

## Note 11 - Losses on loans and guarantees

### Parent bank (NOK million)

Losses on loans and guarantees	2012			2011		
	RM	CM	Total	RM	CM	Total
Period's change in individual write-downs	-3	-19	-22	-	-36	-36
+ Period's change in collective write-downs	-	5	5	-10	10	-
+ Actual losses on loans previously written down	4	46	51	5	70	75
+ Confirmed losses on loans not previously written down	6	48	54	8	2	9
- Recoveries on previously written down loans, guarantees etc.	6	30	37	6	31	37
<b>Total</b>	<b>1</b>	<b>50</b>	<b>51</b>	<b>-3</b>	<b>15</b>	<b>12</b>

Individual write-downs	2012			2011		
	RM	CM	Total	RM	CM	Total
Individual write-downs to cover loss on loans, guarantees etc. at 01.01	31	120	151	31	155	186
- Confirmed losses in the period on loans, guarantees etc. not previously subject to individual write down	-4	-46	-50	-5	-69	-75
- Reversal of previous years' write downs	-4	-9	-13	-3	-23	-26
+ Increase in write-downs of commitments not previously subject to individual write down	1	3	4	6	50	56
+ Write-downs of loans not previously subject to individual write down	4	33	37	2	7	9
<b>Individual write downs to cover loss on loans, guarantees etc at 31.12</b>	<b>28</b>	<b>101</b>	<b>129</b>	<b>31</b>	<b>120</b>	<b>151</b>

Collective write-downs	2012			2011		
	RM	CM	Total	RM	CM	Total
Collective write-downs to cover loss on loans, guarantees at 01.01	73	200	273	83	190	273
Period's collective write down to cover loss on loans, guarantees etc	-	5	5	-10	10	-
<b>Collective write-down to cover loss on loans and guarantees at 31.12</b>	<b>73</b>	<b>205</b>	<b>278</b>	<b>73</b>	<b>200</b>	<b>273</b>

Losses specified by sector and industry	2012	2011
Agriculture, forestry, fisheries and hunting	1	-0
Fish farming	13	5
Industry and mining	1	0
Building and construction, power and water supply	10	-0
Wholesale and retail trade; hotel og restaurant industry	-0	1
Other transport and communication	5	2
Financing, property management and business services	12	-1
Abroad and others	-	-
Private sector	4	6
Collective write-downs, corporate	5	10
Collective write-downs, retail	-	-10
<b>Losses on loans to customers</b>	<b>51</b>	<b>12</b>

Non-performing more than 90 days and potential problem loans	2012	2011
Non-performing loans	298	272
- Individual write-downs	72	73
<b>Net non-performing loans</b>	<b>226</b>	<b>199</b>
Potential problem loans	119	191
- Individual write-downs	57	77
<b>Net potential problem loans</b>	<b>63</b>	<b>113</b>

Interest taken to income on defaulted and doubtful exposures totals NOK 26 million for the Parent bank.

The realisable value of the collateral backing individually written-down loans totals NOK 116 millions for the Parent bank at 31 December 2012.

**Group (NOK million)**

	2012			2011		
	RM	CM	Total	RM	CM	Total
<b>Losses on loans and guarantees</b>						
Period's change in individual write-downs	-5	-23	-28	-2	-49	-51
+ Period's change in collective write-downs	-	5	5	-10	10	-
+ Actual losses on loans previously written down	8	54	63	7	84	91
+ Confirmed losses on loans not previously written down	7	50	57	11	14	25
- Recoveries on previously written down loans, guarantees etc.	6	32	38	6	33	39
<b>Total</b>	<b>4</b>	<b>55</b>	<b>58</b>	<b>0</b>	<b>27</b>	<b>27</b>

	2012			2011		
	RM	CM	Total	RM	CM	Total
<b>Individual write-downs</b>						
Individual write-downs to cover loss on loans, guarantees etc. at 01.01	36	136	172	31	191	222
- Confirmed losses in the period on loans, guarantees etc. not previously subject to individual write down	-8	-54	-62	-5	-85	-90
- Reversal of previous years' write-downs	-4	-9	-13	-3	-25	-28
+ Increase in write-downs of commitments not previously subject to individual write down	1	3	4	6	51	57
+ Write-downs of loans not previously subject to individual write down	6	37	43	2	10	12
<b>Individual write-downs to cover loss on loans, guarantees etc at 31.12</b>	<b>31</b>	<b>113</b>	<b>144</b>	<b>31</b>	<b>142</b>	<b>172</b>

	2012			2011		
	RM	CM	Total	RM	CM	Total
<b>Collective write-downs</b>						
Collective write-downs to cover loss on loans, guarantees at 01.01	77	213	290	87	203	290
Period's collective write-downs to cover loss on loans, guarantees etc	-	5	5	-10	10	-
<b>Collective write-downs to cover loss on loans and guarantees at 31.12</b>	<b>77</b>	<b>218</b>	<b>295</b>	<b>77</b>	<b>213</b>	<b>290</b>

	2012	2011
<b>Losses specified by sector and industry</b>		
Agriculture, forestry, fisheries and hunting	1	1
Fish farming	13	5
Industry and mining	0	1
Building and construction, power and water supply	12	4
Wholesale and retail trade; hotel og restaurant industry	0	2
Other transport and communication	8	4
Financing, property management and business services	13	2
Abroad and others	-	-
Private sector	6	8
Collective write-downs, corporate	5	10
Collective write-downs, retail	-	-10
<b>Losses on loans to customers</b>	<b>58</b>	<b>27</b>

	2012	2011
<b>Non-performing more than 90 days and potential problem loans</b>		
Non-performing loans	374	338
- Individual write-downs	83	89
<b>Net non-performing loans</b>	<b>291</b>	<b>249</b>
Potential problem loans	143	204
- Individual write-downs	62	83
<b>Net potential problem loans</b>	<b>81</b>	<b>121</b>

Interest taken to income on defaulted and doubtful exposures totals NOK 51 million for the Group.

The realisable value of the collateral backing individually written-down loans totals NOK 144 million for the Group at 31 December 2012.