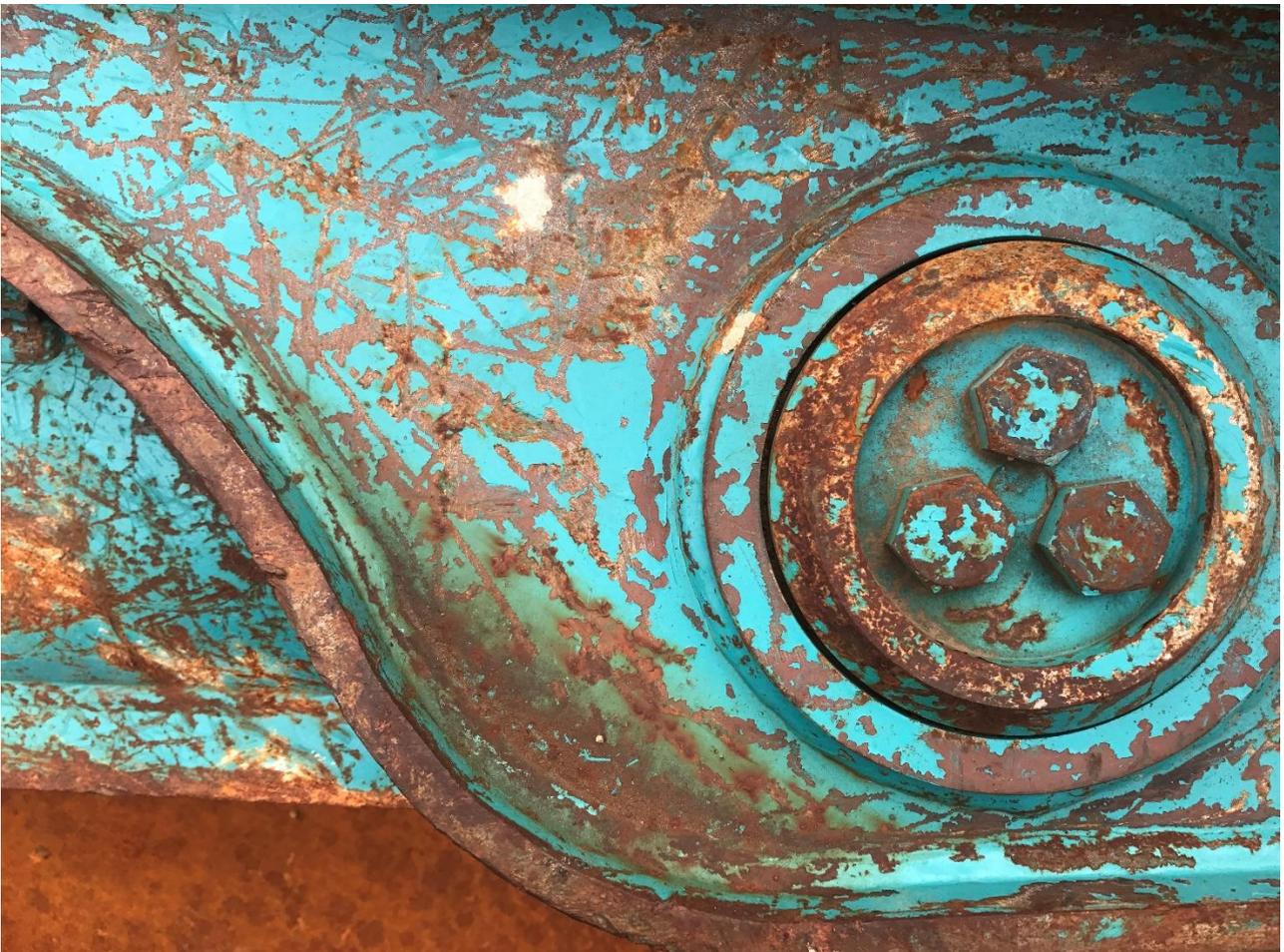


EKSPORT
FINANS

NORWAY

FINANCIAL
REPORT

Q3 2021



Eksportfinans ASA
www.eksportfinans.com
LEI: HKDM6R5I7TEN7ODGZB21

KEY FIGURES

The information for the three and nine months ended September 30, 2021 and 2020 is unaudited.

(NOK million)	Third quarter		First nine months	
	2021	2020	2021	2020
Net interest income	20	29	66	114
Net other operating income/(loss)	10	18	29	9
Profit/(loss) for the period	9	3	20	26
Total comprehensive income ¹⁾	23	(115)	(21)	85
Return on equity ²⁾	0.6 %	0.2 %	0.4 %	0.5 %
Total assets	10,989	14,931	10,989	14,931
Loans outstanding ³⁾	2,273	3,691	2,273	3,691
Securities	6,925	8,460	6,925	8,460
Core capital adequacy ratio	148.9 %	128.9 %	148.9 %	128.9 %
Leverage ratio	55.3 %	38.3 %	55.3 %	38.3 %
Exchange rate USD/NOK ⁴⁾	8.7788	9.4814	8.7788	9.4814

Definitions

- 1) Total comprehensive income includes net losses on financial liabilities at fair value due to changes in own credit risk of NOK 41 million after tax for the first nine months of 2021 and net gains on financial liabilities at fair value of NOK 59 million after tax for the first nine months of 2020. Accumulated net gain on own debt is NOK 241 million before tax as of September 30, 2021, compared to NOK 424 million before tax as of September 30, 2020.
- 2) Return on equity: Profit/(loss) for the period/average equity (average of opening and closing balance).
- 3) Total loans outstanding: Consists of loans due from customers and part of loans due from credit institutions in the balance sheet. Accrued interest and unrealized gains/(losses) are not included.
- 4) Exchange rate at balance date.

BOARD OF DIRECTORS' REPORT

Results

Third quarter 2021

Eksportfinans' overall objective is to maintain company value by managing its existing portfolio of loans and other commitments. The balance sheet continued to decrease in line with maturing loans, investments and debt according to plan.

Eksportfinans' capitalization ratios remained high in the third quarter of 2021. The substantial over-capitalization of the company continues to be a key issue for the board.

Net interest income was NOK 20 million in the third quarter of 2021, compared to NOK 29 million in the same period of 2020. The main reasons for the decrease are a reduced loan portfolio and floating interest rates in Norwegian kroner (NIBOR) being fixed to lower rates in the third quarter of 2021 compared to the same period of 2020.

In the third quarter of 2020, the company recorded loss and write-down on loans of NOK 26 million related to break costs on guaranteed loans, for which the company is not fully guaranteed by the guarantor. In the third quarter of 2021 there were no such losses.

Profit was NOK 9 million in the third quarter of 2021 compared to NOK 3 million in the third quarter of 2020. This was mainly due to the loss and write-down on loans in the third quarter of 2020 as explained above.

First nine months 2021

Net interest income was NOK 66 million in the first nine months of 2021, compared to NOK 114 million in the same period of 2020. The decrease was mainly due to a reduced loan portfolio and lower average NIBOR rates during the first nine months of 2021 compared to the same period of 2020.

Net other operating income was NOK 29 million in the first nine months of 2021, compared to NOK 9 million in the same period

of 2020. The increase was due to higher realized and unrealized gains in the first nine months of 2021 than in the same period of 2020.

Total operating expenses amounted to NOK 64 million in the first nine months of 2021, compared to NOK 63 million in the same period of 2020.

In the first nine months of 2021, the company recorded a realized loss of NOK 3 million related to break costs on three guaranteed loans. In addition, the company has recorded a provision for similar losses on the remaining loan portfolio of NOK 1 million. The similar figure for the first nine months of 2020 was losses of NOK 26 million.

Profit for the first nine months of 2021 was NOK 20 million, compared to NOK 26 million in the same period of 2020. The reasons for the decrease are explained above.

The credit spread effect of fair value adjustments on Eksportfinans' own debt is recognized as other comprehensive income. In the first nine months of 2021, this figure was negative NOK 41 million after tax compared to NOK 59 million after tax in the same period of 2020.

Total comprehensive income was negative NOK 21 million in the first nine months of 2021, compared to NOK 85 million in the corresponding period of 2020. The fluctuations in these figures are primarily due to unrealized gains and losses on Eksportfinans' own debt.

Balance sheet

Total assets amounted to NOK 11.0 billion at September 30, 2021, compared to NOK 13.8 billion at December 31, 2020 and NOK 14.9 billion at September 30, 2020.

Outstanding bond debt was NOK 3.9 billion at September 30, 2021, compared to NOK 6.5 billion at December 31, 2020 and NOK 7.5 billion at September 30, 2020. The reduction

was due to scheduled repayments of debt.

The core capital ratio was 148.9 percent at September 30, 2021, compared to 124.5 percent at December 31, 2020 and 128.9 percent at September 30, 2020. The increase since year-end was due to lower risk-weighted assets.

Lending

The volume of total outstanding loans was NOK 2.3 billion at September 30, 2021, compared to NOK 3.0 billion at December 31, 2020 and NOK 3.7 billion at September 30, 2020. The decrease in outstanding loans was a function of maturing loans in combination with no new lending.

Securities

The securities portfolio was NOK 6.9 billion at September 30, 2021, compared to NOK 8.5 billion at December 31, 2020 and NOK 8.5 billion at September 30, 2020. The decrease since year-end was due to repayment of a benchmark loan in February 2021.

Liquidity

At September 30, 2021, total liquidity amounted to NOK 7.2 billion, consisting of the securities portfolio of NOK 6.9 billion and cash equivalents of NOK 0.3 billion.

The company manages liquidity risk both through matching maturities for assets and liabilities and through stress-testing for the short and medium term. A maturity analysis of financial liabilities based on expected maturities is included in note 14 to the accompanying condensed financial statements.

Liquidity reserves combined with the company's liquidity contingency plans constitute a robust liquidity situation.

Prospects

The balance sheet is expected to decrease in line with maturing loans and debt.

Accumulated unrealized gains due to fair value measurements of Eksportfinans' own debt amounted to NOK 241 million (net of derivatives) as of September 30, 2021. As debt comes closer to maturity, these gains will continue to be reversed as unrealized losses.

Eksportfinans' liquidity reserves remain strong. Appropriate liquidity contingency plans are maintained.

The substantial over-capitalization of the company remains a key issue for the board and the board will continue to pursue attempts to optimize the capital structure going forward.

The board will continue to monitor developments in the international capital markets and their impact on the company's balance sheet and liquidity.

Events after the balance sheet date

There are no events after the balance sheet date materially affecting the financial statements.

Oslo, November 2, 2021
EKSPORTFINANS ASA
The board of directors

Condensed statement of profit or loss and other comprehensive income

The information for the three and nine months ended September 30, 2021 and 2020 is unaudited.

(NOK million)	Third quarter		First nine months		Note
	2021	2020	2021	2020	
Interest and related income	3	14	13	61	
Other similar income	17	28	57	131	
Interest and related expenses	0	13	4	78	
Net interest income	20	29	66	114	
Net commissions related to banking services	0	0	(1)	(1)	
Net gains/(losses) on financial instruments at fair value	10	18	30	10	2,13
Net other operating income/(loss)	10	18	29	9	
Total operating income	30	47	95	123	
Salaries and other administrative expenses	16	14	56	54	
Depreciations	1	2	4	4	
Other expenses	1	1	4	5	
Total operating expenses	18	17	64	63	
Loss and write-down on loans	0	26	4	26	7
Pre-tax operating profit/(loss)	12	4	27	34	
Taxes	3	1	7	8	
Profit/(loss) for the period	9	3	20	26	
<i>Other comprehensive income - items that will not be reclassified to profit or loss:</i>					
Change in fair value attributable to changes in own credit risk	19	(157)	(55)	79	
Remeasurements of post employment benefit obligations, before tax		0		0	
Income tax relating to these items	(5)	39	14	(20)	
Other comprehensive income	14	(118)	(41)	59	
Total comprehensive income	23	(115)	(21)	85	

The accompanying notes are an integral part of these condensed financial statements.

Condensed balance sheet

(NOK million)	Sept 30, 2021	Dec 31, 2020	Sept 30, 2020	Note
Loans due from credit institutions ¹⁾	1,029	1,216	1,708	4,6,7
Loans due from customers ²⁾	1,546	2,307	2,980	5,6,7
Securities	6,925	8,468	8,460	
Financial derivatives	633	1,077	1,056	
Deferred tax asset	277	270	238	
Intangible assets	6	7	0	
Fixed assets	2	2	0	
Other assets	571	434	489	8,11
Total assets	10,989	13,781	14,931	
Bond debt ³⁾	3,901	6,456	7,452	9
Financial derivatives	329	276	327	
Other liabilities	311	536	567	10,11
Provisions	167	167	139	
Total liabilities	4,708	7,435	8,485	
Share capital	2,771	2,771	2,771	
Reserve for unrealized gains	251	251	282	
Other equity	3,259	3,324	3,393	
Total shareholders' equity	6,281	6,346	6,446	
Total liabilities and shareholders' equity	10,989	13,781	14,931	

- 1) Of NOK 1,029 million at September 30, 2021, NOK 1,028 million is measured at fair value through profit or loss and NOK 1 million is measured at amortized cost. Of NOK 1,216 million at December 31, 2020, NOK 1,211 million is measured at fair value through profit or loss and NOK 5 million is measured at amortized cost. Of NOK 1,708 million at September 30, 2020, NOK 1,701 million is measured at fair value through profit or loss and NOK 7 million is measured at amortized cost.
- 2) Of NOK 1,546 million at September 30, 2021, NOK 1,088 million is measured at fair value through profit or loss and NOK 458 million is measured at amortized cost. Of NOK 2,307 million at December 31, 2020, NOK 1,429 million is measured at fair value through profit or loss and NOK 878 million is measured at amortized cost. Of NOK 2,980 million at September 30, 2020, NOK 1,778 million is measured at fair value through profit or loss and NOK 1,202 million is measured at amortized cost.
- 3) Of NOK 3,901 million at September 30, 2021, NOK 3,365 million is measured at fair value through profit or loss and NOK 536 million is measured at amortized cost. Of NOK 6,456 million at December 31, 2020, NOK 5,503 million is measured at fair value through profit or loss and NOK 953 million is measured at amortized cost. Of NOK 7,452 million at September 30, 2020, NOK 6,134 million is measured at fair value through profit or loss and NOK 1,318 million is measured at amortized cost.

The accompanying notes are an integral part of these condensed financial statements.

Condensed statement of changes in equity

(NOK million)	Share capital ¹⁾	Reserve unrealized gains	Other equity	Comprehensive income ³⁾	Total equity
Equity at January 1, 2021	2,771	251	3,324	0	6,346
Dividend payout ²⁾	0	0	(44)	0	(44)
Other comprehensive income	0	0	0	(41)	(41)
Profit/(loss) for the period	0	0	0	20	20
Equity at September 30, 2021	2,771	251	3,280	(21)	6,281
Equity at January 1, 2020	2,771	282	3,414	0	6,467
Dividend payout	0	0	(106)	0	(106)
Other comprehensive income	0	0	0	59	59
Profit/(loss) for the period	0	0	0	26	26
Equity at September 30, 2020	2,771	282	3,308	85	6,446

- 1) Restricted equity that cannot be paid out to the owners without a shareholder resolution to reduce the share capital in accordance with the Public Limited Companies Act under Norwegian Law.
- 2) The payment date for the dividend of 2020 was March 15, 2021.
- 3) The allocation of income for the period between the reserve for unrealized gains and other equity shows that if the allocation was performed at this date, it would have decreased the reserve for unrealized gains by NOK 33 million and increased other equity by NOK 12 million. The closing balances would have been NOK 217 million for the reserve for unrealized gains, and NOK 3,292 million for other equity.

The accompanying notes are an integral part of these condensed financial statements.

Condensed cash flow statement

(NOK million)	First nine months	
	2021	2020
Pre-tax operating profit/(loss)	27	34
Provided by operating activities:		
Accrual of contribution from the Norwegian government	4	(3)
Unrealized losses/(gains) on financial instruments at fair value	(12)	(2)
Depreciation	4	4
Principal collected on loans	808	2,836
Purchase of financial investments (trading)	(2,948)	(4,333)
Proceeds from sale or redemption of financial investments (trading)	4,457	2,251
Contribution paid by the Norwegian government	0	47
Changes in:		
Accrued interest receivable	17	(8)
Other receivables	(131)	214
Accrued expenses and other liabilities	(259)	140
Net cash flow from operating activities	1,967	1,180
Net cash flow of financial derivatives	83	10
Net cash flow from investing activities	83	10
Principal payments on bond debt	(2,199)	(589)
Dividend paid	(44)	(106)
Lease payment	(3)	(3)
Net cash flow from financing activities	(2,246)	(698)
Net change in cash and cash equivalents ¹⁾	(196)	492
Cash and cash equivalents at beginning of period	485	469
Effect of exchange rates on cash and cash equivalents	10	15
Cash and cash equivalents ¹⁾ at end of period	299	976

1) Cash equivalents are defined as bank deposits with original maturity less than three months. See note 4.

The accompanying notes are an integral part of these condensed financial statements.

Notes to the accounts

1. Accounting policies

Eksportfinans' third quarter condensed interim financial statements have been presented in accordance with International Financial Reporting Standards (IFRS), in line with IFRS as adopted by the European Union (**EU**). The condensed interim financial statements have been prepared in accordance with IAS 34, Interim Financial Reporting.

The accounting policies and methods of computation applied in the preparation of these condensed interim financial statements are the same as those applied in Eksportfinans' annual financial statements of 2020. Those financial statements were approved for issue by the Board of Directors on February 16, 2021 and are included in the company's Annual Report for the year-end December 31, 2020. These policies have been consistently applied to all the periods presented. These financial statements should be read in conjunction with the annual report on for the year ended December 31, 2020. Judgments made in the preparations of these financial statements are the same as those made in the year-end financial statements. The interim financial statements do not include risk disclosures and should be read in conjunction with the annual financial statements.

The information for the nine months ended September 30, 2021 and 2020 is unaudited. The information as of and for the year ended December 31, 2020 is derived from the company's audited consolidated financial statements as of and for the year ended December 31, 2020.

2. Net gains/(losses) on financial instruments at fair value

Net realized and unrealized gains/(losses) on financial instruments at fair value

(NOK million)	Third quarter		First nine months	
	2021	2020	2021	2020
Securities	2	0	13	4
Financial derivatives	0	(2)	(13)	(22)
Other financial instruments at fair value	1	4	18	26
Net realized gains/(losses)	3	2	18	8
Loans and receivables	(1)	1	(3)	0
Securities	(6)	14	(26)	23
Financial derivatives	(72)	65	(65)	149
Bond debt	86	(65)	106	(172)
Other	0	1	0	2
Net unrealized gains/(losses)	7	16	12	2
Net realized and unrealized gains/(losses)	10	18	30	10

See note 13 for a presentation of the above table including effects from economic hedging.

3. Capital adequacy

Capital adequacy is calculated in accordance with the CRD IV regulations in force from the Financial Supervisory Authority of Norway. These regulations were implemented as of September 30, 2014. The company has adopted the standardized approach to capital requirements.

Eksportfinans' leverage ratio¹⁾ was 55.3 percent at September 30, 2021, compared to 41.5 percent at December 31, 2020 and 38.3 percent at September 30, 2020.

Risk-weighted assets

(NOK million)	September 30, 2021		December 31, 2020		September 30, 2020	
	Book value	Risk-weighted value	Book value	Risk-Weighted value	Book value	Risk-Weighted value
Total assets	10,989	3,521	13,781	4,293	14,931	4,135
Operational risk		365		365		391
Total risk-weighted value		3,886		4,658		4,526

The company's regulatory capital

(NOK million and in percent of risk-weighted value)	September 30, 2021		December 31, 2020		September 30, 2020	
	Value	%	Value	%	Value	%
Core capital ²⁾	5,787	148.9 %	5,797	124.5 %	5,834	128.9 %
Total regulatory capital	5,787	148.9 %	5,797	124.5 %	5,834	128.9 %

1) The ratio of the core capital divided by the book value of assets.

2) Includes share capital, other equity, and other deductions and additions in accordance with the Norwegian capital adequacy regulations.

4. Loans due from credit institutions

(NOK million)	Sept 30, 2021	Dec 31, 2020	Sept 30, 2020
Cash equivalents ¹⁾	299	485	976
Loans to other credit institutions, nominal amount (also included in note 6) ²⁾	734	736	739
Accrued interest on loans and unamortized premium/discount on purchased loans	(10)	(7)	(6)
Adjustment to fair value on loans	6	2	(1)
Total	1,029	1,216	1,708

- 1) Cash equivalents are defined as bank deposits with maturity of less than three months.
- 2) The company has acquired certain loan agreements from banks for which the selling bank provides a repayment guarantee, therefore retaining the credit risk of the loans. Under IFRS these loans are classified as loans to credit institutions. Of the loans to credit institutions these loans amounted to NOK 34 million at September 30, 2021, NOK 36 million at December 31, 2020 and NOK 39 million at September 30, 2020.

5. Loans due from customers

(NOK million)	Sept 30, 2021	Dec 31, 2020	Sept 30, 2020
Loans due from customers, nominal amount (also included in note 6)	1,539	2,288	2,952
Accrued interest on loans and unamortized premium/discount on purchased loans	3	8	15
Adjustment to fair value on loans	4	11	13
Total	1,546	2,307	2,980

6. Total loans due from credit institutions and customers

Nominal amounts related to loans due from credit institutions (note 4) and customers (note 5), respectively.

(NOK million)	Sept 30, 2021	Dec 31, 2020	Sept 30, 2020
Loans due from credit institutions	734	736	739
Loans due from customers	1,539	2,288	2,952
Total nominal amount	2,273	3,024	3,691
Commercial loans	1,829	2,150	1,196
Government-supported loans	454	874	2,495
Total nominal amount	2,273	3,024	3,691
Municipal-related loans to other credit institutions	700	700	700
Shipping – international activities	485	644	755
Capital goods	475	729	998
Direct loans to Norwegian local government sector	468	499	509
Ships	142	449	725
Loans to employees	3	3	4
Total nominal amount	2,273	3,024	3,691

7. Impairment of loans

The following table shows the gross exposure of loans measured at amortized cost in each stage as defined by IFRS 9. When loans are guaranteed by EKSFIN, the company normally presumes that credit risk has increased significantly since initial recognition when contractual payments are more than 14 days past due and presumes that the loan is impaired if contractual payments are more than 90 days past due. When loans are guaranteed only by banks, the company normally presumes that credit risk has increased significantly since initial recognition when contractual payments are either more than 30 days past due or if the guarantor declines the guarantee call.

In addition, the company has considered that certain exposures that have been transferred into standstill agreements are credit impaired. This is based on a judgment applied that the standstill agreement is reflecting significant financial difficulties of the borrower.

(NOK million)	Stage 1	Stage 2	Stage 3	Total
Gross exposure at January 1, 2021	800	0	83	883
Transfers to stage 1	0	0	0	0
Transfers to stage 2	0	0	0	0
Transfers to stage 3	0	0	0	0
Loans derecognized	(376)	0	(53)	(429)
Gross exposure at September 30, 2021	424	0	30	454

As of September 30, 2021, there are two loans consisting of NOK 30 million classified as stage 3. Both loans are related to standstill agreements.

The company has made a provision for expected credit losses related to possible break costs on non-performing guaranteed loans. Based on an interpretation of the 108 Agreement, the company has to compensate the Government under the 108 Agreement for break costs not covered by the guarantee. The total exposure of actual and possible break costs not covered by guarantees is NOK 37 million as of September 30, 2021. The probability of default (PD) levels applied to the exposures in stage 1 range from 0.0 percent to 34.8 percent. The PD level applied to the exposures in stage 3 is 34.8 percent. Exposures related to break cost will only occur if the guarantor chooses to prepay the loans at default. The company has assumed that the guarantor will do this in 75 percent of the instances where the guarantee comes into effect.

(NOK million)	Stage 1	Stage 2	Stage 3	Total
Expected credit loss at January 1, 2021	0	0	1	1
Transfers to stage 1	0	0	0	0
Transfers to stage 2	0	0	0	0
Transfers to stage 3	0	0	0	0
Changes in loss provisions	0	0	1	1
Loans derecognized	0	0	0	0
Expected credit loss at September 30, 2021	0	0	2	2

8. Other assets

(NOK million)	Sept 30, 2021	Dec 31, 2020	Sept 30, 2020
Settlement account 108 Agreement	6	34	31
Cash collateral provided	546	384	424
Right-of-use asset ¹⁾	4	6	7
Fixed assets	0	0	2
Other	15	10	25
Total other assets	571	434	489

1) Presented in note 11

9. Bond debt

(NOK million)	Sept 30, 2021	Dec 31, 2020	Sept 30, 2020
Bond debt	4,013	6,489	7,612
Adjustment to fair value on debt	(165)	(114)	(246)
Accrued interest	53	81	86
Total bond debt	3,901	6,456	7,452

10. Other liabilities

(NOK million)	Sept 30, 2021	Dec 31, 2020	Sept 30, 2020
Grants to mixed credits	1	2	3
Cash collateral received	303	521	527
Lease liability ¹⁾	4	6	7
Other short-term liabilities	3	7	30
Total other liabilities	311	536	567

1) Presented in note 11

11. Right-of-use assets and lease liabilities

The company leases parts of an office building from Eiendomsselskapet Dronning Mauds gt 15 AS. In accordance with IFRS 16, both the right-of-use asset and lease liability are included in the balance sheet.

The right-of-use asset is being depreciated using the linear method.

(NOK million)	2021	2020
Carrying amount of right-of-use asset at January 1 st	6	10
Depreciation	2	3
Carrying amount of right-of-use asset at Sept 30th	4	7

The company's lease liabilities has the following maturity of cash outflows:

(NOK million)	Sept 30, 2021	Dec 31, 2020	Sept 30, 2020
Less than 1 year	3	3	4
1-2 years	1	3	3
3-4 years	0	0	0
Total lease liabilities	4	6	7

The interest expense of the lease liability was NOK 0.1 million in the first nine months of 2021 and 0.1 million in the first nine months of 2020. The interest expense is included in the income statement as interests and related expenses. The discount rate that is being used is 1.92 percent.

12. Material transactions with related parties

The company's two largest shareholders, DNB Bank ASA and Nordea Bank Abp are considered to be related parties in accordance with IAS 24 Related Party Disclosures.

(NOK million)	Deposits ¹⁾	Guarantees received ²⁾
Balance January 1, 2021	140	1,381
Change in the period	(78)	(294)
Balance September 30, 2021	62	1,087
Balance January 1, 2020	469	2,076
Change in the period	(318)	(464)
Balance September 30, 2020	151	1,612

1) Deposits made by the company.

2) Guarantees provided to the company from the related parties.

13. Market risk - effects from economic hedging

Note 2 specifies the net realized and unrealized gains/(losses) on financial instruments, showing separately the gains/losses related to financial derivatives. When presented to the company's management and board of directors, the figures are prepared showing the various financial instruments after netting with related economic hedges, since derivatives are used as economic hedges of the market risk of specific assets and liabilities.

The below table specifies net realized and unrealized gains/(losses) on financial instruments at fair value, netted with related economic hedges.

Net realized and unrealized gains/(losses) on financial instruments at fair value

(NOK million)	Third quarter		First nine months	
	2021	2020	2021	2020
Securities ¹⁾	2	0	8	(3)
Other financial instruments at fair value ¹⁾	1	2	10	11
Net realized gains/(losses)	3	2	18	8
Loans and receivables ¹⁾	10	5	23	(21)
Securities ¹⁾	(1)	16	0	11
Bond debt ¹⁾	0	0	0	0
Other financial instruments at fair value ¹⁾	0	0	0	1
Net unrealized gains/(losses)	9	21	23	(9)
Financial derivatives related to the 108 Agreement ²⁾	(2)	(5)	(11)	11
Net realized and unrealized gains/(losses)	10	18	30	10

1) Including financial derivatives with the purpose of economic hedging.

2) Derivatives related to components of the 108 Agreement. The 108 Agreement is accounted for at amortized cost, hence these derivatives are not included in the effects related to financial instruments at fair value.

Interest, and the interest effect of economic hedging instruments, are classified as interest income or expense in the statement of comprehensive income. Changes in fair value are recorded in the line item 'Net gains/(losses) on financial instruments at fair value'. For the first nine months of 2021 and 2020, the company recorded NOK 85 million and NOK 198 million respectively, of interest income on loans due from credit institutions, loans due from customers and securities and NOK 84 million and NOK 120 million, respectively, of interest expense on bond debt. In the same periods the company recorded negative NOK 15 million, and negative NOK 6 million, respectively, of interest income on economic hedging instruments and negative NOK 80 million and negative NOK 42 million, respectively, of interest expense on economic hedging instruments.

14. Maturity analysis

Maturity analysis of financial assets and liabilities based on expected maturities at September 30, 2021

(NOK million)	Up to and including 1 month	From 1 month up to and including 3 months	From 3 months up to and including 1 year	From 1 year up to and including 3 years	From 3 years up to and including 5 years	Over 5 years	Total
Assets							
Loans and receivables due from credit institutions	237	3	3	10	16	3	272
Loans and receivables due from customers	20	387	518	390	178	1,066	2,558
Securities	202	237	1,432	2,944	2,214	0	7,028
Derivatives net settled	23	1	30	108	108	147	417
Derivatives gross settled (pay leg)	(411)	(212)	(255)	(38)	(31)	(966)	(1,912)
Derivatives gross settled (receive leg)	415	210	271	22	15	1,083	2,015
Cash collateral	0	546	0	0	0	0	546
Total assets	486	1,172	1,997	3,437	2,500	1,334	10,924
Liabilities							
Plain vanilla bond debt	0	0	0	0	0	0	0
Structured bond debt	25	0	292	174	113	3,798	4,402
Derivatives net settled	0	2	9	2	2	0	14
Derivatives gross settled (pay leg)	468	381	476	437	53	2,074	3,890
Derivatives gross settled (receive leg)	(461)	(377)	(463)	(405)	(65)	(2,221)	(3,992)
Cash collateral	0	303	0	0	0	0	303
Total liabilities	33	309	313	207	102	3,652	4,617

Maturity analysis of financial assets and liabilities based on expected maturities at December 31, 2020

(NOK million)	Up to and including 1 month	From 1 month up to and including 3 months	From 3 months up to and including 1 year	From 1 year up to and including 3 years	From 3 years up to and including 5 years	Over 5 years	Total
Assets							
Loans and receivables due from credit institutions	346	0	6	10	11	11	384
Loans and receivables due from customers	0	273	774	880	252	1,074	3,253
Securities	323	1,880	970	3,005	2,368	0	8,546
Derivatives net settled	0	27	27	109	109	184	456
Derivatives gross settled (pay leg)	(503)	(1,845)	(133)	(282)	(40)	(2,037)	(4,840)
Derivatives gross settled (receive leg)	528	2,069	161	325	47	2,448	5,578
Cash collateral	0	384	0	0	0	0	384
Total assets	694	2,788	1,805	4,047	2,747	1,680	13,761
Liabilities							
Plain vanilla bond debt	0	1,946	0	0	0	0	1,946
Structured bond debt	4	111	178	484	141	4,257	5,175
Derivatives net settled	3	11	25	10	10	0	59
Derivatives gross settled (pay leg)	275	39	8	840	397	1,095	2,654
Derivatives gross settled (receive leg)	(268)	(36)	(18)	(746)	(378)	(1,259)	(2,705)
Cash collateral	0	521	0	0	0	0	521
Total liabilities	14	2,592	193	588	170	4,093	7,650

Maturity analysis of financial assets and liabilities based on expected maturities at September 30, 2020

(NOK million)	Up to and including 1 month	From 1 month up to and including 3 months	From 3 months up to and including 1 year	From 1 year up to and including 3 years	From 3 year up to and including 5 years	Over 5 years	Total
Assets							
Loans and receivables due from credit institutions	399	430	3	11	13	11	867
Loans and receivables due from customers	95	501	947	1,050	276	1,103	3,971
Securities	189	593	2,406	2,993	2,362	0	8,544
Derivatives net settled	25	1	34	120	120	230	531
Derivatives gross settled (pay leg)	(641)	(17)	(2,167)	(316)	(33)	(1,531)	(4,705)
Derivatives gross settled (receive leg)	640	8	2,600	336	22	1,785	5,127
Cash collateral	0	424	0	0	0	0	424
Total assets	707	1,940	3,559	4,194	2,759	1,598	14,758
Liabilities							
Plain vanilla bond debt	0	532	2,064	0	0	0	2,595
Structured bond debt	146	0	250	399	112	4,692	5,557
Derivatives net settled	3	5	48	12	12	0	80
Derivatives gross settled (pay leg)	45	309	74	890	422	2,051	3,792
Derivatives gross settled (receive leg)	(47)	(298)	(76)	(882)	(421)	(2,311)	(3,976)
Cash collateral	0	527	0	0	0	0	527
Total liabilities	146	1,076	2,359	480	126	4,389	8,575

The figures in the above table include principal and interest payable (receivable) at nominal value. For the figures in the above table, call and trigger dates as estimated in models are applied in the classification of the maturities. For some issues with call and trigger optionalities, the expected maturity is estimated using a sophisticated valuation system which is further described in the annual financial statements. The actual maturities might differ from these estimations.

15. Fair value of financial instruments

The methodology used for calculating fair values of financial instruments is consistent with the methodology defined in the audited annual report for the fiscal year ending 2020.

15.1 Sensitivity analysis

Loans due from credit institutions or customers:

The following table shows the unrealized loss of each category of loans by increasing the credit spread by 1 basis point as well as the loan category percentage of the total lending portfolio.

(NOK million and percentage)	September 30, 2021		December 31, 2020	
	Sensitivity (1 bp)	Percentage	Sensitivity (1 bp)	Percentage
Direct loans	(0.3)	39.1 %	(0.3)	32.7 %
Loans to municipalities	(0.2)	26.4 %	(0.3)	23.8 %
Guaranteed loans	(0.1)	34.5 %	(0.1)	43.5 %
Total loans		100.0 %		100.0 %

The spreads applied for fair value measurement of the combined total lending portfolio are in the range from 0 basis points to 215 basis points as of September 30, 2021 (from 0 basis points to 215 basis points as of December 31, 2020). For the combined total lending portfolio over the past two years credit spreads have changed 1.7 basis points per month in 95 percent of the time, representing NOK 0.9 million. As of December 31, 2020, a 95 percent confidence interval was 1.9 basis points representing NOK 1.3 million.

Securities:

Eksportfinans retrieved prices and credit spread quotes from two different market makers and pricing vendors as of September 30, 2021. Among the two different quote providers, the major price provider (Bloomberg) covered 95 percent (82 percent as of December 31, 2020).

Bond debt:

The following table shows the unrealized gain of each category of bond debt by increasing the credit spread by 1 basis point:

(NOK million)	September 30, 2021	December 31, 2020
	Sensitivity (1 bp)	Sensitivity (1 bp)
Plain vanilla bond debt	0	0.02
Structured bond debt	3.39	3.75

The last plain vanilla bond matured in February 2021. The spreads applied for fair value measurement of bond debt are in the range from 17 basis points to 79 basis points as of September 30, 2021 (from 22 basis points to 87 basis points as of December 31, 2020).

15.2 Fair value hierarchy

Financial assets measured at fair value through profit or loss:

(NOK million)	September 30, 2021				December 31, 2020			
	Level 1	Level 2	Level 3	Total	Level 1	Level 2	Level 3	Total
Loans due from credit institutions	62	966	0	1,028	140	1,071	0	1,211
Loans due from customers	0	25	1,064	1,088	0	31	1,398	1,429
Securities	0	6,925	0	6,925	0	8,468	0	8,468
Financial derivatives	0	112	522	633	0	313	764	1,077
Other assets	0	546	0	546	0	384	0	384
Total fair value	62	8,573	1,585	10,221	140	10,267	2,162	12,569

Financial liabilities measured at fair value through profit or loss:

(NOK million)	September 30, 2021				December 31, 2020			
	Level 1	Level 2	Level 3	Total	Level 1	Level 2	Level 3	Total
Bond debt	0	0	3,365	3,365	0	0	5,503	5,503
Financial derivatives	0	67	262	329	0	178	98	276
Other liabilities	0	307	0	307	0	521	0	521
Total fair value	0	373	3,627	4,000	0	699	5,601	6,300

Movement of level 3 financial assets:

(NOK million)	From January 1, 2021 to September 30, 2021				From January 1, 2020 to September 30, 2020			
	Loans and receivables due from credit institutions	Loans and receivables due from customers	Financial derivatives	Total	Loans and receivables due from credit institutions	Loans and receivables due from customers	Financial derivatives	Total
Opening balance	0	1,398	764	2,162	0	3,184	668	3,852
Total gains or losses ¹⁾	0	63	(188)	(125)	0	152	139	291
Settlements	0	(398)	(54)	(451)	0	(1,585)	(11)	(1,596)
Closing balance	0	1,064	522	1,585	0	1,751	796	2,547
Total gains or losses ¹⁾ for the period in profit or loss for assets held at the end of the reporting period	0	63	(121)	(58)	0	152	209	361

1) Presented under the line item 'Net gains/(losses) on financial instruments at fair value' in the statement of comprehensive income.

Movement of level 3 financial liabilities:

(NOK million)	From January 1, 2021 to September 30, 2021			From January 1, 2020 to September 30, 2020		
	Bond debt	Financial derivatives	Total	Bond debt	Financial derivatives	Total
Opening balance	5,503	98	5,601	4,681	363	5,044
Total gains or losses ^{1) 2)}	(51)	166	115	94	(183)	(89)
Issues	0	0	0	0	0	0
Settlements	(2,087)	(2)	(2,089)	1,359	(10)	1,349
Closing balance	3,365	262	3,627	6,134	170	6,304
Total gains or losses ^{1) 3)} for the period in profit or loss for liabilities held at the end of the reporting period	(51)	141	90	94	(82)	12

1) Presented under the line item 'Net gains/(losses) on financial instruments at fair value' and 'Change in fair value attributable to changes in own credit risk' in the statement of comprehensive income.

2) For liabilities, positive figures are represented as losses and negative figures are represented as gains.

15.3 Fair value of financial assets and liabilities

The following table presents the financial assets and liabilities, with the fair value and carrying value (book value) of each class of financial instrument:

(NOK million)	Sept 30, 2021		Dec 31, 2020		Sept 30, 2020	
	Fair value	Carrying value	Fair value	Carrying value	Fair Value	Carrying value
Assets						
Loans due from credit institutions	1,029	1,029	1,216	1,216	1,708	1,708
Loans due from customers	1,580	1,546	2,364	2,307	3,058	2,980
Securities	6,925	6,925	8,468	8,468	8,460	8,460
Financial derivatives	633	633	1,077	1,077	1,056	1,056
Other assets	571	571	434	434	489	489
Liabilities						
Bond debt	3,902	3,901	6,467	6,456	7,470	7,452
Financial derivatives	329	329	276	276	327	327
Other liabilities	311	311	536	536	493	493

16. Contingencies

There are no significant contingencies as of September 30, 2021.

17. Events after the balance sheet date

There are no events after the balance sheet date materially affecting the financial statements.