



Investor Presentation

2nd quarter 2013



Disclaimer

This presentation contains forward-looking statements that reflect management's current views with respect to certain future events and potential financial performance. Although SpareBank 1 SR-Bank believes that the expectations reflected in such forward-looking statements are reasonable, no assurance can be given that such expectations will prove to have been correct. Accordingly, results could differ materially from those set out in the forward-looking statements as a result of various factors.

Important factors that may cause such a difference for SpareBank 1 SR-Bank include, but are not limited to: (i) the macroeconomic development, (ii) change in the competitive climate, (iii) change in the regulatory environment and other government actions and (iv) change in interest rate and foreign exchange rate levels.

This presentation does not imply that SpareBank 1 SR-Bank has undertaken to revise these forward-looking statements, beyond what is required by applicable law or applicable stock exchange regulations if and when circumstances arise that will lead to changes compared to the date when these statements were provided.

Agenda

Presentation of SpareBank 1 SR-Bank ASA

Financials

Solvency and liquidity position

Norway's Economy and Housing market

Appendix

SR-Bank has a strong brand recognition, high market share in Norway's most prosperous region, and a strengthened capital position

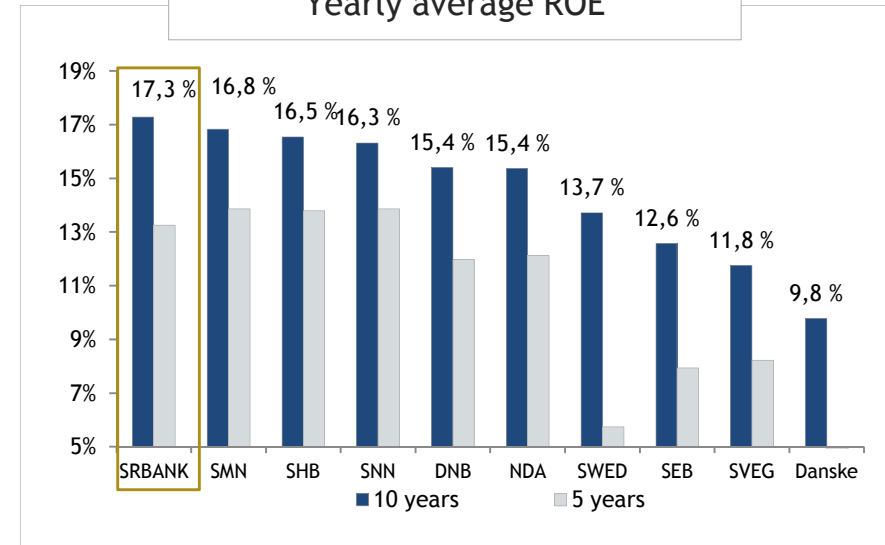
Exceptional brand recognition in the key regions of Norway

- A leading 38% market share in the Rogaland region of Norway - an area with one of the highest GDP per capita in Norway (in excess of EUR 50,000). Norway has the second highest GDP per capita in Europe
- Historic presence in this region dating back to 1839
- Continued customer growth story with further inflows as a result of the strong regional presence and brand name
 - Appr. 10,000 new retail customers and 1,000 new corporate customers over the past year

Strong solvency position enhanced by stable returns

- SR-Bank has significantly strengthened the capital position to ensure that the bank is well capitalized and positioned for profitable growth
 - Core Tier 1 capital coverage at Q2 2013 was 10.3 %
 - Tier 1 capital coverage at Q2 2013 was 12.0 %
 - Equity strengthened by NOK 2,500 million, equivalent to 30 %, in 2012
- Strong track-record of delivering attractive total returns
 - Among the best Nordic performers over the last 15 years
- Core Tier 1 to be strengthened by increased earnings and efficient capital allocation for continued high return on equity

Yearly average ROE



Key financials

Key Figures	1H 2013	1H 2012
Net interest margin (%)	1,35	1,21
Net loans to customers (BNOK)	114	105
Impairment losses on loans and guarantees (%)	0,09	0,13
Total assets on balance sheet (BNOK)	151	140
Total equity (BNOK)	13,0	11,4

Group Income Statement (MNOK)	Q2 13	Q2 12
Net interest income	977	814
Net commission and other income	869	681
Net income on investment securities	223	289
Total income	2.069	1.784
Total operating expenses	1.007	918
Operating profit before losses	1.062	866
Impairment losses on loans and guarantees	50	68
Net profit	1.012	798

SpareBank 1 SR-Bank ASA - Market area

1 Rogaland

Population	440,000
Market share	<i>Retail market</i> 38 % <i>Corporate market</i> 21 %
Year of establishment	1839
Market strategy	Market leader
Important business segments	Oil & Gas, Oil service, Supply
Unemployment rate	2.0 %

2 Hordaland

Population	485,000
Market share	<i>Retail market</i> 4 % <i>Corporate market</i> 8 %
Year of establishment	2006
Market strategy	Entry/growth
Important business segments	Shipping, Oil & Gas, Tourism
Unemployment rate	2.4 %

3 Agder

Population	285,000
Market share	<i>Retail market</i> 7 % <i>Corporate market</i> 4 %
Year of establishment	2002
Market strategy	Growth
Important business segments	Commodities, Oil Service, Industry
Unemployment rate	3.25 %

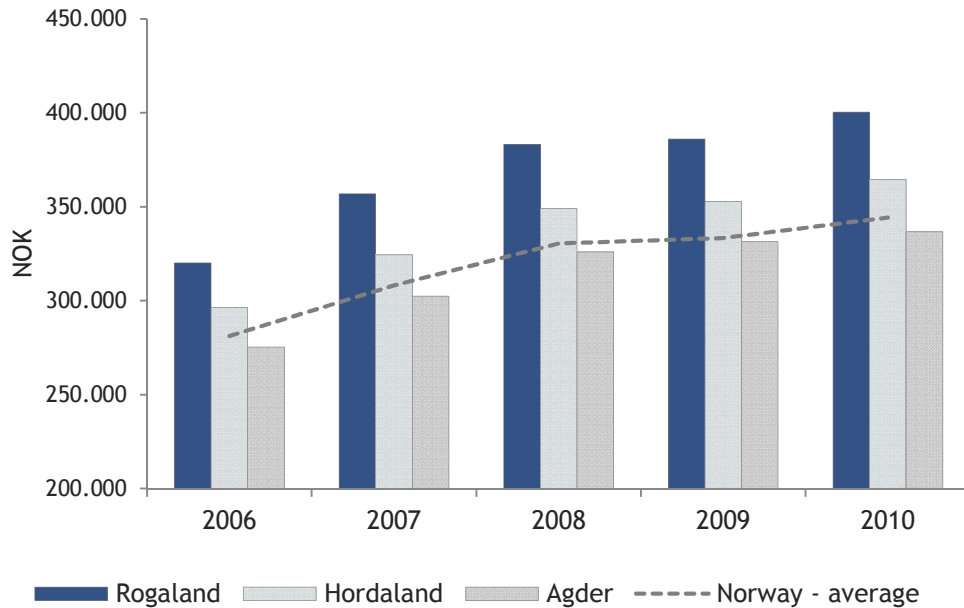


53 local bank offices in one of Norway's most prosperous regions

Strong growth prospects in the region

- Norway's most rapidly growing population - currently 24 % of the country's total population
- Appr 25 % of GDP are produced in the bank's region
- Norway's largest export region
- Unemployment rate under 3 %

Gross income per capita



100 - 150 BNOK are planned to be spent on infrastructure

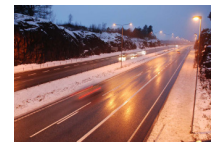
- New infrastructure projects creating business opportunities in Rogaland, Hordaland and Agder
- Among others are the E39 Rogfast project, a fast and ferry less connection between Stavanger and Haugesund, and the decision to invest in public transport in the Stavanger area over the next years
- Planned investments will imply:
 - *Better infrastructure in the cities Stavanger and Bergen*
 - *Better connections between cities and low populated areas*
 - *Better connections between regions in Rogaland, Hordaland and Agder*
- Large investments in infrastructure over the last years:



Railway STV - Sandnes
Extended railway connection
14,000 m - 1.5 BNOK
2006 - 2009



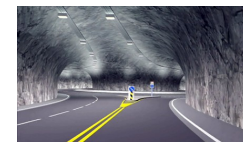
Finnfast
Connection to Finnøy
Tunnel 6,700 m - 0.5 BNOK
2006 - 2009



E18 Grimstad- Kristiansand
Improved connection Kr,Sand - Oslo
Highway 38,300 m - 3.3 BNOK
2006 - 2009



E39 Lyngdal - Flekkefjord
Improved connection Kr,Sand - STV
Highway 38,500 m - 1.2 BNOK
2011-2012



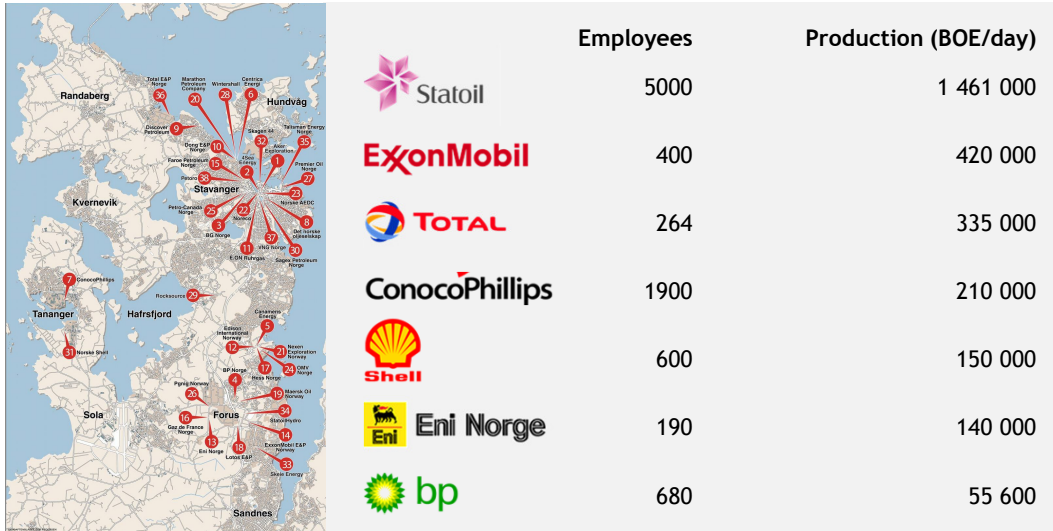
T-Forbindelsen
Connection E39 - fv, 47
20,000 m - 1.6 BNOK
2009 - 2013



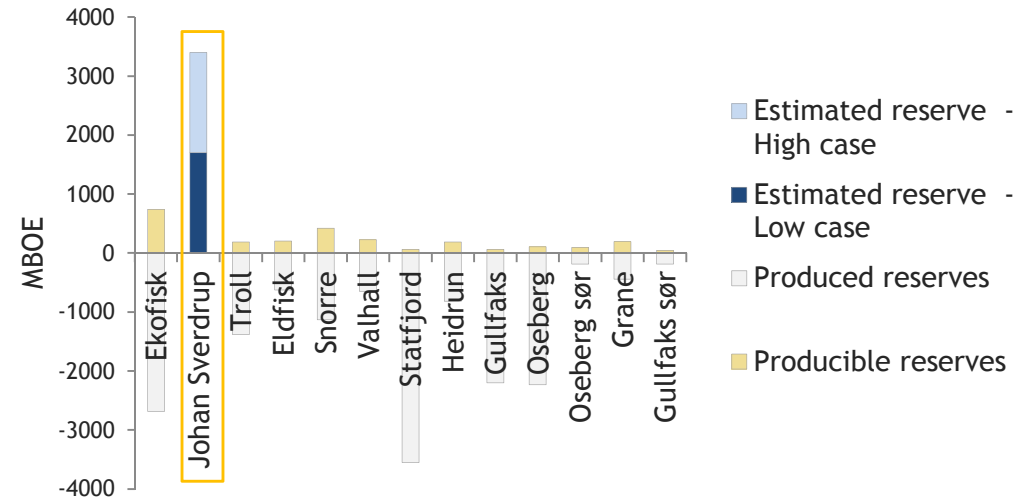
Bybane Bergen
Light rail in Bergen city
Lightrail
2008- continuous expansion

Stavanger is the oil capital in Norway and a major player in Europe

Major oil companies are located in Stavanger...

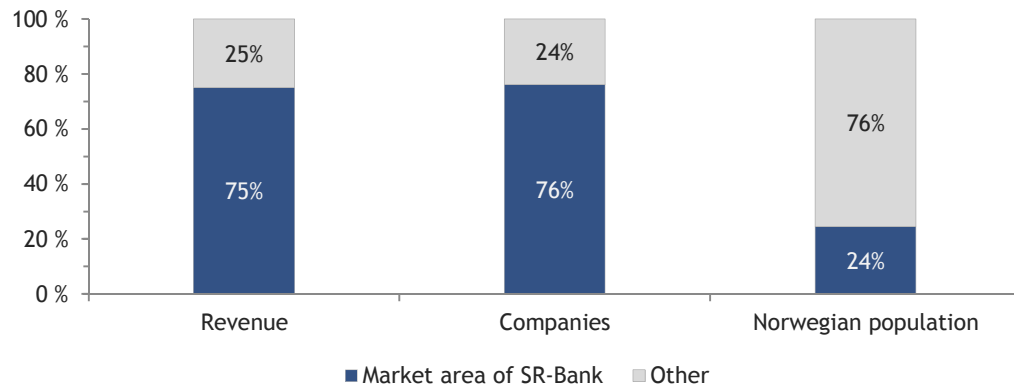


...and the third largest discovery ever on the NCS was made 140 km from our headquarter in 2011

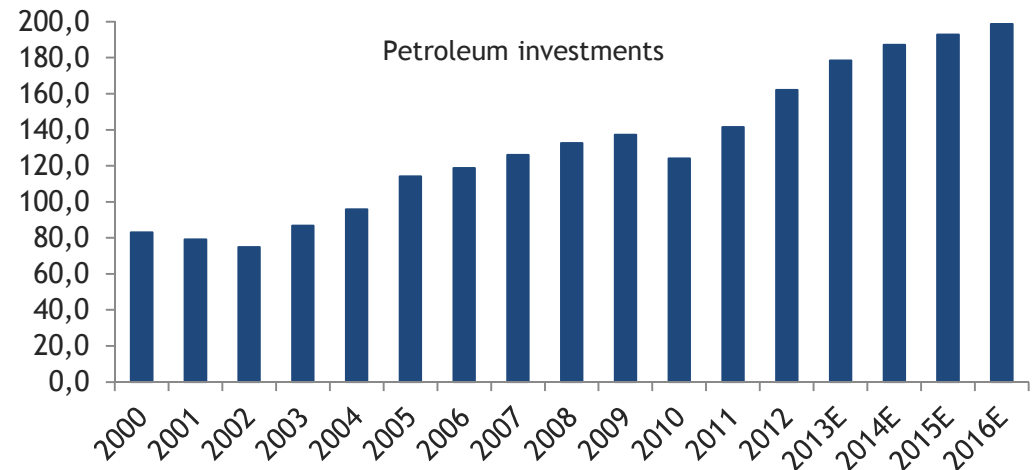


Oil field service companies in SRBANK's market area account for a significant amount of the revenues in the Norwegian oil field service industry...

Revenues and companies in SRBANK's market area compared to population



...and activity is expected to increase significantly



Source: Ernst & Young The Norwegian Oilfield Service Analysis 2011, Oljedirektoratet, Stavanger Aftenblad, SR-Bank Markets, Norges Bank

SR-Bank's activities are well diversified



Divisions of SpareBank 1 SR-Bank ASA

<p>Capital Markets</p> <hr/> <p>Number of man-years: 39</p>	<p>Retail Market</p> <hr/> <p>Number of man-years : 498</p>	<p>Corporate Market</p> <hr/> <p>Number of man-years : 180</p>	<p>Administration & Support</p> <hr/> <p>Number of man-years : 216</p>
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Fully owned companies

<p>EiendomsMegler 1</p> <hr/> <p>Number of man-years : 221</p> <p>Key areas:</p> <ul style="list-style-type: none"> • Leading real estate broker 	<p>SpareBank 1 SR-FORVALTNING</p> <hr/> <p>Number of man-years : 12</p> <p>Key area:</p> <ul style="list-style-type: none"> • Asset management 	<p>SpareBank 1 SR-FINANS</p> <hr/> <p>Number of man-years : 30</p> <p>Key area:</p> <ul style="list-style-type: none"> • Lease finance
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Partly owned companies

<p>SpareBank 1 Gruppen AS (19.5 %)</p> <ul style="list-style-type: none"> • Holding company for the SpareBank 1 - Alliance 	<p>BN Bank ASA (23.5 %)</p> <ul style="list-style-type: none"> • Commercial bank located in Oslo and Trondheim 	<p>SpareBank 1 Boligkreditt AS (29.9 %)</p> <ul style="list-style-type: none"> • Covered bond company (mortgages) 	<p>SpareBank 1 Næringskreditt AS (27.8 %)</p> <ul style="list-style-type: none"> • Covered bond company (commercial real estate)
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The SpareBank 1 Alliance - 2nd largest mortgage lender in Norway

Founded in 1996 based on efficiency and local market focus

Geographic overview

Purpose

Ensure the independence and regional foothold of the individual member banks by maximizing their:

- *Competitiveness*
- *Profitability*
- *Capital strength*

Cornerstones

Efficiency

Increase efficiency compared to competitors by:

- *Economies of scale*
- *Mutually increasing critical core competencies*
- *Sharing development investments*

Local Market Focus

Each bank continues to maintain its link with its local community by:

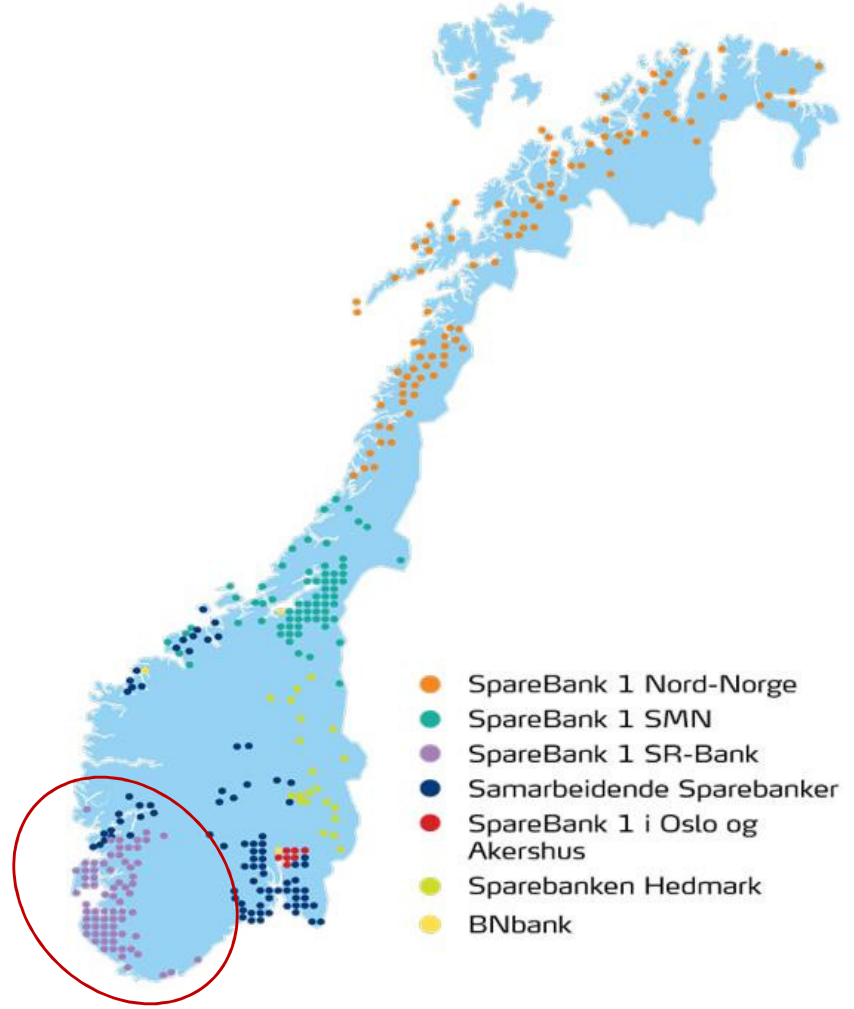
- *Keeping its own name and legal identity*
- *Taking advantage of its proximity to the local market*



ALLIANCE PROGRAMME



**SEPARATE LEGAL IDENTITIES
COMMON SUPERBRAND**



- SpareBank 1 Nord-Norge
- SpareBank 1 SMN
- SpareBank 1 SR-Bank
- Samarbeidende Sparebanker
- SpareBank 1 i Oslo og Akershus
- Sparebanken Hedmark
- BNbank

Our vision: Recommended by customers

Primary objective

- SpareBank 1 SR-Bank ASA is committed to value creation in the bank's core market area
- Sustainable contribution to the value creation process in the region through;
 - Sustainable and profitable business model
 - Owner friendly and stable dividend policy

Financial targets

- ROE 13-15 % in a normalized market
- Top 50 % ROE and cost/income in a Nordic benchmark
- CET 1 capital ratio at minimum 10 % under transitional rules

Strategic goals

- Most attractive and preferred partner for financial services in South-Western Norway, based on;
 - Good customer experience
 - Strong team spirit and professionalism
 - Local anchoring and local decisions
 - Solvency, profitability and trust by the market

Strategic focus

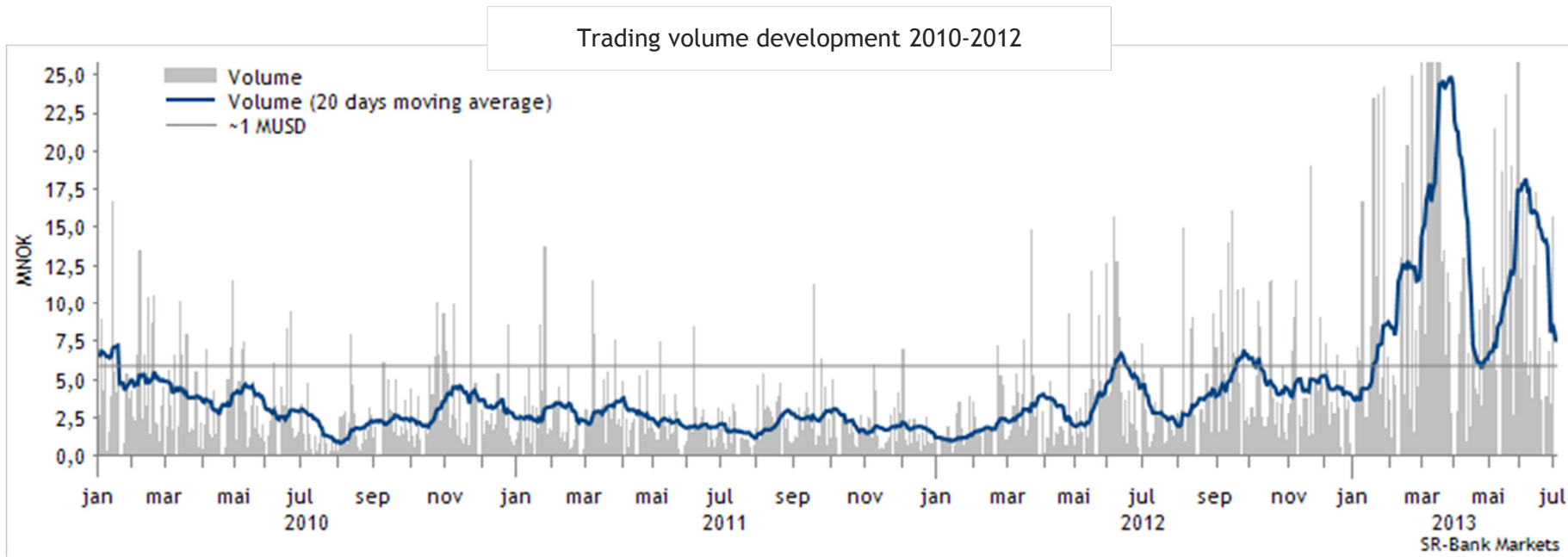
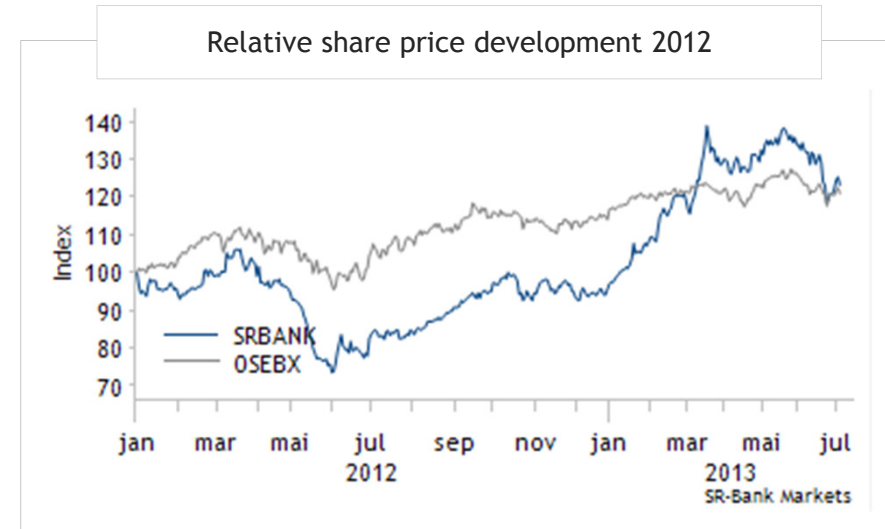
- Targeted customer growth and increased product mix
- Innovative and continuing focus on efficiency
- Expertise adapted to future customer needs
- Sustainable and diversified funding mix

“The financial objective of SpareBank 1 SR-Bank ASA is to achieve earnings that yield adequate, stable returns on the bank’s equity, thereby creating value for owners through competitive returns in the form of dividends and share appreciation.”

In determining the level of the annual dividend, considerations will be made towards SpareBank 1 SR-Bank ASA’s future need for capital, including capital adequacy requirements, and strategic plans and targets. Unless capital requirements otherwise dictate, the Board of Directors’ aim is that approximately half of the EPS is paid out.”

SRBANK pr 30.06.2013

- *Significantly greater liquidity in the share in the first half-year*
- *International ownership increased in the quarter from 6.3 % to 9.9 % per 30.06.2013*



20 largest shareholders as at 30 June 2013

- *International ownership increased in the quarter from 6.3 % to 10.1 % per 30.06.2013*

Investor	Number	Stake
Sparebankstiftelsen SR-Bank	76.835.551	30,0 %
Gjensidige Forsikring ASA	26.483.470	10,4 %
Folketrygdfondet	7.909.328	3,1 %
SpareBank 1-stiftinga Kvinnherad	6.226.583	2,4 %
Odin Norge	5.896.605	2,3 %
Frank Mohn AS	5.372.587	2,1 %
Odin Norden	4.148.475	1,6 %
Skagen Global	3.883.743	1,5 %
State Street Bank and Trust, U.S.A.	2.227.157	0,9 %
Clipper AS	2.178.837	0,9 %
J.P. Morgan Chase Bank, U.K.	2.099.017	0,8 %
J.P. Morgan Chase Bank, Sverige	2.014.054	0,8 %
Fondsfinans Spar	1.670.936	0,7 %
The Bank of New York Mellon, U.S.A.	1.573.775	0,6 %
Tveteraas Finans AS	1.391.492	0,5 %
Westco AS	1.321.817	0,5 %
Skagen Global II	1.316.174	0,5 %
Køhlergruppen AS	1.292.803	0,5 %
FLPS, U.S.A.	1.250.000	0,5 %
Varma Mutual Pension Insurance, Finland	1.248.017	0,5 %
Top 5	123.351.537	48,2 %
Top 10	141.162.336	55,2 %
Top 20	156.340.421	61,1 %

Agenda

Presentation of SpareBank 1 SR-Bank ASA

Financials

Solvency and liquidity position

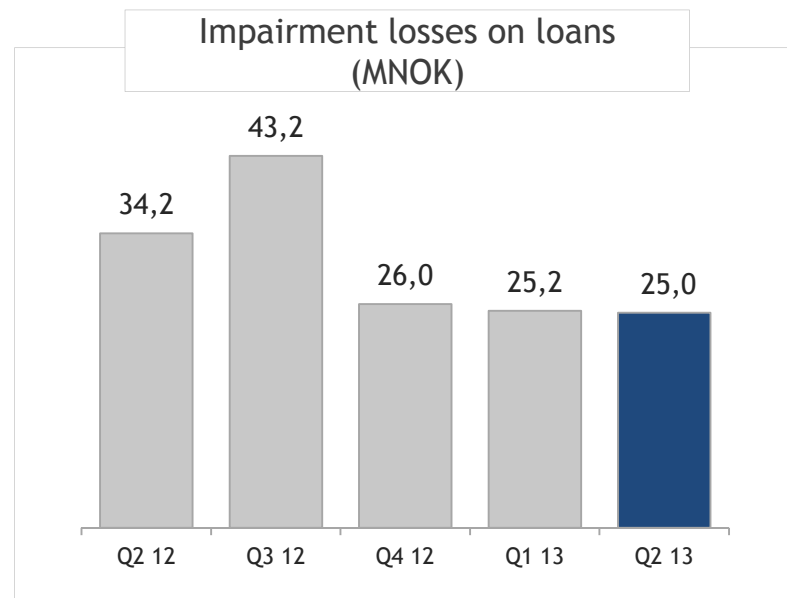
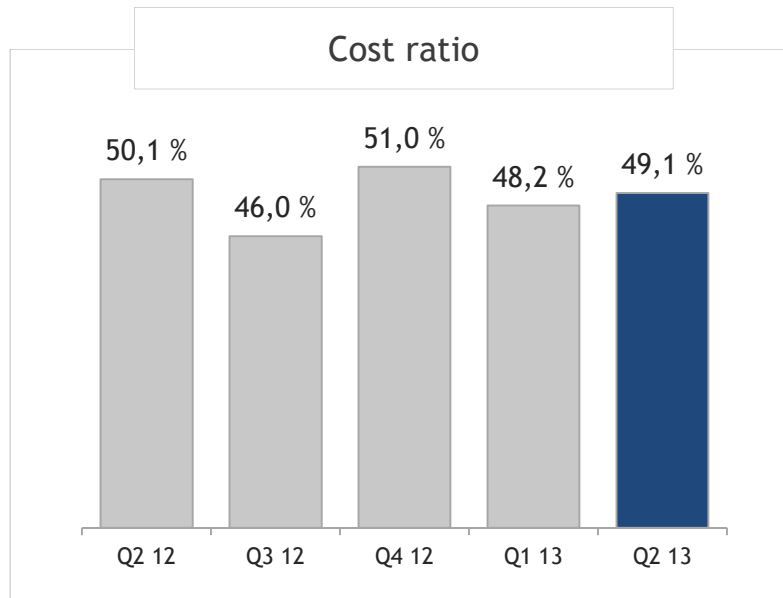
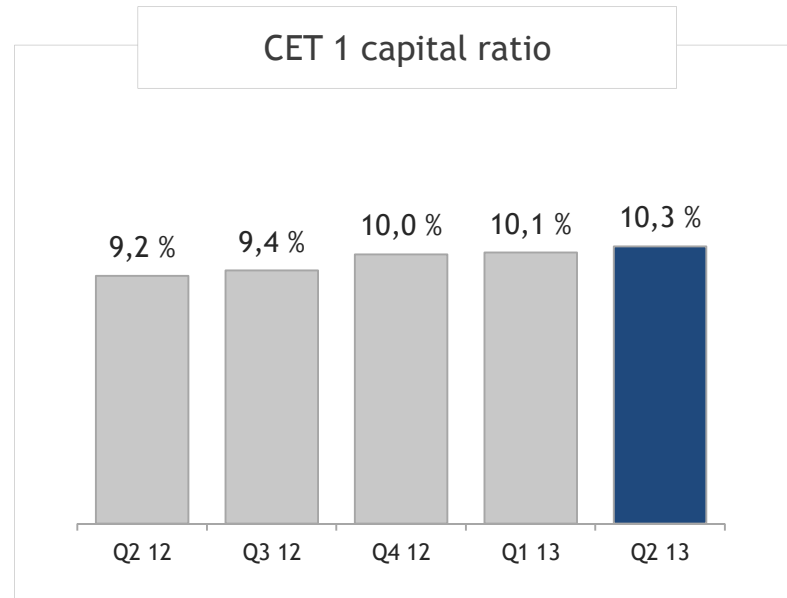
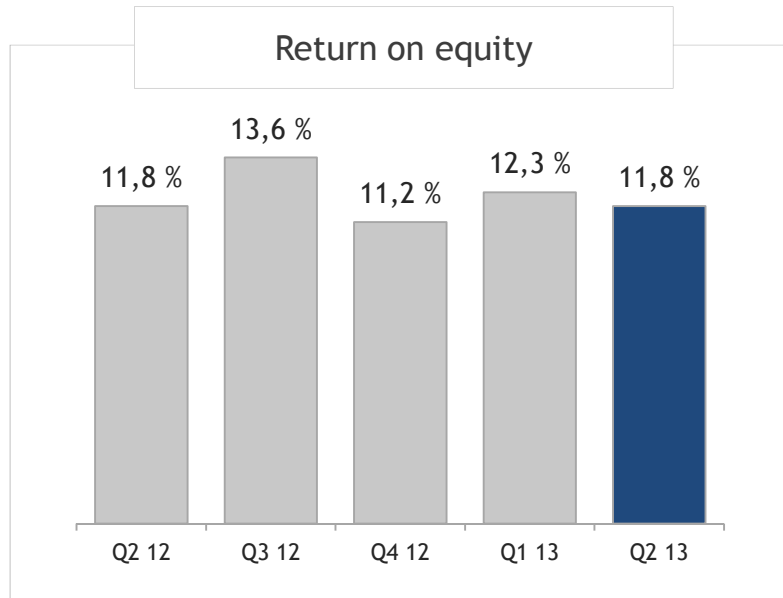
Norway's Economy and Housing market

Appendix

Good result characterised by growth, low losses and efficient operations

- Year-to-date pre-tax profit of NOK 1,012 million (NOK 798 million)
 - Return on equity after tax: 12.1% (12.3%)
- Pre-tax profit for the quarter of NOK 511 million (NOK 405 million)
 - Return on equity after tax: 11.8 % (11.8 %)
- Lending growth of 6.1% and growth in deposits of 2.8% over the past 12 months
 - Rolling 12-month lending growth is slowing and in line with forecasts for both the retail market and the corporate market
- Stronger underlying operations
 - Net interest income, commissions and profit contributions from the mortgage companies increased by 11.9% from the first quarter
 - Costs grew by 9.7% on a 12-month basis, 3.2% corrected for non-recurring effects
- Moderate increase in other operating income and reduction in income from financial investments
 - A write-down of shares in SpareBank 1 Markets had a negative impact of NOK 24 million on the result
- Low impairment losses on loans
 - Amount to 0.09% of gross lending recognised on the balance sheet in the second quarter
- Year-to-date core equity capital ratio has risen from 10.0% to 10.3% (8.2%)

Key figures



Income statement

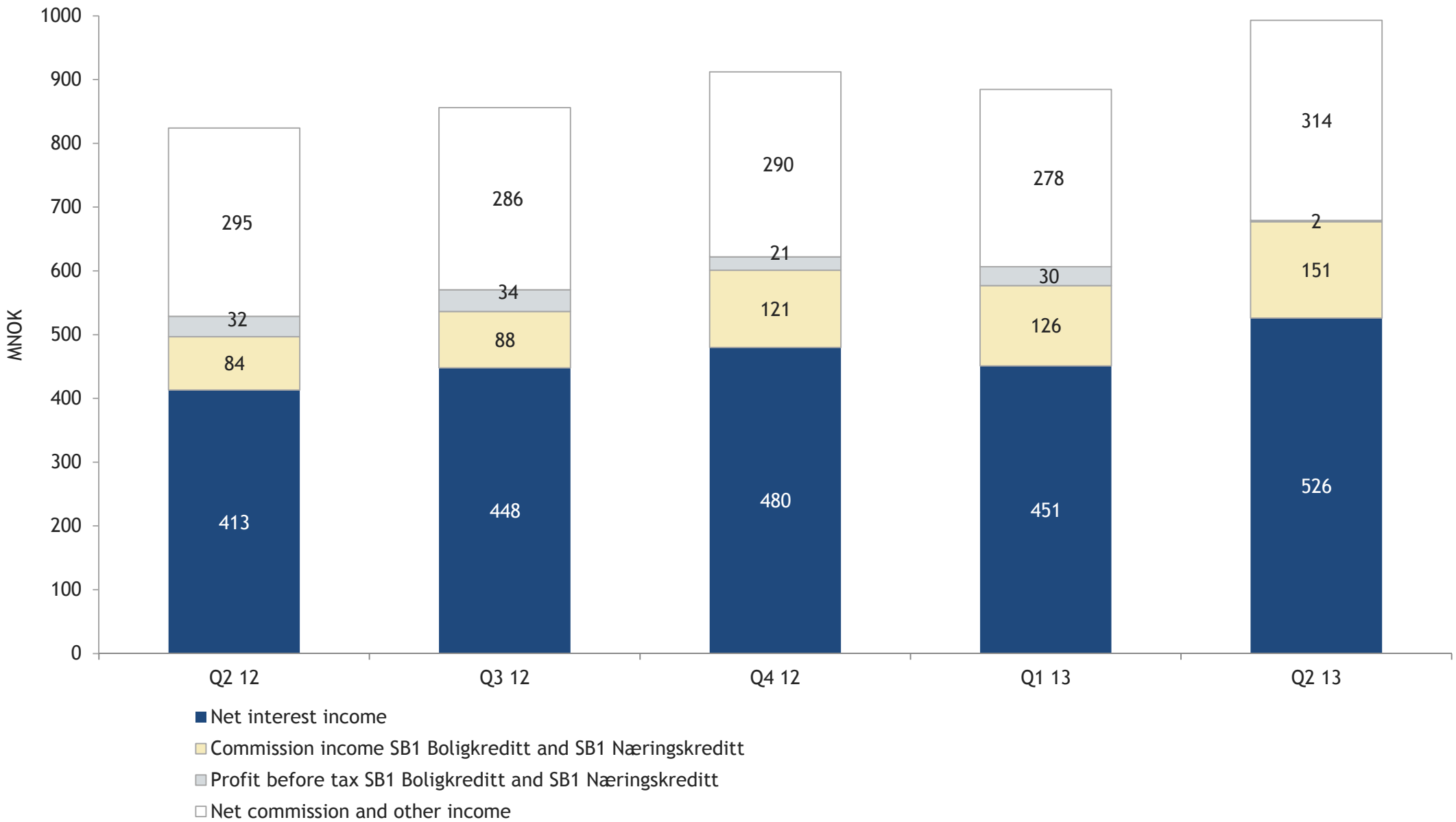
	30.06 13	30.06 12	Q2 13	Q1 13	Q4 12	Q3 12	Q2 12
<i>Group Income Statement (MNOK)</i>							
Net interest income	977	814	526	451	480	448	413
Net commission and other income	869	681	465	404	411	374	379
Net income on investment securities	223	289	62	161	97	192	87
Total income	2.069	1.784	1.053	1.016	988	1.014	879
Total operating expenses	1.007	918	517	490	504	466	440
Operating profit before losses	1.062	866	536	526	484	548	439
Impairment losses on loans and guarantees	50	68	25	25	26	43	34
Operating profit before tax	1.012	798	511	501	458	505	405
Tax expense	235	179	128	107	114	107	102
Net profit	777	619	383	394	344	398	303

Key figures

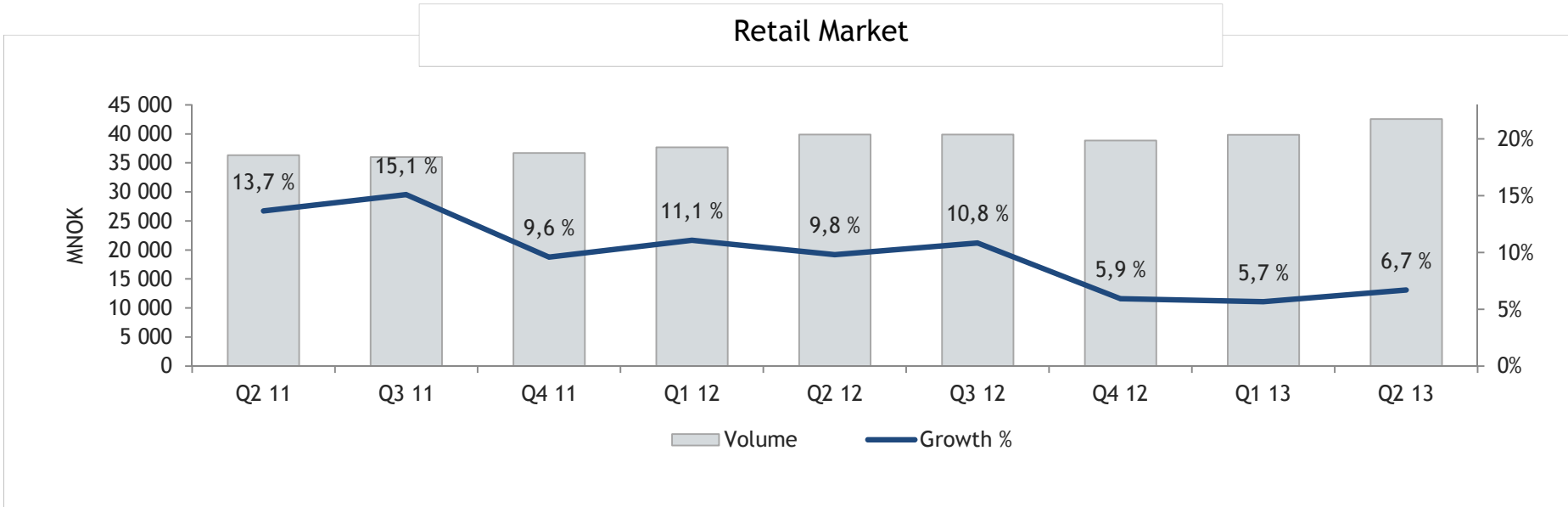
	30.06 13	30.06 12	Q2 13	Q1 13	Q4 12	Q3 12	Q2 12
Return on equity after tax (%)	12,1	12,3	11,8	12,3	11,2	13,6	11,8
Net interest margin (%)	1,35	1,21	1,43	1,27	1,36	1,28	1,22
Impairment losses on loans and guarantees in % of gross loans	0,09	0,13	0,09	0,09	0,1	0,16	0,13
<i>-incl. SB1 Boligkreditt and SB1 Næringskreditt</i>	0,06	0,09	0,06	0,06	0,07	0,11	0,09
Non-performing and other problem commitments in % of gross loans	1,14	1,31	1,14	1,25	1,14	1,41	1,31
<i>-incl. SB1 Boligkreditt and SB1 Næringskreditt</i>	0,81	0,90	0,81	0,87	0,79	0,94	0,90
Cost ratio	48,7	51,5	49,1	48,2	51,0	46,0	50,1
Annual growth in loans to customers, gross incl. SB1 Boligkreditt and SB1 Næringskreditt	6,1	9,3	6,1	7,4	7,8	8,5	9,3
Annual growth in deposits from customers (%)	2,8	9,7	2,8	2,2	5,5	7,6	9,7
Total assets (BNOK)	151	140	151	146	142	139	140
Portfolio of loans in SB1 Boligkreditt and SB1 Næringskreditt (BNOK)	48	48	48	48	49	51	48
Earnings per share (NOK)	3,04	2,42	1,50	1,54	1,35	1,56	1,19
Book value per share (NOK)	50,9	44,8	50,9	50,9	49,5	46,7	44,8
Number of shares issued (million)	256	256	256	256	256	256	256

¹⁾ Number of shares was increased on 18 June 2012 from 199,489,669 to 255,751,082 as a result of a capital expansion. Earnings per share as from the second quarter 2012 are calculated based on the new number of shares.

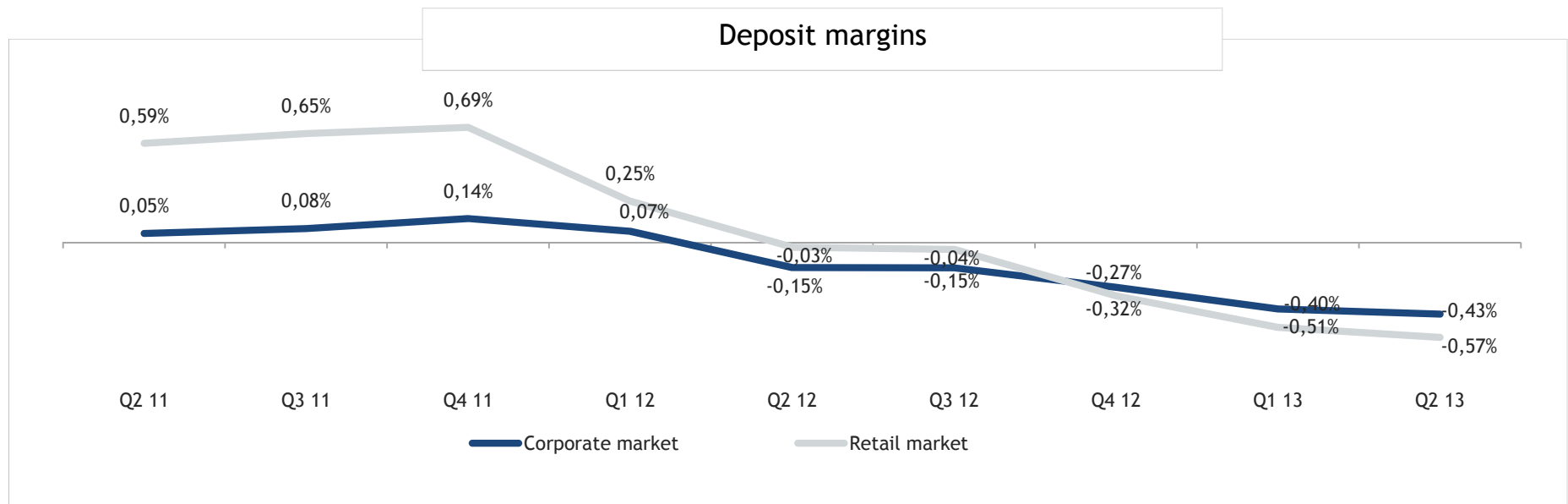
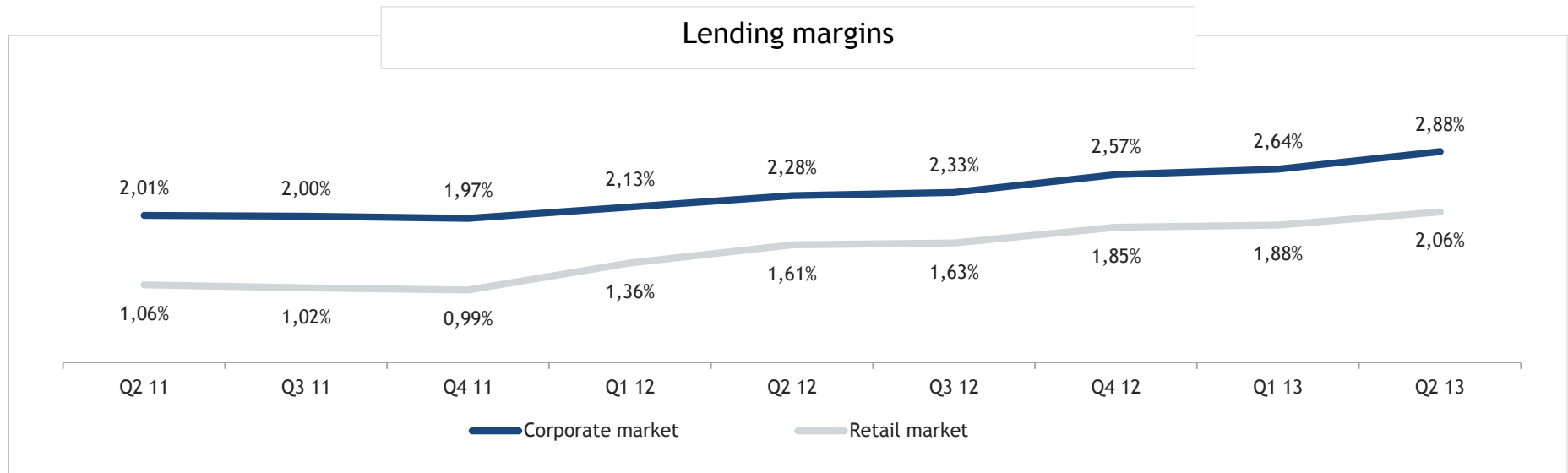
Consolidated income profile strenghtened over time



Deposits volume and 12 month growth

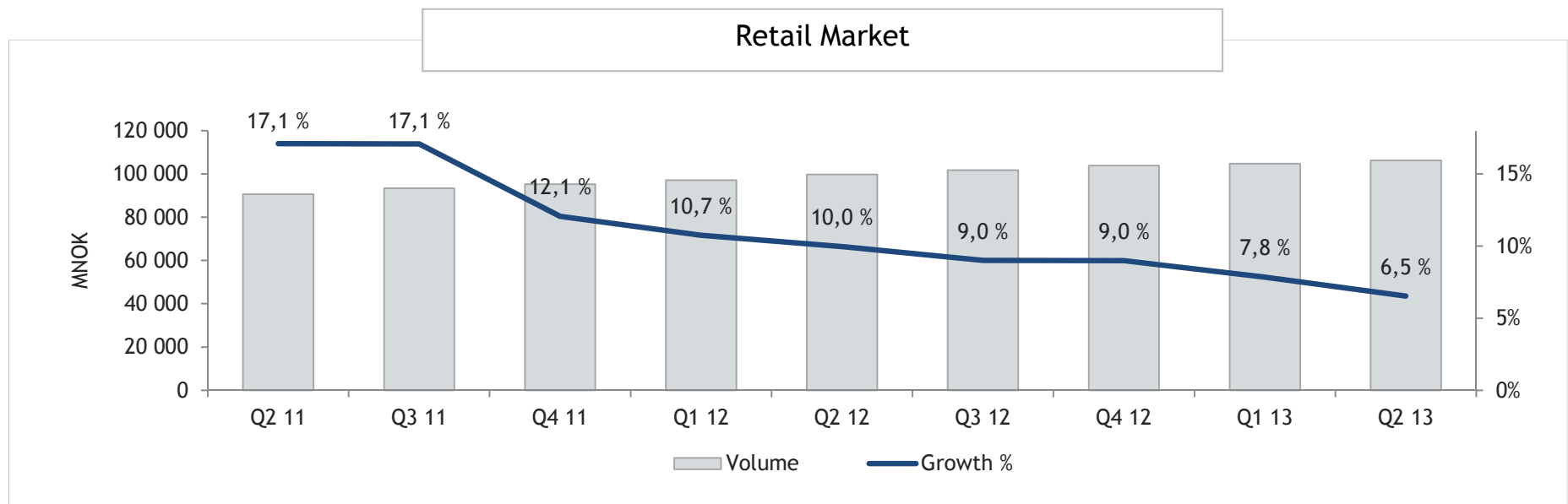
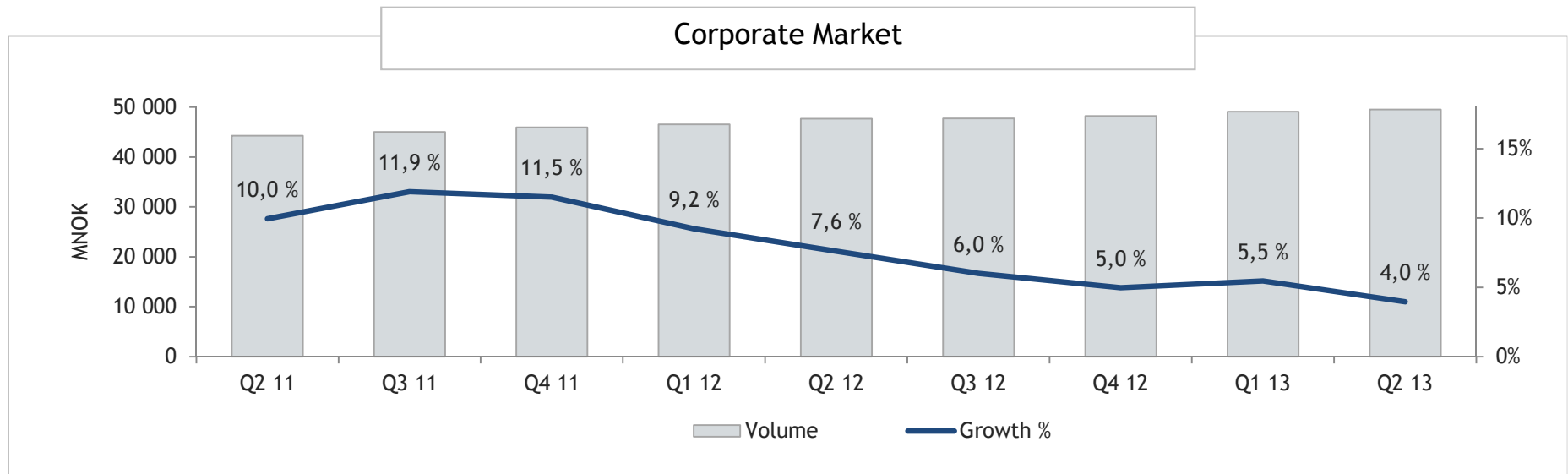


Lending and deposit margins



Definition: Average customer interest rate against 3-month moving average for 3-month NIBOR. Lending margins include loan portfolio in SB1 Boligkreditt and SB1 Næringskreditt

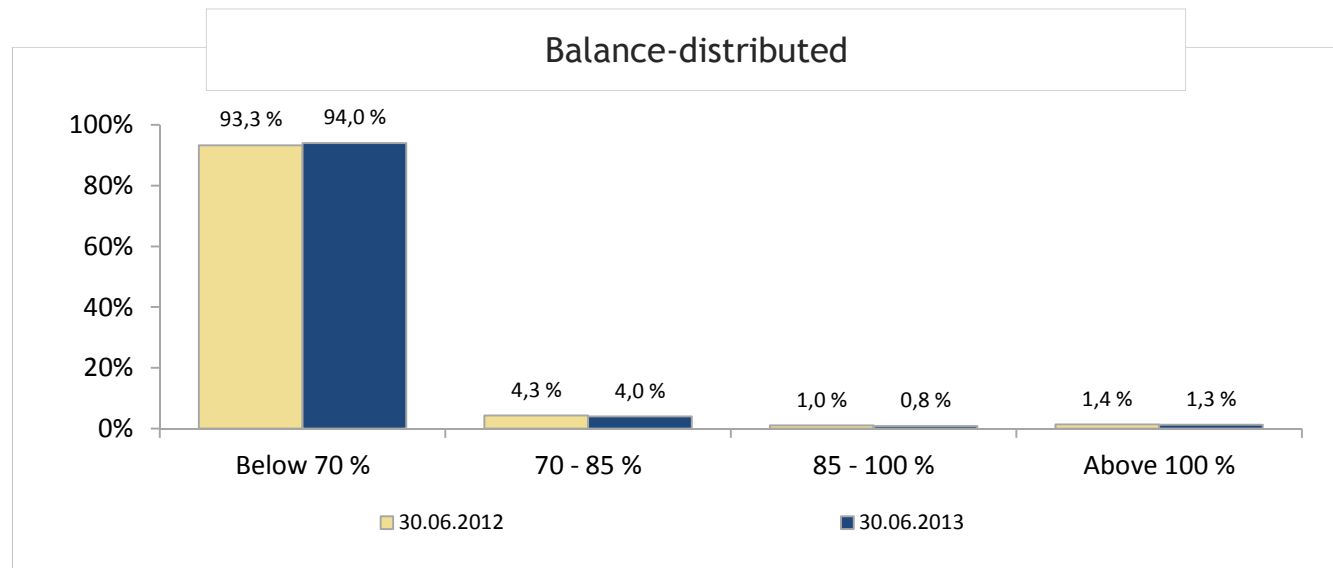
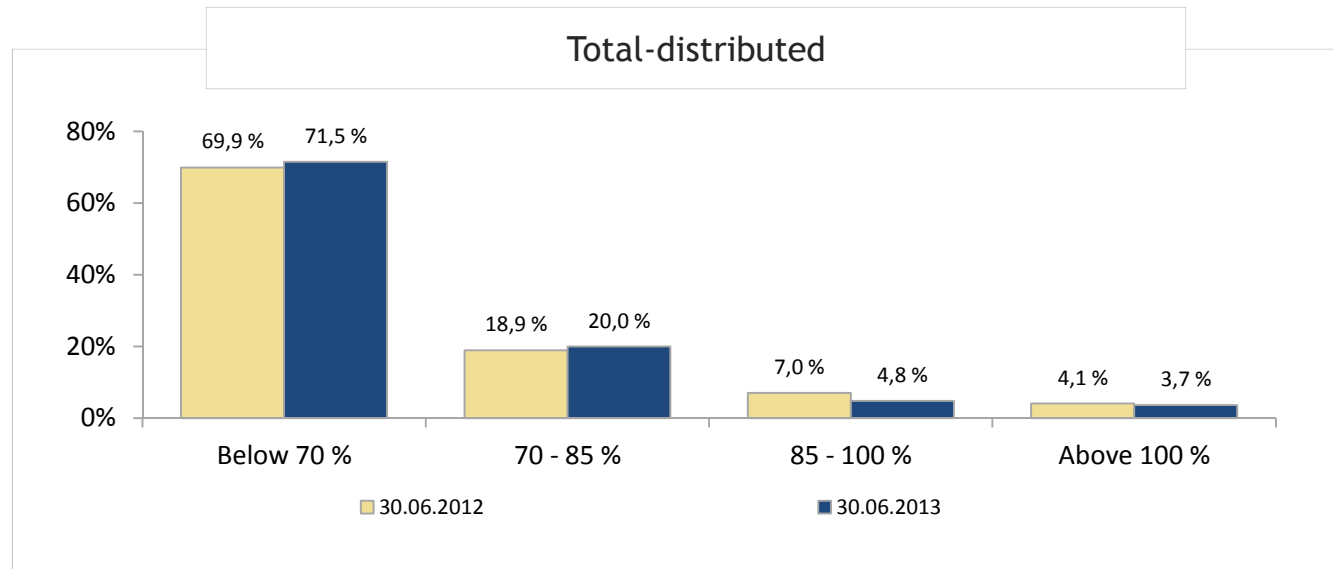
Lending volum and 12 months growth



* Incl. loan portfolio in SB1 Boligkreditt and SB1 Næringskreditt

Loan to value ratio on home mortgage loans

- *There is an increasing proportion of loans within a 70 % loan to value ratio during the last year and a diminishing proportion of loans that have a loan to value ratio exceeding 85 %.*
- *97.9 % of the exposure is within 85 % of the collateral's value, and only around 2.1 % of the exposure exceeds 85 % of the collateral's value.*

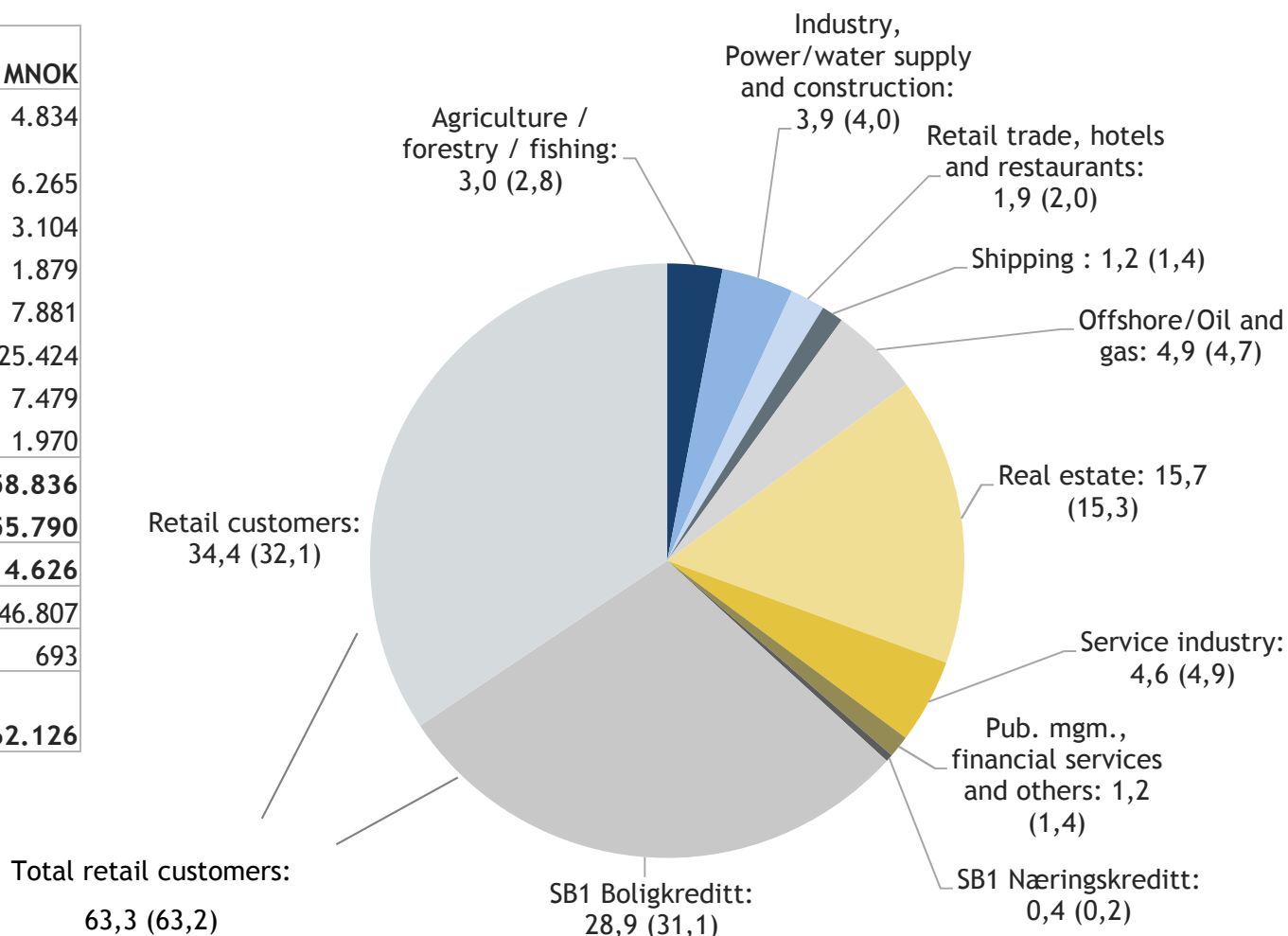


In a balance-distributed loan to value ratio, for loans that exceed 70% of the collateral's estimated market value, the excess amount is distributed among the other intervals. In a total-distributed loan to value ratio, the entire loan is allocated to one and the same interval.

The figures include the loan portfolio in SB1 Boligkreditt.

Loan portfolio as at 30.06.2013

	MNOK
Agriculture / forestry / fishing:	4.834
Industry, Power/water supply and construction:	6.265
Retail trade, hotels and restaurants:	3.104
Shipping :	1.879
Offshore/Oil and gas:	7.881
Real estate:	25.424
Service industry:	7.479
Pub. mgm., financial services and others:	1.970
Total corporate sector	58.836
Total retail customers	55.790
Total SpareBank 1 SR-Bank	114.626
SB1 Boligkreditt	46.807
SB1 Næringskreditt	693
Total SpareBank 1 SR-Bank incl. SB1 Boligkreditt and SB1 Næringskreditt	162.126



All figures in %. Figures as at 30.06.2012 in brackets.

Lending before individual write-downs, nominal amounts, and excluding unallocated accrued interest.

Sector allocation in accordance with the standard categories from Statistics Norway.

Net commission and other income

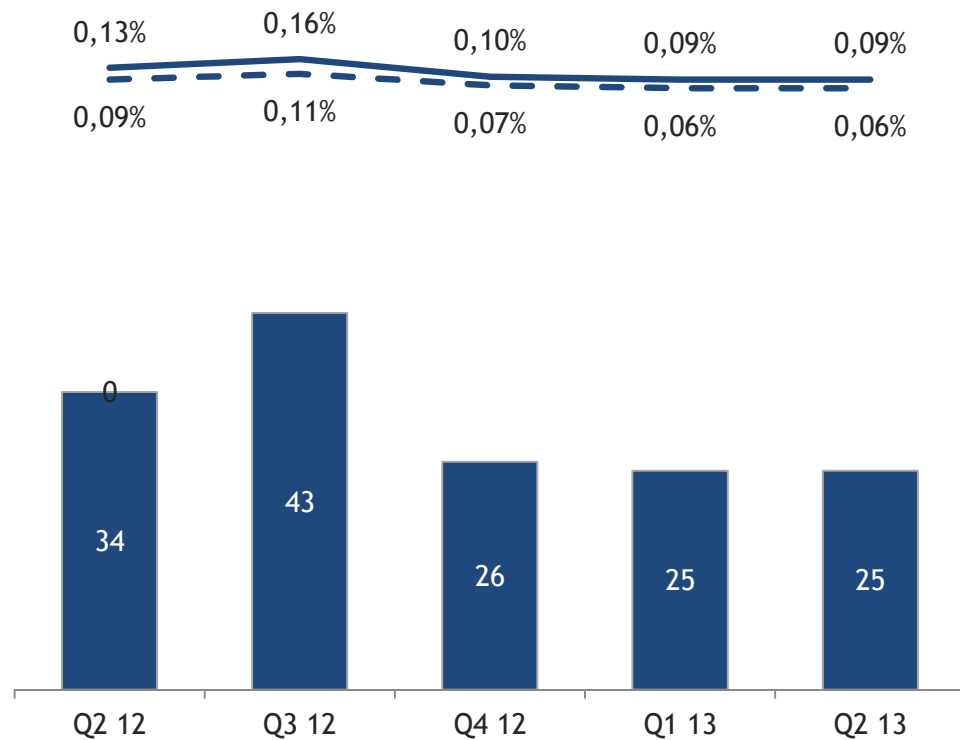
	30.06 13	30.06 12	Q2 13	Q1 13	Q4 12	Q3 12	Q2 12
<i>MNOK</i>							
Payment facilities	108	97	56	52	47	61	50
Savings/placements	72	71	37	35	36	33	36
Insurance products	82	69	42	40	51	36	35
Commission income real estate (EM1)	223	223	127	96	99	105	124
Guarantee commission	53	44	26	27	21	24	22
Arrangement- and customer fees	31	31	14	17	31	13	24
Other	23	16	12	11	5	14	4
Net commission and other income excl. SB1 Boligkreditt and SB1 Næringskreditt	592	550	314	278	290	286	295
Commission income SB1 Boligkreditt and SB1 Næringskreditt	277	130	151	126	121	88	84
Net commission and other income incl. SB1 Boligkreditt and SB1 Næringskreditt	869	680	465	404	411	374	379

Net income on investment securities

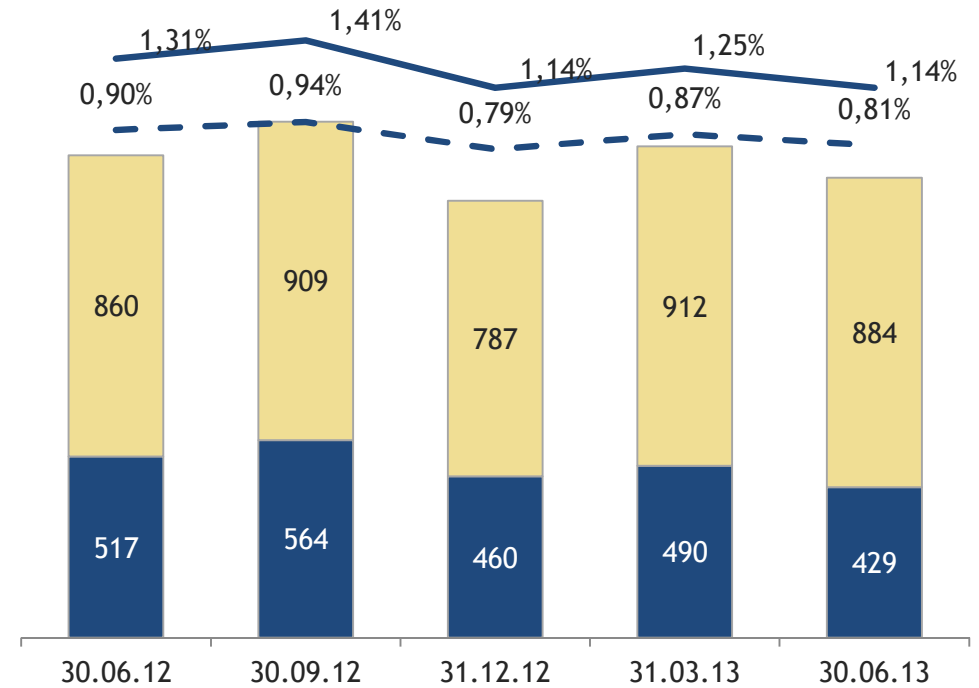
	30.06	30.06	Q2 13	Q1 13	Q4 12	Q3 12	Q2 12
MNOK	13	12					
Dividend	32	24	32	0	0	1	21
Investment income, associates	130	153	31	99	22	90	53
Securities gains/losses	-56	45	-55	-1	23	62	-23
- of which capital change in shares and certificates	-7	-20	-28	21	46	35	-34
- of which capital change in certificates and bonds	-49	65	-27	-22	-23	27	11
Currency/interest gains/losses	117	68	54	63	52	39	37
- of which currency customer- and own-account trading	65	70	35	30	33	33	34
- of which IFRS-effects	52	-3	19	33	19	5	3
Net income on investment securities	223	289	62	161	97	192	87

Impairment losses on loans/Non-performing and doubtful commitments

Impairment losses on loans



Non-performing and doubtful commitments



- Collective impairment losses on loans, MNOK
- Individual impairment losses on loans, MNOK
- Loss ratio in % of average gross loans
- - - Loss ratio in % of average gross loans incl. SB1 Boligkreditt and SB1 Næringskreditt

- Doubtful commitments, MNOK
- Non-performing loans, MNOK
- Non-performing and problem commitments in % of gross loans
- - - Non-performing and problem commitments in % of gross loans incl. SB1 Boligkreditt and SB1 Næringskreditt

Impairment losses on loans and guarantees

	30.06	30.06					
<i>Losses on loans in income statement (MNOK)</i>	13	12	Q2 13	Q1 13	Q4 12	Q3 12	Q2 12
Corporate customers	49	89	22	27	28	44	24
Retail customers	1	9	3	-2	-2	-1	10
Change in collective impairment losses on loans	0	-30	0	0	0	0	0
Net impairment losses on loans	50	68	25	25	26	43	34
	30.06	30.06	30.06	31.03	31.12	30.09	30.06
<i>Impairment losses on loans (MNOK)</i>	13	12	13	13	12	12	12
Corporate customers	311	390	311	340	326	419	390
Retail customers	78	110	78	91	97	101	110
Collective impairment losses on loans	332	332	332	332	332	332	332
Total impairment losses on loans	721	832	721	763	755	852	832

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Presentation of SpareBank 1 SR-Bank ASA

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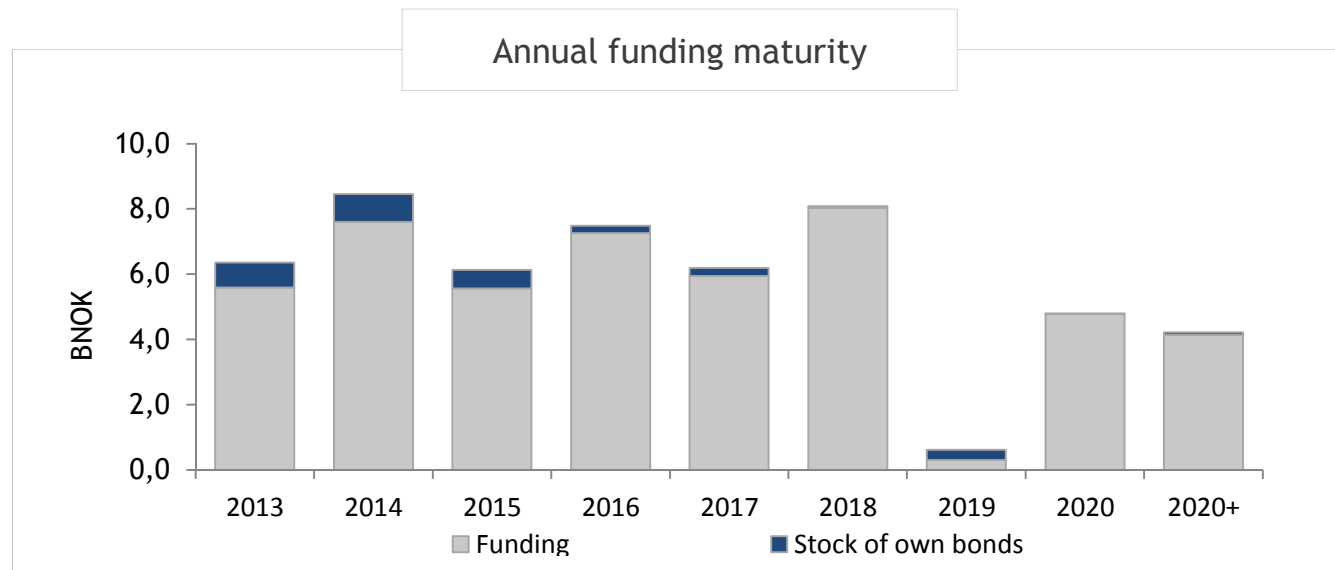
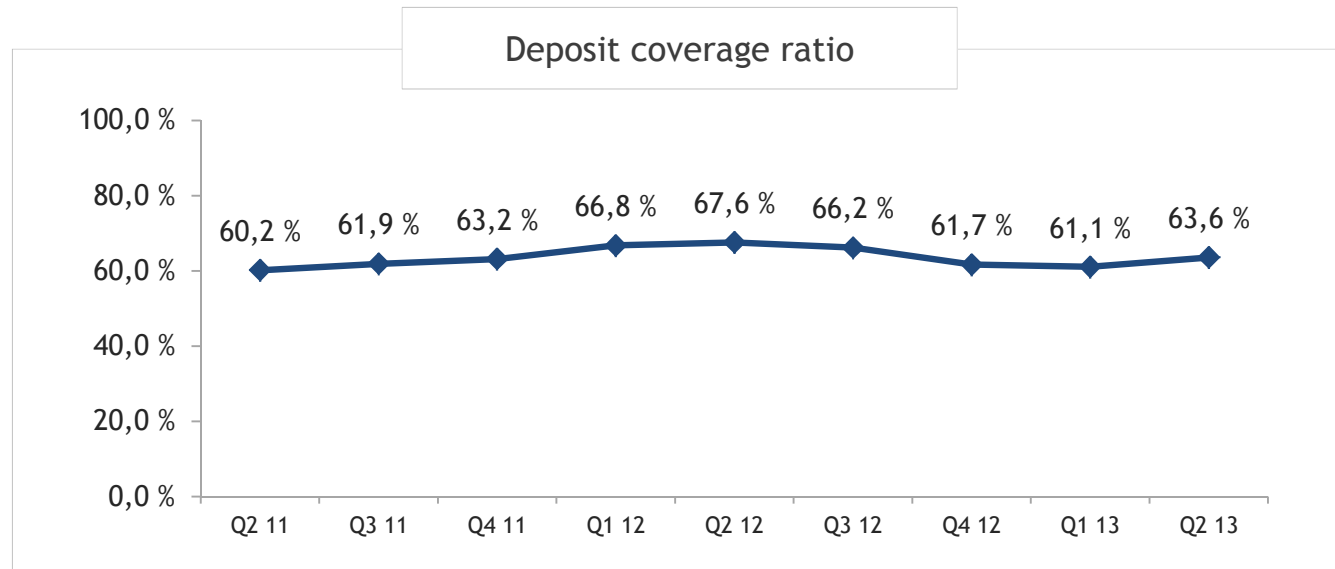
Solvency and liquidity position

Norway's Economy and Housing market

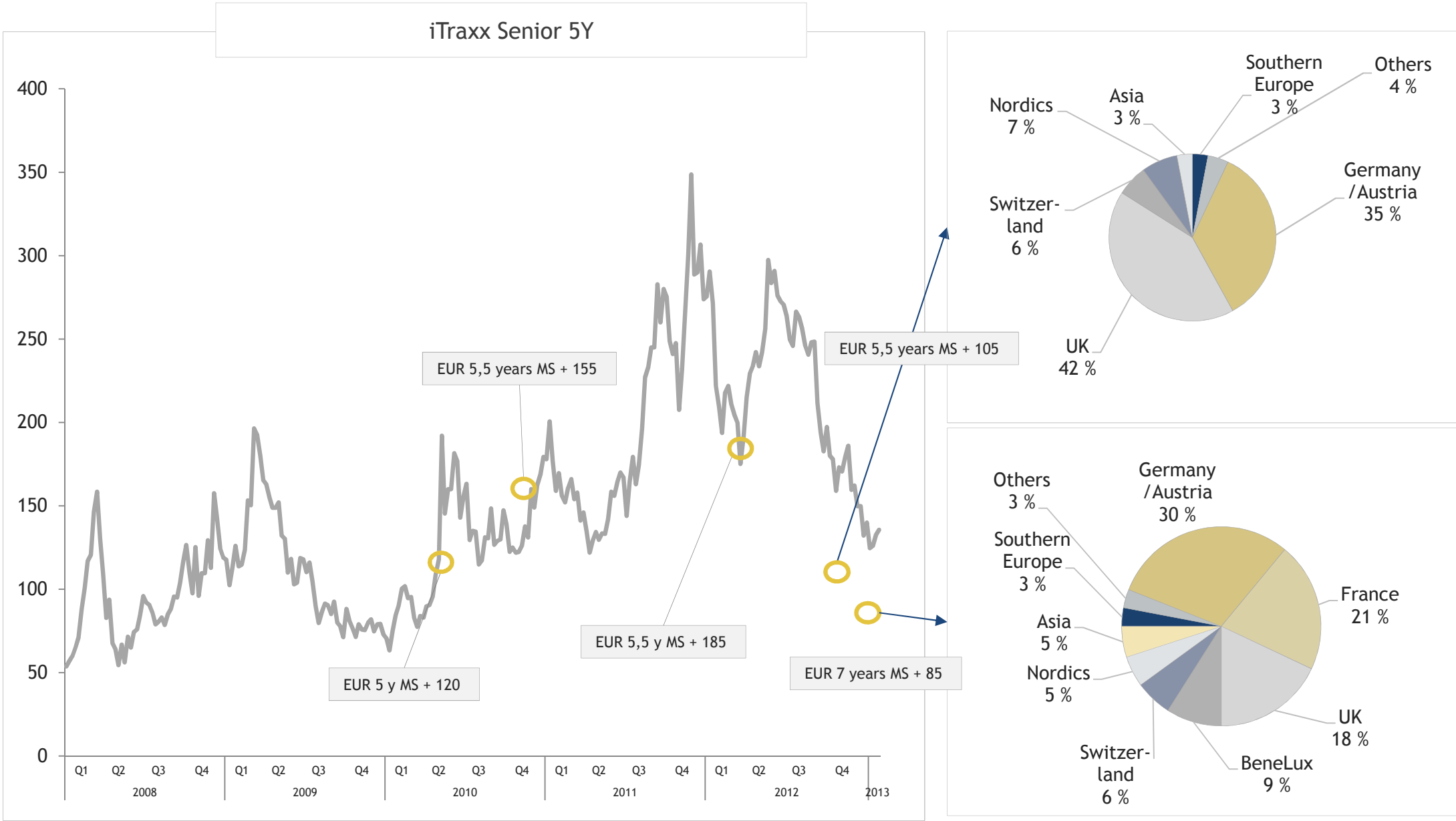
Appendix

Deposit coverage ratio and market funding

- *Good liquidity and good access to market funding*
- *NOK 6.6 billion has been issued in new borrowing in the year-to-date*
- *Net refinancing need over the next 12 months is NOK 11.0 billion (excl. swap scheme)*

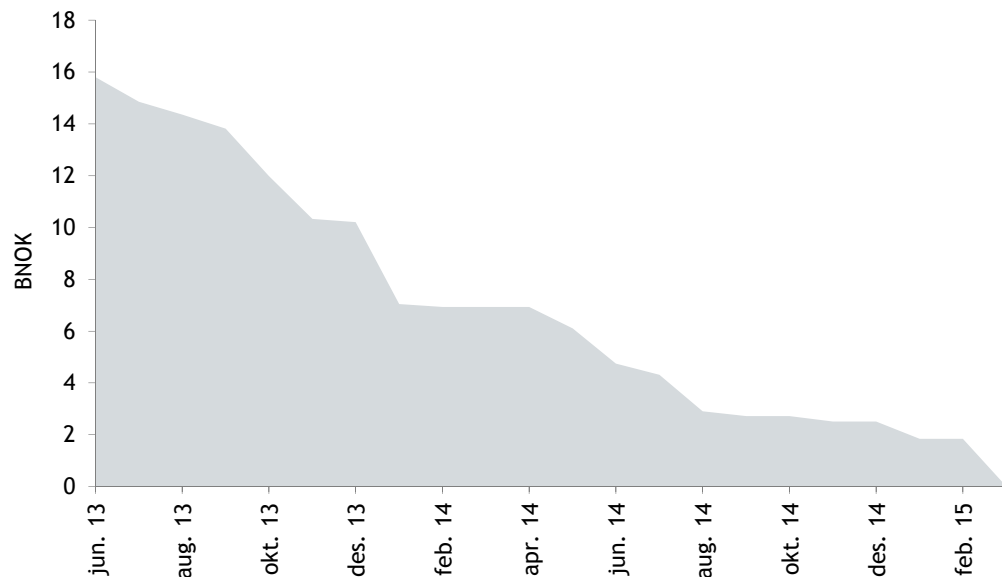


Improved access to long-term funding in the Euromarket



Liquidity buffer and bond portfolio

Liquidity buffer - survival period



- *Liquidity buffer at the end of the quarter: NOK 15.8 billion*
- *Other liquid assets:*
 - *Home mortgages prepared for transfer to mortgage company: NOK 9.4 billion*
 - *Commercial paper and bonds in the trading portfolio: NOK 0.6 billion*

Liquidity buffer: cash, short-term investments, drawing rights in Norges Bank (bonds, including covered bonds) and home mortgage loans that are currently ready to be transferred to Boligkreditt.

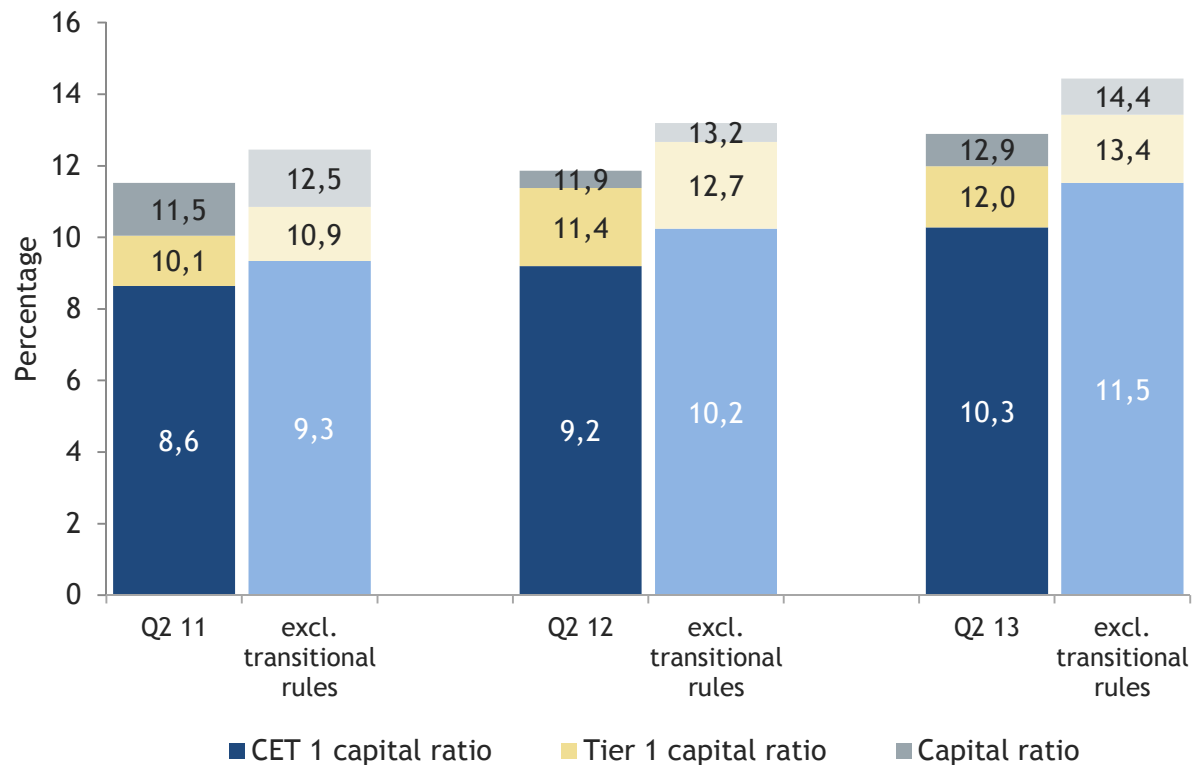
Providing deposits and lending remain unchanged, with no new borrowing during the period.




Bond portfolio

Bond investments	Market value, MNOK	Share %	Of which, securities classified to amortised cost, MNOK
Norwegian government/municipal	694	6 %	0
SSA/Foreign guaranteed	2.871	23 %	0
Covered bonds (Norwegian/foreign)	8.325	67 %	0
Norwegian bank/finance	188	2 %	0
Foreign bank/finance	118	1 %	117
Industry/Other	209	2 %	0
Total	12.405	100 %	117

Solid equity - which will be further improved going forward

- Core equity capital ratio as per 30 June 2013 was 10.3% - up by 0.3% in the year-to-date.
- Tier 1 capital ratio was 12.0%
- Due to transitional rules the minimum requirement for the IRB capital ratio cannot be temporarily reduced to less than 80% in relation to the Basel I rules.
 - New Norwegian capital requirements apply from 1 July 2013
- The use of different calculation models in the various Nordic countries makes comparisons of actual financial strength difficult

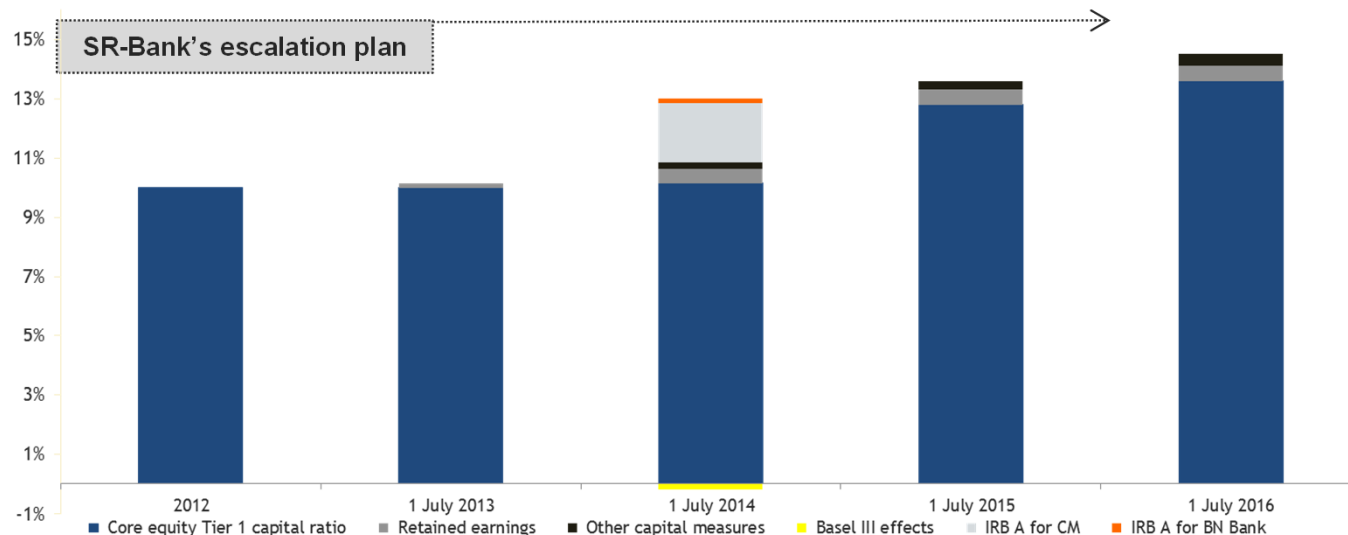
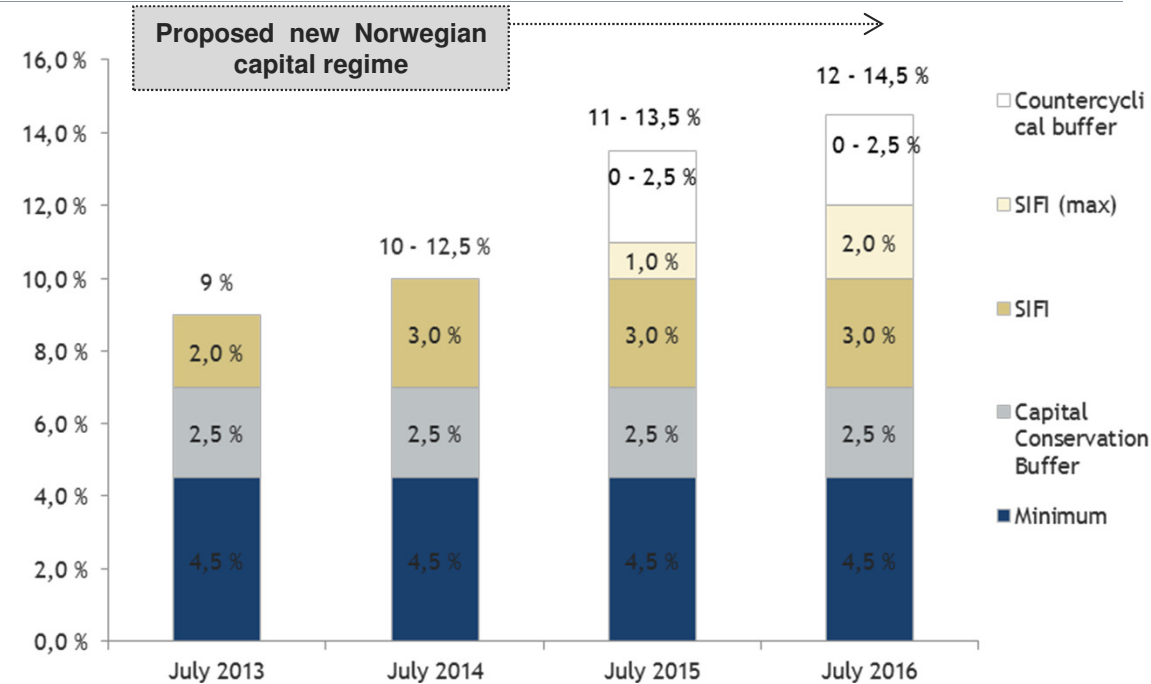


Pro-forma full Basel III (per 31.12.2012)	SpareBank 1 SR-BANK 	SpareBank 1 SR-BANK 	SpareBank 1 SR-BANK 
Core equity Tier 1 capital in NOK	11,1 billion	11,1 billion	11,1 billion
Est. RWA in NOK	86 billion	63 billion	71 billion
Reported Core equity Tier 1 capital ratio	13,0 %	17,6 %	15,6 %

* 55% average RWA is used for IRB A corporate market. IRB A average RWA x 2 is used for home mortgages.

Equity to be further strengthened towards 2016

- *Strong history of delivering attractive total returns on assets for owners*
 - *Among the best in the Nordic region for the last 15 years*
- *Continued regulatory uncertainty, although minimum requirements and time horizon have been clarified*
 - *Risk weights of home mortgages*
 - *Countercyclical buffer, SIFI*
- *CET 1 capital ratio will be strengthened further through higher earnings and enduring good return on equity*
- *A number of available means are being and will be adopted*
 - *Improved margins*
 - *Controlled costs development*
 - *More capital efficient lending growth*
 - *Other capital rationalisation*
 - *Composition of existing loan portfolio*
 - *Other assets*
 - *IRB A corporate market*
- *The ambition is to deliver competitive and attractive total returns on assets for owners in the future as well*



Outlook

- The international uncertainty persists and there are signs of negative consequences for the Norwegian economy as well.
- A high level of activity in the petroleum sector, major infrastructure projects and increasing house building are, however, contributing to a high level of activity and low unemployment in the Group's core area.
- New regulations, in the form of significantly stricter requirements for equity and funding, necessitate less capital intensive lending growth going forward than has been the norm in the last few years. Unclarified risk-weighting and the possible phasing in of countercyclical buffers are some of the factors behind the greater need to build up capital organically.
- Good liquidity and good access to new long-term funding provide a good basis for taking our share of future market growth. Opportunities for new business with solid customers in markets with expanding margins.
- Continued sound portfolio quality and low losses are also assumed going forward.
- Higher earnings and more efficient operations in the most important business areas overall for 2013.

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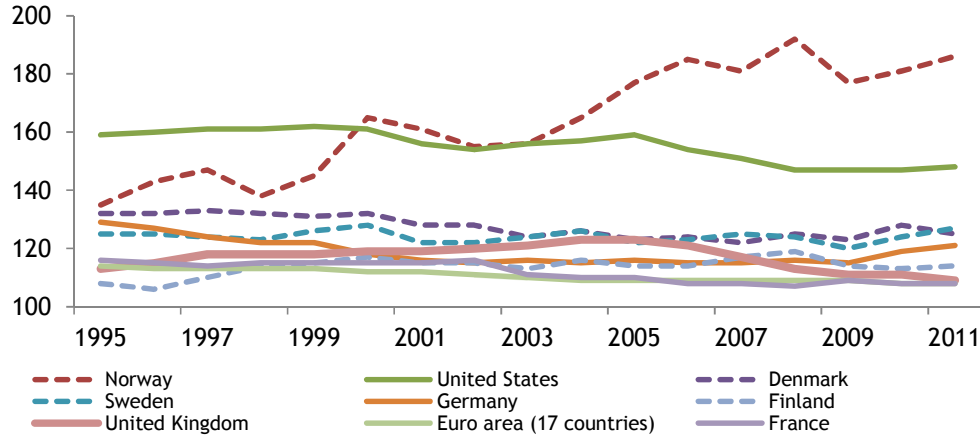


Economic Indicators (%)	2009	2010	2011	2012	2013E	2014P
GDP growth - mainland	-1.6	1.7	2.5	3.4	2.4	3.0
Household consumption growth	0.0	3.8	2.5	3.0	3.5	4.3
Investment growth - mainland	-13.2	-4.5	8.5	3.7	3.9	3.9
Investment growth oil & gas	3.4	-9.5	14.1	14.5	8.9	4.2
Inflation rate, CPI	2.1	2.5	1.2	0.8	1.8	1.9
Interest rate (3 month NIBOR)	2.5	2.5	2.9	2.2	1.8	2.0
Household savings ratio	7.1	5.8	7.3	8.5	8.5	8.3
Unemployment rate	3.2	3.6	3.3	3.2	3.6	3.5
HH sector disp. real inc. growth	4.1	2.7	4.1	3.7	3.3	3.9
Current Account Surplus / GDP	11.7	11.9	12.8	14.2	10.7	8.9
Gov Budget Surplus / GDP	11	10	14	14	12	n.a.
Sovereign Wealth Fund / GDP	111	121	122	131	149	156

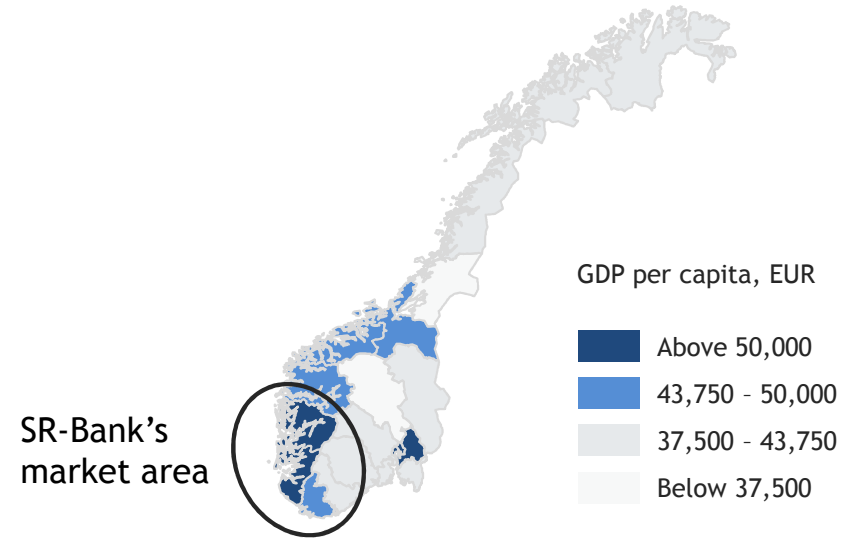
Norwegian Economy

- A unique situation with a continuing budget surplus...

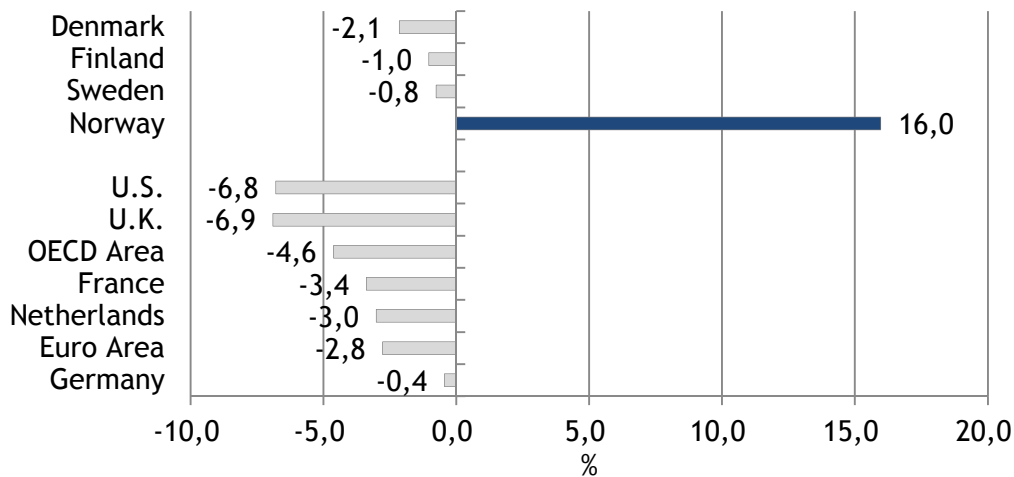
GDP per capita in PPS, index, EU 27 = 100



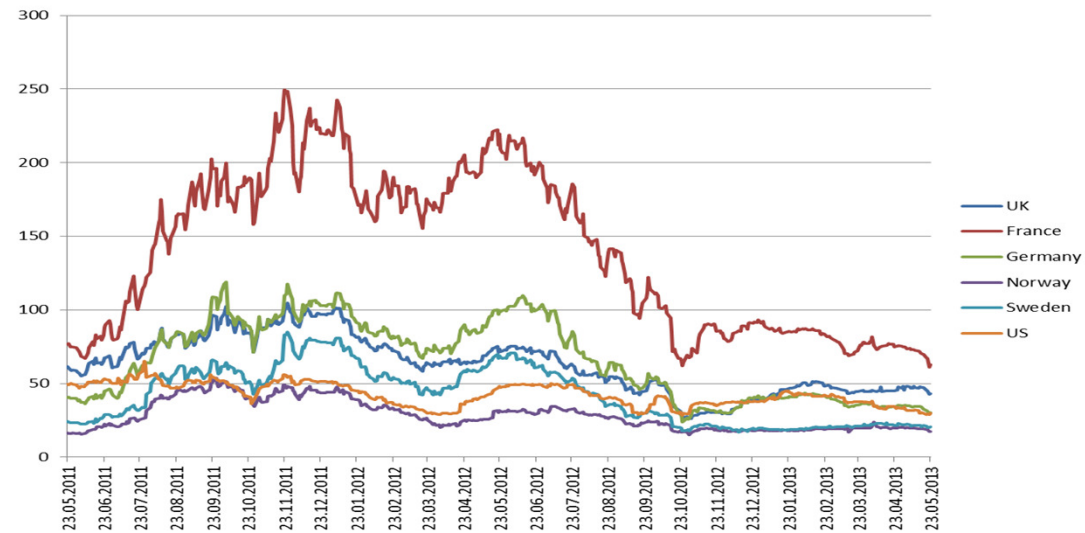
Regional overview of GDP per capita



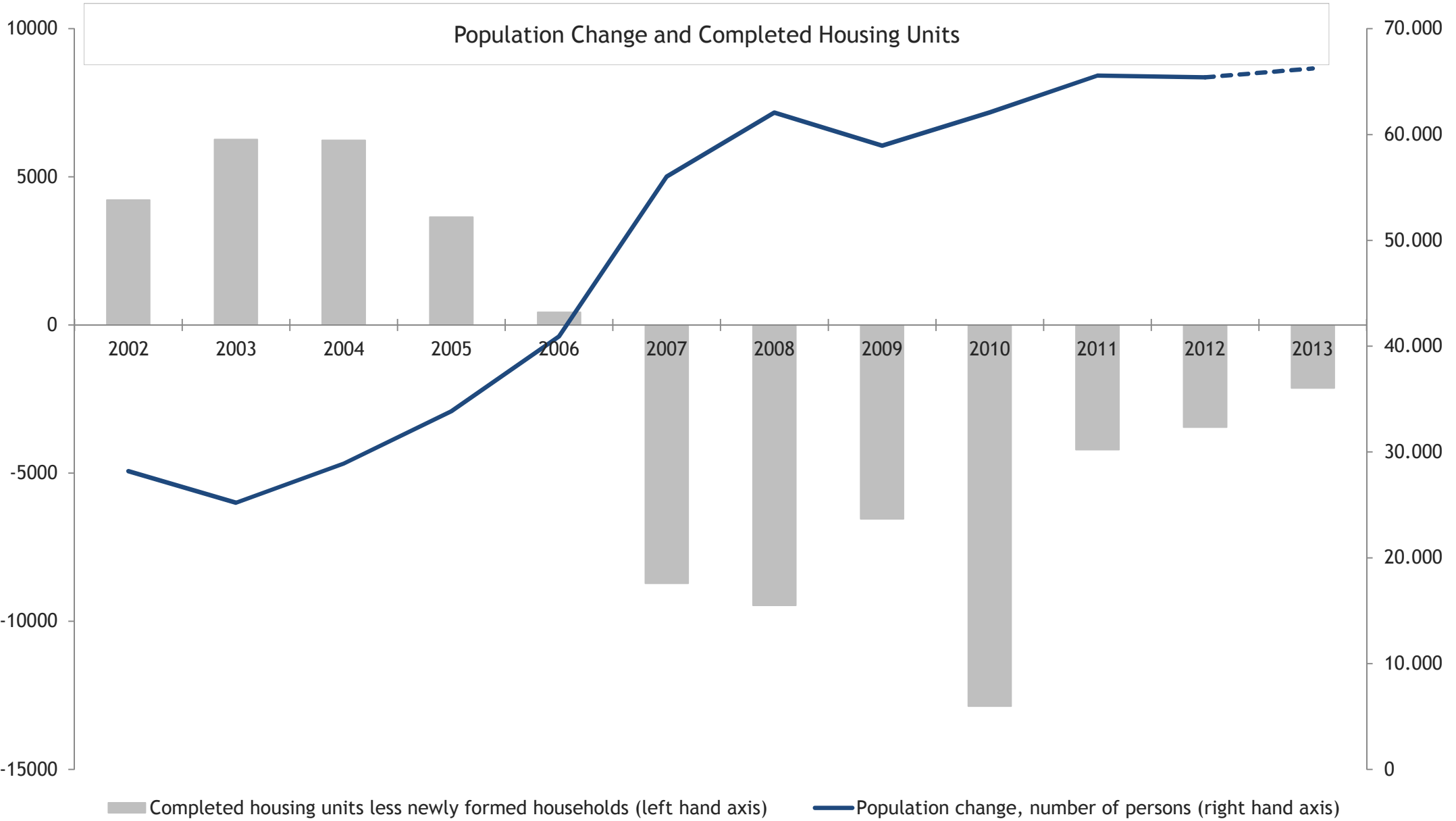
2013 expected government deficit/surplus (in per cent of GDP)



The market view; 5 year Sovereign CDS levels

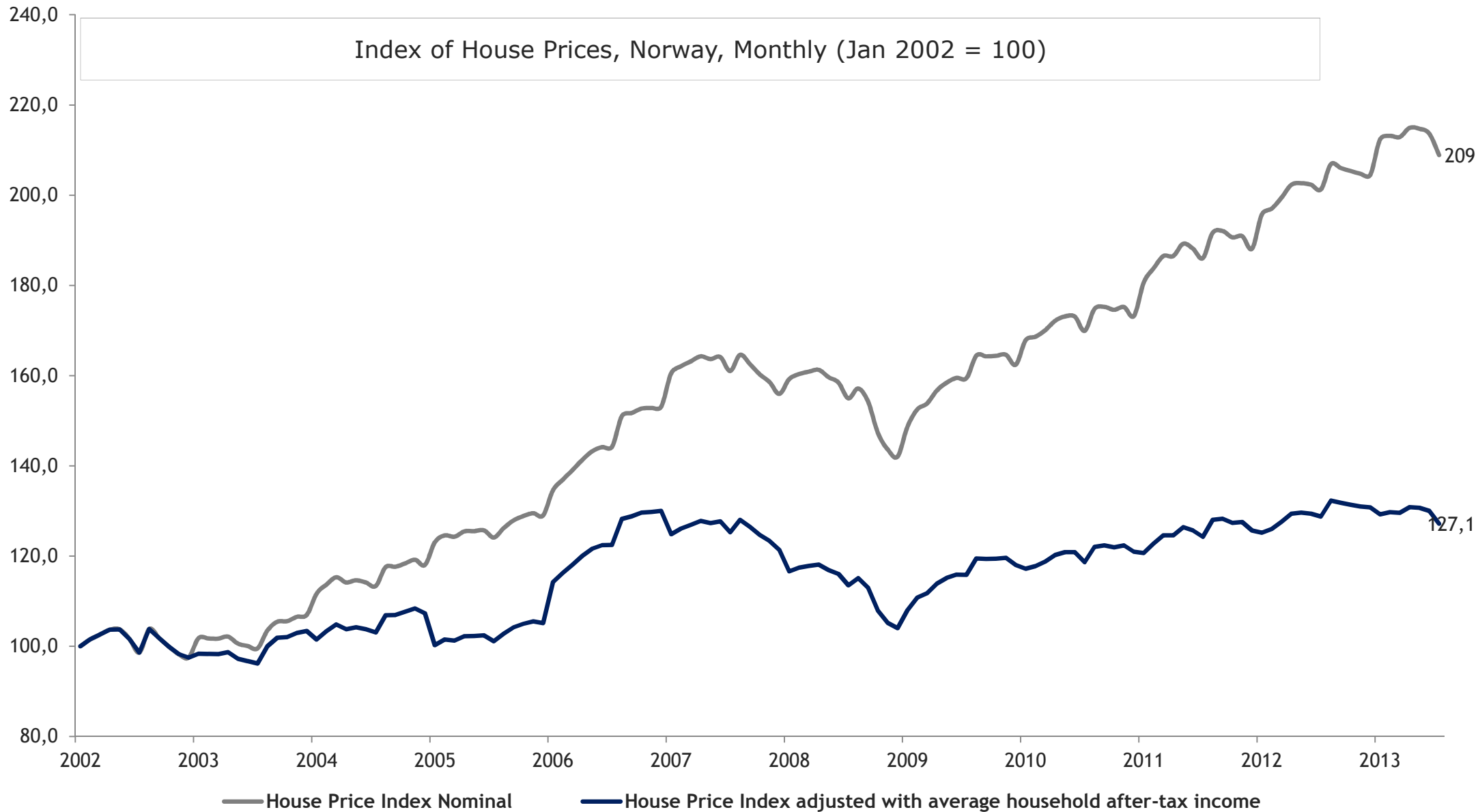


Norwegian Housing and Mortgage Market



Norwegian Housing and Mortgage Market

- Nominal and real house price development



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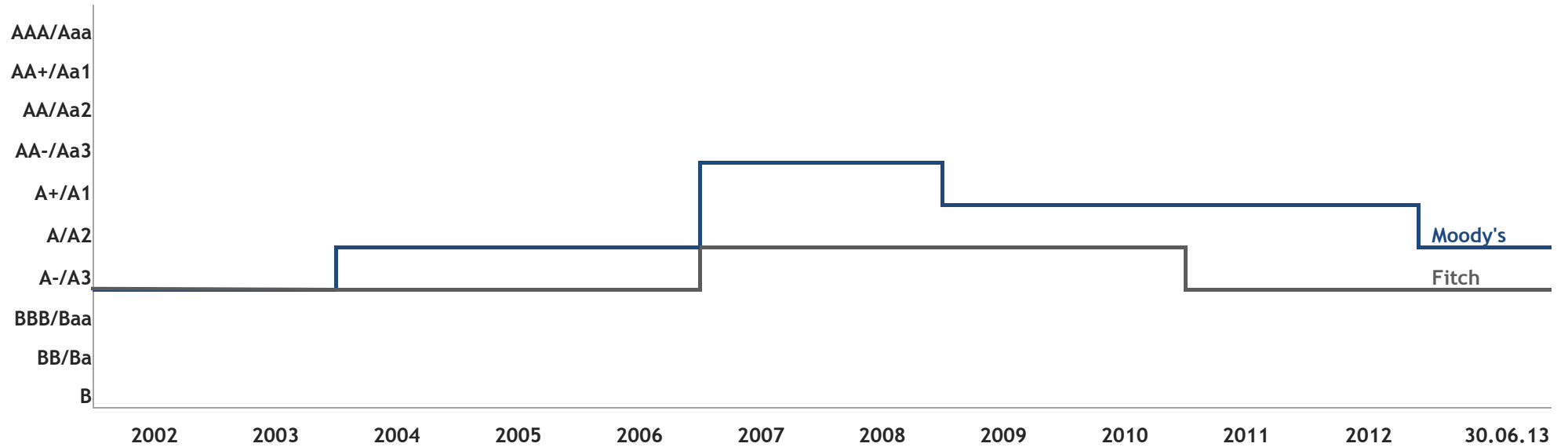
Norway's Economy and Housing market

Appendix

Rating

	Moody's		Fitch
Long-term debt	A2	Long-term IDR	A-
Outlook	Stable	Outlook	Stable
Updated	5. March 2013	Updated	19. February 2013

Ratinghistory



SRBANK as at 30 June 2013

- **Ownership interests:**
 - From Rogaland, Agder-counties and Hordaland: 57.2 %
 - International: 10.1 %
 - 10 largest: 55.2 %
 - 20 largest: 61.1 %
- **Number of owners: 11 527 (12 259)**
- **Employees owning 2.1 %**
- **Trading volume in Q2 2013: 5.0 % (3.5 %)**

	30.06.13	2012	2011	2010	2009
Market price	47,50	37,20	40,70	57,00	50,00
Stock value (MNOK)	12.148	9.514	5.182	7.257	6.047
Book value per share, NOK (group)	50,89	49,48	48,75	47,45	42,07
Book value per share, NOK (parentbank)	46,78	44,23	42,81	41,80	36,85
Earnings per share	3,04	5,32	5,42	6,84	6,88
Dividend per share	n.a.	1,50	1,50	2,75	1,75
P/E	7,81	6,99	7,51	8,33	7,27
P/BV (group)	0,93	0,75	0,83	1,20	1,19
P/BV (parentbank)	1,02	0,84	0,95	1,36	1,36

Balance sheet

<i>Balance sheet (MNOK)</i>	30.06.13	30.06.12
Cash and balances with central banks	1.762	290
Balances with credit institutions	2.612	1.160
Net loans to customers	114.493	104.597
Certificates, bonds and other fixed-income securities	19.852	22.539
Financial derivatives	4.936	4.102
Shares, ownership stakes and other securities	879	623
Business available for sale	85	85
Investment in associates	4.682	4.944
Other	1.809	1.275
Total assets	151.110	139.615
Balances with credit institutions	4.681	3.418
Public deposits related to covered bond swap scheme	6.429	7.299
Deposits from customers	73.281	71.285
Listed debt securities	45.006	38.101
Financial derivatives	2.486	2.158
Other liabilities	2.264	2.262
Additional Tier 1 and Tier 2 capital instruments	3.958	3.661
Total liabilities	138.105	128.184
Total equity	13.005	11.431
Total liabilities and equity	151.110	139.615

Subsidiaries

<i>MNOK</i>	30.06.13	30.06.12
EiendomsMegler 1 SR-Eiendom AS		
Number of sales	3.863	3.795
Operating profit before tax	30,9	72,2
SpareBank 1 SR-Finans AS		
Total assets (BNOK)	6,2	5,8
Operating profit before tax	81,7	51,6
SR-Forvaltning AS		
Portfolio (BNOK)	6,8	6,1
Operating profit before tax	10,7	11,5
SR-Investering AS		
Operating profit before tax	8,2	4,1
Other		
Operating profit before tax	-1,6	0,6

Ownership interests

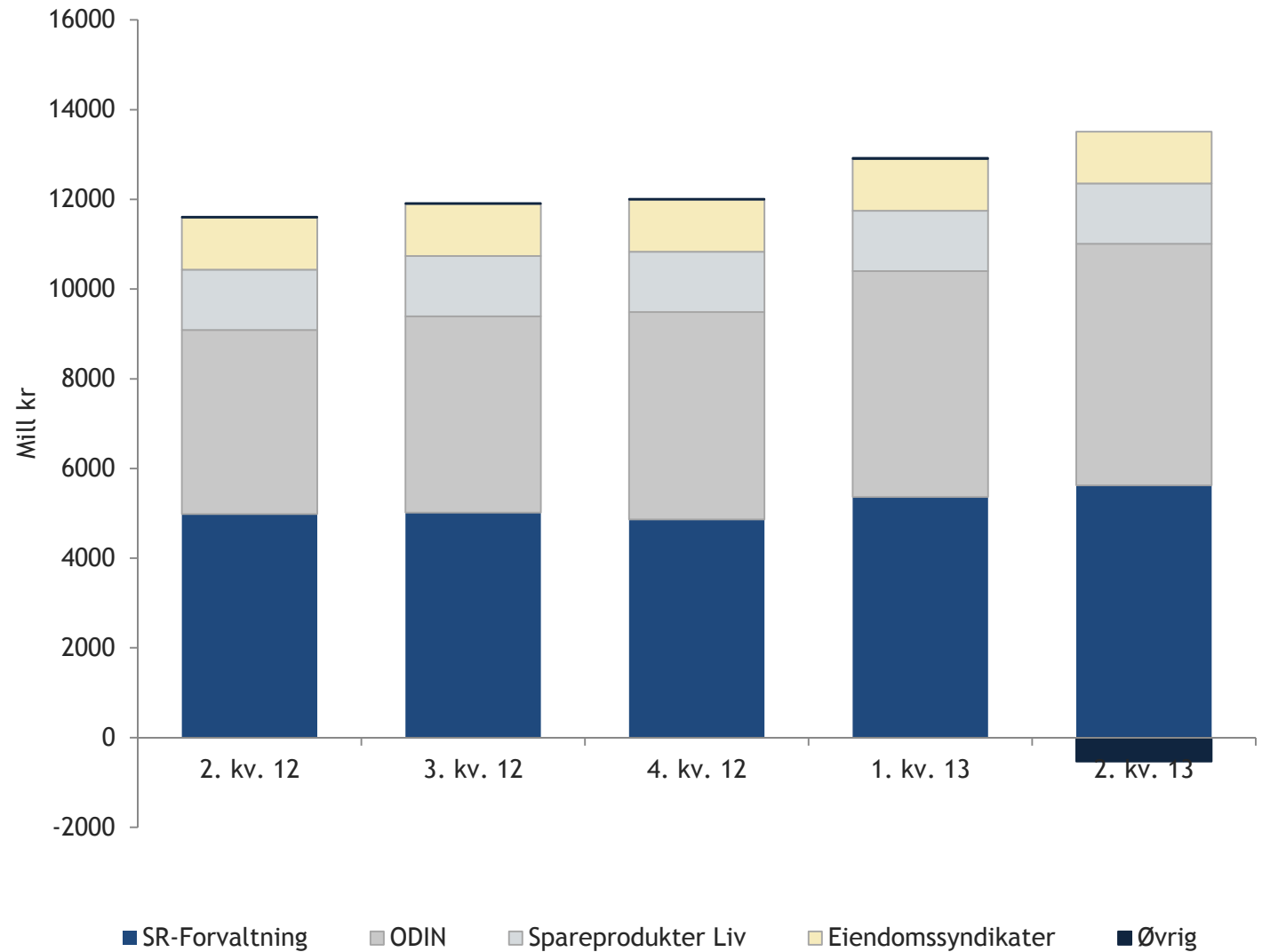
<i>MNOK</i>	30.06.13	30.06.12
SpareBank 1 Gruppen AS (19,5 % interest ownership)		
Profit after tax	78,4	52,1
Adjusted profit previous years	-1,6	9,3
SpareBank 1 Boligkreditt AS (29,9 % interest ownership)		
Profit after tax	20,7	49,1
SpareBank 1 Næringskreditt AS (27,8 % interest ownership)		
Profit after tax	2,3	3,7
BN Bank ASA (23,5 % interest ownership)		
Profit after tax	26,2	15,6
Amortised	4,5	4,2
Other		
Profit after tax	-0,8	19,0
Total ownership interests		
Profit after tax	129,6	153,0

Operating expenses

	30.06 13	30.06 12	Q2 13	Q1 13	Q4 12	Q3 12	Q2 12
<i>MNOK</i>							
Personnel expenses	589	554	297	292	297	276	279
Non-recurring effect, pension-related items	0	-35	0	0	-5	-5	-35
Total personnel expenses	589	519	297	292	292	271	244
IT expenses	122	107	63	59	59	61	49
Marketing	48	42	29	19	23	16	21
Other administrative expenses	49	56	26	23	25	28	29
Total administrative expenses	219	205	118	101	107	105	99
Depreciation	36	38	18	18	30	19	19
Operating expenses from real estate	25	23	13	12	10	11	10
Other operating expenses	138	133	71	67	65	60	68
Total other operating expenses	199	194	102	97	105	90	97
Total operating expenses	1.007	918	517	490	504	466	440

Savings/placements - portfolio development

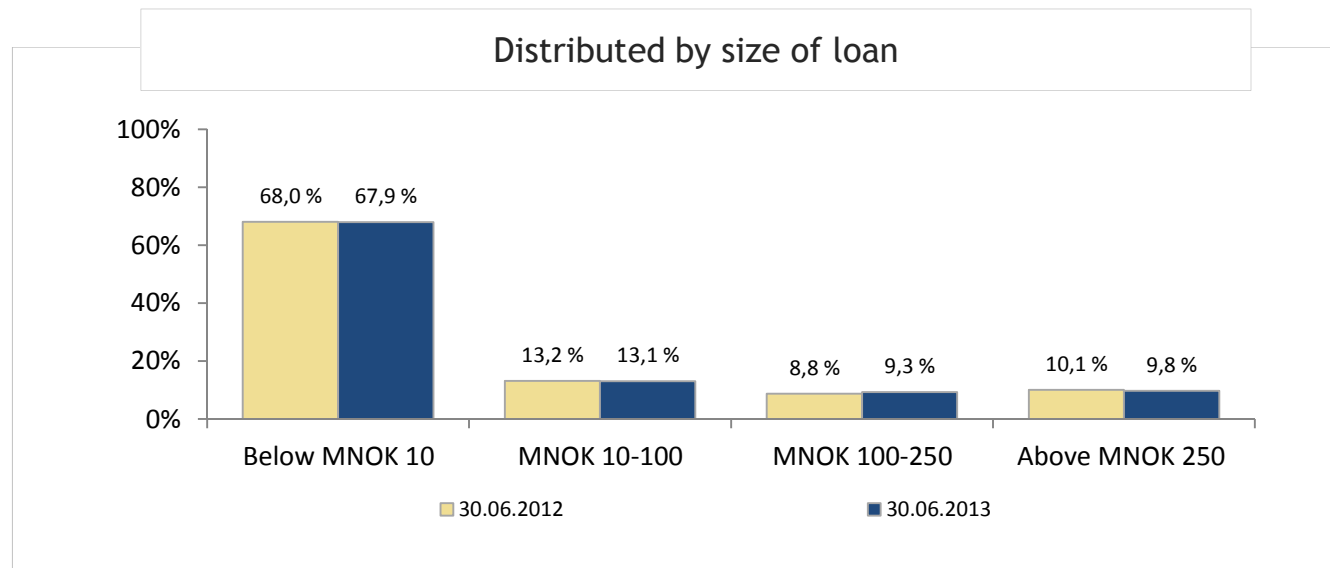
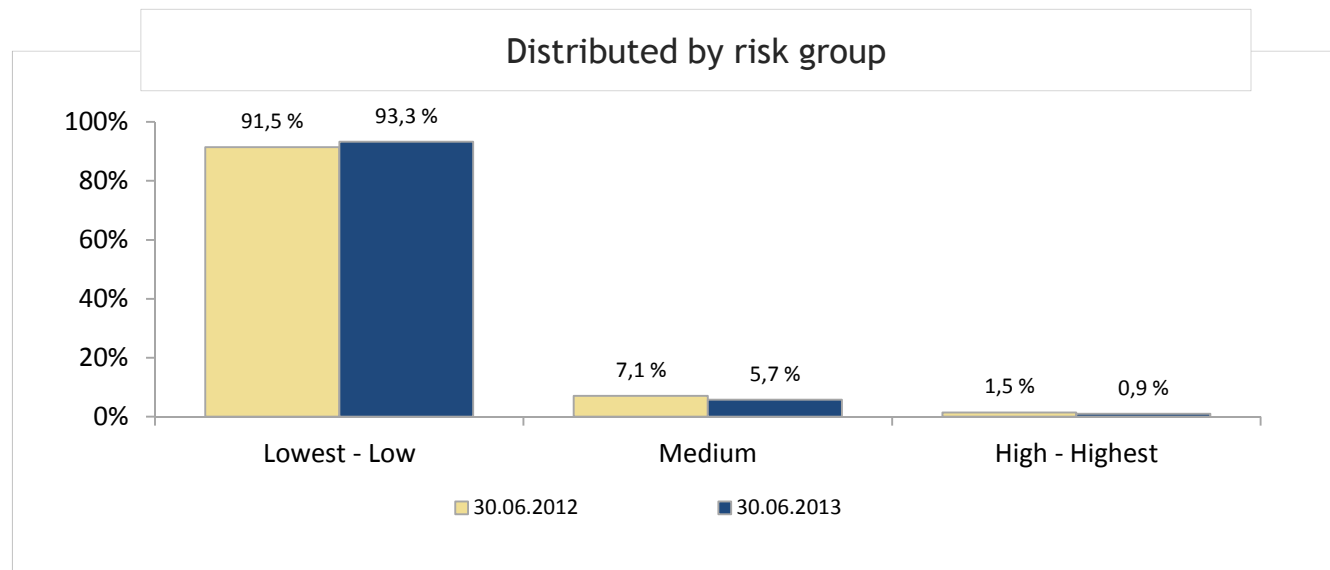
- *Assets under management of NOK 13.0 billion as at 30 June 2013*
 - *Increase from NOK 11.6 billion as at 30 June 2012*
 - *51 797 active savings contracts - approximately NOK 45.0 million in monthly savings*
- *Most of the assets are managed by SR-Forvaltning and ODIN Forvaltning.*



Risk profile of the loan portfolio

- *93.3 % of the bank's loan exposure satisfies the criteria for low and the lowest risk. Expected losses in this portion of the portfolio are very limited at 0.03 %.*
- *Exposure to high or the highest risk accounts for 0.9 % of the bank's loan exposure. Expected losses in this portion of the portfolio are 4.2 %.*
- *67.9 % of the bank's loan exposure is to loans constituting less than NOK 10 million. This corresponds to 99 % of all customers.*
- *19.0 % of the bank's loan exposure is to customers who have an exposure in excess of NOK 100 million. The credit quality in this portion of the portfolio is better than in the rest of the corporate market portfolio.*

* Expected loss through a business cycle

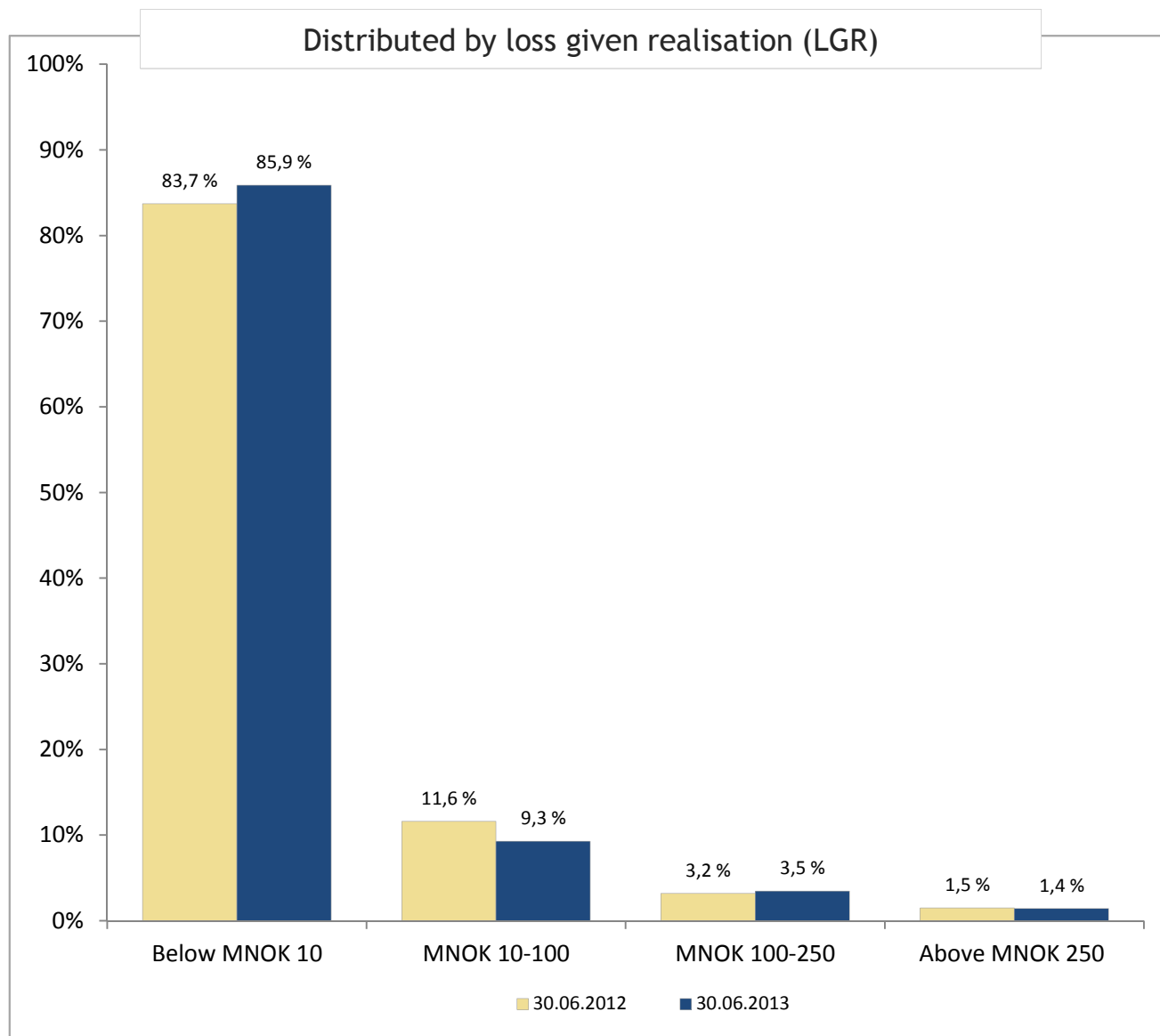


Low concentration of individual LGRs in the lending portfolio

- *At the end of the second quarter of 2013, SpareBank 1 SR-Bank had a total of 27 commitments with a loss potential exceeding NOK 100 million.*
- *These commitments represent less than 5 % of the loan exposure.*
- *This is a reduction compared with the previous quarter in which there were 24 such commitments, which accounted for 5 % of the loan exposure.*
- *There is a clearly defined strategy behind this portfolio composition. The growth and risk profile are managed, for example, through special credit strategy limits for concentration risk.*

LGR (Loss given realisation). Estimated loss on realising a single loan. Corresponds to LGD without statistical correction for certain non-performing loans being reclassified as recoverable prior to collection. The calculation is based on the realisation value of assets pledged as security in an economic downturn.

The figures include lending portfolios in SB1 Boligkreditt and SB1 Næringskreditt.

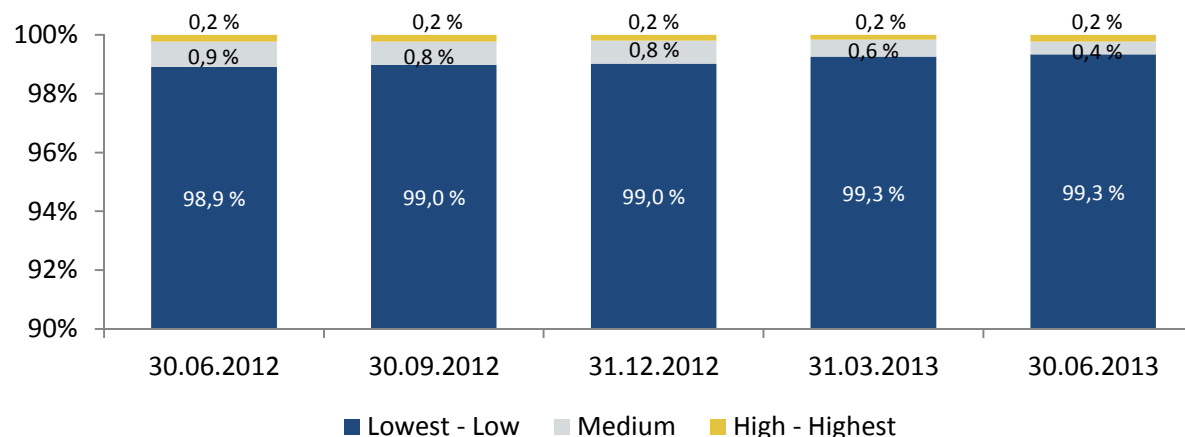


Lending to the retail market - risk profile

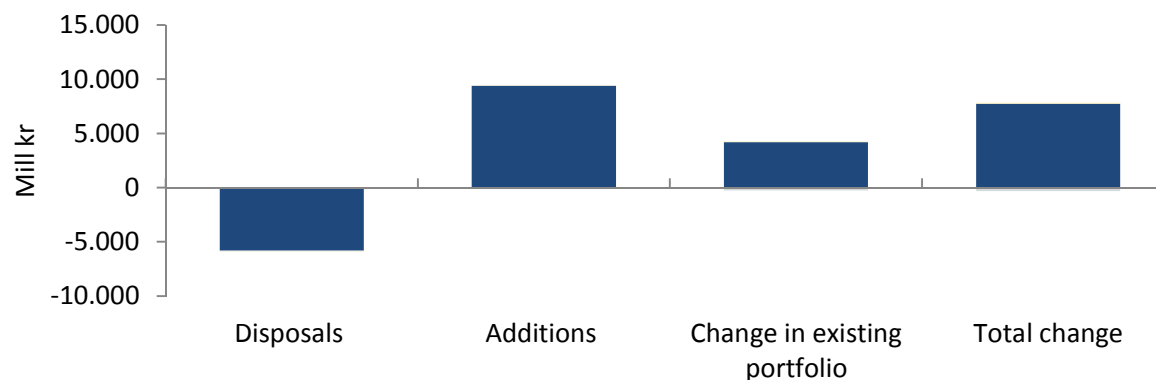
- *The quality of the retail market portfolio is considered very good and with low potential losses.*
- *The development is characterised by stability, and 99.3 % are assessed to represent a low or the lowest risk for the bank.*
- *Most of the portfolio is secured against a mortgage on real estate, and lending is overall moderate compared to security value.*

■ Lowest - Low risk, expected losses	0% - 0.50%
■ Medium risk, expected losses	0.50% - 2.00%
■ High - Highest risk, expected losses	over 2.00%

Retail market portfolio distributed by risk group



Migration in the retail market portfolio over the past 12 months

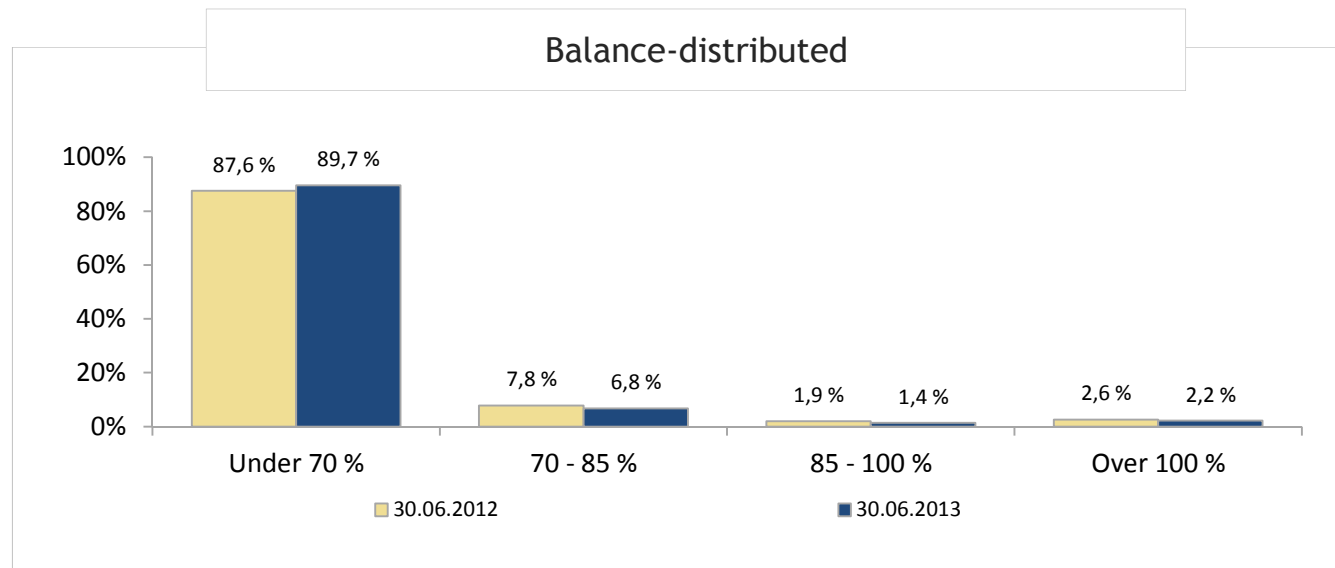
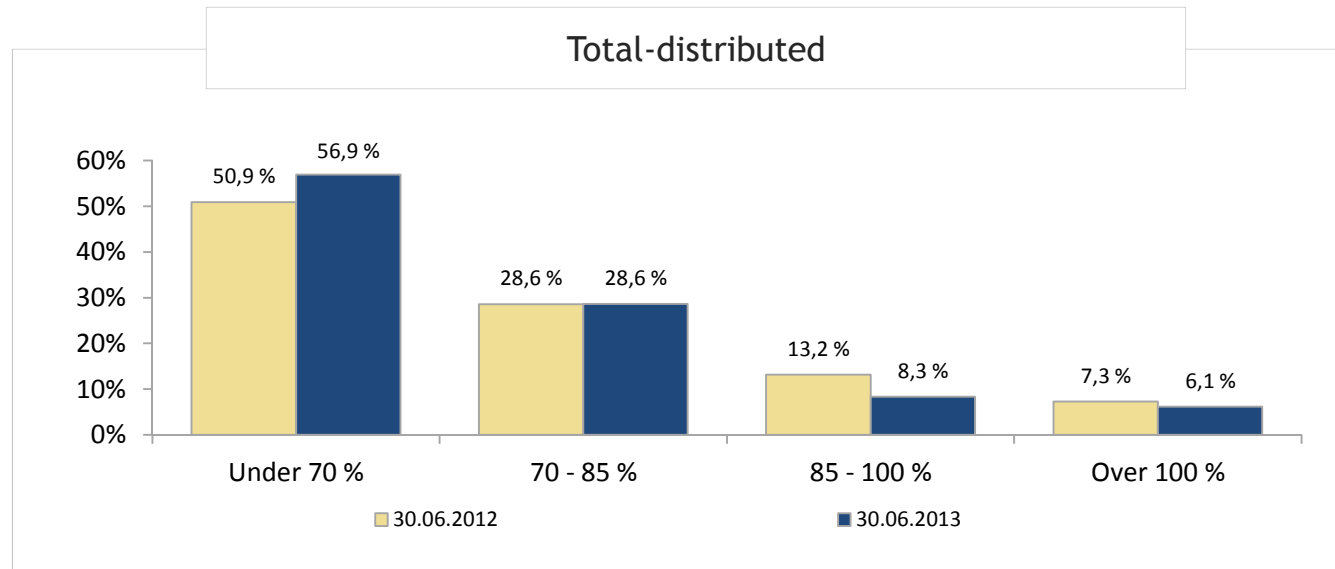


Figures include the portfolio transferred to SpareBank 1 Boligkreditt AS.

Loan to value ratio on home mortgage loans (excl Boligkreditt)

- *SpareBank 1 SR-Bank has in the last year introduced restrictions to reduce the risk associated with new mortgages. These include stricter mortgage deposit requirements and liquidity assessments when buying property, as well as more thorough risk assessments.*
- *There is an increasing proportion of loans within a 70 % loan to value ratio during the last year and a diminishing proportion of loans that have a loan to value ratio exceeding 85 %.*
- *96 % of the exposure is within 85 % of the collateral's value, and about 3.6 % of the exposure exceeds 85 % of the collateral's value.*

In a balance-distributed loan to value ratio, for loans that exceed 70 % of the collateral's estimated market value, the excess amount is distributed among the other intervals. In a total-distributed loan to value ratio, the entire loan is allocated to one and the same interval.



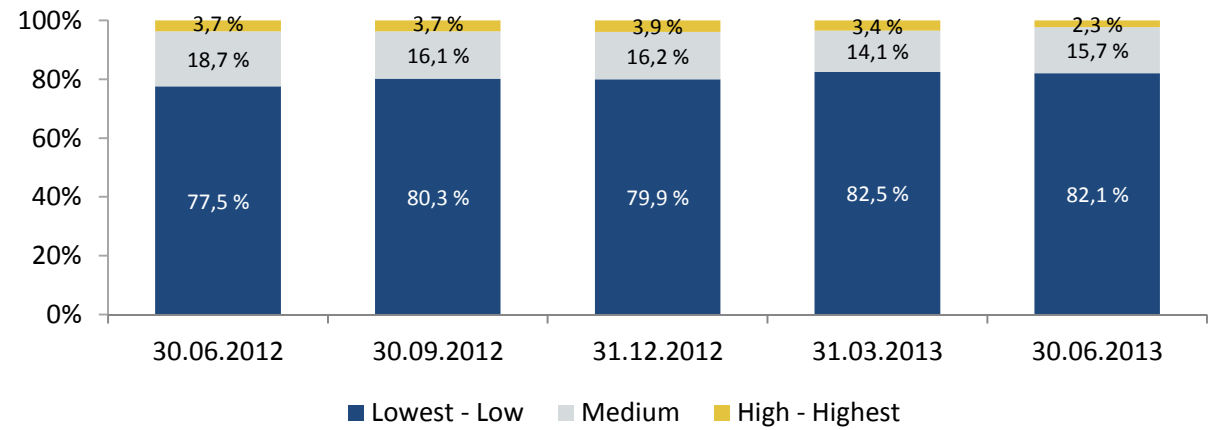
Lending to the corporate market - risk profile

- The quality of the corporate market portfolio is considered to be good.
- The risk profile has seen a relatively stable development over time. The proportion of loans with expected losses of less than 0.5 % at the end of the quarter represent 82.1 %.
- The proportion of loans with expected losses in excess of 2 % at the end of the quarter represent 2.3 %.

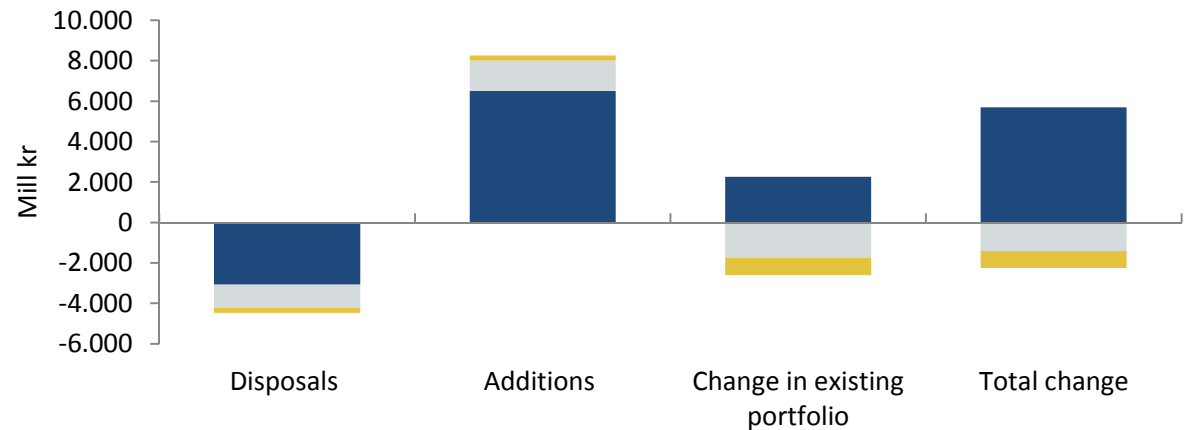
* SpareBank 1 SR-Bank implemented an improved version of the scoring model for the corporate market portfolio in the first quarter of 2013. The effect of this is limited, but it means that historic figures are not fully comparable.

- Lowest - Low risk, expected losses 0% - 0.50%
- Medium risk, expected losses 0.50% - 2.00%
- High - Highest risk, expected losses over 2.00%

Development in corporate market's portfolio distributed by risk group

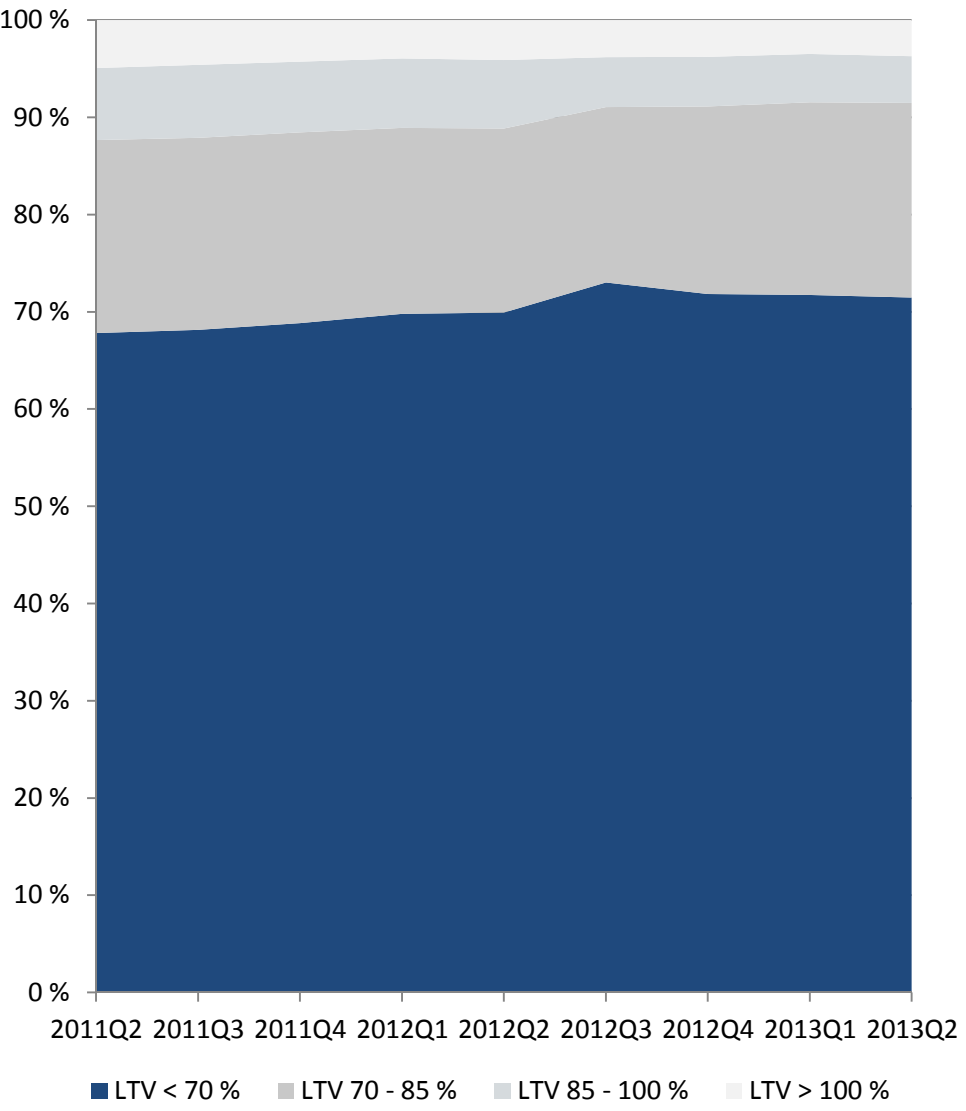


Migration in corporate market's portfolio last 12 months

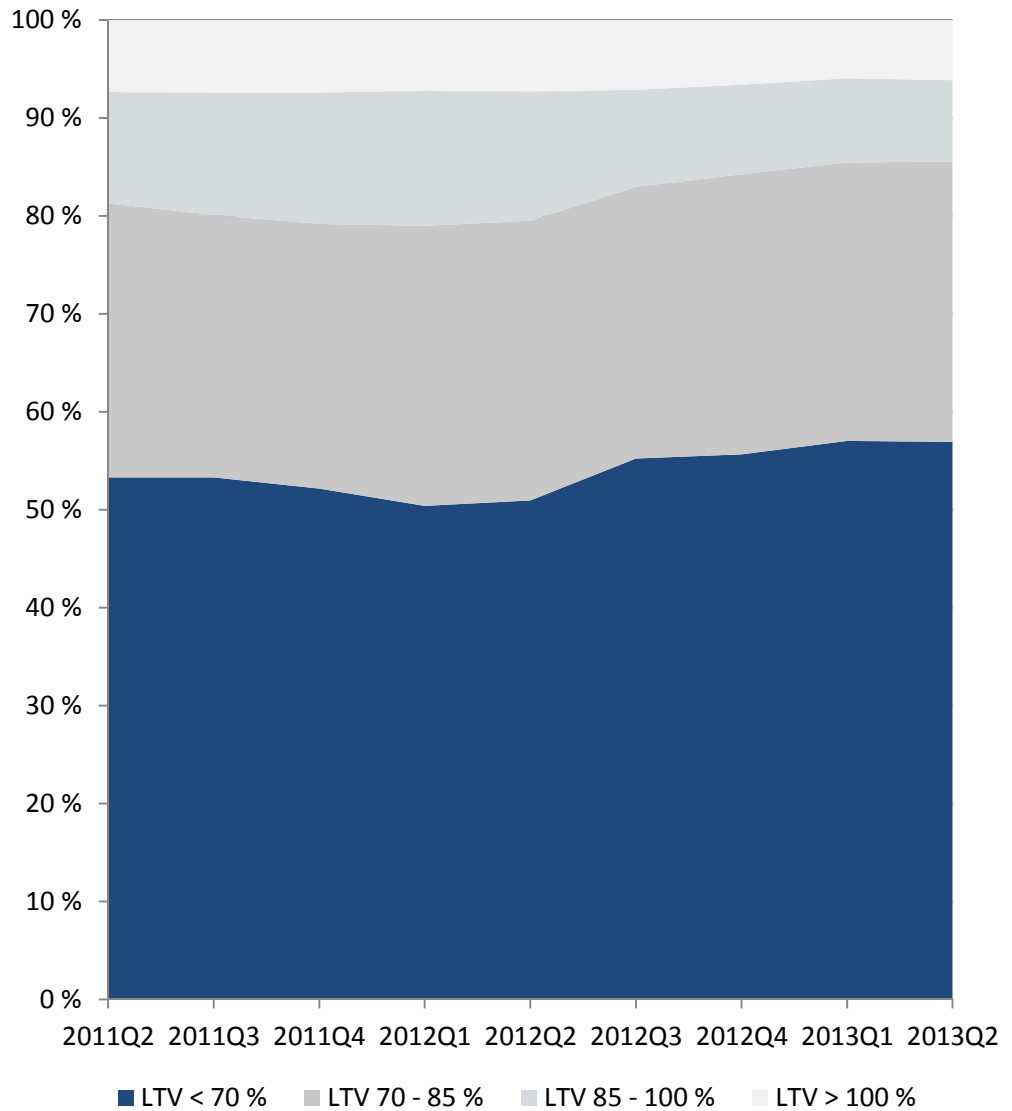


Historical LTV development for home mortgage loans

Total incl. SpareBank 1 Boligkreditt AS

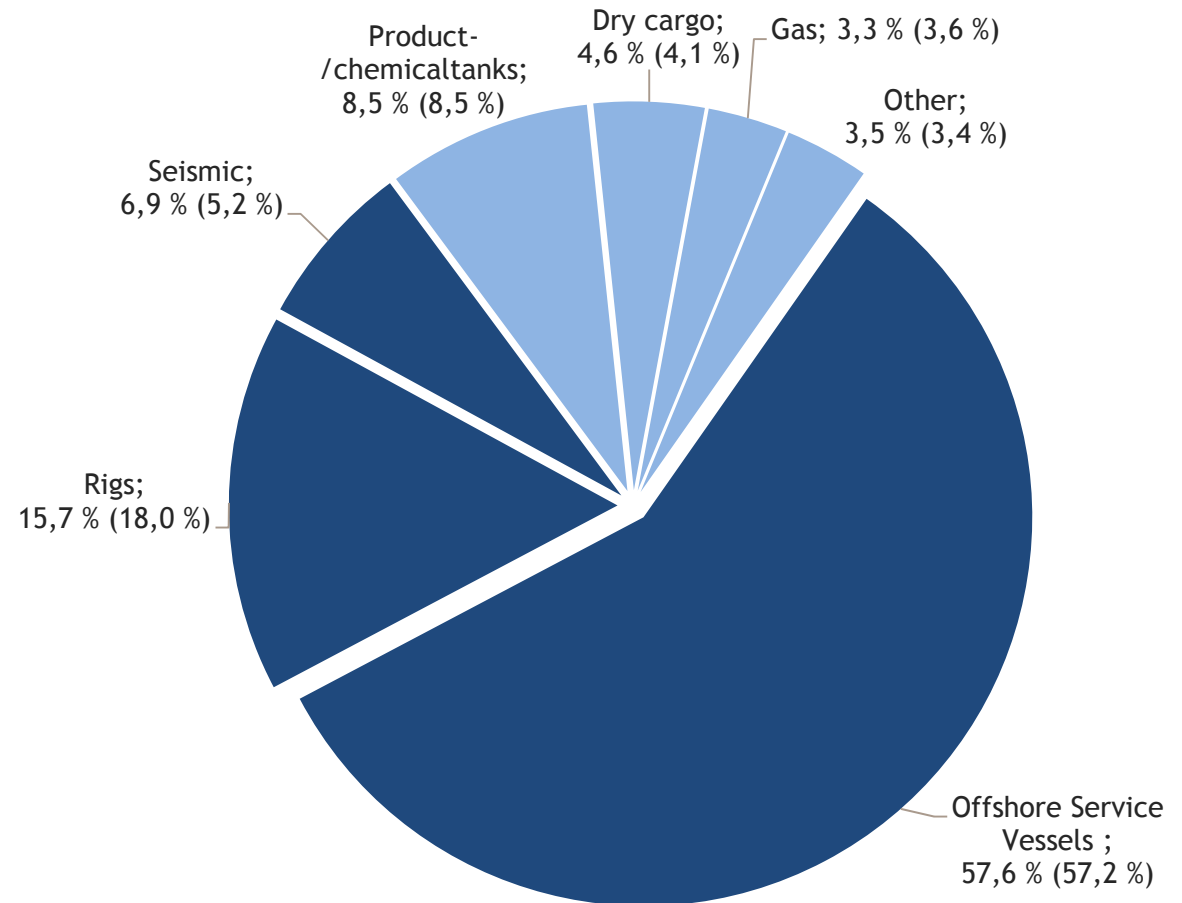


SpareBank 1 SR-Bank ASA



Low exposure to the shipping segment

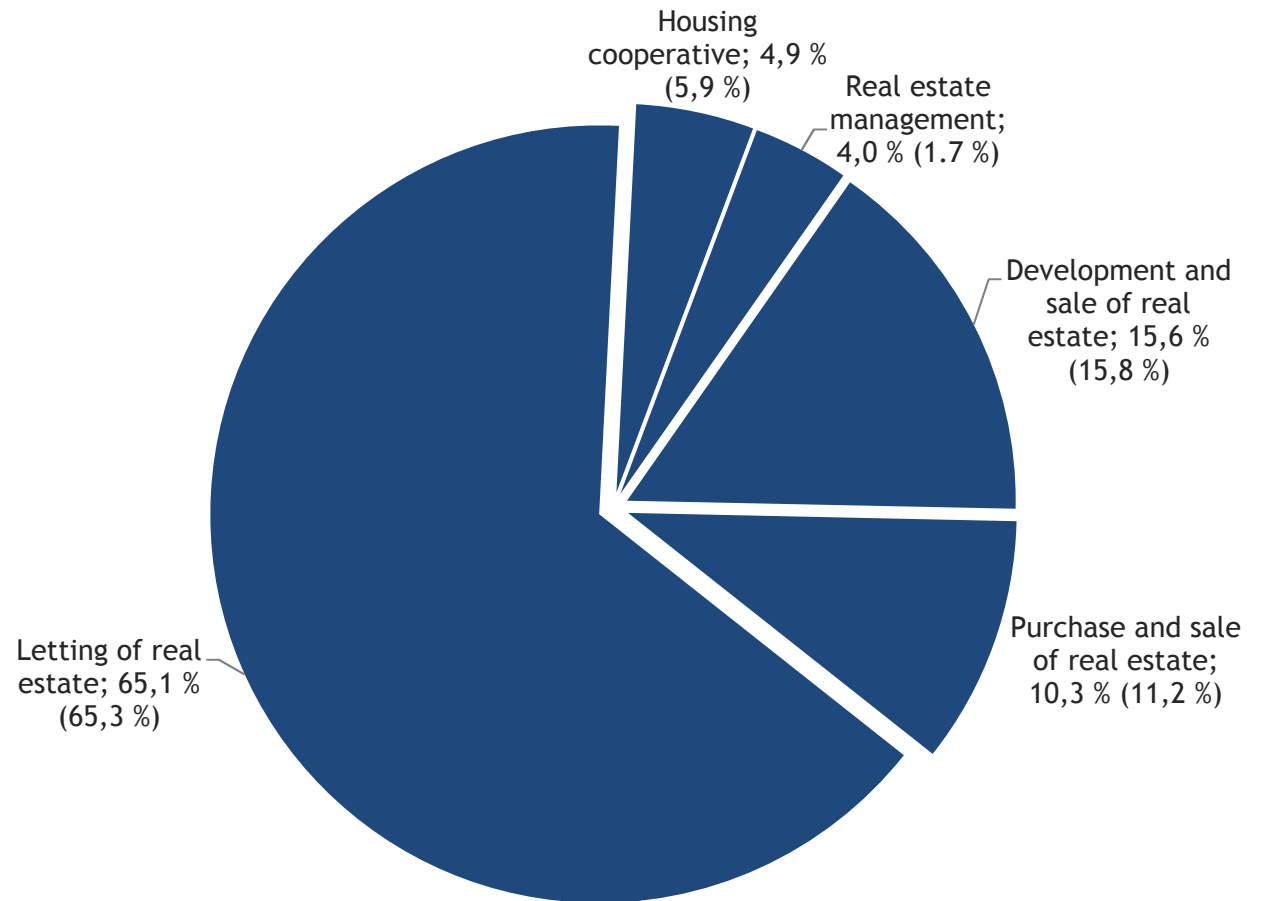
- *Lending to conventional shipping is low and represents 1.2 % of total loans*
- *Lending to the offshore sector represents 5.3 % of total loans*
- *Lending, undrawn credit limits and guarantees to these sectors total NOK 10.5 billion.*
 - *19.9 % of the exposure is to conventional shipping*
 - *80.1 % of the exposure is to the offshore sector*



Sector allocation in accordance with the standard categories from Statistics Norway.

Lending to property management

- *Lending to property management constitutes 15.7 % of total loans, which is a reduction of 0.4 % compared with the same time last year.*
- *The portfolio is characterised by lending to commercial properties for leasing with long-term contracts and financially solid tenants. The vacancy rate is low. Interest rates for a significant portion of this portfolio have been hedged.*



Sector allocation in accordance with the standard categories from Statistics Norway.

Investments in bonds and certificates

- *Most of the bond portfolio is managed as part of the bank's liquidity management activities. Bonds held for liquidity purposes are generally very low risk.*
- *The bank has no direct exposure to debt in EU peripheral countries.*

Risk profile - bonds

Total portfolio		Market value	Percent
Risk category	Rating	NOK million	Total
Government swap scheme	AAA	6.805	34 %
Very low risk	AAA, AA+, AA og AA-	11.920	60 %
Low risk	A+, A og A-	455	2 %
Moderate risk	BBB+, BBB og BBB-	117	1 %
High risk	BB+, BB og BB-	226	1 %
Very high risk	B+ and lower	246	1 %
Total		19.769	100 %

Treasury purposes:		Market value	Percent
Risk category	Rating	NOK million	Treasury
Government swap scheme	AAA	6.805	35 %
Very low risk	AAA, AA+, AA og AA-	11.920	62 %
Low risk	A+, A og A-	454	2 %
Moderate risk	BBB+, BBB og BBB-	31	0 %
High risk	BB+, BB og BB-	0	0 %
Very high risk	B+ and lower	0	0 %
Total		19.211	100 %

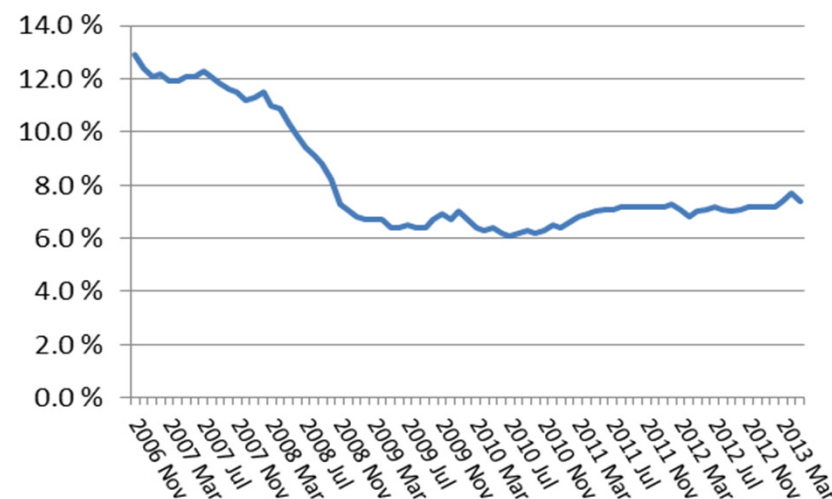
Trading purposes		Market value	Percent
Risk category	Rating	NOK million	Trading
Very low risk	AAA, AA+, AA og AA-	0	0 %
Low risk	A+, A og A-	1	0 %
Moderate risk	BBB+, BBB og BBB-	86	15 %
High risk	BB+, BB og BB-	226	40 %
Very high risk	B+ and lower	246	44 %
Total		559	100 %

Norwegian Housing and Mortgage Market

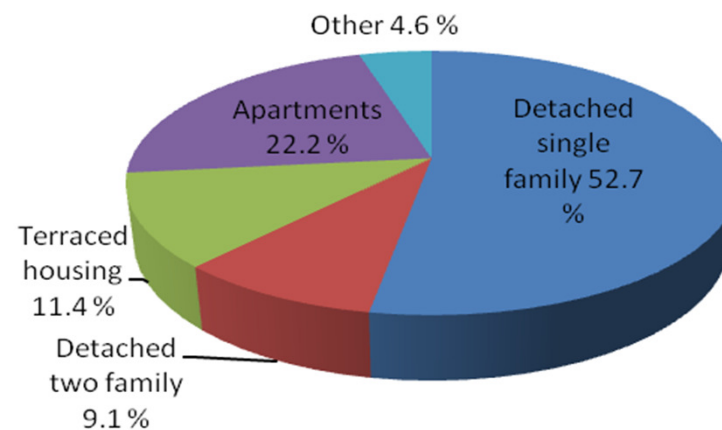
Key Characteristics

Market	<ul style="list-style-type: none"> • Total mortgage market approx NOK 2,000 billion (approx USD 360bn, €260bn) • Banks and credit institutions are the dominant supplier of mortgages with over 90% market share • Typical maturity 25-30 years and repayment mortgages • No subprime market
Home Ownership	<ul style="list-style-type: none"> • 80% of households owner occupied (little buy to let) • Amongst the highest home ownership in the world
Social Security	<ul style="list-style-type: none"> • Generous unemployment benefits • Unemployment benefit represents ca 60% of final salary for 104 weeks
Personal Liability	<ul style="list-style-type: none"> • Borrowers are personally liable for their debt, also for outstanding debt post foreclosure and forced sale • Swift foreclosure regime upon non-payment • Individual borrowers have tight relationship with their lenders • Transparent information about borrowers
Regulation	<ul style="list-style-type: none"> • Max Loan to value: 85% (75% legal limit for cover pool) • Interest only mortgages: max70% LTV • 5% mortgage interest rate increase as stress test • New Proposed risk weighting for mortgages 35%
Interest Payments	<ul style="list-style-type: none"> • 90-95% of mortgages are variable rate • Interest rates can be reset at the lender's discretion, by giving the debtor 6 weeks notice
Tax Incentives	<ul style="list-style-type: none"> • 28% of interest paid is tax deductible (equal to the basic rate of tax) • Low effective real estate tax (lower net worth tax on real estate than financial assets)

Household Credit Growth Rate
(12 month growth rate)

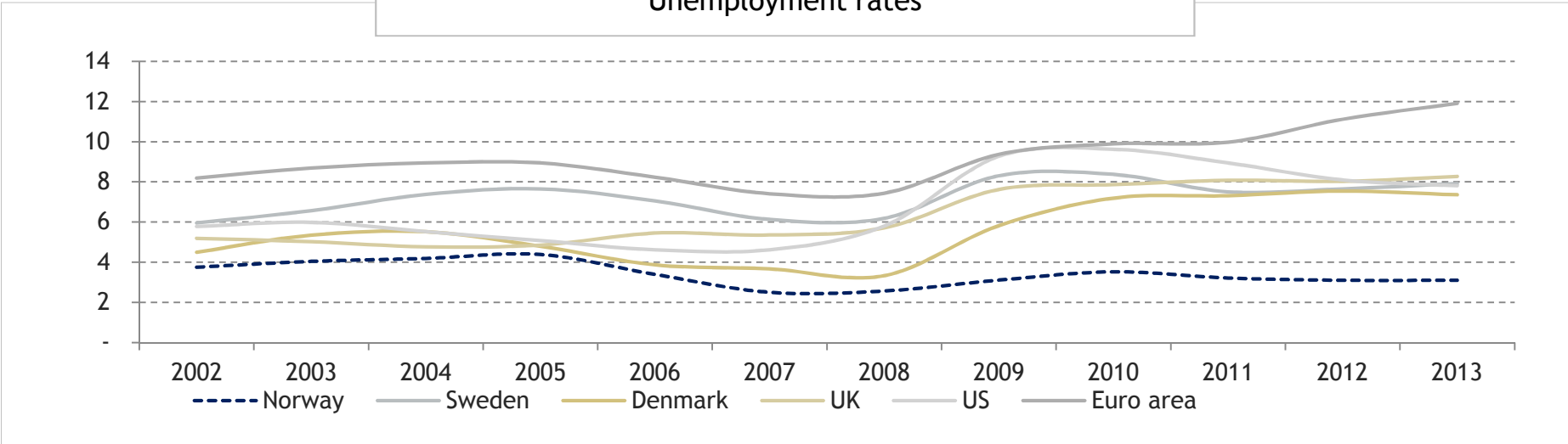


Norwegian Mortgages (by dwelling type)

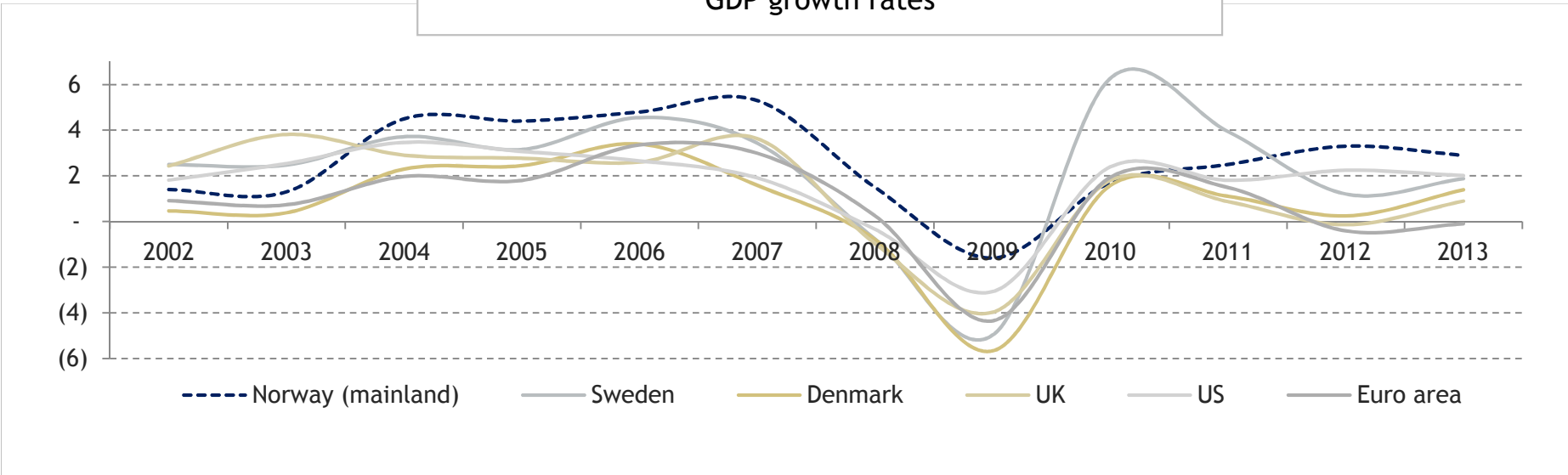


Norwegian Economy - international context

Unemployment rates

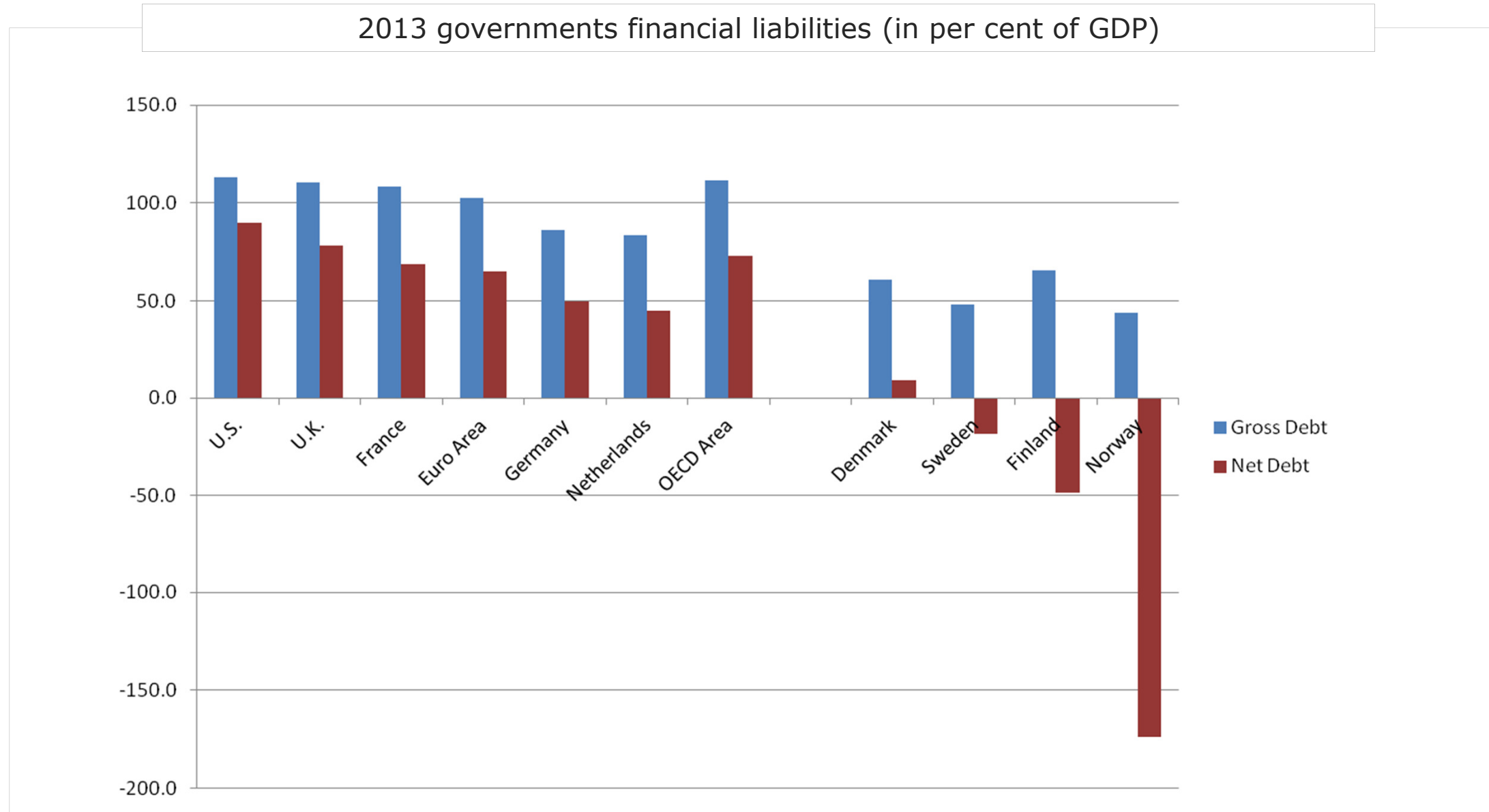


GDP growth rates



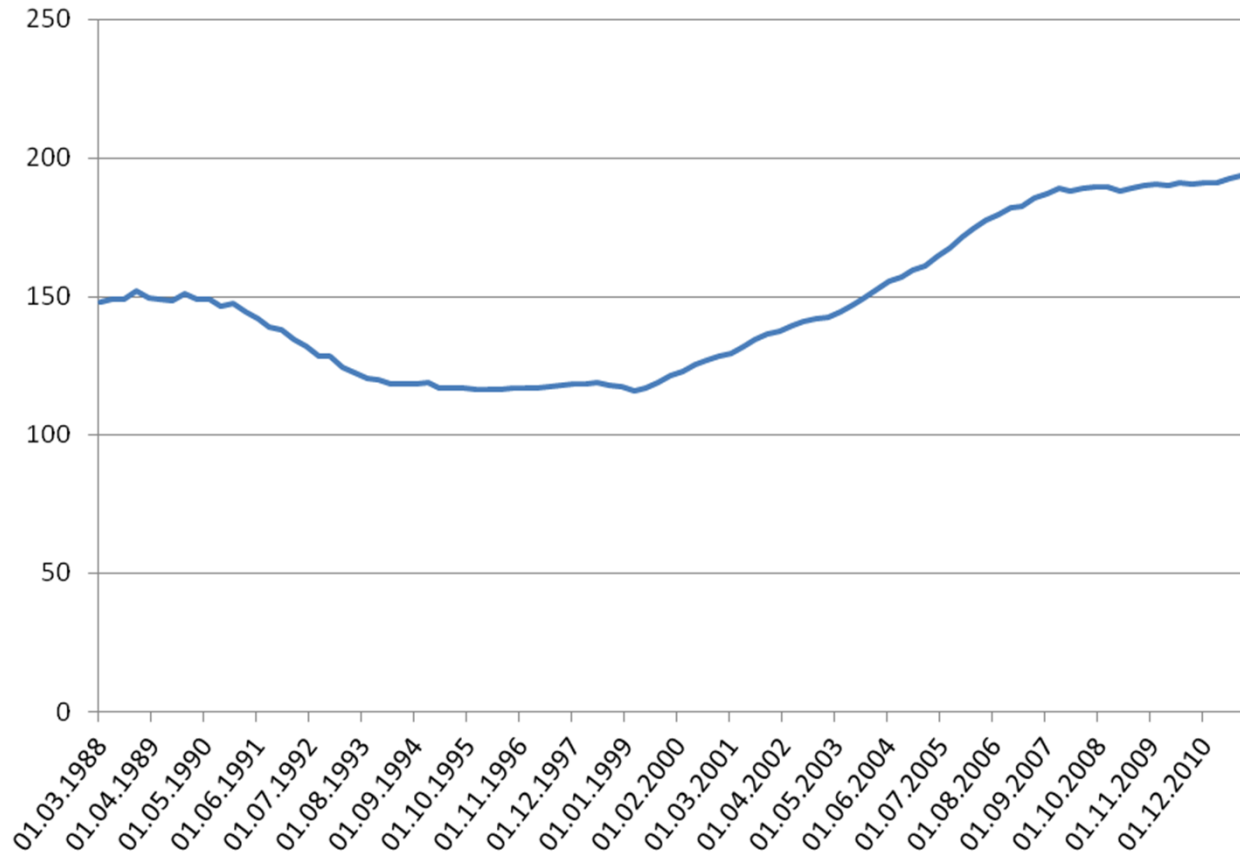
Norwegian Economy

..has translated into a solid net financial position



Aggregate Household Debt Burden

Total Debt burden in per cent of household income (after tax)



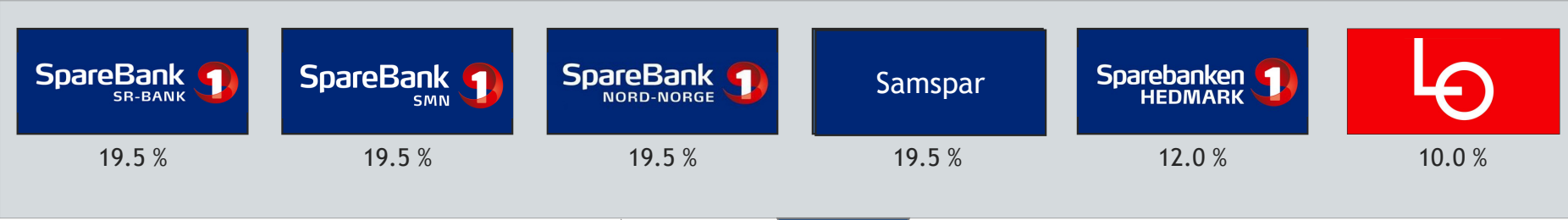
Norway:

- All HH debts included in the statistic, question of int'l comparability
- High home ownership (mortgage debt rather than rent commitments)
- Generous benefits (pensions, healthcare, education, childcare, maternity, unemployment)
- Income growth over the last decades has far outpaced the cost of necessities in the time period shown
- HH savings rate is high (8.2% in 2011): debt reduction possible
- FSA advises limit on mortgage debt underwriting in private banks: 85% LTV; 3x HH income; stress-test of ability to repay; effective from 2H 2011

SpareBank 1 Alliance's ownership structure allows for efficient business cooperation

Owners of the alliance

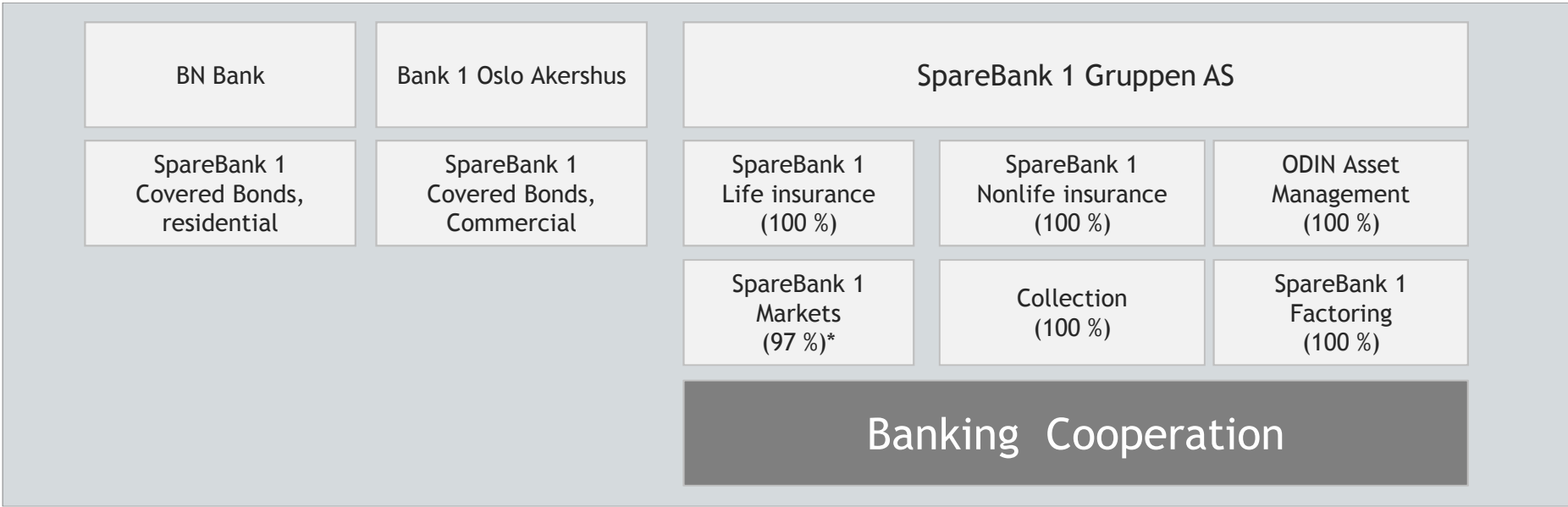
- All credit decisions are made at the local banks
- Economies of scale related to expenses, IT solutions, marketing and branding



Products, commissions, dividends

Sales, loan portfolios, capital

SpareBank 1 Alliance companies



* SpareBank 1 Markets will effective from the third quarter of 2013 have a new ownership structure through SpareBank 1 Gruppen's divestment of shares in the company to banks within the Alliance. SR-Bank has opted not to acquire an ownership stake in SpareBank 1 Markets.

Contact Details

Address

Bjergsted Terrasse 1
Postboks 250
4066 Stavanger

Tel.
+47 915 02002

www.sr-bank.no

Management



Arne Austreid
CEO

Tel.
+47 900 77 334

E-mail.
arne.austreid@sr-bank.no



Inge Reinertsen
CFO

Tel.
+47 909 95 033

E-mail.
inge.reinertsen@sr-bank.no

Investor Relations



Vidar Torsøe
VP Investor Relations

Tel.
+47 970 80 656

E-mail.
vidar.torsoe@sr-bank.no

Short-/long-term funding



Dag Hjelle
Head of Treasury

Tel:
+47 51 50 94 37

e-mail:
dag.hjelle@sr-bank.no