



## PROFIT AND LOSS ACCOUNT

(NOK 1.000)

PER CENT OF AVERAGE ASSETS

<b>30.6.06</b>	<b>30.6.05</b>	<b>31.12.05</b>		<b>30.6.06</b>	<b>30.6.05</b>	<b>31.12.05</b>
356.319	261.281	562.477	Interest receivable and similar income	3,81	3,35	3,44
197.427	115.847	262.980	Interest payable and similar costs	2,11	1,49	1,61
<b>158.892</b>	<b>145.433</b>	<b>299.497</b>	<b>Net interest- and credit commission income</b>	<b>1,70</b>	<b>1,87</b>	<b>1,83</b>
4.664	3.793	4.032	Dividends and other income from securities with var. yield	0,05	0,05	0,02
46.229	39.578	82.321	Commissions and income from banking services	0,49	0,51	0,50
6.818	6.578	13.559	Commissions payable and costs of banking services	0,07	0,08	0,08
16.686	4.141	6.773	Net gains from foreign exchange and securities	0,18	0,05	0,04
4.164	4.494	10.027	Other operating income	0,04	0,06	0,06
64.925	45.427	89.594	Sum other operating income	0,69	0,58	0,55
72.918	69.461	139.070	Wages, salaries and general administration costs	0,78	0,89	0,85
4.993	5.377	10.736	Depreciation etc. of fixed - and intangible assets	0,05	0,07	0,07
9.808	9.317	18.511	Other operating costs	0,10	0,12	0,11
87.719	84.155	168.317	Sum operating costs	0,94	1,08	1,03
<b>136.098</b>	<b>106.706</b>	<b>220.774</b>	<b>Result from ordinary operations before losses on loans</b>	<b>1,46</b>	<b>1,37</b>	<b>1,35</b>
-3.861	351	-494	Losses on loans, guarantees etc.	-0,04	0,00	0,00
<b>139.959</b>	<b>106.355</b>	<b>221.268</b>	<b>Operating result</b>	<b>1,50</b>	<b>1,37</b>	<b>1,35</b>
37.730	31.375	64.169	Taxes	0,40	0,40	0,39
<b>102.229</b>	<b>74.980</b>	<b>157.099</b>	<b>Result after taxes</b>	<b>1,10</b>	<b>0,97</b>	<b>0,96</b>

## BALANCE SHEET

(NOK 1.000)

<b>ASSETS</b>	<b>As at 30.06.06</b>	<b>As at 30.06.05</b>	<b>As at 31.12.05</b>
Cash-in-hand and claims on central banks	411.812	458.991	653.355
Net loans to and claims on credit institutions	583.615	273.881	277.042
Gross loans	17.453.634	15.090.580	16.109.961
- Specific write-downs	16.827	18.986	20.337
- Write-downs of groups of loans	81.631	101.900	101.900
Net loans to and claims on customers	17.355.176	14.969.694	15.987.724
Repossessed assets	348	337	337
Certificates, bonds and other interest-bearing securities	794.541	797.846	851.776
Shares	35.572	38.918	39.126
Fixed assets	118.350	118.132	117.615
Other assets	24.230	11.249	12.710
Prepaid costs and accrued income, not yet received	96.549	87.359	112.491
<b>TOTAL ASSETS</b>	<b>19.420.194</b>	<b>16.756.407</b>	<b>18.052.177</b>
<b>LIABILITIES AND EQUITY CAPITAL</b>	<b>As at 30.06.06</b>	<b>As at 30.06.05</b>	<b>As at 31.12.05</b>
Liabilities to credit institutions	221.678	358.027	420.198
Deposits from and liabilities to customers	10.696.468	9.357.928	9.648.238
Liabilities incurred through issuance of securities	6.322.195	5.394.754	5.943.063
Other liabilities	129.138	109.821	143.558
Incurring costs and prepaid income	168.019	124.278	133.241
Provisions against liabilities and costs	26.511	22.772	21.908
Capital bond	297.175	0	297.025
<b>TOTAL LIABILITIES</b>	<b>17.861.183</b>	<b>15.367.580</b>	<b>16.607.231</b>
Primary Capital Certificates	125.000	125.000	125.000
Premium Fund	34.324	34.324	34.324
The Savings Bank's Fund	1.286.584	1.145.203	1.276.130
Dividend Equalisation Fund	10.874	9.320	9.492
Retained earnings	102.229	74.980	0
<b>TOTAL EQUITY CAPITAL</b>	<b>1.559.011</b>	<b>1.388.827</b>	<b>1.444.946</b>
<b>TOTAL LIABILITIES AND EQUITY CAPITAL</b>	<b>19.420.194</b>	<b>16.756.407</b>	<b>18.052.177</b>
<b>Total off-balance sheet items</b>	<b>1.211.205</b>	1.047.663	1.180.178

## QUARTERLY PROFIT AND LOSS FIGURES

(NOK 1.000)

	2nd quarter	1st quarter	4th quarter	3rd quarter	2nd quarter
	2006	2006	2005	2005	2005
Interest receivable and similar income	186.043	170.276	157.546	143.651	135.317
Interest payable and similar costs	105.067	92.360	79.924	67.209	60.698
<b>Net interest- and credit commission income</b>	<b>80.976</b>	<b>77.916</b>	<b>77.622</b>	<b>76.442</b>	<b>74.618</b>
Dividends and other income from securities with var. yield	878	3.786	239	0	3.793
Commissions and income from banking services	24.799	21.430	22.347	20.396	21.919
Commissions payable and costs of banking services	3.215	3.603	3.508	3.473	3.340
Net gains from foreign exchange and securities	14.853	1.833	745	1.888	2.421
Other operating income	2.047	2.117	2.066	3.467	1.950
<b>Sum other operating income</b>	<b>39.362</b>	<b>25.563</b>	<b>21.889</b>	<b>22.278</b>	<b>26.741</b>
Wages, salaries and general administration costs	37.152	35.766	35.245	34.364	35.142
Depreciation etc. of fixed - and intangible assets	2.362	2.631	2.723	2.636	2.707
Other operating costs	4.704	5.104	4.541	4.653	4.512
<b>Sum operating costs</b>	<b>44.218</b>	<b>43.501</b>	<b>42.509</b>	<b>41.653</b>	<b>42.361</b>
<b>Result from ordinary operations before losses on loans</b>	<b>76.120</b>	<b>59.978</b>	<b>57.001</b>	<b>57.067</b>	<b>58.998</b>
Losses on loans, guarantees etc.	-3.992	131	-177	-668	-802
<b>Operating result</b>	<b>80.112</b>	<b>59.848</b>	<b>57.178</b>	<b>57.735</b>	<b>59.800</b>
Taxes	20.075	17.655	15.762	17.032	17.641
<b>Result after taxes</b>	<b>60.037</b>	<b>42.193</b>	<b>41.416</b>	<b>40.703</b>	<b>42.159</b>

## QUARTERLY PROFIT AND LOSS FIGURES IN PER CENT OF AVERAGE ASSETS

	2nd quarter	1st quarter	4th quarter	3rd quarter	2nd quarter
	2006	2006	2005	2005	2005
<b>Net interest- and credit commission income</b>	<b>1,70</b>	<b>1,70</b>	<b>1,79</b>	<b>1,82</b>	<b>1,87</b>
Sum other operating income	0,82	0,56	0,50	0,55	0,67
Sum operating costs	0,92	0,95	0,98	0,99	1,06
<b>Result from ordinary operations before losses on loans</b>	<b>1,60</b>	<b>1,31</b>	<b>1,31</b>	<b>1,37</b>	<b>1,47</b>
Losses on loans, guarantees etc.	-0,08	0,00	0,00	-0,02	-0,02
<b>Operating result</b>	<b>1,68</b>	<b>1,31</b>	<b>1,31</b>	<b>1,39</b>	<b>1,49</b>

## KEY FIGURES AS AT

	30.6.06	31.3.06	31.12.05	30.9.05	30.6.05
Growth in gross loans (% p.a.)	15,7	16,8	17,3	18,3	19,4
- Retail banking	18,1	19,0	20,3	20,0	19,9
- Corporate banking	11,3	13,2	12,3	15,4	19,2
Growth in deposits (% p.a.)	14,3	18,0	15,8	17,7	21,6
Growth in total assets (%p.a.)	15,9	22,0	19,9	16,8	20,4
Average assets (NOK mill.)	18.850	18.544	16.330	16.018	15.712
Loan loss ratio (%)	-0,02	0,00	0,00	0,00	0,00
Overall deposit coverage (%) <sup>1</sup>	61,6	61,4	60,4	60,7	62,5
After-tax return on equity capital (%) <sup>2</sup>	13,9	11,6	11,4	11,3	11,2
Total other operating costs in relation to net income(%) <sup>3</sup>	39,2	42,0	43,3	43,5	44,1
Earnings per PCC (NOK) <sup>4</sup>	9,6	3,9	16,1	11,9	7,7
Earnings per PCC (NOK) per quarter	5,7	3,9	4,2	4,2	4,3
Primary Capital Certificates (PCCs) price (NOK)	225	234	255	236	225
Number of branches	15	15	15	15	15
Number of man years	163	162	162	162	160

**Definitions:** <sup>1</sup> Deposits from and liabilities to customers, divided by loans to and claims on customers. <sup>2</sup> After-tax result, divided by average equity capital.

<sup>3</sup> Total other operating costs, divided by net interest- and credit commission income plus total other (non-interest) operating income. <sup>4</sup> PCC-holders' share of operating result after tax, divided by average number of outstanding certificates.

## NOTES TO THE ACCOUNTS

The accounts have been completed in accordance with the Banking, Insurance and Securities Commission's rules and regulations. In view of the fact that the Bank does not have any subsidiaries it does not have to report according to the new IFRS rules and regulations from 2005. All figures included in the attached Notes to the Accounts are in NOK thousand.

	As at 30.06.06	As at 30.06.05	As at 31.12.05
<b>Losses on loans in the period</b>			
Write-downs of loans	-3.860	351	-519
Losses on guarantees	0	0	25
<b>Write-down on loans and losses on guarantees</b>	<b>-3.860</b>	<b>351</b>	<b>-494</b>
<b>Losses on loans</b>			
Changes in specific write-downs of loans in the period	-1.528	-2	1.349
+ Changes in write-down on groups of loans in the period	-3.830	0	0
+ Confirmed losses in the period for which specific write-downs have previously been made	1.551	602	648
+ Confirmed losses in the period for which no specific write-downs have previously been made	602	895	1.565
- Recoveries from previous confirmed losses	655	1.144	4.081
<b>= Write-down on loans in the period</b>	<b>-3.860</b>	<b>351</b>	<b>-519</b>
<b>Changes in specific write-downs</b>			
Specific write-downs of loans as at 1.1	20.337	18.988	18.988
- Confirmed losses on loans in the period for which specific write-downs have previously been made	1.551	602	648
+ Increased specific write-downs in the period	1.103	1.220	1.574
+ New specific write-downs in the period	1.100	272	2.347
- Recoveries from specific write-downs in the period.	4.162	892	1.924
<b>= Specific write-downs.</b>	<b>16.827</b>	<b>18.986</b>	<b>20.337</b>
<b>Changes in write-downs on groups of loans</b>			
Write-downs of groups of loans as at 1.1	85.461	101.900	101.900
+ Changes in write-downs of groups of loans in in the period	-3.830	0	0
<b>= Write-downs of groups of loans as at 1.1</b>	<b>81.631</b>	<b>101.900</b>	<b>101.900</b>
<b>Defaulted loans/credits</b>			
Gross defaulted loans/credits>90 days	18.992	18.907	15.632
- Specific write-downs	2.339	2.180	1.923
<b>= Net defaulted loans/credits</b>	<b>16.653</b>	<b>16.727</b>	<b>13.709</b>
Gross defaulted loans as a percentage of gross loans	0,11 %	0,13 %	0,10 %
<b>Other bad and doubtful loans/credits</b>			
Other bad and doubtful loans/credits, against which write-downs have been made	46.066	56.828	54.636
- Specific write-downs	14.489	16.806	18.415
<b>= Net other bad and doubtful loans/credits</b>	<b>31.577</b>	<b>40.022</b>	<b>36.221</b>
<b>Gross defaulted loans and bad and doubtful commitments</b>			
Gross defaulted loans and bad and doubtful commitments	65.058	75.735	70.268
- Specific write-downs	16.828	18.986	20.338
<b>Net defaulted loans and bad and doubtful commitments</b>	<b>48.230</b>	<b>56.749</b>	<b>49.930</b>

<b>Equity capital movements</b>	<b>AS at 30.6.06</b>	<b>AS at 30.6.05</b>	<b>AS at 31.12.05</b>
Primary Capital Certificates	125.000	125.000	125.000
Premium Fund	34.324	34.324	34.324
The Savings Bank's Fund	1.286.584	1.145.203	1.276.130
Dividend Equalisation Fund	10.874	9.320	9.492
Equity Capital	1.456.782	1.313.847	1.444.946
Retained earnings	102.229	74.980	0
<b>Total Equity Capital</b>	<b>1.559.011</b>	<b>1.388.827</b>	<b>1.444.946</b>

#### **Capital adequacy**

Net equity and related capital*	1.740.524	1.285.595	1.718.573
Risk-weighted asset total	12.547.770	11.036.500	11.605.884
Capital adequacy as a percentage*	13,87	11,65	14,81
Capital adequacy ratio, including 50 per cent of the result in the period	14,43	12,13	

\* Result so far this year not included in computation

#### **The 20 largest PCC holders as at 30.06.2006**

<b>NAME</b>	<b>Number of PCCs held</b>	<b>% part of total PCC capital</b>	<b>NAME</b>	<b>Number of PCCs held</b>	<b>% part of total PCC capital</b>
1. Sparebankstiftelsen DnB Nor	60.000	4,80	11. Flekkefjord Sparebank	15.800	1,26
2. Terra Utbytte VPF	59.950	4,80	12. Hol Sparebank	15.000	1,20
3. Sparebanken Rogaland Finan	33.352	2,67	13. Bratland Bjørn	12.800	1,02
4. Sparebanken Sør	31.600	2,53	14. Allumgården	12.350	0,99
5. Deutsche Bank AG	28.476	2,28	15. MP Pensjon	12.000	0,96
6. T K Brøvig AS	26.700	2,14	16. Strømme Leif	12.000	0,96
7. Spareskillingsbanken	26.600	2,13	17. Akselsen Carsten	10.250	0,82
8. Varodd AS	24.700	1,98	18. Pareto AS	10.150	0,81
9. Gumpens Auto AS	20.750	1,66	19. Lillesand Sparebank	10.000	0,80
10. Birkenes Sparebank	20.000	1,60	20. Larsen AS	10.000	0,80
<b>Total - 10 largest PCC holders</b>	<b>332.128</b>	<b>26,57</b>	<b>Total - 20 largest PCC holders</b>	<b>452.478</b>	<b>36,20</b>

As at 30.6.2006, Sparebanken Pluss owned none of the Bank's Primary Capital Certificates (PCCs). The Bank's PCC capital totalled NOK 125 million, made up 1,250,000 PCCs, each of a nominal value of NOK 100.