



4th Quarterly Report 2024

SpareBank 1 Boligkreditt

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12 BANKS. HUNDREDS OF YEARS OF EXPERIENCE:

The SpareBank Alliance

Early in the 19th century the savings banks were started all across Norway, by the communities themselves, to have a savings vehicle and to help grow local economies and infrastructure.

The savings banks history begin in Norway in 1822 when the first savings bank opened in Christiania, today's Oslo. The following year, in 1823, the first banks, which are today part of the SpareBank 1 Alliance, were founded.

In 1996, The SpareBank 1 Alliance was formed. The goal was to make the banks stronger by working together. Later, several opportunities for offering the public other financial services than lending were integrated. At the same time the SpareBank 1 brand was born. Today it is a household brand name all over Norway. The number of savings banks in the Alliance has changed over time. Smaller units have merged, forming larger banks, and further banks have joined the Alliance because of the benefits the cooperation offers.

The Alliance strengthens each of today's 12 local bank's competitiveness and profitability and it ensures each bank's future independence and regional ties. The shares of SpareBank 1 banks listed on the Oslo stock exchange have provided strong investment returns since the Alliance was formed, through the financial crisis and the corona pandemic, as well as business cycles in between.

A key contributing reason is sound lending. Part of the core strategy for the banks is a regional banking principle, intimate knowledge of the customer base and in the last couple of years a strong focus on sustainability.

SpareBank 1 is Norway's second largest finance group in terms of assets. It plays a key role in the country's residential mortgage market. At year-end 2023, the banks in the SpareBank 1 Alliance finance approximately 25 per cent of all residential mortgage loans in Norway.

Big or small, two hundred years old or established in the 21st century: All the banks in the SpareBank 1 Alliance have made a difference for Norwegians and their daily lives, businesses and local initiatives all over the country – and they still do. Today the one-time traditional saving account and lending banking concept of the 19th century is, as a SpareBank 1 Alliance member, a fully-fledged universal bank which shares a part of its profits with the society in which it operates.

When the covered bond legislation was enacted in Norway in 2007 (and since updated in 2022), the SpareBank 1 banks' joint subsidiary SpareBank 1 Boligkreditt (SpaBol) stood ready to fund residential mortgages with covered bonds on behalf of the SpareBank 1 banks. SpaBol has been a regular EUR benchmark issuer in since and has become an established name in the covered bond market. SpaBol comes regularly to both the EUR and NOK covered bond markets in public benchmark format, and issues in other currencies as well.

Even though a successful alliance always is dependent on its members, we highlight SpareBank 1 Nord-Norge in the 2023 annual report. SpareBank 1 Nord-Norge is the northernmost bank in the Alliance, and probably also in the world, with a presence on the arctic Norwegian island of Svalbard (where rifles inside the bank branch are allowed, for the protection against visiting polar bears outside). The cover picture of this quarterly report is from Tromsø, which is within SpareBank 1 Nord-Norge's home market region.



The banks in the SpareBank 1 Alliance have made a difference for Norwegians and their daily lives, businesses and local initiatives all over the country – and they still do.

Statement of the Board of Directors of SpareBank 1 Boligkreditt AS, as of 31 December 2024 (4th quarter report)

SpareBank 1 Boligkreditt

SpareBank 1 Boligkreditt AS ('Boligkreditt', 'SpaBol', or 'The Company') is a specialized and regulated credit institution for the issuance of covered bonds¹.

The Company, which is based in Stavanger, Norway, is owned by the SpareBank 1 banks throughout Norway (the SpareBank 1 Alliance banks), and funds exclusively mortgage retail lending for these banks.

The sole purpose of the Company is to provide funding via covered bonds for the owner banks in the SpareBank 1 Alliance. To this purpose, the owner banks transfer qualifying mortgage loans with a loan-to-value ("LTV") of up to 75 per cent². The Company is a highly integrated part of the financing operations of its owner banks. These banks transfer residential mortgages when covered bond funding is sought, and pay in all equity capital to SpaBol. The banks then earn a net interest contribution from the Company for each mortgage transferred. All mortgage customer interactions remain with the originating bank.

The Company's issuances of covered bonds mainly take place under the EUR 35 billion Global Medium Term Covered Note Programme (GMTCN Programme). This Programme was last updated on March 26, 2024. The programme is available on the Company's home page: <https://spabol.sparebank1.no/programme-documents>. All covered bonds issued are designated EU Premium, i.e. all the requirements of the EUs CRR Art. 129 are fulfilled.

Moody's Ratings Service evaluate the credit quality of the issuances under the GMTCN Programme. The issued covered bonds are rated Aaa.

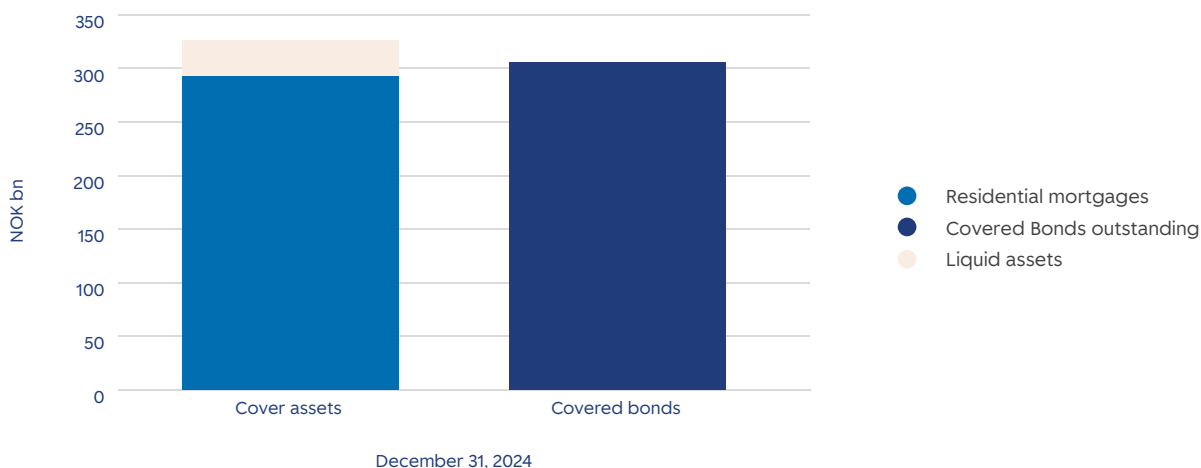
Cover pool and outstanding covered bonds³

SpareBank 1 Boligkreditt's cover pool consists of residential mortgages and liquid assets as well as derivatives hedging liabilities in a foreign currency and/or at fixed rates. The chart below illustrates the balances as of December 31, 2024. The balances are based on a nominal principle where bonds are presented at par. This means that derivatives hedging these instruments are effectively incorporated within the nominal values of the bonds in the illustration. A swap exactly converts each fixed coupon payment in any currency to a NOK 3-month floating rate basis over the tenor of a bond.

¹ The covered bond legislation in Norway was updated July 2022 and incorporates the Directive (EU) 2019/2162

² The limit for instalment mortgages is 75 per cent, while mortgages which have no scheduled repayment structure are limited to 60 per cent. There is a regulatory minimum amortization requirement of 2.5 per cent annually for new mortgages with a LTV at 60 per cent or above. Several other rules apply for mortgage lending and for qualifying existing mortgages for the SpaBol cover pool.

³ The source is the cover pool asset liability test for overcollateralization as of March 31, 2024 (which is a note included in the financial statements).



The amount of **liquid assets** is minimum 180 days ahead of cash outflows⁴. Liquid assets are covered bonds with a triple-A rating, SSA or government bonds with a triple-A rating, or short-term cash deposits and repos (please see the cover pool statistical reports on spabol.no for exact details on the composition of liquid assets).

The table below provides an overview of the **residential mortgages** in the cover pool, as well as the overcollateralization. The current LTV reflects quarterly updated house prices as well as loan amortization, while the original LTV was as originated for the mortgages.

Residential mortgages key figures

	Q3 2024	Q2 2024	Q1 2024	Q4 2023	Q4 2023
Weighted Average Current LTV (%)	52.4 %	53.5 %	54.8 %	53.3 %	53.3 %
Weighted Average Original LTV (%)	60.4 %	60.4 %	60.5 %	59.9 %	59.9 %
Average Loan Balance (NOK)	1,855,925	1,842,214	1,836,819	1,811,759	1,811,759
Number of Mortgages in Pool	152,615	152,401	152,327	152,420	152,420
Pct. of non first-lien mortgages	0.0 %	0.0 %	0.0 %	0.0 %	0.0 %
Overcollateralization	5.7 %	5.8 %	5.8 %	5.3 %	5.3 %

⁴ The 180 days rule is enshrined in the EUs Covered Bond Directive (2019/2162) Article 16. The option in Art. 16.5 of covering the liquidity requirement with the covered bond's soft bullet feature is not policy at SpaBol, however, the 180 days can also drop to 5 months at certain points in time, but is usually more than 6 months.

Key developments in 2024

The Company issued two EUR 1 bn transactions, in May and in August. Total issuance across all currencies was NOK 48.5 bn for the year 2024, compared to NOK 54.9 bn for the year 2023.

The equity capital was increased in February and November 2024 from the SpareBank 1 owner banks, in the regular course of business due to the growth of Boligkreditt. AT1 and T2 issuances have been made in the domestic market in 2024. In late December, the Norwegian regulator increased the minimum risk-weighted floor for mortgages for IRB institutions such as SpaBol. This increase will take effect July 1, 2025 and is expected to lead to additional equity injections from the Company's owner banks.

The Norwegian market is still waiting for a new definition of the top 15 per cent energy efficient houses by the Norwegian government's agency responsible. The new definition will enable green bond issuers, such as SpaBol, to calibrate and then plan further green bond issuances. The new green bond framework for SpaBol was published in January 2024, and is available on the Company's home page, [Spabol.no](https://spabol.no).

Three new Supervisory Board of Directors members have joined the Board from April 1st 2024, and these are replacing three outgoing Directors. The Board is presented on the Company's home page: <https://spabol.sparebank1.no/about>.

Accounts as per 31.12.2024

The accounts have been prepared in accordance with the International Reporting Standards (IFRS) as adopted by the EU.

Numbers in brackets refer to the corresponding period last year for comparison.

The total balance sheet on December 31, 2024 amounted to 357 (320) billion kroner. The main reason behind this increase is the growth in the financed volume of mortgages of NOK 294 billion vs. NOK 277 billion a year earlier, as well as increases in the valuation of hedging derivatives (swaps) and associated collateral posting by counterparties. The pre-tax result for the quarter ended December 31, 2024 of 796 (635) million is driven by the following⁵:

- The Company had net interest income of NOK 858 (677) million, of which the main component is net interest income for the liquid assets portfolio. The mortgage volume grew 6.1 per cent during 2024, while the average margin also increased some. Net interest income from the mortgages is paid to the owner banks during the year, and deducted in the Company's net interest income, see note 2 for details.
- The net loss from financial instruments was NOK 12 (gain of 4) million. These stem largely from realized trading losses on liquid assets in 2024, as well as unrealized losses during the 4th quarter with bond spreads moving higher. Changing NIBOR rates can drive temporary valuation changes on the asset and debt side, which caused a small gain in 2023 from hedged issued bonds. Credit spread changes in liquid assets also drive valuations, which was largely the case in 2024. EUR-NOK basis swaps valuation changes are not accounted for in the Company's ordinary result, but are included in Other Comprehensive Income (OCI)
- The cost of operations for 2023 was NOK 47,2 (45,1) million. The majority of operating costs are for expenses related to the Company's bond issuances, IT operations as well as personnel related expense.
- IFRS 9 loan loss provisions increased by NOK 2,7 (increase of 16) million to NOK 50 million, or approximately 2 bps of lending. These are modelled losses under assumption about future developments. No actual loan losses have ever occurred in the Company's portfolio of mortgage assets.

⁵ The result exclude interest paid on the Company's AT1 bonds of NOK 900 million in total. This interest is accounted for as an equity distribution. The result also does not take into account the changes in basis swap spreads and valuation thereof for currency swaps, which only effect other comprehensive income and equity.

Risk aspects

SpareBank 1 Boligkreditt, as a licensed and regulated covered bond issuer, is subject to strict rules regarding its exposure to credit, market, and liquidity risks. This fact, and the aim of the maintenance of the Moody's Aaa rating, means that the Company is subject to low levels of risk and places strong emphasis on risk control.

Credit Risk is defined as the risk that losses can occur as a consequence of that customers and others not having the ability or willingness to meet their obligations to SpareBank 1 Boligkreditt. Because the Company buys residential mortgages within 75% of the value of the objects on which the mortgages are secured, the Board of Directors concludes that the credit risk is lower than for Norwegian banks in general⁶.

Market Risk is defined as the risk of losses due to changes in market rates, ie. interest rates, exchange rates and the prices of financial instruments. SpareBank 1 Boligkreditt issues a materially larger share of covered bonds in currencies other than its operational currency NOK. However, all borrowing and investments in a foreign currency, as well as such with a fixed rate, have been hedged by financial currency- and/or interest rate swap agreements. Some natural hedging may occur with EUR assets matching EUR liabilities. The collective cash flow therefore matches borrowing in Norwegian kroner with floating rate conditions (NIBOR 3 months). The Company receives cash collateral from its counterparties in derivative agreements.

The bonds held in the Company's liquidity portfolio are mainly Nordic covered bonds and German supra sovereign and agencies (agencies guaranteed by the German government) with a triple-A rating from Fitch, Moody's or S&P. These bonds are held on a 3-month basis either as FRNs or as swapped fixed rate bonds. Deposits are placed in banks with a minimum rating of A/A2. Cash is also placed in reverse repos with approved counterparty banks, with AAA rated securities as collateral.

The Company had as of December 31, 2024 only moderate interest rate risk, and small amounts of currency risk.

Liquidity Risk is defined as the risk that the Company is not able to meet its obligations at maturity or to finance the purchase of loans at normal terms and conditions. Liquidity risk is managed in alignment with the EU Covered Bond Directive. The Company maintains a minimum 180 days outflow target for its liquidity portfolio, which is a part of the cover pool assets.

Operational risk is defined as risk of loss due to error or neglect in transaction execution, weakness in the internal control, or information technology systems breakdowns or malfunction. Reputational, legal, ethical and competency risks are also elements of operational risk. The risk is assessed by the Board of Directors to be low.

The Company spends much time identifying, measuring, managing, and following up on central areas of risk in such a way that this contributes to meeting its strategic goals. The risk notes in the annual reports provide further information.

Macroeconomic development and outlook

The cycle in Norway is now on an upward trajectory. GDP growth is expected at twice the growth rate in 2025, compared to the 2024 estimate. This happens as household consumption growth resumes and investments come back, albeit the latter is not expected to turn positive on a growth rate basis until 2026 because of still negative residential housing investments in 2025.

⁶The EU harmonized covered bond regulations, implemented in Norway, allow for LTV of up to 80 per cent. For mortgages in the cover pool. The Company has chosen to continue with a 75 per cent LTV maximum.

Housing investments have been particularly weak over 2023 and 2024, and are still expected to be negative in 2025, after increases in interest rates. However, real income for households were strong in 2024 and is expected so also in 2025. This, and the low level of new housing units produced, in addition to possible expectations of lower mortgage rates in 2025, have given house prices a boost, which grew 6.4 per cent in 2024.

Summarized for a few macroeconomic indicators, the recent data and forecast for the next period are as follows:

Recent data and forecast (per cent)	2022	2023	2024	2025	2026
Mainland GDP growth	4.3	0.6	0.9	1.8	2.3
Private consumption growth	7.8	-0.9	1.1	3.1	3.4
Investments growth	0.3	-0.5	-2.3	-0.9	1.3
Unemployment rate	3.2	3.6	4.0	4.1	4.1
CPI growth	5.8	5.5	3.2	2.7	2.5
Annual wage growth	4.3	5.2	5.3	4.3	3.8
Current account surplus to GDP	29.6	17.8	18.2	16.7	14.1

Source: Statistics Norway (SSB) December 13, 2024

Future prospects of the Company

The Company has a portfolio of residential mortgage loans with an average loan to value (LTV) around 50 per cent, and no loans are in default.

SpareBank 1 Boligkreditt's residential mortgage portfolio is well diversified, albeit weighted towards the eastern, central, and northern regions in Norway. Mortgage loans in the cover pool are very granular (average size of NOK 1.8 – 1.9 million). The banks in the SpareBank 1 Alliance are required to keep reserves of eligible (i.e. cover pool pre-qualified) mortgages in order to provide replacement assets should this become necessary (i.e. if residential price declines increase LTVs above the eligibility limit for mortgages in the pool). Such reserves in the banks are tested regularly to verify that a broad and general 30 per cent decline in real estate prices leaves each member bank with sufficient qualifying reserves for replenishing the cover pool.

The Board of Directors views Boligkreditt as sufficiently capitalized with a capital coverage ratio of 20.03 per cent against a total requirement, including all regulatory buffers, of 18.1 per cent plus a management buffer of 0.8 per cent. Additional capital is paid in by the shareholder banks when needed. The capital levels reflect the proposed dividend planned for 2024. The dividend is a residual amount and is normally the full net income after tax. It is residual because it should be seen in conjunction with the payment of running net interest on mortgages financed for the owner banks during the year.

The Board of Directors views prospects for the Company to continue to be good and stable, despite the changed macroeconomic forecasts towards lower growth and more uncertainty ahead. This is based on several elements; a strict qualifying process for loans to become part of the cover pool (both mortgage lending regulations and further cover pool qualification requirements), a high degree of diversification in the mortgage portfolio and granularity of the mortgages, as well as low unemployment and household real income growth. The Board also bases this conclusion on the low average LTV of the mortgage portfolio, no defaults or loans in arrears, and a strong history and institutional framework in Norway for mortgage loan performance.

* * *

The Board of Directors affirms its conviction that the financial accounts present a correct and complete picture of the Company's operations and financial position at the end of December 2024. The financial accounts including notes are produced under the assumption of a going concern.

Stavanger, February 10, 2025
The Board of Directors of SpareBank 1 Boligkreditt AS



/s/ Bengt Olsen
Chairman of the board



/s/ Geir-Egil Bolstad



/s/ Trond Søråas



/s/ Bjørn Rune Rindal



/s/ Heidi Aas Larsen



/s/ Inger Eriksen



/s/ Herborg Aanestad

SpareBank 1 Boligkreditt AS

- Statement of the members of the board and the chief executive officer

The Board and the chief executive officer have today reviewed and approved the financial accounts as of December 31, 2024 for SpareBank 1 Boligkreditt AS. The accounts have been prepared in accordance with IFRS Accounting Standards, as adopted by the EU.

To the best knowledge of the Board and the chief executive officer, the accounts have been prepared in accordance with applicable accounting standards and give a true and fair view of the assets, liabilities, financial position and profit or loss of the Company taken as a whole as of December 31, 2024.

The Board of Directors and the chief executive officer declare to the best of their knowledge that the quarterly report gives a true and fair view of the development and performance of the business of the Company, as well as a description of the principal risks and uncertainties facing the Company.

Stavanger, February 10, 2025

The Board of Directors of SpareBank 1 Boligkreditt AS

/s/ Bengt Olsen
Chair

/s/ Geir-Egil Bolstad

/s/ Trond Søråas

/s/ Heidi Aas Larsen

/s/ Inger Eriksen

/s/ Herborg Aanestad

/s/ Bjørn Rune Rindal

/s/ Arve Austestad
CEO

Financial statements 4th quarter 2024

Income Statement

NOK 1 000	Note	4. quarter 2024	4. quarter 2023	2024	2023 restated
Total interest income	2,19	4,368,609	4,080,942	17,010,845	13,287,471
Total interest expenses	2	(4,137,431)	(3,864,463)	(16,152,972)	(12,610,685)
Net interest income		231,178	216,478	857,873	676,786
Net gains/losses from financial instruments	3	(73,156)	(10,194)	(11,833)	3,636
Net other operating income		(73,156)	(10,194)	(11,833)	3,636
Total operating income		158,022	206,284	846,040	680,422
Salaries and other ordinary personnel expenses	4	(4,168)	(1,293)	(16,340)	(14,593)
Other operating expenses	5	(7,154)	(8,166)	(30,901)	(30,519)
Total operating expenses		(11,322)	(9,459)	(47,241)	(45,112)
Operating result before loan loss provisions		146,700	196,825	798,799	635,309
Loan loss provisions		5,802	(10,667)	(2,672)	(16,016)
Pre-tax operating result		152,502	186,159	796,127	619,294
Taxes		(34,543)	(42,991)	(182,093)	(140,025)
Profit/(loss) for the period		117,959	143,168	614,034	479,269
Portion attributable to shareholders		100,022	125,376	542,671	416,476
Portion attributable to additional Tier 1 capital holders		17,937	17,792	71,363	62,793
Profit/(loss) for the period		117,959	143,168	614,034	479,269

Overview of Comprehensive Income

NOK 1 000	4. quarter 2024	4. quarter 2023	2024	2023
Profit/loss for the year	117,959	143,168	614,034	479,269
Items that will not be reclassified to profit/loss				
Actuarial gains and losses pensions	(223)	(14,548)	(223)	(14,548)
Tax effect	56	3,637	56	3,637
Items that may be reclassified to profit/loss later				
Basis swap valuation adjustment	(284,643)	(434,510)	(893,481)	(728,680)
Tax effect	71,161	108,627	223,370	182,170
Other comprehensive income for the period	(213,649)	(336,794)	(670,277)	(557,421)
Comprehensive income for the period	(95,691)	(193,626)	(56,244)	(78,152)

Balance Sheet

NOK 1 000	Note	2024	2023
Assets			
Lending to and deposits with credit institutions	12	8,642,224	1,063,325
Certificates and bonds	12,13	35,875,763	33,094,399
Residential mortgage loans	7,12	293,788,370	276,816,597
Financial derivatives	11,12,13	17,021,333	9,008,375
Deferred tax asset		479,959	420,076
Other assets	6	1,578,776	62,679
Total assets		357,386,425	320,465,452
Liabilities and equity			
Liabilities			
Debt incurred by issuing securities	9,13	323,351,080	296,226,162
Collateral received under derivatives contracts	12,18	13,023,648	4,896,717
Repurchase agreement		-	-
Financial derivatives	11,12,13	3,293,482	3,841,473
Deferred tax		-	-
Tax payable		48,631	269,808
Subordinated debt	10,12	1,743,676	1,485,180
Other Liabilities	14	1,142,244	1,068,669
Total Liabilities		342,602,760	307,788,009
Equity			
Share capital	8	9,297,349	7,797,215
Share premium		4,651,322	3,901,255
Declared dividends		-	-
Basis swap valuation reserve		(1,004,053)	(333,942)
Other equity		(74,986)	412,915
Hybrid capital	8,12	1,300,000	900,000
Profit/(loss) for the period		614,034	-
Total equity		14,783,665	12,677,443
Total liabilities and equity		357,386,425	320,465,452

Stavanger, February 10, 2025

/s/ Bengt Olsen
Chair

/s/ Geir-Egil Bolstad

/s/ Trond Søråas

/s/ Heidi Aas Larsen

/s/ Inger Eriksen

/s/ Herborg Aanestad

/s/ Bjørn Rune Rindal

/s/ Arve Austestad
CEO

Changes in Equity

NOK 1 000	Share capital	Share premium	Dividend	Basis swap valuation reserve	Other Equity	Hybrid capital	Total Equity
Balance as of 31 December, 2022	7,797,215	3,901,255	-0	212,567	7,350	900,000	12,818,387
Dividend 2022	-	-	-	-	-	-	-
Profit/(loss) for the period	-	-	-	-	479,269	-62,793	416,476
Paid interest on hybrid capital - directly against equity	-	-	-	-	-62,793	62,793	-
Basis swap valuation change, net	-	-	-	-546,510	-	-	-546,510
Actuarial gain/loss pension	-	-	-	-	-10,911	-	-10,911
Other	-	-	-	-	-	-	-
Balance as of 31 December, 2023	7,797,215	3,901,255	-0	-333,942	412,915	900,000	12,677,443
Change in presentation of interest on hybrid capital	-	-	-	-	-	400,000	400,000
Dividend 2023	-	-	-	-	-416,371	-	-416,371
Share increase	1,500,134	750,067	-	-	-	-	2,250,200
Profit/(loss) for the period	-	-	-	-	614,034	-71,363	542,671
Paid interest on hybrid capital - directly against equity	-	-	-	-	-71,363	71,363	0
Basis swap valuation change, net	-	-	-	-670,111	-	-	-670,111
Actuarial gain/loss pension	-	-	-	-	-167	-	-167
Other	-	-	-	-	-	-	-
Balance as of 31 December, 2024	9,297,349	4,651,322	-0	-1,004,053	539,048	1,300,000	14,783,665

Equity is paid in by the Company's parent banks when a requirement arises. The requirement arises regularly when the Company acquires larger portfolios of mortgage loans, and otherwise according to changes in capitalization rules because SpareBank 1 Boligkreditt is subject to the same capital adequacy rules under Pillar 1 as banks in general. Each parent bank has also signed a Shareholders agreement with the Company, which amongst other things stipulates when additional capital must be contributed.

Cash Flow Statement

NOK 1 000

2024

2023

Cash flow from operations

Change in gross lending to customers	-16,973,853	-23,666,791
Interest receipts from lending to customers	15,061,402	11,830,857
Change in certificates and bonds	-3,898,903	-3,362,527
Interest receipts from certificates and bonds	1,745,541	1,008,508
Change in deposits with credit institutions	8,188,607	4,527,932
Interest on deposits with credit institutions	-162,728	-27,606
Realised gain/loss repurchased debt and liquid assets	-13,196,561	-362,664
Payment for bank resolution fund	-62,315	-51,583
Payments for operations	-49,818	-43,951
Other payments, net	57,846	16,505
Taxes paid	-239,727	-89,622
Net change in liquidity from operations	-9,530,510	-10,220,944

Cash flow from investments

Investments in intangible assets	0	0
Investments in tangible fixed assets	0	-202
Net cash flow from investments	0	-202

Cash flow from financing

Debt raised by issuance of covered bonds	48,439,357	53,740,170
Repayment of issued covered bonds	-18,245,117	-33,027,164
Interest payment on covered bonds	-15,440,555	-11,635,176
Debt raised by issuance of sr. unsec. debt	50,000	950,000
Interest payment on sr. unsec. debt	2,418	8,892
Debt raised by issuance of subordinated debt	300,000	1,675,000
Repayments of issued subordinated debt	-41,500	-1,633,500
Interest payment on subordinated debt	-117,493	-80,566
Equity capital subscription	2,250,034	-10,911
Hybrid capital issued	750,000	0
Repayment of hybrid capital	-350,000	0
Interest payment on hybrid capital	-71,363	-62,793
Payment of dividend	-416,371	0
Net cash flow from financing	17,109,408	9,923,951

Net cash flow in the period

Net cash flow in the period	7,578,898	-297,195
Cash and cash equivalents at 1 January	1,063,325	1,360,520
Net receipt/payments on cash	7,578,898	-297,195
Cash and cash equivalents at the end of the period	8,642,224	1,063,325

Quarterly Financial Statements

These quarterly statements are not individually audited and are included as additional information to these accounts.

Income Statement

NOK 1 000	4. quarter 2024	3. quarter 2024	2. quarter 2024	1. quarter 2024	4. quarter 2023
Total interest income	4,368,609	4,300,084	4,227,381	4,114,771	4,080,942
Total interest expenses	-4,137,431	-4,071,294	-4,034,139	-3,910,107	-3,864,463
Net interest income	231,178	228,789	193,242	204,664	216,478
Net gains/losses from financial instruments	-73,156	3,435	37,485	20,402	-10,194
Net other operating income	-73,156	3,435	37,485	20,402	-10,194
Total operating income	158,022	232,225	230,727	225,066	206,284
Salaries and other ordinary personnel expenses	-4,168	-4,409	-3,275	-4,488	-1,293
Other operating expenses	-7,154	-7,702	-8,923	-7,122	-8,166
Total operating expenses	-11,322	-12,111	-12,197	-11,610	-9,459
Operating result before losses	146,700	220,113	218,530	213,456	196,825
Loan loss provisions	5,802	2,999	-1,873	-9,601	-10,667
Pre-tax operating result	152,502	223,113	216,657	203,855	186,159
Taxes	-34,543	-51,358	-49,731	-46,461	-42,991
Profit/loss for the year	117,959	171,755	166,926	157,394	143,168
Other income and expense	-213,482	-156,163	-142,161	-158,304	-336,794
Total Profit/Loss	-95,524	15,592	24,765	-910	-193,626

Balance sheet

NOK 1 000	31.12.2024	30.09.2024	30.06.2024	31.03.2024	31.12.2023
Assets					
Lending to and deposits with credit institutions	8,642,224	8,880,249	2,917,285	4,171,435	1,063,325
Certificates and bonds	35,875,763	38,850,790	33,703,988	36,313,983	33,094,399
Residential mortgage loans	293,788,370	284,083,349	281,591,767	280,544,694	276,816,597
Financial derivatives	17,021,333	15,987,746	8,348,214	13,346,319	9,008,375
Deferred tax asset	479,959	572,285	520,231	472,844	420,076
Other assets	1,578,776	520,995	150,041	457,065	62,679
Total assets	357,386,425	348,895,414	327,231,527	335,306,340	320,465,452
Liabilities and equity					
Liabilities					
Debt incurred by issuing securities	323,351,080	316,924,664	299,580,490	306,169,307	296,226,162
Collateral received under derivatives contracts	13,023,648	10,875,178	4,158,707	8,249,792	4,896,717
Repurchase agreement	0	0	0	0	0
Financial derivatives	3,293,482	2,326,910	5,368,731	3,344,656	3,841,473
Deferred tax	0	0	0	0	0
Tax payable	48,631	331,372	280,014	230,284	269,808
Subordinated debt	1,743,676	1,743,717	1,743,545	1,743,614	1,485,180
Other Liabilities	1,142,244	1,786,963	1,099,339	1,575,765	1,068,669
Total Liabilities	342,602,760	335,648,122	313,982,146	322,063,990	307,788,009
Equity					
Share capital	9,297,349	8,464,015	8,464,015	8,464,015	7,797,215
Share premium	4,651,322	4,234,655	4,234,655	4,234,655	3,901,255
Declared dividends	0	0	0	0	0
Basis swap valuation reserve	-1,004,053	-790,571	-634,408	-492,246	-333,942
Other equity	-74,986	-56,882	-39,202	-21,468	412,915
Net profit	614,034	496,075	324,321	157,394	0
Hybrid capital	1,300,000	900,000	900,000	900,000	900,000
Total equity	14,783,665	13,247,292	13,249,381	13,242,350	12,677,443
Total liabilities and equity	357,386,425	348,895,414	327,231,527	335,306,340	320,465,452

Notes to the Accounts

Note 1 Accounting principles

1.1 Basis for preparation

SpareBank1 Boligkreditt AS quarterly accounts have been prepared in accordance with the IFRS Accounting Standards as adopted by the EU. The quarterly accounts have been produced in accordance with IAS 34.

The presentation currency is Norwegian Kroner (NOK), which is also the Company's functional currency. All amounts are in NOK thousand unless otherwise stated.

The interim financial statements are not audited.

1.2 Segments

The Company has only one segment, which is the mortgage lending to retail customers. The segment consists of lending to private individuals and all loans have been acquired from the member banks of the SpareBank 1 alliance.

1.3 Estimates and assessments regarding the use of accounting principles

The preparation of the financial information involves management's estimates which affect the implementation of accounting principles and thereby accounting values for assets, liabilities, revenue and costs. These estimates have been described in the notes.

Note 2 Net Interest Income

NOK 1 000	2024	2023
Interest income		
Interest income from certificates, bonds and deposits	1,969,762	1,231,720
Interest income from residential mortgage loans	15,041,083	12,055,751
Total interest income	17,010,845	13,287,471
Interest expense		
Interest expense and similar expenses to credit institutions	390,845	198,337
Interest expense and similar expenses on issued bonds	15,576,231	12,271,903
Interest expense and similar expenses on subordinated debt	117,490	87,441
Recovery and Resolution Fund *	62,315	51,583
Other interest expenses	6,092	1,421
Total interest expense	16,152,972	12,610,685
Net interest income	857,873	676,786

From 2019, SPB1 Boligkreditt has been incorporated into the Norwegian Bank Recovery and Resolution Fund.

Interest income from residential mortgage loans includes a deduction for an interest margin contribution paid to the owner banks. The net interest margin paid to the banks are treated as transaction costs and are part of the effective interest for the mortgages. Ownership is determined by the relative share of mortgages transferred to SpaBol to be financed with covered bonds from each SpareBank 1 bank. Net interest margin contribution to banks, previously commissions, was renamed as of the fourth quarter 2024 in the accounts. Because the provision designation on a separate cost line below net income could be misleading, the accounts were restated to include this element in net interest income. See also Note 19 for reference.

Note 3 Net Gains from Financial Instruments

NOK 1 000	2024	2023
Net gains (losses) from financial liabilities	-6,039,843	-11,327,762
Net gains (losses) from financial derivatives at fair value, hedging liabilities (hedging instrument)	-331,812	4,252,475
Net gains (losses) from financial assets	6,355,261	7,502,622
Net gains (losses) from financial derivatives at fair value, hedging assets (hedging instrument)	4,560	-423,700
Net gains (losses)	-11,833	3,636

Issued Debt: The Company utilizes hedge accounting as defined in IFRS for issued fixed rate bonds (covered bonds) with derivatives (swaps) which hedges fixed rates to floating and foreign currencies to Norwegian kroner. The hedges are individually tailored to each issued bond and exactly matches the cash flows and duration of the issued bonds. Some liabilities in foreign currency are hedged with natural hedges (corresponding assets in the same currency) and this may cause the valuation differences between assets and liabilities. There may also be valuation differences between liabilities and hedges due to: (i) amortization of issuance costs and (ii) bonds issued above or below par value (iii) effects of credit spread changes in bond valuation (iv) changes in discount curves and cash flow time points within the 3 months floating rate coupon period.

Liquidity assets: SpareBank 1 Boligkreditt AS manages its liquidity risk by refinancing its outstanding bonds ahead of expected maturities and keeping proceeds as a liquidity portfolio. Fixed rate bonds and bonds in other currencies than Norwegian kroner are hedged using swaps, unless forming part of a natural hedge. These positions are valued at fair value though differences may occur due to some or all of the reasons listed above. Included in assets in the table are also investments in short term, highly rated bonds from funds received from swap counterparties for collateral purposes, with a corresponding collateral liability. Such investments do not have swap hedges.

All derivatives are valued at fair value according to changes in market interest rates and foreign exchange rates. Changes in valuations from the previous period is accounted for in profit and loss.

Note 4 Salaries and Remuneration

NOK 1 000	2024	2023
Salaries	11,461	10,828
Remuneration Board of Directors	748	714
Pension expenses	3,244	2,603
Social insurance fees	3,457	3,647
Other personnel expenses	1,209	909
Amounts invoiced to SpareBank 1 Næringskreditt *	-3,778	-4,109
Total salary expenses	16,340	14,593
Average number of full time equivalents (FTEs)	7.15	7

* The company's employees have shared employment between SpareBank 1 Næringskreditt and SpareBank 1 Boligkreditt. All remuneration is effectuated through SpareBank 1 Boligkreditt and a portion is reinvoiced to SpareBank 1 Næringskreditt. The company also buys administrative services from SpareBank 1 SMN and SpareBank 1 Gruppen.

Note 5 Other Operating Expenses

NOK 1 000	2024	2023
IT and IT operations	11,808	11,932
Purchased services other than IT	15,767	15,153
Other Operating Expenses	3,207	3,316
Depreciation on fixed assets and other intangible assets	119	119
Total	30,901	30,519

Note 6 Other Assets

NOK 1 000	2024	2023
Leases	0	967
Fixed assets	7	85
Intangible assets	121	342
Accounts receivables from SpareBank 1 Næringskreditt AS	466	381
Accounts receivable, securities	1,577,007	56,033
Other	1,175	4,871
Total	1,578,776	62,679

Note 7 Residential mortgage loans

Lending to customers are residential mortgages only. The mortgages generally have a low loan-to-value. The total amount of lending to customers at the end of 31.12.2024 were NOK 294 billion. All mortgages carry a variable interest rate.

NOK 1 000	2024	2023
Revolving loans - retail market	39,866,129	40,121,639
Amortising loans - retail market	253,314,052	236,084,689
Accrued interest	658,358	657,672
Total loans before specified and unspecified loss provisions	293,838,539	276,864,001
Stage 1	280,520,480	264,620,901
Stage 2	13,318,059	12,243,099
Stage 3	-	-
Gross loans	293,838,539	276,864,001
Impairments on groups of loans		
Expected credit loss, stage 1	-16,407	-15,166
Expected credit loss, stage 2, no objective proof of loss	-33,762	-32,238
Expected credit loss, stage 3, objective proof of loss	-	-
Total net loans and claims with customers	293,788,370	276,816,597
Liability		
Unused balances under customer revolving credit lines (flexible loans)	13,349,823	13,249,819
Total	13,349,823	13,249,819
Defaulted loans		
Defaults*	0.0 %	0.0 %
Specified loan loss provisions	0.0 %	0.0 %
Net defaulted loans	0.0 %	0.0 %
Loans at risk of loss		
Loans not defaulted but at risk of loss	0.0 %	0.0 %
- Write downs on loans at risk of loss	0.0 %	0.0 %
Net other loans at risk of loss	0.0 %	0.0 %

* The entire customer loan balance is considered to be in default and will be included in overviews of defaulted loans when overdue instalments and interest payments are not received within 90 days or if credit limits on revolving loans are exceeded for 90 days or more.

Note 8 Share Capital and Shareholder Information

List of shareholders as of 2024

	No of Shares	in per cent	Share og votes
SpareBank 1 Østlandet	21,587,881	23.22 %	23.22 %
SpareBank 1 SMN	21,531,278	23.16 %	23.16 %
SpareBank 1 Nord-Norge	15,157,114	16.30 %	16.30 %
SpareBank 1 Sør-Norge	8,890,811	9.56 %	9.56 %
BN Bank ASA	6,333,284	6.81 %	6.81 %
SpareBank 1 Østfold Akershus	4,229,527	4.55 %	4.55 %
SpareBank 1 Ringerike Hadeland	3,965,378	4.27 %	4.27 %
SpareBank 1 Nordmøre	3,459,092	3.72 %	3.72 %
SpareBank 1 Helgeland	2,704,381	2.91 %	2.91 %
SpareBank 1 Hallingdal Valdres	2,028,286	2.18 %	2.18 %
SpareBank 1 Gudbrandsdal	1,438,668	1.55 %	1.55 %
SpareBank 1 Lom og Skjåk	861,628	0.93 %	0.93 %
SpareBank 1 Sogn og Fjordane	786,157	0.85 %	0.85 %
Total	92,973,485	100.00 %	100.00 %

The share capital consists of 92.973.485 shares with a nominal value of NOK 100
The per cent share allocation and share of vote are identical.

Hybrid capital

NOK 1000	ISIN	Interest rate	Issued year	Call option	2024	2023
Perpetual						
Hybrid (Tier 1)	NO0010850621	3M Nibor + 340 bp	2019	30.04.2024	-	350,000
Hybrid (Tier 1)	NO0010890825	3M Nibor + 300 bp	2020	26.08.2025	200,000	200,000
Hybrid (Tier 1)	NO0010993009	3M Nibor + 250 bp	2021	06.05.2026	250,000	250,000
Hybrid (Tier 1)	NO0012753591	3M Nibor + 390 bp	2022	16.11.2027	100,000	100,000
Hybrid (Tier 1)	NO0013171512	3M Nibor + 316 bp	2024	30.04.2029	350,000	-
Hybrid (Tier 1)	NO0013379453	3M Nibor + 285 bp	2024	24.01.2030	400,000	-
Book value					1,300,000	900,000

The issued bonds listed in the table above have status as Tier 1 capital instruments in the Company's capital coverage ratio.

Note 9 Liabilities incurred by issuing securities

NOK 1 000	Nominal value*	Nominal value*
	2024	2023
Senior unsecured bonds	-	-
Repurchased senior unsecured bonds	-	-
Covered bonds	306,465,748	288,942,535
Repurchased Covered bonds	-	-
Total debt incurred by issuing securities	306,465,748	288,942,535

* Nominal value is incurred debt at exchange rates (EUR/NOK and USD/NOK) at the time of issuance

NOK 1 000	Book value	Book value
	2024	2023
Senior unsecured bonds	-	-
Repurchased senior unsecured bonds	-	-
Covered bonds	321,593,413	294,828,642
Repurchased covered bonds	-	-
Activated costs incurred by issuing debt	-213,139	-213,741
Accrued interest	1,970,807	1,611,261
Total debt incurred by issuing securities	323,351,080	296,226,162

Covered bonds

Due in	2024	2023
2023	-	-40,213
2024	-	19,517,590
2025	-972,750	34,831,320
2026	22,896,410	54,141,530
2027	51,252,605	52,698,945
2028	53,726,373	63,266,763
2029	67,761,360	28,176,000
2030	60,525,100	10,967,600
2031	12,052,250	11,003,000
2032	10,937,500	9,937,500
2033	11,803,000	1,250,000
2034	1,177,000	250,000
2035	12,053,000	900,000
2036	900,000	-
2037	311,400	-38,900
2038	-52,575	2,081,400
2039	2,095,075	-
Total	306,465,748	288,942,535

* Nominal value is incurred debt at exchange rates (EUR/NOK, USD/NOK, SEK/NOK and GBP/NOK) at the time of issuance

Debt incurred by currency (book values at the end of the period)

NOK 1 000	2024	2023
NOK	128,628,067	124,467,577
EUR	180,833,495	158,579,800
GBP	0	0
SEK	9,092,443	8,685,839
CHF	4,797,076	4,492,946
Total	323,351,080	296,226,162

Note 10 Subordinated debt

NOK 1000	ISIN	Interest rate	Issued year	Call option from	Maturity	Nominal amount	30.09.2023	2023
With maturity								
Subordinated debt (Tier 2)	NO0010833908	3M Nibor + 180 bp	2018	08.10.2025	08.10.2030	400,000	400,000	400,000
Subordinated debt (Tier 2)	NO0010842222	3M Nibor + 192 bp	2019	24.01.2024	24.01.2029	300,000	-	41,500
Subordinated debt (Tier 2)	NO0012939133	3M Nibor + 265 bp	2023	13.09.2028	13.12.2033	300,000	300,000	300,000
Subordinated debt (Tier 2)	NO0013048132	3M Nibor + 240 bp	2023	17.10.2028	17.01.2034	355,000	355,000	355,000
Subordinated debt (Tier 2)	NO0013048157	3M Nibor + 243 bp	2023	17.04.2029	17.07.2034	370,000	370,000	370,000
Subordinated debt (Tier 2)	NO0013183699	3M Nibor + 190 bp	2024	21.06.2029	21.09.2024	300,000	300,000	-
Accrued interest							18,676	18,680
Book value							1,743,676	1,485,180

The issued bonds listed in the table above have status as Tier 2 capital instruments in the Company's capital coverage ratio.

Note 11 Financial Derivatives

NOK 1 000	2024	2023
Interest rate derivative contracts		
Interest rate swaps		
Nominal amount	23,761,998	28,598,221
Asset	168,597	384,087
Liability	-1,748,690	-1,576,755
Currency derivative contracts		
Currency swaps		
Nominal amount	170,962,188	139,208,663
Asset	16,852,736	9,069,545
Liability	-206,055	-2,264,718
Total financial derivative contracts		
Nominal amount	194,724,186	167,806,884
Asset	17,021,333	9,453,632
Liability	-1,954,744	-3,841,473

All derivative contracts exist for the purpose of hedging changes in interest rates and currency exchange rates..

* Change due to basis swap spread adjustment	2024	2023
Total asset(+)/liability(-) derivatives	17,021,333	9,453,632
Net gain (loss) on valuation adjustment of basisswap spreads	-1,338,737	-445,257
Net asset(+)/liability(-) derivatives	15,682,596	9,008,375

Basis swaps are currency swaps and are entered into at a certain cost (basis swap spread) between SpareBank 1 Boligkreditt and banks which offer such swaps and which have signed an ISDA agreement with the Company. Changes in the cost are valued each quarter across all of the Company's swaps in accordance with the IFRS rules. The effect may be material from quarter to quarter because the Company's portfolio of swaps is extensive. All basisswap value changes will reverse over time towards the point of termination of the swaps. Changes in basis swap valuations are not included in net income, but is included in other comprehensive income and in equity.

Note 12 Classification of Financial Instruments

NOK 1 000	Financial instruments accounted for at fair value	Financial assets and debt accounted for at amortised cost	2024
Assets			
Lending to and deposits with credit institutions	-	8,642,224	8,642,224
Certificates and bonds	35,875,763	-	35,875,763
Residential mortgage loans	-	293,788,370	293,788,370
Financial derivatives	17,021,333	-	17,021,333
Other assets	-	-	-
Total Assets	52,897,096	302,430,594	355,327,690
Liabilities			
Debt incurred by issuing securities*	-	323,351,080	323,351,080
Collateral received in relation to financial derivatives	-	13,023,648	13,023,648
Financial derivatives	3,293,482	-	3,293,482
Deferred taxes	-	-	-
Taxes payable	-	-	-
Subordinated debt	-	1,743,676	1,743,676
Other liabilities	-	-	-
Total Liabilities	3,293,482	338,118,404	341,411,886
Total Equity	-	1,300,000	1,300,000
Total Liabilities and Equity	3,293,482	339,418,404	342,711,886

* For issued securities, 217 billion are hedged with swaps. This means that foreign currency and fixed rate exposure is effectively converted to a 3 month NIBOR exposure in Norwegian kroner.

NOK 1 000	Financial instruments accounted for at fair value	Financial assets and debt accounted for at amortised cost	2023
Assets			
Lending to and deposits with credit institutions	-	1,063,325	1,063,325
Certificates and bonds	33,094,399	-	33,094,399
Residential mortgage loans	-	276,816,597	276,816,597
Financial derivatives	9,008,375	-	9,008,375
Other assets	-	-	-
Total Assets	42,102,775	277,879,923	319,982,697

NOK 1 000	Financial instruments accounted for at fair value	Financial assets and debt accounted for at amortised cost	2023
Liabilities			
Debt incurred by issuing securities*	-	296,226,162	296,226,162
Collateral received in relation to financial derivatives	-	4,896,717	4,896,717
Financial derivatives	3,841,473	-	3,841,473
Deferred taxes	-	-	-
Taxes payable	-	-	-
Subordinated debt	-	1,485,180	1,485,180
Other liabilities	-	-	-
Total Liabilities	3,841,473	302,608,059	306,449,532
Total Equity	-	900,000	900,000
Total Liabilities and Equity	3,841,473	303,508,059	307,349,532

* For issued securities, 196 billion are hedged with swaps. This means that foreign currency and fixed rate exposure is effectively converted to a 3 month NIBOR exposure in Norwegian kroner.

Note 13 Financial Instruments at Fair Value

Methods in order to determine fair value

General

The interest rate curve that is used as input for fair value valuations of hedging instruments and hedging objects consists of the NIBOR-curve for maturities less than one year. The swap-curve is used for maturities exceeding one year.

Interest rate and currency swaps

Valuation of interest rate swaps at fair value is done through discounting future cash flows to their present values. Valuation of currency swaps will also include the element of foreign exchange rates.

Bonds

Valuation of bonds at fair value is done through discounting future cash flows to present value.

With effect from 2009 SpareBank 1 Boligkreditt AS has implemented the changes in IFRS 7 in relation to the valuation of financial instruments as of the date of the financial accounts. The changes require a presentation of the fair value measurement for each Level. We have the following three Levels for the fair value measurement:

Level 1: Quoted price in an active market. Fair value of financial instruments which are traded in active markets are based on the market price at the balance sheet date. A market is considered to be active if the market prices are easily and readily available from an exchange, dealer, broker, industry group, pricing service or regulating authority and that these prices represent actual and regular market transactions on an arm's length basis.

Level 2: Valuation based on observable factors. Level 2 consist of instruments which are not valued based on listed prices, but where prices are indirectly observable for assets or liabilities, but also includes listed prices in not active markets.

Level 3: The valuation is based on factors that are not found in observable markets (non-observable assumptions). If valuations according to Level 1 or Level 2 are not available, valuations are based on not-observable information. The Company has a matter of principle neither assets nor liabilities which are valued at this level.

The following table presents the company's assets and liabilities at fair value as of 31.12.2024

NOK 1 000				
	Level 1	Level 2	Level 3	Total
Certificates and bonds	35,875,763	-	-	35,875,763
Financial Derivatives	-	17,021,333	-	17,021,333
Total Assets	35,875,763	17,021,333	-	52,897,096
Financial Derivatives	-	3,293,482	-	3,293,482
Total Liabilities	-	3,293,482	-	3,293,482

Issued debt is formally accounted for at amortized cost, and is therefore not listed in the table above. However, when issued debt is hedged with derivatives it is in effect accounted for using hedge accounting and fair value option. This means that approximately NOK 217 billion of issued debt are also accounted for according to Level 2 above, while the remaining debt are accounted for at amortized cost.

The following table presents the company's assets and liabilities at fair value as of 31.12.2023

NOK 1 000				
	Level 1	Level 2	Level 3	Total
Certificates and bonds	33,094,399	-	-	33,094,399
Financial Derivatives	-	9,008,375	-	9,008,375
Total Assets	33,094,399	9,008,375	-	42,102,775
Financial Derivatives	-	3,841,473	-	3,841,473
Total Liabilities	-	3,841,473	-	3,841,473

Issued debt is formally accounted for at amortized cost, and is therefore not listed in the table above. However, when issued debt is hedged with derivatives it is in effect accounted for using hedge accounting and fair value option. This means that approximately NOK 196 billion of issued debt are also accounted for according to Level 2 above, while the remaining debt are accounted for at amortized cost.

Note 14 Other Liabilities

NOK 1 000	2024	2023
Employees tax deductions and other deductions	772	682
Employers national insurance contribution	1,006	1,302
Accrued holiday allowance	1,305	1,257
Commission payable to shareholder banks	96,428	75,423
Deposits*	2,174	676
Pension liabilities	14,776	14,635
Expected credit loss unused credit lines (flexible loans)	274	367
Accounts payable, securities	11,418	11,274
Other accrued costs	1,014,091	963,052
Total	1,142,244	1,068,669

The Company does not have an overdraft facility or a revolving credit facility as of 31.12.2024

* Deposits represents temporary balances paid in by customers in excess of the original loan amount.

Accounts payable, securities, are such amounts that have been transacted, but not yet settled.

Note 15 Asset Coverage Test

The asset coverage is calculated according to the Financial Services Act § 2-31 (Covered Bond Legislation). The asset coverage test excludes as a cover pool asset any shares of mortgages representing loan to value above the legal maximum of 75 percent.

In addition any defaulted loans, i.e. loans in arrears at or beyond 90 days, are excluded from the asset coverage. Substitute (liquid) assets are included at market values.

NOK 1 000	2024	2023
Covered Bonds	306,465,748	289,488,225
Total Covered Bonds	306,465,748	289,488,225
Residential mortgage loans	292,886,214	275,784,245
Public sector, SSA bond exposure	5,011,636	4,016,895
Reverse repo/ depo less than 100 days	6,401,954	563,555
Exposure to credit institutions (covered bonds)	21,363,046	24,590,563
Derivatives	-	-
Total Cover Pool	325,662,850	304,955,259
Asset-coverage	106.26 %	105.34 %

Liquidity Coverage Ratio (LCR)	2024	2023
Liquid assets	16,221,425	7,503,941
Cash outflow next 30 days	14,714,610	7,354,936
LCR ratio	110.24 %	102.03 %

Net Stable Funding Ratio (NSFR)	2024	2023
Available amount of stable funding	309,949,936	291,177,249
Required amount of stable funding	247,132,012	234,399,335
NSFR ratio	125.42 %	124.22 %

Note 16 Capital Adequacy

The primary goal for the Company's management of capital reserves is to ensure compliance with laws and regulatory requirements. The company's owner banks pay in additional core capital on an as-needed basis, according to the covered bond funding function that Boligkreditt delivers to its banks.

As of December 31, 2020 the Norwegian national implementation of the EU's CRR/CRD IV was amended, which means that the average risk weight on lending secured by residential property in Norway cannot be lower than 20 per cent.

The European Union has approved new regulatory requirements, CRD IV, which is implemented in Norway. The requirement of 18.1 percent total capital for SpareBank 1 Boligkreditt includes:

- Minimum core equity Pillar 1: 4.5 per cent.
- Additional Tier 1 equity capital 1.5 per cent and additional Tier 2 capital 2.0 per cent (can be held as Tier 1 and Tier 2, alternatively as core equity capital).
- Conservation buffer: 2.5 per cent core capital.
- Systemic risk buffer: 4.3 per cent core.
- Countercyclical buffer: 2.5 per cent core equity.
- Pillar 2: 0.8 per cent core equity

With a management buffer of 0.8 per cent added, the target for capital coverage is 18.9 per cent as of December 31, 2024.

Capital. NOK 1 000	2024	2023
Share capital	9,297,349	7,797,215
Premium share fund	4,651,322	3,901,255
Other equity capital	-1,007,549	-337,399
Common equity	12,941,122	11,361,071
Intangible assets	-121	-162
Declared share dividend	-	-
100% deduction of expected losses exceeding loss provisions IRB (CRD IV)	-570,047	-513,437
Prudent valuation adjustment (AVA)	-35,876	-33,094
Deferred taxes	-	-
Core equity capital	12,335,078	10,814,378
Hybrid bond	1,300,000	900,000
Tier 1 equity capital	13,635,078	11,714,378
Supplementary capital (Tier 2)	1,725,000	1,466,500
Total capital	15,360,078	13,180,878

Risk-weighted assets. NOK 1 000	2024	2023
Credit risk IRB		
First lien residential mortgages	64,494,768	58,822,307
Total credit risk IRB	64,494,768	58,822,307
Credit risk standardised approach		
Derivatives and exposures to credit institutions	3,868,534	3,994,290
Covered bonds	2,169,891	2,430,890
Regional governments or local authorities	1,199,897	81,748
Other items	330,827	1,385,509
Total credit risk standardised approach	7,569,149	7,892,437
Market risk	-	-
Operational risk	1,161,617	255,805
CVA Risk	3,462,465	5,192,865
Total risk-weighted assets	76,687,999	72,163,415

Capital coverage	2024	2023
Capital coverage (requirement w/all buffers, 18.1%)	20.03 %	18.27 %
Tier 1 capital coverage (requirement w/all buffers, 16.1%)	17.78 %	16.23 %
Core capital coverage (requirement w/all buffers, 14.6%)	16.08 %	14.99 %
Leverage ratio (requirement 3.0%)	3.94 %	3.61 %

Note 17 Related parties

The Company has 293.788 MNOK loans to customers. These are loans acquired from shareholder banks at market values (i.e. nominal value).

SpareBank 1 SMN

The Company acquires significant support services, including accounting services, back-office and other banking services from SpareBank 1 SMN. These services were previously purchased from SpareBank SR Bank. A complete SLA is established between the Company and SpareBank 1 SMN.

SpareBank 1 - Alliance

In addition the Company has a Transfer and Servicing agreement in place with each individual shareholder bank regulating amongst other things the servicing of mortgage loans.

SpareBank 1 Næringskreditt AS

All employees within SpareBank 1 Boligkreditt AS are also to various degrees working for SpareBank 1 Næringskreditt AS. Twenty percent of the administrative expenses in SpareBank 1 Boligkreditt AS to be charged to SpareBank 1 Næringskreditt AS. This division of administrative expenses between the two companies reflect the actual resources utilisation in SpareBank 1 Boligkreditt AS

Note 18 Collateral received

NOK 1 000	2024	2023
Collateral	13,023,648	4,896,717
Total	13,023,648	4,896,717

SpareBank 1 Boligkreditt has signed ISDA-agreements including CSAs (Credit Support Annexes) with a number of financial institutions that are counterparties in interest rate and currency swaps. These institutions post collateral in the form of cash deposits to SpareBank 1 Boligkreditt. The amount is included in the balance sheet, but represents restricted cash.

Note 19 Restatement due to reclassification

NOK 1000	3. quarter 2024	2. quarter 2024	1. quarter 2024	31.12.2023	4. quarter 2023
Financial statement:					
Interest income from residential mortgage loans	4,080,015	4,027,115	3,940,469	12,843,415	3,760,573
Reclassification	-292,887	-319,790	-265,309	-787,664	-105,728
Interest income from residential mortgage loans restated	3,787,128	3,707,325	3,675,160	12,055,751	3,654,845
Sum total interest income restated	4,300,084	4,227,381	4,114,771	13,287,471	4,080,942
Commission expense to SpareBank 1 Banks	292,887	319,790	265,309	787,664	105,728
Reclassification	-292,887	-319,790	-265,309	-787,664	-105,728
Commission expense to SpareBank 1 Banks restated	0	0	0	0	0

Cash Flow Statement:	30.09.2024	30.06.2024	31.03.2024	31.12.2023
Interest receipts from lending til customers	12,094,292	7,970,998	3,886,951	12,582,674
Reclassification	-862,368	-557,610	-230,907	-751,817
Interest receipts from lending til customers restated	11,231,924	7,413,388	3,656,044	11,830,857
Commissions paid	-862,368	-557,610	-230,907	-751,817
Reclassification	862,368	557,610	230,907	751,817
Commissions paid restated	0	0	0	0

Interest income from residential mortgage loans includes a deduction for an interest margin contribution paid to the owner banks. The net interest margin paid to the banks are treated as transaction costs and are part of the effective interest for the mortgages. Ownership is determined by the relative share of mortgages transferred to SpaBol to be financed with covered bonds from each SpareBank 1 bank. Net interest margin contribution to banks, previously presented as commissions, was restated as of the fourth quarter 2024 in the accounts. Presentation of this contribution as a separate cost line below net interest income could be misleading, and the accounts are therefore restated to include this element in net interest income. See also Note 2 for reference.

Contact Information

SpareBank 1 Boligkreditt AS

Mailing address:
SpareBank 1 Boligkreditt
P.O. Box 243 Sentrum
4002 Stavanger
Norway

Visiting address:
Børehaugen 1b
4006 Stavanger
Norway



Managing Director
Arve Austestad
Phone: +47 950 39 7691



Director Finance and
Investor Relations
Eivind Hegelstad
Phone: +47 954 13 379