

feeling NORWAY

3RD QUARTERLY REPORT 2011 SPAREBANK 1 BOLIGKREDITT AS



feeling
NORWAY

FIG 1

Fridtjof Nansen was born on Oct 10th 1861. That day, one of the most remarkable men in history was born. Just after finishing his doctorate in zoology he crossed Greenland on skis. This trip marked the birth of Nansen, the great explorer. The trip in turn led him to travelling to the North Pole in 1893-1895. After the First World War, Nansen was deeply involved in the work with solving issues concerning stateless refugees. The introduction of an international refugee pass, the Nansen Passport, was an important step in this process. Nansen was awarded the Nobel Peace Prize in 1922.

Roald Amundsen (born 16.07.1872), Norwegian explorer. Amundsen was inspired by Nansen's crossing of Greenland in 1888 and decided to spend his life exploring. He led the first expedition to arrive at the South Pole. This was in 1911. He also discovered the North West Passage in 1903. Amundsen was, together with Nansen, true national heroes in the years following Norwegian independence in 1905.



FIG 2

The oldest traces of skis are found in cave paintings in the Altay-region in China. They are more than 10,000 years old and display skiers hunting. The oldest finding of skis is from Vis in Northern Russia where archeologists dug out a couple of ski tips that are about 8,000 years old. The oldest Norwegian skis are from Drevja in Nordland and are about 5,200 years old. The word "ski" comes from the Norse Norwegian skid which refers to a cloven piece of wood. The skis were needed as tools for surviving in the old farming community. They were used to get through snow-covered roads and passages where one would otherwise fall through the snow. Ski competitions were first arranged in the middle of the 19th century which then introduced skiing for leisure.



FIG 3

The "hydrate snow" produced by Sintef is able to burn and make clean water at the same time. When the researchers at Sintef lights the snow on fire, it is not only an entertaining gimmick that opens the eyes of the spectators, this is also serious science. The rather exceptional hydrate snow helps scientists to make super clean water. The hydrate snow is a mixture of water and gas which is put under pressure. Then perfect crystals are created, and a gas molecule is surrounded by several water molecules. When this crystal is building up, there is no room for pollution in the binding and the pollution is separated from the water. The hydrate snow is made either with CO₂ or with flammable gases such as propane. It is the propane which makes the snow flammable.

It is below zero degrees. Everywhere. It is white, beautiful and wonderfully varied. Snow crystals fall from the sky as little pieces of art. Beautiful, hexagonal and transparent snow crystals in an infinite variation of shapes. When the sunlight touches the shining surfaces of the crystals, or a clean slate of snow, the light is reflected and thus the snow appears white. It is truly a wonder of nature. For the most part for joy, but sometimes for worries. In Norway though, the snow is a friend. We have learned to live with it. To be on the same team and make the best possible use of it.



FACT SHEET

norway.

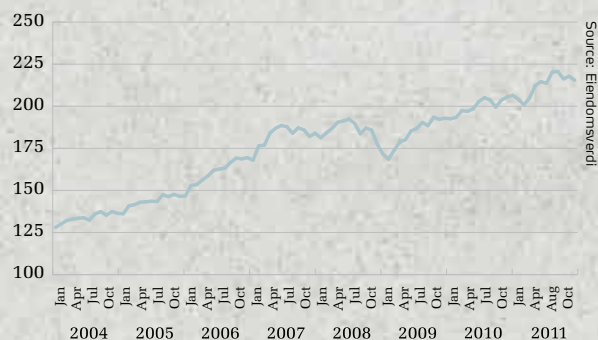
KEY MACROECONOMIC FIGURES

	2006	2007	2008	2009	2010	2011E
GDP Mainland Norway	4,9	5,6	1,8	-1,8	2,1	2,7
Inflation (CPI)	2,3	0,8	3,8	2,1	2,5	1,4
Private Consumption, Real	4,8	5,4	1,6	0,2	3,7	2,8
Interest Rate 3M	3,1	5	6,2	2,5	2,5	2,9
Unemployment	3,4	2,5	2,6	3,2	3,6	3,4
Current Account Surplus/GDP	17	14	18	12	12	13
Budget Surplus/GDP	17	17	20	12	11	13
Government Pension Fund/GDP	83	89	91	113	123	130

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

Housing prices 2004-2011

Index Jan 2000=100



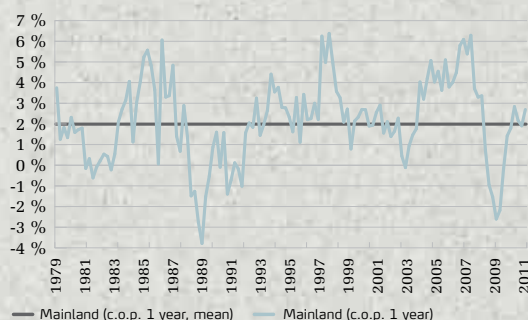
NORWAY – SHELTERED BUT NOT IMMUNE TO GLOBAL TURMOIL

THE NORWEGIAN ECONOMY IS SLOWLY BEING AFFECTED BY SLOWER GLOBAL GROWTH AND INCREASING TURBULENCE IN BANKING AND FINANCIAL MARKETS. TRADITIONAL EXPORT IS EXPERIENCING WEAKER EXPORT MARKETS, AND THE INCREASED UNCERTAINTY IS SLOWING INVESTMENTS AND PRIVATE SPENDING. HIGH OIL PRICE AND INCREASED DISCOVERED OIL RESERVE IN THE NORTH SEA IS EXPECTED TO CONTRIBUTE TO SOLID DEVELOPMENT IN OIL RELATED INDUSTRIES. WE EXPECT A GDP GROWTH CLOSE TO 2% ANNUALLY OVER THE NEXT COUPLE OF YEARS DRIVEN BY HIGH OIL INVESTMENTS, INCREASED HOME BUILDING AND SOLID HOUSEHOLD REAL DISPOSABLE INCOME GROWTH. DUE TO WEAKER GLOBAL GROWTHS AND INCREASED INTERBANK INTEREST RATES, WE EXPECT NORGES BANK TO KEEP ITS POLICY RATES UNCHANGED THROUGHOUT 2012. INCREASED NEW BUILDING, STRICTER LENDING PRACTISE AND INCREASED MARKET TURMOIL IS LIKELY TO CAUSE A MORE MODEST PRICE INCREASE IN HOUSE PRICES.

The Norwegian economy is growing close to its long term average of 2%. The growth is driven by high oil investments, increased housing building and increased demand from the household sector. Interest rates are low, and unemployment rate is 3,2%. Net inward migration has been high and population growth was 1.3% in 2010 which is among the highest in Europe. The market turmoil is curbing business sentiment and slowing investments in non-oil related industries. High wage growth and a strong currency are undermining the competitiveness of export oriented companies outside the oil industry. Weaker export market is likely to reduce companies' willingness to invest. The chart below shows GDP growth in the Mainland economy.

GDP GROWTH, MAINLAND ECONOMY

Norway, Gross Domestic Product, Mainland, Constant Prices, SA, NOK



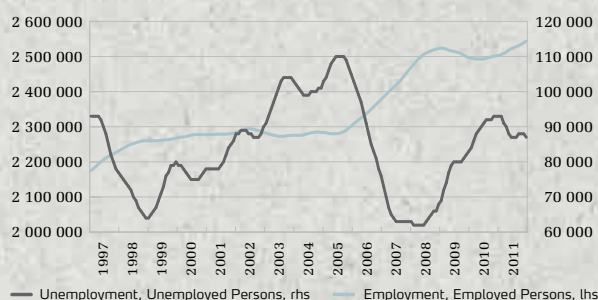
Source: SpareBank 1, Macrobond

According to the business survey, Norwegian manufacturing industry experienced steady growth in total output and a higher level of employment Q3. Increased demand from the domestic market explains these results. Export companies reported weaker demand and export prices declined. Capacity utilisation is estimated at 81.4 per cent in Q3, below the historic average.

New huge oil findings on the Norwegian continental shelf this fall is expected to contribute to continued high oil investments and activities in oil related business over the next years. The petroleum investments are expected to increase by 12% in 2011 after a decline in 2010.

STRONG EMPLOYMENT GROWTH AND FEW UNEMPLOYED

Norway, Males & female, By age, Total 16-74 years, Trend Adjusted, 3 month Moving Average



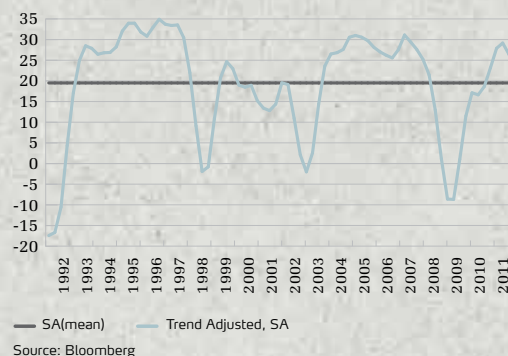
Source: Statistics Norway, Macrobonds

Investments in new houses are expected to increase close to 17% in 2011, catching up after several years of negative growth. Construction grew by 9,4% in the first half of 2011. Construction of residential and non-residential building increased by 12,5%. High employment and low unemployment rate is supporting a strong housing market.

In late October, Norges Bank indicated they will keep its policy rates unchanged for another year due to weak global growth and the risk of a banking crisis in Europe. As Norwegian banks are partly funded from abroad, higher interbank interest rate levels are transferred directly into Norwegian banks funding cost. Interbank interest rates have increased, and the spread between 3 months Norwegian interbank interest rates (NIBOR) and the policy rates are close to 1%-point. Should the interbank interest rate level stay elevated or increase further, banks will sooner or later be forced to increase interest rates to its customers. The uncertain outlook is also likely to make the households and companies somewhat more cautious something that could reduce private consumption and investments. Inflationary pressure is subdued due to weak global pricing power and a strong Norwegian currency. We expect wage growth to be close to 4% this year, and to stabilize or grow below 4% in the next couple of years due to weaker growth. We expect the interest rate level to households and companies to increase somewhat due to higher funding cost and despite unchanged policy rates. Should Norwegian banks experience rapidly increase in its funding costs, the government is likely to activate the emergency loans to banks as they did in late 2008.

So far, the low interest rate level has not led to a marked rise in household borrowing. Real after-tax interest rates are expected to stay at low levels the next couple of years. Consumer confidence remains at high – but decreasing levels. Credit growth to households is about 7.2%, while house prices grew at an annual rate of 8.6% in Q3.

NORWAY: CONSUMER CONFIDENCE



Source: Bloomberg

To summarize, the Norwegian economy is robust and is set to grow close to 2% over the next years. Due to the recent turmoil in financial markets, we expect Norges Bank to keep its policy rates on hold throughout 2012. A strong increase in new house building is expected to slow the house price growth to a more long term sustainable level.

FACT SHEET

boligkreditt.

In NOK 1 000

Mortgages	98 064 439	PAR-test	109,6 %	Covered Bonds	99 651 041
Treasury Bills	1 294 330	Company target	109,0 %		
Substitute Collateral	6 827 258			Swaps	-2 752 920
Total	106 186 027			Total	96 898 121

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*

30-09-2011

Total mortgage portfolio (in NOK 1000)	98 064 439
Number of loans	85 674
Average loan size (in NOK 1000)	1 145
% of non-performing loans	0,000 %

Weighted average time since origination	32 months
Weighted average remaining term	260 months

Ratio of floating rate loans	100 %
Weighted average interest rate	3,89 %
Weighted average margin (in bps)	23

Weighted average current LTV	51 %
Weighted average original LTV	58 %
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 15 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.

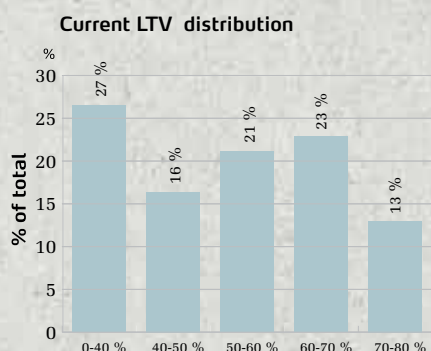


FIG 1

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
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
XS0674396782	1 000 000 000	07.09.11	07.09.21	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
XS0632246426	1 250 000 000	27.05.11	27.05.16	Semi-annually	Fixed rate

NOK-deals

ISIN	Nominal Balance	Issue date	Maturity date*	Interest payments	Interest type
NO0010441454	1 000 000 000	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	16.12.08	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	11.06.15	Quarterly	Floating rate
NO0010572142	5 065 000 000	29.04.10	29.04.16	Quarterly	Floating rate
NO0010583222	3 000 000 000	13.08.10	13.08.15	Quarterly	Floating rate
NO0010621782	1 000 000 000	14.07.11	14.07.17	Quarterly	Floating rate
NO0010623234	500 000 000	16.08.11	16.08.18	Quarterly	Floating rate
NO0010622137	1 000 000 000	15.07.11	15.07.22	Annually	Fixed rate

*All covered bonds have a one year extension clause

INCOME STATEMENT AS OF 30 SEPTEMBER 2011

NOK 1 000	Note	30-09-11	30-09-10	2010
Total interest income	4	2 809 755	1 995 944	2 798 192
Total interest expenses	4	-2 644 657	-1 896 656	-2 661 310
Net interest income		165 098	99 288	136 882
Net gains/losses from financial instruments	5	-42 330	-19 913	-7 337
Net other operating income		-42 330	-19 913	-7 337
Total operating income		122 769	79 375	129 545
Salaries and other personnel expenses	6	-4 461	-4 045	-6 422
Administration expenses	7	-4 762	-3 984	-6 137
Other operating expenses	8	-8 692	-5 128	-8 090
Depreciation on fixed assets and other intangible assets		-2 301	-2 695	-3 545
Total operating expenses		-20 217	-15 852	-24 193
Operating result before losses		102 551	63 523	105 352
Write-downs on loans and guarantees		0	0	0
Pre-tax operating result		102 551	63 523	105 352
Taxes		-28 719	-17 787	-29 567
Profit/loss for the period		73 832	45 737	75 785

PROFIT/LOSS AS OF 30 SEPTEMBER 2011

NOK 1 000	30-09-11	30-09-10	2010
Profit/loss	73 832	45 737	75 785
Total	73 832	45 737	75 785
Allocations:			
Purposed dividends			75 613
Other equity	73 832	45 737	172
Sum allocations	73 832	45 737	75 785

BALANCE SHEET AS OF 30 SEPTEMBER 2011

NOK 1 000	Note	30-09-11	30-09-10	2010
Assets				
Deferred tax assets		0	0	0
Other intangible assets		2 916	5 630	4 780
Other assets	9	2 486	524	440
Treasury bills		2 233 218	7 301 038	6 677 603
Bonds		5 005 836	1 790 097	2 184 270
Lending to and deposits with credit institutions		3 945 414	10 066 672	3 658 257
Lending to customers	10	113 341 354	85 922 221	91 083 932
Financial derivatives	13	3 729 190	3 440 895	1 469 563
Total assets		128 260 416	108 527 078	105 078 845
Liabilities				
Deferred taxes	16	-6 363	-6 205	-35 768
Debt incurred by issuing securities	12	-120 268 780	-102 090 337	-97 791 218
Debt to credit institutions		-1 059 901	-732 764	-390 468
Financial derivatives	13	-917 476	-508 565	-1 150 778
Taxes payable	16	0	0	0
Other liabilities	14	-784 608	-834 186	-905 545
Total liabilities		-123 037 129	-104 172 057	-100 273 777
Equity				
Contributed equity		-5 148 470	-4 308 470	-4 728 470
Other deposited equity (not registered)		0	0	0
Accrued equity		-985	-814	-985
Profit/loss		-73 832	-45 737	0
Purposed dividends		0	0	-75 613
Total equity		-5 223 287	-4 355 021	-4 805 069
Total liabilities and equity		-128 260 416	-108 527 078	-105 078 845

STATEMENT OF CHANGES IN EQUITY

NOK 1 000	Share capital	Premium reserve	Other contributed	Purposed dividend	Other equity	Total equity
Balance sheet as of 31 December 2009	2 110 548	1 057 922	420 000	0	39 371	3 627 841
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	-17 618	39 542	4 750 394
Share increase 27 May 2011	280 000	140 000				420 000
Share dividend 2010				-75 613		-75 613
Result for the period					73 832	73 832
Balance sheet as of 30 September 2011	3 430 548	1 717 922	0	-93 231	113 374	5 168 613

CASH FLOW STATEMENT

NOK 1 000	30-09-11	30-09-10	2010
Cash flows from operations			
Interest received	2 529 270	2 307 018	3 196 044
Payments to operations	-19 368	-10 555	-18 190
Paid tax	-29 405	-23 536	-23 539
Net cash flow relating to operations	2 480 497	2 272 927	3 154 316
Cash flows from investments			
Net purchase of loan portfolio	-22 238 206	-11 473 963	-16 624 750
Net payments on the acquisition of government securities	4 444 386	-7 301 038	-6 677 603
Net payments on the acquisition of securities	-2 702 885	-804 641	-1 182 705
Net investments in intangible assets	-45	-4 454	-4 454
Net cash flows relating to investments	-20 496 750	-19 584 096	-24 489 512
Cash flows from funding activities			
Net receipt/payment from the issuance of certificates	4 443 600	1 250 000	1 250 000
Net receipt/payment from the issuance of bonds	15 274 403	23 952 316	21 210 985
Net receipt/payment from the issuance of loans to credit institutions	669 433	-2 558 400	-1 601 203
Payment of new equity capital	420 000	720 000	1 140 000
Paid dividend	-75 613	-93 231	-93 231
Net interest payments on funding activity	-2 422 438	-1 778 098	-2 711 126
Net cash flow relating to funding activities	18 309 385	21 492 587	19 195 425
Net cash flow in the period	293 132	4 181 418	-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	293 132	4 181 418	-2 139 772
Exchange rate difference	-5 975	1 432	-2 558
Balance of cash, bank deposits and similar entities EOP	3 945 414	9 983 437	3 658 257

NOTE 1 GENERAL INFORMATION

The accounts are prepared in accordance with "International Financial Reporting Standards" (IFRS), as determined by the EU.

NOTE 2 ACCOUNTING PRINCIPLES

IN GENERAL

A detailed description of the accounting principles applied by SpareBank 1 Boligkreditt 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 Boligkreditt, 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	30-09-11	30-09-10	2010
Interest income			
Interest income and similar income from loans to and balances with credit institutions	129 548	157 569	160 876
Interest income and similar income from loans to and balances with customers	2 877 387	2 187 904	3 031 818
Interest income treasury bills	105 926	73 512	142 677
Commission expenses	-303 106	-423 041	-537 179
Total interest income	2 809 755	1 995 944	2 798 192
Interest expense			
Interest expense and similar expenses to credit institutions	3 769	6 297	13 059
Interest expense and similar expenses on issued bonds	2 613 715	1 889 871	2 647 520
Interest expense and similar expenses on issued certificates	27 109	345	345
Interest expense and similar expenses on deposits from and liabilities to customers	0	0	0
Other interest expenses	63	143	386
Total interest expenses	2 644 657	1 896 656	2 661 310
Total net interest income	165 098	99 288	136 882

NOTE 5 NET GAINS FROM FINANCIAL INSTRUMENTS

NOK 1 000	30-09-11	30-09-10	2010
Net gains (losses) from financial liabilities	-2 413 991	3 804 143	-5 480 185
Net gains (losses) from financial assets	-3 647	8 551	-21 799
Net gains (losses) from financial derivatives, hedging, at fair value	2 375 308	-3 832 607	5 494 647
Net gains from financial instruments	-42 330	-19 913	-7 337

NOTE 6 SALARIES AND REMUNERATION

NOK 1 000	30-09-11	30-09-10	2010
Salaries	5 314	4 366	6 986
Salaries reinvoyced to SpareBank 1 Næringskreditt*	-2 668	-1 411	-2 552
Pension expenses	900	300	757
Social insurance fees	860	766	940
Other personell expenses	55	24	291
Total salary expenses	4 461	4 045	6 422
Average number of man-years	7	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 reinvoyced 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	30-09-11	30-09-10	2010
IT operation and maintenance	4 001	3 550	5 177
Travel	621	426	739
Travel expenses reinvoyced to SpareBank1 Næringskreditt	0	-120	0
Telephone and postage	122	53	114
Training	0	0	76
Misc other adm expenses	17	76	31
Total	4 762	3 984	6 137

NOTE 8 OTHER OPERATING EXPENSES

NOK 1 000	30-09-11	30-09-10	2010
Internal auditor, hired personnel from SpareBank 1 Group, other services	8 886	5 550	8 148
Operating expenses rented offices	123	123	164
Reinvoyced expenses to SpareBank 1 Næringskreditt	-597	-774	-566
Misc other operating expenses	280	229	344
Total	8 692	5 128	8 090

NOTE 9 OTHER ASSETS

NOK 1 000	30-09-11	30-09-10	2010
Accrued, not yet received interest	0	0	-430
Claims against SpareBank 1 Næringskreditt	2 486	524	870
Other	0	0	0
Total	2 486	524	440

Accrued interest corresponding to loans and bonds are re-classified so they no longer belong with other assets. Figures from 30.09.2010 have been revised accordingly

NOTE 10 LENDING TO CUSTOMERS

NOK 1 000	30-09-11	30-09-10	2010
Flexible loans - retail market	46 841 283	34 370 638	36 442 098
Amortising loans - retail market	66 378 676	51 460 328	54 539 655
Total loans before accrued interest	113 219 958	85 830 966	90 981 752
Accrued interest	124 762	94 621	105 546
Total loans before specified and unspecified loss provisions	113 344 720	85 925 587	91 087 298
Specified loan loss provisions			
Grouped loan loss provisions	3 366	3 366	3 366
Total net loans and claims with customers	113 341 354	85 922 221	91 083 932

Accrued interest corresponding to loans, bonds and derivatives are re-classified so they no longer belong with other assets.

Figures from 30.09.2010 have been revised accordingly.

Liability

Unused credit on flexible loans	13 450 337	9 470 645	10 029 961
Total	13 450 337	9 470 645	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 31-12-2010	New investments	Matured	Amortising	Accrued interest	Exchange rate effects	Amortised cost 30-09-2011
Bonds classified as							
Hold to maturity	1 247 354	1 015 000	-50 000	5 536	6 885	-10 308	2 214 467
Total certificates and bonds	1 247 354	1 015 000	-50 000	5 536	6 885	-10 308	2 214 467

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	2 214 467	2 211 814	-2 653
Total certificates and bonds	2 214 467	2 211 814	-2 653

NOTE 12 LIABILITIES INCURRED BY ISSUING SECURITIES

	Nominal value	Nominal value	Nominal value
NOK 1 000	30-09-11	30-09-10	2010 *
Certificates and other short-term loans	4 444 000	0	0
Covered bonds	117 557 453	98 649 170	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	1 250 000	4 725 000	4 725 000
Own bonds	-3 024 198	-1 080 941	0
Total liabilities incurred by issuing securities	116 992 033	99 058 007	97 282 948
	Book value	Book value	Book value
NOK 1 000	30-09-11	30-09-10	2010
Certificates and other short-term loans	4 443 600	0	0
Covered bonds	119 876 294	100 492 306	95 512 208
Withdrawn from the swap facility	14 864 778	14 883 567	14 864 778
Bonds deposited in the swap facility	-18 100 000	-18 100 000	-18 100 000
Bonds	1 249 968	4 725 125	4 724 996
Own bonds	-3 167 938	-1 108 785	0
Costs incurred by issuing debt onto the balance sheet	-111 671	-51 203	-70 348
Accrued interest	1 213 749	1 249 327	859 584
Total liabilities incurred by issuing securities	120 268 780	102 090 337	97 791 218

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

Year	ISIN nr	Issuance	Maturity	Interest rate type	30-09-11	30-09-10	2010
2010	XS0323446665	01.10.07	01.10.10	Fixed	0	11 698 500	0
2011	Own Bonds				-3 024 198	-1 080 941	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	NO0010496359	23.02.09	23.03.11	Floating	0	1 475 000	1 475 000
2011	XS0350301668	04.03.08	15.06.11	Fixed	0	7 888 000	7 888 000
2011	NO0010604986	16.03.11	16.09.11	Fixed	0	0	0
2011	NO0010542616	30.09.09	30.09.11	Floating	0	2 000 000	2 000 000
2011	NO0010626146	30.09.11	31.10.11	Fixed	1 944 000	0	0
2011	NO0010604994	16.03.11	16.12.11	Fixed	750 000	0	0
2012	NO0010624745	01.09.11	29.02.12	Fixed	750 000	0	0
2012	NO0010625395	16.09.11	16.03.12	Fixed	500 000	0	0
2012	NO0010571086	23.03.10	23.03.12	Floating	1 250 000	1 250 000	1 250 000
2012	NO0010441652	25.06.08	25.06.12	Fixed	800 000	800 000	800 000
2012	NO0010626120	30.09.11	29.06.12	Fixed	500 000	0	0
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	XS0552808940	26.10.10	25.10.13	Fixed	8 842 500	0	8 842 500
2013	NO0010467491	31.10.08	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	NO0010520356	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	7 890 000	7 890 000
2015	NO0010583222	13.08.10	13.08.15	Floating	3 000 000	1 000 000	1 000 000
2016	NO0010572142	29.04.10	29.04.16	Floating	5 065 000	4 000 000	4 000 000
2016	XS0632246426	27.05.11	27.05.16	Fixed	6 986 625	0	0
2017	XS0495145657	17.03.10	17.03.17	Fixed	10 037 500	10 037 500	10 037 500
2017	NO0010621782	14.07.11	14.07.17	Floating	1 000 000	0	0
2017	NO0010464944	16.10.08	16.10.17	Fixed	2 000 000	2 000 000	2 000 000
2018	NO0010441454	18.06.08	18.06.18	Fixed	1 000 000	500 000	500 000
2018	NO0010441678	25.06.08	25.06.18	Fixed	200 000	200 000	200 000
2018	NO0010623234	16.08.11	16.08.18	Floating	500 000	0	0
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
2021	XS0674396782	07.09.11	07.09.21	Fixed	7 747 520	0	0
2022	NO0010622137	15.07.11	15.07.22	Fixed	1 000 000	0	0
Total					116 992 033	99 058 007	97 282 948

Liabilities sorted by currency (at book value)

NOK 1 000	30-09-11	30-09-10	2010
NOK	53 667 334	47 275 944	46 790 082
EUR	50 126 324	54 814 393	42 327 967
USD	16 475 122	0	8 673 169
Total	120 268 780	102 090 337	97 791 218

*Amounts show nominal at exchange rate (EUR/NOK, USD/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 30.09.2010 have been revised accordingly.

NOTE 13 FINANCIAL DERIVATIVES

	Contract amount	Fair value		Distributed into	
NOK 1 000		Assets	Liabilities	Cash-flow hedging	Fair value hedging
Hedging 3rd quarter 2011					
Interest Derivatives					
Interest rate and cross currency swaps	142 837 899	3 729 190	-917 476		142 837 899
Total interest derivatives	142 837 899	3 729 190	-917 476		142 837 899

Hedging 3rd quarter 2010

Interest Derivatives

Interest rate and cross currency swaps	135 184 940	3 440 895	-508 565		135 184 940
Total interest derivatives	135 184 940	3 440 895	-508 565		135 184 940

All derivative contracts are for the purpose of hedging. Accrued interest corresponding to derivatives have been reclassified and are now included in financial derivatives. Figures for 30.09.2010 have been revised accordingly.

NOTE 14 OTHER LIABILITIES

NOK 1 000	30-09-11	30-09-10	2010
Employees tax deductions and other deductions	248	167	320
Employers national insurance contribution	191	108	100
Accrued holiday allowance	692	493	629
Accrued interest	0	0	0
Commission due to banks for loans provided	743 694	810 346	897 124
Deposits	6 283	3 019	2 522
Pension liabilities	222	1 041	222
Other accrued costs	33 278	19 012	4 628
Total	784 608	834 186	905 545

The Company does not have an overdraft facility or a revolving credit facility as of 30.09.2011. Accrued interest corresponding to bonds and derivatives have been reclassified and no longer belong with other liabilities. The figures from 30.09.2010 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	30-09-11	30-09-10	2010
Covered Bonds	102 826 950	83 668 159	77 951 005
Own bonds	-3 175 909	-1 158 674	
Derivatives	-2 752 920	-2 822 718	-275 992
Total Covered Bonds	96 898 121	79 686 767	77 675 013
Lending to custoers	98 064 439	71 250 710	74 269 828
Treasury Bills	1 294 330	7 301 038	6 677 603
Substitute collateral	6 827 258	8 432 415	4 402 393
Total Cover Pool	106 186 028	86 984 163	85 349 825
Asset-coverage	109,6 %	109,2 %	109,9 %

POOL 2			
NOK 1 000	30-09-11	30-09-10	2010
Covered Bonds	18 253 883	18 243 626	18 100 000
Own bonds	-1 014 268	-1 014 263	-1 013 000
Derivatives	-154 803	-136 787	-12 216
Total Covered Bonds	17 084 811	17 092 576	17 074 784
Lending to customers	15 254 566	14 637 475	16 324 512
Substitute collateral	1 871 801	2 698 695	1 048 822
Total Cover Pool	17 126 367	17 336 170	17 373 333
Asset-coverage	100,2 %	101,4 %	101,7 %

NOTE 16 TAXES

After the annual accounts were presented there has been a change in taxes. The consequence of this is in a shift between payable and deferred taxes. The profit/loss remains unaffected by this change.

NOTE 17 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).

In NOK 1 000	30-09-11	30-09-10	2010
Share capital	3 430 548	2 870 548	3 150 548
Premium share fund	1 717 922	1 437 922	1 577 922
Other equity capital	985	814	814
Profit/loss		0	75 785
Total equity capital	5 149 455	4 309 284	4 805 069
Intangible assets	-2 916	-5 630	-4 780
Purposed for share dividend		0	-75 613
50% deduction of expected losses exceeding loss provisions IRB	-51 886	-33 585	-37 781
Core capital	5 094 653	4 270 070	4 686 895
Supplementary capital		0	0
50% deduction of expected losses exceeding loss provisions IRB	-51 886	-33 585	-37 781
Total capital	5 042 767	4 236 485	4 649 114

Minimum requirements for capital according to Basel II i NOK 1 000	30-09-11	30-09-10	2010
Credit risk	1 192 926	969 177	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	2 794 655	2 136 054	2 276 924
Minimum requirement subordinated capital	4 005 016	3 117 450	3 185 482

Capital adequacy in NOK 1 000	30-09-11	30-09-10	2010
Core capital ratio (%)	10,18 %	10,96 %	11,77 %
Capital ratio (%)	10,07 %	10,87 %	11,68 %

NOTE 18 CONTINGENCIES

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

NOTE 19 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 30.09.2011 this collateral amounted to NOK 1 059 900 900. This amount is included in the balance sheet as a deposit, but represents restricted cash.

NOTE 20 INCOME- AND BALANCE SHEET DEVELOPMENT

Income statement NOK 1 000	3rd quarter 2011	2nd quarter 2011	1st quarter 2011	4th quarter 2010	3rd quarter 2010
Interest income	2 809 755	1 759 049	852 861	2 798 192	1 995 944
Interest expenses	-2 644 657	-1 651 273	-795 296	-2 661 310	-1 896 656
Net interest income	165 098	107 776	57 566	136 882	99 288
Profit/loss on securities	-42 330	-21 497	-10 285	-7 337	-19 913
Net other operating income	-42 330	-21 497	-10 285	-7 337	-19 913
Total operating income	122 769	86 279	47 281	129 545	79 375
Salaries and other personnel expenses	-4 461	-2 842	-1 318	-6 422	-4 045
Administrative expenses	-4 762	-3 141	-1 357	-6 137	-3 984
Other operating expenses	-8 692	-5 763	-1 398	-8 090	-5 128
Depreciation of fixed and other intangible assets	-2 301	-1 539	-773	-3 545	-2 695
Total operating expenses	-20 217	-13 286	-4 846	-24 194	-15 852
Operating result before losses	102 551	72 993	42 435	105 351	63 523
Write-downs on loans and guarantees	0	0			
Pre-tax operating result	102 551	72 993	42 435	105 351	63 523
Taxes	-28 719	-20 439	-11 882	-29 567	-17 787
Profit/loss for the period	73 832	52 554	30 553	75 784	45 736
Balance sheet NOK 1 000	3rd quarter 2011	2nd quarter 2011	1st quarter 2011	4th quarter 2010	3rd quarter 2010
Assets					
Deferred tax assets	0	0	0	0	0
Other intangible assets	2 916	3 286	4 052	4 780	5 630
Other assets	2 486	1 223	924	440	1 351 989
Treasury bills	2 233 218	1 580 829	8 711 184	6 677 603	7 301 038
Bonds	5 005 836	4 115 283	2 748 910	2 184 270	1 780 629
Lending to and deposits with credit institutions	3 945 414	1 531 251	2 971 401	3 658 257	9 983 437
Lending to customers	113 341 354	104 552 605	97 989 161	91 083 932	85 827 600
Financial derivatives	3 729 190	1 246 906	1 412 951	1 469 563	2 276 755
Total assets	128 260 416	113 031 383	113 838 582	105 078 845	108 527 078
Liabilities					
Deferred taxes	-6 363	-6 363	-35 768	-35 768	-6 205
Securities issued	-120 268 780	-103 706 879	-105 563 975	-97 791 218	-100 841 010
Debt to credit institutions	-1 059 901	-499 163	-282 931	-390 468	-732 764
Financial derivatives	-917 476	-2 682 186	-2 222 008	-1 150 778	-421 556
Taxes payable	0	0	0	0	0
Other liabilities	-784 608	-934 782	-898 277	-905 545	-2 170 522
Sum gjeld	-123 037 129	-107 829 373	-109 002 959	-100 273 777	-104 172 057
Equity					
Contributed equity	-5 148 470	-4 728 470	-4 728 470	-4 728 470	-4 308 470
Other deposited equity (not registered)	0	-420 000	0	0	0
Accrued equity	-985	-985	-985	-985	-814
Profit/loss for the period	-73 832	-52 554	-30 553	0	-45 737
Purposed dividend	0	0	-75 613	-75 613	0
Total liabilities and equity	-5 223 287	-5 202 010	-4 835 622	-4 805 069	-4 355 021
Total equity	-128 260 416	-113 031 383	-113 838 582	-105 078 845	-108 527 078

SpareBank 1 Boligkreditt AS
Bjergsted Terrasse 1
PO Box 250
4066 Stavanger
Norway

E-mail: boligkreditt@sparebank1.no
Central switchboard: +47 915 02002
www.sparebank1.no/boligkreditt