

## Interim Report 1<sup>st</sup> quarter 2009

### 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. 1,400 branch offices and a leading netbanking position with 5.2 million e-customers. The Nordea share is listed on the NASDAQ OMX Nordic Exchange in Stockholm, Helsinki and Copenhagen.*

# Key financial figures

## Income statement

	Q1	Q4	Change	Q1	Change
NOKm	2009	2008	%	2008	%
Net interest income	2,578	2,811	-8	1,756	47
Net fee and commission income	313	346	-10	332	-6
Net gains/losses on items at fair value	72	-302		-50	
Equity method	412	826		-43	
Other income	14	85		88	
<b>Total operating income</b>	<b>3,389</b>	<b>3,766</b>	<b>-10</b>	<b>2,083</b>	<b>63</b>
Staff costs	-763	-680	12	-687	11
Other expenses	-485	-498	-3	-438	11
Depreciation of tangible and intangible assets	-22	-33	-33	-25	-12
<b>Total operating expenses</b>	<b>-1,270</b>	<b>-1,211</b>	<b>5</b>	<b>-1,150</b>	<b>10</b>
<b>Profit before loan losses</b>	<b>2,119</b>	<b>2,555</b>	<b>-17</b>	<b>933</b>	<b>127</b>
Net loan losses	-541	-561		-50	
Disposals of tangible and intangible assets	0	-7		0	
<b>Operating profit</b>	<b>1,578</b>	<b>1,987</b>	<b>-21</b>	<b>883</b>	<b>79</b>
Income tax expense	-390	-389	0	-256	52
<b>Profit or loss</b>	<b>1,188</b>	<b>1,598</b>	<b>-26</b>	<b>627</b>	<b>89</b>

## Business volumes, key items

	31 Mar	31 Dec	Change	31 Mar	Change
NOKbn	2009	2008	%	2008	%
Loans and receivables to the public	437.3	446.5	-2	370.8	18
Deposits and borrowings from the public	231.4	235.4	-2	213.1	9
of which savings deposits	74.3	65.4	14	58.4	27
Equity	25.4	27.1	-6	23.4	9
Total assets	523.5	549.1	-5	443.8	18
Risk-weighted amounts	327.3	385.4	-15	314.3	4

## Ratios and key figures

	Q1	Q4	Q1
	2009	2008	2008
Earnings per share (EPS), NOK	2.2	2.9	1.1
EPS, rolling 12 months up to period end	8.9	7.9	5.2
Equity per share <sup>1,3</sup> , NOK	46.0	49.2	42.5
Shares outstanding <sup>1,3</sup> , million	551	551	551
Return on equity, %	18.1	24.3	10.9
Cost/income ratio, %	37	32	55
Tier 1 capital ratio, before transition rules <sup>1,2</sup> , %	9.2	8.7	8.5
Total capital ratio, before transition rules <sup>1,2</sup> , %	12.2	11.9	11.4
Tier 1 capital ratio <sup>1,2</sup> , %	8.1	6.6	7.0
Total capital ratio <sup>1,2</sup> , %	10.8	9.1	9.3
Tier 1 capital <sup>1,2</sup> , NOKm	25,198	25,566	21,298
Number of employees (full-time equivalents) <sup>1</sup>	3,403	3,412	3,331

1 End of period.

2 Including the result for the three first months. According to Norwegian FSA rules (excluding the unaudited result for Q1): Tier 1 capital NOK 25,198m (31 Mar 2008: NOK 21,298m), capital base NOK 34,062m (31 Mar 2008: NOK 28,531m), Tier 1 capital ratio 7.7% (31 Mar 2008: 6.8%), total capital ratio 10.4% (31 Mar 2008: 9.1%).

3 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, Institutional & International Banking and Capital Markets & Savings. In addition the Nordea Group has the following group functions: People & Identity, Banking Products & Group Operations, Group Corporate Center and Group Credit & Risk Control.

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 for January-March 2009

Nordea Bank Norge has had a strong start in 2009. Total income increased by 63% and total expenses by 10% compared to the same period last year. Profit before loan losses was up 127% to NOK 2,119m, while the operating profit was up 79% to NOK 1,578m due to net loan losses of NOK 541m at the end of the first quarter. Net profit amounted to NOK 1,188m, corresponding to a return on equity of 18.1%. The cost/income ratio was 43%, compared to 54% in the same period last year, excluding effect from equity method.

### Income

Total income increased by 63% to NOK 3,389m. The main contribution to this growth is an increase in net interest income of 47% in the first three months of 2009 compared to the same period last year and ended at NOK 2,578m. This growth was driven by continued volume growth and increased lending margins, despite a significant pressure on deposit margins. Lending margins have increased reflecting re-pricing of credit risk and to compensate for higher liquidity premiums. Gross interest income was down 7% and the gross interest expense was down 27%, reflecting lower interest rate levels. The official interest rate set by the Norwegian Central Bank has changed from 5.50% in April 2008 to 2.00% in March 2009. This reduction came mainly in the last quarter 2008, causing a positive effect in the first quarter in the lending margins due to the six week notice before changing interest to private customers.

Total lending to the public increased by 18% to NOK 437bn compared to the same period last year. The corporate market has faced higher volumes, shown by an increase of 25% the last twelve months. Further, the household lending was up 7%. Compared to year end 2008, the volume has decreased the last three months by 2%, mainly lending to corporate and public sector, while there is an increase of 3% in household lending. However, average lending volumes the first quarter compared to average in last quarter 2008, show an increase on annualized basis of 4.3%.

Deposit volumes have increased by 9% to NOK 231bn the last twelve months. Strong competition and rapid reduction of interest levels have caused the deposit margins to be very low or negative in the first quarter.

Net fee and commission income has decreased by 6% to NOK 313m. This is mainly due to increased payment related expenses.

A continued strong development in the customer-driven capital markets operations, also benefitting from falling interest rates, gave an increase of net gains/losses on items at fair value. At end of the first quarter NBN had an income

of NOK 72m on this item. Net gain from interest related instruments measured at fair value is NOK 103m, compared to NOK -190m in the same period last year. The increase is mainly due to unrealised gains from interest related instruments in Treasury. Net gain from equity related instruments is down to NOK 11m from NOK 44m, while the net gain from FX related instruments is down to NOK -42m, mainly in Treasury.

Income of NOK 412m on the equity method stems from NBN's ownership in Eksportfinans and includes a negative effect of NOK -60m related to changes in 2008 final figures. The income this year is also, as in the last quarter 2008, mainly related to unrealized gains on Eksportfinans' own debt, valued according to fair value option due to increased credit spreads.

Other income decreased from NOK 88m to NOK 14m. The decrease is mainly due to booked income of NOK 167.5m totally in the first and second quarter last year, related to the case against Ernst & Young auditors regarding compensation for the loss of NOK 200m in connection with Sponsorservice AS.

### Expenses

Total expenses increased by 10% to NOK 1,270m compared to the first quarter in 2008. Compared to the last quarter 2008, the expenses went up by 5%, mainly due to lower pension costs the fourth quarter 2008.

Staff costs were up 11% to NOK 763m compared with the same period last year. The increase is due to a combination of a higher number of full time employees (FTEs) and increased variable salaries, as well as general wage inflations. The number of FTEs has increased by 2.2%, to 3,403, at the end of the period. The increase of FTE is highest in customer related activities within Capital Markets.

Other expenses were up 11% to NOK 485m compared to the same period last year. The increase is mainly related to IT expenses.

The cost/income ratio was 43% excluding the effect from Eksportfinans. Including the net income from Eksportfinans, the cost/income ratio is 37%. The same effect of Eksportfinans in previous quarter was 41% excluding this effect and 32% including the income from equity method, due to the high gain in the last three months in 2008 on this income line. First quarter last year the cost/income ratio was 55%, including equity method.

### Loan losses

Net loan losses were NOK 541m in the first quarter, with continued high provisions both for collectively and individually assessed loans combined with lower reversals

and recovery.

So far in 2009, NOK 160m has been expensed as collective provisions, of which NOK 134m in Shipping due to tough market conditions, in addition to increase in credit card provisions of NOK 12m. In addition, new individual provisions have been made mainly in shipping, offshore, commercial real estate and industrial commercial services.

The net loan losses are affected by the sharp economic slowdown in all markets where Nordea operates. The reported loss levels are in line with Nordea's expectations from the beginning of the year. The net loan losses in addition to the growth in impaired loans continue to stem from a large number of smaller and medium-sized exposures rather than from a few large exposures.

Annualized losses as a percentage of total loans amounted to 48 basis points.

### **Taxes**

The effective tax rate including equity method was 24.7% the first three months compared to 29.0% in the same period last year. Excluding income from the equity method the effective tax rate was 33.4% in 2009 and 27.7% the first quarter in 2008. The high percentage in 2009 is mainly due to the debt distribution method and tax exempt method.

### **Net profit**

Net profit increased by 89% to NOK 1,188m, corresponding to a return on equity of 18.1% compared to 10.9% in the first three months last year.

### **Credit portfolio**

Total lending to the public increased by 18% compared to one year ago and amounted to NOK 437bn at the end of the first quarter. The share of private customer lending was 36.9%. Within private customer lending, mortgage loans accounted for 95.4%.

The sharp weakening of the economy has affected impaired loans and loan losses. Some weakening in credit quality was seen in the first quarter, mainly in the corporate credit portfolio, with somewhat more customers being down-rated than uprated. The total effect from rating migration on RWA was an increase by approx. 1.2% in 2009 in the corporate credit portfolio. There was no major change in the composition of the corporate loan portfolio during the quarter.

Corporate lending amounted to NOK 274bn at the end of the quarter. Real estate companies remain the largest industry exposure in the credit portfolio and amounted to NOK 76bn, representing 17% of the total lending portfolio.

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

At the end of March, NBN's risk-weighted assets (RWA)

amounted to NOK 327bn, compared to NOK 385bn at year end and NOK 314bn a year ago. At the end of the first quarter, RWA amounted to NOK 288bn before taking into account the transition rules. The growth over the last twelve months reflects increased volumes in the underlying assets.

The Tier 1 capital ratio was 8.1% including the result for the period, and the total capital ratio was 10.8%.

When applying the Norwegian FSA definition, excluding the net profit for the first three months, Tier 1 capital ratio was 7.7% and the total capital ratio 10.4%.

For NBN ASA the risk-weighted assets according to transition rules amounted to NOK 297bn. Exclusive of the net profit, Tier 1 capital ratio was 7.5% and total capital ratio was 10.3%.

### **Outlook 2009**

Nordea Group's key financial target is the risk-adjusted profit, ie profit before loan losses minus expected loan losses and standard tax and excluding non-recurring items. For 2009, Nordea Group continues to expect risk-adjusted profit to be at approx. the same level as in 2008.

Cost growth is expected to be somewhat lower than in 2008, since investments will be lower and operations will be adjusted to the prevailing market conditions, including a reduced number of employees. Nordea Bank Norge is expected to contribute to this development.

The macroeconomic development in the Nordic countries has during the spring deteriorated at a speed exceeding what was generally expected at the beginning of the year. This has led to increased unemployment rates and increased bankruptcy levels.

Loan losses were broadly in line with the level from the fourth quarter, which is the level that Nordea Group anticipates for the full year. The worsening of the macroeconomic trends has however increased uncertainty and the downside risk for loan losses for the remaining part of the year.

The tax rate in Nordea Group is expected to be approx. 25%.

## Quarterly development

NOKm	Q1 2009	Q4 2008	Q3 2008	Q2 2008	Q1 2008
Net interest income	2,578	2,811	2,028	1,807	1,756
Net fee and commission income (spec. 1)	313	346	398	364	332
Net gains/losses on items at fair value	72	-302	-14	467	-50
Equity method	412	826	24	34	-43
Other income	14	85	-9	109	88
<b>Total operating income</b>	<b>3,389</b>	<b>3,766</b>	<b>2,427</b>	<b>2,781</b>	<b>2,083</b>
General administrative expenses (spec. 2):					
Staff costs	-763	-680	-705	-657	-687
Other expenses	-485	-498	-438	-419	-438
Depreciation of tangible and intangible assets	-22	-33	-43	-30	-25
<b>Total operating expenses</b>	<b>-1,270</b>	<b>-1,211</b>	<b>-1,186</b>	<b>-1,106</b>	<b>-1,150</b>
<b>Profit before loan losses</b>	<b>2,119</b>	<b>2,555</b>	<b>1,241</b>	<b>1,675</b>	<b>933</b>
Net loan losses	-541	-561	-47	7	-50
Disposals of tangible and intangible assets	0	-7	-1	0	0
<b>Operating profit</b>	<b>1,578</b>	<b>1,987</b>	<b>1,193</b>	<b>1,682</b>	<b>883</b>
Income tax expense	-390	-389	-325	-445	-256
<b>Profit or loss</b>	<b>1,188</b>	<b>1,598</b>	<b>868</b>	<b>1,237</b>	<b>627</b>
Earnings per share (EPS), NOK	2.15	2.90	1.57	2.24	1.14
EPS, rolling 12 months up to period end, NOK	8.87	7.85	6.41	6.09	5.19

	Q1 2009	Q4 2008	Q3 2008	Q2 2008	Q1 2008
<b>Spec. 1 Net fee and commission income, NOKm</b>					
Asset Management commissions	5	6	6	7	7
Life insurance	13	13	13	13	14
Brokerage	27	16	32	24	22
Custody	28	49	36	34	33
Deposits	10	18	15	10	8
Total savings related commissions	83	102	102	88	84
Payments	111	110	121	115	116
Cards	149	156	172	164	163
Total payment commissions	260	266	293	279	279
Lending	11	-2	34	38	7
Guarantees and document payments	23	23	43	19	24
Total lending related commissions	34	21	77	57	31
Other commission income	104	129	95	112	90
<b>Fee and commission income</b>	<b>481</b>	<b>518</b>	<b>567</b>	<b>536</b>	<b>484</b>
Payment expenses	-143	-141	-147	-151	-129
Other commission expenses	-25	-31	-22	-21	-23
<b>Fee and commission expenses</b>	<b>-168</b>	<b>-172</b>	<b>-169</b>	<b>-172</b>	<b>-152</b>
<b>Net fee and commission income</b>	<b>313</b>	<b>346</b>	<b>398</b>	<b>364</b>	<b>332</b>

	Q1 2009	Q4 2008	Q3 2008	Q2 2008	Q1 2008
<b>Spec. 2 General administrative expenses, NOKm</b>					
Staff	763	680	705	657	687
of which variable salaries	71	57	68	45	55
Information technology <sup>1</sup>	169	136	165	106	142
Marketing	23	31	18	31	29
Postage, telephone and office expenses	42	50	33	38	34
Rents, premises and real estate expenses	98	106	96	98	98
Other	153	175	126	146	135
<b>Total</b>	<b>1,248</b>	<b>1,178</b>	<b>1,143</b>	<b>1,076</b>	<b>1,125</b>

<sup>1</sup> Refers to IT operations, service expenses and consultant fees. Total IT-related costs including staff etc were NOK 202m in Q1 2009 (Q1 2008: NOK 182m).

## Segment reporting

Business areas	Nordic Banking		Financial Institutions		Shipping, Oil Services & International		Group Corporate Centre		Other operating areas		Total operating areas		Group Functions and Eliminations		Group	
	Jan – Mar 2009	2008	Jan – Mar 2009	2008	Jan – Mar 2009	2008	Jan – Mar 2009	2008	Jan – Mar 2009	2008	Jan – Mar 2009	2008	Jan – Mar 2009	2008	Jan – Mar 2009	2008
<b>Income statement, NOKm</b>																
Net interest income	1,854	1,229	30	36	390	242	372	185	-58	15	2,588	1,707	-10	49	2,578	1,756
Net fee and commission income	319	311	43	55	38	32	2	2	-78	-49	324	351	-11	-19	313	332
Net gains/losses on items at fair value	230	201	42	36	43	39	-37	-112	-204	-214	74	-50	-2	0	72	-50
Profit from companies accounted for under the equity method	0	0	0	0	0	0	0	0	412	-43	412	-43	0	0	412	-43
Other income	20	9	5	0	1	0	0	0	19	23	45	32	-31	56	14	88
<b>Total operating income</b>	<b>2,423</b>	<b>1,750</b>	<b>120</b>	<b>127</b>	<b>472</b>	<b>313</b>	<b>337</b>	<b>75</b>	<b>91</b>	<b>-268</b>	<b>3,443</b>	<b>1,997</b>	<b>-54</b>	<b>86</b>	<b>3,389</b>	<b>2,083</b>
Staff costs	-360	-346	-11	-10	-25	-24	-6	-5	-278	-237	-680	-622	-83	-65	-763	-687
Other expenses	-654	-572	-49	-47	-34	-35	-17	-26	204	186	-550	-494	65	56	-485	-438
Depreciation of tangible and intangible assets	-10	-10	0	0	0	0	0	0	-13	-15	-23	-25	1	0	-22	-25
<b>Total operating expenses</b>	<b>-1,024</b>	<b>-928</b>	<b>-60</b>	<b>-57</b>	<b>-59</b>	<b>-59</b>	<b>-23</b>	<b>-31</b>	<b>-87</b>	<b>-66</b>	<b>-1,253</b>	<b>-1,141</b>	<b>-17</b>	<b>-9</b>	<b>-1,270</b>	<b>-1,150</b>
Loan losses	-241	-34	-21	0	-215	3	0	0	-64	-19	-541	-50	0	0	-541	-50
Disposals of tangible and intangible assets	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
<b>Operating profit</b>	<b>1,158</b>	<b>788</b>	<b>39</b>	<b>70</b>	<b>198</b>	<b>257</b>	<b>314</b>	<b>44</b>	<b>-60</b>	<b>-353</b>	<b>1,649</b>	<b>806</b>	<b>-71</b>	<b>77</b>	<b>1,578</b>	<b>883</b>
<b>Balance sheet, NOKbn</b>																
Loans and receivables to the public	352	313	4	5	80	53	1	0	2	1	439	372	-2	-1	437	371
Other assets	5	5	2	2	1	1	57	56	48	32	113	96	-26	-23	87	73
<b>Total assets</b>	<b>357</b>	<b>318</b>	<b>6</b>	<b>7</b>	<b>81</b>	<b>54</b>	<b>58</b>	<b>56</b>	<b>50</b>	<b>33</b>	<b>552</b>	<b>468</b>	<b>-28</b>	<b>-24</b>	<b>524</b>	<b>444</b>
Deposits and borrowings from the public	169	156	31	34	25	22	1	0	0	1	226	213	5	0	231	213
Other liabilities	22	22	4	3	11	7	236	168	29	33	302	233	-34	-26	268	207
<b>Total liabilities</b>	<b>191</b>	<b>178</b>	<b>35</b>	<b>37</b>	<b>36</b>	<b>29</b>	<b>237</b>	<b>168</b>	<b>29</b>	<b>34</b>	<b>528</b>	<b>446</b>	<b>-29</b>	<b>-26</b>	<b>499</b>	<b>420</b>
Equity/economic capital	13	12	1	1	4	3	1	2	0	0	19	18	6	6	25	24
<b>Total liabilities and equity</b>	<b>204</b>	<b>190</b>	<b>36</b>	<b>38</b>	<b>40</b>	<b>32</b>	<b>238</b>	<b>170</b>	<b>29</b>	<b>34</b>	<b>547</b>	<b>464</b>	<b>-23</b>	<b>-20</b>	<b>524</b>	<b>444</b>
RAROCAR, %	19	17	23	16	26	26									18	11
<b>Other segment items, NOKm</b>																
Capital expenditure	15	13	1	1	5	2	1	1	0	0	22	17	7	10	29	27

## Segment reporting, continued

### Reconciliation between total operating segments and financial statements

	Jan-Mar 2009		Jan-Mar 2008	
	NOKm	NOKbn	NOKm	NOKbn
	Operating profit	Total assets	Operating profit	Total assets
Total operating segments	1,649	552	806	468
Group functions not classified as operating segments <sup>1</sup>	-83	8	77	8
Group eliminations	-1	-36	0	-32
Differences in accounting policies <sup>2</sup>	13	0	0	0
<b>Total</b>	<b>1,578</b>	<b>524</b>	<b>883</b>	<b>444</b>

<sup>1</sup> Consists mainly of Group Services and Technology, Group Credit and Risk Control, People and Identity and Group Legal and Compliance.

<sup>2</sup> Internally developed software is expensed as incurred in the operating segments, but capitalised as required by IAS 38 in the entity's balance sheet.

### Basis of segmentation and measurement of segment profit or loss

In November 2006 the IASB issued IFRS 8 "Operating Segments", which is mandatory for periods beginning on or after 1 January 2009. IFRS 8 has had an impact on the reportable segments in Nordea, mainly as the previously aggregated segment Institutional & International Banking has been divided into two individual reportable segments (Financial Institutions and Shipping, Oil services & International). Other operating segments below the quantitative thresholds in IFRS 8 are included in Other operating segments. Comparative information has been restated accordingly.

In addition, the measurement of segment profit or loss has been changed during the first quarter 2009, as internally developed software is, as from Q1 2009, expensed as incurred in the operating segments, but capitalised as required by IAS 38 in the entity's balance sheet.

### Reportable operating segments

Nordic Banking conducts a full service banking operation. It is Nordea's largest customer area and serves household customers and corporate customers in the Nordic markets. The Financial Institution segment is responsible for Nordea's customers within the financial institution industry. The segment Shipping, Oil services & International is responsible for Nordea's customers within the shipping, offshore and oil services industries.



## Income statement

NOKm	Note	Q1 2009	Q1 2008	Full year 2008
<b>Operating income</b>				
<i>Interest income</i>		6,018	6,465	29,284
<i>Interest expense</i>		-3,440	-4,709	-20,882
Net interest income		2,578	1,756	8,402
<i>Fee and commission income</i>		481	484	2,105
<i>Fee and commission expense</i>		-168	-152	-665
Net fee and commission income		313	332	1,440
Net gains/losses on items at fair value	2	72	-50	101
Profit from companies accounted for under the equity method		412	-43	841
Dividends		0	0	0
Other operating income		14	88	273
<b>Total operating income</b>		<b>3,389</b>	<b>2,083</b>	<b>11,057</b>
<b>Operating expenses</b>				
General administrative expenses:				
Staff costs		-763	-687	-2,729
Other expenses		-485	-438	-1,793
Depreciation, amortisation and impairment charges of tangible and intangible assets		-22	-25	-131
<b>Total operating expenses</b>		<b>-1,270</b>	<b>-1,150</b>	<b>-4,653</b>
Net loan losses	3	-541	-50	-651
Disposals of tangible and intangible assets		0	0	-8
<b>Operating profit</b>		<b>1,578</b>	<b>883</b>	<b>5,745</b>
Income tax expense		-390	-256	-1,415
<b>Profit or loss</b>		<b>1,188</b>	<b>627</b>	<b>4,330</b>
<b>Attributable to:</b>				
Shareholders of Nordea Bank Norge ASA		1,188	627	4,330
<b>Total</b>		<b>1,188</b>	<b>627</b>	<b>4,330</b>
Earnings per share, NOK		2.15	1.14	7.9

## Statement of comprehensive income

NOKm	Jan-Mar 2009	Jan-Mar 2008	Full year 2008
Currency translation differences during the period	-2	-11	17
<b>Net income recognised directly in equity</b>	<b>-2</b>	<b>-11</b>	<b>17</b>
Profit or loss	1,188	627	4,330
<b>Total comprehensive income</b>	<b>1,186</b>	<b>616</b>	<b>4,347</b>
<b>Attributable to:</b>			
Shareholders of Nordea Bank Norge ASA	1,186	616	4,347
<b>Total</b>	<b>1,186</b>	<b>616</b>	<b>4,347</b>



## Balance sheet

NOKm	Note	31 Mar 2009	31 Dec 2008	31 Mar 2008
<b>Assets</b>				
Cash and balances with central banks		529	11,144	622
Loans and receivables to credit institutions	4	10,495	33,575	17,504
Loans and receivables to the public	4	437,283	446,527	370,785
Interest-bearing securities		38,179	36,657	28,469
Financial instruments pledged as collateral		302	58	3,008
Shares		1,858	1,729	2,942
Derivatives	6	2,103	7,409	780
Fair value changes of the hedged items in portfolio hedge of interest rate risk		385	373	60
Investments in associated undertakings		2,147	1,735	851
Intangible assets		354	354	273
Property and equipment		269	266	262
Deferred tax assets		0	0	1,119
Other assets		27,027	5,789	14,702
Prepaid expenses and accrued income		2,584	3,460	2,425
<b>Total assets</b>		<b>523,515</b>	<b>549,076</b>	<b>443,802</b>
<b>Liabilities</b>				
Deposits by credit institutions		236,615	250,804	161,328
Deposits and borrowings from the public		231,366	235,407	213,080
Debt securities in issue		2,935	7,265	8,211
Derivatives	6	3,191	1,169	3,507
Fair value changes of the hedged items in portfolio hedge of interest rate risk		100	106	169
Current tax liabilities		431	110	834
Other liabilities		7,646	10,960	20,644
Accrued expenses and prepaid income		3,151	2,581	3,460
Deferred tax liabilities		162	163	0
Provisions		39	36	14
Retirement benefit obligations		1,604	1,779	2,029
Subordinated liabilities		10,924	11,550	7,116
<b>Total liabilities</b>		<b>498,164</b>	<b>521,930</b>	<b>420,392</b>
<b>Equity</b>				
Minority interests		4	4	0
Share capital		3,860	3,860	3,860
Share premium account		953	953	953
Retained earnings		20,534	22,329	18,597
<b>Total equity</b>		<b>25,351</b>	<b>27,146</b>	<b>23,410</b>
<b>Total liabilities and equity</b>		<b>523,515</b>	<b>549,076</b>	<b>443,802</b>
Assets pledged as security for own liabilities		42,181	49,711	28,482
Contingent liabilities		1,770	1,290	15,728
Derivative commitments		263,640	164,414	292,115
Other commitments		147,531	161,621	161,708

## Statement of changes in equity

NOKm	Share capital <sup>1</sup>	Share premium account	Retained earnings	Minority interests	Total equity
<b>Opening balance at 1 Jan 2009</b>	<b>3,860</b>	<b>953</b>	<b>22,329</b>	<b>4</b>	<b>27,146</b>
Minority interests (Privatmegleren AS)				0	0
Currency translation differences			-31		-31
Net profit for the period			1,188		1,188
Dividend 2008			-3,000		-3,000
Share-based payments <sup>2</sup>			3		3
Other changes			45		45
<b>Closing balance at 31 Mar 2009</b>	<b>3,860</b>	<b>953</b>	<b>20,534</b>	<b>4</b>	<b>25,351</b>

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)				3	3
Currency translation differences			17		17
Net profit for the period			4,330		4,330
Share-based payments <sup>2</sup>			9		9
<b>Closing balance at 31 Dec 2008</b>	<b>3,860</b>	<b>953</b>	<b>22,329</b>	<b>4</b>	<b>27,146</b>

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
Net profit for the period			627		627
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>

<sup>1</sup> Total shares registered were 551m (31 Dec 2008: 551m, 31 Mar 2008: 551m).

<sup>2</sup> Refers to the Long Term Incentive Programme (LTIP 2008).

## Cash flow statement

NOKm	Jan-Mar 2009	Jan-Mar 2008	Full year 2008
<i>Operating activities</i>			
Operating profit	1,578	883	5,745
Adjustments for items not included in cash flow	705	1,424	1,019
Income taxes paid	-11	-587	-1,216
Cash flow from operating activities before changes in operating assets and liabilities	2,272	1,720	5,548
Changes in operating assets and liabilities	-27,035	-16,250	4,119
Cash flow from operating activities	-24,763	-14,530	9,667
<i>Investing activities</i>			
Share issue in associated undertakings	0	-278	-278
Property and equipment	-18	-10	-69
Intangible assets	-5	-10	-159
Cash flow from investing activities	-23	-298	-506
<i>Financing activities</i>			
Issued/amortised subordinated liabilities	0	-306	2,036
Other changes in equity	58	-3	0
Dividend paid	-3,000	0	0
Cash flow from financing activities	-2,942	-309	2,036
<b>Cash flow for the period</b>	<b>-27,728</b>	<b>-15,137</b>	<b>11,197</b>
<b>Cash and cash equivalents at beginning of period</b>	<b>35,781</b>	<b>24,584</b>	<b>24,584</b>
<b>Cash and cash equivalents at end of period</b>	<b>8,053</b>	<b>9,447</b>	<b>35,781</b>
<b>Change</b>	<b>-27,728</b>	<b>-15,137</b>	<b>11,197</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>2009</u>	<u>2008</u>	<u>2008</u>
Cash and balances with central banks	529	622	11,144
Loans and receivables to credit institutions, payable on demand	7,524	8,825	24,637

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 statement

## 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 and basis for calculations are, in all material aspects, unchanged in comparison with the 2008 Annual Report.

As of 1 January 2009 the amendments to standards IAS 23 "Borrowing Costs", IAS 27 "Consolidated and Separate Financial Statements", IAS 32 "Financial Instruments: Presentation" and IFRS 2 "Share-based Payment" have been implemented. These amendments as well as "Improvements to IFRSs" and applicable new interpretations have had no or only an insignificant impact. In addition, the amendment to IAS 1 "Presentation of Financial Statements" and the new standard IFRS 8 "Operating Segments" have had the following impact on the presentation:

ments" have had the following impact on the presentation:

#### ***Amendment of IAS 1 "Presentation of Financial Statements"***

IASB has amended IAS 1 "Presentation of Financial Statements" with effective date for Nordea as from the first quarter 2009. The main impact from this amendment is that the "Statement of changes in equity" has been added and the "Statement of comprehensive income" relocated to be displayed immediately after the "Income statement".

#### ***New standard IFRS 8 "Operating Segments"***

IFRS 8 is mandatory for Nordea as from the first quarter 2009. The IFRS requires identification of operating segments on the basis of the information regularly reviewed by the entity's chief operating decision maker (CODM) in order to allocate resources to the segment and assess its performance. The reportable segments in Nordea have, mainly as a consequence of the restrictions in the aggregation criteria, been changed, and a note has been added to comply with the requirements in the new standard. See "Segment reporting" for more information.

#### **Exchange rates**

	Jan-Mar 2009	Jan-Dec 2008	Jan-Mar 2008
<b>EUR 1 = NOK</b>			
Income statement (average)	8.9607	8.2267	7.9567
Balance sheet (at end of period)	8.9100	9.7400	8.0500
<b>USD 1 = NOK</b>			
Income statement (average)	6.8923	5.6416	5.3098
Balance sheet (at end of period)	6.6900	7.0200	5.0900
<b>SEK 1 = NOK</b>			
Income statement (average)	0.8181	0.8550	0.8465
Balance sheet (at end of period)	0.8145	0.8987	0.8569
<b>DKK 1 = NOK</b>			
Income statement (average)	1.2025	1.1033	1.0675
Balance sheet (at end of period)	1.1965	1.3074	1.0792

## Note 2 - Net gains/losses on items at fair value

NOKm	1. kv. 2009	1. kv. 2008	Full year 2008
Shares/participations and other share-related instruments	11	44	266
Interest-bearing securities and other interest-related instruments	103	-190	-524
Foreign exchange gains/losses	-42	96	359
<b>Total</b>	<b>72</b>	<b>-50</b>	<b>101</b>

## Note 3 - Net loan losses

NOKm	1. kv. 2009	1. kv. 2008	Full year 2008
<b>Loan losses divided by class</b>			
Loans and receivables to credit institutions	0	0	0
Loans and receivables to the public	-535	-43	-624
- of which provisions	-561	-109	-770
- of which write-offs	-66	-22	-128
- of which allowances used for covering write-offs	36	19	68
- of which reversals	36	63	147
- of which recoveries	20	6	59
Off-balance sheet items <sup>1</sup>	-6	-7	-27
- of which provisions	-7	-7	-33
- of which reversals	1	0	6
<b>Total</b>	<b>-541</b>	<b>-50</b>	<b>-651</b>

### Specification of loan losses

Changes of allowance accounts in the balance sheet	-531	-53	-650
- of which Loans and receivables, individually assessed	-365	-71	-420
- of which Loans and receivables, collectively assessed	-160	25	-203
- of which Off-balance sheet items, individually assessed <sup>1</sup>	-6	-7	-27
- of which Off-balance sheet items, collectively assessed <sup>1</sup>	0	0	0
Changes directly recognised in the income statement	-10	3	-1
- of which realised loan losses, individually assessed	-30	-3	-60
- of which realised recoveries, individually assessed	20	6	59
<b>Total</b>	<b>-541</b>	<b>-50</b>	<b>-651</b>

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

### Key ratios

	31 Mar 2009	31 Mar 2008	31 Dec 2008
Loan loss ratio <sup>1</sup> , %	0.48	0.05	0.14

<sup>1</sup> Net loan losses (annualised) divided by opening balance of loans and receivables to the public (lending)

## Note 4 - Loans and receivables and their impairment

NOKm	Total		
	31 Mar 2009	31 Dec 2008	31 Mar 2008
Loans and receivables, not impaired	446,193	479,017	388,166
Impaired loans and receivables	3,457	2,490	1,014
- Performing	1,312	460	349
- Non-performing	2,145	2,030	665
<b>Loans and receivables before allowances</b>	<b>449,650</b>	<b>481,507</b>	<b>389,180</b>
Allowances for individually assessed impaired loans	-1,118	-809	-522
- Performing	-361	-163	-173
- Non-performing	-757	-646	-349
Allowances for collectively assessed impaired loans	-754	-596	-369
<b>Allowances</b>	<b>-1,872</b>	<b>-1,405</b>	<b>-891</b>
<b>Loans and receivables, carrying amount</b>	<b>447,778</b>	<b>480,102</b>	<b>388,289</b>

NOKm	Credit institutions			The public		
	31 Mar 2009	31 Dec 2008	31 Mar 2008	31 Mar 2009	31 Dec 2008	31 Mar 2008
Loans and receivables, not impaired	10,495	33,575	17,504	435,698	445,442	370,662
Impaired loans and receivables	0	0	0	3,457	2,490	1,014
- Performing	0	0	0	1,312	460	349
- Non-performing	0	0	0	2,145	2,030	665
<b>Loans and receivables before allowances</b>	<b>10,495</b>	<b>33,575</b>	<b>17,504</b>	<b>439,155</b>	<b>447,932</b>	<b>371,676</b>
Allowances for individually assessed impaired loans	0	0	0	-1,118	-809	-522
- Performing	0	0	0	-361	-163	-173
- Non-performing	0	0	0	-757	-646	-349
Allowances for collectively assessed impaired loans	0	0	0	-754	-596	-369
<b>Allowances</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>-1,872</b>	<b>-1,405</b>	<b>-891</b>
<b>Loans and receivables, carrying amount</b>	<b>10,495</b>	<b>33,575</b>	<b>17,504</b>	<b>437,283</b>	<b>446,527</b>	<b>370,785</b>

### Reconciliation of allowance accounts for impaired loans

Loans and receivables, NOKm	Credit institutions		The public		Total		Total
	Individually assessed	Collectively assessed	Individually assessed	Collectively assessed	Individually assessed	Collectively assessed	
<b>Opening balance at 1 Jan 2009</b>	<b>0</b>	<b>0</b>	<b>-809</b>	<b>-596</b>	<b>-809</b>	<b>-596</b>	<b>-1,405</b>
Provisions	0	0	-402	-159	-402	-159	-561
Reversals	0	0	39	1	39	1	40
<b>Changes through the income statement</b>	<b>0</b>	<b>0</b>	<b>-363</b>	<b>-158</b>	<b>-363</b>	<b>-158</b>	<b>-521</b>
Allowances used to cover write-offs	0	0	36	0	36	0	36
Reclassification	0	0	18	0	18	0	18
<b>Closing balance at 31 Mar 2009</b>	<b>0</b>	<b>0</b>	<b>-1,118</b>	<b>-754</b>	<b>-1,118</b>	<b>-754</b>	<b>-1,872</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	0	0	-103	-6	-103	-6	-109
Reversals	0	0	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	0	0	18	0	18	0	18
Currency translation differences	0	0	-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>

## Note 4, continued

### Allowances and provisions

	31 Mar 2009	31 Dec 2008	31 Mar 2008
NOKm			
Allowances for items in the balance sheet	-1,872	-1,405	-891
Provisions for off balance sheet items	-39	-36	-14
<b>Total allowances and provisions</b>	<b>-1,911</b>	<b>-1,441</b>	<b>-905</b>

### Key ratios

	31 Mar 2009	31 Dec 2008	31 Mar 2008
Impairment rate, gross <sup>1</sup> , %	0.8	0.5	0.3
Impairment rate, net <sup>2</sup> , %	0.5	0.3	0.1
Total allowance rate <sup>3</sup> , %	0.4	0.3	0.2
Allowance rate, impaired loans <sup>4</sup> , %	32.3	32.5	51.5
Non-performing loans and receivables, not impaired <sup>5</sup> , NOKm	641	644	316

<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	529						529
Loans and receivables to credit institutions	10,103			392			10,495
Loans and receivables to the public	437,283						437,283
Interest-bearing securities		15,574	22,605				38,179
Financial instruments pledged as collateral			302				302
Shares			1,797			61	1,858
Derivatives			1,930		173		2,103
Fair value changes of the hedged items in portfolio hedge of interest rate risk			385				385
Other assets	1,140			25,838			26,978
Prepaid expenses and accrued income	2,584						2,584
<b>Total 31 Mar 2009</b>	<b>451,639</b>	<b>15,574</b>	<b>27,019</b>	<b>26,230</b>	<b>173</b>	<b>61</b>	<b>520,696</b>
Total 31 Dec 2008	490,933	16,889	29,093	9,409	180	64	546,568
Total 31 Mar 2008	386,067	0	34,890	19,218	305	64	440,544

NOKm	Held for trading	Liabilities at fair value	Derivatives used for hedging	Other financial liabilities	Total
<b>Financial liabilities</b>					
Deposits by credit institutions				236,615	236,615
Deposits and borrowings from the public		61		231,305	231,366
Debt securities in issue				2,935	2,935
Derivatives	2,590		601		3,191
Fair value changes of the hedged items in portfolio hedge of interest rate risk				100	100
Other liabilities	2,160	4,021		1,319	7,500
Accrued expenses and prepaid income				2,293	2,293
Subordinated liabilities				10,924	10,924
<b>Total 31 Mar 2009</b>	<b>4,750</b>	<b>4,082</b>	<b>601</b>	<b>485,491</b>	<b>494,924</b>
Total 31 Dec 2008	5,384	19,096	531	493,972	518,983
Total 31 Mar 2008	10,064	23,983	462	382,161	416,670



## Note 6 - Derivatives

Fair value	31 Mar 2009		31 Dec 2008		31 Mar 2008	
NOKm	Assets	Liabilities	Assets	Liabilities	Assets	Liabilities
<b>Derivatives held for trading</b>						
Interest rate derivatives	89	77	162	305	171	498
Equity derivatives	1,007	14	1,270	30	124	173
Foreign exchange derivatives	833	2,498	5,789	295	91	2,285
Other derivatives	1	1	8	8	89	89
<b>Total</b>	<b>1,930</b>	<b>2,590</b>	<b>7,229</b>	<b>638</b>	<b>475</b>	<b>3,045</b>
<b>Derivatives used for hedging</b>						
Interest rate derivatives	173	514	180	460	304	161
Foreign exchange derivatives	0	87	0	71	1	301
<b>Total</b>	<b>173</b>	<b>601</b>	<b>180</b>	<b>531</b>	<b>305</b>	<b>462</b>
<b>Total fair value</b>						
Interest rate derivatives	262	591	342	765	475	659
Equity derivatives	1,007	14	1,270	30	124	173
Foreign exchange derivatives	833	2,585	5,789	366	92	2,586
Other derivatives	1	1	8	8	89	89
<b>Total</b>	<b>2,103</b>	<b>3,191</b>	<b>7,409</b>	<b>1,169</b>	<b>780</b>	<b>3,507</b>
<b>Nominal amount</b>				31 Mar	31 Dec	31 Mar
NOKm				2009	2008	2008
<b>Derivatives held for trading</b>						
Interest rate derivatives				106,464	51,377	186,590
Equity derivatives				1,591	1,462	2,238
Foreign exchange derivatives				87,588	75,424	84,262
Other derivatives				436	549	1,255
<b>Total</b>				<b>196,079</b>	<b>128,812</b>	<b>274,345</b>
<b>Derivatives used for hedging</b>						
Interest rate derivatives				67,261	35,302	14,159
Foreign exchange derivatives				300	300	3,611
<b>Total</b>				<b>67,561</b>	<b>35,602</b>	<b>17,770</b>
<b>Total nominal amount</b>						
Interest rate derivatives				173,725	86,679	200,749
Equity derivatives				1,591	1,462	2,238
Foreign exchange derivatives				87,888	75,724	87,873
Other derivatives				436	549	1,255
<b>Total</b>				<b>263,640</b>	<b>164,414</b>	<b>292,115</b>

## Note 7 - Capital adequacy

### Capital Base

	31 Mar 2009	31 Dec 2008	31 Mar 2008
NOKm			
Tier 1 capital	25,198	25,556	21,298
Total capital base	34,062	35,089	28,531

	31 Mar 2009	31 Mar 2009	31 Dec 2008	31 Dec 2008	31 Mar 2008	31 Mar 2008
<b>Capital requirement</b>	<b>Capital requirement</b>	<b>RWA</b>	<b>Capital requirement</b>	<b>RWA</b>	<b>Capital requirement</b>	<b>RWA</b>
NOKm						
<b>Credit risk</b>	<b>21,242</b>	<b>265,531</b>	<b>21,876</b>	<b>273,449</b>	<b>18,772</b>	<b>234,649</b>
IRB	18,827	235,341	19,272	240,896	11,836	147,949
- of which corporate	14,849	185,618	15,292	191,151	10,972	137,155
- of which institutions	678	8,472	810	10,121	637	7,960
- of which retail	3,144	39,297	3,058	38,224	n.a	n.a
- of which other	156	1,954	112	1,400	227	2,834
Standardised	2,415	30,190	2,604	32,553	6,936	86,700
- of which sovereign	41	510	64	805	31	383
- of which other	2,374	29,680	2,540	31,748	6,905	86,317
<b>Market risk</b>	<b>493</b>	<b>6,161</b>	<b>513</b>	<b>6,412</b>	<b>641</b>	<b>8,005</b>
- of which trading book, VaR	208	2,603	269	3,359	174	2,173
- of which trading book, non-VaR	285	3,558	244	3,053	467	5,832
- of which FX, non-VaR	0	0	0	0		
<b>Operational risk</b>	<b>1,287</b>	<b>16,093</b>	<b>1,115</b>	<b>13,943</b>	<b>1,115</b>	<b>13,943</b>
Standardised	1,287	16,093	1,115	13,943	1,115	13,943
<b>Sub total</b>	<b>23,022</b>	<b>287,785</b>	<b>23,504</b>	<b>293,804</b>	<b>20,528</b>	<b>256,597</b>

### Adjustment for transition rules

Additional capital requirement according to transition rules	3,161	39,507	7,331	91,632	4,612	57,654
<b>Total</b>	<b>26,183</b>	<b>327,292</b>	<b>30,835</b>	<b>385,436</b>	<b>25,140</b>	<b>314,251</b>

### Capital ratio

	31 Mar 2009	31 Dec 2008	31 Mar 2008
Tier I ratio, %, incl profit	8.1	6.6	7.0
Capital ratio, %, incl profit	10.8	9.1	9.3
Tier I ratio, %, excl profit	7.7	-	6.8
Capital ratio, %, excl profit	10.4	-	9.1

### Analysis of capital requirements

Exposure class	Average risk weight (%)	Capital require- ment (NOKm)
Corporate	61	14,849
Institutions	29	678
Retail	21	3,144
Sovereign	6	41
Other	38	2,531
<b>Total credit risk</b>	<b>43</b>	<b>21,243</b>

## Note 8 - 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 2008 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 2009	Q1 2008	Full year 2008
<b>Operating income</b>			
<i>Interest income</i>	5,704	6,269	28,431
<i>Interest expense</i>	-3,423	-4,700	-20,854
Net interest income	2,281	1,569	7,577
<i>Fee and commission income</i>	483	485	2,111
<i>Fee and commission expense</i>	-169	-154	-670
Net fee and commission income	314	331	1,441
Net gains/losses on items at fair value	74	-57	85
Dividends	0	0	265
Other operating income	24	95	295
<b>Total operating income</b>	<b>2,693</b>	<b>1,938</b>	<b>9,663</b>
<b>Operating expenses</b>			
General administrative expenses:			
Staff costs	-726	-653	-2,590
Other expenses	-464	-423	-1,745
Depreciation, amortisation and impairment charges of tangible and intangible assets	-19	-23	-116
<b>Total operating expenses</b>	<b>-1,209</b>	<b>-1,099</b>	<b>-4,451</b>
Loan losses	-468	-41	-580
Disposals of tangible and intangible assets	0	0	-8
<b>Operating profit</b>	<b>1,016</b>	<b>798</b>	<b>4,624</b>
Income tax expense	-287	-219	-1,338
<b>Net profit for the period</b>	<b>729</b>	<b>579</b>	<b>3,286</b>

# Nordea Bank Norge ASA

## Balance sheet

NOKm	31 Mar 2009	31 Dec 2008	31 Mar 2008
<b>Assets</b>			
Cash and balances with central banks	529	11,144	619
Loans and receivables to credit institutions	42,500	60,452	46,581
Loans and receivables to the public	400,378	409,651	336,234
Interest-bearing securities	38,129	36,607	28,419
Financial instruments pledged as collateral	302	58	3,008
Shares	1,857	1,727	2,940
Derivatives	1,987	7,302	654
Fair value changes of the hedged items in portfolio hedge of interest rate risk	284	279	88
Investments in group undertakings	2,241	2,241	2,233
Investments in associated undertakings	417	417	417
Intangible assets	303	302	216
Property and equipment	256	258	256
Deferred tax assets	0	0	1,196
Other assets	26,988	5,725	2,268
Prepaid expenses and accrued income	2,176	3,196	14,636
<b>Total assets</b>	<b>518,347</b>	<b>539,359</b>	<b>439,765</b>
<b>Liabilities</b>			
Deposits by credit institutions	237,222	246,231	161,157
Deposits and borrowings from the public	231,360	235,413	213,062
Debt securities in issue	1,747	6,076	7,013
Derivatives	3,052	1,046	3,437
Fair value changes of the hedged items in portfolio hedge of interest rate risk	22	27	137
Current tax liabilities	292	14	720
Other liabilities	7,615	10,943	20,617
Accrued expenses and prepaid income	2,713	2,196	3,194
Deferred tax liabilities	28	27	0
Provisions	41	36	14
Retirement benefit obligations	1,544	1,715	1,967
Subordinated liabilities	10,925	11,550	7,115
<b>Total liabilities</b>	<b>496,561</b>	<b>515,274</b>	<b>418,433</b>
<b>Equity</b>			
Share capital	3,860	3,860	3,860
Share premium account	953	953	953
Retained earnings	16,973	19,272	16,519
<b>Total equity</b>	<b>21,786</b>	<b>24,085</b>	<b>21,332</b>
<b>Total liabilities and equity</b>	<b>518,347</b>	<b>539,359</b>	<b>439,765</b>
Assets pledged as security for own liabilities	42,181	49,711	28,482
Contingent liabilities	1,770	1,290	15,957
Derivative commitments	260,467	161,210	236,549
Other commitments	155,596	169,480	169,993

# Nordea Bank Norge ASA

## Note 1 Equity

NOKm	Share capital <sup>1</sup>	Share premium account	Retained earnings	Total equity
<b>Balance at end of year, at 31 Dec 2008</b>	<b>3,860</b>	<b>953</b>	<b>19,272</b>	<b>24,085</b>
Currency translation differences			-31	-31
Dividend 2008			-3,000	-3,000
Share based payments <sup>2</sup>			3	3
Net profit for the period			729	729
<b>Balance at 31 Mar 2009</b>	<b>3,860</b>	<b>953</b>	<b>16,973</b>	<b>21,786</b>

NOKm	Share capital <sup>1</sup>	Share premium account	Retained earnings	Total equity
<b>Balance at end of year, at 31 Dec 2007</b>	<b>3,860</b>	<b>953</b>	<b>15,944</b>	<b>20,757</b>
Currency translation differences			34	34
Share based payments <sup>2</sup>			8	8
Net profit for the period			3,286	3,286
<b>Balance at 31 Dec 2008</b>	<b>3,860</b>	<b>953</b>	<b>19,272</b>	<b>24,085</b>

NOKm	Share capital <sup>1</sup>	Share premium account	Retained earnings	Total equity
<b>Balance at end of year, at 31 Dec 2007</b>	<b>3,860</b>	<b>953</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>16,519</b>	<b>21,332</b>

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

<sup>2</sup>Refers to the Long Term Incentive Programme (LTIP 2008).

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