

feeling NORWAY

1ST QUARTERLY REPORT 2011 SPAREBANK 1 BOLIGKREDITT AS

feeling NORWAY

FIG 1

Water vapour holds an essential role in research and new technology. In Norwegian oil production water vapour is used to heat up the crude oil which is kept in a mass of soil so that it in turn runs into the wells and can be pumped up. This type of vapour is also an important component in the storage of CO₂, which a Norwegian research priority in seeking solutions to the climate issues.

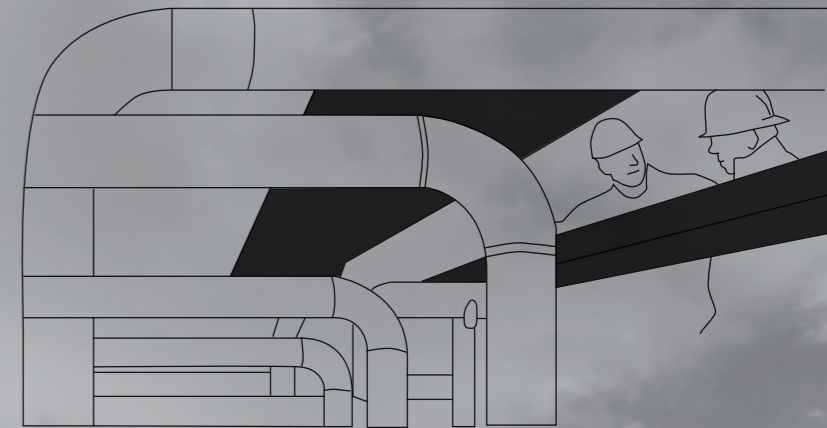


FIG 2

The first motorised vehicles were driven by steam. These new ships were less dependent on weather and were soon built with steel or iron. They were superior to the sailing vessels that were common in Norwegian waters, and marked the end of the first Norwegian modern time economic golden age; the tall ship era.



FIG 3

The Finnmark plateau, "Finnmarksvidda", is one of the coldest areas in Norway during winter. On particularly cold days it is possible to create an extraordinary phenomenon on this sparkling ice plain. By heating water to the boiling point and throwing this up in the ice cold air, the water will freeze to ice before it reaches the surface.

Water vapour is an element of time. It has wrapped in headlands and reefs, risen towards the sky from water under the warm sun, and stood in streaks a long bonfires since humans started their journey across the continents. Being the gaseous form of water, steam is one of the most important prerequisites for life and one of the most fundamental that can be observed in our surroundings.

Humans have from the early days succeeded in attending to and make use of water in all forms. This is how steam has become part of the human recipe for success. Way back since we appeared out from the mist of the Middle Ages, all the way through to the technologies of tomorrow, the water vapour remains and will remain important for mankind.

The same way as the moisture contents of the clouds above Norway in late summer can store electricity in the atmosphere to impressive discharges in the form of violent lightings, water vapour is more often than not a prerequisite and essential part of innovative processes and assists in this way with success in Norwegian innovation. Water vapour is one of our most commonly used substances, from the simplest cooking to complex mechanics and chemistry. We know how it behaves and trust its characteristics.

Sound business is built upon mutual trust. The reports published by SpareBank 1 Boligkreditt allow you to get to know us and our culture. By letting you feel Norway.

FACT SHEET

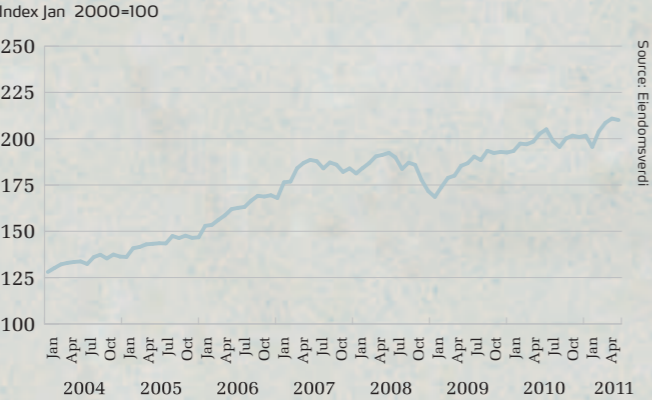
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KEY MACROECONOMIC FIGURES

	2006	2007	2008	2009	2010	2011E
GDP Mainland Norway	4,9	5,6	1,8	-1,3	2,2	3,3
Inflation (CPI)	2,3	0,8	3,8	2,1	2,5	1,8
Private Consumption, Real	4,8	5,4	1,6	0,2	3,6	3,7
Interest Rate 3M	3,1	5	6,2	2,5	2,5	2,8
Unemployment	3,4	2,5	2,6	3,2	3,6	3,6
Current Account Surplus/GDP	17	14	18	13	13	12
Budget Surplus/GDP	17	17	20	12	9	10
Government Pension Fund/GDP	88	94	94	116	126	134

Sources: Statistics Norway, Norwegian Finance Ministry, NBIM as of Feb 2011

Housing prices 2004-2011



NORWAY – STEADY GROWTH AHEAD

THE NORWEGIAN ECONOMY REMAINS SOLID, BENEFITTING FROM THE HIGH OIL PRICE AND IMPROVED ACTIVITY IN THE DOMESTIC ECONOMY. THE GDP GROWTH IS EXPECTED TO STABILIZE BETWEEN 2 – 2,5% ANNUAL GROWTH OVER THE NEXT FEW YEARS DRIVEN BY HIGH OIL INVESTMENTS, INCREASED HOME BUILDING AND SOLID HOUSEHOLD REAL INCOME GROWTH. UNEMPLOYMENT IS LOW AND HIRING AND WAGE GROWTH IS PICKING UP. NORGES BANK HIKE ITS KEY POLICY RATE IN MAY TO 2.25%, WHICH IS STILL VERY LOW BY HISTORICAL MEANS. WE EXPECT NORGES BANK TO GRADUALLY INCREASE ITS POLICY RATES OVER THE NEXT YEARS TO REDUCE THE RISK OF A NEW BOOM IN REAL ESTATE PRICES. HIGHER INTEREST RATES, STRICTER LENDING PRACTISE AND INCREASED NEW BUILDING IS EXPECTED TO EASE THE PRICE PRESSURE GOING FORWARD.

The Norwegian economy is picking up speed in 2011 on the back of high oil investments, increased housing building and increased demand from the household sector. Interest rates are still low, and unemployment rate is close to 3%. Net inward migration has been very high and population growth was 1.3% in 2010. Productivity fell somewhat through the downturn as companies kept most of its staff. Productivity has picked up again and we expect increased hiring especially in the oil related industry and in the public sector. Investments are expected to pick up over the year as companies are becoming more confident. High wage growth and a strong currency are however undermining the competitiveness of export oriented companies outside the oil industry.

BUSINESS CONFIDENCE



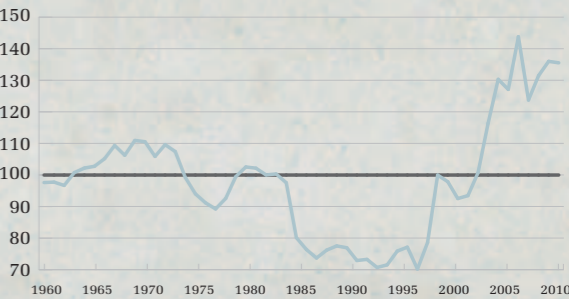
Source: Argo Securities, Statistics Norway, NEF

Norway is benefitting from the globalisation as prices for oil and other commodities have increased over the last years on the back of strong growth in emerging economies and record low interest rate levels. In addition, Norway has few import restrictions on import, contributing to falling import prices. Also, as a member of the European Economic Area, Norway have attracted labour immigrants from Europe helping to boost production capacity and keeping unemployment rate steady. The negative effect of high immigration to the economy is added pressure on house prices in urban areas. Higher prices for oil and other commodities, in conjunction with falling import prices, have improved Norway's terms of trade. Higher commodity prices increase profitability among many firms and real disposable income for Norway, which may boost demand for labour. Earlier periods of strong gains in the terms of trade have been followed by rising wage growth.

Norges Bank has started to gradually normalize the interest rate level from its record low levels in the wake of the financial crisis. The low inflationary pressure is due to falling import prices, low pricing power among companies and – until now - modes wage growth. The exchange rate is strong and contributes to continued falling import prices. Underlying inflation is about 1¼% and we expect inflation to remain low in the coming quarters. Looking

ahead, cost inflation is likely to edge up, but at the same time high net inward migration will help dampen the impact on wage growth. Wage growth is likely to be about 4% this year, increasing to 4,5% next year.

IMPROVED TERMS OF TRADE



Source: Argo Securities, Statistics Norway, NEF

So far, the low interest rate level has not led to a marked rise in household borrowing. Credit growth to households is about 6.8%, while house prices grew at an annual rate of 8.4% in Q1. The consideration of guarding against the risk of future financial imbalances that may disturb activity and inflation in the future is a key factor motivating Norges Bank to normalise the interest rate level.

CORE CPI AND POLICY RATE



To summarize, the Norwegian economy is solid and improving on the back of high oil price and a relatively low interest rate level. We expect the Norges Bank to gradually increase interest rates over the next years to avoid house prices to increase too fast. A strong increase in new house building is expected to contribute to a better balance in the house market. We expect the Norwegian economy to growth close to its long term trend growth of 2- 2,5% over the coming years.

FACT SHEET

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In NOK 1 000					
Mortgages	82 178 763	PAR-test	108,9 %	Covered Bonds	88 174 186
Treasury Bills	7 318 032	Company target	109,0 %		
Substitute Collateral	4 749 356			Swaps	-1 647 529
Total	94 246 151			Total	86 526 657

Asset Coverage test
The Asset Coverage test shows the ratio of assets to liabilities at any given time. This test is carried out on a weekly basis to ensure that the asset coverage remains above the minimum requirement and near the target ratio.

Cover Pool details*	31-03-11
Total mortgage portfolio (in NOK 1000)	82 178 763
Number of loans	75 905
Average loan size (in NOK 1000)	1 083
% of non-performing loans	0,000 %

Weighted average time since origination	32 months
Weighted average remaining term	256 months

Ratio of floating rate loans	100 %
Weighted average interest rate	3,72 %
Weighted average margin (in bps)	45

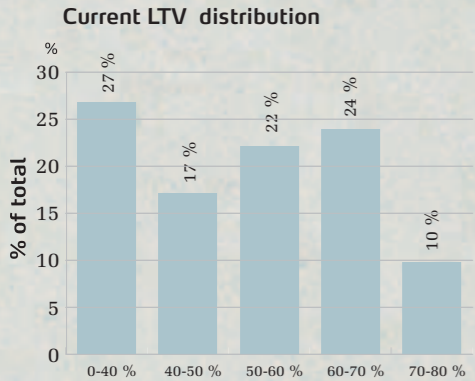
Weighted average current LTV	50 %
Weighted average original LTV	57 %
Maximum original LTV permitted by law	75 %

*** All data input for Pool 1**
The covered bonds company has also set up a second portfolio which is tailor made for Norges Banks swap facility. This portfolio consists for mortgages for NOK 16 bn. There will not be bonds in the market that are issued against this portfolio.

Substitute Collateral
In addition to prime mortgages, the cover pool consists of Norwegian Treasury Bills, high grade bonds and some deposits that serve as liquidity reserve and substitute collateral. The company has strict rules for what types of bonds that can be included in this reserve. 75% of the bond portfolio are Nordic Covered Bonds, and the remainder are high grade financial bonds with a minimum rating of A. The deposits are with the rated owner banks for operational purposes.



FIG 1
The yoke illustrates the balance-related situation for SpareBank 1 Boligkreditt. There must always be a predominance of assets in relation to debt in order to meet the legal requirement for over collateralization.



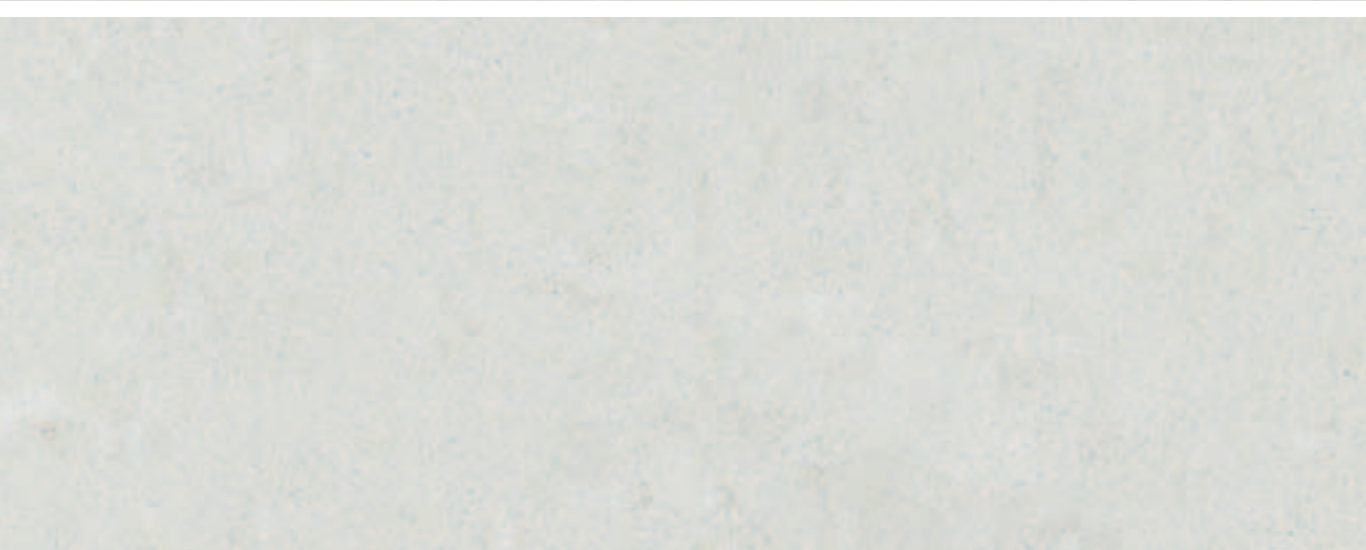
Covered Bond details

EUR-deals					
ISIN	Nominal Balance	Issue date	Maturity date*	Interest payments	Interest type
XS0350301668	1 000 000 000	15-03-08	15-06-11	Annually	Fixed rate
XS0386753031	1 000 000 000	10-09-08	10-09-13	Annually	Fixed rate
XS0470740969	1 000 000 000	03-12-09	03-12-12	Annually	Fixed rate
XS0495145657	1 250 000 000	17-03-10	17-03-17	Annually	Fixed rate
XS0519708613	1 000 000 000	23-06-10	23-06-15	Annually	Fixed rate
XS0587952085	1 000 000 000	03-02-11	03-02-21	Annually	Fixed rate
N-note	60 000 000	18-09-08	18-09-19	Annually	Fixed rate
N-note	105 000 000	26-01-11	26-01-21	Annually	Fixed rate
N-note	12 000 000	28-01-11	28-01-21	Annually	Fixed rate

USD-deals					
ISIN	Nominal Balance	Issue date	Maturity date*	Interest payments	Interest type
XS0552808940	1 500 000 000	26-10-10	25-10-13	Semi-annually	Fixed rate

NOK-deals					
ISIN	Nominal Balance	Issue date	Maturity date*	Interest payments	Interest type
NO0010441454	500 000 000	18-06-08	18-06-18	Annually	Fixed rate
NO0010441678	200 000 000	25-06-08	25-06-18	Annually	Fixed rate
NO0010441652	800 000 000	25-06-08	25-06-12	Annually	Fixed rate
NO0010464944	2 000 000 000	16-10-08	16-10-17	Annually	Fixed rate
NO0010467491	300 000 000	31-10-08	31-10-13	Annually	Fixed rate
NO0010480452	3 000 000 000	15-02-08	15-02-13	Quarterly	Floating rate
NO0010492333	7 000 000 000	17-02-09	25-08-14	Quarterly	Floating rate
NO0010520356	7 350 000 000	11-06-09	13-06-16	Quarterly	Floating rate
NO0010572142	4 000 000 000	29-04-10	29-04-16	Quarterly	Floating rate
NO0010583222	1 000 000 000	13-08-10	13-08-15	Quarterly	Floating rate

*All covered bonds have a one year extension clause



INCOME STATEMENT AS OF 31 MARCH 2011

NOK 1 000	Note	31-03-11	31-03-10	2010
Total interest income	4	852 862	530 842	2 798 192
Total interest expenses	4	-795 296	-491 985	-2 661 310
Net interest income		57 566	38 857	136 882
Net gains/losses from financial instruments	5	-10 285	3 517	-7 337
Net other operating income		-10 285	3 517	-7 337
Total operating income		47 281	42 374	129 545
Salaries and other personnel expenses	6	-1 318	-1 081	-6 422
Administration expenses	7	-1 357	-1 388	-6 137
Other operating expenses	8	-1 398	-1 663	-8 090
Depreciation on fixed assets and other intangible assets		-773	-859	-3 545
Total operating expenses		-4 846	-4 991	-24 193
Operating result before losses		42 435	37 383	105 352
Write-downs on loans and guarantees		0	0	0
Pre-tax operating result		42 435	37 383	105 352
Taxes		-11 882	-10 467	-29 567
Profit/loss for the period		30 553	26 916	75 785

PROFIT/LOSS AS OF 31 MARCH 2011

NOK 1 000	31-03-11	31-03-10	2010
Profit/loss	30 553	26 916	75 785
Total	30 553	26 916	75 785
Allocations			
Purposed dividends			75 613
Other equity	30 553	26 916	172
Sum allocations	30 553	26 916	75 785

BALANCE SHEET AS OF 31 MARCH 2011

NOK 1 000	Note	31-03-11	31-03-10	2010
Assets				
Deferred tax advantage		0	0	0
Other intangible assets		4 052	5 409	4 780
Other assets	9	924	2 063	440
Treasury bills		8 711 184	6 472 992	6 677 603
Bonds	11	2 748 910	1 265 866	2 184 270
Lending to and deposits with credit institutions		2 971 401	6 305 477	3 658 257
Lending to customers	10	97 989 161	77 945 697	91 083 932
Financial derivatives	13	1 412 951	3 099 283	1 469 563
Total assets		113 838 582	95 096 788	105 078 845
Liabilities				
Deferred taxes		-35 768	-6 205	-35 768
Debt incurred by issuing securities	12	-105 563 975	-88 168 688	-97 791 218
Debt to credit institutions		-282 931	-1 442 332	-390 468
Financial derivatives	13	-2 222 008	-495 662	-1 150 778
Taxes payable		0	-15 919	0
Other liabilities	14	-898 277	-631 782	-905 545
Total liabilities		-109 002 959	-90 760 588	-100 273 777
Equity				
Contributed equity		-4 728 470	-3 588 470	-4 728 470
Other deposited equity (not registered)		0	-720 000	0
Accrued equity		-985	-814	-985
Profit/loss		-30 553	-26 916	0
Purposed dividends		-75 613	0	-75 613
Total equity		-4 835 622	-4 336 200	-4 805 069
Total liabilities and equity		-113 838 582	-95 096 788	-105 078 845

STATEMENT OF CHANGES IN EQUITY

NOK 1 000	Share capital	Premium reserve	Other contributed	Purposed dividend	Other equity	Total equity
Share dividend 2008					-29 445	-29 445
Result for the period				93 231	-9 112	84 119
Balance sheet as of 31 December 2009	2 110 548	1 057 922	420 000	93 231	814	3 682 515
Share increase 2 February 2010	280 000	140 000	-420 000			0
Share increase 3 May 2010	480 000	240 000				720 000
Share increase 15 November 2010	280 000	140 000				420 000
Share dividend 2009				-93 231		-93 231
Result for the period				75 613	171	75 785
Balance sheet as of 31 December 2010	3 150 548	1 577 922	0	75 613	985	4 805 069
Share dividend 2010						0
Result for the period					30 553	30 553
Balance sheet as of 31 March 2011	3 150 548	1 577 922	0	75 613	31 538	4 835 622

CASH FLOW STATEMENT

NOK 1 000	31-03-11	31-03-10	2010
Cash flows from operations			
Interest received	784 358	659 876	3 196 044
Payments to operations	-2 122	1 518	-18 190
Paid tax	0	-7 617	-23 539
Net cash flow relating to operations	782 237	653 777	3 154 316
Cash flows from investments			
Net purchase of loan portfolio	-6 900 314	-3 507 500	-16 624 750
Net payments on the acquisition of government securities	-2 033 581	-6 472 992	-6 677 603
Net payments on the acquisition of securities	-539 923	-290 512	-1 182 705
Net investments in intangible assets	-45	-2 400	-4 454
Net cash flows relating to investments	-9 473 863	-10 273 404	-24 489 512
Cash flows from funding activities			
Net receipt/payment from the issuance of certificates	1 500 000	500 000	1 250 000
Net receipt/payment from the issuance of bonds	7 418 003	10 044 455	21 210 985
Net receipt/payment from the issuance of loans to credit institutions	-105 847	-550 750	-1 601 203
Payment of new equity capital	0	720 000	1 140 000
Paid dividend	0	-93 231	-93 231
Net interest payments on funding activity	-804 700	-495 468	-2 711 126
Net cash flow relating to funding activities	8 007 456	10 125 006	19 195 425
Net cash flow in the period	-684 171	505 378	-2 139 772
Balance of cash, bank deposits and similar entities BOP	3 658 257	5 800 587	5 800 587
Net receipt/payments on cash	-684 171	505 378	-2 139 772
Exchange rate difference	-2 686	-488	-2 558
Balance of cash, bank deposits and similar entities EOP	2 971 401	6 305 477	3 658 257

NOTES TO THE ACCOUNTS FOR THE 1ST QUARTER 2011

NOTE 1 GENERAL INFORMATION

The accounts are prepared in accordance with “International Financial Reporting Standards” (IFRS), as determined by the EU. This includes interpretations from the International Financial Reporting Interpretations Committee (IFRIC), and its predecessor the Standing Interpretations Committee (SIC).

The IFRS 9 Financial Instruments standard are made public and will most likely come into effect from 1 January 2013 or later. The management has decided not to implement it before this time.

NOTE 2 ACCOUNTING PRINCIPLES IN GENERAL

A detailed description of the accounting principles applied by SpareBank 1 Boligkredit is provided in the annual accounts for 2010.

NOTE 3 RISK CLASSIFICATION

The risk classification of the company's liabilities is completed upon the background of a complete assessment of the liabilities. This assessment is based on the following main criteria:

- The client's ability to pay (income and debt)
- The client's willingness to pay (poor payment records and reminders)
- The size of the loan
- Debt to asset ratio (only within 75% of the estimated value)
- Location

Any differentiation in prices is governed by SpareBank 1 Boligkredit, based on the recommendation given by the individual bank. Such differentiation is mainly carried out on the basis of collateral, the financial situation of the client and market circumstances.

NOTE 4 NET INTEREST INCOME

NOK 1 000	31-03-11	31-03-10	2010
Interest income			
Interest income and similar income from loans to and balances with credit institutions	82 953	40 055	160 876
Interest income and similar income from loans to and balances with customers	879 276	645 199	3 031 818
Interest income treasury bills	6 559	0	142 677
Commission expenses	-115 926	-154 412	-537 179
Total interest income	852 862	530 842	2 798 192
Interest expense			
Interest expense and similar expenses to credit institutions	520	4 252	13 059
Interest expense and similar expenses on issued bonds	792 735	487 685	2 647 520
Interest expense and similar expenses on issued certificates	1 999	0	345
Interest expense and similar expenses on deposits from and liabilities to customers	0	0	0
Other interest expenses	42	48	386
Total interest expenses	795 296	491 985	2 661 310
Total net interest income	57 566	38 857	136 882

NOTE 5 NET GAINS FROM FINANCIAL INSTRUMENTS

NOK 1 000	31-03-11	31-03-10	2010
Net gains (losses) from financial liabilities	1 339 063	1 238 860	-5 480 185
Net gains (losses) from financial assets	-11 974	-15 814	-21 799
Net gains (losses) from financial derivatives, hedging, at fair value	-1 337 374	-1 219 528	5 494 647
Net gains from financial instruments	-10 285	3 517	-7 337

NOTE 6 SALARIES AND REMUNERATION

NOK 1 000	31-03-11	31-03-10	2010
Salaries	1 413	1 228	6 986
Salaries invoiced to SpareBank 1 Næringskreditt*	-806	-641	-2 552
Pension expenses	300	100	757
Social insurance fees	373	361	940
Other personell expenses	38	34	291
Total salary expenses	1 318	1 081	6 422
Average number of man-years	6	6	6

*Several of the company’s employees have shared employment between SpareBank1 Næringskreditt and SpareBank1 Boligkreditt. Remuneration is done through SpareBank 1 Boligkreditt and futher invoiced to SpareBank 1 Næringskreditt. The company also buys administrative services from SpareBank1 SR-Bank and SpareBank1 Gruppen. Salaries and expenses charged from other companies are also declared by office-keeping costs. Pension benefit obligations are safeguarded in SpareBank 1 Boligkreditt through participation in the pension fund of SpareBank 1 SR-Bank. This pension scheme meets the legal demands on mandatory occupational pension.

NOTE 7 ADMINISTRATION EXPENSES

NOK 1 000	31-03-11	31-03-10	2010
IT operation and maintenance	1 217	1 286	5 177
Travel	89	133	739
Travel expenses invoiced to SpareBank1 Næringskreditt	0	-44	0
Telephone and postage	51	12	114
Training	0	0	76
Misc other adm expenses	0	2	31
Total	1 357	1 388	6 137

NOTE 8 OTHER OPERATING EXPENSES

NOK 1 000	31-03-11	31-03-10	2010
Internal auditor, hired personnel from SpareBank 1 Group, other services	1 455	1 567	8 148
Operating expenses rented offices	41	41	164
Reinvoiced expenses to SpareBank 1 Næringskreditt	-118	0	-566
Misc other operating expenses	20	55	344
Total	1 398	1 663	8 090

NOTE 9 OTHER ASSETS

NOK 1 000	31-03-11	31-03-10	2010
Accrued, not yet received interest	0	0	-430
Claims against SpareBank 1 Næringskreditt AS	924	2 060	870
Other	0	3	0
Total	924	2 063	440

Accrued interest corresponding to loans and bonds are re-classified so they no longer belong with other assets.
Figures from 31.03.2010 have been revised accordingly

NOTE 10 LENDING TO CUSTOMERS

NOK 1 000	31-03-11	31-03-10	2010
Flexible loans - retail market	40 307 958	31 983 873	36 442 098
Amortising loans - retail market	57 574 109	45 880 630	54 539 655
Total loans before accrued interest	97 882 067	77 864 503	90 981 752
Accrued interest	110 460	84 560	105 546
Total loans before specified and unspecified loss provisions	97 992 527	77 949 063	91 087 298
Specified loan loss provisions			
Grouped loan loss provisions	3 366	3 366	3 366
Total net loans and claims with customers	97 989 161	77 945 697	91 083 932

Accrued interest corresponding to loans, bonds and derivatives are re-classified so they no longer belong with other assets.
Figures from 31.03.2010 have been revised accordingly.

Liability			
Unused credit on flexible loans	11 115 015	8 580 787	10 029 961
Total	11 115 015	8 580 787	10 029 961
Defaulted loans			
Defaults*	0	0	0
Specified loan loss provisions	0	0	0
Net defaulted loans	0	0	0
Other loans at risk of loss			
Loans not defaulted but at risk of loss	0	0	0
- Individual depreciation other loans at risk of loss	0	0	0
Net other loans at risk of loss	0	0	0

*The client's total engagement is considered to be in default and will be included in overviews of defaulted loans when overdue instalments and interest payments are not received within 90 days or if credit limits on flexible loans are exceeded for 90 days or more.

NOTE 11 FINANCIAL ASSETS CLASSIFIED AS HOLD TO MATURITY

NOK 1 000	Book value 31-03-11	New investments	Matured	Amortising	Accrued interest	Exchange rate effects	Amortised cost 31-03-11
Bonds classified as							
Hold to maturity	1 247 354	575 000	0	-5 486	4 809	-886	1 820 790
Total certificates and bonds	1 247 354	575 000	0	-5 486	4 809	-886	1 820 790

Market value of bonds in hold to maturity portfolio

	Book value	Market value incl exchange rate effects	Effect on result if at market value
Bonds classified as			
Hold to maturity	1 820 790	1 826 841	6 051
Total certificates and bonds	1 820 790	1 826 841	6 051

NOTE 12 LIABILITIES INCURRED BY ISSUING SECURITIES

	Nominal value	Nominal value	Nominal value
NOK 1 000	31-03-11*	31-03-10*	2010*
Certificates and other short-term loans	1 500 000	0	0
Covered bonds	104 646 308	85 259 170	95 793 170
Withdrawn from the swap facility	14 864 778	14 864 778	14 864 778
Bonds deposited in the swap facility	-18 100 000	-18 100 000	-18 100 000
Bonds	3 250 000	3 975 000	4 725 000
Own bonds	0	-574 006	0
Total liabilities incurred by issuing securities	106 161 086	85 424 942	97 282 948
	Book value	Book value	Book value
NOK 1 000	31-03-11	31-03-10	2010
Certificates and other short-term loans	1 499 790	0	0
Covered bonds	102 979 128	86 829 967	95 512 208
Withdrawn from the swap facility	14 874 758	14 886 210	14 864 778
Bonds deposited in the swap facility	-18 100 000	-18 100 000	-18 100 000
Bonds	3 249 885	3 974 776	4 724 996
Own bonds	0	-600 349	0
Costs incurred by issuing debt onto the balance sheet	-85 124	-55 484	-70 348
Accrued interest	1 145 538	1 233 568	859 584
Total liabilities incurred by issuing securities	105 563 975	88 168 688	97 791 218

Liabilities incurred by issuing securities according to maturity (nominal value)

Year	ISIN nr	Issuance	Maturity	Interest rate type	31-03-11*	31-03-10*	2010 *
2010	XS0323446665	01-10-07	01-10-10	Fixed	0	11 698 500	0
2010	Own Bonds				0	-574 006	0
2010	T-Bills from swap facility	26-08-09	18-12-13	Floating	5 132 380	5 132 380	5 132 380
2010	T-Bills from swap facility	09-09-09	18-12-13	Floating	3 162 555	3 162 555	3 162 555
2010	T-Bills from swap facility	21-09-09	18-06-14	Floating	6 569 843	6 569 843	6 569 843
2011	NO0010571086	23-03-10	23-03-11	Floating	0	500 000	0
2011	NO0010496359	23-02-09	23-03-11	Floating	0	1 475 000	1 475 000
2011	XS0350301668	04-03-08	15-06-11	Fixed	7 888 000	7 888 000	7 888 000
2011	NO0010604986	16-03-11	16-09-11	Fixed	750 000	0	0
2011	NO0010542616	30-09-09	30-09-11	Floating	2 000 000	2 000 000	2 000 000
2011	NO0010604994	16-03-11	16-12-11	Fixed	750 000	0	0
2012	NO0010571086	23-03-10	23-03-12	Floating	1 250 000	0	1 250 000
2012	NO0010441652	25-06-08	25-06-12	Fixed	800 000	800 000	800 000
2012	XS0470740969	03-12-09	03-12-12	Fixed	8 384 500	8 384 500	8 384 500
2013	NO0010480452	16-12-08	15-02-13	Floating	3 000 000	3 000 000	3 000 000
2013	XS0386753031	10-09-08	10-09-13	Fixed	8 015 000	8 015 000	8 015 000
2013	US84650WAA45	19-10-10	25-10-13	Fixed	8 842 500	0	8 842 500
2013	NO0010467491	10-10-08	31-10-13	Fixed	300 000	300 000	300 000
2014	NO0010492333	17-02-09	25-08-14	Floating	7 000 000	7 000 000	7 000 000
2014	NO0010534340	20-08-09	22-05-14	Floating	15 000	15 000	15 000
2014	NO0010540578	17-09-09	17-09-14	Floating	998 000	998 000	998 000
2014	NO0010534340	20-08-09	22-05-14	Floating	9 535 000	9 535 000	9 535 000
2014	NO0010540578	17-09-09	17-09-14	Floating	7 552 000	7 552 000	7 552 000
2014	NO0010534340	20-08-09	22-05-14	Floating	-9 550 000	-9 550 000	-9 550 000
2014	NO0010540578	17-09-09	17-09-14	Floating	-8 550 000	-8 550 000	-8 550 000
2015	NO0010520365	11-06-09	11-06-15	Floating	7 350 000	7 350 000	7 350 000
2015	XS0519708613	23-06-10	23-06-15	Fixed	7 890 000	0	7 890 000
2015	NO0010583222	13-08-10	13-08-15	Floating	1 000 000	0	1 000 000
2016	NO0010572142	29-04-10	29-04-16	Floating	4 000 000	0	4 000 000
2017	XS0495145657	17-03-10	17-03-17	Fixed	10 037 500	10 037 500	10 037 500
2017	NO0010464694	07-10-08	16-10-17	Fixed	2 000 000	1 500 000	2 000 000
2018	NO0010441454	18-06-08	18-06-18	Fixed	500 000	500 000	500 000
2018	NO0010441578	25-06-08	26-06-18	Fixed	200 000	200 000	200 000
2019	N-note	18-09-08	18-09-19	Fixed	485 670	485 670	485 670
2021	N-note	26-01-11	26-01-21	Fixed	828 576	0	0
2021	N-note	28-01-11	28-01-21	Fixed	94 512	0	0
2021	XS0587952085	03-02-11	03-02-21	Fixed	7 930 050	0	0
Total					106 161 086	85 424 942	97 282 948

Liabilities sorted by currency (at book value)

NOK 1 000	31-03-11	31-03-10	2010
NOK	47 002 541	40 325 241	46 790 082
EUR	50 384 766	47 843 447	42 327 967
USD	8 176 668	0	8 673 169
Total	105 563 975	88 168 688	97 791 218

*Amounts show nominal at exchange rate (EUR/NOK) at time of issuance and thus differ from amounts in the balance sheet which are entered at amortised cost.
Accrued interest corresponding to bonds have been reclassified and are now included in liabilities incurred by issuing securities.
Figures for 31.03.2010 have been revised accordingly.

NOTE 13 FINANCIAL DERIVATIVES

NOK 1 000	Contract amount	Fair value		Distributed into	
		Assets	Liabilities	Cash-flow hedging	Fair value hedging
Hedging 1st quarter 2011					
Interest Derivatives					
Interest rate and cross currency swaps	142 092 076	1 412 951	-2 222 008		142 092 076
Total interest derivatives	142 092 076	1 412 951	-2 222 008		142 092 076

Hedging 1st quarter 2010					
Interest Derivatives					
Interest rate and cross currency swaps	117 725 987	3 099 283	-495 662		117 725 987
Total interest derivatives	117 725 987	3 099 283	-495 662		117 725 987

All derivative contracts done by the Company are for the purpose of hedging.
Accrued interest corresponding to derivatives have been reclassified and are now included in financial derivatives.
Figures for 31.03.2010 have been revised accordingly.

NOTE 14 OTHER LIABILITIES

NOK 1 000	31-03-11	31-03-10	2010
Employees tax deductions and other deductions	214	194	320
Employers national insurance contribution	194	184	100
Accrued holiday allowance	788	824	629
Accrued interest	0	0	0
Commission due to banks for loans provided	828 620	628 305	897 124
Deposits	4 201	1 100	2 522
Pension liabilities	222	1 041	222
Other accrued costs	64 038	133	4 628
Total	898 277	631 782	905 545

The Company does not have an overdraft facility or a revolving credit facility as of 31.03.2011.
Accrued interest corresponding to bonds and derivatives have been reclassified and no longer belong with other liabilities.
The figures from 31.03.2010 have been revised accordingly.

NOTE 15 ASSET COVERAGE REQUIREMENT

The asset coverage is calculated according to the Financial Services Act § 2-31. This results in a deviation in relation to the amounts on the balance sheet because, among other things, the total amount of lending to customers is curtailed due to defaulted loans and loans with substantial change in loan to value exceeding 75% in addition to the fact that market value is utilized on bonds in the cover pool. The company separates Pool 1 and Pool 2. Pool 1 is utilised in the market whilst Pool 2 is a total separate mortgage portfolio established for use in the swap facility with Norges Bank in 2009.

POOL 1 NOK 1 000	31-03-11	31-03-10	2010
Covered Bonds	88 174 186	68 128 931	77 951 005
Derivatives	-1 647 529	-1 576 157	-275 992
Total Covered Bonds	86 526 657	66 552 774	77 675 013
Lending to customers	82 178 763	62 094 596	74 269 828
Treasury Bills	7 318 032	6 472 992	6 677 603
Substitute collateral	4 749 356	4 378 277	4 402 393
Total Cover Pool	94 246 151	72 945 866	85 349 825
Asset-coverage	108,9 %	109,6 %	109,9 %

POOL 2 NOK 1 000	31-03-11	31-03-10	2010
Covered Bonds	18 100 000	18 100 000	18 100 000
Own bonds	-1 013 000	-1 013 000	-1 013 000
Derivatives	-6 285	-17 147	-12 216
Total Covered Bonds	17 080 715	17 069 853	17 074 784
Lending to customers	15 635 282	15 739 182	16 324 512
Substitute collateral	1 778 005	1 497 796	1 048 822
Total Cover Pool	17 413 287	17 236 978	17 373 333
Asset-coverage	101,9 %	101,0 %	101,7 %

NOTE 16 CAPITAL ADEQUACY

New capital adequacy regulations were introduced in Norway as of 1 January 2007 (Basel II - the new EU directive for capital adequacy) SpareBank 1 Boligkreditt AS has been granted permission from the Financial Supervisory Authority of Norway to use the Internal Rating Based Approach (IRB) for credit risk from the 2nd quarter of 2009 onwards. Transitional rules are given by regulation from the Financial Supervisory Authority of Norway whereby the use of the IRB-approach will not have full effect of reduced regulatory capital requirements until 2012. In 2011 permission is given for a reduction in risk-weighted basis of calculation of 20% of the old capital adequacy regulation (Basel I). For Boligkreditt these transitional rules implies that the company's assets now have a higher risk-weighting than that under the standard method (in Basel II).

Subordinated capital in NOK 1 000	31-03-11	31-03-10	2010
Share capital	3 150 548	2 390 548	3 150 548
Premium share fund	1 577 922	1 197 922	1 577 922
Other equity capital	76 598	720 814	985
Profit/loss	0	0	75 785
Total equity capital entered into the balance sheet	4 805 068	4 309 284	4 805 240
Intangible assets	-4 052	-5 409	-4 780
Purposed for share dividend	-75 613	0	-75 613
50% deduction of expected losses exceeding loss provisions IRB	-43 455	-32 367	-37 781
Core capital	4 681 949	4 271 508	4 687 066
Supplementary capital		0	0
50% deduction of expected losses exceeding loss provisions IRB	-43 455	-32 367	-37 781
Total subordinated capital	4 638 494	4 239 142	4 649 285

Minimum requirements for subordinated capital according to Basel II in NOK 1 000	31-03-11	31-03-10	2010
Credit risk	950 390	883 169	896 339
Market risk	0	0	0
Operational risk	17 435	12 219	12 219
Depreciation on groups of loans	0	0	
Difference in capital requirement resulting from transitional period 2007-2009	2 444 558	1 906 498	2 276 924
Minimum requirement subordinated capital	3 412 383	2 801 886	3 185 482

Capital adequacy in NOK 1 000	31-03-11	31-03-10	2010
Core capital ratio (%)	10,98 %	12,20 %	11,77 %
Subordinated capital ratio (%)	10,87 %	12,10 %	11,68 %

NOTE 17 CONTINGENCIES

SpareBank 1 Boligkreditt AS is not a party to any ongoing legal proceedings.

NOTE 18 RESTRICTED CASH

SpareBank1 Boligkreditt has signed ISDA-agreements including CSAs (Credit Support Annexes) with a number of financial institutions that are counterparties in interest rate and currency swaps. These institutions post collateral in the form of cash deposits to SpareBank 1 Boligkreditt. At 31.03.2011 this collateral amounted to NOK 282 931 200. This amount is included in the balance sheet as a deposit, but represents restricted cash.

NOTE 19 INCOME- AND BALANCE SHEET DEVELOPMENT

Income statement NOK 1 000	1st quarter 2011	4th quarter 2010	3rd quarter 2010	2nd quarter 2010	1st quarter 2010
Interest income	852 861	2 798 192	1 995 944	1 186 811	530 842
Interest expenses	-795 296	-2 661 310	-1 896 656	-1 126 752	-491 985
Net interest income	57 566	136 882	99 288	60 059	38 857
Profit/loss on securities	-10 285	-7 337	-19 913	7 659	3 517
Net other operating income	-10 285	-7 337	-19 913	7 659	3 517
Total operating income	47 281	129 545	79 375	67 718	42 374
Salaries and other personnel expenses	-1 318	-6 422	-4 045	-2 690	-1 081
Administrative expenses	-1 357	-6 137	-3 984	-2 381	-1 388
Other operating expenses	-1 398	-8 090	-5 128	-4 378	-1 663
Depreciation of fixed and other intangible assets	-773	-3 545	-2 695	-1 713	-859
Total operating expenses	-4 846	-24 194	-15 852	-11 163	-4 991
Operating result before losses	42 435	105 351	63 523	56 555	37 383
Write-downs on loans and guarantees				0	0
Pre-tax operating result	42 435	105 351	63 523	56 555	37 383
Taxes	-11 882	-29 567	-17 787	-15 835	-10 467
Profit/loss for the period	30 553	75 784	45 736	40 719	26 916

Balance sheet NOK 1 000	1st quarter 2011	4th quarter 2010	3rd quarter 2010	2nd quarter 2010	1st quarter 2010
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Assets

Deferred tax assets	0	0	0	0	0
Other intangible assets	4 052	4 780	5 630	4 558	5 409
Other assets	924	440	1 351 989	1 061 496	2 063
Treasury bills	8 711 184	6 677 603	7 301 038	8 941 315	6 472 992
Bonds	2 748 910	2 184 270	1 780 629	1 807 862	1 265 868
Lending to and deposits with credit institutions	2 971 401	3 658 257	9 983 437	3 706 560	6 305 477
Lending to customers	97 989 161	91 083 932	85 827 600	88 372 337	77 945 697
Financial derivatives	1 412 951	1 469 563	2 276 755	2 016 651	3 099 283
Total assets	113 838 582	105 078 845	108 527 078	105 910 778	95 096 788

Liabilities and equity

Deferred taxes	-35 768	-35 768	-6 205	-6 205	-6 205
Covered bonds	-105 563 975	-97 791 218	-100 841 010	-97 937 477	-88 168 688
Securities issued	-282 931	-390 468	-732 764	-1 147 198	-1 442 332
Debt to credit institutions	-2 222 008	-1 150 778	-421 556	-527 504	-495 662
Financial derivatives	0	0	0	0	-15 919
Other liabilities	-898 277	-905 545	-2 170 522	-1 942 391	-631 782
Total liabilities	-109 002 959	-100 273 777	-104 172 057	-101 560 775	-90 760 588

Equity

Contributed equity	-4 728 470	-4 728 470	-4 308 470	-4 308 470	-3 588 470
Accrued equity	0	0	0	0	-720 000
Other deposited equity (not registered)	-985	-985	-814	-814	-814
Profit/loss for the period	-30 553	0	-45 737	-40 719	-26 916
Purposed dividend	-75 613	-75 613	0	0	0
Total liabilities and equity	-4 835 622	-4 805 069	-4 355 021	-4 350 003	-4 336 200
Total equity	-113 838 582	-105 078 845	-108 527 078	-105 910 778	-95 096 788

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