

2019

INTERIM REPORT FOR THE 1ST QUARTER

We are together



Together we create value

Learning – Engaged – Close



Business idea, vision/values and goals

Business idea

Business areas

SpareBank 1 BV aims to contribute to value creation in the local communities by providing a wide range of financial services, as well as relevant advice to individuals and businesses.

In all the business areas, we aim to offer a product range that is competitive in breadth, quality and timeliness. Operations within all business areas should be characterised by good advice and an active focus on sales. Sales and consultancy should be based on competence, good quality and ethical norms in line with the traditions in the savings banking industry.

Market area

SpareBank 1 BV's geographical market area covers Buskerud, centred around Kongsberg and Drammen, and Vestfold, where the Bank's geographical area extends from Holmestrand in the north to Larvik in the south.

The SpareBank 1 BV Group has a business address in Tønsberg, and branches in Drammen, Mjøndalen, Lier, Kongsberg, Holmestrand, Horten, Tønsberg, Nøtterøy, Sandefjord and Larvik.

Resource management

Within the priority areas described in the business idea, the resources should be used in the way that yields the best return on capital, in the best interests of equity certificate holders, customers, employees and the district.

Vision, values and goals

Vision

Together we create value

Our core values

Customer first – Together we are best.

Our values

Learning – engaged – close

Main strategic objective

The Group's main strategic objective is to create value for its customers and the region in which the Group is a part. We want to promote local initiatives, companies and people living in the region so that together we can contribute to growth and development. This will also create value for the owners and employees of the business.

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Business areas

Retail market

SpareBank 1 BV has a solid position in the retail market. Knowledge of the Bank is on the increase throughout the market area. 1 in 4 private customers in the market area has a customer relationship with the Bank, and approximately 16% use the Bank as their main bank. Lending growth has been 8.0% over the last 12 months, while overall market growth was 5.6% in the same period.

The Bank has almost 75,000 active customers in the retail market.

A combined offer of good digital services, a modern customer service centre and a well-developed branch network provides the customer with quick and easy access to financial services and competence in all channels.

Customers are pleased with the Group's services, and customer satisfaction is high. In order to ensure this in the future, we are focused on building even stronger customer relationships. The Group uses customer data in a way that makes it easy to be a customer and for us to take relevant initiatives in relation to the customer. This is about both simplifying customers' everyday lives and improving the efficiency of the Bank's processes; in both cases with digitalisation as a clear driver. Building strong customer relationships is about combining the best of two worlds; artificial intelligence through smart technology and robotics, and emotional intelligence through personal contact with highly qualified employees.

In the first quarter of 2019, Eiendomsmegler 1 BV and Z-eiendom AS had a total housing turnover of NOK 1.6 billion, spread across approx. 550 units.

Corporate market

The corporate market customer portfolio consists of about 8,000 active SME customers. The major part of the lending portfolio is within the real estate industry. There is great focus on the interaction between business areas, so that the customer will be met with an integrated product range.

SpareBank 1 BV is a supplier of package solutions for financial services to businesses. Work is carried out continuously on putting in place more digital sales and self-service solutions for corporate customers.

1 of 4 corporate customers (SMEs) in the market area has a customer relationship with the Bank.

The Bank has a solid market position in Kongsberg, Sandefjord and in Færder municipality, and has a challenger position in the other market areas. The Group has a sharp focus on capitalising on what is associated with the SpareBank 1 brand; easy to deal with, accessible, important contributors and socially involved.



Interim report from the Board of Directors for Q1

The SpareBank 1 BV Group

The SpareBank 1 BV Group is a regional business with its market area in Nedre Buskerud and Vestfold.

The Group's main activity consists of the parent bank, as well as the wholly-owned subsidiaries EiendomsMegler 1 BV AS and SpareBank 1 Regnskapshuset BV AS. It also owns 60% of Z-Eiendom AS. The companies are located in Kongsberg, Mjøndalen, Drammen, Lier, Norway, Horten, Tønsberg, Vestfold, Sandefjord and Larvik.

The quarterly accounts have been prepared in accordance with IAS 34 on Interim reporting. The comments and figures below refer to the Group unless explicitly stated otherwise. Figures in brackets relate to the corresponding period last year.

Highlights of the first quarter

- Earnings after tax: NOK 180.0 million (164.4 million).
- Annualised return on equity: 15.9% (16.0%).
- Net interest income: NOK 145.3 million (140.4 million).
- Net commission and other income: NOK 99.3 million (172.7 million).
 - The previous year included gains from sales of own office buildings for NOK 72.6 million.
- Net income from financial assets: NOK 110.9 million (29.1 million).
 - Includes share of the gain from the insurance merger - NOK 71.9 million.
- Operating costs: NOK 144.7 million (142.1 million).
- Net losses on loans and guarantees: NOK 5.8 million (6.8 million).

- Total growth in lending for last 12 months, including portfolio transferred to SpareBank 1 Boligkreditt AS/ SpareBank 1 Næringskreditt AS: 6.2% (7.9%).
- Deposit growth last 12 months: 12.8% (4.4%).
- Tier 1 capital ratio, proportional consolidation: 17.7% (16.9%).
- Common equity tier 1 capital, proportional consolidation: 16.3% (15.4%).
- Leverage ratio, proportional consolidation: 8.1% (7.1%).

Financial performance

Cumulative figures as at 31 March unless explicitly stated otherwise.

Profit/loss

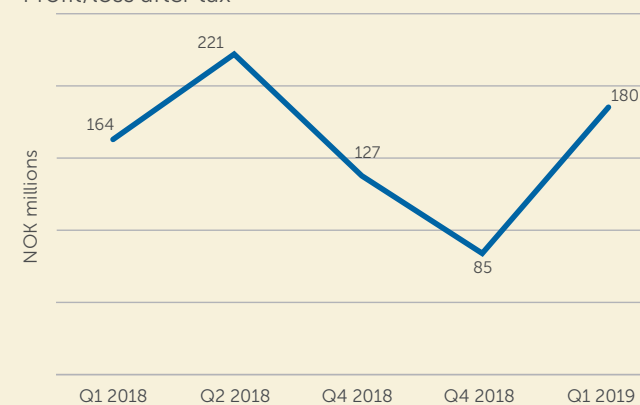
The SpareBank 1 BV Group had a net profit from ordinary operations before losses of NOK 210.7 million (200.0 million). Earnings after tax were NOK 180.0 million (164.4 million), which represents 1.98% (1.93%) of average total assets. The Group's annualised return on equity was 15.9% (16.0%).

The Group's annualised return on equity was heavily affected in the first quarter of 2019 by gains from the insurance merger (Fremtind) of NOK 71.9 million, while the corresponding period last year was affected by the sale of own commercial buildings for NOK 72.6 million. Without these items, the Group's annualised return on equity was 9.5% (8.9%).

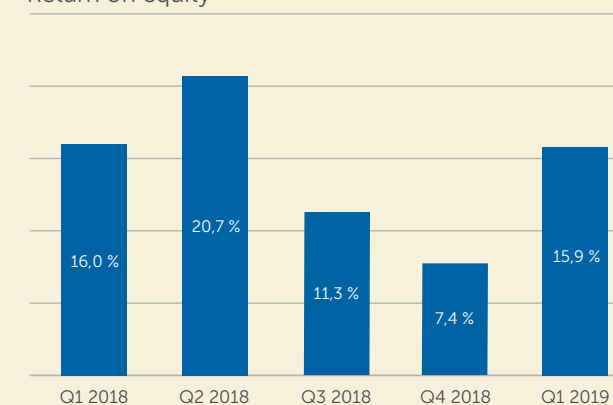
Earnings per equity certificate in the parent bank were NOK 0.87 (0.83).

Quarterly change in income after tax and return on equity:

Profit/loss after tax



Return on equity



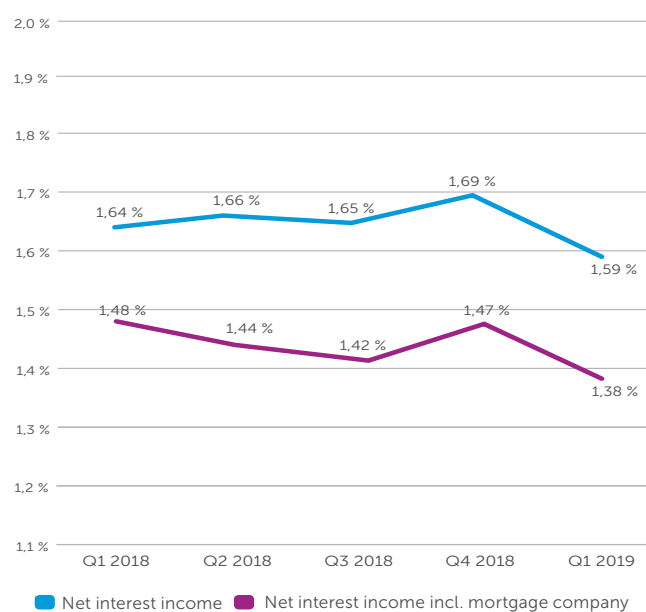
Net interest income

Net interest income amounted to NOK 145.3 million (140.4 million). Net interest income as a percentage of average total assets was 1.59% (1.64%).

At the end of the quarter, the Bank had transferred mortgages worth NOK 12,031 million (11,289 million) to SpareBank 1 Boligkreditt AS, and NOK 551 million (146 million) to SpareBank 1 Næringskreditt AS. Earnings from these loan portfolios are shown under net commission income and amounted to NOK 23.1 million (27.5 million).

In the first quarter there has been margin pressure in the market for residential mortgages, as well as increased funding and deposit costs. In response to the increase in Norges Bank's key rate on 21 March 2019 and rising money market rates, it was decided to raise interest rates on mortgages by up to 0.25 percentage points. The interest terms on new and existing loans apply from 27 March and 13 May 2019 respectively.

Quarterly change in net interest income:



Net commission and other income

Net commission and other income totalled NOK 99.3 million (172.7 million).

Net commission income

Net commission income amounted to NOK 64.4 million (68.1 million). The reduction in commissions from SpareBank 1 Boligkreditt AS and SpareBank 1 Næringskreditt AS accounts for NOK 4.4 million of this.

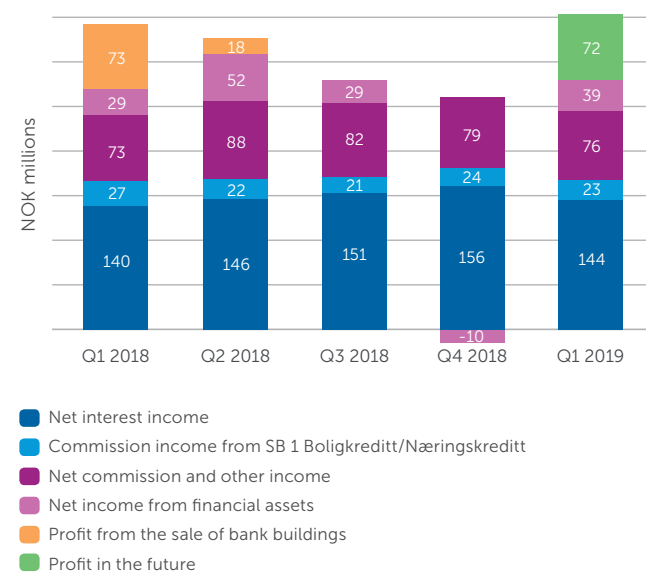
Other operating income

Other operating income amounted to NOK 34.9 million (104.5 million). Last year's figure included gains of NOK 72.6 million from the sale of own commercial buildings.

Net income from financial assets

Net income from financial assets amounted to NOK 110.9 million (29.1 million). The key items in 2019 are made up of dividends received totalling NOK 16.4 million (18.6 million) and net income from ownership interests of NOK 79.6 million (10.2 million). The latter item includes gains from the insurance merger (Fremtind) of NOK 71.9 million, while net income from other financial assets amounted to NOK 14.9 million (0.3 million).

Quarterly change in income (NOK million);



Operating costs

Total operating costs were NOK 144.7 million (142.1 million). Operating costs as a percentage of total operating income for the Group came to 40.7% (41.5%). The corresponding cost ratio for the parent bank was 45.5% (46.2%).

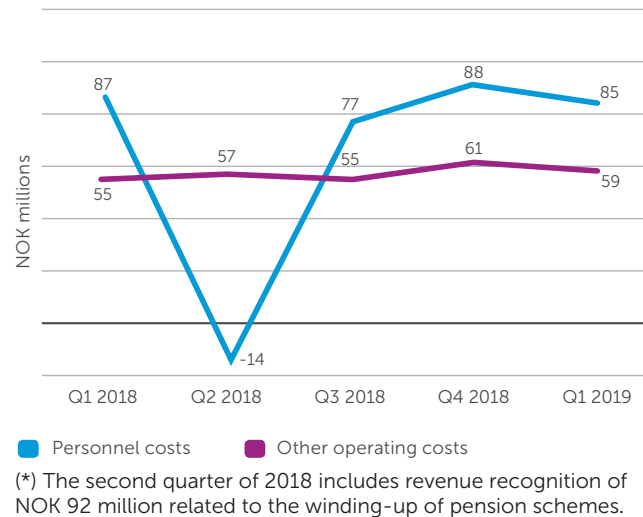
Personnel costs

Personnel costs amounted to NOK 85.5 million (86.9 million). The average number of FTEs in the Group has decreased by 6 compared to the same period last year.

Other operating costs

Other operating costs amounted to NOK 59.2 million (55.1 million).

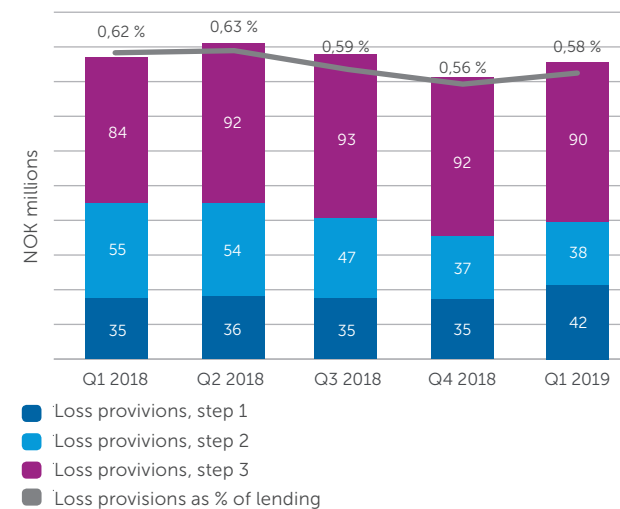
Quarterly change in operating costs (*):



Losses and loss provisions

Net losses on loans and guarantees amounted to NOK 5.8 million (6.8 million) as at 31 March. Net losses as a percentage of average gross lending amounted to 0.02% (0.02%).

Quarterly change in loss provisions;



Balance sheet performance

The Group's total assets amounted to NOK 38,047 million. This represents an increase of NOK 3,020 million over the last 12 months. The Group's business capital (total assets including loans transferred to SpareBank 1 Boligkreditt AS and SpareBank 1 Næringskreditt AS) amounted to NOK 50,629 million (46,463 million).

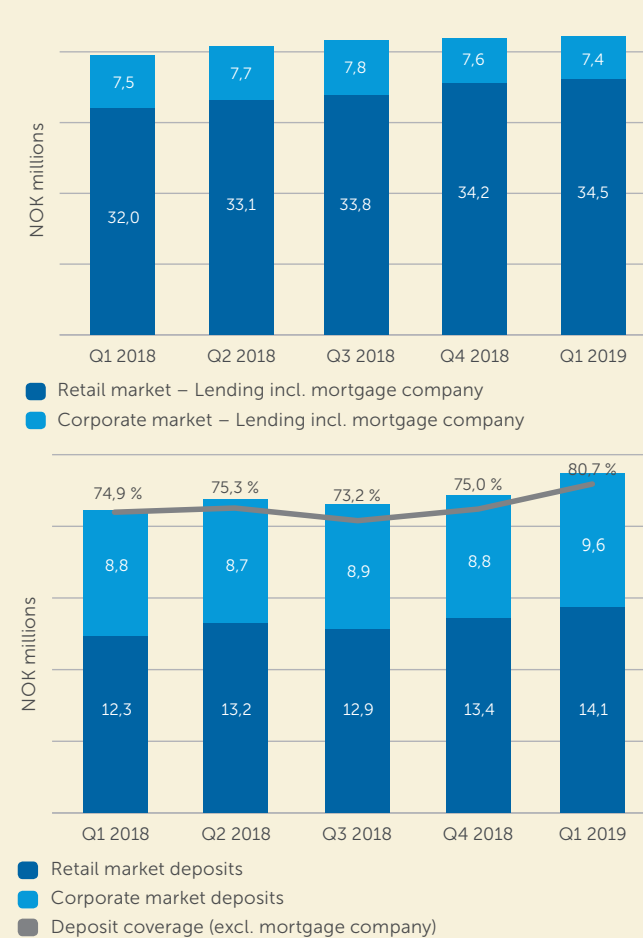
Lending and deposit performance

Gross lending (including volume transferred to SpareBank 1 Boligkreditt AS/SpareBank 1 Næringskreditt AS) amounted to NOK 41,961 million. In the last 12 months there has been an increase of NOK 2,454, equivalent

to 6.2%. The growth was made up of NOK 2,558 million, or 8.0%, in the retail market and NOK 104 million, or 1.4%, in the corporate market. The decrease in the quarter is mainly due to the redemption of some property loans. The retail market share of lending (including SpareBank 1 Boligkreditt) at the end of the quarter was 82% (81%).

In September 2018, the Bank launched new deposit products which have contributed substantially to the positive deposit growth over the last two quarters. At the end of the quarter, the Group had a deposit volume of NOK 23,698 million (21,013 million) with deposit growth of 12.8% in the last 12 months. The growth was made up of NOK 1,885 million, or 15.4%, in the retail market and NOK 800 million, or 9.1%, in the corporate market. The Group had deposit coverage of 80.7%, compared with 74.9% at the same time last year. Including the volume transferred to SpareBank 1 Boligkreditt AS/SpareBank 1 Næringskreditt AS, deposit coverage amounts to 56.5% (53.2%). The retail market share of deposits at the end of the quarter was 60% (58%).

Quarterly change in loans and deposits:



Liquidity

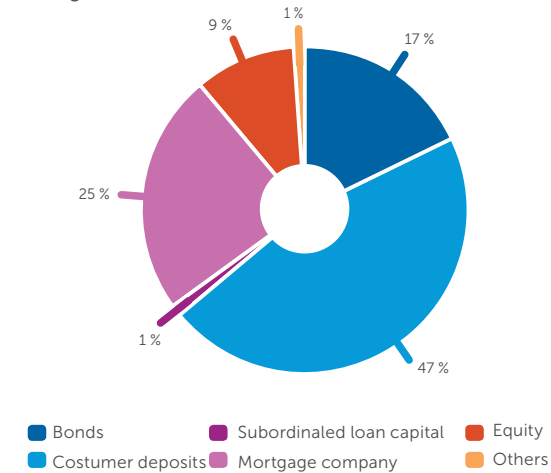
The Bank’s liquidity situation at the end of the quarter is very good. The Bank has a liquidity portfolio of NOK 4,391 million as at 31 March. The Bank aims to keep the liquidity risk at a low level. In a normal market, SpareBank 1 BV’s goal is to be able to maintain ordinary operations for a minimum of 12 months without access to external financing. As at As at 31 March, the Bank is well above this target.

At the end of the quarter, mortgage loans totalling NOK 12,031 million had been transferred to Spare-Bank 1 Boligkreditt AS, an increase of NOK 291 million from the start of year. As at 31 March, the Bank has a portfolio of loans approved for transfer to SpareBank 1 Boligkreditt AS worth NOK 10,000 million.

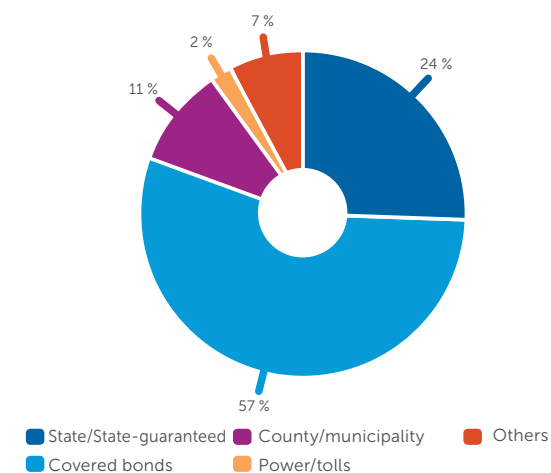
In 2019, the Group’s target is to increase the average time to maturity of its bond debt to 3.0 years. At the end of the first quarter, the average term to maturity is 3.2 years.

SpareBank 1 BV has an issuer rating from Moody’s of A2 with stable prospects. SpareBank 1 BV was upgraded to bank group 2 by Nordic Bond Pricing in the third quarter of 2018.

Funding sources



Liquidity portfolio



Equity

Capital adequacy

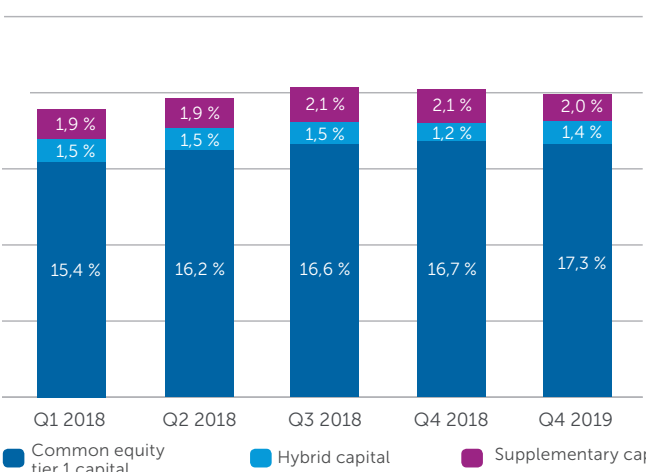
SpareBank 1 BV uses the standard method for calculating credit risk and the basic method for operational risk.

At the end of the first quarter, the regulatory requirement for common equity tier 1 capital is a minimum of 12%. In September 2018, the Financial Supervisory Authority of Norway set new Pillar 2 requirements for SpareBank 1 BV of 1.9% from 31 December 2018, but at least NOK 457 million above the minimum requirement and buffer requirements in Pillar 1. The current total requirement for common equity tier 1 capital is thus 13.9%.

The Group’s target common equity tier 1 capital ratio is at least 15.5% by the end of 2019 based on an increase in the counter-cyclical buffer requirement from 2.0% to 2.5% with effect from 31.12.2019. At the end of the quarter, the common equity tier 1 capital ratio was 16.3%. The profit/loss for the period is not included in the capital adequacy calculation as at 31 March. Unweighted tier 1 capital coverage (the leverage ratio) amounted to 8.1% at the end of the quarter.

It is possible that the EU capital adequacy rules for banks will shortly be incorporated into the EEA agreement, which is likely to involve the introduction of SME discounts. The scheme has already been introduced in the EU, which means that banks in Europe get lower capital requirements. The estimated effect for Spare-Bank 1 BV is 0.4 percentage points on common equity tier 1 capital.

Quarterly change in capital adequacy (proportional consolidation);



Subsidiaries

Excluding parent bank eliminations NOK millions	EiendomsMegler 1 BV AS		Z-Eiendom AS		SpareBank 1 Regnskapshuset BV AS		Other subsidiaries		Total subsidiaries	
	31.03.2019	31.03.2018	31.03.2019	31.03.2018	31.03.2019	31.03.2018	31.03.2019	31.03.2018	31.03.2019	31.03.2018
Operating	16.1	15.0	7.3	6.1	10.9	10.0	0.1	25.8	34.3	57.0
Operating	(16.3)	(16.1)	(6.5)	(5.4)	(8.8)	(8.7)	(0.3)	(1.6)	(31.9)	(31.8)
Financial items	(0.3)	1.2	(0.0)	(0.0)	(0.1)	(0.1)	(0.0)	(0.1)	(0.4)	1.0
Earnings before tax	(0.5)	(0.0)	0.8	0.7	2.0	1.3	(0.2)	24.2	2.1	26.2

Apart from Z-Eiendom AS, the Bank has a 100% ownership interest in all of its subsidiaries and subsidiaries of these. The Bank’s stake in Z-Eiendom AS is 60%. EiendomsMegler 1 BV AS includes the joint venture EiendomsMegler 1 Næringsmegling AS (the brokerage business is owned 50/50 with SpareBank 1 Telemark). EiendomsMegler 1 BV AS has a good position in the Group’s market area, and is part of the national EiendomsMegler 1 chain, which has been the market leader in Norway for ten years in a row. The business activities consist of commercial real estate brokerage, property settlement, purchase and sale of holiday homes, new construction and resale homes.

Z-Eiendom AS has a solid market share in the Tønsberg region. The business activities consist of brokerage of resale homes, new construction and holiday homes.

SpareBank 1 Regnskapshuset BV AS has accounting offices in Larvik, Sandefjord, Vestfold, Drammen and Kongsberg. The company offers a broad range of services, including accounting, payroll, annual reports and accounts and advisory services. The company focuses on good customer experiences from simplifying and digitalising accounting services, and offers several different systems adapted to different industry needs.

The decrease in operating income for other subsidiaries is due to gains from the sale of the Bank’s properties in the first quarter of 2018.

Transactions with related parties

Apart from the insurance merger mentioned above, the Group has not carried out any transactions with related parties that had a significant impact on the company’s position or results during the reporting period.

Insurance merger

SpareBank 1 Skadeforsikring AS and DNB Skadeforsikring AS merged with effect from 1 January 2019. The merged company also changed its name to Fremtind Forsikring AS.

The transaction agreement assumed an 80 per cent share for SpareBank 1 Skadeforsikring AS and 20 per cent for DNB Skadeforsikring AS. In January 2019, DNB ASA increased its holding to a 35 per cent equity interest in the company. DNB ASA has a further option to buy up to a 40 per cent interest. The option expires on 31 March 2020.

DNB ASA’s acquisition from of shares from a 20 per cent to a 35 per cent stake in Fremtind Forsikring AS brought SpareBank 1 Gruppen AS (the parent company) a tax-free gain of approx. NOK 1.7 billion. This was distributed as an extraordinary dividend to the owners on 29 March 2019. SpareBank 1 BV’s share of this dividend amounted to approx. NOK 52 million, which is expected to be paid out as an extraordinary dividend from the owner company Samarbeidende Sparebanker AS during the second quarter of 2019.

Overall, the transaction resulted in increased equity for the SpareBank 1 Group of approximately NOK 4.7 billion. The majority share (the SpareBank 1 banks and LO) of this increase was approx. NOK 2.4 billion. SpareBank 1 BV’s share of this increase amounted to NOK 71.9 million and was recognised in the Group in the first quarter of 2019.

Fremtind Forsikring AS has not yet been authorised to transfer the personal insurance products from SpareBank 1 Forsikring AS and DNB livsforsikring AS. These products are expected to be transferred to the new subsidiary Fremtind Livsforsikring AS during 2019, after final approval from the Financial Supervisory Authority of Norway.

Changed ownership in BN Bank ASA and SpareBank 1 Næringskreditt AS

The SpareBank 1 banks have entered into an agreement on a changed ownership model in BN Bank ASA, including the distribution of 'B' shares in SpareBank 1 Næringskreditt AS, whereby some of today's owners are changing their ownership while SpareBank 1 Østlandet comes in as a new owner.

On completion of the transactions, BN Bank ASA will have the following ownership breakdown:
SpareBank 1 SMN 35.02%
SpareBank 1 SR-Bank 35.02%
SpareBank 1 Nord-Norge 9.99%
SpareBank 1 Eastern Norway 9.99%
SpareBank 1 BV 5.00%
SpareBank 1 Østfold Akershus 2.52%
SpareBank 1 Telemark 2.46%

The 'B' shares in SpareBank 1 Næringskreditt will have a similar ownership distribution. In the transactions, BN Bank ASA and SpareBank 1 Næringskreditt AS are valued at NOK 4.1 billion and NOK 2.1 billion respectively, equivalent to a price/book value ratio at 31 December 2018 of 1.10 and 1.00 respectively.

SpareBank 1 BV's ownership in BN Bank ASA is changed from indirect ownership via Samarbeidende Sparebanker Bankinvest AS to direct ownership. Samarbeidende Sparebanker Bankinvest AS is wound up as a result of the transaction, and the shares in BN Bank ASA are transferred to the owner banks. SpareBank 1 BV had a 3.86% indirect ownership share in BN Bank ASA. In the transaction, SpareBank 1 BV will purchase 161,448 shares, giving a direct ownership interest of 5.00%.

In connection with the transactions, SpareBank 1 BV is also acquiring 85,984 'B' shares in SpareBank 1 Næringskreditt AS, giving it 5.00% of the 'B' shares.

SpareBank 1 BV is buying shares for a total of NOK 47.2 million in BN Bank ASA and NOK 11 million in SpareBank 1 Næringskreditt AS.

The transaction will reduce common equity tier 1 capital by around 0.2 percentage points. The transaction is subject to regulatory approvals.

Outlook for the future

The Board is pleased with the consolidated results for the first quarter of 2019. The core business is characterised by margin pressure. An interest rate change has been decided on which will have an effect on interest margins in the second quarter of 2019.

The Group is solvent and has very good liquidity at the end of the quarter.

There is currently good growth in the Norwegian economy, employment is increasing and capacity utilisation is above the normal level. The growth in the Norwegian economy is expected to develop positively in 2019. It is assumed that higher interest rates, price rises, a gradual strengthening of the dollar rate and relatively weak GDP growth in many of Norway's trading partners over a slightly longer time horizon could combine to slow the growth in the Norwegian economy.

Continued low unemployment and a stable housing market are expected in the Group's market areas, and the local business sector is optimistic about its own growth prospects. Lending growth in the retail market is expected to remain in line with market growth nationally, while moderate growth in the corporate market is expected.

Low losses are expected in 2019.

SpareBank 1 BV's target return on equity remains at a minimum of 10%.

Tønsberg, 8 May 2019		
Øyvind Birkeland Chair of the Board	Heine Wang Deputy Chair	Eric Sandtrø
Janne Sølvi Weseth	Kristin Søia Barkost	
Hanne Myhre Gravdal (Employee representative)	Geir A. Vestre (Employee representative)	Rune Fjeldstad (CEO)



Interim financial statements

Summary of results and key figures (Group)

(NOK thousands)	31.03.2019	%	31.03.2018	%	31.12.2018	%
Net interest income	145,283	1.59	140,372	1.64	592,916	1.67
Net commission and other income	99,265	1.09	172,668	2.02	506,706	1.42
Net income from financial assets	110,889	1.22	29,063	0.34	99,208	0.28
Total net income	355,436	3.90	342,104	4.01	1,198,830	3.37
Total operating costs	144,704	1.59	142,056	1.66	466,182	1.31
Earnings before losses/profit before losses and tax	210,732	2.31	200,048	2.34	732,648	2.06
Losses on loans and guarantees	5,808	0.06	6,804	0.08	650	0.00
Earnings before tax	204,924	2.25	193,244	2.26	731,998	2.06
Tax costs	24,882	0.27	28,818	0.34	135,912	0.38
Earnings after tax	180,042	1.98	164,426	1.93	596,086	1.67
Total other profit/loss items recognised in equity	-	0.00	(6,894)	-0.08	3,404	0.01
Total profit/loss	180,042	1.98	157,533	1.85	599,490	1.68
	31.03.2019		31.03.2018		31.12.2018	
Profitability						
Return on equity, profit/loss before other earnings ¹	15.9%		16.0%		13.6%	
Return on equity, comprehensive income	15.9%		15.3%		13.7%	
Cost-income ratio ²	40.7%		41.5%		38.9%	
Cost-income ratio excl. financial investments	59.2%		45.4%		42.4%	
Balance sheet figures						
Gross lending to customers	29,379,539		28,071,210		29,531,949	
Gross lending to customers incl. SpareBank 1 Boligkreditt/Næringskreditt	41,961,238		39,506,962		41,854,035	
Deposits from customers	23,697,672		21,012,610		22,138,580	
Deposit coverage	80.7%		74.9%		75.0%	
LCR (liquidity coverage ratio), liquidity reserve	294.0%		176.0%		206.0%	
Loan growth incl. SpareBank 1 Boligkreditt/Næringskreditt last 12 months	6.2%		7.9%		8.2%	
Deposit growth last 12 months	12.8%		4.4%		5.4%	
Total assets	38,047,212		35,027,468		36,580,907	
Business capital (incl. Sparebank 1 Boligkreditt/Næringskreditt)	50,628,911		46,463,219		48,902,992	
	31.03.2019		31.03.2018		31.12.2018	

Loss and defaults			
Loss rate on lending ³	0.02%	0.02%	0.00%
Loans in group 3 as % of gross lending	0.88%	0.72%	1.08%
Loss and defaults (incl. Sparebank 1 Boligkreditt/ Næringskreditt)			
Loss rate on lending ³ (incl. Sparebank 1 Boligkreditt/ Næringskreditt)	0.01%	0.02%	0.00%
Loans in group 3 as % of gross lending (incl. Sparebank 1 Boligkreditt/Næringskreditt)	0.62%	0.51%	0.76%
Solvency, proportional consolidation (parent bank previous periods, see Note 9)			
Capital adequacy ratio	19.7%	18.9%	20.0%
Tier 1 capital ratio	17.7%	16.9%	17.9%
Common equity tier 1 capital ratio	16.3%	15.4%	16.7%
Tier 1 capital	4,545,889	4,127,112	4,470,112
Net primary capital	5,049,597	4,597,491	4,988,542
Basis for calculation	25,680,439	24,351,965	24,917,577
Leverage ratio, proportional consolidation	8.1%	7.1%	8.2%
Offices and staffing			
Number of bank branches	10	10	10
Number of brokerage offices	12	12	12
Number of accounting offices	5	5	5
Number of FTEs, parent bank (avg. YTD)	227	230	227
Number of FTEs, Group (avg. YTD)	332	338	335
Equity certificates	31.03.2019	31.03.2018	31.12.2018 31.12.2017
Equity certificate fractions	56.15%	57.99%	57.99% 59.45%
Market price	36.00	34.20	35.60 33.90
Market value (NOK thousands)	2,271,649	2,158,066	2,246,408 2,139,136
Recognised equity per certificate (parent bank)	38.66	36.53	40.73 38.11
Recognised equity per certificate (Group)	40.70	38.11	42.06 39.15
Earnings per equity certificate (parent bank) ⁴	0.87	0.83	4.98 4.03
Earnings per equity certificate (Group) ⁴	1.54	1.46	5.40 3.84
Dividend per equity certificate	-	-	2.95 2.40
Price/earnings per equity certificate (parent bank)	41.15	40.98	7.15 8.41
Price/earnings per equity certificate (Group)	23.34	23.38	6.59 8.83
Price/recognised equity (parent bank)	0.93	0.94	0.87 0.89
Price/recognised equity (Group)	0.88%	0.90	0.85 0.87

1. Surplus as a percentage of average equity (OB+CB)/2, excl. hybrid capital

2. Total operating costs as % of total operating income

3. Net loss as a percentage of average gross lending so far this year

4. Adjusted profit/loss for the year (see section on ‘The Bank’s equity certificates’) multiplied by equity certificate ratio and divided by the average number of outstanding equity certificates.

Profit/loss

Parent bank				Group		
31.12.2018	31.03.2018	31.03.2019	(NOK thousands)	Note	31.03.2019	31.03.2018 31.12.2018
124,073	15,393	36,044	Interest income measured at fair value		36,044	15,393 124,073
819,505	203,660	212,676	Interest income measured at amortised cost		212,852	203,578 819,349
-	-	-	Interest income		-	- -
349,855	78,630	103,332	Interest costs		103,614	78,599 350,506
593,723	140,424	145,388	Net interest income		145,283	140,372 592,916
281,605	71,562	68,569	Commission income		68,569	71,562 281,605
15,372	3,431	4,185	Commission costs		4,185	3,431 15,372
18,789	14,504	1,699	Other operating income		34,880	104,537 240,473
285,022	82,635	66,083	Net commission and other income		99,265	172,668 506,706
76,586	18,582	16,370	Dividends		16,370	18,582 31,988
42,571	1,605	7,536	Net income from ownership interests		79,626	10,215 47,816
21,136	267	14,894	Net income from other financial investments	11	14,894	267 19,405
140,293	20,453	38,799	Net income from financial assets		110,889	29,063 99,208
1,019,039	243,512	250,270	Total net income		355,436	342,104 1,198,830
132,153	62,689	60,249	Personnel costs		85,485	86,936 237,426
204,310	49,791	53,607	Other operating costs		59,220	55,120 228,756
336,463	112,480	113,856	Total operating costs		144,704	142,056 466,182
682,576	131,032	136,415	Earnings before losses and tax		210,732	200,048 732,648
1,250	6,804	6,008	Losses on loans and guarantees	2	5,808	6,804 650
681,326	124,228	130,406	Earnings before tax		204,924	193,244 731,998
132,750	28,400	25,664	Tax costs		24,882	28,818 135,912
548,576	95,828	104,742	Earnings before other profit/loss items		180,042	164,426 596,086
-	-	-	Majority share of profit		179,793	164,207 594,891
-	-	-	Minority share of profit		249	219 1,195
-	-	-	Items reversed through profit/loss			
			<i>Change in carrying value JVs/associates/subsidiaries</i>			(6,894)
			Items not reversed through profit/loss			
3,458	-	-	<i>Estimation difference, IAS 19 Pensions</i>		-	- 3,404
3,458	-	-	Total other profit/loss items recognised in equity *		-	(6,894) 3,404
552,034	95,828	104,742	Total profit/loss		180,042	157,533 599,490
-	-	-	Majority share of profit		179,793	157,313 598,295
-	-	-	Minority share of profit		249	219 1,195
4.98	0.83	0.87	Earnings before other profit/loss items per equity certificate		1.54	1.46 5.40

Balance sheet

Parent bank				Group			
31.12.2018	31.03.2018	31.03.2019	(NOK thousands)	Note	31.03.2019	31.03.2018	31.12.2018
98,026	104,555	95,598	Cash and receivables from central banks		95,598	104,555	98,026
992,490	978,805	1,927,096	Loans to and receivables from credit institutions		1,964,773	996,327	1,024,799
27,032,045	-	26,896,546	<i>Gross lending to customers measured at amortised cost</i>		26,866,010		27,003,852
2,528,098	-	2,513,529	<i>Gross lending to customers measured at fair value</i>		2,513,529		2,528,098
29,560,142	28,095,019	29,410,075	Total gross lending to customers	3, 4, 8	29,379,539	28,071,210	29,531,949
(162,041)	(171,433)	(166,810)	- Loss provisions on loans	3	(162,035)	(167,458)	(157,466)
-	-	-	- Individual write-downs on loans	3	-	-	-
-	-	-	- Write-downs on groups of loans	3	-	-	-
29,398,101	27,923,585	29,243,264	Net lending to customers		29,217,504	27,903,752	29,374,483
4,033,240	4,047,864	4,494,302	Certificates, bonds and other securities at fair value		4,494,302	4,047,864	4,033,240
1,320,974	1,141,030	1,360,225	Stocks, shares and other equity interests		1,360,225	1,141,030	1,320,974
36,682	137,215	36,682	Ownership interests in Group companies		-	-	-
391,414	391,414	407,801	Ownership interests in joint ventures and associated companies		625,946	529,335	530,270
24,841	26,974	109,492	Tangible assets	18	138,127	67,339	34,919
-	-	-	Goodwill		24,654	24,654	24,654
11,911	35,960	11,911	Deferred tax assets		12,609	37,265	12,633
109,904	155,424	100,951	Other assets	5, 10	113,474	175,348	126,910
36,417,583	34,942,825	37,787,323	Total assets		38,047,212	35,027,468	36,580,907
-	111,983	29,000	Deposits from credit institutions		29,000	111,983	-
22,162,337	21,132,952	23,718,835	Deposits from customers	7	23,697,672	21,012,610	22,138,580
8,756,890	8,462,429	8,490,117	Debt from the issuance of securities	12	8,490,117	8,462,429	8,756,890
115,816	84,085	50,739	Tax payable		51,924	88,678	118,418
245,410	515,477	448,372	Other liabilities	6, 3, 10	497,769	543,002	273,328
445,258	393,236	442,451	Subordinated loan capital	12	442,451	393,236	445,258
31,725,711	30,700,163	33,179,515	Total debt		33,208,933	30,611,940	31,732,473
946,516	946,194	946,516	Equity share capital		946,516	946,194	946,516
1,026,427	1,025,989	1,026,427	Share premium fund		1,026,427	1,025,989	1,026,427
411,299	281,336	411,299	Risk equalisation fund		411,299	281,336	411,299
6,540	6,540	6,540	Endowment fund		6,540	6,540	6,540
1,855,062	1,626,054	1,855,062	Sparebanken fund		1,855,062	1,626,054	1,855,062
9,879	16,870	9,879	Fund for unrealised gains		9,879	16,870	9,879
250,000	250,000	250,000	Hybrid capital		250,000	250,000	250,000
186,149	(6,150)	-	Other equity		154,630	97,784	341,129
-	95,828	102,084	Unallocated		177,136	164,207	-
-	-	-	Minority share		790	553	1,581
4,691,873	4,242,662	4,607,808	Total equity		4,838,279	4,415,528	4,848,433
36,417,583	34,942,825	37,787,323	Debt and equity		38,047,212	35,027,468	36,580,907

Results from quarterly financial statements

Group									
(NOK thousands)	Q1/2019	Q4/2018	Q3/2018	Q2/2018	Q1/2018	Q4/2017	Q3/2017	Q2/2017	Q1/2017
Interest income	248,896	252,456	239,268	232,726	218,971	220,189	216,640	217,566	212,158
Interest costs	103,614	96,554	88,758	86,595	78,599	76,007	74,469	76,636	79,025
Net interest income	145,283	155,903	150,510	146,131	140,372	144,182	142,171	140,930	133,133
Commission income	68,569	72,889	69,192	67,963	71,562	72,900	73,777	67,375	64,088
Commission costs	4,185	3,988	3,703	4,249	3,431	4,031	3,660	3,429	3,596
Other operating income	34,880	34,447	37,427	64,061	104,537	32,845	31,644	42,276	35,408
Net commission and other income	99,265	103,348	102,916	127,775	172,668	101,714	101,761	106,222	95,900
Dividends	16,370	-	4,351	9,055	18,582	6,474	(385)	10,516	2,252
Net income from ownership interests	79,626	9,154	13,157	15,291	10,215	24,252	14,776	11,390	15,720
Net income from other financial investments	14,894	(19,542)	11,424	27,255	267	14,464	26,385	10,752	109,174
Net income from financial assets	110,889	(10,388)	28,932	51,600	29,063	45,191	40,776	32,659	127,146
Total net income	355,436	248,862	282,358	325,506	342,104	291,087	284,709	279,810	356,178
Personnel costs	85,485	88,248	76,674	(14,432)	86,936	96,464	89,499	80,802	82,655
Other operating costs	59,220	61,061	55,154	57,421	55,120	62,626	52,750	73,465	60,502
Total operating costs	144,704	149,310	131,827	42,989	142,056	159,091	142,249	154,267	143,157
Earnings before losses and tax	210,732	99,553	150,531	282,517	200,048	131,996	142,459	125,544	213,022
Losses on loans and guarantees	5,808	(9,374)	(8,074)	11,294	6,804	(7,377)	1,849	1,602	4,518
Earnings before tax	204,924	108,927	158,604	271,223	193,244	139,374	140,611	123,942	208,504
Tax costs	24,882	24,387	32,017	50,689	28,818	21,211	25,560	31,353	25,569
Earnings before other profit/loss items	180,042	84,540	126,587	220,534	164,426	118,163	115,051	92,589	182,934
Parent bank									
Earnings per equity certificate (quarter in isolation)	0.87	0.73	0.99	2.42	0.83	0.91	0.90	1.54	0.68
Diluted earnings per equity certificate (quarter in isolation)	0.87	0.73	0.99	2.42	0.83	0.91	0.90	1.54	0.68

Change in equity as at Q1/2019

Group											
(NOK thousands)											
	Share premium fund	Risk			Fund for unrealised gains	Hybrid capital	Other equity		Minority share		Total equity
Equity at 31.12.2017	946,194	1,025,989	281,336	6,540	1,626,054	16,870	350,000	261,184	-	1,393	4,515,560
Implementation effect of IFRS 9	-	-	-	-	-	-	-	(2,361)	-	-	(2,361)
Interest costs on subordinated bonds reclassified as equity	-	-	-	-	-	-	-	(11,543)	-	-	(11,543)
Subordinated bond maturity	-	-	-	-	-	-	(100,000)	-	-	-	(100,000)
Dividends from 2017, for payment 2018	-	-	-	-	-	-	-	(151,443)	-	(1,043)	(152,486)
Employee equity certificate savings scheme	321	438	-	-	-	-	-	28	-	-	787
Change in carrying value JVs/ associates/subsidiaries	-	-	-	-	-	-	-	(1,050)	-	36	(1,014)
Earnings before other profit/loss items	-	-	127,958	-	227,555	(6,991)	-	246,369	-	1,195	596,086
Items reversed through profit/loss:											
Estimation difference, IAS 19 Pensions	-	-	2,005	-	1,453	-	-	(54)	-	-	3,404
Equity at 31.03.2018	946,516	1,026,427	411,299	6,540	1,855,062	9,879	250,000	341,129	-	1,581	4,848,433
Equity at 31.03.2018	946,516	1,026,427	411,299	6,540	1,855,062	9,879	250,000	341,129	-	1,581	4,848,433
Interest costs on subordinated bonds reclassified as equity	-	-	-	-	-	-	-	-	(2,658)	-	-2,658
Dividends from 2018, for payment 2019	-	-	-	-	-	-	-	(186,149)	-	(1,040)	(187,189)
Change in carrying value JVs/ associates/subsidiaries	-	-	-	-	-	-	-	(349)	-	-	(349)
Earnings before other profit/loss items	-	-	-	-	-	-	-		179,793	249	180,042
Equity at 31.03.2019	946,516	1,026,427	411,299	6,540	1,855,062	9,879	250,000	154,630	177,136	790	4,838,279

1. The equity share capital has been deducted 5 in own holdings

Parent bank											
(NOK thousands)											
	Ownership interest ¹	Share premium fund	Risk			Fund for unrealised gains	Hybrid capital	Other equity			Total equity
Equity at 31.12.2017	946,194	1,025,989	281,336	6,540	1,626,054	16,870	350,000	151,415	-		4,404,399
Implementation effect of IFRS 9	-	-	-	-	-	-	-	(2,361)	-		(2,361)
Interest costs on subordinated bonds reclassified as equity	-	-	-	-	-	-	-	(11,543)	-		(11,543)
Subordinated bond maturity	-	-	-	-	-	-	(100,000)	-	-		(100,000)
Dividends from 2017, for payment 2018	-	-	-	-	-	-	-	(151,443)	-		(151,443)
Employee equity certificate savings scheme	321	438	-	-	-	-	-	28	-		787
Earnings before other profit/loss items	-	-	127,958	-	227,555	-6,991	-	200,053	-		548,576
Items reversed through profit/loss:											
Estimation difference, IAS 19 Pension adjustment	-	-	2,005	-	1,453	-	-	-	-		3,458
Equity at 31.12.2018	946,516	1,026,427	411,299	6,540	1,855,062	9,879	250,000	186,149	-		4,691,873
Equity at 31.12.2018	946,516	1,026,427	411,299	6,540	1,855,062	9,879	250,000	186,149	-		4,691,873
Interest costs on subordinated bonds reclassified as equity	-	-	-	-	-	-	-	-	(2,658)		(2,658)
Dividends from 2018, for payment 2019	-	-	-	-	-	-	-	(186,149)	-		(186,149)
Earnings before other profit/loss items	-	-	-	-	-	-	-	-	104,742		104,742
Equity at 31.03.2019	946,516	1,026,427	411,299	6,540	1,855,062	9,879	250,000	-	102,084		4,607,808

1. The equity share capital has been deducted 5 in own holdings

Cash flow statement

Parent bank				Group		
31.12.2018	31.03.2018	31.03.2019	(NOK thousands)	31.03.2019	31.03.2018	31.12.2018
681,326	124,228	130,406	Profit/loss for the year before tax	204,924	193,244	731,998
(158,056)	(2,393)	(1,166)	Dividends/endowments paid	(2,726)	(2,393)	(159,661)
			Value changes to financial assets measured at fair value	(14,845)	5,401	29,094
29,094	5,401	(14,845)	Depreciation and impairments	6,891	2,424	8,192
6,516	1,885	5,405	Losses on loans	5,808	6,804	650
1,250	6,804	6,008	Taxes payable	(50,237)	(54,548)	(115,657)
(103,547)	(42,438)	(48,890)				
456,583	93,487	76,919	Cash flow from operations before change in current assets and current liabilities	149,816	150,932	494,616
(2,076,709)	(592,458)	162,537	Change in lending/and other assets	164,680	(593,715)	(2,074,180)
1,123,353	94,993	1,590,595	Change in deposits from customers	1,593,188	12,208	1,137,153
(111,984)	(1)	29,000	Change in debt to credit institutions	29,000	(1)	(111,984)
(237,037)	(234,437)	(451,513)	Change in certificates and bonds	(451,513)	(234,437)	(237,037)
(26,207)	(71,726)	8,954	Change in other receivables	13,435	(74,028)	(25,590)
(114,404)	72,513	(62,860)	Change in other current liabilities	(40,274)	73,668	(110,022)
(986,405)	(637,629)	1,353,632	A Net cash flow from operations	1,458,332	(665,373)	(927,044)
			Cash flow from investment activities			
54,899	57,397	(90,056)	Change in tangible assets	(110,099)	94,600	121,253
(101,430)	(11,473)	(48,958)	Change in shares and ownership interests	(128,246)	(21,173)	(212,599)
(46,531)	45,924	(139,013)	B Net cash flow from investment activities	(238,345)	73,427	(91,346)
			Cash flow from financing activities			
922,081	517,806	(274,473)	Change in borrowing, securities	(274,473)	517,806	922,081
(51,555)	(103,450)	(5,311)	Change in borrowing, subordinated loans	(5,311)	(103,450)	(51,555)
(111,543)	(103,761)	(2,658)	Change in hybrid capital over equity	(2,658)	(103,761)	(111,543)
758,983	310,595	(282,441)	C Net cash flow from financing activities	(282,441)	310,595	758,983
(273,954)	(281,110)	932,178	A + B + C Net change in cash and cash equivalents for the year	937,546	(281,351)	(259,407)
1,364,470	1,364,470	1,090,516	Cash balance at start of period	1,122,825	1,382,232	1,382,232
1,090,516	1,083,360	2,022,694	Cash balance on end of period	2,060,371	1,100,882	1,122,825
(273,954)	(281,110)	932,178	Net change in cash and cash equivalents for the year	937,546	(281,351)	(259,407)



Notes to the financial statements

Note 1
Accounting policies

The interim report for SpareBank 1 BV covers the period 1 January – 31 March 2019. The interim financial statements have been prepared in accordance with IFRS and IAS 34 Interim Financial Reporting, and according to the same principles used in the annual financial statements for 2018, but including the policy changes mentioned in the annual report for 2018 as being planned for implementation in 2019.

For a more detailed description of the accounting principles used, refer to Note 2 and Note 39 (Implementation of IFRS 16) to the Bank’s official accounts for 2018.

Note 2
Losses on loans and guarantees

Parent bank				Group		
31.12.2018	31.03.2018	31.03.2019	(NOK thousands)	31.03.2019	31.03.2018	31.12.2018
596	712	6,464	Change in the period in loss provisions, group 1	6,464	712	596
(13,198)	4,564	663	Change in the period in loss provisions, group 2	663	4,564	(13,198)
10,593	1,902	(1,625)	Change in the period in loss provisions, group 3	(1,825)	1,902	9,993
4,469	916	-	Losses for the period with previous write-downs	-	916	4,469
(199)	34	1,297	Losses for the period with previous write-downs	1,297	34	(199)
(183)	(52)	499	Previously recognised write-downs at start of period.	499	(52)	(183)
(828)	(1,273)	(1,289)	Other corrections/amortisation of write-downs	(1,289)	(1,273)	(828)
1,250	6,804	6,008	Losses for the period on loans and guarantees	5,808	6,804	650

Note 3
Loan provisions on loans and guarantees

Parent bank				
Loan provisions on loans and guarantees	Group 1	Group 2	Group 3	Total
01.01.2019	35,263	37,201	96,510	168,975
Loss provisions transferred to group 1	3,478	(3,206)	(272)	-
Loss provisions transferred to group 2	(964)	1,564	(600)	-
Loss provisions transferred to group 3	(23)	(1,714)	1,737	-
New issued or purchased financial assets	8,428	1,589	450	10,468
Increase in drawing on existing loans	4,027	9,795	5,658	19,480
Reduction in drawing on existing loans	(4,707)	(3,404)	(6,716)	(14,828)
Financial assets that have been deducted	(3,774)	(3,962)	(1,882)	(9,618)
31.03.2019	41,728	37,864	94,885	174,476
Of which: loss provisions on capitalised loans	36,646	36,835	93,329	166,810
Of which: loss provisions on unused credits and guarantees	5,082	1,029	1,556	7,666
Of which: loss provisions, retail market	14,609	19,749	18,696	53,054
Of which: loss provisions, corporate market	27,119	18,115	76,189	121,423

Group				
Loss provisions on loans and guarantees	Group 1	Group 2	Group 3	Total
01.01.2019	35,263	37,201	91,935	164,400
Loss provisions transferred to group 1	3,478	(3,206)	(272)	-
Loss provisions transferred to group 2	(964)	1,564	(600)	-
Loss provisions transferred to group 3	(23)	(1,714)	1,737	-
New issued or purchased financial assets	8,428	1,589	450	10,468
Increase in drawing on existing loans	4,027	9,795	5,458	19,280
Reduction in drawing on existing loans	(4,707)	(3,404)	(6,716)	(14,828)
Financial assets that have been deducted	(3,774)	(3,962)	(1,882)	(9,618)
31.03.2019	41,728	37,864	90,110	169,701
Of which: loss provisions on loans	36,646	36,835	88,554	162,035
Of which: loss provisions on guarantees	5,082	1,029	1,556	7,666
Of which: loss provisions, retail market	14,609	19,749	18,696	53,054
Of which: loss provisions, corporate market	27,119	18,115	71,414	116,648

Note 4
Loans to customers broken down into groups 1, 2 and 3 *

Loans to customers broken down into groups 1, 2 and 3	Parent bank			Total
	Group 1	Group 2	Group 3	
01.01.2019	25,013,929	1,683,413	334,703	27,032,045
Loans transferred to group 1	267,108	(263,318)	(3,790)	-
Loans transferred to group 2	(619,501)	624,655	(5,153)	-
Loans transferred to group 3	(2,401)	(30,848)	33,249	-
New issued or purchased financial assets	4,277,592	59,186	3,064	4,339,842
Increase in drawing on existing loans	225,388	41,947	4,489	271,824
Reduction in drawing on existing loans	(459,975)	(36,908)	(85,788)	(582,671)
Financial assets that have been deducted	(3,948,089)	(209,570)	(6,836)	(4,164,495)
31.03.2019	24,754,051	1,868,556	273,938	26,896,546
Loss provisions as % of gross lending	0.17%	2.03%	34.64%	0.65%

Loans to customers broken down into groups 1, 2 and 3	Group			Total
	Group 1	Group 2	Group 3	
01.01.2019	25,001,046	1,683,413	319,392	27,003,852
Loans transferred to group 1	267,108	(263,318)	(3,790)	-
Loans transferred to group 2	(619,501)	624,655	(5,153)	-
Loans transferred to group 3	(2,401)	(30,848)	33,249	-
New issued or purchased financial assets	4,277,592	59,186	3,064	4,339,842
Increase in drawing on existing loans	223,070	41,947	4,464	269,482
Reduction in drawing on existing loans	(459,975)	(36,908)	(85,788)	(582,671)
Financial assets that have been deducted	(3,948,089)	(209,570)	(6,836)	(4,164,495)
31.03.2019	24,738,851	1,868,556	258,603	26,866,010
Loss provisions as % of gross lending	0.17%	2.03%	34.84%	0.63%

Note 5
Other assets

Parent bank				Group		
31.12.2018	31.03.2018	31.03.2019	(NOK thousands)	31.03.2019	31.03.2018	31.12.2018
15,173	49,661	32,203	Prepaid, unaccrued costs, and accrued income not yet received	43,957	62,241	30,884
46,061	38,890	3,895	Other assets	4,665	46,233	47,355
48,670	66,874	64,852	Derivatives and other financial instruments at fair value	64,852	66,874	48,670
109,904	155,424	100,951	Total other assets	113,474	175,348	126,910

Note 6
Other liabilities

Parent bank				Group		
31.12.2018	31.03.2018	31.03.2019	(NOK thousands)	31.03.2019	31.03.2018	31.12.2018
55,481	64,137	54,173	Accrued expenses and unaccrued income received	68,633	64,014	55,175
56,779	147,276	57,923	Provision for accrued expenses and liabilities	57,181	146,626	56,037
94,070	225,338	274,356	Other liabilities	310,034	253,636	123,035
39,080	78,727	61,920	Derivatives and other financial instruments at fair value	61,920	78,727	39,080
245,410	515,477	448,372	Total other debt	497,769	543,002	273,328

Note 7
Deposits from customers broken down by sector and industry

Parent bank				Group		
31.12.2018	31.03.2018	31.03.2019	(NOK thousands)	31.03.2019	31.03.2018	31.12.2018
13,350,242	12,257,932	14,143,168	Salaried staff, etc.	14,143,168	12,257,932	13,350,242
2,822,879	2,256,813	2,874,881	Property management/business services, etc.	2,853,717	2,136,471	2,799,122
750,927	608,939	703,499	Merchandising/hotels and restaurants	703,499	608,939	750,927
180,879	41,235	237,312	Agriculture/forestry	237,312	41,235	180,879
593,131	663,053	575,109	Building and construction	575,109	663,053	593,131
1,201,043	1,439,974	1,645,273	Transport and service Industries	1,645,273	1,439,974	1,201,043
197,312	204,132	178,840	Production (manufacturing)	178,840	204,132	197,312
1,930,624	2,404,896	2,233,716	Public administration	2,233,716	2,404,896	1,930,624
1,135,300	1,255,978	1,127,037	Abroad and others	1,127,037	1,255,978	1,135,300
22,162,337	21,132,952	23,718,835	Total deposits	23,697,672	21,012,610	22,138,580

Note 8
Lending to customers broken down by sector and industry

Parent bank				Group		
31.12.2018	31.03.2018	31.03.2019	(NOK thousands)	31.03.2019	31.03.2018	31.12.2018
22,496,782	20,685,857	22,502,533	Salaried staff, etc.	22,502,533	20,685,857	22,496,782
5,394,522	5,861,293	5,195,378	Property management/business services, etc.	5,164,842	5,837,484	5,366,328
320,710	314,869	363,247	Merchandising/hotels and restaurants	363,247	314,869	320,710
271,589	243,411	271,825	Agriculture/forestry	271,825	243,411	271,589
303,591	234,131	308,902	Building and construction	308,902	234,131	303,591
324,053	340,238	325,975	Transport and service Industries	325,975	340,238	324,053
248,317	246,276	251,236	Production (manufacturing)	251,236	246,276	248,317
200,578	168,944	190,979	Abroad and others	190,979	168,944	200,578
29,560,142	28,095,019	29,410,075	Gross lending	29,379,540	28,071,210	29,531,949
27,032,045		26,896,546	- Of which: valued at amortised cost	26,866,010		27,003,852
2,528,098		2,513,529	- Of which: valued at fair value	2,513,529		2,528,098
-162,041	-171,433	(166,810)	- Loss provisions on loans	(162,035)	-167,458	-157,466
-	-	-	- Individual write-downs	-	-	-
-	-	-	- Write-downs on groups of loans	-	-	-
29,398,101	27,923,585	29,243,264	Net lending	29,217,504	27,903,752	29,374,483

Note 9
Capital adequacy

SpareBank 1 BV uses the standard method for credit risk and the basic method for operational risk. As at 31 March 2019, the requirement for the capital conservation buffer is 2.5%, for the systemic risk buffer 3.0% and for the countercyclical capital buffer 2.0%. These requirements are in addition to the common equity tier 1 capital requirement of 4.5%, meaning that the overall minimum requirement for common equity tier 1 capital is 12.0%. The Financial Supervisory Authority of Norway has also established a Pillar 2 requirement for SpareBank 1 BV of 1.9%. The total minimum requirement for common equity tier 1 capital, including the Pillar 2 requirement, is thus 13.9%.

The Group’s target for common equity tier 1 capital ratio is a minimum of 15.0%. The targets for the tier 1 capital ratio and total capital ratio are 16.0% and 18.0%, respectively.

	31.03.2019	31.03.2018	31.12.2018
Primary capital			
Common equity tier 1 capital	4,189,759	3,759,619	4,160,617
Tier 1 capital	4,545,889	4,127,112	4,470,112
Primary capital	5,049,597	4,597,491	4,988,542
Basis for calculation	25,680,439	24,351,965	24,917,577
Capital adequacy			
Common equity tier 1 capital ratio	16.31%	15.44%	16.70%
Tier 1 capital ratio	17.70%	16.95%	17.94%
Capital adequacy	19.66%	18.88%	20.02%
Unweighted tier 1 capital ratio (leverage ratio)	8.11%	7.14%	8.24%

The following companies are included in proportional consolidation:

- SpareBank 1 Boligkreditt
- SpareBank 1 Næringskreditt
- SpareBank 1 Kredittkort AS
- SpareBank 1 SMN Finans AS
- SamSpar Bankinvest I AS (BN Bank)

Parent bank			
Primary capital	31.03.2019	31.03.2018	31.12.2018
Equity share capital	946,516	946,194	946,516
Share premium fund	1,026,427	1,025,989	1,026,427
Risk equalisation fund	411,299	281,336	281,336
Sparebankens fund	1,855,062	1,626,054	1,626,054
Fund for unrealised gains/losses	9,879	16,870	16,870
Endowment fund	6,540	6,540	6,540
Allocated dividend classified as equity			
Other equity (IAS pensions and interest paid on hybrid capital)	(2,658)	(6,150)	3,458
Profit/loss for the period	104,742	95,828	534,671
Total capitalised equity (excluding hybrid capital)	4.357,808	3,992,662	4,441,873

Extended consolidation for owner companies in the Samarbeidende Sparebanker grouping

Under the CRD IV rules, SpareBank 1 BV is currently below the materiality threshold for reporting fully consolidated capital adequacy. Consequently, capital adequacy is not worked out at a consolidated level.

However, on the basis of the Financial Supervision Act, Section 4(3), the Financial Supervisory Authority of Norway has placed an extended consolidation requirement on the banks for owner companies in the Samarbeidende Sparebanker grouping for holdings below 10%. The requirement came into force on 1 January 2018. The provision applies to ownership interests in other financial institutions engaging in the activities to which the cooperation relates; cf. Financial Institutions Act, Section 17-13. From 2018, the Bank is applying the rule on proportional consolidation of ownership interests in the Samarbeidende Sparebanker grouping.

Value adjustments on stocks and bonds measured at fair value (AVA)	(7,331)	(6,619)	(7,950)
Allowance for non-material interests in the financial sector	(1,093,403)	(1,027,884)	(1,149,921)
Dividends allocated for distribution, classified as equity	-	-	-
Profit/loss for the period	(104,742)	(95,828)	(534,671)
Interim profit/loss included in tier 1 capital	-	-	348,523
Total common equity tier 1 capital	3,152,332	2,862,330	3,097,853
Hybrid capital	250,000	250,000	250,000
Subordinated bond	24,000	32,000	32,000
Allowance for non-material interests in the financial sector	(38,829)	(33,735)	(39,074)
Total tier 1 capital	3,387,503	3,110,594	3,340,779
Supplementary capital in excess of tier 1 capital			
Time-limited primary capital	400,000	350,859	400,000
Allowance for non-material interests in the financial sector	(31,005)	(43,625)	(31,262)
Net primary capital	3,756,498	3,417,828	3,709,517
Risk-weighted basis for calculation			
Assets not included in the trading portfolio	16,534,211	16,359,214	16,105,698
Operational risk	1,931,036	1,758,783	1,758,783
Position risk in the trading portfolio	-	-	-
CVA surcharge (counterparty risk on derivatives)	30,452	31,859	27,459
Total basis for calculation	18,495,699	18,149,856	17,891,940
Common equity tier 1 capital ratio	17.04%	15.77%	17.31%
Tier 1 capital ratio	18.32%	17.14%	18.67%
Capital adequacy	20.31%	18.83%	20.73%
Unweighted tier 1 capital ratio (leverage ratio)	8.77%	9.12%	9.14%
Buffer requirements			
Capital conservation buffer (2.50%)	462,392	453,746	447,299
Countercyclical buffer (2.0%/1.5%)	369,914	362,997	357,839
Systemic risk buffer (3.00%)	554,871	544,496	536,758
Total buffer requirement for common equity tier 1 capital	1,387,177	1,361,239	1,341,896
Minimum requirement for common equity tier 1 capital (4.50%)	832,306	816,744	805,137
Available common equity tier 1 capital beyond minimum requirement	932,848	684,347	950,820

	31.03.2019	31.03.2018	31.12.2018
Local and regional authorities	96,505	56,181	44,838
Publicly owned companies	18,237	20,417	18,171
Institutions	106,534	356,093	106,207
Companies	2,119,245	1,858,388	1,997,340
Mass market	2,459,892	2,568,834	2,581,078
Mortgaged against residential and holiday property	8,129,843	7,370,883	8,009,171
Mortgaged against commercial property	2,039,857	2,961,428	2,230,810
Overdue commitment	97,364	65,450	82,578
High-risk commitments	-	-	-
Bonds with preferential rights	310,024	251,522	255,003
Receivables on institutions and companies with short-term ratings	324,418	134,760	137,498
Shares in mutual funds	51,979	36,806	47,698
Equity items	591,943	569,414	528,815
Other commitments	188,370	109,038	66,491
Total credit risk	16,534,211	16,359,214	16,105,698

Note 10
Derivatives

2019			(NOK thousands)	2018		
Contract sum	Fair value 31.03.2019			Contract sum	Fair value 31.03.2018	
31.03.2019	Assets	Liabilities		31.03.2018	Assets	Liabilities
			Derivatives – hedging			
4,895,000	64,852	61,920	Derivatives at fair value	3,908,500	66,874	78,727
4,895,000	64,852	61,920	Total derivatives for fair value hedging	3,908,500	66,874	78,727

Note 11
Net income from other financial investments

Parent bank			(NOK thousands)			
31.12.2018	31.03.2018	31.03.2019		31.03.2019	31.03.2018	31.12.2018
21,596	(5,795)	8,754	Net change in value of stocks, shares etc. measured at fair value	8,754	(5,795)	19,865
(16,704)	(2,303)	4,561	Net change in value of bonds/certificates measured at fair value	4,561	(2,303)	(16,704)
9,021	6,295	469	Net change in value of financial derivatives measured at fair value	469	6,295	9,021
7,223	2,070	1,110	Exchange rate gains/losses on currency	1,110	2,070	7,223
-	-	-	Recognition of negative goodwill	-	-	-
21,136	267	14,894	Net income from other financial investments	14,894	267	19,405

Note 12
Securities debt and subordinated loan capital

SpareBank 1 BV issues and redeems securities debt as part of its liquidity management. The refinancing requirement has also been partly funded by the transfer of the loan portfolio to SpareBank 1 Boligkreditt AS. The breakdown is the same for the parent bank and the Group.

Securities debt			
Parent bank/Group			
(NOK thousands)	31.03.2019	31.03.2018	31.12.2018
Certificate debt, nominal value	-	-	-
Bond debt, nominal value	8,486,000	8,458,500	8,742,000
Value adjustments and accrued interest	4,117	3,929	14,890
Total securities debt	8,490,117	8,462,429	8,756,890

Change in securities debt				
Parent bank/Group				
(NOK thousands)	31.03.2019	Issued 2019	Redeemed 2019	31.12.2018
Certificate debt, nominal value	-	-	-	-
Bond debt, nominal value	8,486,000	475,000	(731,000)	8,742,000
Value adjustments and accrued interest	4,117	-	-	14,890
Total securities debt	8,490,117	475,000	(731,000)	8,756,890

Subordinated loan capital			
Parent bank/Group			
(NOK thousands)	31.03.2019	31.03.2018	31.12.2018
Subordinated loan capital	440,000	390,000	440,000
Value adjustments and accrued interest	2,451	3,236	5,258
Total subordinated loan capital	442,451	393,236	445,258

Change in subordinated loan capital				
Parent bank/Group				
	31.03.2019	Issued 2019	Redeemed 2019	31.12.2018
Subordinated loan capital	440,000	-	-	440,000
Value adjustments and accrued interest	2,451	-	-	5,258
Total subordinated loan capital	442,451	-	-	445,258

Note 13
Segment Information

The segment information is related to the way in which the Group is managed and followed up internally by the business through performance and capital reporting, proxies and procedures. The reporting of segments is divided into the following areas: Retail market (RM) and corporate market (CM) customers, which include the parent bank and subsidiaries related to real estate and accounting services. Other subsidiaries include subsidiary companies that manage property. Group eliminations are shown together with undivided operations in a separate column (non-reportable segments).

Group 31.03.2019

(NOK thousands)	RM	CM	Other subsidiaries	Non-reportable segments	Total
Profit/loss					
Net interest income	80,491	54,674	(18)	10,136	145,283
Net commission and other income	76,243	26,051	60	107,800	210,154
Operating costs	95,929	40,189	258	8,328	144,704
Earnings before losses	60,805	40,536	(216)	109,607	210,732
Losses on loans and guarantees	8,099	-2,370	-	79	5,808
Earnings before tax	52,706	42,906	(216)	109,528	204,924

	RM	CM	Other subsidiaries	Non-reportable segments	Total
Balance sheet					
Lending to customers	21,846,202	6,664,774	-	868,564	29,379,539
Loss provisions on loans	(51,365)	(109,955)	-	(716)	(162,035)
Other assets	26,106	14,452	13,356	8,775,794	8,829,709
Total assets per segment	21,820,943	6,569,271	13,356	9,643,642	38,047,212
Deposits from and liabilities to customers	14,704,078	8,097,952	-	895,642	23,697,672
Other equity and liabilities	7,116,865	(1,528,681)	13,356	8,748,000	14,349,540
Total equity and debt per segment	21,820,943	6,569,271	13,356	9,643,642	38,047,212

Group 31.03.2018

(NOK thousands)	RM	CM	Other subsidiaries	Non-reportable segments	Total
Profit/loss					
Net interest income	84,213	53,009	(102)	3,253	140,372
Net commission and other income	81,986	25,507	25,840	68,398	201,731
Operating costs	101,450	42,327	1,553	(3,274)	142,056
Earnings before losses	64,749	36,189	24,185	74,925	200,048
Losses on loans and guarantees	(757)	7,538	-	23	6,804
Earnings before tax	65,506	28,651	24,185	74,902	193,244

	RM	CM	Other subsidiaries	Non-reportable segments	Total
Balance sheet					
Lending to customers	20,054,794	7,263,412	-	753,004	28,071,210
Loss provisions on loans	(44,926)	(122,156)	-	(376)	(167,458)
Other assets	102,363	546,234	149,278	6,325,840	7,123,716
Total assets per segment	20,112,231	7,687,490	149,278	7,078,469	35,027,468
Deposits from and liabilities to customers	12,891,797	7,719,831	-	400,982	21,012,610
Other equity and liabilities	7,220,434	(32,341)	149,278	6,677,486	14,014,857
Total equity and debt per segment	20,112,231	7,687,490	149,278	7,078,469	35,027,468

Group 31.12.2018

(NOK thousands)	RM	CM	Other subsidiaries	Non-reportable segments	Total
Profit/loss					
Net interest income	348,923	230,806	(638)	13,825	592,916
Net commission and other income	345,603	88,005	37,984	134,322	605,914
Operating costs	405,988	160,033	1,783	(101,622)	466,182
Earnings before losses	288,538	158,778	35,563	249,769	732,648
Losses on loans and guarantees	(1,317)	1,713	-	254	650
Earnings before tax	289,855	157,065	35,563	249,515	731,998

	RM	CM	Other subsidiaries	Non-reportable segments	Total
Balance sheet					
Lending to customers	21,858,901	6,830,304	-	842,744	29,531,949
Loss provisions on loans	(44,455)	(112,371)	-	(640)	(157,466)
Other assets	105,208	11,902	13,530	7,075,784	7,206,424
Total assets per segment	21,919,654	6,729,835	13,530	7,917,887	36,580,907
Deposits from and debt to customers	13,783,259	7,761,562	-	593,759	22,138,580
Other equity and liabilities	8,136,395	(1,031,727)	13,530	7,324,128	14,442,327
Total equity and debt per segment	21,919,654	6,729,835	13,530	7,917,887	36,580,907

Note 14

Critical accounting estimates and discretionary valuations

In preparing the consolidated accounts, the management makes estimates and discretionary assessments, as well as assumptions that affect the impact of applying the accounting policies. This will therefore affect the reported amounts for assets, liabilities, income and expenditure.

In the financial statements for 2018, Note 3 'Critical estimates and assessments regarding the use of accounting policies', gives more details of significant estimates and assumptions.

Note 15

Sale of loans

SpareBank 1 BV and other owners have agreed to establish a liquidity facility for SpareBank 1 Boligkreditt AS. This means that the banks commit to buy mortgage bonds issued by the company up to a total value of twelve months' term to maturity. Each owner is principally liable for its share of the requirement, and secondarily for twice the primary liability under the same agreement. The bonds can be deposited with Norges Bank, so carry no significant added risk for SpareBank 1 BV.

The Bank has signed an agreement for the legal sale of loans with high security and collateral in real estate to SpareBank 1 Boligkreditt AS and SpareBank 1 Næring-skreditt AS. For more information on the accounting treatment of the agreements, see Note 2 and Note 9 to the financial statements for 2018.

Note 16

Liquidity risk

Liquidity risk is the risk that the Bank may be unable to meet its payment obligations, and/or the risk of not being able to finance the desired growth in assets. SpareBank 1 BV draws up an annual liquidity strategy which addresses the Bank's liquidity risk, among other things.

The Group's liquidity risk is covered by the Bank's liquidity reserve/buffer. The main objective of SpareBank 1 BV is to maintain the viability of the Bank in a normal situation, without external funding, for 12

months. The Bank should also survive a minimum of 90 days in a 'highly stressed' situation where there is no access to funding from the capital markets. The Bank exercises daily governance according to the above goals. A contingency plan has also been established to handle liquidity crises.

The average remaining term to maturity in the portfolio of senior bond loans was 3.2 years as at 31 March 2019. Overall LCR was 294% at the end of the first quarter and average total LCR was 250% in the quarter.

Note 17

Assessing fair value of financial instruments

Financial instruments at fair value are classified in different levels.

Level 1: Valuation based on quoted prices on an active market. The fair value of financial instruments traded on active markets is based on the market price at the balance sheet date. A market is considered to be active if the market prices are easily and regularly available from a stock exchange, dealer, broker, economic grouping, pricing service or regulatory authority, and these prices represent actual and regularly occurring market transactions at arm's length. The category includes listed shares and units in mutual funds, treasury bills, government bonds and certificates that are traded in active markets.

Level 2 Valuation based on observable market data. Level 2 consists of instruments which are valued using information other than quoted prices, but where prices are directly or indirectly observable for the assets or liabilities, and also include quoted prices on inactive markets.

- These valuation methods maximise the use of observable data where it is available and rely as little as possible on the Bank's own estimates.
- The fair value of interest rate swaps is calculated as the present value of estimated future cash flows based on the observable rate curve.
- The fair value of bonds and certificates (assets and liabilities) is calculated as the present value of the estimated cash flow based on the observable yield curve, including an indicated credit spread on the issuer from a reputable brokerage firm or Reuters/Bloomberg pricing services.
- This category includes bonds, certificates, equity instruments, own securities debt at fair value, and derivatives.

Level 3: Valuation based on other than observable data. If no valuation is available in relation to level 1 and 2, valuation methods based on non-observable information are used.

- Fair value of fixed rate deposits and loans: The Bank uses the base rate/reference rate on the loans, and discounts using its own swap curve to calculate the funding margin. The Bank has no 'day 1 profit'. For valuations at later dates, the Bank reads in reads customer interest and adjusts for funding and customer margins. Swap interest will be charged on the discount date. This is then compared with the swap rate on the calculation date taking account of the remaining term to maturity. Changes to the customer margin (administrative markup, markup for anticipated losses and return on equity) in the term of the loan are not assessed/taken into account.
- Equity investments are valued at fair value under the following conditions:
 1. Price at the time of the last capital increase or last sale between independent parties, adjusted for changes in market conditions since the capital increase/sale.
 2. Fair value based on expected future cash flows for the investment.
- On the remaining financial instruments, fair value is determined on the basis of value estimates obtained from external parties. For those unlisted shares where it is not possible to make a sufficiently reliable measurement of fair value, acquisition cost or impaired book value is used.
- This category includes other equity instruments, housing loans and the Bank's own fixed rate loans.

The Group's assets and liabilities measured at fair value as at 31 March 2019

Assets	Level 1	Level 2	Level 3	Total
Financial assets at fair value through profit/loss				
- Fixed rate loans	-	-	1,685	1,685
- Approved loans to Boligkreditt	-	-	822	822
- Bonds and certificates	205	4,272	-	4,477
- Equity Instruments	259	-	-	259
- Derivatives	-	65	-	65
Financial assets available for sale				
- Equity Instruments	20	-	1,082	1,102
Total assets	484	4,337	3,589	8,410

Liabilities	Level 1	Level 2	Level 3	Total
Financial liabilities at fair value through profit/loss				
- Fixed rate deposits	-	-	-	-
- Securities at fair value	-	2,323	-	2,323
- Derivatives	-	39	-	39
Total liabilities	-	2,362	-	2,362

The Group's assets and liabilities measured at fair value as at 31 March 2018

Assets	Level 1	Level 2	Level 3	Total
Financial assets at fair value through profit/loss				
- Fixed rate loans	-	-	1,336	1,336
- Bonds and certificates	205	3,829	-	4,034
- Equity Instruments	243	-	-	243
- Derivatives	-	38	-	38
Financial assets available for sale				
- Equity Instruments	19%	-	879	898
Total assets	467	3,867	2,215	6,549

Liabilities	Level 1	Level 2	Level 3	Total
Financial liabilities at fair value through profit/loss				
- Fixed rate deposits	-	-	-	-
- Securities at fair value	-	2,016	-	2,016
- Derivatives	-	79	-	79
Total liabilities	-	2,095	-	2,095

The Group's assets and liabilities measured at fair value as at 31 December 2018

Assets	Level 1	Level 2	Level 3	Total
Financial assets at fair value through profit/loss				
- Fixed rate loans	-	-	1,687	1,687
- Approved loans to Boligkreditt	-	-	821	821
- Bonds and certificates	205	3,814	-	4,019
- Equity Instruments	251	-	-	251
- Derivatives	-	49	-	49
Financial assets available for sale				
- Equity Instruments	18	-	1,052	1,070
Total assets	474	3,863	3,560	7,897

Liabilities	Level 1	Level 2	Level 3	Total
Financial liabilities at fair value through profit/loss				
- Fixed rate deposits	-	-	-	-
- Securities at fair value	-	2,323	-	2,323
- Derivatives	-	39	-	39
Total liabilities	-	2,362	-	2,362

Changes in instruments classified under Level 3 as at 31 March 2019

	Fixed rate loans	Shares available for sale.	Fixed-rate deposits	Approved loans to Boligkreditt
Opening balance 01.01.2019	1,687	1,052	-	821
Increase	35	28	-	276
Decrease	(37)	-	-	(275)
Net gain/loss on financial instruments	-	2	-	-
Closing balance 31.12.2019	1,685	1,082	-	822

Changes in instruments classified under Level 3 as at 31 March 2018

	Fixed rate loans	Shares at fair value through profit/loss	Shares available for sale	Fixed rate deposits
Opening balance 01.01.2018	1,268	-	861	819
Change as a result of the transition to IFRS 9	-	-	-	(819)
Increase	71	-	18	-
Decrease	(3)	-	-	-
Net gain/loss on financial instruments	-	-	-	-
Closing balance 31.12.2018	1,336	-	879	-

Changes in instruments classified under Level 3 as at 31.12.2018

	Fixed rate loans	Shares available for sale.	Fixed-rate deposits	Approved loans to Boligkreditt
Opening balance 01.01.2018	1,268	861	819	-
Added by a merger with SpareBank 1 NT	-	-	(819)	-
Increase	611	166	-	821
Decrease	(199)	(8)	-	-
Net gain/loss on financial instruments	7	33	-	-
Closing balance 31.12.2018	1,687	1,052	-	821

Note 18
Implementation IFRS 16

SpareBank 1 BV has implemented IFRS 16 Leases with effect from 1 January 2019. IFRS 16 primarily impacts the tenant's accounts and means that substantial leases for the Group are capitalised. The standard removes the current distinction between operational and financial leases and requires the calculation of a right of use asset (right to use the leased asset) and a financial liability to pay rent for substantial leases. Refer to Note 2 and Note 39 to the annual report for 2018 for more detail. The tables below show the accounting effects for the parent bank and the Group in the first quarter of 2019.

Parent bank		Balance sheet		Group	
01.01.2019	31.03.2019	(NOK thousands)		31.03.2019	01.01.2019
89,007	85,354	Lease liabilities		104,368	108,945
89,007	85,147	Right of use		104,115	108,945

Parent bank	Income Statement IFRS 16	Group
31.03.2019	(NOK thousands)	31.03.2019
3,976	Depreciation	4,946
429	Interest	525
4,405	Total	5,471
Effect of IFRS 16 vs IAS 17		
4,198	Reduction in operating costs under IAS 17	5,218
4,405	Increase in costs under IFRS 16	5,471
(207)	Changes in pre-tax income in the period	(253)

Note 19
Events after the balance sheet date

There have been no events with a material bearing on the accounts after the balance sheet day.



Declaration by the Board and Managing Director

We declare that, to the best of our knowledge and belief, the interim accounts for the period 1 January to 31 March 2019 have been prepared in accordance with IAS 34 'Interim reporting', and that the information in the financial statements gives a true picture of the Bank's and the Group's assets, liabilities, financial position and results as a whole.

We also declare that, to the best of our knowledge and belief, the interim report provides an accurate summary of key events in the accounting period and their influence on preliminary annual accounts, the major risk and uncertainty factors facing the business In the coming accounting period, and significant transactions with related parties.

Tønsberg, 8 May 2019

Øyvind Birkeland
Chair of the Board

Heine Wang
Deputy Chair

Eric Sandtrø

Janne Sølvi Weseth

Kristin Sjøia Barkost

Hanne Myhre Gravdal
(Employee representative)

Geir A. Vestre
(Employee representative)

Rune Fjeldstad
(CEO)



The Bank's equity certificates

Earnings per equity certificate

Earnings per equity certificate are calculated by dividing the portion of the profit/loss for the year that is assigned to the company’s equity certificate holders (minus own equity certificates) by a weighted average of the number of equity certificates over the year.

Diluted earnings per equity certificate

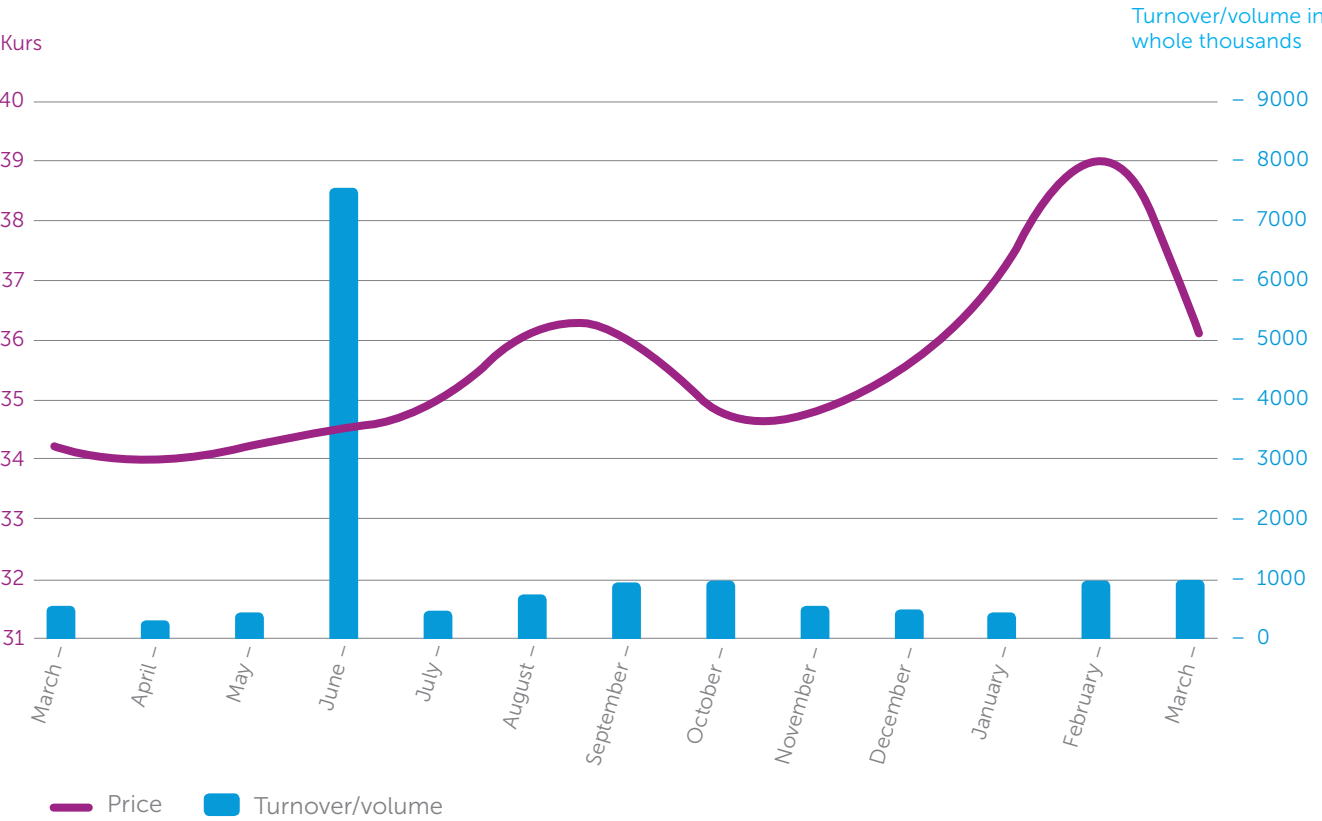
In the calculation of diluted earnings per equity certificate, the weighted average number of issued ordinary equity certificates in circulation is adjusted for the effect of converting potential equity certificates which could lead to dilution. The Bank has no potential equity certificates that could cause dilution at 31 March 2019. Diluted earnings per equity certificate are therefore equal to earnings per equity certificate.

	Parent bank
(NOK thousands)	31.03.2019
Based on profit/loss for the year divided between equity certificate holders and primary capital	98,305
Number of equity certificates issued	63,101
Earnings per equity certificate	0.87
Par value	15.00

Calculation of equity certificate fraction (based on OB 2019)

Adjusted primary capital	01.01.2019
Total equity	4,691,873
- fund for unrealised gains (FUG)	(9,879)
- subordinated bonds	(250,000)
- allocated dividends classified as equity	(186,149)
Total corrected primary capital	4,245,845
Equity certificate fraction	
Equity certificate capital	946,515
Share premium fund	1,026,427
Risk equalisation fund	411,299
Total equity certificate holders	2,384,241
Equity certificate fraction	56.15%
Adjusted profit/loss for the year	31.03.2019
Profit/loss for the year	104,742
- corrected for interest on subordinated bonds posted directly to equity	(2,658)
- corrected for FUG	(3,779)
Adjusted profit/loss for the year	98,305

Price development March 2018 – March 2019



20 largest shareholders

	Quantity	Share
SpareBank 1 Stiftelsen BV	15,642,787	24.79%
Sparbankstiftelsen Nøtterøy-Tønsberg	10,925,503	17.31%
Pareto AS	1,450,368	2.30%
Verdipapirfondet Eika	1,347,748	2.14%
Wenaasgruppen AS	810,000	1.28%
Bergen Kommunale Pensjonskasse	807,160	1.28%
Melesio Capital NYE AS	802,211	1.27%
DNB Bank ASA	700,000	1.11%
Catilina Invest AS	689,950	1.09%
Landkreditt Utbytte	550,000	0.87%
Sanden AS	540,000	0.86%
JAG Holding AS	505,606	0.80%
Salt Value AS	500,881	0.79%
Foretakskonsulenter AS	411,230	0.65%
Espedal & Co AS	404,073	0.64%
Sanden AS	362,000	0.57%
Haugaland Kraft Pensjonskasse	332,367	0.53%
Verdipapirfondet Nordea Norge	325,000	0.53%
Norgesinvestor Proto AS	320,000	0.51%
Hausta Investor AS	300,000	0.48%
Total for 20 largest shareholders	37,726,884	59.79%
Other owners	25,374,469	40.21%
Equity certificates issued	63,101,353	100.00%

Dividend policy

SpareBank 1 BV aims to achieve results that deliver a good return on the Bank’s equity. This will ensure its owners a competitive, stable, long-term return in terms of dividends and higher prices for its equity certificates.

Each year’s profit will be distributed proportionately between equity share capital and the primary capital fund based on their relative share of the Bank’s equity.

The Bank’s policy is that a minimum 50% of the equity certificate holders’ share of each year’s profit should be paid out as a cash dividend.

The following factors will be considered in determining the level of the total annual dividend from the Bank:

- The Bank’s financial strength
- Financial performance
- External conditions
- Long-term goal of stable ownership fractions



Statements on future matters

The report contains statements about future conditions that reflect management’s current view of certain future events and potential financial performance.

Although SpareBank 1 BV believes that the expectations expressed in such statements about the future are reasonable, there can be no guarantee that the expectation will prove to have been correct. Results could therefore vary greatly from those assumed in the statements regarding future conditions.

Important factors that can cause such differences for SpareBank 1 BV include, but are not limited to:

- (i) macroeconomic developments,
- (ii) changes in the market, and
- (iii) changes in interest rates.

This report does not mean that SpareBank 1 BV undertakes to revise these statements on future matters beyond that which is required by applicable law or applicable stock exchange rules if and when circumstances arise that will cause changes compared with the situation on the date when the statements were made.

KONGSBERG · MJØNDALEN · LIER · DRAMMEN · HOLMESTRAND
HORTEN · TØNSBERG · NØTTERØY · SANDEFJORD · LARVIK