

## Note 41 - Significant transactions with related companies

In this context 'related parties' means subsidiaries, associated companies, joint ventures and companies held for sale over which the Bank exercises substantial influence, as well as SpareBank 1 SMN Pensjonskasse (pension fund) and companies owned by the Bank's personal related parties. The Bank's outstanding accounts with employees and members of the Board of Directors are shown in note 8 on loans and advances to customers and note 22 on personnel expenses and emoluments to senior employees and elected officers. The opening balance may differ from the previous year's closing balance as the opening balance includes companies that during the fiscal year have been classified as related parties of the Bank.

Loans (NOK million)	Subsidiaries		Other related companies	
	2016	2015	2016	2015
Outstanding loans as at 1 Jan	3,951	3,265	4,541	1,662
Loans issued in the period	894	782	37	3,554
Repayments	65	0	431	197
<b>Outstanding loans as at 31 Dec</b>	<b>4,780</b>	<b>4,047</b>	<b>4,147</b>	<b>5,019</b>
Interest rate income	71	86	150	144
Bonds and subordinated loans as at 31 Dec	79	89	1,315	1,718
<b>Deposits (NOK million)</b>				
Deposits as at 1 Jan	1,079	1,235	1,932	2,476
Contribution received during the period	30,162	24,819	45,542	94,570
Withdrawals	29,827	24,975	43,643	95,004
<b>Deposits as at 31 Dec</b>	<b>1,413</b>	<b>1,079</b>	<b>3,831</b>	<b>2,042</b>
Interest rate expenses	21	24	9	11
Securities trading	-15	-	-213	468
Commission income SpareBank 1 Boligkreditt	-	-	250	326
Commission income SpareBank 1 Næringskreditt	-	-	12	8
Issued guarantees and amount guaranteed	110	137	91	35

\*)SpareBank 1 Markets have been consolidated in the Group accounts from second quarter 2015

### Loans and deposits

All loans and deposits for related parties are booked in the Parent Bank.

### Securities trading

SpareBank 1 SMN's subsidiaries Sparebank 1 Markets and Sparebank 1 Finans Midt- Norge AS carry out a large number of transactions with the Bank's related companies. Transactions are executed on an ongoing basis in the fixed income and forex area, payments transmission, bond trading etc. These transactions are part of ordinary bank operations and all agreements are contracted on market terms. Numbers above includes net investments in derivatives, bond transactions and deposits.

### Other transactions

SpareBank 1 SMN has signed supply agreements with several related companies in order to safeguard ordinary banking operations and further development of the SpareBank 1 Alliance. This includes development of data-technical solutions for alliance collaboration, commission from insurance and savings and investment products, administrative services, leasing of premises etc. The agreements are considered to be on market terms. In addition the Bank participates in increases of capital in related companies; see note 39 on investment in owner interests. The Group has in 2016 paid NOK 107 m in premium to SpareBank 1 SMN Pensjonskasse.