

MIFID II PRODUCT GOVERNANCE / PROFESSIONAL INVESTORS AND ELIGIBLE COUNTERPARTIES ONLY TARGET MARKET – Solely for the purposes of each manufacturer’s product approval process, the target market assessment in respect of the Notes has led to the conclusion that: (i) the target market for the Notes is eligible counterparties and professional clients only, each as defined in Directive 2014/65/EU (as amended, **MiFID II**); and (ii) all channels for distribution of the Notes to eligible counterparties and professional clients are appropriate. Any person subsequently offering, selling or recommending the Notes (a **distributor**) should take into consideration the manufacturers’ target market assessment; however, a distributor subject to MiFID II is responsible for undertaking its own target market assessment in respect of the Notes (by either adopting or refining the manufacturer’s target assessment) and determining appropriate distribution channels.

PROHIBITION OF SALES TO EEA RETAIL INVESTORS – The Notes are not intended to be offered, sold or otherwise made available to and should not be offered, sold or otherwise made available to any retail investor in the European Economic Area (**EEA**). For these purposes, a retail investor means a person who is one (or more) of: (i) a retail client as defined in point (11) of MiFID II; or (ii) a customer within the meaning of Directive 2002/92/EC, where that customer would not qualify as a professional client as defined in point (10) of Article 4(1) of MiFID II. Consequently, no key information document required by Regulation (EU) No 1286/2014 (the **PRIIPs Regulation**) for offering or selling the Notes or otherwise making them available to retail investors in the EEA has been prepared and therefore offering or selling the Notes or otherwise making them available to any retail investor in the EEA may be unlawful under the PRIIPS Regulation.

16 April 2018

SpareBank 1 Boligkreditt AS

Issue of GBP 250,000,000 Series 2018-2 1.75 per cent. Covered Bonds due December 2023

under the €25,000,000,000 Global Medium Term Covered Note Programme

PART A – CONTRACTUAL TERMS

Terms used herein shall be deemed to be defined as such for the purposes of the Ordinary Note Conditions set out in the prospectus dated 6 June 2017 and the supplements to the prospectus dated 2 November 2017 and 19 January 2018 and which together constitute a base prospectus (the **Base Prospectus**) for the purposes of the Prospectus Directive (Directive 2003/71/EC) (as amended by Directive 2010/73/EU (the **2010 PD Amending Directive**), the **Prospectus Directive**). This document constitutes the Final Terms of the Notes described herein for the purposes of Article 5.4 of the Prospectus Directive and must be read in conjunction with the Base Prospectus as so supplemented. Full information on the Issuer and the offer of the Notes is only available on the basis of the combination of these Final Terms and the Base Prospectus. The Base Prospectus is available for viewing at, and copies may be obtained from, the specified office of each of the Paying Agents. The Base Prospectus and (in the case of Notes listed on the official list and admitted to trading on the regulated market of the Luxembourg Stock Exchange) the applicable Final Terms will also be published on the website of the Luxembourg Stock Exchange (www.bourse.lu).

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| 1. | Series Number: | 2018-2 |
| 2. | (i) Tranche Number: | 1 |
| | (ii) Series with which Notes will be consolidated and form a single | Not Applicable |

Series:

- (iii) Date on which the Notes will be consolidated and form a single Series with the Series specified above: Not Applicable
3. Specified Currency or Currencies: GBP
4. Aggregate Nominal Amount:
- (i) Series: GBP 250,000,000
- (ii) Tranche: GBP 250,000,000
5. Issue Price: 99.887 per cent. of the Aggregate Nominal Amount
6. (a) Specified Denominations: €100,000 and integral multiples of €1,000 in excess thereof up to and including €199,000. No notes in definitive form will be issued with a denomination above €199,000
- (b) Calculation Amount: GBP 1,000
7. (i) Issue Date: 18 April 2018
- (ii) Interest Commencement Date: Issue Date
8. Maturity Date: 18 December 2023
9. Extended Final Maturity Date: 18 December 2024
10. Interest Basis:
- (i) period to (but excluding) the Maturity Date: 1.75 per cent. per annum Fixed Rate
(further particulars specified in paragraph 15 below)
- (ii) period from (and including) the Maturity Date to (but excluding) the Extended Final Maturity Date: Three (3) month LIBOR plus 0.42 per cent. per annum Floating Rate
(further particulars specified in paragraph 16 below)
11. Redemption/Payment Basis: Redemption at par
12. Change of Interest Basis: Applicable (see paragraph 10 above)
13. Put/Call Options: Not Applicable
14. Date Board approval for issuance of Notes obtained: 30 May 2017

PROVISIONS RELATING TO INTEREST (IF ANY) PAYABLE

15. Fixed Rate Note Provisions	Applicable
(i) Rate(s) of Interest:	1.75 per cent. per annum payable in arrear on each Interest Payment Date
(ii) Interest Payment Date(s):	18 December in each year from (and including) 18 December 2018 up to and including the Maturity Date, in accordance with the Following Business Day Convention
(iii) Fixed Coupon Amount(s):	<p>GBP 17.5 per Calculation Amount (in accordance with the Following Business Day Convention)</p> <p>There will be a short first Interest Period from (and including) the Issue Date up to (but excluding) the first Interest Payment Date of GBP 11.70 per Calculation Amount (in accordance with the Following Business Day Convention)</p>
(iv) Broken Amount(s):	Not Applicable
(v) Day Count Fraction:	Actual/Actual (ICMA)
(vi) Determination Date(s):	18 December in each year
16. Floating Rate Note Provisions	Applicable
(i) Specified Period(s) / Specified Interest Payment Dates:	Each 18 December, 18 March, 18 June and 18 September from but excluding the Maturity Date to and including the earlier of (i) the date on which the Notes are redeemed in full and (ii) the Extended Final Maturity Date, subject to adjustment in accordance with the Business Day Convention set out in subparagraph (ii) below
(ii) Business Day Convention:	Modified Following Business Day Convention
(iii) Business Centre(s):	TARGET 2
(iv) Manner in which the Rate of Interest and Interest Amount is to be determined:	Screen Rate Determination
(v) Party responsible for calculating the Rate of Interest and Interest Amount:	Principal Paying Agent
(vi) Screen Rate Determination:	<p>Applicable</p> <p>Reference Rate: Three (3) month LIBOR</p>
- Reference Rate and relevant financial centre:	Reference Rate: Three (3) month LIBOR

		Relevant financial centre: London
		Relevant time: 11.00 a.m. London time
	- Interest Determination Date(s):	Second day on which the TARGET2 System is open prior to the commencement of the relevant Interest Period.
	- Relevant Screen Page:	Reuters Screen Page LIBOR01 (or any other successor page available).
(vii)	ISDA Determination:	Not Applicable
(viii)	Margin(s):	0.42 per cent. per annum
(ix)	Minimum Rate of Interest:	Not Applicable
(x)	Maximum Rate of Interest:	Not Applicable
(xi)	Day Count Fraction:	Actual/365 (Fixed)

PROVISIONS RELATING TO REDEMPTION

17.	Issuer Call:	Not Applicable
18.	Investor Put:	Not Applicable
19.	Final Redemption Amount of each Note:	GBP1,000 per Calculation Amount
20.	Early Redemption Amount of each Note payable on redemption:	GBP1,000 per Calculation Amount

GENERAL PROVISIONS APPLICABLE TO THE NOTES

21.	Form of Notes:	Bearer Notes:
	(i) Form:	Temporary Bearer Global Note exchangeable on or after the Exchange Date for a Permanent Bearer Global Note which is exchangeable for Bearer Definitive Notes only upon an Exchange Event
	(ii) New Global Note:	Yes
22.	Additional Financial Centre(s)	Not Applicable
23.	Talons for future Coupons to be attached to Definitive Notes (and dates on which such Talons mature):	No
24.	Redenomination applicable:	Not Applicable

Signed on behalf of the Issuer:



By:

Duly authorised

PART B – OTHER INFORMATION

1. LISTING AND ADMISSION TO TRADING

- (i) Listing: Official List of the Luxembourg Stock Exchange.
- (ii) Admission to trading: Application has been made for the Notes to be admitted to trading on the Regulated Market of the Luxembourg Stock Exchange with effect from the Issue Date.
- (iii) Estimate of total expenses related to admission to trading: EUR 3,400

2. RATINGS

- Ratings: The Notes to be issued have been rated:
Moody's: Aaa

3. INTERESTS OF NATURAL AND LEGAL PERSONS INVOLVED IN THE ISSUE

Save for any fees payable to the Managers, so far as the Issuer is aware, no person involved in the issue of the Notes has an interest material to the offer. The Managers and their affiliates have engaged and may in the future engage in investment banking and/or commercial transactions with and may perform other services for the Issuer and/or its affiliates in the ordinary course of business.

4. YIELD (Fixed Rate Notes only)

- Indication of yield: 1.764 per cent. per annum (on a semi-annual basis)
- The yield is calculated as at the Issue Date on the basis of the Issue Price. This is not an indication of future yield.

5. OPERATIONAL INFORMATION

- (i) ISIN Code: XS1808327693
- (ii) Common Code: 180832769
- (iii) CUSIP Code: Not Applicable
- (iv) CINS Code: Not Applicable
- (v) Any clearing system(s) other than Euroclear and Clearstream, Luxembourg or DTC and the relevant identification number(s): Not applicable.
- (vi) Delivery: Delivery against payment

(vii) Names and addresses of additional Paying Agent(s) (if any): Not Applicable

6. DISTRIBUTION

Intended to be held in a manner which would allow Eurosystem eligibility: Yes. Note that the designation "yes" simply means that the Notes are intended upon issue to be deposited with one of the ICSDs as common safekeeper and does not necessarily mean that the Notes will be recognised as eligible collateral for Eurosystem monetary policy and intra day credit operations by the Eurosystem either upon issue or at any or all times during their life. Such recognition will depend upon the European Central Bank being satisfied that Eurosystem eligibility criteria have been met.

U.S. Selling Restrictions: Reg S Compliance Category 2, TEFRA D

7. REASONS FOR THE OFFER

Reasons for the offer: Not applicable.