

UNAUDITED INTERIM REPORT

3 QUARTER

2016



SPAREBANKEN MØRE

Financial highlights - Group

Income statement

	Q3 2016		Q3 2015		30.09.2016		30.09.2015		2015	
	NOK million	%	NOK million	%	NOK million	%	NOK million	%	NOK million	%
Net interest income	278	1,82	283	1,93	803	1,77	813	1,88	1 098	1,89
Net commission and other operating income	49	0,32	52	0,37	137	0,31	150	0,35	193	0,33
Net return from financial investments	25	0,16	-19	-0,15	99	0,22	15	0,03	12	0,02
Total income	352	2,30	316	2,15	1 039	2,30	978	2,26	1 303	2,24
Total operating costs	148	0,97	146	1,00	443	0,98	437	1,01	561	0,96
Profit before impairment on loans	204	1,33	170	1,15	596	1,32	541	1,25	742	1,28
Impairment on loans, guarantees etc.	5	0,03	10	0,07	0	0,00	25	0,06	50	0,09
Pre tax profit	199	1,30	160	1,08	596	1,32	516	1,19	692	1,19
Tax	47	0,31	46	0,31	138	0,31	141	0,33	189	0,32
Profit after tax	152	0,99	114	0,77	458	1,01	375	0,86	503	0,87

Statement of financial position

NOK million	30.09.2016	% change YTD 2016	31.12.2015	% change during last 12 months	30.09.2015
Total assets	61 790	2,8	60 120	3,6	59 641
Average assets	60 355	3,9	58 113	4,8	57 570
Loans to and receivables from customers	51 753	0,9	51 286	0,6	51 419
Gross loans to retail customers	36 415	4,6	34 822	6,2	34 299
Gross loans to corporate and public entities	15 467	-6,4	16 526	-9,8	17 138
Deposits from customers	32 350	10,1	29 389	10,5	29 286
Deposits from retail customers	18 512	3,8	17 829	5,2	17 605
Deposits from corporate and public entities	13 690	18,5	11 550	20,1	11 403

Key figures

	Q3 2016	Q3 2015	30.09.2016	30.09.2015	2015
Return on equity (annualised)	12,1	9,6	12,4	10,8	10,7
Costs as a percentage of income	42,3	46,4	42,6	44,7	43,0

Losses as a percentage of loans 1.1/start of the period	0,01	0,07	0,00	0,07	0,10
Problem loans as a percentage of loans (prior to impairment)	0,43	0,46	0,43	0,46	0,47
Problem loans as a percentage of loans (after impairment)	0,30	0,29	0,30	0,29	0,32
Deposits to lending ratio as a percentage	62,5	57,0	62,5	57,0	57,3
Liquidity Coverage Ratio (LCR)	114	135	114	135	123
Lending growth as a percentage	1,1	1,9	0,6	8,3	4,9
Deposit growth as a percentage	2,4	2,3	10,5	2,6	3,5
Capital adequacy ratio 1) 2)	18,8	17,2	18,8	17,2	18,1
Core capital as a percentage 1) 2)	17,3	15,7	17,3	15,7	16,6
Core tier 1 capital as a percentage 1) 2)	14,9	13,3	14,9	13,3	14,1
Leverage Ratio (LR)	8,1	7,8	8,1	7,8	8,0
Man-years	378	388	378	388	388

Equity Certificates (ECs)

	30.09.2016	30.09.2015	2015	2014	2013	2012
Profit per EC (Group) (NOK)	22,95	18,80	25,25	31,20	21,65	31,05
Profit per EC (Parent Bank) (NOK)	25,50	21,30	25,70	29,10	18,45	27,75
EC fraction 1.1 as a percentage (Parent Bank)	49,6	49,6	49,6	49,6	47,7	46,0
Number of ECs issued (NOK million)	988,70	988,70	988,70	988,70	988,70	784,11
Price at Oslo Stock Exchange (NOK)	205	214	188	216	198	160
Stock market value (NOK million)	2 027	2 111	1 859	2 136	1 958	1 255
Book value per EC (Group) (NOK)	263	248	253	242	223	219
Dividend per EC (NOK)	11,50	13,50	11,50	13,50	8,00	12,00
Price/Earnings (Group, annualised)	8,9	9,9	7,3	7,4	10,7	5,8
Price/Book value (P/B) (Group) 3)	0,78	0,86	0,74	0,89	0,89	0,73

1) Calculated according to IRB in Basel II incl. transitional rule in Basel I. IRB for mass market from 31st March 2015 and IRB Foundation for corporate commitments from 30th June 2014.

2) Incl. 50 per cent of profit after tax

3) Incl. 100 per cent of profit after tax

Interim report from the Board of Directors

All figures relate to the Group. Figures in brackets refer to the corresponding period last year. The financial statements have been prepared in accordance with IFRS and the interim report has been prepared in conformity with IAS 34 Interim Financial Reporting.

RESULTS AS PER Q3 2016

Sparebanken Møre's profit after losses after the third quarter of 2016 was NOK 596 million, compared with NOK 516 million for the same period in 2015.

Total income was NOK 61 million higher than for the same period in 2015. Net interest income fell by NOK 10 million and other operating income rose by NOK 71 million. The increase in other operating income was primarily attributable to NOK 45 million in proceeds from the VISA transaction, capital gains from bonds of NOK 27 million, compared with capital losses of NOK 41 million last year, and income from interest transactions with customers being NOK 14 million lower than after the third quarter of 2015.

Costs were NOK 6 million higher while losses on loans and guarantees were NOK 25 million lower than in the corresponding period last year.

The cost income ratio after the third quarter this year was 42.6 %. This represents a decrease of 2.1 percentage points compared to the same period in 2015. The cost income ratio for the year-to-date is better than Sparebanken Møre's maximum target of 45 %.

The profit after tax was NOK 458 million, NOK 83 million higher than after the same period last year. This year's result shows an annualised return on equity of 12.4 %, compared to 10.8 % after the third quarter of 2015. Sparebanken Møre's strategic return on equity target is a minimum of 10 % after tax.

The earnings per equity certificate after the third quarter of 2016 amounted to NOK 22.95, compared with NOK 18.80 for the same period last year.

The Board of Directors is satisfied with the results after the third quarter of 2016.

The Visa transaction

Please refer to the information already provided in the 2015 annual report and the stock notification of 29 June 2016 on the agreement between Visa Europe Ltd and Visa Inc. concerning the sale of all of the shares in Visa Europe. Sparebanken Møre has an interest in this transaction due to its stake in Visa Norge, which owns one share in Visa Europe Ltd., as well as a smaller interest through the sale of Nets/Teller in 2014. The transaction consists of a cash payment upon implementation, as well as a cash payment payable after 3 years, and convertible preferred shares.

The effect on the profit before tax from this first tranche of the cash payment amounts to NOK 45 million after the third quarter, with NOK 38 million originating from the stake in Visa Norway and NOK 7 million from the interest in Nets/Teller.

RESULTS FOR Q3 2016

The profit after tax for the third quarter of 2016 amounted to NOK 152 million, or 0.99 % of average total assets, compared to NOK 114 million, or 0.77 %, for the corresponding quarter last year. The return on equity in the third quarter of 2016 was 12.1 %, compared with 9.6 % for the third quarter of 2015.

Earnings per equity certificate amounted to NOK 7.60 (NOK 5.70) for the Group and NOK 5.50 (NOK 3.75) for the Parent Bank.

Net interest income

Net interest income of NOK 278 million was NOK 5 million lower than in the corresponding quarter of last year. This represents 1.82 % of total assets, which is 0.11 percentage points lower than in the third quarter of 2015.

The generally low level of interest rates in the market, combined with strong competition for both loans and deposits, is affecting the performance of net interest income.

Other operating income

Other operating income amounted to NOK 74 million, which is NOK 41 million higher than in the third quarter of last year. Other operating income amounted to 0.48 % of average total assets, compared with 0.22 % in the corresponding quarter in 2015. Capital gains on the bond portfolio amounted to NOK 17 million in the third quarter, compared with capital losses of NOK 32 million in the third quarter of 2015.

Costs

Operating costs in the quarter amounted to NOK 148 million, which is NOK 2 million higher than in the same quarter last year. Personnel costs were unchanged from the same quarter last year and other operating costs increased by NOK 2 million compared with the corresponding period last year and amounted to NOK 64 million. Staffing has been reduced by 10 full-time equivalents in the last 12 months to 378 full-time equivalent positions.

The cost income ratio amounted to 42.3 % in the third quarter of 2016, which represents a reduction of 4.1 percentage points compared to third quarter last year.

Problem loans

Losses on lending and guarantees amounted to NOK 5 million in the quarter. This amounts to 0.03 % of average total assets on an annualised basis. The corresponding figure for the third quarter of 2015 was NOK 10 million (0.07 %). Collective impairments rose by NOK 5 million. No losses were booked in the retail segment or corporate segment in the quarter.

At the end of the third quarter of 2016, total impairments for losses amounted to NOK 337 million, equivalent to 0.65 % of gross lending (NOK 323 million and 0.62 % of gross lending). NOK 13 million of the individual impairments involved commitments in default for more than 90 days (NOK 17 million), which represents 0.02 % of gross lending (0.03 %). NOK 57 million relates to other commitments (NOK 69 million), which is equivalent to 0.11 % of gross lending (0.13 %). Collective impairments amounted to NOK 267 million (NOK 237 million) or 0.51 % of gross lending (0.46 %).

Net problem loans (loans that have been in default for more than 90 days and loans that are not in default but which have been subject to an individual impairment for losses) have increased by NOK 6 million in the last 12 months. At the end of the third quarter of 2016, the corporate market accounted for NOK 106 million of net problem loans, and the retail market NOK 49 million. In total this represents 0.30 % of gross lending (0.29 %).

Lending to customers

At the end of the third quarter of 2016, lending to customers amounted to NOK 51 753 million (NOK 51 419 million). Net customer lending has increased by a total of NOK 334 million, or 0.6 %, in the last 12 months. Retail lending has increased by 6.2 %, while corporate lending has decreased by 9.8 % in the last 12 months. Retail lending accounted for 70.1 % of lending at the end of the third quarter of 2016 (66.3 %).

Customer deposits

Deposits from customers have increased by 10.5 % in the last 12 months. At the end of the third quarter of 2016, deposits amounted to NOK 32 350 million (NOK 29 286 million). Retail deposits have increased by 5.2 % in the last 12 months, while corporate deposits have increased by 20.0 % and public sector deposits have increased by 21.4 %. The retail market's relative share of deposits amounted to 57.3 % (60.8 %), while deposits from corporate customers accounted for 39.5 % (36.3 %) and from public sector customers 3.2 % (2.9 %).

The deposit to loan ratio amounted to 62.5 % at the end of the third quarter of 2016 (57.0 %).

CAPITAL ADEQUACY

The Group's capital adequacy ratio at the end of the third quarter of 2016 was above the regulatory capital requirements and the internally set minimum target for the core Tier 1 capital ratio.

The primary capital ratio, including 50 % of retained earnings in the year-to-date, amounts to 18.8 % (17.2 %), the core capital ratio amounts to 17.3 % (15.7 %) and the core Tier 1 capital ratio amounts to 14.9 % (13.3 %).

Sparebanken Møre was subject to a capital requirement linked to the transitional scheme associated with the Basel I floor amounting to NOK 203 million at the end of the third quarter of 2016, which corresponds to a basis for calculation of NOK 2 537 million.

SUBSIDIARIES

The aggregate profit of the Bank's three subsidiaries amounted to NOK 122 million after tax after the first three quarters of 2016

(NOK 138 million).

Møre Boligkreditt AS was established as part of the Group's long-term funding strategy. The mortgage company's main purpose is to issue covered bonds for sale to Norwegian and international investors. At the end of the quarter, the company had raised NOK 15.6 billion in funding for the Group. The company has made a NOK 123 million contribution to the result so far in 2016 (NOK 137 million).

Møre Eiendomsmegling AS provides real estate brokerage services to both retail and corporate customers. The company has made a negative contribution to the result so far in 2016 of NOK 1 million (NOK 1 million). At the end of the quarter, the company employed 14 full-time equivalents.

The object of Sparebankeiendom AS is to own and manage the Bank's own commercial properties. The company has made no contribution to the result so far in 2016. The company has no employees.

EQUITY CERTIFICATES

At the end of the third quarter of 2016, there were 5 765 holders of Sparebanken Møre's equity certificates. 9 886 954 equity certificates have been issued. The EC holders' share of the bank's total equity amounts to 49.6 %. Note 10 contains an overview of the 20 largest holders of the Bank's equity certificates.

As at 30 September 2016, the Bank owned 70 485 of its own equity certificates. These were purchased via the Oslo Stock Exchange at market price.

FUTURE PROSPECTS

Due to the continued low interest rates, a weak Norwegian krone, and an expansive fiscal policy, the level of activity in the county will probably remain stable for the rest of the year before possibly rising slightly next year. Output is high in a number of industries. This includes fishing, traditional goods and services exports, building and construction, and tourism. Nevertheless, parts of Møre og Romsdal are still being affected by the falling level of activity in the oil sector.

Sparebanken Møre's losses this year are expected to remain low and end up at a lower level than in 2015.

At the end of September, registered unemployment in Møre og Romsdal was 3.0 % according to figures from the Norwegian Labour and Welfare Administration (NAV). This was 0.2 percentage points higher than the national rate.

Credit growth slowed slightly in Norway during the first three quarters, while deposit growth has increased slightly. We continue to experience strong competition in the market, both for lending and deposits, but the Bank is competitive and continues to record good lending and deposit growth. Competition is still strong within certain business sectors. There is a constant focus on generating growth through good commitments with an acceptable level of risk.

The Bank will remain strong and committed in supporting the business sectors in our region, Nordvestlandet.

Sparebanken Møre is focusing on cost-effective operations. This has resulted in a highly satisfactory level of costs. This focus will continue, and the Group's cost income ratio this year is expected to remain within the internal target of 45 %.

Overall, good results are expected this year, with a return on equity exceeding the target of 10 %.

Ålesund, 30 September 2016

19 October 2016

THE BOARD OF DIRECTORS OF SPAREBANKEN MØRE

LEIF-ARNE LANGØY, Chairman

ROY REITE, Deputy Chairman

RAGNA BRENNE BJERKESET

HENRIK GRUNG

ELISABETH MARÅK STØLE

ANN MAGRITT BJÅSTADVIKEBAKK

HELGE KARSTEN KNUDSEN

OLAV ARNE FISKERSTRAND, CEO

Statement of income - Group

STATEMENT OF INCOME - GROUP

Amounts in NOK million	Note	Q3 2016	Q3 2015	30.09.2016	30.09.2015	2015
Interest income		444	495	1 335	1 521	1 994
Interest costs		166	212	532	708	896
Net interest income	<u>9</u>	278	283	803	813	1 098
Commission income and revenues from banking services		50	52	142	151	196
Commission costs and expenditure from banking services		7	7	21	21	28
Other operating income		6	7	16	20	25
Net commission and other operating income		49	52	137	150	193
Dividends		0	0	1	1	2
Net gains/losses from financial instruments	<u>5</u>	25	-19	98	14	10
Net return from financial instruments		25	-19	99	15	12
Total income		352	316	1 039	978	1 303
Wages, salaries etc.		84	84	249	248	309
Administration costs		30	29	95	93	119
Depreciation and impairment		8	7	23	20	29
Other operating costs		26	26	76	76	104
Total operating costs		148	146	443	437	561
Profit before impairment on loans		204	170	596	541	742
Impairment on loans, guarantees etc.	<u>3</u>	5	10	0	25	50
Pre tax profit		199	160	596	516	692
Taxes		47	46	138	141	189
Profit after tax		152	114	458	375	503
Profit per EC (NOK)		7,60	5,70	22,95	18,80	25,25
Diluted earnings per EC (NOK)		7,60	5,70	22,95	18,80	25,25
Distributed dividend per EC (NOK)		0,00	0,00	11,50	13,50	13,50

STATEMENT OF COMPREHENSIVE INCOME - GROUP

Amounts in NOK million	Q3 2016	Q3 2015	30.09.2016	30.09.2015	2015
Profit after tax	152	114	458	375	503
Other income/costs reversed in ordinary profit:					

Equities available for sale - changes in value	-3	-2	-41	-2	48
Other income/costs not reversed in ordinary profit:					
Pension estimate deviations	0	0	0	0	-9
Tax effect of pension estimate deviations	0	0	0	0	-2
Total comprehensive income after tax	149	112	417	373	540

Statement of financial position - Group

STATEMENT OF FINANCIAL POSITION - GROUP

Assets

Amounts in NOK million	Note	30.09.2016	30.09.2015	31.12.2015
Cash and claims on Norges Bank	<u>5 6 9</u>	439	583	1 054
Loans to and receivables from credit institutions	<u>5 6 9</u>	622	1 170	1 205
Loans to and receivables from customers	<u>2 3 4 5 7 9</u>	51 753	51 419	51 286
Certificates, bonds and other interest-bearing securities	<u>5 7 9</u>	7 210	4 674	4 735
Financial derivatives	<u>5 7</u>	1 146	1 178	1 234
Shares and other securities	<u>5 7</u>	126	123	168
Deferred tax benefit		50	28	50
Intangible assets		50	47	48
Fixed assets		235	259	259
Other assets		159	160	81
Total assets		61 790	59 641	60 120

Liabilities and equity

Amounts in NOK million	Note	30.09.2016	30.09.2015	31.12.2015
Loans and deposits from credit institutions	<u>5 6 9</u>	649	1 090	1 058
Deposits from customers	<u>2 5 7 9</u>	32 350	29 286	29 389
Debt securities issued	<u>5 6</u>	20 998	21 721	21 918
Financial derivatives	<u>5 7</u>	503	623	592
Other liabilities		533	492	590
Incurring costs and prepaid income		94	98	75
Other provisions for incurred liabilities and costs		39	67	59
Perpetual Hybrid Tier 1 capital	<u>5 6</u>	811	819	826
Subordinated loan capital	<u>5 6</u>	501	501	501
Total liabilities		56 478	54 697	55 008
EC capital	<u>10</u>	989	989	989
ECs owned by the Bank		-7	-16	-13
Share premium		354	354	354
Paid-in equity		1 336	1 327	1 330
Primary capital fund		2 186	2 043	2 183

Gift fund	125	125	125
Dividend equalisation fund	937	799	935
Value adjustment fund	82	34	82
Other equity	229	238	457
Total comprehensive income after tax	417	378	0
Retained earnings	3 976	3 617	3 782
Total equity	5 312	4 944	5 112
Total liabilities and equity	61 790	59 641	60 120

Statement of changes in equity - Group

GROUP 30.09.2016	Total equity	EC capital	Share premium	Primary capital fund	Gift fund	Dividend equalisation fund	Value adjustment fund	Other equity
Equity as at 31 December 2015	5 112	976	354	2 183	125	935	82	457
Changes in own equity certificates	12	6		3		2		
Distributed dividend to the EC holders	-114							-114
Distributed dividend to the local community	-115							-115
Total profit for the period	417							417
Equity as at 30 September 2016	5 312	982	354	2 186	125	937	82	646

GROUP 30.09.2015	Total equity	EC capital	Share premium	Primary capital fund	Gift fund	Dividend equalisation fund	Value adjustment fund	Other equity
Equity as at 31 December 2014	4 845	978	353	2 048	125	799	34	507
Changes in own equity certificates	-10	-5	1	-5				
Distributed dividend to the EC holders	-133							-133
Distributed dividend to the local community	-136							-136
Total profit for the period	378							378
Equity as at 30 September 2015	4 944	973	354	2 043	125	799	34	616

GROUP 31.12.2015	Total equity	EC capital	Share premium	Primary capital fund	Gift fund	Dividend equalisation fund	Value adjustment fund	Other equity
Equity as at 31 December 2014	4 845	978	353	2 048	125	799	34	507
Changes in own equity certificates	-2	-2	1	-2		1		
Distributed dividend to the EC holders	-133							-133
Distributed dividend to the local community	-136							-136
Equity before allocation of profit for the year	4 573	976	354	2 046	125	800	34	238
Allocated to the primary capital fund	142			142				
Allocated to the dividend equalisation fund	140					140		
Allocated to other equity	-9							-9
Proposed dividend allocated for the EC holders	114							114
Proposed dividend allocated for the local	115							115

community

Distributed profit for the year	503	0	0	142	0	140	0	220
Equities available for sale - changes in value	48						48	
Pension estimate deviations	-9			-5		-4		
Tax effect of pension estimate deviations	-2			-1		-1		
Total other income and costs from comprehensive income	37	0	0	-6	0	-5	48	0
Total profit for the period	540	0	0	137	0	135	48	220
Equity as at 31 December 2015	5 112	976	354	2 183	125	935	82	457

Statement of cash flow - Group

Amounts in NOK million	30.09.2016	30.09.2015	31.12.2015
Cash flow from operating activities			
Interest, commission and fees received	1 430	1 633	2 109
Interest, commission and fees paid	-244	-406	-524
Dividend and group contribution received	1	1	2
Operating expenses paid	-323	-402	-532
Income taxes paid	-227	-204	-202
Changes relating to loans to and claims on other financial institutions	583	-9	-44
Changes relating to repayment of loans/leasing to customers	-921	-2 661	-2 922
Changes in utilised credit facilities	457	109	485
Net change in deposits from customers	2 962	897	1 000
Net cash flow from operating activities	3 718	-1 042	-628
Cash flow from investing activities			
Interest received on certificates, bonds and other securities	80	80	104
Proceeds from the sale of certificates, bonds and other securities	1 804	1 212	1 483
Purchases of certificates, bonds and other securities	-4 345	-1 165	-1 512
Proceeds from the sale of fixed assets etc.	17	0	4
Purchase of fixed assets etc.	-18	-31	-43
Changes in other assets	85	-331	-283
Net cash flow from investing activities	-2 377	-235	-247
Cash flow from financing activities			
Interest paid on debt securities	-303	-347	-455
Net change in deposits from Norges Bank and other financial institutions	-409	543	511
Proceeds from bond issues raised	1 360	5 412	7 056
Redemption of debt securities	-2 175	-3 687	-5 107
Dividend paid	-114	-133	-133
Changes in other debt	-315	-6	-21
Net cash flow from financing activities	-1 956	1 782	1 851
Net change in cash and cash equivalents	-615	505	976
Cash balance at 01.01	1 054	78	78

Cash balance at 30.09/31.12

439

583

1 054

Note 1

ACCOUNTING PRINCIPLES

General

The Group`s interim accounts have been prepared in accordance with International Financial Reporting Standards (IFRS), implemented by the EU as at 30 September 2016. The interim report has been prepared in compliance with IAS 34 Interim Reporting.

The accounts are presented in Norwegian kroner (NOK), which is also the Parent Bank`s and subsidiaries` functional currency.

The interim report is prepared in accordance with accounting principles and methods applied in the 2015 financial statements. There have been no changes or new standards coming into force in so far in 2016.

Please see the Annual report 2015 for further description of accounting principles.

Note 2

LOANS AND DEPOSITS BROKEN DOWN ACCORDING TO SECTORS

GROUP	Loans		
	30.09.2016	30.09.2015	31.12.2015
Broken down according to sectors			
Agriculture and forestry	372	395	373
Fisheries	2 534	3 316	3 186
Manufacturing	2 083	1 942	1 794
Building and construction	603	711	600
Wholesale and retail trade, hotels	517	539	517
Supply/Offshore	1 062	1 185	1 189
Property management	5 681	6 109	6 133
Professional/financial services	779	910	892
Transport and private/public services	1 720	1 882	1 708
Public entities	0	16	2
Activities abroad	116	133	132
Total corporate/public entities	15 467	17 138	16 526
Retail customers	36 415	34 299	34 822
Fair value adjustment of loans	121	191	180
Accrued interest income	87	112	99
Total loans	52 090	51 740	51 627
Individual impairment	-70	-84	-79
Collective impairment	-267	-237	-262
Loans to and receivables from customers	51 753	51 419	51 286
Loans with floating interest rate (amortised cost)	47 283	46 244	46 290
Loans with fixed interest rate (fair value)	4 807	5 496	5 337

GROUP	Deposits		
	30.09.2016	30.09.2015	31.12.2015
Broken down according to sectors			
Agriculture and forestry	204	200	176
Fisheries	863	412	641
Manufacturing	2 060	1 046	1 122
Building and construction	558	445	470

Wholesale and retail trade, hotels	720	762	738
Property management	1 333	1 416	1 370
Professional/financial services	2 094	1 587	1 720
Transport and private/public services	2 839	2 803	2 675
Public entities	1 032	850	898
Activities abroad	5	5	5
Miscellaneous	1 982	1 877	1 735
Total corporate/public entities	13 690	11 403	11 550
Retail customers	18 512	17 605	17 829
Fair value adjustment of deposits	0	2	2
Accrued interest costs	148	276	8
Total deposits	32 350	29 286	29 389
Deposits with floating interest rate (amortised cost)	31 215	28 933	28 875
Deposits with fixed interest rate (fair value)	1 135	353	514

Note 3

LOSSES AND IMPAIRMENT ON LOANS AND GUARANTEES

Specification of losses on loans, guarantees etc.

	Q3 2016	Q3 2015	30.09.2016	30.09.2015	31.12.2015
Changes in individual impairment of loans and guarantees during the period	0	-28	-9	-57	-60
Changes in collective impairment during the period	5	36	5	71	96
Confirmed losses during the period where individual impairment had previously been made	1	8	8	15	13
Confirmed losses during the period where individual impairment had previously not been made	1	-5	4	4	13
Recoveries	2	1	8	8	12
Losses on loans, guarantees etc.	5	10	0	25	50

Individual impairment on loans

	Q3 2016	Q3 2015	30.09.2016	30.09.2015	31.12.2015
Individual impairment on loans as at 01.01/01.07	70	111	79	141	141
Confirmed losses during the period, where individual impairment had previously been made	1	6	8	15	13
Increase in individual impairment during the period	2	1	5	5	9
Individual impairment of new commitments during the period	3	4	9	20	22
Recoveries on individual impairment during the period	4	26	15	67	80
Individual impairment on loans at the end of the period	70	84	70	84	79

Collective impairment on loans

	Q3 2016	Q3 2015	30.09.2016	30.09.2015	31.12.2015
Collective impairment of loans as at 01.01/01.07	262	201	262	166	166
Changes during the period	5	36	5	71	96
Collective impairment on loans at the end of the period	267	237	267	237	262

Individual impairment on guarantees

	Q3 2016	Q3 2015	30.09.2016	30.09.2015	31.12.2015
Individual impairment as at 01.01/01.07	0	2	0	2	2
Individual impairment during the period	0	0	0	0	0
Recoveries on individual impairment during the period	0	0	0	0	2
Individual impairment at the end of the period	0	2	0	2	0

Note 4

DEFAULTED AND DOUBTFUL COMMITMENTS

Problem loans

(total of commitments in default above 3 months and commitments subject for individual impairment without being in default)

GROUP	30.09.2016			30.09.2015			31.12.2015		
	Total	Retail	Corporate	Total	Retail	Corporate	Total	Retail	Corporate
Problem loans prior to individual impairment:									
Commitments in default above 3 months	84	47	37	82	50	32	74	39	35
Other bad and doubtful commitments subject to impairment	141	15	126	153	34	119	170	28	142
Total problem loans prior to individual impairment	225	62	163	235	84	151	244	67	177
Individual impairment on:									
Commitments in default above 3 months	13	3	10	17	7	10	14	2	12
Other bad and doubtful commitments subject to impairment	57	10	47	69	12	57	65	10	55
Total individual impairment	70	13	57	86	19	67	79	12	67
Problem loans after individual impairment:									
Commitments in default above 3 months	71	44	27	65	43	22	60	37	23
Other bad and doubtful commitments subject to impairment	84	5	79	84	22	62	105	18	87
Total problem loans less individual impairment	155	49	106	149	65	84	165	55	110
Total problem loans prior to individual impairment as a percentage of total loans	0,43	0,17	1,05	0,46	0,24	0,88	0,47	0,19	1,07
Total problem loans less individual impairment as a percentage of total loans	0,30	0,13	0,68	0,29	0,19	0,49	0,32	0,15	0,67

Note 5

CLASSIFICATION OF FINANCIAL INSTRUMENTS

Financial assets and financial liabilities are recognised in the balance sheet at the date when the Group becomes a party to the contractual provisions of the instrument. A financial asset is derecognised when the contractual rights to the cash flows from the financial asset expire, or the company transfers the financial asset in such a way that risk and profit potential of the financial asset is substantially transferred. Financial liabilities are derecognised from the date when the rights to the contractual provisions have been extinguished, cancelled or expired.

CLASSIFICATION

The Group's portfolio of financial instruments is at initial recognition classified in accordance with IAS 39. The bank's classes of financial instruments and the measurement basis for these are the following:

- Financial assets and derivatives held for trading (trading portfolio)
- Financial assets and liabilities assessed at fair value, any changes in value recognised through profit or loss
- Instruments held as available for sale, assessed at fair value, any changes in value recognised in other comprehensive income
- Loans and receivables
- Financial liabilities assessed at amortised cost

Financial assets and derivatives held for trading

Financial derivatives are contracts signed to mitigate an existing interest rate or currency risk incurred by the bank. Financial derivatives are recognized at fair value through profit or loss and recognized gross pr. contract as an asset or liability.

The Group's criteria for classification of the trading portfolio are the following:

- Positions in financial instruments held for the Group's own account for the purpose of selling and/or financial instruments acquired by the Group in order to take advantage on a short-term basis of any actual and/or expected differences between purchase- and sale prices or any other price- and interest rate fluctuations.
- Positions held by the Group in order to hedge other parts of the trading portfolio
- Other commitments which are related to positions which form part of the trading portfolio

The Group's trading portfolio of shares is defined within this group and is assessed at fair value through profit or loss.

Financial assets and liabilities assessed at fair value, any changes in value recognised through profit or loss

The Group's portfolio of bonds in the liquidity portfolio is classified at fair value through profit or loss as this portfolio is managed based on fair value. The Group's portfolio of fixed interest rate loans and deposits are classified to avoid accounting mismatch in relation to the underlying interest rate swaps.

Losses and gains as a result of value changes of those assets and liabilities which are assessed at fair value, with any value changes being recognised in the profit and loss account, are included in the accounts during the period in which they occur.

Instruments held as available for sale, assessed at fair value, any changes in value recognised in other comprehensive income

The Group's portfolio of shares, which are not classified as held for trading, are classified as available for sale, with any value changes shown in other comprehensive income. Realised gains and losses, as well as impairment below cost, are recognised in the profit and loss account during the period in which they occur.

The Group's owner interest in Visa Norway FLI is classified as a financial asset in the category available for sale in level three in the valuation hierarchy. The change in value of this asset is recognized in other comprehensive income.

Loans and receivables

All loans and receivables, including leasing, but with the exception of fixed interest rate loans, are assessed at amortised cost, based on expected cash flows. The difference between the issue cost of the securities and the settlement amount at maturity, is amortised over the lifetime of the loan.

Financial liabilities assessed at amortised cost

Debt securities, including debt securities included in fair value hedging, loans and deposits from credit institutions and deposits from customers without agreed maturity, are valued at amortised cost based on expected cash flows. The portfolio of own bonds is shown in the accounts as a reduction of the debt.

LEVELS IN THE VALUATION HIERARCHY

Financial instruments are classified into different levels based on the quality of market data for each type of instrument.

Level 1 – Valuation based on prices in an active market

Level 1 comprises financial instruments valued by using quoted prices in active markets for identical assets or liabilities. This category includes listed shares and mutual funds, as well as bonds and certificates traded in active markets.

Level 2 – Valuation based on observable market data

Level 2 comprises financial instruments valued by using information which is not quoted prices, but where prices are directly or indirectly observable for assets or liabilities, including quoted prices in inactive markets for identical assets or liabilities. This category mainly includes debt securities issued, derivatives and bonds which are not included in level 1.

Level 3 – Valuation based on other than observable market data

Level 3 comprises financial instruments which can not be valued based on directly or indirectly observable prices. This category mainly includes loans to and deposits from customers, as well as shares.

GROUP - 30.09.2016	Financial instruments at fair value through profit and loss account		Financial instruments assessed at amortised cost	Financial instruments held available for sale
	Trading	At fair value		
Cash and claims on Norges Bank			439	
Loans to and receivables from credit institutions			622	
Loans to and receivables from customers		4 807	46 946	
Certificates and bonds		7 210		
Shares and other securities	1			125
Financial derivatives	1 146			
Total financial assets	1 147	12 017	48 007	125
Loans and deposits from credit institutions			649	
Deposits from and liabilities to customers		1 135	31 215	
Financial derivatives	503			
Debt securities			20 998	
Subordinated loan capital and Perpetual Hybrid Tier 1 capital			1 312	
Total financial liabilities	503	1 135	54 174	-
GROUP - 30.09.2015				
	Trading	At fair		

value

Cash and claims on Norges Bank			583	
Loans to and receivables from credit institutions			1 170	
Loans to and receivables from customers	5 496		45 923	
Certificates and bonds	4 674			
Shares and other securities	3			120
Financial derivatives	1 178			
Total financial assets	1 181	10 170	47 676	120
Loans and deposits from credit institutions			1 090	
Deposits from and liabilities to customers		353	28 933	
Financial derivatives	623			
Debt securities			21 721	
Subordinated loan capital and Perpetual Hybrid Tier 1 capital			1 320	
Total financial liabilities	623	353	53 064	-

Net gains/losses on financial instruments

	Q3 2016	Q3 2015	30.09.2016	30.09.2015	31.12.2015
Certificates and bonds	17	-32	27	-41	-51
Securities	7	-1	44	0	-2
Foreign exchange trading (for customers)	7	9	24	24	33
Fixed income trading (for customers)	1	6	9	23	26
Financial derivatives	-7	-1	-6	8	4
Net change in value and gains/losses from financial instruments	25	-19	98	14	10

Note 6

FINANCIAL INSTRUMENTS AT AMORTISED COST

GROUP	30.09.2016		30.09.2015	
	Fair value	Book value	Fair value	Book value
Cash and claims on Norges Bank	439	439	583	583
Loans to and receivables from credit institutions	622	622	1 170	1 170
Loans to and receivables from customers	46 946	46 946	45 923	45 923
Total financial assets	48 007	48 007	47 676	47 676
Loans and deposits from credit institutions	649	649	1 090	1 090
Deposits from and liabilities to customers	31 215	31 215	28 933	28 933
Debt securities	21 019	20 998	21 627	21 721
Subordinated loan capital and Perpetual Hybrid Tier 1 capital	1 345	1 312	1 372	1 320
Total financial liabilities	54 228	54 174	53 022	53 064

GROUP - 30.09.2016	Based on prices in an active market	Observable market information	Other than observable market information	Total
	Level 1	Level 2	Level 3	
Cash and claims on Norges Bank	439			439
Loans to and receivables from credit institutions		622		622
Loans to and receivables from customers			46 946	46 946
Total financial assets	439	622	46 946	48 007
Loans and deposits from credit institutions		649		649
Deposits from and liabilities to customers			31 215	31 215
Debt securities		21 019		21 019
Subordinated loan capital and Perpetual Hybrid Tier 1 capital		1 345		1 345
Total financial liabilities	-	23 013	31 215	54 228

GROUP - 30.09.2015	Based on prices in an active market	Observable market information	Other than observable market information	Total
	Level 1	Level 2	Level 3	
Cash and claims on Norges Bank	583			583
Loans to and receivables from credit institutions		1 170		1 170

Loans to and receivables from customers			45 923	45 923
Total financial assets	583	1 170	45 923	47 676
Loans and deposits from credit institutions		1 090		1 090
Deposits from and liabilities to customers			28 933	28 933
Debt securities		21 627		21 627
Subordinated loan capital and Perpetual Hybrid Tier 1 capital		1 372		1 372
Total financial liabilities	-	24 089	28 933	53 022

Note 7

FINANCIAL INSTRUMENTS AT FAIR VALUE

GROUP - 30.09.2016	Based on prices in an active market	Observable market information	Other than observable market information	Total
	Level 1	Level 2	Level 3	
Cash and claims on Norges Bank				-
Loans to and receivables from credit institutions				-
Loans to and receivables from customers			4 807	4 807
Certificates and bonds	1 955	5 255		7 210
Shares and other securities	5		121	126
Financial derivatives		1 146		1 146
Total financial assets	1 960	6 401	4 928	13 289
Loans and deposits from credit institutions				-
Deposits from and liabilities to customers			1 135	1 135
Debt securities				-
Subordinated loan capital and Perpetual Hybrid Tier 1 capital				-
Financial derivatives		503		503
Total financial liabilities	-	503	1 135	1 638

GROUP - 30.09.2015	Based on prices in an active market	Observable market information	Other than observable market information	Total
	Level 1	Level 2	Level 3	
Cash and claims on Norges Bank				-
Loans to and receivables from credit institutions				-
Loans to and receivables from customers			5 496	5 496
Certificates and bonds	1 739	2 935		4 674
Shares and other securities	8		115	123
Financial derivatives		1 178		1 178
Total financial assets	1 747	4 113	5 611	11 471
Loans and deposits from credit institutions				-
Deposits from and liabilities to customers			353	353
Debt securities				-

Subordinated loan capital and Perpetual Hybrid Tier 1 capital				-
Financial derivatives		623		623
Total financial liabilities	-	623	353	976

GROUP	Loans to and receivables from customers	Shares and other securities	Deposits from and liabilities to customers
Recorded value as at 31.12.15	5 337	161	514
Purchases/additions	311	-	695
Sales/reduction	783	40	74
Transferred to Level 3	-	-	-
Transferred from Level 3	-	-	-
Net gains/losses in the period	-58	-	-
Recorded value as at 30.09.16	4 807	121	1 135

GROUP	Loans to and receivables from customers	Shares and other securities	Deposits from and liabilities to customers
Recorded value as at 31.12.14	4 123	114	442
Purchases/additions	2 592	-	146
Sales/reduction	1 227	2	235
Transferred to Level 3	-	-	-
Transferred from Level 3	-	-	-
Net gains/losses in the period	8	3	-
Recorded value as at 30.09.15	5 496	115	353

Note 8

OPERATING SEGMENTS

Result - Q3 2016	Group	Eliminations/ other	Corporate	Retail 1)	Real estate brokerage	
Net interest income	278	-5	107	176	0	
Other operating income	74	22	21	26	5	
Total income	352	17	128	202	5	
Operating costs	148	26	29	88	5	
Profit before impairment	204	-9	99	114	0	
Impairment on loans, guarantees etc.	5	5	0	0	0	
Pre tax profit	199	-14	99	114	0	
Taxes	47					
Profit after tax	152					

Result - 30.09.2016	Group	Eliminations/ other	Corporate	Retail 1)	Real estate brokerage	
Net interest income	803	-35	325	513	0	
Other operating income	236	88	64	71	13	
Total income	1 039	53	389	584	13	
Operating costs	443	83	85	261	14	
Profit before impairment	596	-30	304	323	-1	
Impairment on loans, guarantees etc.	0	5	-1	-4	0	
Pre tax profit	596	-35	305	327	-1	
Taxes	138					
Profit after tax	458					

Key figures - 30.09.2016	Group	Eliminations/ other	Corporate	Retail 1)	Real estate brokerage	
Loans to customers 1)	51 753	885	15 194	35 674	0	
Deposits from customers 1)	32 350	555	11 994	19 801	0	
Guarantee liabilities	1 642	0	1 634	8	0	
The deposit-to-loan ratio	62,5	62,7	78,9	55,5	0	

Man-years	378	152	54	158	14
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Result - Q3 2015	Group	Eliminations/ other	Corporate	Retail 1)	Real estate brokerage
Net interest income	283	-3	120	166	0
Other operating income	33	-28	24	32	5
Total income	316	-31	144	198	5
Operating costs	146	21	31	90	4
Profit before impairment	170	-52	113	108	1
Impairment on loans, guarantees etc.	10	37	-26	-1	0
Pre tax profit	160	-89	139	109	1
Taxes	46				
Profit after tax	114				

Result - 30.09.2015	Group	Eliminations/ other	Corporate	Retail 1)	Real estate brokerage
Net interest income	813	-16	351	478	0
Other operating income	165	-2	69	82	16
Total income	978	-18	420	560	16
Operating costs	437	75	85	263	14
Profit before impairment	541	-93	335	297	2
Impairment on loans, guarantees etc.	25	71	-44	-2	0
Pre tax profit	516	-164	379	299	2
Taxes	141				
Profit after tax	375				

Key figures - 30.09.2015	Group	Eliminations/ other	Corporate	Retail 1)	Real estate brokerage
Loans to customers 1)	51 419	1 047	16 872	33 500	0
Deposits from customers 1)	29 286	1 061	9 361	18 864	0
Guarantee liabilities	1 708	0	1 700	8	0
The deposit-to-loan ratio	57,0	101,3	55,5	56,3	0
Man-years	388	154	55	164	15

1) The subsidiary, Møre Boligkreditt AS, is part of the Bank's Retail segment. The mortgage company's main objective is to issue covered bonds

for both national and international investors, and the company is part of Sparebanken Møre's long-term financing strategy. Key figures for Møre Boligkreditt AS are displayed in a separate table.

MØRE BOLIGKREDITT AS		
Statement of income	Q3 2016	Q3 2015
Net interest income	61	66
Other operating income	1	-3
Total income	62	63
Operating costs	8	7
Profit before impairment on loans	54	56
Impairment on loans, guarantees etc.	0	0
Pre tax profit	54	56
Taxes	13	15
Profit after tax	41	41

Statement of income	30.09.2016	30.09.2015
Net interest income	183	208
Other operating income	6	4
Total income	189	212
Operating costs	25	23
Profit before impairment on loans	164	189
Impairment on loans, guarantees etc.	0	2
Pre tax profit	164	187
Taxes	41	50
Profit after tax	123	137

Statement of financial position	30.09.2016	30.09.2015
Loans to and receivables from customers	18 005	16 940
Total equity	1 476	1 290

Note 9

TRANSACTIONS WITH RELATED PARTIES

These are transactions between the Parent Bank and wholly-owned subsidiaries which have been done at arm`s length and at arm`s length`s prices.

The most important transactions which have been done and netted out in the Group accounts are as follows:

PARENT BANK	30.09.2016	30.09.2015	31.12.2015
Statement of income			
Interest and credit commission income from subsidiaries	17	16	19
Received dividend and group contribution from subsidiaries	176	191	191
Rent paid to Sparebankeiendom AS	12	13	18
Administration fee received from Møre Boligkreditt AS	20	18	24
Statement of financial position			
Claims on subsidiaries	1 647	1 612	1 121
Covered bonds	159	238	0
Liabilities to subsidiaries	49	1 091	307
Accumulated loan portfolio transferred to Møre Boligkreditt AS	18 009	16 944	16 911

Note 10

EC CAPITAL

The 20 largest EC holders in Sparebanken Møre as at 30.09.2016	Number of ECs	Percentage share of EC capital
Sparebankstiftelsen Tingvoll	988 000	9,99
Verdipapirfond Pareto Aksje Norge	508 007	5,14
MP Pensjon	392 263	3,97
Wenaasgruppen AS	380 000	3,84
VPF Nordea Norge Verdi	343 079	3,47
Cape Invest AS	332 568	3,36
Pareto AS	305 189	3,09
FLPS - Princ All Sec	224 634	2,27
Bergen Kommunale Pensjonskasse	180 000	1,82
Beka Holding AS	150 100	1,52
VPF Fondsinans Norge	120 000	1,21
Lapas AS (Leif-Arne Langøy)	105 500	1,07
Verdipapirfondet Eika utbytte	104 911	1,06
Odd Slyngstad	80 528	0,81
Verdipapirfondet Landkreditt utbytte	75 000	0,76
PIBCO AS	75 000	0,76
Sparebanken Møre	70 485	0,71
Forsvarets Personellservice	63 660	0,64
Stiftelsen Kjell Holm	60 063	0,61
Aars AS	57 289	0,58
Total 20 largest	4 616 276	46,68
Total	9 886 954	100,00

Note 11

CAPITAL ADEQUACY

	30.09.2016	30.09.2015	31.12.2015
Core Capital			
EC capital	989	989	989
- ECs owned by the Bank	-7	-16	-13
Share premium	354	354	354
Dividend equalisation fund	937	799	935
Gift fund	125	125	125
Primary capital fund	2 186	2 043	2 183
Value adjustment fund	82	34	82
Proposed dividend for the EC holders	0	0	114
Proposed dividend for the local community	0	0	115
Other equity	229	238	228
Accumulated profit for the period	417	378	0
Total equity	5 312	4 944	5 112
Deferred tax, goodwill and intangible assets	-51	-47	-47
Value adjustments of financial instruments at fair value	-14	-12	-14
Value adjustment fund	-82	-34	-82
Perpetual Hybrid Tier 1 capital	803	810	808
Expected losses exceeding actual losses, IRB portfolios	-81	-229	-175
Proposed dividend for the EC holders	0	0	-114
Proposed dividend for the local community	0	0	-115
Accumulated profit for the period	-417	-378	0
Total core capital	5 470	5 054	5 373
Common equity Tier 1 Capital	4 667	4 244	4 565
Supplementary capital			
Subordinated loan capital of limited duration	501	501	501
36 % addition for net unrealised gains on shares available for sale	0	0	0
50 % deduction for equity in other financial institutions	0	0	0
Total supplementary capital	501	501	501
Net equity and subordinated loan capital	5 971	5 555	5 874

Capital requirement by exposure classes

Exposure classes SA - credit risk	30.09.2016	30.09.2015	31.12.2015
Central governments or central banks	0	0	0
Regional governments or local authorities	32	6	6
Public sector companies	19	20	20
Institutions (banks etc)	49	52	52
Companies (corporate customers)	0	27	5
Mass marked (retail banking customers)	0	0	0
Secured by mortgage on immovable property	0	0	0
Exposures in default	0	0	0
Covered bonds	18	15	16
Equity	8	8	8
Other items	124	98	114
Total capital requirements - credit risk, The Standardised Approach	250	226	221
Exposure classes IRB - credit risk	30.09.2016	30.09.2015	31.12.2015
Retail - Secured by real estate	600	588	562
Retail - Other	47	45	46
SME	619	898	773
Specialised lending	390	513	512
Other corporate lending	284	197	252
IRB-F capital requirements	1 940	2 241	2 145
Total capital requirements - credit risk	2 190	2 467	2 366
Exposure classes SA - market risk	30.09.2016	30.09.2015	31.12.2015
Debt	0	0	0
Equity	0	0	0
Foreign exchange	0	0	0
Credit value adjustment risk (CVA)	34	20	40
Total capital requirements - market risk	34	20	40
Operational Risk (Basic Indicator Approach)	194	190	190
Deductions from the capital requirement	0	0	0
Total capital requirement less transitional rules	2 418	2 677	2 596
Additional capital requirements from transitional rules 1)	203	0	0
Total capital requirements	2 621	2 677	2 596

Total risk-weighted assets less transitional rules	30 223	33 460	32 455
Total risk-weighted assets from transitional rules	2 537	0	0
Total risk-weighted assets	32 760	33 460	32 455
Minimum requirement common equity Tier 1 capital (4.5 %)	1 474	1 506	1 460

Buffer Requirement	30.09.2016	30.09.2015	31.12.2015
Capital conservation buffer (2.5 %)	819	837	811
Systemic risk buffer (3.0 %)	983	1 004	974
Countercyclical buffer (1.5%)	491		325
Total buffer requirements	2 293	1 840	2 110
Available common equity Tier 1 capital after buffer requirements	900	898	995

Capital adequacy as a percentage of the weighted asset calculation basis incl. transitional rules	30.09.2016	30.09.2015	31.12.2015
Capital adequacy ratio	18,2	16,6	18,1
Capital adequacy ratio incl. 50 per cent of the profit for the period	18,8	17,2	
Core capital ratio	16,7	15,1	16,6
Core capital ratio incl. 50 per cent of the profit for the period	17,3	15,7	
Core Tier 1 capital ratio	14,3	12,7	14,1
Core Tier 1 capital ratio incl. 50 per cent of the profit for the period	14,9	13,3	

Leverage Ratio (LR)	30.09.2016	30.09.2015	31.12.2015
Leverage Ratio (LR) incl. 50 per cent of the profit for the period	8,1	7,8	8,0

Statement of income - Parent Bank

STATEMENT OF INCOME - PARENT BANK

Amounts in NOK million	Q3 2016	Q3 2015	30.09.2016	30.09.2015	2015
Interest income	328	369	983	1 125	1 473
Interest costs	109	151	360	517	645
Net interest income	219	218	623	608	828
Commission income and revenues from banking services	50	52	142	151	197
Commission costs and expenditure from banking services	7	7	21	21	28
Other operating income	7	6	21	19	27
Net commission and other operating income	50	51	142	149	196
Dividends	0	0	177	192	193
Net gains/losses from financial instruments	24	-15	92	11	9
Net return from financial instruments	24	-15	269	203	202
Total income	293	254	1 034	960	1 226
Wages, salaries etc.	82	81	240	238	295
Administration costs	30	29	95	93	119
Depreciation and impairment	6	6	19	17	23
Other operating costs	27	27	74	75	105
Total operating costs	145	143	428	423	542
Profit before impairment on loans	148	111	606	537	684
Impairment on loans, guarantees etc.	5	9	0	22	47
Pre tax profit	143	102	606	515	637
Taxes	34	28	97	87	125
Profit after tax	109	74	509	428	512
Profit per EC (NOK)	5,50	3,75	25,50	21,50	25,70
Diluted earnings per EC (NOK)	5,50	3,75	25,50	21,50	25,70
Distributed dividend per EC (NOK)	0,00	0,00	11,50	13,50	13,50

STATEMENT OF COMPREHENSIVE INCOME - PARENT BANK

Amounts in NOK million	Q3 2016	Q3 2015	30.09.2016	30.09.2015	2015
Profit after tax	109	74	509	428	512
Other income/costs reversed in ordinary profit:					

Equities available for sale - changes in value	-3	0	-41	-2	48
Other income/costs not reversed in ordinary profit:					
Pension estimate deviations	0	0	0	0	-9
Tax effect of pension estimate deviations	0	0	0	0	-2
Total comprehensive income after tax	106	74	468	426	549

Statement of financial position - Parent Bank

STATEMENT OF FINANCIAL POSITION - PARENT BANK

Assets

Amounts in NOK million	30.09.2016	30.09.2015	31.12.2015
Cash and claims on Norges Bank	439	583	1 054
Loans to and receivables from credit institutions	2 120	2 630	2 174
Loans to and receivables from customers	33 896	34 631	34 530
Certificates, bonds and other interest-bearing securities	6 996	4 508	4 333
Financial derivatives	727	673	749
Shares and other securities	126	123	168
Equity stakes in Group companies	1 371	1 171	1 171
Deferred tax benefit	59	37	60
Intangible assets	50	47	47
Fixed assets	38	47	50
Other assets	153	155	75
Total assets	45 975	44 605	44 411

Liabilities and equity

Amounts in NOK million	30.09.2016	30.09.2015	31.12.2015
Loans and deposits from credit institutions	669	2 165	1 343
Deposits from customers	32 380	29 302	29 410
Debt securities issued	5 353	5 847	6 206
Financial derivatives	499	612	586
Other liabilities	496	439	521
Incurred costs and prepaid income	93	99	75
Other provisions for incurred liabilities and costs	39	67	59
Perpetual Hybrid Tier 1 capital	811	819	826
Subordinated loan capital	501	501	501
Total liabilities	40 841	39 851	39 527
EC capital	989	989	989
ECs owned by the Bank	-7	-16	-13
Share premium	354	354	354

Paid-in equity	1 336	1 327	1 330
Primary capital fund	2 186	2 043	2 183
Gift fund	125	125	125
Dividend equalisation fund	937	799	935
Value adjustment fund	82	34	82
Other equity	0	0	229
Total comprehensive income after tax	468	426	0
Retained earnings	3 798	3 427	3 554
Total equity	5 134	4 754	4 884
Total liabilities and equity	45 975	44 605	44 411

Profit performance - Group

QUARTERLY PROFIT

Amounts in NOK million	Q3 2016	Q2 2016	Q1 2016	Q4 2015	Q3 2015
Net interest income	278	275	250	285	283
Other operating income	74	106	56	40	33
Total operating costs	148	147	148	124	146
Profit before impairment on loans	204	234	158	201	170
Impairment on loans, guarantees etc.	5	-3	-2	25	10
Pre tax profit	199	237	160	176	160
Tax	47	51	40	52	46
Profit after tax	152	186	120	124	114

As a percentage of average assets

Net interest income	1,82	1,86	1,67	1,91	1,93
Other operating income	0,48	0,70	0,37	0,27	0,22
Total operating costs	0,97	0,98	0,99	0,83	1,00
Profit before impairment on loans	1,33	1,58	1,05	1,35	1,15
Impairment on loans, guarantees etc.	0,03	-0,02	-0,01	0,17	0,07
Pre tax profit	1,30	1,60	1,06	1,18	1,08
Tax	0,31	0,34	0,26	0,35	0,31
Profit after tax	0,99	1,26	0,80	0,83	0,77