

SUMMARY

The Christiania Bank Group's net profit for the first nine months of 2001 amounted to NOK 2,117 million (NOK 1,700 million), equivalent to NOK 3.84 per share (NOK 3.08 per share). Net profit for the third quarter of 2001 amounted to NOK 274 million (NOK 653 million), equivalent to NOK 0.50 per share (NOK 1.18 per share).

Operating profit before loan losses and profit on long-term securities for the first nine months totalled NOK 2,293 million (NOK 2,201 million), and the equivalent figure for the third quarter alone was NOK 625 million (NOK 756 million). Total income is somewhat lower than expected due to losses on stock trading and reduced income from commissions and fees from securities trading, while total operating costs were largely in line with expectations.

Loan losses and provisions for the first nine months amounted to NOK 384 million (write-back of NOK 103 million), of which the third quarter accounted for NOK 222 million (write-back of NOK 146 million).

The profit reported for the first nine months corresponds to a return on the Group's equity of 16.1 per cent (14.3 per cent) on an annualised basis.

Net loans to customers increased by NOK 2.5 billion in the third quarter, equivalent to 1.7 percent. Growth for the year to date stands at NOK 4.4 billion or 2.5%. After adjusting for the sale of Christiania Bank's London branch, net loans to customers increased by approximately NOK 10.3 billion in the first nine months.

Total assets amounted to NOK 245 billion at the end of the third quarter. The capital ratio at the end of the quarter was 10.6 per cent, while the core capital ratio was 7.5 per cent. These calculations include 50% of net pre-tax profit for the first six months.

NORDEA

Christiania Bank became a wholly owned subsidiary of Nordea Companies Finland Plc from the end of 2000. The parent company of the entire group is Nordea AB. Nordea is the leading financial group in the Nordic countries, with a major market position in Finland, Sweden, Denmark and Norway as well as activities in the Baltic states and Poland. The shares of Christiania Bank are no longer listed on the stock exchange following the acquisition of the bank by Nordea. Nordea AB is listed on the stock exchanges in Helsinki, Stockholm and Copenhagen. Further information about the company can be found at www.nordea.com.

A new Board of Directors of Christiania Bank was elected in February 2001.

As part of the process of restructuring the Nordea group, Christiania Bank's London branch was sold during the course of the second quarter to the London branch of Merita Bank. The sale took place at market value, which was broadly similar to book value at the time of sale.

On 11 October 2001, The Norwegian Banking, Insurance and Securities Commission approved the sale of the shares in Norske Liv AS and K-Fondsforsikring AS to Vesta Liv Holding AS. The selling price is NOK 511 million resulting in an accounting gain of approximately NOK 70 million. The effect of the sale is not taken into the accounts as of 30 September 2001.

The four banks in the Nordea Group will change names in December 2001. Christiania Bank og Kreditkasse ASA will be changed to Nordea Bank Norge ASA.

STATEMENT OF INCOME

Net Interest Income

Net interest income in the third quarter was NOK 1,185 million (NOK 1,137 million), equivalent to 2.01 per cent (1.93 per cent) of average total assets on an annualised basis.

The difference between the average interest rates on deposits and lending amounted to 2.54 percentage points in the third quarter. This is somewhat lower than in the second quarter, and also lower than the average reported for 2000, 2.60 and 2.64 percentage points respectively.

Net Change in Value and Profit (Loss) on Securities

Net change in value and profit (loss) on securities in the third quarter totalled NOK -99 million (NOK 75 million), made up of NOK -124 million (NOK 41 million) on shares and NOK 25 million (NOK 34 million) on certificates and bonds. There were no unrealised capital gains associated with the Group's banking portfolio of shares (excluding non-listed shares) as at 30 September 2001.

Net profit from foreign exchange and financial derivatives amounted to NOK 184 million (NOK 126 million) in the third quarter. The Bank's customer trading made a particularly strong contribution to this good result.

Other Operating Income and Operating Expenses

Other operating income in the third quarter of this year was approximately NOK 75 million lower than in the corresponding period last year. The main reduction was seen in commissions and fees from securities trading and in income from the insurance business.

Operating expenses in the third quarter were NOK 986 million (NOK 998 million). Third quarter operating expenses were equivalent to 1.68 per cent (1.69 per cent) of average total assets on an annualised basis. The ratio of costs to income, excluding net change in value and profit (loss) on securities, was 57.6 per cent (57.5 per cent) for the first nine months in 2001 and 57.7 per cent (59.4 per cent) in the third quarter of 2001.

Provision for Losses on Loans and Guarantees

The income statement shows a provision for losses on loans and guarantees for the third quarter of NOK 222 million (write-back NOK 146 million).

Net losses and specific loan loss provisions for the third quarter are made up of NOK -12 million (NOK -16 million) in the retail market, NOK 23 million (NOK 6 million) on small and medium-sized businesses, NOK 136 million (NOK -187 million) on major Norwegian business clients, and NOK 25 million (NOK 51 million) in branches abroad in addition to a provision for general loan losses of NOK 50 million (NOK 0 million).

The Group's portfolio of non-performing and doubtful commitments increased by NOK 0.1 billion in the third quarter to NOK 3.2 billion in gross terms. Net non-performing and doubtful commitments, representing the book value of these commitments, amounted to NOK 2.1 billion as at 30 September 2001, which is the same level as previous quarter.

Taxes

The Group has expensed NOK 129 million in respect of taxes in the third quarter.

The calculation of taxation for the year to date has taken into account the judgement handed down by the Norwegian Supreme Court on 27 June 2001 in respect of the treatment for tax purposes of the preference capital supplied to the Bank in 1991. The Court ruled that the disputed amount of approximately NOK 2.7 billion should be deemed neither to be taxable income nor entail a reduction in the loss carry-forward for tax assessment purposes. The bank has therefore written-back taxes previously calculated and expensed amounting to NOK 750 million in the second quarter.

As at 30 September 2001, the Group's net deferred tax benefit was approximately NOK 1.1 billion. The Group also has some pending disputes concerning tax assessments in previous years.

The Borgarting Lagmannsrett (the Court of Appeal) handed down its ruling on 27 April 2001 in the tax case that the Bank had brought against the State concerning the right to claim relief for a loss from sale of subsidiaries within the Group. The Court of Appeal upheld the judgement of the City Court that the losses for which Christiania Bank has claimed relief do not qualify for relief under the Company Tax Act. Christiania Bank has lodged an appeal against this decision. The Appeal Committee of the Supreme Court has ruled that the appeal will be heard by the Supreme Court.

BALANCE SHEET

At the end of September 2001 the Group's total assets were NOK 245 billion. This represents an increase of NOK 7.6 billion in the last quarter. Net loans to customers increased by NOK 2.5 billion in the third quarter, while there was an increase over the last 12 months of NOK 5.5 billion. After adjusting for the sale of the London branch, net loans have increased by approximately NOK 11.9 billion over the last 12 months. Deposits from customers at the end of September this year were NOK 103.6 billion, as against NOK 104.6 billion three months previously. Deposits from customers were equivalent to 56 per cent of net lending to customers including loans from Norgeskreditt, as compared

to 57 per cent three months previously. For the Parent Bank customer deposits represented 65 per cent of net lending to customers.

CAPITAL RATIO

The risk-weighted asset base of the Group was NOK 211.1 billion as at 30 September 2001, which is an increase of NOK 0.9 billion in the last quarter.

Under current regulations, the capital ratio is required to be at least 8 per cent at all times. The Group's total capital amounted to NOK 22,391 million, which represents a capital ratio of 10.6 per cent. The capital ratio for the Parent Bank was 10.7 per cent. The Group's core capital totalled NOK 15,842 million equivalent to 7.5 per cent. These calculations include 50% of pre-tax profit for the first six months. Had the entire profit for the first nine months been added to the core capital as at 30 September 2001, both the Group's core capital ratio and its total capital ratio would have been approximately 0.7 percentage points higher.

STATEMENT OF INCOME

(NOK mill.)

The Parent Bank					The Group					
3rd quarter		9 months		Whole year		3rd quarter		9 months		Whole year
2001	2000	2001	2000	2000		2001	2000	2001	2000	2000
3,852	4,048	12,544	11,081	15,700	Interest income	4,155	4,420	13,637	12,220	17,212
2,796	3,031	9,317	8,075	11,604	Interest expenses	2,970	3,283	10,017	8,851	12,608
1,056	1,017	3,227	3,006	4,096	Net interest income	1,185	1,137	3,620	3,369	4,604
(12)	281	317	601	904	Dividends and profit from group companies and associated companies	(1)	29	65	109	185
344	358	1,088	1,121	1,533	Commissions and fees	380	407	1,196	1,250	1,699
(77)	(70)	(232)	(202)	(275)	Commission expenses	(83)	(75)	(246)	(199)	(271)
21	37	110	(30)	7	Net change in value and profit (loss) on securities	(99)	75	55	67	122
184	126	529	384	553	Net change in value and profit (loss) on foreign exchange and financial derivatives	184	126	529	384	553
31	28	76	62	90	Other non-interest income	45	55	120	108	163
491	760	1,888	1,936	2,812	Total non-interest income	426	617	1,719	1,719	2,451
479	485	1,489	1,418	1,974	Personnel expenses	539	528	1,633	1,551	2,154
279	272	891	801	1,175	Administrative expenses	298	279	936	828	1,217
66	67	154	194	240	Ordinary depreciation and write-downs	70	72	166	208	261
87	96	304	267	397	Other non-interest expenses	79	119	311	300	447
911	920	2,838	2,680	3,786	Total non-interest expenses	986	998	3,046	2,887	4,079
636	857	2,277	2,262	3,122	Operating profit before loan losses and profit on long-term securities	625	756	2,293	2,201	2,976
222	27	377	69	175	Provision for losses on loans and guarantees (note 2, 3)	222	(146)	384	(103)	26
-	2	-	40	40	Profit (losses/write-downs) on long-term securities	-	2	-	40	40
414	832	1,900	2,233	2,987	Operating profit	403	904	1,909	2,344	2,990
140	179	(217)	533	576	Income taxes (note 4)	129	251	(208)	644	579
274	653	2,117	1,700	2,411	Net profit	274	653	2,117	1,700	2,411
					Earnings per share, fully diluted (per quarter/9 months/year) (NOK)	0.50	1.18	3.84	3.08	4.37

INTERIM RESULTS

(NOK mill.)

	The Group						
	1st quarter 2000	2nd quarter 2000	3rd quarter 2000	4th quarter 2000	1st quarter 2001	2nd quarter 2001	3rd quarter 2001
Interest income	3,740	4,060	4,420	4,992	4,690	4,792	4,155
Interest expenses	2,634	2,934	3,283	3,757	3,507	3,540	2,970
Net interest income	1,106	1,126	1,137	1,235	1,183	1,252	1,185
Dividends and profit from group companies and associated companies	14	66	29	76	10	56	(1)
Commissions and fees	395	448	407	449	394	422	380
Commission expenses	(60)	(64)	(75)	(72)	(83)	(80)	(83)
Net change in value and profit (loss) on securities	32	(40)	75	55	93	61	(99)
Net change in value and profit (loss) on foreign exchange and financial derivatives	117	141	126	169	150	195	184
Other non-interest income	31	22	55	55	37	38	45
Total non-interest income	529	573	617	732	601	692	426
Personnel expenses	508	515	528	603	549	545	539
Administrative expenses	258	291	279	389	284	354	298
Ordinary depreciation and write-downs	66	70	72	53	48	48	70
Other non-interest expenses	81	100	119	147	101	131	79
Total non-interest expenses	913	976	998	1,192	982	1,078	986
Operating profit before loan losses and profit on long-term securities	722	723	756	775	802	866	625
Provision for losses on loans and guarantees	30	13	(146)	129	47	115	222
Profit (losses/write-downs) on long-term securities	-	38	2	-	-	-	-
Operating profit	692	748	904	646	755	751	403
Income taxes	200	193	251	(65)	210	(547)	129
Net profit	492	555	653	711	545	1,298	274
Average total assets	214,504	236,194	236,122	243,080	249,105	247,804	235,344

BALANCE SHEET

(NOK mill.)

The Parent Bank				The Group		
30.09.01	30.09.00	31.12.00	ASSETS	30.09.01	30.09.00	31.12.00
7,559	12,481	5,514	Cash and deposits with central banks	7,559	12,481	5,514
26,802	22,980	25,965	Deposits with and loans to credit institutions	21,434	15,563	18,776
34,361	35,461	31,479	Total deposits	28,993	28,044	24,290
162,990	157,985	159,024	Loans to customers (note 6)	188,295	182,779	183,759
(1,027)	(1,059)	(967)	Specific allowance (note 3, 6)	(1,116)	(1,157)	(1,065)
(1,538)	(1,492)	(1,490)	General allowance for loan losses (note 6)	(1,642)	(1,596)	(1,594)
160,425	155,434	156,567	Net loans to customers	185,537	180,026	181,100
90	11	9	Repossessed assets	101	23	23
16,941	15,676	18,112	Certificates and bonds (note 5)	17,318	16,165	18,591
80	590	257	Equities and investments (note 5)	1,283	2,197	1,788
17,021	16,266	18,369	Total securities	18,601	18,362	20,379
549	613	637	Associated companies	985	1,034	1,070
5,288	5,433	5,393	Equities and investments in group companies	-	-	-
986	775	730	Deferred tax asset, goodwill and other intangible assets	1,127	845	881
2,499	2,564	2,332	Real estate and machinery	2,585	2,649	2,416
2,034	4,098	1,210	Other assets	2,215	4,351	1,105
4,141	3,875	4,675	Prepaid expenses and accrued income	4,428	4,221	4,920
227,394	224,530	221,401	Total assets	244,572	239,555	236,184
LIABILITIES AND EQUITY						
54,397	33,800	31,140	Deposits from credit institutions	57,080	33,742	31,124
103,823	104,025	106,808	Deposits from customers	103,629	103,727	106,468
158,220	137,825	137,948	Total deposits	160,709	137,469	137,592
35,648	53,690	42,962	Certificates and bond loans	48,932	67,284	62,140
3,973	3,082	10,050	Other liabilities	4,045	3,306	4,471
4,861	4,921	4,553	Accrued expenses and prepaid receivables	5,118	5,377	5,017
1,104	974	1,112	Allowances for liabilities	1,154	1,023	1,161
45,586	62,667	58,677	Total other liabilities	59,249	76,990	72,789
5,143	7,309	8,443	Subordinated loan capital	6,169	8,367	9,470
3,860	3,860	3,860	Share capital	3,860	3,860	3,860
12,468	11,169	12,473	Reserves	12,468	11,169	12,473
2,117	1,700	-	Net profit for the period	2,117	1,700	-
18,445	16,729	16,333	Total equity	18,445	16,729	16,333
227,394	224,530	221,401	Total liabilities and equity	244,572	239,555	236,184

Oslo, 1 November 2001

CHRISTIANIA BANK OG KREDITKASSE ASA

KEY FIGURES

(NOK mill.)

	The Group						
	31.03.00	30.06.00	30.09.00	31.12.00	31.03.01	30.06.01	30.09.01
Total assets	225,980	230,104	239,555	236,184	245,053	236,923	244,572
Net loans to customers	167,484	173,637	180,026	181,100	186,256	183,063	185,537
Net loans to customers as percentage of total assets	74.1	75.5	75.2	76.7	76.0	77.3	75.9
Deposits from customers	94,079	99,856	103,727	106,468	108,931	104,566	103,629
Deposits from customers as percentage of total assets	41.6	43.4	43.3	45.1	44.5	44.1	42.4
Deposit ratio (customer deposits to net loans to customers)	56.2	57.5	57.6	58.8	58.5	57.1	55.9
Total non-performing commitments	2,638	2,696	2,457	2,184	2,373	1,812	2,289
Net non-performing commitments	1,720	1,760	1,500	1,334	1,675	1,084	1,421
Risk-weighted assets	195,700	203,800	210,300	209,600	216,100	210,200	211,100
Book equity per share (NOK)	28.16*	29.16	30.34	29.62*	30.61*	32.96	33.45
Earnings per share (per quarter) (NOK)	0.89	1.01	1.18	1.29	0.99	2.35	0.50
Cost/income ratio (excluding net change in value and profit (loss) on securities) (per quarter)	57.0	56.1	59.4	62.3	58.1	57.2	57.7
Numbers of employees (full-time positions)	4,033	4,032	4,089	4,063	4,065	4,035	4,093

* Excluding allocations of dividend, not yet paid at the time, of NOK 3.00 as at 1Q00, and NOK 2.00 per share as at 4Q00 and 1Q01.

NOTES TO THE ACCOUNTS

1 GENERAL PRINCIPLES

The quarterly accounts have been set out in accordance with the same principles as the 2000 annual accounts. Unless stated otherwise, the notes show Group figures.

As part of the process of restructuring the Nordea Group, Christiania Bank's London branch was sold during the course of the second quarter to the London branch of Merita Bank. The sale took place at market value, which was broadly similar to book value at the time of sale. This transaction reduced the total assets of Christiania Bank by approximately NOK 14 billion from the level at the end of September 2000, of which net loans to customers represented approximately NOK 6 billion of this reduction. Corresponding figures as at 31 December 2000 amounted to approximately NOK 17 and 6 billion.

2 PROVISION FOR LOSSES ON LOANS AND GUARANTEES

Loan loss provision by industry

	3rd quarter 2001		9 months 2001	
	NOK mill.	Percentage of total loans *	NOK mill.	Percentage of total loans
Retail market	(12)	(0.1)	(44)	(0.1)
Primary industries (agriculture/fisheries)	(1)	(0.1)	(1)	-
Mining, oil extraction and drilling	(2)	(0.2)	(2)	(0.1)
Manufacturing industry	18	0.4	102	0.8
Power and water supply, building and construction	3	0.2	4	0.1
Wholesale and retail trade	8	0.4	55	0.9
Hotels and restaurants	9	1.7	15	1.0
Shipping and aviation	10	0.2	23	0.1
Real estate	1	-	9	-
Commercial services	138	2.2	173	0.9
Other	-	-	-	-
Total	172	0.4	334	0.2
Change in general allowance	50		50	
Net loan loss provision	222	0.5	384	0.3

* Annualised

3 CHARGE-OFFS AND CHANGES IN ALLOWANCES

	3rd quarter 2001	9 months 2001
Specific allowance, beginning of period	975	1,065
New loan loss provisions	213	391
Change in previous allowances	(5)	(23)
Charge-offs	(55)	(316)
Exchange rate differences	(12)	(1)
Specific allowance, end of period	1,116	1,116
Of which specific allowance on guarantees	-	-
Specific allowance on loans, end of period	1,116	1,116

Net losses on loans and guarantees during the period

New specific loan loss provisions	188	405
Change in previous allowances	(3)	(20)
Net loss (profit) on repossessed assets etc.	3	1
Recoveries on commitments previously written off	(16)	(52)
Change in general allowance	50	50
Provision for losses on loans and guarantees	222	384

4 INCOME TAXES

The tax charge for the period includes payable taxes and changes in deferred taxes.

The calculation of taxation for the period has taken into account the judgement handed down by the Norwegian Supreme Court on 27 June 2001 in respect of the treatment for tax purposes of the preference capital supplied to the Bank in 1991. The Court ruled that the disputed amount of approximately NOK 2.7 billion should be deemed neither to be taxable income nor entail a reduction in the loss carry-forward for tax assessment purposes. The Bank has therefore written-back tax previously calculated and expensed amounting to approximately NOK 750 million in the second quarter 2001.

5 SECURITIES

	30.09.01		30.09.00		31.12.00	
Trading portfolio	Cost	Book value/ market value	Cost	Book value/ market value	Cost	Book value/ market value
Certificates and bonds	5,067	5,087	4,721	4,720	5,799	5,823
Equities and investments	724	655	556	571	243	231
Total trading portfolio	5,791	5,742	5,277	5,291	6,042	6,054

Short positions *

Equities and investments	187	184
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Other current and fixed assets	Book value	Book value	Book value
Certificates and bonds	12,231	11,445	12,768
Equities and investments	628	1,626	1,557
Total other current and fixed assets	12,859	13,071	14,325

Unrealised gains on other current and fixed assets

Certificates and bonds	88	12	60
Equities and investments **	-	215	154

* Included in Other liabilities

** Unrealised gains on non-listed stocks not included

Following an adjustment of the Group's investment strategy a new appraisal of financial assets and the classification of these was undertaken during the third quarter 2001. The effect of this was that all listed shares of K-Holding's equities that were earlier classified as a banking portfolio, now are classified as a trading portfolio. Equities and investments classified as other current and fixed assets include therefore only non-listed equities and investments.

6 ANALYSIS OF THE LOAN PORTFOLIO

	Total NOK mill.		Allowances NOK mill.		%		Net NOK mill.	
	30.09.01	30.06.01	30.09.01	30.06.01	30.09.01	30.06.01	30.09.01	30.06.01
Non-performing commitments	2,289	1,812	868	728	38	40	1,421	1,084
Doubtful commitments	913	1,242	248	247	27	20	665	995
Total	3,202	3,054	1,116	975	35	32	2,086	2,079
Of which guarantees etc.	(222)	(99)	0	(1)	0	1	(222)	(98)
Other loans	185,315	182,677	1,642	1,594	0.9	0.9	183,673	181,083
Total	188,295	185,632	2,758	2,568	1	1	185,537	183,064

Non-performing commitments were distributed as follows

	Total non-performing NOK mill.		Allowances NOK mill.		%		Net non-performing NOK mill.	
	30.09.01	30.06.01	30.09.01	30.06.01	30.09.01	30.06.01	30.09.01	30.06.01
Corporate commitments	1,802	1,349	655	557	36	41	1,147	792
Retail commitments	487	463	213	171	44	37	274	292
Total	2,289	1,812	868	728	38	40	1,421	1,084

7 CAPITAL RATIO

Risk-weighted assets as at 30 September 2001

(NOK bn.)

Total assets	178.3
Total off-balance sheet items	26.1
Total market and foreign exchange risk	6.7
Risk-weighted assets	211.1

Capital ratio as at 30 September 2001

(NOK mill.)

(%)

Core capital	15,842	7.5
Supplementary capital	6,586	3.1
Deductions	(37)	-
Total capital	22,391	10.6

Our auditors have reviewed the interim report as at 30 June 2001. Therefore, 50% of pre-tax profit for the first six months is included in the core capital. The capital ratio requirement is 8 per cent.