

## Note 7 - Losses

Parent Bank (NOKm)	1 January 19	Change in provision	Net write-offs/ recoveries	31 Dec 2019
Loans as amortised cost- CM	742	201	-27	916
Loans as amortised cost- RM	45	-6	-5	34
Loans at fair value over OCI- RM	75	34	-	109
Loans at fair value over OCI- CM	-	1	-	1
<b>Provision for expected credit losses on loans and guarantees</b>	<b>862</b>	<b>230</b>	<b>-32</b>	<b>1,060</b>
<b>Presented as</b>				
Provision for loan losses	697	272	-32	937
Other debt- provisions	148	-48	-	100
Other comprehensive income - fair value adjustment	17	6	-	23

Parent Bank (NOKm)	1 January 18	Change in provision	Net write-offs/ recoveries	31 Dec 2018
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	31 Dec 2019
Loans as amortised cost- CM	766	212	-31	948
Loans as amortised cost- RM	68	0	-5	63
Loans at fair value over OCI- RM	75	34	-	109
Loans at fair value over OCI- CM	-	1	-	1
<b>Provision for expected credit losses on loans and guarantees</b>	<b>909</b>	<b>248</b>	<b>-36</b>	<b>1,121</b>
<b>Presented as</b>				
Provision for loan losses	744	290	-36	998
Other debt- provisions	148	-48	-	100
Other comprehensive income - fair value adjustment	17	6	-	23

Group (NOKm)	1 January 18	Change in provision	Net write-offs/ recoveries	31 Dec 2018
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

## Development in provision for expected credit losses on loans

Parent Bank (NOKm)	Jan-Dec 2019				Jan-Dec 2018			
	Stage 1	Stage 2	Stage 3	Total	Stage 1	Stage 2	Stage 3	Total
<b>Opening balance</b>	<b>91</b>	<b>210</b>	<b>413</b>	<b>714</b>	<b>83</b>	<b>207</b>	<b>755</b>	<b>1,044</b>
Provision for credit losses								
Transfer to (from) stage 1	29	-29	-0	-	30	-30	-0	-
Transfer to (from) stage 2	-10	10	-0	-	-5	5	-0	-
Transfer to (from) stage 3	-0	-15	15	-	-0	-2	3	-
Net remeasurement of loss allowances	-29	122	191	285	-31	32	75	76
Originations or purchases	40	37	1	79	49	90	1	139
Derecognitions	-31	-52	-1	-85	-34	-92	-4	-130
Actual loan losses	-	-	-32	-32	-	-	-415	-415
<b>Closing balance</b>	<b>91</b>	<b>283</b>	<b>586</b>	<b>961</b>	<b>91</b>	<b>210</b>	<b>413</b>	<b>714</b>

## Development in provision for expected credit losses on guarantees and unused credit lines

Parent Bank (NOKm)	Jan-Dec 2019				Jan-Dec 2018			
	Stage 1	Stage 2	Stage 3	Total	Stage 1	Stage 2	Stage 3	Total
<b>Opening balance</b>	<b>11</b>	<b>47</b>	<b>90</b>	<b>148</b>	<b>13</b>	<b>49</b>	<b>7</b>	<b>70</b>
Provision for credit losses								
Transfer to (from) stage 1	3	-3	-0	-	2	-2	-0	-
Transfer to (from) stage 2	-1	1	-	-	-1	1	-0	-
Transfer to (from) stage 3	-0	-0	0	-	-0	-0	0	-
Net remeasurement of loss allowances	-2	3	-33	-33	-3	12	83	92
Originations or purchases	7	1	0	8	6	3	0	9
Derecognitions	-3	-20	-0	-24	-6	-17	-0	-23
Actual loan losses	-	-	-	-	-	-	-	-
<b>Closing balance</b>	<b>14</b>	<b>29</b>	<b>57</b>	<b>100</b>	<b>11</b>	<b>47</b>	<b>90</b>	<b>148</b>

## Development in provision for expected credit losses on loans

Group (NOKm)	Jan-Dec 2019				Jan-Dec 2018			
	Stage 1	Stage 2	Stage 3	Total	Stage 1	Stage 2	Stage 3	Total
<b>Opening balance</b>	<b>102</b>	<b>223</b>	<b>436</b>	<b>761</b>	<b>93</b>	<b>218</b>	<b>775</b>	<b>1,085</b>
Provision for credit losses								
Transfer to (from) stage 1	32	-31	-1	-	32	-31	-0	-
Transfer to (from) stage 2	-11	13	-2	-	-6	7	-0	-
Transfer to (from) stage 3	-1	-16	16	-	-0	-3	4	-
Net remeasurement of loss allowances	-34	125	198	290	-34	35	83	85
Originations or purchases	48	44	10	102	53	93	3	149
Derecognitions	-33	-55	-7	-96	-36	-94	-11	-140
Actual loan losses	-	-	-36	-36	-	-	-417	-417
<b>Closing balance</b>	<b>104</b>	<b>302</b>	<b>616</b>	<b>1,021</b>	<b>102</b>	<b>224</b>	<b>436</b>	<b>761</b>

## Development in provision for expected credit losses on guarantees and unused credit lines

Group (NOKm)	Jan-Dec 2019				Jan-Dec 2018			
	Stage 1	Stage 2	Stage 3	Total	Stage 1	Stage 2	Stage 3	Total
<b>Opening balance</b>	<b>11</b>	<b>47</b>	<b>90</b>	<b>148</b>	<b>13</b>	<b>49</b>	<b>7</b>	<b>70</b>
Provision for credit losses								
Transfer to (from) stage 1	3	-3	-0	-	2	-2	-0	-
Transfer to (from) stage 2	-1	1	-	-	-1	1	-0	-
Transfer to (from) stage 3	-0	-0	0	-	-0	-0	0	-
Net remeasurement of loss allowances	-2	3	-33	-33	-3	12	83	92
Originations or purchases	7	1	0	8	6	3	0	9
Derecognitions	-3	-20	-0	-24	-6	-17	-0	-23
Actual loan losses	-	-	-	-	-	-	-	-
<b>Closing balance</b>	<b>14</b>	<b>29</b>	<b>57</b>	<b>100</b>	<b>11</b>	<b>47</b>	<b>90</b>	<b>148</b>