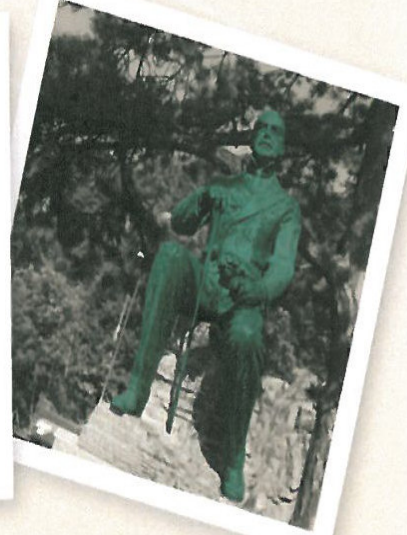
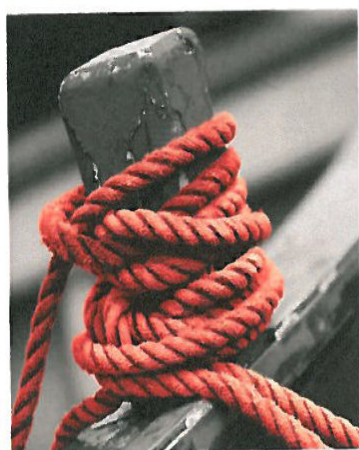
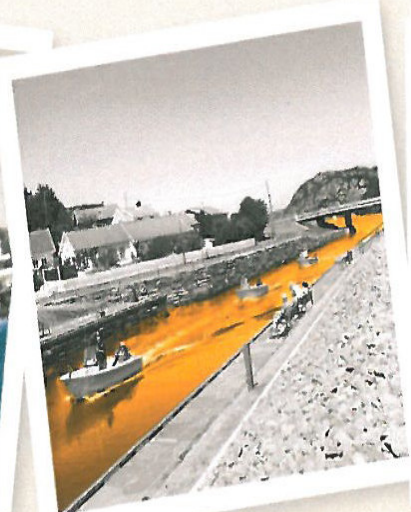
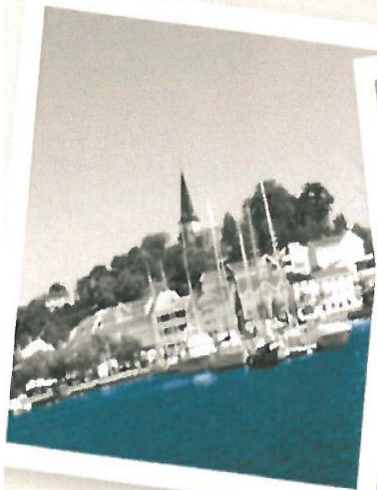


# Sparebanken Pluss



Quarterly Report Q3 2010

## KEY FIGURES\*

As at.	30.09.10	30.06.10	31.03.10	31.12.09	30.09.09
Total income (NOK mill.)	427	275	145	596	451
Total operating expenses (NOK mill.)	143	90	35	201	150
Profit before losses (NOK mill.)	283	186	110	394	300
Net loan losses etc. (NOK mill.)	18	8	6	25	14
Profit before taxes (NOK mill.)	265	177	104	369	287
Total assets (NOK mill)	36.687	37.904	35.640	35.189	34.152
Average total assets (NOK mill.)	36.482	36.356	35.541	32.851	32.369
Growth in total assets (% p.a.)	7,4	22,3	15,1	15,4	21,0
Growth in gross loans (% p.a.)	9,7	8,5	8,8	7,4	10,1
- Retail banking	12,0	9,4	7,3	6,6	6,2
- Corporate banking	7,2	7,1	10,9	9,1	15,7
- Organisations banking	2,9				
Growth in deposits (% p.a.)	11,3	11,5	10,5	9,5	0,6
Overall deposits coverage (Parent bank) (%)	65,1	67,8	63,0	63,4	59,4
Total operating costs in relation to net income (%)	33,5	32,6	24,1	34,0	33,3
After-tax return on equity capital (%)	11,4	11,8	14,3	12,8	13,5
Earnings per EC (NOK)	11,6	8,8	5,3	17,3	13,7
Earnings per EC (NOK) per quarter	2,8	3,5	5,3	3,6	5,4
Equity Certificates (ECs) price (NOK)	160	158	170	172	168
Capital adequacy ratio (%)**	14,27	14,14	14,14	14,18	13,18
Core capital ratio (%)**	12,37	12,23	12,18	12,18	11,25
Core capital ratio (Parent bank) (%)**	14,02	13,79	13,40	13,42	12,20
Number of branches	14	14	14	14	14
Number of man years	176	174	176	172	170

\*Group figures, unless otherwise stated

\*\* Incl. 50 % of the operating result (before taxes)

# THE BOARD OF DIRECTORS' REPORT

## Main features

The main features of the Bank's operations for third quarter, similar to the previous quarters, are as follows:

- High income
- Low cost ratio
- Modest credit losses
- Solid result
- Low level of commitments in default
- Solid balance

## Framework conditions

Norges Bank has this year changed its key interest rate once. In the second quarter Norges Bank raised the key interest rate by 0.25 percentage points to 2.00 per cent.

Annual growth in gross domestic debt to the public, C2, was 5.1 per cent at the end of August – up from 4.7 the previous month. Growth in credit to households was 6.2 per cent. Twelve-month growth in the corporate market was 1.3 per cent, up from the previous month.

So far this year, there has been a price increase on the Oslo Stock Exchange by 2.7 per cent. For the whole of 2009 there was a price increase of 65 per cent.

The figures from NAV show that unemployment at the end of September was 2.8 per cent. Seasonally adjusted, 89,800 people are currently jobless or attending job-boosting schemes arranged by the authorities.

## Operating result

After the third quarter, the Bank (Group) has an operating result, after losses, of NOK 265 million, - against NOK 287 million reported for the same period last year. The result is equivalent to 0.97 per cent of average total assets, against 1.18 at the same time last year.

The Group's net interest income totalled NOK 337 million. As a percentage of average total assets, the net interest amounts to 1.23 per cent.

Other (non-interest) operating income totalled NOK 90 million. In relation to the third quarter - last year, this is a reduction of NOK 55 million. This is mainly due to accounting item "Net value change and gains on securities and foreign exchange" in the last year being NOK 56 million higher than this year. The change is primarily attributable to IFRS principles on the bond portfolio.

Total operating costs amounted to NOK 143 million, a reduction of NOK 7 million in relation to the same period last year. This is due to the fact that during the first quarter, income of NOK 20 million is as a result of changed rules for SERP. Therefore, costs as a percentage of average total assets are reduced from 0.62 per cent at the end of the third quarter of 2009, to 0.52 per cent this year.

Costs as a percentage of income at the end of the third quarter of 2010 was 33.5 per cent.

## Total assets

At the end of the third quarter of 2010, total assets were NOK 36,687 million, up by NOK 2,534 million from the same time last year.

## Deposits

At the end of the third quarter of 2010, deposits from customers were NOK 14,485 million. The growth for the same time last year was NOK 1,466 million, or 11.3 per cent. At the end of the third quarter, 65.1 per cent of the Parent Bank's loans were financed by customer deposits. On a Group basis, this amounted to 49.2 per cent. The growth in total assets is funded mainly through deposits and long-term borrowing in the Norwegian and international money- and capital markets.

## Loans

Gross loans to customers for the Group as a whole have increased by NOK 2,613 million or 9.7 per cent, totalling NOK 29,570 million at the end of the third quarter. Of the total lending portfolio 60.6 per cent are to retail market sector, 31.0 per cent are to corporate sector and 8.4 per cent are to the organisational market. Gross commitments in default (over 90 days) on loans amounted to 0.56 per cent for the Group as a whole. The credit risk for the lending portfolio is still regarded as low.

## Losses on loans and guarantees

Assessment of loans, losses and loss write-downs is handled in accordance with the rules and regulations for the accounting-related handling of loans and guarantees (the lending rules and regulations).

Collective write-downs on loans amount to NOK 91.9 million, and no changes were made in the third quarter.

Individual write-downs on loans have increased by NOK 14.3 million in relation to the beginning of the year, amounting to NOK 50.4 million, including amortised amounts on loans. At the end of the third quarter there was a net recovery of incorporated losses of NOK 2.3 million, so that the net loss cost amounted to NOK 17.8 million.

In the Board of Directors' opinion, the write-downs are sufficient in order to cover the credit risk at the end of the third quarter.

## Equity capital and capital adequacy

The Bank made use of the standard method for credit risk and the basis method for operational risk to calculate capital adequacy in accordance with valid capital adequacy rules and regulations – Basel II.

At the end of the third quarter of 2010, the Group had responsible capital of NOK 2,967 million. The capital adequacy ratio was 14.3 per cent. The core capital coverage totalled 12.4 per cent. The return on equity capital at the end of the third quarter of 2010 was 11.4 per cent, against 13.5 per cent at the end of the third quarter of 2009.

## Pluss Boligkreditt AS

In 2009, Sparebanken Pluss established the wholly-owned subsidiary, Pluss Boligkreditt AS. The company has the required licence to conduct business as a mortgage company, with the right to issue covered bonds (OMF). At the end of the third quarter of 2010, a house mortgage loan portfolio of NOK 7,170 million had been transferred from the Bank to Pluss Boligkreditt AS. The mortgage company has issued preference bonds amounting to NOK 6,400 million. Large parts of this portfolio have been swapped into treasury bills.

## Equity Certificates

A summary of the 20 largest equity owners as of 30.09.10 is included in Notes to the Accounts. So far this year, the result per equity certificate amounts to NOK 11.59.

## Future prospects

The Board of Directors expects that the Bank's operating result for the rest of the year will be satisfactory, but the unrest in several countries' economies and financial markets may still have a negative impact on the Norwegian financial industry.

The development of the Bank's commitments in default and credit losses may also be affected by further economic development, but it is assumed that losses still will be modest.

Kristiansand, 28. October 2010

Arvid Grundekjøn  
Chairman

Norunn Tveiten Benestad  
Deputy Chairman

Kristin Wallevik

Peder Syrdalen

Magne Haug

Bente Pedersen

Stein A Hannevik  
Chief Executive Officer

## Profit and loss account

Parent bank			NOK MILLION		Group		
31.12.09	30.09.09	30.09.10		Note:	30.09.10	30.09.09	31.12.09
1.308	1.025	936	Interest receivable		991	1.103	1.338
921	741	636	Interest payable		654	797	916
<b>387</b>	<b>284</b>	<b>300</b>	<b>NET INTEREST - AND CREDIT COMMISSION INCOME</b>		<b>337</b>	<b>306</b>	<b>422</b>
7	6	7	Dividends		7	6	7
87	65	64	Commissions and income from banking services		64	65	87
13	10	10	Commissions payable and cost from banking services		10	10	13
85	78	22	Net gains/losses from securities and foreign exchange		22	78	85
12	8	12	Other operating income		7	6	9
<b>177</b>	<b>147</b>	<b>94</b>	<b>TOTAL OTHER OPERATING INCOME</b>		<b>90</b>	<b>145</b>	<b>174</b>
165	122	112	Wages,salaries and general administration cost		114	124	166
11	9	9	Depreciation etc. of fixed - and intangible assets		10	9	12
22	17	19	Other operating costs		20	18	24
<b>198</b>	<b>148</b>	<b>141</b>	<b>TOTAL OPERATING COSTS</b>		<b>143</b>	<b>150</b>	<b>201</b>
<b>366</b>	<b>284</b>	<b>253</b>	<b>RESULT BEFORE LOSSES ON LOANS</b>		<b>283</b>	<b>300</b>	<b>394</b>
25	14	18	Losses on loans, guarantees etc.	4	18	14	25
<b>341</b>	<b>270</b>	<b>235</b>	<b>OPERATING RESULT</b>		<b>265</b>	<b>287</b>	<b>369</b>
101	79	65	Taxes		74	83	109
<b>240</b>	<b>191</b>	<b>170</b>	<b>RESULT AFTER TAXES</b>		<b>192</b>	<b>203</b>	<b>260</b>

### Additional result according to IAS 1

<b>240</b>	<b>191</b>	<b>170</b>	<b>RESULT AFTER TAXES</b>		<b>192</b>	<b>203</b>	<b>260</b>
3	0	0	Estimate discrepancy for pensions		0	0	3
<b>237</b>	<b>191</b>	<b>170</b>	<b>Total result</b>		<b>192</b>	<b>203</b>	<b>257</b>

## Profit and loss account in % of average assets

Parent bank					Group		
31.12.09	30.09.09	30.09.10			30.09.10	30.09.09	31.12.09
3,98	4,22	3,50	Interest receivable		3,63	4,54	4,35
2,80	3,05	2,38	Interest payable		2,40	3,28	3,06
<b>1,18</b>	<b>1,17</b>	<b>1,12</b>	<b>NET INTEREST - AND CREDIT COMMISSION INCOME</b>		<b>1,23</b>	<b>1,26</b>	<b>1,28</b>
0,02	0,02	0,03	Dividends		0,02	0,02	0,02
0,26	0,27	0,24	Commissions and income from banking services		0,23	0,27	0,26
0,04	0,04	0,04	Commissions payable and cost from banking services		0,04	0,04	0,04
0,24	0,32	0,08	Net gains/losses from securities and foreign exchange		0,08	0,32	0,24
0,04	0,03	0,04	Other operating income		0,03	0,03	0,03
<b>0,53</b>	<b>0,60</b>	<b>0,35</b>	<b>TOTAL OTHER OPERATING INCOME</b>		<b>0,33</b>	<b>0,60</b>	<b>0,52</b>
0,50	0,50	0,42	Wages,salaries and general administration cost		0,42	0,51	0,51
0,03	0,03	0,03	Depreciation etc. of fixed - and intangible assets		0,04	0,04	0,04
0,07	0,07	0,07	Other operating costs		0,07	0,07	0,07
<b>0,60</b>	<b>0,61</b>	<b>0,53</b>	<b>TOTAL OPERATING COSTS</b>		<b>0,52</b>	<b>0,62</b>	<b>0,61</b>
<b>1,11</b>	<b>1,16</b>	<b>0,95</b>	<b>RESULT BEFORE LOSSES ON LOANS</b>		<b>1,04</b>	<b>1,23</b>	<b>1,19</b>
0,07	0,06	0,07	Losses on loans, guarantees etc.		0,07	0,06	0,07
<b>1,05</b>	<b>1,11</b>	<b>0,88</b>	<b>OPERATING RESULT</b>		<b>0,97</b>	<b>1,18</b>	<b>1,12</b>
0,31	0,32	0,24	Taxes		0,27	0,34	0,33
<b>0,74</b>	<b>0,79</b>	<b>0,64</b>	<b>RESULT AFTER TAXES</b>		<b>0,70</b>	<b>0,84</b>	<b>0,79</b>

### Additional result according to IAS 1

<b>0,74</b>	<b>0,79</b>	<b>0,64</b>	<b>RESULT AFTER TAXES</b>		<b>0,70</b>	<b>0,84</b>	<b>0,79</b>
0,01	0,00	0,00	Estimate discrepancy for pensions		0,00	0,00	0,01
<b>0,73</b>	<b>0,79</b>	<b>0,64</b>	<b>Total result</b>		<b>0,70</b>	<b>0,84</b>	<b>0,78</b>

## Quarterly profit and loss figures

	3. quarter	2. quarter	1. quarter	4. quarter	3. quarter
NOK MILLION	2010	2010	2010	2009	2009
Interest receivable	354	328	309	326	331
Interest payable	243	216	196	211	227
<b>NET INTEREST - AND CREDIT COMMISSION INCOME</b>	<b>111</b>	<b>112</b>	<b>114</b>	<b>116</b>	<b>104</b>
Dividends	2	4	1	1	2
Commissions and income from banking services	21	21	21	22	22
Commissions payable and cost from banking services	4	3	3	3	3
Net gains/losses from securities and foreign exchange	17	-5	10	7	41
Other operating income	3	2	2	2	2
<b>TOTAL OTHER OPERATING INCOME</b>	<b>39</b>	<b>19</b>	<b>31</b>	<b>29</b>	<b>64</b>
Wages, salaries and general administration cost	44	45	25	43	39
Depreciation etc. of fixed - and intangible assets	3	3	3	3	3
Other operating costs	7	6	7	6	6
<b>TOTAL OPERATING COSTS</b>	<b>53</b>	<b>55</b>	<b>35</b>	<b>51</b>	<b>48</b>
<b>RESULT BEFORE LOSSES ON LOANS</b>	<b>98</b>	<b>75</b>	<b>110</b>	<b>94</b>	<b>120</b>
Losses on loans, guarantees etc.	9	2	6	11	3
<b>OPERATING RESULT</b>	<b>88</b>	<b>74</b>	<b>104</b>	<b>83</b>	<b>117</b>
Taxes	26	21	26	26	34
<b>RESULT AFTER TAXES</b>	<b>62</b>	<b>52</b>	<b>77</b>	<b>57</b>	<b>83</b>
<b>Additional result according to IAS 1</b>					
<b>RESULT AFTER TAXES</b>	<b>62</b>	<b>52</b>	<b>77</b>	<b>57</b>	<b>83</b>
Estimate discrepancy for pensions	0	0	0	3	0
<b>Total result</b>	<b>62</b>	<b>52</b>	<b>77</b>	<b>54</b>	<b>83</b>

## QUARTERLY PROFIT AND LOSS FIGURES IN % OF AVERAGE ASSETS

	3. quarter	2. quarter	1. quarter	4. quarter	3. quarter
	2010	2010	2010	2009	2009
<b>Net interest- and credit commission income</b>	<b>1,18</b>	<b>1,22</b>	<b>1,30</b>	<b>1,29</b>	<b>1,19</b>
Total other operating income	0,42	0,21	0,36	0,34	0,73
Total operating costs	0,57	0,61	0,40	0,58	0,55
<b>Result from operations before losses on loans</b>	<b>1,04</b>	<b>0,83</b>	<b>1,26</b>	<b>1,05</b>	<b>1,37</b>
Losses on loans, guarantees etc.	0,10	0,02	0,07	0,12	0,03
<b>Operating result</b>	<b>0,93</b>	<b>0,81</b>	<b>1,18</b>	<b>0,93</b>	<b>1,34</b>

## Balance

Parent bank		NOK MILLION			Group		
31.12.09	30.09.09	30.09.10	ASSETS	Note:	30.09.10	30.09.09	31.12.09
1.762	1.790	1.014	Cash and claims on central banks		1.014	1.790	1.762
81	13	487	Net loans to and claims on credit institutions		79	13	81
22.463	22.046	22.400	Gross loans to customers		29.570	26.957	27.394
37	30	50	- Individual write-downs on loans		50	30	37
92	92	92	- Write-downs of groups of loans		92	92	92
22.334	21.924	22.258	Net loans to and claims on customers	4	29.428	26.835	27.266
10	10	10	Repossessed assets		10	10	10
10.211	9.624	10.249	Certificates, bonds and other interest-bearing securities		5.349	4.724	5.311
172	166	194	Shares and other securities with variable yield		193	165	171
200	150	300	Equities stakes in group companies		0	0	0
0	16	0	Deferred tax benefit		0	16	0
266	268	274	Fixed assets		275	270	268
123	130	140	Other assets		140	130	123
193	198	195	Prepaid costs and accrued income, not yet received		199	201	196
<b>35.354</b>	<b>34.288</b>	<b>35.119</b>	<b>TOTAL ASSETS</b>		<b>36.687</b>	<b>34.153</b>	<b>35.189</b>
<b>LIABILITIES AND EQUITY CAPITAL</b>							
6.813	6.868	6.642	Liabilities to credit institutions		6.642	6.713	6.617
14.164	13.019	14.485	Deposits from and liabilities to customers		14.485	13.019	14.164
10.969	10.786	10.220	Liabilities incurred through issuance of securities		11.717	10.786	10.969
128	182	219	Other liabilities		219	182	128
73	78	66	Payable taxes		82	83	81
268	478	406	Incurred costs and prepaid income		419	481	272
93	89	76	Provisions against liabilities and costs		76	89	93
12	0	12	Deferred taxes		12	0	12
698	698	698	Subordinated loans		698	698	698
<b>33.218</b>	<b>32.197</b>	<b>32.824</b>	<b>TOTAL LIABILITIES</b>		<b>34.350</b>	<b>32.051</b>	<b>33.034</b>
<b>EQUITY CAPITAL</b>							
159	159	159	Paid-in equity capital		159	159	159
1.977	1.932	2.136	Accrued equity capital		2.177	1.943	1.996
<b>2.136</b>	<b>2.092</b>	<b>2.295</b>	<b>TOTAL EQUITY CAPITAL</b>		<b>2.337</b>	<b>2.102</b>	<b>2.155</b>
<b>35.354</b>	<b>34.288</b>	<b>35.119</b>	<b>TOTAL LIABILITY AND EQUITY CAPITAL</b>		<b>36.687</b>	<b>34.153</b>	<b>35.189</b>

# CHANGES IN EQUITY CAPITAL

Group

NOK MILLION	EC - capital	Premium Fund	Savings Bank's Fund	Donnations Fund	Dividend Equalisation Fund	Fund for value		Total
						adjustm. and estimate deviations		
<b>Balance 31.12.2008</b>	125	34	1.712	30	11	0		<b>1.912</b>
Paid dividens for 2008	0	0	-15	0	0	0		-15
Tot result	0	0	203	0	0	1		204
<b>Balance 30.09.2009</b>	125	34	1.900	30	11	1		<b>2.102</b>
Tot result	0	0	43	0	11	-1		53
<b>Balance 31.12.2009</b>	125	34	1.943	30	22	0		<b>2.155</b>
Paid dividens for 2009	0	0	-11	0	0	0		-11
Tot result	0	0	192	0	0	0		192
<b>Balance 30.09.2010</b>	125	34	2.125	30	22	0		<b>2.337</b>

Parent bank

NOK MILLION	EC - capital	Premium Fund	Savings Bank's Fund	Donnations Fund	Dividend Equalisation Fund	Fund for value		Total
						adjustm. and estimate deviations		
<b>Balance 31.12.2008</b>	125	34	1.712	30	11	0		<b>1.912</b>
Paid dividens for 2008	0	0	-15	0	0	0		-15
Tot result	0	0	191	0	0	1		193
<b>Balance 30.09.2009</b>	125	34	1.889	30	11	1		<b>2.092</b>
Tot result	0	0	35	0	11	-1		45
<b>Balance 31.12.2009</b>	125	34	1.924	30	22	0		<b>2.136</b>
Paid dividens for 2009	0	0	-11	0	0	0		-11
Tot result	0	0	170	0	0	0		170
<b>Balance 30.09.2010</b>	125	34	2.083	30	22	0		<b>2.295</b>

# Cash flow statement

Parent bank			NOK MILLION	Group		
31.12.09	30.09.09	30.09.10		30.09.10	30.09.09	31.12.09
<b>Cash flows from operating activities</b>						
1.324	838	936	Interest receivable	990	915	1.445
-958	-587	-624	Interest payable	-634	-642	-1.043
7	6	7	Dividends received	7	6	7
83	66	76	Other payments received	72	64	83
-188	-147	-161	Other payments made	-163	-149	-194
2	1	2	Recoveries relating to confirmed losses	2	1	2
-88	-88	-70	Payment of tax	-70	-88	-88
-6	-6	-9	Payment - donations	-9	-6	-6
1.228	82	322	Net change in deposits from customers	322	82	1.228
3.001	3.422	57	Changes in net loans to and claims on customers	-2.182	-1.488	-1.931
<b>4.405</b>	<b>3.588</b>	<b>534</b>	<b>Net cash flow from operating activities</b>	<b>-1.666</b>	<b>-1.306</b>	<b>-497</b>
<b>Cash flow from investment activities</b>						
5.949	5.828	7.703	Payment received relating to securities	7.703	5.828	5.949
-13.847	-13.090	-7.842	Payment relating to securities	-7.842	-8.039	-8.747
1	0	0	Payment received in fixed assets	0	0	1
-30	-28	-17	Payment in fixed assets	-17	-30	-33
82	283	6	Change in other claims	6	280	82
<b>-7.845</b>	<b>-7.007</b>	<b>-149</b>	<b>Net cash flow from investment activities</b>	<b>-149</b>	<b>-1.961</b>	<b>-2.748</b>
<b>Cash flows from financing activities</b>						
7	75	-405	Net change in deposits from customers	298	75	7
5.153	5.209	171	Net change in deposits from Norges Bank and other finan	171	5.053	4.957
2.011	1.395	851	Payment received of bond debt	2.348	1.395	2.011
-3.450	-3.016	-1.600	Payment of bond debt	-1.600	-3.016	-3.450
-258	-193	-141	Change in short-term liabilities	-141	-190	-258
0	0	0	Subordinated loan capital	0	0	0
-15	-15	-11	Payment of dividend	-11	-15	-15
<b>3.448</b>	<b>3.455</b>	<b>-1.136</b>	<b>Net cash flow from financing activities</b>	<b>1.066</b>	<b>3.302</b>	<b>3.252</b>
<b>7</b>	<b>36</b>	<b>-748</b>	<b>Net change in liquid assets during the year</b>	<b>-748</b>	<b>36</b>	<b>7</b>
<b>1.755</b>	<b>1.755</b>	<b>1.762</b>	<b>Liquid assets as at 01.01.</b>	<b>1.762</b>	<b>1.755</b>	<b>1.755</b>
<b>1.762</b>	<b>1.790</b>	<b>1.014</b>	<b>Liquid assets as at end of period</b>	<b>1.014</b>	<b>1.790</b>	<b>1.762</b>



## Segment reporting as at

### Result

NOK MILLION	30.09.2010					30.09.2009				
	Retail Sector	Corporate Sector	Bolig-kreditt	Undistri-buted	Total	Retail Sector	Corporate Sector	Bolig-kreditt	Undistri-buted	Total
<b>NET INTEREST INCOME</b>	182	114	37	3	337	177	98	22	9	306
Other operating income	92	11	0	-14	90	64	10	0	71	145
Total operating cost	69	18	7	49	143	67	15	5	63	150
<b>RESULT BEFORE LOSSES</b>	<b>205</b>	<b>107</b>	<b>30</b>	<b>-59</b>	<b>283</b>	<b>174</b>	<b>92</b>	<b>17</b>	<b>17</b>	<b>300</b>
Losses on loans	5	11	0	1	18	-1	14	0	1	14
<b>OPERATING RESULT</b>	<b>200</b>	<b>96</b>	<b>30</b>	<b>-61</b>	<b>265</b>	<b>175</b>	<b>79</b>	<b>17</b>	<b>16</b>	<b>287</b>

### Balance

NOK MILLION	30.09.2010					30.09.2009				
	Retail Sector	Corporate Sector	Bolig-kreditt	Undistri-buted	Total	Retail Sector	Corporate Sector	Bolig-kreditt	Undistri-buted	Total
Net loans to customers	11.887	9.105	7.170	1.265	29.428	12.278	8.454	4.911	1.193	26.835
Other assets	648	549	6	6.055	7.259	606	516	55	6.142	7.319
<b>Total assets</b>	<b>12.535</b>	<b>9.655</b>	<b>7.176</b>	<b>7.320</b>	<b>36.687</b>	<b>12.884</b>	<b>8.969</b>	<b>4.966</b>	<b>7.335</b>	<b>34.153</b>
Deposits from customers	7.454	4.846	0	2.184	14.485	7.051	4.317	0	1.651	13.019
Other liabilities and equity capital	5.081	4.809	7.176	5.136	22.201	5.833	4.652	4.966	5.684	21.135
<b>Total liabilities and equity capital</b>	<b>12.535</b>	<b>9.655</b>	<b>7.176</b>	<b>7.320</b>	<b>36.687</b>	<b>12.884</b>	<b>8.969</b>	<b>4.966</b>	<b>7.335</b>	<b>34.153</b>

## NOTES TO THE ACCOUNTS

The consolidated financial statement for the third quarter of 2010 is prepared in accordance with IFRS (including IAS 34). The interim financial statements are prepared using the same accounting principles used in the annual financial statements. Please refer to the 2009 Annual Report for more information on the accounting principles. The interim report is not audited. Notes are entered in NOK million.

The accounts are presented in Norwegian Kroner, which is the Group's functional currency.

### 1. Pension:

There have been new actuarial calculations as of 31.03.2010, as a result of the changing rules for statutory early retirement pension (SERP). The effect of these changing SERP rules is estimated to have constituted a one-off reduction in pension liabilities of NOK 19.7 million. This is recognised in the income statement as a reduction of pension costs. The accounting recognition of the new SERP scheme has not yet been clarified, but this will happen during the course of 2010.

### 2. Shares:

The merger of PBS Holding and Nordito AS occurred on 14. April 2010 and as a result, the shares in Nordito AS were revalued by NOK 12.7 million during the first quarter of 2010. The valuation of the shares in Nordito AS is based on the exchange ratio in the merger, and own assessments.

### 3. Tax:

Tax costs accrued during the year are based on the estimate of costs on an annual basis.

## 4. LOSSES ON LOANS

Parent bank			Write-downs on loans and losses on guarantees	Group		
31.12.09	30.09.09	30.09.10	Losses on loans in the period	30.09.10	30.09.09	31.12.09
25	14	18	Write-downs of loans	18	14	25
-	-	-	Losses on guarantees	-	-	-
25	14	18	= Write-downs on loans and losses on guarantees	18	14	25
<b>Write-downs on loans:</b>						
-5	-12	14	Changes in specific write-downs of loans in the period	14	-12	-5
-	-	-	+ Changes in write-down on groups of loans in the period	-	-	-
3	2	2	+ Amortised loans	2	2	3
25	21	2	+ Confirmed losses in the period for which specific write-downs have previously been made	2	21	25
4	3	2	+ Confirmed losses in the period for which no specific write-downs have previously been made	2	3	4
2	1	2	- Recoveries from previous confirmed losses	2	1	2
25	14	18	= Write-down on loans in the period	18	14	25
<b>Changes in specific write-downs:</b>						
41	41	36	Specific write-downs of loans as at 01.01. excl. amort. loans	36	41	41
25	21	2	- Confirmed losses on loans in the period for which write-downs have previously been made	2	21	25
11	10	21	+ Increased specific write-downs in the period	21	10	11
21	10	2	+ New specific write-downs in the period	2	10	21
13	10	7	- Recoveries from write-downs in the period	7	10	13
1	1	1	+ Amortised loans	1	1	1
37	30	51	= Specific write-downs and amortised loan	51	30	37
<b>Changes in write-downs on groups of loans:</b>						
92	92	92	Write-downs of groups of loans as at 01.01.	92	92	92
-	-	-	+ Changes in write-downs of groups of loans in the period	-	-	-
92	92	92	Write-downs of groups of loans	92	92	92
<b>Defaulted loans and bad and doubtful commitments</b>						
31.12.09	30.09.09	30.09.10	Defaulted loans/credits	30.09.10	30.09.09	31.12.09
0,30 %	0,34 %	0,75 %	Gross defaulted loans >90 days as a % of gross loans	0,56 %	0,28 %	0,25 %
<b>Defaulted loans/credits</b>						
103	49	60	Gross defaulted loans 30 - 60 days	60	49	103
4	19	8	Gross defaulted loans 60 - 90 days	8	19	4
68	75	166	Gross defaulted loans > 90 days	166	75	68
176	143	234	Gross defaulted loans/credits	234	143	176
25	16	42	- Specific write-downs	42	16	25
150	127	192	Net defaulted loans/credits	192	127	150
<b>Other bad and doubtful loans/credits</b>						
60	85	33	Other bad and doubtful loans/credits with write-downs	33	85	60
11	14	8	- Specific write-downs	8	14	11
49	71	25	Net other bad and doubtful loans/credits	25	71	49
<b>Gross defaulted loans and bad and doubtful commitments</b>						
236	229	267	Gross defaulted loans and bad/doubtful commitments	267	229	236
37	30	50	- Specific write-downs	50	30	37
200	199	217	Net defaulted loans and bad/doubtful commitments	217	199	200

## 5. CAPITAL ADEQUACY

Parent bank			Group			
31.12.09	30.09.09	30.09.10		30.09.10	30.09.09	31.12.09
15,62 %	14,29 %	16,20 %	Capital adequacy ratio*	14,27 %	13,18 %	14,18 %
13,42 %	12,20 %	14,02 %	Core capital adequacy ratio*	12,37 %	11,25 %	12,18 %
1.450	1.519	1.447	Minimum requirements for equity and related capital	1.664	1.653	1.597
18.124	18.993	18.090	Total calculation basis	20.799	20.665	19.965
2.831	2.714	2.931	Net equity and related capital*	2.967	2.723	2.831
2.432	2.316	2.536	Core capital*	2.572	2.325	2.432
398	398	395	Supplementary capital	395	398	398
1.450	1.519	1.447	Minimum requirements for equity capital	1.664	1.653	1.597
1.382	1.458	1.380	Capital requirements for credit risk according to the standard method	1.595	1.591	1.527
76	69	76	Capital requirements for operational risk	77	70	77
-8	-8	-8	Deduction in the capital requirements	-8	-8	-8

\* Incl. 50 % of the operating result (before taxes), however the interim report is not audited.

## 6. EQUITY CERTIFICATES (EC)

### The 20 largest EC holders as at 30.09.2010

NAME	Number of ECs held	% part of total EC capital	NAME	Number of ECs held	% part of total EC capital
1. Glastad Farsund AS	91.250	7,30	11. Allumgården	18.350	1,47
2. Sparebankstiftelsen DnB NOR	62.300	4,98	12. Flekkefjord Sparebank	15.800	1,26
3. Varodd AS	32.800	2,62	13. Høl Sparebank	15.000	1,20
4. Sparebanken Sør	31.600	2,53	14. Strømme Leif	13.400	1,07
5. Terra Utbytte VPF	27.700	2,22	15. Bratland Bjørn	12.800	1,02
6. Brøvig Holding AS	27.000	2,16	16. Ringerikes Sparebank	11.500	0,92
7. MP Pensjon	26.900	2,15	17. Apriori Holding AS	10.700	0,86
8. Spareskillingsbanken	26.600	2,13	18. Rynning Jens Emil	10.568	0,85
9. Gumpens Auto AS	26.350	2,11	19. Engelschiøn Marwell Hauge pens	10.500	0,84
10. Birkenes Sparebank	20.000	1,60	20. Mørch Gerd Turid	10.200	0,82
<b>Total- 10 largest owners</b>	<b>372.500</b>	<b>29,80</b>	<b>Total- 20 largest owners</b>	<b>501.318</b>	<b>40,11</b>

As at 30.09.10, Sparebanken Pluss owned none of the Bank's Equity Certificates. The Bank's EC capital totalled NOK 125 million, made up 1.250.000 EC, each of a nominal value of NOK 100.