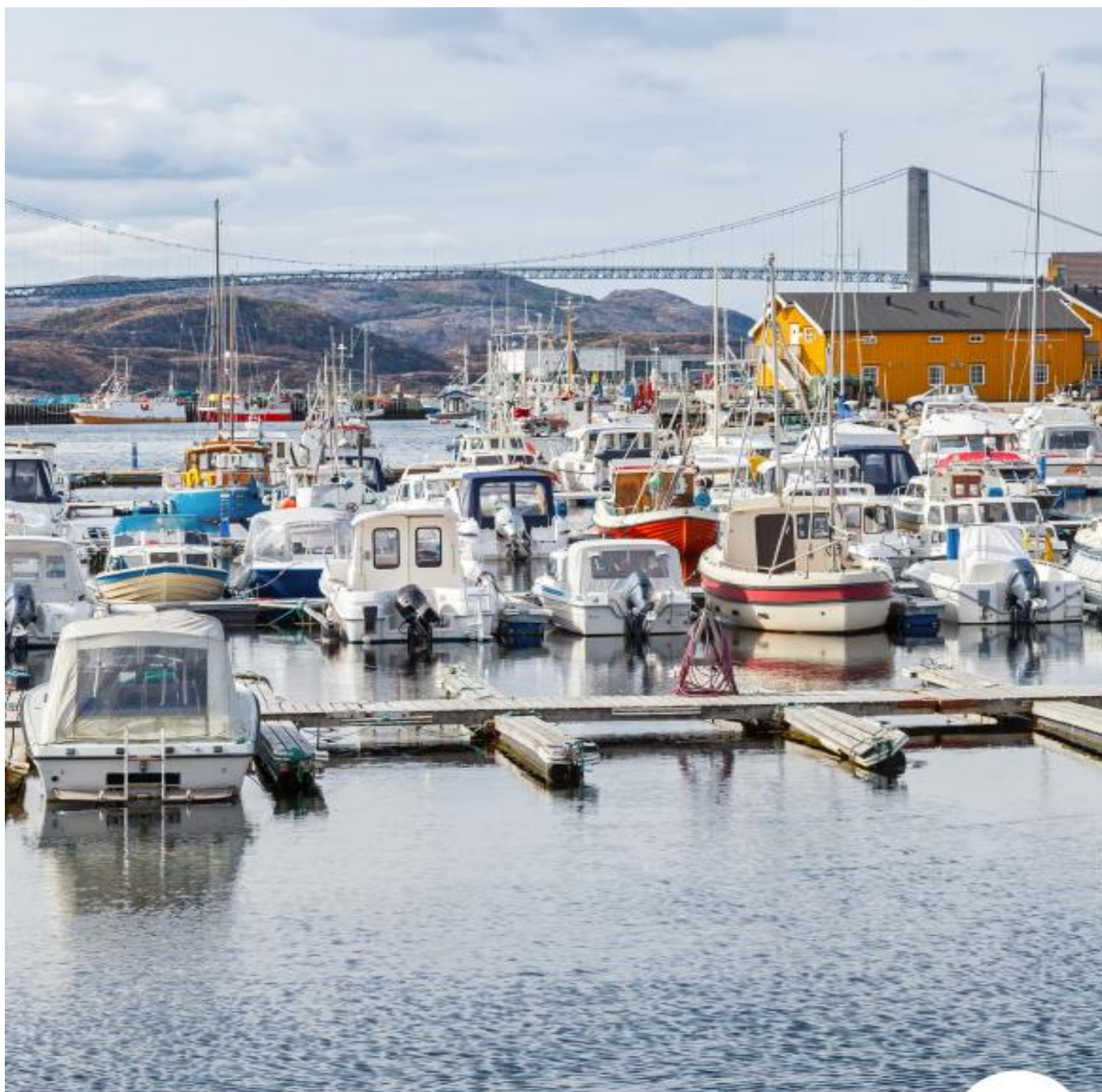


Investor Relations

Supplementary Information

2019

Q2



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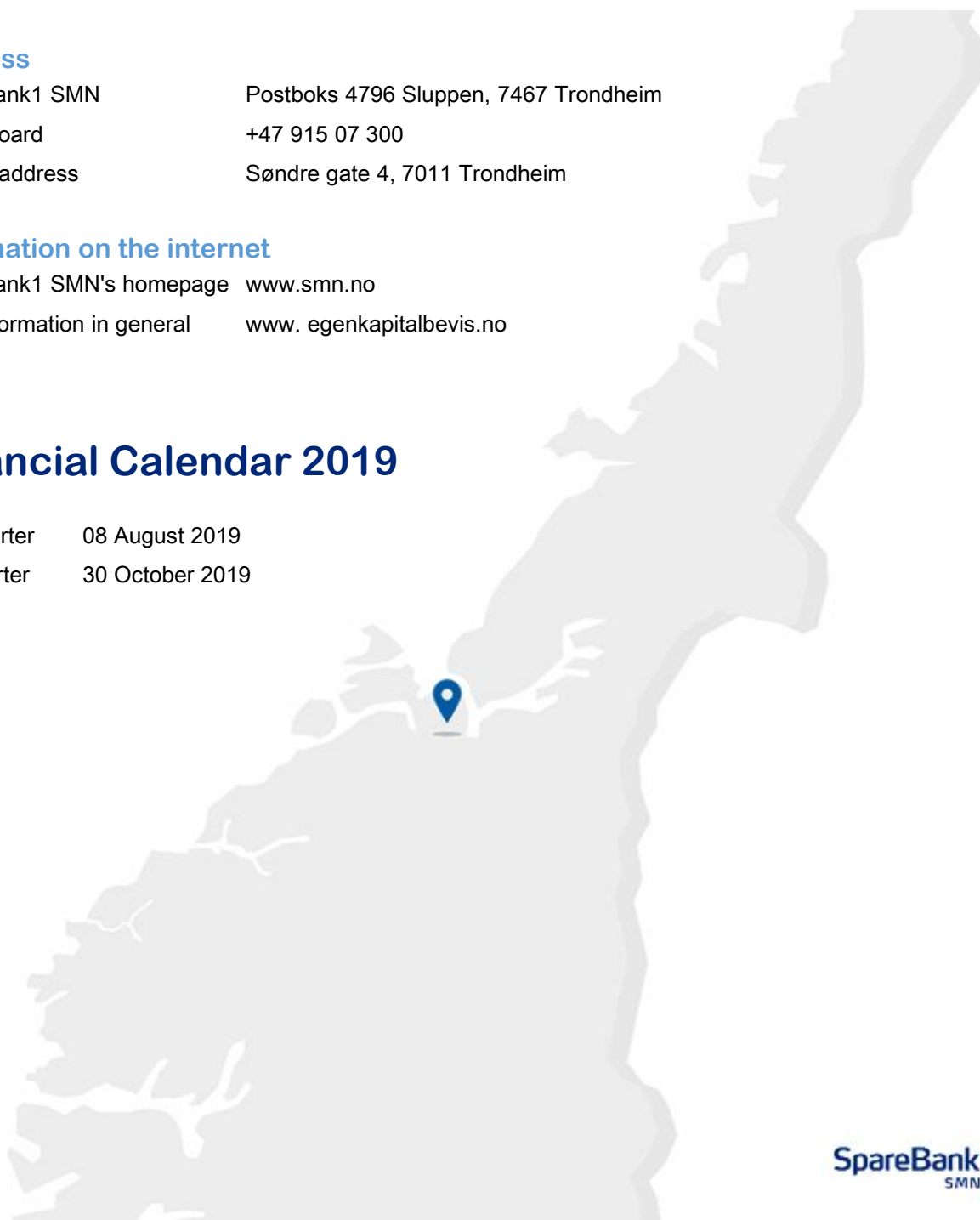
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Information on the internet

SpareBank1 SMN's homepage www.smn.no
ECC information in general www.egenkapitalbevis.no

Financial Calendar 2019

2nd quarter 08 August 2019
3rd quarter 30 October 2019



Major changes from Q1 2019

No major changes from Q1 2019.

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1.1 Financial highlights



January - June 2019

YTD 2018

Profit before tax and inv. held for sale	2,003	NOK million	1,345
Net profit	1,729	NOK million	1,209
Return on equity	19.0	per cent	14.4
Annual lending growth	5.7	per cent	7.6
Annual deposits growth	7.7	per cent	6.3
Loan losses	126	NOK million	127
CET1 ratio	15.0	per cent	15.0
Earnings per EC	8.23	NOK	5.75

Q2 2019

Q2 2018

Profit before tax and inv. held for sale	848	NOK million	748
Net profit	683	NOK million	743
Return on equity	14.9	per cent	17.9
Loan losses	59	NOK million	78
Earnings per EC	3.21	NOK	3.54



Main figures

Quarterly figures [NOK million]	2Q19	1Q19	4Q18	3Q18	2Q18	1Q18	4Q17	3Q17	2Q17
Net interest	664	649	644	610	581	568	589	570	532
Commission income and other income	606	551	543	486	607	542	529	482	538
Net return on financial investments	336	727	95	182	300	180	256	235	131
Total income	1,607	1,926	1,282	1,277	1,488	1,290	1,374	1,287	1,202
Total operating expenses	701	704	701	616	661	645	618	582	598
Result before losses	907	1,223	580	661	827	645	756	705	604
Loss on loans, guarantees etc.	59	67	67	69	78	48	78	88	86
Result before tax	848	1,155	513	592	748	596	678	617	518
Tax charge	165	109	104	119	156	131	122	118	111
Results investments held for sale, after tax	0	0	-8	6	150	1	-4	0	3
Net profit	683	1,046	401	480	743	466	553	500	409

Five years [NOK million]	YTD 19	2018	2017	2016	2015
Net interest	1,313	2,403	2,225	1,929	1,920
Commission income and other income	1,157	2,177	2,005	1,674	1,545
Net return on financial investments	1,063	757	760	944	459
Total income	3,533	5,337	4,989	4,547	3,924
Total operating expenses	1,404	2,624	2,369	2,003	1,931
Result before losses	2,129	2,713	2,621	2,544	1,993
Loss on loans, guarantees etc.	126	263	341	516	169
Result before tax	2,003	2,450	2,279	2,029	1,824
Tax charge	274	509	450	352	383
Results investments held for sale, after tax	0	149	-1	4	-1
Net profit	1,729	2,090	1,828	1,681	1,441

Balance sheet - condensed

Quarterly figures [NOK million]	30 Jun 2019	31 Mar 2019	31 Dec 2018	30 Sep 2018	30 Jun 2018	31 Mar 2018	31 Dec 2017	30 Sep 2017	30 Jun 2017
Total assets	167,289	164,641	160,704	159,337	159,584	152,083	153,254	146,913	149,449
Average total assets (quarterly)	165,965	162,673	160,021	159,460	155,833	152,668	150,083	148,181	145,746
Gross loans to customers ¹	163,627	161,091	160,317	157,825	154,790	151,065	148,784	147,146	143,800
Deposits from customers	86,553	81,111	80,615	77,529	80,343	75,937	76,476	73,086	75,559
Total equity capital	19,450	18,673	18,686	18,650	17,984	17,365	17,510	17,208	16,733

¹ Loans to customers includes SpareBank1 Boligkreditt and SpareBank1 Næringskreditt.

Five years [NOK million]	YTD 19	2018	2017	2016	2015
Total assets	167,289	160,704	153,254	138,080	131,914
Average total assets (quarterly)	165,965	160,021	150,083	138,948	130,575
Gross loans to customers ¹	163,627	160,317	148,784	137,535	127,378
Deposits from customers	86,553	80,615	76,476	67,168	64,090
Total equity capital	19,450	18,686	17,510	16,253	14,857

Equity capital certificate (MING)

Quarterly figures	2Q19	1Q19	4Q18	3Q18	2Q18	1Q18	4Q17	3Q17	2Q17
ECC price	97.70	87.40	84.20	90.90	84.50	80.90	82.25	81.25	71.75
Number of certificates issued, millions	129.66	129.41	129.62	129.44	129.31	129.38	129.38	129.40	129.54
Booked equity capital per ECC (incl. dividend)	87.04	83.86	83.87	82.57	80.21	76.53	78.81	79.18	75.40
Adjusted profit per ECC	3.21	5.02	1.90	2.32	3.54	2.21	2.63	2.42	1.92
P/E per ECC (annualised)	7.61	4.35	11.05	9.77	5.97	9.16	7.81	8.40	9.32
P/B equity capital	1.12	1.04	1.00	1.10	1.05	1.06	1.04	1.03	0.95

Five years	YTD 19	2018	2017	2016	2015
ECC price	97.70	84.20	82.25	64.75	50.50
Number of certificates issued, millions	129.66	129.62	129.38	129.64	129.43
Booked equity capital per ECC (incl. dividend)	87.04	83.87	78.81	73.35	67.39
Adjusted profit per ECC	8.23	9.97	8.71	7.93	6.96
P/E per ECC (annualised)	5.94	8.44	9.44	8.17	7.26
P/B equity capital	1.12	1.00	1.04	0.88	0.75

1.2 Credit Ratings

Moody's

[year end]	Current rating	2018	2017	2016	2015	2014	2013
Outlook	Stable	Negative	Negative	Stable	Stable	Negative	Stable
Issuer Rating	A1	A1	A1	A1	A1	A2	A2
Bank Deposits	A1/P-1	A1/ P-1	A1/ P-1	A1/ P-1	A1/ P-1	A2/ P-1	A2/ P-1
Senior Unsecured	A1	A1	A1	A1	A1	A2	A2
Subordinate	Baa2	Baa2	Baa2	Baa2	Baa2	Baa2	Baa3

Fitch

[year end]	Current rating	2018	2017	2016	2015	2014	2013
Outlook	Stable	Stable	Stable	Stable	Stable	Stable	Stable
Long-term IDR	A-	A-	A-	A-	A-	A-	A-
Short-term IDR	F2	F2	F2	F2	F2	F2	F2
Support rating	5	5	5	3	3	3	3

1.3 Financial results and key figures

Financial results

Quarterly figures [NOK million]	2Q19	1Q19	4Q18	3Q18	2Q18	1Q18	4Q17	3Q17	2Q17
Interest income	1,127	1,075	1,082	1,025	989	962	989	959	945
Interest expenses	463	426	438	414	408	394	400	389	413
Net interest income	664	649	644	610	581	568	589	570	532
Commission income	363	329	343	344	361	339	372	360	349
Commission expenses	51	40	42	45	45	36	49	46	38
Other operating income	294	262	242	186	291	239	206	168	227
Commission income and other income	606	551	543	486	607	542	529	482	538
Dividends	11	2	2	0	4	2	0	1	3
Income from investment in related companies	231	555	130	105	102	79	147	126	94
Net return on financial investments	95	169	-37	77	195	99	108	108	35
Net return on financial investments	336	727	95	182	300	180	256	235	131
Total income	1,607	1,926	1,282	1,277	1,488	1,290	1,374	1,287	1,202
Staff costs	438	447	391	376	413	403	362	357	362
Other operating expenses	263	257	311	240	248	241	255	225	236
Total operating expenses	701	704	701	616	661	645	618	582	598
Result before losses	907	1,223	580	661	827	645	756	705	604
Loss on loans, guarantees etc.	59	67	67	69	78	48	78	88	86
Result before tax	848	1,155	513	592	748	596	678	617	518
Tax charge	165	109	104	119	156	131	122	118	111
Results investments held for sale, after tax	0	0	-8	6	150	1	-4	0	3
Net profit	683	1,046	401	480	743	466	553	500	409
Majority share	650	1,017	386	470	716	447	533	490	390
Minority interest	22	10	6	2	19	8	12	2	11

Five years [NOK million]	YTD 19	2018	2017	2016	2015
Interest income	2,202	4,057	3,825	3,597	4,031
Interest expenses	889	1,655	1,600	1,668	2,111
Net interest	1,313	2,403	2,225	1,929	1,920
Commission income	692	1,387	1,390	1,251	1,245
Commission expenses	91	168	168	133	135
Other operating income	556	958	783	556	435
Commission income and other income	1,157	2,177	2,005	1,674	1,545
Dividends	13	8	6	88	25
Income from investment in related companies	786	416	437	423	448
Net return on financial investments	264	334	317	434	-14
Net return on financial investments	1,063	757	760	944	459
Total income	3,533	5,337	4,989	4,547	3,924
Staff costs	885	1,584	1,426	1,159	1,093
Other operating expenses	520	1,040	943	844	838
Total operating expenses	1,404	2,624	2,369	2,003	1,931
Result before losses	2,129	2,713	2,621	2,544	1,993
Loss on loans, guarantees etc.	126	263	341	516	169
Result before tax	2,003	2,450	2,279	2,029	1,824
Tax charge	274	509	450	352	383
Results investments held for sale, after tax	0	149	-1	4	-1
Net profit	1,729	2,090	1,828	1,681	1,441
Majority share	1,667	2,018	1,763	1,606	1,410
Minority interest	33	34	32	41	-4

Balance sheet

	30 Jun	31 Mar	31 Dec	30 Sep	30 Jun	31 Mar	31 Dec	30 Sep	30 Jun
Quarterly figures [NOK million]	2019	2019	2018	2018	2018	2018	2017	2017	2017
Cash and receivables from central banks	1,278	647	883	1,129	1,403	635	3,313	1,351	2,448
Deposits with and loans to credit institutions	8,612	8,387	5,074	6,828	5,078	6,113	4,214	2,310	4,997
Net loans to and receivables from customers	121,025	119,285	119,728	117,153	114,683	112,119	110,959	109,649	106,388
Fixed-income CDs and bonds at fair value	19,870	20,806	20,348	19,721	18,640	18,797	19,736	17,908	20,312
Derivatives	3,767	3,181	4,119	2,686	2,910	3,278	4,351	4,262	4,673
Shares, units and other equity interests	2,202	2,015	1,873	2,662	2,540	2,164	1,825	1,607	1,475
Investment in related companies	6,406	6,386	6,098	5,865	5,748	5,879	5,760	5,820	5,633
Investments held for sale	41	42	43	44	48	639	649	30	32
Intangible assets	878	846	851	849	842	819	793	720	709
Other assets	3,210	3,047	1,687	2,401	7,692	1,641	1,654	3,256	2,780
Assets	167,289	164,641	160,704	159,337	159,584	152,083	153,254	146,913	149,449
Deposits from credit institutions	11,793	11,601	9,214	10,106	9,889	8,374	9,607	9,484	9,521
Deposits from and debt to customers	86,553	81,111	80,615	77,529	80,343	75,937	76,476	73,086	75,559
Debt created by issue of securities	39,578	43,172	44,269	44,113	43,234	41,410	42,194	38,091	39,674
Derivatives	3,479	3,178	2,982	3,005	2,974	2,970	3,343	3,679	3,761
Other liabilities	4,172	4,632	2,670	3,264	2,962	3,832	1,923	2,816	1,970
Investments held for sale	0	0	1	0	8	0	1	0	0
Subordinated loan capital	2,263	2,273	2,268	2,668	2,189	2,195	2,201	2,549	2,231
Total liabilities	147,839	145,968	142,018	140,687	141,600	134,718	135,744	129,705	132,716
Equity capital certificate	2,597	2,597	2,597	2,597	2,597	2,597	2,597	2,597	2,597
Own holding of ECCs	-3	-9	-4	-5	-11	-10	-8	-8	-6
Premium fund	895	895	895	895	895	895	895	895	895
Dividend equalisation fund	5,591	5,580	5,594	5,075	5,075	5,066	5,072	4,477	4,482
Recommended dividends	0	0	661	0	0	0	571	0	0
Provision for gifts	0	0	373	0	0	0	322	0	0
Ownerless capital	5,126	5,126	5,126	4,831	4,831	4,831	4,831	4,498	4,498
Unrealised gains reserve	155	155	155	126	126	126	126	139	139
Other equity capital	1,566	1,595	1,608	1,509	1,503	1,515	1,547	1,895	1,906
Hybrid capital	1,013	1,023	1,043	1,310	1,136	1,306	993	925	933
Result of the period	1,729	1,046	0	1,689	1,209	466	0	1,275	776
Minority interests	781	665	637	623	621	572	565	516	514
Total equity capital	19,450	18,673	18,686	18,650	17,984	17,365	17,510	17,208	16,733
Total liabilities and equity	167,289	164,641	160,704	159,337	159,584	152,083	153,254	146,913	149,449

Five years [NOK million]	YTD 19	2018	2017	2016	2015
Cash and receivables from central banks	1,278	883	3,313	315	3,270
Deposits with and loans to credit institutions	8,612	5,074	4,214	3,892	2,407
Net loans to and receivables from customers	121,025	119,728	110,959	101,354	93,415
Fixed-income CDs and bonds at fair value	19,870	20,348	19,736	17,557	15,752
Derivatives	3,767	4,119	4,351	4,752	7,524
Shares, units and other equity interests	2,202	1,873	1,825	1,542	1,485
Investment in related companies	6,406	6,098	5,760	5,638	5,522
Investments held for sale	41	43	649	15	16
Intangible assets	878	851	793	639	562
Other assets	3,210	1,687	1,654	2,376	1,962
Assets	167,289	160,704	153,254	138,080	131,914
Deposits from credit institutions	11,793	9,214	9,607	10,509	8,155
Deposits from and debt to customers	86,553	80,615	76,476	67,168	64,090
Debt created by issue of securities	39,578	44,269	42,194	36,317	35,154
Derivatives	3,479	2,982	3,343	4,074	5,414
Other liabilities	4,172	2,670	1,923	1,531	1,734
Investments held for sale	0	1	1	0	0
Subordinated loan capital	2,263	2,268	2,201	2,228	2,509
Total liabilities	147,839	142,018	135,744	121,827	117,056
Equity capital certificate	2,597	2,597	2,597	2,597	2,597
Own holding of ECCs	-3	-4	-8	-4	-21
Premium fund	895	895	895	895	895
Dividend equalisation fund	5,591	5,594	5,072	4,487	3,790
Recommended dividends	0	661	571	389	292
Provision for gifts	0	373	322	220	40
Ownerless capital	5,126	5,126	4,831	4,499	4,106
Unrealised gains reserve	155	155	126	139	292
Other equity capital	1,566	1,608	1,547	1,656	1,597
Hybrid capital	1,013	1,043	993	950	950
Result of the period	1,729	0	0	0	0
Minority interests	781	637	565	425	318
Total equity capital	19,450	18,686	17,510	16,253	14,857
Total liabilities and equity	167,289	160,704	153,254	138,080	131,914

Key figures

Quarterly figures	2Q19	1Q19	4Q18	3Q18	2Q18	1Q18	4Q17	3Q17	2Q17
Return on equity	14.9 %	23.3 %	9.0 %	11.1 %	17.9 %	11.2 %	13.4 %	12.5 %	10.5 %
Cost/income ratio group	44%	37%	55%	48%	44%	50%	45%	45%	50%
Cost/income ratio group, ex. financial inv.	55%	59%	59%	56%	56%	58%	55%	56%	56%
12-month cost growth	5.9 %	9.1 %	13.6 %	5.9 %	10.7 %	12.9 %	28.1 %	15.4 %	13.3 %
Gross loans to customers ¹	163,627	161,091	160,317	157,825	154,790	151,065	148,784	147,146	143,800
Growth in loans last 12 months ¹	5.7 %	6.6 %	7.8 %	7.3 %	7.6 %	7.9 %	8.2 %	9.4 %	8.5 %
Growth in loans this period ¹	1.6 %	0.5 %	1.6 %	2.0 %	2.5 %	1.5 %	1.1 %	2.3 %	2.7 %
Deposits from customers	86,553	81,111	80,615	77,529	80,343	75,937	76,476	73,086	75,559
Growth in deposits last 12 months	7.7 %	6.8 %	5.4 %	6.1 %	6.3 %	8.2 %	13.9 %	10.3 %	12.7 %
Growth in deposits this period	6.7 %	0.6 %	4.0 %	-3.5 %	5.8 %	-0.7 %	4.6 %	-3.3 %	7.7 %
Deposit-to-loan ratio ¹	53%	50%	50%	49%	52%	50%	51%	50%	53%
Total assets	167,289	164,641	160,704	159,337	159,584	152,083	153,254	146,913	149,449
Average total assets (quarterly)	165,965	162,673	160,021	159,460	155,833	152,668	150,083	148,181	145,746
Employees in employment group	1,556	1,524	1,493	1,467	1,439	1,393	1,403	1,415	1,408
Employees in employment parent bank	580	570	575	589	588	581	595	617	609
Employees in employment subsidiaries	976	953	918	878	851	812	808	798	799
Number of branches	48	48	48	48	48	48	48	48	48
Lending margin	1.73	1.84	1.88	1.89	1.90	2.03	2.14	2.18	2.12
Deposit margin	0.29	0.24	0.19	0.12	0.12	0.04	-0.05	-0.05	0.01
Net other operating income of total income	38%	29%	42%	38%	41%	42%	39%	38%	45%
Common Equity Tier 1 ratio	15.0 %	14.8 %	14.6 %	14.9 %	15.0 %	14.6 %	14.6 %	14.6 %	14.9 %
Core capital ratio	16.6 %	16.4 %	16.3 %	16.7 %	17.0 %	16.3 %	16.6 %	16.6 %	16.8 %
Capital adequacy ratio	18.8 %	18.6 %	18.5 %	19.2 %	19.0 %	18.2 %	18.6 %	19.0 %	19.0 %
Total core capital	17,284	16,775	16,472	16,542	16,488	15,697	15,707	15,718	15,526
Net subordinated capital	19,634	19,115	18,743	18,969	18,418	17,518	17,629	18,004	17,552
Liquidity Coverage Ratio (LCR) (%)	165%	180%	183%	150%	150%	162%	164%	124%	160%
Leverage ratio	7.5 %	7.4 %	7.4 %	7.5 %	7.4 %	7.3 %	7.2 %	7.4 %	7.2 %
Impairment losses ratio	0.14%	0.17%	0.17%	0.18%	0.20%	0.13%	0.22%	0.24%	0.24%
Non-performing commitm. as % of gross loans	0.22%	0.18%	0.19%	0.18%	0.18%	0.19%	0.19%	0.18%	0.18%
Other doubtful commitm. as % of gross loans	1.00%	0.99%	0.86%	0.86%	0.95%	0.90%	0.80%	0.83%	0.80%
ECC price	97.70	87.40	84.20	90.90	84.50	80.90	82.25	81.25	71.75
Number of certificates issued, millions	129.66	129.41	129.62	129.44	129.31	129.38	129.38	129.40	129.54
Booked equity capital per ECC (incl. dividend)	87.04	83.86	83.87	82.57	80.21	76.53	78.81	79.18	75.40
Adjusted profit per ECC	3.21	5.02	1.90	2.32	3.54	2.21	2.63	2.42	1.92
P/E per ECC	7.61	4.35	11.05	9.77	5.97	9.16	7.81	8.40	9.32
P/B equity capital	1.12	1.04	1.00	1.10	1.05	1.06	1.04	1.03	0.95

¹ Including Sparebank1 Boligkreditt and Sparebank 1 Næringskreditt.

Five years	YTD 19	2018	2017	2016	2015
Return on equity	19.0 %	12.2 %	11.5 %	11.3 %	10.7 %
Cost/income ratio group	40%	49%	47%	44%	50%
Cost/income ratio group, ex. financial inv.	57%	57%	56%	56%	57%
12-month cost growth	7.5 %	10.8 %	18.3 %	3.7 %	7.9 %
Gross loans to customers ¹	163,627	160,317	148,784	137,535	127,378
Growth in loans last 12 months ¹	5.7 %	7.8 %	8.2 %	8.0 %	5.8 %
Growth in loans this period ¹	2.1 %	7.8 %	8.2 %	8.0 %	5.8 %
Deposits from customers	86,553	80,615	76,476	67,168	64,090
Growth in deposits last 12 months	7.7 %	5.4 %	13.9 %	4.8 %	5.6 %
Growth in deposits this period	7.4 %	5.4 %	13.9 %	4.8 %	5.6 %
Deposit-to-loan ratio ¹	53%	50%	51%	49%	50%
Total assets	167,289	160,704	153,254	138,080	131,914
Average total assets (quarterly)	164,211	156,992	145,948	137,060	128,355
Employees in employment group	1,556	1,493	1,403	1,254	1,208
Employees in employment parent bank	580	575	595	630	645
Employees in employment subsidiares	976	918	808	624	563
Number of branches	48	48	48	49	49
Lending margin	1.78	1.92	2.13	1.97	2.26
Deposit margin	0.27	0.12	0.00	0.09	-0.21
Net other operating income of total income	33%	41%	40%	37%	40%
Common Equity Tier 1 ratio	15.0 %	14.6 %	14.6 %	14.8 %	13.6 %
Core capital ratio	16.6 %	16.3 %	16.6 %	16.8 %	15.6 %
Capital adequacy ratio	18.8 %	18.5 %	18.6 %	19.2 %	18.3 %
Total core capital	17,284	16,472	15,707	15,073	13,992
Net subordinated capital	19,634	18,743	17,629	17,189	16,381
Liquidity Coverage Ratio (LCR) (%)	165%	183%	164%	129%	118%
Leverage ratio	7.5 %	7.4 %	7.2 %	7.4 %	6.7 %
Impairment losses ratio	0.16%	0.17%	0.24%	0.39%	0.14%
Non-performing commitm. as % of gross loans	0.22%	0.19%	0.19%	0.16%	0.16%
Other doubtfull commitm. as % of gross loans	1.00%	0.86%	0.80%	1.07%	0.31%
ECC price	97.70	84.20	82.25	64.75	50.50
Number of certificates issued, millions	129.66	129.62	129.38	129.64	129.43
Booked equity capital per ECC (incl. dividend)	87.04	83.87	78.81	73.35	67.39
Adjusted profit per ECC	8.23	9.97	8.71	7.93	6.96
P/E per ECC	5.94	8.44	9.44	8.17	7.26
P/B equity capital	1.12	1.00	1.04	0.88	0.75

¹ Including Sparebank1 Boligkreditt and Sparebank 1 Næringskreditt.

1.4 Net interest income

Net interest income

Quarterly figures [NOK million]	2Q19	1Q19	4Q18	3Q18	2Q18	1Q18	4Q17	3Q17	2Q17
Interest income	1,127	1,075	1,082	1,025	989	962	989	959	945
Interest expenses	463	426	438	414	408	394	400	389	413
Net interest income	664	649	644	610	581	568	589	570	532
As a percentage of total income	41%	34%	50%	48%	39%	44%	43%	44%	44%

Margins on loans sold to Sparebank 1 Boligkreditt and Sparebank 1 Næringskreditt are recorded as commission income. See part 1.5 Other income

Five years [NOK million]	YTD 19	2018	2017	2016	2015
Interest income	2,202	4,057	3,825	3,597	4,031
Interest expenses	889	1,655	1,600	1,668	2,111
Net interest income	1,313	2,403	2,225	1,929	1,920
As a percentage of total income	37%	45%	45%	42%	48%

Change in interest income from lending and deposits

Last 12 months [NOK million]	Volume	Margin	Total
Lending	62	-79	-17
Deposits	2	78	80
Total	64	-1	64

Change in net interest income

Last 12 months [NOK million]	2Q19	Change	2Q18
Net interest income	1,313	164	1,149
Equity capital		30	
Lending volume		62	
Fees on lending		17	
Deposit margin		78	
Subsidiaries		31	
Deposit volume		2	
Lending margin		-79	
Funding and liquidity buffer		22	

Margin development

Definition of margin: average customer interest minus 3 months nibor



Volume development

Quarterly figures

	2Q19	1Q19	4Q18	3Q18	2Q18	1Q18	4Q17	3Q17	2Q17
Lending volume	163.6	161.1	160.3	157.8	154.8	151.1	148.8	147.1	143.8
Deposits volume	86.6	81.1	80.6	77.5	80.3	75.9	76.5	73.1	75.6
Growth in loans last 12 months	5.7 %	6.6 %	7.8 %	7.3 %	7.6 %	7.9 %	8.2 %	9.4 %	8.5 %
Growth in deposits last 12 months	7.7 %	6.8 %	5.4 %	6.1 %	6.3 %	8.2 %	13.9 %	10.3 %	12.7 %



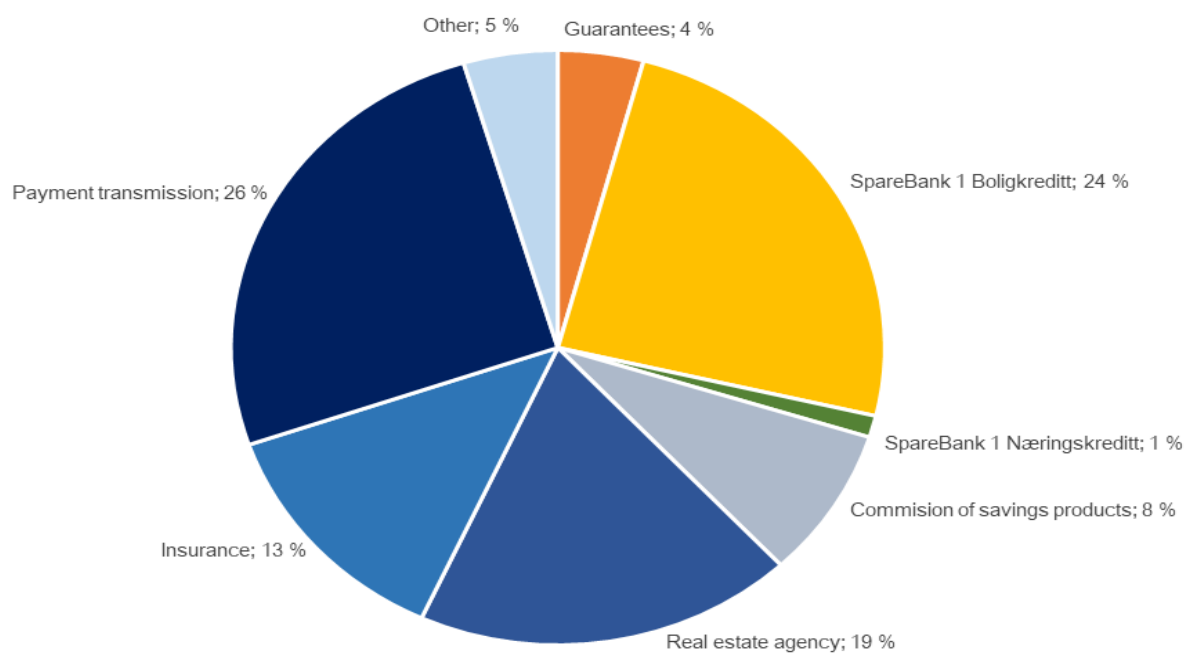
1.5 Other income

Commision and other income

Quarterly figures [NOK million]	2Q19	1Q19	4Q18	3Q18	2Q18	1Q18	4Q17	3Q17	2Q17
Guarantees	15	15	16	19	17	20	19	25	17
SpareBank 1 Boligkreditt	86	83	87	77	86	99	100	95	86
SpareBank 1 Næringskreditt	4	4	5	4	4	3	4	4	4
Commision of savings products	28	29	30	28	28	27	48	23	23
Real estate agency	74	56	48	58	71	49	46	54	68
Insurance	45	44	44	43	44	43	44	44	43
Payment transmission	93	85	95	94	89	82	95	96	89
Other	18	14	19	21	23	15	16	18	19
Total commissions income	363	329	343	344	361	339	372	360	349
Operating- and sales income real estate	40	29	24	31	41	29	23	29	35
Accounting services	147	131	93	78	126	114	83	69	97
Other operating income	106	103	125	77	125	96	99	70	95
Total other operating income	294	262	242	186	291	239	206	168	227
Commision expenses	51	40	42	45	45	36	49	46	38
Total commision and other income	606	551	543	486	607	542	529	482	538
As a percentage of total income	38%	29%	42%	38%	41%	42%	39%	38%	45%

Five years [NOK million]	YTD 19	2018	2017	2016	2015
Guarantees	29	72	80	76	80
SpareBank 1 Boligkreditt	169	350	353	271	326
SpareBank 1 Næringskreditt	8	16	17	12	8
Commision of savings products	57	113	115	74	68
Real estate agency	130	225	223	247	212
Insurance	89	174	172	159	156
Payment transmission	177	360	362	355	344
Other	32	78	67	57	50
Total commissions income	692	1,387	1,390	1,251	1,245
Operating- and sales income real estate	69	124	118	121	108
Accounting services	278	411	342	202	182
Other operating income	209	423	323	234	145
Total other operating income	556	958	783	556	435
Commision expenses	91	168	168	133	135
Total commision and other income	1,157	2,177	2,005	1,674	1,545
As a percentage of total income	33%	41%	40%	37%	40%

Distribution of commission income



Change in commission and other income

Last 12 months [NOK million]	2Q19	Change	2Q18
Commission and other income	1,157	9	1,149
Real estate agency		11	
Other operating income		-12	
Operating- and sales income real estate		-1	
Accounting services		39	
Insurance		2	
Commission of savings products		2	
Commission expenses		-10	
Other		-6	
Payments transmission		7	
Guarantees		-8	
SpareBank 1 Boligkreditt		-16	
SpareBank 1 Næringskreditt		1	

Net return on financial investments

including investments held for sale

Quarterly figures [NOK million]	2Q19	1Q19	4Q18	3Q18	2Q18	1Q18	4Q17	3Q17	2Q17
Dividends	11	2	2	0	4	2	0	1	3
SpareBank 1 Gruppen	186	38	99	72	81	36	134	80	68
Capital gain Fremtind Forsikring	0	460						0	0
SpareBank 1 Boligkreditt	8	14	-9	7	-8	3	-15	11	-13
SpareBank 1 Næringskreditt	2	8	4	2	4	4	1	5	5
BN Bank	27	24	24	20	23	30	28	21	20
SpareBank 1 Kredittkort	5	3	6	5	6	5	5	3	5
SpareBank 1 Betaling	-2	12	-3	-3	-3	-3	-7	0	-1
Other companies	5	0	-1	-4	1	3	1	5	12
Income from inv. in associates and joint ventures	231	555	130	105	102	79	147	126	94
Capital gains shares	24	84	-48	26	113	5			
Gain on certificates and bonds	15	32	5	-45	23	-59			
Gain on derivatives	40	23	-5	50	23	119			
Gain on financial instruments related to hedging	-1	-4	1	1	-7	1			
Gain on other financial instruments at fair value (FVO)	-4	10	-13	11	8	4			
Foreign exchange gain	13	9	16	21	15	11			
Gain on shares and derivatives in SB1 Markets	8	15	7	14	20	17			
Net return on financial investments¹	95	169	-37	77	195	99	108	108	35
Total net return on financial investments	336	727	95	182	300	180	256	235	132
As percentage of total income	21%	38%	7%	14%	20%	14%	19%	18%	11%

Five years [NOK million]	YTD 19	2018	2017	2016	2015
Dividends	13	8	6	88	25
SpareBank 1 Gruppen	224	289	349	317	251
Capital gain Fremtind Forsikring	460	0	0	0	0
SpareBank 1 Boligkreditt	22	-7	-41	-17	80
SpareBank 1 Næringskreditt	10	15	19	29	30
BN Bank	51	97	98	86	41
SpareBank 1 Kredittkort	8	23	15	24	21
SpareBank 1 Betaling	10	-12	-14	-27	-2
Other companies	1	12	12	15	26
Income from inv. in associates and joint ventures	786	416	437	427	447
Capital gains shares	107	96	62	76	
Gain on certificates and bonds	47	-77	58	-2	
Gain on derivatives	63	187	148	280	
Gain on financial instruments related to hedging	-5	-4	-46	-21	
Gain on other financial instruments at fair value (FVO)	6	10	7	26	
Foreign exchange gain	23	63	45	51	
Gain on shares and derivatives in SB1 Markets	23	58	43	25	
Net return on financial investments	264	334	317	434	-14
Total net return on financial investments	1,063	757	760	949	458
As percentage of total income	30%	14%	15%	21%	12%

Change in net return on financial investments

Last 12 months [NOK million]	2Q19	Change	2Q18
Net return on financial investments	1,063	584	480
Dividends		7	
Income from investment in related companies		605	
Capital gains shares		-11	
Gain on derivatives		-79	
Gain on other financial instruments at fair value (FVO)		-6	
Foreign exchange gain		-3	
Gain on certificates and bonds		83	
Gain on shares and derivatives in SB1 Markets		-14	
Gain on financial instruments related to hedging		1	

1.6. Operating expenses

Operating expenses

Quarterly figures [NOK million]	2Q19	1Q19	4Q18	3Q18	2Q18	1Q18	4Q17	3Q17	2Q17
Salary	354	348	311	289	325	303	293	274	286
Pension costs (defined benefit plan)	24	27	12	24	30	29	6	28	23
Employer's insurance contributions	5	3	-4	4	5	5	4	2	3
Other personnel expenses	55	69	72	58	54	65	60	53	50
Total personnel expenses	438	447	391	376	413	403	362	357	362
EDP and telecommunication expenses	87	81	78	69	75	71	61	67	69
Postage and transportation services	6	5	5	4	5	4	5	5	6
Marketing	25	26	30	26	24	26	31	26	23
Operating exp. on properties and premises	44	46	32	23	14	29	28	25	23
Other external services	14	13	41	35	40	37	35	29	28
Other operating expenses	41	36	50	36	38	28	37	32	40
Depr./write-downs of fixed & intangible assets	46	50	74	47	53	47	60	41	47
Other expenses	263	257	311	240	248	241	255	225	236
Total operating expenses	701	704	701	616	661	645	618	582	598
Cost/income ratio	44%	37%	55%	48%	44%	50%	45%	45%	50%
Cost/income ratio ex financial investments	55%	59%	59%	56%	56%	58%	55%	56%	56%
12-month cost growth ¹	5.9 %	9.1 %	13.6 %	5.9 %	10.7 %	12.9 %	28.1 %	15.4 %	13.3 %

¹ SpareBank 1 Regnskapshuset SMN's acquisition of a large accounting firm 1 January 2017 affects the 12 month cost growth in 2017. The 12 month cost growth in 2016 is affected by the consolidation of SpareBank 1 Markets as a subsidiary.

Five years [NOK million]	YTD 19	2018	2017	2016	2015
Salary	702	1,228	1,107	991	833
Pension costs (defined benefit plan)	51	96	85	-20	71
Employer's insurance contributions	8	10	12	13	14
Other personnel expenses	124	249	223	175	176
Total personnel expenses	885	1,584	1,426	1,159	1,093
EDP and telecommunication expenses	168	293	266	252	240
Postage and transportation services	10	17	22	22	22
Marketing	51	106	104	98	96
Operating exp. on properties and premises	90	99	102	98	100
Other external services	27	153	118	109	105
Other operating expenses	77	151	139	108	171
Depr./write-downs of fixed & intangible assets	96	221	192	156	104
Other expenses	520	1,040	943	844	838
Total operating expenses	1,404	2,624	2,369	2,003	1,931
Cost/income ratio	39.7 %	49.2 %	47.5 %	44.0 %	50%
Cost/income ratio ex financial investments	56.8 %	57.3 %	56.0 %	55.6 %	57%
12-month cost growth	7.5 %	10.8 %	18.3 %	3.7 %	8%

Change in operating expenses

Last 12 months [NOK million]	2Q19	Change	2Q18
Operating expenses	1,404	98	1,306
Total personnel expenses		69	
Other operating expenses		-5	
EDP and telecommunication expenses		23	
Other external services		12	
Depr./write-downs of fixed & intangible assets		47	
Operating exp. on properties and premises		-50	
Marketing		2	
Postage and transportation services		2	

Full time equivalents

FTE's	2Q19	2018	2017	2016	2015
Parent bank	580	575	595	630	645
EiendomsMegler 1 Midt-Norge AS	315	309	251	227	211
SpareBank 1 Markets ¹	136	149	132	105	104
SpareBank 1 Regnskapshuset SMN AS	446	402	349	223	184
SpareBank 1 Finans Midt-Norge AS	34	34	32	34	34
DeBank	17				
Other	29	24	44	35	29
Total number of FTE's	1,556	1,493	1,403	1,254	1,208

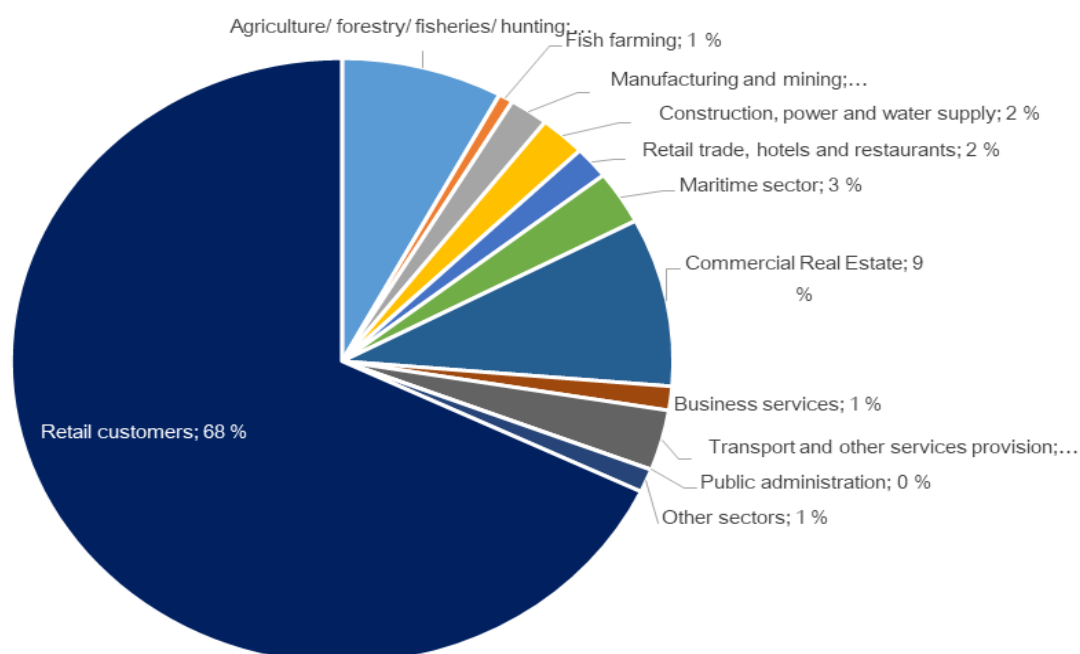
¹ SpareBank 1 Markets has been a subsidiary of SpareBank 1 SMN since 1 April 2015. SpareBank 1 SMN's capital market activities, including 32 FTEs, were transferred to SpareBank 1 Markets as part of the transaction.

1.7 Loans to customers

Distribution of loans by industry

	30 Jun	31 Mar	31 Dec	30 Sep	30 Jun	31 Mar	31 Dec	30 Sep	30 Jun
Quarterly figures [NOK million]	2019	2019	2018	2018	2018	2018	2017	2017	2017
Agriculture/ forestry/ fisheries/ hunting	12,902	12,658	12,686	12,346	12,137	11,816	11,606	11,486	11,213
Fish farming	1,160	1,176	1,180	1,317	1,556	1,697	1,697	1,745	1,708
Manufacturing and mining	3,118	3,507	3,787	3,158	2,794	3,129	3,157	3,560	3,415
Construction, power and water supply	3,678	3,703	3,661	3,536	3,349	3,622	3,419	3,341	4,018
Retail trade, hotels and restaurants	2,826	3,014	2,621	2,410	2,902	2,825	2,700	2,546	1,589
Maritime sector	4,667	4,609	4,227	4,372	4,706	4,533	4,639	4,678	4,532
Commercial Real Estate	14,726	14,915	15,168	14,737	14,623	14,366	14,348	14,867	14,749
Business services	2,088	2,060	2,162	2,463	2,195	2,203	2,260	2,216	2,230
Transport and other services provision	5,285	4,977	4,961	4,876	4,545	4,370	4,322	4,332	4,142
Public administration	15	15	55	23	19	243	240	226	282
Other sectors	2,036	1,720	1,679	1,955	1,852	1,823	1,699	1,796	1,819
Gross loans in corporate market	52,499	52,354	52,186	51,195	50,676	50,629	50,087	50,794	49,698
Retail customers	111,128	108,738	108,131	106,631	104,114	100,436	98,697	96,352	94,101
Gross loans incl. Boligkreditt and Næringskreditt	163,627	161,091	160,317	157,825	154,790	151,065	148,784	147,146	143,800
- Adv. of this Boligkreditt	40,064	39,220	38,062	37,669	37,172	36,374	34,885	34,196	34,181
- Adv. of this Næringskreditt	1,668	1,771	1,782	2,112	1,831	1,518	1,828	2,255	2,261
Gross loans in balance sheet	121,895	120,100	120,473	118,044	115,787	113,174	112,071	110,695	107,358
Share of loans, corporate market	32%	32%	33%	32%	33%	34%	34%	35%	35%
Share of loans, retail market	68%	68%	67%	68%	67%	66%	66%	65%	65%

Distribution of loans by industry



Risk classification in SpareBank 1 SMN

Risk class	Probability of default (%)		Corresponding rating class Moody's
	Low	High	
A	0.01	0.10	AAA - A3
B	0.10	0.25	Baa1 - Baa2
C	0.25	0.50	Baa3
D	0.50	0.75	Ba1
E	0.75	1.25	Ba2
F	1.25	2.50	
G	2.50	5.00	Ba2 - B1
H	5.00	10.00	B1 - B2
I	10.00	99.99	B3 - caa3
J	Default		
K	Written down		

SB 1 SMN's risk classification system, where A represents the lowest risk and K the highest risk

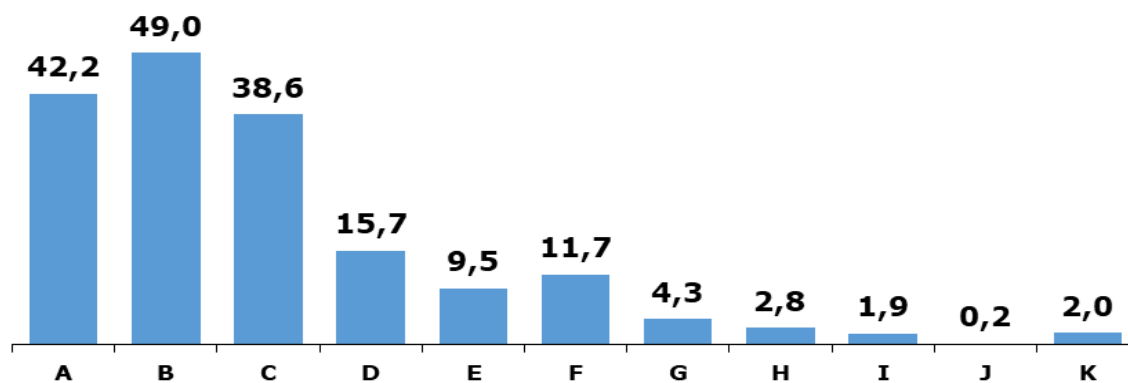
Actual risk profile - Exposure At Default

As of	EAD	
	NOK billion	%
30 June 2019		
A	42.2	23.7 %
B	49.0	27.5 %
C	38.6	21.7 %
D	15.7	8.8 %
E	9.5	5.3 %
F	11.7	6.6 %
G	4.3	2.4 %
H	2.8	1.6 %
I	1.9	1.1 %
J	0.2	0.1 %
K	2.0	1.1 %

Exposure at default, EAD, is the share of the approved credit that is expected to be drawn at the time of any future default at the same time as there is a downturn in the market.

Actual risk profile, Exposure At Default

NOK billion



Loans and guarantees by industry

As of		Very low	Low	Medium	High	Very high	Default and
30 June 2019	Total	risk	risk	risk	risk	risk	written down
Wage earners	110,277	94,159	10,659	3,280	857	1,042	280
Public administration	582	582	0	0	0	0	0
Agriculture and forestry	13,760	9,507	2,736	1,110	204	185	17
Sea farming industries	1,635	1,218	407	0	2	7	0
Manufacturing	3,126	304	900	1,187	504	228	2
Construction, power and water supply	4,718	1,052	838	2,452	233	97	46
Retail trade, hotels and restaurants	3,513	881	960	1,327	267	54	24
Maritime sector	872	214	260	383	15	0	0
Property management	15,189	8,858	2,669	2,940	421	233	69
Business services	4,362	1,236	1,060	1,766	188	42	70
Transport and other services provision	10,419	3,576	3,489	1,491	123	52	1,688
Other sectors	9,409	8,038	1,269	67	35	0	0
2Q19	178,012	129,777	25,249	16,003	2,847	1,940	2,196

Five years [NOK million]		Very low	Low	Medium	High	Very high	Default and
YTD 19	Total	risk	risk	risk	risk	risk	written down
YTD 19	178,012	129,777	25,249	16,003	2,847	1,940	2,196
2018	176,188	127,106	24,974	16,833	3,379	2,189	1,707
2017	164,510	116,961	23,842	16,258	3,394	2,480	1,575
2016	155,065	108,123	21,643	18,875	2,766	1,702	1,956
2015	148,680	97,588	25,632	19,231	3,838	1,746	645

Write-downs on loans and guarantees

Quarterly figures [NOK million]	2Q19	1Q19	4Q18	3Q18	2Q18	1Q18	4Q17	3Q17	2Q17
Change in provision for expected credit losses for the period	44	61	22	58	61	9			
Actual loan losses on commitments exceeding provisions made	16	8	46	15	24	42			
Recoveries on commitments previously written-off	-2	-2	-1	-4	-7	-2			
Write-downs on loans and guarantees¹	58	67	67	69	78	48			
As % of gross loans incl. Boligkredditt	0.14%	0.17%	0.17%	0.18%	0.20%	0.13%			

Five years [NOK million]	YTD 19	2018	2017	2016	2015
Change in provision for expected credit losses for the period	105	150			
Actual loan losses on commitments exceeding provisions made	25	127			
Recoveries on commitments previously written-off	-4	-15			
Write-downs on loans and guarantees¹	126	263			
As % of gross loans incl. Boligkredditt	0.16%	0.17%			

¹Provisions for expected credit losses on loans and guarantees are presented after implementation of IFRS 9 from January 1, 2018, comparative figures for periods before Q1 2018 have not been restated.

Loss on loans by segment

Quarterly figures [NOK million]	2Q19	1Q19	4Q18	3Q18	2Q18	1Q18	4Q17	3Q17	2Q17
Retail Market	5	6	-1	9	13	-3	2	2	1
Corporate Market	39	53	59	51	54	48	70	83	79
SMN Finans and other	15	8	10	10	11	4	6	4	6
Total loss on loans	59	67	67	69	78	48	78	88	86

Five years [NOK million]	YTD 19	2018	2017	2016	2015
Retail Market	11	17	5	13	11
Corporate Market	93	212	318	490	151
SMN Finans and other	22	34	18	14	6.1
Total loss on loans	126	263	341	516	169

Write-down ratio

Quarterly figures [NOK million]	2Q19	1Q19	4Q18	3Q18	2Q18	1Q18	4Q17	3Q17	2Q17
Non-performing commitments (gross)	356	288	310	284	275	289	284	263	258
Impaired commitments (gross)	1,641	1,591	1,372	1,365	1,477	1,358	1,184	1,215	1,151
Gross non-performing and impaired commitments	1,998	1,880	1,682	1,649	1,752	1,647	1,468	1,478	1,409

1.8 Funding and liquidity

Securities liabilities

Parent bank

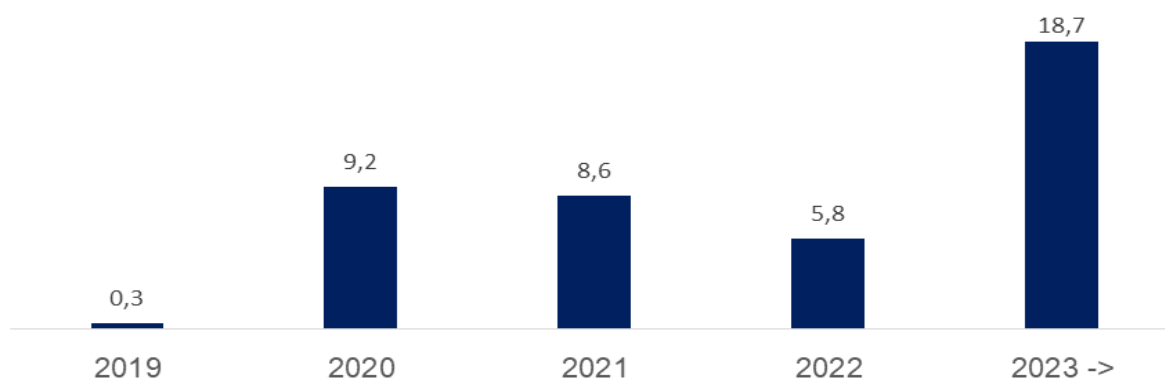
	30 Jun	31 Mar	31 Dec	30 Sep	30 Jun	31 Mar	31 Dec	30 Sep	30 Jun
Quarterly figures [NOK million]	2019	2019	2018	2018	2018	2018	2017	2017	2017
NOK bonds	15,024	14,977	15,548	15,627	14,443	16,581	13,683	13,178	13,601
Curr bonds	24,491	27,803	28,203	28,401	28,755	24,717	28,334	24,793	26,011
Curr CD's	63	392	518	85	36	112	177	120	62
Interbank	10,753	10,667	8,546	8,842	8,696	7,466	9,046	8,663	9,261
Hybrid equity	457	459	463	465	468	470	475	1,428	1,429
Subordinated loan capital	1,762	1,770	1,761	2,159	1,679	1,683	1,684	2,033	1,712
Total capital markets funding	52,550	56,069	55,039	55,580	54,077	51,029	53,399	50,215	52,077

	YTD	31 Dec	31 Dec	31 Dec	31 Dec
Five years [NOK million]	2019	2018	2017	2016	2015
NOK bonds	15,024	15,548	13,683	14,237	17,139
Curr bonds	24,491	28,203	28,334	21,908	17,898
Curr CD's	63	518	177	172	155
Interbank	10,753	8,546	9,046	10,299	8,155
Perp. Sub. Loan capital					299
Hybrid equity	457	463	475	1,433	1,445
Subordinated loan capital	1,762	1,761	1,684	1,707	1,719
Total capital markets funding	52,550	55,039	53,399	49,755	46,811

Funding maturity dates

[NOK billion]	2019	2020	2021	2022	2023 ->
Funding maturity	0.3	9.2	8.6	5.8	18.7

Next eight quarters [NOK billion]	Q2 19	Q3 19	Q4 19	Q1 20	Q2 20	Q3 20	Q4 20	Q1 21
Funding maturity	0.0	0.3	0.5	1.8	3.0	3.9	1.2	1.8



1.9 Capital adequacy

Capital adequacy ratios

	30 Jun 2019	31 Mar 2019	31 Dec 2018	30 Sep 2018	30 Jun 2018	31 Mar 2018	31 Dec 2017	30 Sep 2017	30 Jun 2017
Quarterly figures [NOK million]									
Common equity Tier one capital	15,625	15,122	14,727	14,697	14,528	13,976	13,820	13,901	13,709
Total core capital	17,284	16,775	16,472	16,542	16,488	15,697	15,707	15,718	15,526
Net subordinated capital	19,634	19,115	18,743	18,969	18,418	17,518	17,629	18,004	17,552
Risk Weighted Assets (RWA)	104,240	102,495	101,168	98,915	97,137	96,044	94,807	94,938	92,202
Common equity Tier one ratio	15.0 %	14.8 %	14.6 %	14.9 %	15.0 %	14.6 %	14.6 %	14.6 %	14.9 %
Core capital ratio	16.6 %	16.4 %	16.3 %	16.7 %	17.0 %	16.3 %	16.6 %	16.6 %	16.8 %
Capital adequacy ratio	18.8 %	18.6 %	18.5 %	19.2 %	19.0 %	18.2 %	18.6 %	19.0 %	19.0 %

	YTD 2019	31 Dec 2018	31 Dec 2017	31 Dec 2016	31 Dec 2015
Five years [NOK million]					
Common equity Tier one capital	15,625	14,727	13,820	13,233	12,196
Total core capital	17,284	16,472	15,707	15,073	13,992
Net subordinated capital	19,634	18,743	17,629	17,189	16,381
Risk Weighted Assets (RWA)	104,240	101,168	94,807	88,786	89,465
Common equity Tier one ratio	15.0 %	14.6 %	14.6 %	14.8 %	13.6 %
Core capital ratio	16.6 %	16.3 %	16.6 %	16.8 %	15.6 %
Capital adequacy ratio	18.8 %	18.5 %	18.6 %	19.2 %	18.3 %

Leverage ratio

	30 Jun 2019	31 Mar 2019	31 Dec 2018	30 Sep 2018	30 Jun 2018	31 Mar 2018	31 Dec 2017	30 Sep 2017	30 Jun 2017
Quarterly figures [NOK million]									
Calculation basis for leverage ratio	230,667	227,862	223,853	221,628	224,271	215,248	218,479	211,361	215,969
Core capital	17,284	16,775	16,472	16,542	16,488	15,697	15,707	15,718	15,526
Leverage ratio	7.5 %	7.4 %	7.4 %	7.5 %	7.4 %	7.3 %	7.2 %	7.4 %	7.2 %

	YTD 2019	31 Dec 2018	31 Dec 2017	31 Dec 2016	31 Dec 2015
Five years [NOK million]					
Calculation basis for leverage ratio	230,667	223,853	218,479	203,005	209,145
Core capital	17,284	16,472	15,707	15,073	13,992
Leverage ratio	7.5 %	7.4 %	7.2 %	7.4 %	6.7 %

Spesification of capital requirements

Quarterly figures [NOK million]	30 Jun	31 Mar	31 Dec	30 Sep	30 Jun	31 Mar	31 Dec	30 Sep	30 Jun
	2019	2019	2018	2018	2018	2018	2017	2017	2017
Capital adequacy									
Total book equity	19,450	18,673	18,686	18,650	17,984	17,365	17,510	17,208	16,733
Hybrid capital included in total equity	-1,013	-1,023	-1,043	-1,310	-1,136	-1,306	-993	-1,187	-1,198
Deferred taxes, goodwill and other intangible assets	-1,105	-1,073	-1,079	-1,059	-1,044	-1,040	-984	-888	-872
Deduction for allocated dividends and gifts	0	0	-1,034	0	0	0	-893	0	0
Non-controlling interests recognised in other equity capital	-781	-665	-637	-623	-621	-572	-565	-516	-514
Non-controlling interests eligible for incl. in CET1 capital	447	392	366	371	357	341	324	303	241
Net profit	-1,729	-1,046	0	-1,689	-1,209	-466	0	-1,250	-759
Year-to-date profit included in core capital (50 per cent pre tax of group profit in 2017)	879	537	0	864	614	233	0	625	380
Value adjustments due to requirements for prudent valuation	-44	-43	-44	-47	-46	-45	-41	-46	-50
Positive value of adj. expected loss under IRB Approach	-309	-303	-286	-316	-299	-313	-333	-264	-257
Adjustments for unrealised losses (gains) arising from the institution's own credit risk related to derivative liabilities (DVA)	5	5	5	2	4	3	7	8	7
Direct, indirect and synthetic investments in financial sector companies	-175	-333	-206	-147	-74	-222	-212	-92	-3
Total common equity Tier one	15,625	15,122	14,727	14,697	14,528	13,976	13,820	13,901	13,709
Hybrid capital, core capital	1,384	1,377	1,378	1,478	1,592	1,353	1,427	1,358	1,358
Hybrid capital covered by transitional provisions	275	275	367	367	367	367	459	459	459
Total core capital	17,284	16,775	16,472	16,542	16,488	15,697	15,707	15,718	15,526
Subordinated capital	2,310	2,298	2,316	2,118	1,621	1,621	1,615	1,979	1,710
Subordinated capital covered by transitional provisions	182	184	96	449	449	449	561	561	561
Deduction for significant investments in financial institutions	-141	-142	-140	-140	-141	-248	-254	-254	-245
Total supplementary capital	2,351	2,340	2,272	2,427	1,930	1,822	1,922	2,286	2,026
Net subordinated capital	19,634	19,115	18,743	18,969	18,418	17,518	17,629	18,004	17,552

	30 Jun	31 Mar	31 Dec	30 Sep	30 Jun	31 Mar	31 Dec	30 Sep	30 Jun
Quarterly figures [NOK million]	2019	2019	2018	2018	2018	2018	2017	2017	2017
Minimum requirements subordinated capital									
Specialised enterprises	1,094	1,106	1,116	1,107	1,072	1,200	1,107	1,177	1,232
Corporate	1,163	1,161	1,163	1,181	1,128	1,070	1,113	1,054	1,045
Mass market exposure, property	2,166	2,126	2,098	2,070	2,010	1,930	1,892	1,763	1,759
Other mass market	102	97	92	94	96	92	91	89	94
Equity investments, IRB	1	1	1	1	1	1	1	1	1
Total credit risk IRB	4,525	4,491	4,470	4,453	4,307	4,292	4,205	4,084	4,131
Central government	3	3	4	3	2	3	3	4	5
Covered bonds	136	135	124	145	146	142	146	136	131
Institutions	300	269	246	217	262	285	333	377	429
Local and regional authorities, state-owned enterprises	8	10	8	10	9	7	4	11	9
Corporate	237	251	221	241	255	236	226	254	142
Mass market	525	536	520	510	438	419	405	376	418
Exposures secured on real property	207	211	215	181	195	199	193	198	306
Equity positions	369	365	366	358	359	349	344	342	339
Other assets	167	169	107	109	128	150	166	172	164
Total credit risk standardised approach	1,952	1,949	1,810	1,774	1,796	1,791	1,820	1,870	1,942
Debt risk	35	45	31	33	23	25	18	24	29
Equity risk	14	12	7	24	11	14	22	18	6
Currency risk	3	3	3	3	4	4	1	0	1
Operational risk	656	654	575	575	575	575	510	510	510
Credit value adjustment risk (CVA)	122	118	122	80	110	119	117	134	123
Transitional arrangements	1,032	929	1,074	971	946	863	891	956	634
Minimum requirements subordinated capital	8,339	8,200	8,093	7,913	7,771	7,684	7,585	7,595	7,376
Risk Weighted Assets (RWA)	104,240	102,495	101,168	98,915	97,137	96,044	94,807	94,938	92,202
Minimum requirement on CET1 capital, 4.5 per cent	4,691	4,612	4,553	4,451	4,371	4,322	4,266	4,272	4,149
Capital conservation buffer, 2.5 per cent	2,606	2,562	2,529	2,473	2,428	2,401	2,370	2,373	2,305
Systemic risk buffer, 3.0 per cent	3,127	3,075	3,035	2,967	2,914	2,881	2,844	2,848	2,766
Countercyclical buffer, 2.0 per cent (1.5 per cent)	2,085	2,050	2,023	1,978	1,943	1,921	1,896	1,424	1,383
Available CET1 capital after buffer requirements	3,116	2,823	2,587	2,827	2,872	2,451	2,444	2,983	3,106
Common equity Tier one ratio	15.0 %	14.8 %	14.6 %	14.9 %	15.0 %	14.6 %	14.6 %	14.6 %	14.9 %
Core capital ratio	16.6 %	16.4 %	16.3 %	16.7 %	17.0 %	16.3 %	16.6 %	16.6 %	16.8 %
Capital adequacy ratio	18.8 %	18.6 %	18.5 %	19.2 %	19.0 %	18.2 %	18.6 %	19.0 %	19.0 %
Leverage ratio									
Balance sheet items	223,781	221,200	216,240	213,761	216,406	207,831	210,764	203,155	207,760
Off-balance sheet items	8,343	8,262	9,086	9,595	9,345	9,530	9,295	9,506	9,400
Regulatory adjustments	-1,458	-1,600	-1,474	-1,729	-1,480	-2,113	-1,580	-1,301	-1,190
Calculation basis for leverage ratio	230,667	227,862	223,853	221,628	224,271	215,248	218,479	211,361	215,969
Core capital	17,284	16,775	16,472	16,542	16,488	15,697	15,707	15,718	15,526
Leverage Ratio	7.5 %	7.4 %	7.4 %	7.5 %	7.4 %	7.3 %	7.2 %	7.4 %	7.2 %

	YTD	31 Dec	31 Dec	31 Dec	31 Dec
Five years [NOK million]	2019	2018	2017	2016	2015
Capital adequacy					
Total book equity	19,450	18,686	17,510	16,253	14,857
Hybrid capital included in total equity	-1,013	-1,043	-993	-950	-950
Deferred taxes, goodwill and other intangible assets	-1,105	-1,079	-984	-741	-662
Part of reserve for unrealised gains, associated companies	0	0	0	117	264
Deduction for allocated dividends and gifts	0	-1,034	-893	-609	-332
Non-controlling interests recognised in other equity capital	-781	-637	-565	-425	-318
Non-controlling interests eligible for inclusion in CET1 capital	447	366	324	220	132
Net profit	-1,729	0	0	0	-43
Year-to-date profit included in core capital (50 per cent pre tax of group profit in 2017)	879	0	0	0	0
Value adjustments due to requirements for prudent valuation	-44	-44	-41	-48	0
Positive value of adjusted expected loss under IRB Approach	-309	-286	-333	-248	-55
Adjustments for unrealised losses (gains) arising from the institution's own credit risk related to derivative liabilities (DVA)	5	5	7	0	-239
Direct, indirect and synthetic investments in financial sector companies	-175	-206	-212	-337	-458
Total common equity Tier one	15,625	14,727	13,820	13,233	12,196
Hybrid capital, core capital	1,384	1,378	1,427	1,358	1,301
Hybrid capital covered by transitional provisions	275	367	459	483	495
Total core capital	17,284	16,472	15,707	15,073	13,992
Subordinated capital	2,310	2,316	1,615	1,698	1,647
Subordinated capital covered by transitional provisions	182	96	561	673	786
Deduction for significant investments in financial institutions	-141	-140	-254	-256	-43
Total supplementary capital	2,351	2,272	1,922	2,116	2,390
Net subordinated capital	19,634	18,743	17,629	17,189	16,381

	YTD	31 Dec	31 Dec	31 Dec	31 Dec
Five years [NOK million]	2019	2018	2017	2016	2015
Minimum requirements subordinated capital					
Specialised enterprises	1,094	1,116	1,107	1,206	1,213
Corporate	1,163	1,163	1,113	1,102	1,105
Mass market exposure, property	2,166	2,098	1,892	1,753	1,709
Other mass market	102	92	91	88	55
Equity investments, IRB	1	1	1	3	0
Total credit risk IRB	4,525	4,470	4,205	4,153	4,082
Central government	3	4	3	5	5
Covered bonds	136	124	146	130	62
Institutions	300	246	333	340	480
Local and regional authorities, state-owned enterprises	8	8	4	7	13
Corporate	237	221	226	253	262
Mass market	525	520	405	179	136
Exposures secured on real property	207	215	193	342	416
Equity positions	369	366	344	338	322
Other assets	167	107	166	178	108
Total credit risk standardised approach	1,952	1,810	1,820	1,772	1,805
Debt risk	35	31	18	36	64
Equity risk	14	7	22	5	10
Currency risk	3	3	1	1	0
Operational risk	656	575	510	479	457
Credit value adjustment risk (CVA)	122	122	117	84	106
Transitional arrangements	1,032	1,074	891	574	634
Minimum requirements subordinated capital	8,339	8,093	7,585	7,103	7,157
Risk Weighted Assets (RWA)	104,240	101,168	94,807	88,786	89,465
Minimum requirement on CET1 capital, 4.5 per cent	4,691	4,553	4,266	3,995	4,026
Capital conservation buffer, 2.5 per cent	2,606	2,529	2,370	2,220	2,237
Systemic risk buffer, 3.0 per cent	3,127	3,035	2,844	2,664	2,684
Countercyclical buffer, 2.0 per cent (1.5 per cent)	2,085	2,023	1,896	1,332	895
Available CET1 capital after buffer requirements	3,116	2,587	2,444	3,022	2,355
Common equity Tier one ratio	15.0 %	14.6 %	14.6 %	14.8 %	13.6 %
Core capital ratio	16.6 %	16.3 %	16.6 %	16.8 %	15.6 %
Capital adequacy ratio	18.8 %	18.5 %	18.6 %	19.2 %	18.3 %
Leverage ratio					
Balance sheet items	223,781	216,240	210,764	194,324	198,616
Off-balance sheet items	8,343	9,086	9,295	10,068	12,017
Regulatory adjustments	-1,458	-1,474	-1,580	-1,388	-1,487
Calculation basis for leverage ratio	230,667	223,853	218,479	203,005	209,145
Core capital	17,284	16,472	15,707	15,073	13,992
Leverage Ratio	7.5 %	7.4 %	7.2 %	7.4 %	6.7 %

2.1 Extract from income statement¹

Extract from income statement

Group [in NOK million] as of	30 June 2019	SB 1								Un- collated ²	Total
		Retail Market	Corporate Market	SB1 Markets	Eiendoms- megler 1 Midt- Norge	Finans Midt- Norge	SB 1 Regnskaps- huset SMN	SB 1 Gruppen	BN Bank		
Net interest		561	503	-9	-1	152	-1	0	0	107	1,313
Allocated		103	73	0	0	0	0	0	0	-176	0
Total interest income		664	576	-9	-1	152	-1	0	0	-69	1,313
Commission income and other income		385	100	264	277	36	291	0	0	-195	1,157
Net profit on financial investments		0	5	58	0	0	0	224	49	727	1,063
Total income		1,049	681	313	276	187	291	224	49	464	3,533
Total operating expenses		431	207	284	262	92	229	0	0	-100	1,404
Ordinary operating profit		618	475	29	14	95	62	224	49	564	2,129
Loss on loans, guarantees etc.		11	93	0	0	21	0	0	0	2	126
Result before tax		606	382	29	14	74	62	224	49	563	2,003
Post- tax return on equity ³		13.8 %	11.8 %								19.0 %

Main balance sheet items

Loans and advances to customers adv. of this to Boligkreditt and Næringskreditt	115,289	38,422	0	0	8,429	0	0	0	1,486	163,627
Loss on loans	-108	-707	0	0	-50	0	0	0	-4	-870
Other assets	232	6,198	2,935	1,949	24	531	1,562	1,367	31,466	46,264
Total assets	75,220	42,374	2,935	1,949	8,403	531	1,562	1,367	32,948	167,289
Deposits to customers	42,795	42,374	0	0	0	0	0	0	1,384	86,553
Other liabilities and equity	32,425	0	2,935	1,949	8,403	531	1,562	1,367	31,564	80,736
Total liabilities	75,220	42,374	2,935	1,949	8,403	531	1,562	1,367	32,948	167,289

¹For the subsidiaries the figures refer to the respective company accounts, while for joint ventures incorporated by the equity method the Group's profit share is stated, after tax, as well as book value of the investment at group level.

²Uncollated consist of, among other things, return on financial investments in parent bank, net profit on the bank's funding activities and gain on the establishment of Fremtind.

³Calculation of capital employed in Retail Banking and Corporate Banking is based on regulatory capital. This capital is grossed up to 15.0 percent to be in line with the capital plan.

Development in interest income, Retail Market and Corporate Market

Quarterly figures [NOK million]	2Q19	1Q19	4Q18	3Q18	2Q18	1Q18	4Q17	3Q17	2Q17
Retail	283	278	288	270	244	254	266	258	242
Corporate	256	247	251	253	245	232	247	242	242
Net interest income	539	526	540	523	489	486	512	501	483

Development in margin¹, Retail Market and Corporate Market

Quarterly figures [percentage]	2Q19	1Q19	4Q18	3Q18	2Q18	1Q18	4Q17	3Q17	2Q17
Lending									
Retail	1.50	1.60	1.63	1.64	1.65	1.79	1.96	1.99	1.91
Corporate	2.56	2.69	2.73	2.75	2.73	2.71	2.75	2.80	2.81
Total	1.73	1.84	1.88	1.89	1.90	2.03	2.14	2.18	2.12

Quarterly figures [percentage]	2Q19	1Q19	4Q18	3Q18	2Q18	1Q18	4Q17	3Q17	2Q17
Deposits									
Retail	0.59	0.46	0.39	0.27	0.28	0.14	0.03	0.03	0.13
Corporate	0.03	0.02	-0.02	-0.05	-0.04	-0.05	-0.13	-0.14	-0.11
Total	0.29	0.24	0.19	0.12	0.12	0.04	-0.05	-0.05	0.01

¹Definition margin: Average customer interest minus 3 months average Nibor

Development in volume, Retail Market and Corporate Market

Quarterly figures [NOK million]	2Q19	1Q19	4Q18	3Q18	2Q18	1Q18	4Q17	3Q17	2Q17
Lending²									
Retail	115,289	113,040	112,723	111,207	108,702	104,999	103,131	100,745	98,262
Corporate	38,422	38,881	40,548	39,716	39,452	39,821	39,482	40,419	39,895
Total	153,711	151,921	153,271	150,923	148,154	144,821	142,613	141,164	138,157

²Gross loans to customers includes SpareBank 1 Boligkreditt and SpareBank 1 Næringskreditt

Quarterly figures [NOK million]	2Q19	1Q19	4Q18	3Q18	2Q18	1Q18	4Q17	3Q17	2Q17
Deposits									
Retail	42,795	40,734	40,046	39,879	40,372	37,811	37,182	36,974	37,437
Corporate	42,374	39,471	39,236	37,201	38,390	37,358	38,719	36,275	37,669
Total	85,169	80,206	79,282	77,079	78,762	75,169	75,902	73,249	75,106

Development in commission income, Retail Market and Corporate Market

Quarterly figures [NOK million]	2Q19	1Q19	4Q18	3Q18	2Q18	1Q18	4Q17	3Q17	2Q17
Retail	197	188	203	193	193	204	213	212	192
Corporate	49	56	54	63	51	51	47	59	51
Total	246	244	257	256	244	255	260	271	243

2.2 Retail market

Business description

	30 Jun
Facts about the business area	2019
Lending volume	115,289
Deposits volume	42,795
No. of active customers	223,688
FTEs	318

Financial performance

Quarterly figures [NOK million]	2Q19	1Q19	4Q18	3Q18	2Q18	1Q18	4Q17	3Q17	2Q17
Net interest income lending	147	156	169	155	135	165	164	155	136
Net interest income deposits	134	123	113	111	107	89	96	100	104
Net interest income allocated capital	53	52	52	50	46	43	58	36	30
Total interest income	334	330	334	316	288	296	318	290	270
Net guarantee commission, incl BK, NK	99	94	99	89	98	108	109	106	96
Net commission of savings products	14	14	22	21	17	15	21	19	17
Net commission insurance services	39	38	38	37	38	38	39	39	37
Net commission payment trans. services	45	42	45	45	39	43	44	48	42
Other commission income	0	0	0	0	1	0	1	0	0
Net fee and commission income	197	188	203	193	193	204	214	211	192
Net profit on financial investments	0	0	0	0	0	0	0	0	0
Total income	532	518	537	509	481	501	531	502	462
Total operating expenses¹	215	217	207	199	200	199	197	207	190
Result before losses	317	301	330	310	281	302	335	295	272
Loss on loans, guarantees etc.	6	6	-1	8	13	-3	2	2	1
Result before tax	311	295	332	301	268	305	332	293	271

	YTD	31 Dec	31 Dec	31 Dec	31 Dec
Five years [NOK million]	2019	2018	2017	2016	2015
Net interest income lending	303	624	572	457	621
Net interest income deposits	257	419	411	438	286
Net interest income allocated capital	105	190	154	57	41
Total interest income	664	1,234	1,137	953	948
Net guarantee commission, incl BK, NK	193	394	392	306	360
Net commission of savings products	28	75	70	63	55
Net commission insurance services	77	151	151	139	135
Net commission payment trans. services	87	172	175	171	165
Other commission income	0	1	1	1	0
Net fee and commission income	385	793	789	679	715
Net profit on financial investments	0	0	0	-1	1
Total income	1,049	2,027	1,926	1,631	1,663
Total operating expenses¹	431	804	794	770	779
Result before losses	618	1,223	1,132	861	884
Loss on loans, guarantees etc.	11	17	5	13	11
Result before tax	606	1,206	1,127	849	873
Post- tax return on equity (annualized)²	13.8 %	13.2 %	16.6 %	13.8 %	15.8 %

¹ Includes both direct and distributed expenses

² Calculation of capital employed in Retail Banking and Corporate Banking is based on regulatory capital. This capital is grossed up to 15.0 (14.5) percent to be in line with the capital plan.

Margin development

Definition of margin: average customer interest minus 3 months nibor



2.3 Corporate market

Business description

	30 Jun
Facts about the business area	2019
Lending volume	38,422
Deposits volume	42,374
No. of active customers	14,738
FTEs	150

Financial performance

Quarterly figures [NOK million]	2Q19	1Q19	4Q18	3Q18	2Q18	1Q18	4Q17	3Q17	2Q17
Net interest income lending	185	179	186	182	175	169	172	168	167
Net interest income deposits	64	62	56	63	64	58	68	69	71
Net interest income allocated capital	44	42	41	41	39	36	54	34	31
Total interest income	293	284	283	286	278	263	294	270	268
Net guarantee commission, incl BK, NK	17	20	19	22	19	20	20	28	19
Net commission of savings products	2	2	0	1	1	1	1	1	0
Net commission insurance services	6	6	6	6	6	6	5	5	5
Net commission payment trans. services	20	25	25	23	22	22	21	20	24
Other commission income	0	2	1	2	0	1	1	2	0
Net fee and commission income	45	55	51	53	48	50	48	55	49
Net profit on financial investments	4	2	2	11	3	1	-1	5	3
Total income	341	340	336	350	329	314	341	329	320
Total operating expenses¹	103	104	94	91	92	95	89	82	105
Result before losses	239	236	242	258	237	219	252	247	215
Loss on loans, guarantees etc.	40	53	59	50	54	48	70	83	79
Result before tax	199	183	183	208	183	171	182	164	135

Five years [NOK million]	YTD	31 Dec	31 Dec	31 Dec	31 Dec
	2019	2018	2017	2016	2015
Net interest income lending	364	712	677	649	704
Net interest income deposits	126	241	274	272	218
Net interest income allocated capital	86	157	157	78	48
Total interest income	576	1,110	1,108	1,000	971
Net guarantee commission, incl BK, NK	37	81	86	89	79
Net commission of savings products	4	2	2	2	5
Net commission insurance services	12	23	21	20	20
Net commission payment trans. services	45	92	86	84	75
Other commission income	2	4	3	2	1
Net fee and commission income	100	202	199	196	180
Net profit on financial investments	5	17	9	9	13
Total income	681	1,329	1,315	1,205	1,164
Total operating expenses¹	207	373	365	332	353
Result before losses	475	956	950	873	810
Loss on loans, guarantees etc.	93	212	318	490	151
Result before tax	382	744	632	384	659
Post-tax return on equity (annualized)²	11.8 %	11.3 %	10.5 %	6.9 %	12.4 %

¹ Includes both direct and distributed expenses

² Calculation of capital employed in Retail Banking and Corporate Banking is based on regulatory capital. This capital is grossed up to 15.0 (14.5) percent to be in line with the capital plan.

Margin development

Definition of margin: average customer interest minus 3 months nibor



2.4 Subsidiaries

EiendomsMegler 1 Midt-Norge AS

Ownership 87.0 %

EiendomsMegler 1 Midt-Norge is a real estate agency, and has a solid market- leader position in the region. The company has specialized operations, which include separate units for project and commercial real estate broking. In addition, the company, in cooperation with BN Bank, has established BN Bolig in which EiendomsMegler 1 Midt-Norge and BN Bank each hold a 50 per cent stake. As of 1Q 2017 EiendomsMegler 1 Midt-Norge fully consolidates BN Bolig's results as a subsidiary.

Quarterly figures [NOK million]	2Q19	1Q19	4Q18	3Q18	2Q18	1Q18	4Q17	3Q17	2Q17
Net interest income	0	0	-3	1	1	1	2	0	0
Commission income and other income	162	115	108	128	157	104	102	114	144
Total income	162	114	105	129	158	104	104	114	144
Total operating expenses	139	123	134	140	133	112	114	125	125
Result before tax	23	-9	-29	-11	25	-8	-10	-11	19

Five years [NOK million]	YTD 2019	31 Dec 2018	31 Dec 2017	31 Dec 2016	31 Dec 2015
Net interest income	-1	-1	3	4	4
Commission income and other income	277	497	473	426	360
Total income	276	496	477	430	364
Total operating expenses	262	519	474	363	317
Result before tax	14	-23	3	68	47

SpareBank 1 Finans Midt- Norge AS

Ownership 61.2 %

Bank's offices and other partners.

The company is owned by SpareBank 1 SMN, Samarbeidende Sparebanker and SpareBanken Sogn og Fjordane. With Samarbeidende Sparebanker as a co-owner, the company has a presence in ten different counties dispersed across Mid- and South Norway.

Quarterly figures [NOK million]	2Q19	1Q19	4Q18	3Q18	2Q18	1Q18	4Q17	3Q17	2Q17
Net interest income	76	75	75	69	66	65	63	59	55
Commission income and other income	19	16	16	16	17	14	14	14	14
Total income	96	92	91	85	83	79	77	73	69
Total operating expenses	48	44	40	41	38	36	36	34	34
Ordinary operating profit	48	47	51	44	45	42	41	39	36
Loss on loans, guarantees etc.	13	8	10	9	11	4	6	3	6
Result before tax	35	40	42	35	34	38	35	36	30

Five years [NOK million]	YTD	31 Dec	31 Dec	31 Dec	31 Dec
	2019	2018	2017	2016	2015
Net interest income	152	275	228	183	154
Commission income and other income	36	62	55	-11	33
Total income	187	337	283	172	187
Total operating expenses	92	155	137	55	97
Ordinary operating profit	95	182	146	117	91
Loss on loans, guarantees etc.	21	34	18	13	8
Result before tax	74	149	128	104	83

SpareBank 1 Regnskapshuset SMN AS

Ownership 88.7 %

SpareBank 1 Regnskapshuset SMN is an accountancy business within the SMB segment. SpareBank 1 Regnskapshuset intends to be one of Norway's leading actors in the accounting industry by building up a national accounting enterprise based on regional ownership, strong links to the owner banks and closeness to the market.

The strategy of growth through acquisitions represents a consolidation of a fragmented accounting industry. SpareBank 1 Regnskapshuset SMN acquired all shares of one large accounting firm with effect from 1 January 2017, leading to a substantial increase in both income and costs.

Quarterly figures [NOK million]	2Q19	1Q19	4Q18	3Q18	2Q18	1Q18	4Q17	3Q17	2Q17
Net interest income	0	0	0	0	0	0	0	0	0
Commission income and other income	151	140	107	84	132	121	91	75	105
Total income	151	140	107	84	132	120	92	74	105
Total operating expenses	110	119	93	71	105	103	76	65	85
Result before tax	41	21	14	13	27	17	15	9	20

Five years [NOK million]	YTD 2019	31 Dec 2018	31 Dec 2017	31 Dec 2016	31 Dec 2015
Net interest income	-1	0	-1	0	0
Commission income and other income	291	444	377	234	197
Total income	291	444	376	235	197
Total operating expenses	229	373	315	191	162
Result before tax	62	71	61	44	35

SpareBank 1 Markets AS

Ownership 66.7 %

cover all customer segments, from retail clients and small and medium- sized businesses to large listed companies and institutional investors. The company is headquartered in Oslo and has offices in Trondheim and Ålesund.

SpareBank 1 Markets acquired Allegro Kapitalforvaltning in Trondheim and SpareBank 1 Nord-Norge Forvaltning in Tromsø from SpareBank 1 SMN and SpareBank 1 Nord-Norge respectively in 2nd quarter 2017. The acquired companies are merged and will spearhead SpareBank 1 Markets' asset management business.

In the fourth quarter the company acquired the trading desk at SpareBank 1 SR-Bank Markets. SpareBank 1 SR-Bank became co- owner of the company as a result of the transaction.

Quarterly figures [NOK million]	2Q19	1Q19	4Q18	3Q18	2Q18	1Q18	4Q17	3Q17	2Q17
Net interest income	-5	-4	-3	-4	-4	-3	-4	-6	-2
Equities/ High Yield	49	51	39	40	60	56	47	30	47
Fixed Income	12	12	10	6	13	11	6	9	11
Corporate	64	43	74	32	57	21	41	26	34
Foreign exchange/ interest rate derivatives	37	21	30	17	24	34	32	16	17
Asset Management	12	11	0	11	11	10	33	18	5
Other commission income	2	6	0	4	2	3	3	2	2
Total income	172	140	150	106	164	131	158	93	114
Total operating expenses	146	138	156	120	136	124	146	119	98
Ordinary operating profit	26	2	-6	-14	29	7	12	-26	17
Loss on loans, guarantees etc.	0	0	0	0	0	0	0	0	0
Result before tax	26	2	-6	-14	29	7	12	-26	17

	YTD	31 Dec	31 Dec	31 Dec	31 Dec
Five years [NOK million]	2019	2018	2017	2016	2015
Net interest income	-9	-14	-15	-8	-3
Equities/ High Yield	100	195	152	97	69
Fixed Income	25	40	41	20	-25
Corporate	107	183	112	87	35
Foreign exchange/ interest rate derivatives	58	105	82	88	50
Asset Management	23	32	53	0	0
Other commission income	8	10	11	8	6
Total income	313	551	437	292	132
Total operating expenses	284	536	435	282	235
Ordinary operating profit	29	15	2	10	-103
Loss on loans, guarantees etc.	0	0	0	0	0
Result before tax	29	15	2	10	-103

Other subsidiaries

DeBank

A bank catering exclusively to small and medium-sized businesses that specialise in factoring. DeBank is headquartered in Trondheim. SpareBank 1 SMN is increasing its focus on small and medium-sized businesses and strengthening its offering in the factoring area through this acquisition.

Sparebank 1 Invest

The company's strategy is to carry out investments in regional start-ups, venture and private equity funds and to invest directly in growth companies with national/ international market potential in the same market area.

Property companies

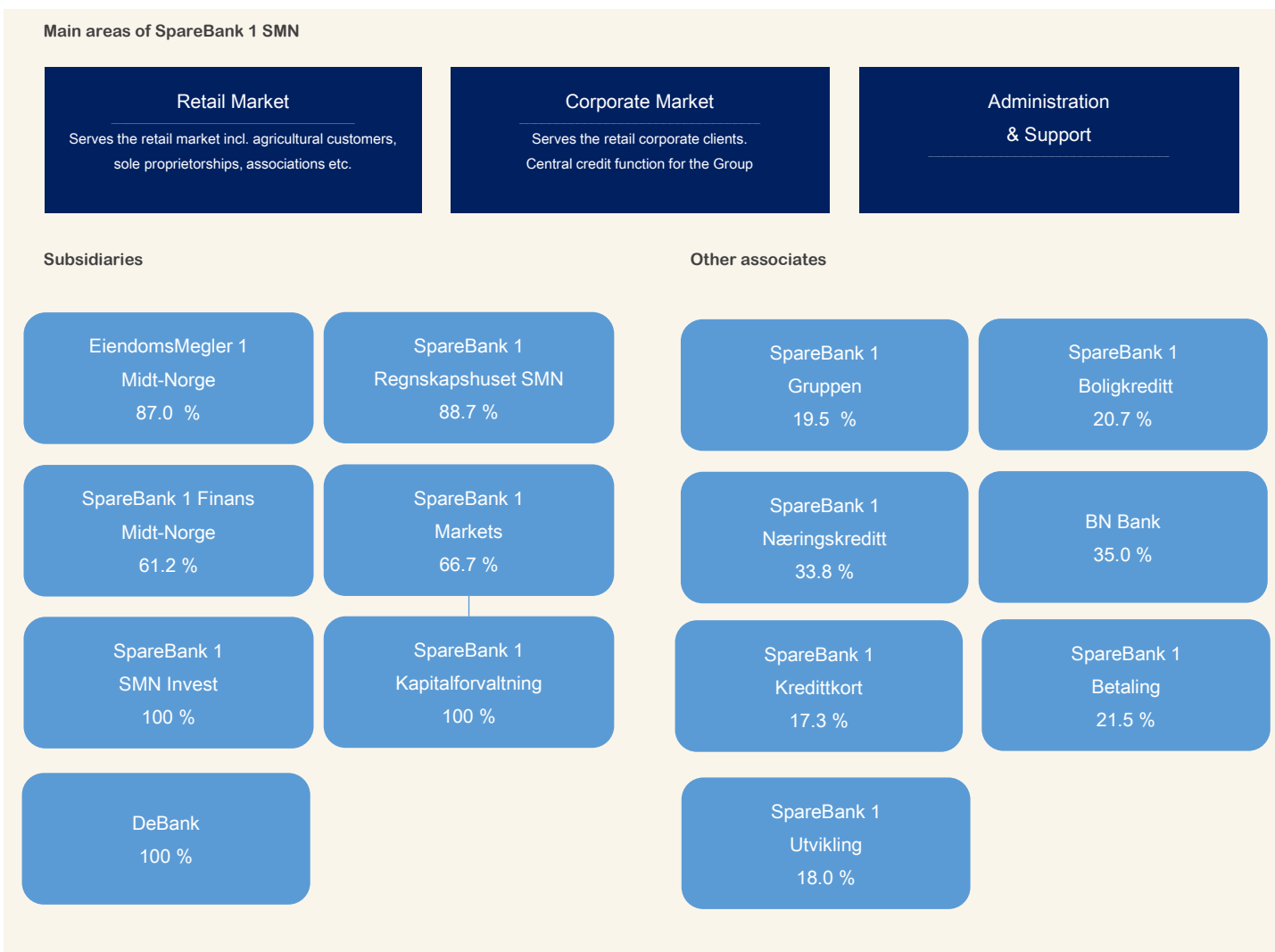
Their mission is to own, operate and develop property. Property companies: SpareBank 1 SMN Kvartalet, SpareBank 1 Bygget Steinkjer, St Olavs Plass 1 SMN, Jernbanegata 19 SMN, SpareBank 1 Bygget Trondheim, Bjerkeløkkja.

3 Appendix

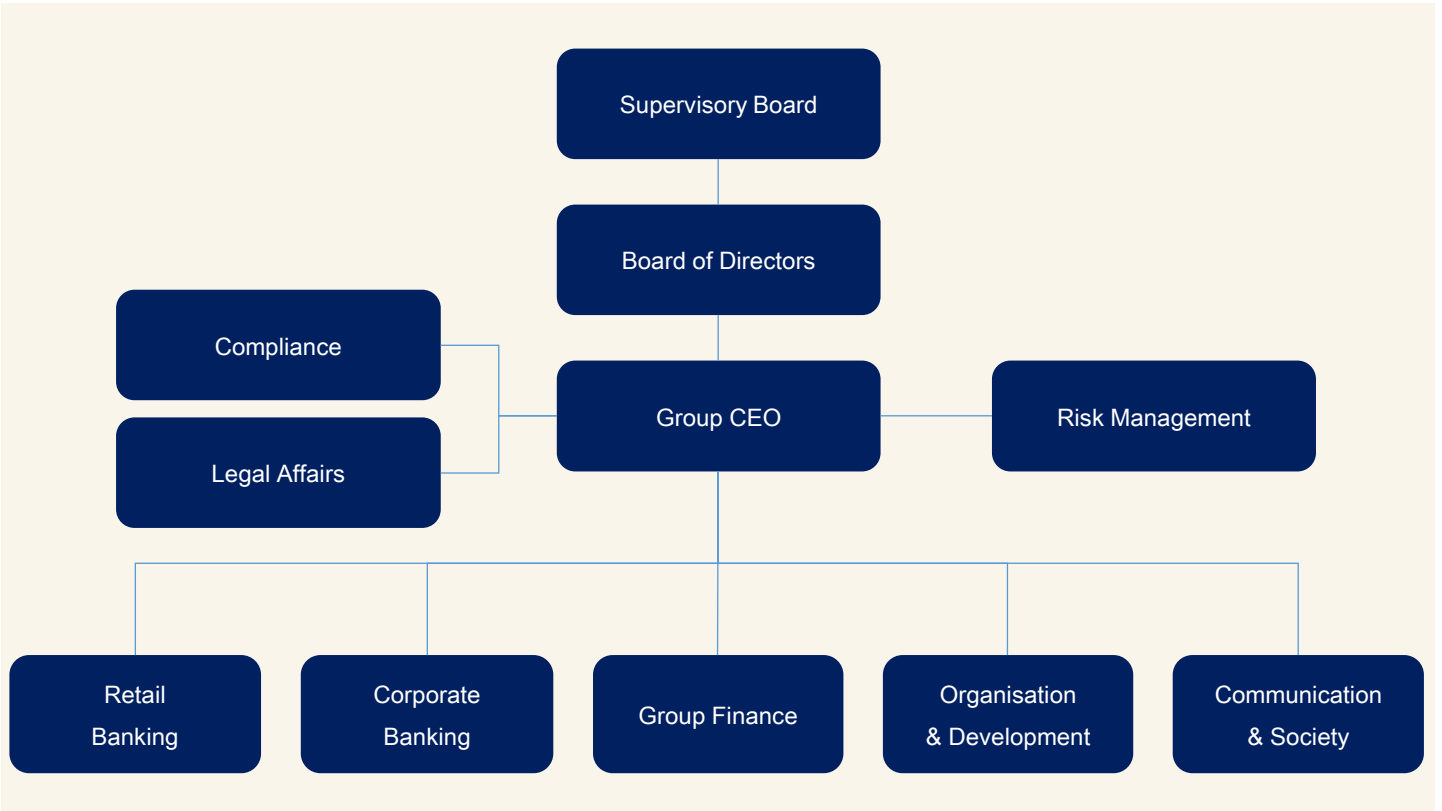
A1 Business description

SpareBank 1 SMN is the region's leading financial services group and one of six owners of the SpareBank 1 Alliance. Its head office is in Trondheim. SpareBank 1 SMN is a regional independent savings bank with a local footing. Through the SpareBank 1 Alliance and its own subsidiaries, SpareBank 1 SMN has secured access to competitive products in the fields of financing, savings and investment, insurance and payment services. The bank is organised under the following structure:

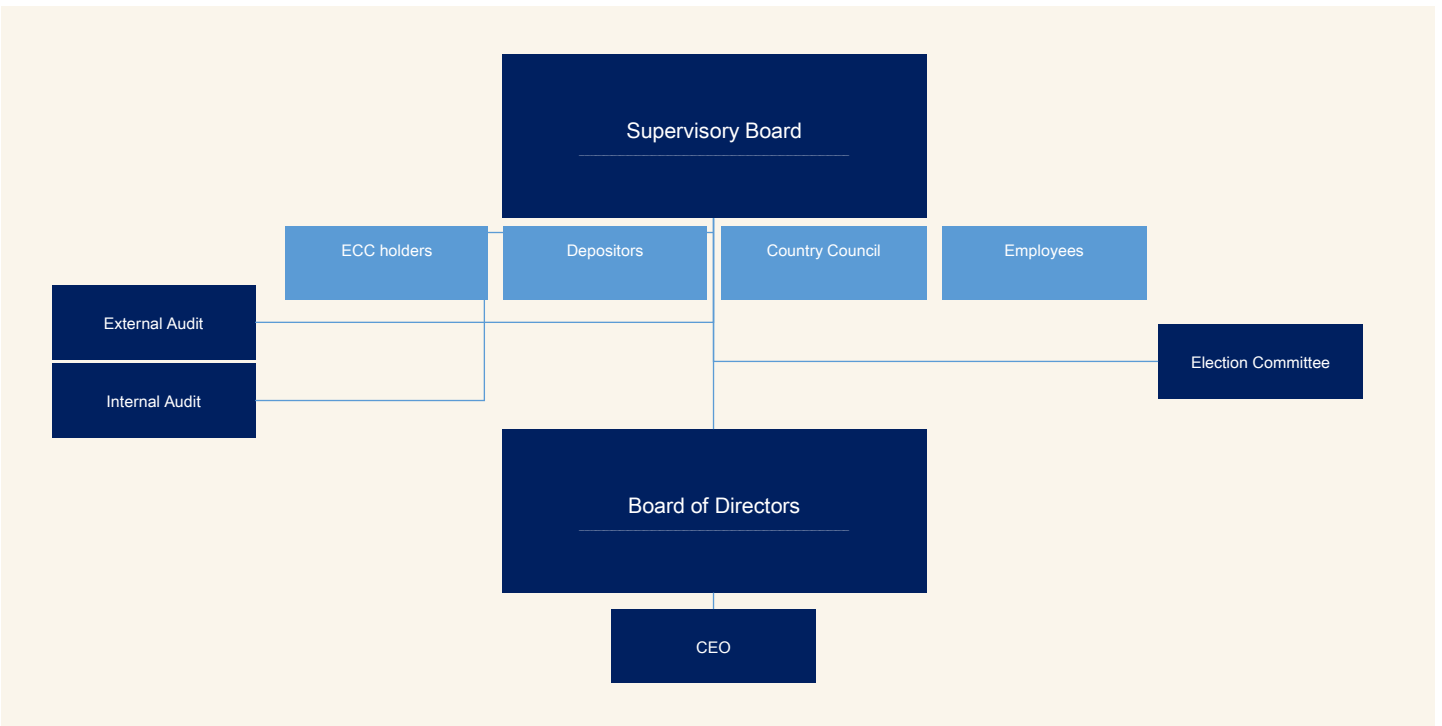
Financial Group SpareBank 1 SMN



Organisation of SpareBank 1 SMN

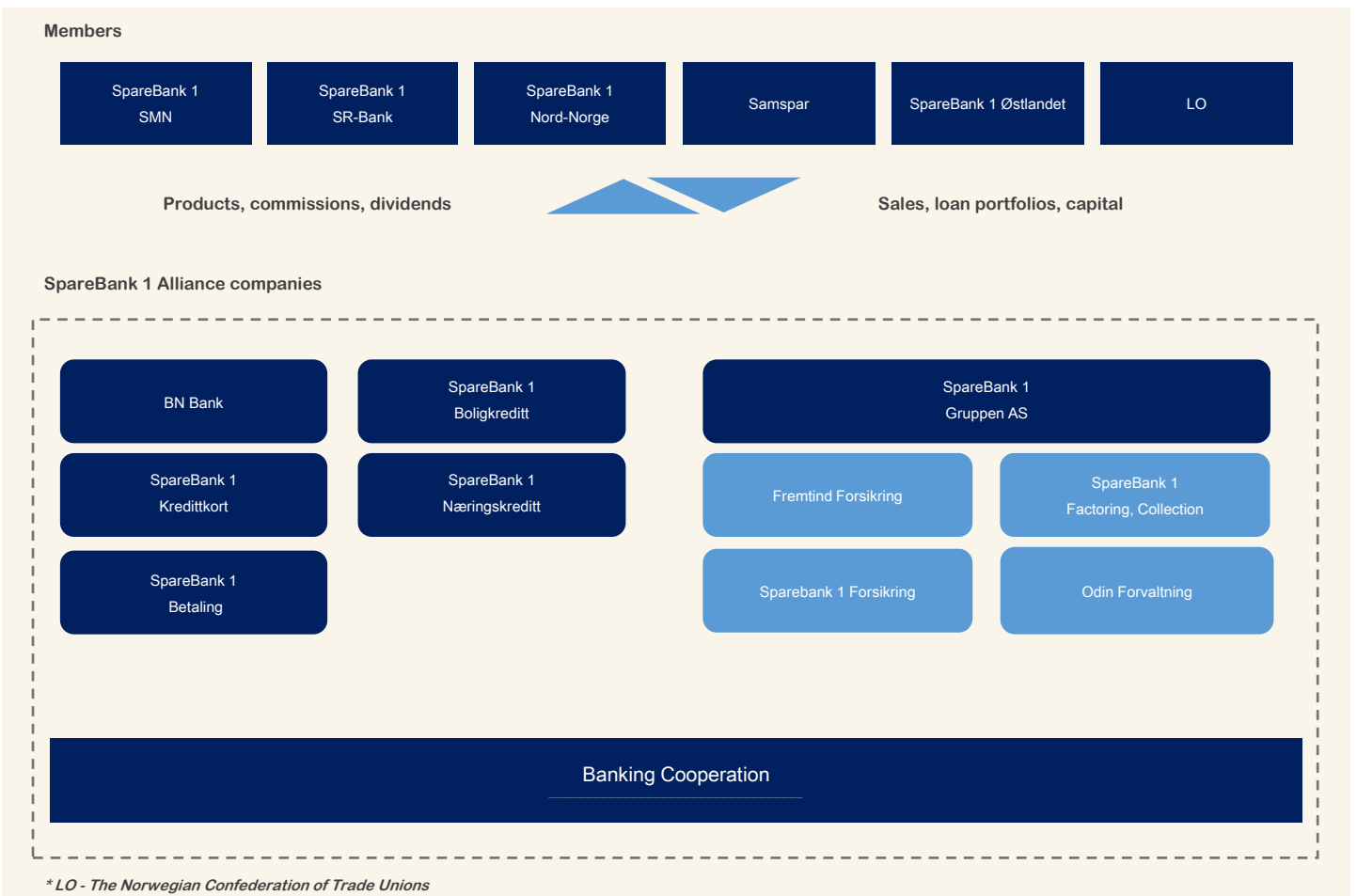


Overview of governing and control bodies



SpareBank 1 Alliance

SpareBank 1 SMN was one of the founding partners of the SpareBank 1 Alliance in 1996. The Alliance consists of closely cooperating saving banks, all of them being independent and locally anchored banks. The purpose of the SpareBank1 Alliance is for members to develop, procure and supply competitive financial services and products and to exploit economies of scale. The Alliance canalize a lot of its mutual interests through SpareBank1 Gruppen AS, a holding company of life and non-life insurance, mutual funds, a broker-dealer and other companies. The Alliance is the 2nd largest Norwegian financial group with wide distribution all over Norway.



A2 20 largest ECC holders

Owner	Number	Ownership in %
VPF Nordea Norge Verdi	4,760,884	3.67%
State Street Bank and Trust CO (nominee)	4,561,060	3.51%
Sparebankstiftelsen SMN	3,965,391	3.05%
VPF Odin Norge	3,542,919	2.73%
VPF Danske Invest Norske Aksjer Inst. II	3,291,149	2.53%
VPF Pareto Aksje Norge	2,543,777	1.96%
VPF Alfred Berg Gambak	2,401,892	1.85%
State Street Bank and Trust CO (nominee)	2,043,364	1.57%
JP Morgan Chase Bank (nominee)	2,003,561	1.54%
Handelsbanken Nordiska Småbolagsfond	1,776,137	1.37%
Forsvarets Personellservice	1,717,046	1.32%
Pareto Invest AS	1,663,036	1.28%
VPF Danske Invest Norske Aksjer Inst. I	1,607,592	1.24%
State Street Bank and Trust CO (nominee)	1,526,457	1.18%
VPF Nordea Kapital	1,449,741	1.12%
Morgan Stanley & Co. International	1,432,546	1.10%
J.P. Morgan Bank Luxembourg S.A.	1,416,584	1.09%
MP Pensjon PK	1,352,771	1.04%
VPF Nordea Avkastning	1,249,111	0.96%
VPF Eika Egenkapitalbevis	1,177,981	0.91%
Total 20 largest shareholders	45,482,999	35.03%
Others	84,353,444	64.97%
Total	129,836,443	100%

A3 ECC capital history

Year	Change	Change in ECC capital	Total ECC capital	No. of ECC's
1991	Placing	525	525	5,250,000
1992	Placing	75	600	6,000,000
2000	Employee placing	5	605	6,053,099
2001	Employee placing	5	610	6,099,432
2002	Employee placing	5	614	6,148,060
2004	Bonus Issue	154	768	7,685,075
2005	Placing	217	986	9,859,317
2005	Employee placing	24	1009	10,097,817
2005	Split	-	1009	40,391,268
2005	Bonus Issue	253	1262	50,489,085
2007	Dividend Issue	82	1344	53,752,203
2007	Employee placing	5	1349	53,976,003
2008	Dividend Issue	91	1440	57,603,748
2008	Employee placing	6	1447	57,861,806
2009	Bonus Issue	289	1736	69,434,167
2010	Placing	624	2360	94,397,474
2010	Employee placing	13	2373	94,905,286
2011	Issue	1	2373	94,930,286
2012	Placing	95	2468	123,407,456
2012	Employee placing	16	2484	124,218,466
2012	Private placement	112	2597	129,836,443

A4 CAD - methods for calculating minimum requirements

	Portfolio	Regulatory method
Credit risk	States - parent bank	Standardized approach
	Institutions - parent bank	Standardized approach
	Housing cooperatives, clubs and associations - parent bank	Standardized approach
	Enterprises - parent bank	Advanced IRB approach
	Mass market - parent bank	IRB - mass market (advanced)
	SpareBank 1 Finans Midt-Norge AS	Standardized approach
	SpareBank 1 SMN Invest	Standardized approach
	SpareBank 1 Allegro Kapitalforvaltning AS	Standardized approach
	Mass market - SpareBank 1 Boligkreditt AS	IRB - mass market (advanced)
	Enterprises - SpareBank 1 Næringskreditt AS	Standardized approach
	Enterprises - BN Bank AS	Advanced IRB approach
	Mass market - BN Bank AS	IRB - mass market (advanced)
	Credit risk	Equity risk - parent bank
Debt risk - parent bank		Standardized approach
Currency risk - parent bank		Standardized approach
Subsidiaries and part-owned companies		Standardized approach
Operational risk	SpareBank 1 SMN (parent bank)	Standardized approach
	Subsidiaries and part-owned companies	Basic Indicator Approach