

A large graphic logo for the third quarter (Q3). The letter 'Q' is white with a blue outline, and the number '3' is solid blue. They are positioned in the lower-left quadrant of the image, partially overlapping the waterfall and the bridge.

Quarterly presentation 2020

Disclaimer

This presentation contains forward-looking statements that reflect management's current views with respect to certain future events and potential financial performance.

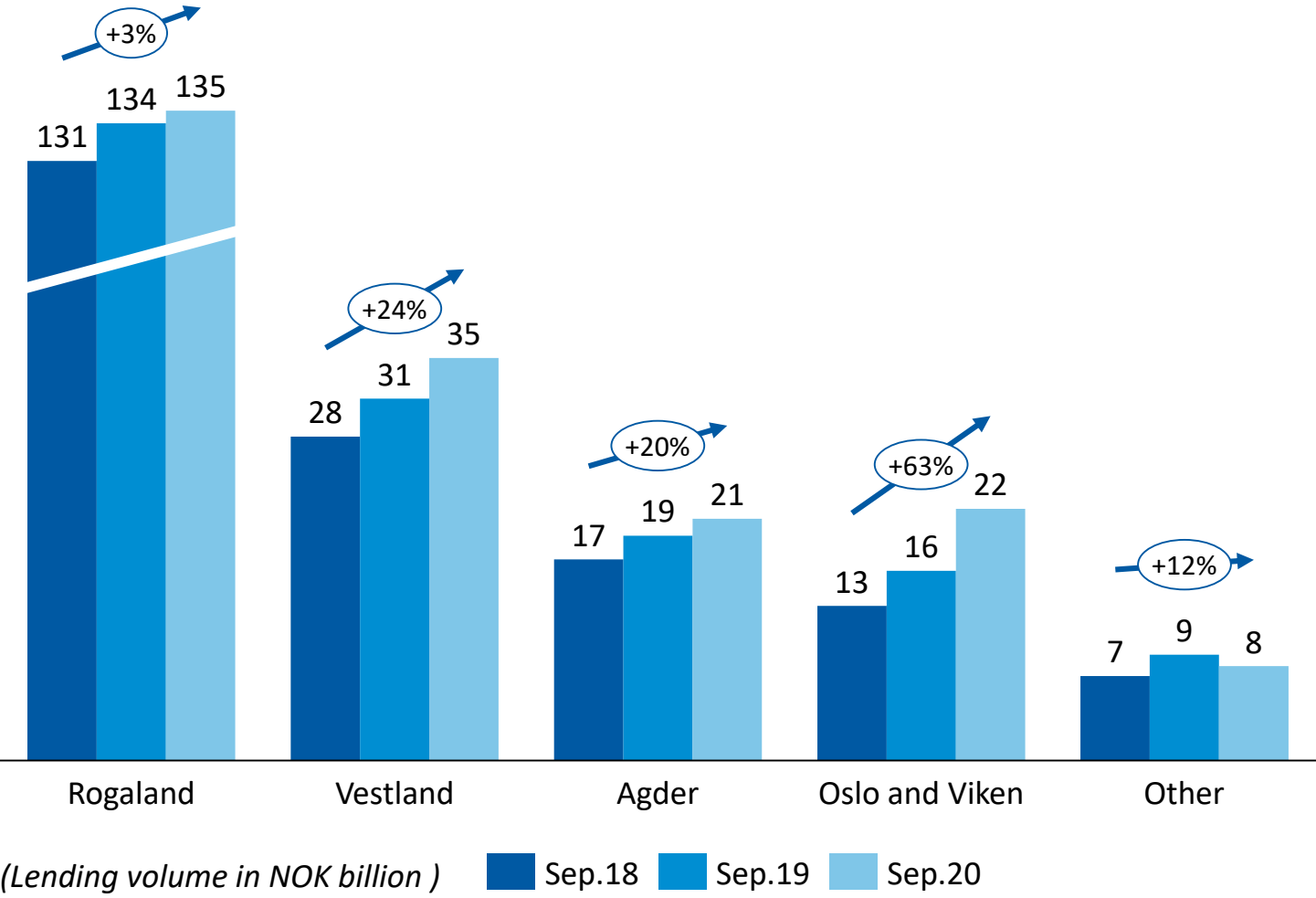
Although SpareBank 1 SR-Bank believes that the expectations reflected in such forward-looking statements are reasonable, no assurance can be given that such expectations will prove to have been correct. Accordingly, results could differ materially from those set out in the forward-looking statements 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.



Digitalization and growth makes SR-Bank a finance group for the South of Norway



* Included in Stavanger is office; Domkirkeplassen, Hundvåg, Madla and Mariero

A stronger result with growth and good underlying operations

8.2%

Return on equity after tax for the quarter

Pre-tax profit is NOK 603 million

NOK 369 million

Impairments on gross lending and financial commitments for the quarter

Equivalent 0.67% of gross lending and financial commitments
(annualized)

5.2%

Return on equity after tax year-to-date 2020

Pre-tax profit is NOK 1.116 million

- 2.4%

12 months costs growth

Cost to income ratio year-to-date 2020 is 37.9%

4.9%

12 months lending growth

Of which retail market 6.6% and corporate market 2.7%

10.8%

12 months deposit growth

Of which retail market 9.4% and corporate market (including capital market) 12.3%

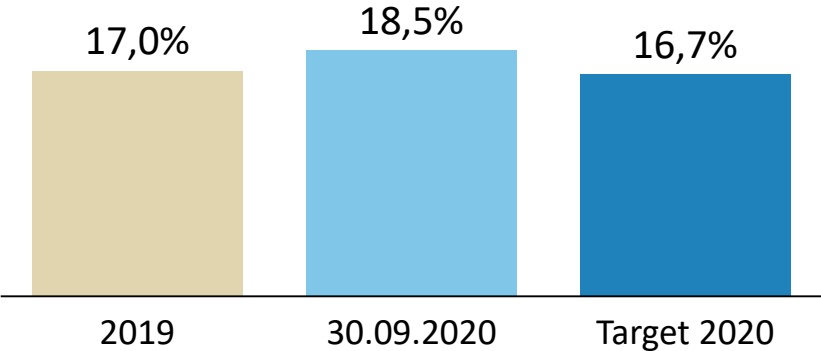
18.5%*

Common equity tier 1 capital ratio

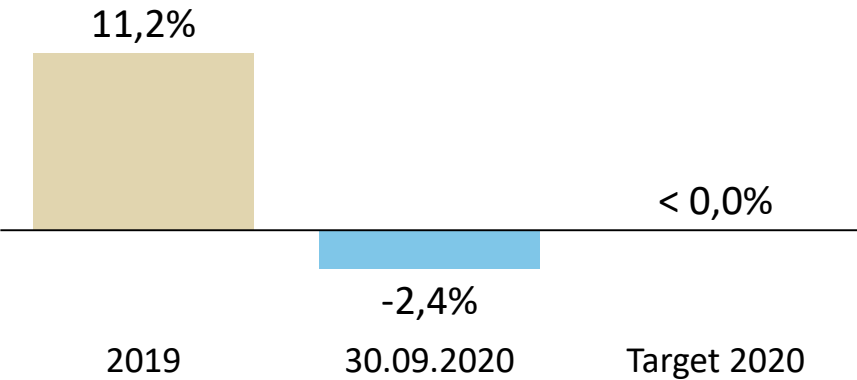
**On 23 April 2020, the annual general meeting approved the board's proposal that no dividend be paid out for 2019. At the same meeting, the board was authorised to make a decision about the distribution of a dividend, at some later point in time, of up to NOK 5.50 per share based on the bank's approved annual financial statements for 2019. The authorisation remains valid until the next ordinary general meeting in 2021.*

Key figures and financial targets for 2020

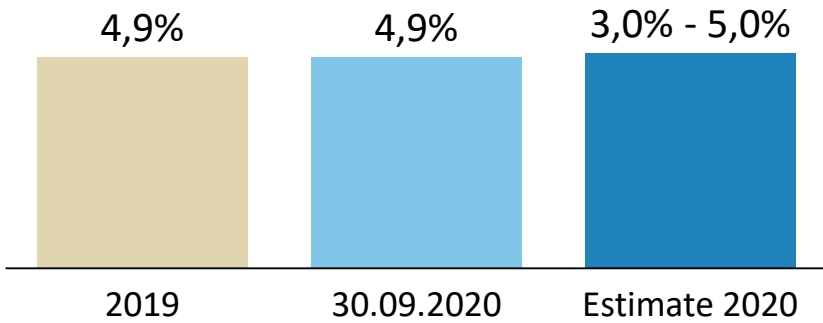
CET 1



Growth in costs (12 months)

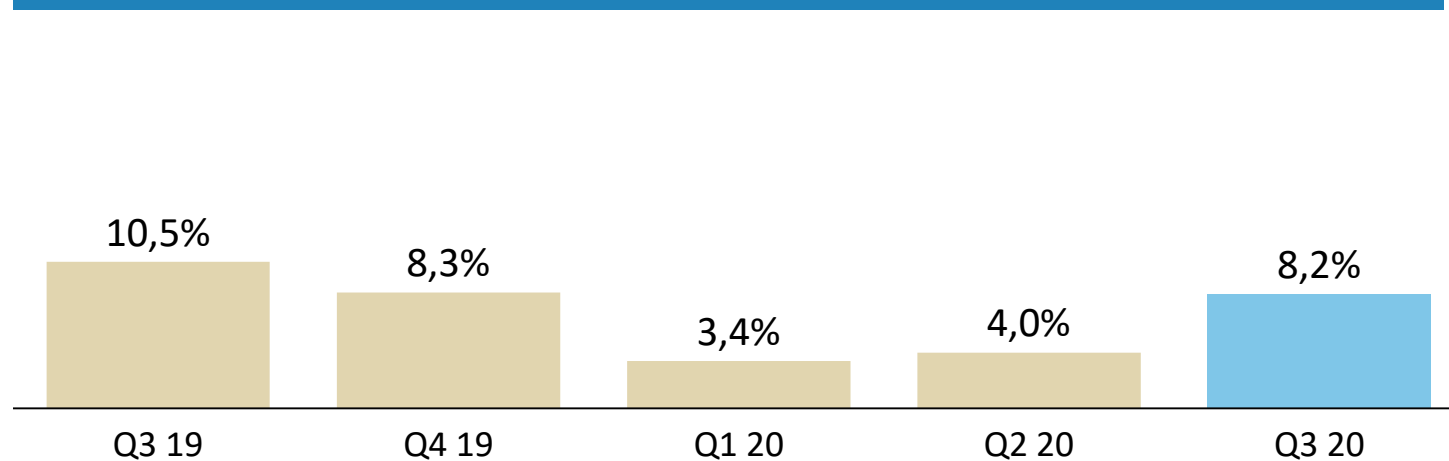


Growth in loans (12 months)

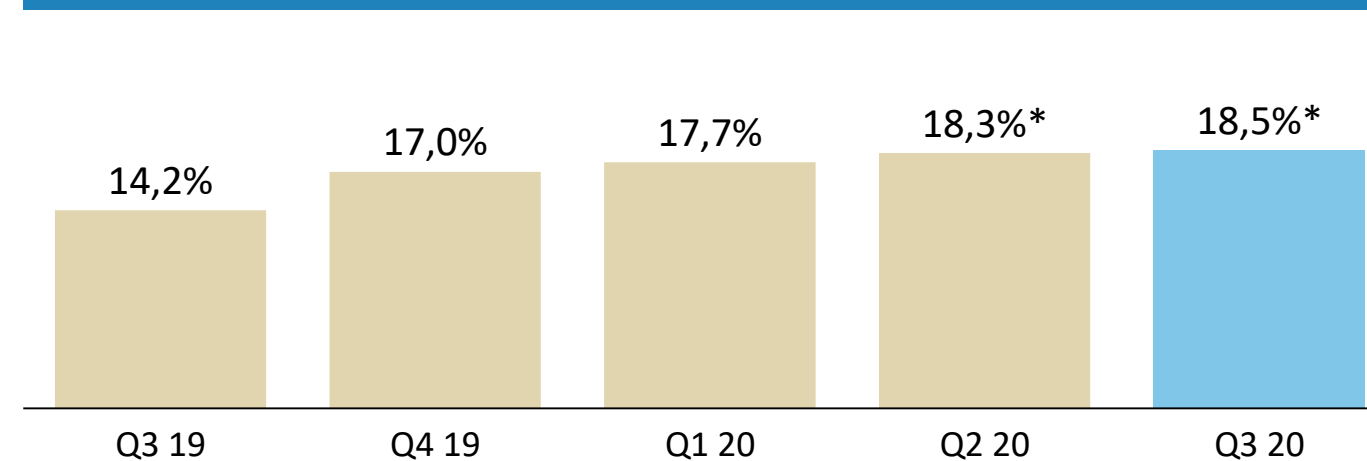


Key figures – quarterly development

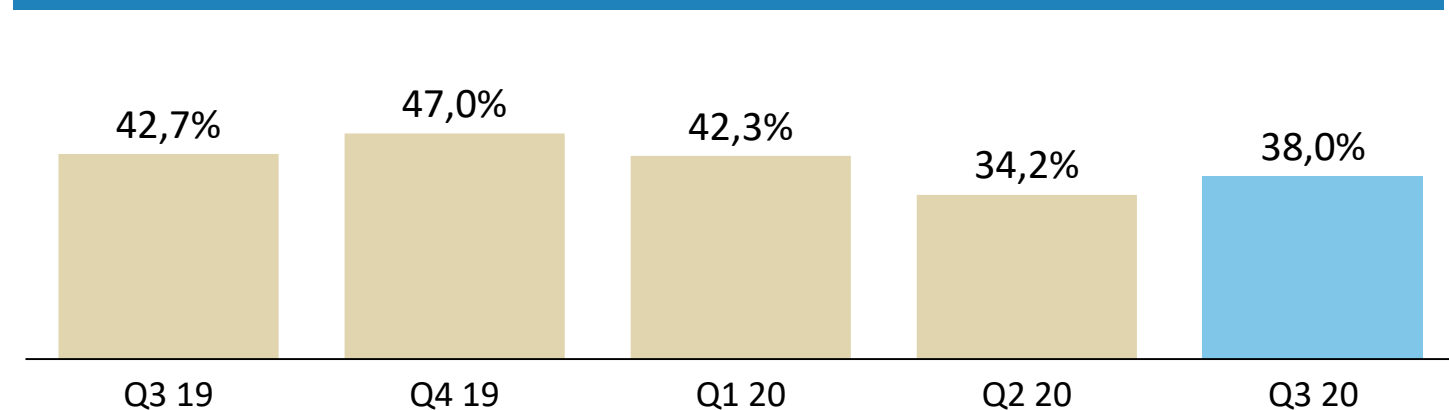
Return on equity



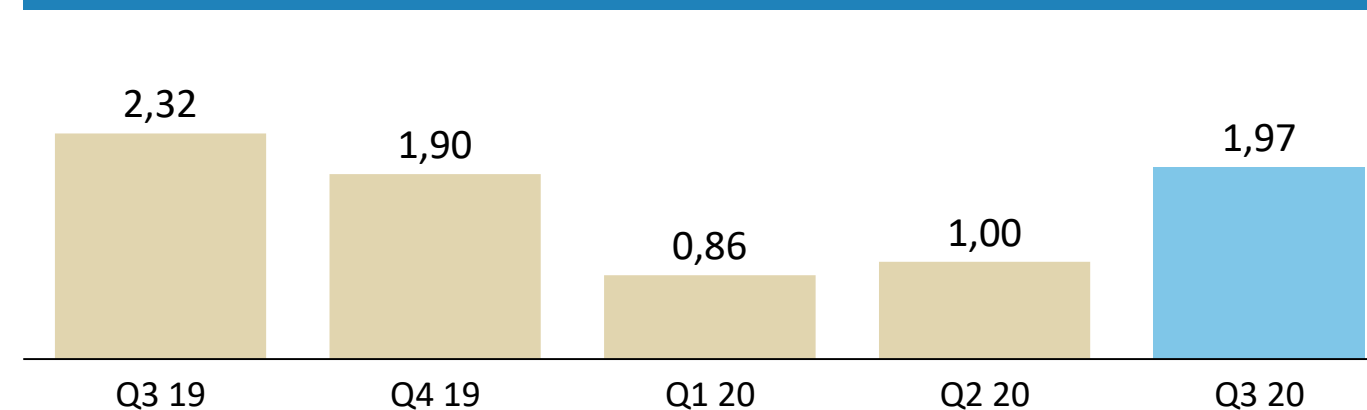
CET 1



Cost to income ratio



Earnings per share

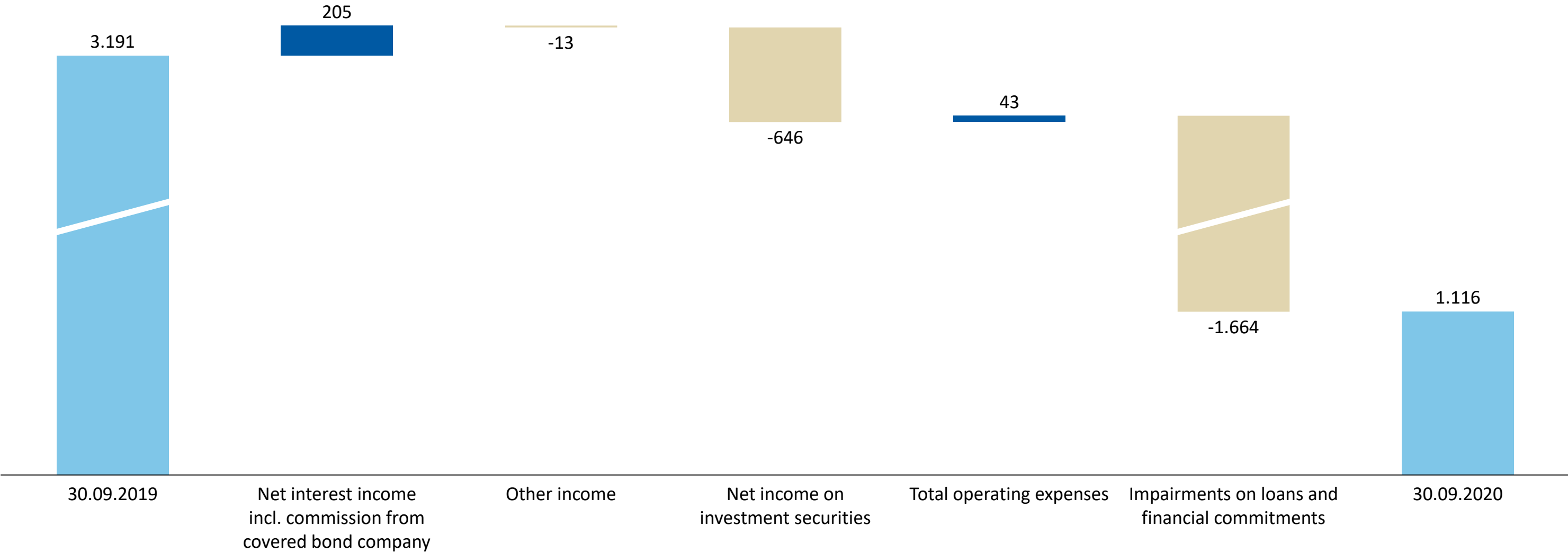


* On 23 April 2020, the annual general meeting approved the board's proposal that no dividend be paid out for 2019. At the same meeting, the board was authorised to make a decision about the distribution of a dividend, at some later point in time, of up to NOK 5.50 per share based on the bank's approved annual financial statements for 2019. The authorisation remains valid until the next ordinary general meeting in 2021.

Income statement

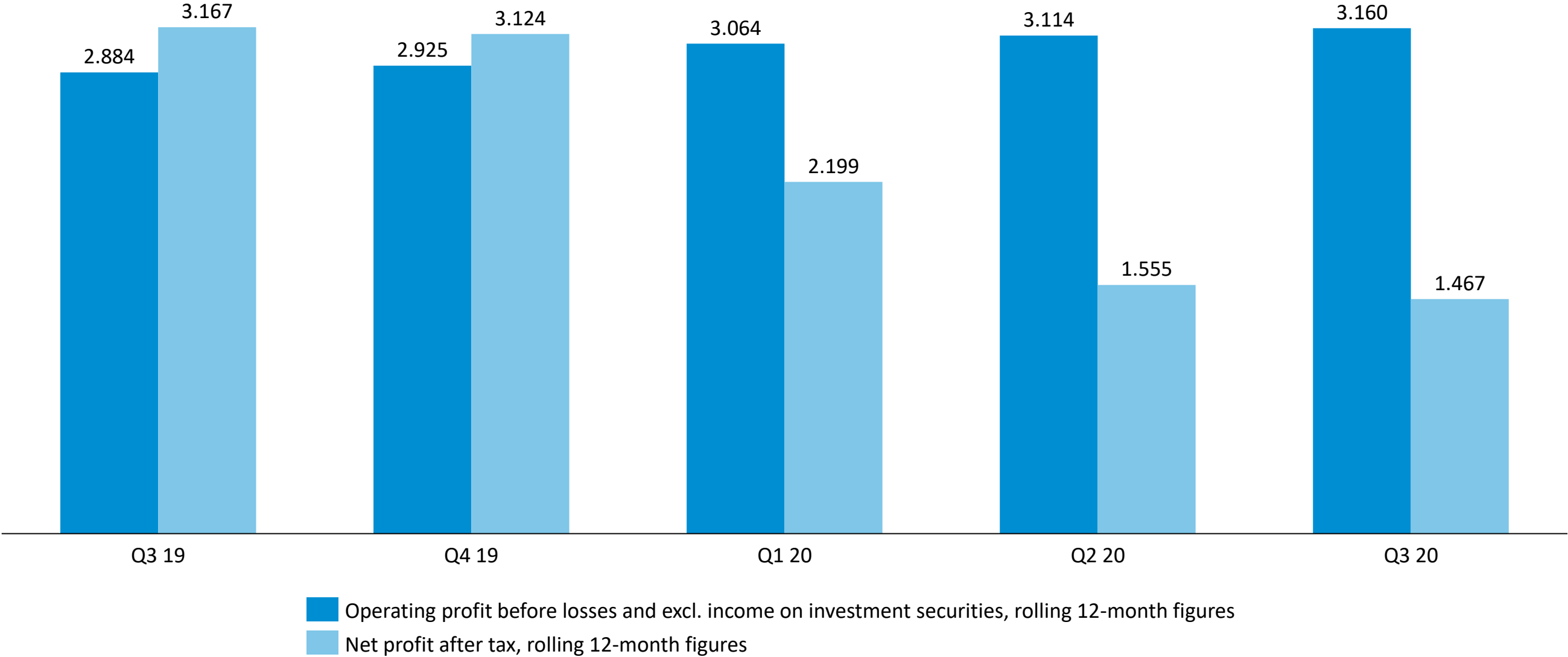
| Group Income Statement (MNOK) | 30.09.2020 | 30.09.2019 | Q3 2020 | Q2 2020 | Q1 2020 | Q4 2019 | Q3 2019 |
|--|--------------|--------------|--------------|--------------|--------------|--------------|--------------|
| Net interest income | 3.148 | 2.925 | 1.041 | 1.026 | 1.081 | 1.062 | 1.019 |
| Net commission and other income | 1.026 | 1.057 | 336 | 344 | 346 | 359 | 332 |
| Net income on investment securities | 459 | 1.105 | 190 | 297 | -28 | 22 | 89 |
| Total income | 4.633 | 5.087 | 1.567 | 1.667 | 1.399 | 1.443 | 1.440 |
| Total operating expenses | 1.757 | 1.800 | 595 | 570 | 592 | 678 | 615 |
| Operating profit before impairments | 2.876 | 3.287 | 972 | 1.097 | 807 | 765 | 825 |
| Impairments on loans and financial commitments | 1.760 | 96 | 369 | 831 | 560 | 139 | 66 |
| Operating profit before tax | 1.116 | 3.191 | 603 | 266 | 247 | 626 | 759 |
| Tax expense | 134 | 552 | 98 | 10 | 26 | 141 | 166 |
| Net profit after tax | 982 | 2.639 | 505 | 256 | 221 | 485 | 593 |

Change in profit 30.09.2019 – 30.09.2020



Operating profit before losses and excl. income on investment securities

(Rolling 12-month figures)

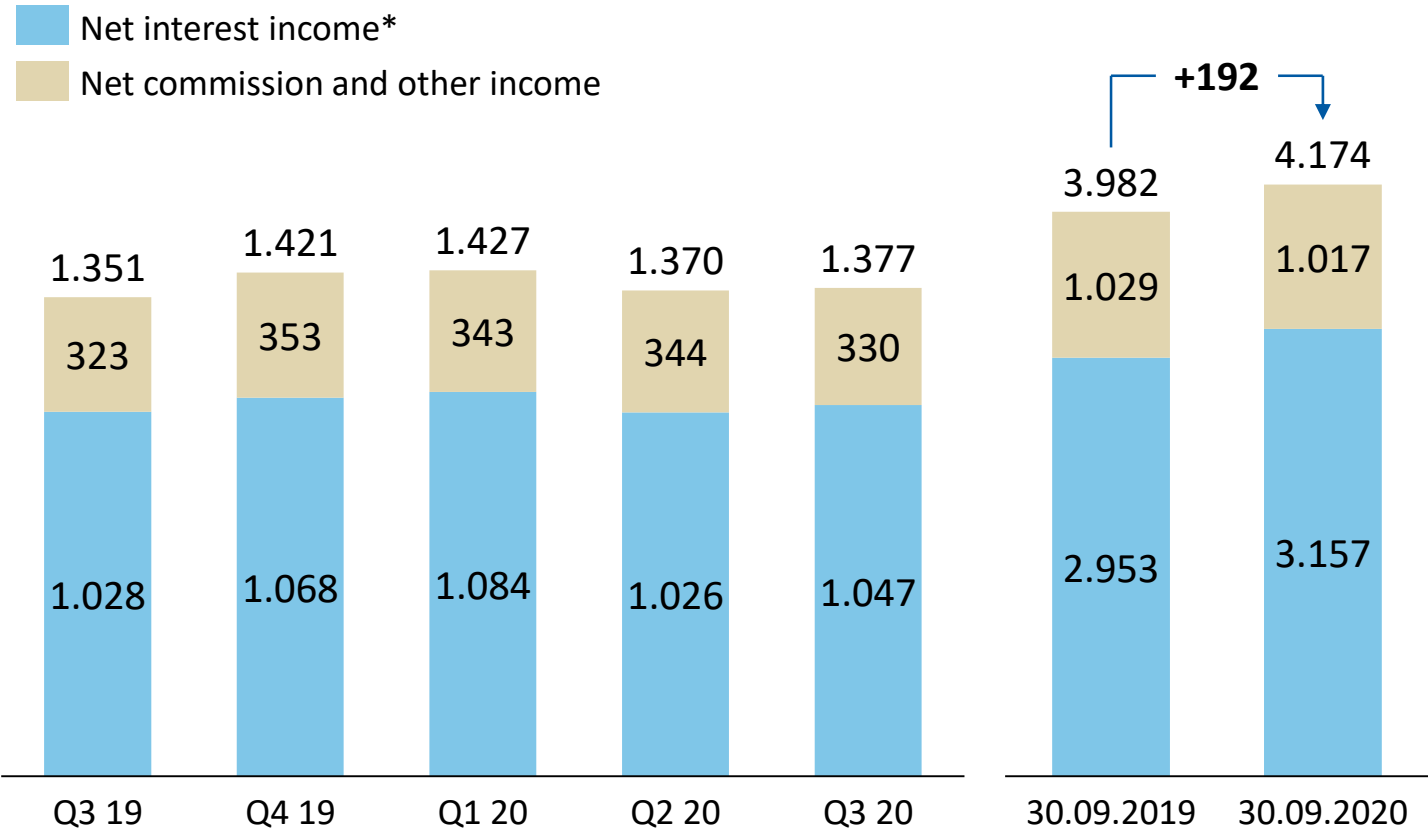


Key figures

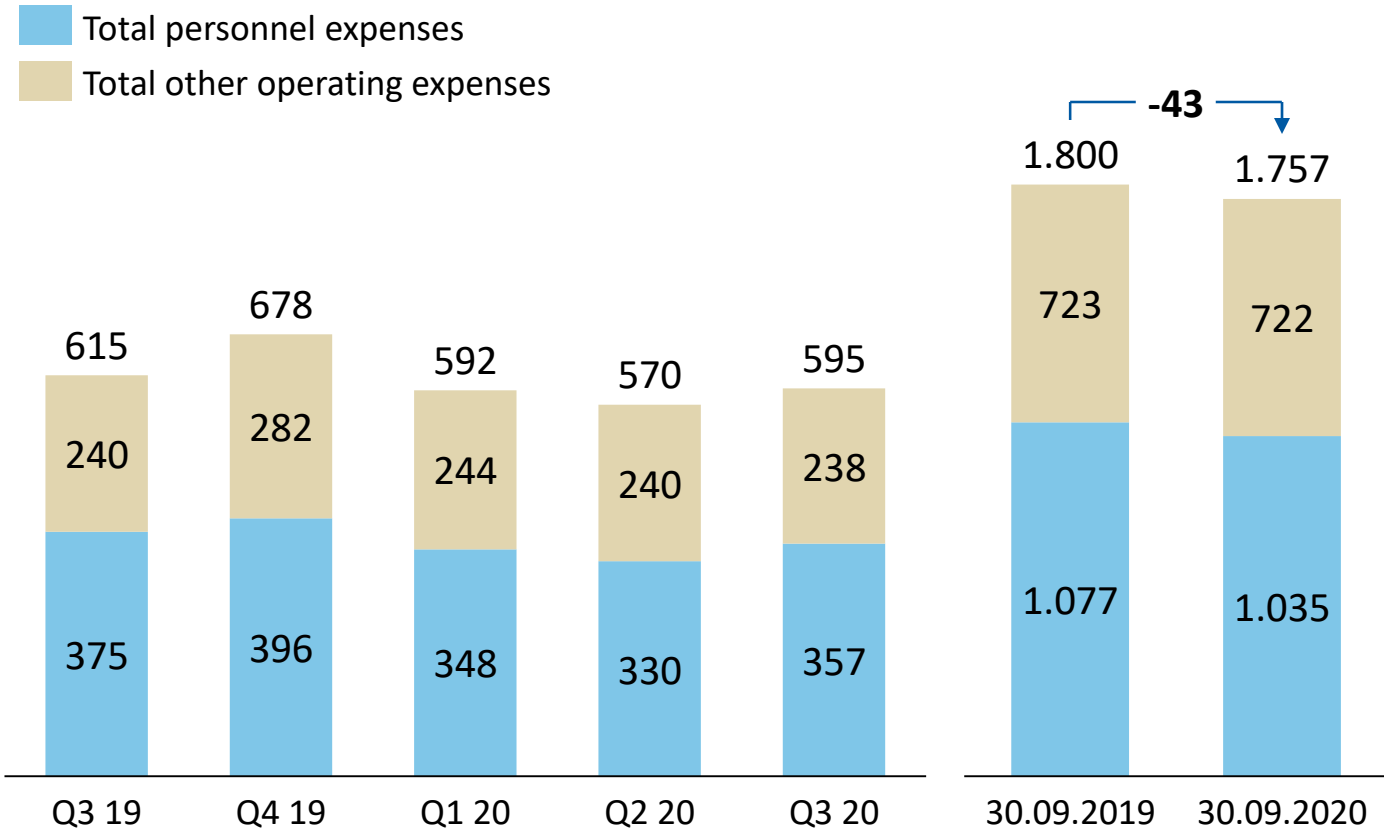
| | 30.09.2020 | 30.09.2019 | Q3 2020 | Q2 2020 | Q1 2020 | Q4 2019 | Q3 2019 |
|---|------------|------------|---------|---------|---------|---------|---------|
| Return on equity after tax (%) | 5,2 | 16,0 | 8,2 | 4,0 | 3,4 | 8,3 | 10,5 |
| Net interest margin (%) | 1,54 | 1,60 | 1,48 | 1,50 | 1,64 | 1,64 | 1,61 |
| Impairments on loans in % of gross loans incl. covered bond company | 1,08 | 0,06 | 0,67 | 1,53 | 1,05 | 0,26 | 0,13 |
| Loans and financial commitments in Stage 3 in % of gross loans and financial commitments incl. covered bond company | 1,57 | 1,30 | 1,57 | 1,84 | 1,40 | 1,30 | 1,30 |
| Cost to income ratio | 37,9 | 35,4 | 38,0 | 34,2 | 42,3 | 47,0 | 42,7 |
| Annual growth in loans to customers, gross incl. covered bond company (%) | 4,9 | 6,8 | 4,9 | 5,4 | 5,3 | 4,9 | 6,8 |
| Annual growth in deposit from customers (%) | 10,8 | 1,9 | 10,8 | 8,3 | 6,6 | 4,3 | 1,9 |
| Total assets (BNOK) | 280,3 | 251,6 | 280,3 | 278,7 | 278,6 | 255,9 | 251,6 |
| Portfolio of loans in covered bond company (BNOK) | 3,4 | 6,3 | 3,4 | 4,2 | 4,2 | 4,2 | 6,3 |
| Risk weighted assets (BNOK) | 121,5 | 141,7 | 121,5 | 121,9 | 125,8 | 121,7 | 141,7 |
| Liquidity Coverage Ratio (LCR) (%) | 154 | 153 | 154 | 159 | 135 | 155 | 153 |
| Earnings per share (NOK) | 3,84 | 10,32 | 1,97 | 1,00 | 0,86 | 1,90 | 2,32 |
| Book value per share (NOK) | 93,51 | 87,60 | 93,51 | 91,32 | 90,55 | 89,90 | 87,60 |

Consolidated income and cost profile

Income profile



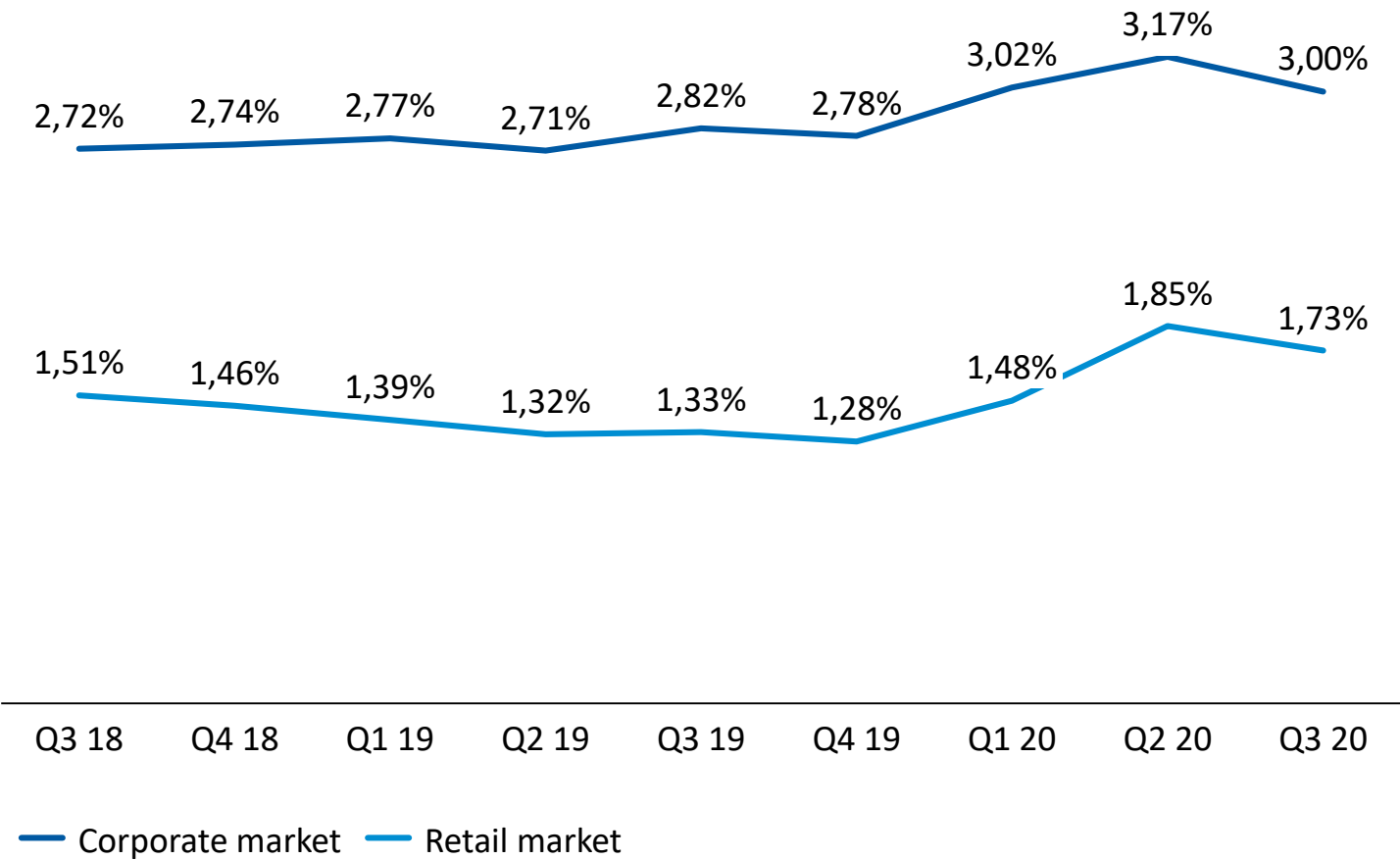
Cost profile



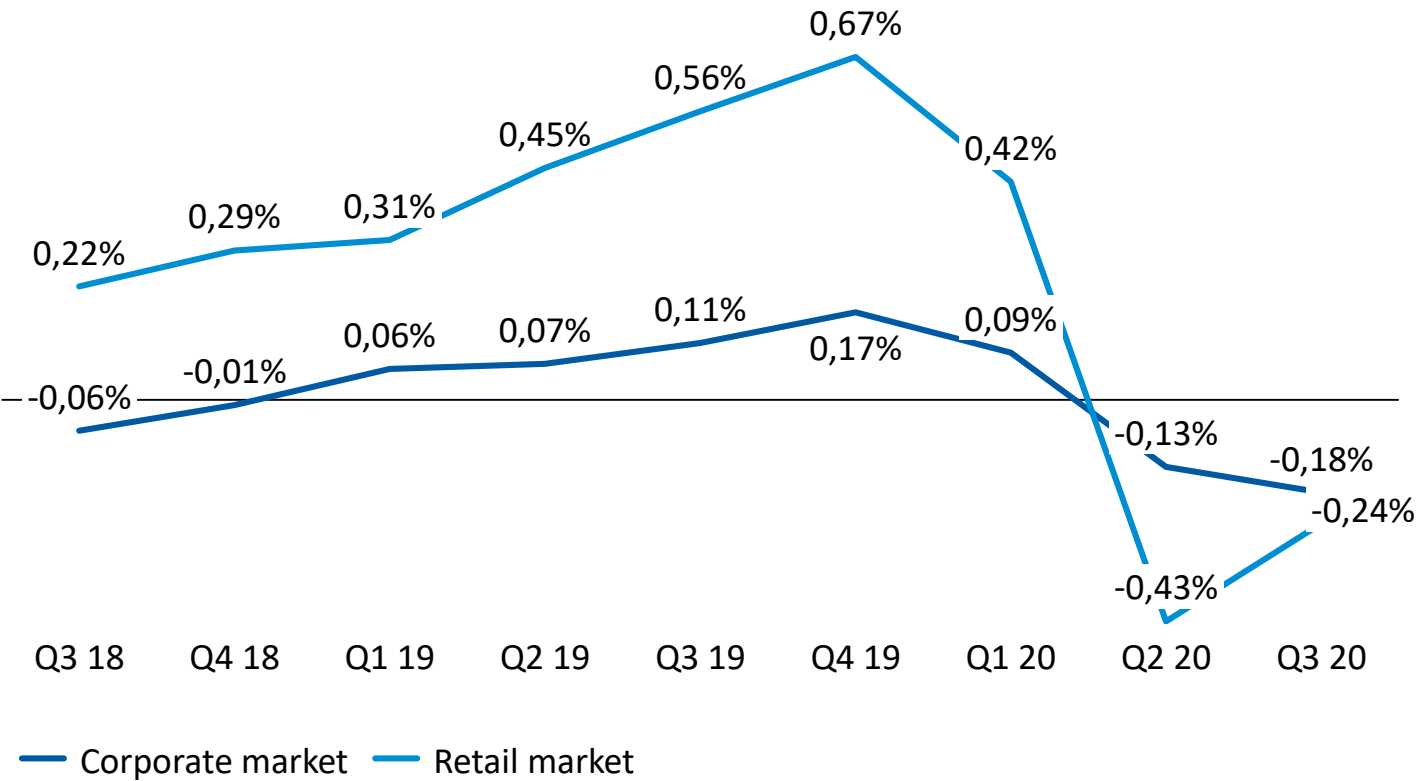
*Income profile consists of net interest income, incl. commission income from covered bond companies, and net commission and other income excl. financial income.

Lending and deposit margins

Lending margins*



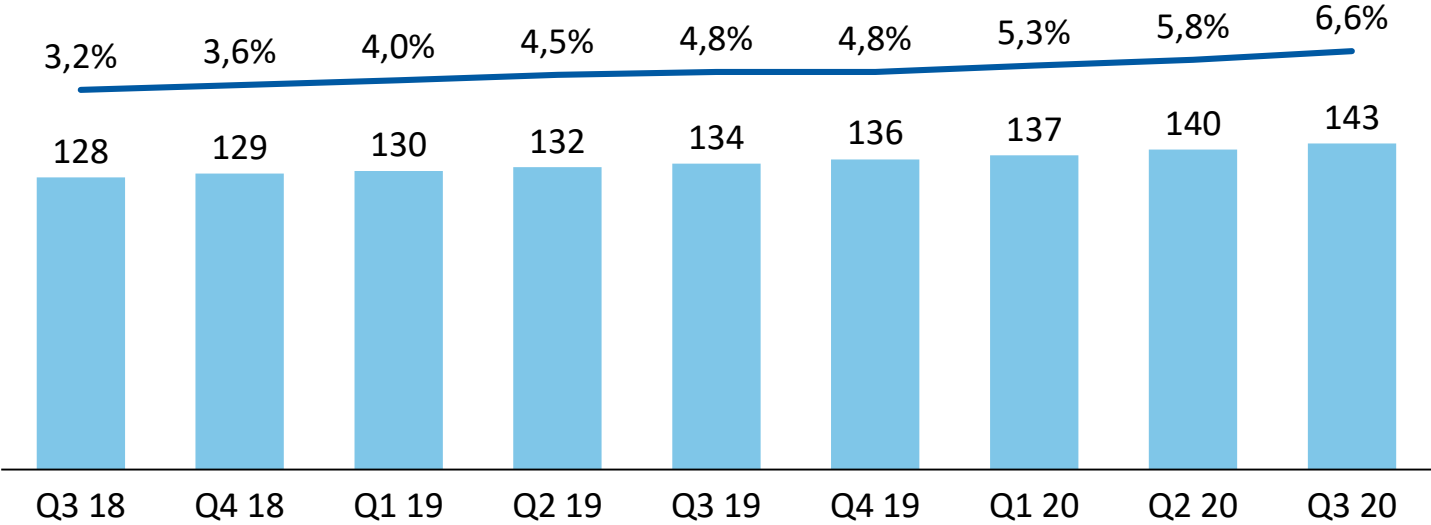
Deposit margins



Definition: Average customer rate measured against 3-months NIBOR.
 *Lending margins include loan portfolio in covered bond companies.

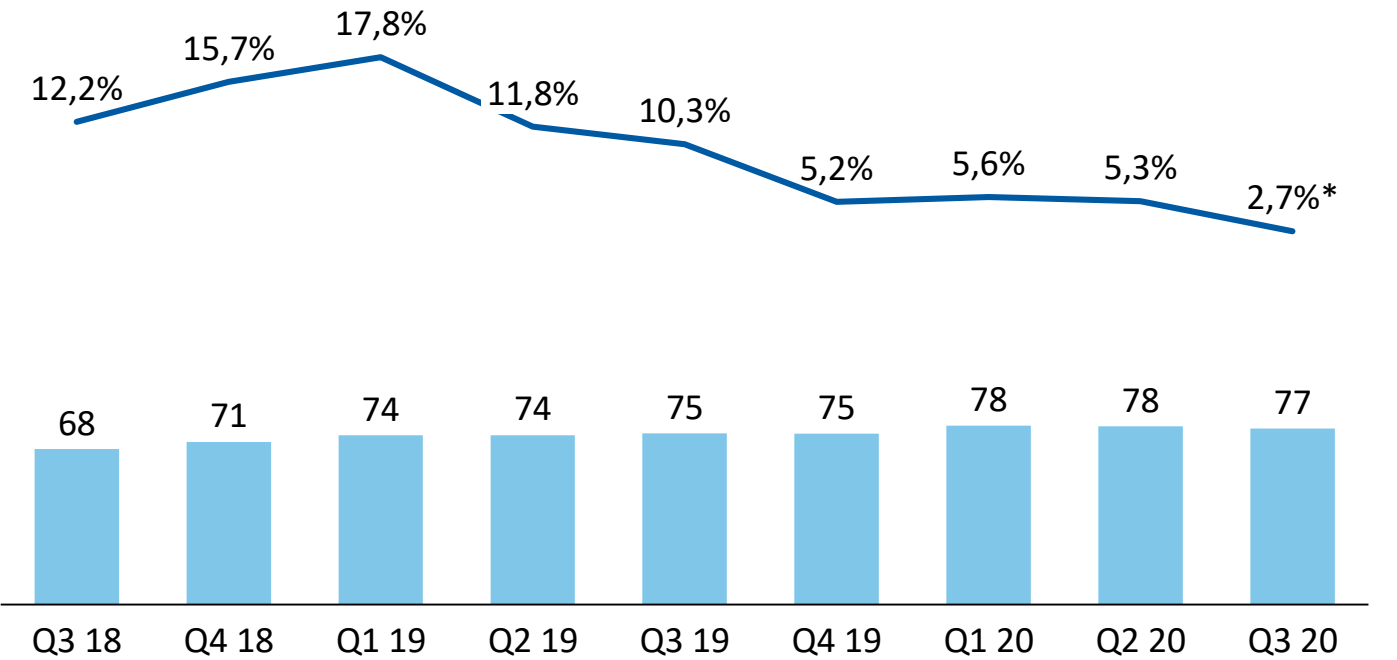
Lending volume and 12 months growth

Retail Market



■ Volume in NOK billion — Growth %

Corporate Market (incl. Capital Market)

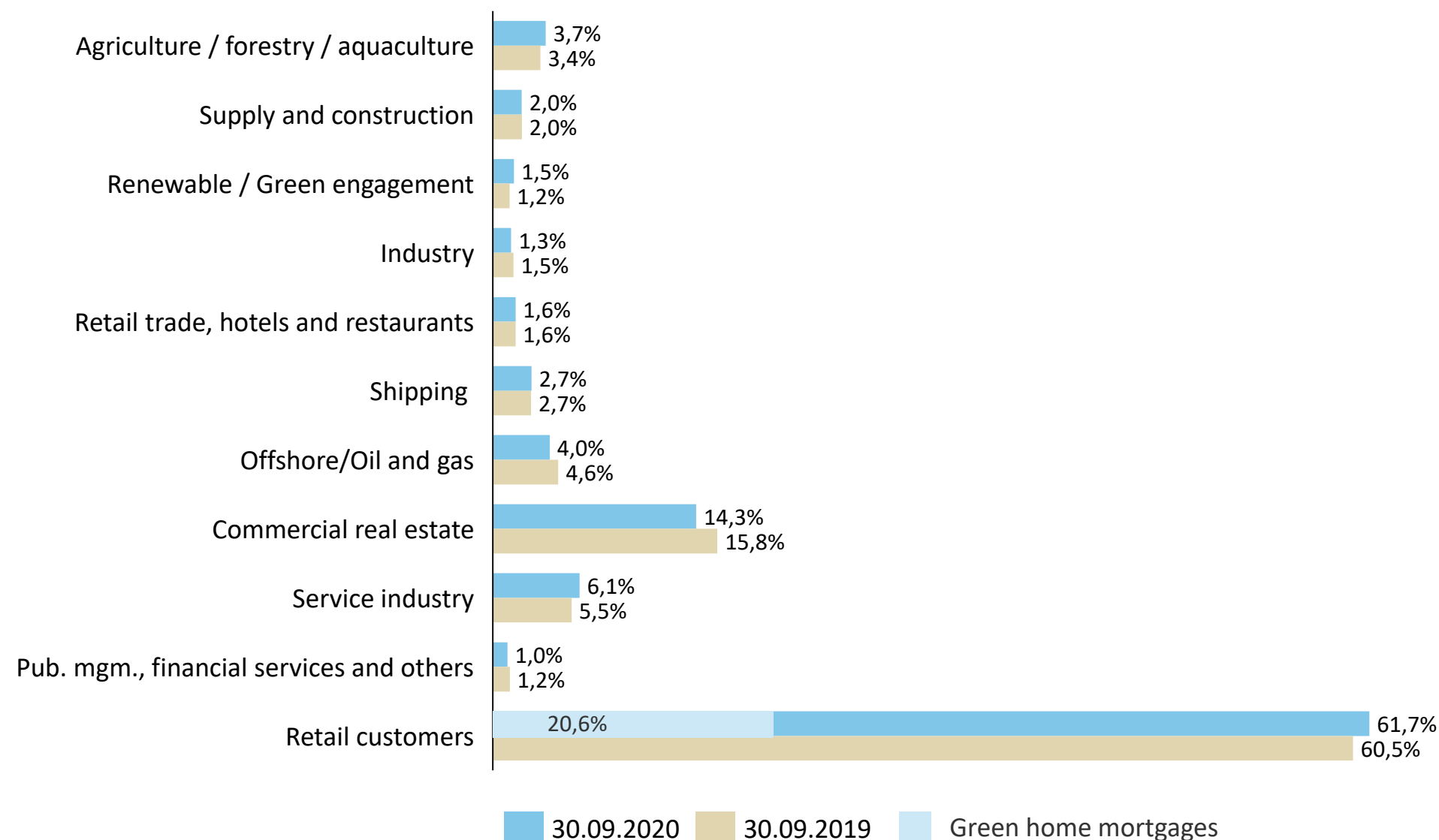


■ Volume in NOK billion — Growth %

Figures incl. loan portfolio in covered bond companies.
 *12 months lending growth in Corporate Market excluding currency effect is 2.4 %

Loan portfolio as at 30.09.2020

- Gross loans (incl. covered bond company) as at 30 September 2020 is increased to NOK 220.2 billion from NOK 209.9 billion at the same time the year before.
- 12-month growth in loans of 4.9%.
- Loans to retail customers (incl. covered bond company) account for 61.7% of total loans. Of this SB1 Boligkreditt accounts for 1.5% and green home mortgages 20.6%.

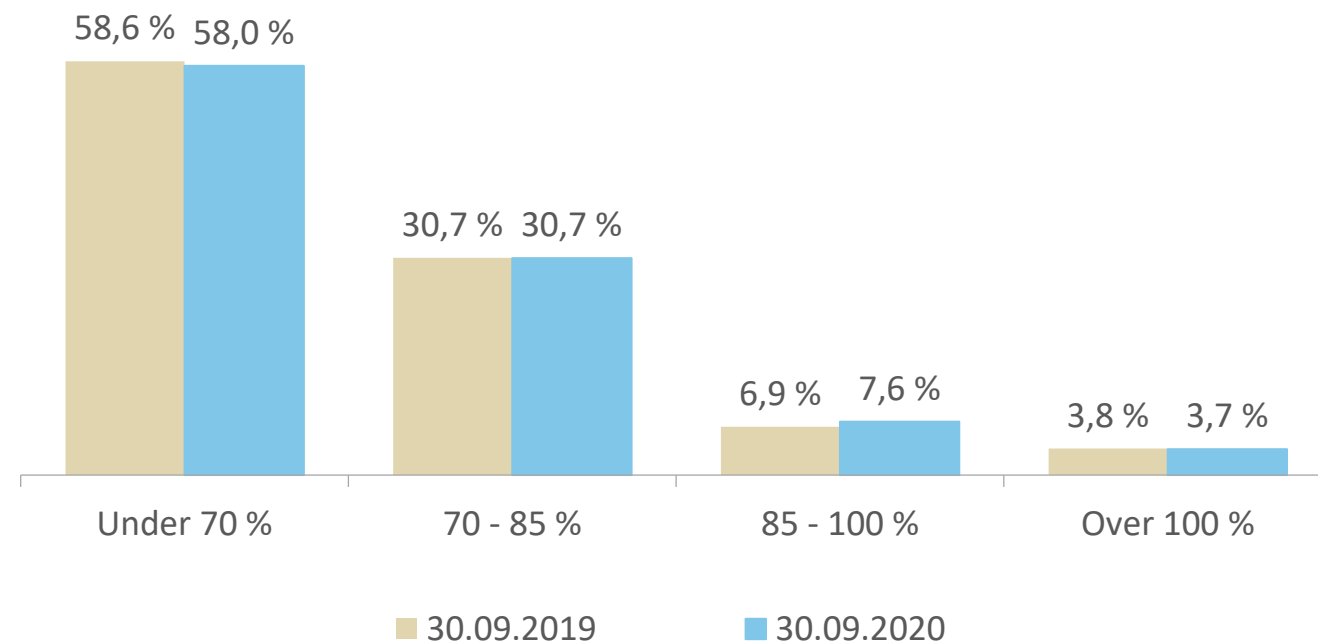


Loans before impairments, nominal amounts. Sector allocation in accordance with the standard categories from Statistics Norway.

Loan to value ratio and RWA on home mortgage loans

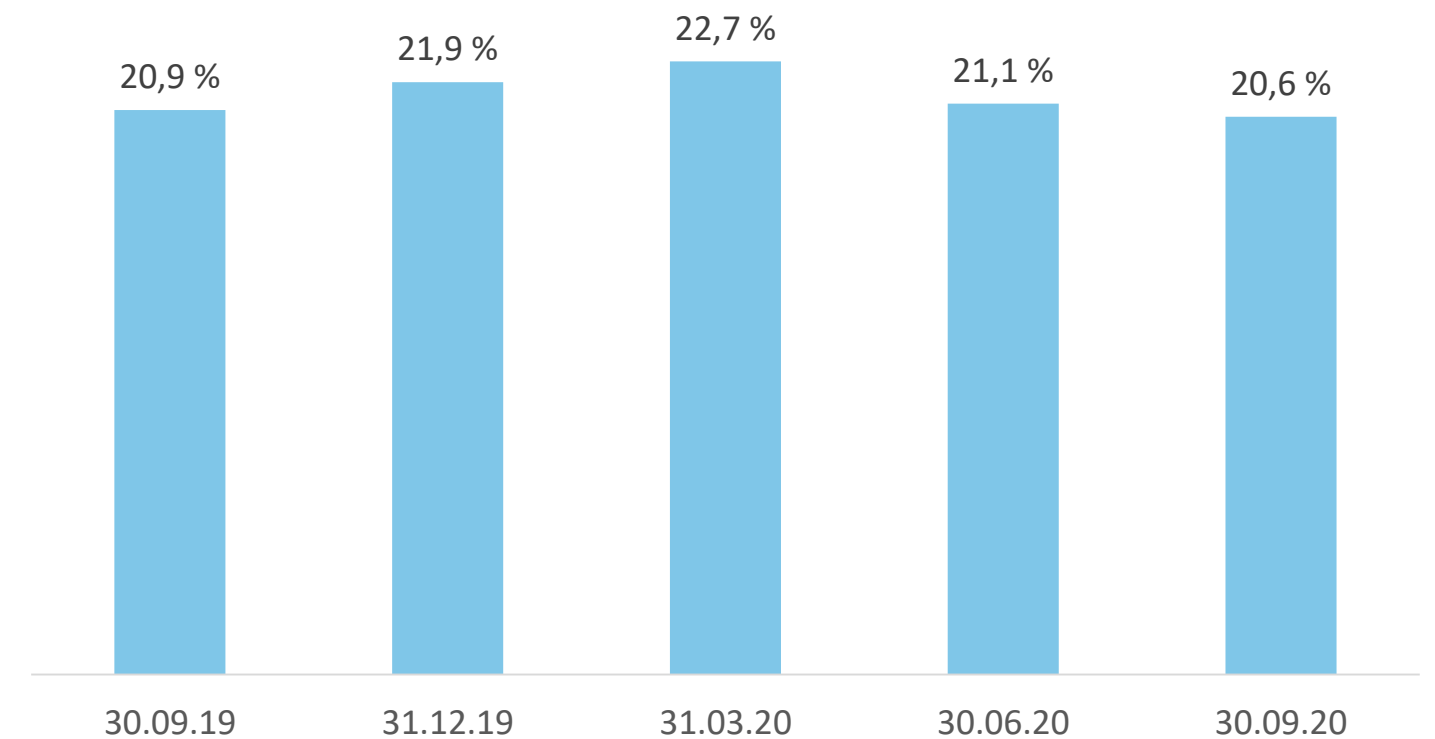
Loan to value ratio on home mortgage loans

- The proportion of loans with a loan-to-value ratio of less than 85% is high.
 - 88,7 % of the exposure is within 85% of the assessed value of collateral.



RWA home mortgages

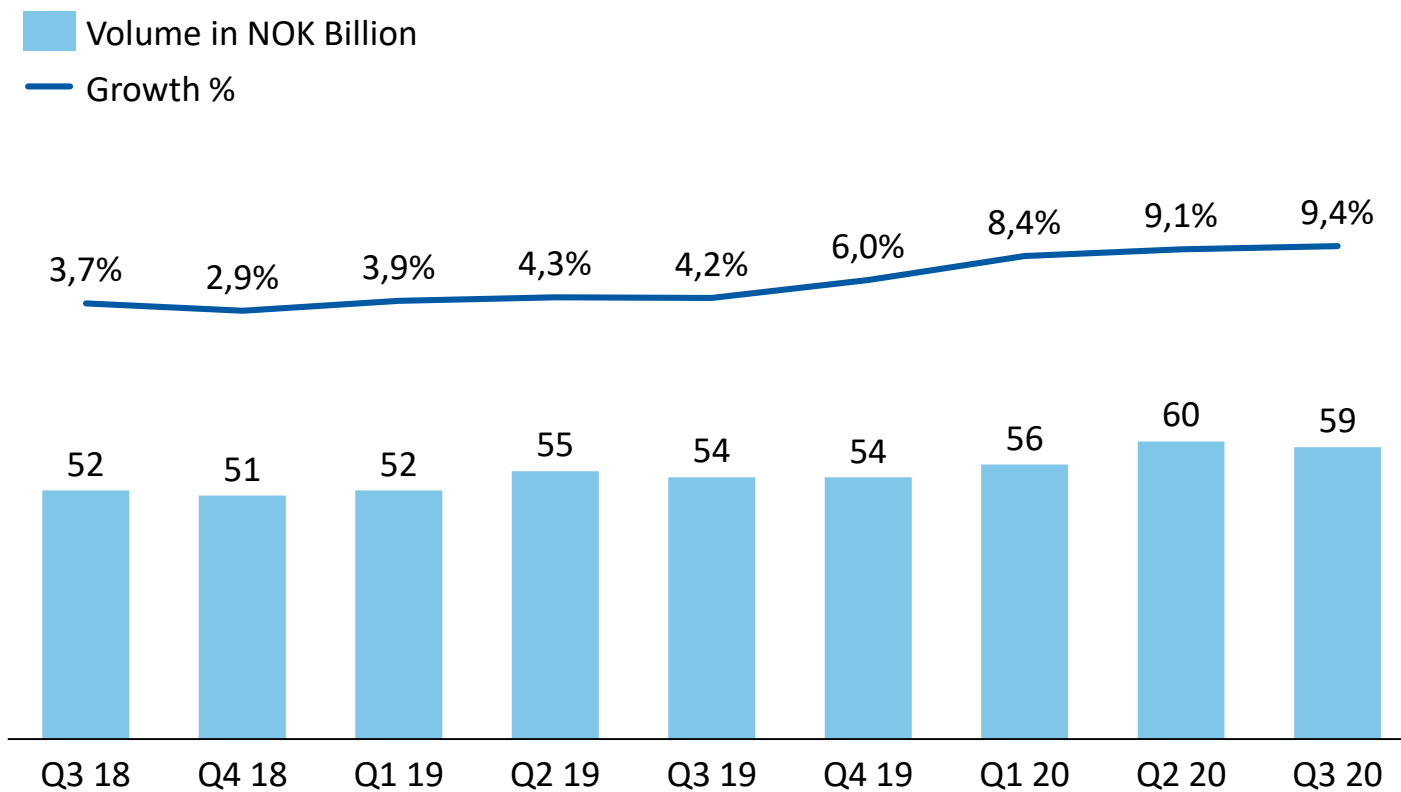
- RWA on home mortgages reflects a solid portfolio with a moderate loan-to-value ratio and low potential loss.



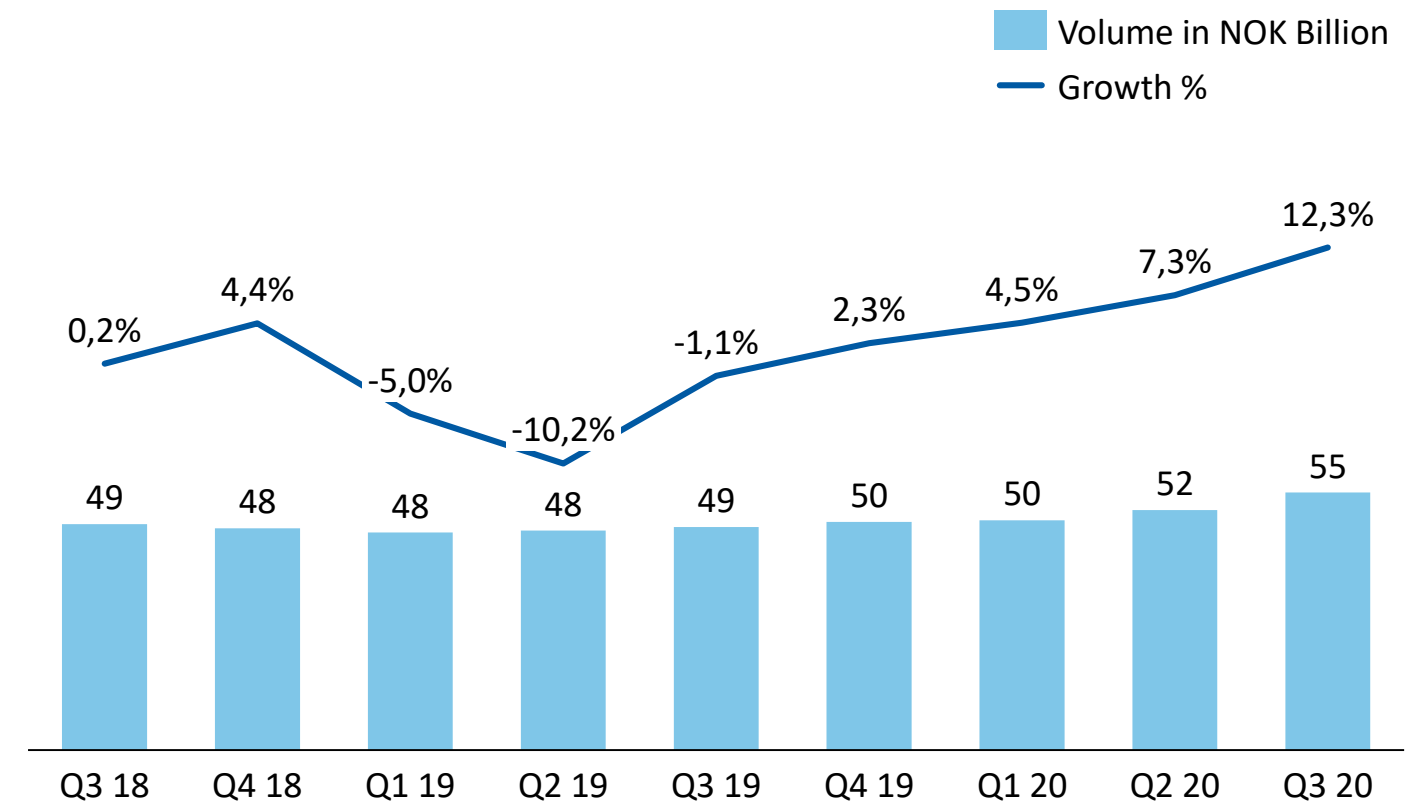
*In a total-distributed loan to value ratio, the entire loan is allocated to one and the same interval.
Home mortgages as defined in the Norwegian IRB framework; residential property must be at least 30% of a loan's security.
The figures include the loan portfolio in the covered bond companies (SB1 Boligkreditt AS and SR-Boligkreditt AS).*

Deposit volume and 12 month growth

Retail Market



Corporate Market (incl. Capital Market)



- In the last 12 months the total deposit volume has increased by NOK 11.1 billion to NOK 113.2 billion (10.8%).
 - Deposit growth is 9.7% excl. public sector.
- Volatility in deposit growth in the corporate market (incl. capital market) is mainly due to changes in deposit from public sector.

Net commission and other income

| MNOK | 30.09.2020 | 30.09.2019 | Q3 2020 | Q2 2020 | Q1 2020 | Q4 2019 | Q3 2019 |
|---|--------------|--------------|------------|------------|------------|------------|------------|
| Payment facilities | 184 | 205 | 54 | 61 | 69 | 66 | 77 |
| Savings/placements | 144 | 145 | 48 | 48 | 48 | 47 | 46 |
| Insurance products | 154 | 142 | 53 | 50 | 51 | 50 | 48 |
| Commission income real estate broking | 296 | 298 | 107 | 104 | 85 | 101 | 91 |
| Guarantee commission | 70 | 69 | 22 | 23 | 25 | 24 | 23 |
| Arrangement- and customer fees | 44 | 67 | 11 | 13 | 20 | 23 | 6 |
| Commission income SpareBank 1 SR-Bank Forretningspartner | 116 | 95 | 33 | 42 | 41 | 31 | 30 |
| Other | 9 | 9 | 2 | 3 | 4 | 11 | 3 |
| Net commission and other income excl. covered bond company | 1.017 | 1.030 | 330 | 344 | 343 | 353 | 324 |
| Commission income SB1 Boligkreditt | 9 | 27 | 6 | 0 | 3 | 6 | 8 |
| Net commission and other income incl. covered bond company | 1.026 | 1.057 | 336 | 344 | 346 | 359 | 332 |

Net income on investment securities

| MNOK | 30.09.2020 | 30.09.2019 | Q3 2020 | Q2 2020 | Q1 2020 | Q4 2019 | Q3 2019 |
|--|-------------|--------------|------------|------------|-------------|------------|------------|
| Dividends | 18 | 31 | 1 | 17 | 0 | 0 | 4 |
| Investment income, associates | 534 | 860 | 147 | 145 | 242 | 15 | 98 |
| Securities gains/losses | -140 | 76 | 36 | 122 | -298 | 20 | -24 |
| - of which capital change in shares and certificates | -56 | 75 | 38 | 27 | -121 | 36 | -6 |
| - of which capital change in certificates and bonds | 166 | -60 | -23 | 104 | 86 | -96 | -45 |
| - of which derivatives; certificates and bonds | -250 | 61 | 22 | -9 | -263 | 80 | 27 |
| Currency/interest gains/loans | 47 | 138 | 6 | 13 | 28 | -13 | 11 |
| - of which currency customer- and own-account trading | 97 | 94 | 36 | 52 | 9 | 37 | 33 |
| - of which value change basis swap spread | -16 | 24 | -32 | -48 | 64 | -34 | -16 |
| - of which counterparty risk derivatives including CVA | -49 | -1 | 1 | -42 | -8 | 1 | -2 |
| - of which IFRS-effects | 15 | 21 | 1 | 51 | -37 | -17 | -4 |
| Net income on investment securities | 459 | 1.105 | 190 | 297 | -28 | 22 | 89 |

When a basis swap is designated a hedging instrument for hedging a specifically identified loan, changes in the value of the hedging instrument linked to changes in the "basis spread" are recognized through other comprehensive income.

Subsidiaries

| Subsidiaries | MNOK | 30.09.2020 | 30.09.2019 |
|---|------------------------------------|------------|------------|
| EiendomsMegler 1 SR-Eiendom AS | Number of sales | 5.074 | 4.948 |
| | Operating profit before tax | 41 | 19 |
| SR-Forvaltning AS | Capital under management (BNOK) | 13 | 13 |
| | Operating profit before tax | 14 | 18 |
| FinStart Nordic AS | Operating profit before tax* | -89 | 25 |
| SpareBank 1 SR-Bank Forretningspartner AS | Operating profit before tax** | 17 | 9 |
| SR-Boligkreditt AS | Operating profit before tax | 534 | 473 |
| Monner AS | Operating profit before tax*** | -13 | -5 |
| Rygir Industrier AS and other | Operating profit before tax | 6 | -17 |
| Total subsidiaries | Operating profit before tax | 510 | 522 |

* The result in FinStart Nordic is consolidated and includes result from subsidiaries Beaufort Solutions AS.

** SpareBank 1 SR-Bank Forretningspartner has taken over Fast Solutions with effect from 1 September 2020. The result in Forretningspartner includes amortization of intangible assets of NOK 2.1 million (NOK 1.8 million per 30.09.2019).

***SpareBank 1 SR-Bank ASA purchased 100% of the shares in Monner AS on 1 July 2019.

Ownership interests

| Ownership interests | MNOK | 30.09.2020 | 30.09.2019 |
|---|--------------------------------|------------|------------|
| SpareBank 1 Gruppen AS | Interest ownership | 19,5% | 19,5% |
| | Profit share after tax | 107 | 264 |
| | Profit effect merger | 340 | 460 |
| SpareBank 1 Boligkreditt AS | Interest ownership | 2,2 % | 4,8% |
| | Profit share after tax | 2 | 6 |
| SpareBank 1 Næringskreditt AS | Interest ownership | 15,6 % | 19,1% |
| | Profit share after tax | 7 | 9 |
| BN Bank ASA | Interest ownership | 35,0 % | 35,0% |
| | Profit share after tax | 84 | 81 |
| SpareBank 1 Kreditt AS | Interest ownership | 17,7 % | 17,8% |
| | Profit share after tax | 2 | 13 |
| SpareBank 1 Betaling AS | Interest ownership | 19,8 % | 19,8% |
| | Profit share after tax | -3 | -7 |
| | Adjusted profit previous years | 0 | 14 |
| Other | Profit share after tax | -1 | 0 |
| Total ownership interests | Profit share after tax | 538 | 840 |
| FinStart Nordic AS* | Profit share after tax | -4 | 20 |
| Total ownership interests in the Group | Profit share after tax | 534 | 860 |

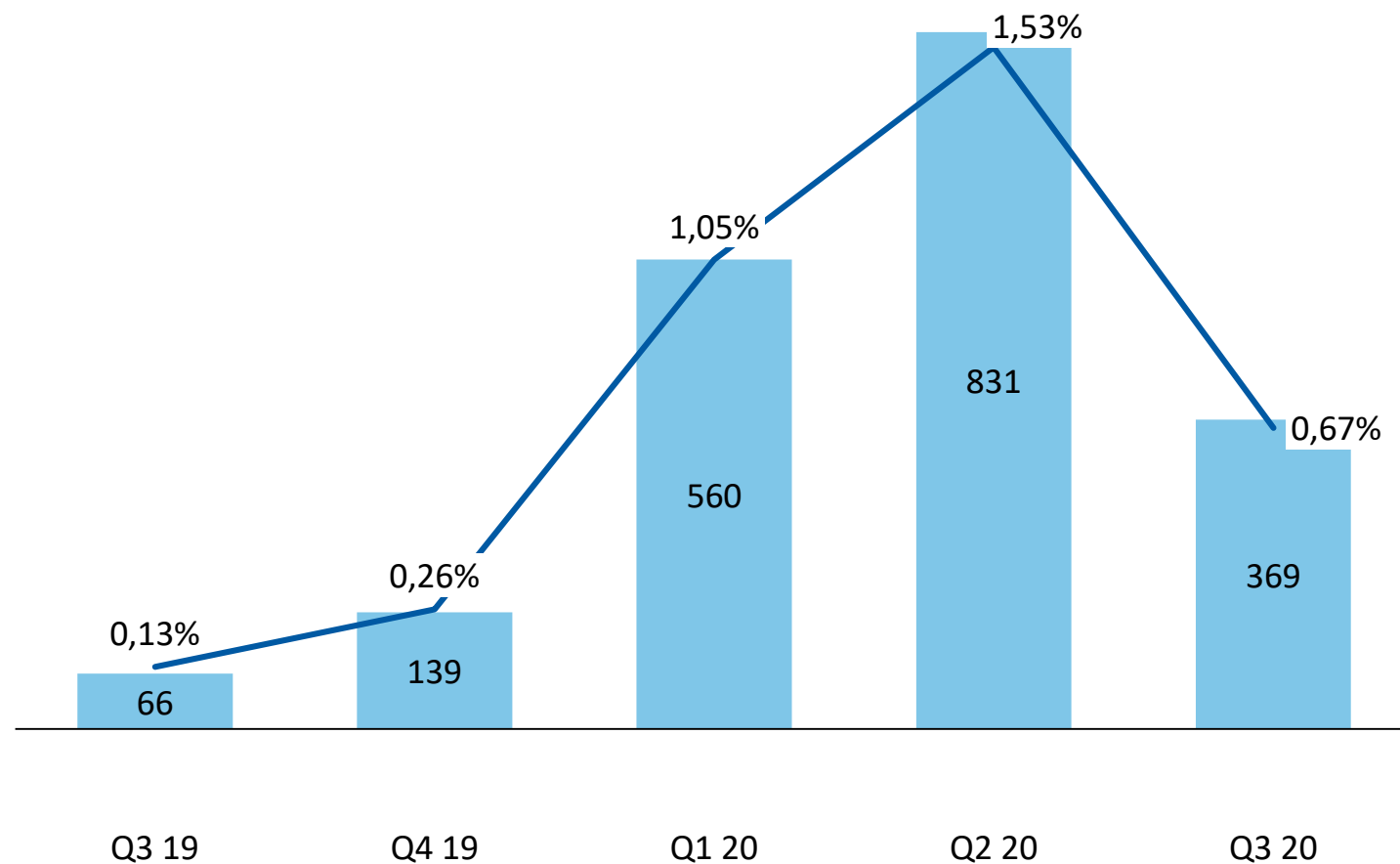
*Companies in which FinStart Nordic AS owns stakes of between 20-50% must, because of accounting rules, be measured as associated companies in the consolidated financial statements. The profit contribution here is included in the company's results on the previous page.

Operating expenses

| MNOK | 30.09.2020 | 30.09.2019 | Q3 2020 | Q2 2020 | Q1 2020 | Q4 2019 | Q3 2019 |
|---------------------------------------|--------------|--------------|------------|------------|------------|------------|------------|
| Payroll and pensions | 852 | 883 | 297 | 277 | 278 | 328 | 307 |
| Other staff expenses | 183 | 193 | 60 | 53 | 70 | 68 | 68 |
| Total personnel expenses | 1.035 | 1.076 | 357 | 330 | 348 | 396 | 375 |
| IT expenses | 285 | 272 | 95 | 98 | 92 | 91 | 91 |
| Marketing | 54 | 59 | 16 | 17 | 21 | 31 | 20 |
| Other administrative expenses | 57 | 72 | 15 | 15 | 27 | 30 | 21 |
| Total administrative expenses | 396 | 403 | 126 | 130 | 140 | 152 | 132 |
| Depreciation | 142 | 100 | 59 | 42 | 41 | 37 | 40 |
| Operating expenses from real estate | 23 | 23 | 7 | 8 | 8 | 12 | 7 |
| Other operating expenses | 161 | 198 | 46 | 60 | 55 | 81 | 61 |
| Total other operating expenses | 326 | 321 | 112 | 110 | 104 | 130 | 108 |
| Total operating expenses | 1.757 | 1.800 | 595 | 570 | 592 | 678 | 615 |

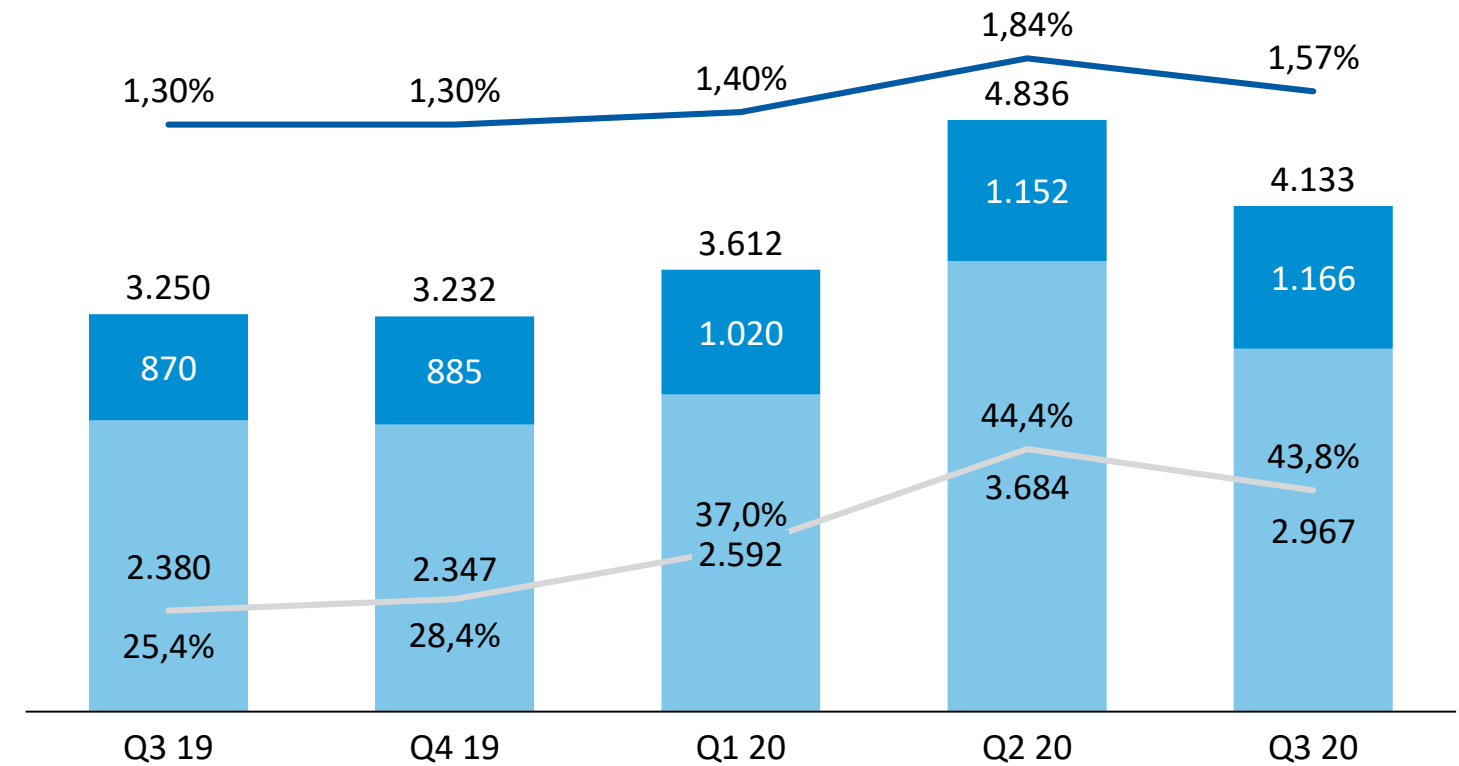
Impairments on loans and financial commitments / Loans and financial commitments defined as Stage 3

Impairments on loans and financial commitments



■ Impairments on loans and financial commitments, MNOK
— Impairment in % of average gross loans incl. from covered bond company

Changes in gross loans and financial commitments defined as Stage 3



— Stage 3 in % of gross loans and financial commitments incl. covered bond company
■ Loans in Stage 3, MNOK
■ Financial commitments in Stage 3, MNOK
— Loss provisions as a share of gross commitments

Impairments on loans and financial commitments

Impairments on loans and financial commitments in the income statement (MNOK)

| | 30.09.2020 | 30.09.2019 | Q3 2020 | Q2 2020 | Q1 2020 | Q4 2019 | Q3 2019 |
|--------------------------|--------------|------------|------------|------------|------------|------------|-----------|
| Corporate customers | 1.675 | 90 | 360 | 771 | 544 | 121 | 82 |
| Retail customers | 85 | 6 | 9 | 60 | 16 | 18 | -16 |
| Total impairments | 1.760 | 96 | 369 | 831 | 560 | 139 | 66 |

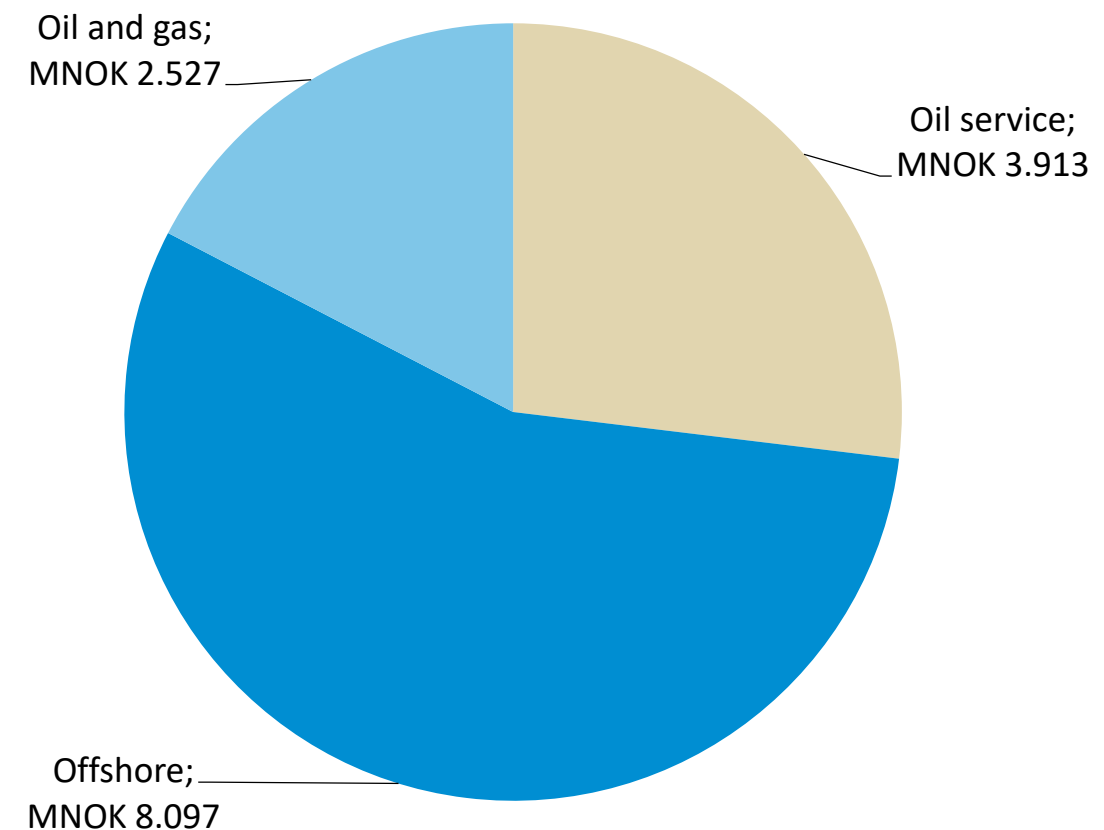
Impairments on loans and financial commitments in the balance sheet (MNOK)

| | 30.09.2020 | 30.09.2019 | 30.09.2020 | 30.06.2020 | 31.03.2020 | 31.12.2019 | 30.09.2019 |
|---|--------------|--------------|--------------|--------------|--------------|--------------|--------------|
| Corporate customers | 2.352 | 1.311 | 2.352 | 2.695 | 1.930 | 1.396 | 1.311 |
| Retail customers | 216 | 148 | 216 | 218 | 168 | 160 | 148 |
| Total impairments on loans and financial commitments | 2.568 | 1.459 | 2.568 | 2.913 | 2.098 | 1.556 | 1.459 |

Lending to oil and offshore

6.0% (BNOK 14.5) of total EAD* is related to oil operations

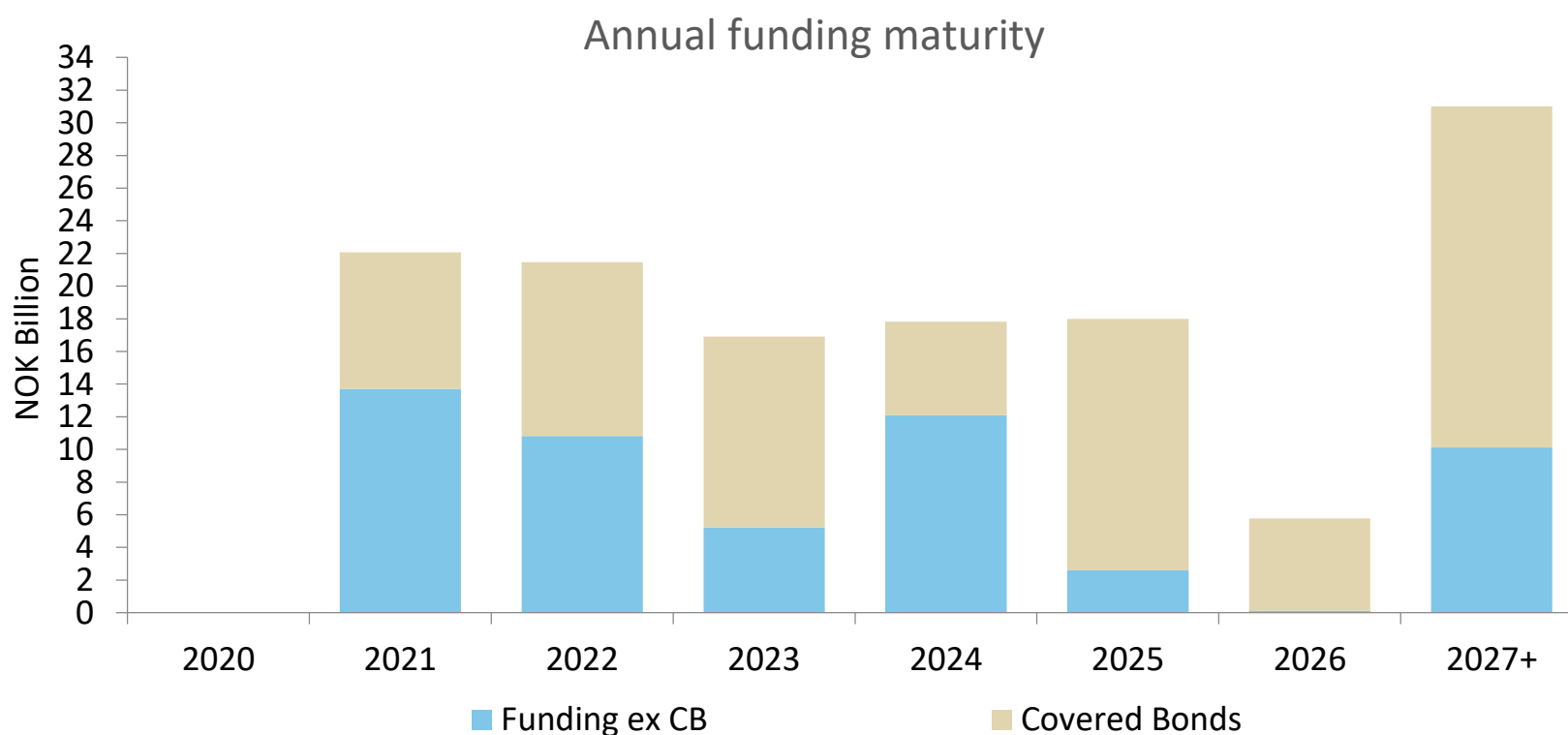
- Oil services
 - EAD NOK 3.9 billion, 1.6% of the bank's total EAD
 - Funding of operating capital through current and fixed assets, as well as guarantees
- Exploration and production companies
 - EAD NOK 2.5 billion, 1.0% of the bank's total EAD
 - Exposure primarily to companies with activities on the Norwegian continental shelf
- Offshore
 - EAD NOK 8.1 billion, 3.3% of the bank's total EAD
 - Exposure primarily to industrial-oriented shipping companies with integrated organization (Offshore service vessels, Rig and Seismic vessels)



EAD: Exposure at default

Funding

- NSFR* 123%
- LCR** 154%
- NOK 19.8 billion net refinancing need over the next 12 months
- Deposit to loans ratio 52.2%
- MREL subordination requirement 27,4% according to BRRD2 proposal as of 15 Oct 2020 from Ministry of Finance



SRBANK
SPAREBANK 1 SR-BANK ASA
(incorporated with limited liability in Norway)
€10,000,000,000
Euro Medium Term Note Programme

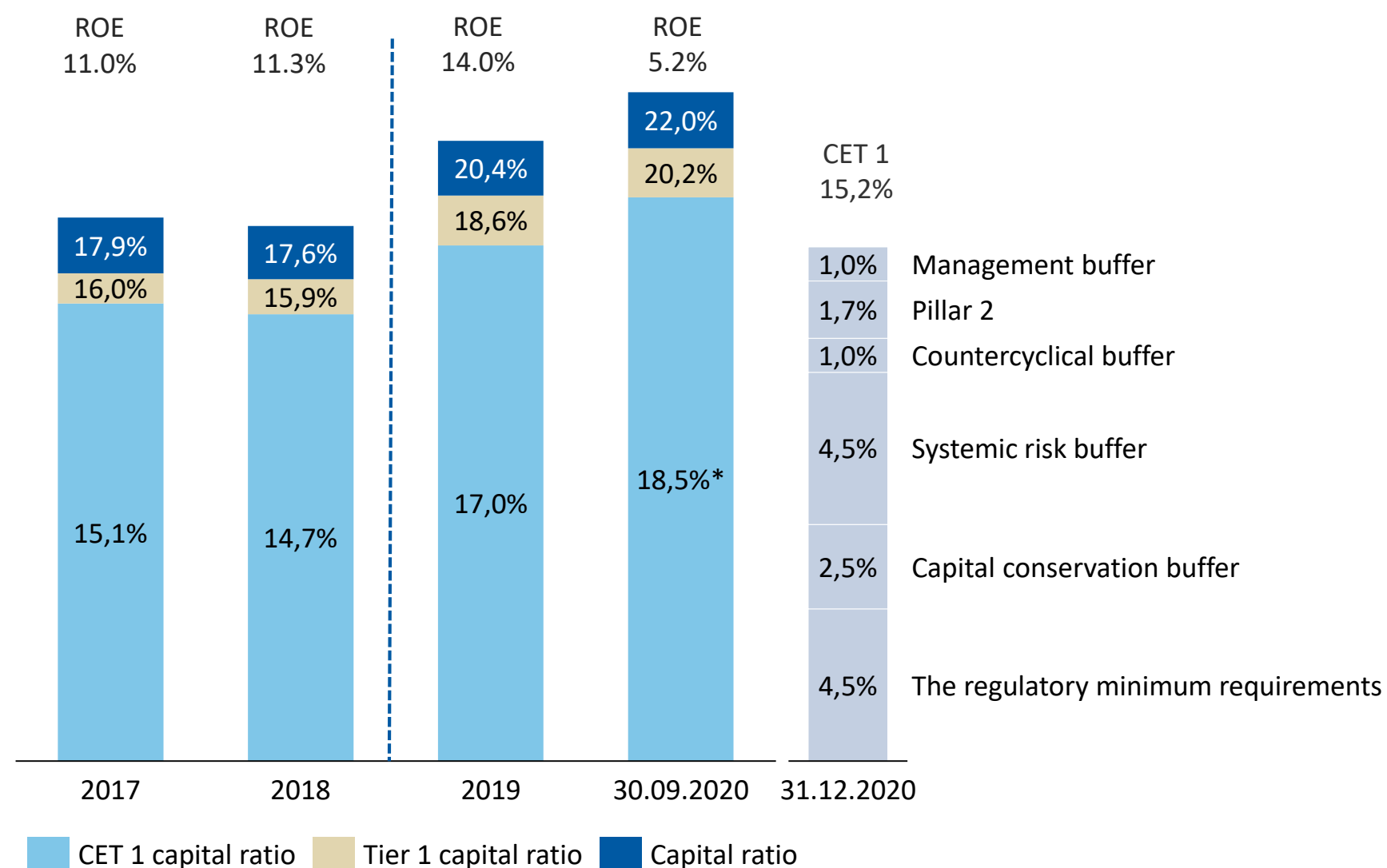
SR-Boligkreditt
SR-BOLIGKREDITT AS
(incorporated with limited liability in Norway)
€10,000,000,000
Euro Medium Term Covered Note Programme

*The net stable funding ratio (NSFR) is defined as available stable funding relative to necessary stable funding. NSFR is calculated in accordance with guidelines from the Financial Supervisory Authority of Norway.

**High quality liquid assets divided by total net cash outflow in a 30-day, serious stress scenario.

Solid capital ratio

- The EU's capital adequacy regulations (CRR/CRD IV) came into force on 31 December 2019. These entail, among other things, a reduction in the capital requirements for loans to small and medium-sized enterprises (SME) and the elimination of the so-called Basel I floor.
- The regulatory requirement is 12.7% after the countercyclical buffer was reduced from 2.5% to 1.0% in the first quarter of 2020. SpareBank 1 SR-Bank posted a CET 1 capital ratio of 18.5%.
- The systemic risk buffer will increase from 3.0% to 4.5% lifting the CET 1 requirement to 15.2% at 31 December 2020 incl. 1.0% management buffer.
- SpareBank 1 SR-Bank is not defined as a systemically important financial institution (SIFI).
- The leverage ratio was 7.9% as at 30 September 2020, well above the minimum requirement at 5.0%.



*On 23 April 2020, the annual general meeting approved the board's proposal that no dividend be paid out for 2019. At the same meeting, the board was authorised to make a decision about the distribution of a dividend, at some later point in time, of up to NOK 5.50 per share based on the bank's approved annual financial statements for 2019. The authorisation remains valid until the next ordinary general meeting in 2021.

Outlook

- Economic development has been positive in Norway the last six months. Uncertainty still prevail given both low oil price and the ongoing Covid-19 situation, but the Norwegian state is particularly well-equipped to contribute financially. Extensive measures aimed at both the retail and corporate sector has been effectuated, but lower levels of investment and demand for loans for corporates are expected.
- Norges Bank has cut its policy rate by 1.50 percentage points to 0.0% in May 2020. A stable policy rate is expected until a gradual increase from the autumn 2022.
- SpareBank 1 SR-Bank's long-term target is a minimum return on equity of 12%, but as a consequence of the Covid-19 outbreak, return on equity in 2020 is estimated to be lower than the long-term target.
- SpareBank 1 SR-Bank's focus on digitalisation and automation, both internally and in relation to customers, has enabled almost all of the group's employees to work from home office. Customers have been looked after in an efficient and satisfactory manner.
- Given its solid financial position, the group is very well equipped to tackle crises and this will help to ensure that the SpareBank 1 SR-Bank Group remains a solid financial group after the Covid-19 outbreak ends as well.
- Geographic expansion, digitalization and growth will transform SpareBank 1 SR-Bank from a regional savings bank to a bank for the whole of Southern Norway.

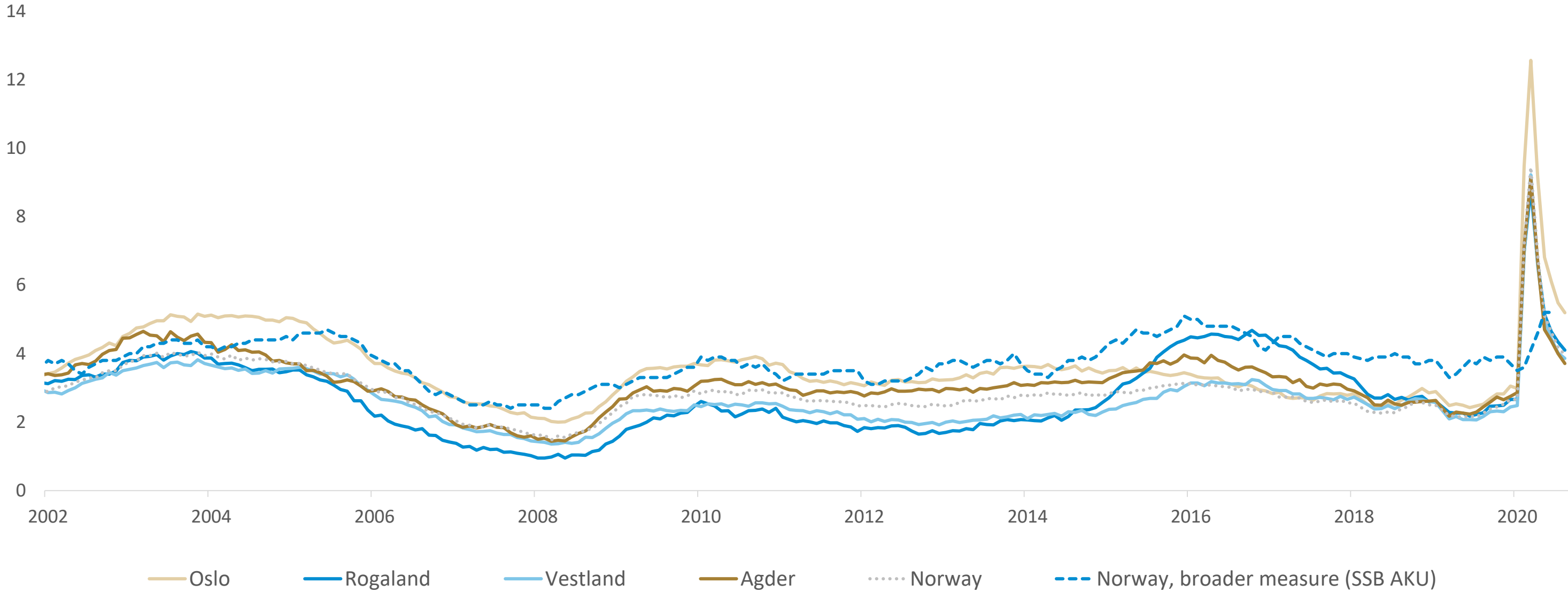
APPENDIX

- 1) **Macro**
- 2) Loan portfolio
- 3) Risk
- 4) SpareBank 1 SR-Bank

Increased unemployment (NAV) as a result of Covid-19, but lower after April

Fully unemployed increased from 2% to 10%. Since then, it has fallen to 4,4%. Still highest in Oslo.

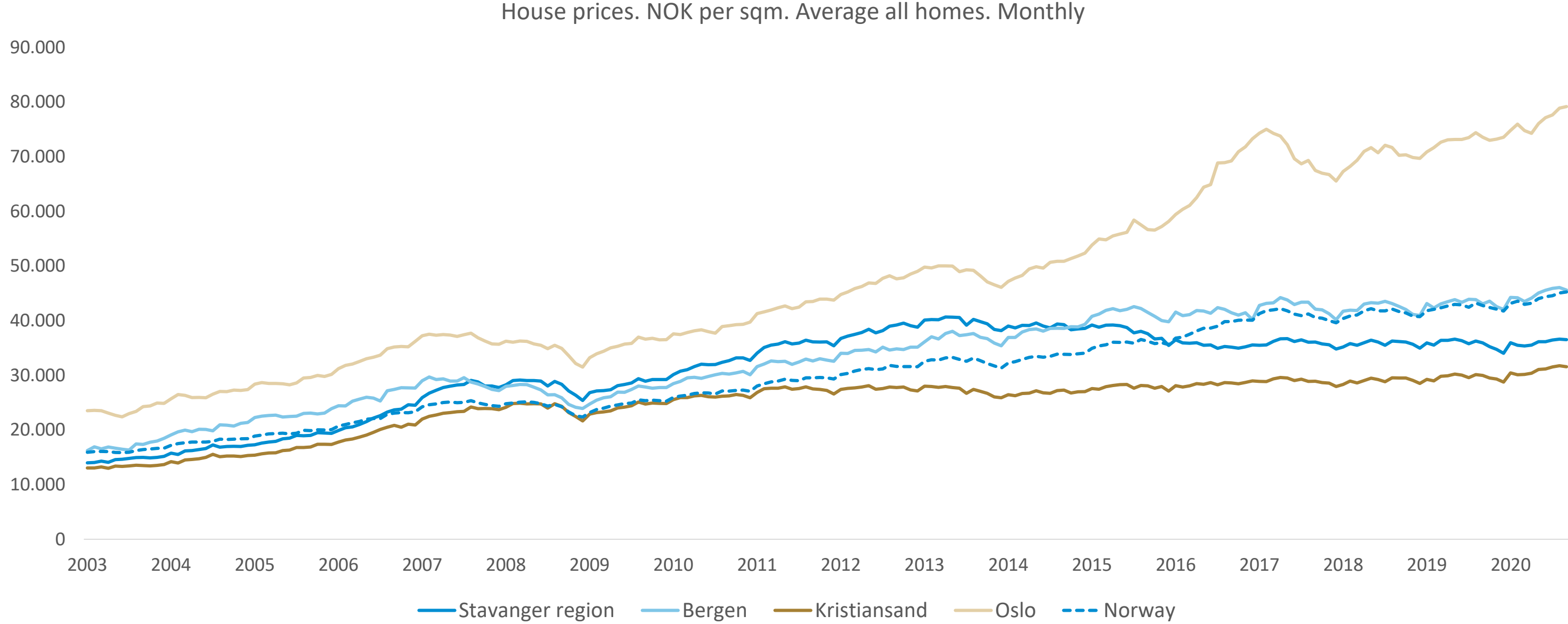
Norwegian unemployment rate, %, registered (NAV), seasonal adj., monthly



Kilde: NAV og SSB.

Norwegian house prices have increased by 6% last 12 months

Impact from Covid-19 dampened the market for some time, but sales and prices have picked up last months



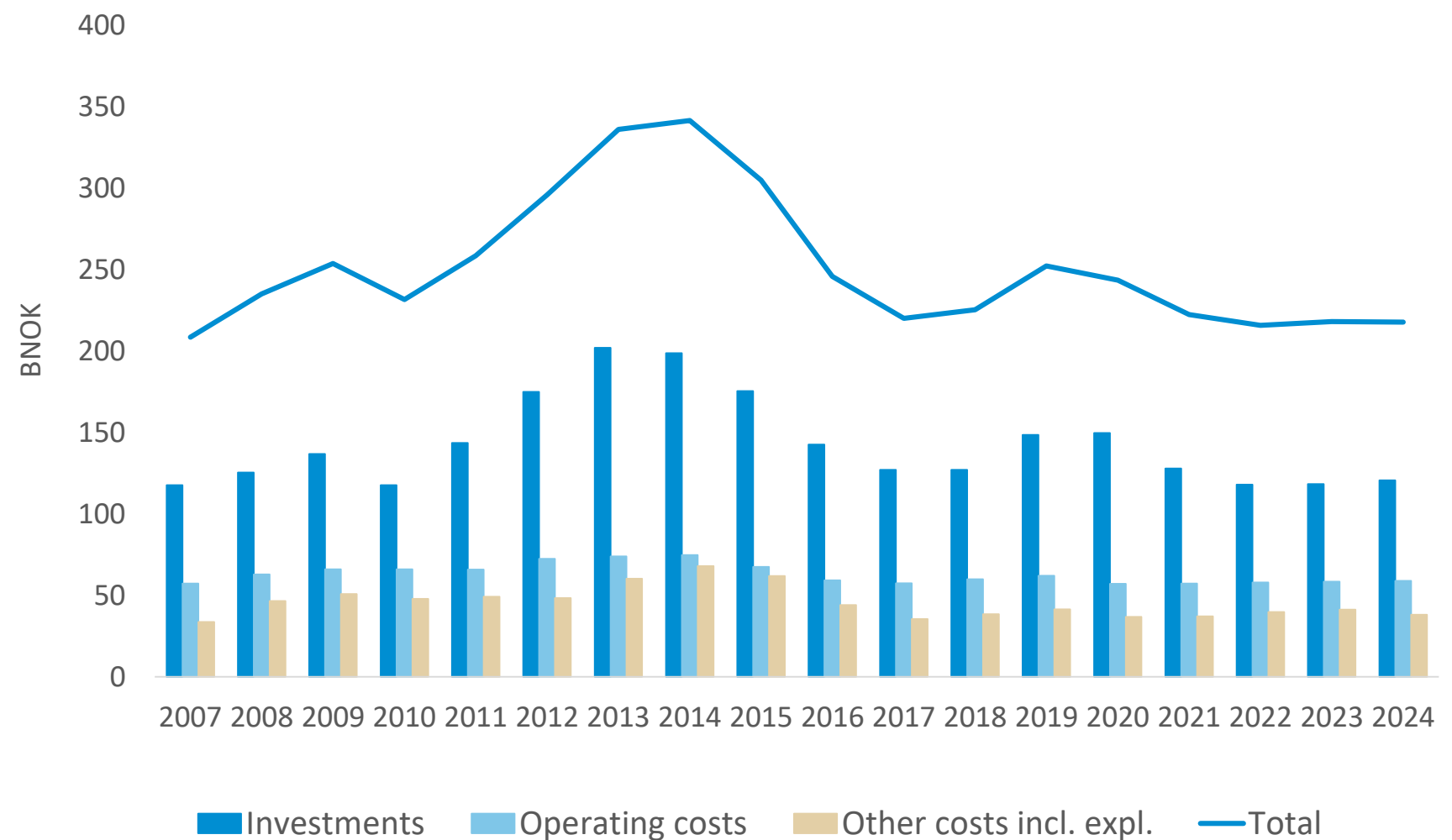
Source : Finn.no, Eiendom Norge og Eiendomsverdi.

Lower petroleum prices and increased uncertainty dampen activity

Activity on the Norwegian Continental Shelf probably near unchanged in 2020, then down in 2021 before levelling out

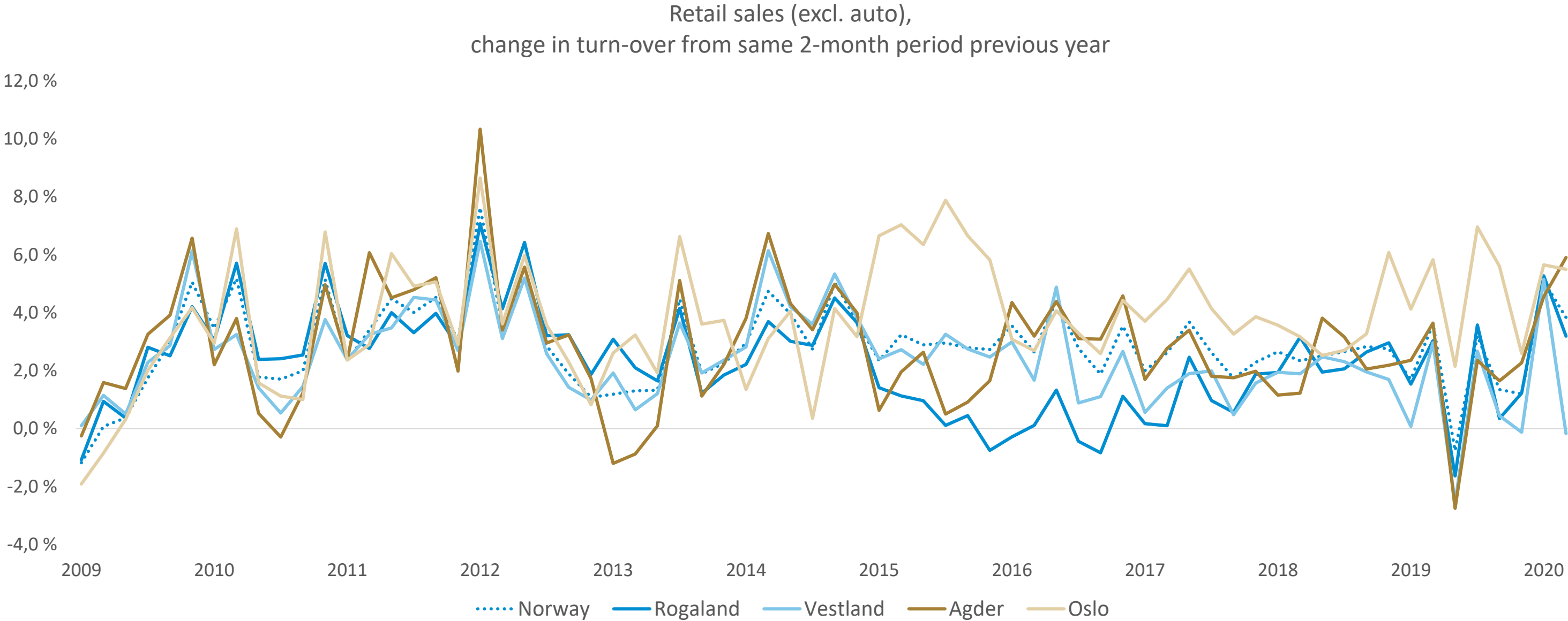
- Overall activity on the Norwegian Continental Shelf (NCS) had a marked increase for many years up to 2014. Activity increased over 60% from 2007 to 2014.
- Activity fell markedly in 2015 and 2016 and somewhat less in 2017. Thereafter, there was some upturn in 2018 and even more strongly in 2019.
- At the beginning of 2020, some increase in petroleum activity was expected in 2020. Covid-19 has led to lower prices and increased uncertainty, but the support package lifts activity. The NPD expects a decline of 3% in 2020 for total activity and a decline of 9% in 2021. Thereafter, near unchanged development is expected.

Petroleum activity on Norwegian Continental Shelf. BNOK (2020 NOK).
As of 7 Oct 2020 Source: NPD



Retail trade in Norway increased in 2019 and Covid-19 impacts 2020

Covid-19 has had a big impact. Groceries increased a lot in the beginning. Gradually, other goods have also increased



Source: SSB.

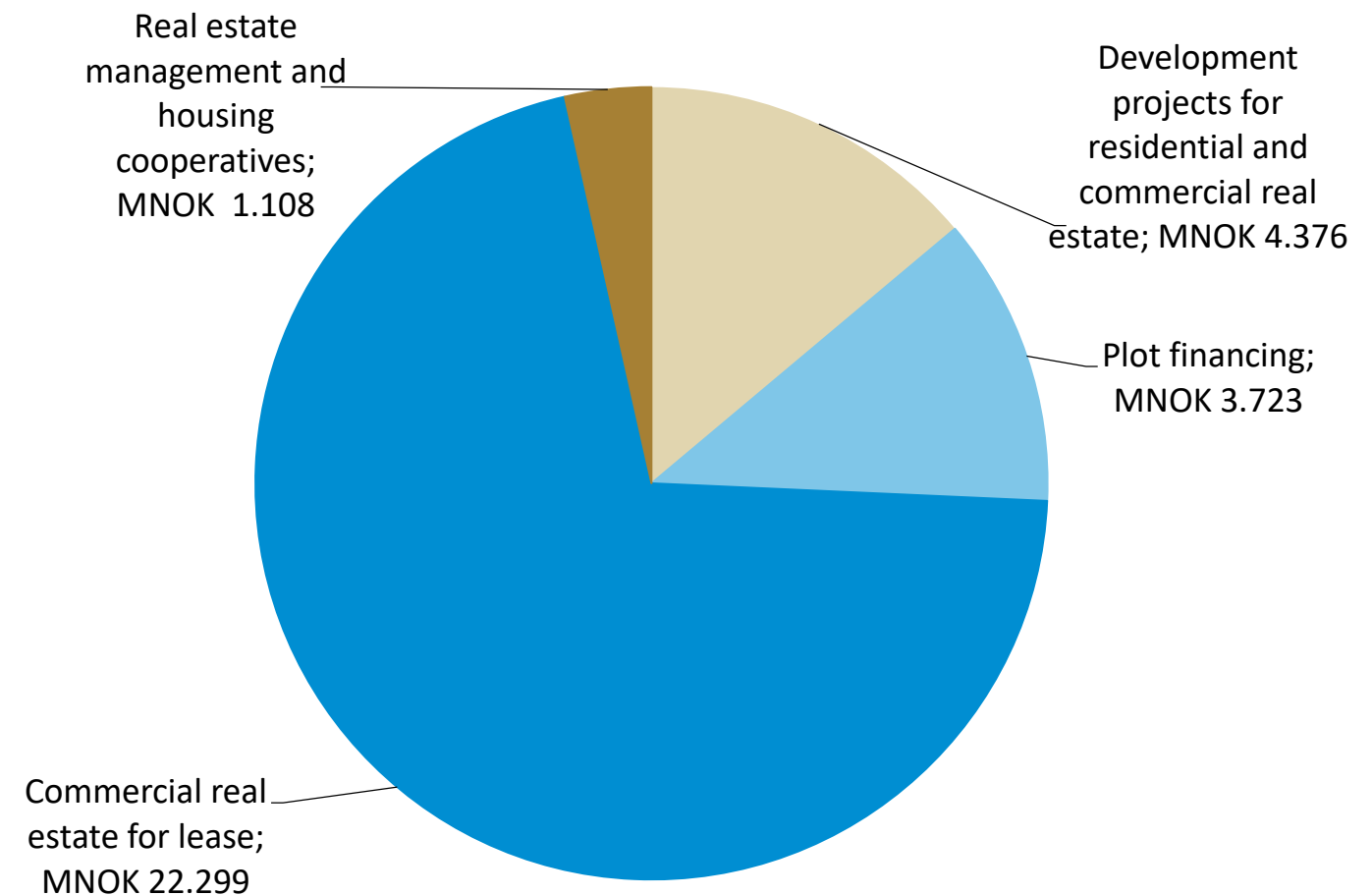
APPENDIX

- 1) Macro
- 2) Loan portfolio**
- 3) Risk
- 4) SpareBank 1 SR-Bank

Lending to commercial real estate

13.0% (BNOK 31.5) of total EAD* is related to commercial real estate

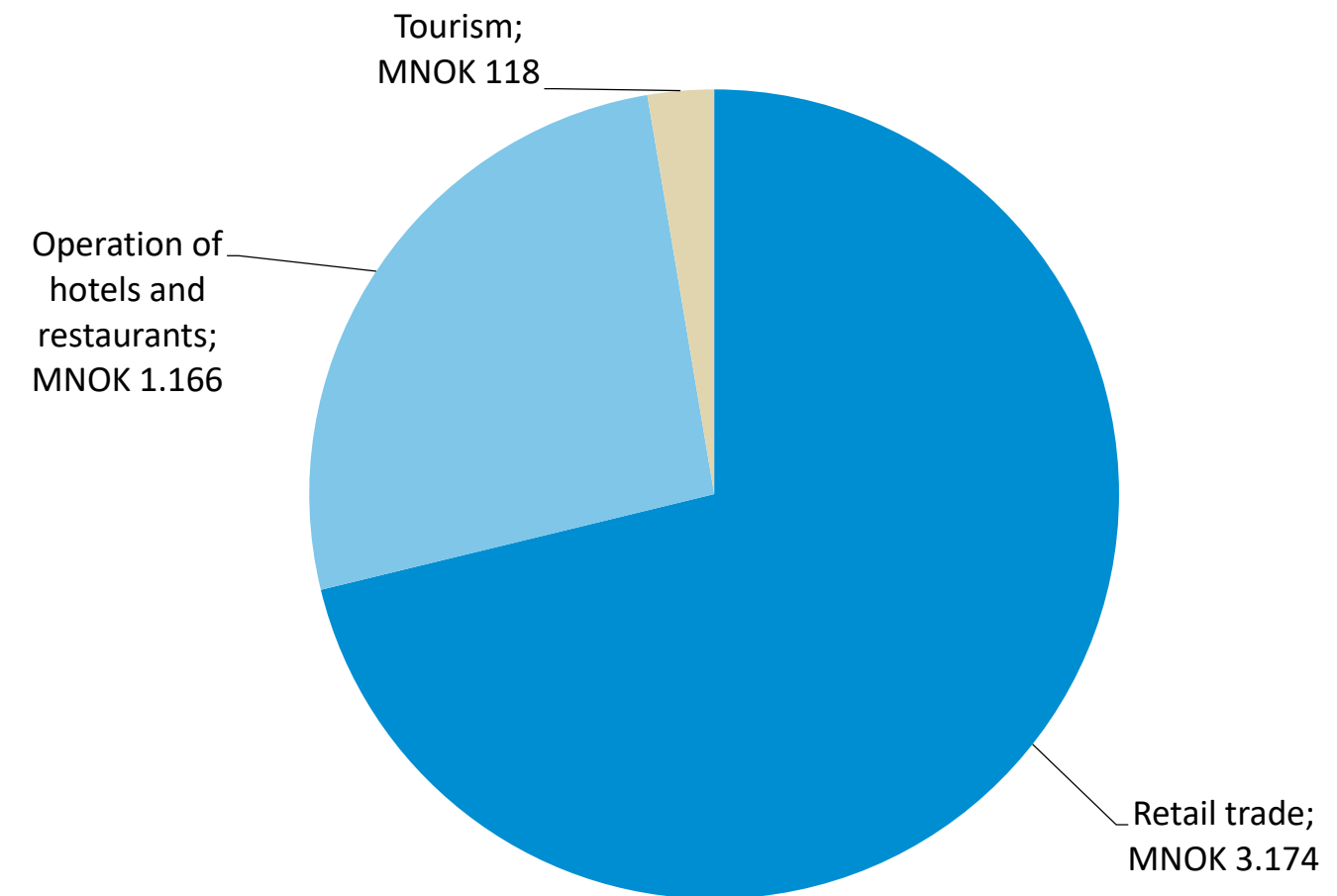
- Commercial real estate for lease
 - EAD NOK 22.3 billion, 9.2% of the bank's total EAD
 - The portfolio is characterised by lending to commercial properties for leasing with long-term contracts and financially solid tenants. The vacancy rate is limited.
 - Financing by type of premises:
 - 42% Office buildings, 26% Industrial buildings, 20% Retail stores and shopping malls, 10% Hotels, 2% Other
- Plot financing
 - EAD NOK 3.7 billion, 1.5% of the bank's total EAD
 - Average funding ratio is below 50%
- Development projects for residential and commercial real estate
 - EAD NOK 4.4 billion, 1.8% of the bank's total EAD
 - Minimum pre-sale requirement is 70%.
- Real estate management and housing cooperatives
 - EAD NOK 1.1 billion, 0.5% of the bank's total EAD



Lending to retail trade, hotels and restaurants

1.8% (BNOK 4.5) of total EAD* is related to retail trade, hotels and restaurants

- Retail trade
 - EAD NOK 3.2 billion, 1.3% of the bank's total EAD
- Operation of hotels and restaurants
 - EAD NOK 1.2 billion, 0.5% of the bank's total EAD
- Tourism
 - EAD NOK 0.1 billion, 0.05% of the bank's total EAD

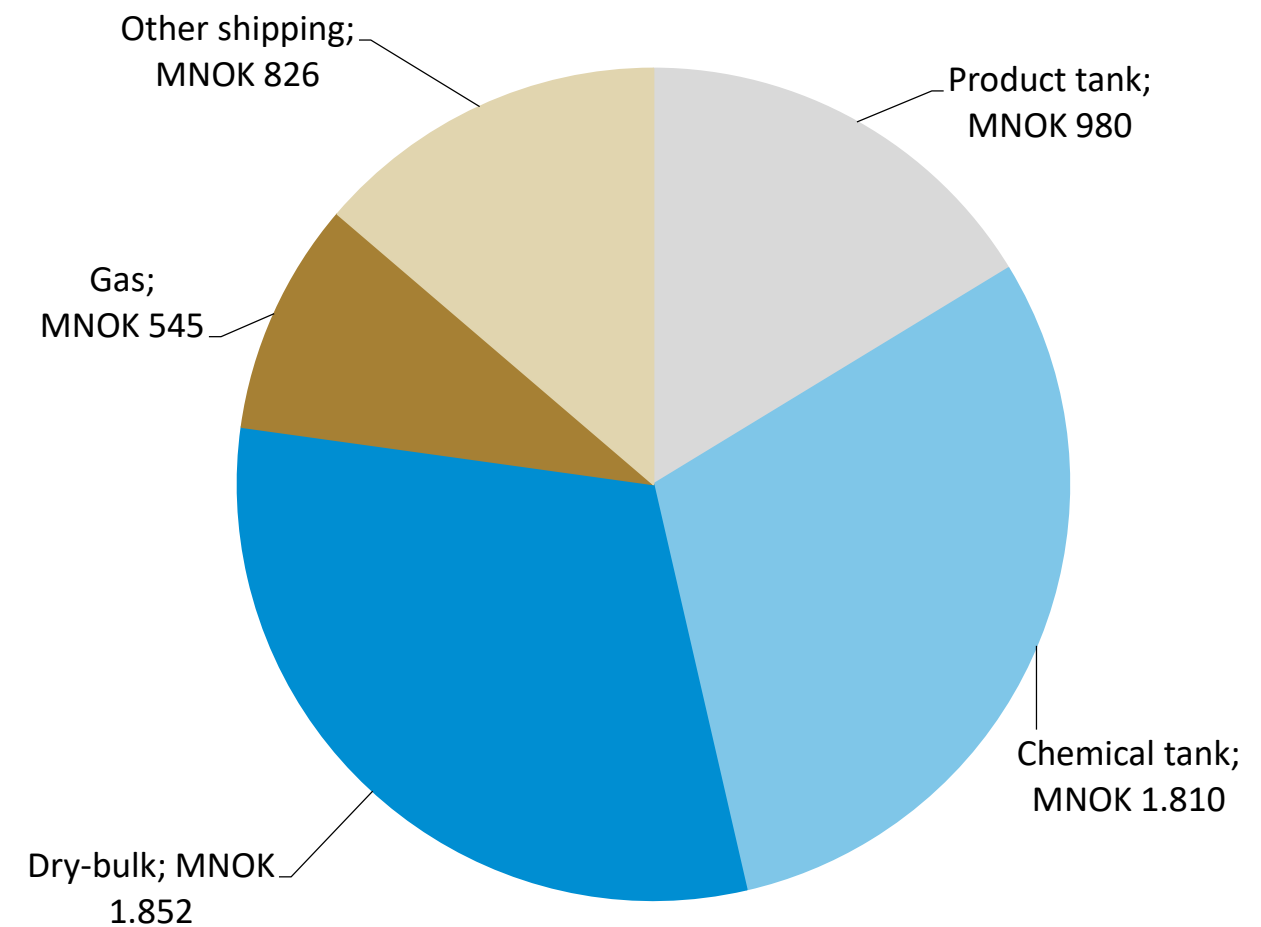


EAD: Exposure at default

Lending to shipping

2.5% (BNOK 6.0) of total EAD* is related to shipping

- Product tank
 - EAD NOK 1.0 billion, 0.4% of the bank's total EAD
- Chemical tank
 - EAD NOK 1.8 billion, 0.8% of the bank's total EAD
- Dry-bulk
 - EAD NOK 1.9 billion, 0.8% of the bank's total EAD
- Gas
 - EAD NOK 0.5 billion, 0.2% of the bank's total EAD
- Other shipping
 - EAD NOK 0.8 billion, 0.3% of the bank's total EAD



EAD: Exposure at default

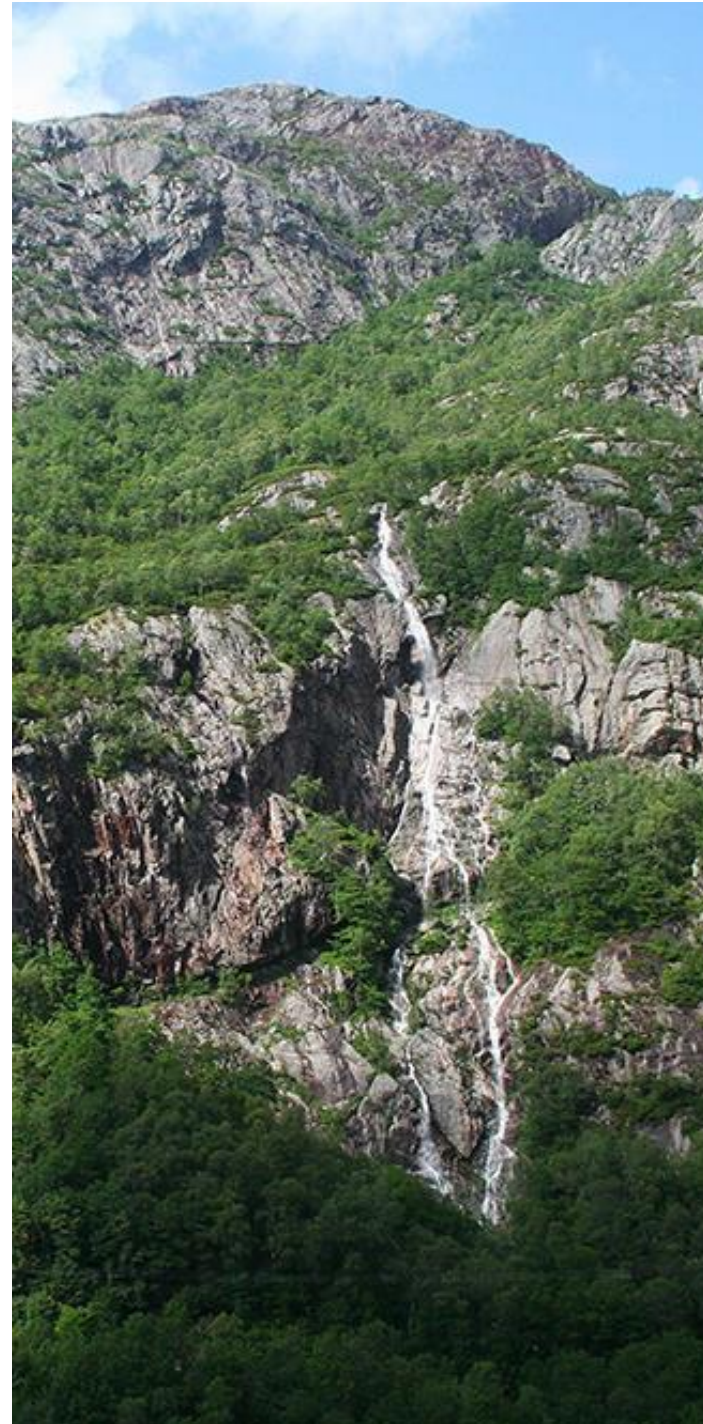
APPENDIX

- 1) Macro
- 2) Loan portfolio
- 3) **Risk**
- 4) SpareBank 1 SR-Bank

SpareBank 1 SR-Bank has a moderate risk profile in which no single event should be capable of seriously harming the bank's financial position



- The core purpose of the banking industry is to create value by assuming deliberate and acceptable risk
 - SpareBank 1 SR-Bank therefore invests significant resources in developing risk management systems, processes and expertise that are in line with leading international practice
- The bank's primary market areas are South of Norway
 - The bank's primary market areas for credit exposure are Rogaland, Agder, Vestland as well as Oslo and Viken
- The bank's set clear requirements for loan activities in the corporate market
 - The activities that are financed must have a long-term perspective
 - The group must be very familiar with the ownership and management of the company
 - All financing decisions are based on the customer's debt-servicing capacity and a lack of debt-servicing capacity may not be compensated for through higher security
 - Shipping and offshore related financing (including significant parts of oil-related activities) are handled by centralized expertise

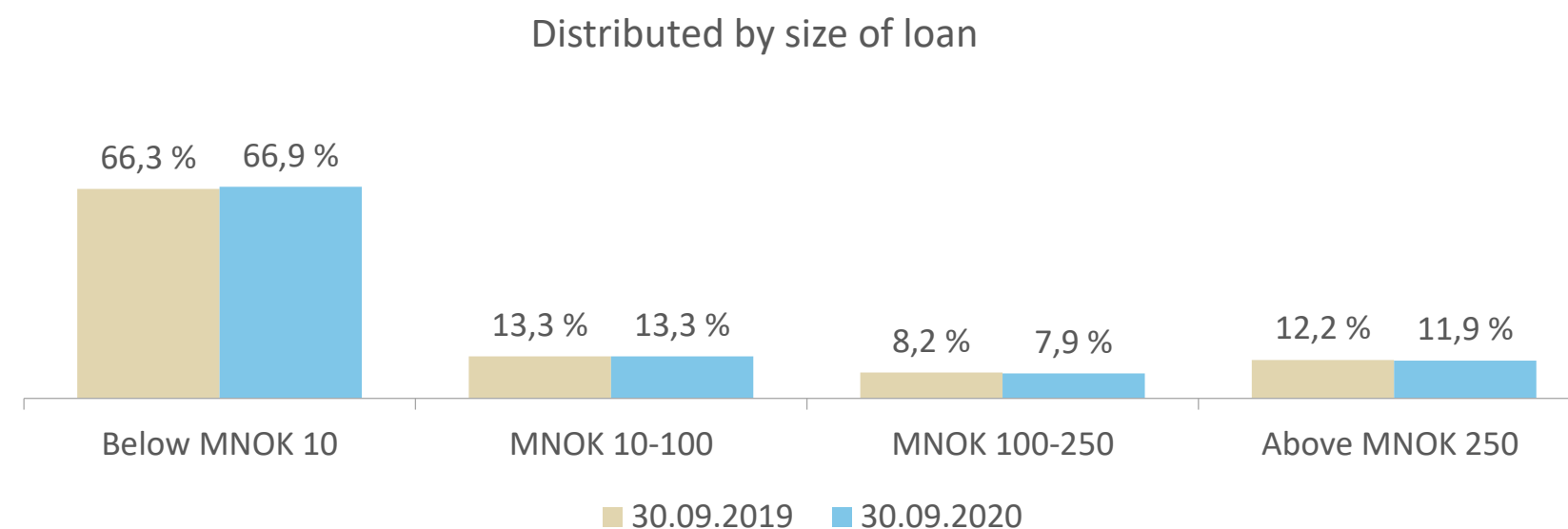
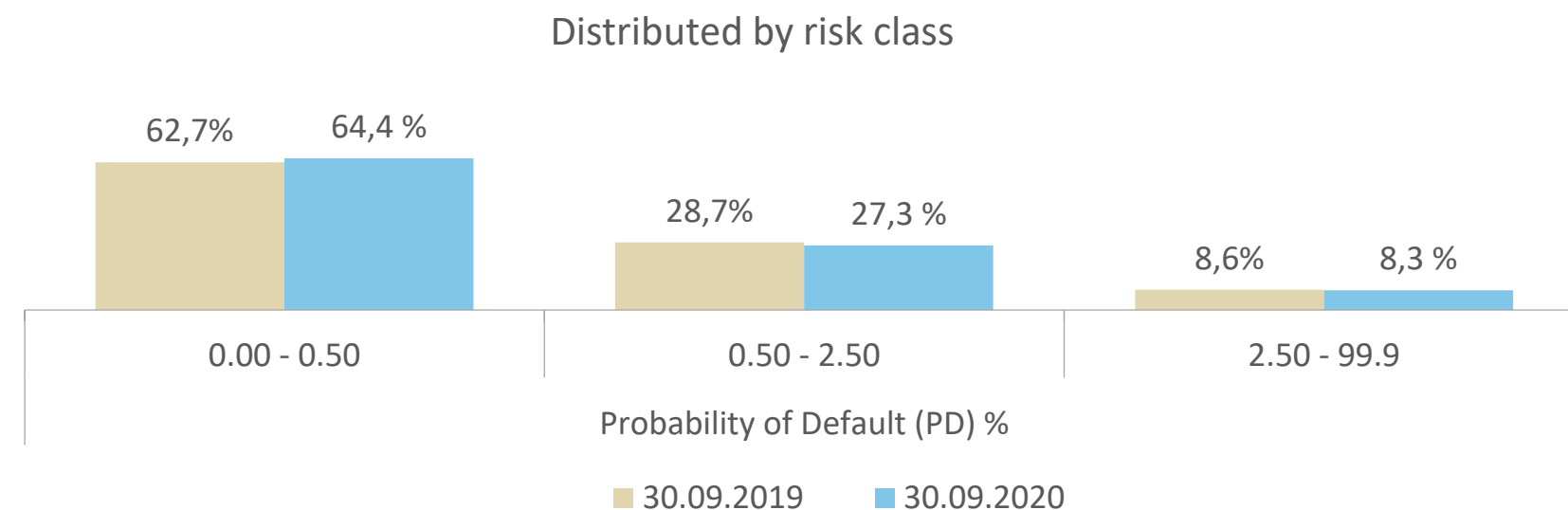


- The bank sets specific limits for the size of commitments as well as requirements concerning industry diversification
 - The maximum total exposure to an individual customer must be significantly lower than the regulatory requirements
 - The maximum unsecured exposure to an individual customer must not be so great that the potential loss cannot be absorbed without the group's financial position being significantly affected
 - This requires a diversified portfolio. The exposure to specific industries is subject to specific limits
- The bank sets special requirements for all property financing
 - Self-financing requirements apply for all types of property financing - in relation to both residential and commercial property
 - Advanced sales requirements also apply for financing housing development projects
 - In addition to this, requirements that limit loan size/rent income ratio apply for financing commercial property



Risk profile of the loan portfolio

- SpareBank 1 SR-Bank has a solid loan portfolio. Portfolio quality improved last year.
- The loan portfolio consists mainly of small and medium-sized loans.

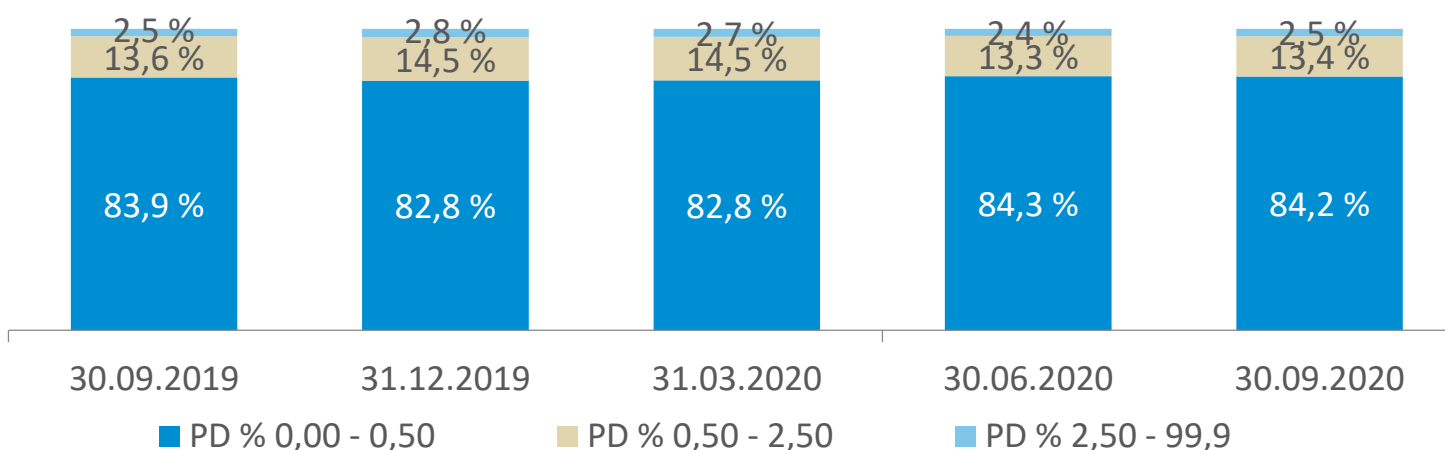


**Probability of default (PD) through a full cycle of loss.*

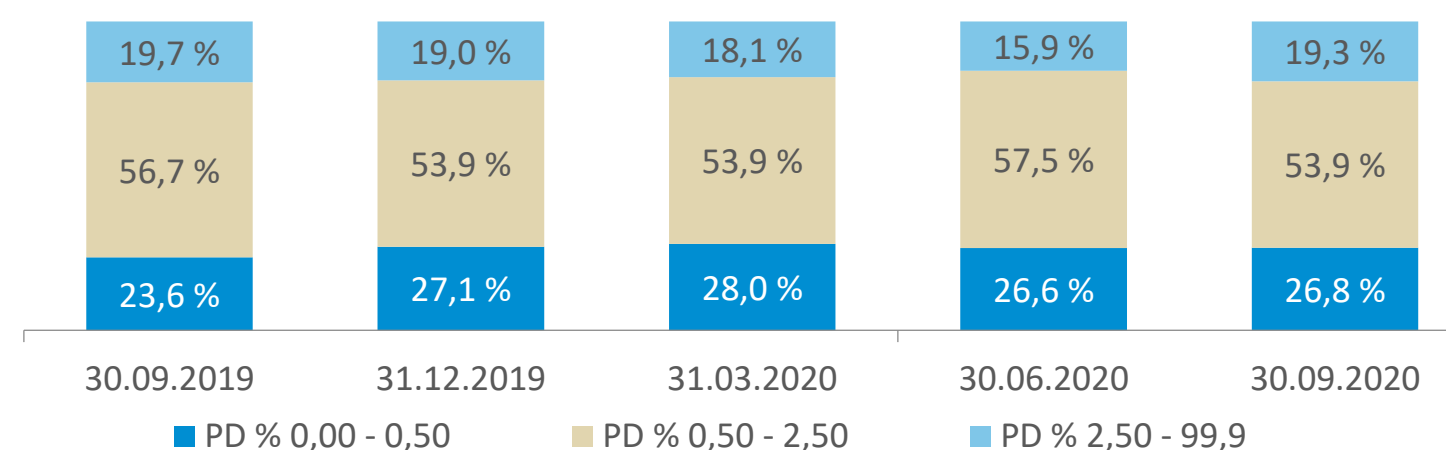
The figures include the loan portfolio in the covered bond companies (SB1 Boligkreditt AS and SR-Boligkreditt AS).

Risk profile – Lending to the retail and corporate market

Retail market portfolio distributed by risk class



Corporate lending portfolio distributed by risk class



- The quality of the retail market portfolio is considered to be good and has low potential losses.
- The low risk profile is achieved through prudent customer selection and requirements for moderate LTV. Most of the portfolio is secured against a mortgage on real estate, and lending is overall moderate compared to asset value.

- The quality of the corporate market portfolio is good. Portfolio quality improved last year.
- There is a clearly defined framework that sets limit on what is funded and conditions for particular funding purposes. This ensures a robust portfolio.

*Probability of default (PD) through a full cycle of loss.

The figures include the loan portfolio in the covered bond companies (SB1 Boligkreditt AS and SR-Boligkreditt AS).

APPENDIX

- 1) Macro
- 2) Loan portfolio
- 3) Risk
- 4) **SpareBank 1 SR-Bank**

SpareBank 1 SR-Bank ASA

| Business divisions | Fully owned companies | | Partly owned companies | |
|---|---|--|---|---|
| Capital Market Number of man-years: 24 | EiendomsMegler 1 Leading real estate broker Number of man-years: 197 | SR-Boligkreditt Covered Bond Funding Number of man-years: 1 | BN Bank (35.0%) Commercial bank located in Oslo and Trondheim | SpareBank 1 Gruppen (19.5%) Holding company for the SpareBank 1 - Alliance |
| Retail Market Number of man-years: 458 | SR-Forvaltning Asset management Number of man-years: 13 | FinStart Nordic** Investmentportfolio FinTec Number of man-years: 16 | SpareBank 1 Boligkreditt (2.2%) Covered bond company (mortgages) | SpareBank 1 Næringskreditt (15.6%) Covered bond company (commercial real estate) |
| Corporate Market Number of man-years: 153 | SpareBank 1 SR-Bank Forretningspartner* Accounting and advisory Number of man-years: 159 | Monner Digital loan-platform for small businesses Number of man-years: 15 | SpareBank 1 Kreditt (17.7%) Credit card company located in Trondheim | SpareBank 1 Betaling*** (19.8%) The company behind mobile payment solution |
| Administration & Support Number of man-years: 290 | | | | |

*SpareBank 1 SR-Bank Forretningspartner has taken over Fast Solutions with effect from 1 September 2020.

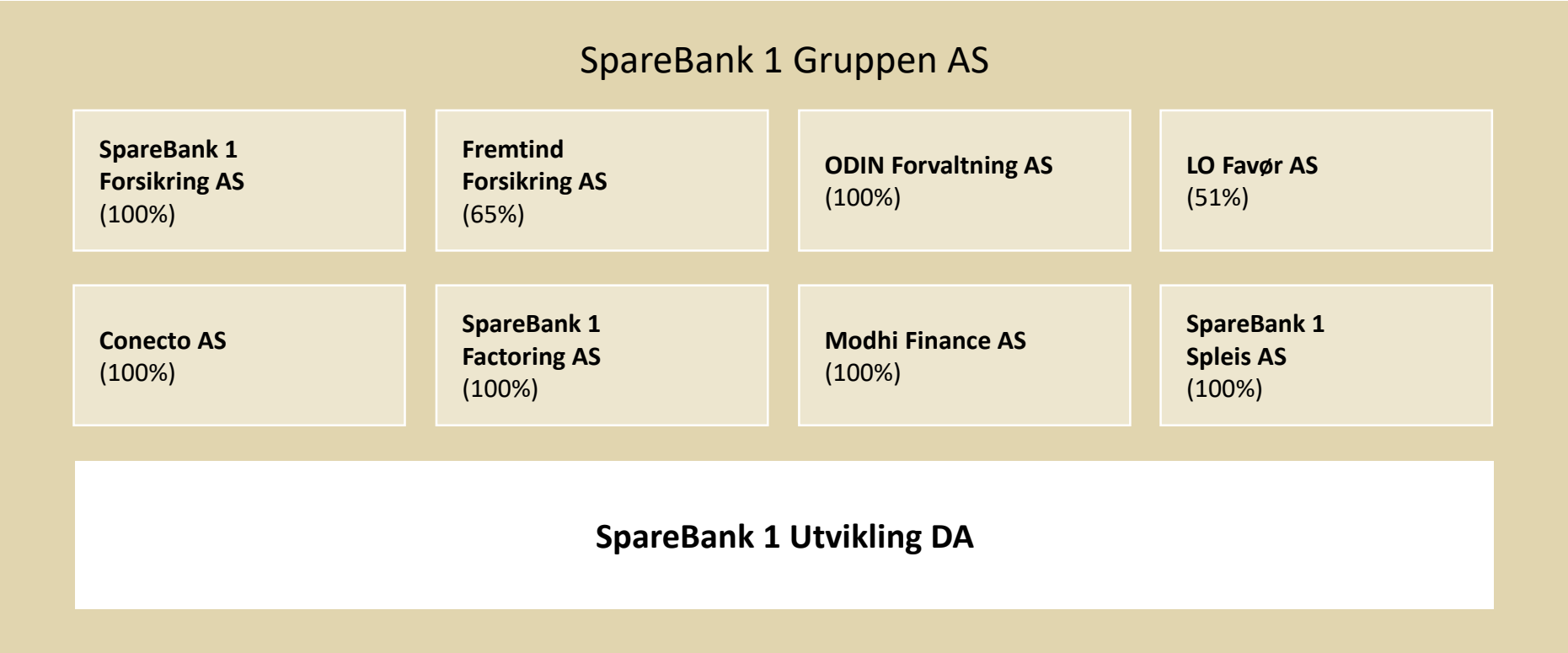
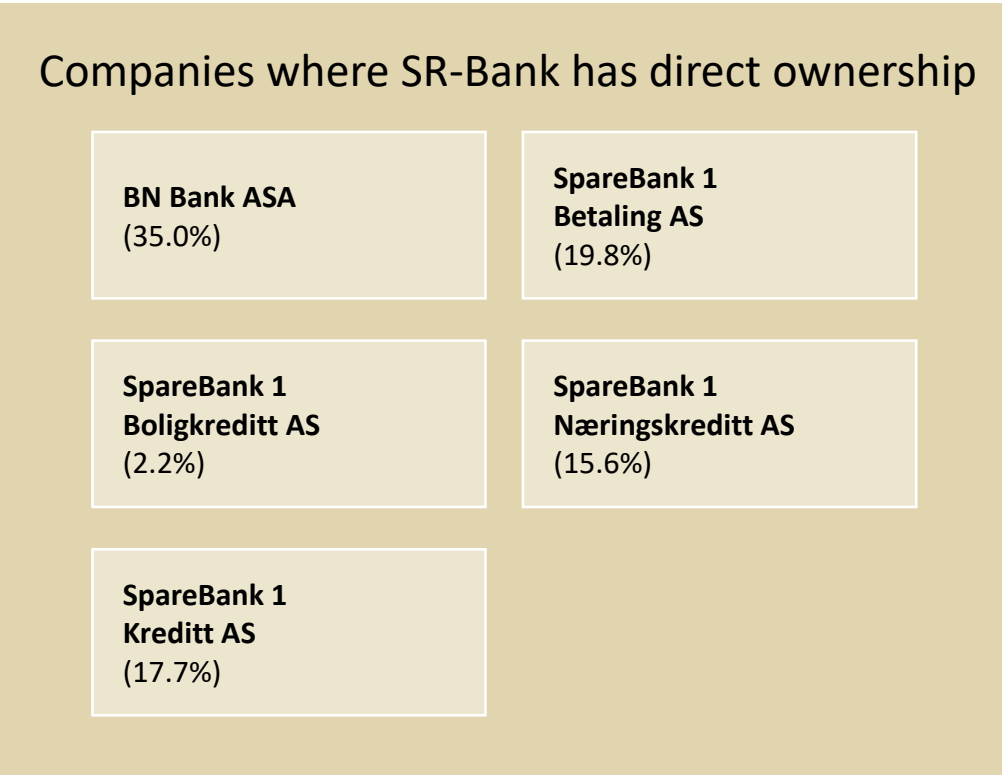
** Number of man-years in FinStart Nordic includes man-years in subsidiaries.

***Owns 22% in VBB AS.

SpareBank 1 Alliance



Products, commissions, dividends ↑ ↓ Sales, loan portfolios, capital



Owners of the alliance

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

Our purpose: Strength to growth and development

Objectives

- The purpose for SpareBank 1 SR-Bank is to add strength to growth and development. Our growth will give us the ability to provide profitability and value to the owners, customers and the community.
- To provide a sustainable contribution to the wealth creation process through:
 - A sustainable and profitable business model
 - An owner-friendly, stable dividend policy

Strategic goals

- To be the bank that focus on the future and good relations where we have our customers in the center, knows what's important for them through a combination of close, personal relationships – and high utilization of technology and customer data. We want to be reliable, easily available and a long-term partner to our customers.
- We want to focus on good solutions for our customers by understanding them and their challenges, which will help us reach our vision to be the customers first choice.

Financial goals

- The longer term target for return on equity is a minimum of 12%.
- Top 50% return on equity and cost/income in a Nordic benchmark

Strategic focus

- Digital development and transformation of existing business models
- Innovation by use of partnership, technology and data
- Cost-effective and selective growth, increased product- and diversification portfolio.
- High portfolio quality

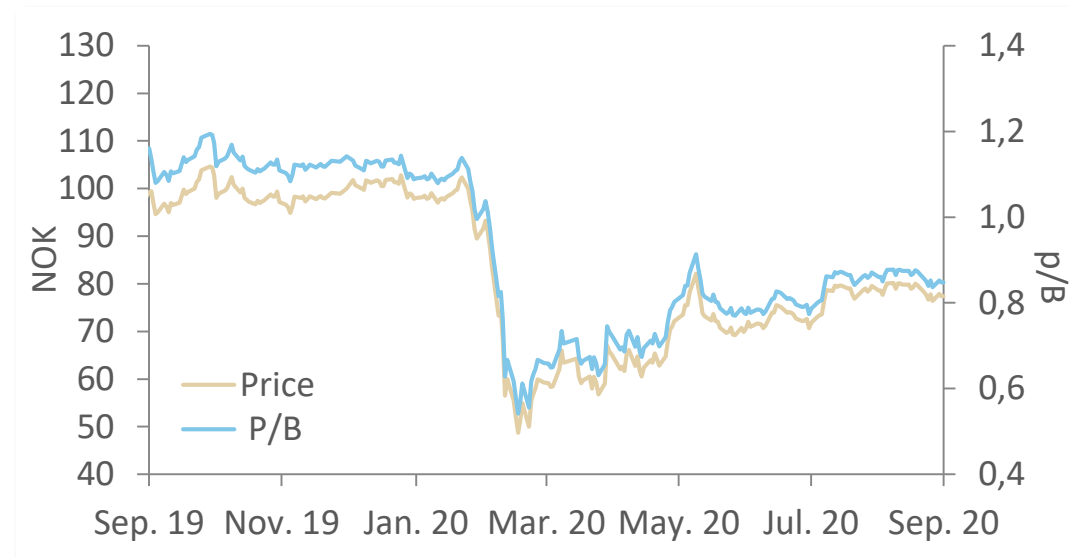
Balance sheet

| Balance sheet (MNOK) | 30.09.2020 | 30.09.2019 |
|---|-------------------|-------------------|
| Cash and balances with central banks | 657 | 404 |
| Balances with credit institutions | 7.248 | 1.898 |
| Net loans to customers | 214.490 | 202.223 |
| Certificates, bonds and other fixed-income securities | 38.398 | 32.327 |
| Financial derivatives | 10.710 | 6.765 |
| Shares, ownership stakes and other securities | 915 | 904 |
| Investment in associates | 4.629 | 4.470 |
| Other | 3.291 | 2.613 |
| Total assets | 280.338 | 251.604 |
| Balances with credit institutions | 466 | 976 |
| Deposit from customers | 113.248 | 102.181 |
| Listed debt securities | 129.032 | 113.792 |
| Financial derivatives | 7.892 | 5.044 |
| Other liabilities | 1.750 | 3.235 |
| Additional Tier 1 and Tier 2 capital instruments | 2.186 | 2.731 |
| Total liabilities | 254.574 | 227.959 |
| Total equity | 25.764 | 23.645 |
| Total liabilities and equity | 280.338 | 251.604 |

SRBANK share

- International ownership is 22.3% per 3. quarter 2020.
- Total market value at 3. quarter 2020 is NOK 19.8 billion.

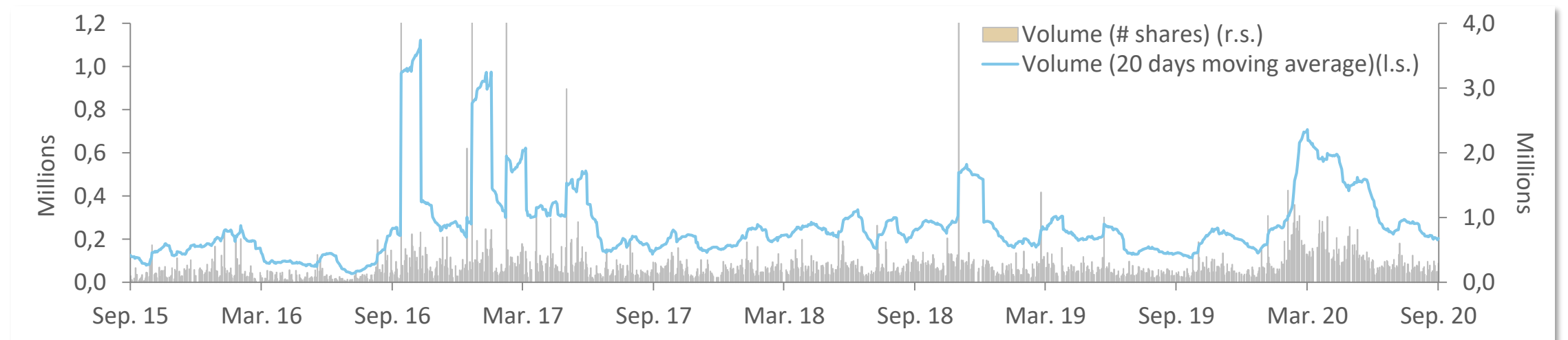
Development in Price/Book



Relativ share price development



Trading volume development



20 largest shareholders as at 30 September 2020

- Ownership interests as at 30 September 2020:
 - From Rogaland, Agder and Vestland: 44.1% (43.0%)
 - International: 22.3% (28.3%)
 - 10 largest: 51.3% (50.9%)
 - 20 largest: 58.8% (58.2%)
- Number of shareholders 30 September 2020:
13.286 (11.318)
- Employees owning 1.7% (1.5%) as at 30 September 2020

| Investor | | Number | Stake |
|--|---------|-------------|--------|
| Sparebankstiftelsen SR-Bank | | 72.419.305 | 28,3 % |
| Folketrygdfondet | | 21.179.990 | 8,3 % |
| Brown Brothers Harriman & Co, U.S.A. | Nominee | 6.612.187 | 2,6 % |
| SpareBank 1-stiftinga Kvinnherad | | 6.226.583 | 2,4 % |
| State Street Bank and Trust Co, U.S.A. | Nominee | 6.152.799 | 2,4 % |
| Vpf Nordea Norge Verdi | | 5.232.389 | 2,0 % |
| Danske Invest Norske Instit. II | | 3.695.680 | 1,4 % |
| Odin Norge | | 3.423.133 | 1,3 % |
| Pareto Aksje Norge | | 3.272.790 | 1,3 % |
| JPMorgan Chase Bank N.A., U.S.A. | Nominee | 2.898.345 | 1,1 % |
| Verdipapirfondet Alfred Berg Gambak | | 2.731.707 | 1,1 % |
| Clipper AS | | 2.211.000 | 0,9 % |
| KLP Aksjenorge Indeks | | 2.081.291 | 0,8 % |
| Verdipapirfondet Alfred Berg Norge | | 1.921.511 | 0,8 % |
| State Street Bank and Trust Co, U.S.A. | Nominee | 1.837.045 | 0,7 % |
| Westco AS | | 1.799.187 | 0,7 % |
| Forsvarets Personellservice | | 1.752.356 | 0,7 % |
| Arctic Funds plc, Irland | | 1.749.038 | 0,7 % |
| Pareto Invest AS | | 1.694.108 | 0,7 % |
| Danske Invest Norske Aksjer Inst. | | 1.557.703 | 0,6 % |
| Top 5 | | 112.590.864 | 44,0 % |
| Top 10 | | 131.113.201 | 51,3 % |
| Top 20 | | 150.448.147 | 58,8 % |

Figures in parentheses as at 30.09.2019.

SR-Bank as of 30.09.2020

SpareBank 1 SR-Bank share

| | 30.09.2020 | 2019 | 2018 | 2017 | 2016 | 2015 | 2014 |
|-----------------------------------|------------|--------|--------|--------|--------|--------|--------|
| Share price | 77,40 | 100,00 | 89,20 | 87,00 | 60,75 | 39,30 | 52,50 |
| Stock value (MNOK) | 19.795 | 25.575 | 22.813 | 22.250 | 15.537 | 10.051 | 13.427 |
| Book value per share, NOK (group) | 93,51 | 89,90 | 82,27 | 77,24 | 71,54 | 66,14 | 60,28 |
| Earnings per share | 3,84 | 12,22 | 8,98 | 8,16 | 6,87 | 6,83 | 8,20 |
| Dividend per share* | n.a. | 5,50 | 4,50 | 4,25 | 2,25 | 1,50 | 2,00 |
| P/E | 10,08 | 8,18 | 9,93 | 10,66 | 8,84 | 5,75 | 6,40 |
| P/BV (group) | 0,83 | 1,11 | 1,08 | 1,13 | 0,85 | 0,59 | 0,87 |

- Number of shares issued 255.8 million
- Trading volume in Q3 2020: 6.1% (3.6%)
- On 1 June 2017, the SR-Bank share was included in the Oslo Stock Exchange's main index

**A decision was made in April 2020 not to pay a dividend for 2019 at this time. The change has been incorporated into the first quarter of 2020. The figures reported as at 31 December 2019 are the same as before.*



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