

Note 13 - Maximum credit risk exposure

The table below shows maximum exposure to credit risk for balance sheet components, including derivatives. Exposures are shown on a gross basis before collateral and permitted set-offs.

Parent Bank				
31 Dec 16 (NOK million)	Maximum exposure to credit risk	Collateral in property	Collateral in securities	Other collateral^{*)}
Assets				
Balances with central banks	236	-	-	-
Loans and advances to credit institutions	8,203	-	-	-
Loans and advances to customers	96,499	74,519	1,595	15,426
Securities - designated at fair value through profit/loss	17,861	-	-	9,809
Derivatives	4,812	-	-	3,360
Securities - available for sale	24	-	-	-
Earned income, not yet recieved	37	-	-	-
Accounts receivable, securities	20	-	-	-
Total assets	127,692	74,519	1,595	28,594
Liabilities				
Guarantee commitments and documentary credits	6,607	-	-	-
Unutilised credits	17,337	4,917	213	1,919
Loan approvals	1,720	-	-	-
Total liabilities	25,664	4,917	213	1,919
Total credit risk exposure	153,356	79,436	1,807	30,513
31 Dec 15 (NOK million)	Maximum exposure to credit risk	Collateral in property	Collateral in securities	Other collateral^{*)}
Assets				
Balances with central banks	3,153	-	-	-
Loans and advances to credit institutions	5,883	-	-	-
Loans and advances to customers	89,596	68,169	1,651	15,025
Securities - designated at fair value through profit/loss	16,013	-	-	7,437
Derivatives	7,606	-	-	4,726
Securities - available for sale	76	-	-	-
Earned income, not yet recieved	23	-	-	-
Accounts receivable, securities	3	-	-	-
Total assets	122,353	68,169	1,651	27,189
Liabilities				
Guarantee commitments and documentary credits	7,173	-	-	-
Unutilised credits	15,706	3,928	256	2,570
Loan approvals	1,513	-	-	-
Total liabilities	24,392	3,928	256	2,570
Total credit risk exposure	146,745	72,097	1,907	29,759

Group	Maximum exposure to credit risk	Collateral in property	Collateral in securities	Other collateral ^{*)}
31 Dec 16 (NOK million)				
Assets				
Balances with central banks	236	-	-	-
Loans and advances to credit institutions	3,892	-	-	-
Loans and advances to customers	101,354	74,519	1,595	20,312
Securities - designated at fair value through profit/loss	19,039	-	-	9,809
Derivatives	4,752	-	18	3,360
Securities - available for sale	60	-	-	-
Earned income, not yet recieved	63	-	-	-
Accounts receivable, securities	220	-	33	167
Total assets	129,616	74,519	1,645	33,648
Liabilities				
Guarantee commitments and documentary credits	6,607	-	-	-
Unutilised credits	17,523	4,917	213	1,919
Loan approvals	1,957	-	-	-
Other exposures	41	-	-	-
Total liabilities	26,128	4,917	213	1,919
Total credit risk exposure	155,744	79,436	1,858	35,598
31 Dec 15 (NOK million)				
Assets				
Balances with central banks	3,153	-	-	-
Loans and advances to credit institutions	2,407	-	-	-
Loans and advances to customers	93,415	68,169	1,651	15,025
Securities - designated at fair value through profit/loss	17,128	-	-	7,437
Derivatives	7,524	-	9	4,726
Securities - available for sale	108	-	-	-
Earned income, not yet recieved	39	-	-	-
Accounts receivable, securities	200	-	197	-
Total assets	123,974	68,169	1,857	27,189
Liabilities				
Guarantee commitments and documentary credits	7,173	-	-	-
Unutilised credits	15,858	3,928	256	2,570
Loan approvals	1,745	-	-	-
Other exposures	42	-	-	-
Total liabilities	24,818	3,928	256	2,570
Total credit risk exposure	148,792	72,097	2,112	29,759

^{*)} Other collateral includes cash, movables, ship and guarantees received. For covered bonds the cover pool comprises loans to customers in the company that has issued the bond.

The Bank's maximum credit exposure is shown in the above table. SpareBank 1 SMN provides wholesale banking services to BN Bank and the Samspar banks. In this connection a guarantee agreement has been established which assures full settlement for exposures connected to these agreements. The Bank has corresponding agreements with respect to the takeover of BN Bank's portfolio in Ålesund. The value of the guarantee agreements is not included in the tables above.

The collateral is measured at fair value, limited to maximum credit exposure for the individual counterparty.

Credit risk exposure related to financial assets distributed by geographical area

Parent Bank			Group	
31 Dec 2015	31 Dec 2016	(NOK million)	31 Dec 2016	31 Dec 2015
		Bank activities		
51,711	57,992	Sør-Trøndelag	54,776	49,177
25,585	28,986	Nord-Trøndelag	30,237	26,828
26,687	26,704	Møre og Romsdal	27,850	27,711
606	851	Sogn og Fjordane	1,084	649
1,070	997	Nordland	1,082	1,146
8,638	5,990	Oslo	6,398	9,098
6,813	6,475	Rest of Norway	7,797	7,469
1,941	2,664	Abroad	2,669	1,952
123,050	130,659	Total	131,893	124,032
		Financial instruments		
13,853	15,931	Norge	17,145	15,001
2,102	1,922	Europe/Asia	1,922	2,102
-	13	Oseania	13	-
133	19	North Amerika	19	133
7,606	4,812	Derivatives	4,752	7,524
23,695	22,697	Total	23,851	24,760
146,745	153,356	Total distributed by geographical area	155,744	148,792