

FINAL TERMS

17 November 2016

Sparebanken Sør Boligkreditt AS

Issue of NOK 4,500,000,000 Floating Rate Notes due 22 November 2021 (extendable to 22 November 2022)

under the €4,000,000,000

Euro 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 Terms and Conditions of the VPS Notes set forth in the Base Prospectus dated 9 June 2016 which constitutes a base prospectus (the **Base Prospectus**) for the purposes of the Prospectus Directive. When used in these Final Terms, **Prospectus Directive** means Directive 2003/71/EC (as amended, including by Directive 2010/73/EU) and includes any relevant implementing measure in a relevant Member State of the EEA. 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. 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 the Issuer's website www.sor.no and copies may be obtained from the registered office of the Issuer.

1.	Issuer:	Sparebanken Sør Boligkreditt AS
2.	(a) Series Number:	2
	(b) Tranche Number:	1
	(c) Date on which the Notes will be consolidated and form a single Series:	Not Applicable
3.	Specified Currency or Currencies:	Norwegian Kroner ("NOK")
4.	Aggregate Nominal Amount:	
	(a) Series:	NOK 4,500,000,000
	(b) Tranche:	NOK 4,500,000,000
5.	Issue Price:	100.00 per cent. of the Aggregate Nominal Amount
6.	(a) Specified Denominations:	NOK 1,000,000
	(b) Calculation Amount (Applicable to Notes in definitive form.)	NOK 1,000,000
7.	(a) Issue Date:	22 November 2016
	(b) Interest Commencement Date:	Issue Date
8.	Maturity Date:	Interest Payment Date falling in or nearest to November 2021
9.	Extended Final Maturity Date:	Interest Payment Date falling in or nearest to November 2022
10.	Interest Basis:	3-month NIBOR + 0.54 per cent. Floating Rate (see paragraph 16 below)

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| 11. | Redemption/Payment Basis: | Subject to any purchase and cancellation or early redemption, the Notes will be redeemed on the Maturity Date at 100 per cent. of their nominal amount. |
| 12. | Change of Interest Basis: | Not Applicable |
| 13. | Put/Call Options: | Not Applicable |
| 14. | Date Board approval for issuance of Notes obtained: | 7 December 2015 |

PROVISIONS RELATING TO INTEREST (IF ANY) PAYABLE

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| 15. | Fixed Rate Note Provisions | Not Applicable |
| 16. | Floating Rate Note Provisions | Applicable |
| (a) | Specified Period(s)/Specified Interest Payment Dates: | Specified Interest Payment Dates are 22 November, 22 February, 22 May and 22 August in each year, commencing 22 February 2017 up to and including the Maturity Date, or if not redeemed in full on the Maturity Date, the Extended Final Maturity Date (as the case may be). |
| (b) | Business Day Convention: | Modified Following Business Day Convention |
| (c) | Additional Business Centre(s): | Oslo |
| (d) | Manner in which the Rate of Interest and Interest Amount is to be determined: | ISDA Determination |
| (e) | Party responsible for calculating the Rate of Interest and Interest Amount (if not the Agent): | Not Applicable |
| (f) | Screen Rate Determination: | Not Applicable |
| (g) | ISDA Determination: | Applicable |
| | • Floating Rate Option: | NOK-NIBOR-NIBR (or any successor page) |
| | • Designated Maturity: | 3 months |
| | • Reset Date: | The first day of each Interest Period |
| (h) | Linear Interpolation: | Not Applicable |
| (i) | Margin(s): | +0.54 per cent. per annum |
| (j) | Minimum Rate of Interest: | Not Applicable |
| (k) | Maximum Rate of Interest: | Not Applicable |
| (l) | Day Count Fraction: | Actual/360 |
| 17. | Zero Coupon Note Provisions | Not Applicable |

PROVISIONS RELATING TO REDEMPTION

18. Notice periods for Condition 5(b): Minimum period: 30 days
Maximum period: 60 days
19. Issuer Call: Not Applicable
20. Investor Put: Not Applicable
21. Final Redemption Amount: NOK 1,000,000 per Calculation Amount
22. Early Redemption Amount payable on redemption for taxation reasons: NOK 1,000,000 per Calculation Amount

GENERAL PROVISIONS APPLICABLE TO THE NOTES

23. Form of Notes:
- (a) Form: VPS Notes issued in uncertificated book entry form
- (b) New Global Note: No
24. Additional Financial Centre(s): Not Applicable
25. Talons for future Coupons to be attached to Definitive Notes: No

THIRD PARTY INFORMATION

Not Applicable

Signed on behalf of Sparebanken Sør Boligkreditt AS:

By: Marianne Hoffmø
Duly authorised

PART B — OTHER INFORMATION

1. LISTING

- (i) Listing and Admission to trading: Application is expected to be made by the Issuer (or on its behalf) for the Notes to be admitted to trading on the Oslo Stock Exchange's Regulated Market with effect from or about the Issue Date.
- (ii) Estimate of total expenses related to admission to trading: NOK 241 650

2. RATINGS

- Ratings: The Notes to be issued are expected to be rated:
- Aaa by Moody's Investor Service Limited ("Moody's")
- Moody's is established in the European Union and is registered under Regulation (EC) No. 1060/2009 (as amended) and is on the list of registered credit rating agencies published on the ESMA website (<http://www.esma.europa.eu/page/List-registered-and-certified-CRAs>).

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

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

4. YIELD

- Indication of yield: Not Applicable

5. OPERATIONAL INFORMATION

- (i) ISIN: NO0010778954
- (ii) Common Code: 152549512
- (iii) Any clearing system(s) other than Euroclear and Clearstream, Luxembourg and the relevant identification number(s): Verdipapirsentralen, Norway
VPS Identification number 985 140 421
The Issuer shall be entitled to obtain information from the register maintained by the VPS for the purposes of performing its obligations under the VPS Notes
- (iv) Names and addresses of additional Paying Agent(s) (if any): Sparebanken Sør as VPS Agent
- (v) Intended to be held in a manner which would allow Eurosystem eligibility: No. Whilst the designation is specified as "no" at the date of these Final Terms, should the Eurosystem eligibility criteria be amended in the future such that the Notes are capable of meeting them the Notes may then be deposited with one of the ICSDs as common safekeeper. Note that this does not necessarily mean that the Notes will then be recognised as eligible collateral for Eurosystem monetary policy and intra day credit operations by the Eurosystem at any time during their life. Such recognition will depend upon the ECB being satisfied that Eurosystem eligibility

criteria have been met.

6. TEFRA RULES

Whether TEFRA D or TEFRA C rules applicable or TEFRA rules not applicable: TEFRA not applicable