



BOLIGKREDITT

3rd Quarterly Report 2014

Feeling Norway

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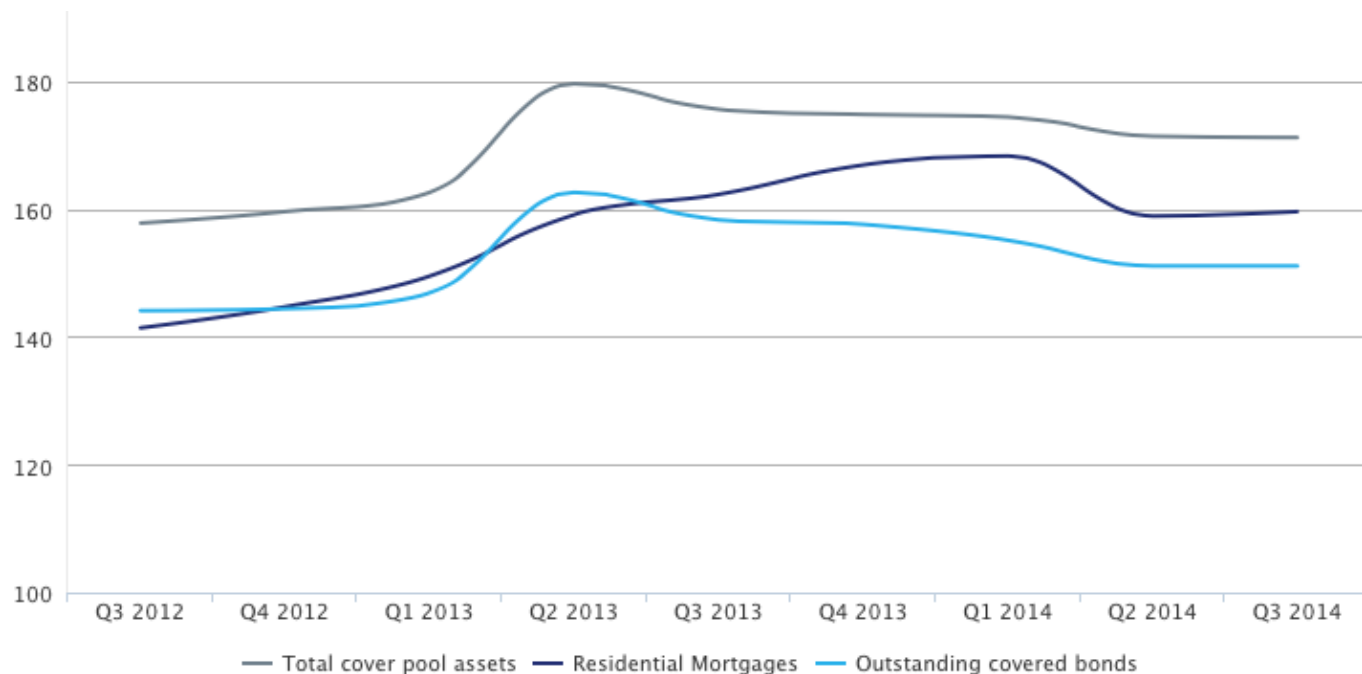
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Report of the Board of Directors

Cover Pool and Outstanding Covered Bonds¹



Key Figures Overview

	Q3 2014	Q2 2014	Q1 2014	Q4 2013
Weighted Average Current LTV (%)	51.2 %	51.6%	52.2%	51.7%
Weighted Average Original LTV (%)	57.4 %	57.2%	57.3%	57.0%
Average Loan Balance (NOK)	1 193 893	1 200 321	1 213 532	1 206 278
Number of Mortgages in Pool	133 393	132 344	138 664	138 359
Percentage of non first-lien mortgages in the pool	0.0 %	0.0 %	0.0 %	0.0 %
Overcollateralization	113.3 %	113.4 %	112.5 %	110.9 %

Key Events During the Third Quarter

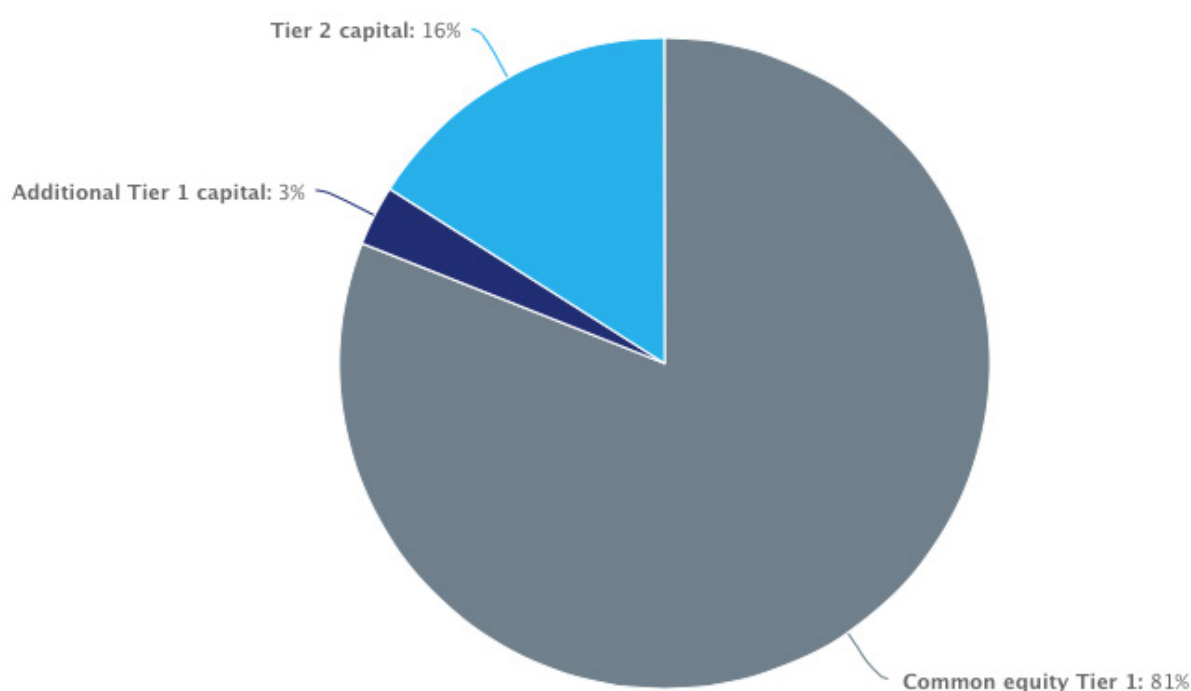
The third quarter, which is characteristic for the year as a whole, has been relative quiet without any larger benchmark issuances from Boligkreditt. The Company has issued approximately NOK 1.5 bn in the Norwegian market in the third quarter, but no foreign currency funding has taken place. This development takes place because the Company's parent banks have had a moderate growth in their loan volumes outstanding, a stronger increase in deposit inflows than typically over the last several years and advantageous conditions in the market for senior unsecured bank debt issuance. The development of the residential mortgage stock was also flat over the third quarter.

¹ Cover pool includes residential mortgages and liquid highly rated assets (substitute assets). Cover bonds are shown inclusive of the value of derivatives used to hedge currency and interest rate risk.

SpareBank 1 Boligkreditt remains well capitalized, with a total capital coverage ratio of 14.75% against a requirement of 13.5%. Core equity is 11.9% against a requirement of 10%. Boligkreditt has now, as of 30.09.2014, introduced a new capital coverage calculation in accordance with the CRD IV rules, and these numbers reflect that.

In the market for the Company's covered bonds the credit spread has been reduced as a result of actions of the European Central Bank, which include a purchase programme for covered bonds. Boligkreditt's issued covered bonds are not directly affected by the programme which is targeted for issuances from banks within the Eurozone, but the effect in the secondary market for the Company's bonds has been material (lower spreads) and in line with issuers of covered bonds from within the Eurozone.

The total capital coverage is now 14.28% against a current requirement of 13.5% (including buffer requirements), with the Tier 1 and core Tier 1 capital coverage 12.17% and 11.67%, respectively.



Nature and Development of the Company's Business

SpareBank 1 Boligkreditt AS is a credit institution licensed by the Norwegian Financial Services Authority (Finanstilsynet) and is operated according to the legislation for covered bond issuers in Norway which is enshrined in the law regarding financial enterprises ("Finansieringsvirksomhetsloven") chapter 2, section IV and the detailed regulations thereof.

The purpose of the Company is to provide funding for the owners by buying residential mortgage loans with a loan-to-value ("LTV") of up to 75% and financing these primarily through the issuance of covered bonds. The Company which is based in Stavanger, is owned by banks which are members of the SpareBank 1 Alliance. An agreement is signed with each parent bank regarding the purchase and transfer of residential mortgages and the services which the parent banks owe to the Company and the Company's customers in this regard ("Transfer and Servicing Agreement").

The Company's issuances of covered bonds take place under the EUR 25,000,000,000 Global Medium Term Covered Note Programme (GMTCN Programme). This Programme was updated on April 15, 2014 and is available on the homepage: <https://spabol.sparebank1.no>.

One or more credit ratings from international rating agencies are important in order to be able to issue covered bonds. The Company have procured the services of Moody's Ratings Service and Fitch Ratings to evaluate the credit quality of the issuances under the GMTCN Programme. The bond ratings are Aaa from Moody's and AAA from Fitch.

Accounts for the Period

The quarterly accounts have been prepared in accordance with the International Reporting Standards (IFRS) as adopted by the EU and published by the International Reporting Standards Board (IASB).

The Board views the accounts as presented to be a true representation of SpareBank 1 Boligkreditt's operations and financial position at the end of the first quarter 2014.

The total balance sheet amounts to NOK 198 billion vs. NOK 206 billion at the end of 2013. The Company had during the first nine months net interest income of NOK 256 million compared to 192 million for the first six months 2013, including commissions earned by the ownership banks and accrued as an expense to SpareBank 1 Boligkreditt. The cost of operations for the first six months was NOK 24.7 million including amortisation and depreciation compared to 22.3 million for the same period last year. No additional amounts have been charged as loan provisions (write offs) during the first nine months of 2014, in addition to the NOK 8 million in cumulative group loan loss provisions as of 31.12.13. No actual loan losses have occurred. In total the half year's pre-tax result was NOK 168 million compared to 188 million for the same period in 2013 (the net result for the first three quarters of 2014 is lower than for the same period last year due to recorded losses on financial instruments which are unrealized value adjustments of derivatives and these are reversed over time in addition to some losses due to early repurchase issued debt).

Lending to customers amounted to NOK 160 billion as of 30.09.2014, which is NOK 10 bn below the level one year ago. This development is in accordance with expectations and is due to that some of the Company's parent banks bought back some mortgages during the second quarter of 2014. The Company's liquid assets amount to NOK 11.6 bn as of 30.09.2014.

Risk Aspects

SpareBank 1 Boligkreditt as an issuer of covered bonds is subject to strict rules regarding its exposure to credit, market, and liquidity risks. This fact and the aim of the maintenance of the AAA/Aaa rating means that the Company is subject to low levels of risk and places strong emphasis on risk control.

Credit risk is defined as the risk that losses can occur as a consequence of that customers and others do not have the ability or willingness to meet their obligations to SpareBank 1 Boligkreditt. The portfolio which consists of mortgages up to 75% LTV is the reason for why the Board of Directors assess the credit risk to be lower compared to other banks in general.

Market risk is defined as the risk of losses due to changes in market rates, i.e. interest rates, exchange rates and the prices of financial instruments. At the end of the quarter SpareBank 1 Boligkreditt AS had bonds outstanding (excluding private placements) of EUR 9.85 bn, USD 4.75 bn, NOK 44.8 bn and SEK 0.2 billion. All borrowing and investments with a fixed coupon and all borrowing and investments denominated in foreign currency are hedged by financial currency/and or interest rate swaps or through natural hedges, in order to convert the effective cash flow on this debt to a NOK floating rate (3 months NIBOR). The Company receives collateral under the derivatives contracts from its counterparties subject to certain thresholds.

SpareBank 1 Boligkreditt AS records cash, bonds and treasury bills at September 30, 2014 for a total of NOK 23.7 billion, whereby NOK 11.9 bn thereof is collateral received from counterparties in swap transactions and is not available as general liquidity. The bonds are essentially Nordic covered bonds and German SSA paper with a triple-A rating from Fitch, Moody's or S&P. Deposits are placed in banks with a minimum rating of at least A/A2.

The Company had as of 30.09.2014 only moderate interest rate risk and immaterial amounts of currency risk.

² New self-selected criteria for which loans qualify for the cover pool from the first quarter 2014 sets the limit at 70% LTV

³ Eligibility criteria for the sale of mortgage loans to Boligkreditt include a maximum 70% LTV from the end of the first quarter 2014.

Liquidity risk is defined as the risk that the Company is not able to meet its obligations at maturity or to be able to finance the purchase of loans at normal terms and conditions.

Liquidity risk is managed based upon a liquidity strategy approved by the Board. According to the strategy, SpareBank 1 Boligkreditt AS shall survive for a minimum of twelve months, also under stressed market conditions, without accessing external financing. In addition the Company shall at any point in time be able to meet its interest payments, including derivatives, which come due in the next three months in a scenario where no interest payments would be received from the loan portfolio. The Company's liquidity situation is good.

Operational risk is defined as risk of loss due to error or neglect in transaction execution, weakness in the internal control or information technology systems operational breakdowns. Reputational, legal, ethical and competency risks are also elements of operational risk. This risk is considered to be moderate.

The Company is focused on identifying, measure and manage and follow up on central areas of risk which contributes to that Boligkreditt achieves its strategic goals. Please reference the annual report 2013 for more information on this.

Future Prospects of the Company

SpareBank 1 Boligkreditt's future prospects are good. Residential real estate prices are relative stable and increased by 3.6% from September 2013 to September 2014, which is in line with wage growth for 2014. Unemployment remains low at a stable level. Lending growth for residential purposes in the SpareBank 1 banks is positive, but has reduced from previous years. For the remainder of 2014 we expect a relative flat growth rate for our mortgage volume. The parent banks and Boligkreditt have reduced customer interest rates slightly with effect in the 2nd quarter 2014 and in Boligkreditt's portfolio the margin has consequently decreased, but remains at a high level. Lower credit spreads in the secondary market for covered bonds may improve the margin further in the time to come.

Macroeconomic Development⁴:

According to preliminary seasonally-adjusted volume figures, Mainland Norway's gross domestic product (GDP) was up 1.2 per cent from the quarter before and this was a strong growth which is not expected to continue in the following quarters. Household final consumption expenditures rose 0.8 per cent in the 2nd quarter this year, after increasing 0.9% in the previous quarter. The previous fast pace of growth in the oil based investments was reduced after the third quarter of 2013, and has been declining for two quarters. In the 2nd quarter 2014 the investment level was at the same level as in the first quarter.

Economic Outlook:

Reduced demand from the oil sector and a continued weak international development is dampening the growth in the Norwegian economy in the short to mid-term. Somewhat higher growth in demand from mainland Norway is insufficient to prevent mainland GDP growth from increasing at a slightly slower pace in 2015 compared to the current year, and from unemployment to inch up slightly. Statistics Norway is forecasting a markedly improved growth in 2016 as of the 4th of September 2014.

Forecast (%)	2014	2015	2016	2017
Mainland GDP growth	2.2	2.1	3	2.8
Unemployment rate	3.4	3.7	3.6	3.5
CPI growth	2.1	1.7	1.7	1.9
Annual wage growth	3.5	3.5	3.5	3.6

⁴ Macroeconomic prospects and forecasts have been sourced from Statistics Norway.

The Board of Directors affirms that the financial accounts present a correct and complete picture of the Company's operations and financial position as of September 30, 2014. No events have occurred after September 30, 2014 which are expected to have a material impact on the accounts for the nine months ending September 30, 2014.

Stavanger September 30, 2014 / October 23, 2014
The Board of Directors of Sparebank 1 Boligkreditt AS



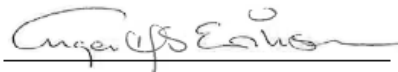
Kjell Fjordal
Chairman of the Board



Inge Reinertsen



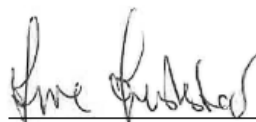
Tore Anstein Dobloug



Inger Eriksen



Merete Kristiansen



Arve Austestad
Chief Executive Officer

Statement of the members of the board and the chief executive officer

The Board and the chief executive officer have today reviewed and approved the financial accounts for the first nine months of 2014 for SpareBank 1 Boligkreditt AS. The accounts have been prepared in accordance with the International Reporting Standards (IFRS), as adopted by the EU.

To the best knowledge of the board and the chief executive officer the accounts have been prepared in accordance with applicable accounting standards and give a true and fair view of the assets, liabilities, financial position and profit or loss of the company taken as a whole as of 30.09.14.

The board of directors and the chief executive officer declare to the best of their knowledge that the annual report gives a true and fair view of the development and performance of the business of the Company, as well as a description of the principal risks and uncertainties facing the Company.

Stavanger September 30, 2014 / October 23, 2014

The Board of Directors of Sparebank 1 Boligkreditt AS



Kjell Fordal
Chairman of the Board



Inge Reinertsen



Tore Anstein Dobloug



Inger Eriksen



Merete Kristiansen



Arve Austestad
Chief Executive Officer

Income Statement as of Sept 30, 2014

NOK 1 000	Note	30.09.14	30.09.13	2013
Total interest income	2	3 386 323	3 523 917	4 682 822
Total interest expenses	2	-3 130 288	-3 331 691	-4 387 634
Net interest income		256 035	192 225	295 188
Net gains/losses from financial instruments	3	-62 699	18 528	36 906
Net other operating income		-62 699	18 528	36 906
Total operating income		193 336	210 753	332 094
Salaries and other ordinary personnel expenses	4	-8 024	-6 714	-10 033
Administration expenses	5	-6 667	-7 153	-10 318
Other operating expenses	6	-8 756	-7 125	-9 374
Depreciation/Amortization		-1 226	-1 315	-1 706
Total operating expenses		-24 673	-22 307	-31 430
Net profit before impairment losses		168 663	188 446	300 664
Write-downs on loans and guarantees	8		0	0
Pre-tax operating result		168 663	188 446	300 664
Tax expense		-45 539	-52 765	-77 753
Net profit for the period		123 124	135 681	222 911

Statement of Comprehensive Income as of Sept. 30th 2014

NOK 1 000	30.09.14	30.09.13	2013
Profit/loss for the year	123 124	135 681	222 911
Items which will not impact the income statement in future periods:			
Estimate change for pension expense	4 700	-	-563
Tax effect of the estimate change	-	-	158
Total profit/loss accounted for in equity	4 700	-	-405
Total profit/loss	127 824	135 681	222 506
Allocation of the profit/loss:			
Declared dividend	-	-	319 630
Other Equity	127 824	135 681	-97 124
Total allocation	127 824	135 681	222 506

Balance Sheet as of Sept 30, 2014

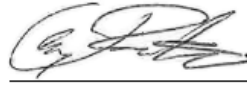
NOK 1 000	Note	30.09.14	30.09.13	2013
Assets				
Lending to and deposits with credit institutions	13, 14	9 637 332	8 141 726	11 882 469
Norwegian Government Treasury Bills	13, 14	297 525	5 289 918	1 261 795
Bonds	13, 14	13 734 034	6 768 991	5 476 099
Lending to customers	8	159 820 373	169 577 344	174 781 222
Financial derivatives	12, 13,14	14 803 363	10 181 153	12 760 351
Other assets	7	4 424	4 839	4 164
Total assets		198 297 051	199 963 972	206 166 101
Liabilities and equity				
Liabilities				
Debt incurred by issuing securities	10, 13,14	173 041 757	182 065 316	183 146 411
Collateral received under derivatives contracts	21	11 921 491	5 970 786	10 611 584
Financial derivatives	11, 12, 13	769 378	826 967	797 417
Deferred tax	22	157 770	100 712	178 307
Tax payable		-	-	-
Subordinated debt	11	1 954 337	-	-
Other Liabilities	16	2 055 098	2 692 460	3 143 356
Total liabilities		189 899 831	191 656 241	197 877 075
Equity				
Paid in equity capital	9	8 268 470	7 968 470	7 968 470
Other paid in equity (not yet registered)		-	-	-
Accrued equity		5 626	98 050	18 450
Net profit		123 124	135 681	
Declared dividend		-	-	302 105
Total equity		8 397 220	8 202 202	8 289 025
Total liabilities and equity		198 297 051	199 858 443	206 166 101

Stavanger, 23.10.2014

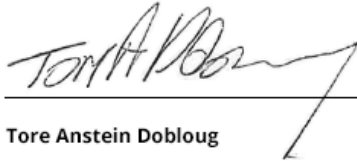


Kjell Fordal

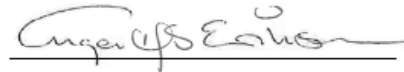
Chairman of the Board



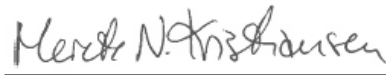
Inge Reinertsen



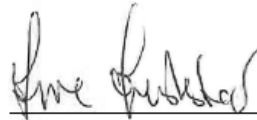
Tore Anstein Dobloug



Inger Eriksen



Merete Kristiansen



Arve Austestad

Chief Executive Officer

Statement of Changes in Equity

NOK 1 000	Share capital	Premium	Dividend	Fund for unrealized profits	Other equity	Total equity
Balance as of December 31, 2012	5 030 548	2 517 922	145 886	97 072	978	7 792 406
Share increase April 8, 2013	280 000	140 000	-	-	-	420 000
Dividend 2012	-	-	-145 886	-	-	-145 886
Result for the period	-	-	319 630	-97 072	353	222 911
OCI - pension - deviation from estimate	-	-	-	-	-405	-405
Balance as of December 31, 2013	5 310 548	2 657 922	319 630	-	925	8 289 025
Share increase February 26, 2014	200 000	100 000				300 000
Dividend 2013			-319 630			-319 630
Result for the period					123 124	123 124
OCI - pension - estimate change					4 700	4 700
Balance as of Sept 30, 2014	5 510 548	2 757 922	-	-	128 749	8 397 220

Cash Flow Statement

NOK 1 000	30.09.14	30.09.13	2013
Cash flows from operations			
Interest received	2 479 657	2 192 208	4 626 878
Payments for operations	-15 704	-12 626	-37 484
Paid tax	-20 537	0	0
Net cash flow relating to operations	2 443 416	2 179 581	4 589 394
Cash flows from investments			
Net purchase of loan portfolio	15 309 042	-6 652 727	-14 522 291
Net payments on the acquisition of government bills	71 356	-3 266 753	542 536
Net payments on the acquisition of bonds	-5 331 311	-705 756	7 292 705
Net investments in intangible assets	-322	-2 536	-2 672
Net cash flows relating to investments	10 048 765	-10 627 773	-6 689 721
Cash flows from funding activities			
Net receipt/payment from the issuance of certificates	-1 274 839	760 095	-619 108
Net receipt/payment from the issuance of bonds	-10 847 305	8 174 068	3 386 095
Net receipt/payment from the issuance additional Tier 1 capital	1 950 000	0	0
Net receipt/payment from the issuance of loans to credit institutions	725 992	2 362 782	9 178 564
Equity capital subscription	300 000	420 000	420 000
Paid dividend	-319 630	-145 886	-145 886
Net interest payments on funding activity	-2 339 495	-2 033 940	-4 283 351
Net cash flow relating to funding activities	-11 805 276	9 537 119	7 936 313
Net cash flow in the period	686 905	1 088 927	5 835 986
Balance of cash and cash equivalents beginning of period	11 882 469	6 036 499	6 036 499
Net receipt/payments on cash	686 905	1 088 927	5 835 987
Exchange rate difference	167	-239	9 983
Balance of cash and cash equivalents end of period	12 569 541	7 125 187	11 882 469

Quarterly Development 3rd Quarter 2014

INCOME STATEMENT QUARTERLY

NOK 1 000	3. quarter 2014	2. quarter 2014	1. quarter 2014	4. quarter 2013	3. quarter 2013
Total interest income	1 126 351	1 136 519	1 123 453	1 158 905	1 175 674
Total interest expenses	-1 032 591	-1 064 944	-1 032 754	-1 055 943	-1 103 951
Net interest income	93 761	71 575	90 699	102 963	71 723
Net gains/losses from financial instruments	-4 369	-30 043	-28 287	18 378	28 284
Net other operating income	-4 369	-30 043	-28 287	18 378	28 284
Total operating income	89 392	41 532	62 412	121 341	100 007
Salaries and other ordinary personnel expenses	-3 145	-2 416	-2 463	-2 437	-2 230
Administration expenses	-2 270	-2 038	-2 359	-4 047	-2 701
Other operating expenses	-3 565	-1 741	-3 450	-2 249	-2 087
Depreciation/Amortization	-437	-399	-390	-391	-390
Total operating expenses	-9 417	-6 593	-8 663	-9 123	-7 408
Net profit before impairment losses	79 975	34 939	53 750	112 218	92 599
Write-downs on loans and guarantees	-	-	-	-	-
Pre-tax operating result	79 975	34 939	53 750	112 218	92 599
Tax expense	-21 593	-9 434	-14 512	-24 988	-25 927
Net profit for the period	58 381	25 505	39 238	87 230	66 672
Other income and expense in comprehensive income	-4 700	-	4 700	-405	-
Total net profit for the period	53 681	25 506	43 937	86 825	66 672

BALANCE SHEET

NOK 1 000	3. quarter 2014	2. quarter 2014	1. quarter 2014	4. quarter 2013	3. quarter 2013
Assets					
Loans and advances to credit institutions	9 637 332	12 569 541	10 545 177	11 882 469	8 141 726
Certificates issued by the Norwegian state	297 525	1 189 286	967 828	1 261 795	5 289 918
Bonds	13 734 034	10 895 277	4 891 483	5 476 099	6 768 991
Loan to customers	159 820 373	159 444 399	175 315 196	174 781 222	169 577 344
Derivatives	14 803 363	15 736 719	11 986 042	12 760 351	10 181 153
Other assets	4 424	2 536	8 845	4 164	4 839
Total assets	198 297 051	199 837 758	203 714 573	206 166 101	199 963 972
Liabilities and equity					
Liabilities					
Debt incurred by issuing securities	173 041 757	174 164 672	181 362 838	183 146 411	182 065 316
Collateral received under derivatives contracts	11 921 491	12 337 063	8 977 523	10 611 584	5 970 786
Financial derivatives	769 378	718 770	761 473	797 417	826 967
Deferred tax	157 770	157 770	157 770	178 307	100 712
Tax payable	-	-	20 537	-	-
Subordinated debt	1 954 337	1 954 120	1 604 400	-	-
Other Liabilities	2 055 098	2 166 524	2 197 068	3 143 356	2 797 990
Total liabilities	189 899 831	191 498 919	195 081 609	197 877 075	191 761 771

Equity					
Paid in equity capital	8 268 470	8 268 470	7 968 470	7 968 470	7 968 470
Other paid in equity (not yet registered)	-	-	300 000		-
Accrued equity	5 626	5 626	5 626	925	98 050
Net profit	123 124	64 743	39 237		135 681
Declared dividend	-	-	319 630	319 630	-
Total equity	8 397 220	8 338 839	8 632 964	8 289 025	8 202 201
Total liabilities and equity	198 297 051	199 837 758	203 714 573	206 166 101	199 963 972
Key figures					
Number of shares	55 105 482	55 105 482	53 105 480	53 105 480	53 105 480
Net profit per share	0,97	0,46	0,82	1,64	1,26

Notes to the Financial Statements Sept. 30th, 2014

Note 1 Accounting Principles

1.1 Basis of preparation

SpareBank 1 Boligkreditt AS is the SpareBank 1 Alliance's separate legal vehicle established according to the specialist banking principle within the Norwegian legislation for covered bonds. The Company's purpose is to acquire residential mortgages from its ownership banks organised in the SpareBank 1 Alliance and finance these by issuing covered bonds.

SpareBank1 Boligkreditt main office is located in Stavanger, visiting address Bjergsted Terrasse 1.

These quarterly accounts for SpareBank 1 Boligkreditt refers to the period 01.01.2014 - 30.09.2014. The accounts have been produced in accordance with IAS 34 reporting for a partial year. The accounts are prepared in accordance with IFRS and IFRIC interpretations thereof. The Company's accounting principles and calculation methods have not materially changed since the annual accounts for 2013. The principles addressed below should be seen in connection with the accounting principles as they were presented in the annual accounts for 2013.

These financial accounts have been approved by the Board of Directors of SpareBank 1 Boligkreditt on 23.10.2014

1.2 Segment

Business segments are the Company's primary reporting segment. The Company has only one segment, which is the retail customer segment. The segment consists of lending to private individuals and all loans have been acquired from the member banks of the SpareBank 1 alliance. The Company's total results for the third quarter of 2013 is therefore equal to the retail segment total results.

1.3 Presentational Currency

The presentation currency is Norwegian Kroner (NOK), which is also the Company's functional currency. All amounts are given in NOK thousand unless otherwise stated.

1.4 Risk Management

SpareBank 1 Boligkreditt AS' financial assets and liabilities fluctuates in value as a result of the variability of prices of such assets and liabilities in the financial markets. In the annual accounts for 2013 Note 3 this risk and management thereof is more closely discussed.

1.5 Estimates

The preparation of the financial information is in accordance with IFRS and involves management's estimates which affect the implementation of accounting principles and thereby accounting values for assets, liabilities, revenue and costs. These estimates have been described in the notes to the annual accounts for 2013.

Note 2 Net Interest Income

NOK 1 000	30.09.2014	30.06.2013	2013
Interest income			
Interest income and similar income from loans to and balances with credit institutions	137 890	178 453	264 755
Interest income and similar income from loans to and balances with customers	4 973 907	4 943 221	6 661 490
Interest income treasury bills	24 856	48 693	55 606
Commission expense (payable to shareholder banks)*	-1 750 330	-1 646 450	-2 299 029
Total interest income	3 386 323	3 523 917	4 682 822
Interest expense			
Interest expense and similar expenses to credit institutions	30 303	14 295	22 910
Interest expense and similar expenses on issued bonds	3 017 230	3 234 915	4 259 716
Interest expense and similar expenses on issued certificates	40 834	82 460	104 327
Interest expense and similar expenses on Tier 2 capital	41 844	-	-
Other interest expenses	76	21	682
Total interest expense	3 130 288	3 331 691	4 387 634
Net interest income	256 035	192 225	295 188

*Commissions to our parent banks are calculated daily for each mortgage loan transferred, whereby the commission equals the customer loan rate less a rate which incorporates the Company's average cost of funding and operational costs. The operational add-on element is expressed through an average rate which is from time to time decided by the Company's Board of Directors.

Note 3 Net Gains on Financial Instruments

NOK 1 000	30.09.2014	30.06.2013	2013
Net gains (losses) from financial liabilities	-2 877 908	1 803 240	1 770 926
Net gains (losses) from financial assets	-55 119	630 242	-176 973
Net gains (losses) from financial derivatives, hedging, at fair value	2 878 763	-2 414 954	-1 557 047
Net gains (losses) from valuation adjustment basis swap spread	-8 434	-	-
Netto gains (losses)	-62 699	18 528	36 906

SpareBank 1 Boligkreditt uses financial derivatives as the significant part of its risk management for currency and interest rate risks. Currency risk is primarily hedged with currency swaps in order to leave Boligkreditt without exposure to any foreign currency movements. Currency swaps are entered into in an open market and based on the Company's ISDA, including a collateral support annex, and the counterparties are independent of the Company. Boligkreditt's payments of interest for its debt in a foreign currency are consequently in Norwegian kroner based on a swap curve between Norwegian kroner and the currency of the incurred debt (for example Euros), with an added (or deducted) element; a basis swap spread. Additionally the Company is paying a premium (credit charge) to the counterparty in a swap which exists to cover costs which are incurred for the counterparty due to the nature of the demands placed on the counterparty in our ISDA/CSA agreement and/or regulatory demands.

Both the basis swap spread and the credit charge varies over time. The volatility in these elements can not be reduced through further hedging, but the effects of valuing these elements will be balanced out over the tenor of a swap agreement.

SpareBank 1 Boligkreditt introduces according to current IFRS rules from the third quarter 2014 a valuation adjustment to its currency swap book which incorporates the basis swap spread and the credit charge. The effect is shown in the table above in the line "Net gains (losses) from valuation adjustment basis swap spread". The Company assessed at the introduction and will evaluate quarterly what the swap portfolio would cost to renew in terms of these elements, while taking into consideration the time to maturity. The introduction could lead to increasing volatility in the Company's financial accounts.

Note 4 Salaries and Remuneration

NOK 1 000	30.09.2014	30.06.2013	2013
Salary	8 073	7 274	11 112
Salaries reinvoyced to SpareBank1 Næringskreditt*	-4 288	-3 224	-4 187
Pension expenses	1 656	1 285	1 330
Social insurance fees	1 197	1 117	1 445
Other personnel expenses	1 386	262	334
Total salary expenses	8 024	6 714	10 033
Average number of full time equivalents (FTEs)	8	8	8

* The company's employees have shared employment between SpareBank 1 Næringskreditt and SpareBank 1 Boligkreditt. All remuneration is effectuated through SpareBank 1 Boligkreditt and a portion is reinvoyced to SpareBank 1 Næringskreditt. The company also buys administrative services from SpareBank 1 SR-Bank ASA and SpareBank 1 Gruppen. Pension benefit obligations are safeguarded in SpareBank 1 Boligkreditt through participation in the pension fund of SpareBank 1 SR-Bank ASA. This pension scheme meets the legal demands on mandatory occupational pension.

Note 5 Administration Expenses

NOK 1 000	30.09.2014	30.06.2013	2013
IT operation and maintenance	6 062	6 169	8 588
Travel	503	882	1 562
Telephone and postage	90	72	125
Misc other adm expenses	12	30	43
Total	6 667	7 153	10 318

Note 6 Other Operating Expenses

NOK 1 000	30.09.2014	30.06.2013	2013
Auditing, hired personnel from SpareBank 1 Group, other services	8 836	7 176	9 369
Operating expenses rented offices	427	427	570
Operating expenses reinvoyced to SpareBank 1 Næringskreditt	-624	-708	-885
Misc other operating expenses	117	229	320
Total	8 756	7 125	9 374

Note 7 Other Assets

NOK 1 000	30.09.2014	30.06.2013	2013
Intangible Assets	2 650	3 393	3 002
Account Reveivables from SpareBank 1 Næringskreditt AS	1 774	1 446	1 162
Sum	4 424	4 839	4 164

Note 8 Lending to Customers

Lending to customers are residential mortgages only. The mortgages generally have a loan ion-to-value and losses have been very low. The total amount of lending to customers at the end of the period were NOK 159.8 billion. All mortgages carry a variable interest rate.

NOK 1 000	30.09.2014	30.06.2013	2013
Revolving loans - retail market	57 013 070	65 772 741	66 797 306
Amortising loans - retail market	102 632 280	103 607 771	107 776 344
Accrued interest	182 731	204 540	215 280
Total loans before specified and unspecified loss provisions	159 828 081	169 585 052	174 788 930
Specified loan loss provisions	-	-	-
Unspecified loan loss provisions	7 708	7 708	7 708
Total net loans and claims with customers	159 820 373	169 577 344	174 781 222
Liability			
Unused balances under customer revolving credit lines (flexible loans)	19 042 899	21 157 955	21 528 276
Total	19 042 899	21 157 955	21 528 276

Defaulted loans			
Defaults*	0,0 %	0,0 %	0,0 %
Specified loan loss provisions	0,0 %	0,0 %	0,0 %
Net defaulted loans	0,0 %	0,0 %	0,0 %

Loans at risk of loss			
Loans not defaulted but at risk of loss	0,00 %	0,00 %	0,00 %
- Write downs on loans at risk of loss	0,00 %	0,00 %	0,00 %
Net other loans at risk of loss	0,00 %	0,00 %	0,00 %

*The entire customer loan balance 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 revolving loans are exceeded for 90 days or more.

Changes to loan loss provisions			
NOK 1 000	30.09.2014	30.06.2013	2013
Loan loss provisions starting balance	7 708	7 708	7 708
Change in group loan loss provisions	0	0	0
Loan loss provisions ending balance	7 708	7 708	7 708

Note 9 Equity Capital and Shareholders

Overview of shareholders as of 30.06.14

	Number of shares	Ownership stake	Share of voting
SpareBank 1 SR-Bank ASA	11 238 899	20,40 %	20,40 %
SpareBank 1 SMN	9 697 325	17,60 %	17,60 %
SpareBank 1 Nord-Norge	8 156 308	14,80 %	14,80 %
Bank 1 Oslo Akershus AS	5 243 710	9,52 %	9,52 %
Sparebanken Hedmark	5 182 841	9,41 %	9,41 %
BN Bank ASA	3 055 807	5,55 %	5,55 %
SpareBank 1 BV	2 498 584	4,53 %	4,53 %
SpareBank 1 Østfold Akershus	2 257 632	4,10 %	4,10 %
Sparebanken Telemark	1 800 383	3,27 %	3,27 %
SpareBank 1 Ringerike Hadeland	1 717 980	3,12 %	3,12 %
SpareBank 1 Nordvest	1 161 085	2,11 %	2,11 %
Modum Sparebank	627 803	1,14 %	1,14 %
SpareBank 1 Søre Sunnmøre	637 625	1,16 %	1,16 %
SpareBank 1 Nøtterøy Tønsberg	582 901	1,06 %	1,06 %
SpareBank 1 Hallingdal	571 346	1,04 %	1,04 %
SpareBank 1 Gudbrandsdal	391 295	0,71 %	0,71 %
Lom og Skjåk Sparebank	283 958	0,52 %	0,52 %
Total	55 105 482	100 %	100 %

The equity capital consists of 55 105 482 shares with a face value of NOK 100 each

Note 10 Liabilities Incurred by Issuing Securities

	Nominal value*	Nominal value*	Nominal value*
NOK 1 000	30.09.2014	30.06.2013	2013
Short term notes, unsecured	1 825 000	4 550 000	3 400 000
Repurchased short term notes, unsecured	-	-591 000	-
Senior unsecured bonds	6 100 000	3 812 000	3 676 000
Repurchased senior unsecured bonds	-	0	-
Covered bonds	152 477 623	169 505 999	166 495 725
Withdrawn from the Norwegian Central Bank Swap Facility	-	6 569 843	6 569 843
Bonds deposited in the Norwegian Central Bank Swap Facility	-	-7 552 000	-7 552 000
Repurchased Covered bonds	-1 911 007	-4 127 768	-1 764 681
Total debt securities in issue	158 491 616	172 167 074	170 824 887

* Nominal value is incurred debt at exchange rates (EUR/NOK and USD/NOK) at the time of issuance

	Book value 30.09.2014	Book value 30.06.2013	Book value 2 013
NOK 1 000			
Short term notes, unsecured	1 824 851	4 549 180	3 399 501
Repurchased short term notes, unsecured	-	-590 839	-
Senior unsecured bonds	6 098 560	3 811 460	3 675 628
Repurchased senior unsecured bonds	-	-	-
Covered bonds	165 623 929	177 942 507	177 379 674
Withdrawn from the Norwegian Central Bank Swap Facility	-	6 575 879	6 572 905
Bonds deposited in the Norwegian Central Bank Swap Facility	-	-7 552 000	-7 552 000
Repurchased covered bonds	-2 072 916	-4 244 432	-1 856 072
Activated costs incurred by issuing debt	-158 515	-177 532	-188 315
Accrued interest	1 725 848	1 751 094	1 715 090
Total debt incurred by issuing securities	173 041 757	182 065 316	183 146 411

Liabilities categorized by debt instrument and year of maturity (nominal value*, net of repurchased bonds) NOK 1,000:

Senior Unsecured

Maturity	30.06.2014	30.06.2013	2013
2013	-	1 713 000	-
2014	1 233 000	3 975 000	4 651 000
2015	2 525 000	2 404 000	2 425 000
2016	4 300 000	-	-
Sum	8 058 000	8 092 000	7 076 000

Covered Bonds in Central Bank Swap Facility

Maturity	30.09.2014	30.06.2013	2013
2013	-	-	-
2014	-	6 569 843	6 569 843
Sum	-	6 569 843	6 569 843

Covered bonds

Maturity	30.09.2014	30.06.2013	2013
2013	-	7 357 301	-
2014	1 411 000	7 461 000	6 309 000
2015	10 515 698	18 376 000	17 127 000
2016	25 655 625	25 965 625	25 756 158
2017	21 013 000	21 013 000	21 013 000
2018	21 785 000	21 535 000	21 485 000
2019	25 384 732	25 204 447	25 194 564
2020	21 878 500	9 015 000	17 293 500
2021	15 631 557	15 620 641	15 670 710
2022	3 233 750	3 233 750	3 233 750
2023	-	-	-
2024	1 234 954	1 234 468	1 273 562
2025	1 010 000	160 000	1 010 000
2026	1 650 000	1 650 000	1 650 000
2027	-	-	-
2028	162 800	-	162 800
Sum	150 566 616	157 826 232	157 179 044

Total	158 491 616	172 167 074	170 824 887
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* Nominal value is incurred debt at exchange rates (EUR/NOK and USD/NOK) at the time of issuance

Liabilities incurred by currency (book values at the end of the period)

NOK 1 000	30.09.2014	30.06.2013	2013
NOK	52 671 974	67 930 575	64 499 347
EUR	89 686 433	78 000 537	89 786 425
USD	30 445 191	35 903 469	28 624 959
SEK	238 159	230 734	235 680
Sum	173 041 757	185 028 695	183 146 411

Note 11 Subordinated Debt

NOK 1000	Issued year	Call op- tion	Nominal amount	Accrued interest	30.09.2014	30.06.2013	2013
Tier 2 subordinated notes	2014	2019	1 600 000	4 058	1 604 058	-	-
Additional Tier 1 capital notes	2014	2019	350 000	279	350 279	-	-
Book value			1 950 000	4 337	1 954 337	-	-

Note 12 Financial Derivatives

NOK 1 000	30.09.2014	30.06.2013	2013
Interest rate derivative contracts			
Interest rate swaps			
Nominal amount	71 521 563	86 263 759	77 804 369
Asset	5 337 817	4 280 197	4 111 612
Liability	-726 329	-747 405	-745 077
Currency derivative contracts			
Currency swaps			
Nominal amount	111 858 355	107 245 701	112 350 126
Asset	9 465 546	5 900 957	8 648 739
Liability	-34 614	-79 562	-52 340
Total financial derivative contracts			
Nominal amount	183 379 918	193 509 460	190 154 495
Asset	14 803 363	10 181 153	12 760 351
Liability *	-760 943	-826 967	-797 417

All derivative contracts exist for the purpose of hedging changes in interest rates and currency exchange rates.

* Including the valuation adjustment of the basis swap spread discussed in Note 3

Note 13 Classification of Financial Instruments

NOK 1 000	Financial instruments accounted for at fair value*	Financial assets and debt accounted for at amortised cost	Financial assets held to maturity	Non-financial assets and liabilities	30.09.14
Assets					
Deposits at and receivables from financial institutions	-	9 637 332	-	-	9 637 332
Norwegian government short term debt certificates	297 525	-	-	-	297 525
Bonds	12 843 525	-	890 509	-	13 734 034
Lending to customers	-	159 820 373	-	-	159 820 373
Financial derivatives	14 803 363	-	-	-	14 803 363
Other assets	-	-	-	4 424	4 424
Total Assets	27 944 413	169 457 705	890 509	4 424	198 297 051
Liabilities					
Debt incurred by issuing securities	134 225 131	38 816 626	-	-	173 041 757
Collateral received in relation to financial derivatives	-	11 921 491	-	-	11 921 491
Financial derivatives	769 378	-	-	-	769 378
Deferred taxes	-	-	-	157 770	157 770
Taxes payable	-	-	-	-	-
Tier 2 capital	-	1 954 337	-	-	1 954 337
Other liabilities	-	-	-	2 055 098	2 055 098
Total Liabilities	134 994 509	52 692 454	-	2 212 868	189 899 831
Total Equity	-	-	-	8 397 220	8 397 220
Total Liabilities and Equity	134 994 509	52 692 454	-	10 610 088	198 297 051

*Fair value calculation according to changes in market interest rates and currencies exchange rates

NOK 1 000	Financial instruments accounted for at fair value*	Financial assets and debt accounted for at amortised cost	Financial assets held to maturity	Non-financial assets and liabilities	6/30/2013
Assets					
Deposits at and receivables from financial institutions	-	8 141 726	-	-	8 141 726
Norwegian government short term debt certificates	5 289 918	-	-	-	5 289 918
Bonds	5 552 915	-	1 216 076	-	6 768 991
Lending to customers	-	169 577 344	-	-	169 577 344
Financial derivatives	-	-	-	-	-
Other assets	10 181 153	-	-	4 839	10 185 992
Total Assets	21 023 987	177 719 070	1 216 076	4 839	199 963 972

Liabilities

Debt incurred by issuing securities	132 900 130	49 165 186	-	-	182 065 316
Collateral received in relation to financial derivatives	-	5 970 786	-	-	5 970 786
Financial derivatives	826 967	-	-	-	826 967
Deferred taxes	-	-	-	100 712	100 712
Taxes payable	-	-	-	-	-
Tier 2 capital	-	-	-	-	-
Other liabilities	-	-	-	2 797 990	2 797 990
Total Liabilities	133 727 097	55 135 972	-	2 898 702	191 761 771
Total Equity	-	-	-	8 202 201	8 202 201
Total Liabilities and Equity	133 727 097	55 135 972	-	11 100 903	199 963 972

*Fair value calculation according to changes in market interest rates and currencies exchange rates

Note 14 Financial Instruments at Fair Value

Methods in order to determine fair value

General

The interest rate curve that is used as input for fair value valuations of hedging instruments and hedging objects consists of the NIBOR-curve for maturities less than one year. The swap-curve is used for maturities exceeding one year.

Interest rate and currency swaps

Valuation of interest rate swaps at fair value is done through discounting future cash flows to their present values. Valuation of currency swaps will also include the element of foreign exchange rates.

Bonds

Valuation of bonds at fair value is done through discounting future cash flows to present value.

With effect from 2009 SpareBank 1 Boligkreditt AS has implemented the changes in IFRS 7 in relation to the valuation of financial instruments as of the date of the financial accounts. The changes require a presentation of the fair value measurement for each Level. We have the following three Levels for the fair value measurement:

- Quoted price in an active market for an identical asset or liability (level 1)
- Valuation based on observable factors either direct (prices) or indirect (deduced from prices used in level 1) other than quoted price for the asset or liability (Level 2)
- The valuation is based on factors that are not found in observable markets (non-observable assumptions) (level 3)

The following numbers present the company's assets and liabilities at fair value as of 30.09.2014

NOK 1 000

	Level 1	Level 2	Level 3	Total
Bonds and bills	5 559 521	7 581 529	-	13 141 050
Financial Derivatives	-	14 803 363	-	14 803 363
Total Assets	5 559 521	22 384 892	-	27 944 413
Bonds	-	134 225 131	-	134 225 131
Financial Derivatives	-	769 378	-	769 378
Total Liabilities	-	134 994 509	-	134 994 509

The following numbers present the company's assets and liabilities at fair value as of 30.09.2013

NOK 1 000

	Level 1	Level 2	Level 3	Total
Bonds and bills	10 194 849	647 985	-	10 842 833
Financial Derivatives	-	10 181 153	-	8 778 292
Total Assets	-	10 829 138	-	19 621 125
Bonds	-	132 900 130	-	132 900 130
Financial Derivatives	-	826 967	-	826 967
Total Liabilities	-	133 727 097	-	133 727 097

Note 15 Bonds Classified as Hold to Maturity

As of 31.03.14

Bonds classified as	Book value 01.01.14	Investments	Matured	Amortising	Exchange rate effects	Amortised cost 30.09.14
Hold to maturity	1 213 050	-	-250 000	-74 728	-	888 322
Total certificates and bonds	1 213 050	-	-250 000	-74 728	-	888 322

Market value of bonds in hold to maturity portfolio

Bonds classified as	Book value	Market value incl. currency effect	Effect on net inc if at fair value
Hold to maturity	888 322	893 096	4 774
Total certificates and bonds	888 322	893 096	4 774

Note 16 Other Liabilities

NOK 1 000	30.09.2014	30.06.2013	2013
Employees tax deductions and other deductions	331	299	600
Employers national insurance contribution	215	185	369
Accrued holiday allowance	767	624	901
Commission payable to shareholder banks	1 977 789	2 717 278	3 115 000
Deposits*	11 195	9 320	8 541
Pension liabilities	13 131	11 594	12 111
Other accrued costs	55 510	58 690	5 834
Total	2 058 937	2 797 990	3 143 356

The Company does not have an overdraft facility or a revolving credit facility

* Deposits represents temporary balances paid in by customers in excess of the original loan amount

Note 17 Asset Coverage Requirement

The asset coverage is calculated according to the Financial Services Act § 2-31 (Covered Bond Legislation). There is a discrepancy between the asset coverage test and the amounts in the balance sheet because for the purposes of the test mortgage loans which may have migrated above the 75% loan to value level are reduced to reflect the decrease in the value of the underlying collateral so that only a maximum loan corresponding to a value of 75% of the collateral is considered. Furthermore, the fact that market values are recorded for all bonds and certificates in the cover pool could have an impact. In addition any defaulted loans, i.e. loans in arrears at or beyond 90 days, are excluded from the test (there have been no occurrences of any defaults since commencement of operations). The company separates Cover Pool 1 and Cover Pool 2. Cover Pool 1 is utilised for market issuances of covered bonds whilst Cover Pool 2 is a separate mortgage portfolio established solely for use in the swap facility with Norway's Central Bank in 2009.

Pool 1

NOK 1 000	30.09.2014	30.09.2013	2013
Covered Bonds	167 325 802	172 048 642	171 499 524
Repurchased Bonds	-2 078 797	-4 262 855	-1 859 098
Derivatives	-14 194 052	-9 521 139	-12 005 425
Total Covered Bonds	151 052 954	158 264 648	157 635 002
Lending to customers	159 553 933	162 926 838	167 354 070
Treasury Bills	297 525	4 641 933	498 480
Substitute collateral	11 268 071	8 062 253	6 901 444
Total Cover Pool	171 119 528	175 631 024	174 753 993
Asset-coverage	113,3 %	111,0 %	110,9 %

Pool 2

NOK 1 000	30.09.2014	30.09.2013	2013
Covered Bonds	-	8 596 048	8 556 515
Repurchased Bonds	-	-998 877	-998 894
Derivatives	-	-44 598	-3 043
Total Covered Bonds	-	7 552 574	7 554 578
Lending to customers	-	6 538 382	7 273 742
Treasury Bills	-	647 985	246 487
Substitute collateral	-	666 064	320 762
Total Cover Pool	-	7 852 431	7 840 991
Asset-coverage	0,0 %	104,0 %	103,8 %

Note 18 Capital Adequacy

The primary goal for the Company's management of capital reserves is to ensure compliance with laws and regulatory requirements and maintain solid financial ratios and a high quality credit assessment in order to best support its business.

A new capital requirements directive was introduced in Norway as of January 1, 2007 (Basel II). SpareBank1 Boligkreditt AS obtained permission from the Financial Services Authority in Norway (Finanstilsynet) for the implementation of its own Internal Ratings Based (IRB) model for credit risks from the second quarter of 2009.

Transitional rules have been implemented by the FSA whereby regulated financial institutions with approved IRB models will not be able to fully benefit from the results of such models until the year 2018. Regulated entities are allowed to reduce by 20% the total sum of risk weighted assets which would otherwise have been in place under the previous Basel I framework. In the following years until the end of 2017, the transitional rules will lead to significantly higher capital requirements than what would otherwise have been applicable under Basel II.

The European Union has approved new regulatory requirements, CRD IV. The new regulations places more robust requirements on capital adequacy, capital structure, liquidity buffers and funding. CRD IV is gradually introduced in Norway up until the end of 2016. The requirement of 13.5% total capital from July 1, 2014 includes a 10% Core Tier 1 capital and 3.5% other capital. The SpareBank 1 Boligkreditt AS Board of Directors is evaluating the capitalisation of the Company on a continuous basis in accordance with the international development.

The parent banks have committed themselves to pay in additional capital if the Company's Core Tier 1 capital should decline below 9%. Individual bank additional amounts are determined by the pro rata ownership shares, and if not sufficient, the banks are required to pay in an amount up to twice the pro-rata based individual amounts.

Capital, NOK 1 000	Ny CRD IV beregning	30.06.2014	30.06.2013	2013
Capital, NOK 1 000	30.09.14	30.09.2014	30.09.2013	2013
Share capital	5 510 548	5 510 548	5 310 548	5 310 548
Premium share fund	2 757 922	2 757 922	2 657 922	2 657 922
Other equity capital	5 626	5 626	98 050	320 555
Total equity capital entered into the balance sheet	8 274 096	8 274 096	8 066 520	8 289 025
Intangible assets	-2 650	-2 650	-3 393	-3 002
Declared share dividend		-	-	-302 105
Additional Tier 1 capital	350 000	350 000	-	-
50% deduction of expected losses exceeding loss provisions IRB (previous method)		-138412,3315	-81806	-182832
100% deduction of expected losses exceeding loss provisions IRB (CRD IV)		-268 776		
Additional prudent valuation adjustment (AVA)		-28 705		
Core capital (Tier 1)	8 323 965	8 483 034	7 981 321	7 801 086
Tier 2 capital	1 600 000	1 600 000	-	-
50% deduction of expected losses exceeding loss provisions IRB (previous method)		-138 412	-81 806	-
Total capital	9 923 965	9 944 621	7 899 515	7 801 086

Credit risk	2 774 024	2 766 957	1 713 813
Market risk	-	-	-
Operational risk	35 713	35 713	27 797
Depreciation on groups of loans	-	-	-
Difference in capital requirement due to the Basel I transitional floor	367 030		
Minimum requirement for capital	2 204 673	2 793 791	4 242 703

Capital adequacy

Capital adequacy (%)	30.09.2014	30.09.2014	30.09.2013
Tier 1 Capital Adequacy (%)	14,75 %	14,22 %	10,56 %
Core Tier 1 Capital Adequacy (%)	12,37 %	12,13 %	10,67 %

Note 19 Related Parties

Transactions with related parties

The Company has 159 444 MNOK loans to customers. These are acquired from shareholder banks at market value (i.e. nominal value).

SpareBank 1 SR-Bank ASA

The Company purchases a substantial amount of their support functions from SpareBank 1 SR-Bank ASA.

A complete SLA are established between the Company and SpareBank 1 SR-Bank ASA.

SpareBank 1 Alliance

In addition the Company has a Transfer and Servicing agreement in place with each individual shareholder bank regulating amongst other things the servicing of mortgage loans.

SpareBank 1 Næringskreditt AS

All employees within SpareBank 1 Boligkreditt AS are also to various degrees working for SpareBank 1 Næringskreditt AS. In accordance with a Board decision in SpareBank 1 Næringskreditt dated 17.09.09 one third of the administrative expenses in SpareBank 1 Boligkreditt AS are to be charged to SpareBank 1 Næringskreditt AS. This division of administrative expenses between the two companies reflect the actual resources utilisation in SpareBank 1 Boligkredit AS.

Note 20 Contingencies

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

Note 21 Collateral Received

SpareBank 1 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 the end of the period 30.06.2014 this collateral amounted to NOK 12 337 million. This amount is included in the balance sheet as a deposit, but represents restricted cash.

Note 22 Tax

NOK 20 536 860 has been reclassified as a tax payable from deferred tax during the first quarter of 2014.

Note 23 Events after Balance Sheet Date

None