

## Note 7 - Losses

	1 Jan 24	Change in provision	Net write- offs /recoveries	31 Mar 24
<b>Parent Bank (NOKm)</b>				
Loans as amortised cost- CM	671	6	-1	677
Loans as amortised cost- RM	43	5	-	48
Loans at fair value over OCI- RM	137	5	-	142
Loans at fair value over OCI- CM	13	4	-	17
<b>Provision for expected credit losses on loans and guarantees</b>	<b>864</b>	<b>21</b>	<b>-1</b>	<b>884</b>
<b>Presented as</b>				
Provision for loan losses	776	18	-1	793
Other debt- provisons	53	3	-	55
Other comprehensive income - fair value adjustment	36	0	-	36

  

	1 Jan 23	Change in provision	Net write- offs /recoveries	31 Mar 23
<b>Parent Bank (NOKm)</b>				
Loans as amortised cost- CM	921	-93	-	828
Loans as amortised cost- RM	35	7	-3	39
Loans at fair value over OCI- RM	147	-1	-	146
Loans at fair value over OCI- CM	2	0	-	2
<b>Provision for expected credit losses on loans and guarantees</b>	<b>1,106</b>	<b>-87</b>	<b>-3</b>	<b>1,015</b>
<b>Presented as</b>				
Provision for loan losses	999	-109	-3	887
Other debt- provisons	67	17	-	83
Other comprehensive income - fair value adjustment	40	5	-	45

  

	1 Jan 23	Merge Søre Sunnmøre	Change in provision	Net write- offs /recoveries	31 Dec 23
<b>Parent Bank (NOKm)</b>					
Loans as amortised cost- CM	921	32	-101	-181	671
Loans as amortised cost- RM	35	11	2	-5	43
Loans at fair value over OCI- RM	147	-	-10	-	137
Loans at fair value over OCI- CM	2	-	11	-	13
<b>Provision for expected credit losses on loans and guarantees</b>	<b>1,106</b>	<b>43</b>	<b>-99</b>	<b>-186</b>	<b>864</b>
<b>Presented as</b>					
Provision for loan losses	999	41	-77	-186	776
Other debt- provisons	67	2	-16	-	53
Other comprehensive income - fair value adjustment	40	-	-5	-	36

Group (NOKm)	1 Jan 24	Change in provision	Net write-offs /recoveries	31 Mar 24
Loans as amortised cost- CM	777	7	-1	783
Loans as amortised cost- RM	68	0	-	69
Loans at fair value over OCI- RM	137	5	-	142
Loans at fair value over OCI- CM	13	4	-	17
<b>Provision for expected credit losses on loans and guarantees</b>	<b>995</b>	<b>16</b>	<b>-1</b>	<b>1,011</b>
<b>Presented as</b>				
Provision for loan losses	907	13	-1	919
Other debt- provisons	53	3	-	55
Other comprehensive income - fair value adjustment	36	0	-	36

  

Group (NOKm)	1 Jan 23	Change in provision	Net write-offs /recoveries	31 Mar 23
Loans as amortised cost- CM	976	-91	-	885
Loans as amortised cost- RM	63	9	-3	69
Loans at fair value over OCI- RM	147	-1	-	146
Loans at fair value over OCI- CM	2	0	-	2
<b>Provision for expected credit losses on loans and guarantees</b>	<b>1,188</b>	<b>-83</b>	<b>-3</b>	<b>1,101</b>
<b>Presented as</b>				
Provision for loan losses	1,081	-105	-3	973
Other debt- provisons	67	17	-	83
Other comprehensive income - fair value adjustment	40	5	-	45

  

Group (NOKm)	1 Jan 23	Merge Søre Sunnmøre	Change in provision	Net write-offs /recoveries	31 Dec 23
Loans as amortised cost- CM	976	32	-44	-186	777
Loans as amortised cost- RM	63	11	-1	-5	68
Loans at fair value over OCI- RM	147	-	-10	-	137
Loans at fair value over OCI- CM	2	-	11	-	13
<b>Provision for expected credit losses on loans and guarantees</b>	<b>1,188</b>	<b>43</b>	<b>-44</b>	<b>-192</b>	<b>995</b>
<b>Presented as</b>					
Provision for loan losses	1,081	41	-23	-192	907
Other debt- provisons	67	2	-16	-	53
Other comprehensive income - fair value adjustment	40	-	-5	-	36

**Accrual for losses on loans**

Parent Bank (NOKm)	31 Mar 2024				31 Mar 2023				31 Dec 2023			
	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	38	95	45	179	46	93	42	181	46	93	42	181
Transfer to (from) stage 1	14	-14	-0	-	20	-20	-0	-	18	-18	-0	-
Transfer to (from) stage 2	-2	3	-0	-	-3	3	-0	-	-3	3	-0	-
Transfer to (from) stage 3	-0	-5	5	-	-0	-5	5	-	-0	-8	9	-
Net remeasurement of loss allowances	-13	21	9	18	-21	18	5	2	-26	19	-5	-12
Originations or purchases	4	3	0	8	8	2	1	11	15	20	3	37
Derecognitions	-3	-10	-2	-15	-6	-9	-3	-18	-14	-31	-4	-49
Changes due to changed input assumptions	1	-2	-0	-2	6	7	-4	9	3	16	8	27
Actual loan losses	0	0	-	-	-	-	-3	-3	0	0	-5	-5
Closing balance	39	91	58	188	51	89	43	182	38	95	45	179
<b>Corporate Market</b>												
Opening balance	160	267	205	633	138	298	421	858	138	298	421	858
Transfer to (from) stage 1	10	-10	-0	-	28	-27	-0	-	59	-59	-0	-
Transfer to (from) stage 2	-4	4	-0	-	-4	14	-10	-	-14	24	-10	-
Transfer to (from) stage 3	-6	-1	8	-	-1	-2	3	-	-1	-5	6	-
Net remeasurement of loss allowances	-13	28	11	26	-31	-56	-20	-107	-58	11	9	-38
Originations or purchases	21	10	3	34	18	1	-	19	90	35	37	163
Derecognitions	-13	-56	-12	-82	-13	-15	-3	-32	-52	-68	-15	-136
Changes due to changed input assumptions	6	25	0	31	7	5	0	12	-2	31	-62	-33
Actual loan losses	-	-	-1	-1	-	-	-	-	-	-	-181	-181
Closing balance	160	267	214	641	141	218	391	750	160	267	205	633
<b>Total accrual for loan losses</b>	<b>198</b>	<b>359</b>	<b>271</b>	<b>829</b>	<b>192</b>	<b>306</b>	<b>434</b>	<b>932</b>	<b>198</b>	<b>363</b>	<b>251</b>	<b>812</b>

Group (NOKm)	31 Mar 2024				31 Mar 2023				31 Dec 2023			
	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	46	111	46	204	55	107	47	209	55	107	47	209
Transfer to (from) stage 1	18	-18	-0	-	21	-21	-0	-	21	-20	-1	-
Transfer to (from) stage 2	-3	3	-0	-	-3	3	-0	-	-4	5	-1	-
Transfer to (from) stage 3	-0	-6	6	-	-0	-6	6	-	-1	-10	11	-
Net remeasurement of loss allowances	-16	25	8	18	-21	21	6	7	-28	25	-6	-9
Originations or purchases	5	4	0	10	10	2	1	13	19	25	3	47
Derecognitions	-4	-11	-2	-17	-6	-10	-3	-19	-17	-34	-7	-58
Changes due to changed input assumptions	-1	-5	-0	-6	5	5	-4	6	-0	14	7	21
Actual loan losses	-	-	-	-	-	-	-3	-3	-	-	-5	-5
Closing balance	46	103	59	208	60	103	49	212	46	111	46	204
<b>Corporate Market</b>												
Opening balance	172	299	268	739	151	311	450	912	151	311	450	912
Transfer to (from) stage 1	11	-11	-0	-	29	-28	-0	-	63	-63	-0	-
Transfer to (from) stage 2	-5	6	-0	-	-5	15	-10	-	-18	28	-10	-
Transfer to (from) stage 3	-6	-3	9	-	-1	-3	4	-	-1	-6	7	-
Net remeasurement of loss allowances	-13	31	11	29	-29	-53	-19	-101	-59	22	60	23
Originations or purchases	22	12	4	38	20	2	1	22	96	46	38	181
Derecognitions	-14	-57	-13	-84	-14	-16	-3	-33	-54	-70	-16	-140
Changes due to changed input assumptions	5	22	-1	26	7	4	-6	5	-5	29	-75	-51
Actual loan losses	-	-	-1	-1	-	-	-	-	-	-	-186	-186
Closing balance	172	298	277	747	158	231	417	806	172	299	268	739
<b>Total accrual for loan losses</b>	<b>218</b>	<b>401</b>	<b>336</b>	<b>955</b>	<b>219</b>	<b>334</b>	<b>465</b>	<b>1,018</b>	<b>218</b>	<b>410</b>	<b>314</b>	<b>943</b>

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

Parent Bank and Group (NOKm)	31 Mar 2024				31 Mar 2023				31 Dec 2023			
	Stage 1	Stage 2	Stage 3	Total	Stage 1	Stage 2	Stage 3	Total	Stage 1	Stage 2	Stage 3	Total
Opening balance	18	27	8	53	24	34	9	67	24	34	9	67
Transfer to (from) stage 1	3	-3	-0	-	1	-1	-0	-	6	-6	-0	-
Transfer to (from) stage 2	-0	0	-0	-	-0	0	-0	-	-2	2	-0	-
Transfer to (from) stage 3	-0	-0	1	-	-0	-0	0	-	-0	-1	1	-
Net remeasurement of loss allowances	-4	-0	0	-4	-4	11	4	12	-13	-4	2	-15
Originations or purchases	2	0	5	7	10	1	0	11	9	4	0	13
Derecognitions	-1	-1	-0	-3	-1	-3	-0	-4	-6	-8	-1	-15
Changes due to changed input assumptions	1	2	-0	2	2	-4	-0	-2	0	5	-3	2
Actual loan losses	-	-	-	-	-	-	-	-	-	-	-	-
<b>Closing balance</b>	<b>17</b>	<b>25</b>	<b>13</b>	<b>55</b>	<b>31</b>	<b>39</b>	<b>13</b>	<b>83</b>	<b>18</b>	<b>27</b>	<b>8</b>	<b>53</b>
Of which												
Retail market				3				3				1
Corporate Market				53				81				51

**Provision for credit losses specified by industry**

Parent Bank (NOKm)	31 Mar 2024				31 Mar 2023				31 Dec 2022			
	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	44	16	63	3	33	18	54	3	44	10	57
Fisheries and hunting	8	73	-	81	13	8	-	21	6	33	0	39
Sea farming industries	6	1	18	25	2	1	1	4	5	0	0	5
Manufacturing	10	29	14	52	9	39	5	53	15	31	13	59
Construction, power and water supply	35	28	32	96	38	22	15	75	46	25	28	99
Retail trade, hotels and restaurants	15	20	4	40	17	24	0	41	8	13	1	23
Maritime sector	6	18	102	127	6	22	152	180	7	54	103	164
Property management	37	72	27	136	33	63	23	119	44	92	22	159
Business services	20	20	6	46	14	33	178	226	17	16	24	57
Transport and other services	21	8	6	36	10	12	17	39	10	6	13	29
Public administration	0	-	-	0	0	-	-	0	0	0	0	0
Other sectors	1	1	-	1	0	0	-	0	1	0	0	1
Wage earners	1	44	46	91	0	49	25	74	1	47	35	83
Total provision for losses on loans	163	359	271	793	146	306	434	887	163	363	251	776
loan loss allowance on loans at FVOCI	36			36	45			45	36			36
<b>Total loan loss allowance</b>	<b>198</b>	<b>359</b>	<b>271</b>	<b>829</b>	<b>192</b>	<b>306</b>	<b>434</b>	<b>932</b>	<b>198</b>	<b>363</b>	<b>251</b>	<b>812</b>

Group (NOKm)	31 Mar 2024				31 Mar 2023				31 Dec 2022			
	Stage 1	Stage 2	Stage 3	Total	Stage 1	Stage 2	Stage 3	Total	Stage 1	Stage 2	Stage 3	Total
Agriculture and forestry	4	45	17	66	4	35	19	58	4	46	10	60
Fisheries and hunting	8	73	0	81	13	8	0	21	6	33	0	39
Sea farming industries	7	1	18	26	4	1	1	6	6	0	0	6
Manufacturing	13	33	17	63	13	43	11	67	18	36	13	68
Construction, power and water supply	35	45	36	116	43	25	20	88	46	42	33	121
Retail trade, hotels and restaurants	18	22	4	44	19	25	2	45	11	15	2	28
Maritime sector	6	18	102	127	6	22	152	180	7	54	103	164
Property management	37	73	27	137	34	63	23	120	45	93	22	160
Business services	23	22	59	104	16	34	186	237	19	18	78	114
Transport and other services	23	13	9	46	13	17	21	51	12	11	16	39
Public administration	0	0	-	0	0	-	-	0	0	0	0	0
Other sectors	1	1	-	1	0	0	0	0	1	0	0	1
Wage earners	7	54	47	109	8	61	30	99	8	62	36	106
Total provision for losses on loans	182	401	336	919	173	334	465	973	183	410	314	907
loan loss allowance on loans at FVOCI	36			36	45			45	36			36
<b>Total loan loss allowance</b>	<b>218</b>	<b>401</b>	<b>336</b>	<b>955</b>	<b>219</b>	<b>334</b>	<b>465</b>	<b>1,018</b>	<b>218</b>	<b>410</b>	<b>314</b>	<b>943</b>