

## **Interim Report 1<sup>st</sup> quarter 2008**

### **Nordea Bank Norge Group**

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*Nordea Bank Norge is part of the Nordea Group. Nordea's vision is to be the leading Nordic bank, acknowledged for its people, creating superior value for customers and shareholders. We are making it possible for our customers to reach their goals by providing a wide range of products, services and solutions within banking, asset management and insurance. Nordea has around 10 million customers, approx. 1,300 branch offices and a leading netbanking position with 4.9 million e-customers. The Nordea share is listed on the OMX Nordic Exchange in Stockholm, Helsinki and Copenhagen.*

[www.nordea.com](http://www.nordea.com)

## Key financial figures

### Income statement

	Q1 2008	Q1 2007	Change %	Q4 2007	Change %
NOKm					
Net interest income	1,756	1,387	27	1,671	5
Net fee and commission income	332	383	-13	398	-17
Net gains/losses on items at fair value	-77	110	-170	45	-271
Equity method	-43	17	-353	-19	126
Other income	115	17	576	17	576
<b>Total operating income</b>	<b>2,083</b>	<b>1,914</b>	<b>9</b>	<b>2,112</b>	<b>-1</b>
Staff costs	-687	-648	6	-611	12
Other expenses	-438	-445	-2	-483	-9
Depreciation of tangible and intangible assets	-25	-25	0	-31	-19
<b>Total operating expenses</b>	<b>-1,150</b>	<b>-1,118</b>	<b>3</b>	<b>-1,125</b>	<b>2</b>
<b>Profit before loan losses</b>	<b>933</b>	<b>796</b>	<b>17</b>	<b>987</b>	<b>-5</b>
Loan losses	-50	21		40	
Disposals of tangible and intangible assets	0	6		4	
<b>Operating profit</b>	<b>883</b>	<b>823</b>	<b>7</b>	<b>1,031</b>	<b>-14</b>
Income tax expense	-256	-222	15	-227	13
<b>Net profit for the period</b>	<b>627</b>	<b>601</b>	<b>4</b>	<b>804</b>	<b>-22</b>

### Business volumes, key items

	31 Mar 2008	31 Mar 2007	Change %	31 Dec 2007	Change %
NOKbn					
Loans and receivables to the public	370.8	324.7	14	360.2	3
Deposits and borrowings from the public	213.1	191.0	12	217.8	-2
of which savings deposits	58.4	48.8	20	54.8	7
Equity	23.4	20.6	14	22.8	3
Total assets	443.8	409.2	8	441.6	0

### Ratios and key figures

	Q1 2008	Q1 2007	Q4 2007
Earnings per share (EPS), NOK	1.14	1.09	1.46
EPS, rolling 12 months up to period end	5.19	5.21	5.14
Equity per share <sup>1,3</sup> , NOK	42.46	37.27	41.33
Shares outstanding <sup>1,3</sup> , million	551	551	551
Return on equity, %	10.9	11.6	14.4
Cost/income ratio, %	55	58	53
Tier 1 capital ratio <sup>1,2</sup> , %	7.0	6.8	6.6
Total capital ratio <sup>1,2</sup> , %	9.3	9.3	8.9
Tier 1 capital <sup>1,2</sup> , NOKm	21,298	20,044	21,638
Risk-weighted assets <sup>1,2</sup> , NOKbn	314	296	330
Number of employees (full-time equivalents) <sup>1</sup>	3,331	3,121	3,254

<sup>1</sup> End of period.

<sup>2</sup> Including the result for the three first months. Q1 2007 is according to Basel I. According to Norwegian FSA rules (excluding the unaudited result for Q1): Tier 1 capital NOK 21,298m (31 Mar 2007: NOK 20,044m), capital base NOK 28,531m (31 Mar 2007: NOK 27,438m), Tier 1 capital ratio 6.8% (31 Mar 2007: 6.8%), total capital ratio 9.1% (31 Mar 2007: 9.3%).

<sup>3</sup> See note 7.

Throughout this report, “Nordea Bank Norge” and “NBN” refer to the parent company Nordea Bank Norge ASA, business identity code 911 044 110, with its subsidiaries. The registered office of the company is in Oslo. Nordea Bank Norge ASA is a wholly owned subsidiary of Nordea Bank AB (publ), the listed parent company of the whole Nordea Group. The business operations of the Nordea Group have been organised in the following business areas, all of which operate across national boundaries: Nordic Banking, Banking & Capital Market Products, Institutional & International Banking, Savings & Life Products and Private Banking.

The consolidated interim report of Nordea Bank AB (publ) embraces all the activities of the Nordea Group and provides the most complete and fair view. This statutory interim report covers the operations of the legal entity Nordea Bank Norge ASA with its subsidiaries.

# Nordea Bank Norge Group

## Result summary first quarter 2008

Nordea Group reports continued strong income growth in the first quarter 2008, mainly driven by an accelerated growth in net interest income, supported by positive trends both in lending and deposits. Income growth has been particularly strong in the corporate segment. The income growth underlines Nordea's robustness in volatile markets and also shows the strength of the large and broad customer base. Lending margins to both corporate and personal customers have stabilised and started to increase during the first quarter.

Total income increased by 9% to NOK 2,083m compared to the first quarter last year. Growth in both lending and deposits, combined with more stable and somewhat increased lending margins, resulted in an increase of net interest income of 27%. Operating profit was NOK 883m, an increase of 7% compared to the same period in 2007. Total expenses increased by 3% compared to the first quarter last year. Net profit before loan losses was NOK 933m, up 17% from same period last year. Loan losses in the first quarter ended at NOK -50m compared to net reversals of NOK 21m the same quarter last year. Net profit amounted to NOK 627m, corresponding to a return on equity of 10.9%. The cost/income ratio was 55%. As in 2007, the impact on the result from the market turmoil has been limited.

Also, the market turmoil had limited effect on the Nordea Group's funding operations as Nordea has continued to benefit from a solid funding name, a well diversified business profile and a strong balance sheet.

### **Income**

The first quarter of 2008 was characterized by continued volume growth. Lending margins have stabilized on a higher level compared to last year while deposit margins have been reduced slightly. Total income increased by 9% to NOK 2,083m.

There has been high activity and growth in underlying business in first quarter 2008. Gross interest income increased by 45%, while gross interest expenses went up 54%. Net interest income increased by 27% compared to the first quarter 2007. The growth is a combination of higher volumes and increased lending margins that more than compensated the lower deposit margins. Total lending to the public increased by 14% to NOK 371bn at end of March 2008. Deposits increased by 12% to NOK 213bn at end of March 2008. However, the increase of average deposit volumes the last quarter compared to year-end 2007 was 6.3%, or 25.2% annualized to NOK 219bn. Customers' lower risk appetite has meant outflow from retail funds and inflow into savings deposits accounts. Therefore, the different income sources should during the current market situation be seen in one context, in particular in the savings area. As a consequence, net

fee and commission income has decreased by 13% compared to the first quarter in 2007. The shift in the pricing of risk gives opportunities for higher margins in all markets. The general funding price has increased, and the customers accept higher margins than before due to the market situation.

Deposit margins are down in all segments, mainly due to increased competition on bank savings. The income side in 2007 was strongly influenced from the frequent interest raises from the Central Bank. In 2007, the Central Bank raised the interest seven times, while so far in 2008 there has been one raise of 25 basis points on the 23 April to 5.50%. Combined with the requirement that all private customers shall have six weeks notice before change of interest, these changes have had a temporarily negative effect on lending margins in particular, affecting the first quarter in 2007 more than the first quarter 2008.

Net commission income decreased by NOK 51m, or 13% to NOK 332m mainly due to reduced income from savings, lending, guarantees and arrangement provisions, combined with increased provision expense related to cards.

Net gains/losses on items at fair value decreased by 170% to NOK -77m mainly related to fair value adjustments on interest related products in Treasury and Markets. Net gain from FX related products increased by 45% to NOK 96m while the equity market was weak and contributed with NOK 15m compared to NOK 43m the same period last year.

The loss from equity method on associated companies was NOK -43m.

Starting in March 2008, Nordea Group takes part in a guarantee consortium to support Norwegian Eksportfinans ASA in relation to its securities portfolio. The total size of the guarantee consortium is an amount corresponding to approx. EUR 625m. NBN owns 23.21% of the company, with other owners being the Norwegian state and other Nordic banks.

Other income increased from NOK 17m to NOK 115m compared with last year. This is mainly due to booked income of NOK 82m related to the case against Ernst & Young auditors regarding compensation for the loss of NOK 200m in connection with Sponsorservice AS. The compensation amount stated in Oslo Court of Law of NOK 100m plus interest was in March 2008 further increased in Borgarting Lagmannsrett to NOK 134m plus interest. Both parties appealed the verdict.

### **Expenses**

Total expenses increased by 3% to NOK 1,150m compared to the same period in 2007.

Staff cost increased by 6% to NOK 687m. The increase is due to higher number of FTEs combined with ordinary wage increases. The first quarter is also including an increased expense related to profit sharing 2007 since the final result ended at 90% of potential payment instead of 75% expensed in 2007.

The number of FTEs was 3,331 an increase of 210 or 6.7% compared to the end of the first quarter 2007. The increase is in line with the growth ambitions in Nordea Bank Norge, particularly in Nordic Banking and Institutional & International Banking.

Other expenses decreased by 2% to NOK 438m. Higher business volumes have resulted in an increase in transaction and sales-related expenses and IT-expenses, while there is a reduction in travel- and marketing expenses.

Depreciation was stable at NOK 25m.

#### **Loan losses**

Loan losses ended at NOK -50m, compared to net positive loan losses at NOK 21m the same period last year. Mainly the loan losses derive from new provisions on Construction and Manufacturing, while there are still net reversals on fishing related industry.

#### **Taxes**

The effective tax rate for the first quarter 2008 was 29.0% compared to 27.0% in the same period last year.

#### **Net profit**

Net profit increased by 4% to NOK 627m corresponding to a return on equity of 10.9% compared to 11.6% in the first quarter last year.

#### **Effect of market turmoil on Nordea's funding operations**

Nordea Group has in general been able to conduct its funding operations as normal, with its well recognised name, its AA- rating and prudent liquidity management together with a well diversified and strong funding base, including a stable household deposit base.

The majority of Nordea Group's covered bond issuance, through Nordea Hypotek and Nordea Kredit, takes place in either the Swedish or the Danish domestic covered bond markets. Both of these markets have remained fully operational during this turbulent period, meaning that Nordea Group has been able to conduct its ordinary funding activity of its mortgage assets. Also the short-term funding markets in the Nordic countries have been fully operational.

It is however clear that the increased costs for longer-term funding, which have already affected international banks, over time will also influence the Nordic banks. The increased cost for long-term funding is expected to

lead to re-pricing of the lending book and will further support the ongoing widening of lending margins.

#### **Credit portfolio**

Total lending increased at the end of March 2008 by 14% to NOK 371bn. The share of private customer lending was 40.5%. Within private customer lending, mortgage loans accounted for 95%. There was no major change in the composition of the corporate loan portfolio during the quarter. Real estate management remains the largest industry exposure in the credit portfolio and amounts to NOK 72.3m, representing 19.5% of the total lending portfolio. The credit quality in the well diversified lending portfolio remained strong.

#### **Capital position and capital management**

Risk-weighted assets (RWA) for NBN-group increased to NOK 314.2bn compared to NOK 329.8bn at end of December 2007. The reduction is due to transitions rules relating to Basel II; 90% is the minimum floor limit of the Basel I calculated RWA used for 2008 reporting. In 2007, the transition-year, the floor was set at minimum 95% of Basel I RWA. The Tier 1 capital ratio was 7.0% including the result for the first quarter. The total capital ratio was 9.3%.

When applying the Norwegian FSA definition, excluding the net profit for the first quarter, Tier 1 capital ratio for NBN-group was 6.8% and the total capital ratio 9.1%.

For NBN ASA the risk-weighted assets according to transition rules amounted to NOK 284bn (equals 90% of NOK 316bn) compared to NOK 298bn (95% of NOK 313bn). Exclusive of the net profit, total capital ratio was 9.2% and Tier 1 capital ratio was 6.8%.

The FSA har in March 2008 completed its assessment of Nordea Group's Internal Capital Adequacy Process and has concluded that Nordea's capital base is adequate in relation to its risks. During 2008, Nordea Group has an ongoing approval process for its internal rating based (IRB) models for its Retail credit portfolio. RWAs after full implementation of Basel II are expected to be 35% lower than in Basel I.

#### **Long term incentive programme**

The AGM decided to introduce a Long Term Incentive Programme 2008 ("LTIP 2008") based on the same principles as LTIP 2007 and also comprising up to 400 managers and other key employees in the Nordea Group, who are considered to be of significant importance for the Nordea group's development.

#### **Nordea transfers its institutional global custody operations to JPMorgan**

Nordea Group has signed an agreement to sell its institutional global custody business to JPMorgan. The business will be transferred to JPMorgan over the next

12 to 18 months and Nordea will provide its customers with full service throughout the transition period.

The transaction will have a limited effect on Nordea Group's income statement. The transaction is subject to regulatory approval, and is expected to be closed in the third quarter 2008.

### **New members of Group Executive Management**

Ari Kaperi and Michael Rasmussen have been appointed new members of Nordea's Group Executive Management as per 1 June 2008. Ari Kaperi will become Head of Institutional & International Banking and Michael Rasmussen will become Head of Banking Products & Group Operations.

Fredrik Rystedt will join Nordea as new Chief Financial Officer and member of Group Executive Management, starting at the latest 1 October 2008.

As part of Nordea's top management transition process, Markku Pohjola will retire on 31 July 2008, and Tom Ruud will leave Nordea during the fourth quarter of 2008. Arne Liljedahl will leave Nordea by the end of 2008, following transfer of his duties to the new Head of Group Corporate Centre and CFO. Lena Eriksson has been appointed Board Secretary as per 1 May 2008 and will consequently leave Group Executive Management. She will continue as Head of Group Legal and Executive Vice President.

### **Next steps in the development of the operating model**

In parallel with the changes of executive management the next steps in developing the Nordea Group's operating model is taken. To further strengthen customer orientation, local market focus and teamwork, the decision making structure within Nordic Banking will be simplified. A new position as national Head of Banking responsible for customer relations will be established in each of the four Nordic markets reporting to the Head of Nordic Banking.

Product development and product management will be enhanced by the establishment of a new product area, Capital Markets & Savings headed by Gunn Wærsted.

High quality and efficiency in product deliveries, technology and support will be targeted in the new combined product and operations area, Banking Products & Group Operations headed by Michael Rasmussen.

### **Outlook 2008**

The difficulties prevailing in the international credit markets since summer 2007 accelerated during the latter part of the first quarter 2008. As a consequence, uncertainty regarding the global macroeconomic outlook for 2008 has increased. It is becoming increasingly evident that also the Nordic economies will be affected.

Despite a somewhat weaker macroeconomic outlook, Nordea Group still experiences strong customer activity in almost all areas, evidenced by a continued strong lending growth. The lending growth is expected to be somewhat lower in the remaining part of the year, but still at a high level, and margins are expected to increase.

The financial outlook for 2008 is kept unchanged. The growth in risk-adjusted profit is expected to be in the range of 5-10 %. Nordea Bank Norway is expected to contribute to such growth.

Following earlier communicated investment plans for 2008, the cost growth for the Nordea Group is for this year expected to be somewhat higher than in 2007.

The overall quality of the credit portfolio remains strong. A change in macroeconomic outlook is likely to influence the credit climate over time. For the full-year 2008, Nordea Group expects some net loan loss charges, as reversals of previously made provisions are likely to decrease.

## Quarterly development

	Q1 2008	Q4 2007	Q3 2007	Q2 2007	Q1 2007
NOKm					
Net interest income	1,756	1,671	1,548	1,540	1,387
Net fee and commission income (note 1)	332	398	379	455	383
Net gains/losses on items at fair value	-77	45	65	69	110
Equity method	-43	-19	5	10	17
Other income	115	17	9	31	17
<b>Total operating income</b>	<b>2,083</b>	<b>2,112</b>	<b>2,006</b>	<b>2,105</b>	<b>1,914</b>
General administrative expenses (note 2):					
Staff costs	-687	-611	-686	-670	-648
Other expenses	-438	-483	-406	-439	-445
Depreciation of tangible and intangible assets	-25	-31	-27	-25	-25
<b>Total operating expenses</b>	<b>-1,150</b>	<b>-1,125</b>	<b>-1,119</b>	<b>-1,134</b>	<b>-1,118</b>
<b>Profit before loan losses</b>	<b>933</b>	<b>987</b>	<b>887</b>	<b>971</b>	<b>796</b>
Loan losses	-50	40	60	-16	21
Disposals of tangible and intangible assets	0	4	7	3	6
<b>Operating profit</b>	<b>883</b>	<b>1,031</b>	<b>954</b>	<b>958</b>	<b>823</b>
Income tax expense	-256	-227	-262	-219	-222
<b>Net profit for the period</b>	<b>627</b>	<b>804</b>	<b>692</b>	<b>739</b>	<b>601</b>
Earnings per share (EPS), NOK	1.14	1.46	1.26	1.34	1.09
EPS, rolling 12 months up to period end, NOK	5.19	5.14	5.31	5.31	5.21

	Q1 2008	Q4 2007	Q3 2007	Q2 2007	Q1 2007
<b>Note 1 Net fee and commission income, NOKm</b>					
Asset Management commissions	7	9	9	10	10
Life insurance	14	15	15	16	22
Brokerage	22	27	32	27	23
Custody	33	30	34	31	29
Deposits	8	9	11	10	7
Total savings related commissions	84	90	101	94	91
Payments	116	121	114	116	114
Cards	163	179	187	173	142
Total payment commissions	279	300	301	289	256
Lending	7	20	17	22	18
Guarantees and document payments	24	33	37	41	49
Total lending related commissions	31	53	54	63	67
Other commission income	90	132	108	163	97
<b>Fee and commission income</b>	<b>484</b>	<b>575</b>	<b>564</b>	<b>609</b>	<b>511</b>
Payment expenses	-129	-155	-161	-130	-105
Other commission expenses	-23	-22	-24	-24	-23
<b>Fee and commission expenses</b>	<b>-152</b>	<b>-177</b>	<b>-185</b>	<b>-154</b>	<b>-128</b>
<b>Net fee and commission income</b>	<b>332</b>	<b>398</b>	<b>379</b>	<b>455</b>	<b>383</b>

	Q1 2008	Q4 2007	Q3 2007	Q2 2007	Q1 2007
<b>Note 2 General administrative expenses, NOKm</b>					
Staff	687	612	685	670	648
of which variable salaries	55	46	58	72	63
Information technology <sup>1</sup>	142	160	132	137	136
Marketing	29	36	16	25	32
Postage, telephone and office expenses	34	38	37	38	40
Rents, premises and real estate expenses	98	108	96	95	94
Other	135	140	126	144	143
<b>Total</b>	<b>1,125</b>	<b>1,094</b>	<b>1,092</b>	<b>1,109</b>	<b>1,093</b>

<sup>1</sup> Refers to IT operations, service expenses and consultant fees. Total IT-related costs including staff etc were NOK 182m in Q1 2008 (Q1 2007: NOK 174m).

## Segment reporting

### Group

#### Business segments

	Nordic Banking		Inst. & International Banking		Other customer operations		Total customer areas		Group Corporate Centre		Group Functions and Eliminations		Total	
	Jan - Mar 2008	2007	Jan - Mar 2008	2007	Jan - Mar 2008	2007	Jan - Mar 2008	2007	Jan - Mar 2008	2007	Jan - Mar 2008	2007	Jan - Mar 2008	2007
<b>Income statement, NOKm</b>														
Net interest income	1 229	1 015	270	244	7	-1	1 506	1 258	206	87	44	42	1 756	1 387
Net fee and commission income	311	305	87	108	-49	-10	349	403	2	1	-19	-21	332	383
Net gains/losses on items at fair value	175	161	76	41	-215	-89	36	113	-113	-3	0	0	-77	110
Profit from companies accounted for under the equity method	0	0	-43	17	0	0	-43	17	0	0	0	0	-43	17
Other income	35	8	0	0	1	-1	36	7	0	0	79	10	115	17
<b>Total operating income</b>	<b>1 750</b>	<b>1 489</b>	<b>390</b>	<b>410</b>	<b>-256</b>	<b>-101</b>	<b>1 884</b>	<b>1 798</b>	<b>95</b>	<b>85</b>	<b>104</b>	<b>31</b>	<b>2 083</b>	<b>1 914</b>
Staff costs	-346	-308	-36	-29	-183	-182	-565	-519	-5	-4	-117	-125	-687	-648
Other expenses	-572	-531	-82	-62	163	137	-491	-456	-25	-40	78	51	-438	-445
Depreciation of tangible and intangible assets	-10	-10	0	0	-5	-4	-15	-14	0	0	-10	-11	-25	-25
<b>Total operating expenses</b>	<b>-928</b>	<b>-849</b>	<b>-118</b>	<b>-91</b>	<b>-25</b>	<b>-49</b>	<b>-1 071</b>	<b>-989</b>	<b>-30</b>	<b>-44</b>	<b>-49</b>	<b>-85</b>	<b>-1 150</b>	<b>-1 118</b>
Loan losses	-34	18	3	17	-19	-14	-50	21	0	0	0	0	-50	21
Disposals of tangible and intangible assets	0	0	0	0	0	4	0	4	0	0	0	2	0	6
<b>Operating profit</b>	<b>788</b>	<b>658</b>	<b>275</b>	<b>336</b>	<b>-300</b>	<b>-160</b>	<b>763</b>	<b>834</b>	<b>65</b>	<b>41</b>	<b>55</b>	<b>-52</b>	<b>883</b>	<b>823</b>
<b>Balance sheet, NOKbn</b>														
Loans and receivables to the public	313	265	58	53	1	1	372	319	0	0	-1	6	371	325
Other assets	5	3	4	3	31	23	40	29	56	76	-23	-21	73	84
<b>Total assets</b>	<b>318</b>	<b>268</b>	<b>62</b>	<b>56</b>	<b>32</b>	<b>24</b>	<b>412</b>	<b>348</b>	<b>56</b>	<b>76</b>	<b>-24</b>	<b>-15</b>	<b>444</b>	<b>409</b>
Deposits and borrowings from the public	156	138	56	48	1	1	213	187	0	1	0	3	213	191
Other liabilities	22	19	10	11	32	18	64	48	168	166	-25	-17	207	197
<b>Total liabilities</b>	<b>178</b>	<b>157</b>	<b>66</b>	<b>59</b>	<b>33</b>	<b>19</b>	<b>277</b>	<b>235</b>	<b>168</b>	<b>167</b>	<b>-25</b>	<b>-14</b>	<b>420</b>	<b>388</b>
Equity/economic capital	12	10	3	3	0	0	15	13	1	2	8	6	24	21
<b>Total liabilities and equity</b>	<b>190</b>	<b>167</b>	<b>69</b>	<b>62</b>	<b>33</b>	<b>19</b>	<b>292</b>	<b>248</b>	<b>169</b>	<b>169</b>	<b>-17</b>	<b>-8</b>	<b>444</b>	<b>409</b>
RAROCAR, %	17	17	26	36			13	17					11	12
<b>Other segment items, NOKm</b>														
Capital expenditure	13	8	3	3	0	0	16	11	1	0	10	8	27	19

#### Geographical segments

In accordance with prevailing rules, the secondary segment reporting shows Nordea's operations divided into the geographical areas where the Group operates. NBN operates only to a minor extent outside Norway, consequently, in accordance with IAS 14 no information is given regarding the secondary segment.

## Income statement

NOKm	Note	Q1 2008	Q1 2007	Full year 2007
<b>Operating income</b>				
<i>Interest income</i>		6,465	4,452	21,125
<i>Interest expense</i>		-4,709	-3,065	-14,979
Net interest income		1,756	1,387	6,146
<i>Fee and commission income</i>		484	511	2,259
<i>Fee and commission expense</i>		-152	-128	-644
Net fee and commission income		332	383	1,615
Net gains/losses on items at fair value	2	-77	110	289
Profit from companies accounted for under the equity method		-43	17	13
Dividends		27	0	19
Other operating income		88	17	55
<b>Total operating income</b>		<b>2,083</b>	<b>1,914</b>	<b>8,137</b>
<b>Operating expenses</b>				
General administrative expenses:				
Staff costs		-687	-648	-2,615
Other expenses		-438	-445	-1,773
Depreciation, amortisation and impairment charges of tangible and intangible assets		-25	-25	-108
<b>Total operating expenses</b>		<b>-1,150</b>	<b>-1,118</b>	<b>-4,496</b>
Loan losses	3	-50	21	105
Disposals of tangible and intangible assets		0	6	20
<b>Operating profit</b>		<b>883</b>	<b>823</b>	<b>3,766</b>
Income tax expense		-256	-222	-930
<b>Net profit for the period</b>		<b>627</b>	<b>601</b>	<b>2,836</b>
<b>Attributable to:</b>				
Shareholders of Nordea Bank Norge ASA		627	601	2,836
<b>Total</b>		<b>627</b>	<b>601</b>	<b>2,836</b>
Earnings per share, NOK		1.14	1.09	5.14



## Balance sheet

NOKm	Note	31 Mar 2008	31 Dec 2007	31 Mar 2007
<b>Assets</b>				
Cash and balances with central banks		622	15,204	799
Loans and receivables to credit institutions	4	17,504	19,284	43,836
Loans and receivables to the public	4	370,785	360,219	324,690
Interest-bearing securities		28,469	29,322	25,056
Financial instruments pledged as collateral		3,008	1,218	626
Shares		2,942	2,086	1,233
Derivatives	6	780	668	1,265
Fair value changes of the hedged items in portfolio hedge of interest rate risk		60	72	178
Investments in associated undertakings		851	616	619
Intangible assets		273	263	148
Property and equipment		262	270	255
Deferred tax assets		1,119	1,131	913
Other assets		14,702	9,084	7,938
Prepaid expenses and accrued income		2,425	2,163	1,678
<b>Total assets</b>		<b>443,802</b>	<b>441,600</b>	<b>409,234</b>
<b>Liabilities</b>				
Deposits by credit institutions		161,328	161,790	160,677
Deposits and borrowings from the public		213,080	217,771	191,001
Debt securities in issue		8,211	7,744	10,680
Derivatives	6	3,507	2,145	2,468
Fair value changes of the hedged items in portfolio hedge of interest rate risk		169	121	32
Current tax liabilities		834	1,176	1,361
Other liabilities		20,644	16,443	10,854
Accrued expenses and prepaid income		3,460	2,034	2,495
Provisions		14	7	30
Retirement benefit obligations		2,029	2,160	2,111
Subordinated liabilities		7,116	7,422	6,975
<b>Total liabilities</b>		<b>420,392</b>	<b>418,813</b>	<b>388,684</b>
<b>Equity</b>				
	7			
Share capital		3,860	3,860	3,860
Share premium account		953	953	953
Retained earnings		18,597	17,974	15,737
<b>Total equity</b>		<b>23,410</b>	<b>22,787</b>	<b>20,550</b>
<b>Total liabilities and equity</b>		<b>443,802</b>	<b>441,600</b>	<b>409,234</b>
Assets pledged as security for own liabilities		28,482	36,307	21,634
Contingent liabilities		15,728	19,743	33,887
Commitments excluding derivatives		161,708	147,959	108,078
Derivative commitments		250,668	238,919	221,465

## Statement of recognised income and expense

NOKm	Jan-Mar 2008	Jan-Mar 2007	Hele året 2007
Currency translation differences during the period	-11	-2	-6
Net income recognised directly in equity	-11	-2	-6
Net profit for the period	627	601	2,836
<b>Total recognised income and expense for the period</b>	<b>616</b>	<b>599</b>	<b>2,830</b>
<b>Attributable to:</b>			
Shareholders of Nordea Bank Norge ASA	616	599	2,830
<b>Total</b>	<b>616</b>	<b>599</b>	<b>2,830</b>

## Cash flow statement

NOKm	Jan-Mar 2008	Jan-Mar 2007	Full year 2007
<i>Operating activities</i>			
Operating profit	883	823	3,766
Adjustments for items not included in cash flow	1,424	769	267
Income taxes paid	-587	-219	-1,342
Cash flow from operating activities before changes in operating assets and liabilities	1,720	1,373	2,691
Changes in operating assets and liabilities	-16,250	13,956	17,277
Cash flow from operating activities	-14,530	15,329	19,968
<i>Investing activities</i>			
Acquisition of group undertakings	-278	0	-48
Dividend from associated undertakings	0	0	50
Property and equipment	-10	-14	-63
Intangible assets	-10	0	-106
Cash flow from investing activities	-298	-14	-167
<i>Financing activities</i>			
Issued/amortised subordinated liabilities	-306	-165	282
Other changes in equity	-3	0	0
Dividend paid	0	-1,000	-1,000
Cash flow from financing activities	-309	-1,165	-718
<b>Cash flow for the period</b>	<b>-15,137</b>	<b>14,150</b>	<b>19,083</b>
<b>Cash and cash equivalents at beginning of period</b>	<b>24,584</b>	<b>5,501</b>	<b>5,501</b>
<b>Cash and cash equivalents at end of period</b>	<b>9,447</b>	<b>19,651</b>	<b>24,584</b>
<b>Change</b>	<b>-15,137</b>	<b>14,150</b>	<b>19,083</b>
<b>Cash and cash equivalents</b>	<b>31 Mar</b>	<b>31 Mar</b>	<b>31 Dec</b>
The following items are included in cash and cash equivalents (NOKm):	<u>2008</u>	<u>2007</u>	<u>2007</u>
Cash and balances with central banks	622	799	15,204
Loans and receivables to credit institutions, payable on demand	8,825	18,852	9,380

Cash comprises legal tender and bank notes in foreign currencies. Balances with central banks consist of deposits in accounts with central banks and postal giro systems under government authority, where the following conditions are fulfilled:

- the central bank or the postal giro system is domiciled in the country where the institution is established
- the balance on the account is readily available at any time.

Loans and receivables to credit institutions, payable on demand include liquid assets not represented by bonds or other interest-bearing securities.

# Notes to the financial statements

## Note 1 Accounting policies

Nordea's consolidated financial statements are prepared in accordance with International Financial Reporting Standards (IFRS) endorsed by the EU.

These statements are presented in accordance with IAS 34 "Interim Financial Reporting."

## Changed accounting policies and presentation

The accounting policies, basis for calculations and presentation are, in all material aspects, unchanged in comparison with the annual report 2007.

### Exchange rates

	Jan-Mar 2008	Jan-Dec 2007	Jan-Mar 2007
EUR 1 = NOK			
Income statement (average)	7.9567	7.9979	8.1679
Balance sheet (at end of period)	8.0500	7.9600	8.1300
USD 1 = NOK			
Income statement (average)	5.3098	5.8443	6.2330
Balance sheet (at end of period)	5.0900	5.4000	6.1000
SEK 1 = NOK			
Income statement (average)	0.8465	0.8661	0.8890
Balance sheet (at end of period)	0.8569	0.8444	0.8702
DKK 1 = NOK			
Income statement (average)	1.0675	1.0766	1.0960
Balance sheet (at end of period)	1.0792	1.0668	1.0906

	Jan-Mar 2008	Jan-Mar 2007	Full year 2007
<b>Note 2 Net gains/losses on items at fair value, NOKm</b>			
Shares/participations and other share-related instruments	15	43	268
Interest-bearing securities and other interest-related instruments	-190	-2	-271
Other financial instruments	2	3	17
Foreign exchange gains/losses	96	66	275
<b>Total</b>	<b>-77</b>	<b>110</b>	<b>289</b>

	Jan-Mar 2008	Jan-Mar 2007	Full year 2007
<b>Note 3 Loan losses, NOKm</b>			
<b>Loan losses divided by class, net</b>			
Loans and receivables to credit institutions	0	0	0
- of which write-offs and provisions	0	0	-10
- of which reversals and recoveries	0	0	10
Loans and receivables to the public	-43	45	111
- of which write-offs and provisions	-112	-77	-280
- of which reversals and recoveries	69	122	391
Off-balance sheet items <sup>1</sup>	-7	-24	-6
- of which write-offs and provisions	-7	-24	-33
- of which reversals and recoveries	0	0	27
<b>Total</b>	<b>-50</b>	<b>21</b>	<b>105</b>

#### Specification of loan losses

Changes of allowance accounts in the balance sheet	-53	18	65
- of which Loans and receivables	-46	43	71
- of which Off-balance sheet items <sup>1</sup>	-7	-25	-6
Changes directly recognised in the income statement	3	3	40
- of which realised loan losses	-3	-4	-21
- of which realised recoveries	6	7	61
<b>Total</b>	<b>-50</b>	<b>21</b>	<b>105</b>

<sup>1</sup> Included in Provisions in the balance sheet.

**Note 4 Loans and receivables and their impairment**

	Total		
	31 Mar	31 Dec	31 Mar
NOKm	2008	2007	2007
Loans and receivables, not impaired	388,166	379,408	368,608
Impaired loans and receivables:	1,014	958	906
- Performing	349	347	358
- Non-performing	665	611	548
<b>Loans and receivables before allowances</b>	<b>389,180</b>	<b>380,366</b>	<b>369,514</b>
Allowances for individually assessed impaired loans	-522	-468	-496
- Performing	-173	-121	-149
- Non-performing	-349	-347	-347
Allowances for collectively assessed impaired loans	-369	-395	-492
<b>Allowances</b>	<b>-891</b>	<b>-863</b>	<b>-988</b>

<b>Loans and receivables, carrying amount</b>	<b>388,289</b>	<b>379,503</b>	<b>368,526</b>
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	Credit institutions			The public		
	31 Mar	31 Dec	31 Mar	31 Mar	31 Dec	31 Mar
NOKm	2008	2007	2007	2008	2007	2007
Loans and receivables, not impaired	17,504	19,284	43,836	370,662	360,124	324,772
Impaired loans and receivables:	0	0	0	1,014	958	906
- Performing	0	0	0	349	347	358
- Non-performing	0	0	0	665	611	548
<b>Loans and receivables before allowances</b>	<b>17,504</b>	<b>19,284</b>	<b>43,836</b>	<b>371,676</b>	<b>361,082</b>	<b>325,678</b>
Allowances for individually assessed impaired loans	0	0	0	-522	-468	-496
- Performing	0	0	0	-173	-121	-149
- Non-performing	0	0	0	-349	-347	-347
Allowances for collectively assessed impaired loans	0	0	0	-369	-395	-492
<b>Allowances</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>-891</b>	<b>-863</b>	<b>-988</b>

<b>Loans and receivables, carrying amount</b>	<b>17,504</b>	<b>19,284</b>	<b>43,836</b>	<b>370,785</b>	<b>360,219</b>	<b>324,690</b>
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**Reconciliation of allowance accounts for impaired loans**

	Credit institutions		The public		Total		
	Individually assessed	Collectively assessed	Individually assessed	Collectively assessed	Individually assessed	Collectively assessed	Total
<b>Loans and receivables, NOKm</b>							
<b>Opening balance at 1 Jan 2008</b>	<b>0</b>	<b>0</b>	<b>-468</b>	<b>-395</b>	<b>-468</b>	<b>-395</b>	<b>-863</b>
Provisions			-103	-6	-103	-6	-109
Reversals			32	31	32	31	63
<b>Changes through the income statement</b>	<b>0</b>	<b>0</b>	<b>-71</b>	<b>25</b>	<b>-71</b>	<b>25</b>	<b>-46</b>
Allowances used to cover write-offs			18	0	18	0	18
Currency translation differences			-1	1	-1	1	0
<b>Closing balance at 31 Mar 2008</b>	<b>0</b>	<b>0</b>	<b>-522</b>	<b>-369</b>	<b>-522</b>	<b>-369</b>	<b>-891</b>
<b>Opening balance at 1 Jan 2007</b>	<b>0</b>	<b>0</b>	<b>-546</b>	<b>-517</b>	<b>-546</b>	<b>-517</b>	<b>-1,063</b>
Provisions	0	0	-39	-32	-39	-32	-71
Reversals	0	0	58	57	58	57	115
<b>Changes through the income statement</b>	<b>0</b>	<b>0</b>	<b>19</b>	<b>25</b>	<b>19</b>	<b>25</b>	<b>44</b>
Allowances used to cover write-offs	0	0	31	0	31	0	31
Currency translation differences	0	0	0	0	0	0	0
<b>Closing balance at 31 Mar 2007</b>	<b>0</b>	<b>0</b>	<b>-496</b>	<b>-492</b>	<b>-496</b>	<b>-492</b>	<b>-988</b>

Note 4, continued

#### Allowances and provisions

	31 Mar 2008	31 Dec 2007	31 Mar 2007
NOKm			
Allowances for items in the balance sheet	-891	-863	-988
Provisions for off balance sheet items	-14	-7	-30
<b>Total allowances and provisions</b>	<b>-905</b>	<b>-870</b>	<b>-1,018</b>

#### Key ratios

	31 Mar 2008	31 Dec 2007	31 Mar 2007
Impairment rate, gross <sup>1</sup> , %	0.3	0.3	0.2
Impairment rate, net <sup>2</sup> , %	0.1	0.1	0.1
Total allowance rate <sup>3</sup> , %	0.2	0.2	0.3
Allowance rate, impaired loans <sup>4</sup> , %	51.5	48.9	54.7
Non-performing loans and receivables, not impaired <sup>5</sup> , NOKm	316	302	285

<sup>1</sup> Individually assessed impaired loans and receivables before allowances divided by total loans and receivables before allowances, %.

<sup>2</sup> Individually assessed impaired loans and receivables after allowances divided by total loans and receivables before allowances, %.

<sup>3</sup> Total allowances divided by total loans and receivables before allowances, %.

<sup>4</sup> Allowances for individually assessed impaired loans and receivables divided by individually assessed impaired loans and receivables before allowances, %.

<sup>5</sup> Past due loans and receivables, not impaired due to future cash flows (included in Loans and receivables, not impaired).

#### Note 5 Classification of financial instruments

NOKm	Loans and receivables	Held to maturity	Held for trading	Assets at fair value	Derivatives used for hedging	Available for sale	Total
<b>Financial assets</b>							
Cash and balances with central banks	622						622
Loans and receivables to credit institutions	10,793			6,711			17,504
Loans and receivables to the public	370,785						370,785
Interest-bearing securities			28,469				28,469
Financial instruments pledged as collateral			3,008				3,008
Shares			2,878			64	2,942
Derivatives			475		305		780
Fair value changes of the hedged items in portfolio hedge of interest rate risk			60				60
Other assets	1,442			12,507			13,949
Prepaid expenses and accrued income	2,425						2,425
<b>Total 31 Mar 2008</b>	<b>386,067</b>	<b>0</b>	<b>34,890</b>	<b>19,218</b>	<b>305</b>	<b>64</b>	<b>440,544</b>
Total 31 Dec 2007	390,440	0	33,306	15,512	0	60	439,318
Total 31 Mar 2007	376,398	0	30,451	0	388	58	407,295

NOKm	Held for trading	Liabilities at fair value	Derivatives used for hedging	Other financial liabilities	Total
<b>Financial liabilities</b>					
Deposits by credit institutions		11,218		150,110	161,328
Deposits and borrowings from the public		1,513		211,567	213,080
Debt securities in issue	57			8,154	8,211
Derivatives	3,045		462		3,507
Fair value changes of the hedged items in portfolio hedge of interest rate risk				169	169
Other liabilities	6,962	11,252		2,285	20,499
Accrued expenses and prepaid income				2,760	2,760
Subordinated liabilities				7,116	7,116
<b>Total 31 Mar 2008</b>	<b>10,064</b>	<b>23,983</b>	<b>462</b>	<b>382,161</b>	<b>416,670</b>
Total 31 Dec 2007	6,921	19,245	276	388,225	414,667
Total 31 Mar 2007	4,915	0	404	379,862	385,181

## Note 6 Derivatives

Fair value NOKm	31 Mar 2008		31 Dec 2007		31 Mar 2007	
	Assets	Liabilities	Assets	Liabilities	Assets	Liabilities
<b>Derivatives held for trading</b>						
Interest rate derivatives	171	498	87	573	166	470
Equity derivatives	124	173	47	148	54	20
Foreign exchange derivatives	91	2,285	124	984	147	1,064
Other derivatives	89	89	135	135	510	510
<b>Total</b>	<b>475</b>	<b>3,045</b>	<b>393</b>	<b>1,840</b>	<b>877</b>	<b>2,064</b>
<b>Derivatives used for hedging</b>						
Interest rate derivatives	304	161	252	176	387	287
Foreign exchange derivatives	1	301	23	129	1	117
<b>Total</b>	<b>305</b>	<b>462</b>	<b>275</b>	<b>305</b>	<b>388</b>	<b>404</b>
<b>Total fair value</b>						
Interest rate derivatives	475	659	339	749	553	757
Equity derivatives	124	173	47	148	54	20
Foreign exchange derivatives	92	2,586	147	1,113	148	1,181
Other derivatives	89	89	135	135	510	510
<b>Total</b>	<b>780</b>	<b>3,507</b>	<b>668</b>	<b>2,145</b>	<b>1,265</b>	<b>2,468</b>
<b>Nominal amount</b>						
NOKm					31 Mar 2008	31 Dec 2007
<b>Derivatives held for trading</b>						
Interest rate derivatives					186,590	133,187
Equity derivatives					2,238	-2,028
Foreign exchange derivatives					84,262	86,519
Other derivatives					1,255	1,525
<b>Total</b>					<b>274,345</b>	<b>219,203</b>
<b>Derivatives used for hedging</b>						
Interest rate derivatives					14,159	16,158
Foreign exchange derivatives					3,611	3,558
<b>Total</b>					<b>17,770</b>	<b>19,716</b>
<b>Total nominal amount</b>						
Interest rate derivatives					200,749	149,345
Equity derivatives					2,238	-2,028
Foreign exchange derivatives					87,873	90,077
Other derivatives					1,255	1,525
<b>Total</b>					<b>292,115</b>	<b>238,919</b>

## Note 7 Equity

NOKm	Share capital <sup>1</sup>	Share premium account	Retained earnings	Minority interests	Total equity
<b>Opening balance at 1 Jan 2008</b>	<b>3,860</b>	<b>953</b>	<b>17,973</b>	<b>1</b>	<b>22,787</b>
Minority interests (Privatmegleren AS)				-1	-1
Currency translation differences			-11		-11
<i>Net income recognised directly in equity</i>	<i>0</i>	<i>0</i>	<i>-11</i>	<i>-1</i>	<i>-12</i>
Net profit for the period			627		627
<i>Total recognised income and expense in equity</i>	<i>0</i>	<i>0</i>	<i>616</i>	<i>-1</i>	<i>615</i>
Share-based payments <sup>2</sup>			8		8
<b>Closing balance at 31 Mar 2008</b>	<b>3,860</b>	<b>953</b>	<b>18,597</b>	<b>0</b>	<b>23,410</b>

NOKm	Share capital <sup>1</sup>	Share premium account	Retained earnings	Minority interests	Total equity
<b>Opening balance at 1 Jan 2007</b>	<b>3,860</b>	<b>953</b>	<b>16,138</b>	<b>0</b>	<b>20,951</b>
Minority interests (Privatmegleren AS)				1	1
Currency translation differences			-6		-6
<i>Net income recognised directly in equity</i>	<i>0</i>	<i>0</i>	<i>-6</i>	<i>1</i>	<i>-5</i>
Net profit for the period			2,836		2,836
<i>Total recognised income and expense in equity</i>	<i>0</i>	<i>0</i>	<i>2,830</i>	<i>1</i>	<i>2,831</i>
Dividend for 2006			-1,000		-1,000
Share-based payments <sup>2</sup>			5		5
<b>Closing balance at 31 Dec 2007</b>	<b>3,860</b>	<b>953</b>	<b>17,973</b>	<b>1</b>	<b>22,787</b>

NOKm	Share capital <sup>1</sup>	Share premium account	Retained earnings	Minority interests	Total equity
<b>Opening balance at 1 Jan 2007</b>	<b>3,860</b>	<b>953</b>	<b>16,138</b>	<b>0</b>	<b>20,951</b>
Currency translation differences			-2		-2
<i>Net income recognised directly in equity</i>	<i>0</i>	<i>0</i>	<i>-2</i>	<i>0</i>	<i>-2</i>
Net profit for the period			601		601
<i>Total recognised income and expense in equity</i>	<i>0</i>	<i>0</i>	<i>599</i>	<i>0</i>	<i>599</i>
Dividend for 2006			-1,000		-1,000
<b>Closing balance at 31 Mar 2007</b>	<b>3,860</b>	<b>953</b>	<b>15,737</b>	<b>0</b>	<b>20,550</b>

<sup>1</sup> Total shares registered were 551m (31 Dec 2007: 551m, 31 Mar 2007: 551m).

<sup>2</sup> Share based payment is described in Note 1 Accounting policies in the Interim report for Q2 2007.



## Note 8 Capital adequacy

### Capital Base

	31 Mar 2008	31 Mar 2008
	Basel II	Basel I
NOKm		
Tier I capital	21,298	21,554
Total capital base	28,531	29,043

### Capital requirements

	31 Mar 2008 Capital requirement	31 Mar 2008 Basel II RWA	31 Mar 2008 Basel I RWA
NOKm			
<b>Credit risk</b>	<b>18,772</b>	<b>234,649</b>	<b>340,565</b>
IRB foundation	11,836	147,949	na
- of which corporate	10,972	137,155	na
- of which institutions	637	7,960	na
- of which other	227	2,834	na
Standardised	6,936	86,700	na
- of which retail	5,297	66,222	na
- of which sovereign	31	383	na
- of which other	1,608	20,095	na
Basel I reporting entities	na	na	na
<b>Market risk</b>	<b>640</b>	<b>8,005</b>	<b>8,603</b>
- of which trading book, VaR	174	2,173	na
- of which trading book, non-VaR	466	5,832	na
<b>Operational risk</b>	<b>1,115</b>	<b>13,943</b>	<b>na</b>
Standardised	1,115	13,943	na
<b>Sub total</b>	<b>20,527</b>	<b>256,597</b>	<b>349,168</b>
<b>Adjustment for transition rules</b>			
Additional capital requirement according to transition rules	4,613	57,654	na
<b>Total</b>	<b>25,140</b>	<b>314,251</b>	<b>349,168</b>

### Capital ratio

	31 Mar 2008	31 Mar 2008
	Basel II	Basel I
Tier I ratio, %, excl profit for the period	6.8	6.2
Capital ratio, %, excl profit for the period	9.1	8.3

### Analysis of capital requirements

Exposure class	Average risk weight (%)	Capital requirement (NOKm)
Corporate	55	10,972
Institutions	23	637
Retail	41	5,297
Sovereign	14	31
Other	37	1,835
<b>Total credit risk</b>		<b>18,772</b>

## **Note 9 Risks and uncertainties**

Nordea's revenue base reflects the Group's business with a large and diversified customer base, comprising both household and corporate customers, representing different geographic areas and industries. Nordea has mainly an exposure to the macro-economic and industry specific economic development in the geographical areas in which the Group operates.

Nordea's main risk exposure is credit risk. The Group also assumes market risk, liquidity risk and operational risk. There is no major change to the risk composition of the Group compared to what is disclosed in 2007 Annual Report.

None of the above exposures and risks is expected to have any significant adverse effect on the Group or its financial position in the next three months.

Within the framework of the normal business operations, the Group faces claims in civil lawsuits and other disputes, most of which involve relatively limited amounts. None of these disputes are considered likely to have any significant adverse effect on the Group or its financial position in the next three months.

# Nordea Bank Norge ASA

## Income statement

NOKm	Q1 2008	Q1 2007	Full year 2007
<b>Operating income</b>			
<i>Interest income</i>	6,269	4,279	20,367
<i>Interest expense</i>	-4,700	-3,035	-14,896
Net interest income	1,569	1,244	5,471
<i>Fee and commission income</i>	485	512	2,263
<i>Fee and commission expense</i>	-154	-127	-642
Net fee and commission income	331	385	1,621
Net gains/losses on items at fair value	-84	106	280
Dividends	27	50	70
Other operating income	95	24	83
<b>Total operating income</b>	<b>1,938</b>	<b>1,809</b>	<b>7,525</b>
<b>Operating expenses</b>			
General administrative expenses:			
Staff costs	-653	-617	-2,488
Other expenses	-423	-436	-1,738
Depreciation, amortisation and impairment charges of tangible and intangible assets	-23	-23	-100
<b>Total operating expenses</b>	<b>-1,099</b>	<b>-1,076</b>	<b>-4,326</b>
Loan losses	-41	26	117
Disposals of tangible and intangible assets	0	2	0
<b>Operating profit</b>	<b>798</b>	<b>761</b>	<b>3,316</b>
Income tax expense	-219	-196	-800
<b>Net profit for the period</b>	<b>579</b>	<b>565</b>	<b>2,516</b>

# Nordea Bank Norge ASA

## Balance sheet

NOKm	31 Mar 2008	31 Dec 2007	31 Mar 2007
<b>Assets</b>			
Cash and balances with central banks	619	15,204	799
Loans and receivables to credit institutions	46,581	48,354	68,351
Loans and receivables to the public	336,234	325,580	294,734
Interest-bearing securities	28,419	29,272	25,583
Financial instruments pledged as collateral	3,008	1,218	626
Shares	2,940	2,085	1,233
Derivatives	654	532	1,102
Fair value changes of the hedged items in portfolio hedge of interest rate risk	88	119	170
Investments in associated undertakings	417	139	139
Investments in group undertakings	2,233	2,233	2,183
Intangible assets	216	205	136
Property and equipment	256	264	248
Deferred tax assets	1,196	1,207	935
Other assets	2,268	9,036	7,972
Prepaid expenses and accrued income	14,636	1,979	1,586
<b>Total assets</b>	<b>439,765</b>	<b>437,427</b>	<b>405,797</b>
<b>Liabilities</b>			
Deposits by credit institutions	161,157	161,457	160,649
Deposits and borrowings from the public	213,062	217,750	190,780
Debt securities in issue	7,013	6,544	9,783
Derivatives	3,437	2,062	2,330
Fair value changes of the hedged items in portfolio hedge of interest rate risk	137	86	-22
Current tax liabilities	720	1,096	1,327
Other liabilities	20,617	16,337	10,793
Accrued expenses and prepaid income	3,194	1,817	2,290
Provisions	14	7	30
Retirement benefit obligations	1,967	2,093	2,056
Subordinated liabilities	7,115	7,421	6,974
<b>Total liabilities</b>	<b>418,433</b>	<b>416,670</b>	<b>386,990</b>
<b>Equity</b>			
Share capital	3,860	3,860	3,860
Share premium account	953	953	953
Retained earnings	16,519	15,944	13,994
<b>Total equity</b>	<b>21,332</b>	<b>20,757</b>	<b>18,807</b>
<b>Total liabilities and equity</b>	<b>439,765</b>	<b>437,427</b>	<b>405,797</b>
Assets pledged as security for own liabilities	28,482	36,307	21,653
Contingent liabilities	15,957	19,972	42,533
Commitments excluding derivatives	169,993	156,637	116,565
Derivative commitments	236,549	228,356	211,454

# Nordea Bank Norge ASA

## Note 1 Equity

NOKm	Share capital <sup>1</sup>	Share premium account	Reserve for evaluation differences	Retained earnings	Total
<b>Balance at end of year, at 31 Dec 2007</b>	<b>3,860</b>	<b>953</b>	<b>0</b>	<b>15,944</b>	<b>20,757</b>
Currency translation differences				-12	-12
Share based payments <sup>2</sup>				8	8
Net profit for the period				579	579
<b>Balance at 31 Mar 2008</b>	<b>3,860</b>	<b>953</b>	<b>0</b>	<b>16,519</b>	<b>21,332</b>

NOKm	Share capital <sup>1</sup>	Share premium account	Reserve for evaluation differences	Retained earnings	Total
<b>Balance at end of year, at 31 Dec 2006</b>	<b>3,860</b>	<b>953</b>	<b>1,711</b>	<b>13,420</b>	<b>19,944</b>
Change in accounting policies, implementing IFRS					
- Equity method			-1,711		-1,711
- Fair value Treasury financial instruments				9	9
- Dividend reclassification 2006				1,000	1,000
<b>Balance at end of year, 31 Dec 2006, restated</b>	<b>3,860</b>	<b>953</b>	<b>0</b>	<b>14,429</b>	<b>19,242</b>
Dividend 2006				-1,000	-1,000
Net profit for the period, after corrections IFRS				565	565
<b>Balance at 31 Mar 2007, restated</b>	<b>3,860</b>	<b>953</b>	<b>0</b>	<b>13,994</b>	<b>18,807</b>

<sup>1</sup>Total shares registered were 551,358,576 with face value NOK 7.

<sup>2</sup>Share based payment is described in Note 1 Accounting policies as presented in Interim report for Q2 2007.

Nordea Bank AB (Publ), corporate registration no. 516406-0120, owns 100 per cent of the shares in Nordea Bank Norge ASA.