

Quarterly
presentation 2021

Q4

SR-Bank



SR-Boligkreditt

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Appendix

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.

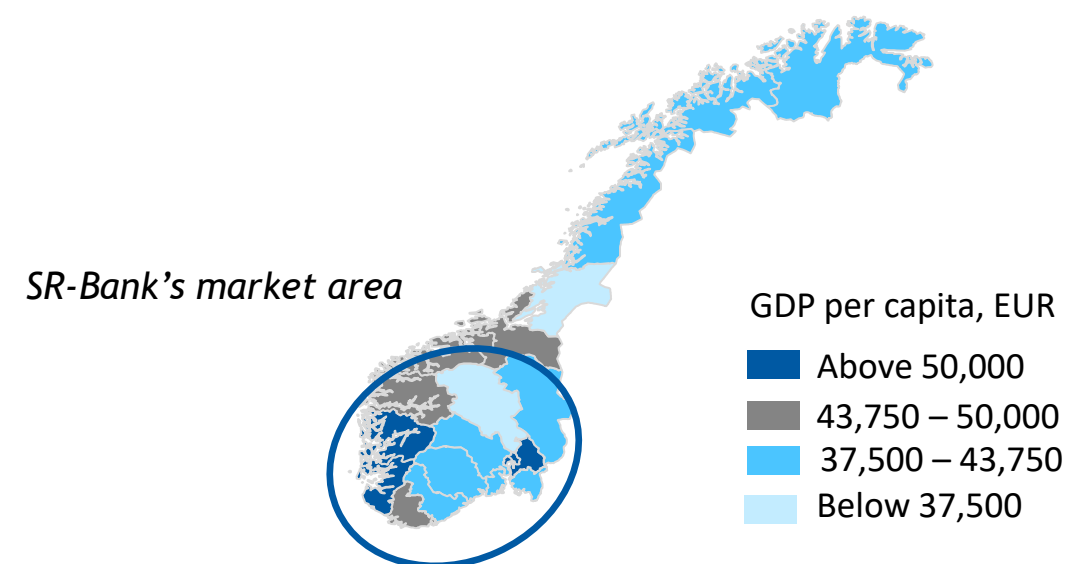
This presentation does not imply that SpareBank 1 SR-Bank has undertaken to revise these forward-looking statements, beyond what is required by applicable law or applicable stock exchange regulations if and when circumstances arise that will lead to changes compared to the date when these statements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



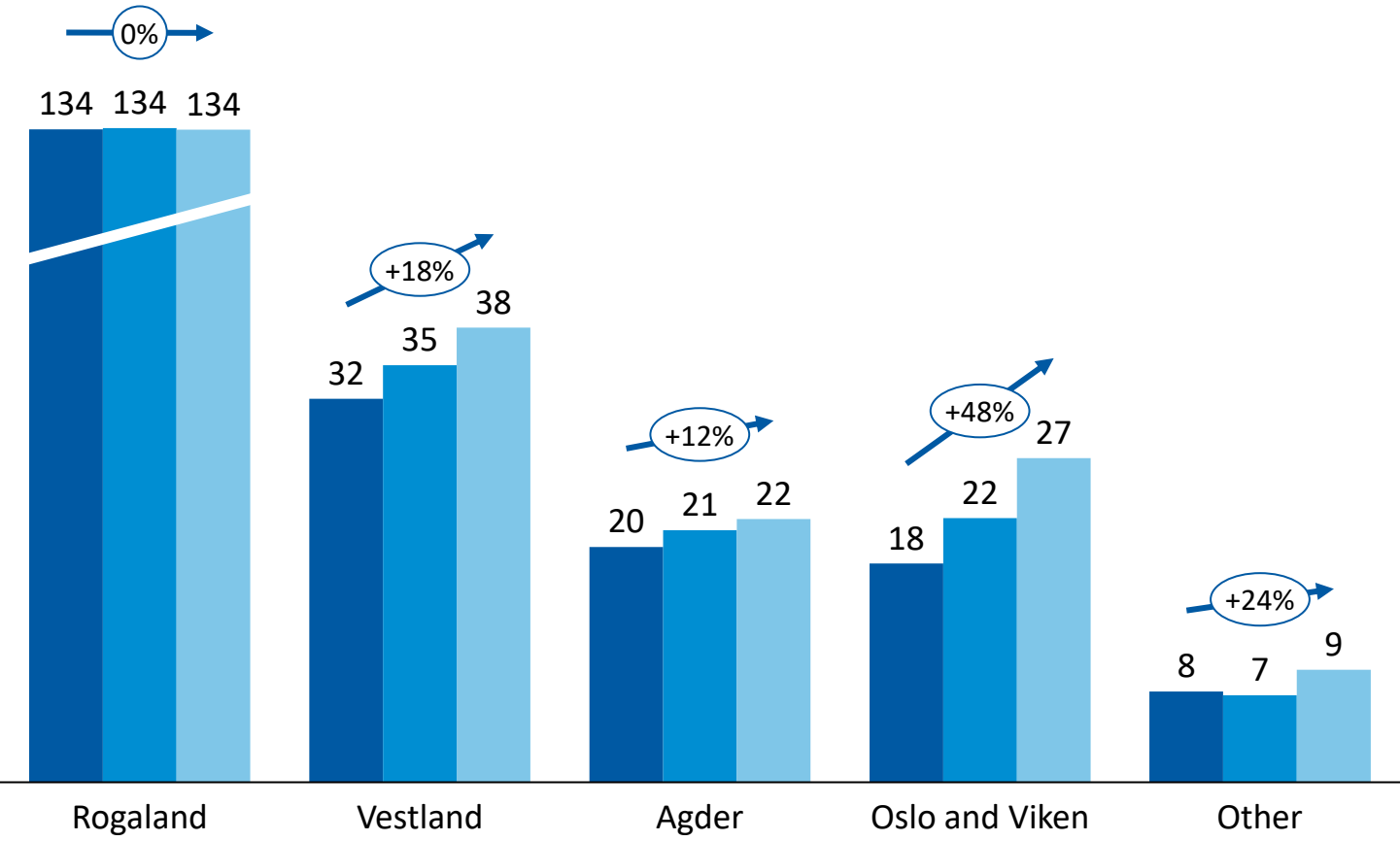
SR-Bank at a glance

- Second largest Norwegian bank
- Market cap: NOK 34.1 Billion
- Total assets: NOK 304.4 Billion
- Credit rating:
 - Moody's A1 (stable)
- Sustainability rating
 - Sustainalytics ESG Risk rating: 16.1 (low risk)
 - MSCI ESG rating: AA
- **1839**: The first bank that today forms part of SpareBank 1 SR-Bank was established.
- **1976**: 24 savings banks merge to form Sparebanken Rogaland.
- **1994**: SR-Bank (Sparebanken Rogaland) lists its primary capital certificates on the Oslo Stock Exchange.
- **1996**: SR-Bank is one of the founders of SpareBank 1, an alliance.
- **2012**: SpareBank 1 SR-Bank converted from a savings bank to a public limited company ("limited liability savings bank").

	Banks	Market share
1	DnB Bank	27.2
2	Nordea Bank Norge (Swedish)	12.6
3	Danske Bank (Danish)	6.4
4	Handelsbanken (Swedish)	5.4
5	SpareBank 1 SR-Bank	4.3



Finance group for South of Norway



(Lending volume in NOK billion) Dec-19 Dec-20 Dec-21



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

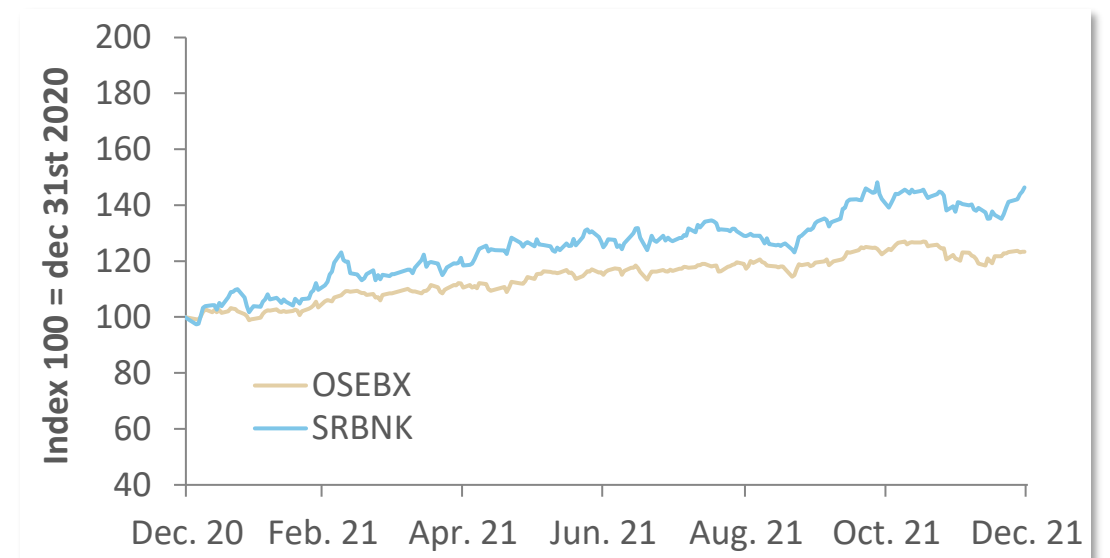
SRBNK share

- International ownership is 22.2% per 4. quarter 2021.
- Total market value at 4. quarter 2021 is NOK 34.1 billion.

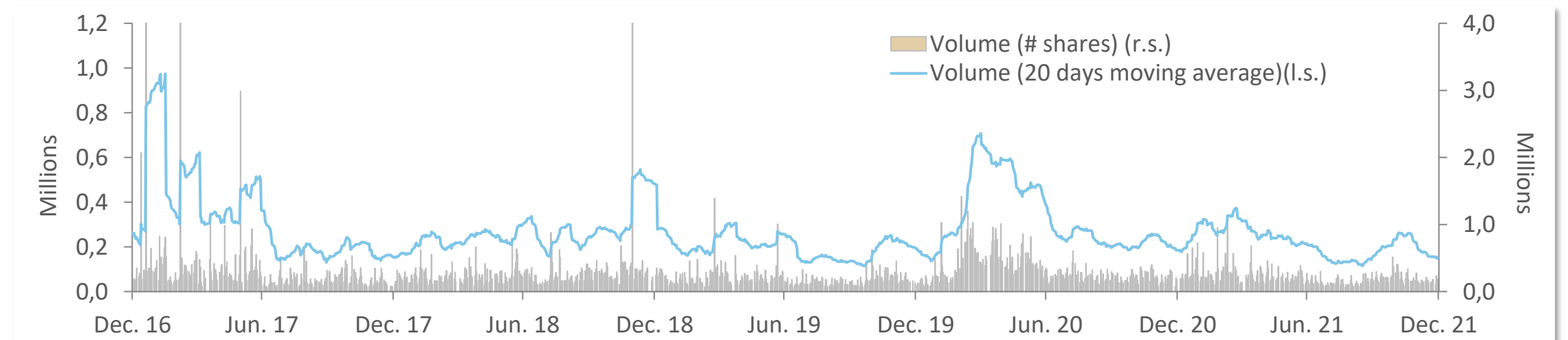
Development in Price/Book



Relativ share price development

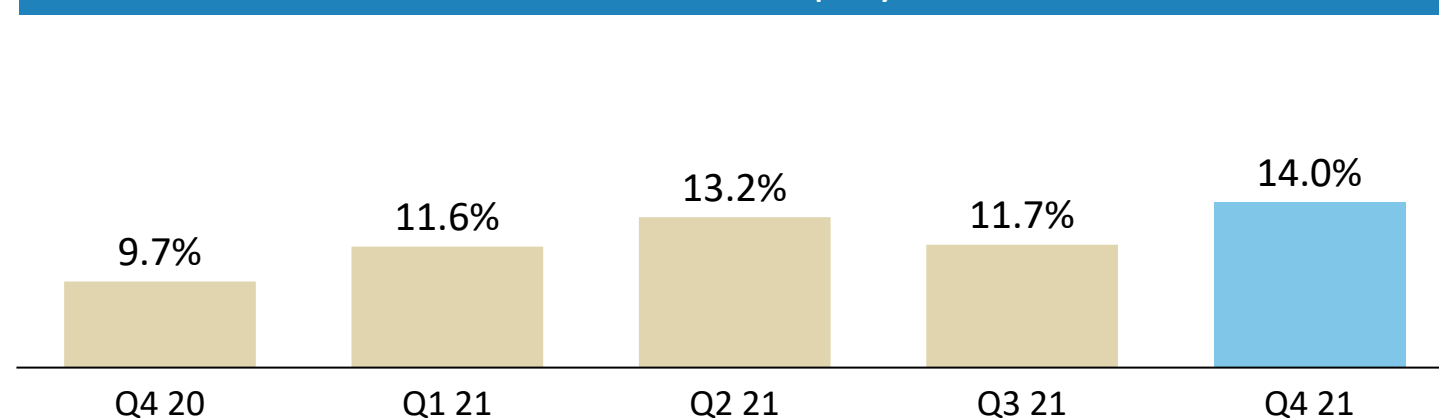


Trading volume development

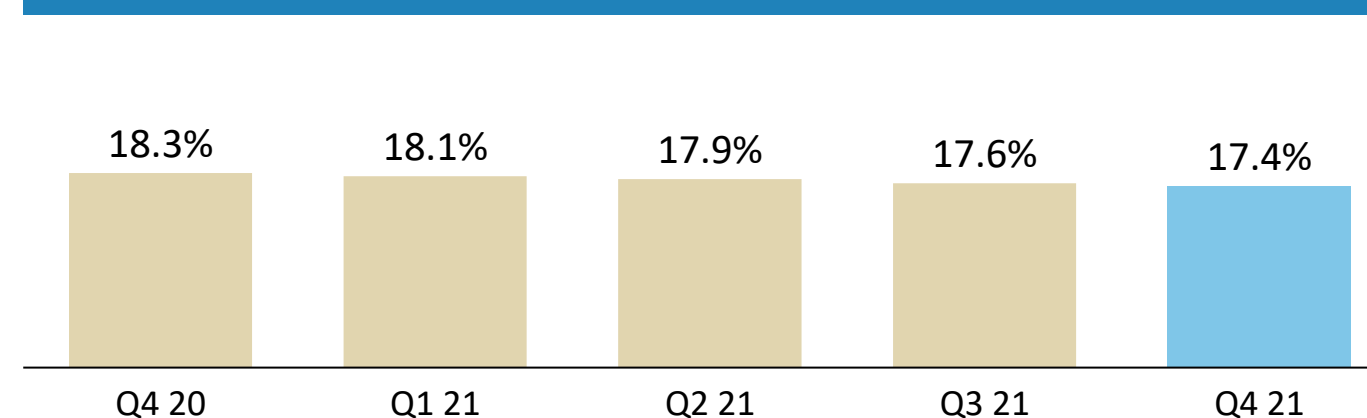


Key figures – quarterly development

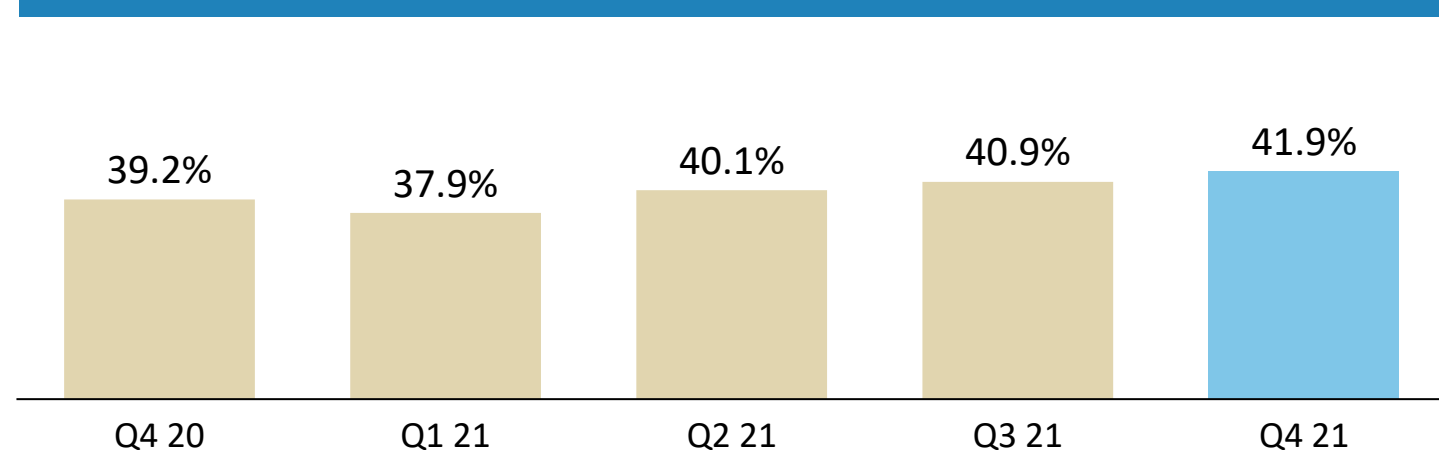
Return on equity



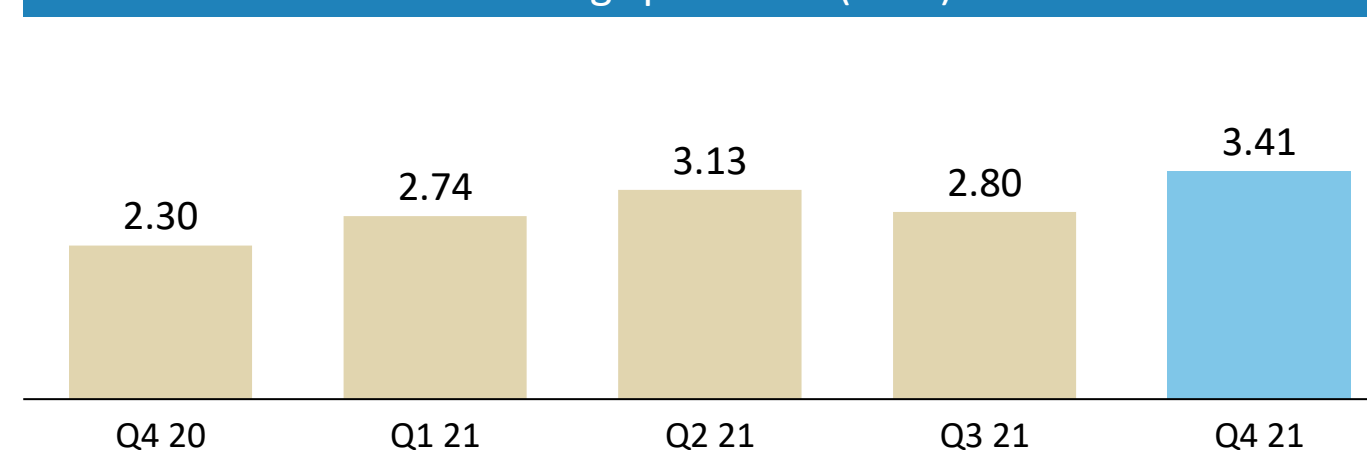
CET 1*



Cost to income ratio



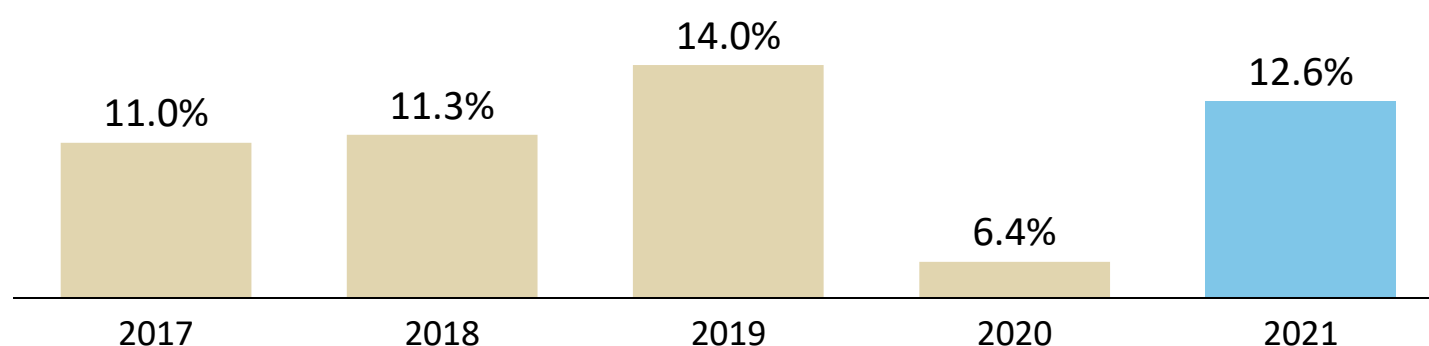
Earnings per share (NOK)



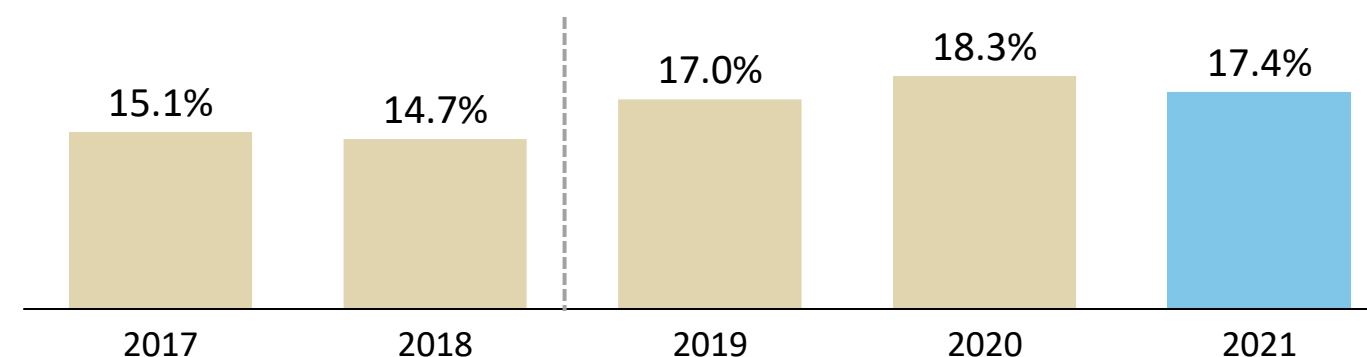
*The board exercised its special authorisation from April 2020, and at the board meeting on 10 February 2021 a dividend of NOK 5.50 per share was approved for the 2019 financial year, which was paid out on 19 March 2021. The board also exercised its special authorisation from April 2021, and at the board meeting on 30 September 2021 a dividend of NOK 3.10 per share was approved for the 2020 financial year, which was paid out on 13 October 2021. The dividend in total of NOK 793 million has reduced the equity as at 30 September 2021.

Key figures – annual development

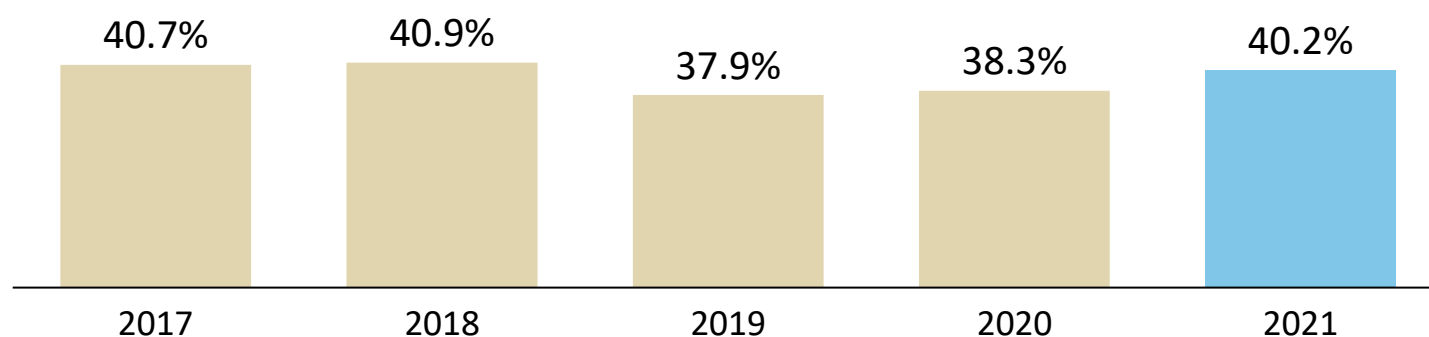
Return on equity



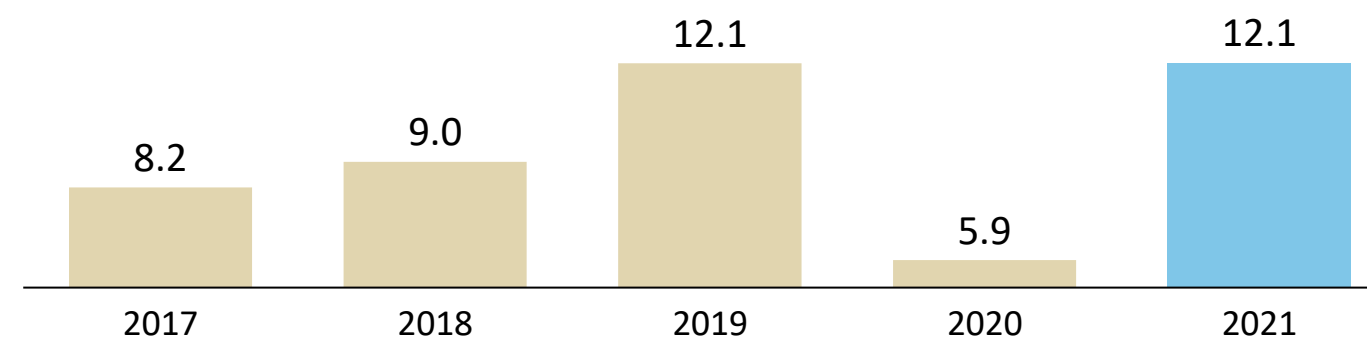
CET 1*



Cost to income ratio



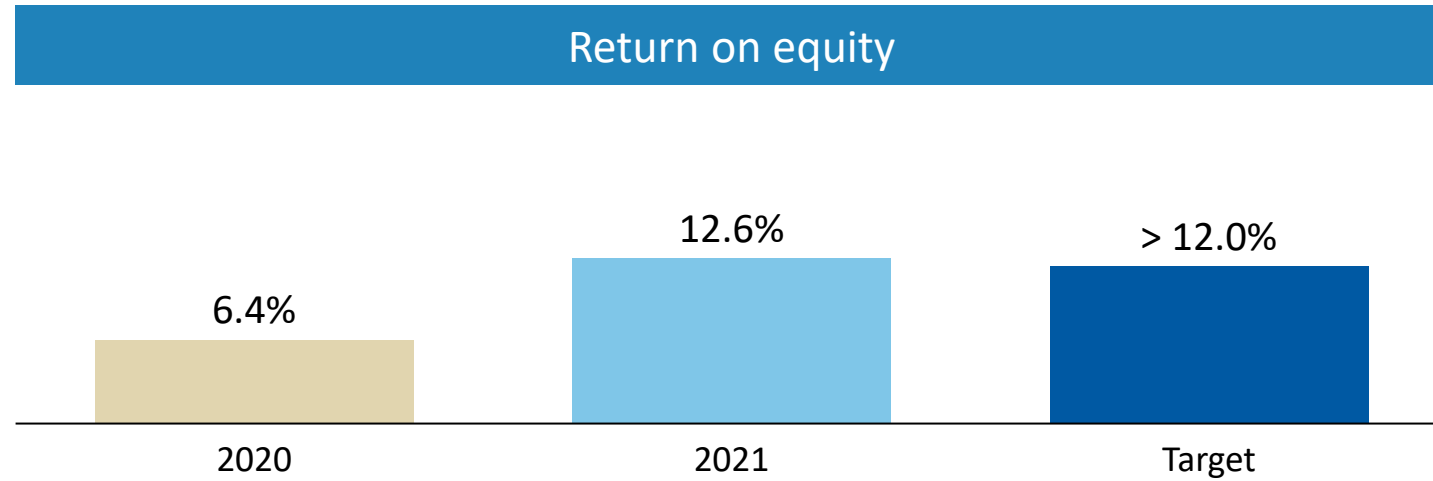
Earnings per share (NOK)



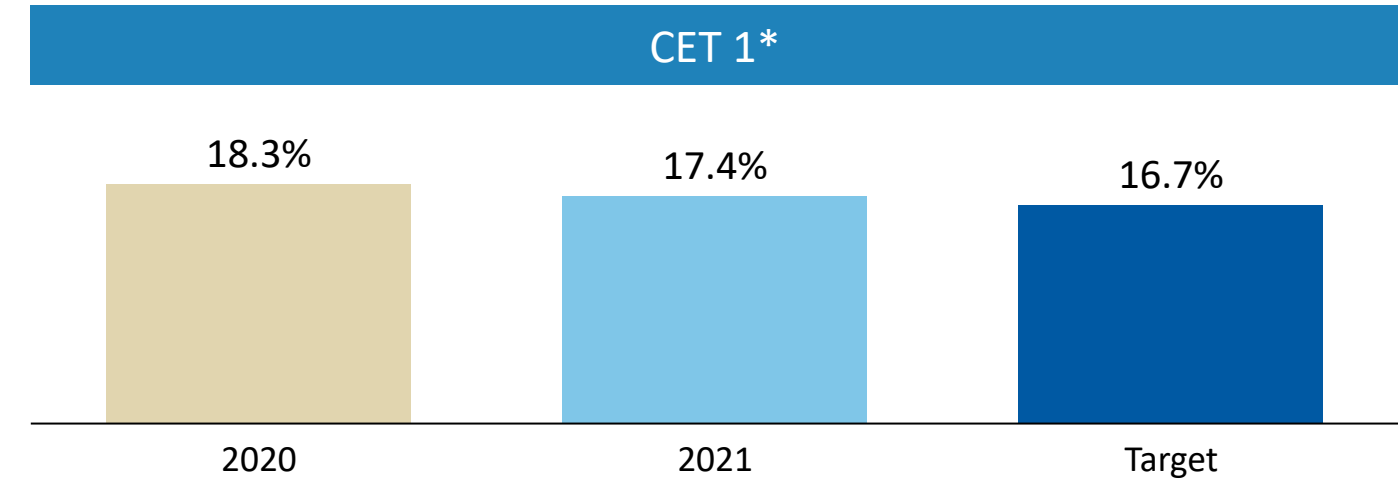
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Key figures and financial targets

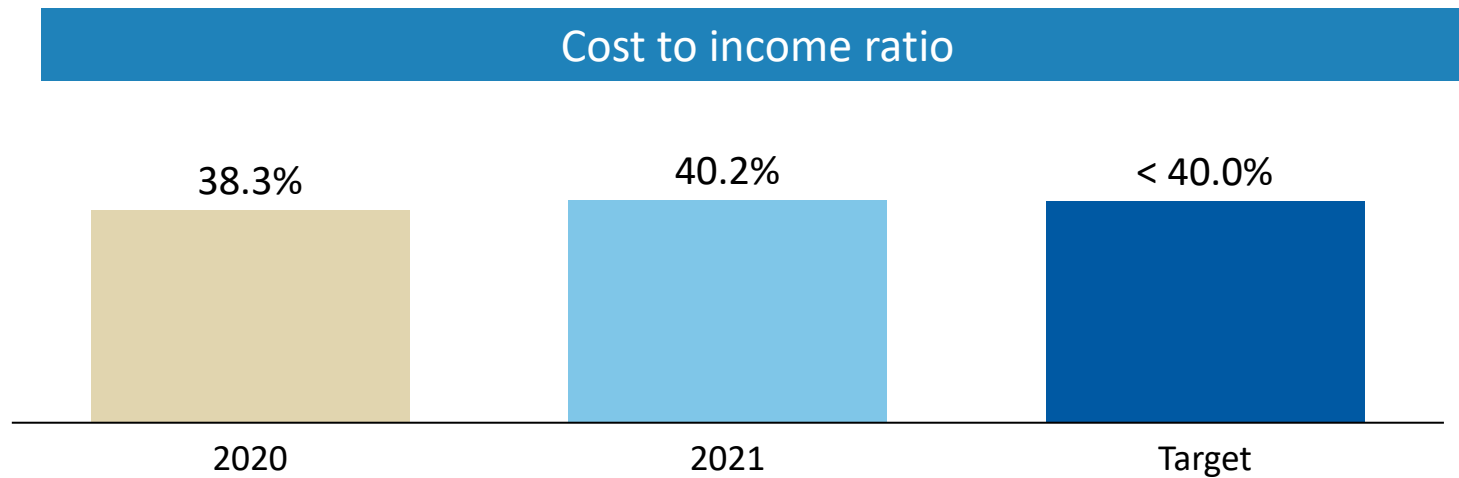
Return on equity



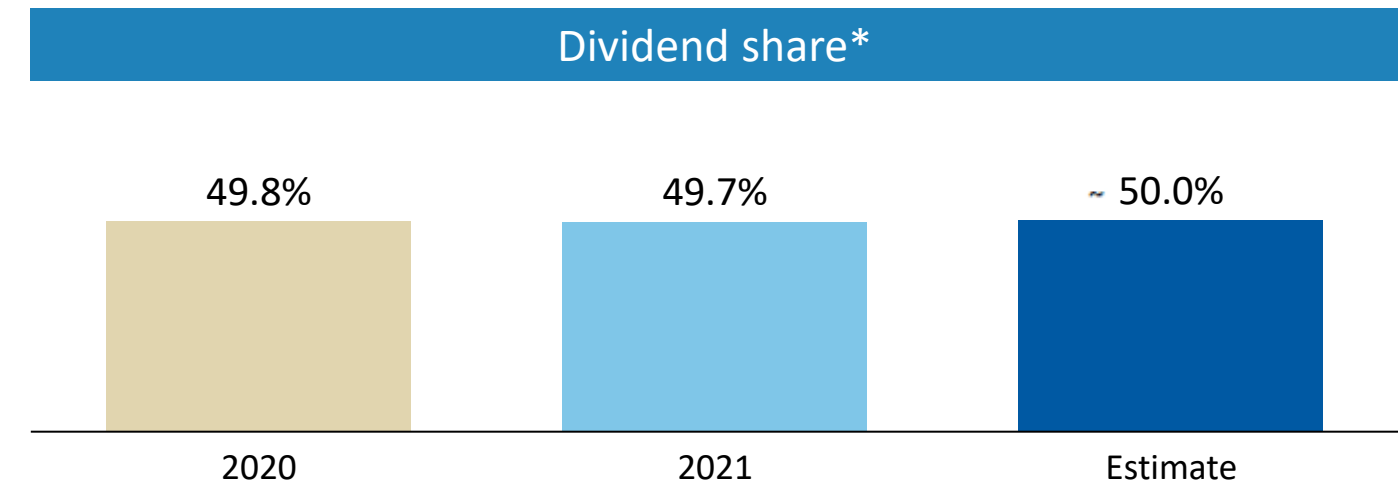
CET 1*



Cost to income ratio



Dividend share*



*The board exercised its special authorisation from April 2020, and at the board meeting on 10 February 2021 a dividend of NOK 5.50 per share was approved for the 2019 financial year, which was paid out on 19 March 2021. The board also exercised its special authorisation from April 2021, and at the board meeting on 30 September 2021 a dividend of NOK 3.10 per share was approved for the 2020 financial year, which was paid out on 13 October 2021. The dividend in total of NOK 793 million has reduced the equity as at 31 December 2021.

Key figures

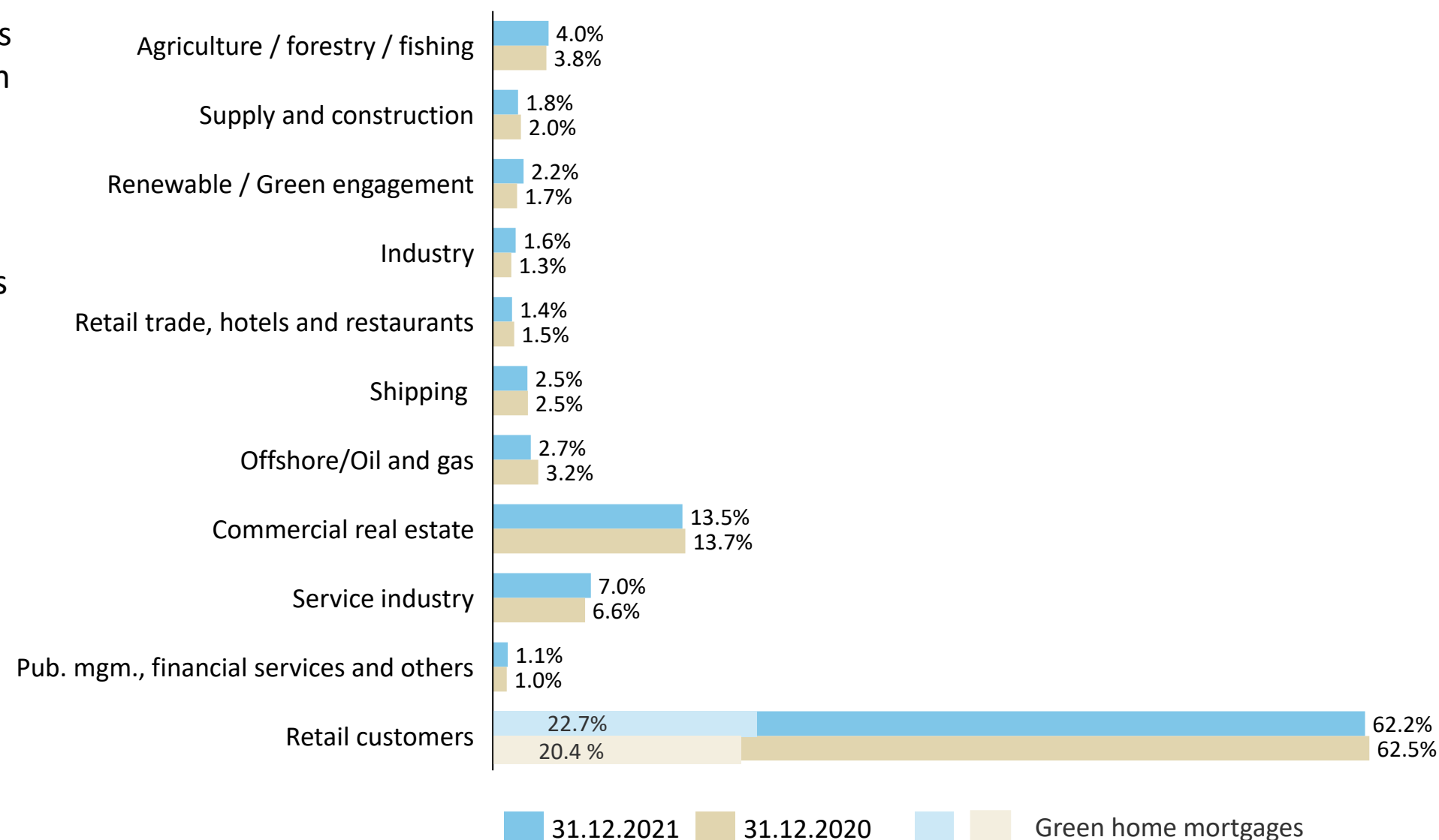
	31.12.2021	31.12.2020	Q4 2021	Q3 2021	Q2 2021	Q1 2021	Q4 2020
Return on equity after tax (%)	12.6	6.4	14.0	11.7	13.2	11.6	9.7
Net interest margin (%)	1.35	1.50	1.32	1.31	1.36	1.40	1.40
Impairments on loans in % of gross loans	0.09	0.95	-0.04	0.07	0.10	0.22	0.50
Loans and financial commitments in Stage 3 in % of gross loans and financial commitments	1.46	1.90	1.46	1.78	1.79	1.91	1.90
Cost to income ratio (%)	40.2	38.3	41.9	40.9	40.1	37.9	39.2
Annual growth in loans to customers, gross (%)	5.1	3.7	5.1	4.7	5.3	4.3	5.8
Annual growth in deposit from customers (%)	16.5	14.6	16.5	16.8	22.5	21.4	14.6
Total assets (BNOK)	304.4	287.0	304.4	297.0	299.9	296.5	287.0
Loans to customers, gross (BNOK)	230.3	219.2	230.3	227.0	225.8	221.3	219.2
Risk weighted assets (BNOK)	128.0	121.3	128.0	126.6	127.4	123.9	121.3
Liquidity Coverage Ratio (LCR) (%)	168	157	168	160	167	141	157
Earnings per share (NOK)	12.08	5.87	3.41	2.80	3.13	2.74	2.30
Book value per share (NOK)	99.05	95.97	99.05	95.82	96.08	93.12	95.97

Income statement

Group Income Statement (MNOK)	31.12.2021	31.12.2020	Q4 2021	Q3 2021	Q2 2021	Q1 2021	Q4 2020
Net interest income	3,990	4,142	1,005	989	1,001	995	994
Net commission and other income	1,717	1,396	455	406	454	402	370
Net income on investment securities	1,037	699	344	234	243	216	240
Total income	6,744	6,237	1,804	1,629	1,698	1,613	1,604
Total operating expenses	2,714	2,386	755	666	681	612	629
Operating profit before impairments	4,030	3,851	1,049	963	1,017	1,001	975
Impairments on loans and financial commitments	192	2,030	-24	37	58	121	270
Operating profit before tax	3,838	1,821	1,073	926	959	880	705
Tax expense	682	231	184	193	143	162	97
Net profit after tax	3,156	1,590	889	733	816	718	608

Loan portfolio as at 31 December 2021

- Gross loans increased to NOK 230.3 billion as at 31 December 2021 from NOK 219.2 billion at the same time the year before.
- 12-month growth in loans of 5.1%.
- Loans to retail customers account for 62.2% of total loans. Of this green home mortgages accounts for 22.7%.

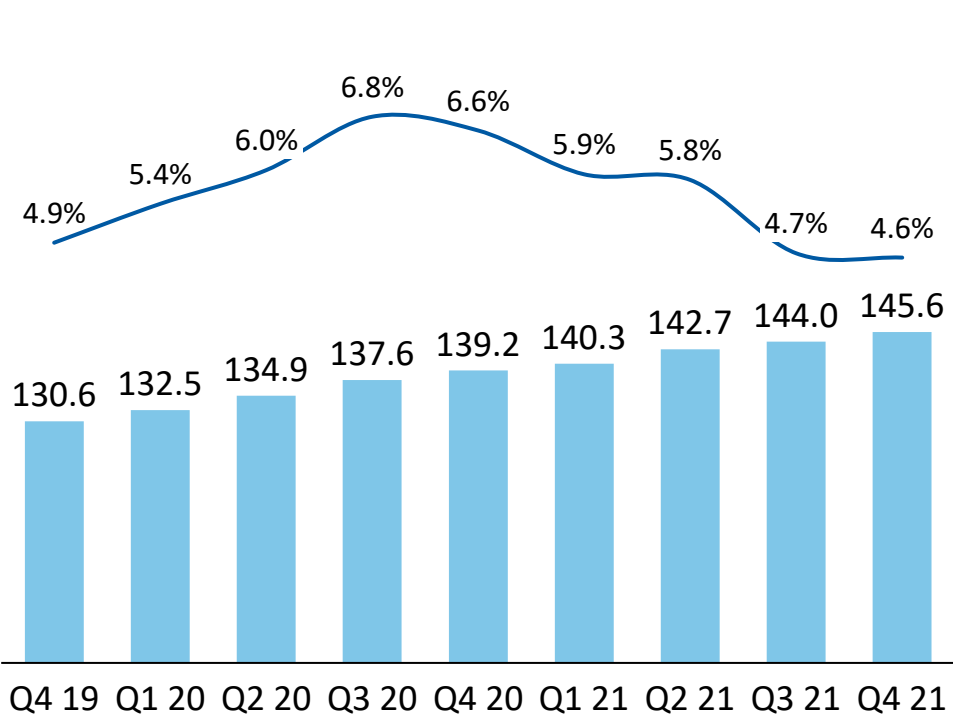


Loans before impairments, nominal amounts. Sector allocation in accordance with the standard categories from Statistics Norway. Some customers' classifications were changed in the fourth quarter of 2021, which resulted in changes to historical figures.

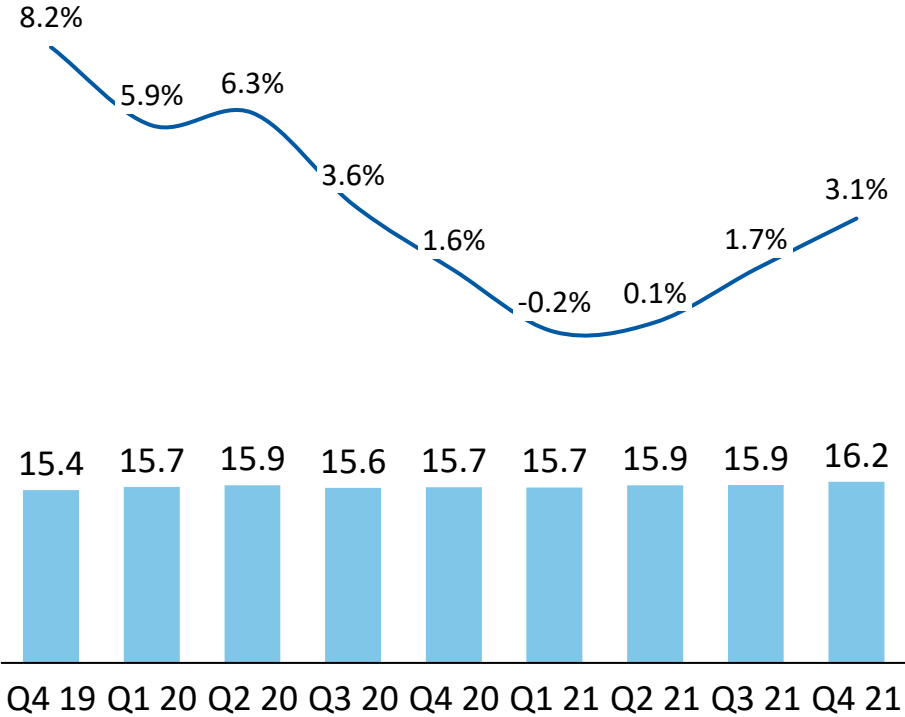
Lending volume and 12 months growth

— 12 months growth % ■ Volume in NOK billion

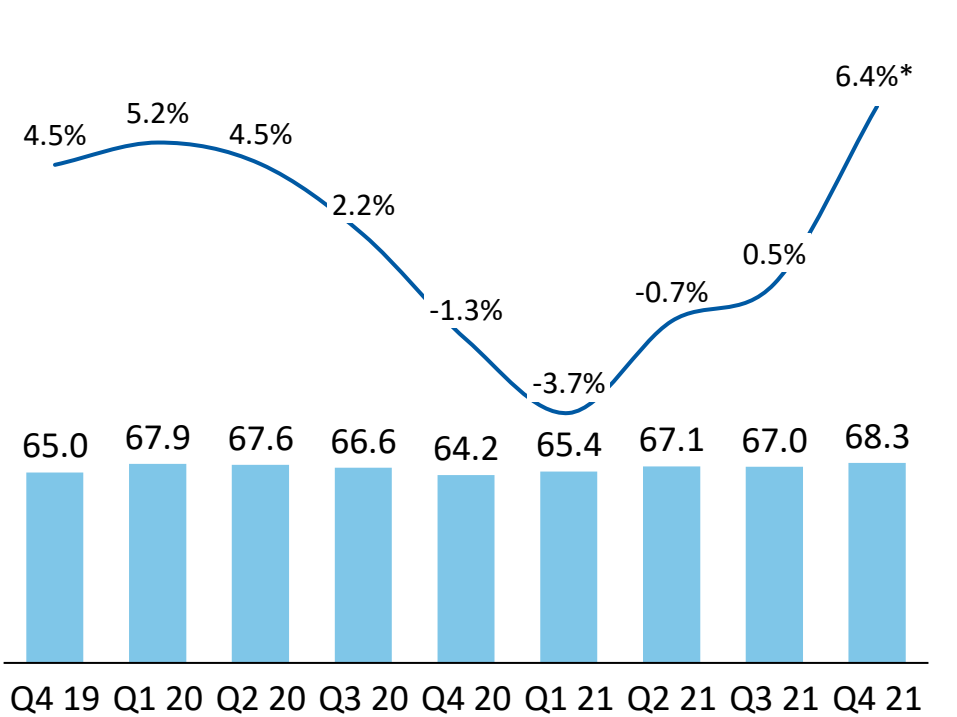
Retail market



SME and Agriculture



Corporate market

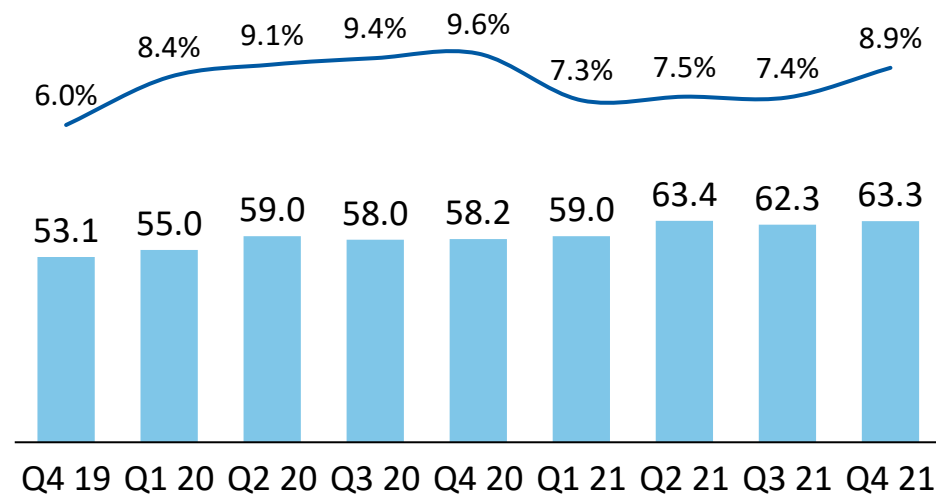


*12 months lending growth in Corporate market excluding currency effect is 6.2%

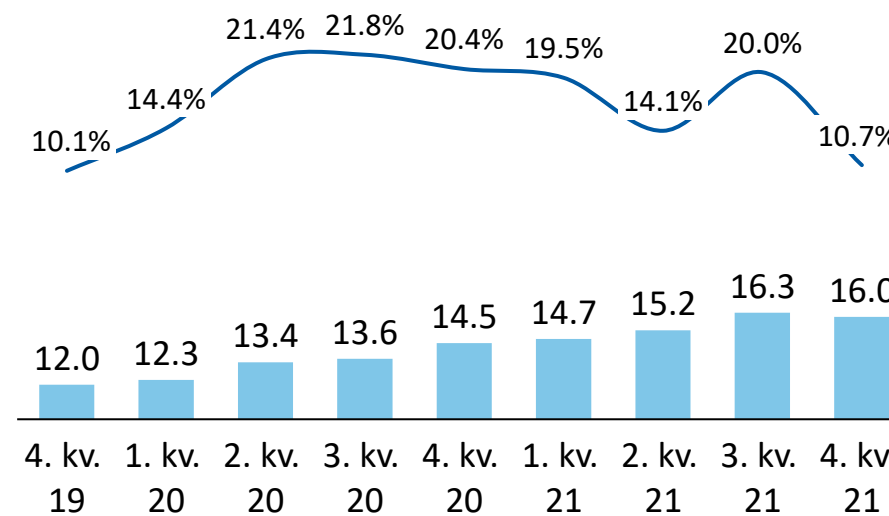
Deposit volume and 12 months growth

— 12 months growth % ■ Volume in NOK Billion

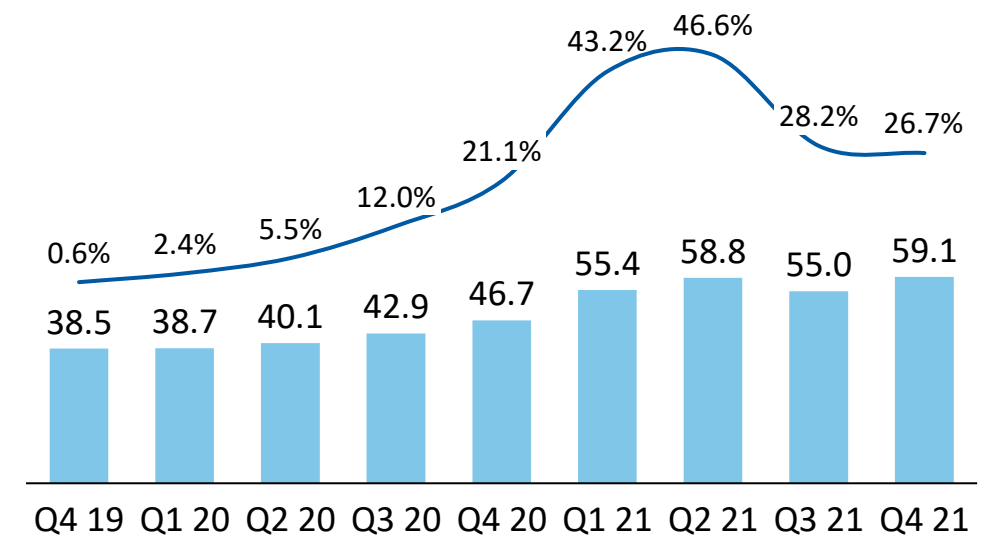
Retail market



SME and Agriculture



Corporate market

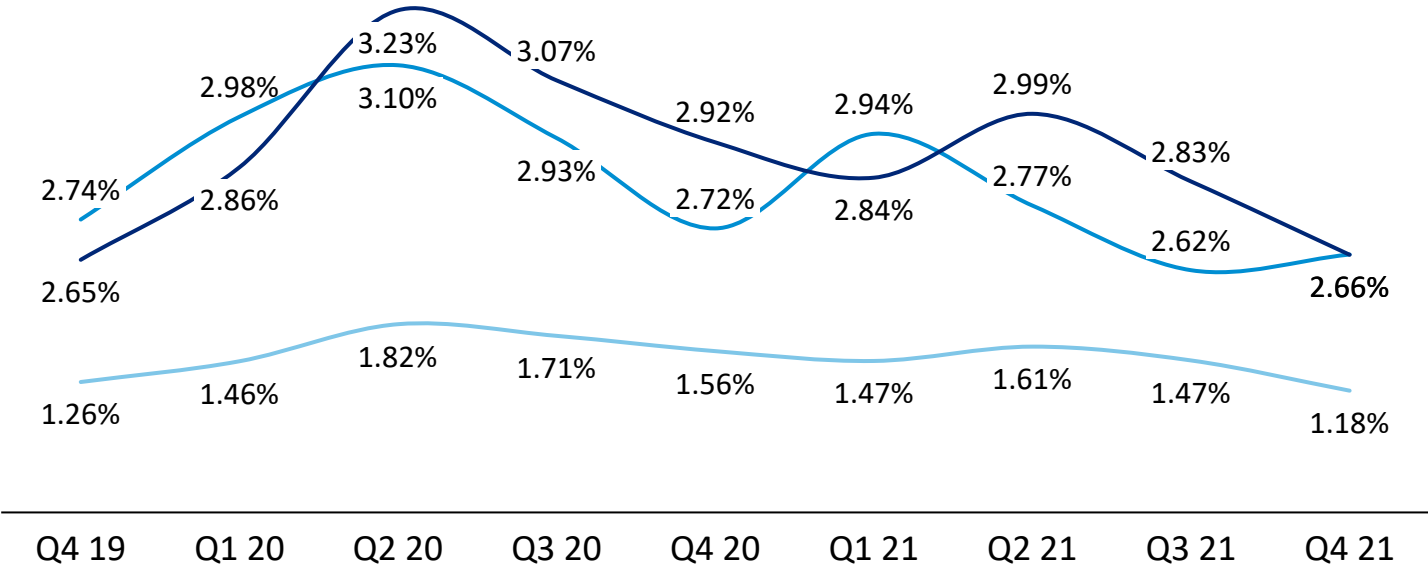


- In the last 12 months the total deposit volume has increased by NOK 19.5 billion to NOK 137.7 billion (16.5%).
- Deposit growth is 12.1% excl. public sector.
- Volatility in deposit growth in the Corporate market is mainly due to changes in deposit from public sector.

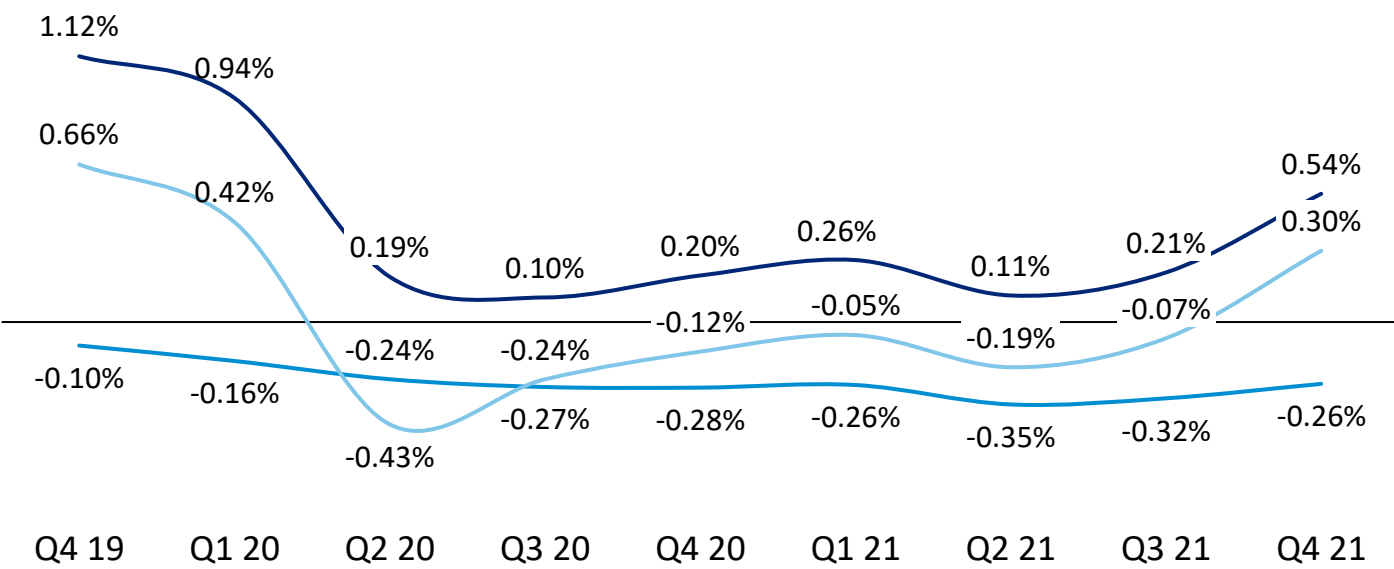
Lending and deposit margins

— Corporate market — SME and Agriculture — Retail market

Lending margins



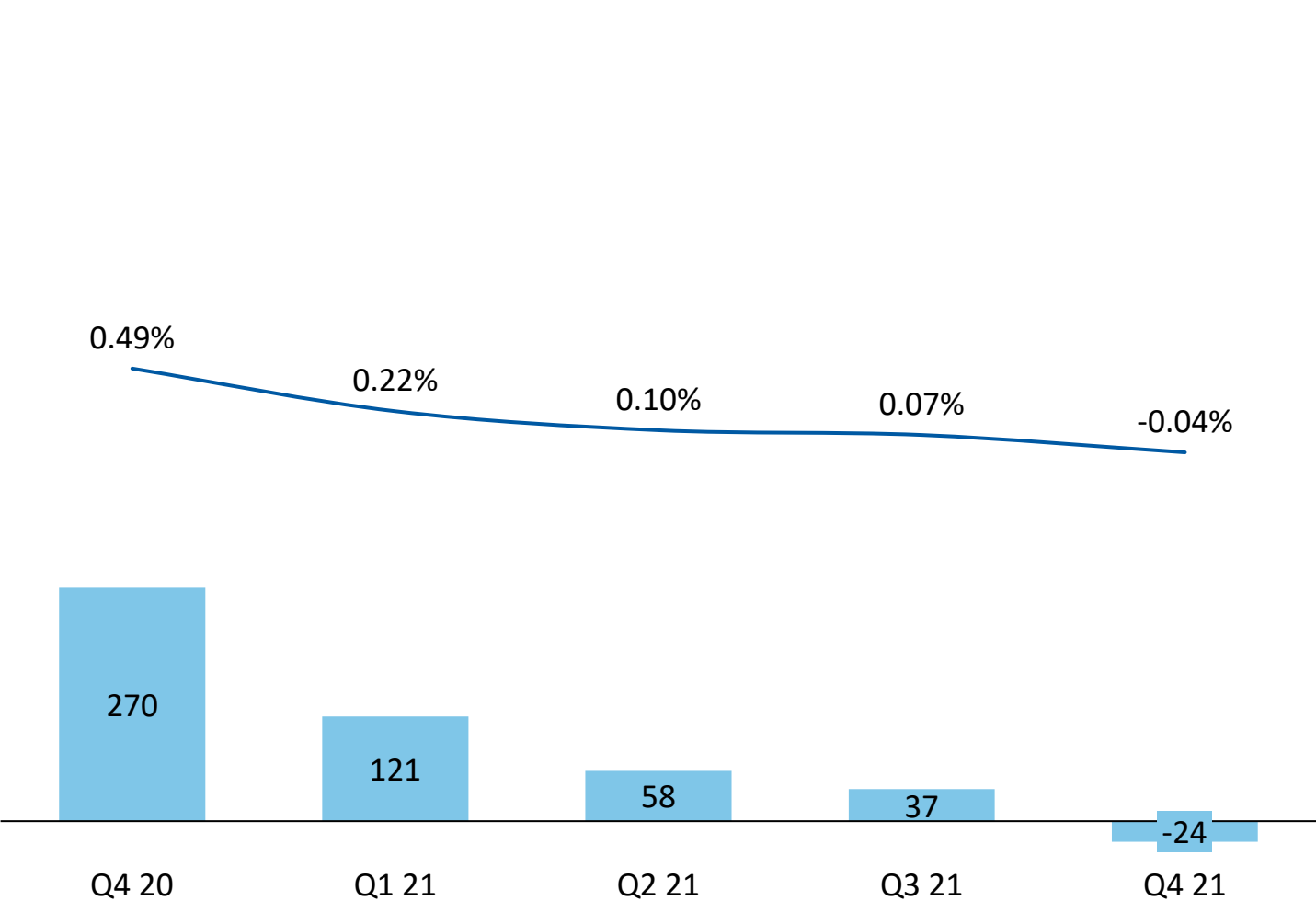
Deposit margins



Definition: Average customer rate measured against 3-months NIBOR.

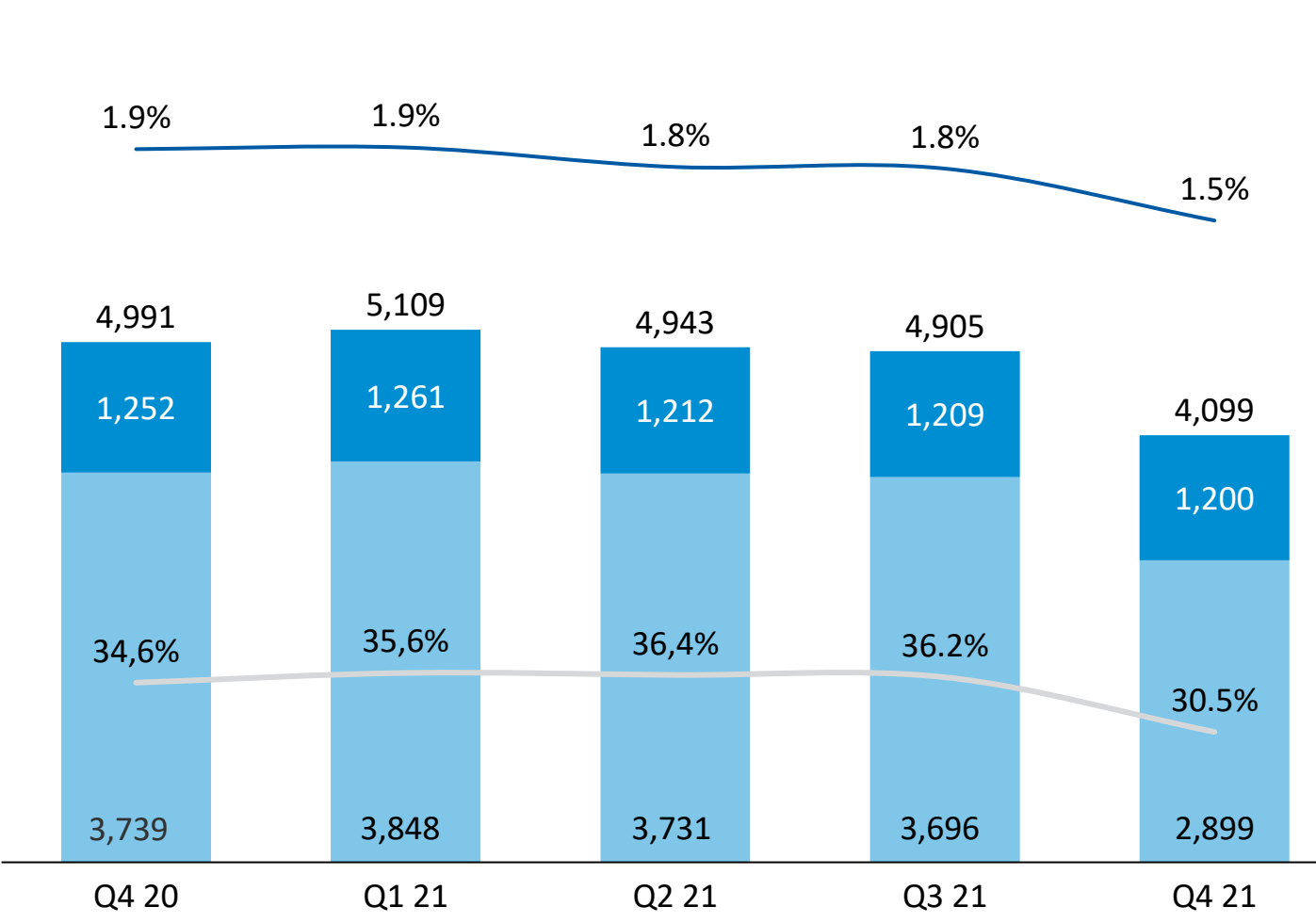
Impairments on loans and financial commitments / Loans and financial commitments defined as Stage 3

Impairments on loans and financial commitments



— Impairment in % of average gross loans
 ■ Impairments on loans and financial commitments, MNOK

Changes in gross loans and financial commitments defined as Stage 3



— Stage 3 in % of gross loans and financial commitments
 ■ 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)

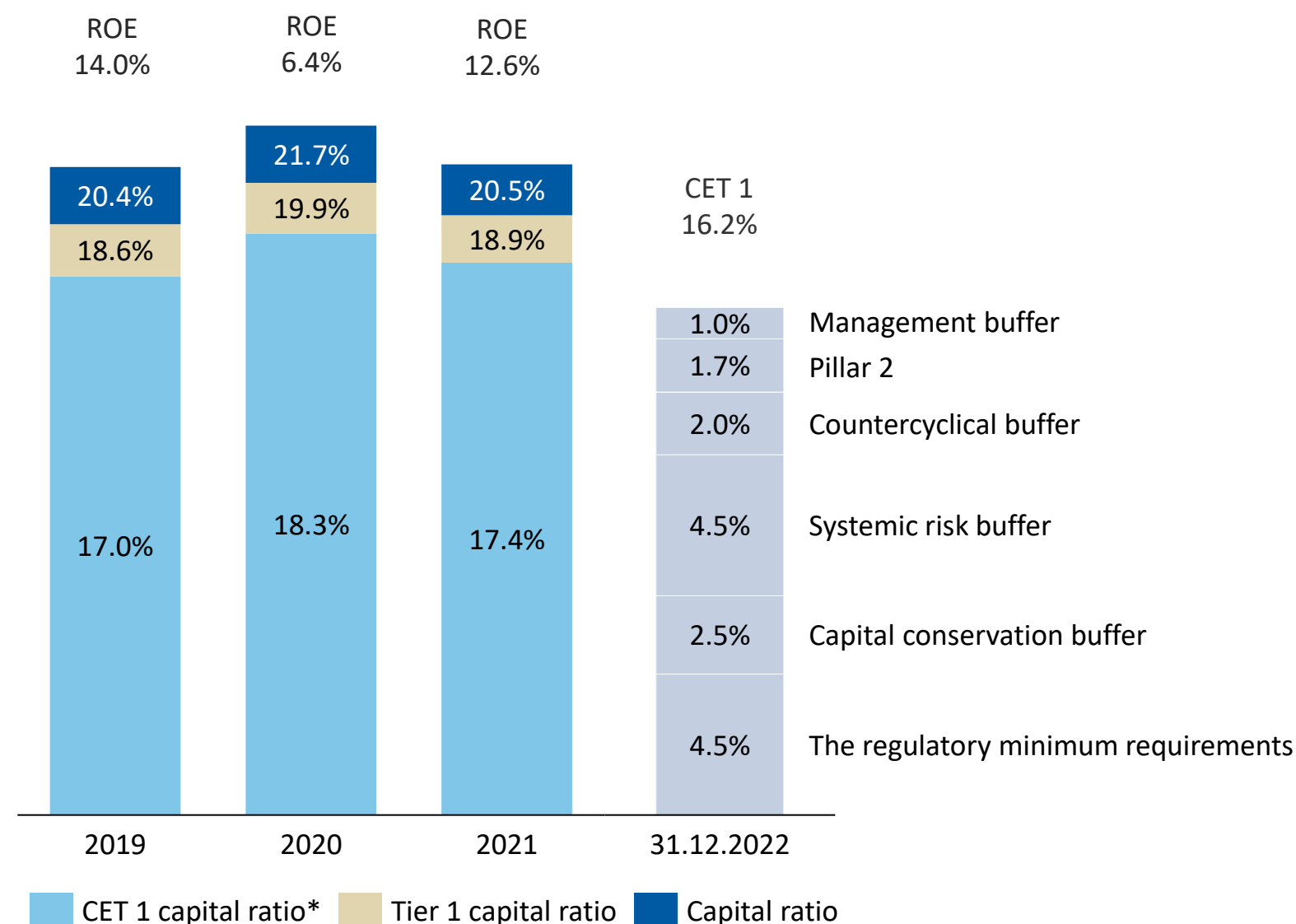
	31.12.2021	31.12.2020	Q4 2021	Q3 2021	Q2 2021	Q1 2021	Q4 2020
Corporate market	228	1,854	26	35	52	115	248
SME and Agriculture	3	87	-21	11	7	6	18
Retail market	-39	89	-29	-9	-1	0	4
Total impairments	192	2,030	-24	37	58	121	270

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

	31.12.2021	31.12.2020	31.12.2021	30.09.2021	30.06.2021	31.03.2021	31.12.2020
Corporate market	1,495	2,035	1,495	2,113	2,135	2,132	2,035
SME and Agriculture	211	226	211	231	229	228	226
Retail market	168	210	168	180	197	205	210
Total impairments	1,874	2,471	1,874	2,524	2,561	2,565	2,471

Solid capital ratio

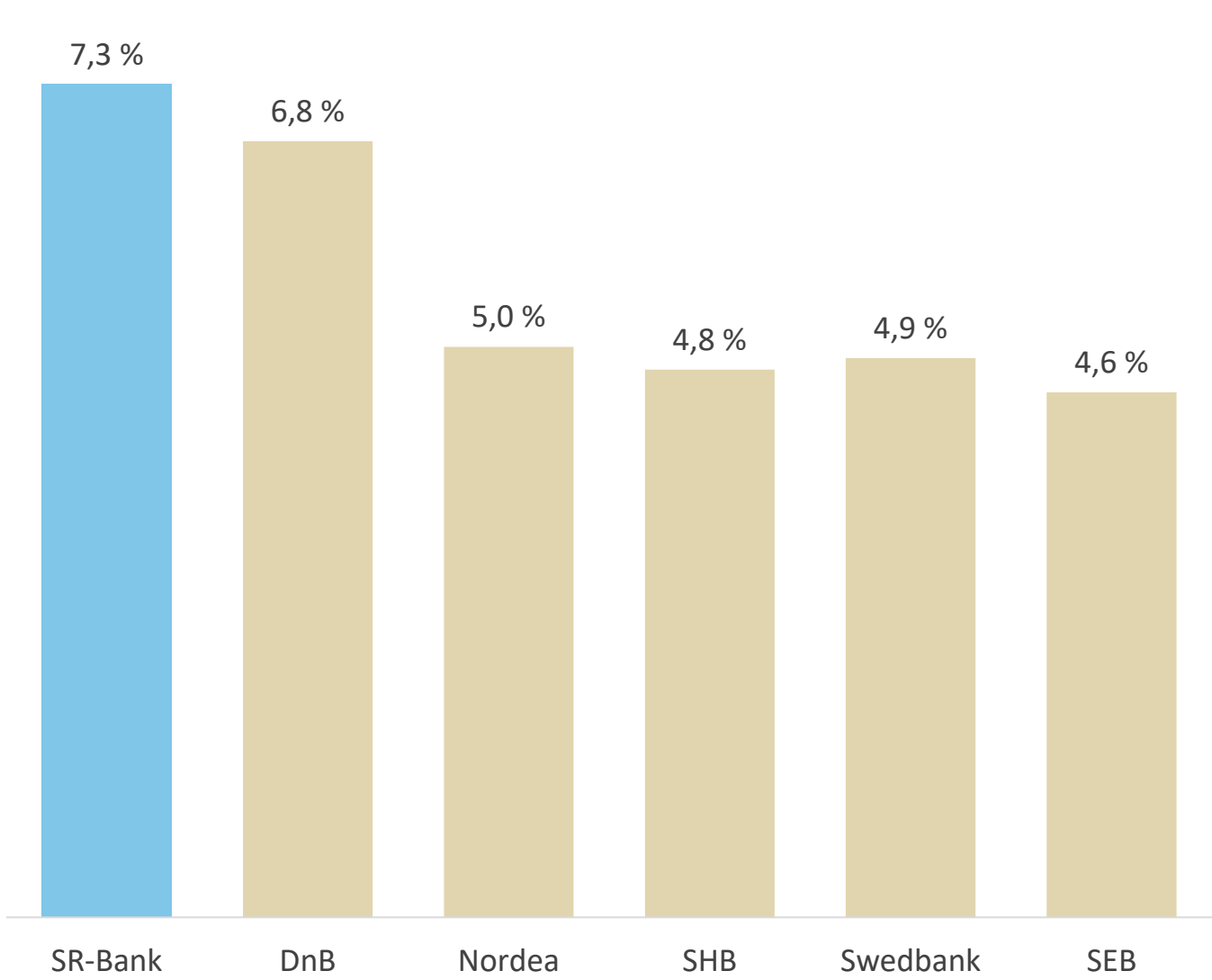
- The authorities' minimum requirement for the CET 1 capital ratio is 15.2%, including a 1.0% management buffer as at 31 December 2021
- The group's internal target CET 1 capital ratio target is 16.7% incl. 1.0% in management buffer and maximum countercyclical buffer of 2.5%
- In June 2021, a decision was made to increase the countercyclical buffer requirement by 0.5 %-points to 1.5% with effect from 30 June 2022. In December 2021, a decision was made to increase this by a further 0.5 %-points to 2.0% with effect from 31 December 2022
- SpareBank 1 SR-Bank has not been identified as a systemically important financial institution (SIFI)
- The leverage ratio was 7.2% as at 31 December 2021, well above the minimum requirement at 5.0%



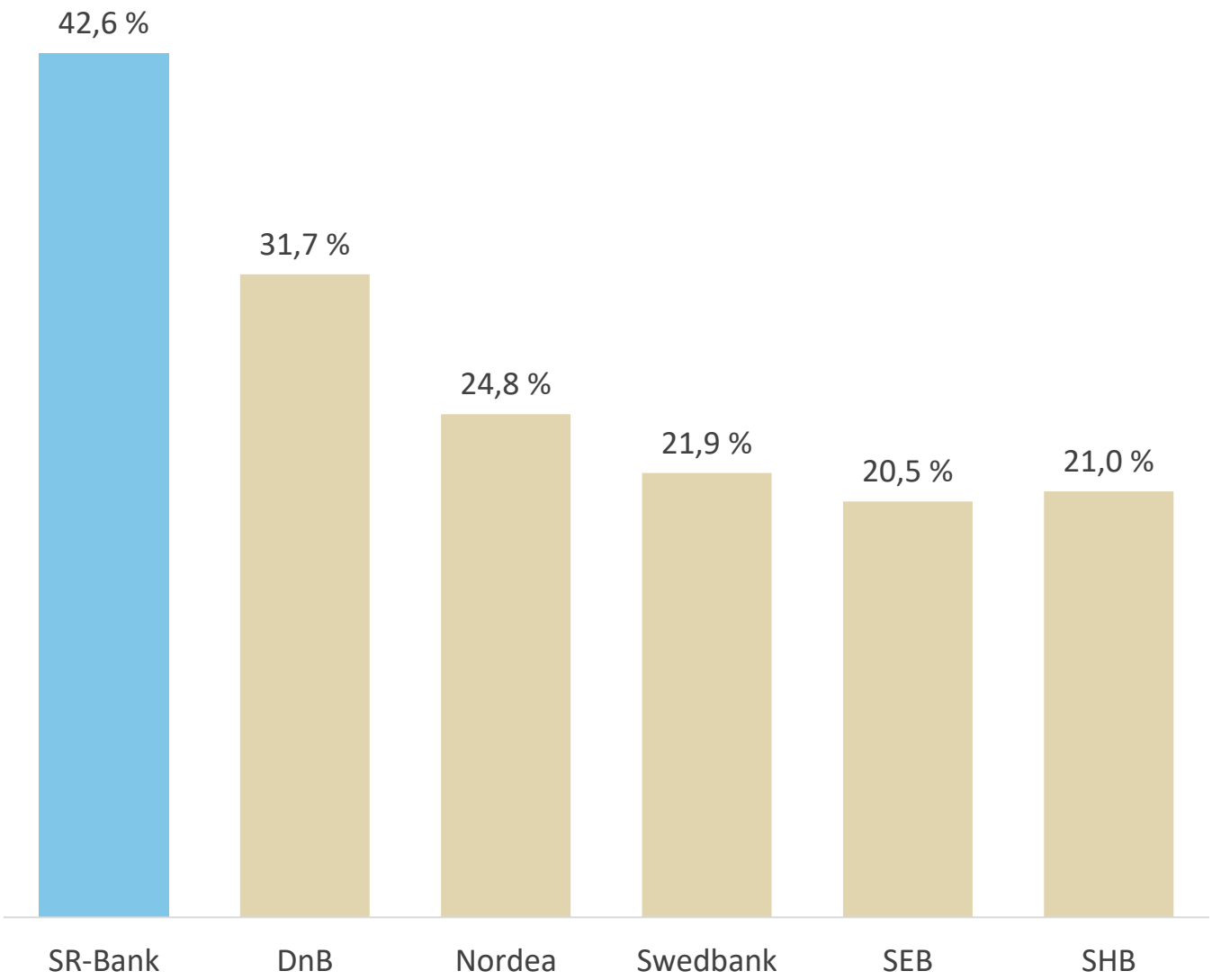
**A decision was made in April 2020 not to pay a dividend for 2019 at that time. The figures reported as at 31 December 2019 have not been restated. The board exercised its special authorisation from April 2020, and at the board meeting on 10 February 2021 a dividend of NOK 5.50 per share was approved for the 2019 financial year, which was paid out on 19 March 2021. The board also exercised its special authorisation from April 2021, and at the board meeting on 30 September 2021 a dividend of NOK 3.10 per share was approved for the 2020 financial year, which was paid out on 13 October 2021. The dividend in total of NOK 793 million has reduced the equity as at 31 December 2021.*

Solid capital

Leverage ratio



Risk weighted density



Peer figures as of 30 September 2021

Funding

- NSFR* 124%
- LCR** 168%
- NOK 20.4 billion net refinancing need over the next 12 months
- Deposit to loans ratio 59.8%
- MREL requirement 34.4%

SRBANK

SPAREBANK 1 SR-BANK ASA
(incorporated with limited liability in Norway)

€10,000,000,000

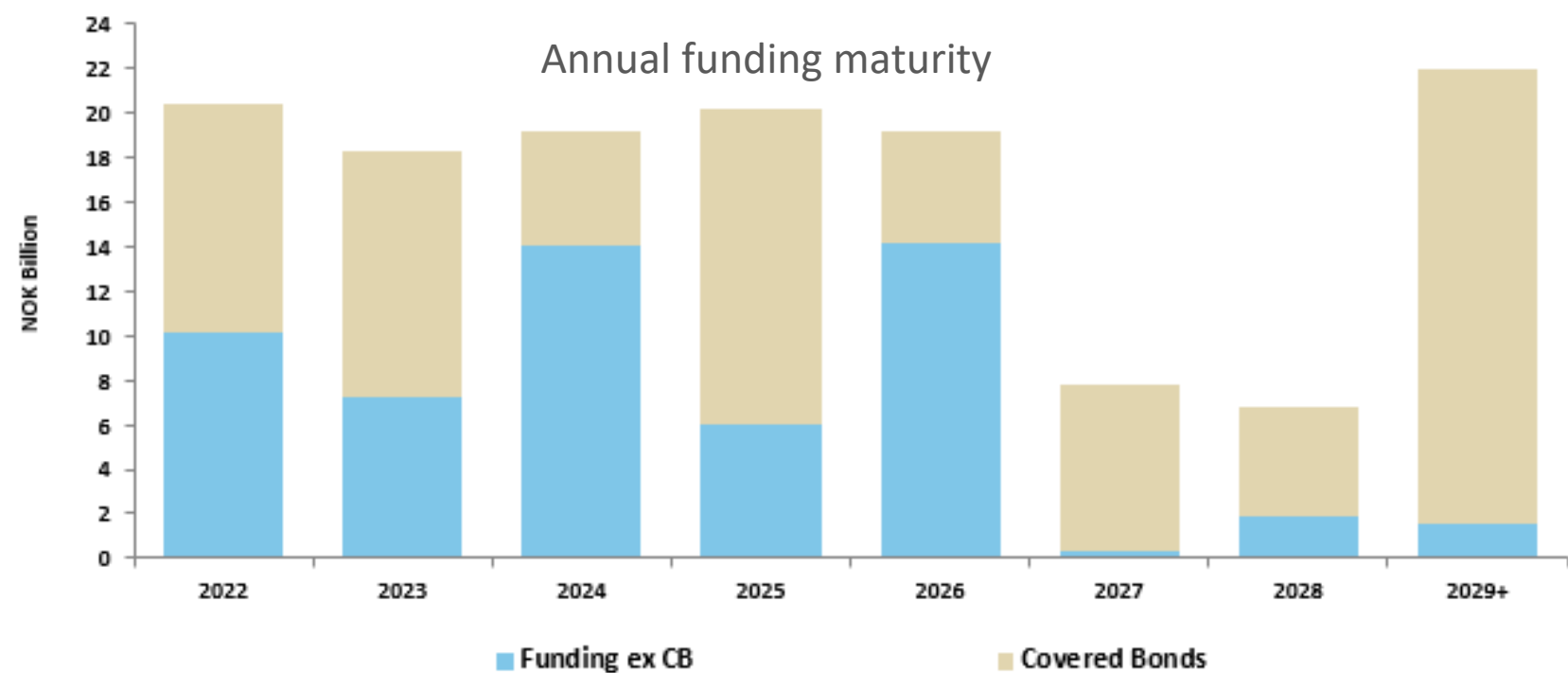
Euro Medium Term Note Programme

SR-Boligkreditt

SR-BOLIGKREDITT AS
(incorporated with limited liability in Norway)

€20,000,000,000

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.

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3 **Norwegian economy**

4 **Sustainability and Green Bond framework**

5 **Appendix**

Overview SR-Boligkreditt



- SR-Boligkreditt is a wholly owned subsidiary of SR-Bank and a dedicated covered bond company. Its objective is to purchase mortgages and to finance these by issuing covered bonds.
- Loans are transferred to SR-Boligkreditt as true sale on a non-recourse basis.
- **Rated Aaa by Moody's**
 - Cover Bond anchor: SR-Bank, rated A1 (stable)
 - CR assessment: A1, TPI leeway of 3 notches
 - Minimum OC-requirement 3.5%
 - The minimum level of over-collateralization is set at 2.0% in SR-Boligkreditt's Covered Bond Programme
- SR-Boligkreditt has implemented the common Harmonised Transparency Template of the European Covered Bond Council which is available on website: www.sr-bank.no/sr-boligkreditt

Eligibility criteria

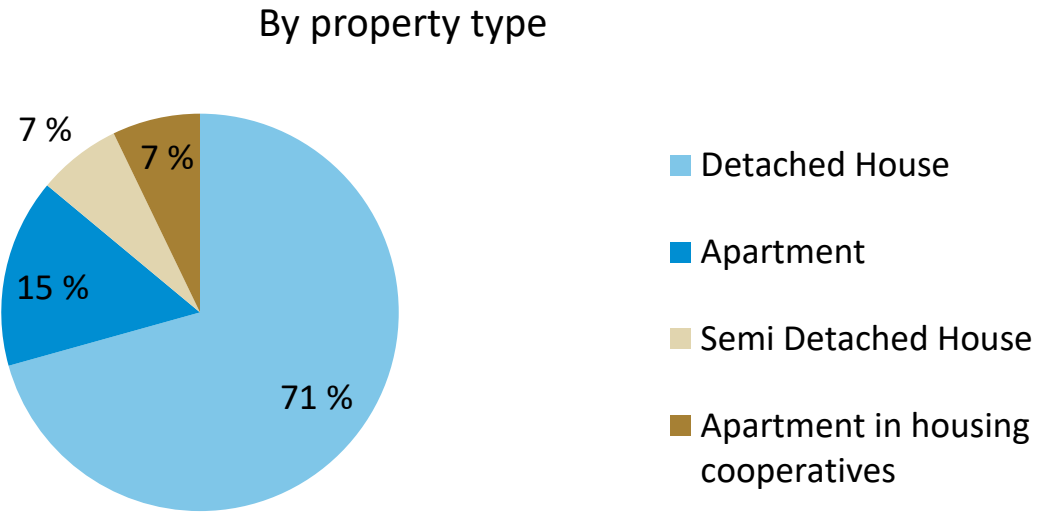
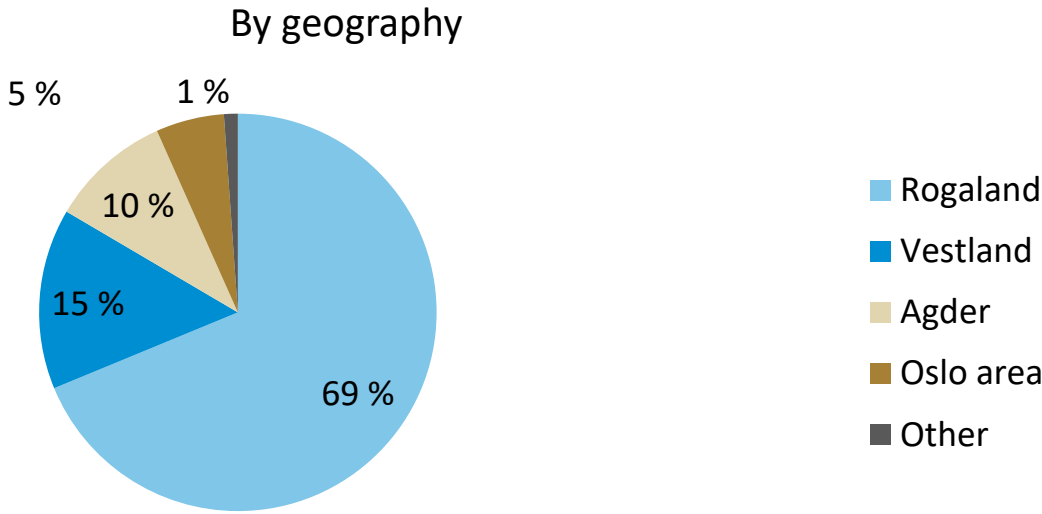
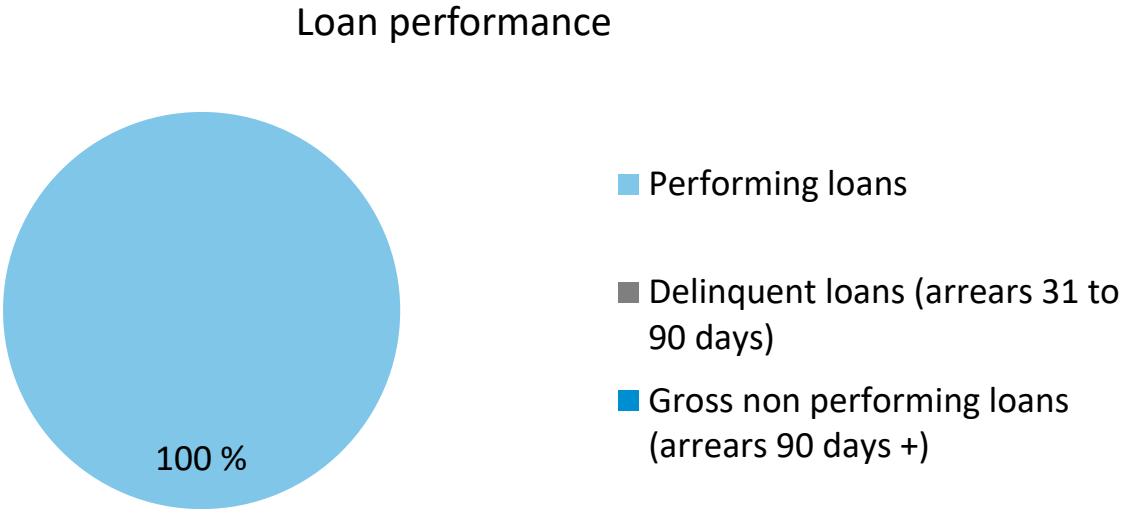
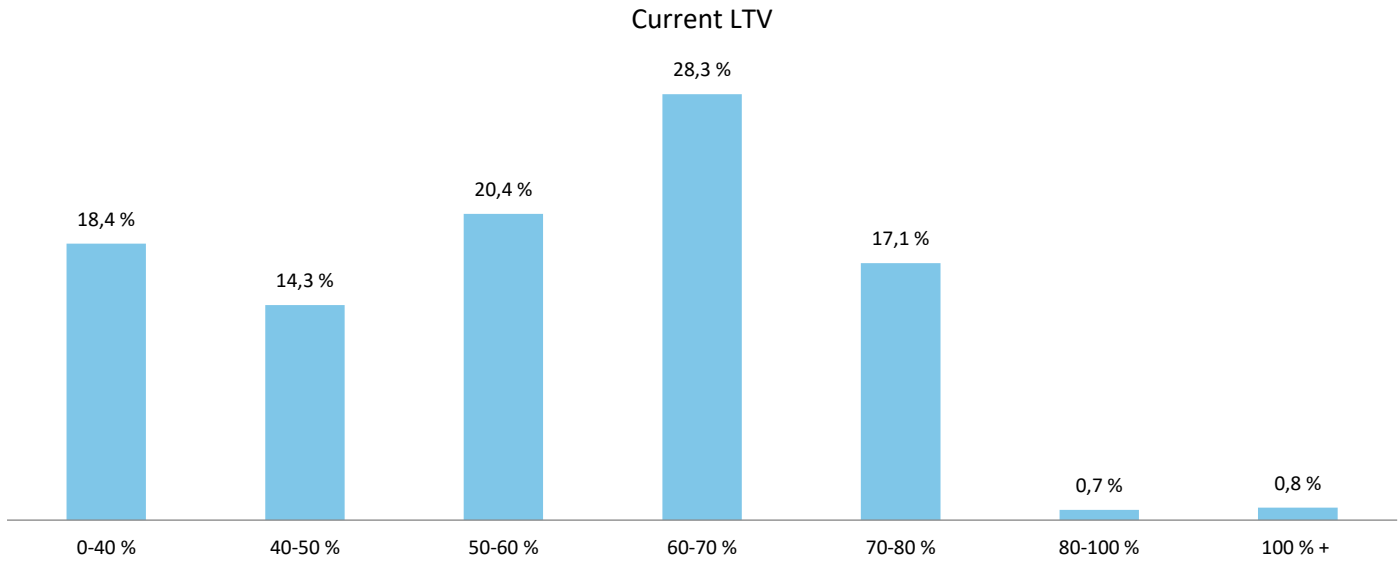


Type of properties	<ul style="list-style-type: none">• Primary residential property in Norway (including detached houses, terraced houses, apartments and cooperative housing units)• The mortgage property shall not be "buy-to-let" (mortgages to individuals owning more than 3 properties)
Collateral	<ul style="list-style-type: none">• Max 75% LTV or less at the time of transfer (max 60% LTV for flexible loans/revolving credits)• The valuation of the mortgage property must be no less than 36 months old and carried out by an independent third party• Quarterly valuation of the mortgages in the pool from an independent source
Credit criteria	<ul style="list-style-type: none">• No adverse credit history the previous year• Probability of default max 2.5%
Type of products	<ul style="list-style-type: none">• Amortising loans (straight line or annuity)• Non-amortising loans (flexible loans/revolving credits)

Cover pool characteristics (nominal values)

Assets/status	<ul style="list-style-type: none"> • 100 % mortgages on Norwegian private residential properties • 100 % performing loans
Cover pool	<ul style="list-style-type: none"> • NOK 91.4 bn: Residential mortgages 89.4 (97.9%), Substitute assets 1.9 bn (2.1%)
Mortgages and rate	<ul style="list-style-type: none"> • 47,965 loans at a weighted average interest rate of 2.0%
Average loan balance	<ul style="list-style-type: none"> • 1,866,366
Weighted average original LTV	<ul style="list-style-type: none"> • 61.7%
Weighted average current LTV	<ul style="list-style-type: none"> • 55.6%
Weighted average seasoning	<ul style="list-style-type: none"> • 8.6
Weighted average life	<ul style="list-style-type: none"> • 15.2 years
Principal payment frequency	<ul style="list-style-type: none"> • Amortizing 78.6%, non-amortizing 21.4%
Rate type	<ul style="list-style-type: none"> • 100 % floating rate loans
OC-level	<ul style="list-style-type: none"> • 17.4%
OC-level if house prices drop 20 %	<ul style="list-style-type: none"> • 10.9%

Cover pool characteristics



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Sustainability and Green Bond framework

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Appendix

Key economic indicators

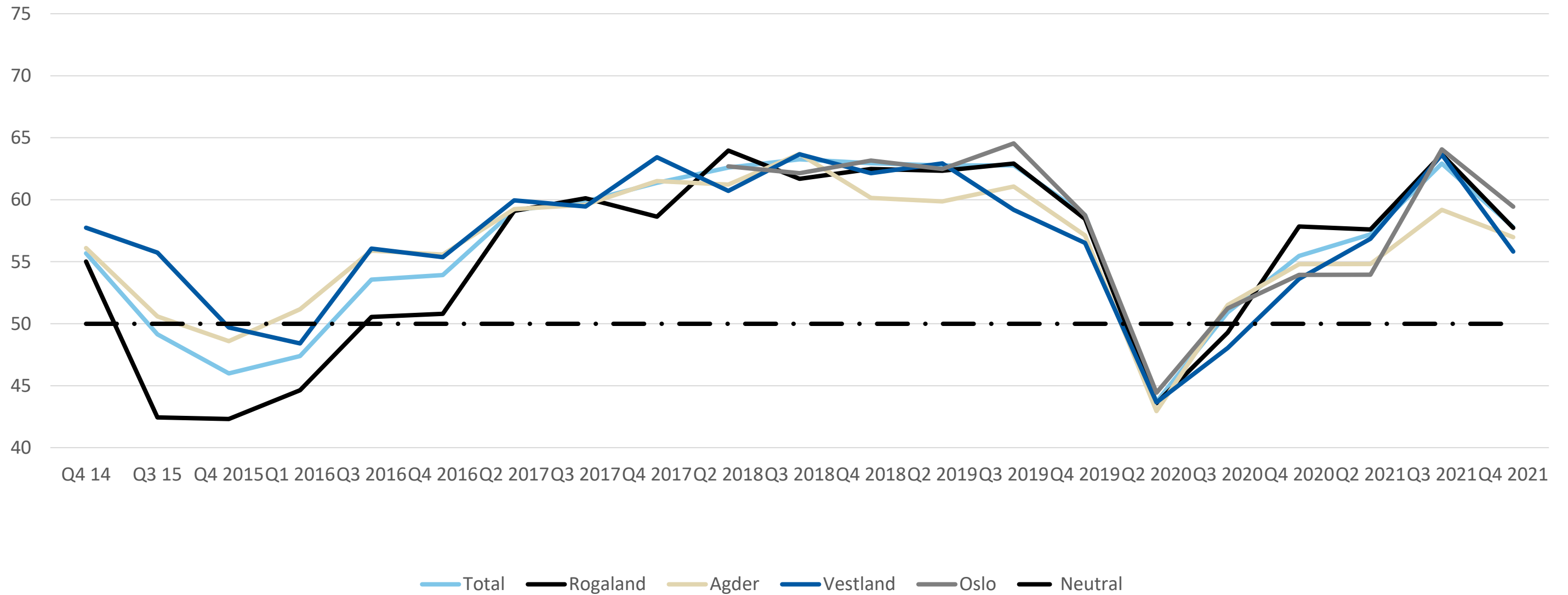


Economic Indicators (%)	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021P	2022P	2023P	2024P
GDP mainland, annual change (%)	1,9	3,7	2,3	2,2	1,4	0,9	2,0	2,2	2,0	-2,3	4,1	4,1	2,4	1,9
Household consumption, annual change (%)	2,4	3,5	2,8	2,1	2,7	1,1	2,2	1,6	1,1	-6,6	4,2	8,5	3,4	2,1
Public consumption, annual change (%)	1,1	1,5	1,0	2,7	2,4	2,3	1,9	0,5	1,3	1,8	3,1	1,0	1,2	1,7
Investment mainland, annual change (%)	5,0	7,4	2,9	0,4	-0,2	9,0	6,8	1,5	6,3	-3,6	0,8	4,6	2,6	2,2
Investment public sector, annual change (%)	1,1	-1,8	11,8	4,5	0,2	6,4	2,6	8,1	7,5	-1,1	-2,8	1,3	1,2	3,0
Investment offshore oil and gas, annual change (%)	11,4	14,6	19,0	-1,8	-12,2	-16,0	-5,4	0,7	12,6	-4,1	-2,0	-6,0	10,0	5,0
Housing prices, annual change (%)	8,0	6,8	4,0	2,7	6,1	7,0	5,0	1,4	2,5	3,9	10,4	4,0	1,4	1,5
Oil price, USD/bbl	111	112	109	100	53	45	55	72	64	43	70	72	68	66
Inflation rate (CPI) %	1,2	0,8	2,1	2,0	2,1	3,6	1,8	2,7	2,2	1,3	3,4	2,6	1,5	2,2
3 month NIBOR %	2,9	2,2	1,8	1,7	1,3	1,1	0,9	1,1	1,6	0,7	0,5	1,2	1,8	1,9
Mortgage rate %	3,6	3,9	4,0	3,9	3,2	2,6	2,6	2,7	3,0	2,6	2,1	2,5	3,1	3,5
Household savings ratio	5,8	6,9	7,2	7,7	9,8	6,9	6,6	5,9	7,0	14,3	12,9	8,0	8,1	8,1
Unemployment rate (registered at labour office)*	2,6	2,6	2,7	2,7	3,0	3,0	2,7	2,5	2,3	4,9	3,1	2,4	2,1	2,0
HH sector real disposable income, annual change (%)	4,3	4,4	4,0	2,3	5,4	-1,6	2,0	1,0	2,1	2,1	2,1	2,9	2,9	1,9
Current account surplus, share of GDP (%)	12,4	12,6	10,3	10,8	8,0	4,5	5,5	8,0	2,9	2,0	12,3	13,5	12,7	10,9
Sovereign Wealth Fund, share of GDP-mainland (%). Actual	150,0	160,0	190,0	230,0	270,0	270,0	290,0	290,0	310,0	350,0				

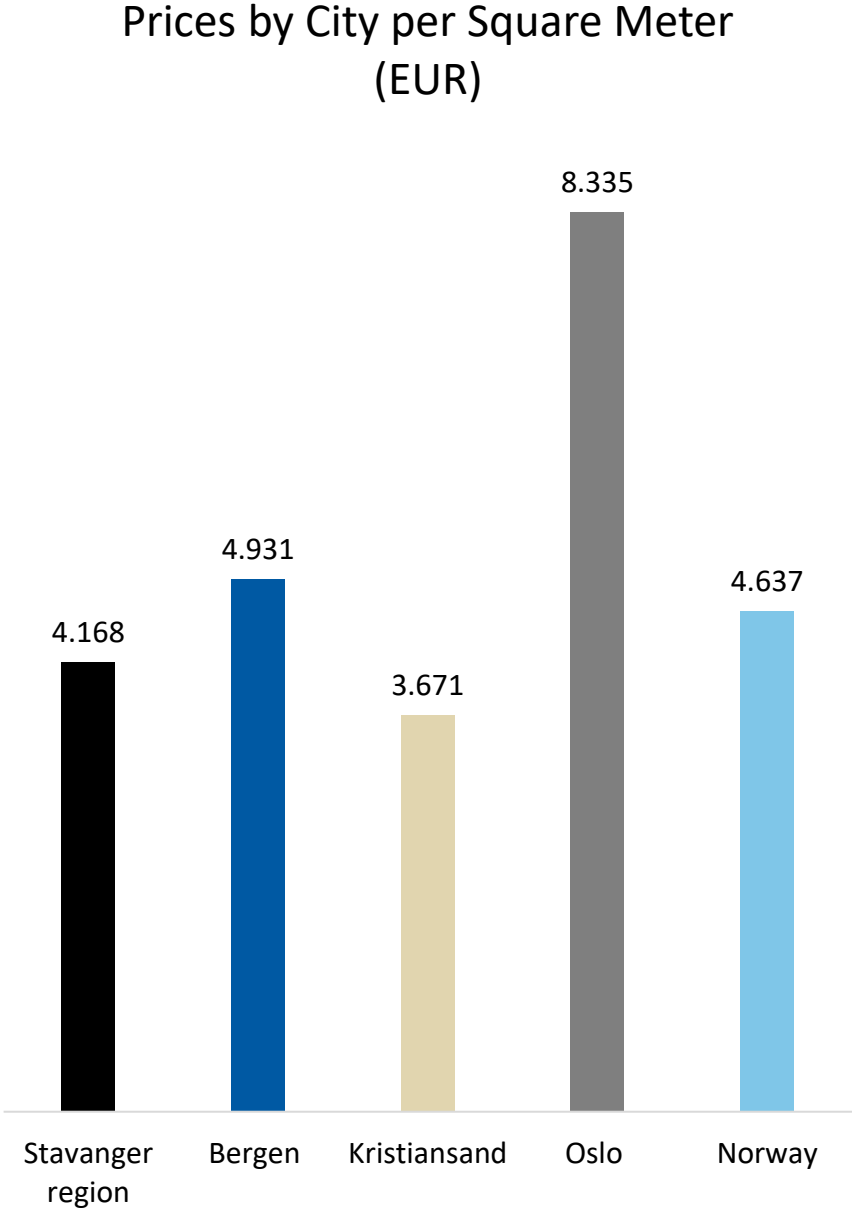
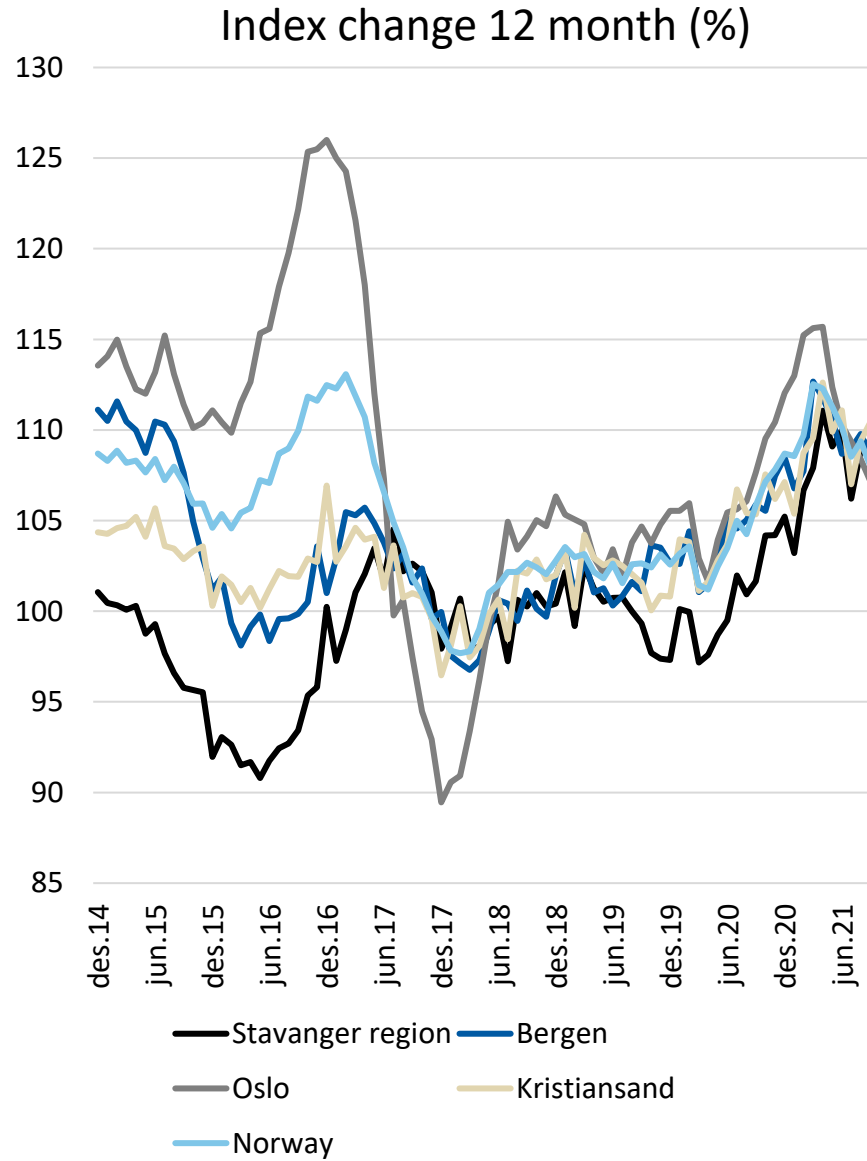
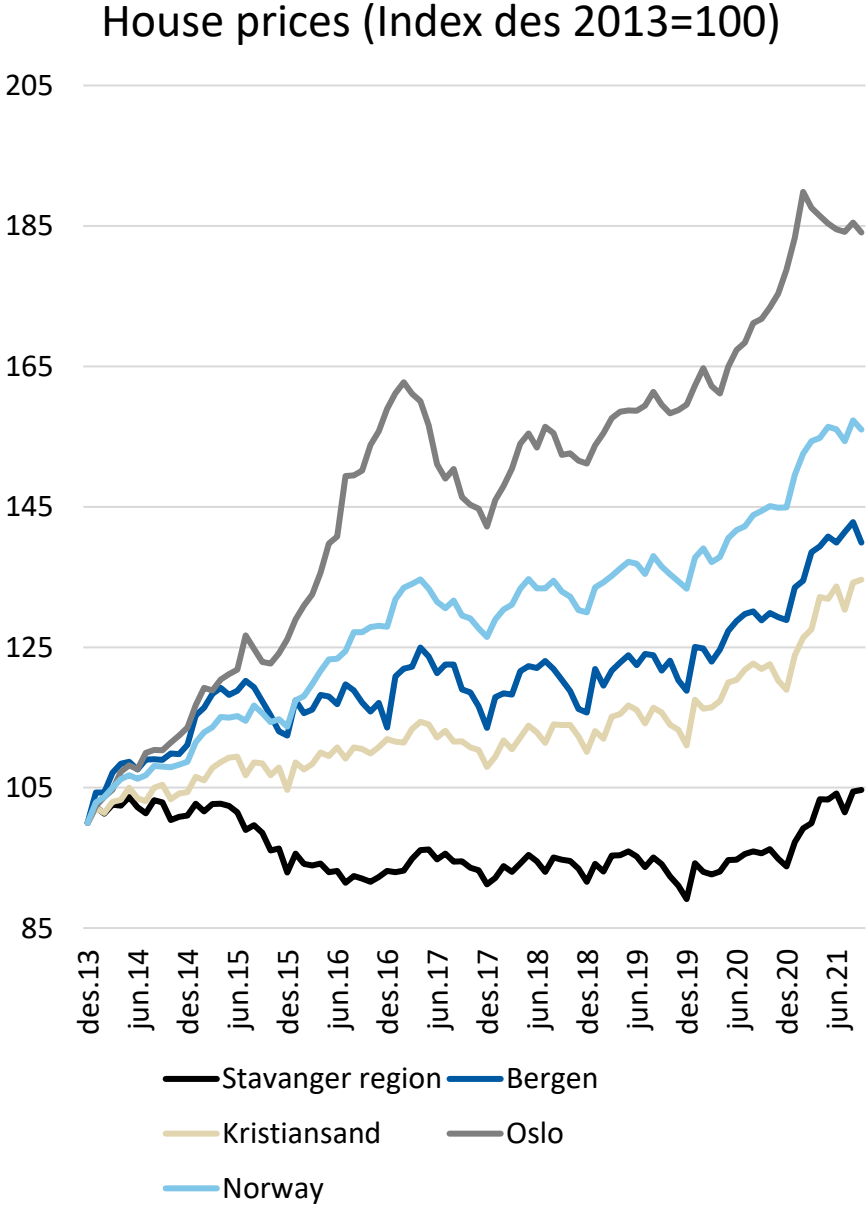
Sources: Statistics Norway, Thomson Reuters Datastream and *Central Bank of Norway. As of 17 January 2022

PMI

Business survey per county. Main index.



Housing market

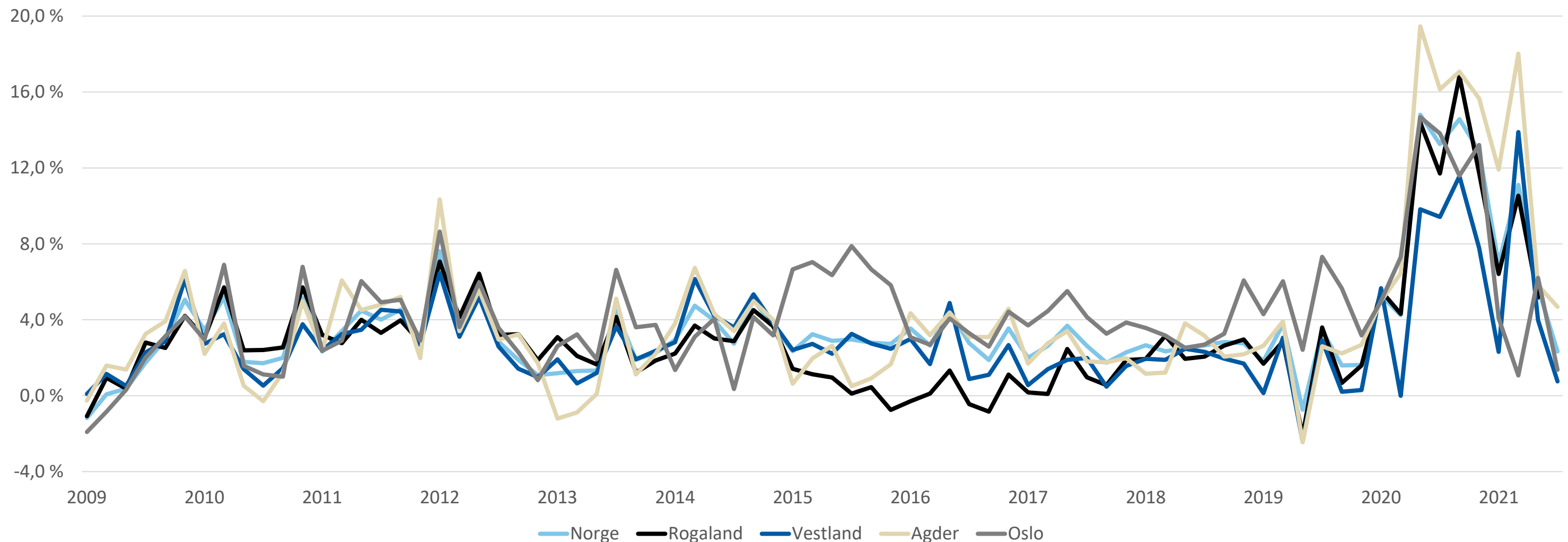


Source: Eiendom Norge and Eiendomsverdi

High growth in retail trade in Norway during the pandemic, but has slowed

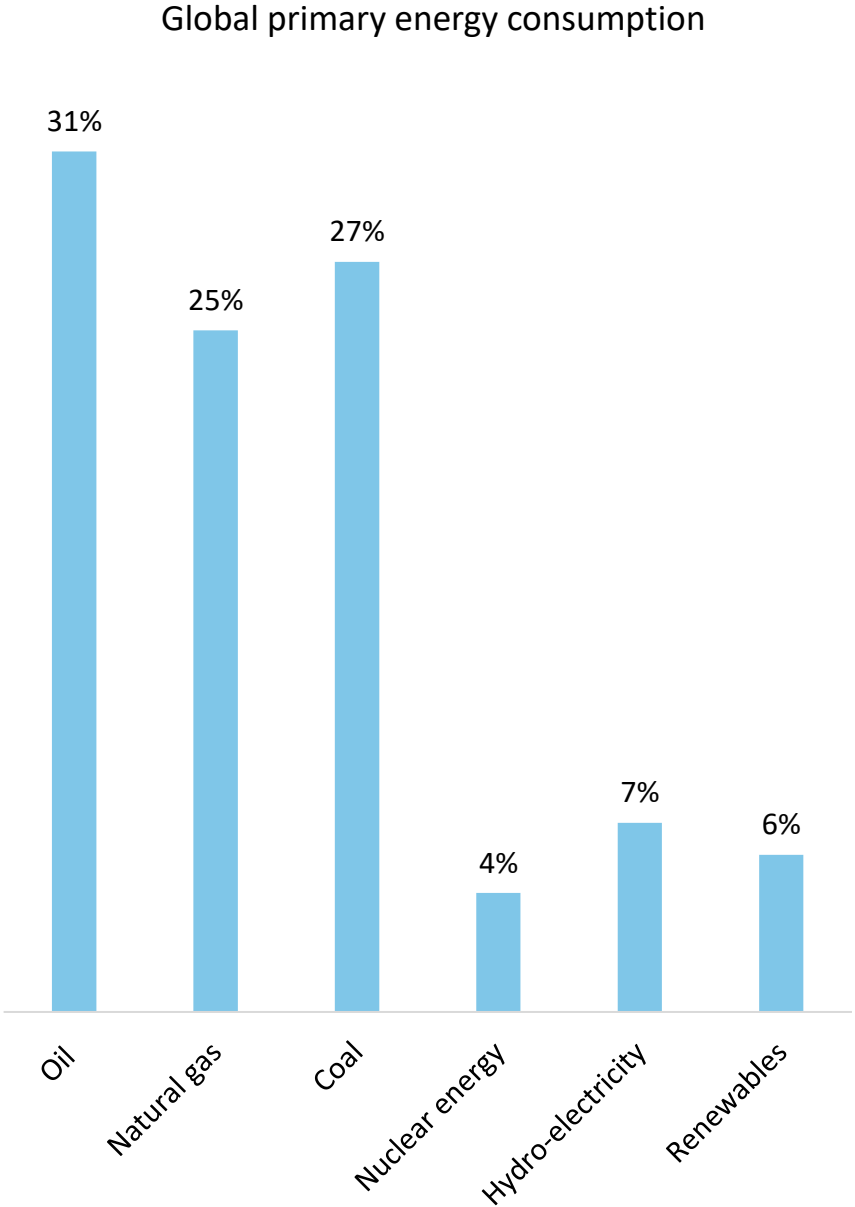
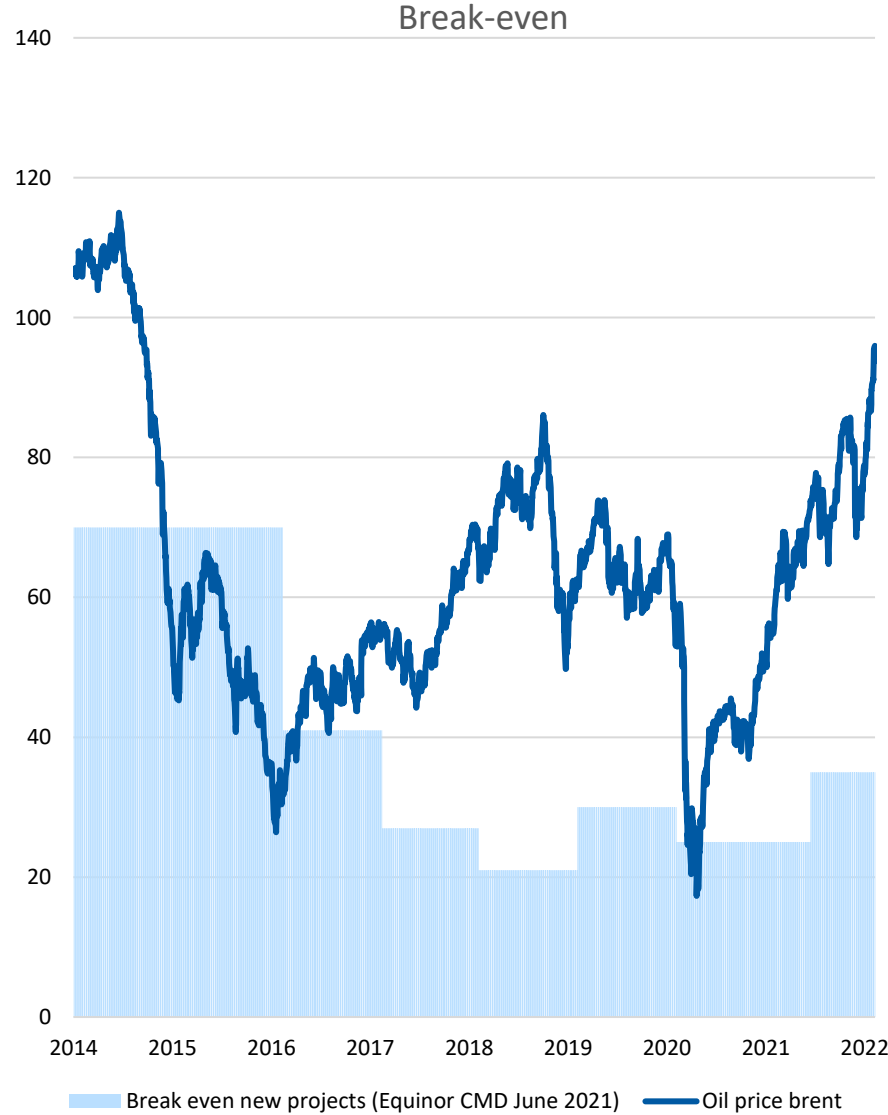
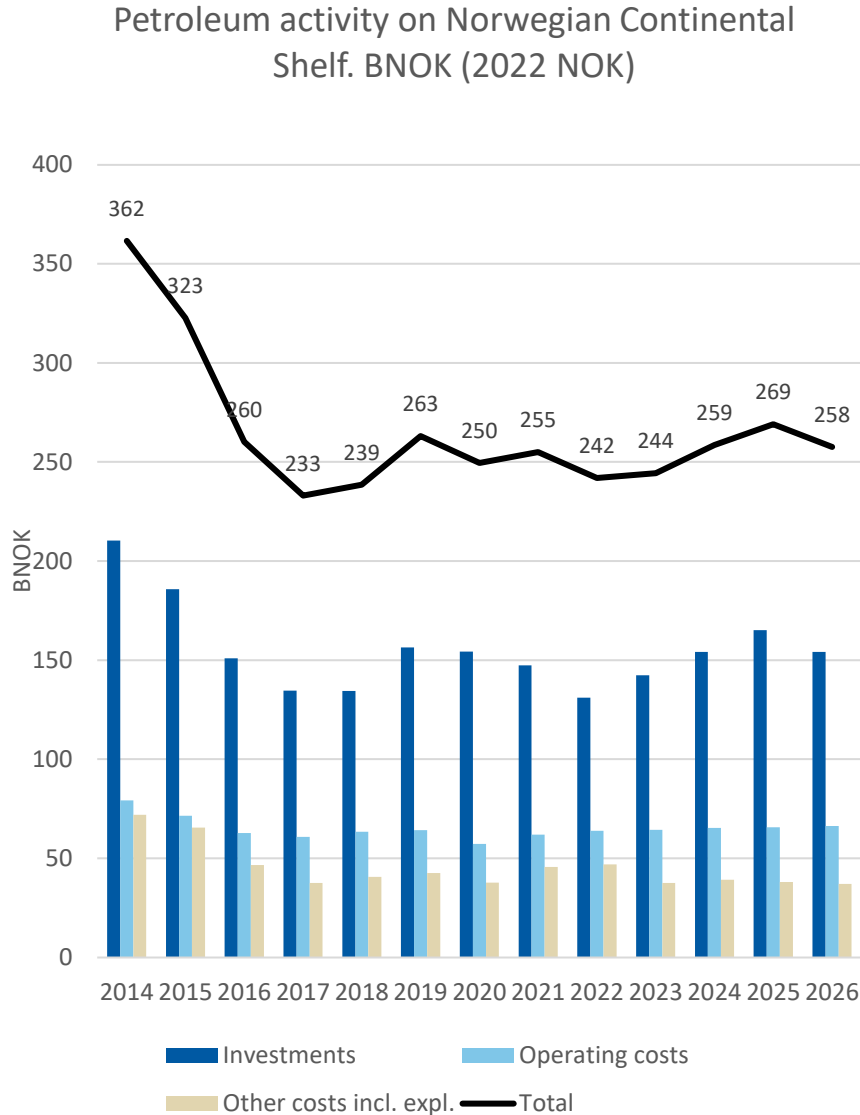
Covid-19 has had a big impact. High growth in groceries have turned to negative growth

Retail sales (excl. auto), change in turn-over from same 2-month period previous year. Last obs: july-aug 2021



Source: SSB.

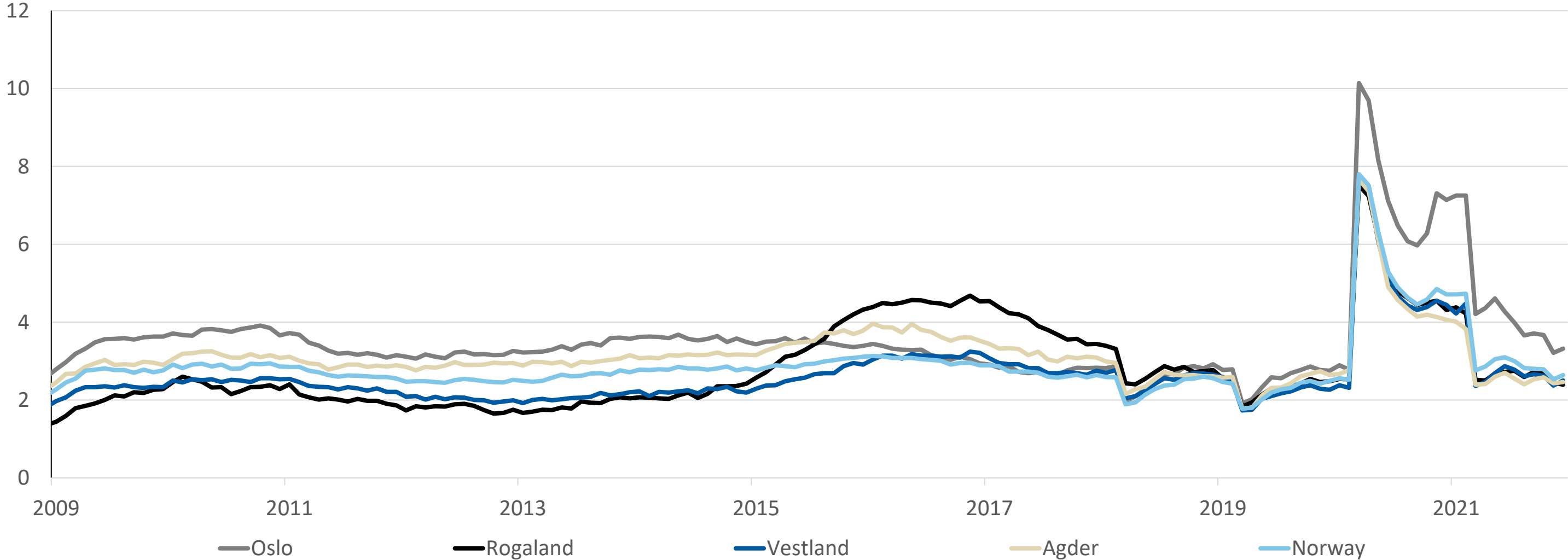
Petroleum activity in Norway



Source: Norwegian Petroleum Directorate / BP Statistical review of World Energy 2020

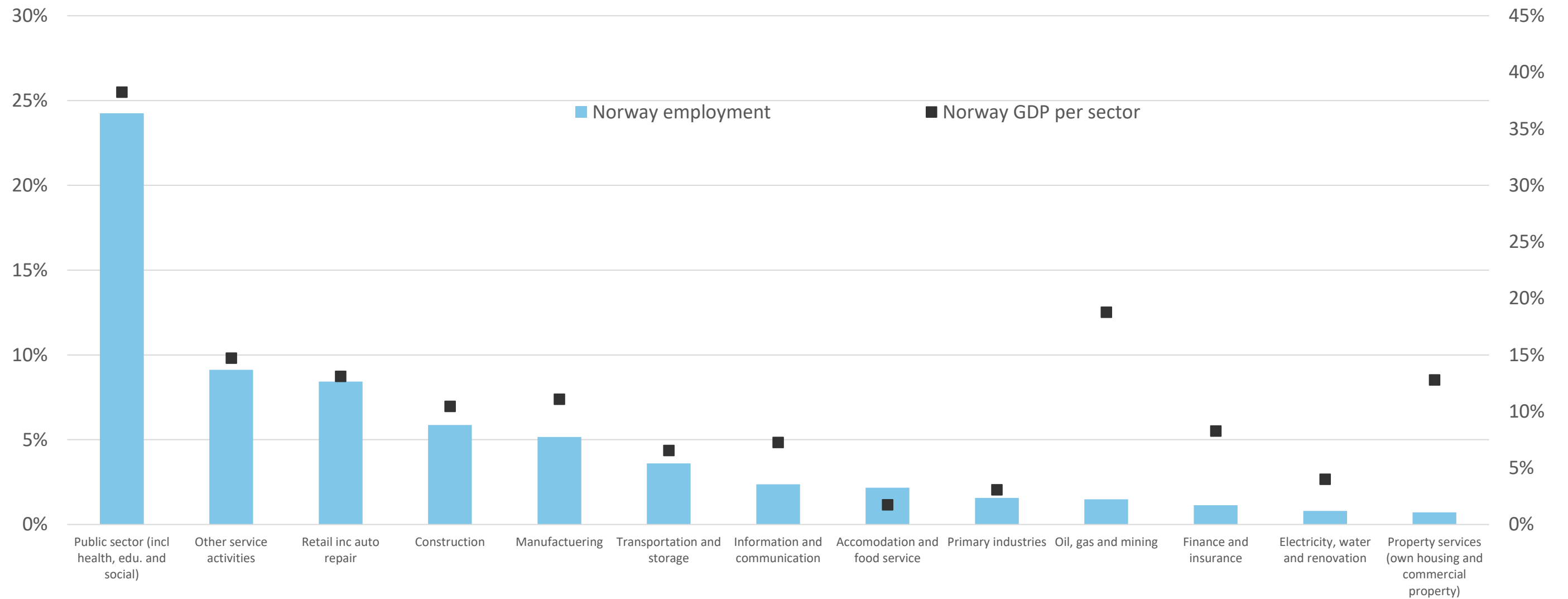
Lower unemployment due to reopening of the economy

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



Source: NAV og SSB.

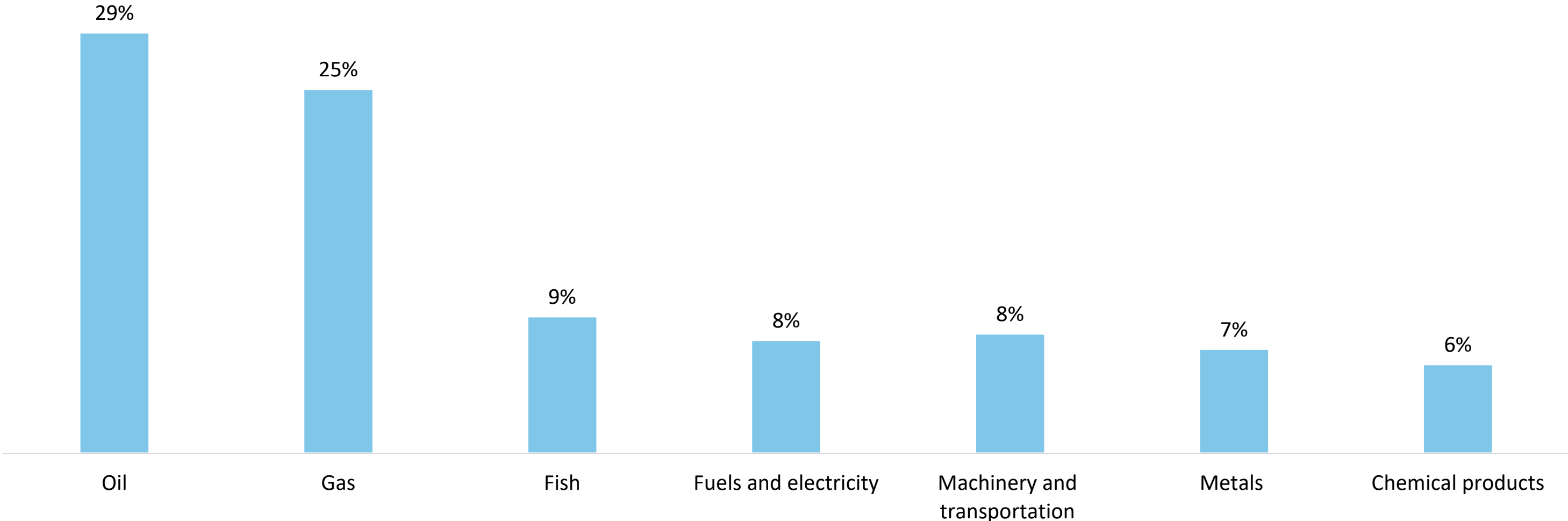
Employment and GDP by sector



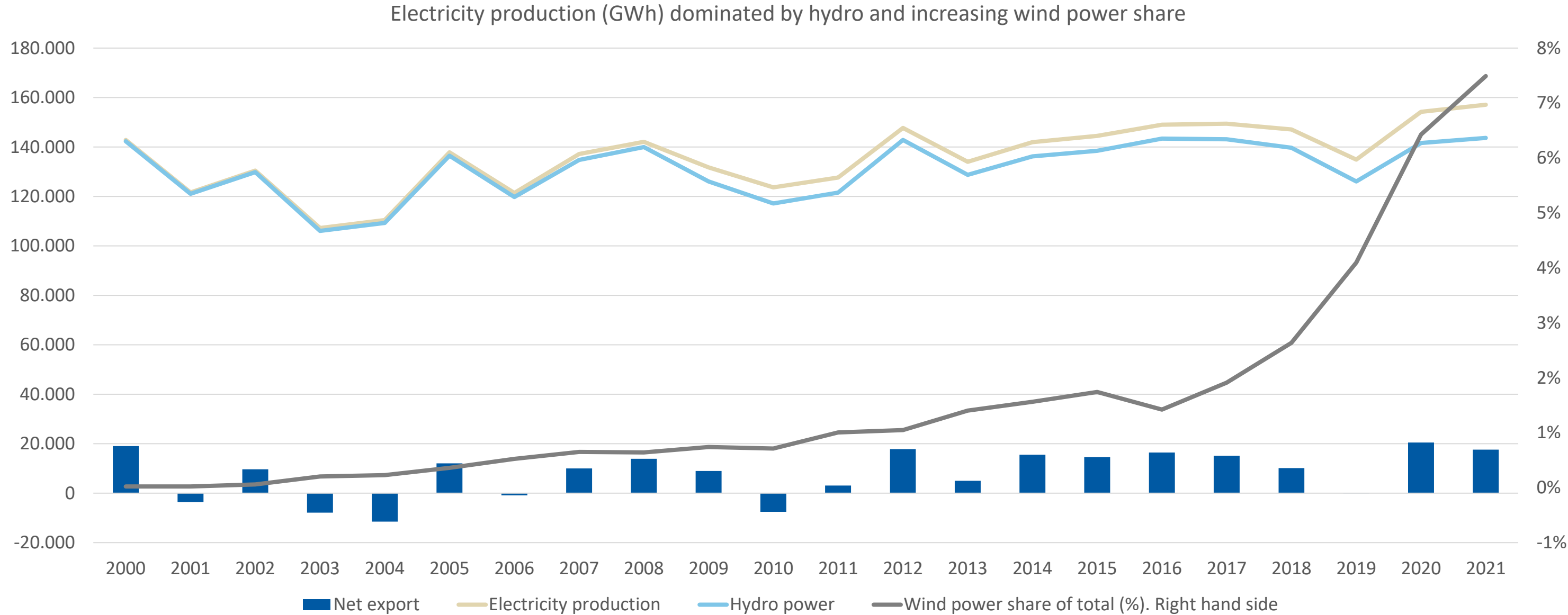
Source: Statistics Norway.

Norwegian exports

Norwegian exports (Aug 2021)



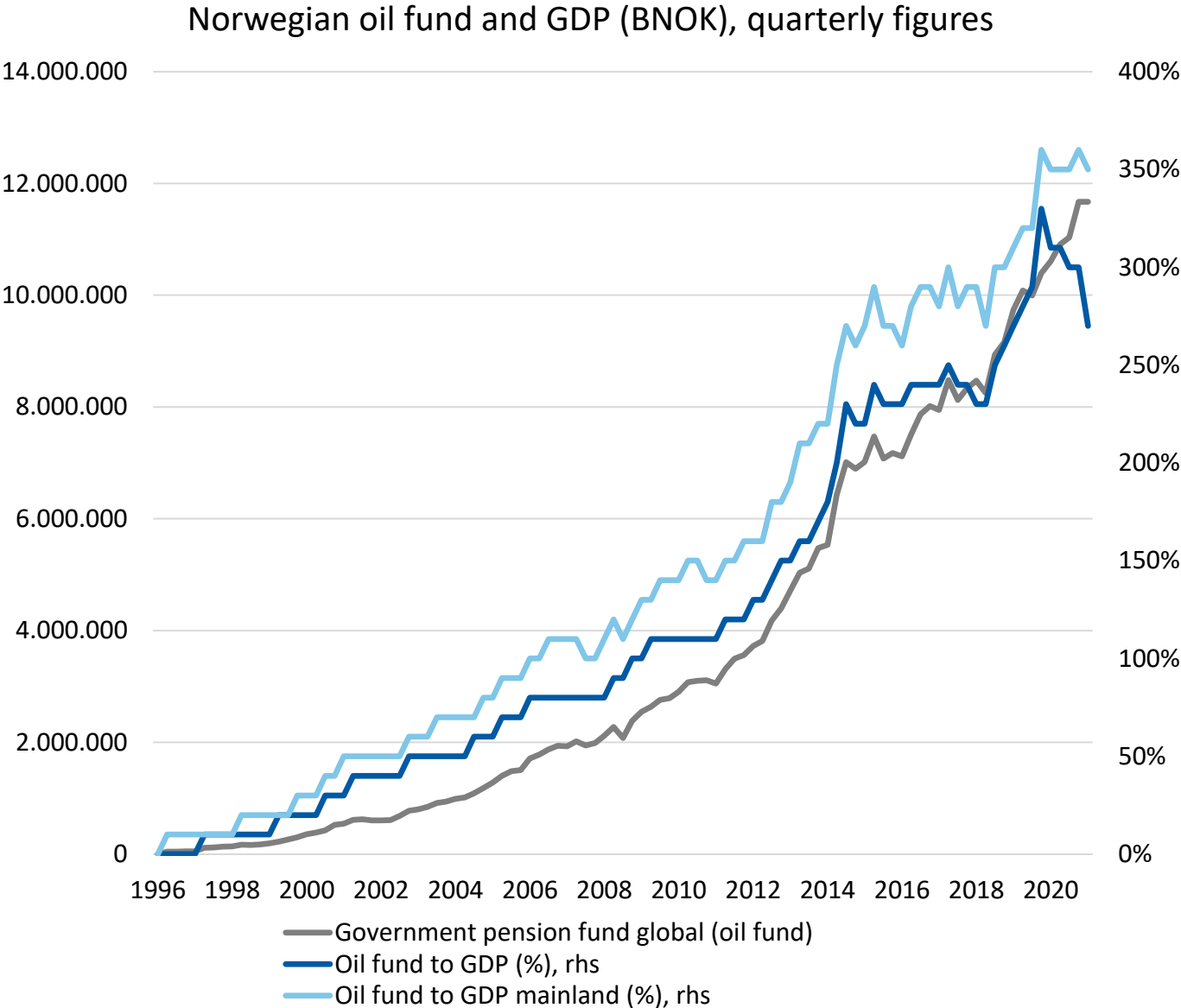
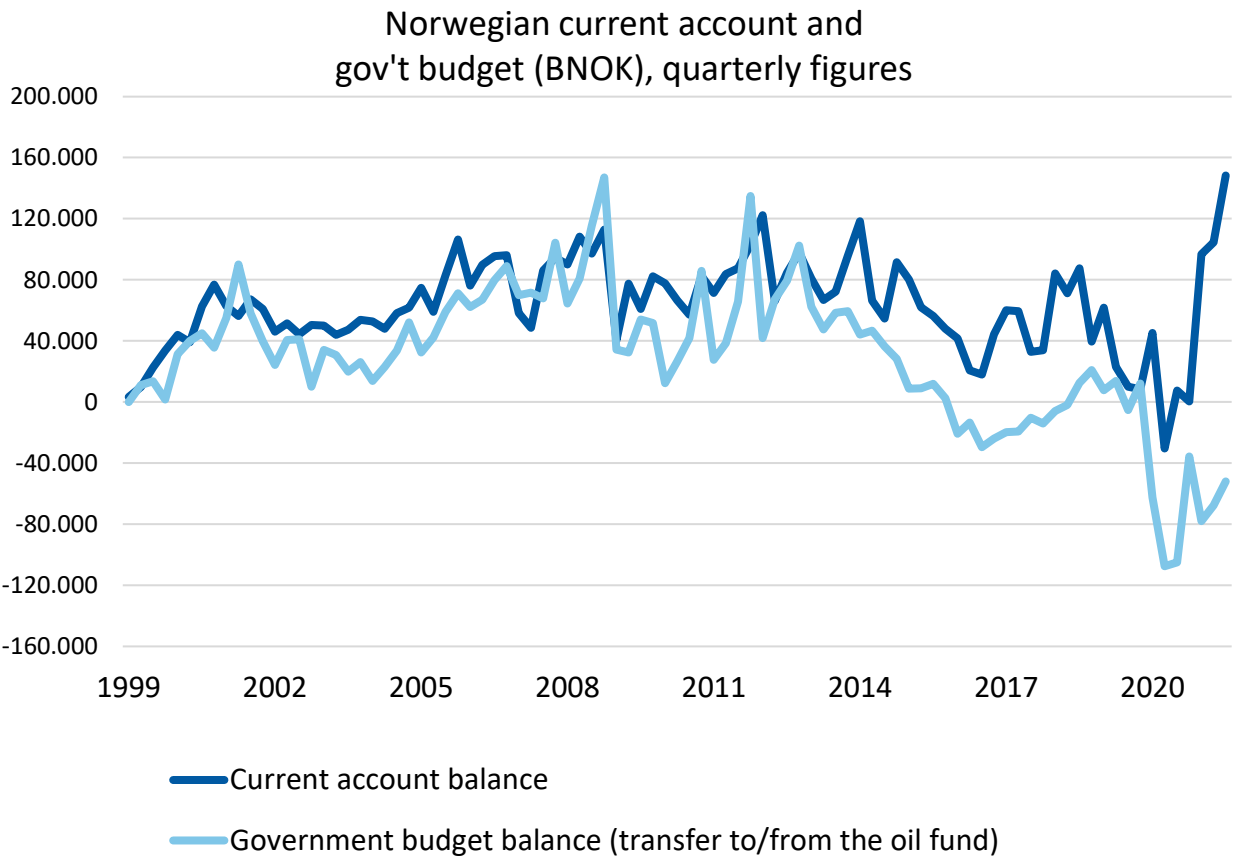
Hydro dominates power generation in Norway, but wind is increasing



Kilde: NAV og SSB.

Government finances and the sovereign wealth fund

- Cash flow from the petroleum sector (taxes, ownership) is channeled into the sovereign wealth fund
- Fiscal spending rule is 3 % of the fund.



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Appendix

SpareBank 1 SR-Bank's sustainability targets

A pro-active ally to our clients in the transition to a more sustainable society

Emission reductions

- **Climate neutrality** in own operations by the end of 2022
- **Net zero emissions** in our financing and investment activities by 2050

Transition

- Financing and facilitation of **NOK 50 billion in sustainable activities** by the end of 2030
- Financing of **NOK 15 bn. in green properties** by the end of 2025
- Facilitating **new jobs** through entrepreneurship and innovation

Equality and diversity

- **Gender balance (40/60)** on all management levels and material positions throughout the company by 2025
- **Equal pay** for genders – equal pay for equal work
- Through our advisory, products and services we will **strengthen economic equality**

Combat financial crime

- Have **zero-tolerance** for all kinds of financial crime
- **Safeguard human rights** by contributing to transparency in supply chains
- Be known for a **high ethical standards**

ESG ratings

CDP	B
Sustainalytics	16.1 (low risk)
ISS	C- (2 nd decile)
MSCI	AA



In ISS's latest ESG assessment of SR-Bank they awarded a score of **C-**. SR-Bank is ranked **in the 2nd decile** indicating high relative performance to those in the same industry.

We score **particularly high in the Social and Governance, staff and suppliers and corporate governance and business ethics categories**.

In July 2021, Sustainalytics rated SR-Bank's Overall **ESG Score at 16.1**. SR-Bank is ranked **in 20th position within the Regional Banks subindustry for ESG Risk** and 120/998 position within the Banks industry group.

SR-Bank is located within the **13th Percentile** for banks **6th Percentile** for regional banks.

In December 2021, MSCI rated SR-Bank's Overall **ESG Score at AA** an **improvement from its last ranking of A**.

SR Bank scored **particularly high in the areas of corporate governance and financing environmental impact**.

Use of Proceeds overview

SR-Boligkreditt

Green Covered Bonds

Green buildings

- Loans to finance or refinance new or existing energy efficient residential buildings in Norway



New Buildings belonging to the **top 15%** most energy-efficient buildings of the local building stock and refurbished buildings which **achieved energy savings of at least 30%** in comparison to the baseline performance of the building before the renovation.

SR-Bank

Green Senior Bonds

Green buildings

- Loans to finance or refinance new or existing energy efficient commercial and residential buildings in Norway



New Buildings belonging to the **top 15%** most energy-efficient buildings of the local building stock and refurbished buildings which **achieved energy savings of at least 30%** in comparison to the baseline performance of the building before the renovation.

Renewable Energy

- Loans aiming at financing the equipment, development, manufacturing, construction, operation, distribution and maintenance of renewable energy generation sources from



- Hydro power (Run-of-river, small scale hydro power plants, refurbishment or refinancing of existing medium or large hydropower plants – all **<100gCO₂e / kWh**)
- Onshore and offshore energy **wind** projects
- **Solar** projects (Photovoltaic energy projects)

Clean Transportation

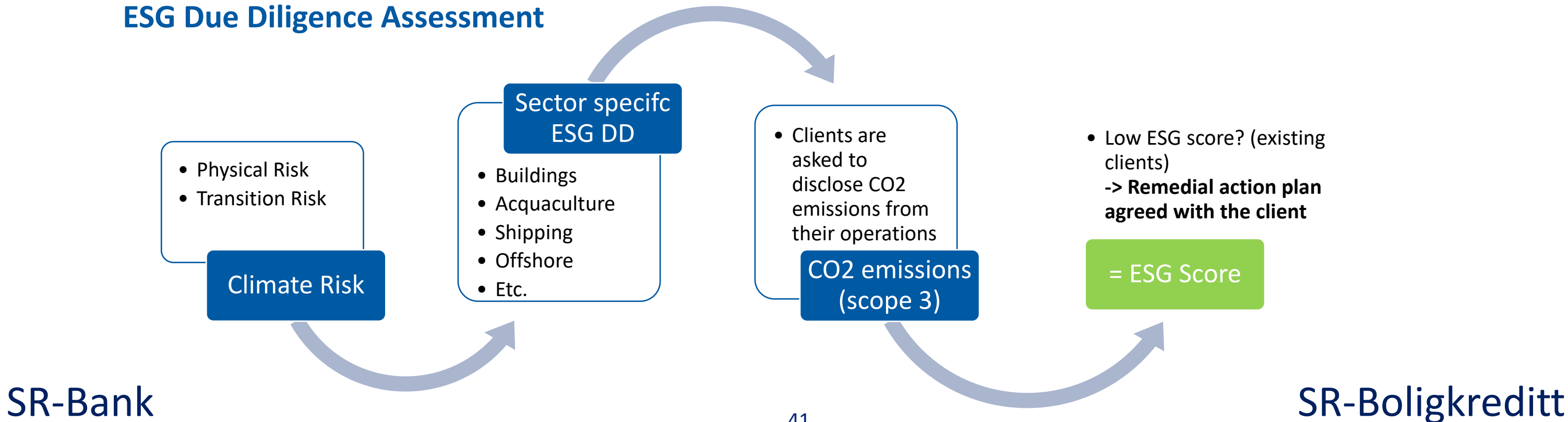
- Loans aiming at financing or refinancing production, establishment, acquisition, expansion, upgrades, maintenance and operation of low carbon vehicles and related infrastructures



- Low carbon vehicles (**EVs only in asset pool**)
- Low carbon transportation infrastructure: infrastructure related to electric transportation of passengers such as charging stations for electric vehicles

Sector specific ESG Due Diligence at loan origination

- For corporate clients with an **exposure larger than NOK 50 million**, we have developed an **ESG due diligence questionnaire**, which **must be completed prior to any credit being granted**
- The assessment includes questions that directly target a customer’s climate risk: **both physical risk and transitional risk**
- **Additional questions for selected industries** like property, aquaculture, shipping and offshore, and oil and gas. Customers are also **encouraged to report their CO2 emissions**
- This results in an ESG score. ESG scoring is a long-term approach to managing and reporting industry-specific climate risk. The scoring and assessment is used to **assess the group's sustainability risk** and as a **tool for advisers in the dialogue with customers**.
- For existing customers with a low ESG score, a tailored action plan is made to address shortcomings together with an SR-Bank adviser.



Translating climate risk into financial risk – FY20

Emissions Analysis

SR-Bank reports greenhouse gas emissions in line with the GHG Protocol.

- In 2020, the group conducted an analysis to estimate the CO2 emissions associated with the loan portfolio in the corporate market.
- Total CO2 emissions per industry in Norway was compared with how much has been loaned per industry in Norway.
- Scope 3 emissions for 2020 were 109.8 tonnes CO2e down 75.5% from 2019

Corporate Market Portfolio Analysis

The corporate portfolio's climate risk (physical, transitional and liability risk) was also mapped at a sector level in 2020.

- **high and medium climate risk** accounts for **11.6% of SR-Bank's exposure.**
- **slightly elevated climate risk** accounts for **12.1% of SR-Bank's exposure.**
- **low climate risk** accounts for **76.3% of SR-Bank's exposure.**

The group has completed an impact analysis for the loan portfolios in both the corporate market and the retail market using tools developed by UNEP FI.

- SR-Bank's core activities stimulate a healthy and inclusive economy.
- The group has a negative impact in three areas: resource efficiency, the climate and biodiversity.

The emissions analysis plus the corporate market portfolio analysis provide the basis for setting our targets for the credit portfolio in 2021.

- Target setting enables SR-Bank to facilitate its overarching sustainability objective of **taking a proactive approach to sustainability in all of its operations contributing to solutions to the climate and environmental challenges society faces.**

INDUSTRY	SR-Bank's lending to industries (MNOK)	SR-Bank's share of total financing for industries	Total emissions to air per industry (1000 tonnes CO2e)	Industry's share of total emissions	Estimated emissions via corporate portfolio (1000 tonnes CO2e)
Aquaculture	2,841	1.70%	367	1%	6
Industry	2,830	0.90%	7,039	12%	61
Agriculture/forestry	5,372	3.50%	588	1%	21
Service sector	13,458	4.30%	454	1%	19
Wholesale and retail trade, hotels and restaurants	3,547	1.40%	1,129	2%	16
Energy, oil and gas	3,846	5.70%	19,454	34%	1,105
Building and construction	4,482	4.00%	1,912	3%	77
Power and water supply	1,175	0.40%	1,844	3%	8
Real estate	31,507	1.60%	103	0%	2
Shipping and other transport	13,092	4.60%	23,275	41%	1,066
Public sector and financial services	2,275	2.30%	253	0%	6
Total emissions	84,425	2.10%	56,418	100%	2,387
The corporate portfolio's share of CO2 emissions					4.20%

Green product offerings

Green Mortgage Product & Renovation Product

- The Green mortgage product was launched in 2021. A Green mortgage is secured by energy efficient housing with favorable loan interest rates. Loan criteria: **EPC A or B label**
- With a green mortgage, customers **typically get lower interest rates of 0,4%** compared to a non-green mortgage
- We also offer **financial support to customers when they improve their energy use** in their home, as part of a renovation

Green Car Loan Product & Insurance Product (EVs)

- Loan criteria: **fully electric vehicles**
- With a green car loan, customers **typically get lower interest rates of 0,3%** compared to a non-green car loan
- We also offer a green insurance product for electric vehicles

Other Products:

- We offer a **green loan for agriculture**, which is primarily designed for investments in solar panel systems
- SR-Forvaltning (asset management arm), assessed the opportunities for green product development and will, in line with SR-Forvaltning's climate strategy, establish its own **green equities fund**.



EU Taxonomy: TSC, DNSH & MS – high level assessment

Eligible green asset category	Wind Power	Hydro Power	Clean Transportation	Green Buildings (Residential & Commercial)
Geography	Norway			
Eligibility criteria	Electricity generation from wind power	Electricity generation from hydro power	Transport by motorbikes, passenger cars and light commercial vehicles	Acquisition & ownership of buildings: <ul style="list-style-type: none"> • Top 15% - (via Building code / EPC) • BREEAM certificate
Alignment with the Technical Screening criteria of the EU Taxonomy Climate Delegated Act (April 2021)	100% TSC alignment	100% TSC alignment (only facilities with <100gCO ₂ e/KWh life cycle emissions)	100% TSC alignment (only EVs)	<ul style="list-style-type: none"> • Top 15% - 100% (all buildings in the pool currently built pre-2021) • BREEAM certificate Excellent/Outstanding = 1,225 NOKm = 19.3% of commercial portfolio ➤ Residential: 100% TSC alignment ➤ Commercial: 80.6% TSC alignment
Do No Significant Harm & Social Safeguards	SR-Bank ensures that all eligible loans comply with official national and international environmental and social standards and local laws and regulations on a best effort basis. It is part of SR-Bank's loan approval process to ensure that all its loans comply with internal environmental and social directives, including those financed with the proceeds of the Green Bonds. These eligibility criteria and minimum requirements and ESG related matters are continuously developed and renewed in our external and internal policy frameworks. SR-Bank's environmental and social policies can be found on: https://www.sparebank1.no/en/sr-bank/about-us/Sustainability/our-sustainability-guidelines.html			

➤ High-level (non-accredited) EU Taxonomy alignment assessment: **97% aligned (NOK 39.2bn aligned out of NOK 40.5bn total portfolio)**

Allocation Report – Q1 2021

Eligible Green Loan Portfolio		Green Funding			
	Amount (NOK m)	Instrument (ISIN)	Issuance Date	Due Date	Amount (NOK m)***
Green Residential Buildings	32.496	XS2063288190	okt.19	okt.26	4.992
SR Bank	12.287	XS2363982344*	jul.21	jul.26	4.992
SR Boligkreditt	20.209	XS2406010285**	nov.21	nov.26	4.992
Green Commercial Buildings	6.339				
Renewable Energy	1.450				
Clean Transportation	170				
Total	40.455			Total	14.976

* Incl in report 15 July 2021

** Incl in report 9 November 2021

*** EURNOK 31 December 2021

Impact Report – Q1 2021

Eligible Project Category	Eligible portfolio (NOK m)	Share of Total Green Covered Bond Financing	Share of Total Green Senior Bond Financing	Eligibility for Green Bonds	Estimated reduced energy (in GWh/year)	Direct emissions avoided vs baseline in tons of CO2 /year (Scope 1)	Indirect emissions avoided vs baseline in tons of CO2 /year (Scope 2)	Expected power production (in GWh/year)	Total annual reduced emissions in tons of CO2 /year
a/	b/	c/	c/	d/	e/	e/	e/	e/	e/
Green Residential Buildings	32,496	100.00%	77.55%	100%	204	N/A	N/A	N/A	25,500
Green Commercial Buildings	6,339	0.00%	17.88%	100%	46	N/A	N/A	N/A	5,700
Renewable Energy	1,450	0.00%	4.09%	100%	N/A	N/A	N/A	817	105,500
Clean Transportation	170	0.00%	0.48%	100%	N/A	977	-508	N/A	469
Total	40,455	100%	100%	100%	250	977	-508	817	137,169

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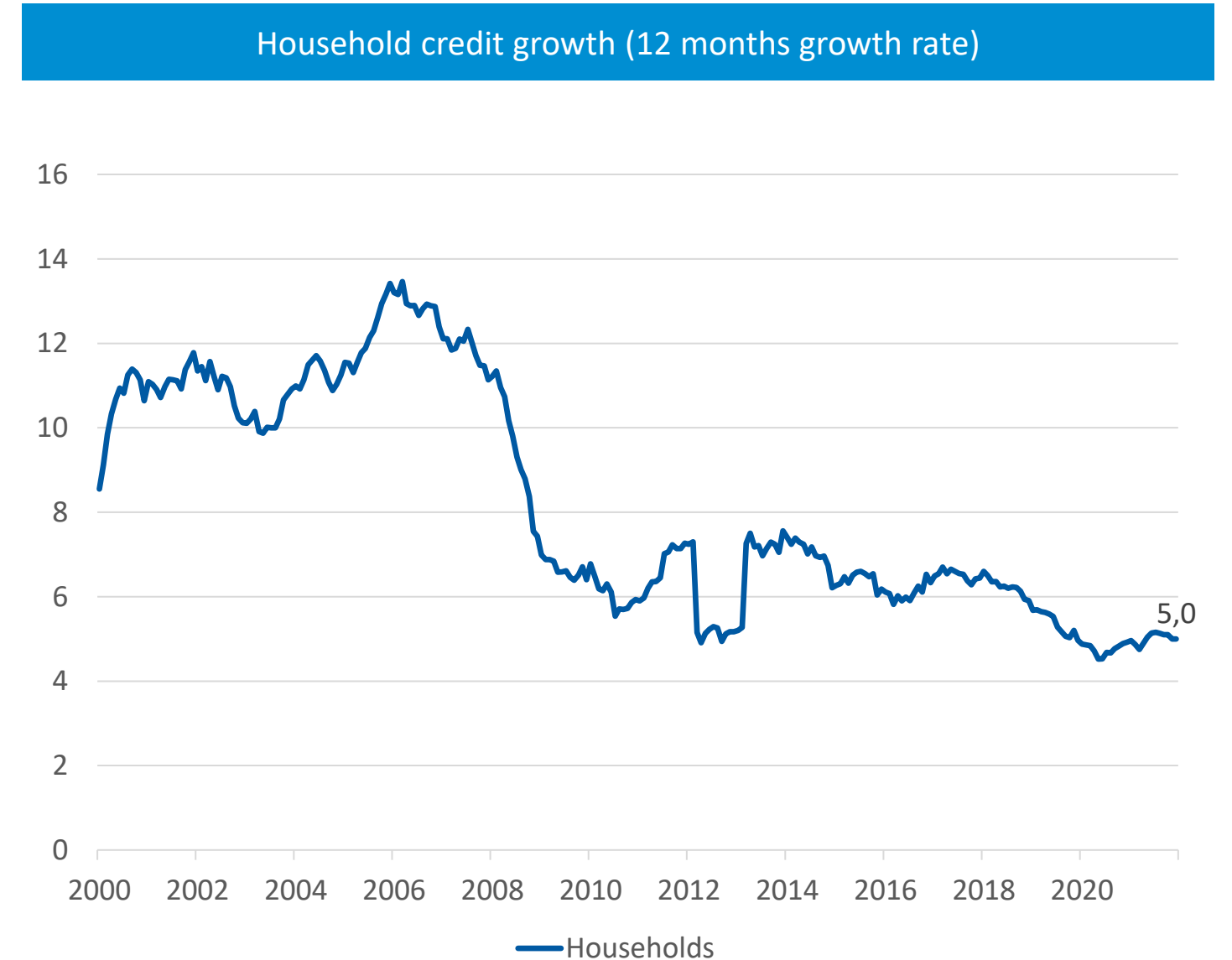
Sustainability and Green Bond framework

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Appendix

Mortgage market – characteristics

Mortgage market	<ul style="list-style-type: none"> • Scheduled repayment mortgages: 83.4%, flexible: 16.6% • Typical maturity: 25-30 years • First priority security market with high doc. standard
Home ownership	<ul style="list-style-type: none"> • Approx. 80% of households owner occupied (little buy to let) • Between 50 and 60% are detached one-family houses
Social security	<ul style="list-style-type: none"> • Generous unemployment benefits • Unemployment benefit represents ca 60% of final salary for 2 years
Regulation	<ul style="list-style-type: none"> • Loan to value: 85% (75% legal limit for cover pool) <ul style="list-style-type: none"> ○ 60% for flexible mortgages / revolving credits • Stress test: 5% mortgage interest rate increase • Repayment minimum 2.5% p.a. (LTV > 60%) • Max total debt of 5x a borrower's income before tax
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"> • 22% of interest paid is tax deductible • Low effective real estate tax (lower net worth tax on real estate than financial assets)



Net commission and other income

MNOK	31.12.2021	31.12.2020	Q4 2021	Q3 2021	Q2 2021	Q1 2021	Q4 2020
Payment facilities	245	248	70	64	56	55	64
Savings/placements	216	195	52	50	61	53	51
Insurance products	233	208	61	60	56	56	54
Commission income EiendomsMegler 1	439	396	96	101	132	110	100
Guarantee commission	106	96	28	30	24	24	26
Arrangement- and customer fees	142	72	50	18	23	51	28
Commission income ForretningsPartner	315	154	91	79	95	50	38
Other	21	13	7	4	7	3	4
Net commission and other income excl. covered bond company	1,717	1,382	455	406	454	402	365
Commission income SB1 Boligkreditt	0	14	0	0	0	0	5
Net commission and other income incl. covered bond company	1,717	1,396	455	406	454	402	370

Net income on investment securities

MNOK	31.12.2021	31.12.2020	Q4 2021	Q3 2021	Q2 2021	Q1 2021	Q4 2020
Dividends	30	57	21	0	9	0	39
Investment income, associates	676	663	223	151	193	109	129
Securities gains/losses	192	-141	56	4	26	106	-1
- of which capital change in shares and certificates*	296	-49	96	27	68	105	7
- of which capital change in certificates and bonds	-561	29	-146	-135	-113	-167	-137
- of which derivatives; certificates and bonds	457	-121	106	112	71	168	129
Currency/interest gains/loans	139	120	44	79	15	1	73
- of which currency customer- and own-account trading	142	138	41	38	36	27	41
- of which value change basiswap spread	-24	13	12	20	-32	-24	29
- of which counterparty risk derivatives including CVA	4	-47	0	1	0	3	2
- of which IFRS-effects	17	16	-9	20	11	-5	1
Net income on investment securities	1,037	699	344	234	243	216	240

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.

**Including gains from the sale of SR-Forvaltning of NOK 92 million in the group.*

Subsidiaries

	MNOK	31.12.2021	31.12.2020	Q4 2021	Q3 2021	Q2 2021	Q1 2021	Q4 2020
EiendomsMegler 1 SR-Eiendom AS	Number of sales	7,367	6,707	1,558	1,713	2,185	1,911	1,633
	Operating profit before tax	60	50	9	5	30	16	9
SR-Forvaltning AS	Capital under management (BNOK)	16	14	16	16	15	15	14
	Operating profit before tax	34	19	9	9	9	7	5
FinStart Nordic AS*	Operating profit before tax	85	- 113	13	3	4	65	-24
SpareBank 1 SR-Bank Forretningspartner AS	Operating profit before tax	35	21	5	12	7	11	4
SR-Boligkreditt AS	Operating profit before tax	839	811	274	311	144	110	277
Monio AS	Operating profit before tax	49	-17	-5	-4	63	-5	-4
Rygir Industrier AS and other	Operating profit before tax	-24	13	-9	-2	-4	-9	7
Total subsidiaries	Profit before tax	1,078	784	296	334	253	195	274

*SpareBank 1 SR-Bank ForretningsPartner have acquired Tveit Regnskap with effect from 15 April 2021. The result in ForretningsPartner includes amortisation of intangible assets of NOK 5.5 million (NOK 2.9 million as at 31 December 2020).

Ownership interests

Companies	MNOK	31.12.2021	31.12.2020	Q4 2021	Q3 2021	Q2 2021	Q1 2021	Q4 2020
SpareBank 1 Gruppen AS	Interest ownership (%)	19.5	19.5	19.5	19.5	19.5	19.5	19.5
	Profitshare after tax	471	194	173	83	148	67	87
	Profit effect merger	0	340	0	0	0	0	0
BN Bank ASA	Interest ownership (%)	35.0	35.0	35.0	35.0	35.0	35.0	35.0
	Profitshare after tax	164	120	42	40	42	40	36
SpareBank 1 Forvaltning*	Interest ownership (%)	36.3	-	36.3	19.5	19.5	-	-
	Profitshare after tax	40	-	18	16	6	-	-
	Adj. profit contribution previous year	-4	-	-4	0	0	-	-
SpareBank 1 Næringskreditt AS**	Interest ownership (%)	0.0	15.6	0.0	0.0	15.3	15.3	15.6
	Profitshare after tax	6	9	0	2	2	2	2
SpareBank 1 Kreditt AS	Interest ownership (%)	17.1	17.7	17.1	17.1	17.1	17.1	17.7
	Profitshare after tax	11	2	1	9	1	0	0
SpareBank 1 Betaling AS	Interest ownership (%)	19.2	19.8	19.2	19.7	19.8	19.8	19.8
	Profitshare after tax	-12	-2	-6	-1	-4	-1	1
	Adj. profit contribution previous year	-2	0	-2	0	0	0	0
Others	Profitshare after tax	3	4	1	0	0	2	3
Total ownership interests	Profitshare after tax	677	667	223	149	195	110	129
FinStart Nordic AS***	Profitshare after tax	-1	-4	0	2	-2	-1	0
Total ownership interests in the Group	Profitshare after tax	676	663	223	151	193	109	129

*The establishment of the SpareBank 1 Forvaltning Group was approved by The Norwegian FSA in the spring of 2021, and the company was transferred from SpareBank 1 Gruppen to the alliance banks in May 2021.

**SR-Bank has no assets in SpareBank 1 Næringskreditt as at 31 December 2021, however the result is included up to this date.

***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

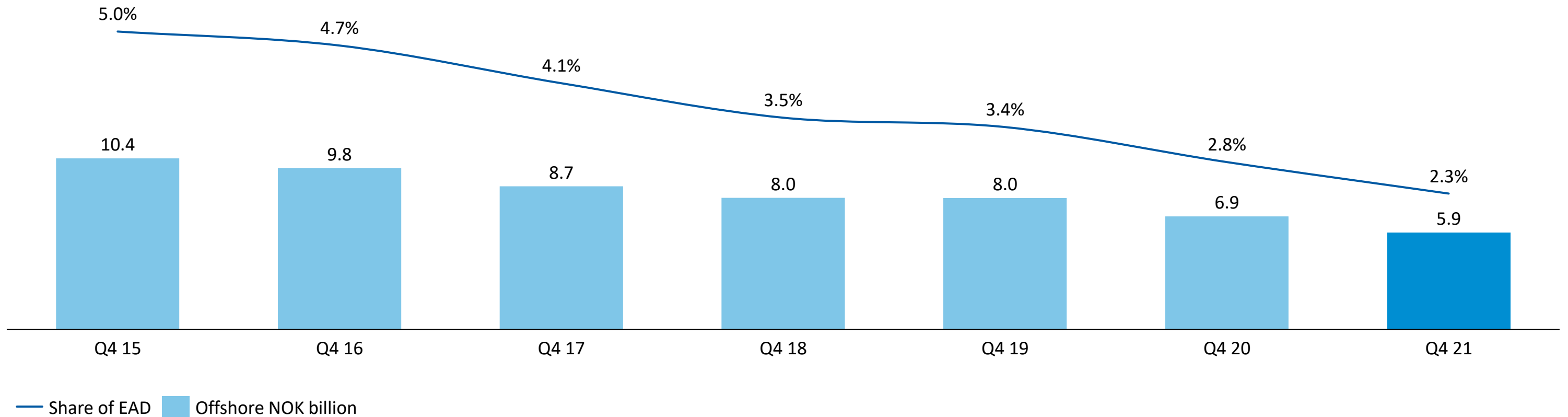
MNOK	31.12.2021	31.12.2020	Q4 2021	Q3 2021	Q2 2021	Q1 2021	Q4 2020
Payroll and pensions	1,311	1,184	371	330	326	284	332
Other staff expenses	411	252	114	102	97	98	69
Total personnel expenses	1,722	1,436	485	432	423	382	401
IT expenses	381	373	99	93	97	92	88
Marketing	81	73	26	18	19	18	19
Administrative expenses	66	71	21	17	15	13	14
Operating expenses from real estate	37	31	10	10	9	8	8
Other operating expenses	252	214	72	53	72	55	53
Total operating expenses	817	762	228	191	212	186	182
Depreciation and impairments	175	188	42	43	46	44	46
Total operating expenses	2,714	2,386	755	666	681	612	629

Reduced exposure against offshore sector

Total EAD related to offshore is reduced to 2.3% in 4. quarter 2021 from 5.0% in 4. quarter 2015

- Offshore

- EAD NOK 5.9 billion (NOK 10.4 billion), 2.3% of the bank's total EAD
- Exposure primarily to industrial oriented shipping companies with integrated organization (Offshore service vessels, Rig and Seismic vessels)

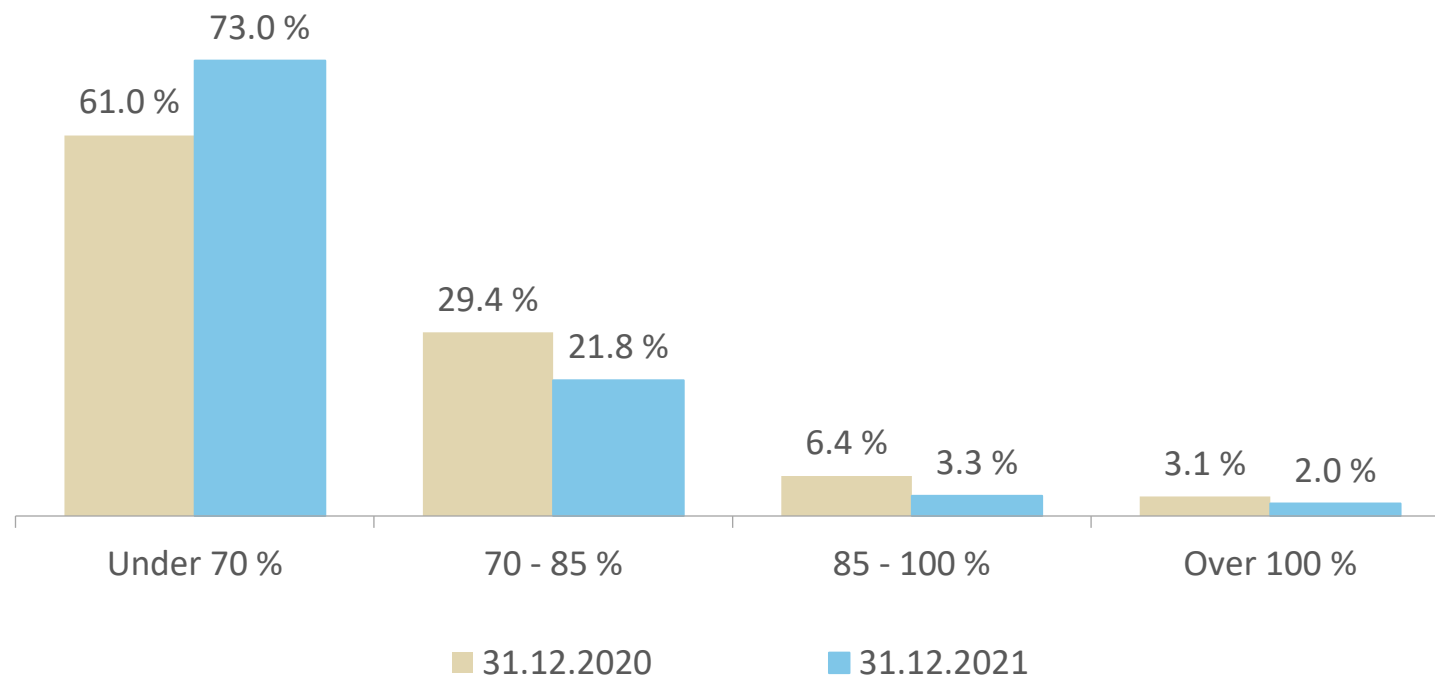


**EAD: Exposure at default.*

Loan to value ratio and RWA on home mortgage loans

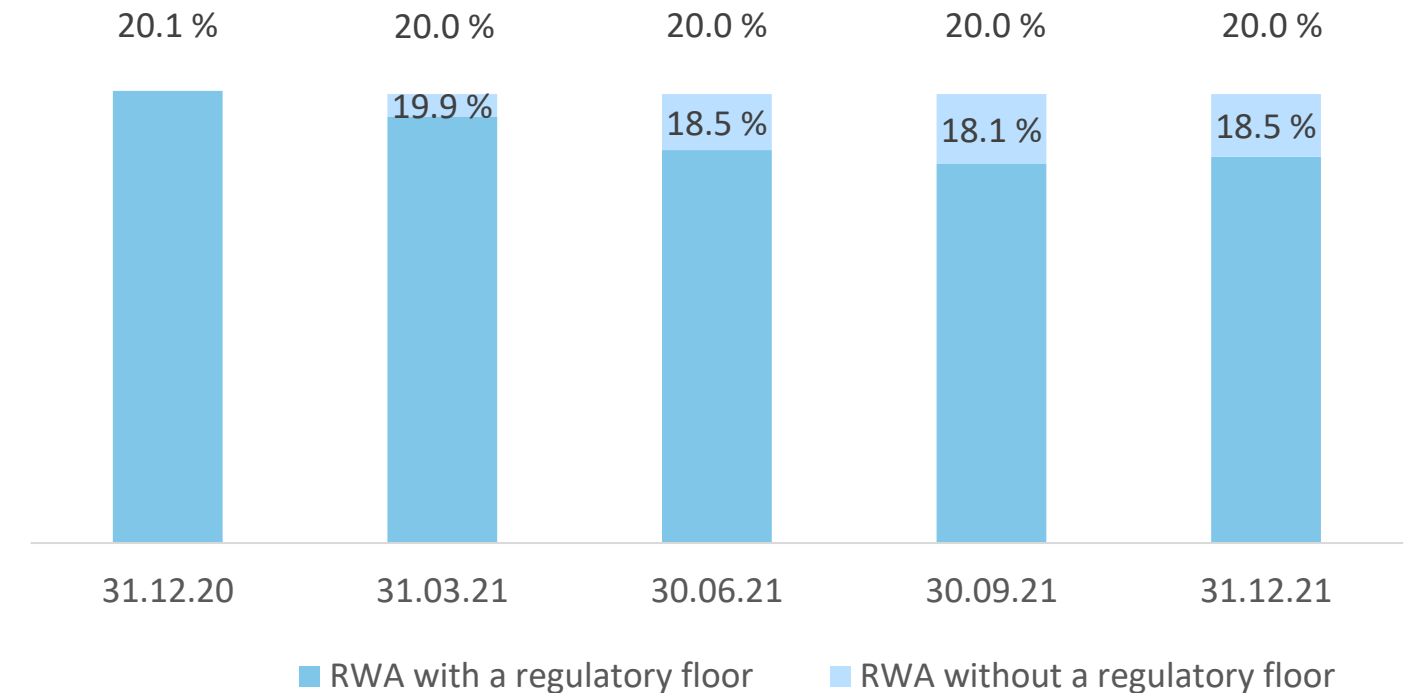
Loan to value ratio on home mortgage loans

- Increased share of volume with LTV below 70 per cent is mainly due to increased market values of collateral (housing) in the bank's market area.
- 94.8% 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.
- Risk weights on home mortgage loans are subject to a regulatory floor of 20%.

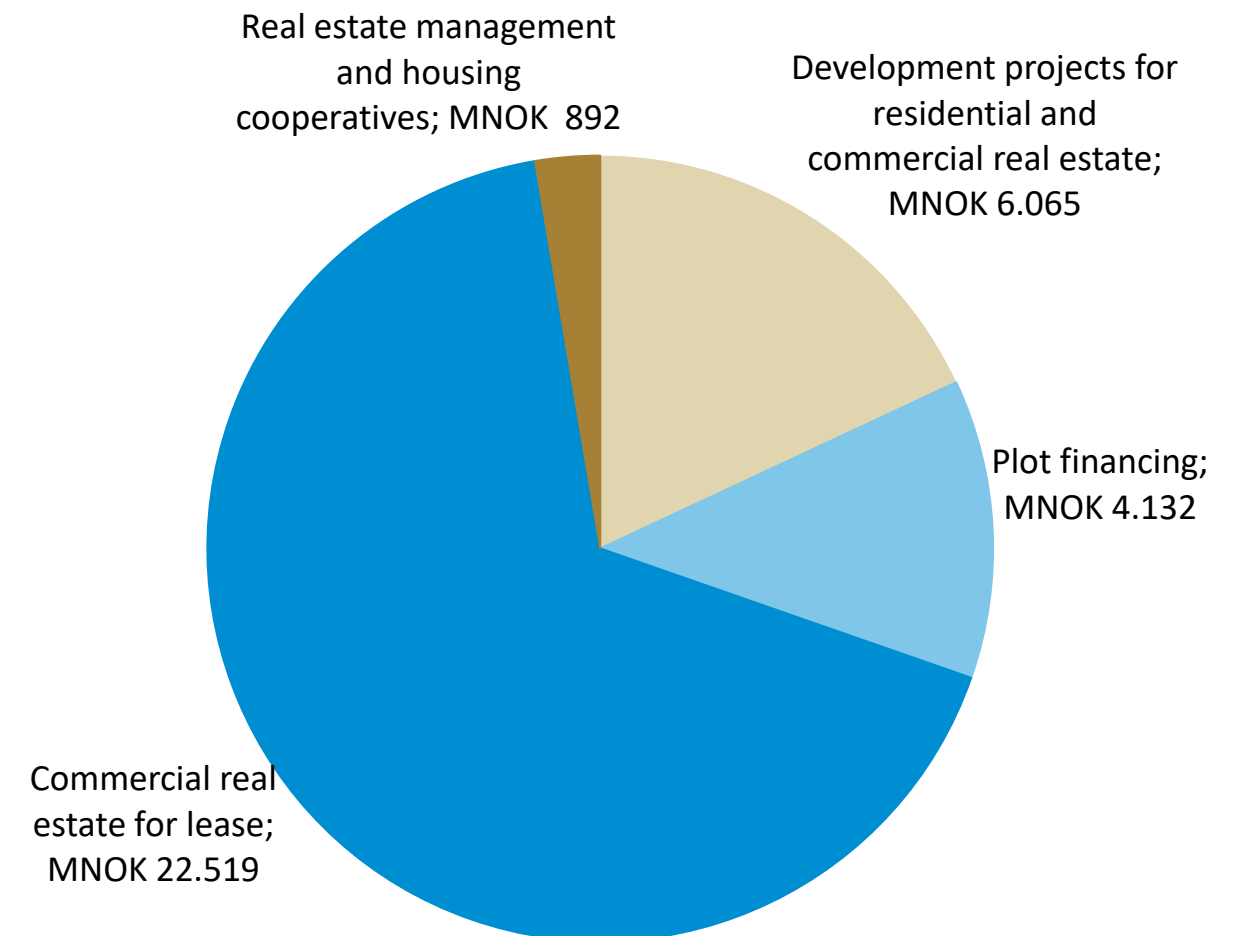


*In a total-distributed loan to value ratio, the entire loan is allocated to one and the same interval.
Home mortgages as defined in the Norwegian IRB framework; residential property must be at least 30% of a loan's security.*

Lending to commercial real estate

13.1% (NOK 33.6 billion) of total EAD* is related to commercial real estate

- Commercial real estate for lease
 - EAD NOK 22.5 billion, 8.8% 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 4.1 billion, 1.6% of the bank's total EAD
 - Average funding ratio is below 50%
- Development projects for residential and commercial real estate
 - EAD NOK 6.1 billion, 2.4% of the bank's total EAD
 - Minimum pre-sale requirement is 70%
- Real estate management and housing cooperatives
 - EAD NOK 0.9 billion, 0.3% of the bank's total EAD

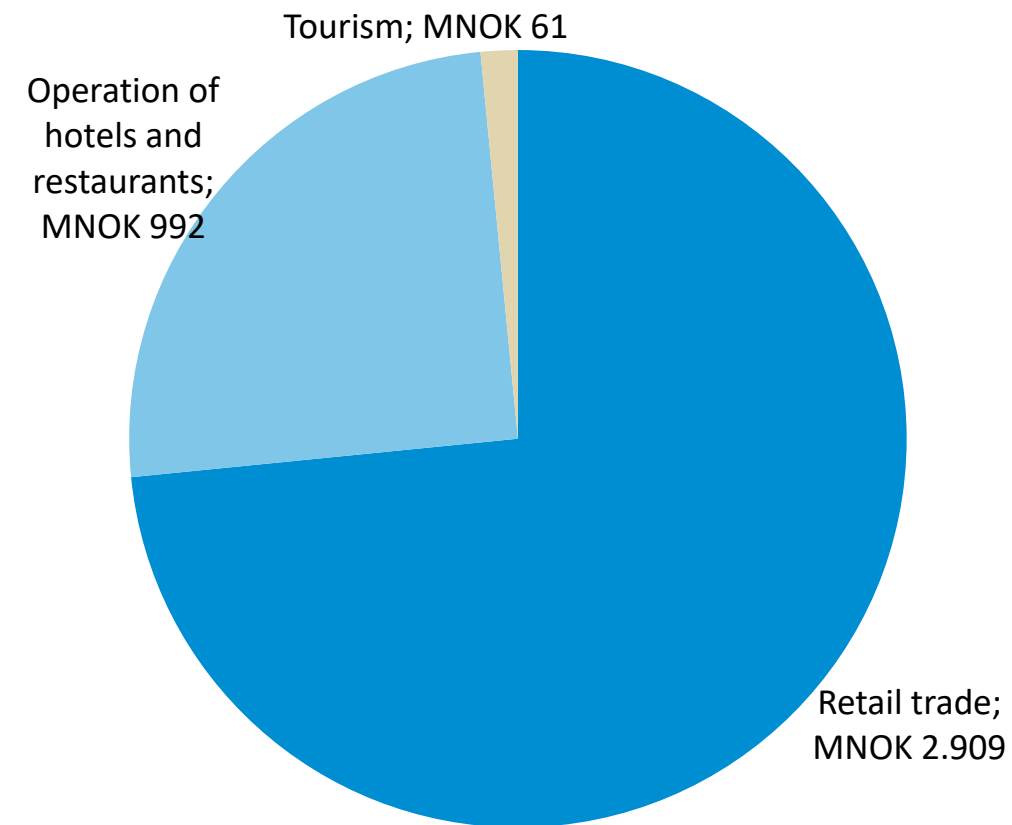


*EAD: Exposure at default

Lending to retail trade, hotels and restaurants

1.5% (NOK 3.9 billion) of total EAD* is related to retail trade, hotels and restaurants

- Retail trade
 - EAD NOK 2.9 billion, 1.1% of the bank's total EAD
- Operation of hotels and restaurants
 - EAD NOK 1.0 billion, 0.4% of the bank's total EAD
- Tourism
 - EAD NOK 0.1 billion, 0.02% of the bank's total EAD

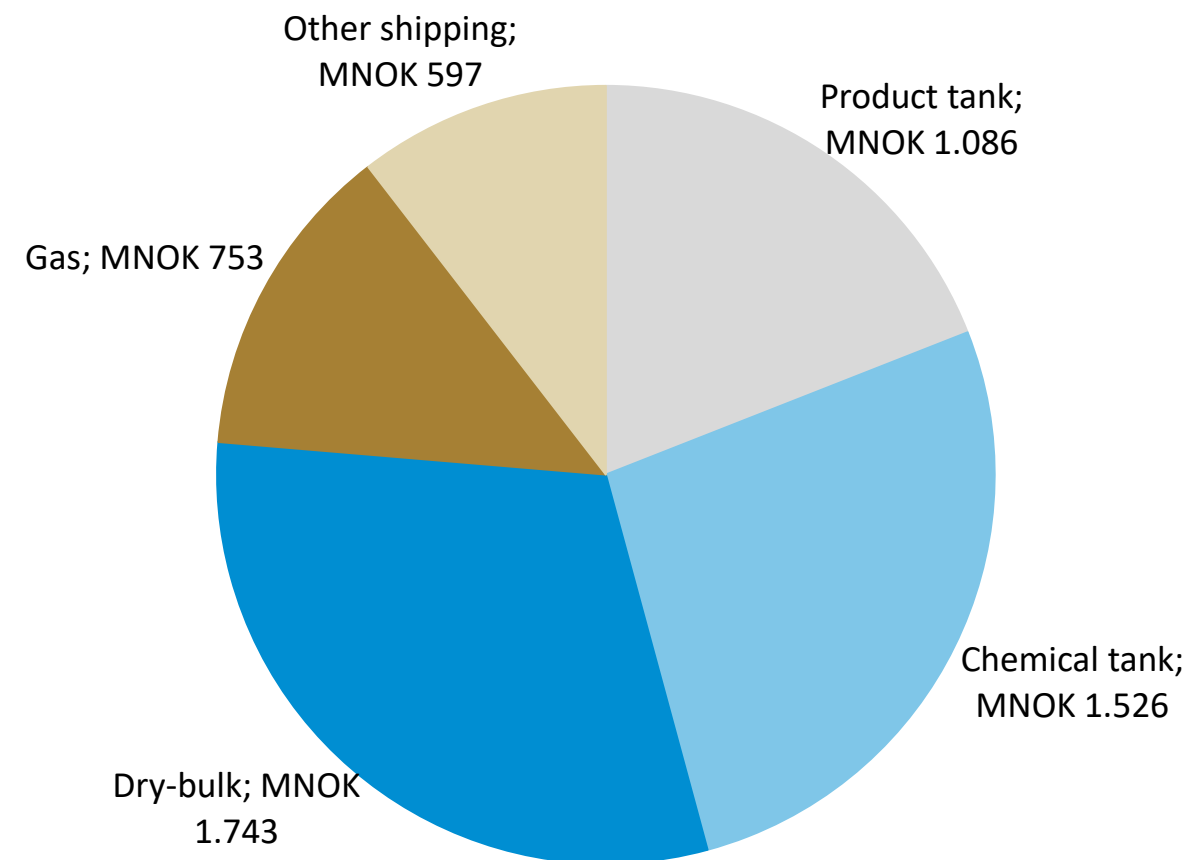


*EAD: Exposure at default

Lending to shipping

2.2% (NOK 5.7 billion) of total EAD* is related to shipping

- Product tank
 - EAD NOK 1.1 billion, 0.4% of the bank's total EAD
- Chemical tank
 - EAD NOK 1.5 billion, 0.6% of the bank's total EAD
- Dry-bulk
 - EAD NOK 1.7 billion, 0.7% of the bank's total EAD
- Gas
 - EAD NOK 0.7 billion, 0.2% of the bank's total EAD
- Other shipping
 - EAD NOK 0.6 billion, 0.2% of the bank's total EAD



*EAD: Exposure at default

Balance sheet

Balance sheet (MNOK)	31.12.2021	31.12.2020
Cash and balances with central banks	78	68
Balances with credit institutions	5,366	12,589
Net loans to customers	228,578	216,966
Certificates, bonds and other fixed-income securities	56,266	39,921
Financial derivatives	5,053	8,672
Shares, ownership stakes and other securities	1,001	908
Investment in associates	4,894	4,523
Other	3,166	3,402
Total assets	304,402	287,049
Balances with credit institutions	2,634	4,144
Deposit from customers	122,276	126,763
Listed debt securities	3,203	6,825
Financial derivatives	1,851	2,200
Other liabilities	7,465	400
Additional Tier 1 and Tier 2 capital instruments	2,130	2,154
Total liabilities	277,223	260,656
Total equity	27,179	26,393
Total liabilities and equity	304,402	287,049

20 largest shareholders as at 31 December 2021

- Ownership interests as at 31 December 2021:
 - From Rogaland, Agder, Vestland, Oslo and Viken: 65.7% (66.2%)
 - International: 22.2% (21.8%)
 - 10 largest: 48.8% (51.1%)
 - 20 largest: 56.7% (58.8%)
- Number of shareholders 31 December 2021:
16,826 (13,133)
- Employees owning 1.7% (1.7%) as at 31 December 2021

Investor		Number	Stake
Sparebankstiftelsen SR-Bank		72,419,305	28.3%
Folketrygdfondet		19,495,629	7.6%
SpareBank 1-stiftinga Kvinnherad		6,226,583	2.4%
Brown Brothers Harriman & Co, U.S.A.	Nominee	6,205,787	2.4%
State Street Bank and Trust Co, U.S.A.	Nominee	4,888,496	1.9%
Verdipapirfondet Alfred Berg Gambak		3,511,467	1.4%
Odin Norge		3,423,133	1.3%
JPMorgan Chase Bank NA, U.S.A.	Nominee	3,251,464	1.3%
Pareto Aksje Norge		2,738,521	1.1%
Danske Invest Norske Instit. II		2,619,067	1.0%
Vpf Nordea Norge Verdi		2,431,211	1.0%
State Street Bank and Trust Co, U.S.A.	Nominee	2,415,400	0.9%
State Street Bank and Trust Co, U.S.A.	Nominee	2,389,983	0.9%
Verdipapirfondet Alfred Berg Norge		2,003,621	0.8%
Clipper AS		1,945,800	0.8%
Pareto Invest AS		1,841,509	0.7%
KLP Aksjenorge Indeks		1,811,268	0.7%
Westco AS		1,796,737	0.7%
Verdipapirfondet DNB Norge		1,773,845	0.7%
The Bank of New York Mellon SA, Irland	Nominee	1,725,603	0.7%
Top 5		109,235,800	42.7%
Top 10		124,779,452	48.8%
Top 20		144,914,429	56.7%

Figures in parentheses as at 31 December 2020.

Contact details and financial calendar

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Financial calendar

<i>General assembly</i>	<i>28 April 2022</i>
<i>Q1 21 Interim report</i>	<i>5 May 2022</i>
<i>Q2 21 Interim report</i>	<i>11 August 2022</i>
<i>Q3 21 Interim report</i>	<i>27 October 2022</i>

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