

Note 5 - Segment information

For the subsidiaries the figures refer to the respective company accounts, while for associates and 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 31 December 2018

| Profit and loss account (NOK million) | SB1 | | | | | | | | | |
|--|---------------|---------------|--------------|--------------|---------------|---------------------|--------------|--------------|---------------|----------------|
| | RM | CM | SB1 Markets | EM 1 | SB1 Finans MN | Regnskaps-huset SMN | SB1 Gruppen | BN Bank | Uncollated | Total |
| Net interest | 1,056 | 981 | -14 | -1 | 275 | -0 | - | - | 105 | 2,403 |
| Interest from allocated capital | 177 | 129 | - | - | - | - | - | - | -306 | - |
| Total interest income | 1,234 | 1,110 | -14 | -1 | 275 | -0 | - | - | -201 | 2,403 |
| Commission income and other income | 793 | 202 | 460 | 497 | 62 | 444 | - | - | -282 | 2,177 |
| Net return on financial investments **) | 0 | 17 | 105 | - | - | - | 289 | 92 | 255 | 757 |
| Total income | 2,027 | 1,329 | 551 | 496 | 337 | 444 | 289 | 92 | -228 | 5,337 |
| Total operating expenses | 804 | 373 | 536 | 519 | 155 | 373 | - | - | -137 | 2,624 |
| Ordinary operating profit | 1,223 | 956 | 15 | -23 | 182 | 71 | 289 | 92 | -92 | 2,713 |
| Loss on loans, guarantees etc. | 17 | 212 | - | - | 34 | - | - | - | 0 | 263 |
| Result before tax | 1,206 | 744 | 15 | -23 | 149 | 71 | 289 | 92 | -92 | 2,450 |
| Return on equity*) | 13.2 % | 11.3 % | | | | | | | | 12.2 % |
| Balance | | | | | | | | | | |
| Loans and advances to customers | 112,723 | 40,548 | - | - | 7,760 | - | - | - | -714 | 160,317 |
| Adv. of this sold to SB1 Boligkreditt and SB1 Næringskreditt | -38,189 | -1,656 | - | - | - | - | - | - | 0 | -39,844 |
| Allowance for credit losses | -103 | -594 | - | - | -45 | - | - | - | -2 | -744 |
| Other assets | 121 | 4,261 | 2,258 | 1,114 | 9 | 394 | 1,569 | 1,238 | 30,012 | 40,975 |
| Total assets | 74,552 | 42,560 | 2,258 | 1,114 | 7,723 | 394 | 1,569 | 1,238 | 29,296 | 160,704 |
| Deposits to customers | 40,046 | 39,236 | - | - | - | - | - | - | 1,333 | 80,615 |
| Other liabilities and equity | 34,506 | 3,324 | 2,258 | 1,114 | 7,723 | 394 | 1,569 | 1,238 | 27,963 | 80,089 |
| Total liabilities and equity | 74,552 | 42,560 | 2,258 | 1,114 | 7,723 | 394 | 1,569 | 1,238 | 29,296 | 160,704 |

Group 31 December 2017

| Profit and loss account (NOK million) | SB1 | | | | | | | | | | Total |
|--|---------------|---------------|--------------|------------|---------------------|----------------------------|----------------|--------------|---------------|--|----------------|
| | RM | CM | Markets | EM 1 | SB1 Finans MN | Regnskaps- huset SMN | SB1 Gruppen | BN Bank | Uncollated | | |
| Net interest | 993 | 977 | -15 | 3 | 228 | -1 | - | - | 38 | | 2,225 |
| Interest from allocated capital | 144 | 131 | - | - | - | - | - | - | -274 | | - |
| Total interest income | 1,137 | 1,108 | -15 | 3 | 228 | -1 | - | - | -236 | | 2,225 |
| Commission income and other income | 789 | 199 | 369 | 473 | 55 | 377 | - | - | -257 | | 2,005 |
| Net return on financial investments **) | 0 | 9 | 82 | -0 | - | - | 349 | 94 | 226 | | 760 |
| Total income | 1,926 | 1,315 | 437 | 477 | 283 | 376 | 349 | 94 | -269 | | 4,988 |
| Total operating expenses | 794 | 365 | 435 | 474 | 137 | 315 | - | - | -152 | | 2,369 |
| Ordinary operating profit | 1,132 | 950 | 2 | 3 | 146 | 61 | 349 | 94 | -116 | | 2,621 |
| Loss on loans, guarantees etc. | 5 | 318 | - | - | 18 | - | - | - | -0 | | 341 |
| Result before tax | 1,127 | 632 | 2 | 3 | 128 | 61 | 349 | 94 | -116 | | 2,279 |
| Return on equity*) | 16.6 % | 10.5 % | | | | | | | | | 11.5 % |
| Balance | | | | | | | | | | | |
| Loans and advances to customers | 103,131 | 39,482 | - | - | 6,740 | - | - | - | -569 | | 148,784 |
| Adv. of this sold to SpareBank 1 Boligkreditt | -35,047 | -1,666 | - | - | - | - | - | - | 0 | | -36,713 |
| Individual allowance for impairment on loan | -22 | -729 | - | - | -12 | - | - | - | -2 | | -765 |
| Group allowance for impairment on loan | -90 | -218 | - | - | -24 | - | - | - | -15 | | -347 |
| Other assets | 168 | 4,141 | 2,242 | 612 | 20 | 323 | 1,569 | 1,149 | 32,070 | | 42,295 |
| Total assets | 68,141 | 41,010 | 2,242 | 612 | 6,724 | 323 | 1,569 | 1,149 | 31,483 | | 153,254 |
| Deposits to customers | 37,182 | 38,719 | - | - | - | - | - | - | 574 | | 76,476 |
| Other liabilities and equity | 30,959 | 2,290 | 2,242 | 612 | 6,724 | 323 | 1,569 | 1,149 | 30,909 | | 76,778 |
| Total liabilities and equity | 68,141 | 41,010 | 2,242 | 612 | 6,724 | 323 | 1,569 | 1,149 | 31,483 | | 153,254 |

*) Calculation of capital employed in Retail Banking and Corporate Banking is based on regulatory capital. This capital is grossed up to 15.0 percent to be in line with the capital plan per 31 December 2018

| | 31 Dec 2018 | 31 Dec 2017 |
|--|----------------|----------------|
| **) Specification of net return on financial investments (NOK million) | | |
| Dividends | 8 | 6 |
| Capital gains shares (incl dividends) | 96 | 62 |
| Gain/(loss) on derivatives | 187 | 124 |
| Gain/(loss) on other financial instruments at fair value (FVO) | 10 | 7 |
| Foreign exchange gain/(loss) | 63 | 45 |
| Gain/(loss) on certificates and bonds | -77 | 58 |
| Gains/(Loss) on shares and share derivatives at SpareBank 1 Markets | 58 | 43 |
| Gain/(loss) on financial instruments related to hedging ***) | -4 | -22 |
| Net return on financial instruments | 334 | 317 |
| SpareBank 1 Gruppen | 289 | 349 |
| SpareBank 1 Boligkreditt | -7 | -41 |
| SpareBank 1 Næringskreditt | 15 | 19 |
| BN Bank | 97 | 98 |
| SpareBank 1 Kredittkort | 23 | 15 |
| SpareBank 1 Betaling | -12 | -14 |
| Other companies | 12 | 12 |
| Income from investment in associates and joint ventures | 416 | 437 |
| Total net return on financial investments | 757 | 760 |

| | 31 Dec 2018 | 31 Dec 2017 |
|---|----------------|----------------|
| ***) Specification of gain/loss related to hedge accounting | | |
| Changes in fair value on hedging instrument | -46 | -214 |
| Changes in fair value on hedging item | 42 | 192 |
| Net Gain or Loss from hedge accounting | -4 | -22 |