

Note 4 - Segment information

The Bank was reorganised as from 1 January 2013. The corporate market segment is split up and reports as two separate segments: Group Customers and Small and Mid-size Enterprises. Historical data have not been reworked since these are difficult to reconstruct at a sufficiently precise level. Thus, for comparison purposes, Group Customers and SMEs must be viewed collectively in relation to 2012. In organisation terms, SMEs are a part of Offices which also handles Retail Customers.

Since Allegro accounts for a very limited part of the Group's profits, it is no longer reported on as a separate segment that is added in the column for "others". As from second quarter 2013 the joint ventures SpareBank 1 Gruppen and BN Bank are being treated as separate segments. The rationale is that each of these entities accounts for a substantial portion of the consolidated profit while at the same time being of significance in the capital requirement context. Consequently the companies receive much focus in the Group's internal corporate governance. As from the third quarter of 2013 companies held for sale are reported under the Corporate Customer segment. For 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.

Group 2013												
Profit and loss account (NOK million)			Group Corporates				SB1 Regnskaps-huset SMN		SB1 Gruppen	BN Bank	Un-collated	Total
	RM	SME		Markets	EM1	SB1 Finans MN	SB1	BN				
Net interest	630	284	695	5	7	118	-0	-	-	-122	1,616	
Interest from allocated capital	11	3	34	-1	-	-	-	-	-	-47	-	
Total interest income	641	286	729	4	7	118	-0	-	-	-170	1,616	
Commission income and other income	704	79	91	29	368	-3	133	-	-	62	1,463	
Net return on financial investments **)	1	1	49	40	-	0	-0	210	91	141	531	
Total income *)	1,346	366	869	73	375	116	132	210	91	33	3,610	
Total operating expenses	641	156	257	85	314	45	118	-	-	103	1,722	
Ordinary operating profit	705	210	612	-13	61	70	14	210	91	-71	1,888	
Loss on loans, guarantees etc.	6	5	71	-	-	20	-	-	-	-1	101	
Result before tax including held for sale	699	205	541	-13	61	51	14	210	91	-70	1,788	
Post-tax return on equity	38.7 %	29.4 %	12.8 %								13.3 %	
Balance (NOK million)												
Loans and advances to customers	63,518	9,055	31,920	-	-	3,291	-	-	-	4,255	112,038	
Adv. of this to SB1 Boligkreditt and SB1 Næringskreditt	-30,204	-421	-1,110	-	-	-	-	-	-	-	-31,735	
Individual allowance for impairment on loan	-28	-15	-122	-	-	-23	-	-	-	15	-173	
Group allowance for impairment on loan	-73	-30	-175	-	-	-16	-	-	-	-0	-295	
Other assets	501	35	306	-	291	12	105	1,113	1,188	31,975	35,525	
Total assets	33,713	8,623	30,818	-	291	3,264	105	1,113	1,188	36,245	115,360	
Deposits to customers	24,185	8,734	21,544	-	-	-	-	-	-	1,611	56,074	
Other liabilities and equity	9,528	-111	9,274	-	291	3,264	105	1,113	1,188	34,634	59,286	
Total liabilities and equity	33,713	8,623	30,818	-	291	3,264	105	1,113	1,188	36,245	115,360	

Group 2012

Profit and loss account (NOK million)						SB1	SB1	BN	Un-	Total
	RM	CM	Markets	EM1	Finans MN	Regnskaps -huset SMN	SB1 Gruppen	Bank	collated	
Net interest	540	905	-21	5	108	3	-	-	-62	1,477
Interest from allocated capital	11	98	4	-	-	-	-	-	-113	-
Total interest income	552	1,003	-18	5	108	3	-	-	-175	1,477
Commission income and other income	484	137	24	380	-3	105	-	-	13	1,139
Net return on financial investments (**)	1	68	87	-	-1	-	94	72	145	467
Total income *)	1,037	1,207	93	385	104	107	94	72	-17	3,084
Total operating expenses	653	399	94	309	40	93	-	-	66	1,654
Ordinary operating profit	384	809	-1	76	65	14	94	72	-82	1,430
Loss on loans, guarantees etc.	1	45	-	-	9	-	-	-	4	58
Result before tax including held for sale	383	764	-1	76	56	14	94	72	-86	1,371
Post-tax return on equity	22.6 %	14.4 %	-0.4 %							11.7 %
Balance (NOK million)										
Loans and advances to customers	58,892	40,671	-	-	3,146	-	-	-	2,200	104,909
Adv. of this to SpareBank 1 Boligkreditt	-28,029	-976	-	-	-	-	-	-	-960	-29,966
Individual allowance for impairment on loan	-28	-101	-	-	-15	-	-	-	-0	-144
Group allowance for impairment on loan	-	-	-	-	-16	-	-	-	-278	-295
Other assets	391	1,061	-	299	19	68	1,064	1,095	29,474	33,471
Total assets	31,225	40,655	-	299	3,133	68	1,064	1,095	30,436	107,975
Deposits to customers	22,440	27,064	-	-	-	-	-	-	2,747	52,252
Other liabilities and equity	8,784	13,591	-	299	3,133	68	1,064	1,095	27,688	55,723
Total liabilities and equity	31,225	40,655	-	299	3,133	68	1,064	1,095	30,436	107,975

*) A portion of capital market income (Markets) is distributed on RM and CM

**) Specification of net return on financial investments (NOK million)	2013	2012
Capital gains/dividends, shares	114	24
Bonds and derivatives	-40	57
SpareBank 1 SMN Markets	73	126
Net return on financial investments	147	207
SpareBank 1 Gruppen	210	94
SpareBank 1 Boligkreditt	40	44
SpareBank 1 Næringskreditt	8	8
BN Bank	91	72
Other jointly controlled companies	36	42
Income from investment in related companies	384	260
Total	531	467