

Total assets NOKm 37697
CEO Geir Bergskaug
WEB www.sor.no

Rank 8
S&P / Moody's / Fitch na / A3 / na
Alliance Independent

Financials

Income Statement (NOKm)	2006	2007	2008	2009	2010
Net interest income	497	559	629	623	668
Operating noninterest income	241	270	57	176	387
Total expenses	-433	-480	-554	-482	-459
Profit before loan losses	305	349	132	317	596
Loan losses	1	-12	-114	-109	-122
Net profit for the period	218	238	-20	152	368

Balance Sheet (NOKm)	2006	2007	2008	2009	2010
Cash and central banks	70	543	975	479	429
Net loans to credit institutions	645	214	21	159	16
Net loans to the public	22 102	25 816	28 340	29 213	30 985
Fixed-income securities	2 750	2 807	2 797	4 550	5 337
Other securities	285	287	742	336	350
Total assets	26 227	30 178	33 675	35 340	37 697
Total deposits	15 722	17 286	18 184	23 049	22 947
Issued debt securities	7 617	9 711	11 882	8 664	11 034
Subordinated debt	299	292	299	700	300
Total liabilities	24 164	27 895	31 408	32 898	34 941
Total shareholders' equity	2 063	2 283	2 267	2 442	2 756

Growth %	2006	2007	2008	2009	2010
Net interest income	5 %	12 %	13 %	-1 %	7 %
Total income	6 %	12 %	-17 %	16 %	32 %
Total expenses	8 %	11 %	15 %	-13 %	-5 %
Net profit	1 %	9 %	na	na	142 %
Total assets	22 %	15 %	12 %	5 %	7 %
Total net lending	16 %	17 %	10 %	3 %	6 %
Deposits from the public	19 %	8 %	2 %	6 %	2 %

Asset Quality %	2006	2007	2008	2009	2010
Loan loss provisions / Loans to the public	neg	0.05 %	0.40 %	0.37 %	0.39 %
Loan loss provisions / Total income	neg	1.45 %	16.62 %	13.64 %	11.56 %
Impaired loans / Loans to the public	1.1 %	0.9 %	1.2 %	1.3 %	1.9 %

Profitability %	2006	2007	2008	2009	2010
RoE	11.2 %	11.0 %	-0.9 %	6.5 %	14.2 %
RoA	0.9 %	0.8 %	-0.1 %	0.4 %	1.0 %
RoRWA	1.3 %	1.2 %	-0.1 %	0.8 %	1.8 %
Net interest margin	2.1 %	2.0 %	2.0 %	1.8 %	1.8 %

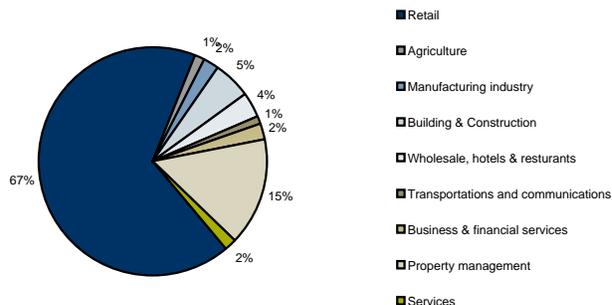
Capital (NOKm) %	2006	2007	2008	2009	2010
Total capital	2 333	2 551	2 506	3 115	3 225
Risk-weighted assets	17 993	21 159	19 747	19 746	20 799
Tier 1 ratio	13.0 %	10.6 %	11.1 %	14.1 %	14.0 %
Capitalisation ratio	13.0 %	12.1 %	12.7 %	15.8 %	15.5 %

Liquidity %	2006	2007	2008	2009	2010
Net loans to the public / Total assets	84 %	86 %	84 %	83 %	82 %
Deposits / Total funding	60 %	56 %	51 %	52 %	50 %
Deposits / Total net lending	64 %	60 %	57 %	58 %	56 %
Deposits / Loans to the public	66 %	61 %	56 %	58 %	55 %
Capital market funds / Total assets	30 %	33 %	36 %	26 %	30 %

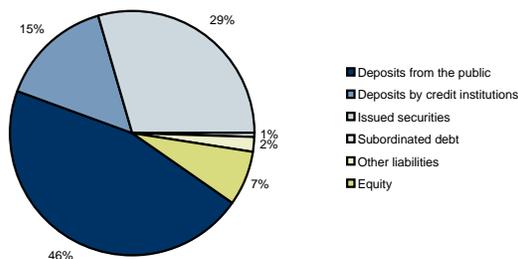
Nordea Credit Research adjusted figures & estimates

Sparebanken Sør is one of the ten largest banks in Norway. It is headquartered in Arendal, Aust-Agder and has 29 branches and several wholly owned subsidiaries, among which ABCenter Holding AS, the largest real estate agency in the southern part of Norway, and Sør Boligkreditt AS. The bank provides financial services, mainly to the local retail and corporate sectors. Retail loans account for 67% of the group's loan portfolio, which has a high exposure to the property management sector, with 15% on a stand-alone basis. Furthermore, the loan portfolio has limited geographical diversification, with loans to customers based in the local Agder counties representing 73% of total lending. The group's total assets have increased steadily from NOK 26.2 billion at the end of 2006 to NOK 37.7 billion at the end of 2010.

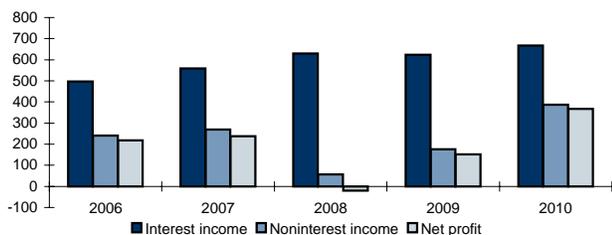
Loans 31/12/2010



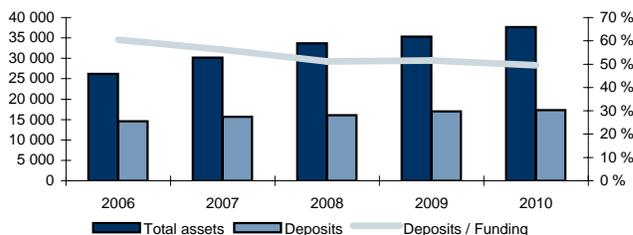
Liabilities and Equity 31/12/2010



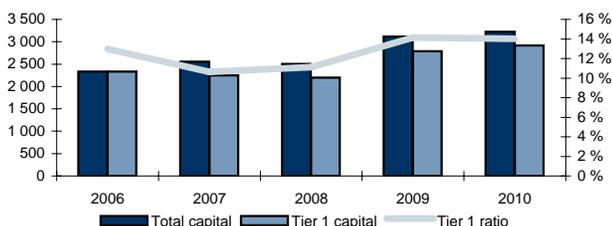
Income (NOKm)



Assets (NOKm)



Capital (NOKm)



Lending (NOKm)

