

## Note 7 - Losses

Parent Bank (NOKm)	1 Jan 22	Change in provision	Net write-offs/ recoveries	31 March 22
Loans as amortised cost- CM	1,298	-13	-149	1,137
Loans as amortised cost- RM	31	6	-4	32
Loans at fair value over OCI- RM	128	-11	-	116
Loans at fair value over OCI- CM	1	-0	-	1
<b>Provision for expected credit losses on loans and guarantees</b>	<b>1,458</b>	<b>-18</b>	<b>-153</b>	<b>1,286</b>
<b>Presented as</b>				
Provision for loan losses	1,348	-10	-153	1,185
Other debt- provisons	79	-7	-	71
Other comprehensive income - fair value adjustment	31	-1	-	30

Parent Bank (NOKm)	1 Jan 21	Change in provision	Net write-offs/ recoveries	31 Mar 21
Loans as amortised cost- CM	1,377	57	-5	1,429
Loans as amortised cost- RM	35	7	-10	32
Loans at fair value over OCI- RM	147	-15	-	132
Loans at fair value over OCI- CM	0	0	-	1
<b>Provision for expected credit losses on loans and guarantees</b>	<b>1,559</b>	<b>49</b>	<b>-14</b>	<b>1,594</b>
<b>Presented as</b>				
Provision for loan losses	1,446	49	-14	1,481
Other debt- provisons	81	0	-	81
Other comprehensive income - fair value adjustment	32	-1	-	31

Parent Bank (NOKm)	1 Jan 21	Change in provision	Net write-offs/ recoveries	31 Dec 21
Loans as amortised cost- CM	1,377	38	-117	1,298
Loans as amortised cost- RM	35	8	-12	31
Loans at fair value over OCI- RM	147	-19	-	128
Loans at fair value over OCI- CM	0	1	-	1
<b>Provision for expected credit losses on loans and guarantees</b>	<b>1,559</b>	<b>27</b>	<b>-129</b>	<b>1,458</b>
<b>Presented as</b>				
Provision for loan losses	1,446	30	-129	1,348
Other debt- provisons	81	-2	-	79
Other comprehensive income - fair value adjustment	32	-1	-	31

Group (NOKm)	1 Jan 22	Change in provision	Net write-offs/ recoveries	31 March 22
Loans as amortised cost- CM	1,343	-12	-149	1,182
Loans as amortised cost- RM	49	7	-4	51
Loans at fair value over OCI- RM	128	-11	-	116
Loans at fair value over OCI- CM	1	-0	-	1
<b>Provision for expected credit losses on loans and guarantees</b>	<b>1,520</b>	<b>-17</b>	<b>-153</b>	<b>1,351</b>
<b>Presented as</b>				
Provision for loan losses	1,410	-8	-153	1,249
Other debt- provisons	79	-7	-	71
Other comprehensive income - fair value adjustment	31	-1	-	30

Group (NOKm)	1 Jan 21	Change in provision	Net write-offs/ recoveries	31 Mar 21
Loans as amortised cost- CM	1,421	57	-6	1,472
Loans as amortised cost- RM	62	8	-10	61
Loans at fair value over OCI- RM	147	-15	-	132
Loans at fair value over OCI- CM	0	0	-	1
<b>Provision for expected credit losses on loans and guarantees</b>	<b>1,630</b>	<b>51</b>	<b>-15</b>	<b>1,665</b>
<b>Presented as</b>				
Provision for loan losses	1,517	51	-15	1,553
Other debt- provisions	81	0	-	81
Other comprehensive income - fair value adjustment	32	-1	-	31

Group (NOKm)	1 Jan 21	Change in provision	Net write-offs/ recoveries	31 Dec 21
Loans as amortised cost- CM	1,421	50	-128	1,343
Loans as amortised cost- RM	62	-1	-12	49
Loans at fair value over OCI- RM	147	-19	-	128
Loans at fair value over OCI- CM	0	1	-	1
<b>Provision for expected credit losses on loans and guarantees</b>	<b>1,630</b>	<b>30</b>	<b>-140</b>	<b>1,520</b>
<b>Presented as</b>				
Provision for loan losses	1,517	33	-140	1,410
Other debt- provisions	81	-2	-	79
Other comprehensive income - fair value adjustment	32	-1	-	31

#### Accrual for losses on loans

Parent Bank (NOKm)	31 March 2022				31 March 2021				31 Dec 2021			
	Stage 1	Stage 2	Stage 3	Total	Stage 1	Stage 2	Stage 3	Total	Stage 1	Stage 2	Stage 3	Total
<b>Retail market</b>												
Opening balance	39	82	36	156	35	97	47	180	35	97	47	180
Transfer to (from) stage 1	15	-15	-0	-	16	-16	-0	-	20	-20	-0	-
Transfer to (from) stage 2	-2	2	-0	-	-1	1	-0	-	-2	2	-0	-
Transfer to (from) stage 3	-0	-5	5	-	-0	-3	3	-	-1	-6	7	-
Net remeasurement of loss allowances	-16	12	0	-4	-15	17	-11	-10	-22	24	-3	-1
Originations or purchases	5	4	1	10	5	2	0	8	19	17	1	37
Derecognitions	-3	-8	-2	-13	-4	-11	-1	-15	-12	-32	-4	-48
Changes due to changed input assumptions	-0	2	-2	0	1	3	-	4	1	-0	-	1
Actual loan losses	0	0	-4	-4	-	-	-5	-5	0	0	-12	-12
Closing balance	38	74	34	146	37	91	34	162	39	82	36	156
<b>Corporate Market</b>												
Opening balance	84	268	871	1,223	88	387	823	1,299	88	387	823	1,299
Transfer to (from) stage 1	20	-20	-0	-	7	-7	-0	-	15	-15	-	-
Transfer to (from) stage 2	-2	2	-	-	-2	2	-	-	-5	5	-	-
Transfer to (from) stage 3	-1	-3	4	-	-2	-78	81	-	-2	-26	28	-
Net remeasurement of loss allowances	38	19	-12	45	-9	13	50	54	-26	26	38	39
Originations or purchases	25	8	2	35	13	1	4	18	32	21	100	153
Derecognitions	-6	-10	-15	-31	-5	-9	-1	-15	-20	-145	-1	-166
Changes due to changed input assumptions	-55	-6	6	-54	1	4	-	6	1	14	-	15
Actual loan losses	-	-	-149	-149	-	-	-10	-10	-	-	-117	-117
Closing balance	104	258	708	1,069	91	312	948	1,351	84	268	871	1,223
<b>Total accrual for loan losses</b>	<b>142</b>	<b>332</b>	<b>741</b>	<b>1,215</b>	<b>128</b>	<b>403</b>	<b>981</b>	<b>1,512</b>	<b>123</b>	<b>350</b>	<b>907</b>	<b>1,379</b>

Group (NOKm)	31 March 2022				31 March 2021				31 Dec 2021			
	Stage 1	Stage 2	Stage 3	Total	Stage 1	Stage 2	Stage 3	Total	Stage 1	Stage 2	Stage 3	Total
<b>Retail market</b>												
Opening balance	45	89	40	174	42	107	58	207	42	107	58	207
Transfer to (from) stage 1	16	-16	-0	-	17	-17	-0	-	22	-22	-0	-
Transfer to (from) stage 2	-2	2	-0	-	-1	1	-0	-	-2	3	-0	-
Transfer to (from) stage 3	-0	-5	5	-	-0	-5	5	-	-1	-7	8	-
Net remeasurement of loss allowances	-16	15	1	-1	-16	19	-9	-6	-23	26	-1	2
Originations or purchases	7	5	1	12	6	3	2	11	22	20	1	43
Derecognitions	-4	-8	-2	-14	-4	-12	-3	-19	-14	-37	-9	-60
Changes due to changed input assumptions	-1	2	-3	-2	1	2	-1	2	-0	-2	-4	-5
Actual loan losses	-	-	-4	-4	-	-	-5	-5	-	-	-12	-12
Closing balance	45	82	38	165	43	99	48	190	45	89	40	174
<b>Corporate Market</b>												
Opening balance	94	278	896	1,268	98	399	845	1,342	98	399	845	1,342
Transfer to (from) stage 1	21	-21	-0	-	8	-8	0	-	20	-20	-0	-
Transfer to (from) stage 2	-2	2	-0	-	-2	2	-	-	-7	7	-0	-
Transfer to (from) stage 3	-1	-3	4	-	-2	-79	82	-	-2	-27	29	-
Net remeasurement of loss allowances	39	20	-11	48	-10	14	53	57	-29	31	42	44
Originations or purchases	27	8	2	37	15	1	4	20	35	23	112	169
Derecognitions	-6	-11	-16	-33	-5	-10	-2	-16	-21	-146	-2	-169
Changes due to changed input assumptions	-55	-7	6	-56	-0	3	-1	2	-2	12	-2	9
Actual loan losses	-	-	-149	-149	-	-	-10	-10	-	-	-128	-128
Closing balance	115	268	732	1,115	101	322	971	1,394	94	278	896	1,268
Total accrual for loan losses	160	350	770	1,279	145	421	1,019	1,584	138	367	936	1,442

#### Accrual for losses on guarantees and unused credit lines

Parent Bank and Group (NOKm)	31 March 2022				31 March 2021				31 Dec 2021			
	Stage 1	Stage 2	Stage 3	Total	Stage 1	Stage 2	Stage 3	Total	Stage 1	Stage 2	Stage 3	Total
Opening balance	19	55	5	79	27	50	4	81	27	50	4	81
Transfer to (from) stage 1	1	-1	-0	-	3	-3	-0	-	6	-6	-0	-
Transfer to (from) stage 2	-0	0	-0	-	-6	6	-	-	-7	7	-	-
Transfer to (from) stage 3	-0	-0	0	-	-0	-1	1	-	-0	-1	1	-
Net remeasurement of loss allowances	2	-5	0	-2	-6	6	-1	-1	-9	4	0	-4
Originations or purchases	5	1	0	6	3	1	0	4	7	4	0	11
Derecognitions	-1	-5	-0	-6	-1	-2	-0	-3	-6	-5	-0	-11
Changes due to changed input assumptions	-5	-1	0	-5	0	1	-	1	0	2	-	2
Actual loan losses	-	-	-	-	-	-	-	-	-	-	-	-
<b>Closing balance</b>	<b>21</b>	<b>45</b>	<b>5</b>	<b>71</b>	<b>20</b>	<b>57</b>	<b>4</b>	<b>81</b>	<b>19</b>	<b>55</b>	<b>5</b>	<b>79</b>
Of which												
Retail market				3				3				2
Corporate Market				68				79				76

## Provision for credit losses specified by industry

Parent Bank (NOKm)	31 March 2022				31 March 2021				31 Dec 2020			
	Stage 1	Stage 2	Stage 3	Total	Stage 1	Stage 2	Stage 3	Total	Stage 1	Stage 2	Stage 3	Total
Agriculture and forestry	2	31	8	41	2	23	2	27	2	31	6	39
Fisheries and hunting	9	10	0	19	8	2	0	10	6	7	0	13
Sea farming industries	1	0	1	2	4	0	0	4	1	0	0	2
Manufacturing	5	31	11	47	7	20	9	36	5	36	15	56
Construction, power and water supply	13	14	8	35	11	12	37	60	13	16	14	43
Retail trade, hotels and restaurants	10	28	11	49	9	26	16	51	8	28	11	46
Maritime sector	22	109	409	539	14	190	657	862	14	118	555	687
Property management	24	45	30	99	20	49	34	102	20	50	36	105
Business services	14	14	221	249	12	12	194	218	13	12	222	247
Transport and other services	7	8	18	33	8	10	1	19	7	6	17	30
Public administration	0	-	-	0	0	-	-	0	0	0	0	0
Other sectors	0	0	-	0	1	1	-	1	0	0	0	0
Wage earners	3	42	25	70	2	58	31	91	2	47	30	79
Total provision for losses on loans	111	332	741	1,185	97	403	981	1,481	91	350	907	1,348
loan loss allowance on loans at FVOCI	30			30	31			31	31			31
<b>Total loan loss allowance</b>	<b>142</b>	<b>332</b>	<b>741</b>	<b>1,215</b>	<b>128</b>	<b>403</b>	<b>981</b>	<b>1,512</b>	<b>123</b>	<b>350</b>	<b>907</b>	<b>1,379</b>

Group (NOKm)	31 March 2022				31 March 2021				31 Dec 2020			
	Stage 1	Stage 2	Stage 3	Total	Stage 1	Stage 2	Stage 3	Total	Stage 1	Stage 2	Stage 3	Total
Agriculture and forestry	3	32	9	44	3	25	3	31	3	33	7	42
Fisheries and hunting	9	10	0	19	8	2	0	10	6	7	0	13
Sea farming industries	2	1	1	4	4	1	0	5	1	1	1	3
Manufacturing	8	34	16	57	9	23	14	45	7	38	21	66
Construction, power and water supply	16	16	11	44	13	14	41	68	16	19	18	53
Retail trade, hotels and restaurants	12	28	19	59	11	26	18	55	9	28	16	53
Maritime sector	22	109	409	539	14	190	657	862	14	118	555	687
Property management	25	45	30	100	20	49	34	103	20	50	36	106
Business services	15	16	225	256	13	13	198	224	14	14	227	255
Transport and other services	10	10	21	41	10	11	11	32	8	7	22	37
Public administration	0	-	-	0	0	0	-	0	0	0	0	0
Other sectors	0	0	-	0	1	1	-	1	0	0	0	0
Wage earners	8	49	29	86	7	65	44	116	7	53	34	95
Total provision for losses on loans	130	350	770	1,249	113	421	1,019	1,553	107	367	936	1,410
loan loss allowance on loans at FVOCI	30			30	31			31	31			31
<b>Total loan loss allowance</b>	<b>160</b>	<b>350</b>	<b>770</b>	<b>1,279</b>	<b>145</b>	<b>421</b>	<b>1,019</b>	<b>1,584</b>	<b>138</b>	<b>367</b>	<b>936</b>	<b>1,442</b>