

Sparebanken Vest

Full Rating Report

Ratings

Sparebanken Vest

Foreign Currency

| | |
|----------------|----|
| Long-Term IDR | A- |
| Short-Term IDR | F2 |

| | |
|------------------|----|
| Viability Rating | a- |
|------------------|----|

| | |
|----------------------|-----|
| Support Rating | 3 |
| Support Rating Floor | BB+ |

Sovereign Risk

| | |
|--------------------------------|-----|
| Long-Term Foreign-Currency IDR | AAA |
| Long-Term Local-Currency IDR | AAA |

Outlook

| | |
|--|--------|
| Long-Term Foreign-Currency IDR | Stable |
| Sovereign Long-Term Foreign Currency IDR | Stable |
| Sovereign Long-Term Local-Currency IDR | Stable |

Financial Data

Sparebanken Vest

| | 30 Sep 15 | 31 Dec 14 |
|---------------------------------|--------------|--------------|
| Total assets (USDm) | 18,412 | 19,794 |
| Total assets (NOKm) | 156,534 | 147,070 |
| Total equity (NOKm) | 9,704 | 9,094 |
| Operating profit (NOKm) | 1,055 | 1,350 |
| Published net income (NOKm) | 781 | 1,188 |
| Comprehensive income (NOKm) | 781 | 1,091 |
| Operating ROAA (%) | 0.9 | 1.0 |
| Operating ROAE (%) | 15.0 | 15.6 |
| Internal capital generation (%) | 10.8 | 11.6 |
| Fitch Core | 11.4 | 12.8 |
| Capital/weighted risks (%) | | |
| Tier 1 ratio (%) | 13.5 | 13.6 |

Related Research

[Sparebanken Vest – Ratings Navigator \(November 2015\)](#)

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Key Rating Drivers

Strong Franchise, Regional Concentration: Sparebanken Vest's (SV) ratings reflect its strong regional franchise around the Bergen area, healthy profitability, resilient asset quality and sound capital ratios. They also factor in significant property price increases in recent years, geographically concentrated lending and liquidity management in the context of wholesale funding reliance. SV's geographical concentration has a higher influence on the ratings compared with larger, more diversified peers.

Resilient Profitability: Profitability is strong and SV's local franchise supports stable revenue generation. Operational efficiency is acceptable. Fitch Ratings expects relatively modest loan impairment charges (LICs) in 2016, despite continued low oil prices. Lending margins for retail mortgage loans are under pressure given increased competition, but should remain satisfactory. Fitch expects further corporate deposit repricing in 2016.

Focus on Retail and SMEs: Fitch expects SV to continue to implement a low-risk business model and focus on retail and small- and medium-sized customers. Concentration risks relating to larger corporates should continue to reduce over time.

Solid Mortgage-weighted Loan Book: Well performing mortgage loans make up three-quarters of the total lending, and Fitch expects continued strong asset quality. SV has prudent underwriting standards, and the operating environment remains benign despite an oil-related economic slowdown.

Wholesale Funding Reliance: Like its Nordic peers, SV is reliant on wholesale markets for its structural funding. It mainly issues covered bonds via Sparebanken Vest Boligkreditt (SVB), its wholly-owned funding vehicle. Fitch expects SV to have continued access to debt capital markets. Maintaining a large liquidity buffer is critical to mitigating refinancing risks.

Good Capitalisation: SV's risk-weighted capital ratios compare well with European and domestic peers. Leverage is solid in a European context, although somewhat weaker than some other Fitch-rated Norwegian savings banks due to the full consolidation of its covered bonds subsidiary.

Moderate Probability of Support: SV's Support Rating and Support Rating Floor reflect Fitch's view that there is a moderate probability of support, if required, from the Norwegian authorities, given SV's strong regional franchise.

Rating Sensitivities

Upgrade Unlikely: The Stable Outlook reflects Fitch's view that Norwegian house prices are likely to stabilise or moderately fall in the short to medium term, and that SV will further reduce its single-name concentration, continue to strengthen its capitalisation and maintain strong liquidity. An upgrade is unlikely given the already high ratings in the context of the company profile and geographical concentration.

House Prices, Funding Access: SV's ratings could be downgraded if credit growth surpassed internal capital generation, materially weakening capital ratios. The ratings are also sensitive to a house price correction, which would likely lead to a fall in private consumption and weaker corporate lending quality. The inability to access competitively priced wholesale funding or a reduced emphasis on liquidity may also affect the ratings.

Operating Environment

‘AAA’ Rated Norwegian Sovereign with Significant Financial Flexibility

As a regional bank, SV’s performance is closely linked to that of the Norwegian economy. Norway has maintained its ‘AAA’ rating for the past 20 years, and Fitch expects the banking sector to continue to benefit from the country’s favourable economic environment. The combination of a lower oil price and the expectation of a protracted decline in oil investments recently led Fitch to revise down its forecast for GDP growth for mainland Norway (excluding oil and gas extraction and shipping) to 1.6% in 2016 and 2.3% in 2017. Fitch still expects unemployment to remain low (average around 4% over 2016-2017), although in recent months it has been rising in oil-dependent regions. SV’s operating market of western Norway is a relatively diversified region by Norwegian standards, albeit still heavily linked to oil production.

The low oil prices since last autumn, and subsequent lower investment in the oil sector, is translating into slower growth in the broader Norwegian economy. The high share of industries supplying goods and services to the oil sector means that the impact of low oil prices and falling investment in the oil sector is spilling over to the rest of the economy, with weakening demand in non-oil sectors. This is mitigated by exchange rate depreciation (as the weaker krone improves competitiveness and boosts non-oil exports) and the policy response by the authorities (the key policy rate was been cut to 0.75% during 2015).

The Norwegian banking sector is reasonably concentrated, with the largest institution, DNB Bank ASA, having over a 30% market share and operating throughout the country. Nordea Bank Norge (AA-/Stable), the Norwegian subsidiary of Nordea Bank AB (AA-/Stable), is the second-largest stand-alone bank. There are a number of savings banks groupings, and a large number of savings banks also operate independently.

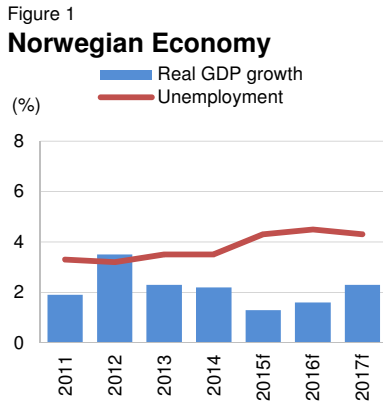
The Norwegian regulatory environment is highly developed and transparent, in Fitch’s view. The authorities have taken a strict view on risk-weights optimisation and have, for example, introduced floors in calculating risk-weights for mortgage loans (effectively 20%-25%). They have also introduced an 85% cap on loan/value (LTV) ratios for residential mortgage loans, a mandatory 5% interest rate stress when assessing borrowers’ debt-servicing ability, and amortisation on mortgage loans above an LTV of 70%.

Company Profile

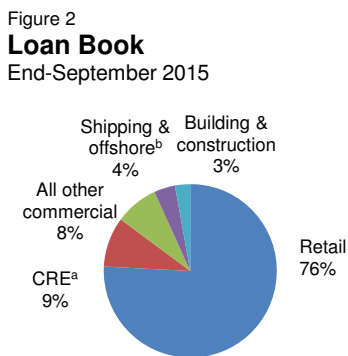
Regional Market Leader in Western Norway

SV is based in Bergen, Norway’s second-largest city; its core markets are in the west/south-west of the country (Hordaland, Sogn of Fjordane and Rogaland), where it has 44 branches and around 800 employees. Its main competitor is DNB Bank, but SV is more focused on retail and SME customers and emphasises its local footprint. The bank left the Sparebank 1 Alliance in 2004 to pursue its own strategy. It has opened branches in some key cities (eg Stavanger) and entered into cooperation with other smaller savings banks to expand its geographical reach and product offering,

SV is particularly strong in the Hordaland region where it has a retail and corporate/real estate market share of around 20%, and real estate brokerage market shares of around 10%-20%. The Treasury division offers SV’s customers access to trading and investment services, and a number of subsidiaries and associated companies provide a broader range of financial services. These include insurance (Frende Forsikring; 39.7% stake at end-September 2015), leasing (Brage Finans; 49.9%) and brokerage (Norne Securities; 47.6%). At end-September 2015, shareholdings in associated companies totalled NOK716m.



Source: Fitch



^a Commercial real estate
^b Incl. Transportation and storage
Source: SV, adjusted by Fitch

Related Criteria

Global Bank Rating Criteria (March 2015)

SV set up SVB in 2008 to diversify its funding base and to gain access to cheaper wholesale funding. At end-September 2015, SV had transferred NOK51bn to SVB, which had issued NOK53bn worth of covered bonds.

Management and Strategy

SV has an experienced management team with a deep local knowledge. There is a solid and consistent corporate culture in the bank. Senior management turnover is reasonably low. The main strategic objective is to be a leading regional bank in western Norway, with a focus on tight cost control and higher customer digitalisation.

As a savings bank, SV has not issued ordinary share capital; instead, it operates as an independent foundation and its owners are the holders of equity capital certificates (ECC). At end-September 2015, the 20 largest ECC holders jointly owned around 70% of the total ECCs issued by the bank. The largest holder was Sparebankenstifinga Hardanger, with a 27% stake. The bank's ECCs are traded on the Oslo Stock Exchange.

SV operates a two-tier board structure. The supervisory board is made up of representatives of the ECC holders, public appointees, employees and customer representatives, who in turn appoint the board of directors. SV is supervised by the Norwegian banking authorities, and the bank follows Norwegian corporate governance principles.

Risk Appetite

The bank displays a conservative risk appetite, with sound underwriting standards and a focus on secured lending and low LTV ratios. SV strictly monitors its corporate loan book and is reducing concentration risks relating to larger companies (commitments above NOK150m).

SV takes a decentralised approach to credit risk management, albeit with strict central guidelines and monitoring. Subject to limits delegated by the board, loans are authorised at the branch, regional or main board level. SV is mainly exposed to credit risk through its large loan book and, to a lesser extent, its bond portfolio, which combined represented over 90% of total assets at end-September 2015. The bank has no plans to grow aggressively, focussing on margins rather than volume. Internal capital generation has largely exceeded balance sheet growth since 2010.

SV has low market risk overall, with tight limits that are reviewed annually. Reflecting the bank's focus on lending, interest rate risk is the biggest sensitivity. At end-2014, a 100bp parallel rise in the yield curve would lead to a small NOK0.6m gain (end-2013: NOK21.3m loss) given higher positive market value on interest rate and currency hedging derivatives. Most rates on mortgage loans can be reset upon six weeks of notice. Derivatives are used for hedging and customer activities.

Financial Profile

Asset Quality

Resilient Asset Quality Underpinned by Retail Mortgage Lending

Fitch expects SV's asset quality to remain strong, reflecting its focus on domestic retail mortgage lending. In contrast to some other Fitch-rated Norwegian savings banks, SV fully owns its covered bond-issuing subsidiary. The subsidiary is fully consolidated at the group level, which has positively affected some reported risk metrics.

The peer group includes SV, SpareBank 1 SR-Bank (VR: 'a-'), SpareBank 1 SMN (a-), SpareBank 1 Nord-Norge (a), Sandnes Sparebank (bbb), Leeds Building Society (a-), Coventry Building Society (a), Credit du Nord (bbb+), and Le Credit Lyonnais (a-).

Note: Complete peer data not available for end-September 2015.

Source: Banks, adjusted by Fitch

Figure 3
Loan Book

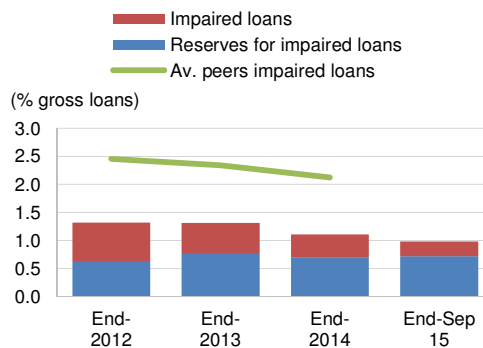
| End-2014 | Gross loans (NOKm) | Share of gross loans (%) | Impaired loans (%) |
|------------------------------------|--------------------|--------------------------|--------------------|
| Gross loans | 119,482 | 100.0 | 1.1 |
| Retail | 91,029 | 76.2 | 0.3 |
| Commercial real estate | 10,720 | 9.0 | 1.7 |
| Shipping and offshore ^a | 4,947 | 4.1 | 13.4 |
| Building and construction | 3,455 | 2.9 | 0.9 |
| Other | 9,331 | 7.8 | 2.2 |

^a Includes transportation and storage
Source: SV, adjusted by Fitch

The majority (95%) of retail lending relates to high quality mortgage loans (0.2% impaired loans ratio at end-September 2015), of which around 90% has a LTV ratio below 70%. The portfolio could come under pressure from rising interest rates and a downturn in the housing market, but Fitch expects households' debt servicing capacity to remain solid and that borrowers would prioritise mortgage repayments in a times of stress. A recessionary scenario, although unexpected, would likely reduce consumption and in turn impact banks' SME/corporate loan portfolios. This risk is amplified by high household indebtedness, but partly mitigated by a generous benefits system.

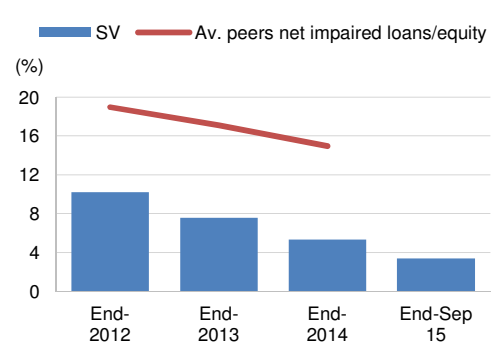
The corporate loan book (3.3% impaired loans ratio at end-September 2015) is reasonably diversified by industry, although commercial real estate (CRE) represents around 40% of the book. Within this segment, offices, commercially let apartments and shopping centres are the biggest exposure groups. Fitch expects CRE asset quality to be supported by low vacancy rates and high transaction volumes in the Bergen area.

Figure 4
Impaired Loans



Source: Banks, adjusted by Fitch

Figure 5
Net Impaired Loans/Equity



Source: Banks, adjusted by Fitch

The shipping book is of limited size and is diversified by sub-category (eg, offshore, bulk, tankers). Persistent low oil prices are pressuring asset quality and this is unlikely to improve in the short to medium term, although the segment most affected, offshore service vessels, represented less than 1% of total lending at end-June 2015.

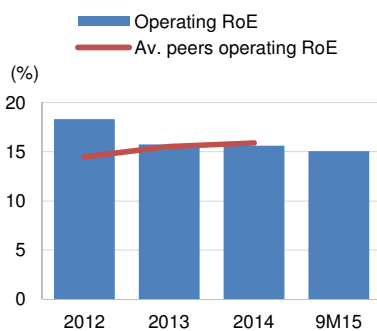
The liquidity and investment portfolio represented 13% of total assets at end-2014. It was essentially made up of domestic central bank-eligible assets; highly rated covered bonds (40%), bank debt (31%), municipalities/local government bonds (12%), and cash and balances with the Norwegian central bank (11%). At end-2014, 64% of the bond portfolio was listed.

Earnings and Profitability

Contained Cost Development and Low LICs Support Profitability

Fitch expects continued resilient profitability, aided by the strong regional franchise and the still benign operating environment. Net interest income (NII) represents three-quarters of total revenue, and competition will continue to drive down lending margins in 2016, while volume growth and some further corporate deposit repricing will support NII. Non-interest income should contribute more materially in the medium term, particularly from associated companies that were loss-making in their start-up phases.

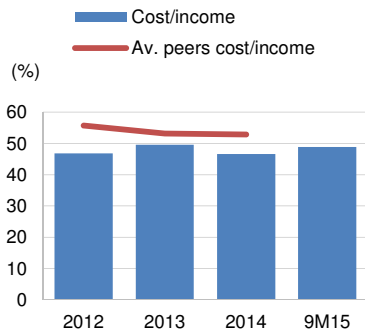
Figure 6
Profitability



Source: Banks, adjusted by Fitch

Figure 7

Cost Efficiency



Source: Banks, adjusted by Fitch

Cost efficiency is acceptable. The bank had an annual cost growth target of 2% until 2015 and has been reducing branches and staff expenses. The cost/income ratio should remain stable at just below 50%.

LICs should remain manageable, despite slower economic growth forecasts and comfortably absorbed by pre-impairment operating profits. They increased in 2014 due to a specific shipping file (NOK200m), but decreased again in 9M15.

Figure 8

Operating Profit by Business Area

| (NOKm) | 9M2015 | 2014 | 2013 |
|--------------------------|--------------|--------------|--------------|
| Retail market | 1,069 | 1,384 | 1,285 |
| Corporate market | 500 | 456 | 459 |
| Treasury | 43 | 58 | 167 |
| Estate agency activities | 13 | 19 | 25 |
| Eliminations/unallocated | -570 | -567 | -715 |
| Total | 1,055 | 1,350 | 1,221 |

Source: SV

Capitalisation and Leverage

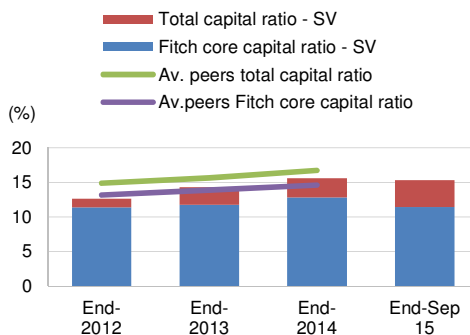
Strong Capital Ratios; Moderate Leverage

SV's capital adequacy ratios compare well with those of domestic and international peers, but lag those of its larger Nordic competitors partly due to higher risk weights. Leverage remains low in a European context. SV targets a common equity Tier 1 (CET1) ratio of 14.5% by end-2016, compared to a reported 12.2% at end-September 2015.

Given increased regulatory requirements, in October 2015 the board proposed to strengthen SV's equity capital base by raising NOK750m (approx. USD90m) through a rights issue directed towards its ECC holders. The equity issue will increase the bank's CET1 ratio by around 1pp based on risk-weighted assets at end-September 2015. The transaction was completed by year-end and was fully underwritten.

Figure 9

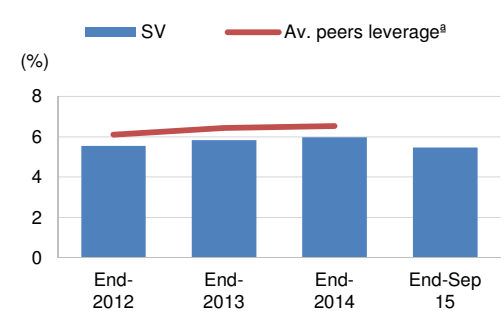
Risk-Weighted Capital Ratios



Source: Banks, adjusted by Fitch

Figure 10

Tangible Leverage^a



^a Tangible Common Equity/Tangible Assets
Source: Banks, adjusted by Fitch

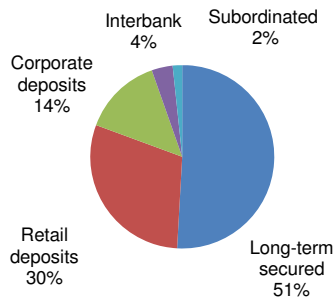
Funding and Liquidity

Wholesale Funding Reliance

SV has significant wholesale funding reliance, with a loan-to-deposit ratio of over 200%, and issues mostly covered bonds. SVB has good access to both domestic and international funding markets and continues to broaden its investor base. A significant reliance on international investors is a rating sensitivity.

Fitch expects SV to maintain a large high quality liquidity buffer, which is critical to ensure the bank can survive a prolonged capital markets dislocation. The liquidity portfolio amounted to over NOK18bn at end-September 2015 and was predominantly made up of highly rated Nordic covered bonds and other assets eligible for repo with the central bank. Contingency liquidity plans

Figure 11
Non-Equity Funding Mix
 End-September 2015



Source: SV, adjusted by Fitch

include additional loan sales to SVB, which can issue covered bonds for the parent, which can in turn repo them with the Norwegian central bank. SV's reported liquidity coverage ratio was 104% at end-September 2015.

Support

Moderate Probability of Sovereign Support

In Fitch's view, there is a clear intention ultimately to reduce implicit state support for financial institutions in the EU, as demonstrated by a series of legislative, regulatory and policy initiatives. A bank resolution framework has not yet taken centre stage in Norway, although Fitch expects drafting and implementation to progress during 2016. As part of the European Economic Area, Norway is bound to implement some European directives, although Fitch expects that it will aim to do so in the most flexible format possible. It is also likely that Norwegian banking authorities will take into consideration what is implemented in other Nordic countries, particularly in Sweden, but again providing the most flexibility possible to decide on a process of resolution.

The '3' Support Rating and 'BB+' Support Rating Floor for SV reflect its strong franchise and market shares in the regions where it operate, particularly in the retail and SME sectors. Fitch considers that there remains a moderate probability that the Norwegian authorities would support the bank if required, due to its local systemic importance.

Sparebanken Vest
Income Statement

| | 30 Sep 2015 | | | 31 Dec 2014 | | 31 Dec 2013 | | 31 Dec 2012 | |
|--|---|---|---------------------------|---------------------------------|---------------------------|---------------------------------|---------------------------|---------------------------------|---------------------------|
| | 9 Months - 3rd Quarter USDm Unaudited | 9 Months - 3rd Quarter NOKm Unaudited | As % of Earning Assets | Year End NOKm Unqualified | As % of Earning Assets | Year End NOKm Unqualified | As % of Earning Assets | Year End NOKm Unqualified | As % of Earning Assets |
| 1. Interest Income on Loans | 385.2 | 3,275.0 | 2.84 | 4,860.0 | 3.39 | 4,695.0 | 3.54 | 4,484.0 | 3.56 |
| 2. Other Interest Income | 30.5 | 259.0 | 0.22 | 405.0 | 0.28 | 379.0 | 0.29 | 460.0 | 0.37 |
| 3. Dividend Income | 1.6 | 14.0 | 0.01 | 37.0 | 0.03 | 28.0 | 0.02 | 18.0 | 0.01 |
| 4. Gross Interest and Dividend Income | 417.3 | 3,548.0 | 3.07 | 5,302.0 | 3.69 | 5,102.0 | 3.84 | 4,962.0 | 3.94 |
| 5. Interest Expense on Customer Deposits | 83.3 | 708.0 | 0.61 | 1,368.0 | 0.95 | 1,371.0 | 1.03 | 1,380.0 | 1.10 |
| 6. Other Interest Expense | 125.0 | 1,063.0 | 0.92 | 1,577.0 | 1.10 | 1,542.0 | 1.16 | 1,767.0 | 1.40 |
| 7. Total Interest Expense | 208.3 | 1,771.0 | 1.53 | 2,945.0 | 2.05 | 2,913.0 | 2.19 | 3,147.0 | 2.50 |
| 8. Net Interest Income | 209.0 | 1,777.0 | 1.54 | 2,357.0 | 1.64 | 2,189.0 | 1.65 | 1,815.0 | 1.44 |
| 9. Net Gains (Losses) on Trading and Derivatives | (12.0) | (102.0) | (0.09) | 0.0 | 0.00 | (189.0) | (0.14) | (6.0) | (0.00) |
| 10. Net Gains (Losses) on Other Securities | (18.1) | (154.0) | (0.13) | 211.0 | 0.15 | 53.0 | 0.04 | 182.0 | 0.14 |
| 11. Net Gains (Losses) on Assets at FV through Income Statement | 25.1 | 213.0 | 0.18 | 0.0 | 0.00 | 216.0 | 0.16 | 54.0 | 0.04 |
| 12. Net Insurance Income | n.a. | n.a. | - | 0.0 | 0.00 | 0.0 | 0.00 | n.a. | - |
| 13. Net Fees and Commissions | 35.2 | 299.0 | 0.26 | 582.0 | 0.41 | 568.0 | 0.43 | 543.0 | 0.43 |
| 14. Other Operating Income | 18.7 | 159.0 | 0.14 | 6.0 | 0.00 | 42.0 | 0.03 | 36.0 | 0.03 |
| 15. Total Non-Interest Operating Income | 48.8 | 415.0 | 0.36 | 799.0 | 0.56 | 690.0 | 0.52 | 809.0 | 0.64 |
| 16. Personnel Expenses | 64.9 | 552.0 | 0.48 | 769.0 | 0.54 | 763.0 | 0.57 | 536.0 | 0.43 |
| 17. Other Operating Expenses | 61.2 | 520.0 | 0.45 | 701.0 | 0.49 | 664.0 | 0.50 | 693.0 | 0.55 |
| 18. Total Non-Interest Expenses | 126.1 | 1,072.0 | 0.93 | 1,470.0 | 1.02 | 1,427.0 | 1.07 | 1,229.0 | 0.98 |
| 19. Equity-accounted Profit/ Loss - Operating | 4.6 | 39.0 | 0.03 | 74.0 | 0.05 | 50.0 | 0.04 | 34.0 | 0.03 |
| 20. Pre-Impairment Operating Profit | 136.3 | 1,159.0 | 1.00 | 1,760.0 | 1.23 | 1,502.0 | 1.13 | 1,429.0 | 1.13 |
| 21. Loan Impairment Charge | 12.4 | 105.0 | 0.09 | 425.0 | 0.30 | 283.0 | 0.21 | 148.0 | 0.12 |
| 22. Securities and Other Credit Impairment Charges | (0.1) | (1.0) | (0.00) | (15.0) | (0.01) | (2.0) | (0.00) | (2.0) | (0.00) |
| 23. Operating Profit | 124.1 | 1,055.0 | 0.91 | 1,350.0 | 0.94 | 1,221.0 | 0.92 | 1,283.0 | 1.02 |
| 24. Equity-accounted Profit/ Loss - Non-operating | n.a. | n.a. | - | 0.0 | 0.00 | 0.0 | 0.00 | n.a. | - |
| 25. Non-recurring Income | n.a. | n.a. | - | 143.0 | 0.10 | 0.0 | 0.00 | n.a. | - |
| 26. Non-recurring Expense | n.a. | n.a. | - | 0.0 | 0.00 | 0.0 | 0.00 | n.a. | - |
| 27. Change in Fair Value of Own Debt | n.a. | n.a. | - | 0.0 | 0.00 | 0.0 | 0.00 | n.a. | - |
| 28. Other Non-operating Income and Expenses | n.a. | n.a. | - | 0.0 | 0.00 | 0.0 | 0.00 | n.a. | - |
| 29. Pre-tax Profit | 124.1 | 1,055.0 | 0.91 | 1,493.0 | 1.04 | 1,221.0 | 0.92 | 1,283.0 | 1.02 |
| 30. Tax expense | 32.2 | 274.0 | 0.24 | 305.0 | 0.21 | 313.0 | 0.24 | 352.0 | 0.28 |
| 31. Profit/Loss from Discontinued Operations | n.a. | n.a. | - | 0.0 | 0.00 | 0.0 | 0.00 | n.a. | - |
| 32. Net Income | 91.9 | 781.0 | 0.68 | 1,188.0 | 0.83 | 908.0 | 0.68 | 931.0 | 0.74 |
| 33. Change in Value of AFS Investments | n.a. | n.a. | - | 0.0 | 0.00 | 0.0 | 0.00 | n.a. | - |
| 34. Revaluation of Fixed Assets | n.a. | n.a. | - | 0.0 | 0.00 | 0.0 | 0.00 | n.a. | - |
| 35. Currency Translation Differences | n.a. | n.a. | - | 0.0 | 0.00 | 0.0 | 0.00 | n.a. | - |
| 36. Remaining OCI Gains/(losses) | n.a. | n.a. | - | (97.0) | (0.07) | (65.0) | (0.05) | 252.0 | 0.20 |
| 37. Fitch Comprehensive Income | 91.9 | 781.0 | 0.68 | 1,091.0 | 0.76 | 843.0 | 0.63 | 1,183.0 | 0.94 |
| 38. Memo: Profit Allocation to Non-controlling Interests | n.a. | n.a. | - | 0.0 | 0.00 | 0.0 | 0.00 | n.a. | - |
| 39. Memo: Net Income after Allocation to Non-controlling Interests | 91.9 | 781.0 | 0.68 | 1,188.0 | 0.83 | 908.0 | 0.68 | 931.0 | 0.74 |
| 40. Memo: Common Dividends Relating to the Period | n.a. | n.a. | - | 135.0 | 0.09 | 114.0 | 0.09 | 81.0 | 0.06 |
| 41. Memo: Preferred Dividends Related to the Period | n.a. | n.a. | - | 0.0 | 0.00 | 0.0 | 0.00 | n.a. | - |

Exchange rate

USD1 = NOK8.50170

USD1 = NOK7.43000

USD1 = NOK6.08000

USD1 = NOK5.57000

Sparebanken Vest
Balance Sheet

| | 30 Sep 2015 | | | 31 Dec 2014 | | 31 Dec 2013 | | 31 Dec 2012 | |
|---|--------------------------------|--------------------------------|-------------------|------------------|-------------------|------------------|-------------------|------------------|-------------------|
| | 9 Months - 3rd Quarter USDm | 9 Months - 3rd Quarter NOKm | As % of Assets | Year End NOKm | As % of Assets | Year End NOKm | As % of Assets | Year End NOKm | As % of Assets |
| Assets | | | | | | | | | |
| A. Loans | | | | | | | | | |
| 1. Residential Mortgage Loans | n.a. | n.a. | - | 0.0 | 0.00 | 0.0 | 0.00 | n.a. | - |
| 2. Other Mortgage Loans | n.a. | n.a. | - | 0.0 | 0.00 | 0.0 | 0.00 | n.a. | - |
| 3. Other Consumer/ Retail Loans | 11,391.3 | 96,845.0 | 61.87 | 91,029.0 | 61.90 | 84,834.0 | 63.12 | 79,106.0 | 61.92 |
| 4. Corporate & Commercial Loans | 3,637.3 | 30,923.0 | 19.75 | 28,453.0 | 19.35 | 28,048.0 | 20.87 | 28,350.0 | 22.19 |
| 5. Other Loans | n.a. | n.a. | - | 0.0 | 0.00 | 0.0 | 0.00 | n.a. | - |
| 6. Less: Reserves for Impaired Loans | 107.6 | 915.0 | 0.58 | 839.0 | 0.57 | 858.0 | 0.64 | 667.0 | 0.52 |
| 7. Net Loans | 14,920.9 | 126,853.0 | 81.04 | 118,643.0 | 80.67 | 112,024.0 | 83.35 | 106,789.0 | 83.59 |
| 8. Gross Loans | 15,028.5 | 127,768.0 | 81.62 | 119,482.0 | 81.24 | 112,882.0 | 83.99 | 107,456.0 | 84.12 |
| 9. Memo: Impaired Loans included above | 146.6 | 1,246.0 | 0.80 | 1,324.0 | 0.90 | 1,474.0 | 1.10 | 1,422.0 | 1.11 |
| 10. Memo: Loans at Fair Value included above | 2,720.5 | 23,129.0 | 14.78 | 9,847.0 | 6.70 | 6,153.0 | 4.58 | 8,156.0 | 6.38 |
| B. Other Earning Assets | | | | | | | | | |
| 1. Loans and Advances to Banks | 235.6 | 2,003.0 | 1.28 | 1,556.0 | 1.06 | 1,318.0 | 0.98 | 878.0 | 0.69 |
| 2. Reverse Repos and Cash Collateral | n.a. | n.a. | - | 0.0 | 0.00 | 0.0 | 0.00 | n.a. | - |
| 3. Trading Securities and at FV through Income | 69.5 | 591.0 | 0.38 | 531.0 | 0.36 | 686.0 | 0.51 | 709.0 | 0.55 |
| 4. Derivatives | 737.0 | 6,266.0 | 4.00 | 5,571.0 | 3.79 | 2,763.0 | 2.06 | 1,929.0 | 1.51 |
| 5. Available for Sale Securities | n.a. | n.a. | - | 0.0 | 0.00 | 0.0 | 0.00 | n.a. | - |
| 6. Held to Maturity Securities | n.a. | n.a. | - | 0.0 | 0.00 | 0.0 | 0.00 | n.a. | - |
| 7. Equity Investments in Associates | 84.2 | 716.0 | 0.46 | 681.0 | 0.46 | 555.0 | 0.41 | 473.0 | 0.37 |
| 8. Other Securities | 2,109.1 | 17,931.0 | 11.46 | 16,525.0 | 11.24 | 15,440.0 | 11.49 | 15,152.0 | 11.86 |
| 9. Total Securities | 2,999.9 | 25,504.0 | 16.29 | 23,308.0 | 15.85 | 19,444.0 | 14.47 | 18,263.0 | 14.30 |
| 10. Memo: Government Securities included Above | n.a. | n.a. | - | 0.0 | 0.00 | 1,110.0 | 0.83 | 2,625.0 | 2.05 |
| 11. Memo: Total Securities Pledged | n.a. | n.a. | - | 0.0 | 0.00 | 0.0 | 0.00 | n.a. | - |
| 12. Investments in Property | n.a. | n.a. | - | 0.0 | 0.00 | 0.0 | 0.00 | n.a. | - |
| 13. Insurance Assets | n.a. | n.a. | - | 0.0 | 0.00 | 0.0 | 0.00 | n.a. | - |
| 14. Other Earning Assets | n.a. | n.a. | - | 0.0 | 0.00 | 0.0 | 0.00 | n.a. | - |
| 15. Total Earning Assets | 18,156.4 | 154,360.0 | 98.61 | 143,507.0 | 97.58 | 132,786.0 | 98.80 | 125,930.0 | 98.58 |
| C. Non-Earning Assets | | | | | | | | | |
| 1. Cash and Due From Banks | 82.8 | 704.0 | 0.45 | 2,209.0 | 1.50 | 328.0 | 0.24 | 877.0 | 0.69 |
| 2. Memo: Mandatory Reserves included above | n.a. | n.a. | - | 0.0 | 0.00 | 0.0 | 0.00 | n.a. | - |
| 3. Foreclosed Real Estate | n.a. | n.a. | - | 0.0 | 0.00 | 0.0 | 0.00 | n.a. | - |
| 4. Fixed Assets | 6.7 | 57.0 | 0.04 | 781.0 | 0.53 | 649.0 | 0.48 | 494.0 | 0.39 |
| 5. Goodwill | n.a. | n.a. | - | 0.0 | 0.00 | 130.0 | 0.10 | 130.0 | 0.10 |
| 6. Other Intangibles | 114.4 | 973.0 | 0.62 | 315.0 | 0.21 | 181.0 | 0.13 | 179.0 | 0.14 |
| 7. Current Tax Assets | n.a. | n.a. | - | 0.0 | 0.00 | 0.0 | 0.00 | n.a. | - |
| 8. Deferred Tax Assets | 34.3 | 292.0 | 0.19 | 0.0 | 0.00 | 0.0 | 0.00 | n.a. | - |
| 9. Discontinued Operations | n.a. | n.a. | - | 0.0 | 0.00 | 0.0 | 0.00 | n.a. | - |
| 10. Other Assets | 17.4 | 148.0 | 0.09 | 258.0 | 0.18 | 322.0 | 0.24 | 138.0 | 0.11 |
| 11. Total Assets | 18,412.1 | 156,534.0 | 100.00 | 147,070.0 | 100.00 | 134,396.0 | 100.00 | 127,748.0 | 100.00 |
| Liabilities and Equity | | | | | | | | | |
| D. Interest-Bearing Liabilities | | | | | | | | | |
| 1. Customer Deposits - Current | 7,415.1 | 63,041.0 | 40.27 | 66,448.0 | 45.18 | 62,172.0 | 46.26 | 60,032.0 | 46.99 |
| 2. Customer Deposits - Savings | n.a. | n.a. | - | 0.0 | 0.00 | 0.0 | 0.00 | n.a. | - |
| 3. Customer Deposits - Term | n.a. | n.a. | - | 0.0 | 0.00 | 0.0 | 0.00 | n.a. | - |
| 4. Total Customer Deposits | 7,415.1 | 63,041.0 | 40.27 | 66,448.0 | 45.18 | 62,172.0 | 46.26 | 60,032.0 | 46.99 |
| 5. Deposits from Banks | 629.6 | 5,353.0 | 3.42 | 4,350.0 | 2.96 | 3,070.0 | 2.28 | 5,430.0 | 4.25 |
| 6. Repos and Cash Collateral | n.a. | n.a. | - | 0.0 | 0.00 | 0.0 | 0.00 | n.a. | - |
| 7. Commercial Paper and Short-term Borrowings | n.a. | n.a. | - | 0.0 | 0.00 | 0.0 | 0.00 | n.a. | - |
| 8. Total Money Market and Short-term Funding | 8,044.7 | 68,394.0 | 43.69 | 70,798.0 | 48.14 | 65,242.0 | 48.54 | 65,462.0 | 51.24 |
| 9. Senior Unsecured Debt (original maturity > 1 year) | 8,642.7 | 73,478.0 | 46.94 | 62,151.0 | 42.26 | 56,695.0 | 42.19 | 50,753.0 | 39.73 |
| 10. Subordinated Borrowing | 284.2 | 2,416.0 | 1.54 | 2,426.0 | 1.65 | 2,271.0 | 1.69 | 1,626.0 | 1.27 |
| 11. Covered Bonds | n.a. | n.a. | - | 0.0 | 0.00 | 0.0 | 0.00 | n.a. | - |
| 12. Other Long-term Funding | n.a. | n.a. | - | 0.0 | 0.00 | 0.0 | 0.00 | n.a. | - |
| 13. Total LT Funding (original maturity > 1 year) | 8,926.9 | 75,894.0 | 48.48 | 64,577.0 | 43.91 | 58,966.0 | 43.87 | 52,379.0 | 41.00 |
| 14. Derivatives | 169.3 | 1,439.0 | 0.92 | 1,463.0 | 0.99 | 705.0 | 0.52 | 1,475.0 | 1.15 |
| 15. Trading Liabilities | n.a. | n.a. | - | 0.0 | 0.00 | 0.0 | 0.00 | n.a. | - |
| 16. Total Funding | 17,140.9 | 145,727.0 | 93.10 | 136,838.0 | 93.04 | 124,913.0 | 92.94 | 119,316.0 | 93.40 |
| E. Non-Interest Bearing Liabilities | | | | | | | | | |
| 1. Fair Value Portion of Debt | n.a. | n.a. | - | 0.0 | 0.00 | 0.0 | 0.00 | n.a. | - |
| 2. Credit impairment reserves | n.a. | n.a. | - | 0.0 | 0.00 | 0.0 | 0.00 | n.a. | - |
| 3. Reserves for Pensions and Other | 36.1 | 307.0 | 0.20 | 310.0 | 0.21 | 207.0 | 0.15 | 158.0 | 0.12 |
| 4. Current Tax Liabilities | 37.5 | 319.0 | 0.20 | 334.0 | 0.23 | 330.0 | 0.25 | 323.0 | 0.25 |
| 5. Deferred Tax Liabilities | 5.9 | 50.0 | 0.03 | 63.0 | 0.04 | 117.0 | 0.09 | 83.0 | 0.06 |
| 6. Other Deferred Liabilities | n.a. | n.a. | - | 0.0 | 0.00 | 0.0 | 0.00 | n.a. | - |
| 7. Discontinued Operations | n.a. | n.a. | - | 0.0 | 0.00 | 0.0 | 0.00 | n.a. | - |
| 8. Insurance Liabilities | n.a. | n.a. | - | 0.0 | 0.00 | 0.0 | 0.00 | n.a. | - |
| 9. Other Liabilities | 50.2 | 427.0 | 0.27 | 431.0 | 0.29 | 694.0 | 0.52 | 474.0 | 0.37 |
| 10. Total Liabilities | 17,270.7 | 146,830.0 | 93.80 | 137,976.0 | 93.82 | 126,261.0 | 93.95 | 120,354.0 | 94.21 |
| F. Hybrid Capital | | | | | | | | | |
| 1. Pref. Shares and Hybrid Capital accounted for as Debt | n.a. | n.a. | - | 0.0 | 0.00 | 0.0 | 0.00 | n.a. | - |
| 2. Pref. Shares and Hybrid Capital accounted for as Equity | n.a. | n.a. | - | 0.0 | 0.00 | 0.0 | 0.00 | n.a. | - |
| G. Equity | | | | | | | | | |
| 1. Common Equity | 1,141.4 | 9,704.0 | 6.20 | 9,093.0 | 6.18 | 8,134.0 | 6.05 | 7,393.0 | 5.79 |
| 2. Non-controlling Interest | n.a. | n.a. | - | 1.0 | 0.00 | 1.0 | 0.00 | 1.0 | 0.00 |
| 3. Securities Revaluation Reserves | n.a. | n.a. | - | 0.0 | 0.00 | 0.0 | 0.00 | n.a. | - |
| 4. Foreign Exchange Revaluation Reserves | n.a. | n.a. | - | 0.0 | 0.00 | 0.0 | 0.00 | n.a. | - |
| 5. Fixed Asset Revaluations and Other Accumulated OCI | n.a. | n.a. | - | 0.0 | 0.00 | 0.0 | 0.00 | n.a. | - |
| 6. Total Equity | 1,141.4 | 9,704.0 | 6.20 | 9,094.0 | 6.18 | 8,135.0 | 6.05 | 7,394.0 | 5.79 |
| 7. Total Liabilities and Equity | 18,412.1 | 156,534.0 | 100.00 | 147,070.0 | 100.00 | 134,396.0 | 100.00 | 127,748.0 | 100.00 |
| 8. Memo: Fitch Core Capital | 998.5 | 8,489.0 | 5.42 | 8,779.0 | 5.97 | 7,824.0 | 5.82 | 7,214.0 | 5.65 |
| 9. Memo: Fitch Eligible Capital | n.a. | n.a. | - | n.a. | - | n.a. | - | n.a. | - |

Exchange rate

USD1 = NOK8.50170

USD1 = NOK7.43000

USD1 = NOK6.08000

USD1 = NOK5.57000

Sparebanken Vest Summary Analytics

| | 30 Sep 2015 9 Months - 3rd Quarter | 31 Dec 2014 Year End | 31 Dec 2013 Year End | 31 Dec 2012 Year End |
|--|---------------------------------------|-------------------------|-------------------------|-------------------------|
| A. Interest Ratios | | | | |
| 1. Interest Income on Loans/ Average Gross Loans | 3.54 | 4.19 | 4.27 | 4.31 |
| 2. Interest Expense on Customer Deposits/ Average Customer Deposits | 1.44 | 2.14 | 2.25 | 2.41 |
| 3. Interest Income/ Average Earning Assets | 3.21 | 3.86 | 3.95 | 4.08 |
| 4. Interest Expense/ Average Interest-bearing Liabilities | 1.70 | 2.27 | 2.39 | 2.74 |
| 5. Net Interest Income/ Average Earning Assets | 1.61 | 1.72 | 1.70 | 1.49 |
| 6. Net Int. Inc Less Loan Impairment Charges/ Av. Earning Assets | 1.51 | 1.41 | 1.48 | 1.37 |
| 7. Net Interest Inc Less Preferred Stock Dividend/ Average Earning Asset | 1.61 | 1.72 | 1.70 | 1.49 |
| B. Other Operating Profitability Ratios | | | | |
| 1. Non-Interest Income/ Gross Revenues | 18.93 | 25.32 | 23.97 | 30.83 |
| 2. Non-Interest Expense/ Gross Revenues | 48.91 | 46.58 | 49.57 | 46.84 |
| 3. Non-Interest Expense/ Average Assets | 0.95 | 1.05 | 1.09 | 1.00 |
| 4. Pre-impairment Op. Profit/ Average Equity | 16.52 | 20.33 | 19.39 | 20.43 |
| 5. Pre-impairment Op. Profit/ Average Total Assets | 1.03 | 1.26 | 1.15 | 1.16 |
| 6. Loans and securities impairment charges/ Pre-impairment Op. Profit | 8.97 | 23.30 | 18.71 | 10.22 |
| 7. Operating Profit/ Average Equity | 15.04 | 15.60 | 15.76 | 18.34 |
| 8. Operating Profit/ Average Total Assets | 0.94 | 0.96 | 0.93 | 1.04 |
| 9. Operating Profit / Risk Weighted Assets | 1.90 | 1.97 | 1.83 | 2.03 |
| C. Other Profitability Ratios | | | | |
| 1. Net Income/ Average Total Equity | 11.14 | 13.73 | 11.72 | 13.31 |
| 2. Net Income/ Average Total Assets | 0.69 | 0.85 | 0.69 | 0.75 |
| 3. Fitch Comprehensive Income/ Average Total Equity | 11.14 | 12.61 | 10.88 | 16.91 |
| 4. Fitch Comprehensive Income/ Average Total Assets | 0.69 | 0.78 | 0.65 | 0.96 |
| 5. Taxes/ Pre-tax Profit | 25.97 | 20.43 | 25.63 | 27.44 |
| 6. Net Income/ Risk Weighted Assets | 1.41 | 1.73 | 1.36 | 1.47 |
| D. Capitalization | | | | |
| 1. Fitch Core Capital/ Risk Weighted Assets | 11.46 | 12.80 | 11.74 | 11.40 |
| 2. Fitch Eligible Capital/ Risk Weighted Assets | n.a. | n.a. | n.a. | n.a. |
| 3. Tangible Common Equity/ Tangible Assets | 5.47 | 5.98 | 5.84 | 5.56 |
| 4. Tier 1 Regulatory Capital Ratio | 13.50 | 13.60 | 13.20 | 12.30 |
| 5. Total Regulatory Capital Ratio | 15.30 | 15.60 | 14.30 | 12.60 |
| 6. Core Tier 1 Regulatory Capital Ratio | 12.20 | 12.20 | 11.20 | 10.60 |
| 7. Equity/ Total Assets | 6.20 | 6.18 | 6.05 | 5.79 |
| 8. Cash Dividends Paid & Declared/ Net Income | n.a. | 11.36 | 12.56 | 8.70 |
| 9. Internal Capital Generation | 10.76 | 11.58 | 9.76 | 11.50 |
| E. Loan Quality | | | | |
| 1. Growth of Total Assets | 6.44 | 9.43 | 5.20 | 10.14 |
| 2. Growth of Gross Loans | 6.93 | 5.85 | 5.05 | 7.53 |
| 3. Impaired Loans/ Gross Loans | 0.98 | 1.11 | 1.31 | 1.32 |
| 4. Reserves for Impaired Loans/ Gross Loans | 0.72 | 0.70 | 0.76 | 0.62 |
| 5. Reserves for Impaired Loans/ Impaired Loans | 73.43 | 63.37 | 58.21 | 46.91 |
| 6. Impaired loans less Reserves for Impaired Loans/ Fitch Core Capital | 3.90 | 5.52 | 7.87 | 10.47 |
| 7. Impaired Loans less Reserves for Impaired Loans/ Equity | 3.41 | 5.33 | 7.57 | 10.21 |
| 8. Loan Impairment Charges/ Average Gross Loans | 0.11 | 0.37 | 0.26 | 0.14 |
| 9. Net Charge-offs/ Average Gross Loans | n.a. | n.a. | n.a. | n.a. |
| 10. Impaired Loans + Foreclosed Assets/ Gross Loans + Foreclosed Ass | 0.98 | 1.11 | 1.31 | 1.32 |
| F. Funding and Liquidity | | | | |
| 1. Loans/ Customer Deposits | 202.67 | 179.81 | 181.56 | 179.00 |
| 2. Interbank Assets/ Interbank Liabilities | 37.42 | 35.77 | 42.93 | 16.17 |
| 3. Customer Deposits/ Total Funding (excluding derivatives) | 43.69 | 49.08 | 50.05 | 50.94 |

Sparebanken Vest
Reference Data

| | 30 Sep 2015 | | 31 Dec 2014 | | 31 Dec 2013 | | 31 Dec 2012 | | |
|--|--------------------------------|--------------------------------|-------------------|------------------|-------------------|------------------|-------------------|------------------|-------------------|
| | 9 Months - 3rd Quarter USDm | 9 Months - 3rd Quarter NOKm | As % of Assets | Year End NOKm | As % of Assets | Year End NOKm | As % of Assets | Year End NOKm | As % of Assets |
| A. Off-Balance Sheet Items | | | | | | | | | |
| 1. Managed Securitised Assets Reported Off-Balance Sheet | n.a. | n.a. | - | 0.0 | 0.00 | 0.0 | 0.00 | n.a. | - |
| 2. Other off-balance sheet exposure to securitizations | n.a. | n.a. | - | 0.0 | 0.00 | 0.0 | 0.00 | n.a. | - |
| 3. Guarantees | n.a. | n.a. | - | 0.0 | 0.00 | 2,419.0 | 1.80 | 1,983.0 | 1.55 |
| 4. Acceptances and documentary credits reported off-balance sheet | n.a. | n.a. | - | 0.0 | 0.00 | 0.0 | 0.00 | n.a. | - |
| 5. Committed Credit Lines | n.a. | n.a. | - | 0.0 | 0.00 | 0.0 | 0.00 | n.a. | - |
| 6. Other Contingent Liabilities | n.a. | n.a. | - | 0.0 | 0.00 | 0.0 | 0.00 | n.a. | - |
| 7. Total Assets under Management | n.a. | n.a. | - | 147,070.0 | 100.00 | 136,815.0 | 101.80 | n.a. | - |
| B. Average Balance Sheet | | | | | | | | | |
| Average Loans | 14,520.0 | 123,444.3 | 78.86 | 115,924.2 | 78.82 | 110,073.4 | 81.90 | 104,129.2 | 81.51 |
| Average Earning Assets | 17,381.4 | 147,771.5 | 94.40 | 137,246.8 | 93.32 | 129,039.0 | 96.01 | 121,482.4 | 95.10 |
| Average Assets | 17,674.8 | 150,266.0 | 96.00 | 139,921.8 | 95.14 | 130,678.8 | 97.23 | 123,347.6 | 96.56 |
| Average Managed Securitised Assets (OBS) | n.a. | n.a. | - | 0.0 | 0.00 | 0.0 | 0.00 | n.a. | - |
| Average Interest-Bearing Liabilities | 16,389.9 | 139,342.3 | 89.02 | 129,922.8 | 88.34 | 121,690.2 | 90.55 | 115,013.8 | 90.03 |
| Average Common equity | 1,103.0 | 9,377.0 | 5.99 | 8,654.2 | 5.88 | 7,746.6 | 5.76 | 6,994.8 | 5.48 |
| Average Equity | 1,103.0 | 9,377.3 | 5.99 | 8,655.2 | 5.89 | 7,746.6 | 5.76 | 6,995.8 | 5.48 |
| Average Customer Deposits | 7,705.4 | 65,509.3 | 41.85 | 63,801.0 | 43.38 | 60,971.8 | 45.37 | 57,217.6 | 44.79 |
| C. Maturities | | | | | | | | | |
| Asset Maturities: | | | | | | | | | |
| Loans & Advances < 3 months | n.a. | n.a. | - | 0.0 | 0.00 | 0.0 | 0.00 | n.a. | - |
| Loans & Advances 3 - 12 Months | n.a. | n.a. | - | 0.0 | 0.00 | 0.0 | 0.00 | n.a. | - |
| Loans and Advances 1 - 5 Years | n.a. | n.a. | - | 0.0 | 0.00 | 0.0 | 0.00 | n.a. | - |
| Loans & Advances > 5 years | n.a. | n.a. | - | 0.0 | 0.00 | 0.0 | 0.00 | n.a. | - |
| Debt Securities < 3 Months | n.a. | n.a. | - | 0.0 | 0.00 | 0.0 | 0.00 | n.a. | - |
| Debt Securities 3 - 12 Months | n.a. | n.a. | - | 0.0 | 0.00 | 0.0 | 0.00 | n.a. | - |
| Debt Securities 1 - 5 Years | n.a. | n.a. | - | 0.0 | 0.00 | 0.0 | 0.00 | n.a. | - |
| Debt Securities > 5 Years | n.a. | n.a. | - | 0.0 | 0.00 | 0.0 | 0.00 | n.a. | - |
| Loans & Advances to Banks < 3 Months | n.a. | n.a. | - | 0.0 | 0.00 | 0.0 | 0.00 | n.a. | - |
| Loans & Advances to Banks 3 - 12 Months | n.a. | n.a. | - | 0.0 | 0.00 | 0.0 | 0.00 | n.a. | - |
| Loans & Advances to Banks 1 - 5 Years | n.a. | n.a. | - | 0.0 | 0.00 | 0.0 | 0.00 | n.a. | - |
| Loans & Advances to Banks > 5 Years | n.a. | n.a. | - | 0.0 | 0.00 | 0.0 | 0.00 | n.a. | - |
| Liability Maturities: | | | | | | | | | |
| Retail Deposits < 3 months | n.a. | n.a. | - | 0.0 | 0.00 | 0.0 | 0.00 | 59,852.0 | 46.85 |
| Retail Deposits 3 - 12 Months | n.a. | n.a. | - | 0.0 | 0.00 | 0.0 | 0.00 | 137.0 | 0.11 |
| Retail Deposits 1 - 5 Years | n.a. | n.a. | - | 0.0 | 0.00 | 0.0 | 0.00 | 43.0 | 0.03 |
| Retail Deposits > 5 Years | n.a. | n.a. | - | 0.0 | 0.00 | 0.0 | 0.00 | n.a. | - |
| Other Deposits < 3 Months | n.a. | n.a. | - | 0.0 | 0.00 | 0.0 | 0.00 | n.a. | - |
| Other Deposits 3 - 12 Months | n.a. | n.a. | - | 0.0 | 0.00 | 0.0 | 0.00 | n.a. | - |
| Other Deposits 1 - 5 Years | n.a. | n.a. | - | 0.0 | 0.00 | 0.0 | 0.00 | n.a. | - |
| Other Deposits > 5 Years | n.a. | n.a. | - | 0.0 | 0.00 | 0.0 | 0.00 | n.a. | - |
| Deposits from Banks < 3 Months | n.a. | n.a. | - | 0.0 | 0.00 | 0.0 | 0.00 | n.a. | - |
| Deposits from Banks 3 - 12 Months | n.a. | n.a. | - | 0.0 | 0.00 | 0.0 | 0.00 | n.a. | - |
| Deposits from Banks 1 - 5 Years | n.a. | n.a. | - | 0.0 | 0.00 | 0.0 | 0.00 | n.a. | - |
| Deposits from Banks > 5 Years | n.a. | n.a. | - | 0.0 | 0.00 | 0.0 | 0.00 | n.a. | - |
| Senior Debt Maturing < 3 months | n.a. | n.a. | - | 0.0 | 0.00 | 0.0 | 0.00 | n.a. | - |
| Senior Debt Maturing 3-12 Months | n.a. | n.a. | - | 0.0 | 0.00 | 0.0 | 0.00 | n.a. | - |
| Senior Debt Maturing 1- 5 Years | n.a. | n.a. | - | 0.0 | 0.00 | 0.0 | 0.00 | n.a. | - |
| Senior Debt Maturing > 5 Years | n.a. | n.a. | - | 0.0 | 0.00 | 0.0 | 0.00 | n.a. | - |
| Total Senior Debt on Balance Sheet | n.a. | n.a. | - | n.a. | - | n.a. | - | n.a. | - |
| Fair Value Portion of Senior Debt | n.a. | n.a. | - | 0.0 | 0.00 | 0.0 | 0.00 | n.a. | - |
| Subordinated Debt Maturing < 3 months | n.a. | n.a. | - | 0.0 | 0.00 | 0.0 | 0.00 | n.a. | - |
| Subordinated Debt Maturing 3-12 Months | n.a. | n.a. | - | 0.0 | 0.00 | 0.0 | 0.00 | n.a. | - |
| Subordinated Debt Maturing 1- 5 Years | n.a. | n.a. | - | 0.0 | 0.00 | 0.0 | 0.00 | n.a. | - |
| Subordinated Debt Maturing > 5 Years | n.a. | n.a. | - | 0.0 | 0.00 | 0.0 | 0.00 | n.a. | - |
| Total Subordinated Debt on Balance Sheet | 284.2 | 2,416.0 | 1.54 | 2,426.0 | 1.65 | 2,271.0 | 1.69 | 1,626.0 | 1.27 |
| Fair Value Portion of Subordinated Debt | n.a. | n.a. | - | 0.0 | 0.00 | 0.0 | 0.00 | n.a. | - |
| D. Risk Weighted Assets | | | | | | | | | |
| 1. Risk Weighted Assets | 8,709.6 | 74,046.0 | 47.30 | 68,563.0 | 46.62 | 66,620.0 | 49.57 | 63,300.0 | 49.55 |
| 2. Fitch Adjustments to Risk Weighted Assets | n.a. | n.a. | - | (8,784.0) | (5.97) | (14,000.0) | (10.42) | (15,170.0) | (11.87) |
| 3. Fitch Adjusted Risk Weighted Assets | 8,709.6 | 74,046.0 | 47.30 | 59,779.0 | 40.65 | 52,620.0 | 39.15 | 48,130.0 | 37.68 |
| E. Equity Reconciliation | | | | | | | | | |
| 1. Equity | 1,141.4 | 9,704.0 | 6.20 | 9,094.0 | 6.18 | 8,135.0 | 6.05 | 7,394.0 | 5.79 |
| 2. Add: Pref. Shares and Hybrid Capital accounted for as Equity | n.a. | n.a. | - | n.a. | - | n.a. | - | n.a. | - |
| 3. Add: Other Adjustments | n.a. | n.a. | - | 0.0 | 0.00 | 0.0 | 0.00 | n.a. | - |
| 4. Published Equity | 1,141.4 | 9,704.0 | 6.20 | 9,094.0 | 6.18 | 8,135.0 | 6.05 | 7,394.0 | 5.79 |
| F. Fitch Eligible Capital Reconciliation | | | | | | | | | |
| 1. Total Equity as reported (including non-controlling interests) | 1,141.4 | 9,704.0 | 6.20 | 9,094.0 | 6.18 | 8,135.0 | 6.05 | 7,394.0 | 5.79 |
| 2. Fair value effect incl in own debt/borrowings at fv on the B/S- CC only | 0.0 | 0.0 | 0.00 | 0.0 | 0.00 | 0.0 | 0.00 | 0.0 | 0.00 |
| 3. Non-loss-absorbing non-controlling interests | 0.0 | 0.0 | 0.00 | 0.0 | 0.00 | 0.0 | 0.00 | 1.0 | 0.00 |
| 4. Goodwill | 0.0 | 0.0 | 0.00 | 0.0 | 0.00 | 130.0 | 0.10 | 0.0 | 0.00 |
| 5. Other intangibles | 114.4 | 973.0 | 0.62 | 315.0 | 0.21 | 181.0 | 0.13 | 179.0 | 0.14 |
| 6. Deferred tax assets deduction | 28.5 | 242.0 | 0.15 | 0.0 | 0.00 | 0.0 | 0.00 | 0.0 | 0.00 |
| 7. Net asset value of insurance subsidiaries | 0.0 | 0.0 | 0.00 | 0.0 | 0.00 | 0.0 | 0.00 | 0.0 | 0.00 |
| 8. First loss tranches of off-balance sheet securitizations | 0.0 | 0.0 | 0.00 | 0.0 | 0.00 | 0.0 | 0.00 | 0.0 | 0.00 |
| 9. Fitch Core Capital | 998.5 | 8,489.0 | 5.42 | 8,779.0 | 5.97 | 7,824.0 | 5.82 | 7,214.0 | 5.65 |
| 10. Eligible weighted Hybrid capital | n.a. | n.a. | - | n.a. | - | n.a. | - | n.a. | - |
| 11. Government held Hybrid Capital | 0.0 | 0.0 | 0.00 | 0.0 | 0.00 | 0.0 | 0.00 | 0.0 | 0.00 |
| 12. Fitch Eligible Capital | n.a. | n.a. | - | n.a. | - | n.a. | - | n.a. | - |

Exchange Rate

USD1 = NOK8.50170

USD1 = NOK7.43000

USD1 = NOK6.08000

USD1 = NOK5.57000

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