

## Note 41 - Significant transactions with related companies

In this context 'related parties' means subsidiaries, associated companies, joint ventures and companies held for sale over which the Bank exercises substantial influence, as well as SpareBank 1 SMN Pensjonskasse (pension fund) and companies owned by the Bank's personal related parties. The Bank's outstanding accounts with employees and members of the Board of Directors are shown in note 8 on loans and advances to customers and note 22 on personnel expenses and emoluments to senior employees and elected officers. The opening balance may differ from the previous year's closing balance due to changes in which companies classified as related parties of the Bank during the period.

Loans (NOK million)	Subsidiaries		Other related companies	
	31 Dec 2017	31 Dec 2016	31 Dec 2017	31 Dec 2016
Outstanding loans as at 1 Jan	4,780	3,951	4,049	4,541
Loans issued in the period	1,445	894	515	37
Repayments	317	65	3	431
<b>Outstanding loans as at 31 Dec</b>	<b>5,909</b>	<b>4,780</b>	<b>4,561</b>	<b>4,147</b>
Interest rate income	119	71	121	150
Bonds and subordinated loans as at 31 Dec	2,033	79	4,759	1,315
<b>Deposits (NOK million)</b>				
Deposits as at 1 Jan	1,158	1,079	3,950	1,932
Contribution received during the period	30,304	30,162	53,459	45,542
Withdrawals	30,514	29,827	55,346	43,643
<b>Deposits as at 31 Dec</b>	<b>947</b>	<b>1,413</b>	<b>2,063</b>	<b>3,831</b>
Interest rate expenses	14	21	14	9
Securities trading	25	-15	468	-213
Commission income SpareBank 1 Boligkreditt	-	-	322	250
Commission income SpareBank 1 Næringskreditt	-	-	17	12
Issued guarantees and amount guaranteed	110	110	89	91

### Loans and deposits

All loans and deposits for related parties are booked in the Parent Bank.

### Securities trading

SpareBank 1 SMN's treasury department and subsidiary SpareBank 1 Markets, through outsourced business, carry out a large number of transactions with the Bank's related companies. Transactions are executed on an ongoing basis in the fixed income and forex area, payments transmission, bond trading etc. These transactions are part of ordinary bank operations and all agreements are contracted on market terms. Numbers above includes net investments in derivatives, bond transactions and deposits.

### Other transactions

SpareBank 1 SMN has signed supply agreements with several related companies in order to safeguard ordinary banking operations and further development of the SpareBank 1 Alliance. This includes development of data-technical solutions for alliance collaboration, commission from insurance and savings and investment products, administrative services, leasing of premises etc. The agreements are considered to be on market terms. In addition the Bank participates in increases of capital in related companies; see note 39 on investment in owner interests.