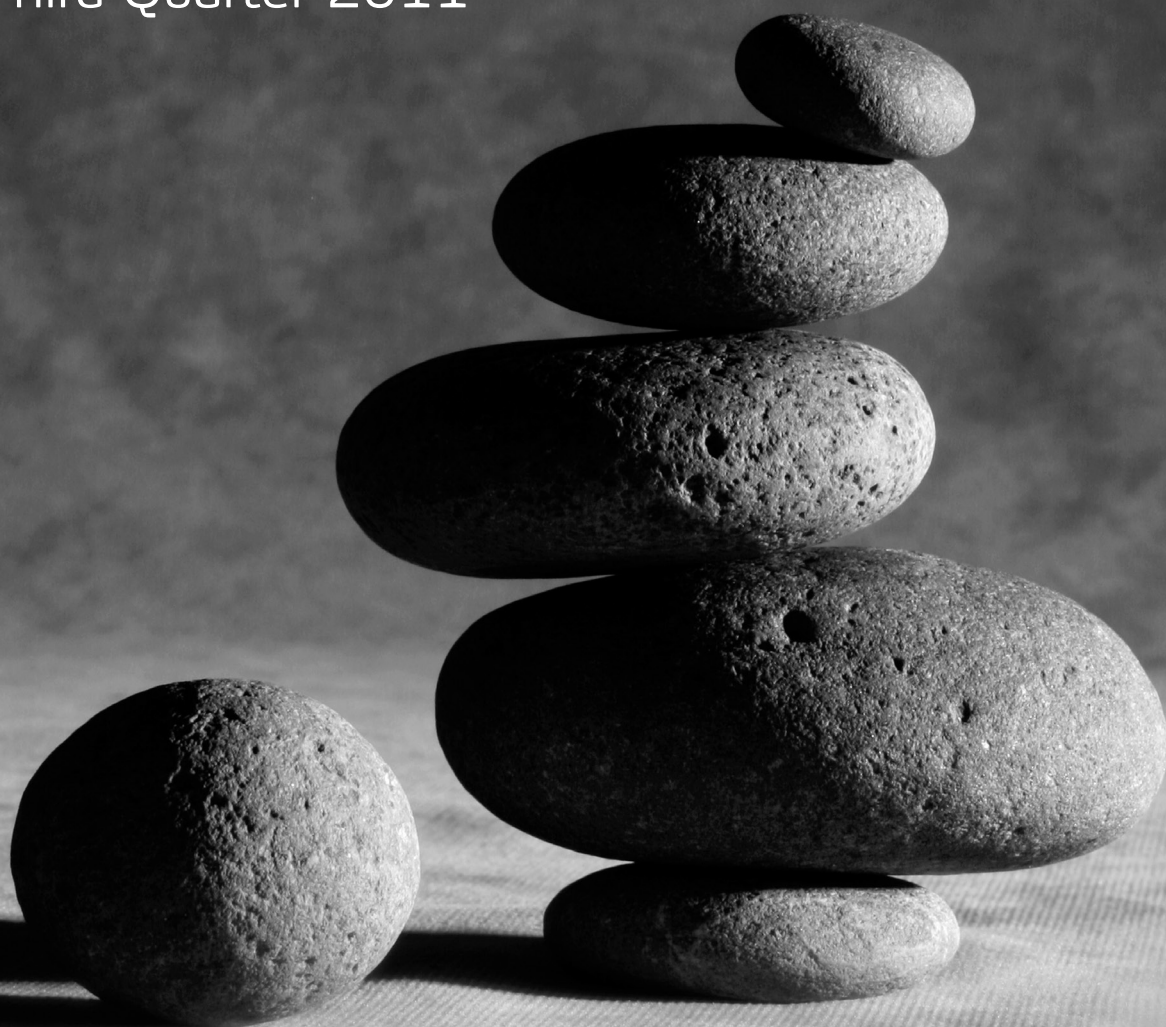


Investor Relations

Supplementary information

Third Quarter 2011



SpareBank 1 SMN

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Information on the Internet

SpareBank 1 SMN's home page

Hugin-Online

ECC information in general

www.smn.no

www.huginonline.no

www.egenkapitalbevis.no

Financial Calendar 2011

1 st quarter	06. May	2011
2 nd quarter	10. August	2011
3 rd quarter	27. October	2011

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1. SpareBank 1 SMN overview

1.1. Financial highlights

Accounts for the nine months ended 30 September 2011

(Consolidated figures. Figures in parentheses refer to the same period of 2010 unless otherwise stated)

- Profit before tax: NOK 946m (904m)
- Profit: NOK 745m (704m)
- Return on equity: 12.6% (13.9%)
- Lending growth 7.7% (12.4%), deposit growth 19.1% (2.8%) over past 12 months
- Loan losses: NOK 1m (108m)
- Tier 1 capital adequacy: 10.4% (10.6%)
- Earnings per equity capital certificate (ECC): NOK 4.81 (4.13)

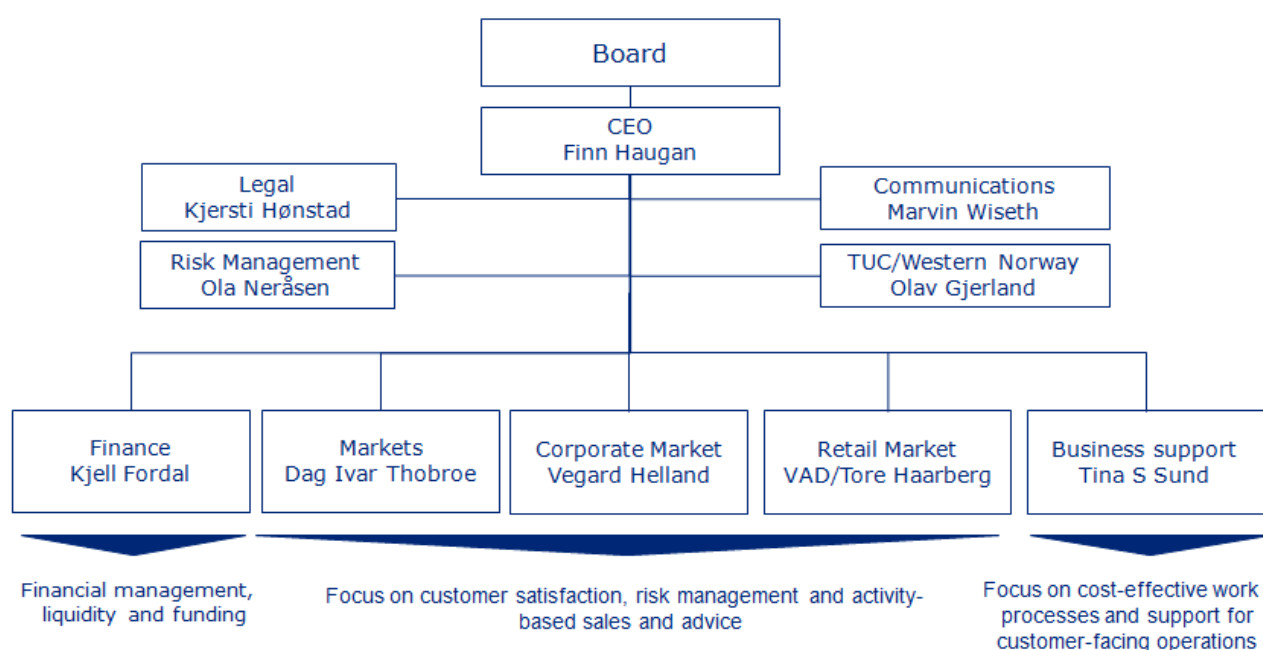
Accounts for third quarter 2011 in isolation

- Profit before tax: NOK 306m (323m)
- Profit: NOK 240m (256m)
- Return on equity: 12.0% (13.9%)
- Loan losses: NOK 8m (12m)
- Earnings per ECC: NOK 1.55 (1.61)

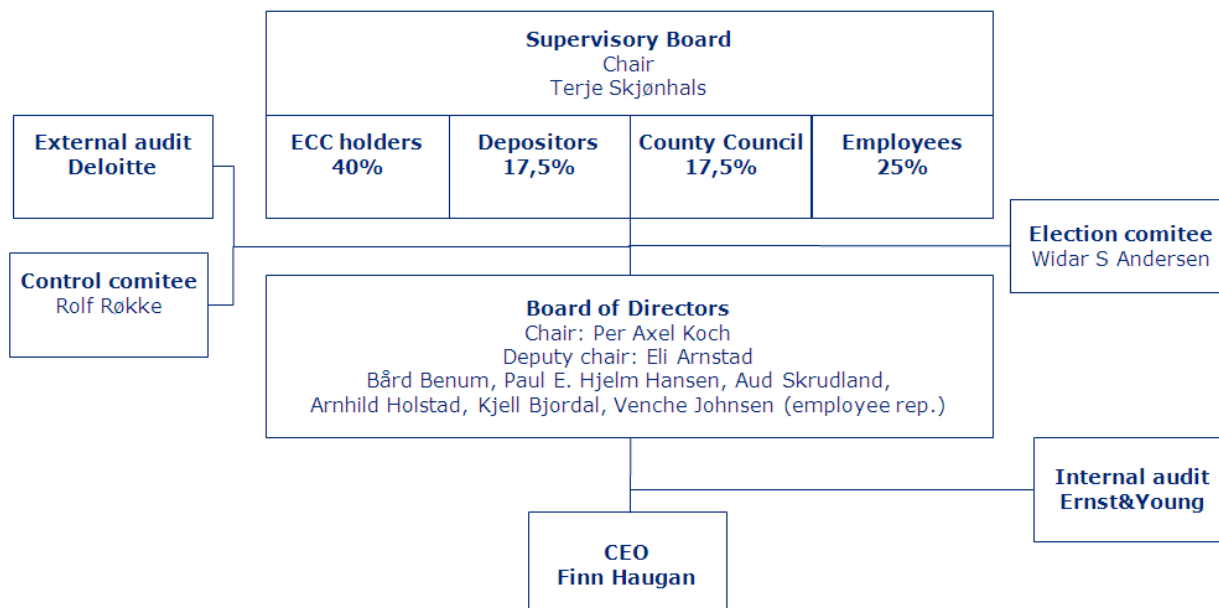
1.2. Business description

SpareBank 1 SMN is Mid-Norway's largest bank with assets totalling NOK 100 billion at the end of third quarter 2011. Head office is in Trondheim and the Group employs about 1,050 staff.

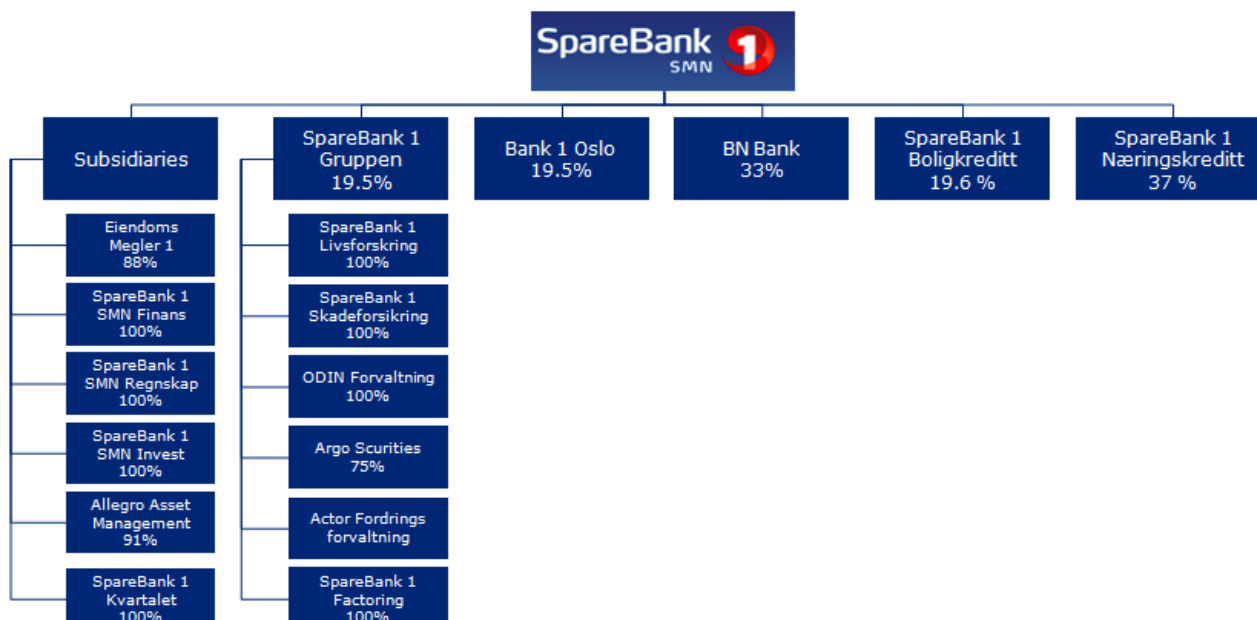
SpareBank 1 SMN is organised in five divisions to secure a customer-oriented and cost-effective organisation while respecting the differing competencies required by each division. The Retail, Corporate and Markets divisions focus on customer satisfaction, risk management and activity-based sales and counselling. Business Support focuses on cost-effective work processes and support to enable the customer-facing divisions to attain their goals, while the Finance Division provides an overall basis for decision making, risk management and financial and asset-liability management.



Overall organisation

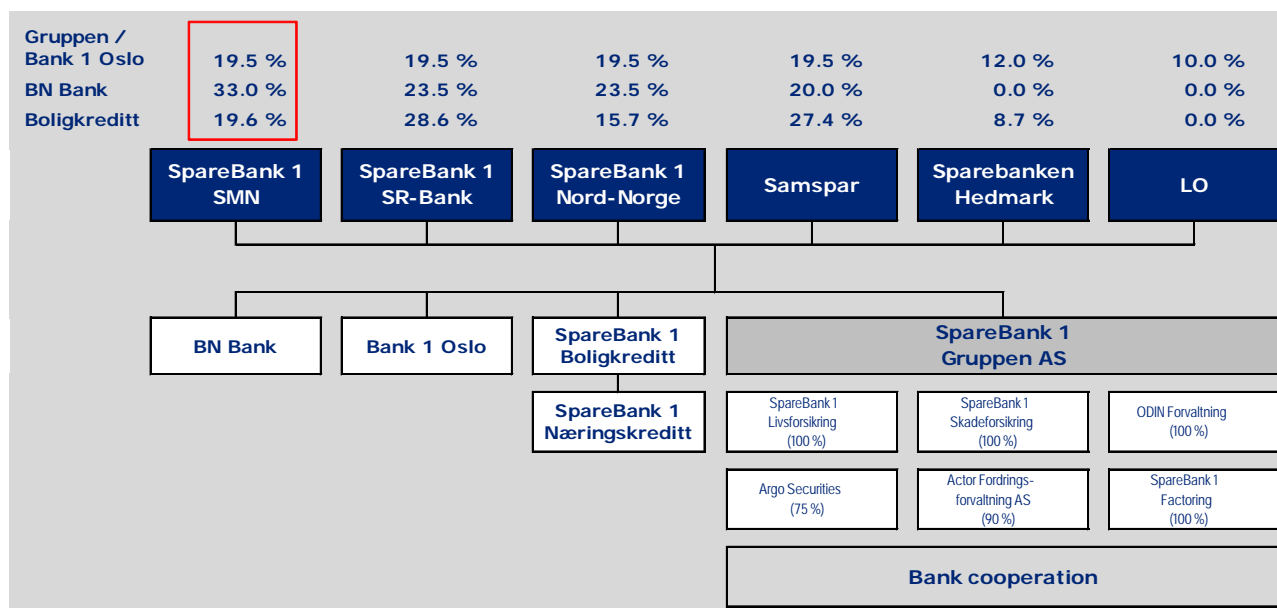


SpareBank 1 SMN: Overview of the Bank's activities



SpareBank 1 Group

The SpareBank 1 banks operate an alliance and develop product companies through the jointly owned holding company SpareBank 1 Gruppen. The paramount objective of the SpareBank 1 Alliance is to assure the individual bank's independence and regional identity through strong competitiveness, profitability and financial soundness. The Alliance is among the largest providers of financial services in Norway and a full-fledged alternative to traditional financial groups.



1.3. Credit ratings

<i>Moody's</i>	Today's rating	Year end					
		2010	2009	2008	2007	2006	2005
Outlook	Stable	Stable	Negative	Negative	Stable	Positive	Positive
Issuer Rating	A1	A1	A1	A1	Aa3	A3	A3
Bank Deposits	A1/P-1	A1/P-1	A1/P-1	Aa3/P-1	Aa3/P-1	A3/P-2	A3/P-2
Bank Financial Strenght	C-	C-	C-	C	C+	C	C
Senior Unsecured	A1	A1	A1	Aa3	Aa3	A3	A3
Subordinate	A2	A2	A2	A1	A1	Baa1	Baa1

<i>Fitch</i>	Today's rating	Year end					
		2010	2009	2008	2007	2006	2005
Outlook	Stable	Negative	Negative	Stable	Stable	Positive	Stable
Long-term IDR	A-	A	A	A	A	A-	A-
Short-term IDR	F2	F1	F1	F1	F1	F2	F2
Support rating	3	3	3	3	3	3	4
Individual rating	B/C	B/C	B/C	B	B	B/C	B/C

1.4. Equity capital certificate (MING)

The key figures are corrected for issues. No change in the number of ECCs.

30. September 2011 the price of the Bank's ECC was NOK 39.30 (NOK 49.00). Earnings per ECC were NOK 6.33 (NOK 7.41). Book value per ECC was NOK 52.49 as of end third quarter 2011 (NOK 48.13).

Key figures

(in NOK million)	3Q 2011	2Q 2011	1Q 2011	4Q 2010	3Q 2010	30 Sept. 2011 2010		2010	2009
ECC price	39.30	48.90	50.00	54.00	49.00	39.30	49.00	54.00	49.02
Number of certificates issued, millions	94.92	94.90	94.90	94.90	94.89	94.92	94.89	94.90	69.43
Booked equity capital per ECC (incl. dividend)	52.49	51.05	49.34	50.60	48.13	52.49	48.13	50.60	44.89
Adjusted profit per ECC	1.55	1.62	1.65	2.05	1.61	4.81	4.13	6.43	6.73
P/E per ECC	6.33	7.55	7.59	6.57	7.41	6.12	8.29	8.40	7.29
P/B equity capital	0.75	0.96	1.01	1.07	1.02	0.75	1.02	1.07	1.09

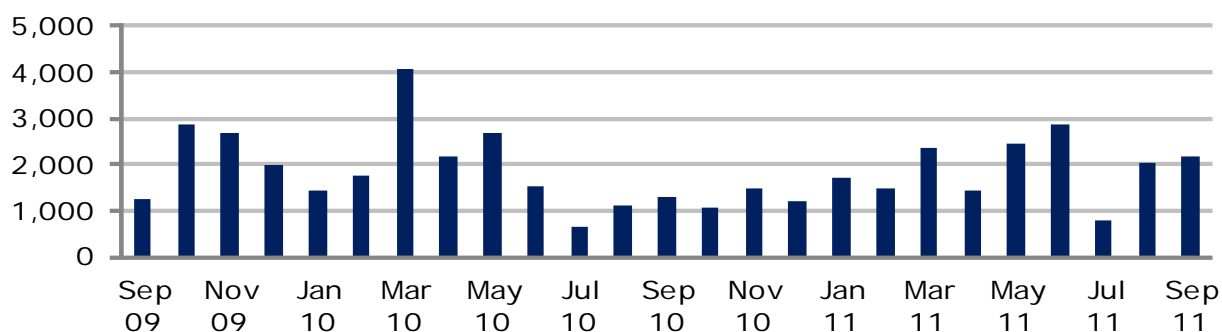
Stock price compared with OSEBX and OSEEX
30 September 2009 to 30 September 2011



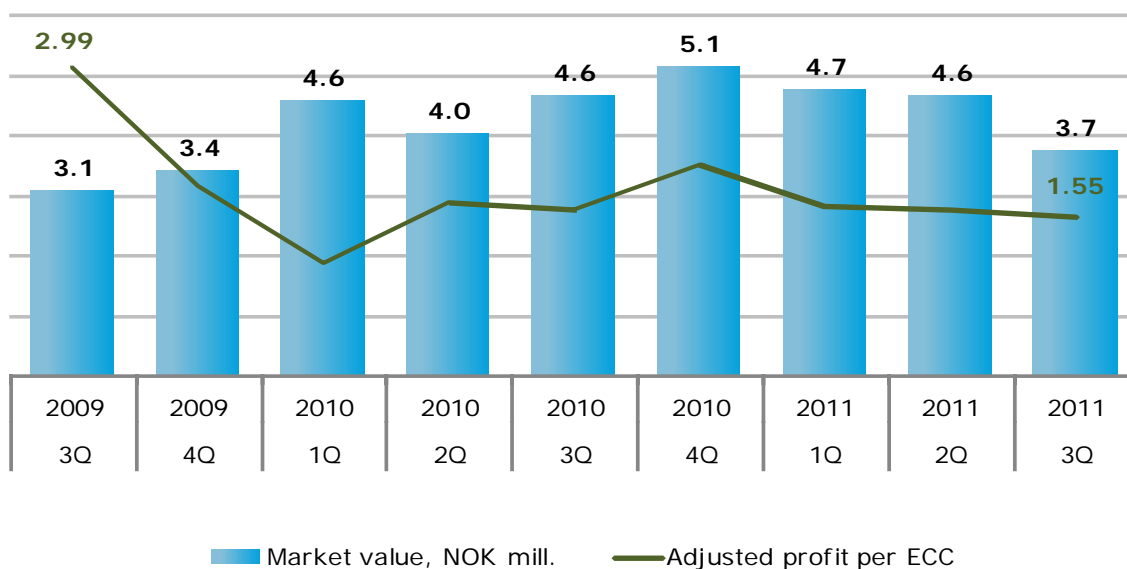
OSEBX = Oslo Stock Exchange Benchmark Index (rebased)
OSEEX = Oslo Stock Exchange ECC Index (rebased)

Trading statistics

30 September 2009 to 30 September 2011



Market value and profit per ECC



Equity certificates ratio (parent bank)

	30 Sept. 2011	30 Jun. 2011	31 Mar. 2011	31 Dec. 2010	30 Sept. 2010	31 Dec. 2009
(in NOK million)						
ECC capital	2,373	2,372	2,372	2,372	2,372	1,734
Dividen equalisation reserve	1,160	1,160	1,160	1,159	878	876
Premium reserve	182	182	182	182	174	-0
Unrealised gains reserve	28	28	28	28	67	62
Other equity	-	-	-	-	-	-
A. The equity certificate owner's capital	3,743	3,742	3,742	3,742	3,492	2,671
Saving bank reserve	2,345	2,345	2,345	2,345	2,155	2,155
Unrealised gains reserve	17	17	17	17	42	48
Other equity	-	-	-	-	-	-
B. The saving bank reserve	2,362	2,362	2,362	2,362	2,197	2,203
Provision for gifts	-	0	0	192	-	27
Recommended dividends	-0	-0	-	285	-	174
Equity ex. profit	6,105	6,104	6,104	6,581	5,690	5,076
Equity certificates ratio A/(A+B)	61.3 %	61.3 %	61.3 %	61.3 %	61.4 %	54.8 %

20 largest ECC holders

Owner	Number	Ownership in %
Reitangruppen AS	6,872,514	7.24 %
Aker ASA / The Resource Group TRG	2,860,966	3.01 %
Odin Norge	2,362,836	2.49 %
Odin Norden	2,139,649	2.25 %
Rasmussengruppen AS	2,130,000	2.24 %
Vind LV AS	2,085,151	2.20 %
MP Pensjon PK	1,442,774	1.52 %
Frank Mohn AS	1,442,236	1.52 %
Citibank N.A New York Branch (nominee)	1,301,515	1.37 %
Morgan Stanley & Co.	1,108,000	1.17 %
Nordea Bank Norge ASA	899,915	0.95 %
I.K. Lykke, T.Lykke m.fl.	891,567	0.94 %
Tonsenhagen Forretningssentrum AS	865,013	0.91 %
Forsvarets personellservice	788,092	0.83 %
The Northern Trust Co. (nominee)	774,917	0.82 %
KLP Aksje Norden VPF	744,475	0.78 %
Stiftelsen Uni	743,658	0.78 %
VPF Nordea Norge Verdi	674,523	0.71 %
Odin Europa SMB	633,251	0.67 %
State Street Bank & Trust Company (nominee)	629,434	0.66 %
Total largest shareholders	31,390,486	33.07 %
Other	63,539,800	66.93 %
Total	94,930,286	100.00 %

ECC capital history

Year	Change	Change in ECC capital	Total ECC capital	No. of ECC's
1991	Placing	525	525	5,250,000
1992	Placing	75	600	6,000,000
2000	Employee placing	5	605	6,053,099
2001	Employee placing	5	610	6,099,432
2002	Employee placing	5	614	6,148,060
2004	Bonus Issue	154	768	7,685,075
2005	Placing	217	986	9,859,317
2005	Employee placing	24	1,009	10,097,817
2005	Split	-	1,009	40,391,268
2005	Bonus Issue	253	1,262	50,489,085
2007	Dividend Issue	82	1,344	53,752,203
2007	Employee placing	5	1,349	53,976,003
2008	Dividend Issue	91	1,440	57,603,748
2008	Employee placing	6	1,447	57,861,806
2009	Bonus Issue	289	1,736	69,434,167
2010	Placing	624	2,360	94,397,474
2010	Employee placing	12.6	2,373	94,905,286
2011	Issue	1	2,373	94,921,983

2. Financial results

Accounting principles

SpareBank 1 SMN prepares and presents its quarterly accounts in compliance with the Stock Exchange Regulations, Stock Exchange Rules and International Financial Reporting Standards (IFRS), including IAS 34, Interim Financial Reporting. As from 2007 the company accounts are also prepared and presented under IFRS. This entails that investments in associates and subsidiaries are recognised using the cost method. For this reason results recorded by associates and subsidiaries are not included in the parent bank's accounts.

Further, the Group has in this quarterly report used the same accounting principles and calculation methods as in the latest annual report and accounts. The quarterly accounts do not include all the information required in a complete set of annual financial statements and should be read in conjunction with the annual accounts for 2010.

As from January 2011 the Group has implemented new requirements in IAS 34 Interim Financial Reporting as regards changes in business or financial factors that affect fair value measurement of an entity's financial assets and liabilities, and as regards transfer between levels in the fair value hierarchy used to measure the fair value of financial instruments. In addition there is the possible reclassification of financial assets resulting from a change in the purpose or application of these assets. The Group has also implemented IFRIC 19 Extinguishing Financial Liabilities with Equity Instruments, and the new IAS 24 Related Party Disclosures. None of these standards has entailed any essential change in Group reporting.

2.1. Main figures

	3Q	2Q	1Q	4Q	3Q	30 Sept.			
(in NOK million)	2011	2011	2011	2010	2010	2011	2010	2010	2009
Net interest	320	318	327	293	320	965	917	1,210	1,279
Commission income and other income	234	232	221	222	210	687	632	855	756
Net return on financial investments	122	125	118	198	125	365	292	490	642
Total income	676	675	666	713	655	2,017	1,841	2,555	2,677
Total operating expenses	361	361	348	311	320	1,070	829	1,140	1,253
Result before losses	315	314	318	402	335	948	1,012	1,414	1,424
Loss on loans, guarantees etc.	8	-1	-6	25	12	1	108	132	277
Result before tax	306	315	325	377	323	946	904	1,282	1,147
Tax charge	66	65	70	60	67	201	200	260	210
Net profit	240	250	255	318	256	745	704	1,022	937

Balance sheet - condensed

	30 Sept.	30 Jun.	31 Mar.	31 Dec.	30 Sept.	
Balance (in NOK million)	2011	2011	2011	2010	2010	31 Dec.
Total assets	100,009	98,415	94,455	97,992	95,271	84,541
Average total assets	97,718	96,954	96,224	91,317	89,648	86,679
Gross loans to customers *	92,671	90,939	88,606	87,665	86,046	77,429
Deposits from customers	46,024	45,990	42,900	42,786	38,643	37,227
Total equity capital	8,126	7,902	7,639	7,846	7,461	6,183

* Loans to customers includes SpareBank 1 Boligkreditt

Key figures

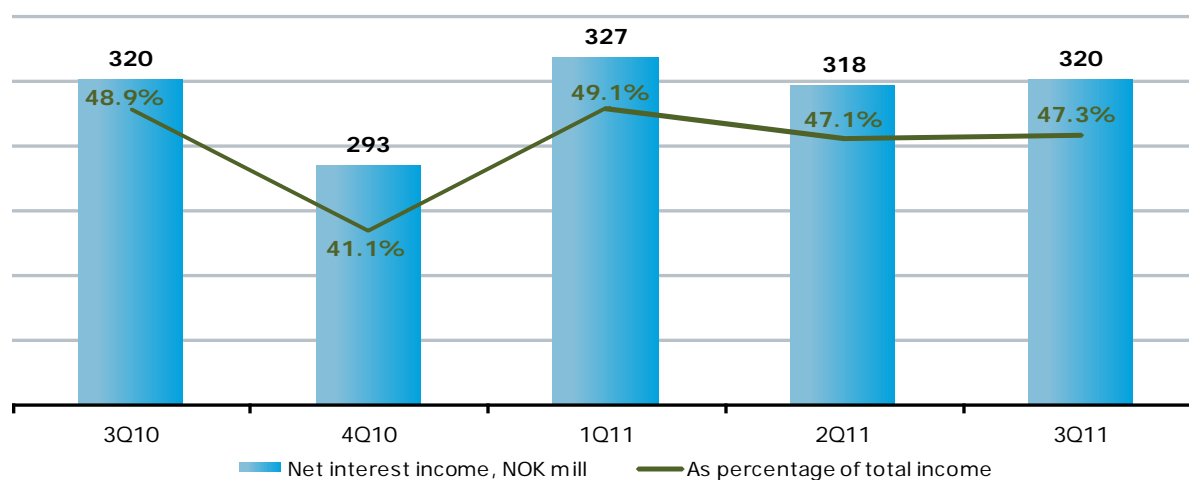
	3Q	2Q	1Q	4Q	3Q	30 Sept.			
	2011	2011	2011	2010	2010	2011	2010	2010	2009
Return on equity	12.0 %	12.9 %	13.2 %	16.6 %	13.9 %	12.6 %	13.9 %	14.6 %	16.2 %
Core capital ratio	10.4 %	10.7 %	10.6 %	10.9 %	10.6 %	10.4 %	10.6 %	10.9 %	10.4 %
Cost/income ratio group	53.5 %	53.4 %	52.2 %	43.7 %	48.9 %	53.0 %	45.0 %	44.6 %	46.8 %
Growth in loans incl Boligkreditt last 12 months	7.7 %	8.6 %	11.4 %	13.2 %	12.4 %	7.7 %	12.4 %	13.2 %	8.6 %
Growth in deposits last 12 months	19.1 %	11.4 %	14.1 %	14.9 %	2.8 %	19.1 %	2.8 %	14.9 %	5.5 %
Deposits-to-loan ratio	64.3 %	67.1 %	62.6 %	61.3 %	57.6 %	64.3 %	57.6 %	61.3 %	60.3 %
Impairment losses ratio	0.03 %	-0.01 %	-0.03 %	0.11 %	0.05 %	0.00 %	0.18 %	0.16 %	0.31 %
Non-performing commitm. as % of gross loans	0.36 %	0.40 %	0.54 %	0.57 %	0.38 %	0.36 %	0.38 %	0.57 %	0.49 %
ECC price	39.30	48.90	50.00	54.00	49.00	39.30	49.00	54.00	49.02
Booked equity capital per ECC (incl. dividend)	52.49	51.05	49.34	50.60	48.13	52.49	48.13	50.60	44.89
Adjusted profit per ECC	1.55	1.62	1.65	2.05	1.61	4.81	4.13	6.43	6.73

2.2. Net interest income

Net interest income

(in NOK million)	3Q 2011	2Q 2011	1Q 2011	4Q 2010	3Q 2010	30 Sept. 2011 2010		2010	2009
Interest income	978	910	886	894	869	2,773	2,421	3,315	3,416
Interest expenses	657	592	559	601	549	1,808	1,504	2,105	2,137
Net interest income	320	318	327	293	320	965	917	1,210	1,279
As percentage of total income	47 %	47 %	49 %	41 %	49 %	48 %	50 %	47 %	48 %

Development in net interest income



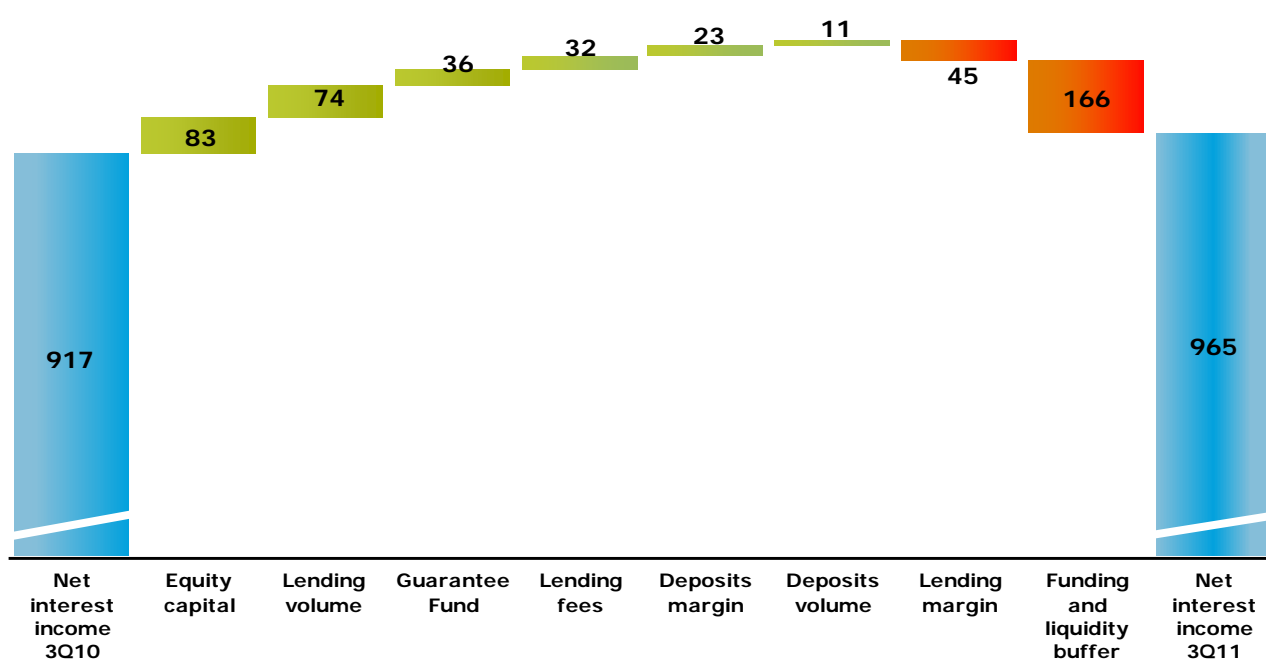
Changes in interest income from lending and deposits, last 12 months

(in NOK million)	Volume	Margin	Total
Lending	74	-45	28
Deposits	11	23	34
Total	85	-22	62

Changes in net interest income

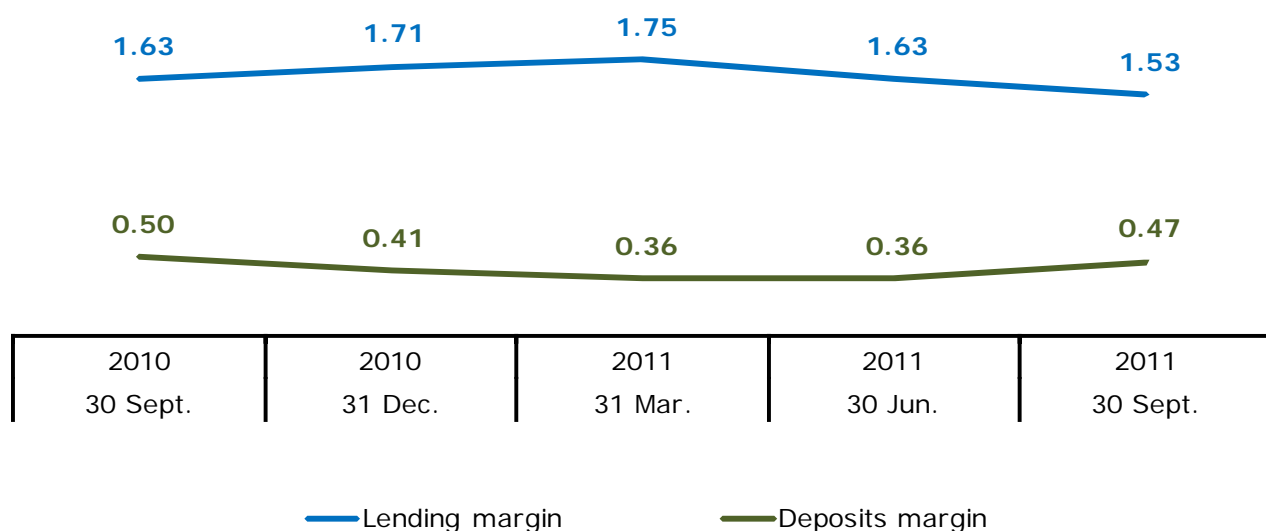
(in NOK million)

	2011	30 Sept. Change	2010
Net interest income	965	48	917
Equity capital		83	
Lending volume		74	
Levy Norwegian Bank's Guarantee Fund		36	
Fees on lending		32	
Deposit margin		23	
Deposit volume		11	
Lending margin		-45	
Funding and liquidity buffer		-166	
Change		48	



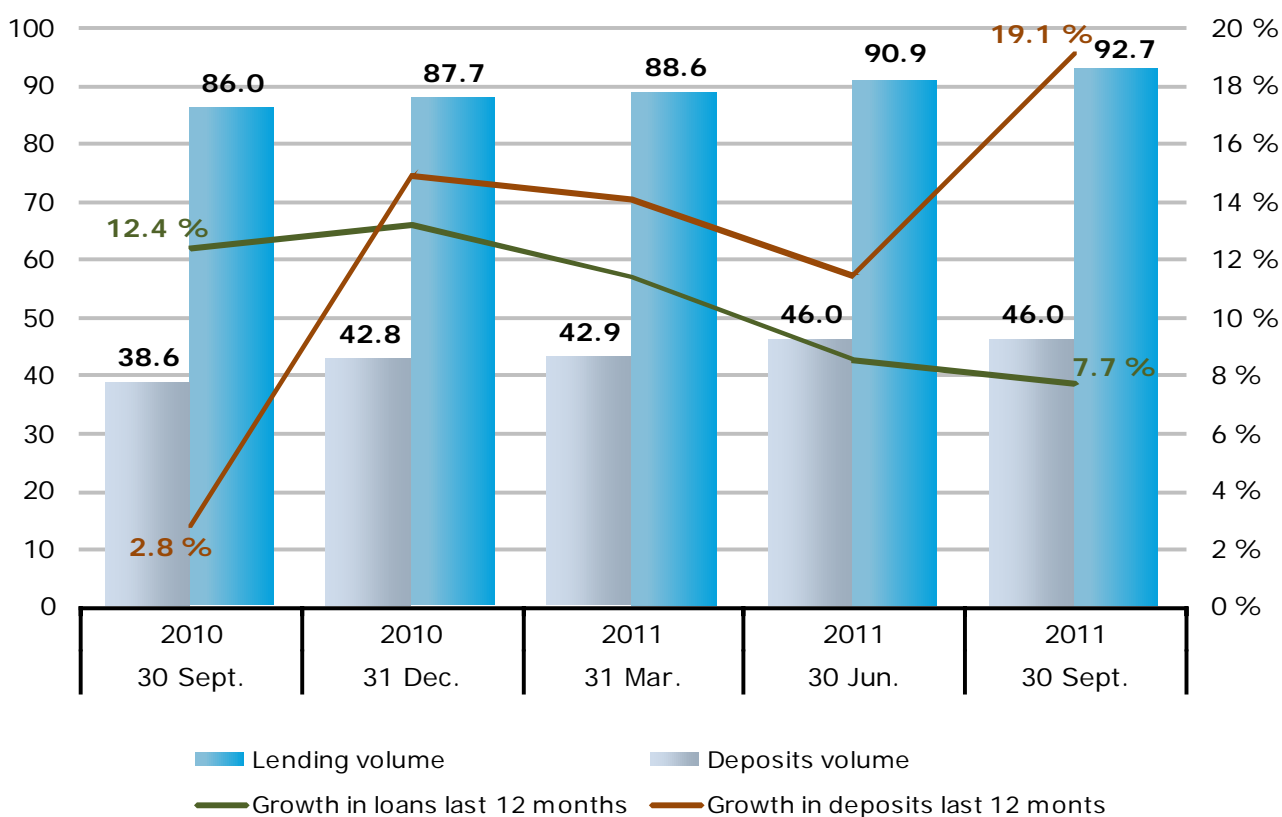
Margin development

Definition margin: Average customer interest minus 3 months average nibor



Volume development

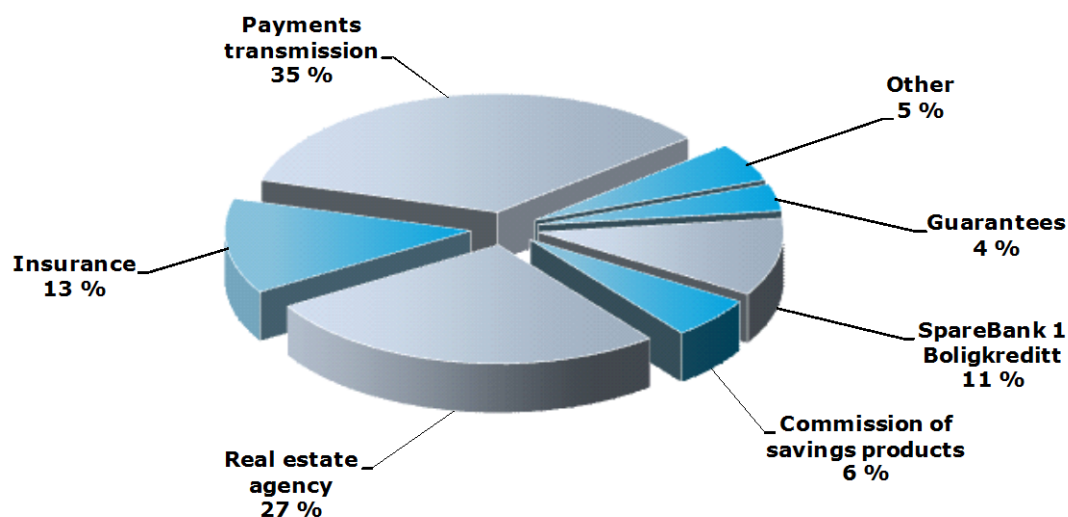
NOK bn.



2.3. Commission income

(in NOK million)	3Q 2011	2Q 2011	1Q 2011	4Q 2010	3Q 2010	30 Sept. 2011 2010		2010	2009
Guarantees	7	7	8	7	7	22	22	29	29
SpareBank 1 Boligkreditt	15	22	26	24	24	63	83	107	82
Commission of savings products	14	11	8	16	6	34	27	43	83
Real estate agency	56	56	47	41	47	159	129	170	133
Insurance	26	26	24	26	24	77	70	96	82
Payments transmission	71	69	66	72	75	206	207	279	265
Other	10	8	13	13	13	31	31	43	31
Total commissions income	200	199	192	199	197	591	567	766	706
Operating- and sales income real estate	24	23	17	16	19	64	57	73	62
Other operating income	31	28	31	31	16	90	66	97	72
Total other operating income	56	52	47	47	34	155	123	170	134
Commission expenses	21	19	18	23	21	58	58	81	84
Total commissions and other income	234	232	221	222	210	687	632	855	756
As percentage of total income	35 %	34 %	33 %	31 %	32 %	34 %	34 %	33 %	28 %

Distribution of commission income



Change in commission income

(in NOK million)	2011	30 Jun. Change	2010
Total	687	55	632
Real estate agency		30	
Other operating income		24	
Operating- and sales income real estate		7	
Insurance		7	
Commission of savings products		7	
Commission expenses		1	
Other		0	
Payments transmission		-1	
Guarantees		0	
SpareBank 1 Boligkreditt		-20	

Net return on financial investments

(in NOK million)	3Q 2011	2Q 2011	1Q 2011	4Q 2010	3Q 2010	30 Sept. 2011	30 Sept. 2010	2010	2009
Income from investment in related companies	49	69	54	83	69	171	167	249	349
of which SpareBank 1 Gruppen AS	-1	19	31	61	50	50	103	164	161
BN Bank ASA	29	30	14	25	15	73	34	59	172
Bank 1 Oslo AS	5	6	4	5	8	14	32	37	-
SpareBank 1 Boligkreditt AS	4	5	6	6	0	15	10	16	17
SpareBank 1 Næringskreditt AS	2	3	1	0	0	6	2	2	1
Other ¹⁾	10	7	-3	-14	-4	13	-14	-28	-1
Capital gains/dividends, shares and ECCs ²⁾	27	10	30	65	16	66	56	121	72
of which dividends	0	31	3	0	0	34	43	43	6
capital gains on shares	30	-17	28	63	14	41	15	78	63
capital gains on ECCs	-4	-4	-1	3	1	-9	-3	0	4
Capital gains, bonds and derivatives	15	31	25	42	25	71	38	80	135
Net gain on trading and derivatives Markets	31	16	10	8	15	56	31	39	86
Net return on financial investments	122	125	118	198	125	365	292	490	642
As percentage of total income	18 %	19 %	18 %	28 %	19 %	18 %	16 %	19 %	24 %

1) These companies were essentially established to handle corporate exposures taken over from other entities.

2) Included net gain of NOK 51m (loss NOK 22m) from SpareBank 1 SMN Invest AS, which manages parts of the Bank's share portfolio

Change in net return on financial investments

(in NOK million)	2011	30 Sept. Change	2010
Total	365	73	292
Capital gains from bonds and derivatives		33	
Capital gain, SMN Markets		25	
Capital gains/dividends on shares and ECC's		10	
Income from investment in related companies		5	

2.4. Operating expenses

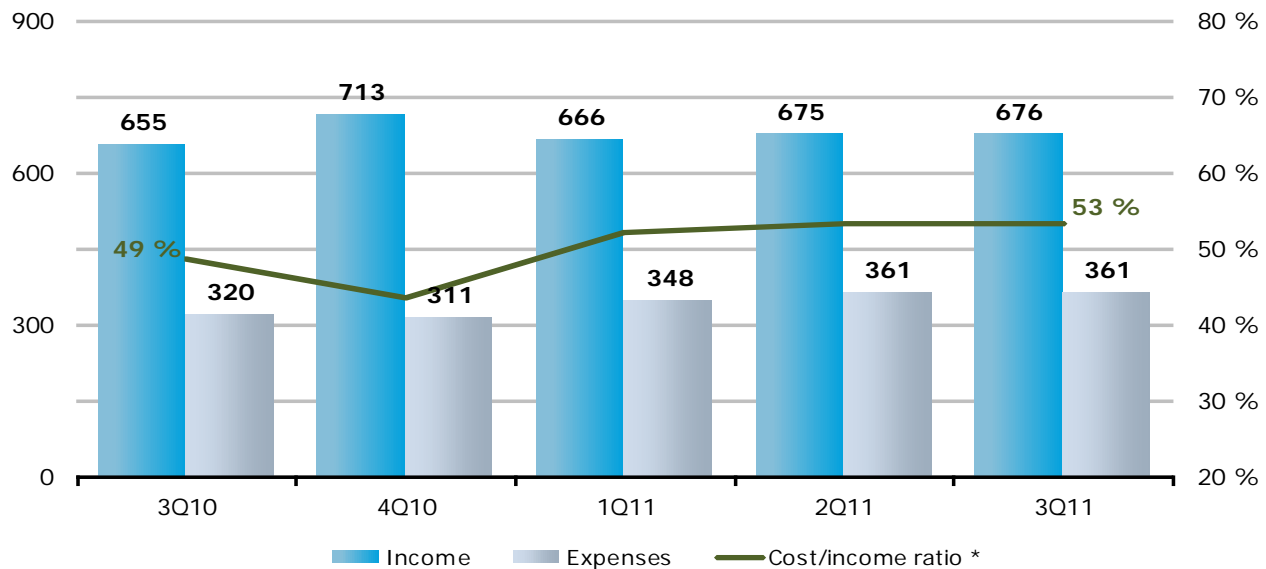
Operating expenses

(in NOK million)	3Q 2011	2Q 2011	1Q 2011	4Q 2010	3Q 2010	30 Sept. 2011	30 Sept. 2010	2010	2009
Salary	191	190	177	175	168	559	481	656	637
Pension costs (defined benefit plan)	11	11	9	-46	17	30	-53	-100	60
Employer's insurance contributions	3	3	3	1	3	10	9	10	14
Other personnel expenses	3	4	8	6	3	15	10	17	14
Total personnel expenses	209	208	198	137	191	614	447	583	725
EDP and telecommunication expenses	43	46	42	42	38	131	113	156	158
Postage and transportation services	6	7	7	7	6	19	20	27	28
Marketing	10	12	12	12	9	34	31	43	38
Operating exp. on properties and premises	24	24	21	30	22	69	64	94	80
Other external services	12	13	11	20	12	36	32	52	39
Other operating expenses	35	32	37	47	30	103	91	138	135
Depr./write-downs of fixed & intangible assets	23	19	21	17	13	63	31	48	51
Other expenses	153	153	150	175	129	456	382	557	528
Total operating expenses	361	361	348	311	320	1,070	829	1,140	1,253
Cost/income ratio	0.53	0.53	0.52	0.44	0.49	0.53	0.45	0.45	0.47
Cost/income ratio ex financial inv.	0.65	0.66	0.63	0.60	0.60	0.65	0.54	0.55	0.62
12-month cost growth*	29.1 %	39.2 %	68.8 %	-9.0 %	-10.8 %	29.1 %	-10.8 %	-9.0 %	4.9 %

* Write-back of early retirement liabilities (AFP), NOK 117 mill, in 1st quarter 2010, hence the high cost growth

Cost/income ratio

NOK mill.



* Total operating expenses as a percentage of total operating income

Change in operating expenses

(in NOK million)

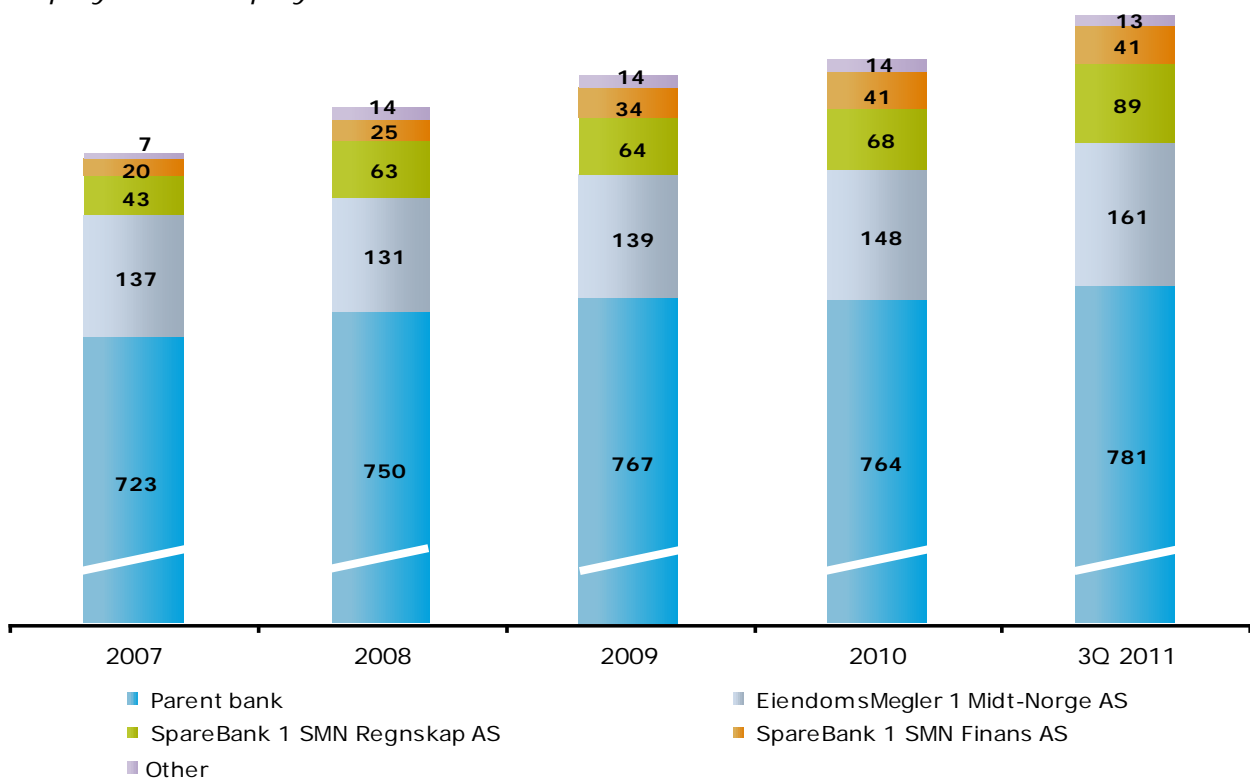
	2011	30 Sept. Change	2010
Total	1,070	241	829
Total personnel expenses*		167	
Depr./write-downs of fixed & intangible assets		32	
EDP and telecommunication expenses		18	
Other operating expenses		12	
Operating exp. on properties and premises		5	
Other external services		4	
Marketing		3	
Postage and transportation services		-0	

*Write-back of early retirement liabilities (AFP), NOK 117 mill, in 1st quarter 2010

Development of employees

<i>Employees in employment</i>	3Q 2011	2010	2009	2008	2007
Retail market division	388	378	367	381	366
Corporate market	188	172	155	155	147
SpareBank 1 SMN Markets	38	33	32	21	15
Business operations	125	128	134	137	130
Management and staff	42	53	79	57	66
Parent bank	781	764	767	750	723
EiendomsMegler 1 Midt-Norge AS	161	148	139	131	137
Allegro Finans AS	9	10	10	10	7
SpareBank 1 SMN Finans AS	41	41	34	25	20
SpareBank 1 SMN Regnskap AS	89	68	64	63	43
SpareBank 1 Kvartalet and other	4	4	4	4	-
Total	1,085	1,035	1,016	982	931

Employees in employment



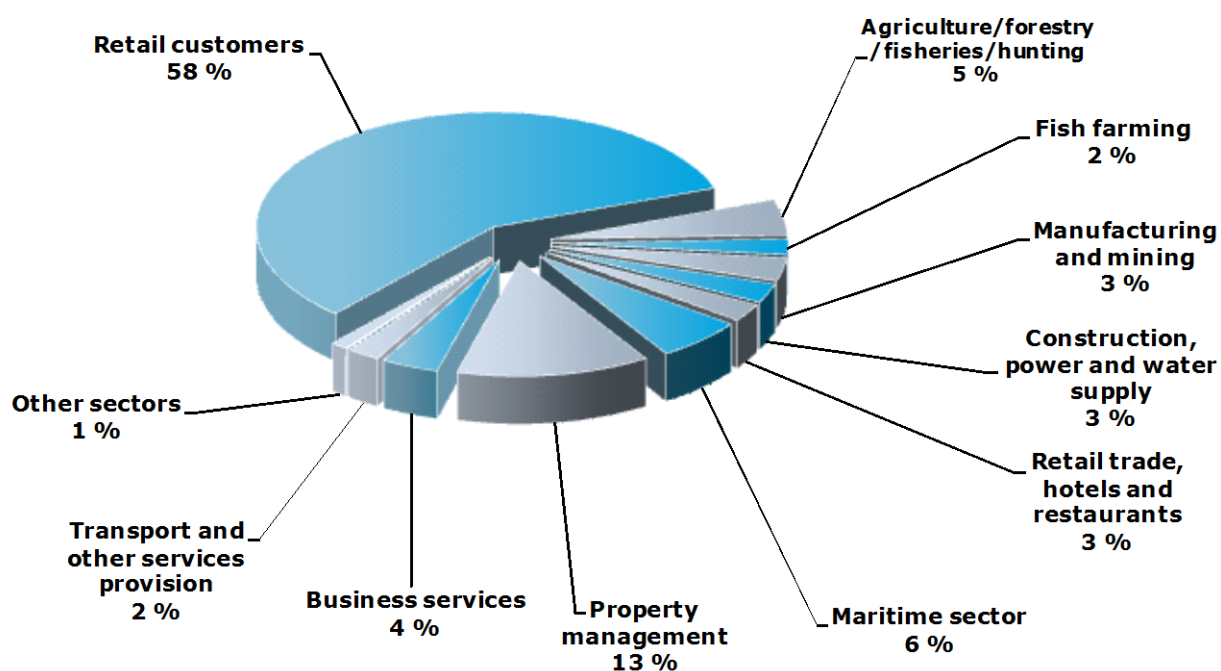
3. Loans to customers

3.1. Distribution of loans by industry

Distribution of loans by industry

(in NOK million)	30 Sept. 2011	30 Jun. 2011	31 Mar. 2011	31 Dec. 2010	30 Sept. 2010	31 Dec. 2009
Agriculture/forestry/fisheries/hunting	4,619	4,525	4,601	4,892	4,673	4,611
Fish farming	2,013	2,426	2,010	1,906	1,661	1,325
Manufacturing and mining	3,026	2,805	2,714	2,775	3,305	2,324
Construction, power and water supply	2,480	2,825	2,574	2,511	2,599	2,257
Retail trade, hotels and restaurants	2,318	2,407	2,463	2,503	2,510	2,460
Maritime sector	5,558	5,389	5,624	5,242	4,397	2,209
Property management	12,236	12,314	12,754	13,013	12,739	11,328
Business services	3,608	3,334	3,131	3,134	3,054	3,279
Transport and other services provision	2,058	2,055	1,483	1,628	2,123	2,217
Public administration	54	58	72	101	64	64
Other sectors	1,052	694	610	339	257	199
Gross loans in corporate market	39,021	38,832	38,037	38,046	37,382	32,272
Retail customers	53,650	52,107	50,569	49,619	48,663	45,157
Gross loans incl. SpareBank 1 Boligkreditt	92,671	90,939	88,606	87,665	86,046	77,429
- Adv. of this SpareBank 1 Boligkreditt	21,101	22,379	20,054	17,818	18,977	15,647
Gross loans in balance sheet	71,570	68,559	68,553	69,847	67,069	61,782
Share of loans, corporate market	42.1 %	42.7 %	42.9 %	43.4 %	43.4 %	41.7 %
Share of loans, retail market	57.9 %	57.3 %	57.1 %	56.6 %	56.6 %	58.3 %

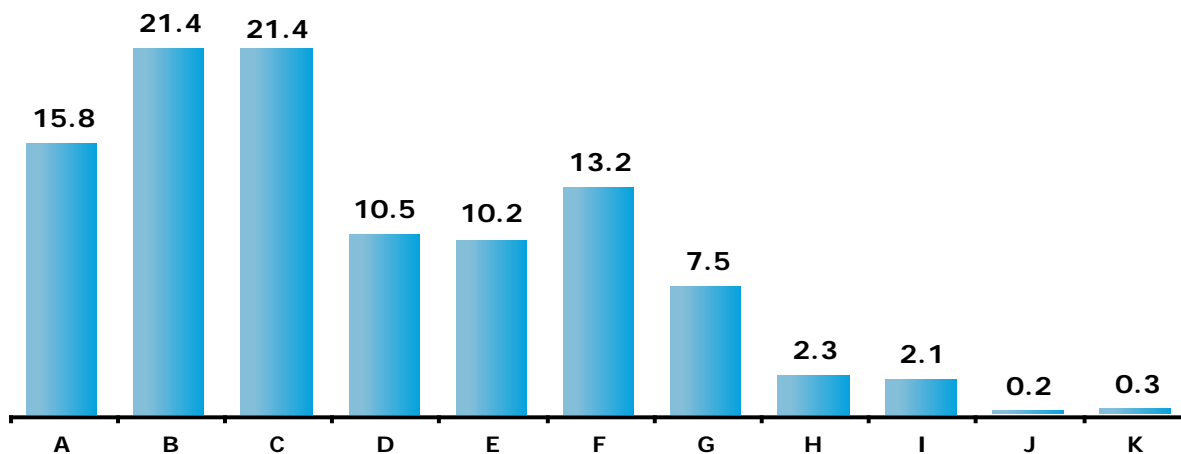
Distribution of loans by industry



3.2. Risk profile and write-downs

Actual risk profil, Exposure At Default

NOK billion



Risk classification in SpareBank 1 SMN

Risk class	PD* in percent		Corresponding ratingclass at Moody's
	Low	High	
A	0.01	0.10	AAA - A3
B	0.10	0.25	Baa1 - Baa2
C	0.25	0.50	Baa3
D	0.50	0.75	Ba1
E	0.75	1.25	Ba2
F	1.25	2.50	
G	2.50	5.00	Ba2 - B1
H	5.00	10.00	B1 - B2
I	10.00	99.99	B3 - caa3
J	Default		
K	Written down		

Risk class A represents the lowest risk and class K the highest risk.

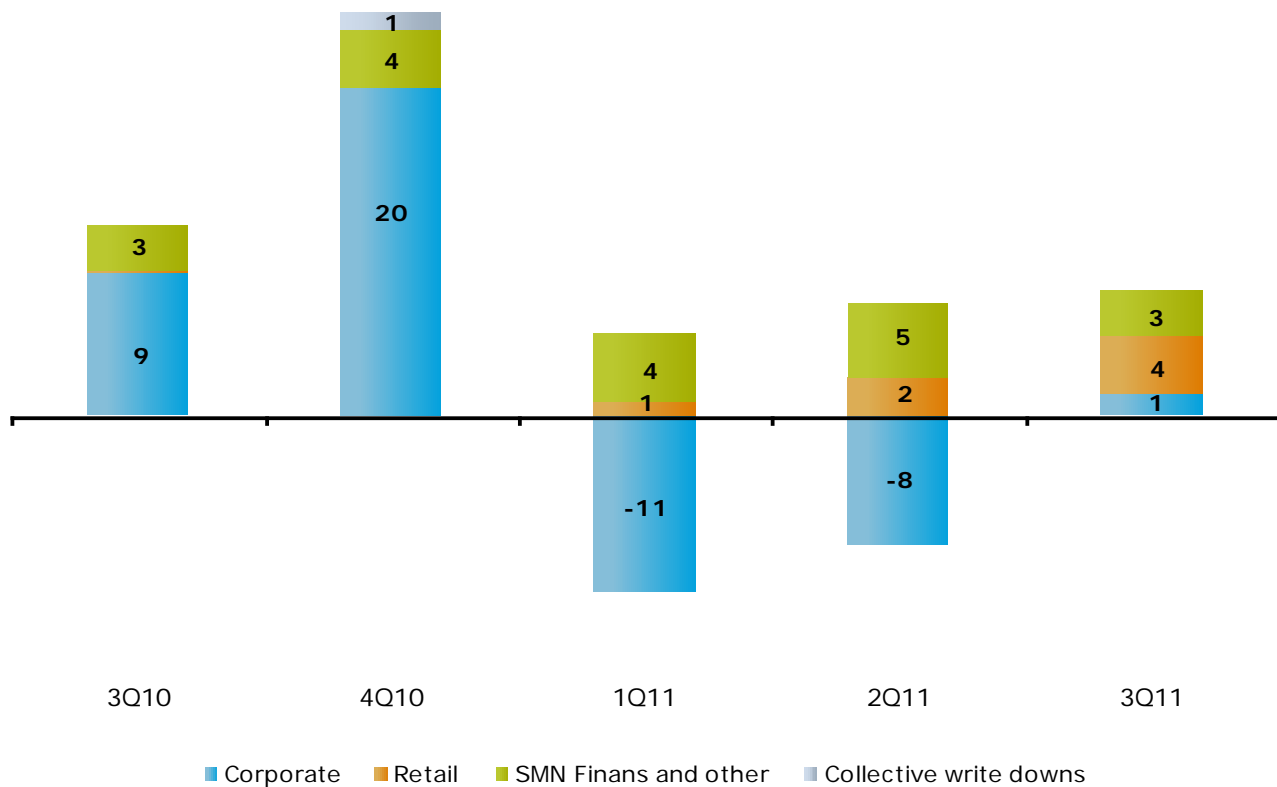
* Probability of default

Write-downs on loans and guarantees

(in NOK million)	3Q 2011	2Q 2011	1Q 2011	4Q 2010	3Q 2010	30 Sept. 2011 2010		2010	2009
Increase in and new individual write-downs	-19	-40	-5	-61	3	-63	64	3	3
Reassessments and recoveries	-27	-39	1	-85	-8	-64	-44	-128	-230
Total individual write-downs	8	-1	-6	24	12	1	108	131	233
Change in group write-downs on loans	-	-	-	1	-	-	-	1	44
Write-downs on loans and guarantees	8	-1	-6	25	12	1	108	132	277
As % of gross loans incl. Boligkreditt	0.03 %	-0.01 %	-0.03 %	0.11 %	0.05 %	0.00 %	0.18 %	0.16 %	0.31 %

Loss on loans by segment

(in NOK million)	3Q 2011	2Q 2011	1Q 2011	4Q 2010	3Q 2010	30 Sept. 2011 2010		2010	2009
Corporate	1	-8	-11	20	9	-17	84	104	202
Retail	4	2	1	0	0	7	4	4	15
SMN Finans and other	3	5	4	4	3	12	20	23	16
Collective write downs	-	-	-	1	-	-	-	1	44
Total loss on loans	8	-1	-6	25	12	1	108	132	277



Individual and collective write-downs

(in NOK million)	3Q 2011	2Q 2011	1Q 2011	4Q 2010	3Q 2010	30 Sept. 2011 2010		2010	2009
Individual write-downs to cover loss on loans, guarantees at start of period	178	217	222	283	279	222	219	219	215
Confirmed losses in the period on loans, guarantees etc., not prev. subject to ind. write down	-0	2	6	2	1	8	32	34	9
Reversal of previous years' write downs	-6	-7	-15	-3	-4	-28	-19	-22	-10
Increase in write downs of commitments not previously subject to individual write down	18	15	11	-59	12	44	96	38	94
Write downs of loans not previously subject to individual write down	-30	-50	-6	-1	-4	-87	-45	-46	-89
Individual write downs to cover loss	159	178	217	222	283	159	283	222	219
Collective write downs to cover loss on loans, guarantees at start of period	290	290	290	289	289	290	289	289	245
Period's collective write down to cover loss on loans, guarantees etc.	-	-	-	1	-	-	-	1	44
Collective write downs to cover loss on loans, guarantees	290	290	290	290	289	290	289	290	289

Loans and guarantees by industry

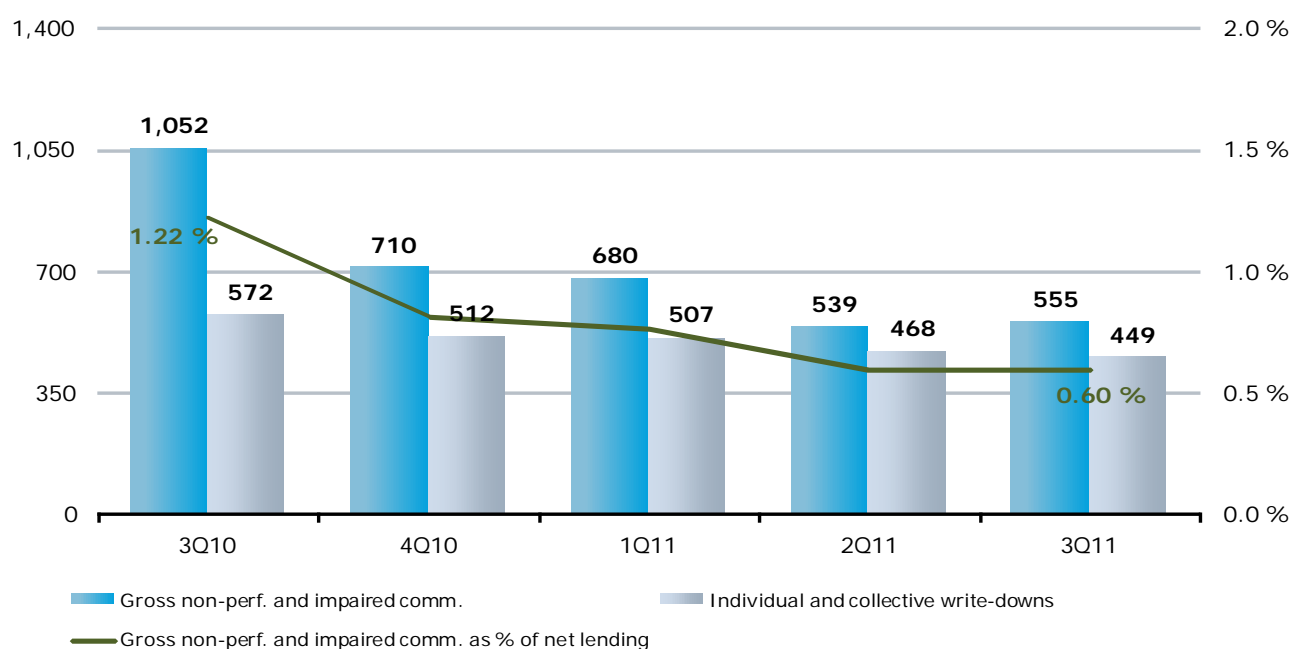
	Total	Very low risk	Low risk	Medium risk	High risk	Very high risk	Default and written down
Wage earners	57,889	45,486	8,173	2,821	650	571	189
Public administration	863	863	-	-	-	-	-
Agriculture and forestry	4,920	3,000	887	748	123	141	21
Sea farming industries	2,939	2,131	646	90	15	51	6
Manufacturing	4,420	982	1,770	1,106	180	335	49
Construction, power and water supply	2,915	643	702	990	267	221	92
Retail trade, hotels and restaurants	3,228	753	1,277	909	219	45	25
Maritime sector	670	81	217	347	24	-	2
Property management	13,878	2,518	3,610	6,666	628	357	99
Business services	4,390	1,004	826	2,263	109	153	35
Transport and other services provision	8,083	1,112	2,619	4,065	77	191	20
Finance	0	-	-	-	-	-	0
Other sectors	732	-	-	732	-	-	-
3Q11	104,929	58,573	20,728	20,735	2,291	2,064	537
2010	98,801	46,982	32,448	15,229	1,624	1,674	843
2009	85,920	41,079	27,611	13,774	1,315	1,334	806

Write-down ratio

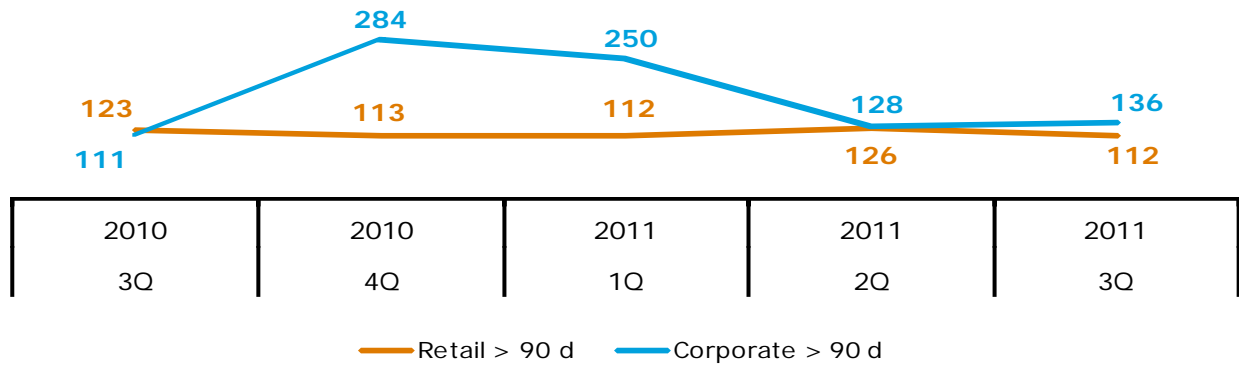
(in NOK million)	30 Sept. 2011	30 Jun. 2011	31 Mar. 2011	31 Dec. 2010	30 Sept. 2010	31 Dec. 2009
Non-performing commitments (gross)	332	361	477	499	326	379
Impaired commitments (gross)	223	178	202	211	726	442
Gross non-performing and impaired commitments	555	539	680	710	1,052	820
Individual write-downs	160	179	217	222	283	219
Collective write-downs	290	290	290	290	289	289
Write-down ratio (%)	81.0 %	86.8 %	74.6 %	72.1 %	54.3 %	61.8 %

Net non-performing and impaired commitments

NOK million



Default in excess of 90 days
NOK million



4. Capital Adequacy

New capital adequacy rules were introduced in Norway as from 1 January 2007 (Basel II - the EU's new directive on capital adequacy). SpareBank1 SMN applied to and received permission from Finanstilsynet (Financial Supervisory Authority of Norway) to use internal rating methods (Internal Rating Based Approach - Foundation) to calculate charges for credit risk from 1 January 2007 onwards. This will make the statutory minimum capital adequacy requirement more risk-sensitive, so that it better reflects the risk in the underlying portfolios. Using IRB demands high standards of the Bank's organisation, competence, risk models and risk management systems. Under interim regulations issued by Finanstilsynet, IRB banks are not yet seeing the full effect of the reduced capital requirements. As from 2009, a 20% reduction of the risk-weighted basis of calculation was allowed.

The Norwegian State Finance Fund has in a period to 30 September 2009 offered tier 1 capital to solid Norwegian banks to help them meet tighter capital adequacy requirements and improve their lending capacity. SMN applied for, and was granted, a capital infusion which was disbursed from the State Finance Fund in the form of hybrid equity worth NOK 1.25 billion as of 30.9.09. In March 2010, with Finanstilsynet's approval, this was partially redeemed in an amount of NOK 450 million, and the remainder was repaid in April 2010.

Subordinated debt ranks behind all other liabilities. Dated subordinated loans are eligible at a maximum of 50% of tier 1 capital for capital adequacy purposes, while perpetual subordinated loans are eligible at a maximum of 100% of tier 1 capital. Subordinated loans are classified as a liability in the balance sheet and are measured at amortized cost in the same way as other long-term loans.

Hybrid capital denotes bonds with a nominal interest rate, but the bank is not obliged to pay interest in a period where dividends are not paid, and neither is the investor subsequently entitled to interest that has not been paid, i.e. interest does not accumulate. Hybrid capital is approved as an element of tier 1 capital up to limit of 15% of aggregate tier 1 capital. Finanstilsynet (Norway's FSA) can require hybrid capital to be written down in proportion with equity capital should the bank's tier 1 capital adequacy fall below 5% or total capital adequacy falls below 6%. Written-down amounts on hybrid capital must be written up before dividends can be paid to shareholders or before equity capital is written up. Hybrid capital is shown as other long-term debt at amortised cost.

For detailed information about subordinated debt and hybrid capital, see note 34 in the Bank's annual report.

Capital Adequacy

(in NOK million)	30 Sept. 2011	30 Jun. 2011	31 Mar. 2011	31 Dec. 2010	30 Sept. 2010	31 Dec. 2009
Equity certificates capital	2,373	2,373	2,373	2,373	2,373	1,736
- Own equity certificates capital	-0	-0	-0	-0	-0	-2
Premium reserve	183	182	182	182	174	-
Equalisation reserve	1,160	1,160	1,160	1,159	878	876
Savings bank's reserve	2,344	2,345	2,345	2,345	2,155	2,155
Recommended dividends	-0	-0	-	285	0	201
Provision for gifts	-	0	0	192	-	27
Reserve for unrealised gains	60	71	75	66	124	124
Other equity and minority interest	1,261	1,267	1,250	1,244	1,053	1,066
Net profit	745	505	255	-	704	-
Total book equity	8,126	7,902	7,639	7,846	7,461	6,183
Deferred tax, goodwill and other intangible assets	-658	-643	-643	-466	-510	-482
Share of reserve for unrealised gains in associates	65	65	65	65	53	-
Deduction for allocated dividends	-0	-0	-0	-477	-0	-201
50 % deduction for expected losses on IRB, net of write-downs	-176	-151	-90	-216	-232	-189
50 % capital adequacy reserve	-638	-636	-626	-571	-522	-373
Share of non-performing, non-amortised estimate deviations	-	-	-	-0	-	-
Net profit	-745	-505	-255	-0	-704	-
Year-to-date profit included in core capital (50%)	373	252	126	-	452	-
Fund bonds	1,159	1,110	1,114	1,106	1,035	542
Hybrid equity State Finance Fund	-	-	-	-	-	1,250
Total core capital	7,504	7,394	7,330	7,286	7,033	6,730
Supplementary capital in excess of core capital						
Perpetual subordinated capital	326	315	452	466	464	450
Dated subordinated capital	1,659	1,574	1,571	1,680	1,750	2,112
financial institutions	-	-	-	-	-	-
50 % deduction for expected losses on IRB, net of write-downs	-176	-151	-90	-216	-232	-189
50 % capital adequacy reserve	-638	-636	-626	-571	-522	-373
Total supplementary capital	1,171	1,102	1,308	1,360	1,461	2,001
Net subordinated capital	8,675	8,496	8,638	8,646	8,493	8,730

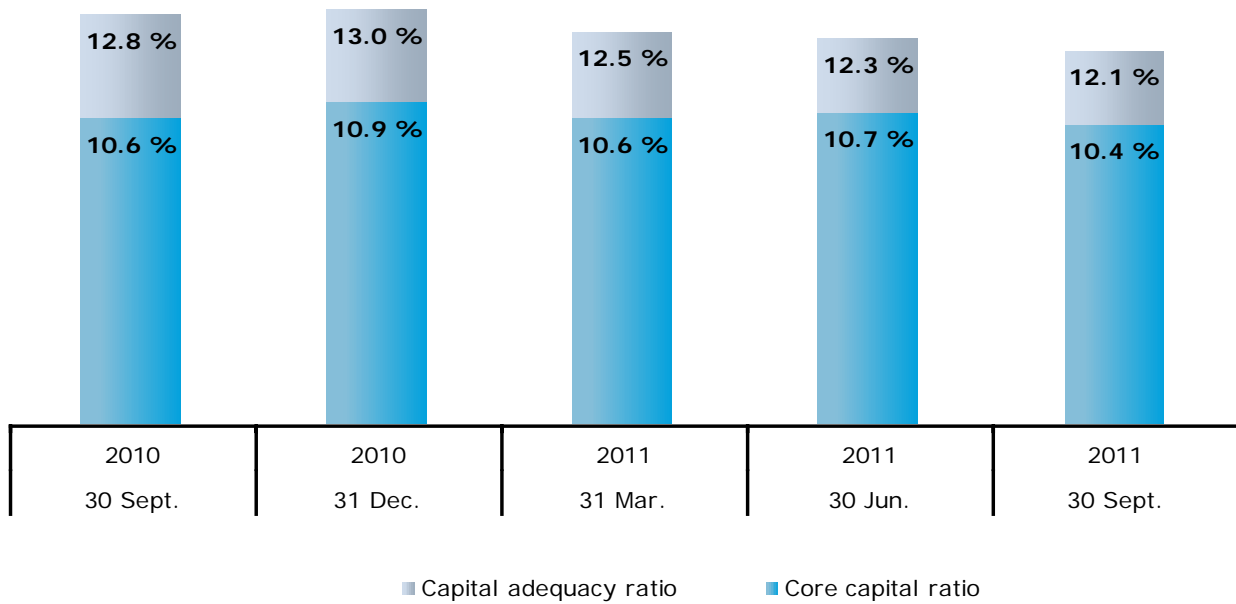
Minimum requirements subordinated capital

(in NOK million)	30 Sept. 2011	30 Jun. 2011	31 Mar. 2011	31 Dec. 2010	30 Sept. 2010	31 Dec. 2009
Involvement with specialised enterprises	1,375	1,408	1,389	1,386	1,392	1,295
Other corporations exposure	1,240	1,203	1,168	1,120	1,031	1,000
SME exposure	58	59	64	68	67	57
Retail mortgage exposure	495	451	450	451	427	429
Other retail exposure	34	33	32	34	36	56
Equity investments	-	-	-	-	207	476
Total credit risk IRB	3,201	3,154	3,103	3,058	3,160	3,313
Debt risk	172	98	176	165	-	-
Equity risk	13	15	15	15	18	15
Operational risk	400	400	400	331	331	296
Exposures calculated using the standardised approach	2,068	1,962	1,949	1,864	1,824	1,594
Deductions	-107	-107	-106	-98	-90	-67
Transitional arrangements	-	-	-	-	53	-
Minimum requirements subordinated capital	5,748	5,522	5,537	5,335	5,296	5,152

Core capital ratio

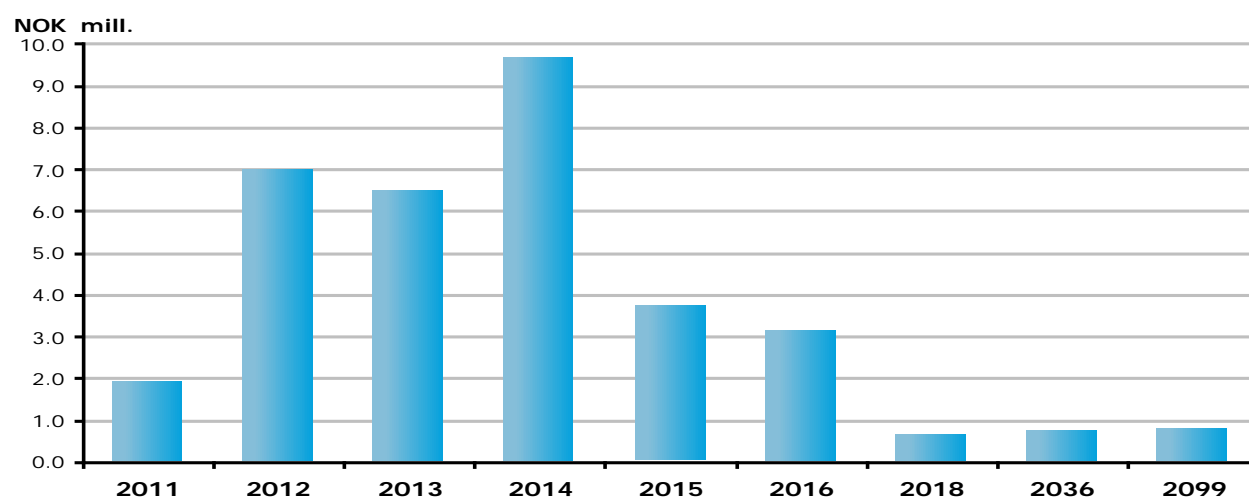
Capital adequacy ratio	10.4 %	10.7 %	10.6 %	10.9 %	10.6 %	10.4 %
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Capital Adequacy



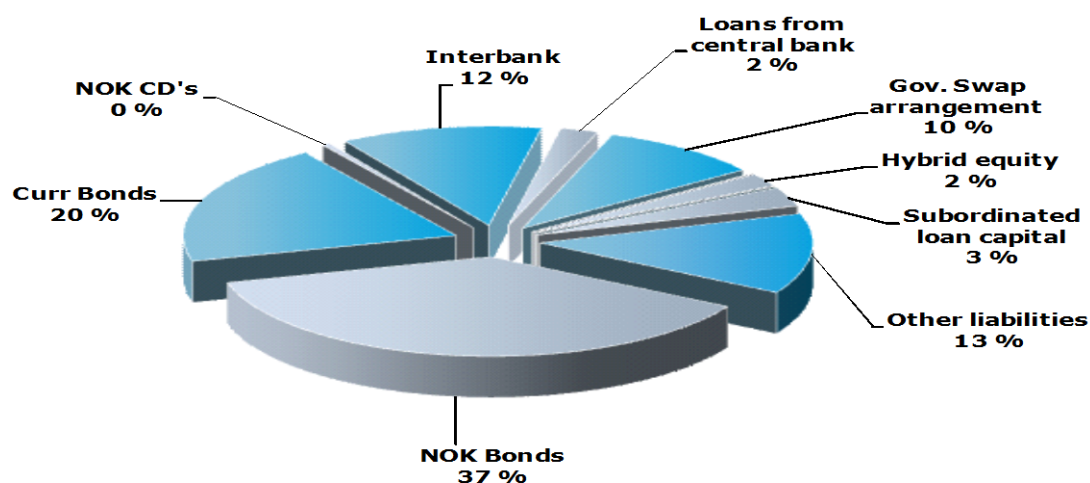
5. Funding

Funding maturity dates



Capital markets funding

(in NOK million)	30 Sept. 2011	30 Jun. 2011	31 Mar. 2011	31 Dec. 2010	30 Sept. 2010	31 Dec. 2009
NOK Bonds	16,780	16,872	15,987	16,531	17,332	12,120
Curr Bonds	8,898	9,187	8,824	11,176	11,843	11,051
NOK CD's	206	323	266	235	247	187
Interbank	5,348	6,635	7,302	7,743	7,440	5,492
Loans from central bank	1,000	1,000	1,000	1,000	1,500	1,500
Gov. Swap arrangement	4,318	4,318	4,318	4,318	4,318	4,318
Bond Index	-	-	-	-	-	-
Perp. Sub. Loan capital	24	13	150	164	162	441
Hybrid equity	945	893	898	936	952	462
The Norwegian State Finance Fund	-	-	-	-	-	1,250
Subordinated loan capital	1,394	1,310	1,306	1,358	1,352	1,716
Other liabilities	5,856	3,204	2,607	3,058	3,211	1,942
Total	44,769	43,756	42,660	46,519	48,356	40,479



6. Financial results

Financial results

(in NOK million)	3Q 2011	2Q 2011	1Q 2011	4Q 2010	3Q 2010	30 Sept. 2011 2010		2010	2009
Interest income	978	910	886	894	869	2,773	2,421	3,315	3,416
Interest expenses	657	592	559	601	549	1,808	1,504	2,105	2,137
Net interest	320	318	327	293	320	965	917	1,210	1,279
Commission income	159	199	192	199	197	591	634	766	706
Commission expenses	21	19	18	23	21	58	58	81	84
Other operating income	96	52	47	47	34	155	56	170	134
Commission income and other income	234	232	221	222	210	687	632	855	756
Dividends	0	31	3	0	0	34	43	43	6
Income from investment in related companies	49	69	54	83	69	171	167	249	349
Net return on financial investments	73	25	62	115	55	159	82	197	287
Net return on financial investments	122	125	118	198	125	365	292	490	642
Total income	676	675	666	713	655	2,017	1,841	2,555	2,677
Staff costs	209	208	198	137	191	614	447	583	725
Administration costs	86	96	86	98	76	268	241	339	320
Other operating expenses	66	57	65	76	52	188	142	218	208
Total operating expenses	361	361	348	311	320	1,070	829	1,140	1,253
Result before losses	315	314	318	402	335	948	1,012	1,414	1,424
Loss on loans, guarantees etc.	8	-1	-6	25	12	1	108	132	277
Result before tax	306	315	325	377	323	946	904	1,282	1,147
Tax charge	66	65	70	60	67	201	200	260	210
Net profit	240	250	255	318	256	745	704	1,022	937
Majority share	238	253	248	317	254	740	700	1,017	931
Minority interest	2	-3	6	1	1	6	4	5	6

Balance sheet

(in NOK million)	30 Sept. 2011	30 Jun. 2011	31 Mar. 2011	31 Dec. 2010	30 Sept. 2010	31 Dec. 2009
Cash and receivables from central banks	409	3,922	257	2,112	3,962	1,107
Deposits with and loans to credit institutions	1,142	1,459	946	420	895	153
Gross loans to customers before write-down	71,570	68,559	68,553	69,847	67,069	61,782
- Specified write-downs	-159	-177	-217	-222	-283	-219
- Write-downs by loan category	-290	-290	-290	-290	-289	-289
Net loans to and receivables from customers	71,121	68,092	68,046	69,336	66,497	61,275
Fixed-income CDs and bonds at fair value	15,424	14,988	15,579	16,980	14,831	14,727
Derivatives	3,316	1,619	1,411	1,825	1,988	1,149
Shares, units and other equity interests	588	578	572	618	560	505
Investment in related companies	4,258	4,215	4,119	3,526	3,453	2,921
Goodwill	471	460	460	460	460	460
Other assets	3,278	3,082	3,065	2,722	2,682	2,244
Assets	100,009	98,415	94,455	97,997	95,327	84,541
Deposits from credit institutions	10,666	11,953	12,621	13,062	13,258	11,310
Deposits from and debt to customers	46,024	45,990	42,900	42,786	38,643	37,227
Debt created by issue of securities	25,885	26,382	25,078	27,941	29,421	23,358
Derivatives	3,008	1,559	1,265	1,684	1,601	712
Other liabilities	3,638	2,113	2,298	1,922	2,177	1,876
Subordinated loan capital	2,663	2,516	2,655	2,758	2,766	3,875
Total liabilities	91,884	90,513	86,816	90,152	87,866	78,358
Equity capital certificate	2,373	2,373	2,373	2,373	2,373	1,736
Own holding of ECCs	-0	-0	-0	-0	-0	-2
Premium fund	183	182	182	182	174	-
Dividend equalisation fund	1,160	1,160	1,160	1,159	879	877
Recommended dividends	-0	-0	-	285	-	174
Provision for gifts	-	0	0	192	-	27
Savings bank's reserve	2,344	2,345	2,345	2,345	2,155	2,155
Unrealised gains reserve	60	71	75	66	124	124
Other equity capital	1,127	1,138	1,152	1,147	1,003	1,052
Result of the period	745	505	255	-	704	0
Minority interests	134	129	98	97	50	42
Total equity capital	8,126	7,902	7,639	7,846	7,461	6,183
Total liabilities and equity	100,009	98,415	94,455	97,997	95,327	84,541

Key figures

	3Q 2011	2Q 2011	1Q 2011	4Q 2010	3Q 2010	30 Sept. 2011 2010		2010	2009
Return on equity	12.0 %	12.9 %	13.2 %	16.6 %	13.9 %	12.6 %	13.9 %	14.6 %	16.2 %
Cost/income ratio group	53.5 %	53.4 %	52.2 %	43.7 %	48.9 %	53.0 %	45.0 %	44.6 %	46.8 %
Cost/income ratio group, ex. financial inv.	65.2 %	65.6 %	63.5 %	60.4 %	60.4 %	64.7 %	53.5 %	55.2 %	61.6 %
Cost/income ratio parent bank	54.8 %	37.9 %	53.7 %	41.4 %	49.7 %	47.4 %	39.9 %	40.2 %	47.2 %
Cost/income ratio parent, ex. financial inv.	61.2 %	62.1 %	59.4 %	52.8 %	56.2 %	60.9 %	49.5 %	50.3 %	60.4 %
12-month cost growth*	29.1 %	39.2 %	68.8 %	-9.0 %	-10.8 %	29.1 %	-10.8 %	-9.0 %	4.9 %
Gross loans to customers incl. Boligkreditt	92,671	90,939	88,606	87,665	86,046	92,671	86,046	87,665	77,429
Growth in loans incl Boligkreditt last 12 months	7.7 %	8.6 %	11.4 %	13.2 %	12.4 %	7.7 %	12.4 %	13.2 %	8.6 %
Growth in loans incl Boligkreditt this period	1.9 %	2.6 %	1.1 %	1.9 %	2.7 %	5.7 %	11.1 %	13.2 %	8.6 %
Deposits from customers	46,024	45,990	42,900	42,786	38,643	46,024	38,643	42,786	37,227
Growth in deposits last 12 months	19.1 %	11.4 %	14.1 %	14.9 %	2.8 %	19.1 %	2.8 %	14.9 %	5.5 %
Growth in deposits this period	0.1 %	7.2 %	0.3 %	10.7 %	-6.4 %	7.6 %	3.8 %	14.9 %	5.5 %
Ordinary lending financed by ordinary deposits	64.3 %	67.1 %	62.6 %	61.3 %	57.6 %	64.3 %	57.6 %	61.3 %	60.3 %
Total assets	100,009	98,415	94,455	97,992	95,271	100,009	95,271	97,992	84,541
Average total assets	99,212	96,435	96,224	96,632	94,547	97,718	89,648	91,317	86,679
Employees in employment group	1,085	1,047	1,057	1,035	1,050	1,085	1,050	1,035	1,016
Employees in employment parent bank	781	758	771	764	787	781	787	764	767
Employees in employment subsidiares	304	289	287	271	264	304	264	271	250
Number of branches	54	54	54	54	53	54	53	54	55
Lending margin	1.53	1.63	1.75	1.71	1.63	1.61	1.67	1.67	1.62
Deposit margin	0.47	0.36	0.36	0.41	0.50	0.42	0.39	0.40	0.41
Net other operating income of total income	34.6 %	34.4 %	33.2 %	31.2 %	32.0 %	34.1 %	34.3 %	33.5 %	28.2 %
Capital adequacy ratio	12.1 %	12.3 %	12.5 %	13.0 %	12.8 %	12.1 %	12.8 %	13.0 %	13.6 %
Core capital ratio	10.4 %	10.7 %	10.6 %	10.9 %	10.6 %	10.4 %	10.6 %	10.9 %	10.4 %
Total core capital	7,504	7,394	7,330	7,286	7,033	7,504	7,033	7,286	6,730
Net subordinated capital	8,675	8,496	8,638	8,646	8,493	8,675	8,493	8,646	8,730
Impairment losses ratio	0.03 %	-0.01 %	-0.03 %	0.11 %	0.05 %	0.00 %	0.18 %	0.16 %	0.31 %
Non-performing commitm. as % of gross loans	0.36 %	0.40 %	0.54 %	0.57 %	0.38 %	0.36 %	0.38 %	0.57 %	0.49 %
Other doubtful commitm. as % of gross loans	0.24 %	0.20 %	0.23 %	0.24 %	0.84 %	0.24 %	0.84 %	0.24 %	0.57 %
ECC price	39.30	48.90	50.00	54.00	49.00	39.30	49.00	54.00	49.02
Number of certificates issued, millions	94.92	94.90	94.90	94.90	94.89	94.92	94.89	94.90	69.43
Booked equity capital per ECC (incl. dividend)	52.49	51.05	49.34	50.60	48.13	52.49	48.13	50.60	44.89
Adjusted profit per ECC	1.55	1.62	1.65	2.05	1.61	4.81	4.13	6.43	6.73
P/E per ECC	6.33	7.55	7.59	6.57	7.41	6.12	8.29	8.40	7.29
P/B equity capital	0.75	0.96	1.01	1.07	1.02	0.75	1.02	1.07	1.09

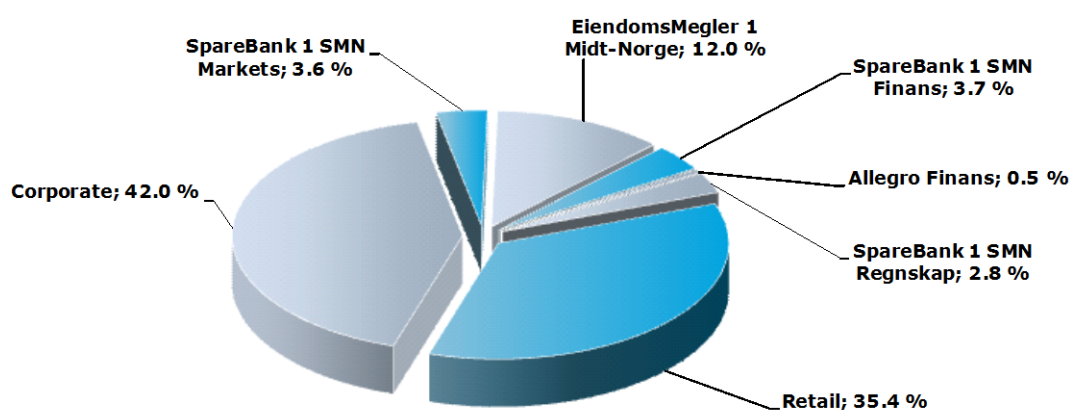
* Write-back of early retirement liabilities (AFP), NOK 117 mill, in 1st quarter 2010, hence the high cost growth

7. Segment information

7.1. Extract from income statement

Group (in NOK million)	Retail	Corporate	SpareBank 1 SMN Markets	Eiendoms Megler 1 Midt- Norge	SpareBank 1 SMN Finans	Allegro Finans	SpareBank 1 SMN Regnskap	Uncollated	Total
Net interest	385	584	9	4	71	1	-0	-89	965
Allocated	22	91	2	-	-	-	-	-115	-
Total interest income	408	675	12	4	71	1	-0	-204	965
Commission income and other income	264	100	16	226	-1	9	54	21	687
Net profit on financial investments	3	26	41	-0	0	-	0	295	365
Total income	675	800	68	230	70	10	54	112	2,017
Total operating expenses	452	259	62	174	35	13	49	27	1,070
Ordinary operating profit	223	541	7	55	34	-3	5	85	948
Loss on loans, guarantees etc.	7	-17	-	-	12	-	-	0	1
Result before tax	217	559	7	55	23	-3	5	85	946
Post-tax return on equity	23.2 %	14.8 %							12.5 %
Balance sheet									
Loans and advances to customers	50,730	37,499	-	-	2,942	-	-3	1,505	92,671
adv. of this to Boligkreditt	-20,132	-245	-	-	-	-	-	-725	-21,101
Individual allowance for impairment on loan	-31	-103	-	-	-24	-	-	-0	-159
Group allowance for impairment on loan	-	-	-	-	-16	-	-	-273	-290
Other assets	184	202	-	151	-2,476	17	21	30,788	28,888
Total assets	30,750	37,353	-	151	425	17	18	31,295	100,009
Deposits to customers	20,519	23,932	-	-	-	-	-	1,573	46,024
Other liabilities and equity	10,231	13,422	-	151	425	17	21	29,718	53,985
Total liabilities	30,750	37,353	-	151	425	17	18	31,295	100,009

Income specified by segment, excluding financial investments



Interest income, Retail and Corporate

	3Q	2Q	1Q	4Q	3Q	30 Sept.			
(in NOK million)	2011	2011	2011	2010	2010	2011	2010	2010	2009
Retail	124	127	134	143	137	385	394	537	606
Corporate	206	187	191	189	178	584	524	713	596
Net interest income	330	314	325	331	314	969	918	1,249	1,202

Developement in margin, Retail and Corporate*

	3Q	2Q	1Q	4Q	3Q	30 Sept.			
Lending (in percentage)	2011	2011	2011	2010	2010	2011	2010	2010	2009
Retail	1.15	1.32	1.40	1.47	1.33	1.27	1.46	1.43	1.55
Corporate	2.13	2.13	2.18	2.15	2.16	2.13	2.17	2.14	1.82
Total	1.53	1.63	1.75	1.71	1.63	1.61	1.67	1.67	1.62

	3Q	2Q	1Q	4Q	3Q	30 Sept.			
Deposits (in percentage)	2011	2011	2011	2010	2010	2011	2010	2010	2009
Retail	0.87	0.64	0.57	0.57	0.68	0.70	0.49	0.54	0.47
Corporate	0.19	0.17	0.24	0.26	0.34	0.20	0.22	0.26	0.40
Total	0.47	0.36	0.36	0.41	0.50	0.42	0.39	0.40	0.41

*Definition margin: Average customer interest minus 3 months average nibor

Development in volume, Retail and Corporate

	3Q	2Q	1Q	4Q	3Q	30 Sept.			
Lending* (in NOK million)	2011	2011	2011	2010	2010	2011	2010	2010	2009
Retail	50,730	49,317	47,919	46,932	46,035	50,730	46,035	46,932	43,166
Corporate	37,499	37,245	36,485	36,379	35,632	37,499	35,632	36,379	30,143
Total	88,228	86,561	84,404	83,311	81,668	88,228	81,668	83,311	73,309

* Gross loans to customers includes SpareBank 1 Boligkreditt

	3Q	2Q	1Q	4Q	3Q	30 Sept.			
Deposits (in NOK million)	2011	2011	2011	2010	2010	2011	2010	2010	2009
Retail	20,519	20,661	19,317	19,098	19,349	20,519	19,349	19,098	18,307
Corporate	23,932	23,640	21,801	22,709	18,925	23,932	18,925	22,709	18,592
Total	44,451	44,302	41,118	41,806	38,274	44,451	38,274	41,806	36,899

Developement in commision income, Retail and Corporate

	3Q	2Q	1Q	4Q	3Q	30 Sept.			
(in NOK million)	2011	2011	2011	2010	2010	2011	2010	2010	2009
Retail	87	91	89	86	93	267	277	363	323
Corporate	45	39	41	41	36	126	110	150	136
Total	133	130	130	126	129	393	387	513	459

7.2. Retail division

The Retail Market Division is responsible for all activity directed at the region's retail customers. The Division provides personal financial advice. The Division's aims to attract and retain customers by developing a strong product range, first class advisers, unique accessibility and excellent customer handling.

The write-back of accumulated pension liabilities in 2010 is not distributed on RM, CM and Markets.

Business description

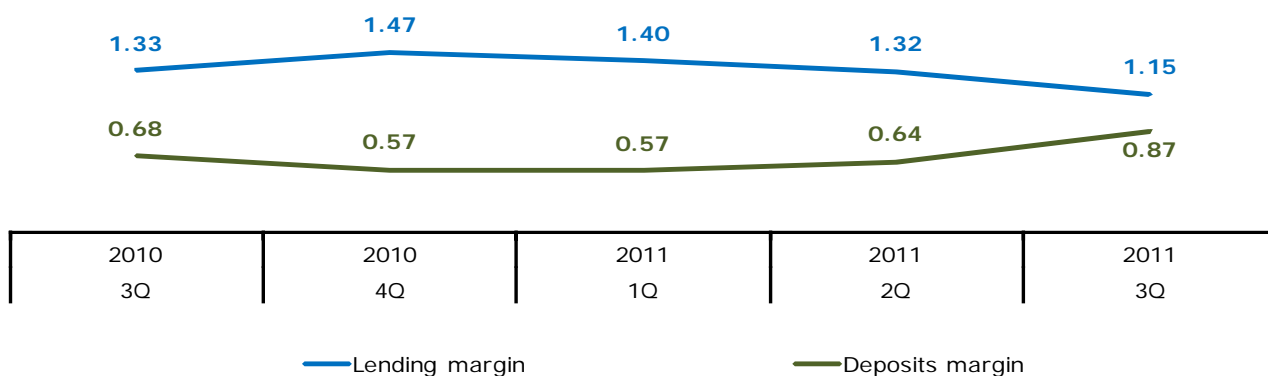
<i>Facts about the Division</i>	30 Sept. 2011	30 Sept. 2010
Lending volume	50,730	46,035
Deposits volume	20,519	19,349
No. of debit cards	142,927	137,224
No. of credit cards	86,185	72,458
No. of internet bank customers	129,006	121,087
No. of telephone bank customers	137,323	102,377
No. of active customers	184,262	181,745
FTEs	388	367

Financial performance

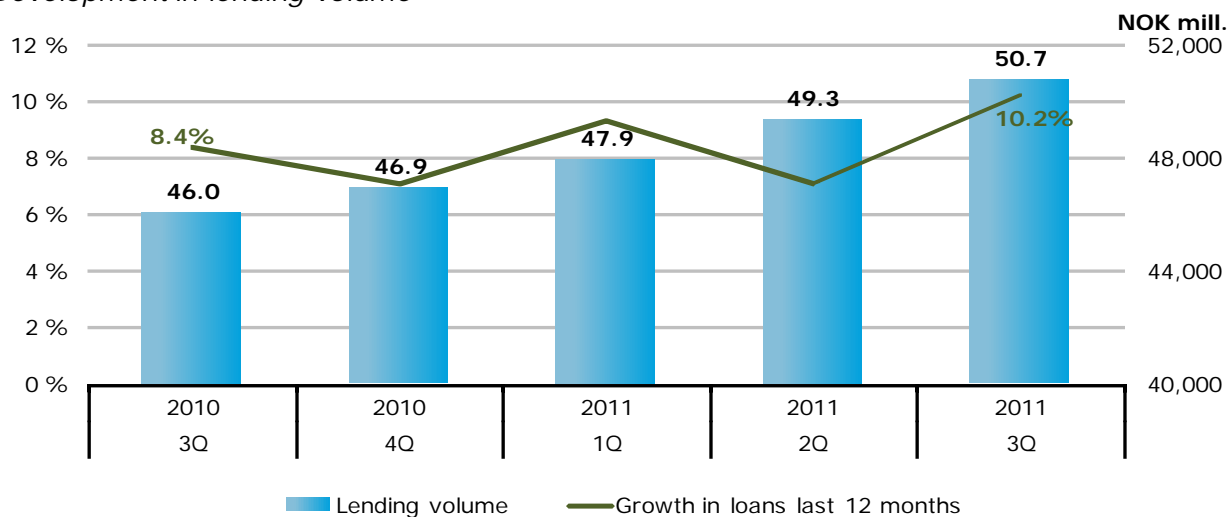
(in NOK million)	3Q 2011	2Q 2011	1Q 2011	4Q 2010	3Q 2010	30 Sept.		2010	2009
						2011	2010		
Net interest income lending	33	64	78	81	73	175	244	321	448
Net interest income deposits	91	63	57	62	63	210	150	216	158
Net interest income allocated capital	5	7	10	2	3	22	10	11	15
Total interest income	129	134	144	145	139	408	404	548	621
Net guarantee commission, incl. Boligkreditt	17	25	27	25	26	69	84	109	82
Net commission of savings products	13	15	10	12	12	38	37	49	51
Net commission insurance services	21	20	19	19	19	60	54	73	65
Net commission payment trans. services	34	30	33	28	37	97	102	130	123
Other commission income	0	0	0	0	0	1	0	0	1
Net fee and commission income	85	90	89	85	94	264	276	361	321
Net profit on financial investments	2	1	1	1	0	3	1	2	2
Total income	216	225	234	230	234	675	682	911	944
Total operating expenses*	149	153	150	117	141	452	414	533	586
Results	67	72	84	113	92	223	267	378	357
Loss on loans, guarantees etc.	4	2	1	0	0	7	4	4	15
Results before tax	64	70	83	113	92	217	263	374	342
*) Includes both direct and distributed expenses									
Post-tax return on equity (annualized)						23.2 %	28.1 %	25.5 %	25.2 %

Development in margin

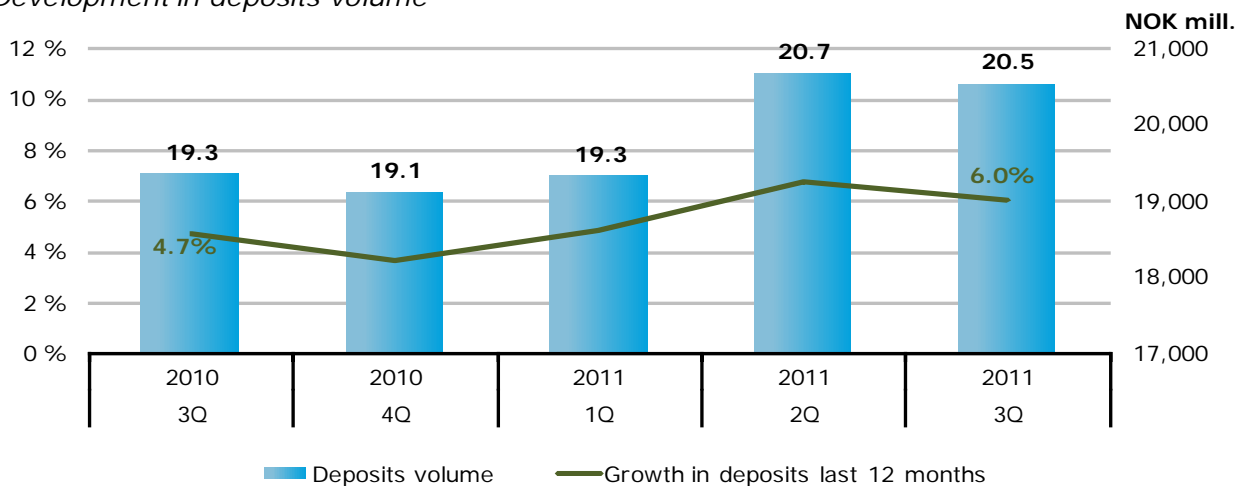
Definition margin: Average customer interest minus 3 months average nibor



Development in lending volume



Development in deposits volume



7.3. Corporate division

The Corporate Market Division focuses on financial counselling in investment and operations financing, insurance of individuals and buildings/operating equipment, investment of surplus liquidity and electronic and manual money transfers, domestic and foreign. The business is physically located across the entire market area in order to secure proximity to customers, while bearing in mind the need to ensure that competence units are of sufficient size. The business is highly skills-intensive, and requires a continuous focus on the competence of the individual staff member. To this end the Bank has established an educational facility offering module-based training for all staff.

The write-back of accumulated pension liabilities in 2010 is not distributed on RM, CM and Markets.

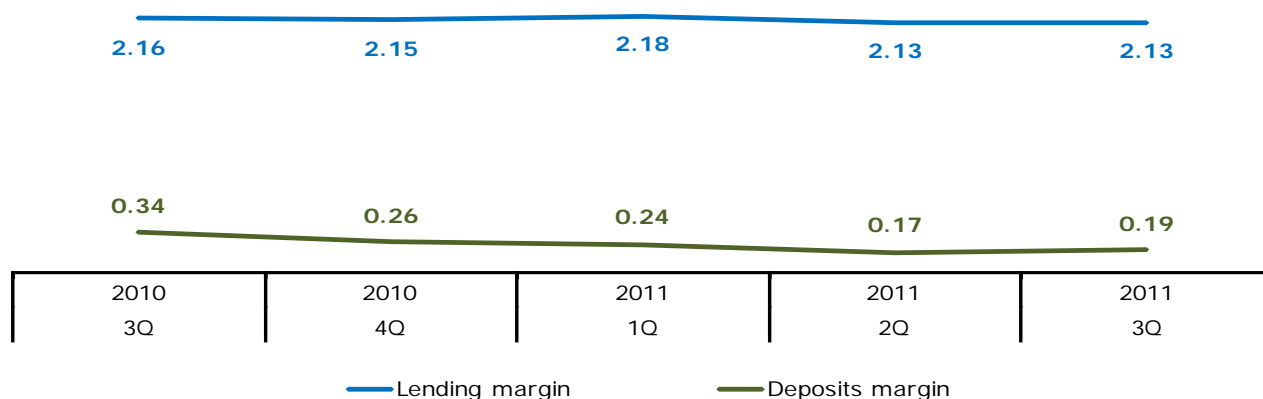
Business description

	30 Sept. 2011	30 Sept. 2010
<i>Facts about the Division</i>		
Lending volume	37,499	35,632
Deposits volume	23,932	18,925
No. of active customers	13,106	12,964
FTEs	188	155

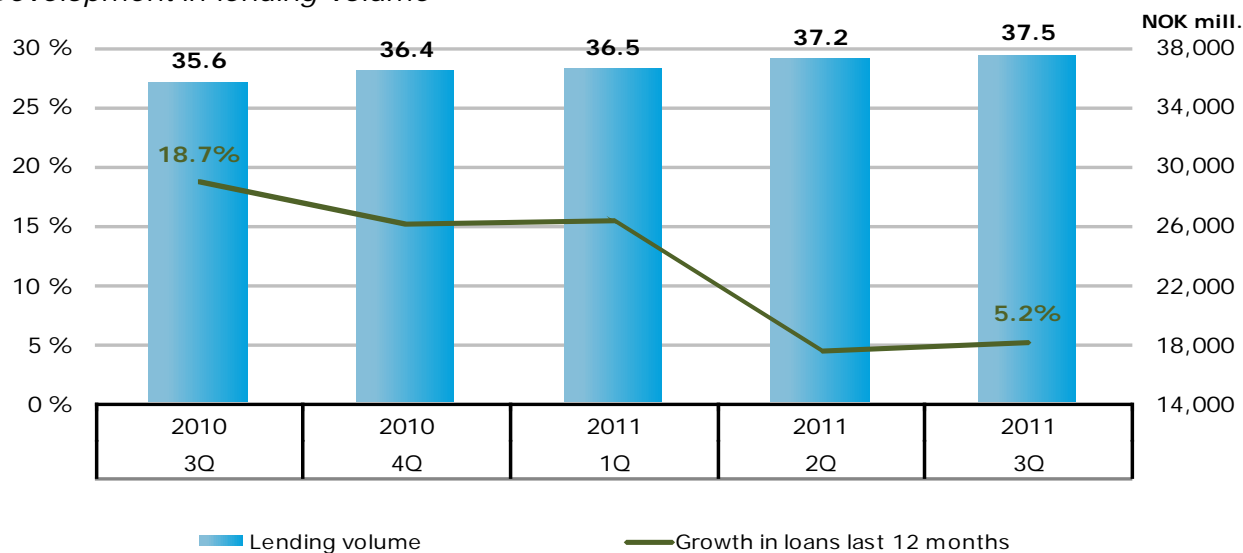
<i>Financial performance</i> (in NOK million)	3Q 2011	2Q 2011	1Q 2011	4Q 2010	3Q 2010	30 Sept. 2011	30 Sept. 2010	2010	2009
Net interest income lending	149	137	140	138	129	426	415	542	446
Net interest income deposits	57	50	51	50	48	158	109	171	150
Net interest income allocated capital	35	29	27	5	8	91	42	31	43
Total interest income	241	216	218	194	186	675	566	744	639
Net guarantee commission, incl. Boligkreditt	8	9	10	10	9	27	25	35	32
Net commission of savings products	0	-1	2	2	2	1	7	9	7
Net commission insurance services	5	6	5	6	5	17	17	22	16
Net commission payment trans. services	16	19	18	19	16	53	49	67	56
Other commission income	0	-0	1	0	0	1	1	1	0
Net fee and commission income	30	34	36	37	31	100	98	134	111
Net profit on financial investments	16	5	5	4	4	26	12	16	25
Total income	286	255	259	235	222	800	675	894	775
Total operating expenses*	85	88	86	75	71	259	232	300	312
Results	201	167	173	160	151	541	443	594	464
Loss on loans, guarantees etc.	1	-8	-11	20	9	-17	84	104	202
Results before tax	200	175	183	140	142	559	359	490	262
*) Includes both direct and distributed expenses									
Post-tax return on equity (annualized)						14.8 %	9.7 %	12.0 %	6.7 %

Development in margin

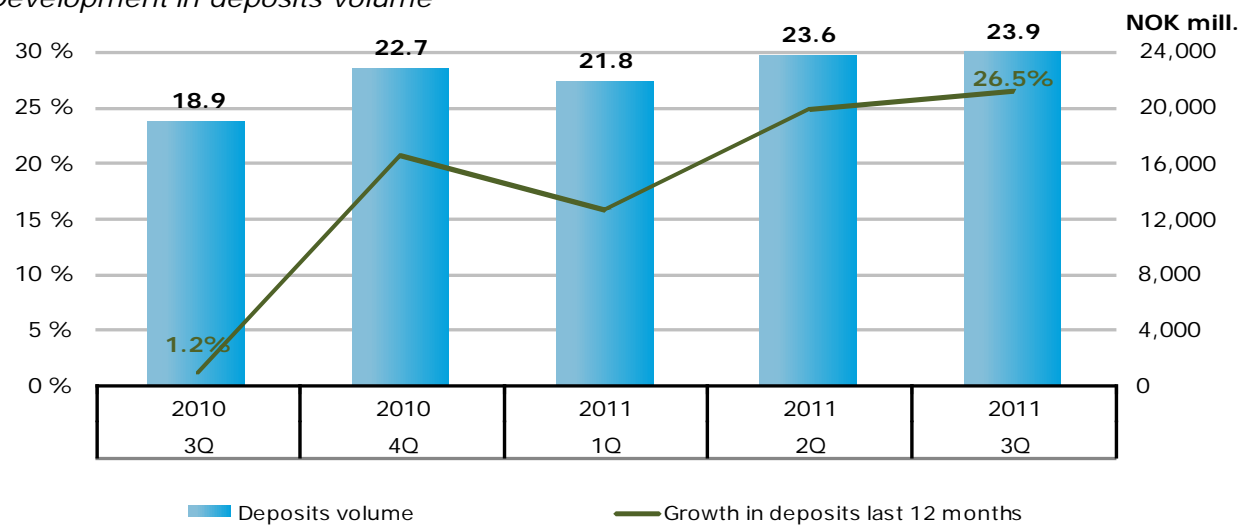
Definition margin: Average customer interest minus 3 months average nibor



Development in lending volume



Development in deposits volume



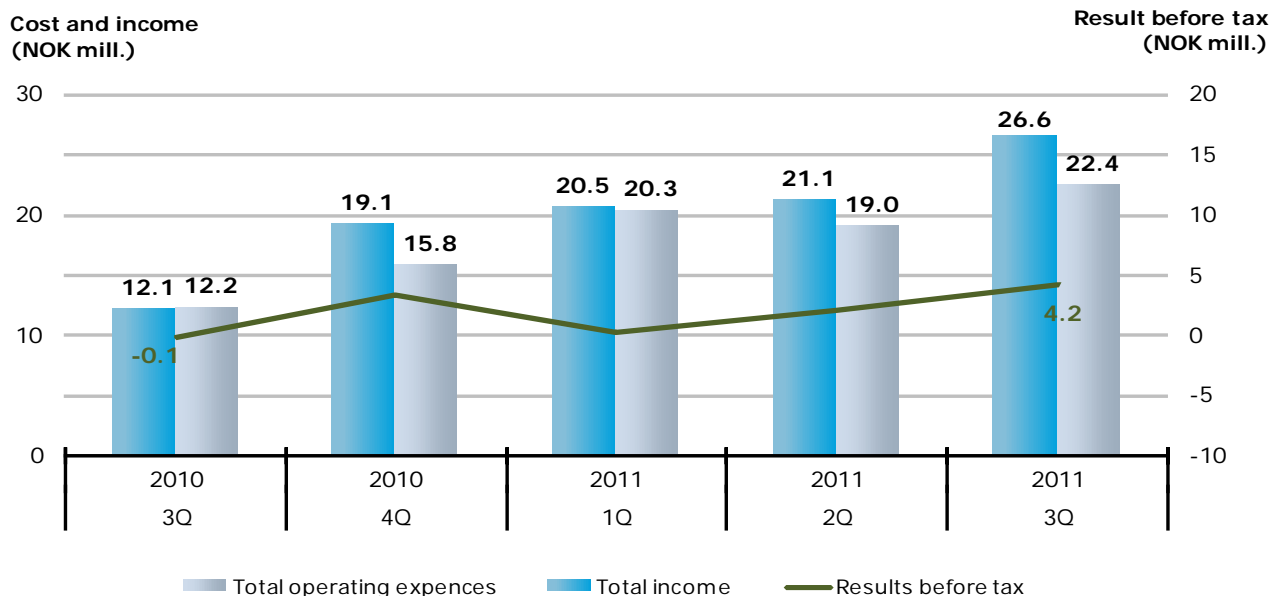
7.4. Markets

SpareBank 1 Markets is a fully fledged investment firm organised as a division in its own right within the Bank. It comprises three income generating units: Fixed Income/Foreign Exchange, Securities and Corporate Finance along with Back Office and Mid Office. The division has risk operations in the fixed income and securities area. All risk business is done from Head Office in Trondheim, while activity in Molde and Ålesund is in the hands of customer brokers who primarily provide services in the fixed income and foreign exchange area.

SpareBank 1 SMN Markets' ambition is to be the leading capital market operation in Trøndelag and in Nordvestlandet. This ambition will be achieved through a continuous focus on specialist competence and market knowledge. The division collaborates closely with Argo Securities on delivery of analysis and settlement services in the securities field. We expect the business collaboration, primarily in the securities area, to expand in the years ahead.

The write-back of accumulated pension liabilities in 2010 is not distributed on RM, CM and Markets.

<i>Financial performance</i> (in NOK million)	3Q 2011	2Q 2011	1Q 2011	4Q 2010	3Q 2010	30 Sept. 2011	30 Sept. 2010	2010	2009
Net interest income	3.2	2.7	3.5	5.2	5.5	9.4	14.5	19.7	34.2
Net interest income allocated capital	0.5	0.9	0.9	-0.4	0.4	2.2	1.1	1.0	1.2
Total interest income	3.7	3.5	4.4	4.8	5.9	11.7	15.7	20.7	35.4
Net fee and commission income	6.8	4.5	4.5	8.8	3.6	15.8	20.9	29.8	9.9
Capital gain/Agio Securities	16.0	13.0	11.7	5.5	2.6	40.7	25.3	20.8	55.4
Total income	26.6	21.1	20.5	19.1	12.1	68.2	61.9	71.2	100.7
Total operating expenses	22.4	19.0	20.3	15.8	12.2	61.6	60.1	65.8	75.0
Results	4.2	2.1	0.3	3.3	-0.1	6.6	1.7	5.4	25.7
Loss on loans, guarantees etc.	-	-	-	-	-	-	-	-	-4.2
Results before tax	4.2	2.1	0.3	3.3	-0.1	6.6	1.7	5.4	29.9



7.5. Subsidiaries

EiendomsMegler 1 Midt-Norge AS

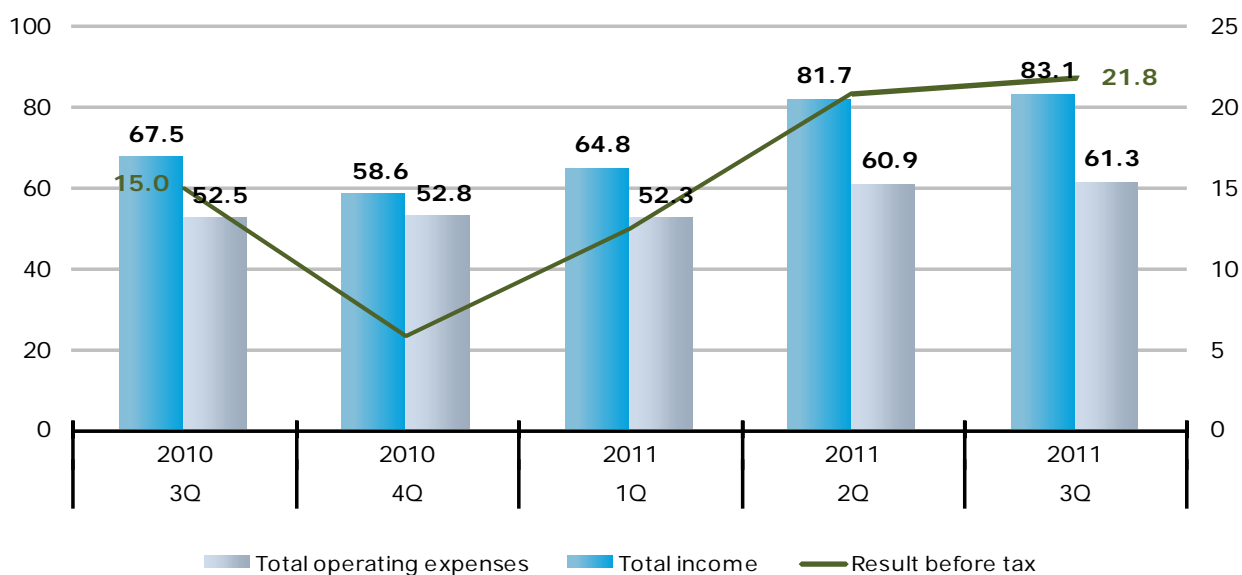
EiendomsMegler 1 Midt-Norge has a solid market-leader position in Nord-Trøndelag and Sør-Trøndelag as well as Møre and Romsdal. The company is owned by SpareBank 1 SMN (87 per cent), SpareBank 1 Nordvest (7.6 per cent) and SpareBank 1 Søre Sunnmøre (5.4 per cent).

Financial performance

(in NOK million)	3Q 2011	2Q 2011	1Q 2011	4Q 2010	3Q 2010	30 Sept. 2011 2010		2010	2009
Total interest income	1.5	1.3	1.0	0.9	1.4	3.8	2.9	3.8	2.5
Commission income and other income	81.5	80.5	63.8	57.7	66.0	225.8	187.1	244.8	196.7
Total income	83.1	81.7	64.8	58.6	67.5	229.5	190.0	248.6	199.3
Staff costs	48.1	48.8	34.6	36.9	41.4	131.5	102.9	139.8	105.9
Administration costs	8.7	10.5	11.7	9.7	6.7	30.9	29.3	38.9	32.3
Other operating expenses	4.4	1.6	6.0	6.3	4.4	12.0	12.8	19.0	15.5
Total operating expenses	61.3	60.9	52.3	52.8	52.5	174.5	145.0	197.8	153.6
Result before tax	21.8	20.9	12.4	5.8	15.0	55.1	45.0	50.8	45.6

Cost and income
(NOK mill.)

Result before tax
(NOK mill.)



SpareBank SMN 1 Finans AS

SpareBank 1 SMN Finans is the region's leading finance company and an active partner for businesses. SpareBank 1 SMN Finans emphasises local competence, and works for greater value creation in Trøndelag and Nordvestlandet. The company services the market through its own sales operation and through the Bank's offices and suppliers.

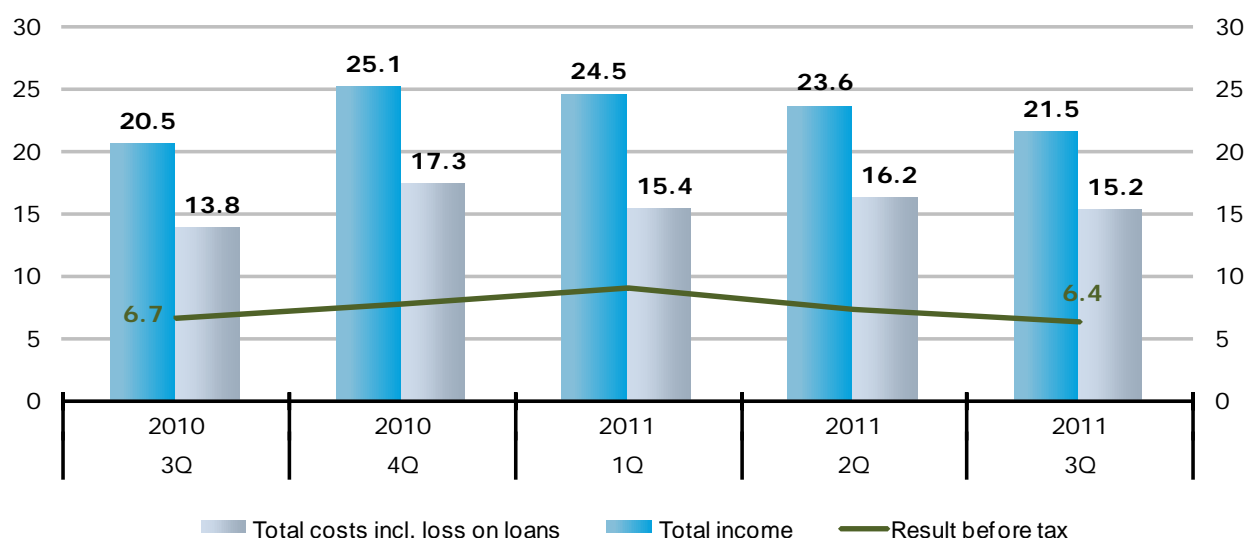
SpareBank 1 SMN Finans owns the subsidiary SpareBank 1 Bilplan which specialises in car fleet management and offers one-stop solutions for industry and the public sector nationwide. The company has a distribution agreement with SpareBank 1 Finans Nord-Norge and SpareBank 1 SR Finans.

Financial performance

(in NOK million)	3Q 2011	2Q 2011	1Q 2011	4Q 2010	3Q 2010	30 Sept. 2011 2010		2010	2009
Total interest income	22.2	26.2	22.3	24.3	19.3	70.7	69.1	93.3	104.1
Commission income and other income	-0.4	-2.6	1.7	0.8	1.0	-1.3	4.1	4.9	6.2
Net profit on financial investments	-0.3	0.1	0.5	0.1	0.2	0.2	0.5	0.6	-3.2
Total income	21.5	23.6	24.5	25.1	20.5	69.6	73.7	98.8	107.1
Staff costs	7.5	6.9	7.3	7.2	7.6	21.6	17.7	24.9	28.8
Administration costs	3.2	3.0	3.5	4.3	1.9	9.6	6.1	10.4	7.6
Other operating expenses	1.4	1.3	1.3	1.4	1.0	4.0	2.6	4.0	5.1
Total operating expenses	12.1	11.4	11.8	12.8	10.5	35.2	26.4	39.2	41.4
Ordinary operating profit	9.4	12.2	12.7	12.3	10.0	34.4	47.2	59.6	65.6
Loss on loans, guarantees etc.	3.1	4.8	3.6	4.5	3.3	11.5	19.8	24.3	23.1
Total costs incl. loss on loans	15.2	16.2	15.4	17.3	13.8	46.7	46.2	63.6	64.5
Result before tax	6.4	7.4	9.1	7.8	6.7	22.9	27.4	35.2	42.5

Cost and income
(NOK mill.)

Result before tax
(NOK mill.)



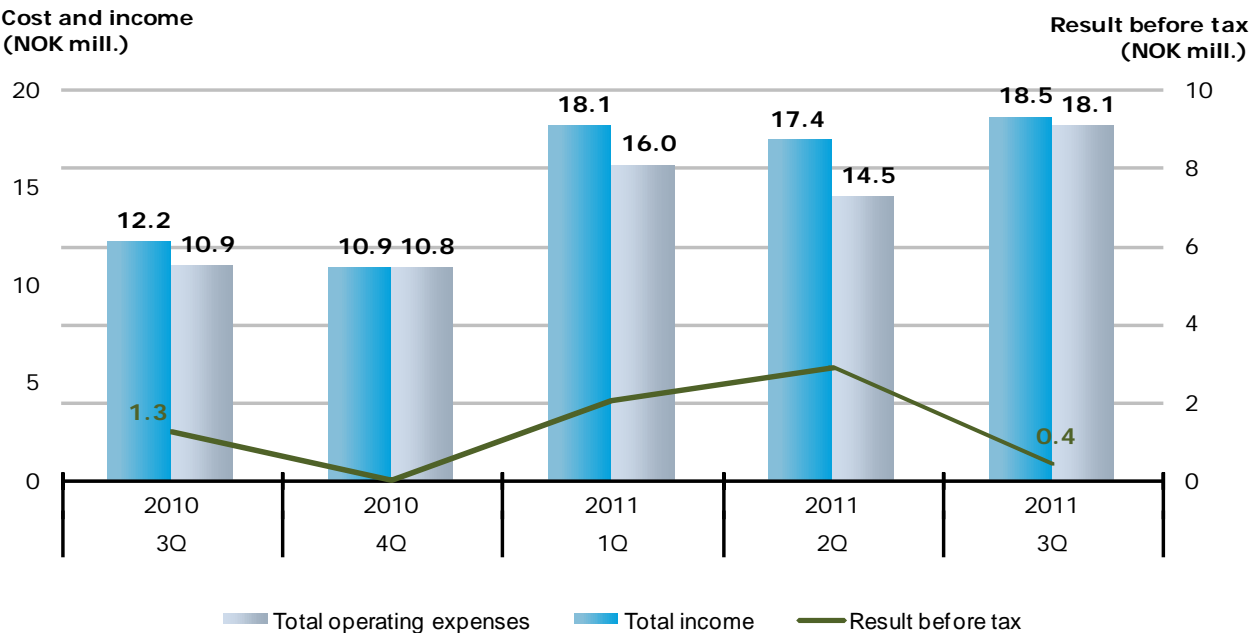
SpareBank 1 SMN Regnskap AS

SpareBank 1 SMN Regnskap is a wholly-owned subsidiary of SpareBank 1 SMN. With it's head office in Trondheim and divisional offices in Stjørdal, Levanger, Verdal, Namsos and Rissa, the company has a strong local footing in Trøndelag. In the first quarter of 2011 SpareBank 1 SMN Regnskap AS acquired three accountancy firms in Namsos and Steinkjer and two in Trondheim. The company's turnover rose by an estimated NOK 25m as a result of these acquisitions.

Financial performance

(in NOK million)	3Q 2011	2Q 2011	1Q 2011	4Q 2010	3Q 2010	30 Sept. 2011 2010		2010	2009
Total interest income	-0.0	-0.0	0.0	0.1	0.1	-0.0	0.1	0.2	0.3
Commission income and other income	18.6	17.4	18.1	10.7	12.1	54.1	40.2	50.9	44.5
Total income	18.5	17.4	18.1	10.9	12.2	54.1	40.3	51.1	44.8
Staff costs	13.5	14.0	12.0	7.3	8.5	39.5	22.7	30.0	33.6
Administration costs	2.2	1.3	1.1	2.0	1.2	4.5	3.1	5.2	4.5
Other operating expenses	2.5	-0.8	2.9	1.5	1.2	4.7	3.1	4.6	3.7
Total operating expenses	18.1	14.5	16.0	10.8	10.9	48.6	28.9	39.7	41.8
Result before tax	0.4	2.9	2.1	0.0	1.3	5.4	11.4	11.4	3.0

Cost and income
(NOK mill.)



Allegro Finans AS

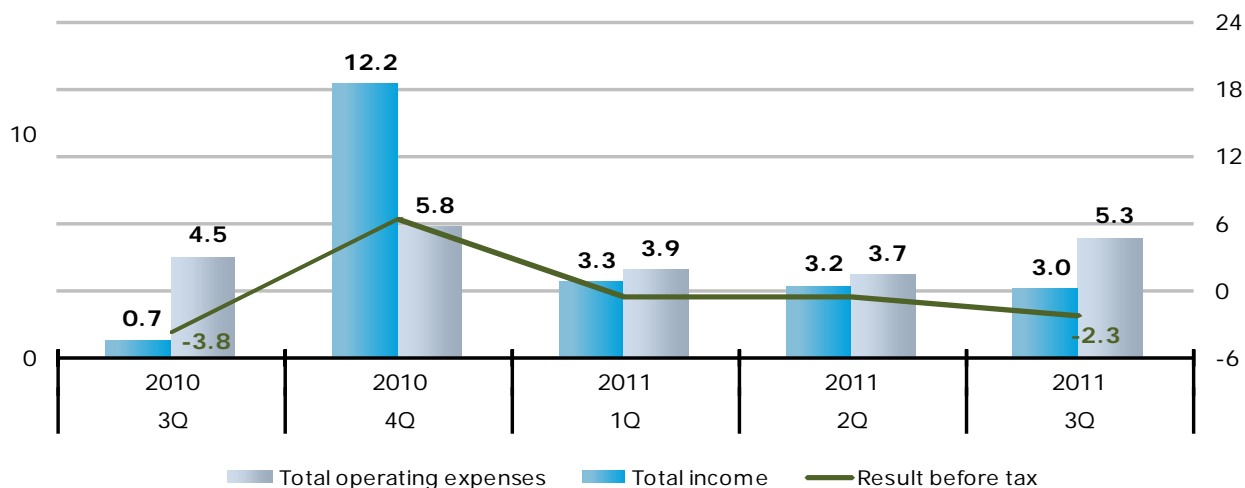
Allegro Finans, headquartered in Trondheim, is the largest management company in the region. The company is owned by SpareBank 1 SMN (90.1 per cent) and the Reitan Group (9.9 per cent). It is licensed to carry on active asset management. In addition to managing assets for its owners, it manages assets for private individuals and institutional clients. The company's services are sold exclusively through external distributors who are licensed to engage in such activity.

Financial performance

(in NOK million)	3Q 2011	2Q 2011	1Q 2011	4Q 2010	3Q 2010	30 Sept. 2011	30 Sept. 2010	2010	2009
Total interest income	0.2	0.2	0.2	0.1	0.2	0.5	0.8	0.9	0.9
Commission income and other income	2.9	3.0	3.2	12.1	0.5	9.0	6.6	18.7	45.4
Net profit on financial investments	-	-	-	-	-	-	-	-	0.2
Total income	3.0	3.2	3.3	12.2	0.7	9.5	7.4	19.6	46.5
Staff costs	3.2	1.6	2.1	4.0	2.2	6.9	6.5	10.5	19.2
Administration costs	1.2	1.4	1.1	1.2	1.6	3.7	3.9	5.1	3.8
Other operating expenses	1.0	0.7	0.6	0.6	0.6	2.3	1.6	2.2	2.4
Total operating expenses	5.3	3.7	3.9	5.8	4.5	12.9	11.9	17.8	25.2
Result before tax	-2.3	-0.5	-0.6	6.4	-3.8	-3.3	-4.6	1.8	21.2

Cost and income
(NOK mill.)

Result before tax
(NOK mill.)



8. Development last ten years

Financial results

(in NOK million)	2001	2002	2003	2004	2005	2006	2007	2008	2009	2010
Net interest	827	896	864	864	961	1,008	1,125	1,345	1,279	1,210
Commission income and other income	272	282	332	443	537	580	671	610	756	855
Net return on financial investments	24	-191	76	78	289	435	346	212	642	490
Total income	1,123	987	1,273	1,384	1,787	2,022	2,142	2,167	2,677	2,555
Staff costs	334	331	368	379	485	512	583	623	725	583
Other operating expenses	333	350	365	350	421	478	524	569	528	557
Total operating expenses	667	681	733	729	906	990	1,107	1,192	1,253	1,140
Result before losses	456	306	540	655	881	1,032	1,035	975	1,424	1,414
Loss on loans, guarantees etc.	138	229	229	81	-38	-84	-6	202	277	132
Result before tax	318	77	311	574	919	1,116	1,041	774	1,147	1,282
Tax charge	106	70	89	144	199	219	195	156	210	260
Net profit	212	7	222	430	720	897	846	617	937	1,022

Balance sheet

(in NOK million)	2001	2002	2003	2004	2005	2006	2007	2008	2009	2010
Cash and loans to and claims on credit institutions	1,021	2,033	1,417	1,541	2,123	2,323	3,878	4,548	1,260	2,531
CDs, bonds and other interest-bearing securities	1,868	2,342	2,481	2,566	4,133	5,602	7,246	12,036	19,302	22,948
Gross loans to customers before write-downs	29,278	31,089	32,553	34,226	45,280	52,819	59,178	64,016	61,782	69,847
- Specified write-downs	-417	-531	-380	-290	-236	-147	-116	-215	-219	-222
- Write-downs by loan category	-388	-364	-318	-314	-278	-184	-185	-244	-289	-290
Other assets	1,923	1,422	1,123	775	3,304	2,765	1,502	4,540	2,704	3,177
Assets	33,286	35,991	36,876	38,505	54,327	63,178	71,503	84,679	84,541	97,992
Deposits from credit institutions	2,093	2,131	1,114	48	1,029	2,766	5,346	9,000	11,310	13,062
Deposits from and debt to customers	17,871	19,049	19,876	20,725	27,048	30,136	32,434	35,280	37,227	42,786
Debt created by issue of securities	9,185	10,778	11,361	13,048	18,036	21,911	23,950	29,680	24,070	29,625
Other liabilities	877	863	769	822	2,876	1,799	2,265	2,045	1,876	1,917
Subordinated loan capital	1,113	1,064	1,560	1,347	1,667	2,383	2,648	3,156	3,875	2,758
Total equity capital	2,147	2,106	2,196	2,515	3,671	4,183	4,860	5,518	6,183	7,846
Total liabilities and equity	33,286	35,991	36,876	38,505	54,327	63,178	71,503	84,679	84,541	97,992

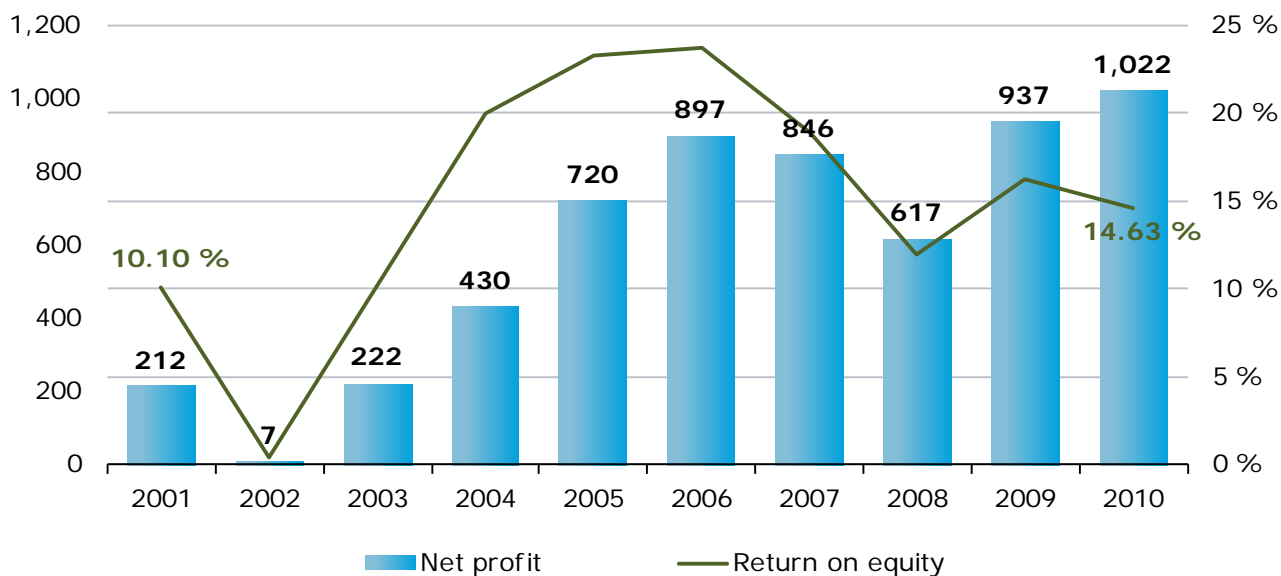
Key figures

	2001	2002	2003	2004	2005	2006	2007	2008	2009	2010
Return on equity	10.1 %	0.4 %	10.2 %	20.0 %	23.3 %	23.7 %	18.9 %	11.9 %	16.2 %	14.6 %
Cost/income ratio group	59.4 %	69.0 %	57.6 %	52.7 %	50.7 %	49.0 %	51.7 %	55.0 %	46.8 %	44.6 %
Cost/income ratio group, ex. financial inv.	60.7 %	57.8 %	61.2 %	55.8 %	60.5 %	62.4 %	61.6 %	61.0 %	61.6 %	55.2 %
Cost/income ratio parent bank	0.57	0.69	0.55	0.49	0.50	0.48	0.52	0.55	47.2 %	40.2 %
Cost/income ratio parent, ex. financial inv.	0.57	0.55	0.60	0.55	0.61	0.59	0.58	0.57	60.4 %	50.3 %
12-month cost growth	5.0 %	2.1 %	7.6 %	-0.5 %	24.3 %	9.3 %	11.8 %	7.9 %	4.9 %	-9.0 %
Gross loans to customers*	29,278	31,089	32,553	34,226	45,280	52,819	61,910	71,317	77,429	87,665
Gross loans in retail market	16,547	17,961	20,008	21,491	29,032	33,808	38,872	42,679	45,157	49,619
Gross loans in corporate market	12,731	13,128	12,545	12,735	16,248	19,011	23,038	28,638	32,272	38,046
Growth in loans last 12 months*	10.0 %	6.2 %	4.7 %	5.1 %	32.3 %	16.6 %	17.2 %	15.2 %	8.6 %	13.2 %
Deposits from customers	17,871	19,049	19,876	20,725	27,048	30,136	32,434	35,280	37,227	42,786
Deposits from retail market	10,146	10,981	11,252	11,256	14,080	15,408	16,070	17,566	17,898	19,052
Deposits from corporate market	7,725	8,068	8,624	9,469	12,968	13,967	16,363	17,715	19,330	23,734
Growth in deposits last 12 months	3.4 %	6.6 %	4.3 %	4.3 %	30.5 %	11.4 %	7.6 %	8.8 %	5.5 %	14.9 %
Ordinary lending financed by ordinary deposit	61.0 %	61.3 %	61.1 %	60.6 %	59.7 %	57.1 %	54.8 %	55.1 %	60.3 %	61.3 %
Total assets	33,286	35,991	36,876	38,505	54,327	63,178	71,503	84,679	84,541	97,992
Average total assets	31,763	34,140	36,862	36,965	47,753	56,434	67,202	75,820	86,679	91,317
Employees in employment group	675	718	713	637	806	841	931	982	1,016	1,035
Employees in employment parent bank	570	594	592	510	669	661	723	750	767	764
Employees in employment subsidiaries	105	124	121	127	137	180	208	232	250	271
Net other operating income of total income	24.2 %	28.6 %	26.1 %	32.0 %	30.1 %	28.7 %	31.3 %	28.2 %	28.2 %	33.5 %
Capital adequacy ratio	12.1 %	11.1 %	13.9 %	12.7 %	10.9 %	11.9 %	12.1 %	11.9 %	13.6 %	13.0 %
Core capital ratio	8.8 %	8.1 %	10.1 %	10.9 %	8.8 %	8.6 %	8.4 %	8.1 %	10.4 %	10.9 %
Total core capital	2,079	2,049	2,474	2,773	3,073	3,614	4,019	4,967	6,730	7,286
Net subordinated capital	2,842	2,802	3,407	3,239	3,808	5,229	5,762	7,312	8,730	8,646
Risk weighted volume	23,554	25,223	24,483	25,562	34,873	40,473				
Impairment losses ratio	0.37%	0.84%	0.86%	-0.01%	-0.09%	-0.03%	-0.01%	0.21%	0.31%	0.16%
Non-perf. commitm. as % of gross loans	2.16%	1.83%	1.40%	1.03%	0.78%	0.41%	0.39%	0.46%	0.49%	0.57%
Other doubtful commitm. as % of gross loans	1.65%	1.90%	1.35%	0.91%	0.60%	0.51%	0.37%	1.33%	0.57%	0.24%

* Gross loans to customers includes SpareBank 1 Boligkredit

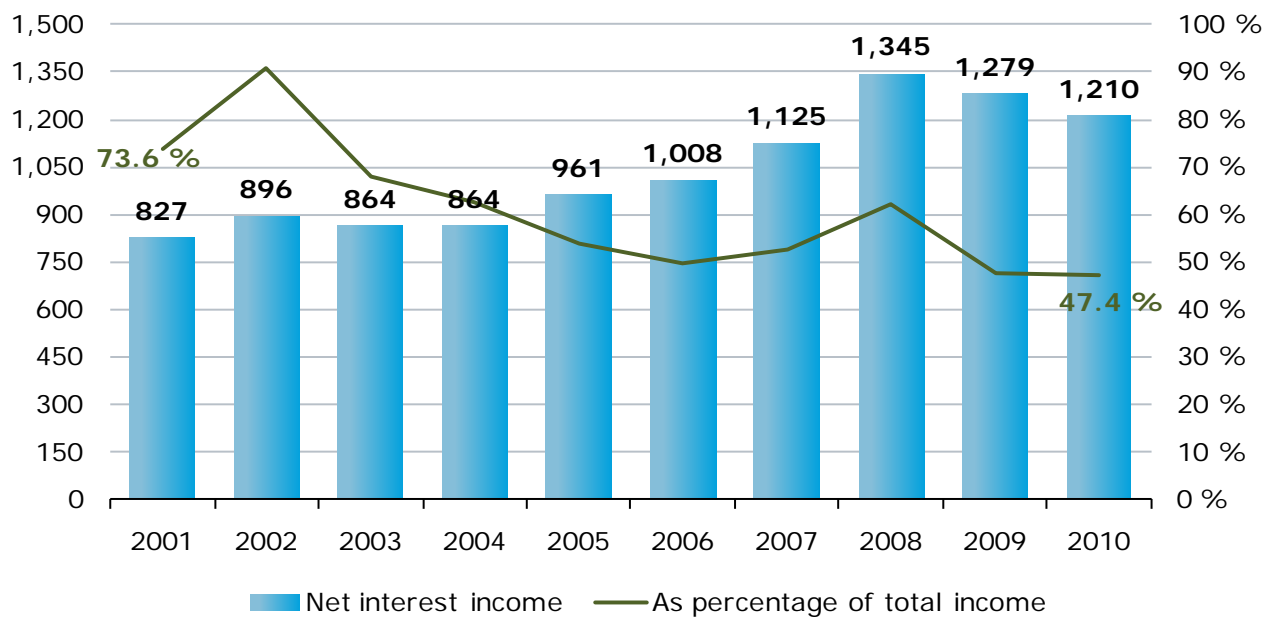
Net profit and return on equity

NOK mill.

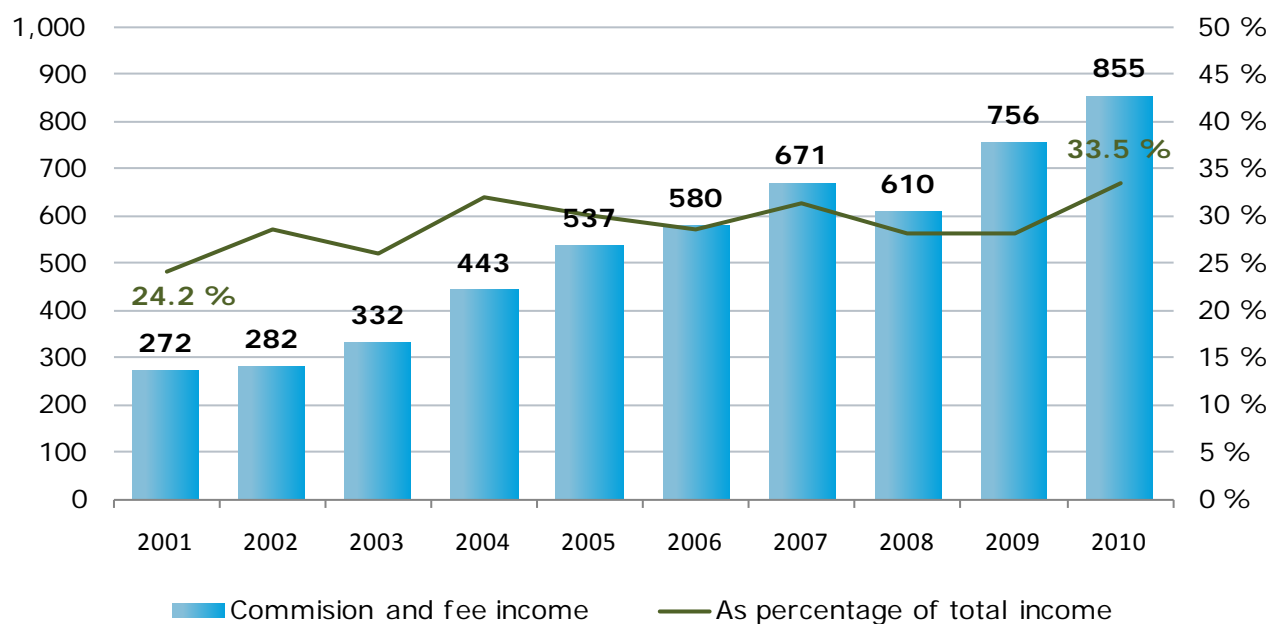


Development in net interest income

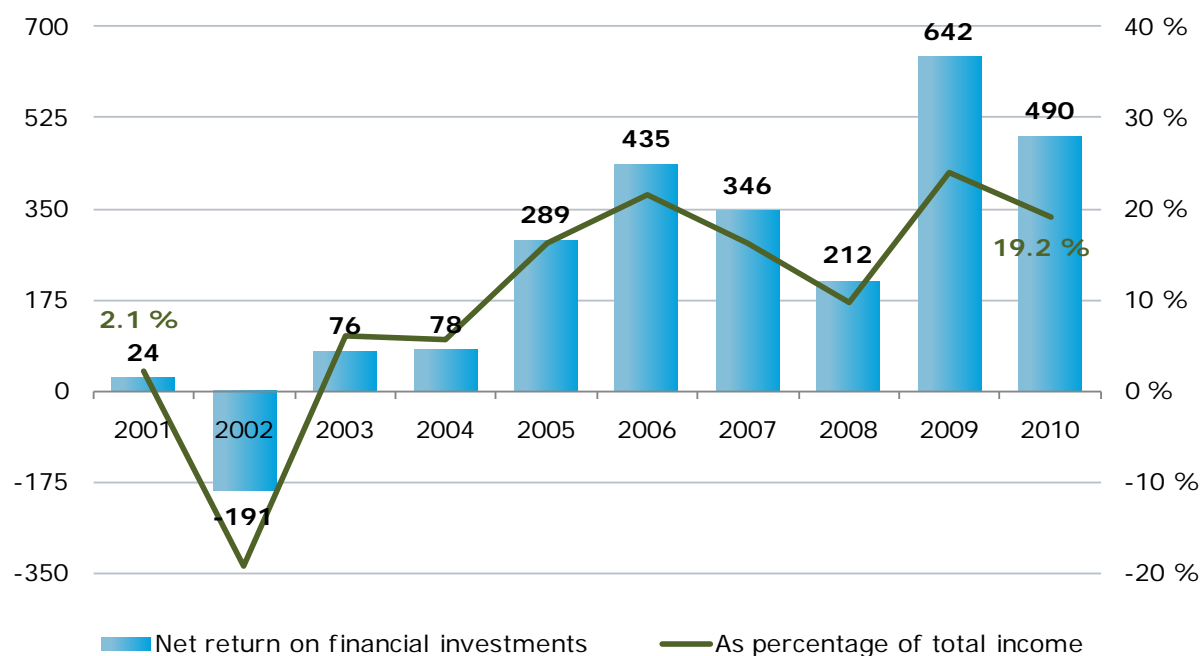
NOK mill.



Development in commission income and other income

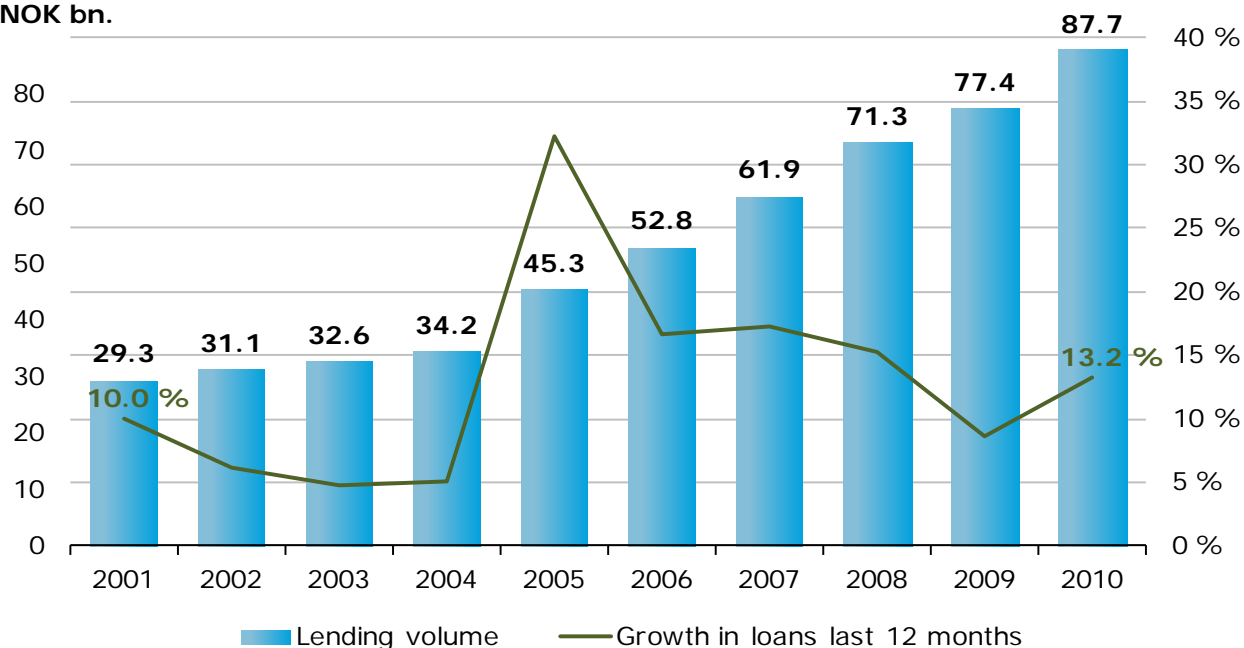


Development in net return on financial investments



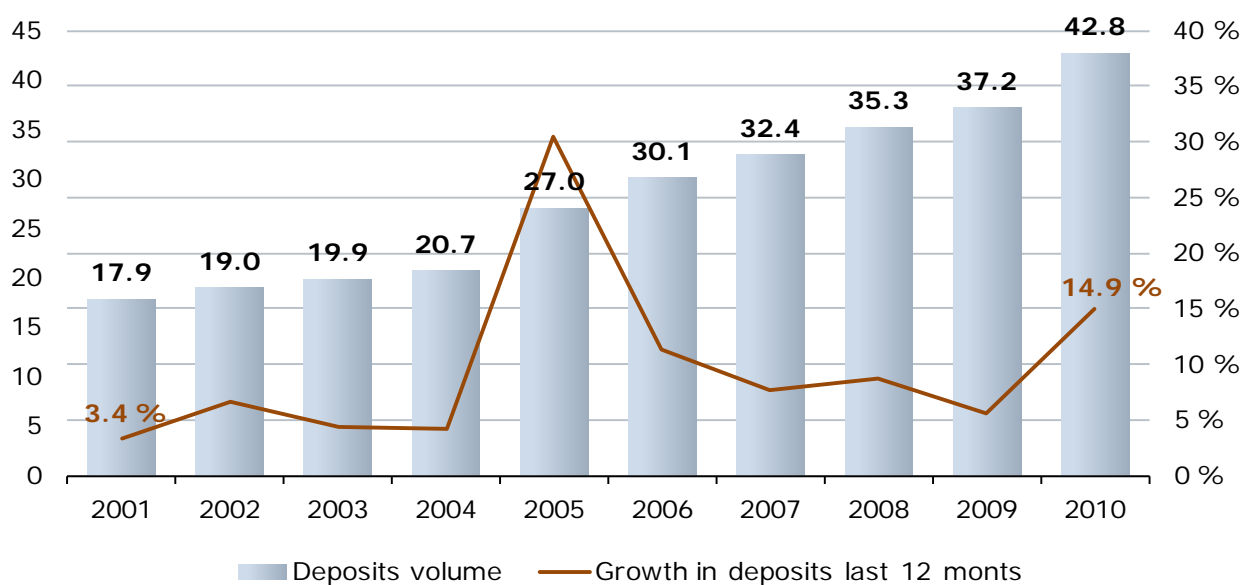
Volume development, Lending*

NOK bn.



Volume development, Deposits*

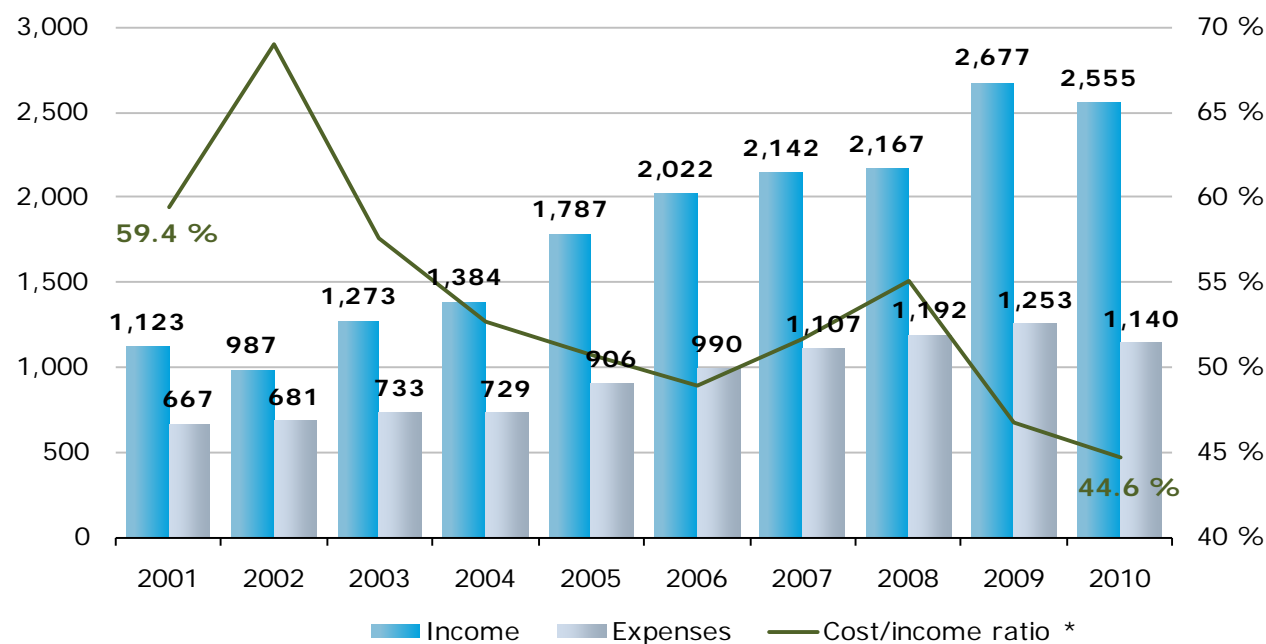
NOK bn.



*) The strong growth in 2005 in lending and deposits is related to the acquisition of 100 per cent of Romsdals Fellesbank.

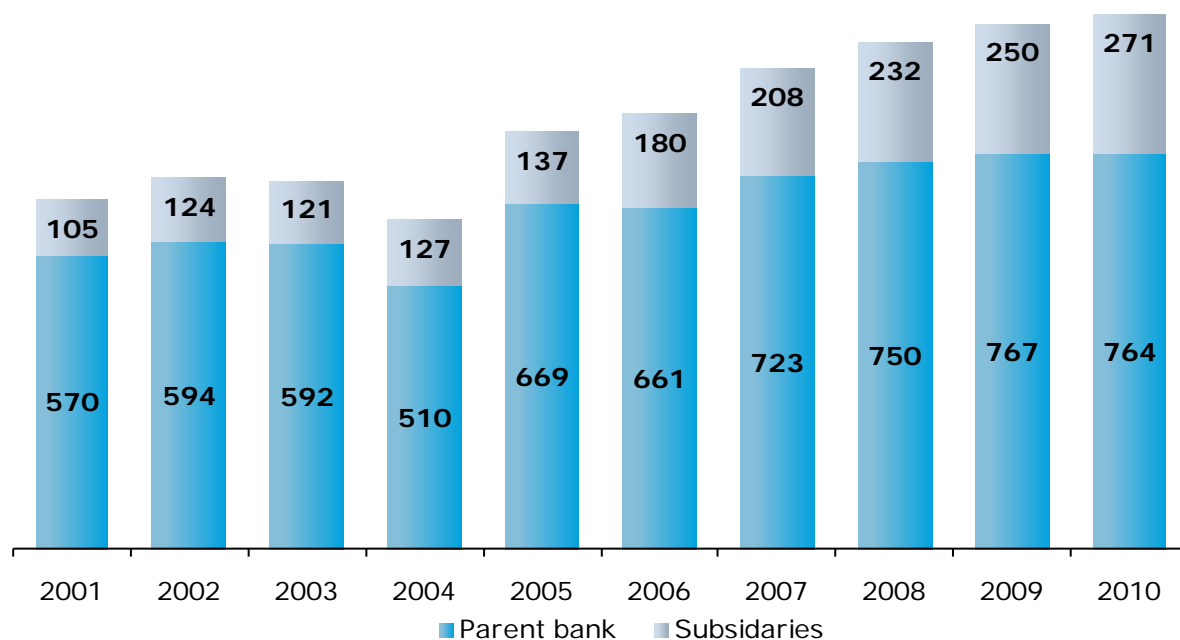
Cost/income ratio

NOK mill.



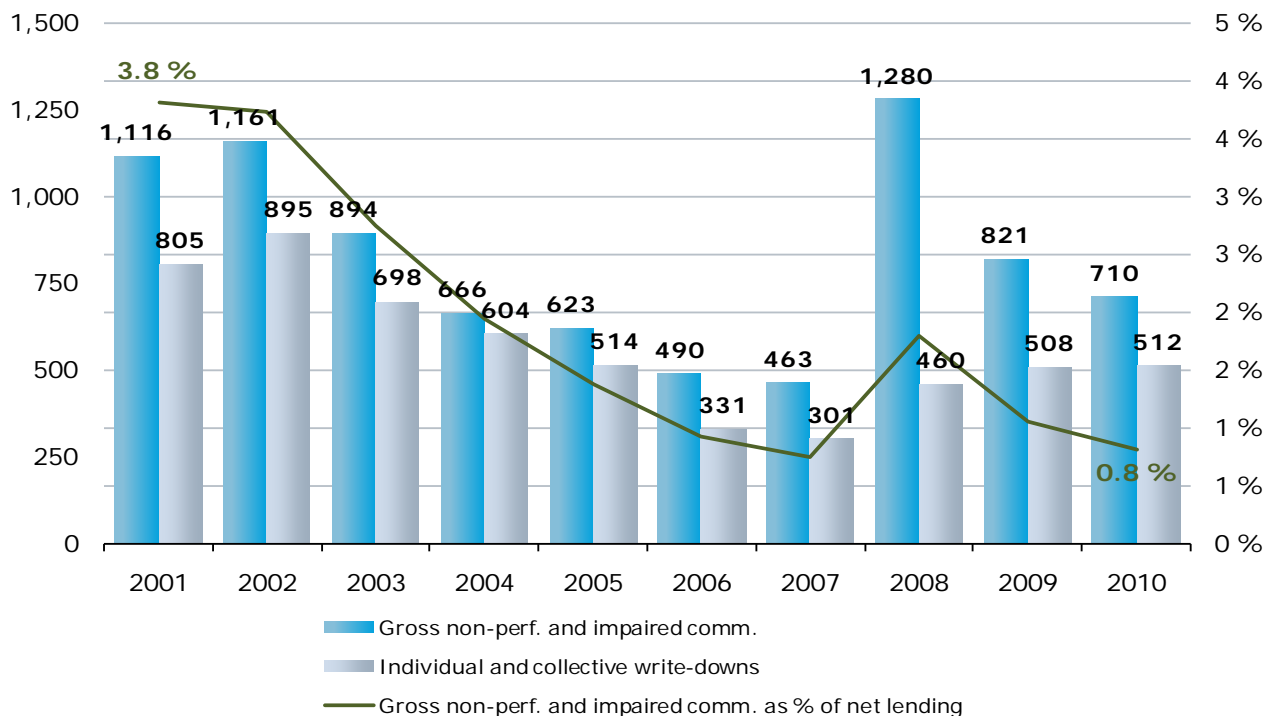
* Total operating expenses as a percentage of total operating income

Employees in employment



Net non-performing and impaired commitments

NOK million



Capital Adequacy

