

## Note 7 - Losses

Parent Bank (NOKm)	1 January 19	Change in provision	Net write-offs /recoveries	30 June 2019
Loans as amortised cost- CM	742	80	5	827
Loans as amortised cost- RM	45	15	4	63
Loans at fair value over OCI- RM	75	-12	-	63
<b>Provision for expected credit losses on loans and guarantees</b>	<b>862</b>	<b>83</b>	<b>8</b>	<b>953</b>
<b>Presented as</b>				
Provision for loan losses	697	110	8	815
Other debt- provisions	148	-27	-	121
Other comprehensive income - fair value adjustment	17	-0	-	16

Parent Bank (NOKm)	1 January 18	Change in provision	Net write-offs/ recoveries	30 June 18
Loans as amortised cost- CM	1,017	33	14	1,063
Loans as amortised cost- RM	32	3	0	35
Loans at fair value over OCI- RM	65	3	-0	68
<b>Provision for expected credit losses on loans and guarantees</b>	<b>1,114</b>	<b>39</b>	<b>13</b>	<b>1,166</b>
<b>Presented as</b>				
Provision for loan losses	1,027	23	14	1,064
Other debt- provisions	68	17	-	85
Other comprehensive income- fair value adjustment	18	-1	-	17

Parent Bank (NOKm)	1 January 18	Change in provision	Net write-offs/ recoveries	31 Dec 18
Loans as amortised cost- CM	1,017	125	-400	742
Loans as amortised cost- RM	32	28	-15	45
Loans at fair value over OCI- RM	65	10	-	75
<b>Provision for expected credit losses on loans and guarantees</b>	<b>1,114</b>	<b>163</b>	<b>-415</b>	<b>862</b>
<b>Presented as</b>				
Provision for loan losses	1,027	86	-415	697
Other debt- provisions	68	80	-	148
Other comprehensive income - fair value adjustment	18	-2	-	17

Group (NOKm)	1 January 19	Change in provision	Net write-offs /recoveries	30 June 2019
Loans as amortised cost- CM	766	86	4	857
Loans as amortised cost- RM	68	17	4	88
Loans at fair value over OCI- RM	75	-12	-	63
<b>Provision for expected credit losses on loans and guarantees</b>	<b>909</b>	<b>91</b>	<b>8</b>	<b>1,008</b>
<b>Presented as</b>				
Provision for loan losses	744	118	8	870
Other debt- provisions	148	-27	-	121
Other comprehensive income - fair value adjustment	17	-0	-	16

Group (NOKm)	1 January 18	Change in provision	Net write-offs/ recoveries	30 June 18
Loans as amortised cost- CM	1,037	33	13	1,083
Loans as amortised cost- RM	52	3	-1	22
Loans at fair value over OCI- RM	65	3	-0	100
<b>Provision for expected credit losses on loans and guarantees</b>	<b>1,154</b>	<b>39</b>	<b>13</b>	<b>1,205</b>
<b>Presented as</b>				
Provision for loan losses	1,068	22	13	1,103
Other debt- provisions	68	17		85
Other comprehensive income- fair value adjustment	18	-1		17

Group (NOKm)	1 January 18	Change in provision	Net write-offs/ recoveries	31 Dec 18
Loans as amortised cost- CM	1,041	128	-402	766
Loans as amortised cost- RM	49	34	-15	68
Loans at fair value over OCI- RM	65	10	-	75
<b>Provision for expected credit losses on loans and guarantees</b>	<b>1,155</b>	<b>171</b>	<b>-417</b>	<b>909</b>
<b>Presented as</b>				
Provision for loan losses	1,068	93	-417	744
Other debt- provisions	68	80	-	148
Other comprehensive income - fair value adjustment	18	-2	-	17

## Parent Bank

Total Allowance for Credit Losses	First half 2019				First half 2018				2018			
	Stage 1	Stage 2	Stage 3	Total	Stage 1	Stage 2	Stage 3	Total	Stage 1	Stage 2	Stage 3	Total
<b>Opening balance</b>	<b>102</b>	<b>257</b>	<b>503</b>	<b>862</b>	<b>96</b>	<b>256</b>	<b>762</b>	<b>1,114</b>	<b>96</b>	<b>256</b>	<b>762</b>	<b>1,114</b>
Provision for credit losses												
Transfer to (from) stage 1	26	-25	-0	-	24	-24	-	-	32	-32	-	-
Transfer to (from) stage 2	-3	4	-0	-	-5	5	-	-	-6	6	-	-
Transfer to (from) stage 3	-0	-2	3	-	-	-2	2	-	-	-2	3	-
Net remeasurement of loss allowances	-29	57	114	141	-30	48	49	67	-34	45	158	168
Originations or purchases	24	13	0	37	28	21	1	50	55	93	1	148
Derecognitions	-19	-59	-1	-79	-15	-47	-3	-65	-40	-108	-4	-153
Actual loan losses	-	-	-8	-8	-	-	-	-	-	-	-	-
<b>Closing balance</b>	<b>99</b>	<b>244</b>	<b>610</b>	<b>953</b>	<b>98</b>	<b>257</b>	<b>811</b>	<b>1,166</b>	<b>102</b>	<b>257</b>	<b>503</b>	<b>862</b>

## Group

Total Allowance for Credit Losses	First half 2019				First half 2018				2018			
	Stage 1	Stage 2	Stage 3	Total	Stage 1	Stage 2	Stage 3	Total	Stage 1	Stage 2	Stage 3	Total
<b>Opening balance</b>	<b>112</b>	<b>271</b>	<b>526</b>	<b>909</b>	<b>105</b>	<b>269</b>	<b>780</b>	<b>1,154</b>	<b>106</b>	<b>267</b>	<b>782</b>	<b>1,155</b>
Provision for credit losses												
Transfer to (from) stage 1	28	-27	-0	-	27	-26	-	-	34	-33	-	-
Transfer to (from) stage 2	-5	6	-2	-	-4	4	-	-	-7	7	-	-
Transfer to (from) stage 3	-0	-3	4	-	-	-3	3	-	-	-4	4	-
Net remeasurement of loss allowances	-31	58	120	147	-31	49	47	65	-37	47	167	177
Originations or purchases	27	15	3	45	31	23	1	55	59	96	3	158
Derecognitions	-20	-61	-4	-85	-16	-48	-4	-69	-42	-111	-11	-163
Actual loan losses	-	-	-8	-8	-	-	-	-	-	-	-417	-417
<b>Closing balance</b>	<b>110</b>	<b>258</b>	<b>639</b>	<b>1,008</b>	<b>112</b>	<b>266</b>	<b>827</b>	<b>1,205</b>	<b>112</b>	<b>271</b>	<b>526</b>	<b>909</b>

