

Note 4 - Segment information

Management have made an assessment of which business areas are deemed reportable based on form of distribution, products and customers. The primary reporting format takes as a starting point risk and yield profiles of various assets, and reporting is divided into private customers, (including independent business operators), the corporate market, capital markets and subsidiaries. The bank's own investing activities are not a separate segment and appear under the item "unallocated" together with activities which cannot be allocated to either private or business segments.

The Bank operates in a limited geographical area and reporting along the lines of geographic secondary segments provides little additional information.

Significant types of assets (loan) allocated geographically in a separate note under loans.

2012 (NOK million)	RM	CM	SpareBank 1 SMN Markets	Eiendoms- Megler 1	SpareBank 1 SMN Finans	Allegro Finans	SpareBank 1 SMN Regnskap	Unallocated 4)	Total
Profit and loss account									
Net interest	540	905	-21	5	118	1	0	-70	1,477
Allocated	11	98	4	-	-	-	-	-113	-
Total interest income	552	1,003	-18	5	118	1	0	-183	1,477
Net fee and commission income 1)	484	137	24	336	-14	11	100	61	1,139
Net return on financial investments 3)	1	34	87	-	-	-	2	342	467
Total income	1,037	1,174	93	341	104	12	102	220	3,083
Total operating expenses	653	399	94	265	40	15	88	98	1,654
Ordinary operating profit	384	775	-1	76	64	-4	14	122	1,430
Net losses on loans and guarantees 2)	1	45	-	-	7	-	-	5	58
Result before tax	383	731	-1	76	56	-4	14	117	1,371
Post-tax return on equity	22.6 %	13.8 %	-0.4 %						11.7 %

Return on equity in the retail market business, corporate market business and SpareBank 1 SMN Markets is calculated on the entity's capital employed over the year. From and including 2012, capital employed reflects the bank's goal of a tier 1 capital ratio of 11 per cent. This is also converted for 2011 to render the figures comparable.

Balance									
Loans and advances to customers	58,892	40,671	-	-	3,145	-	-	2,201	104,909
Adv. of this to Boligkredditt	-28,029	-976	-	-	-	-	-	-	-29,966
Individual allowance for impairment on loan	-28	-101	-	-	-15	-	-	-	-144
Group allowance for impairment on loan	-	-	-	-	-16	-	-	-278	-295
Other assets	391	873	-	70	-2,905	6	20	34,961	33,415
Total assets	31,225	40,467	-	70	208	6	20	35,924	107,919
Deposits to customers	22,440	27,064	-	-	-	29	14	2,705	52,252
Other liabilities and equity	8,784	13,403	-	70	208	-23	6	33,218	55,667
Total liabilities	31,225	40,467	-	70	208	6	20	35,924	107,919

2011 (NOK million)	RM	CM	SpareBank 1 SMN Markets	Eiendoms- Megler 1	SpareBank 1 SMN Finans	Allegro Finans	SpareBank 1 SMN Regnskap	Unallocated 4)	Total
Profit and loss account									
Net interest	511	782	10	5	94	1	-0	-11	1,391
Allocated	16	128	5	-	-	-	-	-149	-
Total interest income	527	910	15	5	94	1	-0	-160	1,391
Net fee and commission income 1)	337	133	24	308	-1	12	79	27	919
Net return on financial investments 3)	8	36	64	-0	-1	-	-	371	478
Total income	872	1,079	103	313	92	12	79	238	2,789
Total operating expenses	608	351	94	237	50	18	74	50	1,482
Ordinary operating profit	264	728	9	76	42	-5	5	189	1,306
Net losses on loans and guarantees 2)	7	5	-	-	15	-	-	-0	27
Result before tax	256	724	9	76	27	-5	5	189	1,279
Post-tax return on equity	16.8 %	13.9 %	3.4 %						12.8 %
Balance									
Loans and advances to customers	52,055	38,655	-	-	2,941	-	0	1,580	95,232
Adv. of this to Boligkreditt	-21,079	-257	-	-	-	-	-	-790	-22,126
Individual allowance for impairment on loan	-31	-120	-	-	-22	-	-	-	-172
Group allowance for impairment on loan	-	-	-	-	-16	-	-	-273	-290
Other assets	265	609	-	146	-2,461	17	18	30,216	28,812
Total assets	31,210	38,888	-	146	443	17	19	30,732	101,455
Deposits to customers	21,185	25,345	-	-	-	-	-	1,340	47,871
Other liabilities and equity	10,025	13,543	-	146	443	17	18	29,392	53,584
Total liabilities	31,210	38,888	-	146	443	17	19	30,733	101,455

1) A portion of the capital market incomes (Markets) is distributed on RM and CM.

2) Collectively assessed write-downs for the Parent Bank are not distributed on RM and CM under "Loss on loans and guarantees".

3) Specification of net return on financial investments:

(NOK million)	2012	2011
Incomes on ownership interests	264	290
Of which SpareBank 1 Gruppen	94	96
Of which BN Bank	72	89
Of which Bank 1 Oslo Akershus	26	15
Of which SpareBank 1 Boligkreditt	44	16
Of which SpareBank 1 Næringskreditt	8	9
Of which Polaris Media	-14	23
Capital gains and dividends on shares	21	101
Of which SpareBank 1 SMN Invest	-9	92
Capital gains on other securities	56	-10
Capital gain SpareBank 1 SMN Markets exc. shares	126	96
Net return on financial investments	467	478

4) "Unallocated" comprises the Bank's own investment activities which cannot be allocated to the Retail Division, Corporate Division, Markets or subsidiaries. It includes profit shares from associates and joint ventures, and the Bank's subsidiaries which are not reported as separate segments. See also note 38.