

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				
	Maximum exposure to credit risk	Collateral in property	Collateral in securities	Other collateral *)
31 Dec 15 (NOK million)				
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
31 Dec 14 (NOK million)				
Assets				
Balances with central banks	4,498	-	-	-
Loans and advances to credit institutions	4,364	-	-	-
Loans and advances to customers	86,478	64,351	2,015	13,656
Securities - designated at fair value through profit/loss	14,430	-	-	5,049
Derivatives	7,972	-	-	4,402
Securities - available for sale	4	-	-	-
Earned income, not yet recieved	31	-	-	-
Accounts receivable, securities	8	-	-	-
Total assets	117,784	64,351	2,015	23,107
Liabilities				
Guarantee commitments and documentary credits	5,126	-	-	-
Unutilised credits	10,284	2,616	83	1,719
Loan approvals	1,230	-	-	-
Total liabilities	16,640	2,616	83	1,719
Total credit risk exposure	134,424	66,967	2,098	24,826

Group	Maximum exposure to credit risk	Collateral in property	Collateral in securities	Other collateral ^{*)}
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 received	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
31 Dec 14 (NOK million)				
Assets				
Balances with central banks	4,498	-	-	-
Loans and advances to credit institutions	1,289	-	-	-
Loans and advances to customers	90,112	64,351	2,015	16,942
Securities - designated at fair value through profit/loss	14,850	-	-	5,049
Derivatives	7,877	-	-	4,402
Securities - available for sale	35	-	-	-
Earned income, not yet received	39	-	-	-
Accounts receivable, securities	8	-	-	-
Total assets	118,707	64,351	2,015	26,394
Liabilities				
Guarantee commitments and documentary credits	5,126	-	-	-
Unutilised credits	10,311	2,616	83	1,736
Loan approvals	1,319	-	-	-
Other exposures	38	-	-	-
Total liabilities	16,794	2,616	83	1,736
Total credit risk exposure	135,501	66,967	2,098	28,129

^{*)} 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 Group'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 Group 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 2014	31 Dec 2015	(NOK million)	31 Dec 2015	31 Dec 2014
		Bank activities		
44,984	51,711	Sør-Trøndelag	49,177	41,646
24,387	25,585	Nord-Trøndelag	26,828	24,359
24,824	26,687	Møre og Romsdal	27,711	24,727
1,210	606	Sogn og Fjordane	649	1,209
1,429	1,070	Nordland	1,146	1,425
7,411	8,638	Oslo	9,098	11,622
7,130	6,813	Rest of Norway	7,469	7,133
642	1,941	Abroad	1,952	619
112,017	123,050	Total	124,032	112,740
		Financial instruments		
13,969	13,853	Norway	15,001	14,420
340	2,102	Europe/Asia	2,102	340
125	133	USA	133	125
7,972	7,606	Derivatives	7,524	7,877
22,406	23,695	Total	24,760	22,762
134,424	146,745	Total distributed by geographical area	148,792	135,501