



Second quarter report 2015

**Santander Consumer Bank Nordics -group
and
Santander Consumer Bank AS**

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Management review of second quarter 2015

This review will give a high level update of the past quarter and our views on the future for both Santander Consumer Bank AS (hereafter SCB AS) and the Santander Consumer Bank Group (hereafter the Group). The Group consists of SCB AS, Santander Consumer Finance Oy, and special entities for funding as listed in note 12.

Highlights

- The Group's profit before tax year to date Q2 was NOK 763 M, compared to NOK 536 M year to date in Q2 2014
- Increase in deposits of NOK 5 272 M since 31.12.2014 for the Group. Total NOK 23 361 per Q2 2015 for the Group.
- The Group's net loans to customers increased by NOK 3 404 M year to date in 2015.
- EMTN issuance in April of EUR 750 M, and bond issuance on the Stockholm stock exchange of SEK 2 000 M in June
- Santander Consumer Bank AS and Santander Consumer Bank AB (SCB AB) merged 1st July 2015.

Financial overview

The Group's profit before tax of NOK 763 M year to date Q2 2015 is an increase of 43% compared to the same period last year. Both Q2 2014 and Q2 2015 had each one-time material transaction. The one-time transactions were an impairment of intangible assets in Q2 2014 and restructuring costs due to the merger between SCB AS and SCB AB in Q2 2015. Adjusting for these costs the increase in profit before tax is still 43%. The increase is mainly due to revenue from loan to customers due to a higher net loan balance, and lower costs on funding, as a result of lower interest rate levels and credit spreads.

Total assets for the Group were NOK 99 220 M per Q2 2015 where loans to customers represented 86% (NOK 85 109 M). Per Q2 2014 the total assets for the Group were NOK 84 774 M of which loans to customers represented 89% (NOK 75 260 M). The increased loans to costumers resulted in an increased revenue of NOK 108 M year to date Q2 2015 compared to year to date Q2 2014. The major cost drivers year to date Q2 2015 compared to year to date Q2 2014 were salaries and administration expenses.

SCB AS accounts show a profit before tax of NOK 539 M year to date Q2 2015 compared to NOK 438 M year to date Q2 2014. The total assets was NOK 92 229 M per Q2 2015 compared to NOK 78 173 M per Q2 2014.

Risk management

The bank leverages from pan-Nordic initiatives and strategies, resulting in highly homogeneous risk practices across the business units while at the same time taking into consideration the local markets' needs and climate.

Credit Risk

The Group's Credit Risk profile at Q2 2015 remains unchanged from Year End 2014 despite continuing loan growth. The consolidated Non-Performing Loans (NPL) Ratio remained flat at 1.43% for the second quarter of 2015, effectively unchanged from 1.48% at Year End 2014.

The first half of 2015 Loan Loss Provisions (LLP) of NOK 293 M remained comparable to the same period in 2014 LLP of NOK 312 M. Consolidated Loan Loss Reserves (LLR) increased to NOK 1,665 M per Q2 2015 from NOK 1,617 M at Year End 2014.

Liquidity and Interest Rate Risk

The Group manages interest rate risk by aiming to match the interest rate risk of the liabilities with the interest rate risk of the underlying assets (loan to customers). Interest rate risk in the Group is measured using the net interest margin and market value of equity. Both interest rate metrics were within internal limits for all countries during Q2 2015. Liquidity Risk in Santander is measured using the Minimum Liquidity Ratio, Liquidity Coverage Ratio and Net Stable Funding Ratio.

Overall, the Group's liquidity profile improved throughout the second quarter of 2015 as preparations for meeting CRD IV's liquidity requirements continued. This development is expected to continue during 2015 in order to meet the Liquidity Coverage Ratio requirements that will become effective from October 2015.

Foreign currency risk

The Group operates in countries with various currencies and will inevitably be exposed to currency risks. The Group's strategy is to strive for a composition of the balance sheet that minimizes currency risk by ensuring that the assets and liabilities are denominated in the same currency. When the Group raises funding through the international debt markets, such as EMTN or securitizations, any open currency exposure should be managed through the use of derivatives.

Funding

The main funding pillars of the Group are issuance of asset backed securities, senior unsecured bonds, deposits and parent company funding. The Group has during the last years taken significant steps to become self-funded and to diversify its funding sources, and has further developed its deposits and senior unsecured funding capabilities during 2015.

Issuance of asset backed securities is an important funding source for the Group which it plans to continue to utilize during the course of 2015. This is strictly a financing operation, and is not intended to give any change in risk exposure nor give any capital relief to the bank.

The Group is well established in the Norwegian senior unsecured bond market and also issues bonds under its Euro Medium Term Note program (EMTN) which is guaranteed by the parent Santander Consumer Finance S.A. During the second quarter of 2015, the bank issued EUR 750 million of senior unsecured bonds in the Euro-market and SEK 2 billion in the Swedish bond market under the EMTN program (see note 10 for further details)

Customer deposits have over the last couple of years become an important funding source for the Group. The customer deposits volume increased during the second quarter 2015 by NOK 2 183 M, and NOK 5 272 M for the first half of 2015.

The Group is also financed through loans and drawing rights from the parent bank and companies within Grupo Santander. These loans are priced at market rates and denominated in local currencies.

Credit markets and access to funding have been regarded as satisfactory during the first half of 2015.

Solvency and capital adequacy

New legislation on capital requirements for credit institutions were enforced in Norway as of 1 July 2013 as a result of the Basel III standards and the European Commission's proposal for a legal framework to implement the Basel III standards in the EU (the CRD IV framework). The Group and SCB AS are compliant with a Core Equity Tier1 Capital exceeding the minimum requirement. The Group applies the standard approach in Basel III.

The ICAAP (internal capital adequacy assessment process) is integrated into Grupo Santander's planning and budgeting processes as well as the risk assessment processes under the internal control regulations. In addition to Credit risk, Market risk and Operational risk the ICAAP also covers business risk and other risks not covered in other solvency reporting. A report based on the ICAAP is annually prepared and presented to the Norwegian FSA. The Group has been able to maintain strong solvency ratios above tightening regulatory requirements.

Outlook for 2015

From a macro point of view we see a continuous positive evolution in Sweden and Denmark. Finland is somewhat under stress due to political disputes with Russia, and the Norwegian economy is expected to experience some impact of lower oil price and reduced investments in the oil sector. As of now, we see few indications of this materializing into negative trends for key performance indicators.

Consumer confidence overall is healthy, giving a promising outlook for our product base, specifically consumer loans and credit cards. Car sales are expected to keep a flat trend, or potentially show a slight reduction. The Group will continue to leverage our pan-Nordic footprint, with the best example being our increased cooperation with auto importers and auto dealers with a pan Nordic presence.

From a funding and liquidity standpoint, the focus remains on ensuring good access to diversified funding sources and to meet the CRD IV liquidity requirements. Securitizations, customer deposits, senior unsecured bonds and intra group funding form the four key funding pillars. From a capital perspective the bank has a capital plan which secures being above the minimum regulatory requirement levels.

Santander Consumer Finance S.A's (SCF S.A.) acquisition of SCB AB in 2014 will result in a broader market presence in 2015 than in 2014. The acquisition is part of SCF S.A.'s strategy of growing in the Nordic region. The merger between SCB AS and SCB AB is expected to generate synergies when capturing larger parts of the consumer market. The merger between SCB AS and SCB AB was completed on the 1st of July 2015.

We always strive to optimize and perfect our setup for system and process support, our innovation capabilities and margin management. The bank plans for another year of sustainable growth in both top and bottom line.

Profit and loss account - GROUP

<i>All amounts in thousands of NOK</i>	Note	Q2 2015	Q2 2014	YTD Q2 2015	YTD Q2 2014	Financial year 2014
Interest income and similar income						
Interest and similar income on loans to and receivables from credit institutions		9 416	1 123	8 278	5 179	33 981
Interest and similar income on loans from customers		1 304 274	1 293 551	2 599 133	2 491 569	4 989 041
Operational leasing income		35 268	37 986	73 777	77 859	152 515
Interest and similar income on comm.paper, bonds and other securities		14 149	7 619	29 258	11 189	33 234
Total interest income and similar income		1 363 107	1 340 279	2 710 446	2 585 797	5 208 770
Interest expenses and similar expenses						
Interest and similar expenses on debt to credit institutions		96 153	167 587	208 541	340 815	614 815
Interest and similar expenses on deposits from customers		101 549	94 171	211 332	176 184	382 732
Interest and similar expenses on issued commercial papers and bonds		140 779	98 935	246 867	202 683	422 574
Interest on subordinated loan capital		50 297	46 355	91 746	93 504	215 562
Other interest expenses and similar expenses		10 554	17 701	25 959	40 962	79 850
Total interest expenses and similar expenses		399 332	424 748	784 445	854 148	1 715 534
Net interest and credit commission income		963 775	915 531	1 926 002	1 731 649	3 493 237
Commission income						
Guarantee commissions		467	430	1 167	951	1 650
Other commissions and fees		107 302	44 920	204 873	133 516	390 642
Total commission income and income from banking services		107 769	45 350	206 040	134 467	392 292
Commission Expenses						
Other fees and commission expenses		54 949	51 101	117 738	101 464	198 202
Total commission expenses and expenses from banking services		54 949	51 101	117 738	101 464	198 202
Net value change and gain/loss on foreign exchange and securities						
Gain on foreign exchange and securities		-	-	25 900	-	98 546
Loss on foreign exchange and securities		-883	-26 669	-	-60 767	-
Total value change and gain/loss on foreign exchange and securities		-883	-26 669	25 900	60 767	98 546
Other operating income						
Other operating income		13 046	8 961	24 185	18 397	36 863
Total other operating income		13 046	8 961	24 185	18 397	36 863
Salary and administrative expenses						
Salaries, fees and other personnel expenses		205 234	159 430	400 771	324 249	624 980
<i>Of which: - Salaries</i>		<i>138 023</i>	<i>81 749</i>	<i>264 283</i>	<i>191 231</i>	<i>434 691</i>
<i>- Pensions</i>		<i>15 504</i>	<i>41 790</i>	<i>41 202</i>	<i>64 592</i>	<i>99 175</i>
<i>- Social costs</i>		<i>51 707</i>	<i>35 891</i>	<i>95 286</i>	<i>68 426</i>	<i>91 115</i>
Administrative expenses		192 312	141 658	347 629	252 367	558 999
Total salary and administrative expenses		397 546	301 088	748 400	576 616	1 183 979
Depreciation						
Depreciation		18 045	20 659	34 439	44 955	71 016
Impairment of intangible assets		-	131 169	-	131 169	131 169
Depreciation operational leasing		26 901	29 329	56 105	59 775	118 574
Total depreciation		44 946	181 157	90 544	235 899	320 759
Other operating expenses		134 977	32 162	168 467	61 713	147 731
Losses on loans, guarantees etc.						
Loan losses		52 222	145 685	293 108	312 040	849 460
Total losses on loans, guarantees etc.	4	52 222	145 685	293 108	312 040	849 460
Operating result		399 066	231 979	763 869	536 014	1 320 807
Taxes expense		102 988	68 156	189 019	154 037	364 400
Profit after tax		296 078	163 823	574 850	381 977	956 408
Allocation of profit after tax						
Transferred to other earned equity		296 078	163 823	574 850	381 977	956 408
Total allocations		296 078	163 823	574 850	381 977	956 408

Santander Consumer Bank

All amounts in thousands of NOK

Profit after tax for the period	296 078	163 823	574 850	381 977	956 408
<i>Items not to be recycled to profit and loss</i>					
Actuarial gain/loss on post employment benefit obligations	26 905	163 495	26 905	15 404	-126 581
- Tax relating to pension	-14 062	-44 144	-14 265	-4 159	34 177
<i>Items to be recycled to profit and loss</i>					
Net exchange differences on translating foreign operations	18 735	122 160	-52 303	9 851	153 885
- Tax relating to exchange differences	-5 058	-32 983	14 122	-2 660	-41 549
Value change of government bonds held for sale	27 486	-28 182	16 806	-4 960	-18 305
- Tax relating to government bonds	-7 421	7 609	-4 538	1 339	4 942
Cash flow hedge EMTN	-14 729	-	-25 282	-	564
- Tax relating to cash flow hedge from EMTN	3 977	-	6 826	-	-152
Net investment hedge	-12 585	-224 990	13 317	-48 558	-112 533
- Tax relating to net investment hedge	3 398	60 747	-3 595	13 111	30 384
Cash flow hedge SPV	7 904	-	25 839	-	-113 855
- Tax relating to cash flow hedge in SPV	-2 134	-	-6 976	-	30 741
Total comprehensive income for the period	328 494	187 535	571 705	361 345	798 127

Balance sheet - Assets - GROUP

<i>All amounts in thousands of NOK</i>				
	Note	Q2 2015	Q2 2014	Financial year 2014
Cash and receivables on central banks				
Cash and receivables on central banks		56 754	50 215	56 463
Total cash and receivables on central banks		56 754	50 215	56 463
Deposits with and receivables on financial institutions				
Deposits with and receivables on financial institutions		4 708 138	4 296 699	5 967 460
Total deposits with and loans to financial institutions		4 708 138	4 296 699	5 967 460
Loans to customers				
Credit Card		2 686 898	2 582 511	2 686 198
Unsecured loans		6 964 768	5 386 670	6 408 752
Installment loans		63 283 078	56 204 930	60 814 274
Financial leasing		13 839 253	12 339 463	13 412 702
Total loans before specific -and generic write-downs		86 773 997	76 513 574	83 321 927
- Specific write-downs		670 220	106 862	588 251
- Generic write-downs		994 756	1 146 527	1 028 653
Net loans	3 , 4	85 109 021	75 260 185	81 705 023
Repossessed assets		11 842	13 758	12 945
Commercial papers, bonds and other fixed-income securities				
Commercial papers and bonds	8 , 9 , 11	4 365 826	1 018 449	2 042 744
Total commercial papers, bonds and other fixed-income securities		4 365 826	1 018 449	2 042 744
Financial derivatives	9	1 227 377	573 730	2 263 768
Total financial derivatives		1 227 377	573 730	2 263 768
Ownership interests in group companies				
Ownership interest in credit institutions		-	-	-
Sum ownership interests in group companies		-	-	-
Intangible assets				
Goodwill		482 834	415 175	496 870
Deferred tax assets		173 225	132 751	210 572
Other intangible assets		231 883	218 649	243 665
Total intangible assets		887 943	766 576	951 106
Fixed assets				
Machinery, fittings and vehicles		41 529	41 525	39 880
Operational leasing		409 515	442 548	468 580
Total fixed assets		451 044	484 073	508 459
Other assets				
Consignment		1 981 172	1 899 402	2 162 931
Other assets	11	244 713	255 850	285 265
Total other assets		2 225 885	2 155 252	2 448 196
Prepayments and earned income				
Prepayments and earned but not invoiced income		176 684	155 343	295 444
Total prepayments and earned income		176 684	155 343	295 444
Total assets		99 220 514	84 774 280	96 251 608

Balance sheet – Liabilities – GROUP

<i>All amounts in thousands of NOK</i>	Note	Q2 2015	Q2 2014	Financial year 2014
Debt to credit institutions				
Loans and deposits from credit institutions with an agreed term	11	23 667 238	33 077 131	30 351 149
Total loans and deposits from financial institutions		23 667 238	33 077 131	30 351 149
Deposits from and debt to customers				
Deposits from customers repayable on notice		23 361 281	13 051 324	18 089 036
Total deposits from customers		23 361 281	13 051 324	18 089 036
Financial derivatives	9	601 121	186 427	1 014 378
Total financial derivatives		601 121	186 427	1 014 378
Debt established by issuing securities				
Bonds and other long term loan raising	10	36 116 951	25 014 239	32 247 948
Total debt established by issuing securities		36 116 951	25 014 239	32 247 948
Other debt				
Other debt		765 524	760 514	667 940
Total other debt		765 524	760 514	667 940
Provisions and liabilities				
Incurred expenses and deferred revenue		1 110 309	849 636	895 570
Pension liabilities		309 692	207 446	346 362
Deferred tax		567 948	404 613	529 540
Total provisions and liabilities		1 987 948	1 461 696	1 771 472
Subordinated loan capital				
Subordinated loan capital	11	2 896 722	2 857 707	2 857 663
Total subordinated loan capital		2 896 722	2 857 707	2 857 663
Total liabilities		89 396 786	76 409 039	86 999 585
Paid-in equity				
Share capital		5 448 469	4 998 469	5 448 469
Share capital premium		891 314	891 314	891 314
Total paid-in equity		6 339 783	5 889 783	6 339 783
Earned equity				
Other equity		3 483 945	2 475 458	2 912 240
Total earned equity		3 483 945	2 475 458	2 912 240
Total equity	6	9 823 728	8 365 241	9 252 023
Total liabilities and equity		99 220 514	84 774 280	96 251 608

Cash Flow – GROUP

	Q2 2015	Q2 2014	YTD Q2 2015	YTD Q2 2014	Financial year 2014
Cash flow from operations					
Profit before income taxes	399 066	231 978	763 869	536 014	1 320 807
Taxes paid in the period	-7 412	204 373	-311 451	-141 495	-288 457
Depreciation and impairment	44 946	190 210	90 544	244 952	320 759
Change in loans to customers	-3 316 531	-2 855 250	-3 403 998	-4 522 420	-11 239 756
Change in repossessed assets	1 229	5 293	1 103	4 581	5 394
Change in commercial papers and bonds	-4 021 469	39 350	-8 945 566	-22 799	-1 047 094
Change in financial derivatives, net.	72 179	-93 681	623 134	173 854	-688 233
Change in consignment and other assets	89 701	206 334	222 311	-96 998	-389 942
Change in prepayments and earned income	-4 119	42 321	118 760	27 014	-113 087
Change in loans and deposits from financial institutions	-4 532 939	-924 361	-6 683 911	-821 636	-4 109 529
Change in loans and deposits from customers	2 183 116	1 450 285	5 272 245	3 835 282	8 872 993
Change in other debt	-242 875	-420 737	97 584	224 002	45 812
Differences in expensed pensions and payments in/out of the pension scheme	-26 650	-22 049	-19 102	-15 624	-11 771
Change in other provisions	191 007	-479 681	214 739	-569 633	-4 733
Net cash flow from operations	-9 170 749	-2 425 615	-11 959 739	-1 144 906	-7 326 838
Cash flow from investments					
Net purchase/sale of fixed assets (incl. op. leasing assets)	-14 338	-57 370	-21 346	-112 886	-94 287
Net cash flow from investments	-14 338	-57 370	-21 346	-112 886	-94 287
Cash flow from financing					
Receipt on subordinated loan capital	1 198	981	39 059	354	-
Receipts on issued bonds	8 701 226	2 341 417	10 701 226	307 726	7 541 435
Paid out dividend	-	-	-	-	-
Paid in share capital	-	-	-	550 000	1 000 000
Net cash flow from financing	8 702 424	2 342 397	10 740 286	858 080	8 541 435
Exchange gains / (losses) on cash and cash equivalents	59 160	45 518	-18 231	-6 092	-5 213
Net change in cash and cash equivalents	-423 503	-95 070	-1 259 031	-405 804	1 115 097
Cash and cash equivalents at the beginning of the period	5 188 395	4 598 091	6 023 922	4 908 825	4 908 825
Cash and cash equivalents at the end of the period	4 764 891	4 503 020	4 764 891	4 503 020	6 023 922

Equity statement – GROUP

Q2 2015

<i>All amounts in thousands of NOK</i>	Share capital	Share capital premium	Other equity - OCI	Retained earnings	Total
Balance at 31 March 2015	5 448 469	891 314	-225 312	3 381 642	9 496 113
Net profit for the year	-	-	-	296 078	296 078
Actuarial gain/loss on post employment benefit obligations	-	-	26 905	-	26 905
- Tax relating to pension	-	-	-14 941	-	-14 941
Net exchange differences on translating foreign operations	-	-	18 735	-	18 735
- Tax relating to exchange differences	-	-	-5 058	-	-5 058
Value change of government bonds held for sale	-	-	27 486	-	27 486
- Tax relating to government bonds	-	-	-7 421	-	-7 421
Cash flow hedge EMTN	-	-	-14 729	-	-14 729
- Tax relating to cash flow hedge from EMTN	-	-	3 977	-	3 977
Net investment hedge	-	-	-12 585	-	-12 585
- Tax relating to net investment hedge	-	-	3 398	-	3 398
Cash flow hedge SPV	-	-	7 904	-	7 904
- Tax relating to cash flow hedge in SPV	-	-	-2 134	-	-2 134
Total comprehensive income	-	-	31 536	296 078	327 615
Share dividend	-	-	-	-	-
Capital increase	-	-	-	-	-
Other changes -Paid in, not registered share capital	-	-	-	-	-
Balance at 30 June 2015	5 448 469	891 314	-193 776	3 677 721	9 823 728

YTD Q2 2015

<i>All amounts in thousands of NOK</i>	Share capital	Share capital premium	Other equity - OCI	Retained earnings	Total
Balance at 1 January 2015	5 448 469	891 314	-190 631	3 102 871	9 252 023
Net profit for the year	-	-	-	574 850	574 850
Actuarial gain/loss on post employment benefit obligations	-	-	26 905	-	26 905
- Tax relating to pension	-	-	-14 265	-	-14 265
Net exchange differences on translating foreign operations	-	-	-52 303	-	-52 303
- Tax relating to exchange differences	-	-	14 122	-	14 122
Value change of government bonds held for sale	-	-	16 806	-	16 806
- Tax relating to government bonds	-	-	-4 538	-	-4 538
Cash flow hedge EMTN	-	-	-25 282	-	-25 282
- Tax relating to cash flow hedge from EMTN	-	-	6 826	-	6 826
Net investment hedge	-	-	13 317	-	13 317
- Tax relating to net investment hedge	-	-	-3 595	-	-3 595
Cash flow hedge SPV	-	-	25 839	-	25 839
- Tax relating to cash flow hedge in SPV	-	-	-6 976	-	-6 976
Total comprehensive income	-	-	-3 145	574 850	571 705
Share dividend	-	-	-	-	-
Capital increase	-	-	-	-	-
Other changes -Paid in, not registered share capital	-	-	-	-	-
Balance at 30 June 2015	5 448 469	891 314	-193 776	3 677 721	9 823 728

Financial Year 2014

<i>All amounts in thousands of NOK</i>	Share capital	Share capital premium	Other equity - OCI	Retained earnings	Total
Balance at 1 January 2014	4 448 469	891 314	-32 350	2 146 463	7 453 896
Net profit for the year	-	-	-	956 408	956 408
Actuarial gain/loss on post employment benefit obligations	-	-	-126 581	-	-126 581
- Tax relating to pension	-	-	34 177	-	34 177
Net exchange differences on translating foreign operations	-	-	153 885	-	153 885
- Tax relating to exchange differences	-	-	-41 549	-	-41 549
Value change of government bonds held for sale	-	-	-18 305	-	-18 305
- Tax relating to government bonds	-	-	4 942	-	4 942
Cash flow hedge EMTN	-	-	564	-	564
- Tax relating to cash flow hedge from EMTN	-	-	-152	-	-152
Net investment hedge	-	-	-112 533	-	-112 533
- Tax relating to net investment hedge	-	-	30 384	-	30 384
Cash flow hedge SPV	-	-	-113 855	-	-113 855
- Tax relating to cash flow hedge in SPV	-	-	30 741	-	30 741
Total comprehensive income	-	-	-158 281	956 408	798 127
Capital increase	1 000 000	-	-	-	1 000 000
Balance at 31 December 2014	5 448 469	891 314	-190 631	3 102 871	9 252 023

Santander Consumer Bank

1 Total shares registered as at June 30, 2015, was 444,85 million.

2 Restricted capital as at June 30, 2015, was NOK 5 448 M, unrestricted capital was NOK 3 804 M. The split between restricted and unrestricted capital is in accordance with the Norwegian limited companies act.

In March 2014 the Company issued 55 000 000 shares and in August 2014 an additional 45 000 000 shares, all with a par value of NOK 10. TNOK 1 000 000 in share capital was raised through these two transactions. The share capital is divided into 444.846.912 shares, of NOK 10,- par value.

All shares are owned by Santander Consumer Finance S.A. The annual consolidated accounts and the address of Santander Consumer S.A. in which Santander Consumer Bank AS is included, is published on www.santanderconsumer.com.

Profit and loss account - AS

<i>All amounts in thousands of NOK</i>						
	Note	Q2 2015	Q2 2014	YTD Q2 2015	YTD Q2 2014	Financial year 2014
Interest income and similar income						
Interest and similar income on loans to and receivables from credit institutions		190 452	165 778	386 741	359 547	731 905
Interest and similar income on loans to customers		807 266	763 734	1 566 495	1 372 404	2 789 164
Operational leasing income		-	-	-	-	-
Interest and similar income on comm.paper, bonds and other securities		61 129	70 504	126 065	147 719	276 757
Total interest income and similar income		1 058 847	1 000 017	2 079 301	1 879 670	3 797 826
Interest expenses and similar expenses						
Interest and similar expenses on debt to credit institutions		77 198	133 800	165 411	270 945	490 633
Interest and similar expenses on deposits from customers		101 549	94 171	211 332	176 184	382 732
Interest and similar expenses on issued commercial papers and bonds		80 704	14 165	117 754	21 743	78 106
Interest on subordinated loan capital		50 220	52 301	100 237	104 047	210 285
Other interest expenses and similar expenses		7 873	15 630	20 574	36 016	70 121
Total interest expenses and similar expenses		317 545	310 067	615 309	608 934	1 231 878
Net interest and credit commission income		741 303	689 949	1 463 992	1 270 735	2 565 948
Commission income						
Guarantee commissions		360	430	900	875	1 573
Other commissions and fees		120 827	64 056	234 893	180 741	473 511
Total commission income and income from banking services		121 187	64 487	235 794	181 616	475 084
Commission Expenses						
Other fees and commission expenses		50 968	49 662	109 428	97 631	188 208
Total commission expenses and expenses from banking services		50 968	49 662	109 428	97 631	188 208
Net value change and gain/loss on foreign exchange and securities						
Gain on foreign exchange and securities		1 303	16 054	13 806	27 481	112 527
Loss on foreign exchange and securities		-	-	-	-	-
Total value change and gain/loss on foreign exchange and securities		1 303	16 054	13 806	27 481	112 527
Other operating income						
Other operating income		8 378	6 794	15 225	13 513	391 306
Total other operating income		8 378	6 794	15 225	13 513	391 306
Salary and administrative expenses						
Salaries, fees and other personnel expenses		181 461	138 030	354 175	283 911	545 779
<i>Of which: - Salaries</i>		<i>119 502</i>	<i>103 107</i>	<i>228 204</i>	<i>198 081</i>	<i>412 454</i>
<i>- Pensions</i>		<i>12 474</i>	<i>10 730</i>	<i>35 028</i>	<i>31 034</i>	<i>60 118</i>
<i>- Social costs</i>		<i>49 484</i>	<i>24 192</i>	<i>90 943</i>	<i>54 795</i>	<i>73 207</i>
Administrative expenses		173 286	119 439	310 448	211 853	495 726
Total salary and administrative expenses		354 746	257 468	664 623	495 764	1 041 505
Depreciation						
Depreciation		16 552	19 024	31 285	41 682	63 933
Impairment of intangible assets		-	131 169	-	131 169	131 169
Total depreciation		16 552	150 193	31 285	172 851	195 102
Other operating expenses		128 105	23 960	153 105	44 914	100 588
Losses on loans, guarantees etc.						
Loan losses		38 160	110 835	230 966	244 674	689 349
Total losses on loans, guarantees etc.	4	38 160	110 835	230 966	244 674	689 349
Operating result		283 639	185 167	539 409	437 511	1 330 114
Taxes expense		78 017	52 936	145 839	121 927	297 631
Profit after tax		205 622	132 231	393 570	315 584	1 032 483
Allocation of profit after tax						
Transferred to other earned equity		205 622	132 231	393 570	315 584	1 032 483
Total allocations		205 622	132 231	393 570	315 584	1 032 483

Santander Consumer Bank

All amounts in thousands of NOK

Profit after tax for the period	205 622	132 231	393 570	315 584	1 032 483
<i>Items not to be recycled to profit and loss</i>					
Actuarial gain/loss on post employment benefit obligations	-	15 404	26 905	15 404	-126 581
- Tax relating to pension	-	-4 159	-14 265	-4 159	34 177
<i>Items to be recycled to profit and loss</i>					
Net exchange differences on translating foreign operations	-1 994	-8 614	-4 668	-12 584	-24 893
- Tax relating to exchange differences	540	2 326	1 260	3 398	6 721
Value change of government bonds held for sale	27 486	-28 182	16 806	-	-18 305
- Tax relating to government bonds	-7 421	7 609	-4 538	-	4 942
Cash flow hedge EMTN	-14 729	-	-25 282	-4 960	564
- Tax relating to cash flow hedge from EMTN	3 977	-	6 826	1 339	-152
Total comprehensive income for the period	213 480	116 615	396 615	314 022	908 956

Balance sheet – Assets – AS

<i>All amounts in thousands of NOK</i>	Note	Q2 2015	Q2 2014	Financial year 2014
Cash and receivables on central banks				
Cash and receivables on central banks		56 754	50 215	56 463
Total cash and receivables on central banks		56 754	50 215	56 463
Deposits with and receivables on financial institutions				
Deposits with and receivables on financial institutions		2 435 217	2 783 220	2 920 380
Total deposits with and loans to financial institutions		2 435 217	2 783 220	2 920 380
Loans to customers				
Credit Card		2 686 898	2 582 511	2 686 198
Unsecured loans		4 784 632	3 384 780	4 223 525
Installment loans		52 649 023	47 347 932	50 675 058
Financial leasing		12 823 788	11 585 340	12 489 405
Total loans before specific -and generic write-downs		72 944 341	64 900 563	70 074 187
- Specific write-downs		604 308	72 025	515 299
- Generic write-downs		672 181	857 195	718 979
Net loans	3 , 4	71 667 852	63 971 343	68 839 909
Repossessed assets		6 224	4 826	5 372
Commercial papers, bonds and other fixed-income securities				
Commercial papers and bonds	8 , 9 , 11	10 697 268	7 274 021	8 453 870
Total commercial papers, bonds and other fixed-income securities		10 697 268	7 274 021	8 453 870
Financial derivatives	9	580 091	172 524	1 015 493
Total financial derivatives		580 091	172 524	1 015 493
Ownership interests in group companies				
Ownership interest in credit institutions		1 141 265	1 090 959	1 173 851
Sum ownership interests in group companies		1 141 265	1 090 959	1 173 851
Intangible assets				
Goodwill		119 747	114 534	123 415
Deferred tax assets		59 390	37 020	75 846
Other intangible assets		221 567	208 073	232 023
Total intangible assets		400 704	359 627	431 284
Fixed assets				
Machinery, fittings and vehicles		34 273	35 390	33 158
Total fixed assets		34 273	35 390	33 158
Other assets				
Consignment		888 099	801 397	872 528
Other assets	11	4 166 340	1 484 133	1 566 469
Total other assets		5 054 439	2 285 530	2 438 996
Prepayments and earned income				
Prepayments and earned but not invoiced income		154 920	145 250	271 115
Total prepayments and earned income		154 920	145 250	271 115
Total assets		92 229 007	78 172 906	85 639 890

Balance sheet - Liabilities - AS

<i>All amounts in thousands of NOK</i>				
	Note	Q2 2015	Q2 2014	Financial year 2014
Debt to credit institutions				
Loans and deposits from credit institutions with an agreed term	11	35 980 368	46 126 992	45 376 534
Total loans and deposits from financial institutions		35 980 368	46 126 992	45 376 534
Deposits from and debt to customers				
Deposits from customers repayable on notice		23 361 281	13 051 324	18 089 036
Total deposits from customers		23 361 281	13 051 324	18 089 036
Financial derivatives				
Financial derivatives	9	588 821	145 819	998 622
Total financial derivatives		588 821	145 819	998 622
Debt established by issuing securities				
Bonds and other long term loan raising	10	17 818 679	6 281 750	7 399 366
Total debt established by issuing securities		17 818 679	6 281 750	7 399 366
Other debt				
Other debt		644 113	769 457	627 149
Total other debt		644 113	769 457	627 149
Provisions and liabilities				
Incurred expenses and deferred revenue		1 026 661	734 623	777 511
Pension liabilities		309 692	207 446	346 362
Deferred tax		567 948	404 613	529 540
Total provisions and liabilities		1 904 300	1 346 682	1 653 413
Subordinated loan capital				
Subordinated loan capital	11	2 896 722	2 857 707	2 857 663
Total subordinated loan capital		2 896 722	2 857 707	2 857 663
Total liabilities		83 194 284	70 579 730	77 001 782
Paid-in equity				
Share capital		5 448 469	4 448 469	5 448 469
Share capital premium		891 314	891 314	891 314
Paid in, not registered share capital		-	550 000	
Total paid-in equity		6 339 783	5 889 783	6 339 783
Earned equity				
Other equity		2 694 940	1 703 392	2 298 325
Total earned equity		2 694 940	1 703 392	2 298 325
Total equity	6	9 034 723	7 593 176	8 638 108
Total liabilities and equity		92 229 007	78 172 906	85 639 890

Cash Flow – AS

	Q2 2015	Q2 2014	YTD Q2 2015	YTD Q2 2014	Financial year 2014
Cash flow from operations					
Profit before income taxes	283 639	185 167	539 409	437 511	1 330 114
Taxes paid in the period	-7 333	8 901	-271 451	-271 141	-271 141
Depreciation and impairment	16 552	150 202	31 285	172 860	195 102
Change in loans to customers	-2 658 894	-2 189 329	-2 827 943	-3 536 466	-8 497 798
Change in repossessed assets	62	735	-852	486	-60
Change in commercial papers and bonds	-1 415 606	-33 398	-2 243 398	1 575 078	395 229
Change in financial derivatives, net.	37 377	7 220	25 602	13 296	23 130
Change in consignment and other assets	-2 658 731	-1 206 714	-2 615 443	-1 161 683	-1 315 149
Change in prepayments and earned income	321	2 345	116 195	-24 036	-149 900
Change in loans and deposits from financial institutions	-4 695 979	-2 869 031	-9 396 165	-4 556 321	-5 497 555
Change in loans and deposits from customers	2 183 116	1 450 284	5 272 245	3 835 281	8 872 993
Change in other debt	-166 172	-228 529	16 964	295 237	67 623
Differences in expensed pensions and payments in/out of the pension scheme	-26 650	-22 050	-19 102	-15 625	-11 771
Change in other provisions	199 760	-3 366	249 150	-27 611	224 305
Net cash flow from operations	-8 908 538	-4 747 565	-11 123 506	-3 263 134	-4 634 877
Cash flow from investments					
Net purchase/sale of fixed assets (incl. op. leasing assets)	-4 684	-20 038	-21 944	-46 665	-87 075
Net cash flow from investments	-4 684	-20 038	-21 944	-46 665	-87 075
Cash flow from financing					
Receipt on subordinated loan capital	1 198	982	39 059	355	-
Receipts on issued bonds	8 791 050	4 626 750	10 623 434	2 576 736	3 694 352
Paid out dividend	-	-	-	-	-
Paid in share capital	-	-	-	550 000	1 000 000
Net cash flow from financing	8 792 248	4 627 732	10 662 493	3 127 091	4 694 352
Exchange gains / (losses) on cash and cash equivalents	8 175	-7 774	-1 915	-8 067	-19 768
Net change in cash and cash equivalents	-112 799	-147 645	-484 872	-190 775	-47 368
Cash and cash equivalents at the beginning of the period	2 604 771	2 981 081	2 976 843	3 024 211	3 024 211
Cash and cash equivalents at the end of the period	2 491 971	2 833 435	2 491 971	2 833 435	2 976 843

Equity statement – AS

Q2 2015

	Share capital	Share capital premium	Other equity - OCI	Retained earnings	Total
<i>All amounts in thousands of NOK</i>					
Balance at 31 March 2015	5 448 469	891 314	-246 369	2 715 189	8 808 603
Profit for the period	-	-	-	205 622	205 622
Actuarial gain/loss on post employment benefit obligations	-	-	26 905	-	26 905
- Tax relating to pension	-	-	-14 265	-	-14 265
Conversion differences foreign currencies -branches	-	-	-1 994	-	-1 994
- Tax relating to exchange differences	-	-	540	-	540
Value change of government bonds held for sale	-	-	27 486	-	27 486
- Tax relating to government bonds	-	-	-7 421	-	-7 421
Cash flow hedge EMTN	-	-	-14 729	-	-14 729
- Tax relating to cash flow hedge from EMTN	-	-	3 977	-	3 977
Total comprehensive income	-	-	20 498	205 622	226 120
Share dividend	-	-	-	-	-
Capital increase	-	-	-	-	-
Other changes -Paid in, not registered share capital	-	-	-	-	-
Balance at 30 June 2015	5 448 469	891 314	-225 870	2 920 811	9 034 723

YTD Q2 2015

	Share capital	Share capital premium	Other equity - OCI	Retained earnings	Total
<i>All amounts in thousands of NOK</i>					
Balance at 1 January 2015	5 448 469	891 314	-228 915	2 527 241	8 638 108
Profit for the period	-	-	-	393 570	393 570
Actuarial gain/loss on post employment benefit obligations	-	-	26 905	-	26 905
- Tax relating to pension	-	-	-14 265	-	-14 265
Conversion differences foreign currencies -branches	-	-	-4 668	-	-4 668
- Tax relating to exchange differences	-	-	1 260	-	1 260
Value change of government bonds held for sale	-	-	16 806	-	16 806
- Tax relating to government bonds	-	-	-4 538	-	-4 538
Cash flow hedge EMTN	-	-	-25 282	-	-25 282
- Tax relating to cash flow hedge from EMTN	-	-	6 826	-	6 826
Total comprehensive income	-	-	3 045	393 570	396 615
Share dividend	-	-	-	-	-
Capital increase	-	-	-	-	-
Other changes -Paid in, not registered share capital	-	-	-	-	-
Balance at 30 June 2015	5 448 469	891 314	-225 870	2 920 811	9 034 723

Financial Year 2014

	Share capital	Share capital premium	Other equity - OCI	Retained earnings	Total
<i>All amounts in thousands of NOK</i>					
Balance at 1 January 2014	4 448 469	891 314	-105 387	1 494 758	6 729 154
Profit for the period	-	-	-	1 032 483	1 032 483
Actuarial gain/loss on post employment benefit obligations	-	-	-126 581	-	-126 581
- Tax relating to pension	-	-	34 177	-	34 177
Conversion differences foreign currencies -branches	-	-	-24 893	-	-24 893
- Tax relating to exchange differences	-	-	6 719	-	6 719
Value change of government bonds held for sale	-	-	-18 305	-	-18 305
- Tax relating to government bonds	-	-	4 942	-	4 942
Cash flow hedge EMTN	-	-	564	-	564
- Tax relating to cash flow hedge from EMTN	-	-	-152	-	-152
Total comprehensive income for the period	-	-	-123 528	1 032 483	908 954
Share dividend	-	-	-	-	-
Capital increase	1 000 000	-	-	-	1 000 000
Balance at 31 December 2014	5 448 469	891 314	-228 915	2 527 241	8 638 108

1 Total shares registered as at June 30, 2015, was 444,85 million.

2 Restricted capital as at June 30, 2015, was NOK 5 448 M, unrestricted capital was NOK 3 586 M. The split between restricted and unrestricted capital is in accordance with the Norwegian limited companies act.

In March 2014 the Company issued 55 000 000 shares and in August 2014 an additional 45 000 000 shares, all with a par value of NOK 10. TNOK 1 000 000 in share capital was raised through these two transactions. The share capital is divided into 444.846.912 shares, of NOK 10,- par value. All shares are owned by Santander Consumer Finance S.A. The annual consolidated accounts and the address of Santander Consumer S.A. in which Santander Consumer Bank AS is included, is published on www.santanderconsumer.com.

Lysaker, 12th August 2015

The Board of Directors of Santander Consumer Bank

Erik Kongelf

(Chairman)

Bruno Montalvo Wilmot

(Deputy Chairman)

Maria Rosario Vacas Rolan

Francisco Javier Anton San
Pablo

Bjørn Elvestad

Henning Strøm

Vibeke Hamre Krey

(Employee Representative)

Manuel Angel Menendez
Barrero

Niels Christian Aall

Michael Hvidsten

(Chief Executive Officer)



**Santander Consumer Bank Group
NOTES**

1. Basis of preparation

The accounts show the activities of the company in Norway, Sweden and Denmark (Santander Consumer Bank AS). In the group accounts, the Finnish subsidiary (Santander Consumer Finance OY) and the special purpose entities (as listed in note 12) are included. All figures and notes were prepared under the assumption that the business is a going concern.

The Santander Consumer Bank interim accounts for the second quarter of 2015 are prepared in accordance with IAS 34 Interim Financial reporting as endorsed by EU.

The annual report for 2014 may be obtained by contacting Santander Consumer Bank AS, Strandveien 18, Lysaker – or by visiting www.santander.no.

2. Accounting policies

The Group's accounting policies are consistent with those of the previous financial year as described in the 2014 Annual Report except as described below.

Management's estimates and assumptions of future events that will significantly affect the carrying amounts of assets and liabilities underlie the preparation of the consolidated financial statements. The preparation of interim financial statements requires management to make judgments, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets and liabilities, income and expense. Actual results may differ from these estimates.

In preparing these condensed interim financial statements, the significant judgements made by management in applying the group's accounting policies and the key sources of estimation uncertainty were the same as those that applied to the consolidated financial statements for the year ended 31 December 2014, with the exception of changes in methodology that are required in determining the provision for income taxes. The estimates and assumptions that are deemed critical to the consolidated financial statements are listed in the Santander Consumer Bank 2014 annual report.

3. Risk Classification

The tables below show the past due portfolio at certain aging intervals. The purpose of the note is to show the credit risk associated with the loans to customers.

<i>All amounts in thousands of NOK</i>	Balance			Write Downs		
	30.06.2015	30.06.2014	31.12.2014	Q2 2015	Q2 2014	31.12.2014
Current - not past due date	80 785 591	70 211 009	77 161 711	861 042	534 782	864 729
Current - past due date	4 711 023	5 109 183	4 885 829	165 157	168 611	168 900
Total impaired loans	1 277 383	1 193 382	1 274 387	638 777	549 997	583 274
Total loans	86 773 997	76 513 574	83 321 927	1 664 976	1 253 389	1 616 904

<i>Ageing of past due but not impaired loans</i>	30.06.2015	30.06.2014	31.12.2014	Q2 2015	Q2 2014	31.12.2014
Ageing of past due but not impaired loans						
1 - 29 days	3 863 133	4 084 850	3 876 728	77 811	67 625	67 404
30 - 59 days	637 880	755 981	760 961	48 173	55 260	55 694
60 - 89 days	210 009	268 352	248 140	39 172	45 726	45 803
Total loans due but not impaired	4 711 023	5 109 183	4 885 829	165 157	168 611	168 900

<i>Ageing of impaired loans</i>	30.06.2015	30.06.2014	31.12.2014	Q2 2015	Q2 2014	31.12.2014
90 - 119 days	114 781	149 635	128 756	36 212	43 372	44 184
120 - 149 days	86 638	88 348	82 975	33 612	29 653	29 340
150 - 179 days	62 235	65 433	60 187	28 764	25 745	25 866
180 + days	408 498	540 322	500 576	304 265	287 036	283 373
Economic doubtful*	605 231	349 643	501 893	235 923	164 192	200 511
Total impaired loans	1 277 383	1 193 382	1 274 387	638 777	549 997	583 274

* Economic doubtful contracts are loans where there is a reasonable doubt of full repayment due to reasons other than payment arrears

The Group's portfolio consist 89% of Auto Finance and 11% Unsecured finance (credit card and consumer loan); where for auto finance the underlying assets serve as collateral.

Auto Finance, collateral is held as security. Carrying amount in relationship with object value and financed amount is influenced by specific mileage, use and maintenance among others, which varies from object to object. This value is embedded into Write Downs calculation as part of recoveries.

4. Losses and Write downs

All amounts in thousands of NOK

	30.06.2015	30.06.2014	31.12.2014		
Specific - write-downs					
Specific write-downs 01.01.	588 251	92 045	92 045		
+/- Rate adjustment opening balance	-11 751	7 863	7 782		
Reclassification between specific and generic write down	-	-	467 333		
+ Individual write-downs for the period	93 719	6 954	21 091		
= Specific write-downs period end	670 220	106 862	588 251		
Generic write-downs					
Generic write-downs 01.01.	1 028 653	1 061 253	1 061 253		
+/- Rate adjustment opening balance	-3 854	-7 634	35 757		
Reclassification between specific and generic write down	-	-	-467 333		
+/- Write-downs for the year	-30 043	92 908	398 976		
= Generic write-downs period end	994 756	1 146 527	1 028 653		
Total Write down in Balance Sheet	1 664 976	1 253 389	1 616 904		
Loan losses expenses	Q2 2015	Q2 2014	YTD Q2 2015	YTD Q2 2014	31.12.2014
Change in write down 2014	-36 362	85 598	48 072	100 092	463 606
+/- Fx rate adjustment opening balance	-7 737	-7 437	15 605	-230	-43 539
+ Total recognized losses	188 625	146 144	343 192	307 908	617 492
- Recoveries on recognized losses	-92 303	-78 620	-113 760	-95 730	-188 100
= Loan losses in the period	52 223	145 685	293 109	312 040	849 460

Write-downs calculated separately for each business unit, using internal parameters.

-Specific write-downs calculated by arrears following portfolio ageing and specific assessment of the exposure by specific contracts, also referred to as non performing loans.

-Generic write-downs calculated by arrears, including incurred but not reported impaired loans following portfolio ageing, and reserves based on macro parameters.

5. Interest expense

The table show average interest rate in the second quarter of 2015. Average interest is calculated as actual interest expense through the year in percent of weighted average balance.

All amounts in thousands of NOK

	Q2 2015	Q2 2014	YTD Q2 2015	YTD Q2 2014	2014
To credit institutions					
Interest expenses	96	168	209	341	615
Average loan	25 934	33 820	27 009	33 769	32 406
Average nominal interest rate	1,48 %	1,98 %	1,54 %	2,02 %	1,90 %
To deposit holders					
Interest expenses	102	94	211	176	383
Average deposit	22 270	12 326	20 725	11 134	13 653
Average nominal interest rate	1,82 %	3,06 %	2,04 %	3,16 %	2,80 %
To bond and security holders					
Interest expenses	141	99	247	203	423
Average issued notes and bonds	33 194	23 844	34 182	24 860	28 477
Average nominal interest rate	1,70 %	1,66 %	1,44 %	1,63 %	1,48 %
Subordinated loan capital					
Interest expenses	50	46	92	94	216
Average subordinated loan capital	2 896	2 857	2 877	2 858	2 858
Average nominal interest rate	6,95 %	6,49 %	6,38 %	6,54 %	7,54 %
Total					
Interest expenses	389	407	758	813	1 636
Loan	84 293	72 847	84 794	72 620	77 393
Average nominal interest rate	1,84 %	2,24 %	1,79 %	2,24 %	2,11 %

6. Capital adequacy

<i>All amounts in thousands of NOK</i>	30.06.2015	30.06.2014	31.12.2014
Balance sheet equity			
<i>Paid in equity</i>	5 448 469	4 998 469	5 448 469
<i>Share premium</i>	891 314	891 314	891 314
<i>Retained earnings</i>	3 677 721	2 475 459	3 102 871
<i>Other reserves</i>	(193 776)		(190 631)
Total Equity	9 823 728	8 365 242	9 252 023
Common Equity Tier 1 Capital			
<i>Cash-flow hedge adjustment</i>	(1 083)		
<i>(-) Year to date profit not-eligible (Not audited)</i>	(287 425)		-
<i>Goodwill</i>	(482 834)	(415 175)	(496 870)
<i>Other intangible assets</i>	(231 883)	(218 649)	(243 665)
<i>Deferred tax assets</i>	(173 225)	(132 751)	(210 572)
Total common Equity Tier 1 Capital	8 647 277	7 598 666	8 300 916
Tier 1 Capital			
<i>Paid in Tier 1 capital instruments</i>	2 250 000	2 250 000	2 250 000
Total Tier 1 Capital	10 897 277	9 848 666	10 550 916
Total Capital			
<i>Paid up subordinated loans</i>	615 170	575 170	575 170
<i>Subordinated loans not eligible</i>	(192 000)	(182 000)	(234 000)
Total Capital	11 320 447	10 241 836	10 892 086
Risk exposure			
<i>Regional governments or local authorities</i>	66 337	72 371	71 116
<i>Institutions</i>	1 269 489	1 086 595	1 659 640
<i>Corporates</i>	5 743 622	5 426 011	5 556 252
<i>Retail</i>	61 145 536	54 076 177	58 168 760
<i>Exposures in default</i>	607 164	1 574 360	686 137
<i>Covered bonds</i>	197 617		
<i>Other Exposures</i>	2 865 455	2 808 426	3 265 045
Risk weighted exposure amounts for credit, counterparty credit and dilution risks and free deliveries	71 895 220	65 043 940	69 406 949
<i>Foreign exchange</i>		604 894	353 540
Risk exposure amount for position, foreign exchange and commodities risks	-	604 894	353 540
<i>Basic indicator approach</i>	6 076 410	5 334 296	6 084 906
Risk exposure amount for operational risk	6 076 410	5 334 296	6 084 906
<i>Standardized method</i>	154 277		289 340
Risk exposure amount for credit valuation adjustment	154 277		289 340
<i>Allowance which apply on the standardized approach for credit risk (Since Q3 2014 it has been included in Credit Risk risk weighted exposure)</i>		(1 146 527)	
Deductions of risk exposure amount		(1 146 527)	
Total risk exposure amount	78 125 907	69 836 603	76 134 735
Common equity tier 1 capital ratio	11,07 %	10,88 %	10,90 %
Tier 1 capital ratio	13,95 %	14,10 %	13,86 %
Total capital ratio	14,49 %	14,67 %	14,31 %

Financial information in accordance with the capital requirement regulation is published at www.santander.no. Information according to Pillar 3 will be published at www.santander.no.

7. Segment information

Financial management in Santander is oriented towards the various geographical markets. Monitoring of the overall profitability of the geographic areas are important dimensions of the strategic priorities and allocation of resources in the SCB Group. Reported figures for the various segments reflect the SCB Group's total sales of products and services in the geographical area.

Segment information is based on the internal financial reporting as it is reported to SCB Group management. SCB Group management uses the segment reporting as an element to assess historical and expected future development and allocation of resources.

Reporting from the segments is based on Santander's governance model and the SCB Group's accounting policies. The figures are based on a number of assumptions and estimates.

The Segments are responsible for profits after tax, with the corresponding return on allocated capital according to the SCB Group's governance model. All the SCB Group's trade activities are divided into the reported segments with corresponding balances, income and expenses.

Deficit liquidity from the segments are funded by the SCB Group treasury at market conditions. Surplus liquidity is transferred to the SCB Group treasury at market conditions.

Internal agreements at market conditions or simulated market conditions are made when segments cooperate on the delivery of financial services to customers. Services provided by the Group's central functions and staff are charged segments based on an allocation agreement.

The following products are offered by each reportable segment:

Norway - car financing, leasing, consignment, consumer loans, credit cards and deposits.

Sweden - car financing, leasing, consignment, consumer loans and deposits.

Denmark - car financing, leasing, consignment, consumer loans and deposits.

Finland - car financing, leasing, consignment and consumer loans

30 June 2015 -Only Q2

<i>All amounts in thousands of NOK</i>	Norway	Sweden	Denmark	Finland	Eliminations*	Total Group
Net interest income	492 431	114 219	173 542	194 186	-10 602	963 775
Net commission income and income from banking services	17 168	11 658	16 146	7 849	-	52 820
Value change and gain/loss on foreign exchange and securities	-2 140	-	32	-	1 225	-883
Other operating income	5 433	1 620	2 255	3 738	-	13 046
Operating expenses, salaries, depreciation	-327 219	-91 375	-81 102	-77 773	-	-577 469
Losses on loans, guarantees etc.	1 437	-22 685	-27 779	-3 195	-	-52 222
Operating result	187 109	13 436	83 094	124 805	-9 377	399 067
Total tax	-49 102	-10 313	-18 602	-24 971	-	-102 988
Profit after tax	148 203	3 123	64 492	99 834	-9 377	296 078

30 June 2015 -YTD

<i>All amounts in thousands of NOK</i>	Norway	Sweden	Denmark	Finland	Eliminations*	Total Group
Net interest income	977 534	233 273	335 333	390 464	-10 602	1 926 002
Net commission income and income from banking services	21 961	24 901	27 131	14 309	-	88 302
Value change and gain/loss on foreign exchange and securities	6 785	0	-154	0	19 269	25 900
Other operating income	11 246	3 198	2 600	7 142	-	24 185
Operating expenses, salaries, depreciation	-563 043	-144 987	-142 608	-156 773	-	-1 007 410
Losses on loans, guarantees etc.	-139 360	-56 073	-58 328	-39 348	-	-293 108
Operating result	315 123	60 312	163 974	215 794	8 667	763 870
Total tax	-141 193	-4 646	0	-43 181	-	-189 019
Profit after tax	173 930	55 666	163 974	172 613	8 667	574 850
Cash and receivables on central banks	56 754	-	-	-	-	56 754
Deposits with and loans to financial institutions	2 821 083	773 704	424 549	688 802	-	4 708 138
Net loans	40 870 281	13 959 103	16 837 970	13 441 666	-	85 109 021
Repossessed assets	6 224	-	-	5 618	-	11 842
Commercial papers and bonds	3 763 627	-	602 199	-	-	4 365 826
Financial derivatives	1 215 539	-	11 839	-	-	1 227 377
Shares, interests and primary capital certificates	1 141 265	-	-	-	-1 141 265	0
Other assets	10 692 368	848 127	328 039	1 813 356	-9 940 333	3 741 556
Total assets	60 567 140	15 580 934	18 204 595	15 949 442	-11 081 598	99 220 514
Debt to credit institutions	9 667 055	2 927 380	10 926 873	10 331 524	-10 185 594	23 667 239
Deposits from customers	11 576 939	5 932 416	5 851 926	-	-	23 361 281
Financial derivatives	588 821	-	12 300	-	-	601 121
Debt issued by securities	24 898 178	6 322 066	1 109 898	3 786 810	-	36 116 951
Other liabilities	4 774 983	454 603	269 438	248 612	-97 441	5 650 195
Equity	9 061 165	-55 531	34 160	1 582 496	-798 563	9 823 727
Total liabilities and equity	60 567 140	15 580 934	18 204 595	15 949 442	-11 081 598	99 220 514

8. Classification of financial instruments

All amounts in thousands of NOK

Classification of financial assets 30 June 2015	Financial assets at fair value through P&L	Available for sale financial assets at fair value	Held to maturity investments	Loans and receivables	Book value
Cash and receivables on central banks	-	-	-	56 754	56 754
Deposits with Norwegian financial institutions	-	-	-	4 708 138	4 708 138
Net loans to costumers	-	-	-	85 109 021	85 109 021
Commercial papers and bonds	-	4 365 826	-	-	4 365 826
Financial derivatives	1 227 377	-	-	-	1 227 377
Consignments	-	-	-	1 981 172	1 981 172
Other Assets	-	-	-	244 713	244 713
Total financial assets	1 227 377	4 365 826	-	92 099 797	97 693 001

Non financial assets 1 527 513

Total assets 99 220 514

Classification of financial liabilities 30 June 2015	Financial liabilities at fair value through P&L	Financial liabilities measured at amortized cost	Booked value
Loans and deposits from credit institutions	-	23 667 238	23 667 238
Deposits from and debt to customers repayable on notice	-	23 361 281	23 361 281
Financial derivatives	601 121	-	601 121
Bonds and other long term loan raising	-	36 116 951	36 116 951
Other subordinated loan capital	-	2 896 722	2 896 722
Total financial liabilities	601 121	86 042 193	86 643 314

Non financial liabilities and equity 12 577 200

Total liabilities 99 220 514

Classification of financial assets 31 December 2014	Financial assets at fair value through P&L	Available for sale financial assets at fair value	Held to maturity investments	Loans and receivables	Book value
Cash and receivables on central banks	-	-	-	56 463	56 463
Deposits with Norwegian financial institutions	-	-	-	5 967 460	5 967 460
Net loans to costumers	-	-	-	81 705 023	81 705 023
Commercial papers and bonds	-	2 042 744	-	-	2 042 744
Financial derivatives	2 263 768	-	-	-	2 263 768
Consignments	-	-	-	2 162 931	2 162 931
Other Assets	-	-	-	285 265	285 265
Total financial assets	2 263 768	2 042 744	-	90 177 142	94 483 654

Non financial assets 1 767 954

Total assets 96 251 608

Classification of financial liabilities 31 December 2014	Financial liabilities at fair value through P&L	Financial liabilities measured at amortized cost	Booked value
Loans and deposits from credit institutions	-	30 351 149	30 351 149
Deposits from and debt to customers repayable on notice	-	18 089 036	18 089 036
Financial derivatives	1 014 378	-	1 014 378
Bonds and other long term loan raising	-	32 247 948	32 247 948
Other subordinated loan capital	-	2 857 663	2 857 663
Total financial liabilities	1 014 378	83 545 796	84 560 174

Non financial liabilities and equity 11 691 434

Total liabilities 96 251 608

For the financial assets and liabilities above the fair value is a reasonable approximation to the book value.

9. Valuation hierarchy

Financial instruments measured at fair value

		Quoted market price Level 1	Using observable inputs Level 2	With significant unobservable inputs Level 3	Total
<i>All amounts in million NOK</i>					
Financial assets					
<i>name</i>	<i>type</i>				
Bilkredditt 3	Front swap BK3	-	89 655	-	89 655
Bilkredditt 4	Front swap BK4	-	124 612	-	124 612
Bilkredditt 4	Fixed amort.profile BK4	-	126 894	-	126 894
Bilkredditt 5	Front swap BK5	-	109 029	-	109 029
Bilkredditt 5	Fixed amort.profile BK5	-	108 858	-	108 858
Bilkredditt 6	Front swap BK6	-	323 990	-	323 990
Bilkredditt 6	Fixed amort.profile BK6	-	332 500	-	332 500
TIVOLI	Basis swap -Back	-	11 838	-	11 838
EMTN Bond	DKK fixed to float	-	-	-	-
Total financial derivatives		-	1 227 377	-	1 227 377
Government bonds	bonds	4 365 826	-	-	4 365 826
Total commercial papers and bonds		4 365 826	-	-	4 365 826
Total		4 365 826	1 227 377	-	5 593 203
Financial liabilities					
<i>name</i>	<i>type</i>				
Bilkredditt 4	Pass-through swap BK4	-	125 738	-	125 738
Bilkredditt 5	Pass-through swap BK5	-	109 029	-	109 029
Bilkredditt 6	Pass-through swap BK6	-	323 990	-	323 990
TIVOLI	Basis swap -Front	-	12 300	-	12 300
EMTN Bond	DKK fixed to fixed	-	30 063	-	30 063
Total financial derivatives		-	601 120	-	601 120
Total			601 120		601 120

Fair value shall be a representative price based on what a corresponding asset or liability would have been traded for at normal market conditions. Highest level of quality in relation to fair value is based on quoted prices in an active market. A financial instrument is regarded as quoted in an active market if quoted prices are readily and regularly available from an exchange, dealer, broker, industry group, pricing service or regulatory authority and these prices represent actual and regularly occurring transactions at arm's length.

Level 1: Instruments at this level obtain fair value from quoted prices in active markets for identical assets or liabilities that the entity has access by the reporting date. Examples of instruments at Level 1 are listed government bonds.

Level 2: Instruments at this level is not considered to have an active market. Fair value obtained from observable market data; this includes mainly prices based on identical instruments, but where the instrument is not sufficiently high trading frequency, as well as prices based on corresponding assets and price leading indicators that can be confirmed from market information. Examples of instruments at Level 2 are securities priced out of interest rate paths.

The fair value at level 2 is calculated by discounting future cash flows. The cash flows are mainly known due to contractual conditions, in addition to a marked regulated interest rate element. (e.g. EURIBOR)

Level 3: Instruments at Level 3 contain no observable market data or traded on markets that are considered inactive. The price is based mainly on own calculations, where actual fair value may deviate if the instrument were to be traded.

10. Issued Securities

<i>All amounts in thousands NOK</i>	30.06.15	30.06.14	31.12.14
Senior unsecured issued securities	17 818 679	6 281 750	7 399 366
Asset backed issued securities	18 298 273	18 732 489	24 848 582
Total issued securities	36 116 951	25 014 239	32 247 948

Santander Consumer Bank AS issued bonds on the Oslo Stock exchange in February to a value of 2 000 000 (thousands NOK)

An additional NOK 200 000 (thousands NOK) was issued on the Oslo Stock exchange in May

Santander Consumer Bank AS issued bonds on the Irish stock exchange in April to a value of EUR 750 M (6 593 250 thousands NOK)

Santander Consumer Bank AS issued bonds on Stockholm stock exchange in June to a value of SEK 2 000 M (1 907 976 thousands NOK)

The additional change in balance sheet value of senior unsecured issued securities is the revaluation of the euro bonds

11. Receivables and liabilities to related parties

Debt to related parties:

<i>Amounts in thousands of NOK</i>	30.06.15	30.06.14	31.12.14
Balance sheet line: "Loans and deposits from credit institutions with an agreed term"			
<i>Santander Benelux</i>	16 188 812	24 208 365	21 633 569
<i>Santander Consumer Finance S.A.</i>	496 019	320 972	7 380 931
Total	16 684 831	24 529 337	29 014 048
Balance sheet line: "Subordinated loan capital" - Bonds			
MNOK 180, maturity September 2016, 3 months NIBOR +0.55% (Banco Santander S.A)	180 000	180 000	180 000
MNOK 80, maturity October 2017, 3 months NIBOR +1.00% (Santander Consumer Finance S.A)	80 000	80 000	80 000
MNOK 210, maturity June 2019, 6 months NIBOR +3.43% (Santander Benelux)	250 000	210 000	210 000
MEUR 13 maturity December 2020 12 months EURIBOR +3,20% (Santander Consumer Finance S.A)	105 184	105 183	117 546
<i>Hybrid capital - perpetual bond, 3M NIBOR + 6,50% (Santander Consumer Finance S.A)</i>	2 281 539	2 282 524	2 250 000
Total	2 896 723	2 857 707	2 837 546

The interest rate on intercompany loans are priced in accordance with marked conditions for parties at arm's length. Financial information in accordance with the capital requirement regulation is published at www.santander.no

12. Transactions with related parties

All amounts in thousands of NOK

The group is controlled by Santander Consumer Finance S.A. which owns 100% of the company's shares. The group's ultimate parent is Grupo Santander. All companies within Grupo Santander are considered related parties. In addition, the SPV (securitization of car loans) are also considered as related Parties.

Transactions with related parties are mostly interest on funding from the parent company, ultimate parent or from Santander Benelux.

The following transactions were carried out with related parties:

	Q2 2015	Q2 2014	YTD Q2 2015	YTD Q2 2014	Financial year 2014
Interest income	6 914	-	9 626	-	306 501
Interest expenses	-119 133	-195 074	-256 281	-394 741	-1 004 749
Fees	62 970	60 952	114 101	60 952	2 806
Net transactions	-49 249	-134 123	-132 554	-333 789	-695 442

Santander Consumer Bank Group has had transactions with the following related parties as of 30 June 2015

Banco Santander S.A
Santander Benelux B.V.
Santander Consumer Finance S.A.
Santander Insurance Europe Ltd.
Santander Insurance Services Ireland Ltd.



**Santander Consumer Bank AS
NOTES**

1. Basis of preparation

The accounts show the activities of the company in Norway, Sweden and Denmark (Santander Consumer Bank AS). In the group accounts, the Finnish subsidiary (Santander Consumer Finance OY) and the special purpose entities (as listed in note 12) are included.

All figures and notes were prepared under the assumption that the business is a going concern.

The Santander Consumer Bank interim accounts for the second quarter of 2015 are prepared in accordance with IAS 34 Interim Financial reporting as endorsed by EU.

The annual report for 2014 may be obtained by contacting Santander Consumer Bank AS, Strandveien 18, Lysaker – or by visiting www.santander.no.

2. Accounting policies

The Group's accounting policies are consistent with those of the previous financial year as described in the 2014 Annual Report except as described below.

Management's estimates and assumptions of future events that will significantly affect the carrying amounts of assets and liabilities underlie the preparation of the consolidated financial statements.

The preparation of interim financial statements requires management to make judgments, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets and liabilities, income and expense. Actual results may differ from these estimates.

In preparing these condensed interim financial statements, the significant judgments made by management in applying the group's accounting policies and the key sources of estimation uncertainty were the same as those that applied to the consolidated financial statements for the year ended 31 December 2014, with the exception of changes in methodology that are required in determining the provision for income taxes. The estimates and assumptions that are deemed critical to the consolidated financial statements are listed in the Santander Consumer Bank 2014 annual report.

3. Risk Classification

The tables below show the past due portfolio at certain aging intervals. The purpose of the note is to show the credit risk associated with the loans to customers.

<i>All amounts in thousands of NOK</i>	Balance			Write Downs		
	30.06.2015	30.06.2014	31.12.2014	Q2 2015	Q2 2014	31.12.2014
Current - not past due date	68 423 295	60 038 095	65 220 780	584 129	320 893	609 194
Current - past due date	3 367 724	3 793 975	3 713 251	119 494	118 640	114 761
Total impaired loans	1 153 321	1 068 494	1 140 156	572 866	489 686	510 323
Total loans	72 944 341	64 900 563	70 074 187	1 276 489	929 219	1 234 278

<i>Ageing of past due loans</i>	30.06.2015	30.06.2014	31.12.2014	Q2 2015	Q2 2014	31.12.2014
1 - 29 days	2 732 777	3 045 625	2 968 726	55 309	46 033	46 100
30 - 59 days	471 305	565 554	577 324	35 523	40 632	39 197
60 - 89 days	163 643	182 795	167 201	28 662	31 974	29 463
Total loans due but not impaired	3 367 724	3 793 975	3 713 251	119 494	118 640	114 761

<i>Ageing of impaired loans</i>	30.06.2015	30.06.2014	31.12.2014	Q2 2015	Q2 2014	31.12.2014
90 - 119 days	97 131	110 033	90 674	27 740	26 201	24 527
120 - 149 days	67 917	72 221	67 818	25 227	22 993	21 310
150 - 179 days	51 408	57 540	48 044	22 819	21 495	19 567
180 + days	407 813	538 943	499 775	303 556	286 751	282 738
Economic doubtful*	529 052	289 756	433 845	193 524	132 247	162 181
Total impaired loans	1 153 321	1 068 494	1 140 156	572 866	489 686	510 323

* Economic doubtful contracts are loans where there is a reasonable doubt of full repayment due to reasons other than payment arrears

4. Losses and Write downs

All amounts in thousands of NOK

	30.06.2015	30.06.2014	31.12.2014		
Specific - write-downs					
Specific write-downs 01.01.	515 299	55 498			55 498
+/- Rate adjustment opening balance	-2 507	3 392			2 051
Reclassification between specific and generic write down	-	-			433 522
+ Individual write-downs for the period	91 516	13 134			24 228
= Specific write-downs period end	604 308	72 025			515 299
Generic write-downs					
Generic write-downs 01.01	718 979	787 172			787 172
+/- Rate adjustment opening balance	-2 751	-4 851			12 693
Reclassification between specific and generic write down	-	-			-433 522
+/- Write-downs for the year	-44 047	74 874			352 636
= Generic write-downs period end	672 181	857 195			718 979
Total Write down in Balance Sheet	1 276 489	929 220			1 234 278
Loan losses expenses	Q2 2015	Q2 2014	YTD 2015	YTD 2014	31.12.2014
Change in write down 2015	7 529	45 358	42 211	86 549	391 608
+/- Fx rate adjustment opening balance	3 798	-1 987	5 258	1 460	-14 744
+ Total recognized losses	35 772	96 671	235 351	199 579	402 251
- Recoveries on recognized losses	-8 939	-29 207	-51 853	-42 914	-89 766
= Loan losses	38 159	110 835	230 966	244 674	689 349

Write-downs calculated separately for each business unit, using internal parameters.

-Specific write-downs calculated by arrears following portfolio ageing and specific assessment of the exposure by specific contracts, also referred to as non performing loans.

-Generic write-downs calculated by arrears, including incurred but not reported impaired loans following portfolio ageing, and reserves based on macro parameters.

5. Interest expense

The table show average interest rate in the second quarter of 2015. Average interest is calculated as actual interest expense through the year in percent of weighted average balance.

All amounts in thousands of NOK

	Q2 2015	Q2 2014	YTD Q2 2015	YTD Q2 2014	2014
To credit institutions					
Interest expenses	77	134	165	271	491
Average loan	38 328	47 657	41 054	48 501	48 125
Average nominal interest rate	0,81 %	1,12 %	0,81 %	1,12 %	1,02 %
To deposit holders					
Interest expenses	102	94	211	176	383
Average deposit	22 270	12 326	20 725	11 134	13 653
Average nominal interest rate	1,82 %	3,06 %	2,04 %	3,16 %	2,80 %
To bond and security holders					
Interest expenses	81	14	118	22	78
Average issued notes and bonds	13 525	3 968	12 609	4 993	5 552
Average nominal interest rate	2,39 %	1,43 %	1,87 %	0,87 %	1,41 %
Subordinated loan capital					
Interest expenses	50	52	100	104	210
Average subordinated loan capital	2 896	2 857	2 877	2 858	2 858
Average nominal interest rate	6,94 %	7,32 %	6,97 %	7,28 %	7,36 %
Total					
Interest expenses	310	294	595	573	1 162
Loan	77 019	66 809	77 265	67 485	70 188
Average nominal interest rate	1,61 %	1,76 %	1,54 %	1,70 %	1,66 %

6. Capital adequacy

<i>All amounts in thousands of NOK</i>	30.06.2015	30.06.2014	31.12.2014
Balance sheet equity			
<i>Paid in equity</i>	5 448 469	4 998 469	5 448 469
<i>Share premium</i>	891 314	891 314	891 314
<i>Retained earnings</i>	2 920 810	1 703 393	2 527 241
<i>Other reserves</i>	(225 870)		(228 915)
Total Equity	9 034 723	7 593 176	8 638 108
Common Equity Tier 1 Capital			
<i>Cash-flow hedge adjustment</i>	18 456		
<i>(-) Year to date profit not-eligible</i>	(196 785)		
<i>Goodwill</i>	(119 747)	(114 534)	(123 415)
<i>Other intangible assets</i>	(221 567)	(37 020)	(232 023)
<i>Deferred tax assets</i>	(59 390)	(208 073)	(75 846)
Total common Equity Tier 1 Capital	8 455 689	7 233 549	8 206 825
Tier 1 Capital			
<i>Paid in Tier 1 capital instruments</i>	2 250 000	2 250 000	2 250 000
Total Tier 1 Capital	10 705 689	9 483 549	10 456 825
Total Capital			
<i>Paid up subordinated loans</i>	615 170	575 170	575 170
<i>Subordinated loans not eligible</i>	(192 000)	(182 000)	(234 000)
Total Capital	11 128 859	9 876 719	10 797 995
Risk exposure			
<i>Regional governments or local authorities</i>	65 565	73 438	70 167
<i>Institutions</i>	1 977 548	2 985 068	1 872 856
<i>Corporates</i>	11 510 279	3 250 726	11 434 287
<i>Retail</i>	51 223 125	46 774 574	48 735 876
<i>Exposures in default</i>	549 013	1 494 706	624 858
<i>Covered bonds</i>	197 617		
<i>Other Exposures</i>	5 249 856	2 470 996	2 748 641
Risk weighted exposure amounts for credit, counterparty credit and dilution risks and free deliveries	70 773 003	57 049 509	65 486 684
<i>Foreign exchange (zero if under threshold)</i>		186 578	-
Risk exposure amount for position, foreign exchange and commodities risks	-	186 578	-
<i>Basic indicator approach</i>	4 971 326	4 189 380	5 010 803
Risk exposure amount for operational risk	4 971 326	4 189 380	5 010 803
<i>Standardized method (introduced September 2014)</i>	154 277		289 340
Risk exposure amount for credit valuation adjustment	154 277		289 340
<i>Allowance which apply on the standardized approach for credit risk (Since Q3 2014 it has been included in Credit Risk risk weighted exposure)</i>		(857 195)	-
Deductions of risk exposure amount		(857 195)	-
Total risk exposure amount	75 898 606	60 568 272	70 786 827
Common equity tier 1 capital ratio	11,14 %	11,94 %	11,59 %
Tier 1 capital ratio	14,11 %	15,66 %	14,77 %
Total capital ratio	14,66 %	16,31 %	15,25 %

Financial information in accordance with the capital requirement regulation is published at www.santander.no. Information according to Pillar 3 will be published at www.santander.no.

7. Segment information

Financial management in Santander is oriented towards the various geographical markets. Monitoring of the overall profitability of the geographic areas are important dimensions of the strategic priorities and allocation of resources in SCB AS reported figures for the various segments reflect SCB AS' total sales of products and services in the geographical area.

Segment information is based on the internal financial reporting as it is reported to SCB AS management. SCB AS management uses the segment reporting as an element to assess historical and expected future development and allocation of resources.

Reporting from the segments is based on Santander's governance model and the SCB AS' accounting policies. The figures are based on a number of assumptions and estimates.

The Segments are responsible for profits after tax, with the corresponding return on allocated capital according to SCB AS' governance model. All SCB AS' trade activities are divided into the reported segments with corresponding balances, income and expenses.

Deficit liquidity from the segments are funded by SCB AS' Treasury at market conditions. Surplus liquidity is transferred to SCB AS' Treasury at market conditions.

Internal agreements at market conditions or simulated market conditions are made when segments cooperate on the delivery of financial services to customers. Services provided by SCB AS' central functions and staff are charged segments based on an allocation agreement.

The following products are offered by each reportable segment:

Norway - car financing, leasing, consignment, consumer loans, credit cards and deposits.

Sweden - car financing, leasing, consignment, consumer loans and deposits.

Denmark - car financing, leasing, consignment, consumer loans and deposits.

30 June 2015 -Only Q2

<i>All amounts in thousands of NOK</i>	Norway	Sweden	Denmark	Eliminations*	Total Group
Net interest income	472 498	106 332	162 472	-	741 303
Net commission income and income from banking services	30 971	17 871	21 377	-	70 219
Value change and gain/loss on foreign exchange and securities	-2 076	-	3 378	-	1 303
Other operating income	5 433	1 620	1 325	-	8 378
Operating expenses, salaries, depreciation	-326 926	-91 375	-81 102	-	-499 404
Losses on loans, guarantees etc.	7 210	-21 012	-24 357	-	-38 160
Operating result	187 109	13 436	83 094	-	283 639
Total tax	-102 287	5 667	18 602	-	-78 017
Profit after tax	84 823	19 103	101 696	-	205 622

30 June 2015 -YTD

<i>All amounts in thousands of NOK</i>	Norway	Sweden	Denmark	Eliminations*	Total Group
Net interest income	934 668	217 304	312 019	-	1 463 992
Net commission income and income from banking services	50 619	37 677	38 069	-	126 365
Value change and gain/loss on foreign exchange and securities	7 694	-	6 112	-	13 806
Other operating income	11 246	3 198	781	-	15 225
Operating expenses, salaries, depreciation	-561 418	-144 987	-142 608	-	-849 013
Losses on loans, guarantees etc.	-127 686	-52 881	-50 400	-	-230 966
Operating result	315 123	60 312	163 974	-	539 409
Total tax	-141 193	-4 646	-	-	-145 839
Profit after tax	173 930	55 666	163 974	-	393 570

Cash and receivables on central banks	56 754	-	-	-	56 754
Deposits with and loans to financial institutions	1 663 883	487 135	284 200	-	2 435 217
Net loans	40 870 281	13 959 129	16 838 443	-	71 667 852
Repossessed assets	6 224	-	-	-	6 224
Commercial papers and bonds	6 929 953	1 063 625	2 703 691	-	10 697 268
Financial derivatives	568 252	-	11 839	-	580 091
Ownership interests in group companies	1 141 265	-	-	-	1 141 265
Other assets	4 523 957	849 024	360 751	-89 396	5 644 336
Total assets	55 760 569	16 358 912	20 198 923	-89 396	92 229 007

Debt to credit institutions	13 857 879	8 123 276	13 999 213	-	35 980 368
Deposits from customers	11 576 939	5 932 416	5 851 926	-	23 361 281
Financial derivatives	588 821	-	-	-	588 821
Debt issued by securities	15 910 679	1 908 000	-	-	17 818 679
Other liabilities	4 766 924	450 766	313 633	-86 189	5 445 135
Equity	9 059 327	-55 547	34 151	-3 206	9 034 724
Total liabilities and equity	55 760 569	16 358 912	20 198 923	-89 395	92 229 007

* Eliminations of other assets and debt to credit institutions are mainly intercompany loans between Norway and Denmark

8. Classification of financial instruments

All amounts in thousands of NOK

Classification of financial assets 30 June 2015	Financial assets at fair value through P&L	Available for sale financial assets at fair value	Held to maturity investments	Loans and receivables	Book value
Cash and receivables on central banks	-	-	-	56 754	56 754
Deposits with Norwegian financial institutions	-	-	-	2 435 217	2 435 217
Net loans to costumers	-	-	-	71 667 852	71 667 852
Commercial papers and bonds	-	4 365 826	6 331 442	-	10 697 268
Financial derivatives	580 091	-	-	-	580 091
Ownership interest in credit institutions	1 141 265	-	-	-	1 141 265
Consignments	-	-	-	888 099	888 099
Other Assets	-	-	-	4 166 340	4 166 340
Total financial assets	1 721 356	4 365 826	6 331 442	79 214 262	91 632 886

Non financial assets 596 121

Total assets 92 229 007

Classification of financial liabilities 30 June 2015	Financial liabilities at fair value through P&L	Financial liabilities measured at amortized cost	Booked value
Loans and deposits from credit institutions	-	35 980 368	35 980 368
Deposits from and debt to customers repayable on notice	-	23 361 281	23 361 281
Financial derivatives	588 821	-	588 821
Bonds and other long term loan raising	-	17 818 679	17 818 679
Subordinated loan capital	-	2 896 722	2 896 722
Total financial liabilities	588 821	80 057 050	80 645 871

Non financial liabilities and equity 11 583 136

Total liabilities 92 229 007

Classification of financial assets 31 December 2014	Financial assets at fair value through P&L	Available for sale financial assets at fair value	Held to maturity investments	Loans and receivables	Book value
Cash and receivables on central banks	-	-	-	56 463	56 463
Deposits with Norwegian financial institutions	-	-	-	2 920 380	2 920 380
Net loans to costumers	-	-	-	68 839 908	68 839 908
Commercial papers and bonds	-	2 042 744	6 411 126	-	8 453 870
Financial derivatives	1 015 493	-	-	-	1 015 493
Ownership interest in credit institutions	1 173 851	-	-	-	1 173 851
Consignments	-	-	-	872 528	872 528
Other Assets	-	-	-	1 566 469	1 566 469
Total financial assets	2 189 344	2 042 744	6 411 126	74 255 748	84 898 962

Non financial assets 740 928

Total assets 85 639 890

Classification of financial liabilities 31 December 2014	Financial liabilities at fair value through P&L	Financial liabilities measured at amortized cost	Booked value
Loans and deposits from credit institutions	-	45 376 534	45 376 534
Deposits from and debt to customers repayable on notice	-	18 089 036	18 089 036
Financial derivatives	998 622	-	998 622
Bonds and other long term loan raising	-	7 399 366	7 399 366
Subordinated loan capital	-	2 857 663	2 857 663
Total financial liabilities	998 622	73 722 599	74 721 221

Non financial liabilities and equity 10 918 669

Total liabilities 85 639 890

For the financial assets and liabilities above the fair value is a reasonable approximation to the book value.

9. Valuation hierarchy

Financial instruments measured at fair value

		Quoted market price Level 1	Using observable inputs Level 2	With significant unobservable inputs Level 3	Total
<i>All amounts in million NOK</i>					
Financial assets					
<i>name</i>	<i>type</i>				
Bilkredditt 4	Fixed amort.profile BK4	-	126 894	-	126 894
Bilkredditt 5	Fixed amort.profile BK5	-	108 858	-	108 858
Bilkredditt 6	Fixed amort.profile BK6	-	332 500	-	332 500
TIVOLI	Basis swap -Back	-	11 838	-	11 838
EMTN Bond	DKK fixed to float	-	-	-	-
Total financial derivatives		-	580 091	-	580 091
<i>name</i>	<i>type</i>				
Government bonds*	bonds	4 365 826	-	-	4 365 826
Total commercial papers and bonds		4 365 826	-	-	4 365 826
Total		4 365 826	580 091	-	4 945 917
Financial liabilities					
<i>name</i>	<i>type</i>				
Bilkredditt 4	Pass-through swap BK4	-	125 738	-	125 738
Bilkredditt 5	Pass-through swap BK5	-	109 029	-	109 029
Bilkredditt 6	Pass-through swap BK6	-	323 990	-	323 990
EMTN Bond	DKK fixed to fixed	-	30 063	-	30 063
Total financial derivatives		-	588 821	-	588 821
Total		-	588 821	-	588 821

Fair value shall be a representative price based on what a corresponding asset or liability would have been traded for at normal market conditions. Highest level of quality in relation to fair value is based on quoted prices in an active market. A financial instrument is regarded as quoted in an active market if quoted prices are readily and regularly available from an exchange, dealer, broker, industry group, pricing service or regulatory authority and these prices represent actual and regularly occurring transactions at arm's length.

Level 1: Instruments at this level obtain fair value from quoted prices in active markets for identical assets or liabilities that the entity has access by the reporting date. Examples of instruments at Level 1 are listed government bonds.

Level 2: Instruments at this level is not considered to have an active market. Fair value obtained from observable market data; this includes mainly prices based on identical instruments, but where the instrument is not sufficiently high trading frequency, as well as prices based on corresponding assets and price leading indicators that can be confirmed from market information. Examples of instruments at Level 2 are securities priced out of interest rate paths.

The fair value at level 2 is calculated by discounting future cash flows. The cash flows are mainly known due to contractual conditions, in addition to a marked regulated interest rate element. (e.g. EURIBOR)

Level 3: Instruments at Level 3 contain no observable market data or traded on markets that are considered inactive. The price is based mainly on own calculations, where actual fair value may deviate if the instrument were to be traded.

* Government bonds are included in the balance sheet line "commercial papers and bonds". The balance sheet line also include B and C tranche bonds from the SPVs that are not booked at fair value.

10. Issued Securities

All amounts in thousands NOK

	30.06.15	30.06.14	31.12.14
Senior unsecured issued securities	17 818 679	6 281 750	7 399 366
Asset backed issued securities	-	-	-
Total issued securities	17 818 679	6 281 750	7 399 366

Santander Consumer Bank AS issued bonds on the Oslo Stock exchange in February to a value of 2 000 000 (thousands NOK)

An additional NOK 200 000 (thousands NOK) was issued on the Oslo Stock exchange in May

Santander Consumer Bank As issued bonds on the Irish stock exchange in April to a value of EUR 750 M (6 593 250 thousands NOK)

Santander Consumer Bank As issued bonds on Stockholm stock exchange in June to a value of SEK 2 000 M (1 907 976 thousands NOK)

The additional change in balance sheet value of senior unsecured issued securities is the revaluation of the euro bonds

11. Receivables and liabilities to related parties

Debt to related parties:

<i>Amounts in thousands of NOK</i>	30.06.15	30.06.14	31.12.14
Balance sheet line: "Loans and deposits from credit institutions with an agreed term"			
<i>Santander Benelux</i>	16 188 812	24 208 365	21 633 569
<i>Santander Consumer Finance S.A.</i>	495 498	320 972	180 840
<i>Debt to SPV on future cash flow of securitized loans</i>	19 295 537	21 480 210	23 557 823
Total	35 979 848	46 009 547	45 372 232

Balance sheet line: "Subordinated loan capital" - Bonds			
MNOK 180, maturity September 2016, 3 months NIBOR +0.55% (Banco Santander S.A)	180 000	180 000	180 000
MNOK 80, maturity October 2017, 3 months NIBOR +1.00% (Santander Consumer Finance S.A)	80 000	80 000	80 000
MNOK 210, maturity June 2019, 6 months NIBOR +3.43% (Santander Benelux)	250 000	210 000	210 000
MEUR 13 maturity December 2020 12 months EURIBOR +3,20% (Santander Consumer Finance S.A)	105 184	105 183	117 546
<i>Hybrid capital - perpetual bond, 3M NIBOR + 6,50% (Santander Consumer Finance S.A)</i>	2 281 539	2 282 524	2 250 000
Total	2 896 723	2 857 707	2 837 546

Receivables on related parties:

<i>Amounts in thousands of NOK</i>	30.06.15	30.06.14	31.12.14
Balance sheet line: "commercial papers and bonds"			
<i>B and C notes issued by SPVs</i>	6 331 442	6 255 572	6 451 550
Balance sheet line: "Deposits with and receivables on financial institutions"			
<i>Subordinated loan to SPVs</i>	1 942 716	2 130 393	2 202 248
Balance sheet line: "other assets"			
<i>Loan to subsidiary -Santander Consumer Bank OY</i>	3 955 623	1 260 525	1 356 300

The interest rate on intercompany loans are priced in accordance with marked conditions for parties at arm's length. Financial information in accordance with the capital requirement regulation is published at www.santander.no

12. Transactions with related parties

All amounts in thousands of NOK

The group is controlled by Santander Consumer Finance S.A. which owns 100% of the company's shares. The group's ultimate parent is Grupo Santander. All companies within Grupo Santander is considered related parties. In addition, the SPV -securitization of car loans are also considered as related Parties.

Transactions with related parties are mostly interest on funding from the parent company, ultimate parent or from Santander Benelux. SCB AS has transactions with the SPVs through funding and cash flows as agreed in the securitization process.

The following transactions were carried out with related parties:

	Q2 2015	Q2 2014	YTD Q2 2015	YTD Q2 2014	Financial year 2014
Interest income	250 296	258 026	520 616	558 564	1 655 091
Interest expenses	-342 056	-449 569	-743 288	-950 772	-907 639
Fees	62 536	61 024	113 612	61 125	126 184
Net transactions	-29 224	-130 519	-109 061	-331 082	873 636

Santander Consumer Bank AS has had transactions with the following related parties as of 30 June 2015

Banco Santander S.A
Santander Benelux B.V.
Santander Consumer Finance S.A.
Santander Consumer Bank OY
Santander Insurance Europe Ltd.
Santander Insurance Services Ireland Ltd.

SPV:

SCF RAHOITUSPALVELUT Ltd.	Bilkreditt 4 Ltd.
SCF AJONEUROHALLINTO Ltd.	Bilkreditt 5 Ltd.
SCF Ajoneuvohallinta Ltd.	Bilkreditt 6 Ltd.
SCF Rahoituspalvelut 2013 Ltd.	Dansk Auto Finansiering 1 Ltd.
Bilkreditt 1 Ltd.	SV Autofinans 1 Ltd.
Bilkreditt 2 Ltd.	SV Autofinans Warehousing 1 Ltd.
Bilkreditt 3 Ltd.	SCF Ajoneuvohallinto Ltd..
	SCF Rahoituspalvelut Ltd..

About Santander

Santander Consumer Bank AS is owned by Santander Consumer Finance, which is part of Grupo Santander, one of the world's largest banks. Santander Consumer Finance is among the leaders in Europe within car- and consumer finance. The division is present in 13 countries across Europe. The Nordic region is considered a key growth area.

Based on a business model that focuses on retail banking products and services for private customers, SMEs, and companies, the Santander Group currently serves more than 117 million customers through a global network of 12,951 branches, the largest in the international banking sector. It has 734 billion euros in customer loans, 3.2 million shareholders, and 185 405 employees.

Santander Consumer Bank AS provides financing in the areas of car finance, credit cards and consumer loans. The bank is market leader in Norway within car finance, and has business in Sweden, Finland and Denmark and has a vision to be one of the leading players in the Nordic region. The Group has more than 650 employees throughout the region and total assets of NOK 99.2 billions.

Santander Consumer Bank AS merged with Santander Consumer Bank AB on the 1st of July 2015.