

## Note 37 - Other debt and liabilities

Parent Bank			Group	
31 Dec 18	31 Dec 19	Other debt and recognised liabilities (NOK million)	31 Dec 19	31 Dec 18
84	48	Deferred tax	115	147
389	475	Payable tax	546	448
10	10	Capital tax	10	10
30	76	Accruals	455	413
115	127	Provisions	127	115
148	100	Tapsavsetninger garantier	100	148
21	16	Pension liabilities	16	21
-	347	Lease liabilities	505	-
97	68	Drawing debt	68	97
11	6	Creditors	57	66
699	9	Debt from securities	197	809
-	-	Equity instruments	244	31
288	287	Other	401	366
<b>1,892</b>	<b>1,570</b>	<b>Total other debt and recognised liabilities</b>	<b>2,841</b>	<b>2,670</b>
		<b>Other liabilities, not recognised</b>		
2,478	2,904	Credit limits, trading	3,059	2,556
-	-	Other commitments	38	73
<b>2,478</b>	<b>2,904</b>	<b>Total other commitments</b>	<b>3,097</b>	<b>2,629</b>
<b>4,370</b>	<b>4,474</b>	<b>Total commitments</b>	<b>5,937</b>	<b>5,299</b>

### Collateral

As from 1 March 2017 the bank is required under the European market infrastructure regulation (EMIR) to have in place a CSA with daily exchange of margin collateral etc. with all financial counterparties with which the bank deals domiciled (inter alia) in an EU member state. The Emir regulation regulates OTC derivatives and entails inter alia that SpareBank 1 SMN will be entitled to clear certain derivatives transactions through a central counterparty. This applies to interest rate derivatives in the major currencies Euro, US dollar, British pound, Japanese yen, Norwegian kroner, Swedish kronor and Polish zloty. Derivatives are cleared through London Clearing House as central counterparty where cash is the only collateral at present. SpareBank 1 SMN is not a direct member of London Clearing House, but has entered an agreement with Commerzbank as clearing broker. The bank has also entered an agreement with SEB as clearing broker.

SpareBank 1 Markets clears ordinary share trades executed at Oslo Børs through CCP settlements. The company is a direct clearing member of SIX X-Clear. The company furnishes cash as collateral for the daily margin payments.

SpareBank 1 SMN is registered as a GCM member of NASDAQ OMX Clearing AB. The bank offers customers clearing representation related to their trade in electricity and salmon derivatives on NASDAQ OMX Oslo ASA and Fish Pool ASA. Clearing representation entails that the bank substitutes itself in the place of the client as counterparty to NASDAQ OMX Clearing AB and takes on the obligation towards NASDAQ to furnish margin collateral and to execute settlement of contracts and pay charges. For the bank's exposure as a GCM, clients will furnish collateral in the form of a deposit of cash and/or encumbrance of other assets.

Parent Bank			Group		
Cash deposit	Securities	Total Securities pledged	Total	Securities	Cash deposit
1,283	245	1,528	1,543	245	1,298
1,827	245	2,072	2,088	245	1,843
561	-	561	589	-	589
955	-	955	982	-	982

### Ongoing lawsuits

The Group is not involved in legal disputes considered to be of substantial significance for the Group's financial position. No provision for loss has been made as of 31 December 2019.

**Provisions**

The group has made provisions for pension liabilities, see note 23, specified losses on guarantees, see note 11, restructuring and gifts.

The provision for restructuring is made based on the downsizing plan. Provision on gifts is the part of previous year's profit to be allocated to non-profit causes. More on this topic in the section corporate social responsibility.

<b>Parent Bank/Group (NOK million)</b>	<b>Pension liabilities</b>	<b>Restructuring provision</b>	<b>Gifts</b>
Provisions at 1 Jan 2019	21	21	94
Additional provisions in the period	-	-	80
Amounts used in the period	-3	-15	-53
Amounts unused reversed in the period	-	-	-
The increase during the period in the discounted amount that occurs over time, and the effect of any changes in the discount rate	-3	-	-
<b>Provisions at 31 Dec 2019</b>	<b>16</b>	<b>6</b>	<b>121</b>

<b>Parent Bank/Group (NOK million)</b>	<b>Pension liabilities</b>	<b>Restructuring provision</b>	<b>Gifts</b>
Provisions at 1 Jan 2018	24	39	69
Additional provisions in the period	-	-	70
Amounts used in the period	-3	-18	-45
Amounts unused reversed in the period	-	-	-
The increase during the period in the discounted amount that occurs over time, and the effect of any changes in the discount rate	0	-	-
<b>Provisions at 31 Dec 2018</b>	<b>21</b>	<b>21</b>	<b>94</b>