

## Interim Report 3<sup>rd</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 5.9 million e-customers. The Nordea share is listed on the NASDAQ OMX Nordic Exchange in Stockholm, Helsinki and Copenhagen.*

# Key financial figures

## Income statement

	Q3	Q2	Change	Q3	Change	Jan-Sep	Jan-Sep	Change
NOKm	2009	2009	%	2008	%	2009	2008	%
Net interest income	2,297	2,400	-4	2,028	13	7,275	5,591	30
Net fee and commission income	447	370	21	398	12	1,130	1,094	3
Net gains/losses on items at fair value	211	171		-14		454	403	
Equity method	-354	-436		24		-378	15	
Other operating income	30	23		-9		67	188	
<b>Total operating income</b>	<b>2,631</b>	<b>2,528</b>	<b>4</b>	<b>2,427</b>	<b>8</b>	<b>8,548</b>	<b>7,291</b>	<b>17</b>
Staff costs	-754	-787	-4	-705	7	-2,304	-2,049	12
Other expenses	-460	-462	0	-438	5	-1,407	-1,295	9
Depreciation of tangible and intangible assets	-33	-34	-3	-43	-23	-89	-98	-9
<b>Total operating expenses</b>	<b>-1,247</b>	<b>-1,283</b>	<b>-3</b>	<b>-1,186</b>	<b>5</b>	<b>-3,800</b>	<b>-3,442</b>	<b>10</b>
<b>Profit before loan losses</b>	<b>1,384</b>	<b>1,245</b>	<b>11</b>	<b>1,241</b>	<b>12</b>	<b>4,748</b>	<b>3,849</b>	<b>23</b>
Net loan losses	-429	-571		-47		-1,541	-90	
Disposals of tangible and intangible assets	-1	0		-1		-1	-1	
<b>Operating profit</b>	<b>954</b>	<b>674</b>	<b>42</b>	<b>1,193</b>	<b>-20</b>	<b>3,206</b>	<b>3,758</b>	<b>-15</b>
Income tax expense	-353	-311	14	-325	9	-1,054	-1,026	3
<b>Net profit for the period</b>	<b>601</b>	<b>363</b>	<b>66</b>	<b>868</b>	<b>-31</b>	<b>2,152</b>	<b>2,732</b>	<b>-21</b>

## Business volumes, key items

	30 Sep	30 Jun	Change	30 Sep	Change
NOKbn	2009	2009	%	2008	%
Loans and receivables to the public	425.9	439.1	-3	409.4	4
Deposits and borrowings from the public	211.5	229.3	-8	218.1	-3
of which savings deposits	64.6	69.3	-7	63.8	1
Equity	26.3	25.7	2	25.5	3
Total assets	507.6	536.2	-5	503.0	1

## Ratios and key figures

	Q3	Q2	Q3	Jan-Sep	Jan-Sep
	2009	2009	2008	2009	2008
Earnings per share, NOK	1.1	0.7	1.6	3.9	5.0
EPS, rolling 12 months up to period end, NOK	6.8	7.3	6.4	6.8	6.4
Equity per share <sup>1</sup> , NOK	47.6	46.5	46.3	47.6	46.3
Shares outstanding <sup>1</sup> , million	551	551	551	551	551
Return on equity, %	9.3	5.7	13.8	11.1	15.1
Cost/income ratio, %	47	51	49	44	47
Tier 1 capital ratio, excl transition rules <sup>1,2</sup> %	9.1	9.3	8.6	9.1	8.6
Total capital ratio, excl transition rules <sup>1,2</sup> %	11.9	12.5	11.3	11.9	11.3
Tier 1 capital ratio <sup>1,2</sup> , %	8.5	8.1	7.4	8.5	7.4
Total capital ratio <sup>1,2</sup> , %	11.0	10.8	9.7	11.0	9.7
Tier 1 capital <sup>1,2</sup> , NOKm	27,072	26,897	25,575	27,072	25,575
Risk-weighted assets incl transition rules, NOKbn	318.1	330.7	344.4	318.1	344.4
Loan loss ratio, basis points	38	51	4	43	3
Number of employees (full-time equivalents) <sup>1</sup>	3,379	3,408	3,407	3,379	3,407

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

<sup>2</sup> Including the result for the first nine months. According to Norwegian FSA rules (excluding the unaudited result for the period):

Tier 1 capital NOK 24,920m (30 Sep 2008: NOK 22,843m), capital base NOK 32,823m (30 Sep 2008: NOK 30,825m),

Tier 1 capital ratio 7.8% (30 Sep 2008: 6.6%), total capital ratio 10.3% (30 Sep 2008: 9.0%).

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, third quarter 2009

Nordea continued to deliver strong results and income in the third quarter. Total income and total expenses increased by 8% and 5% respectively, compared to the third quarter in 2008. Net profit decreased by 31% to NOK 601m which corresponds to a return on equity of 9.3% compared to 13.8% same quarter last year. Excluding the contribution from the equity method due to Eksportfinans, total income went up by 1% from previous quarter and 24% from the same quarter last year.

Compared to the second quarter this year, total income has increased by 4%. Particular net fee and commission is contributing with a growth of 21% and net gain on items at fair value in the third quarter went up by 23%. Total expenses were down 3%.

### *Income*

Total income increased by 8% to NOK 2,631m compared to the same quarter last year. In principal this derives from a rise in net interest income, up 13% to NOK 2,297m and higher net fee and commission income, which went up by 12%.

The net interest income was affected by higher margins on lending and positive currency effects that more than compensated the pressure on deposit margins. In Nordic Banking the demand for corporate loans has been weak in the third quarter, but at the same time Nordea has been very active as arranger of corporate bond issues. The demand for risk management products has increased during the third quarter partly due to customers expecting higher interest rates in the future. Growth in household lending remained strong with a positive development in market share for mortgage lending. Mortgage lending margins decreased due to reduced lag effect this quarter compared to second quarter. Household deposit margins went up, but remained negative, due to fierce competition in savings deposits, the lag effect and lower market interest rates. Household customers have started to move their savings from bank accounts to investment funds and Nordea had a positive development in sales of new funds resulting in an increased market share.

In Institutional & International Banking volumes decreased both in lending and deposit compared to second quarter 2009, mainly due to currency effect, but also due to weakening in most shipping segments. There is still a high pressure on deposit margins, while lending margins have improved from same period last year and slightly down from very high levels in the second quarter.

Total lending to the public increased by 4% to NOK 426bn compared to one year ago and down 3% compared to last

quarter. The reduction the last three months is mainly in Shipping on USD loans due to strong NOK.

Net fee and commission income increased by 12% to NOK 447m compared to the third quarter last year and 21% compared with second quarter. The increase in the third quarter is mainly due to fee related to loan syndication in shipping and brokerage fees.

Net gains on items at fair value was NOK 211m in the third quarter compared to NOK 14m in net losses for the same quarter last year. The negative figure last year was mainly due to write-downs on interest related instruments and lower gains on FX related instruments. The high income this quarter is mainly due to gains on interest related instruments.

The negative contribution from companies accounted for under the equity method relates to the result from Eksportfinans of NOK -354m this quarter compared to NOK 24m the same quarter last year. The massive reduction is, as in the previous quarter, mainly due to contraction of own credit risk on issued debt measured at fair value.

### *Expenses*

Total expenses increased by 5% to NOK 1,247m compared to the same quarter last year. Staff costs increased by 7% from third quarter last year, mainly due to wage inflation as well as increased variable salaries, pension costs and provision for profit sharing. Other expenses were up 5% and relates mainly to higher activity in general, as well as increased expenses in connection with real estate.

### *Net loan losses*

Net loan losses were NOK 429m in the third quarter, compared to NOK 47m in the corresponding quarter last year and down 25 % from NOK 571m in the second quarter. The loan loss ratio the third quarter was 38 basis points.

### *Taxes*

The effective tax rate in the third quarter was 27.0% compared to 27.8% in the same quarter last year, excluding contribution from equity method.

### *Net profit*

Compared to the third quarter in 2008, net profit decreased by 31% to NOK 601m. This corresponds to a return on equity of 9.3% compared to 13.8% for the same period last year. The low rate is mainly due to negative net profit from Eksportfinans this quarter. Excluding Eksportfinans, net profit increased by 13% compared to same quarter last year.

## Result summary January – September 2009

The first nine months, total income increased by 17% and total expenses by 10% compared with the same period last year. Excluding Eksportfinans, total income grew by 23%. Profit before loan losses was up 23% to NOK 4,748m, while the operating profit went down 15% to NOK 3,206m due to net loan losses of NOK 1,541m at the end of the third quarter. Net profit amounted to NOK 2,152m, corresponding to a return on equity of 11.1%. The cost/income ratio was 44%, compared to 47% in the same period last year. Excluding Eksportfinans, cost/income ratio would have been 43% the first nine months this year and unchanged at 47% for the same period last year.

### *Income*

Total income increased by 17% to NOK 8,548m with a strong development in net interest income and net gains on items at fair value. Net interest income went up 30% to NOK 7,275m caused by higher lending margins and volume growth. This was particular in household, compensating for stabilised corporate lending growth and weak deposit margins. In the corporate segment, margins have continued to increase compared to the first nine months last year, but have stabilised the last two quarters. Total lending to the public went up by 4% to NOK 426bn. The strong NOK towards USD and EUR has caused the total balance sheet to decrease since large parts of corporate lending in Institutional & International Banking are in foreign currency. The corporate lending volumes have been stable compared to end September 2008, while household lending volume was up 11.5%. Deposit volumes have declined by 3% to NOK 212bn. The reduction is mainly due to fierce competition and reduced FX deposits.

Net fee and commission income has improved by 3% to NOK 1,130m. This is mainly due to increased commission related to savings and lending, particular in Markets and Shipping.

Net gains on items at fair value went up by 13% to NOK 454m. The increase stem from interest related instruments measured at fair value, which ended at NOK 372m, compared to NOK 1m in the same period last year, including a particular weak third quarter 2008. There has been a large reduction on net gain from equity related instruments, down from NOK 244m to NOK 29m mainly due to weak equity market in the first half of 2009. Income from FX related instruments is down to NOK 46m, particular due to stronger NOK causing lower gain on FX swaps in Treasury.

Other income decreased from NOK 188m to NOK 67m. The reduction is mainly due to the income booked in 2008 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 3,800m compared to the first nine months in 2008. Staff costs went up 12% to NOK 2,304m. The increase is due to a combination of higher variable salaries, as well as general wage inflation, in addition to increased pension costs. The number of FTEs is reduced by 1%, to 3,379, at the end of the period. The decrease of FTE is highest in staff functions, but there is also a decrease in customer related activities in Nordic Banking.

Other expenses increased by 9% to NOK 1,407m compared to the same period last year. The growth mainly relates to IT expenses which grew by 24% to NOK 514m, in general related to production, maintenance, service and consultancy fees.

The cost/income ratio was 44% including result from Eksportfinans, and 43% excluding Eksportfinans.

### *Net loan losses*

Net loan losses were NOK 1,541m, compared to NOK 90m at the end of the same period last year. This derives both from individually and collectively assessed loans. New collective provisions net were NOK 578m in the period, equaling approximately 38% of total provision the first nine months. The loan loss ratio annualised is 43 basis points, of which 27 basis points stems from individually assessed loans.

### *Taxes*

The effective tax rate was 29.4% the first nine months compared to 27.4% for the same period last year, excluding contribution from Eksportfinans. The increase from last year mainly relates to the debt interest distribution and tax in foreign branches.

### *Net profit*

Net profit declined by 21% to NOK 2,152m, corresponding to a return on equity of 11.1% compared to 15.1% in the first nine months last year. Excluding Eksportfinans the decrease in net profit was 7%.

### *Credit portfolio*

Total lending to the public decreased by 3% compared to previous quarter and increased by 4% compared to one year ago and amounted to NOK 426bn at the end of the third quarter. The share of household lending was 40.2%, an increase from 37.5% for same period last year. Within household lending, mortgage loans accounted for 94.4%.

Impaired loans increased at a slower pace in the third quarter than in previous quarters this year. The growth from second quarter was 2% to NOK 4,814m, corresponding to 110 basis points of total loans and receivables. 59% of impaired loans gross are performing loans and 41% are

non performing loans. The provision ratio went up to 55%, compared to 51% in the second quarter.

Corporate lending amounted to NOK 254bn at the end of the quarter. There was no major change in the composition of the corporate loan portfolio during the quarter. Real estate companies remain the largest industry exposure in the credit portfolio and amounted to NOK 75.6bn, representing 17.7% of the total lending portfolio.

### Capital position

At the end of third quarter, NBN's risk-weighted assets (RWA) amounted to NOK 275bn, excluding transition rules, compared to NOK 288bn at the end of the second quarter and NOK 298bn one year ago. RWA was reduced in the third quarter; the rating migration in the corporate portfolio was stable, the exposures were lower, and the RWA in the retail portfolio was at the same level as in the second quarter. RWA including transition rules amounted to NOK 318bn at the end of September 2009.

The core Tier 1 capital ratio, ie excluding hybrid loans, was excluding transition rules 8.5% and including transition rules 7.3%. The Tier 1 capital was 9.1% and the total capital ratio was 11.9%, excluding transition rules.

When applying the Norwegian FSA definition, excluding the net profit for the first nine months, Tier 1 capital ratio was 7.8% and the total capital ratio was 10.3%. The capital base of NOK 32.8bn exceeds the Pillar 1 capital requirements of NOK 22.0bn by NOK 10.8bn and the Tier 1 capital of NOK 24.9bn exceeds the Pillar 1 capital requirements by NOK 2.9bn.

For NBN ASA the risk-weighted assets inclusive transition rules amounted to NOK 289bn. Exclusive of the net profit, Tier 1 capital ratio was 7,6% (6.7% same period last year) and total capital ratio was 10.2% (9.2%).

### Outlook 2009

For 2009, Nordea Group expects risk-adjusted profit, ie profit before loan losses, minus Expected Loss and standard tax, to be higher than in 2008. Nordea Bank Norge is expected to contribute to this growth.

Cost growth for the full year is expected to be at approx. the same level as in the first nine months.

Loan loss provisions in the first nine months amounted to 55 basis points in Nordea Group, excluding the provision concerning the contested legal claim, which is in line with the Outlook from the beginning of the year. Loan losses in relation to lending are expected to remain broadly at the same level for the full year, even though the risk of somewhat higher loan losses remains.

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

## Quarterly development

NOKm	Q3 2009	Q2 2009	Q1 2009	Q4 2008	Q3 2008	Jan-Sep 2009	Jan-Sep 2008
Net interest income	2,297	2,400	2,578	2,811	2,028	7,275	5,591
Net fee and commission income	447	370	313	346	398	1,130	1,094
Net gains/losses on items at fair value	211	171	72	-302	-14	454	403
Equity method	-354	-436	412	826	24	-378	15
Other operating income	30	23	14	85	-9	67	188
<b>Total operating income</b>	<b>2,631</b>	<b>2,528</b>	<b>3,389</b>	<b>3,766</b>	<b>2,427</b>	<b>8,548</b>	<b>7,291</b>
General administrative expenses:							
Staff costs	-754	-787	-763	-680	-705	-2,304	-2,049
Other expenses	-460	-462	-485	-498	-438	-1,407	-1,295
Depreciation of tangible and intangible assets	-33	-34	-22	-33	-43	-89	-98
<b>Total operating expenses</b>	<b>-1,247</b>	<b>-1,283</b>	<b>-1,270</b>	<b>-1,211</b>	<b>-1,186</b>	<b>-3,800</b>	<b>-3,442</b>
<b>Profit before loan losses</b>	<b>1,384</b>	<b>1,245</b>	<b>2,119</b>	<b>2,555</b>	<b>1,241</b>	<b>4,748</b>	<b>3,849</b>
Net loan losses	-429	-571	-541	-561	-47	-1,541	-90
Disposals of tangible and intangible assets	-1	0	0	-7	-1	-1	-1
<b>Operating profit</b>	<b>954</b>	<b>674</b>	<b>1,578</b>	<b>1,987</b>	<b>1,193</b>	<b>3,206</b>	<b>3,758</b>
Income tax expense	-353	-311	-390	-389	-325	-1,054	-1,026
<b>Net profit for the period</b>	<b>601</b>	<b>363</b>	<b>1,188</b>	<b>1,598</b>	<b>868</b>	<b>2,152</b>	<b>2,732</b>
Earnings per share (EPS). NOK	1.09	0.66	2.15	2.90	1.57	3.90	4.96
EPS. rolling 12 months up to period end. NOK	6.80	7.29	8.87	7.85	6.41	6.80	6.41

## Income statement

NOKm	Note	Q3 2009	Q3 2008	Jan-Sep 2009	Jan-Sep 2008	Full year 2008
<b>Operating income</b>						
<i>Interest income</i>		4,035	7,458	14,867	20,730	29,284
<i>Interest expense</i>		-1,738	-5,430	-7,592	-15,139	-20,882
Net interest income		2,297	2,028	7,275	5,591	8,402
<i>Fee and commission income</i>		632	567	1,682	1,587	2,105
<i>Fee and commission expense</i>		-185	-169	-552	-493	-665
Net fee and commission income	3	447	398	1,130	1,094	1,440
Net gains/losses on items at fair value	4	211	-14	454	403	101
Profit from companies accounted for under the equity method		-354	24	-378	15	841
Other operating income		30	-9	67	188	273
<b>Total operating income</b>		<b>2,631</b>	<b>2,427</b>	<b>8,548</b>	<b>7,291</b>	<b>11,057</b>
<b>Operating expenses</b>						
General administrative expenses:	5					
Staff costs		-754	-705	-2,304	-2,049	-2,729
Other expenses		-460	-438	-1,407	-1,295	-1,793
Depreciation, amortisation and impairment charges of tangible and intangible assets		-33	-43	-89	-98	-131
<b>Total operating expenses</b>		<b>-1,247</b>	<b>-1,186</b>	<b>-3,800</b>	<b>-3,442</b>	<b>-4,653</b>
<b>Profit before loan losses</b>		<b>1,384</b>	<b>1,241</b>	<b>4,748</b>	<b>3,849</b>	<b>6,404</b>
Net loan losses	6	-429	-47	-1,541	-90	-651
Disposals of tangible and intangible assets		-1	-1	-1	-1	-8
<b>Operating profit</b>		<b>954</b>	<b>1,193</b>	<b>3,206</b>	<b>3,758</b>	<b>5,745</b>
Income tax expense		-353	-325	-1,054	-1,026	-1,415
<b>Net profit for the period</b>		<b>601</b>	<b>868</b>	<b>2,152</b>	<b>2,732</b>	<b>4,330</b>
<b>Attributable to:</b>						
Shareholders of Nordea Bank Norge ASA		601	868	2,152	2,732	4,330
<b>Total</b>		<b>601</b>	<b>868</b>	<b>2,152</b>	<b>2,732</b>	<b>4,330</b>
Earnings per share, NOK		1.09	1.57	3.90	4.96	7.85

## Statement of comprehensive income

NOKm	Q3 2009	Q3 2008	Jan-Sep 2009	Jan-Sep 2008	Full year 2008
<b>Net profit for the period</b>	<b>601</b>	<b>868</b>	<b>2,152</b>	<b>2,732</b>	<b>4,330</b>
Currency translation differences during the period	-1	11	1	5	17
<b>Other comprehensive income, net of tax</b>	<b>-1</b>	<b>11</b>	<b>1</b>	<b>5</b>	<b>17</b>
<b>Total comprehensive income</b>	<b>600</b>	<b>879</b>	<b>2,153</b>	<b>2,737</b>	<b>4,347</b>
<b>Attributable to:</b>					
Shareholders of Nordea Bank Norge ASA	600	879	2,153	2,737	4,347
<b>Total</b>	<b>600</b>	<b>879</b>	<b>2,153</b>	<b>2,737</b>	<b>4,347</b>

## Balance sheet

NOKm	Note	30 Sep 2009	31 Dec 2008	30 Sep 2008
<b>Assets</b>				
Cash and balances with central banks		4,204	11,144	694
Loans and receivables to credit institutions	7	10,307	33,575	28,793
Loans and receivables to the public	7	425,875	446,527	409,415
Interest-bearing securities		46,483	36,657	32,997
Financial instruments pledged as collateral		80	58	437
Shares		2,524	1,729	3,025
Derivatives	10	411	7,409	8,846
Fair value changes of the hedged items in portfolio hedge of interest rate risk		137	373	0
Investments in associated undertakings		1,357	1,735	909
Intangible assets		374	354	289
Property and equipment		272	266	253
Deferred tax assets		0	0	1,135
Other assets		13,667	5,789	13,144
Prepaid expenses and accrued income		1,876	3,460	3,059
<b>Total assets</b>		<b>507,567</b>	<b>549,076</b>	<b>502,996</b>
<b>Liabilities</b>				
Deposits by credit institutions		236,350	250,804	210,531
Deposits and borrowings from the public		211,519	235,407	218,130
Debt securities in issue		3,058	7,265	7,754
Derivatives	10	3,811	1,169	944
Fair value changes of the hedged items in portfolio hedge of interest rate risk		65	106	106
Current tax liabilities		1,127	110	555
Other liabilities		9,357	10,960	21,395
Accrued expenses and prepaid income		3,903	2,581	6,309
Deferred tax liabilities		722	163	0
Provisions		15	36	29
Retirement benefit obligations		1,723	1,779	2,066
Subordinated liabilities		9,651	11,550	9,658
<b>Total liabilities</b>		<b>481,301</b>	<b>521,930</b>	<b>477,477</b>
<b>Equity</b>				
Non-controlling interests		5	4	0
Share capital		3,860	3,860	3,860
Share premium reserve		953	953	953
Retained earnings		21,448	22,329	20,706
<b>Total equity</b>		<b>26,266</b>	<b>27,146</b>	<b>25,519</b>
<b>Total liabilities and equity</b>		<b>507,567</b>	<b>549,076</b>	<b>502,996</b>
Assets pledged as security for own liabilities		59,715	49,711	26,242
Contingent liabilities		880	1,290	915
Derivative commitments	10	283,899	164,414	246,333
Other commitments		104,063	161,621	157,567

## Statement of changes in equity

NOKm	Share capital <sup>1</sup>	Share premium reserve	Retained earnings	Total	Non-controlling interests	Total equity
<b>Opening balance at 1 Jan 2009</b>	<b>3,860</b>	<b>953</b>	<b>22,329</b>	<b>27,142</b>	<b>4</b>	<b>27,146</b>
Total comprehensive income			2,153	2,153		2,153
Non-controlling interests (Privatmegleren AS)				0	1	1
Share-based payments <sup>2</sup>			7	7		7
Dividend for 2008			-3,000	-3,000		-3,000
Other changes			-41	-41		-41
<b>Closing balance at 30 Sep 2009</b>	<b>3,860</b>	<b>953</b>	<b>21,448</b>	<b>26,261</b>	<b>5</b>	<b>26,266</b>

NOKm	Share capital <sup>1</sup>	Share premium reserve	Retained earnings	Total	Non-controlling interests	Total equity
<b>Opening balance at 1 Jan 2008</b>	<b>3,860</b>	<b>953</b>	<b>17,973</b>	<b>22,786</b>	<b>1</b>	<b>22,787</b>
Total comprehensive income			4,347	4,347		4,347
Non-controlling interests (Privatmegleren AS)				0	3	3
Share-based payments <sup>2</sup>			9	9		9
<b>Closing balance at 31 Dec 2008</b>	<b>3,860</b>	<b>953</b>	<b>22,329</b>	<b>27,142</b>	<b>4</b>	<b>27,146</b>

NOKm	Share capital <sup>1</sup>	Share premium reserve	Retained earnings	Total	Non-controlling interests	Total equity
<b>Opening balance at 1 Jan 2008</b>	<b>3,860</b>	<b>953</b>	<b>17,973</b>	<b>22,786</b>	<b>1</b>	<b>22,787</b>
Total comprehensive income			2,737	2,737		2,737
Non-controlling interests (Privatmegleren AS)				0	3	3
Share-based payments <sup>2</sup>			8	8		8
Other changes			-16	-16		-16
<b>Closing balance at 30 Sep 2008</b>	<b>3,860</b>	<b>953</b>	<b>20,702</b>	<b>25,515</b>	<b>4</b>	<b>25,519</b>

<sup>1</sup>Total shares registered were 551m (31 Dec 2008: 551m, 30 Sep 2008: 551m).

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

## Cash flow statement

NOKm	Jan-Sep 2009	Jan-Sep 2008	Full year 2008
<i>Operating activities</i>			
Operating profit	3,206	3,758	5,745
Adjustments for items not included in cash flow	3,420	3,548	1,019
Income taxes paid	-41	-1,647	-1,216
Cash flow from operating activities before changes in operating assets and liabilities	6,585	5,659	5,548
Changes in operating assets and liabilities	-26,092	-25,974	4,119
Cash flow from operating activities	-19,507	-20,315	9,667
<i>Investing activities</i>			
Share issue in associated undertakings	0	-278	-278
Property and equipment	-60	-36	-69
Intangible assets	-53	-72	-159
Cash flow from investing activities	-113	-386	-506
<i>Financing activities</i>			
Issued/amortised subordinated liabilities	0	2,236	2,036
Other changes in equity	9	0	0
Dividend paid	-3,000	0	0
Cash flow from financing activities	-2,991	2,236	2,036
<b>Cash flow for the period</b>	<b>-22,611</b>	<b>-18,465</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>
Exchange rate difference	2	-1	0
<b>Cash and cash equivalents at end of period</b>	<b>13,172</b>	<b>6,118</b>	<b>35,781</b>
<b>Change</b>	<b>-22,611</b>	<b>-18,465</b>	<b>11,197</b>
<b>Cash and cash equivalents</b>	<b>30 Sep</b>	<b>30 Sep</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	4,204	694	11,144
Loans and receivables to credit institutions, payable on demand	8,968	5,424	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, basis for calculations and presentation are, in all material aspects, unchanged in comparison with the 2008 Annual Report, considering also the changes in presentation described in the report for the first quarter 2009.

#### **Exchange rates**

	Jan-Sep 2009	Jan-Dec 2008	Jan-Sep 2008
<hr/> EUR 1 = NOK			
Income statement (average)	8.8494	8.2267	7.9873
Balance sheet (at end of period)	8.4790	9.7400	8.3300
<hr/> USD 1 = NOK			
Income statement (average)	6.5035	5.6416	5.2556
Balance sheet (at end of period)	5.8050	7.0200	5.8400
<hr/> SEK 1 = NOK			
Income statement (average)	0.8256	0.8550	0.8488
Balance sheet (at end of period)	0.8313	0.8987	0.8500
<hr/> DKK 1 = NOK			
Income statement (average)	1.1882	1.1033	1.0709
Balance sheet (at end of period)	1.1390	1.3074	1.1164

## Note 2 - Segment reporting

Business areas	Nordic Banking		Financial Institutions		Shipping, Oil Services & International		Group Corporate Centre		Other operating areas		Total operating areas		Group Functions		Group	
	Jan - Sep 2009	2008	Jan - Sep 2009	2008	Jan - Sep 2009	2008	Jan - Sep 2009	2008	Jan - Sep 2009	2008	Jan - Sep 2009	2008	Jan - Sep 2009	2008	Jan - Sep 2009	2008
<b>Income statement, NOKmn</b>																
Net interest income	5,441	4,012	114	168	1,169	723	638	720	-75	-160	7,287	5,463	-12	128	7,275	5,591
Net fee and commission income	966	1,011	163	175	177	152	8	10	-137	-187	1,177	1,161	-47	-67	1,130	1,094
Net gains/losses on items at fair value	655	598	142	108	145	103	18	-47	-504	-364	456	398	-2	5	454	403
Equity method	0	0	0	0	0	0	0	0	-378	15	-378	15	0	0	-378	15
Other income	66	41	10	-1	0	0	2	1	88	62	166	103	-99	85	67	188
<b>Total operating income</b>	<b>7,128</b>	<b>5,662</b>	<b>429</b>	<b>450</b>	<b>1,491</b>	<b>978</b>	<b>666</b>	<b>684</b>	<b>-1,006</b>	<b>-634</b>	<b>8,708</b>	<b>7,140</b>	<b>-160</b>	<b>151</b>	<b>8,548</b>	<b>7,291</b>
Staff costs	-1,077	-1,024	-36	-33	-81	-71	-32	-49	-858	-724	-2,084	-1,901	-220	-148	-2,304	-2,049
Other expenses	-1,901	-1,740	-152	-117	-96	-91	-49	-39	613	530	-1,585	-1,457	178	162	-1,407	-1,295
Depreciation of tangible and intangible assets	-38	-44	0	0	0	0	0	0	-37	-53	-75	-97	-14	-1	-89	-98
<b>Total operating expenses</b>	<b>-3,016</b>	<b>-2,808</b>	<b>-188</b>	<b>-150</b>	<b>-177</b>	<b>-162</b>	<b>-81</b>	<b>-88</b>	<b>-282</b>	<b>-247</b>	<b>-3,744</b>	<b>-3,455</b>	<b>-56</b>	<b>13</b>	<b>-3,800</b>	<b>-3,442</b>
Loan losses	-784	-55	-21	0	-615	6	0	0	-128	-42	-1,548	-91	7	1	-1,541	-90
Disposals of tangible and intangible assets	-1	-1	0	0	0	0	0	0	0	0	-1	-1	0	0	-1	-1
<b>Operating profit</b>	<b>3,327</b>	<b>2,798</b>	<b>220</b>	<b>300</b>	<b>699</b>	<b>822</b>	<b>585</b>	<b>596</b>	<b>-1,416</b>	<b>-923</b>	<b>3,415</b>	<b>3,593</b>	<b>-209</b>	<b>165</b>	<b>3,206</b>	<b>3,758</b>
<b>Balance sheet, NOKbn</b>																
Loans and receivables to the public	352	334	3	5	67	70	1	0	2	1	425	410	1	-1	426	409
Other assets	4	5	1	2	0	1	73	69	31	41	109	118	-27	-24	82	94
<b>Total assets</b>	<b>356</b>	<b>339</b>	<b>4</b>	<b>7</b>	<b>67</b>	<b>71</b>	<b>74</b>	<b>69</b>	<b>33</b>	<b>42</b>	<b>534</b>	<b>528</b>	<b>-26</b>	<b>-25</b>	<b>508</b>	<b>503</b>
Deposits and borrowings from the public	172	167	25	30	19	24	1	0	0	0	217	221	-5	-3	212	218
Other liabilities	22	24	4	5	10	9	233	213	24	34	293	285	-23	-26	270	259
<b>Total liabilities</b>	<b>194</b>	<b>191</b>	<b>29</b>	<b>35</b>	<b>29</b>	<b>33</b>	<b>234</b>	<b>213</b>	<b>24</b>	<b>34</b>	<b>510</b>	<b>506</b>	<b>-28</b>	<b>-29</b>	<b>482</b>	<b>477</b>
Equity/economic capital	13	12	1	1	4	4	1	1	0	0	19	18	7	8	26	26
<b>Total liabilities and equity</b>	<b>207</b>	<b>203</b>	<b>30</b>	<b>36</b>	<b>33</b>	<b>37</b>	<b>235</b>	<b>214</b>	<b>24</b>	<b>34</b>	<b>529</b>	<b>524</b>	<b>-21</b>	<b>-21</b>	<b>508</b>	<b>503</b>

## Note 2 - Segment reporting, continued

### Reconciliation between total operating segments and financial statements

	Jan-Sep 2009			Jan-Sep 2008		
	Operating profit, NOKm	Loans and receivables to the public, NOKbn	Deposits and borrowings from the public, NOKbn	Operating profit, NOKm	Loans and receivables to the public, NOKbn	Deposits and borrowings from the public, NOKbn
Total Operating segments	3,415	425	217	3,593	410	221
Group functions not classified as operating segments <sup>1</sup>	-192	1	-5	176	-1	-3
Differences in accounting policies <sup>2</sup>	-17	0	0	-11	0	0
<b>Total</b>	<b>3,206</b>	<b>426</b>	<b>212</b>	<b>3,758</b>	<b>409</b>	<b>218</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 and bought software is expensed as incurred in the operating segments, but capitalised as required by IAS 38 in the entity's balance sheet.

### Change in basis of segmentation and measurement of segment profit or loss

Compared with the 2008 Annual Report, considering also the changes described in the report for the first quarter 2009, there has been no changes in the basis of segmentation and measurement of segment profit or loss.

### Operating segments reported

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 Institutions 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.

## Note 3 - Net fee and commission income

NOKm	Q3 2009	Q2 2009	Q3 2008	Jan-Sep 2009	Jan-Sep 2008	Full year 2008
Asset Management commissions	8	8	6	22	20	26
Life insurance	13	13	13	39	40	53
Brokerage *	118	142	80	362	226	320
Custody	35	33	36	95	103	152
Deposits	12	10	15	32	33	51
Total savings related commissions	186	206	150	550	422	603
Payments	107	108	121	325	352	462
Cards	177	169	172	495	499	655
Total payment commissions	284	277	293	820	851	1,117
Lending	81	19	34	111	79	77
Guarantees and documentary payments	24	24	43	71	86	109
Total lending related commissions	105	43	77	182	165	186
Other commission income *	57	43	47	130	149	200
<b>Fee and commission income</b>	<b>632</b>	<b>569</b>	<b>567</b>	<b>1,682</b>	<b>1,586</b>	<b>2,105</b>
Payment expenses	-161	-173	-147	-477	-427	-568
Other commission expenses	-24	-26	-22	-75	-66	-97
<b>Fee and commission expenses</b>	<b>-185</b>	<b>-199</b>	<b>-169</b>	<b>-552</b>	<b>-493</b>	<b>-665</b>
<b>Net fee and commission income</b>	<b>447</b>	<b>370</b>	<b>398</b>	<b>1,130</b>	<b>1,093</b>	<b>1,440</b>

\* Commission income from Trading Infrastructure Program in Markets has been reclassified from the line "Other commission income" to the line "Brokerage" in the second quarter 2009. The comparative figures have been changed accordingly.

## Note 4 - Net gains/losses on items at fair value

NOKm	Q3 2009	Q2 2009	Q3 2008	Jan-Sep 2009	Jan-Sep 2008	Full year 2008
Shares/participations and other share-related instruments	23	-5	102	29	244	266
Interest-bearing securities and other interest-related instruments	116	153	-147	372	1	-524
Other financial instruments	7	0	-4	7	-4	0
Foreign exchange gains/losses	65	23	35	46	162	359
<b>Total</b>	<b>211</b>	<b>171</b>	<b>-14</b>	<b>454</b>	<b>403</b>	<b>101</b>

## Note 5 - General administrative expenses

NOKm	Q3 2009	Q2 2009	Q3 2008	Jan-Sep 2009	Jan-Sep 2008	Full year 2008
Staff	754	787	705	2,304	2,049	2,729
Information technology <sup>1</sup>	172	173	165	514	413	549
Marketing	29	21	18	73	78	109
Postage, telephone and office expenses	34	33	33	109	105	155
Rents, premises and real estate expenses	116	97	96	311	292	398
Other	109	138	126	400	407	582
<b>Total</b>	<b>1,214</b>	<b>1,249</b>	<b>1,143</b>	<b>3,711</b>	<b>3,344</b>	<b>4,522</b>

<sup>1</sup> Refers to IT operations, service expenses and consultant fees. Total IT-related costs including staff etc, were NOK 204m in Q3 2009, NOK 204m in Q2 2009 and NOK 610m for Jan-Sep 2009 (Q3 2008: NOK 197m, Jan-Sep 2008: NOK 517m, Jan-Dec 2008: NOK 681m).

## Note 6 - Net loan losses

NOKm	Q3 2009	Q2 2009	Q3 2008	Jan-Sep 2009	Jan-Sep 2008	Full year 2008
<b>Loan losses divided by class</b>						
Loans and receivables to credit institutions	-2	-22	0	-24	0	0
- of which provisions	-2	-22	0	-24	0	0
Loans and receivables to the public	-435	-548	-35	-1,518	-69	-624
- of which provisions	-466	-589	-48	-1,616	-210	-770
- of which write-offs	-239	-33	-48	-338	-102	-128
- of which allowances used for covering write-offs	202	35	15	273	59	68
- of which reversals	64	28	24	128	127	147
- of which recoveries	4	11	22	35	57	59
Off-balance sheet items <sup>1</sup>	8	-1	-12	1	-21	-27
- of which provisions	5	-4	-15	-6	-27	-33
- of which reversals	3	3	3	7	6	6
<b>Total</b>	<b>-429</b>	<b>-571</b>	<b>-47</b>	<b>-1,541</b>	<b>-90</b>	<b>-651</b>

### Specification of Loan losses

Changes of allowance accounts in the balance sheet	-396	-583	-37	-1,511	-104	-650
- of which Loans and receivables, individually assessed	-218	-348	-19	-933	-101	-420
- of which Loans and receivables, collectively assessed	-183	-234	-6	-578	18	-203
- of which Off-balance sheet items, individually assessed <sup>1</sup>	5	-1	-13	0	-22	-27
- of which Off-balance sheet items, collectively assessed <sup>1</sup>	0	0	1	0	1	0
Changes directly recognised in the income statement	-33	12	-10	-30	14	-1
- of which realised loan losses, individually assessed	-37	1	-31	-65	-43	-60
- of which realised recoveries, individually assessed	4	11	21	35	57	59
<b>Total</b>	<b>-429</b>	<b>-571</b>	<b>-47</b>	<b>-1,541</b>	<b>-90</b>	<b>-651</b>

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

### Key ratios

	Q3 2009	Q2 2009	Q3 2008	Jan-Sep 2009	Jan-Sep 2008	Full year 2008
Loan loss ratio, basis points <sup>1</sup>	38	51	4	43	3	17
- of which individual	22	30	4	27	4	12
- of which collective	16	21	0	16	-1	5

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

## Note 7 - Loans and receivables and their impairment

NOKm	Total			
	30 Sep 2009	30 Jun 2009	31 Dec 2008	30 Sep 2008
Loans and receivables, not impaired	433,999	453,281	479,017	437,847
Impaired loans and receivables	4,814	4,724	2,490	1,238
- Performing	2,852	2,218	460	340
- Non-performing	1,962	2,506	2,030	898
<b>Loans and receivables before allowances</b>	<b>438,813</b>	<b>458,005</b>	<b>481,507</b>	<b>439,085</b>
Allowances for individually assessed impaired loans	-1,512	-1,429	-809	-502
- Performing	-636	-464	-163	-106
- Non-performing	-876	-965	-646	-396
Allowances for collectively assessed impaired loans	-1,119	-988	-596	-375
<b>Allowances</b>	<b>-2,631</b>	<b>-2,417</b>	<b>-1,405</b>	<b>-877</b>
<b>Loans and receivables, carrying amount</b>	<b>436,182</b>	<b>455,588</b>	<b>480,102</b>	<b>438,208</b>

  

NOKm	Credit institutions				The public			
	30 Sep 2009	30 Jun 2009	31 Dec 2008	30 Sep 2008	30 Sep 2009	30 Jun 2009	31 Dec 2008	30 Sep 2008
Loans and receivables, not impaired	10,309	16,464	33,575	28,793	423,690	436,817	445,442	409,054
Impaired loans and receivables	22	22	0	0	4,792	4,702	2,490	1,238
- Performing	0	0	0	0	2,852	2,218	460	340
- Non-performing	22	22	0	0	1,940	2,484	2,030	898
<b>Loans and receivables before allowances</b>	<b>10,331</b>	<b>16,486</b>	<b>33,575</b>	<b>28,793</b>	<b>428,482</b>	<b>441,519</b>	<b>447,932</b>	<b>410,292</b>
Allowances for individually assessed impaired loans	-22	-22	0	0	-1,490	-1,407	-809	-502
- Performing	0	0	0	0	-636	-464	-163	-106
- Non-performing	-22	-22	0	0	-854	-943	-646	-396
Allowances for collectively assessed impaired loans	-2	0	0	0	-1,117	-988	-596	-375
<b>Allowances</b>	<b>-24</b>	<b>-22</b>	<b>0</b>	<b>0</b>	<b>-2,607</b>	<b>-2,395</b>	<b>-1,405</b>	<b>-877</b>
<b>Loans and receivables, carrying amount</b>	<b>10,307</b>	<b>16,464</b>	<b>33,575</b>	<b>28,793</b>	<b>425,875</b>	<b>439,124</b>	<b>446,527</b>	<b>409,415</b>

## Note 7, continued

### Reconciliation of allowance accounts for impaired loans

	Credit institutions		The public		Total		Total
	Individually assessed	Collectively assessed	Individually assessed	Collectively assessed	Individually assessed	Collectively assessed	
<b>Loans and receivables, NOKm</b>							
<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	-22	-2	-1,003	-614	-1,025	-616	-1,641
Reversals	0	0	92	36	92	36	128
<b>Changes through the income statement</b>	<b>-22</b>	<b>-2</b>	<b>-911</b>	<b>-578</b>	<b>-933</b>	<b>-580</b>	<b>-1,513</b>
Allowances used to cover write-offs	0	0	222	51	222	51	273
Currency translation differences	0	0	8	6	8	6	14
<b>Closing balance at 30 Sep 2009</b>	<b>-22</b>	<b>-2</b>	<b>-1,490</b>	<b>-1,117</b>	<b>-1,512</b>	<b>-1,119</b>	<b>-2,631</b>
<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	-22	0	-778	-393	-800	-393	-1,193
Reversals	0	0	63	1	63	1	64
<b>Changes through the income statement</b>	<b>-22</b>	<b>0</b>	<b>-715</b>	<b>-392</b>	<b>-737</b>	<b>-392</b>	<b>-1,129</b>
Allowances used to cover write-offs	0	0	129	0	129	0	129
Currency translation differences	0	0	-12	0	-12	0	-12
<b>Closing balance at 30 Jun 2009</b>	<b>-22</b>	<b>0</b>	<b>-1,407</b>	<b>-988</b>	<b>-1,429</b>	<b>-988</b>	<b>-2,417</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	-529	-240	-529	-240	-769
Reversals	0	0	110	39	110	39	149
<b>Changes through the income statement</b>	<b>0</b>	<b>0</b>	<b>-419</b>	<b>-201</b>	<b>-419</b>	<b>-201</b>	<b>-620</b>
Allowances used to cover write-offs	0	0	87	0	87	0	87
Currency translation differences	0	0	-9	0	-9	0	-9
<b>Closing balance at 31 Dec 2008</b>	<b>0</b>	<b>0</b>	<b>-809</b>	<b>-596</b>	<b>-809</b>	<b>-596</b>	<b>-1,405</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	-186	-23	-186	-23	-209
Reversals	0	0	85	41	85	41	126
<b>Changes through the income statement</b>	<b>0</b>	<b>0</b>	<b>-101</b>	<b>18</b>	<b>-101</b>	<b>18</b>	<b>-83</b>
Allowances used to cover write-offs	0	0	66	2	66	2	68
Currency translation differences	0	0	1	0	1	0	1
<b>Closing balance at 30 Sep 2008</b>	<b>0</b>	<b>0</b>	<b>-502</b>	<b>-375</b>	<b>-502</b>	<b>-375</b>	<b>-877</b>

### Allowances and provisions

	30 Sep 2009	30 Jun 2009	31 Dec 2008	30 Sep 2008
<b>NOKm</b>				
Allowances for items in the balance sheet	-2,631	-2,417	-1,405	-877
Provisions for off balance sheet items	-15	-42	-36	-29
<b>Total allowances and provisions</b>	<b>-2,646</b>	<b>-2,459</b>	<b>-1,441</b>	<b>-906</b>

### Key ratios

	30 Sep 2009	30 Jun 2009	31 Dec 2008	30 Sep 2008
Impairment rate, gross <sup>1</sup> , basis points	110	103	52	28
Impairment rate, net <sup>2</sup> , basis points	75	72	35	17
Total allowance rate <sup>3</sup> , basis points	60	53	29	20
Allowances in relation to impaired loans <sup>4</sup> , %	31	30	32	41
Total allowances in relation to impaired loans <sup>5</sup> , %	55	51	56	71
Non-performing loans and receivables, not impaired <sup>6</sup> , NOKm	813	857	644	407

<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> Total allowances divided by total impaired loans and receivables before allowances.

<sup>6</sup> Past due loans and receivables, not impaired due to future cash flows (included in Loans and receivables, not impaired).

## Note 8 - 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	4,204						4,204
Loans and receivables to credit institutions	9,987			320			10,307
Loans and receivables to the public	423,414		2,424	37			425,875
Interest-bearing securities		16,688	29,795				46,483
Financial instruments pledged as collateral			80				80
Shares			2,370	109		45	2,524
Derivatives			286		125		411
Fair value changes of the hedged items in portfolio hedge of interest rate risk	137						137
Other assets	6,098			7,568			13,666
Prepaid expenses and accrued income	1,596			229			1,825
<b>Total 30 Sep 2009</b>	<b>445,436</b>	<b>16,688</b>	<b>34,955</b>	<b>8,263</b>	<b>125</b>	<b>45</b>	<b>505,512</b>
Total 31 Dec 2008	490,933	16,889	29,093	9,409	180	64	546,568
Total 30 Sep 2008	433,865	0	44,923	21,227	323	59	500,397

NOKm	Held for trading	Liabilities at fair value	Derivatives used for hedging	Other financial liabilities	Total
<b>Financial liabilities</b>					
Deposits by credit institutions	4,120	19,007		213,223	236,350
Deposits and borrowings from the public		94		211,425	211,519
Debt securities in issue				3,058	3,058
Derivatives	3,408		403		3,811
Fair value changes of the hedged items in portfolio hedge of interest rate risk				65	65
Other liabilities	2,687	5,069		1,552	9,308
Accrued expenses and prepaid income		506		2,417	2,923
Subordinated liabilities				9,651	9,651
<b>Total 30 Sep 2009</b>	<b>10,215</b>	<b>24,676</b>	<b>403</b>	<b>441,391</b>	<b>476,685</b>
Total 31 Dec 2008	5,384	19,096	531	493,972	518,983
Total 30 Sep 2008	11,095	30,150	189	432,573	474,007

## Note 9 - Financial instruments at fair value

### Determination of fair value from quoted market prices or valuation techniques

NOKm	Instruments with quoted prices in active markets (Level 1)	Valuation technique using observable data (Level 2)	Valuation technique using non-observable data (Level 3)	Total
<b>Assets</b>				
Interest-bearing securities	26,886	2,909		29,795
<i>Of which:</i>				
- State and sovereigns	23,782			23,782
- Municipalities and other public bodies	62	19		81
- Mortgage institutions	129			129
- Other credit institutions	2,365	917		3,282
- Other	548	1,973		2,521
Financial instruments pledged as collateral	80			80
Shares	2,373		151	2,524
Derivatives	37	249		286
<b>Liabilities</b>				
Derivatives	21	3,387		3,408

## Note 10 - Derivatives

Fair value	30 Sep 2009		31 Dec 2008		30 Sep 2008	
NOKm	Assets	Liabilities	Assets	Liabilities	Assets	Liabilities
<b>Derivatives held for trading</b>						
Interest rate derivatives	34	39	162	305	93	698
Equity derivatives	50	416	1,270	30	713	10
Foreign exchange derivatives	195	2,946	5,789	295	7,178	6
Other derivatives	7	7	8	8	41	41
<b>Total</b>	<b>286</b>	<b>3,408</b>	<b>7,229</b>	<b>638</b>	<b>8,025</b>	<b>755</b>
<b>Derivatives used for hedging</b>						
Interest rate derivatives	107	403	180	460	323	85
Foreign exchange derivatives	18	0	0	71	498	104
<b>Total</b>	<b>125</b>	<b>403</b>	<b>180</b>	<b>531</b>	<b>821</b>	<b>189</b>
<b>Total fair value</b>						
Interest rate derivatives	141	442	342	765	416	783
Equity derivatives	50	416	1,270	30	713	10
Foreign exchange derivatives	213	2,946	5,789	366	7,676	110
Other derivatives	7	7	8	8	41	41
<b>Total</b>	<b>411</b>	<b>3,811</b>	<b>7,409</b>	<b>1,169</b>	<b>8,846</b>	<b>944</b>
<b>Nominal amount</b>				30 Sep	31 Dec	30 Sep
NOKm				2009	2008	2008
<b>Derivatives held for trading</b>						
Interest rate derivatives				165,527	51,377	126,895
Equity derivatives				2,323	1,462	3,341
Foreign exchange derivatives				92,012	75,424	93,335
Other derivatives				394	549	857
<b>Total</b>				<b>260,256</b>	<b>128,812</b>	<b>224,428</b>
<b>Derivatives used for hedging</b>						
Interest rate derivatives				21,132	35,302	18,477
Foreign exchange derivatives				2,511	300	3,428
<b>Total</b>				<b>23,643</b>	<b>35,602</b>	<b>21,905</b>
<b>Total nominal amount</b>						
Interest rate derivatives				186,659	86,679	145,372
Equity derivatives				2,323	1,462	3,341
Foreign exchange derivatives				94,523	75,724	96,763
Other derivatives				394	549	857
<b>Total</b>				<b>283,899</b>	<b>164,414</b>	<b>246,333</b>

## Note 11 - Capital adequacy

### Capital Base

	30 Sep *	31 Dec	30 Sep *
NOKm	2009	2008	2008
Tier 1 capital	24,920	25,556	22,843
Total capital base	32,823	35,089	30,825

\* excluding net profit

### Capital requirement

	30 Sep 2009	30 Sep 2009	31 Dec 2008	31 Dec 2008	30 Sep 2008	30 Sep * 2008
NOKm	Capital requirement	RWA	Capital requirement	RWA	Capital requirement	RWA
<b>Credit risk</b>	<b>20,148</b>	<b>251,855</b>	<b>21,876</b>	<b>273,449</b>	<b>22,057</b>	<b>275,710</b>
IRB	18,024	225,303	19,272	240,896	13,936	174,195
– of which corporate	14,028	175,355	15,292	191,151	13,087	163,592
– of which institutions	661	8,262	810	10,121	743	9,286
– of which retail	3,157	39,468	3,058	38,224		
– of which other	177	2,218	112	1,400	105	1,317
Standardised	2,124	26,552	2,604	32,553	8,121	101,515
– of which sovereign	27	338	64	805	30	380
– of which other	2,097	26,215	2,540	31,748	8,091	101,134
<b>Market risk</b>	<b>560</b>	<b>6,994</b>	<b>513</b>	<b>6,412</b>	<b>669</b>	<b>8,356</b>
– of which trading book, VaR	264	3,300	269	3,359	299	3,733
– of which trading book, non-VaR	296	3,694	244	3,053	370	4,623
– of which FX, non-VaR			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>13,942</b>
Standardised	1,287	16,093	1,115	13,943	1,115	13,942
<b>Sub total</b>	<b>21,995</b>	<b>274,942</b>	<b>23,504</b>	<b>293,804</b>	<b>23,841</b>	<b>298,008</b>

### Adjustment for transition rules

Additional capital requirement according to transition rules	3,453	43,157	7,331	91,632	3,709	46,373
<b>Total</b>	<b>25,448</b>	<b>318,099</b>	<b>30,835</b>	<b>385,436</b>	<b>27,550</b>	<b>344,381</b>

\* Operational risk adjusted

### Capital ratio

	30 Sep 2009	31 Dec 2008	30 Sep 2008
Tier I ratio, %, incl profit <sup>1</sup>	8.5	6.6	7.4
Capital ratio, %, incl profit <sup>1</sup>	11.0	9.1	9.7
Tier I ratio, %, excl profit	7.8	..	6.6
Capital ratio, %, excl profit	10.3	..	9.0

<sup>1</sup> The ratio excluding profit for 30 Sep 2009 and 30 Sep 2008, and the ratio including profit for 31 Dec 2008, relates to legal requirements, the other ratios are only for comparison.

### Analysis of capital requirements

Exposure class, 30 Sep 2009	Average risk weight (%)	Capital requirement (NOKm)
Corporate	63%	14,028
Institutions	28%	661
Retail	20%	3,157
Sovereign	2%	27
Other	37%	2,275
<b>Total credit risk</b>	<b>42%</b>	<b>20,148</b>

## Note 12 - 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's main risk exposure is credit risk. The Group also assumes risks like market risk, liquidity risk and operational risk. For further information on risk composition, see the Annual Report.

So far, the financial crisis and the deteriorating macroeconomic situation have not had material impact on Nordea's financial position. However, the macroeconomic development remains highly uncertain and the risk has increased for a somewhat higher loan loss ratio for the full

year compared to the first half year, as communicated in the Outlook on page 5.

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 six 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 six months.

## Note 13 - Related-party transactions

Nordea defines related parties as Shareholders with significant influence, Group undertakings, Associated undertakings, Key management personnel and Other related parties. Key management personnel includes the Board of Directors, the Chief Executive Officer, Control committee, Board of Representatives and the Group Executive Management. Other related parties comprise companies significantly influenced by Key management personnel in Nordea Group as well as companies significantly influenced by close family members to these Key management personnel. Transactions with Other related parties are normally made in Nordea's and the related companies' ordinary course of business and on the same criteria and terms as those for comparable transactions with companies of similar standing. There have, during the third quarter 2009, not been any significant related party transactions compared to the information provided in the Annual report 2008.

Nordea Bank Norge has, during the second quarter 2009, entered into one transaction with a company under significant influence by a member of Key management personnel in Nordea Bank AB (publ), which is disclosed separately in this note due to the transaction's significance for the related company. The related company has received a credit limit of EUR 12m, of which EUR 10m was utilised as of 30 September 2009. The latest maturity is 1 April 2010, with the possibility of yearly prolongation after a new credit review. Nordea has collateral in securities (shares) corresponding to 200 percent of the utilised credit limit. The transaction is made on the same criteria and terms as those for comparable transactions with companies of similar standing.

# Nordea Bank Norge ASA

## Income statement

NOKm	Q3 2009	Q3 2008	Jan-Sep 2009	Jan-Sep 2008	Full year 2008
<b>Operating income</b>					
<i>Interest income</i>	3,764	7246	13,969	20,122	28,431
<i>Interest expense</i>	-1,742	-5417	-7,522	-15,105	-20,854
Net interest income	2,022	1,829	6,447	5,017	7,577
<i>Fee and commission income</i>	635	568	1,687	1,592	2,111
<i>Fee and commission expense</i>	-188	-170	-556	-498	-670
Net fee and commission income	447	398	1,131	1,094	1,441
Net gains/losses on items at fair value	222	-11	466	387	85
Dividends and group contribution	0	0	489	265	265
Other operating income	35	-5	84	202	295
<b>Total operating income</b>	<b>2,726</b>	<b>2,211</b>	<b>8,617</b>	<b>6,965</b>	<b>9,663</b>
<b>Operating expenses</b>					
General administrative expenses:					
Staff costs	-714	-669	-2,190	-1,943	-2,590
Other expenses	-452	-427	-1,372	-1,259	-1,745
Depreciation, amortisation and impairment charges of tangible and intangible assets	-31	-41	-80	-92	-116
<b>Total operating expenses</b>	<b>-1,197</b>	<b>-1,137</b>	<b>-3,642</b>	<b>-3,294</b>	<b>-4,451</b>
<b>Profit before loan losses</b>	<b>1,529</b>	<b>1,074</b>	<b>4,975</b>	<b>3,671</b>	<b>5,212</b>
Net loan losses	-415	-33	-1,402	-53	-580
Disposals of tangible and intangible assets	-1	-1	-1	-1	-8
<b>Operating profit</b>	<b>1,113</b>	<b>1,040</b>	<b>3,572</b>	<b>3,617</b>	<b>4,624</b>
Income tax expense	-300	-288	-1,008	-989	-1,338
<b>Net profit for the period</b>	<b>813</b>	<b>752</b>	<b>2,564</b>	<b>2,628</b>	<b>3,286</b>

# Nordea Bank Norge ASA

## Balance sheet

NOKm	Note	30 Sep 2009	31 Dec 2008	30 Sep 2008
<b>Assets</b>				
Cash and balances with central banks		4,204	11,144	694
Loans and receivables to credit institutions		41,918	60,452	59,238
Loans and receivables to the public		389,514	409,651	373,569
Interest-bearing securities		46,483	36,607	32,946
Financial instruments pledged as collateral		80	58	437
Shares		2,522	1,727	3,023
Derivatives		342	7,302	8,764
Fair value changes of the hedged items in portfolio hedge of interest rate risk		92	279	28
Investments in group undertakings		2,241	2,241	2,241
Investments in associated undertakings		417	417	417
Intangible assets		325	302	233
Property and equipment		260	258	247
Deferred tax assets		0	0	1,210
Other assets		13,430	5,725	13,129
Prepaid expenses and accrued income		1,403	3,196	2,821
<b>Total assets</b>		<b>503,231</b>	<b>539,359</b>	<b>498,997</b>
<b>Liabilities</b>				
Deposits by credit institutions		236,822	246,231	210,483
Deposits and borrowings from the public		211,548	235,413	218,092
Debt securities in issue		1,875	6,076	6,561
Derivatives		3,707	1,046	916
Fair value changes of the hedged items in portfolio hedge of interest rate risk		13	27	63
Current tax liabilities		983	14	439
Other liabilities		9,292	10,943	21,353
Accrued expenses and prepaid income		3,448	2,196	6,004
Deferred tax liabilities		590	27	0
Provisions		15	36	29
Retirement benefit obligations		1,658	1,715	2,001
Subordinated liabilities		9,651	11,550	9,658
<b>Total liabilities</b>		<b>479,602</b>	<b>515,274</b>	<b>475,599</b>
<b>Equity</b>				
Share capital	1	3,860	3,860	3,860
Share premium reserve	1	953	953	953
Retained earnings	1	18,816	19,272	18,585
<b>Total equity</b>		<b>23,629</b>	<b>24,085</b>	<b>23,398</b>
<b>Total liabilities and equity</b>		<b>503,231</b>	<b>539,359</b>	<b>498,997</b>
Assets pledged as security for own liabilities		59,715	49,711	26,242
Contingent liabilities		4,354	1,290	915
Derivative commitments		201,540	161,210	243,127
Other commitments		111,616	169,480	165,324

## 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			-27	-27
Share based payments <sup>2</sup>			7	7
Dividend 2008			-3,000	-3,000
Net profit for the period			2,564	2,564
<b>Balance at 30 Sep 2009</b>	<b>3,860</b>	<b>953</b>	<b>18,816</b>	<b>23,629</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			5	5
Share based payments <sup>2</sup>			8	8
Net profit for the period			2,628	2,628
<b>Balance at 30 Sep 2008</b>	<b>3,860</b>	<b>953</b>	<b>18,585</b>	<b>23,398</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).

Nordea Bank AB (Publ), registration number 516406-0120, owns 100 percent of the shares in Nordea Bank Norge ASA.