

**Interim report
3rd quarter 2015**

About Komplett Bank ASA

Komplett Bank ASA started banking operations on 21 March 2014 when the company received its banking licence from the Norwegian authorities. Komplett Bank offers unsecured consumer and leisure financing to creditworthy individuals. The main product is “*Fleksibelt Lån*”, a loan product with credit line functionality that gives the customer more flexibility in timing repayments and use of the credit line. The bank also offers attractive deposit rates on its savings accounts. As a member of the Norwegian Banks’ Guarantee Fund, deposits of up to 2 NOK million are guaranteed.

Komplett Bank is mainly owned by Norwegian investors. Komplett AS is the largest shareholder with 20.0% ownership. Komplett Bank ASA is registered on the NOTC list (a Norwegian information system for unlisted shares) as of 26 March 2015 with ticker code KOMP.

Developments to date

Since start up in March 2014, the operating and marketing organization has functioned as intended and the development has been in line with plans, or better. The bank has achieved desired and better than planned growth and results during the first 18 months of operation.

Highlights Year To Date, 2015

- The bank showed positive quarterly net profit in Q2 2015, only 5 quarters after launch, with NOK 0.6 million
- Positive net profit for Q3 2015, with NOK 4.3 million
- Positive net profit YTD 2015 with NOK 1.4 million
- NOK 150 million share issue completed in March, securing capital for strategic growth objectives
- The self-service platform “*Min side*” launched in Q1
- Growth in net loans to customers NOK 333.9 million in Q3 2015 and NOK 818.9 million YTD
- Pre booking of credit cards launched in Q3

Financial figures

Total assets amounted to NOK 1 657.5 million. Net loans to customers amounted to NOK 1 257.8 million, while deposits from customers amounted to NOK 1 312.2 million. Total equity amounted to NOK 317.5 million. For information about regulatory capital, see note 3. Bank deposits and liquid securities amounted to NOK 345.4 million and corresponded to 20.8 % of total assets.

Profit after tax for the 3rd quarter amounted to NOK 4.3 million. Net interest income amounted to NOK 37.2 million, while net commissions and fees amounted to NOK 0.9 million. Gross defaulted loans at the end of the 3rd quarter amounted to NOK 37.4 million while losses on loans amounted to NOK 9.0 million in the 3rd quarter.

Outlook

The bank expects a further increase in lending volumes and deposits from customers. The liquidity and capital position is expected to remain at a satisfactory level.

The bank experiences increased uncertainty for the Norwegian consumer finance industry going forward related to macroeconomic development, increased competition and adverse effects of the proposed tax reform for Norway.

An adverse macroeconomic development may lead to reduced lending growth while increased unemployment rates may lead to increased loss levels for the consumer finance industry. Competition has increased and is expected to increase further. This may lead to pressure on margins as well as increased cost of customer acquisition and increased level of churn. The proposed fee on interest margin and the inclusion of financial services into the Norwegian VAT regime, as announced by the Solberg Government in the Fiscal Budget for 2016, will potentially have negative effect on the industry’s profit margins. If the proposition is put into force, it might be challenging to fully transfer the margin fee and VAT to the bank’s customers.

However, considering the bank’s solid track record, the bank expects to be well positioned to continue to deliver on its growth ambitions going forward. The bank expects its risk selection capabilities and procedures to continue to prove effective and it expects its proven marketing models to continue to deliver growth as planned. The cooperation with the Komplett Group as well as the launch of a credit card is expected to be significant contributors to the bank’s long term growth and profit.

Other information

The accounting profit for the 3rd quarter has in its entirety been booked against retained earnings. This interim report has not been audited by an external auditor.

Bærum, 14 October 2015

Board of Directors, Komplett Bank ASA

Income Statement

Amounts in NOK 1000	Note	Q3 2015	Q1 - Q3 2015	Q3 2014	Q1 - Q3 2014	Total 2014
Interest income	2	43 932	99 853	7 717	10 066	24 831
Interest expenses		6 765	18 118	1 975	2 295	6 319
Net interest income		37 167	81 735	5 742	7 771	18 512
Income commissions and fees		3 363	7 893	747	932	2 270
Expenses commissions and fees		2 507	6 157	344	475	1 421
Net commissions and fees		856	1 736	403	457	849
Net gains / losses on certificates and bonds		-622	-	-	-	-
Salary and other personnel expenses		8 120	20 618	5 723	15 096	20 415
Other administrative expenses, of which:		10 236	30 360	6 502	12 246	18 726
<i>Direct marketing cost</i>		7 467	23 085	5 099	9 063	22 861
Total salary and administrative expenses		18 356	50 978	12 225	27 342	39 141
Ordinary depreciation		1 311	3 131	568	1 193	1 881
Other expenses		1 910	4 896	724	3 053	4 108
Total operating expenses		21 577	59 005	13 517	31 588	45 130
Losses on loans	2	9 000	20 950	1 000	1 000	4 192
Pre-tax operating profit		6 824	2 894	-8 372	-24 360	-29 961
Tax expenses		2 510	1 486	-1 837	-6 154	-7 062
Profit after tax		4 314	1 408	-6 535	-18 206	-22 900

Balance Sheet

Amounts in NOK 1000	Note	30.09.2015	30.06.2015	31.03.2015	31.12.2014	30.09.2014
Assets						
Loans and deposits with credit institutions		128 817	115 913	164 344	128 124	112 634
Loans to customers	2	1 282 983	946 146	689 882	443 112	264 189
-Loan impairment	2	-25 142	-16 142	-8 942	-4 192	-1 000
Certificates and bonds		216 594	217 829	289 400	243 750	56 020
Other intangible assets		20 902	15 715	12 032	11 146	9 517
Deferred tax asset		8 591	11 102	11 886	10 077	8 892
Fixed assets		412	501	527	595	293
Other receivables, of which:		24 396	12 731	11 010	6 995	3 899
<i>Prepaid agent commission</i>		24 031	12 552	10 859	6 658	3 693
Total assets		1 657 554	1 303 793	1 170 139	839 607	454 444
Liability and equity						
Deposits from and debt to customers		1 312 179	978 316	845 744	663 645	277 426
Other debt, of which:		27 887	14 777	15 856	12 682	10 535
<i>Deferred revenue (establishment fees)</i>		9 185	6 932	5 068	3 296	1 840
Total liabilities		1 340 067	993 093	861 600	676 327	287 961
Share capital	3	135 400	135 400	135 400	89 200	89 200
Share premium	3	202 515	202 515	202 473	101 340	101 340
Other paid-in equity	3	9 232	6 758	5 209	3 806	2 586
Retained earnings	3	-29 659	-33 973	-34 543	-31 067	-26 644
Total equity		317 488	310 700	308 539	163 279	166 482
Total liabilities and equity		1 657 554	1 303 793	1 170 139	839 607	454 444

Bærum, 14 October 2015

Board of Directors, Komplett Bank ASA

Note 1 - General accounting principles

The interim report is prepared in accordance with the accounting principles in the annual report for 2014.

Note 2 - Loans to customers

Amounts in NOK 1000	30.09.2015	30.06.2015	31.03.2015	31.12.2014	30.09.2014
Loans to private customers	1 282 983	946 146	689 882	443 112	264 189
Gross lending	1 282 983	946 146	689 882	443 112	264 189
Impairment of loans	25 142	16 142	8 942	4 192	1 000
Net loans from customers	1 257 841	930 004	680 940	438 920	263 189

Loans - Defaults and losses

Amounts in NOK 1000	30.09.2015	30.06.2015	31.03.2015	31.12.2014	30.09.2014
Gross defaulted loans	37 411	24 290	13 977	7 204	1 773
Individual impairment of loans	18 200	14 542	7 742	3 192	1 000
Net defaulted loans	19 211	9 748	6 235	4 012	773
Other impairments of loans	6 942	1 600	1 200	1 000	-

100 % of loans are to private individuals.

Based on the relative short history and limited data on the defaulting customers' payment behaviour, calculation of impairment of loans is to a large extent made on a discretionary basis. Impairment is calculated based on actual observations of the loan portfolio and expectations of future cash flow.

Note 3 - Regulatory capital

Amounts in NOK 1000	30.09.2015	30.06.2015	31.03.2015	31.12.2014	30.09.2014
Share capital	135 400	135 400	135 400	89 200	89 200
Share premium	202 515	202 515	202 473	101 340	101 340
Other equity	-20 427	-27 215	-29 334	-27 261	-24 058
Deductions:					
Deferred tax asset and other intangible assets	-29 493	-26 816	-23 917	-21 223	-18 409
Net profit current year not included in regulatory capital	-1 408				
Common equity Tier 1	286 587	283 884	284 622	142 056	148 074
Supplemental capital	-	-	-	-	-
Total capital	286 587	283 884	284 622	142 056	148 074

Calculation basis - amounts in NOK 1000	30.09.2015	30.06.2015	31.03.2015	31.12.2014	30.09.2014
Loans and deposits with credit institutions (20 %)	25 763	23 183	32 869	25 625	22 527
Loans to customers (75 %)	1 003 180	740 422	551 442	342 127	213 530
Certificates and bonds (10 % and 0 %)	20 132	21 783	27 876	23 312	5 067
Defaulted loans (100 %)	10 165	8 147	5 036	3 012	773
Other assets (100%)	24 809	13 232	11 537	7 589	4 191
Calculation basis credit risk	1 084 049	806 767	628 760	401 665	246 088
Calculation basis operational risk	130 158	130 158	70 688	70 688	70 688
Total calculation basis	1 214 207	936 925	699 448	472 353	316 776

Common equity tier 1 (%)	23.60%
Core capital (%)	23.60%
Total capital (%)	23.60%