.87	1,175.0	0.96			
16. Personnel Expenses	194.4	1,082.0	0.78	828.0	0.64	976.0	0.74	881.0	0.72			
17. Other Operating Expenses	144.8	806.0	0.58	805.0	0.62	696.0	0.53	698.0	0.57			
18. Total Non-Interest Expenses	339.2	1,888.0	1.36	1,633.0	1.26	1,672.0	1.26	1,579.0	1.29			
19. Equity-accounted Profit/ Loss - Operating	47.6	265.0	0.19	209.0	0.16	267.0	0.20	231.7	0.19			
20. Pre-Impairment Operating Profit	341.0	1,898.0	1.37	1,634.0	1.26	1,646.0	1.24	1,733.7	1.41			
21. Loan Impairment Charge	24.6	137.0	0.10	139.0	0.11	234.0	0.18	368.0	0.30			
22. Securities and Other Credit Impairment Charges	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-			
23. Operating Profit	316.4	1,761.0	1.27	1,495.0	1.15	1,412.0	1.07	1,365.7	1.11			
24. Equity-accounted Profit/ Loss - Non-operating	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-			
25. Non-recurring Income	n.a.	n.a.	-	n.a.	-	202.0	0.15	66.3	0.05			
26. Non-recurring Expense	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-			
27. Change in Fair Value of Own Debt	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-			
28. Other Non-operating Income and Expenses	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-			
29. Pre-tax Profit	316.4	1,761.0	1.27	1,495.0	1.15	1,614.0	1.22	1,432.0	1.17			
30. Tax expense	71.9	400.0	0.29	414.0	0.32	297.0	0.22	321.0	0.26			
31. Profit/Loss from Discontinued Operations	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-			
32. Net Income	244.5	1,361.0	0.98	1,081.0	0.83	1,317.0	0.99	1,111.0	0.91			
33. Change in Value of AFS Investments	n.a.	n.a.	-	n.a.	-	1.0	0.00	0.0	0.00			
34. Revaluation of Fixed Assets	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-			
35. Currency Translation Differences	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-			
36. Remaining OCI Gains/(losses)	60.7	338.0	0.24	(268.0)	(0.21)	(65.0)	(0.05)	(101.0)	(0.08)			
37. Fitch Comprehensive Income	305.3	1,699.0	1.22	813.0	0.63	1,253.0	0.95	1,010.0	0.82			
38. Memo: Profit Allocation to Non-controlling Interests	n.a.	n.a.	-	0.0	0.00	0.0	0.00	2.0	0.00			
39. Memo: Net Income after Allocation to Non-controlling Interests	244.5	1,361.0	0.98	1,081.0	0.83	1,317.0	0.99	1,109.0	0.90			
40. Memo: Common Dividends Relating to the Period	n.a.	n.a.	-	n.a.	-	336.0	0.25	212.0	0.17			
41. Memo: Preferred Dividends Related to the Period	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-			

Exchange rate

USD1 = NOK5.56590

USD1 = NOK5.99000

USD1 = NOK5.88780

USD1 = NOK5.78000

**SpareBank 1 SR-Bank
Balance Sheet**

	31 Dec 2012		31 Dec 2011		31 Dec 2010		31 Dec 2009		
	Year End USDm	Year End NOKm	As % of Assets	Year End NOKm	As % of Assets	Year End NOKm	As % of Assets	Year End NOKm	As % of Assets
Assets									
A. Loans									
1. Residential Mortgage Loans	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-
2. Other Mortgage Loans	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-
3. Other Consumer/ Retail Loans	9,444.8	52,569.0	37.14	47,593.0	36.29	56,498.0	41.92	45,847.0	36.70
4. Corporate & Commercial Loans	10,125.8	56,359.0	39.82	53,309.0	40.65	48,977.0	36.34	47,349.0	37.91
5. Other Loans	105.1	585.0	0.41	466.0	0.36	317.0	0.24	277.0	0.22
6. Less: Reserves for Impaired Loans/ NPLs	135.6	755.0	0.53	780.0	0.59	759.0	0.56	649.0	0.52
7. Net Loans	19,540.1	108,758.0	76.84	100,588.0	76.70	105,033.0	77.93	92,824.0	74.31
8. Gross Loans	19,675.7	109,513.0	77.37	101,368.0	77.30	105,792.0	78.49	93,473.0	74.83
9. Memo: Impaired Loans included above	224.0	1,247.0	0.88	1,111.0	0.85	1,205.0	0.89	1,148.0	0.92
10. Memo: Loans at Fair Value included above	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-
B. Other Earning Assets									
1. Loans and Advances to Banks	195.3	1,087.0	0.77	723.0	0.55	1,273.0	0.94	1,301.0	1.04
2. Reverse Repos and Cash Collateral	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-
3. Trading Securities and at FV through Income	1,914.7	10,657.0	7.53	n.a.	-	n.a.	-	n.a.	-
4. Derivatives	822.5	4,578.0	3.23	3,716.0	2.83	3,241.0	2.40	2,438.0	1.95
5. Available for Sale Securities	135.8	756.0	0.53	20,481.0	15.62	19,403.0	14.40	21,190.0	16.96
6. Held to Maturity Securities	39.2	218.0	0.15	n.a.	-	n.a.	-	1,831.0	1.47
7. At-equity Investments in Associates	891.9	4,964.0	3.51	4,389.0	3.35	3,518.0	2.61	3,127.0	2.50
8. Other Securities	1,401.7	7,802.0	5.51	n.a.	-	n.a.	-	n.a.	-
9. Total Securities	5,205.8	28,975.0	20.47	28,586.0	21.80	26,162.0	19.41	28,586.0	22.89
10. Memo: Government Securities included Above	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-
11. Memo: Total Securities Pledged	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-
12. Investments in Property	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-
13. Insurance Assets	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-
14. Other Earning Assets	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-
15. Total Earning Assets	24,941.2	138,820.0	98.08	129,897.0	99.05	132,468.0	98.29	122,711.0	98.24
C. Non-Earning Assets									
1. Cash and Due From Banks	236.1	1,314.0	0.93	263.0	0.20	1,235.0	0.92	781.0	0.63
2. Memo: Mandatory Reserves included above	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-
3. Foreclosed Real Estate	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-
4. Fixed Assets	65.2	363.0	0.26	401.0	0.31	377.0	0.28	935.0	0.75
5. Goodwill	n.a.	n.a.	-	n.a.	-	n.a.	-	40.0	0.03
6. Other Intangibles	7.7	43.0	0.03	54.0	0.04	58.0	0.04	n.a.	-
7. Current Tax Assets	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-
8. Deferred Tax Assets	n.a.	n.a.	-	n.a.	-	0.0	0.00	0.0	0.00
9. Discontinued Operations	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-
10. Other Assets	180.2	1,003.0	0.71	527.0	0.40	640.0	0.47	442.0	0.35
11. Total Assets	25,430.4	141,543.0	100.00	131,142.0	100.00	134,778.0	100.00	124,909.0	100.00
Liabilities and Equity									
D. Interest-Bearing Liabilities									
1. Customer Deposits - Current	12,144.3	67,594.0	47.76	64,042.0	48.83	60,770.0	45.09	54,336.0	43.50
2. Customer Deposits - Savings	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-
3. Customer Deposits - Term	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-
4. Total Customer Deposits	12,144.3	67,594.0	47.76	64,042.0	48.83	60,770.0	45.09	54,336.0	43.50
5. Deposits from Banks	812.4	4,522.0	3.19	4,782.0	3.65	7,359.0	5.46	8,852.0	7.09
6. Repos and Cash Collateral	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-
7. Other Deposits and Short-term Borrowings	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-
8. Total Deposits, Money Market and Short-term Funding	12,956.8	72,116.0	50.95	68,824.0	52.48	68,129.0	50.55	63,188.0	50.59
9. Senior Debt Maturing after 1 Year	8,223.3	45,770.0	32.34	42,393.0	32.33	48,096.0	35.69	45,579.0	36.49
10. Subordinated Borrowing	341.4	1,900.0	1.34	2,612.0	1.99	2,771.0	2.06	2,546.0	2.04
11. Other Funding	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-
12. Total Long Term Funding	8,564.7	47,670.0	33.68	45,005.0	34.32	50,867.0	37.74	48,125.0	38.53
13. Derivatives	410.0	2,282.0	1.61	2,010.0	1.53	2,212.0	1.64	1,576.0	1.26
14. Trading Liabilities	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-
15. Total Funding	21,931.4	122,068.0	86.24	115,839.0	88.33	121,208.0	89.93	112,889.0	90.38
E. Non-Interest Bearing Liabilities									
1. Fair Value Portion of Debt	413.4	2,301.0	1.63	1,430.0	1.09	1,150.0	0.85	883.0	0.71
2. Credit impairment reserves	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-
3. Reserves for Pensions and Other	31.8	177.0	0.13	705.0	0.54	622.0	0.46	622.0	0.50
4. Current Tax Liabilities	37.6	209.0	0.15	130.0	0.10	326.0	0.24	223.0	0.18
5. Deferred Tax Liabilities	113.4	631.0	0.45	329.0	0.25	138.0	0.10	162.0	0.13
6. Other Deferred Liabilities	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-
7. Discontinued Operations	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-
8. Insurance Liabilities	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-
9. Other Liabilities	229.6	1,278.0	0.90	679.0	0.52	666.0	0.49	839.0	0.67
10. Total Liabilities	22,757.1	126,664.0	89.49	119,112.0	90.83	124,110.0	92.08	115,618.0	92.56
F. Hybrid Capital									
1. Pref. Shares and Hybrid Capital accounted for as Debt	402.8	2,242.0	1.58	2,273.0	1.73	1,266.0	0.94	1,218.0	0.98
2. Pref. Shares and Hybrid Capital accounted for as Equity	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-
G. Equity									
1. Common Equity	2,270.4	12,637.0	8.93	8,531.0	6.51	9,359.0	6.94	7,946.0	6.36
2. Non-controlling Interest	n.a.	n.a.	-	1,183.0	0.90	0.0	0.00	0.0	0.00
3. Securities Revaluation Reserves	n.a.	n.a.	-	43.0	0.03	43.0	0.03	127.0	0.10
4. Foreign Exchange Revaluation Reserves	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-
5. Fixed Asset Revaluations and Other Accumulated OCI	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-
6. Total Equity	2,270.4	12,637.0	8.93	9,757.0	7.44	9,402.0	6.98	8,073.0	6.46
7. Total Liabilities and Equity	25,430.4	141,543.0	100.00	131,142.0	100.00	134,778.0	100.00	124,909.0	100.00
8. Memo: Fitch Core Capital	2,676.1	12,594.0	10.73	9,703.0	8.27	8,956.3	7.63	7,706.6	7.00

Exchange rate

USD1 = NOK5.56590

USD1 = NOK5.99000

USD1 = NOK5.88780

USD1 = NOK5.78000

**SpareBank 1 SR-Bank
Summary Analytics**

	31 Dec 2012	31 Dec 2011	31 Dec 2010	31 Dec 2009
	Year End	Year End	Year End	Year End
A. Interest Ratios				
1. Interest Income on Loans/ Average Gross Loans	n.a.	4.44	4.46	4.74
2. Interest Expense on Customer Deposits/ Average Customer Deposits	n.a.	2.93	2.48	2.77
3. Interest Income/ Average Earning Assets	3.94	4.04	3.96	4.30
4. Interest Expense/ Average Interest-bearing Liabilities	2.96	2.95	2.64	2.86
5. Net Interest Income/ Average Earning Assets	1.31	1.35	1.51	1.58
6. Net Int. Inc Less Loan Impairment Charges/ Av. Earning Assets	1.21	1.25	1.33	1.28
7. Net Interest Inc Less Preferred Stock Dividend/ Average Earning Asset	1.31	1.35	1.51	1.58
B. Other Operating Profitability Ratios				
1. Non-Interest Income/ Gross Revenues	49.82	41.89	37.69	38.14
2. Non-Interest Expense/ Gross Revenues	53.62	53.40	54.80	51.25
3. Non-Interest Expense/ Average Assets	1.38	1.23	1.30	1.27
4. Pre-impairment Op. Profit/ Average Equity	17.09	17.01	19.41	26.57
5. Pre-impairment Op. Profit/ Average Total Assets	1.38	1.23	1.28	1.39
6. Loans and securities impairment charges/ Pre-impairment Op. Profit	7.22	8.51	14.22	21.23
7. Operating Profit/ Average Equity	15.86	15.56	16.65	20.93
8. Operating Profit/ Average Total Assets	1.28	1.12	1.10	1.10
9. Taxes/ Pre-tax Profit	22.71	27.69	18.40	22.42
10. Pre-Impairment Operating Profit / Risk Weighted Assets	n.a.	1.60	1.78	2.05
11. Operating Profit / Risk Weighted Assets	n.a.	1.46	1.53	1.61
C. Other Profitability Ratios				
1. Net Income/ Average Total Equity	12.26	11.25	15.53	17.03
2. Net Income/ Average Total Assets	0.99	0.81	1.02	0.89
3. Fitch Comprehensive Income/ Average Total Equity	15.30	8.46	14.78	15.48
4. Fitch Comprehensive Income/ Average Total Assets	1.24	0.61	0.97	0.81
5. Net Income/ Av. Total Assets plus Av. Managed Securitized Assets	n.a.	n.a.	n.a.	n.a.
6. Net Income/ Risk Weighted Assets	n.a.	1.06	1.42	1.31
7. Fitch Comprehensive Income/ Risk Weighted Assets	n.a.	0.80	1.35	1.19
D. Capitalization				
1. Fitch Core Capital/Weighted Risks	12.62	10.23	10.52	9.68
3. Tangible Common Equity/ Tangible Assets	8.90	7.40	6.94	6.43
4. Tier 1 Regulatory Capital Ratio	12.15	10.62	10.21	9.61
5. Total Regulatory Capital Ratio	13.10	11.44	12.41	11.86
6. Core Tier 1 Regulatory Capital Ratio	n.a.	n.a.	n.a.	n.a.
7. Equity/ Total Assets	8.93	7.44	6.98	6.46
8. Cash Dividends Paid & Declared/ Net Income	n.a.	n.a.	25.51	19.08
9. Cash Dividend Paid & Declared/ Fitch Comprehensive Income	n.a.	n.a.	26.82	20.99
10. Cash Dividends & Share Repurchase/Net Income	n.a.	n.a.	n.a.	n.a.
11. Net Income - Cash Dividends/ Total Equity	10.77	11.08	10.43	11.14
E. Loan Quality				
1. Growth of Total Assets	7.93	(2.70)	7.90	(0.77)
2. Growth of Gross Loans	8.04	(4.18)	13.18	(6.18)
3. Impaired Loans(NPLs)/ Gross Loans	1.14	1.10	1.14	1.23
4. Reserves for Impaired Loans/ Gross loans	0.69	0.77	0.72	0.69
5. Reserves for Impaired Loans/ Impaired Loans	60.55	70.21	62.99	56.53
6. Impaired Loans less Reserves for Imp Loans/ Equity	3.89	3.39	4.74	6.18
7. Loan Impairment Charges/ Average Gross Loans	0.13	0.13	0.24	0.38
8. Net Charge-offs/ Average Gross Loans	0.10	0.06	0.16	0.28
9. Impaired Loans + Foreclosed Assets/ Gross Loans + Foreclosed Asse	1.14	1.10	1.14	1.23
F. Funding				
1. Loans/ Customer Deposits	162.02	158.28	174.09	172.03
2. Interbank Assets/ Interbank Liabilities	24.04	15.12	17.30	14.70
3. Customer Deposits/ Total Funding excl Derivatives	56.43	56.26	51.07	48.81

**SpareBank 1 SR-Bank
Reference Data**

	31 Dec 2012			31 Dec 2011		31 Dec 2010		31 Dec 2009	
	Year End USDm	Year End NOKm	As % of Assets	Year End NOKm	As % of Assets	Year End NOKm	As % of Assets	Year End NOKm	As % of Assets
A. Off-Balance Sheet Items									
1. Managed Securitized Assets Reported Off-Balance Sheet	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-
2. Other off-balance sheet exposure to securitizations	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-
3. Guarantees	n.a.	n.a.	-	9,768.0	7.52	n.a.	-	6,253.0	5.10
4. Acceptances and documentary credits reported off-balance sheet	n.a.	n.a.	-	9.0	0.01	n.a.	-	n.a.	-
5. Committed Credit Lines	n.a.	n.a.	-	12,256.0	9.44	n.a.	-	12,312.0	10.03
6. Other Contingent Liabilities	n.a.	n.a.	-	3,927.0	3.02	n.a.	-	3,263.0	2.66
7. Total Business Volume	25,430.4	141,543.0	101.96	157,102.0	120.94	134,778.0	101.74	146,737.0	119.58
8. Memo: Total Weighted Risks	n.a.	99,830.01	-	94,807.7	78.62	92,478.0	69.81	84,587.5	68.93
9. Fitch Adjustments to Weighted Risks.	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-
10. Fitch Adjusted Weighted Risks	n.a.	n.a.	-	102,128.0	78.62	92,478.0	69.81	84,587.5	68.93
B. Average Balance Sheet									
Average Loans	18,731.7	104,258.6	75.10	104,755.0	80.64	98,569.4	74.41	96,293.0	78.47
Average Earning Assets	24,276.3	135,119.6	97.33	131,371.8	101.14	125,724.2	94.91	120,518.6	98.21
Average Assets	24,637.4	137,129.2	98.78	133,231.0	102.57	128,874.4	97.29	124,391.0	101.37
Average Managed Securitized Assets (OBS)	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-
Average Interest-Bearing Liabilities	21,628.6	120,382.4	86.72	119,869.6	92.28	116,757.8	88.14	114,796.2	93.55
Average Common equity	1,948.1	10,843.2	7.81	9,337.8	7.19	8,368.0	6.32	6,412.8	5.23
Average Equity	1,995.3	11,105.6	8.00	9,608.8	7.40	8,478.2	6.40	6,524.8	5.32
Average Customer Deposits	12,189.4	67,844.8	48.87	63,355.8	48.77	57,820.2	43.65	54,408.6	44.34
C. Maturities									
Asset Maturities:									
Loans & Advances < 3 months	n.a.	n.a.	-	33,295.0	25.63	n.a.	-	34,903.0	28.44
Loans & Advances 3 - 12 Months	n.a.	n.a.	-	3,012.0	2.32	n.a.	-	1,897.0	1.55
Loans and Advances 1 - 5 Years	n.a.	n.a.	-	15,161.0	11.67	n.a.	-	10,579.0	8.62
Loans & Advances > 5 years	n.a.	n.a.	-	49,120.0	37.81	n.a.	-	46,094.0	37.56
Debt Securities < 3 Months	n.a.	n.a.	-	n.a.	-	n.a.	-	3,324.0	2.71
Debt Securities 3 - 12 Months	n.a.	n.a.	-	n.a.	-	n.a.	-	6,225.0	5.07
Debt Securities 1 - 5 Years	n.a.	n.a.	-	n.a.	-	n.a.	-	10,022.0	8.17
Debt Securities > 5 Years	n.a.	n.a.	-	n.a.	-	n.a.	-	3,011.0	2.45
Interbank < 3 Months	n.a.	n.a.	-	723.0	0.56	n.a.	-	1,301.0	1.06
Interbank 3 - 12 Months	n.a.	n.a.	-	n.a.	-	n.a.	-	0.0	0.00
Interbank 1 - 5 Years	n.a.	n.a.	-	n.a.	-	n.a.	-	0.0	0.00
Interbank > 5 Years	n.a.	n.a.	-	n.a.	-	n.a.	-	0.0	0.00
Liability Maturities:									
Retail Deposits < 3 months	n.a.	n.a.	-	61,785.0	47.56	n.a.	-	n.a.	-
Retail Deposits 3 - 12 Months	n.a.	n.a.	-	2,257.0	1.74	n.a.	-	n.a.	-
Retail Deposits 1 - 5 Years	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-
Retail Deposits > 5 Years	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-
Other Deposits < 3 Months	n.a.	n.a.	-	n.a.	-	n.a.	-	52,591.0	42.86
Other Deposits 3 - 12 Months	n.a.	n.a.	-	n.a.	-	n.a.	-	1,745.0	1.42
Other Deposits 1 - 5 Years	n.a.	n.a.	-	n.a.	-	n.a.	-	0.0	0.00
Other Deposits > 5 Years	n.a.	n.a.	-	n.a.	-	n.a.	-	0.0	0.00
Interbank < 3 Months	n.a.	n.a.	-	3,938.0	3.03	n.a.	-	5,999.0	4.89
Interbank 3 - 12 Months	n.a.	n.a.	-	269.0	0.21	n.a.	-	1,257.0	1.02
Interbank 1 - 5 Years	n.a.	n.a.	-	575.0	0.44	n.a.	-	1,500.0	1.22
Interbank > 5 Years	n.a.	n.a.	-	n.a.	-	n.a.	-	96.0	0.08
Senior Debt Maturing < 3 months	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-
Senior Debt Maturing 3-12 Months	n.a.	n.a.	-	n.a.	-	n.a.	-	6,583.0	5.36
Senior Debt Maturing 1- 5 Years	n.a.	n.a.	-	n.a.	-	n.a.	-	30,940.0	25.21
Senior Debt Maturing > 5 Years	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-
Total Senior Debt on Balance Sheet	n.a.	n.a.	-	n.a.	-	n.a.	-	37,523.0	30.58
Fair Value Portion of Senior Debt	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-
Covered Bonds	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-
Subordinated Debt Maturing < 3 months	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-
Subordinated Debt Maturing 3-12 Months	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-
Subordinated Debt Maturing 1- 5 Year	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-
Subordinated Debt Maturing > 5 Years	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-
Total Subordinated Debt on Balance Sheet	341.4	1,900.0	1.37	2,612.0	2.01	2,771.0	2.09	2,546.0	2.07
Fair Value Portion of Subordinated Debt	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-
D. Equity Reconciliation									
1. Equity	2,270.4	12,637.0	9.10	9,757.0	7.51	9,402.0	7.10	8,073.0	6.58
2. Add: Pref. Shares and Hybrid Capital accounted for as Equity	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-
3. Add: Other Adjustments	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-
4. Published Equity	2,270.4	12,637.0	9.10	9,757.0	7.51	n.a.	-	n.a.	-
E. Fitch Eligible Capital Reconciliation									
1. Total Equity as reported (including non-controlling interests)	2,270.4	12,637.0	9.10	9,757.0	7.51	9,402.0	7.10	8,073.0	6.58
2. Fair value effect incl in own debt/borrowings at fv on the B/S- CC only	413.4	0.0	1.66	0.0	1.10	0.0	0.87	0.0	0.72
3. Non-loss-absorbing non-controlling interests	0.0	0.0	0.00	0.0	0.00	0.0	0.00	0.0	0.00
4. Goodwill	0.0	0.0	0.00	0.0	0.00	0.0	0.00	40.0	0.03
5. Other intangibles	7.7	43.0	0.03	54.0	0.04	58.0	0.04	0.0	0.00
6. Deferred tax assets deduction	0.0	0.0	0.00	0.0	0.00	0.0	0.00	0.0	0.00
7. Net asset value of insurance subsidiaries	0.0	0.0	0.00	0.0	0.30	387.7	0.29	326.4	0.27
8. First loss tranches of off-balance sheet securitizations	0.0	0.0	0.00	0.0	0.00	0.0	0.00	0.0	0.00
9. Fitch Core Capital	2,676.1	12,594.0	10.73	9,703.0	8.27	8,956.3	7.63	7,706.6	7.00

Exchange Rate

USD1 = NOK5.56590

USD1 = NOK5.99000

USD1 = NOK5.88780

USD1 = NOK5.78000

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