Copenhagen, Helsinki, Oslo, Stockholm, 16 July 2015

Second Quarter Results 2015

CEO Christian Clausen's comments on the results:

"After an exceptional start to the year, we saw in the second quarter, a stabilisation of net interest income, a somewhat lower customer activity level in the capital markets, while the strong trend in the savings and investment operations continued, confirming the strong customer demand for our advisory expertise and products. For the first half of the year, total operating income grew 7% in local currencies, while costs in local currencies were down more than 1%, and consequently our cost to income ratio has improved more than 4%-points. Credit quality remains solid and loan losses are well below the 10-year average. The return on equity improved 2.1%-points to 13.7% and the CET1 ratio increased to 16.0%.

Our simplification programme and the work to build the Future Relationship Bank are well on track, with the launch of the first products on our new payment platform scheduled for the coming quarters. As part of the simplification of our bank we have initiated a dialogue with the authorities in the Nordic countries regarding simplifying our legal structure."

(For further viewpoints, see CEO comments on page 2)

First half year 2015 vs. First half year 2014 (Second quarter 2015 vs. Second quarter 2014)[1]:

- Total operating income +6%, in local currencies +7% (+4% in local currencies)
- Total expenses[2] -3%, in local currencies -1% (-1% in local currencies)
- Operating profit[2] +19%, in local currencies +21% (+12% in local currencies)
- Common equity tier 1 capital ratio 16.0%, up from 15.2% (up 80 bps from 15.2%)
- Cost/income ratio[2] down to 45% from 49% (down 2%-points from 49%)
- Loan loss ratio of 13 basis points, down from 17 basis points (down 4 basis points to 12 basis points)
- Return on equity[2] 13.7%, up from 11.6% (up 1.2%-points to 13.1%)
- Diluted EPS (total operations) EUR 0.51 vs. EUR 0.38 (EUR 0.24 vs. EUR 0.17)

Summary key figures, continuing operations[1], EURm	**Q2 2015**	**Q1 2015**	**ch %**	**loc.curr Q2/Q1 %**	**Q2 2014**	**ch %**	**loc.curr Q2/Q2 %**	**H1 2015**	**H1 2014**	**ch %**	**loc.curr H1/H1 %**
Net interest income	1,309	1,288	2	0	1,368	-4	-3	2,597	2,730	-5	-3
Total operating income	2,523	2,719	-7	-8	2,460	3	4	5,242	4,964	6	7
Profit before loan losses	1,338	1,531	-13	-13	1,057	27	28	2,869	2,317	24	25
Net loan losses	-103	-122	-16	-16	-135	-24	-23	-225	-293	-23	-22
Operating profit[2]	1,235	1,409	-12	-13	1,112	11	12	2,644	2,214	19	21
Diluted EPS (total oper.), EUR	0.24	0.27			0.17			0.51	0.38		
Return on equity[2], %	13.1	14.3			11.9			13.7	11.6		

Exchange rates used for H1 2015 for income statement items are for DKK 7.46, NOK 8.65 and SEK 9.34, see also page 35

[1]) Key figures for continuing operations, following the divestment of the Polish banking, financing and life insurance operations.

[2]) Excluding restructuring cost in Q2 2014 of EUR 190m.

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CEO comment

Trends in second quarter 2015
The second quarter was characterised by high volatility in both the bond and equity markets, although the customer activity level slowed down later in the quarter. The strong trend in the savings and investment markets continued and our value-added offerings were highly appreciated among our customers.

Total revenues held up well in the quarter, although somewhat lower than the exceptional first quarter of the year. Interest rates continued to come down which pressured the deposit margins. Lending margins came down somewhat in the quarter following lower mortgage margins in Norway. The blended margin for the Group was down 3bps to 100bps. Net interest income was largely unchanged due to a strong result in Group Treasury. The demand for mortgages was good, driven by Sweden and Norway, while it was lower demand from corporate customers, where also the trend to move from loans to debt capital markets continued. The strong trend in the savings and investment operations continued to be a driver of the fee and commission income. There was an inflow of 22,000 new relationship customers in the quarter and 42,000 for the first six months.

The customer activity levels in the capital markets came down to more normal levels. The corporate and institutional customers have become more cautious given the macro uncertainty with Greece and limited visibility.

Costs are following the plan, and cost to income ratio improved to 47.0%, compared to 49.3%, one year ago. On a rolling fourth quarter basis, cost to income ratio has improved from 50.8% to 47.2% since beginning of 2013.

Credit quality improved and at 12bps it is well below the ten- year average of 16bps, and at the lowest level since Q3 2008. Credit quality was stable or improving in all areas of the Group except towards Danish agriculture customers. Elsewhere in Denmark credit quality is strong. We reiterate the outlook of a largely unchanged credit quality in the coming quarters and to stay within the long-term average of 16bps.

Return on equity was 13.1% in the quarter, up from 11.9% a year ago.

The capital generation continues to be strong and CET1 ratio improved to 16.0% compared to 15.6% in the previous quarter. On July 3, the Swedish FSA (SFSA) released a memorandum about the future capital requirements where it states that capital requirements could increase in coming years due to higher risk weights. We also expect, as part of the SREP, that the SFSA will add Pillar 2 requirements that will increase the capital requirement from the current level. We are currently assessing any potential future impact around the IRB models, risk-weights and capital, and we have in the second quarter made a REA reservation of EUR 4.6bn as a proactive prudential measure while awaiting the final Swedish regulatory capital outcome. Nordea will comply with all these new regulatory capital requirements and in addition maintain the management buffer of 50-150bps.

The Swedish FSA issued on 18th of May a warning and a penalty fine of EUR 5.4m to Nordea Bank AB, for deficiencies in managing anti-money laundering requirements. We are consistently increasing our investments in ensuring a strong compliance culture. Our AML programme has during the last quarter been re-established with the aim to achieve long-term sustainable solutions and best-in-class processes.

Leveraging the Wholesale platform
Nordea advised on a number of Nordic transactions in the first half of 2015, as one example as sole advisers to the sellers in the sale of Nordic Cinema Group. Our fixed income and equities business had a good first half year. The volatility in the beginning of the year created good business opportunities in an active market, while the customer activity slowed down in the second quarter but was in line with the second quarter last year.

Value-added growth
In our savings and investment operation we saw a continued high demand for our advisory expertise and solutions. In the current low yield environment our customers look for stable returns at a low risk. As an example of this demand, the Nordea Stable Return Fund had one of the highest net inflow in Europe during the first half of 2015. Total net inflow year-to-date was EUR 10.3bn, corresponding to 8% of ingoing AuM annualised.

Digital transformation
Our customers increasingly use our digital channels, with one in eight advisory meetings being an online meeting in June – almost four times the level of December.

We continuously develop new digital solutions, and in June we were the first bank in Sweden to enable our household customers to become clients online, and a similar service for our corporate customers was launched in Norway. We also introduced Nordea Investor, a new online investment tool, in Denmark. The new tool will be available for customers in all Nordic countries this autumn. As part of the development activities we just recently launched Nordea Accelerator, a co-creation project aiming at innovating new digital services together with Fintech start-ups from the Nordic region.

Continued focus on simplification
As an important lever to build the Future Relationship Bank we continue to invest in our simplification programme, which will create a more scalable, resilient and agile platform for Nordea. We are progressing in designing our future data and technology architecture and will in the coming quarters launch the first products on the new payment platform.

As part of the simplification of our bank, we have initiated a dialogue with the authorities in the Nordic countries regarding our legal structure. The purpose is to simplify the legal structure by changing the Norwegian, Danish and Finnish subsidiary banks to branches, thereby strengthening governance, decreasing administrative complexity and enhancing efficiency. It will not lead to changes in our presence in each country nor to changes for our employees or the way we service our customers.

Christian Clausen
President and Group CEO

Income statement

EURm	Q2 2015	Q1 2015	Change %	Local currency %	Q2 2014	Change %	Local currency %	Jan-Jun 2015	Jan-Jun 2014	Change %	Local currency %
Net interest income	**1,309**	1,288	2	0	1,368	-4	-3	2,597	2,730	-5	-3
Net fee and commission income	**783**	757	3	3	708	11	11	1,540	1,412	9	10
Net result from items at fair value	**401**	644	-38	-37	356	13	12	1,045	767	36	37
Equity method	**8**	10	-20	-17	3	167	171	18	12	50	45
Other operating income	**22**	20	10	7	25	-12	-13	42	43	-2	0
Total operating income	**2,523**	**2,719**	**-7**	**-8**	**2,460**	**3**	**4**	**5,242**	**4,964**	**6**	**7**
Staff costs	**-772**	-779	-1	-2	-910	-15	-14	-1,551	-1,668	-7	-5
Other expenses	**-363**	-364	0	-1	-428	-15	-14	-727	-858	-15	-14
Depreciation of tangible and intangible assets	**-50**	-45	11	12	-65	-23	-22	-95	-121	-21	-20
Total operating expenses	**-1,185**	**-1,188**	**0**	**-1**	**-1,403**	**-16**	**-14**	**-2,373**	**-2,647**	**-10**	**-9**
Total operating expenses, excl. non-recurring items[1]	**-1,185**	**-1,188**	**0**	**-1**	**-1,213**	**-2**	**-1**	**-2,373**	**-2,457**	**-3**	**-1**
Profit before loan losses	**1,338**	**1,531**	**-13**	**-13**	**1,057**	**27**	**28**	**2,869**	**2,317**	**24**	**25**
Net loan losses	**-103**	-122	-16	-16	-135	-24	-23	-225	-293	-23	-22
Operating profit	**1,235**	**1,409**	**-12**	**-13**	**922**	**34**	**35**	**2,644**	**2,024**	**31**	**32**
Operating profit excl. non-recurring items[1]	**1,235**	**1,409**	**-12**	**-13**	**1,112**	**11**	**12**	**2,644**	**2,214**	**19**	**21**
Income tax expense	**-283**	-327	-13	-14	-216	31	32	-610	-482	27	28
Net profit for period from continuing operations	**952**	**1,082**	**-12**	**-13**	**706**	**35**	**36**	**2,034**	**1,542**	**32**	**33**
Net profit for the period from discontinued operations, after tax	**-**	-			-20			-	-25		
Net profit for the period	**952**	**1,082**	**-12**	**-13**	**686**	**39**	**40**	**2,034**	**1,517**	**34**	**36**

Business volumes, key items[2]

EURbn	30 Jun 2015	31 Mar 2015	Change %	30 Jun 2014	Change %	Local currency %
Loans to the public	**357.6**	357.7	0	347.1	3	4
Loans to the public, excl. repos	**310.6**	311.5	0	304.5	2	3
Deposits and borrowings from the public	**210.8**	208.7	1	201.6	5	5
Assets under management	**286.1**	290.0	-1	248.3	15	
Equity	**29.8**	28.5	5	28.8	4	
Total assets	**682.7**	725.9	-6	636.7	7	

Ratios and key figures

	Q2 2015	Q1 2015	Q2 2014	Jan-Jun 2015	Jan-Jun 2014
Diluted earnings per share, EUR - Total operations	**0.24**	0.27	0.17	0.51	0.38
EPS, rolling 12 months up to period end, EUR	**0.95**	0.89	0.76	0.95	0.76
Share price[2], EUR	**11.22**	11.33	10.28	11.22	10.28
Total shareholders' return, %	**3.5**	22.1	7.0	19.9	13.3
Equity per share[2], EUR	**7.39**	7.07	7.16	7.39	7.16
Potential shares outstanding[2], million	**4,050**	4,050	4,050	4,050	4,050
Weighted average number of diluted shares, million	**4,029**	4,032	4,027	4,029	4,027
Return on equity, % - Continuing operations	**13.1**	14.3	9.9	13.8	10.6
Return on equity, % - Continuing operations excl. non-recurring items[1]	**13.1**	14.3	11.9	13.7	11.6
Cost/income ratio, % - Continuing operations excl. non-recurring items[1]	**47**	44	49	45	49
Loan loss ratio, basis points	**12**	14	16	13	17
Common Equity Tier 1 capital ratio, excl. Basel I floor[2,3], %	**16.0**	15.6	15.2	16.0	15.2
Common Equity Tier 1 capital ratio, incl. Basel I floor[2,3], %	**10.8**	10.5	10.8	10.8	10.8
Tier 1 capital ratio, excl. Basel I floor[2,3], %	**17.9**	17.5	16.2	17.9	16.2
Total capital ratio, excl. Basel I floor[2,3], %	**20.7**	20.3	19.0	20.7	19.0
Tier 1 capital[2,3], EURm	**26,878**	26,543	24,728	26,878	24,728
Risk exposure amount excl. Basel I floor[2], EURbn	**150**	152	152	150	152
Risk exposure amount incl. Basel I floor[2], EURbn	**225**	228	217	225	217
Number of employees (FTEs) - Cont. operations[2]	**29,719**	29,588	29,963	29,719	29,963
Risk-adjusted profit, EURm - Cont. operations	**936**	1,083	866	2,019	1,743
Economic profit, EURm - Cont. operations	**402**	561	263	963	546
Economic capital[2], EURbn	**25.1**	25.2	24.2	25.1	24.2
ROCAR, % - Continuing operations	**15.2**	17.9	14.1	16.6	14.2
RAROCAR, % - Continuing operations	**15.2**	18.0	14.5	16.5	14.7

[1] Non-recurring items (Q2 2014: restructuring costs EUR 190m).

[2] End of period.

[3] Including the result for the period.

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Macroeconomy and financial markets

The global economy continued to grow at a moderate pace over the second quarter. After a weak start to the year, partly affected by weather and strike distortions, the US economy gained momentum in the second quarter. Job creation has continued to develop solidly and unemployment is stable around 5.5%, the lowest level since 2008. As a consequence, signs of increased wage pressure have started to arise while housing market data have remained on a solid footing. The overall positive picture induced the Federal Reserve to cautiously signal that policy rate hikes could be announced later this year. The Euro area economy started to show positive signs of momentum as activity have been picking up after several years of lackluster development. Core inflation has increased from the low levels witnessed in the beginning of this year while lending growth to banks and households showed the biggest increase since the beginning of 2012. The negotiations between the Greek government and Greece's creditors have been a predominant market driver for risk appetite in the financial markets during the second quarter. In June, Greece became the first developed country to delay instalments on debt repayments to the International Monetary Fund. In order to prevent a collapse of the financial system, Greece ordered closure of banks and a restriction on cash withdrawals. Most recently, a new deal appears to have been agreed around a third aid programme involving a longer-term approach to the Greek financing needs contingent on significant economic reforms. European equities dropped 5% during the quarter after substantial gains in the beginning of the year while US stocks only showed modest losses. The Euro strengthened almost 3% vis-à-vis the USD while interest rates rose sharply over the period despite weak risk appetite in equities and the ongoing ECB quantitative easing programme. German 10-year rates increased by 58bps while the corresponding US rates sold off by 43bps.

Denmark

After seven consecutive quarters of positive growth, the Danish economy has entered a stable recovery phase driven by private consumption and exports. Prices in the Danish housing market are once again rising both for apartments and houses. The current price increases are driven by a combination of low financing costs, higher employment and an overall positive economic outlook by households. After a hectic start to the year, the Danish central bank has slowly embarked on the path of normalisation of monetary policy. The first part of this process was a reduction of the currency reserves, which have dropped by more than DKK 90bn over the past two months. The deposit rate remained at -0.75%, and the temporary suspension of issuance on new government bonds similarly persists. Danish equities fell by 2% during the quarter after a strong beginning of the year while 10-year rates increased by 71bps, underperforming its German peers by 13bps.

Finland

The Finnish economic weakness continued to be broad based. After two consecutive quarters of contraction in Q4 and Q1, there were few signs of improvement during the second quarter. Unemployment has risen somewhat more than expected while subdued domestic demand is reflected as one of the lowest economic sentiments within the Euro area. Industrial production and exports have remained under pressure due to weak foreign demand and Russian sanctions. On the positive side, new mortgages are now trending up and sales volumes in the housing market increased moderately especially in the capital area, while prices still declined slightly. Finnish equities fell by 8% during the second quarter while 10-year government yields increased by 64bps.

Norway

The Norwegian economy continued to hold up relatively well despite the sharp fall in oil prices witnessed at the end of last year. Q1 National accounts looked strong at first glance, but looking into the details revealed a weakening demand picture. Norges Bank's business survey for Q2, confirmed that growth is slowing. Household consumption figures indicated moderate growth in private consumption and have kept up better than expected. Unemployment indicators provided a mixed picture of the Norwegian labour market as the oil and energy related lay-offs have been offset by higher employment in other sectors. However, the general expectation is that weakness in the oil sector will push general unemployment higher throughout the year, and this is likely to dampen growth in private consumption. The housing market showed signs of somewhat weaker growth after high activity in the beginning of the year. Norges Bank eased monetary policy by 25bps to 1.00% in June and opened up the possibility for an additional cut later on this year as a response to the weakening of the Norwegian economy. Norwegian equities rose 2% during the quarter while 10y yields increased by 37bps.

Sweden

The Swedish economy continued to hold up well in the second quarter. The domestic economy expanded at a healthy pace whereas the recovery in exports was sluggish. Employment remained on an upward path while unemployment is sticky due to strong labour force inflow. Inflation rose on the back the past year's weakening of the krona but is still at good distance from the Riksbank's 2%-target. The Swedish central bank left the repo rate unchanged at -0.25% but extended the government debt purchase programme at the monetary policy meeting in April and signalled that additional actions will be taken should it be deemed necessary. Subsequently, at the meeting in early July, the repo rate was cut to -0.35%. Swedish equities dropped 7% during the second quarter and 10-year yields increased by 58bps. The Swedish krona gained versus most currencies and strengthened by 2% in trade-weighted terms.

Group results and performance

Second quarter 2015

Net interest income

Net interest income remained flat in local currencies (up 2% in EUR) on previous quarter at EUR 1,309m. Net interest income came down in business areas as net interest margin* was down 3 basis points to 1.00% in the second quarter. Deposit margins decreased due to lower market rates and also lending margins came down somewhat following margin pressure in Norway.

Net interest income for Retail Banking was down 3% in local currencies, mainly due to lower deposit margins following negative interest rates in Denmark, Finland and Sweden. Also mortgage margins in Norway came down, following the full effect from the mortgage rate cut in March. Mortgage margins in Finland improved, while they were stable elsewhere.

Wholesale Banking reports a largely unchanged Net interest income in local currencies as yield fees continued to decrease in CIB while lending margins improved in Shipping, Offshore and Oil Services.

Net interest income in Wealth is down due to lower deposit margins.

Net interest income in Group Corporate Centre increased to EUR 98m compared to the EUR 69m in the previous quarter. The increase was mainly related to interest rate positions for lower rates.

Lending volumes

Loans to the public in local currencies, excluding repos, were largely unchanged from previous quarter and increased 3% compared to the same quarter in 2014. Average lending volumes in local currencies in business areas were largely unchanged from previous quarter and increased 3% from second quarter 2014, with somewhat higher growth in Norway and Sweden.

Deposit volumes

Total deposits from the public in local currencies, excluding repos, increased 2% from previous quarter, as mainly the household customers reduced its exposure to equity markets thereby reducing the risks in their savings following recent market turmoil. Average deposit volumes in local currencies in business areas were largely unchanged from previous quarter and increased 2% from second quarter 2014.

Net interest income per business area

EURm	Q215	Q115	Q414	Q314	Q214	Q2/Q1	Q2/Q2	Loc.curr Q2/Q1	Q2/Q2
Retail Banking	884	904	964	967	955	-2%	-7%	-3%	-6%
Wholesale Banking	265	254	294	283	278	4%	-5%	0%	-3%
Wealth Management	25	28	33	34	38	-11%	-34%	-9%	-35%
Group Corporate Centre	98	69	47	67	67	42%	46%	n.m	n.m
Other and eliminations	37	33	18	45	30	12%	23%	n.m	n.m
Total Group	**1,309**	**1,288**	**1,356**	**1,396**	**1,368**	**2%**	**-4%**	**0%**	**-3%**

Change in Net interest income

EURm	Q2/Q1	H1/H1
Margin driven NII	**-57**	**-182**
Lending margin	-23	63
Deposit margin	-43	-212
Other in BA	9	-33
Volume driven NII	**6**	**73**
Lending volume	5	66
Deposit volume	1	7
Day count	15	0
GCC	28	2
Other*	28	-26
Total NII change	**20**	**-133**
*of which FX	21	-56

*) The net interest margin for the Group is the total net interest income excluding GCC in relation to total lending and deposit volumes

Net fee and commission income

Net fee and commission income increased 3% in local currencies from a strong level in previous quarter (up 3% in EUR).

Savings and investments commissions

Net fee and commission income from savings and investments increased 6% in local currencies in the second quarter from the previous quarter to EUR 510m. Assets under Management (AuM) decreased to EUR 286.1bn following a negative market development. Net inflow amounted to EUR 3.1bn with all segments contributing positively. Brokerage and corporate finance fees declined from the previous quarter following lower activity while custody fees are somewhat up.

Payments and cards and lending-related commissions

Lending-related net fee and commission income increased 1% in local currencies to EUR 171m from the previous quarter. Payments and cards net fee and commission income was up 2% from the previous quarter.

Net fee and commission income per business area

EURm	Q215	Q115	Q414	Q314	Q214	Q2/Q1	Q2/Q2	Loc.curr Q2/Q1	Q2/Q2
Retail Banking	281	285	277	274	260	-1%	8%	-2%	11%
Wholesale Banking	139	143	172	138	157	-3%	-11%	-4%	-12%
Wealth Management	377	340	331	262	299	11%	26%	11%	26%
Group Corporate Centre	-2	-4	-3	-3	-2	n.m	n.m	n.m	n.m
Other and eliminations	-12	-7	-14	-4	-6	n.m	n.m	n.m	n.m
Total Group	**783**	**757**	**763**	**667**	**708**	**3%**	**11%**	**3%**	**11%**

Net fee and commission income per category

EURm	Q215	Q115	Q414	Q314	Q214	Q2/Q1	Q2/Q2	Loc.curr Q2/Q1	Q2/Q2
Savings and investments, net	510	477	443	370	430	7%	19%	6%	20%
Payments and cards, net	148	144	142	160	148	3%	0%	2%	2%
Lending-related, net	171	169	196	165	168	1%	2%	1%	3%
Other commissions, net	-11	2	14	6	-6	n.m	n.m	n.m	n.m
State guarantee fees	-35	-35	-32	-34	-32	n.m	n.m	n.m	n.m
Total Group	**783**	**757**	**763**	**667**	**708**	**3%**	**11%**	**3%**	**11%**

Assets under Management (AuM), volumes and net inflow

EURbn	Q215	Q215 Net inflow	Q115	Q414	Q314	Q214
Nordic Retail funds	53.9	0.6	54.9	48.1	46.3	44.9
Private Banking	92.5	1.2	92.9	84.4	82.0	81.2
Institutional sales	73.1	0.9	74.3	66.8	63.5	61.0
Life & Pensions	66.6	0.4	67.9	62.9	62.7	61.2
Total	**286.1**	**3.1**	**290.0**	**262.2**	**254.5**	**248.3**

Net result from items at fair value

The net result from items at fair value decreased 37% in local currencies (down 38% in EUR) from the exceptionally strong level in previous quarter to EUR 401m.

Capital Markets income for customers in Wholesale Banking, Retail Banking and Private Banking
The customer-driven capital markets activities generated lower income in the customer business than in the previous quarter. The net fair value result for the business units decreased to EUR 199m, from EUR 287m in the previous quarter. Banking Denmark was negatively impacted by EUR 31m from a fair value change of the mortgage portfolio due to negative interest rates, while Banking Norway had a gain from a sale of a debt portfolio of EUR 13m in previous quarter.

Life & Pensions
The net result from items at fair value for Life & Pensions increased EUR 6m to EUR 61m in the second quarter from previous quarter due to better income in Norway.

Wholesale Banking other
The net fair value result for Wholesale Banking other, i.e. income from managing the risks inherent in customer transactions, decreased to EUR 149m compared to the exceptional high level of EUR 207m in the previous quarter.

Group Functions and Other and eliminations
The net fair value result in Group Corporate Centre was EUR 17m compared to EUR 92m in the extraordinary strong first quarter and was mainly related to equity and interest-rate-related items. In Other and eliminations, the net result from items at fair value was EUR -25m in the second quarter (EUR 3m in the first quarter).

Net result from items at fair value per area

EURm	Q215	Q115	Q414	Q314	Q214	Q2/Q1	Q2/Q2
Retail Banking	89	146	134	75	94	-39%	-5%
Wholesale Banking excl. Other	84	105	83	60	90	-20%	-7%
Wealth Mgmt excl. Life	26	36	23	21	25	-28%	4%
Wholesale Banking Other	149	207	37	78	116	-28%	28%
Life & Pensions	61	55	94	68	53	11%	15%
Group Corporate Centre	17	92	16	30	21	-82%	-19%
Other and eliminations	-25	3	-20	-41	-43	n.m	n.m
Total Group	**401**	**644**	**367**	**291**	**356**	**-38%**	**13%**

Equity method

Income from companies accounted for under the equity method was EUR 8m, compared to EUR 10m in the previous quarter.

Other operating income

Other operating income was EUR 22m compared to EUR 20m in the previous quarter.

Total operating income

Total income decreased 8% in local currencies (-7% in EUR) from the previous quarter to EUR 2,523m.

Total operating income per business area

EURm	Q215	Q115	Q414	Q314	Q214	Q2/Q1	Q2/Q2	Loc.curr Q2/Q1	Q2/Q2
Retail Banking	1,267	1,345	1,385	1,324	1,318	-6%	-4%	-6%	-2%
Wholesale Banking	638	710	587	560	642	-10%	-1%	-12%	0%
Wealth Management	497	465	488	391	420	7%	18%	7%	18%
Group Corporate Centre	121	165	74	102	94	-27%	29%	n.m	n.m
Other and eliminations	0	34	-16	382	-14	n.m	n.m	n.m	n.m
Total incl. non-recurring items	**2,523**	**2,719**	**2,518**	**2,759**	**2,460**	**-7%**	**3%**	**-8%**	**4%**
Total, excl. non-recurring items[1]	**2,523**	**2,719**	**2,518**	**2,382**	**2,460**	**-7%**	**3%**	**-8%**	**4%**

[1] Non-recurring item (Q3 2014: gain from the divestment of Nets EUR 378m)

Total expenses

Total expenses in the second quarter amounted to EUR 1,185m, down 1% in local currencies (unchanged in EUR) from the previous quarter.

Staff costs were down 2% in local currencies (-1% in EUR) mainly due to lower performance related salaries. Other expenses were down 1% in local currencies (unchanged in EUR) from the previous quarter and depreciation was up 12% (11% in EUR).

The number of employees (FTEs) at the end of second quarter was up somewhat in the quarter, following recruitments within compliance and simplification as well as within Wealth Management.

Provisions for performance-related salaries in the second quarter were EUR 86m, compared to EUR 95m in the previous quarter.

Russia had an extraordinary cost of EUR 6m, due to reduction of the branch network.

In local currencies, costs were down 1% from the second quarter 2014 and down 5.7% vs. Q4/13.

In local currencies and excluding performance related salaries, costs were unchanged from the previous quarter and down 2% from the second quarter 2014.

The cost/income ratio was 47% in the second quarter, up from a low level of 44% in the previous quarter.

Total operating expenses

EURm	Q215	Q115	Q414	Q314	Q214	Q2/Q1	Q2/Q2	Loc.curr Q2/Q1	Q2/Q2
Staff cost	-772	-779	-760	-731	-910	-1%	-15%	-2%	-14%
Other expenses	-363	-364	-418	-380	-428	0%	-15%	-1%	-14%
Depreciations	-50	-45	-54	-410	-65	11%	-23%	12%	-22%
Total incl. non-recurring items	**-1,185**	**-1,188**	**-1,232**	**-1,521**	**-1,403**	**0%**	**-16%**	**-1%**	**-14%**
Total, excl. non-recurring items[1]	**-1,185**	**-1,188**	**-1,232**	**-1,177**	**-1,213**	**0%**	**-2%**	**-1%**	**-1%**

[1] Non-recurring items (Q2 2014: restructuring costs EUR 190m, Q3 2014: impairment of intangible assets EUR 344m).

Total operating expenses per business area

EURm	Q215	Q115	Q414	Q314	Q214	Q2/Q1	Q2/Q2	Loc.curr Q2/Q1	Q2/Q2
Retail Banking	-658	-667	-724	-686	-709	-1%	-7%	-2%	-6%
Wholesale Banking	-236	-226	-227	-200	-222	4%	6%	2%	8%
Wealth Management	-208	-192	-207	-185	-197	8%	6%	8%	5%
Group Corporate Centre	-70	-73	-79	-70	-71	-3%	-1%	n.m	n.m
Other and eliminations	-13	-31	5	-380	-204	n.m	n.m	n.m	n.m
Total incl. non-recurring items	**-1,185**	**-1,188**	**-1,232**	**-1,521**	**-1,403**	**0%**	**-16%**	**-1%**	**-14%**
Total, excl. non-recurring items[1]	**-1,185**	**-1,188**	**-1,232**	**-1,177**	**-1,213**	**0%**	**-2%**	**-1%**	**-1%**

[1] Non-recurring items (Q2 2014: restructuring costs EUR 190m, Q3 2014: impairment of intangible assets EUR 344m).

Currency fluctuation effects

%-points	Q2/Q1	Q2/Q2	H1/H1
Income	1	-1	-2
Expenses	1	-1	-2
Operating profit	1	-1	-2
Loan and deposit volumes	0	-1	-1

Net loan losses

Net loan loss provisions declined to EUR 103m and the loan loss ratio was 12 basis points (EUR 122m, 14 basis points in the previous quarter). Loan losses decreased from the previous quarter in Denmark and Norway and increased somewhat in Russia while it was relatively stable in other areas with a normal volatility between quarters. Collective provisions were increased by net EUR 6m in the second quarter (increase of EUR 1m in the previous quarter). The increased collective provisions gross are mainly related to Russia and Danish agriculture lending portfolios.

Loan loss ratios and impaired loans

Basis points of loans	Q215	Q115	Q414	Q314	Q214
Loan loss ratios annualised, Group	12	14	15	12	16
of which individual	12	14	15	12	15
of which collective	0	0	0	0	1
Banking Denmark	24	27	31	27	36
Banking Finland	13	16	17	20	16
Banking Norway	9	16	14	7	15
Banking Sweden	7	4	4	-5[1]	4
Banking Baltic countries	-5[1]	-5[1]	25	68	63
Corporate & Institutional Banking (CIB)	19	26	16	27	43
Shipping, Offshore & Oil Services	-13[1]	9	-24[1]	7	-102[1]
Banking Russia	72	17	77	12	0
Impaired loans ratio gross, Group (bps)	152	159	174	170	170
- performing	62%	62%	64%	64%	64%
- non-performing	38%	38%	36%	36%	36%
Total allowance ratio, Group (bps)	70	71	74	74	75
Provisioning ratio, Group[2]	46%	45%	43%	44%	44%

[1] Net Reversals

[2] Total allowances in relation to gross impaired loans.

Credit portfolio

Total lending to the public, excluding reversed repurchase agreements, amounted to EUR 311bn, which was unchanged compared to the previous quarter in local currencies. Overall, the credit quality of the loan portfolio remained solid in the second quarter, with a slightly positive effect from migration in both the corporate and retail portfolios.

The impaired loans ratio decreased to 152 basis points of total loans (159 basis points). Total impaired loans gross decreased by 6% compared to the previous quarter and the non-performing part of impaired loans was unchanged compared to the previous quarter. The provisioning ratio increased compared to 46% (45% in Q1).

Profit

Operating profit
Operating profit was down 13% in local currencies (-12% in EUR), to EUR 1,235m for the continuing operations.

Taxes
Income tax expense was EUR 283m. The effective tax rate was 22.9%, compared to 23.2% in the previous quarter and 23.4% in the second quarter last year.

Net profit
Net profit from the continuing operations decreased 13% in local currencies (12% in EUR) from the previous quarter to EUR 952m. Return on equity was 13.1%, down 1.2 %-points from the previous quarter.

Diluted earnings per share were EUR 0.24 for the total operations (EUR 0.27 in the previous quarter).

Operating profit per business area

EURm	Q215	Q115	Q414	Q314	Q214	Q2/Q1	Q2/Q2	Loc.curr Q2/Q1	Q2/Q2
Retail Banking	533	588	559	552	490	-9%	9%	-10%	10%
Wholesale Banking	377	454	334	335	407	-17%	-7%	-19%	-8%
Wealth Management	289	272	279	206	222	6%	30%	6%	30%
Group Corporate Centre	51	92	-5	32	23	-45%	123%	n.m	n.m
Other and eliminations	-15	3	-10	1	-220	n.m	n.m	n.m	n.m
Total, incl. non-recurring items	**1,235**	**1,409**	**1,157**	**1,126**	**922**	**-12%**	**34%**	**-13%**	**35%**
Total, excl. non-recurring items[1]	**1,235**	**1,409**	**1,157**	**1,093**	**1,112**	**-12%**	**11%**	**-13%**	**12%**

[1] Non-recurring items (Q2 2014: restructuring costs EUR 190m, Q3 2014: gain from the divestment of Nets EUR 378m and impairment of intangible assets EUR 344m).

First half year 2015 compared to first half year 2014

Total income was up 7% in local currencies (+6% in EUR) from last year and operating profit was up 21% in local currencies (+19% in EUR) from last year excluding non-recurring items.

Income
Net interest income was down 3% in local currencies (down 5% in EUR) from last year. Average lending volumes in local currencies in business areas increased 3% from second quarter 2014. Average deposit volumes in local currencies in business areas increased 2% from second quarter 2014. Lending margins were higher, while deposit margins were down from one year ago.

Net fee and commission income increased 10% in local currencies (+9% in EUR) and the net result from items at fair value increased by 37% in local currencies (36% in EUR) from last year.

Expenses
Total expenses were down 1% in local currencies (-3% in EUR) from previous year excluding non-recurring items. Staff costs were up 5% in local currencies (3% in EUR) excluding non-recurring items.
In local currencies and excluding performance- related salaries, costs were down 3% excluding non-recurring items.

Net loan losses
Net loan loss provisions decreased to EUR 225m, corresponding to a loan loss ratio of 13 basis points (17 basis points for first half year 2014).

Net profit
Net profit increased 33% in local currencies (+32% in EUR) to EUR 2,034m.

Currency fluctuation impact
Currency fluctuations had a reducing effect of 2 %-points on income and expenses and approx. -1 %-point on loan and deposit volumes compared to the first half of 2014.

Other information

Capital position and risk exposure amount, REA

The Group's fully loaded Basel III Common equity tier 1 (CET1) capital ratio increased to 16.0%* at the end of the second quarter 2015 from 15.6% at the end of the first quarter 2015. The CET1 capital ratio was positively affected by currency effects, improved credit quality and strong profit generation.

The tier 1 capital ratio increased to 17.9% and the total capital ratio increased from 20.3 to 20.7%.

REA was EUR 149.8bn, a decrease of EUR 1.7bn compared to the previous quarter. This was mainly driven by foreign exchange effects and positive credit quality.

The CET1 capital was EUR 24.0bn, the tier 1 capital was EUR 26.9bn and the own funds were EUR 31.0bn. The capital requirement based on Basel 1 transitional rules was EUR 18.0bn and the adjusted own funds were EUR 30.6bn.

The CRR leverage ratio remained stable at 4.4% and including profit at 4.5%. The leverage ratio is calculated in accordance to the delegated regulation 2015\62.

The figures above include profit less dividend assumption however the figures reported to the financial service authorities does not include profit.

Economic Capital (EC) was at the end of the second quarter EUR 25.1bn, a decrease of EUR 0.1bn from the end of the previous quarter following the development of REA.

The Group´s Internal Capital Requirement (ICR) was at the end of the second quarter EUR 14,858m, this is a decrease of EUR 144m compared to the previous quarter. The ICR should be compared to the own funds which was EUR 30,399m at the end of the second quarter. The ICR is calculated based on a Pillar I plus Pillar II approach, for more detailed information about the ICR methodology see the Capital and Risk Management Report.

As a precautionary measure following the receipt of the draft SREP/Joint decision Nordea have included additional REA of 4.6bn in Q2 for items deemed as quantifiable. Nordea will reply to the draft SREP/Joint decision and the final outcome of the SREP/Joint decision are anticipated to be implemented in Q4.

*) CET1 ratio includes profit year-to-date net of accrued dividend (70% payout ratio)

Regulatory developments

On 22 June Finansinspektionen decided to increase the countercyclical capital buffer for Sweden from 1% to 1.5% to be applicable from 27 June 2016.

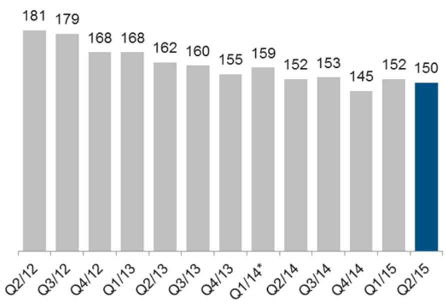
Nordea was identified by Finansinspektionen as a global systemically important institution (G-SII) on the 22 June. The G-SII buffer is set to 1% to be met by CET1 capital from 1 January 2016. On 25 June Finansinspektionen also published a proposal to identify Nordea as another systemically important institution (O-SII). The O-SII buffer is proposed to be 2% to be met with CET1 capital from 1 January 2016. Neither the G-SII buffer, nor the proposed O-SII buffer will increase Nordea´s buffer requirement since Nordea is already obliged to hold a systemic risk buffer (SRB) of 3% to be met by CET1 capital. According to legislation the higher of the G-SII or O-SII and the SRB should be applicable. Hence, the G-SII and O-SII buffers will not have any impact of Nordea´s buffer requirement.

Finansinspektionen, on 11 May, published methods for assessing Pillar 2 capital requirements for three types of risks: credit-related concentration risk, interest rate risk in the banking book and pension risk. The supervisory review and evaluation process is currently ongoing and any changes to current pillar II method will not be done prior final assessment by the supervisory college which will be done by end September. Further capital information can be found in the fact book, under the risk, liquidity and capital management section and under the Capital Adequacy section on our website in accordance with Part Eight, CRR.

Capital ratios

%	Q215	Q115	Q414	Q314	Q214
CRR/CRDIV					
Common equity tier 1 cap. ratio	16.0	15.6	15.7	15.6	15.2
Tier 1 capital ratio	17.9	17.5	17.6	17.4	16.2
Total capital ratio	20.7	20.3	20.7	20.2	19.0

Risk exposure amount, REA (EURbn), quarterly development



Common equity tier 1 (CET1) capital ratio, changes in the quarter

**) REA reservation included in other, EUR 4.6bn

Balance sheet

The derivative balance sheet values decreased in the second quarter and the assets values of derivatives were EUR 39bn lower than in previous quarter. The corresponding change was seen in the derivative liabilities.

The decrease was not volume-driven but due to changes in market interest rates. Long-term interest rates increased steeply during the late part of the second quarter. The higher long-term rates led to decreased market values of the long-term Interest Rate Derivatives.

Balance sheet data

EURbn	Q215	Q115	Q414	Q314	Q214
Loans to credit institutions	14	12	12	14	15
Loans to the public	358	358	348	360	347
Derivatives	86	124	105	93	79
Interest-bearing securities	88	91	87	93	89
Other assets	137	141	117	109	107
Total assets	**683**	**726**	**669**	**669**	**637**
Deposits from credit inst.	64	66	56	58	54
Deposits from the public	211	209	197	205	202
Debt securities in issue	197	199	194	191	186
Derivatives	84	120	97	85	70
Other liabilities	98	104	94	100	97
Total equity	30	28	30	30	29
Total liabilities and equity	**683**	**726**	**669**	**669**	**637**

Nordea's funding and liquidity operations

Nordea issued approx. EUR 6.3bn in long-term funding in the second quarter excluding Danish covered bonds and subordinated notes, of which approx. EUR 2.8bn represented the issuance of Swedish, Norwegian and Finnish covered bonds in domestic and international markets. Notable transactions in the quarter were in June a dual tranche senior Samurai transaction of JPY 82bn, with 5 and 10 years maturity, a EUR 750m 5 year senior, CHF 200m 10 year senior and finally a GBP 300m 7Y senior, both also in June.

Nordea's long-term funding portion of total funding was at the end of the second quarter approx. 76%.

Short-term liquidity risk is measured using several metrics and Liquidity Coverage Ratio (LCR) is one such metric. LCR for the Nordea Group was according to the Swedish FSA's LCR definition 131% at the end of the second quarter. The LCR in EUR was 133% and in USD 165% at the end of the second quarter. With the new suggested Basel definition, the total LCR and the LCRs per currency for the Group would be even higher. The liquidity buffer is composed of highly liquid central bank eligible securities with characteristics similar to Basel III/CRD IV liquid assets and amounted to EUR 59bn at the end of the second quarter (EUR 66bn at the end of the first quarter).

Funding and liquidity data

	Q215	Q115	Q414	Q314	Q214
Long-term funding portion	76%	76%	74%	74%	74%
LCR total	131%	135%	149%	133%	140%
LCR EUR	133%	157%	307%	204%	134%
LCR USD	165%	192%	169%	113%	159%

Market risk

Total market risk measured as Value at Risk increased by EUR 59m to EUR 132m in the second quarter of 2015 compared to the first quarter of 2015, due to increase in interest rate risk VaR.

Market risk

EURm	Q215	Q115	Q414	Q314	Q214
Total risk, VaR	132	73	43	52	57
Interest rate risk, VaR	128	64	37	54	59
Equity risk, VaR	4	9	10	5	8
Foreign exchange risk, VaR	12	12	7	12	11
Credit spread risk, VaR	10	13	13	7	7
Diversification effect	14%	26%	36%	33%	33%

Nordea share

In the second quarter, Nordea's share price on the Nasdaq Stockholm Exchange depreciated from SEK 105.30 to SEK 103.4.

Simplifying our legal structure

As part of the simplification of the bank, we have initiated preparatory work and a dialogue with the authorities in the Nordic countries regarding our legal structure. The aim is to continue to simplify the legal structure by changing the Norwegian, Danish and Finnish subsidiary banks to branches.

By simplifying and changing into a branch structure we will strengthen governance, decrease administrative complexity and enhance efficiency. It will not lead to changes in our presence in each country nor to changes for our employees or the way we service our customers, but will support our work to increase our agility and scale benefits.

Discussions with the authorities have been initiated and the process is expected to take approximately two years. The changes in legal structure depend on approval and a satisfactory outcome of the discussions with the authorities in each country. A decision about a future legal structure is subject to approval by Nordea´s shareholders at a general meeting.

Affirmation of ratings by Moody's Investors Service

On 26 June 2015, Nordea Bank AB's long-term senior unsecured rating was affirmed by Moody's Investors Service at Aa3 with stable outlook, following that Moody's had placed the ratings under review in March 2015. At the same time the long-term senior unsecured ratings for Nordea Bank Finland and Nordea Bank Norge were also affirmed at Aa3 and the one for Nordea Bank Danmark was upgraded one notch to Aa3.

Quarterly development, Group

EURm	Q2 2015	Q1 2015	Q4 2014	Q3 2014	Q2 2014	Jan-Jun 2015	Jan-Jun 2014
Net interest income	1,309	1,288	1,356	1,396	1,368	2,597	2,730
Net fee and commission income	783	757	763	667	708	1,540	1,412
Net result from items at fair value	401	644	367	291	356	1,045	767
Equity method	8	10	-1	7	3	18	12
Other operating income	22	20	33	398	25	42	43
Total operating income	**2,523**	**2,719**	**2,518**	**2,759**	**2,460**	**5,242**	**4,964**
General administrative expenses:							
Staff costs	-772	-779	-760	-731	-910	-1,551	-1,668
Other expenses	-363	-364	-418	-380	-428	-727	-858
Depreciation of tangible and intangible assets	-50	-45	-54	-410	-65	-95	-121
Total operating expenses	**-1,185**	**-1,188**	**-1,232**	**-1,521**	**-1,403**	**-2,373**	**-2,647**
Profit before loan losses	**1,338**	**1,531**	**1,286**	**1,238**	**1,057**	**2,869**	**2,317**
Net loan losses	-103	-122	-129	-112	-135	-225	-293
Operating profit	**1,235**	**1,409**	**1,157**	**1,126**	**922**	**2,644**	**2,024**
Income tax expense	-283	-327	-280	-188	-216	-610	-482
Net profit for the period from continuing operations	**952**	**1,082**	**877**	**938**	**706**	**2,034**	**1,542**
Net profit for the period from discontinued operations, after tax	-	-	-	-	-20	-	-25
Net profit for the period	**952**	**1,082**	**877**	**938**	**686**	**2,034**	**1,517**
Diluted earnings per share (DEPS), EUR - Total operations	0.24	0.27	0.22	0.23	0.17	0.51	0.38
DEPS, rolling 12 months up to period end, EUR - Total operations	0.95	0.89	0.83	0.80	0.76	0.95	0.76

Business areas

	Nordea Group - continuing operations																	
	Retail Banking			Wholesale Banking			Wealth Management			Group Corporate Centre			Group Functions, Other and Eliminations			Nordea Group		
EURm	Q2 2015	Q1 2015	Chg	Q2 2015	Q1 2015	Chg	Q2 2015	Q1 2015	Chg	Q2 2015	Q1 2015	Chg	Q2 2015	Q1 2015	Chg	Q2 2015	Q1 2015	Chg
Net interest income	884	904	-2%	265	254	4%	25	28	-11%	98	69	42%	37	33	12%	1,309	1,288	2%
Net fee and commission income	281	285	-1%	139	143	-3%	377	340	11%	-2	-4		-12	-7		783	757	3%
Net result from items at fair value	89	146	-39%	233	312	-25%	87	91	-4%	17	92	-82%	-25	3		401	644	-38%
Equity method	3	3	0%	0	0		0	0		0	0		5	7	-29%	8	10	-20%
Other income	10	7	43%	1	1	0%	8	6	33%	8	8	-2%	-5	-2		22	20	10%
Total operating income	**1,267**	**1,345**	**-6%**	**638**	**710**	**-10%**	**497**	**465**	**7%**	**121**	**165**	**-27%**	**0**	**34**	**-100%**	**2,523**	**2,719**	**-7%**
Staff costs	-328	-328	0%	-204	-203	0%	-128	-129	-1%	-78	-77	1%	-34	-42	-19%	-772	-779	-1%
Other expenses	-312	-319	-2%	-22	-20	10%	-78	-62	26%	22	19	19%	27	19	46%	-363	-364	0%
Depreciations	-18	-20	-10%	-10	-3		-2	-1	100%	-14	-14	0%	-6	-7	-14%	-50	-45	11%
Total operating expenses	**-658**	**-667**	**-1%**	**-236**	**-226**	**4%**	**-208**	**-192**	**8%**	**-70**	**-73**	**-3%**	**-13**	**-31**	**-57%**	**-1,185**	**-1,188**	**0%**
Net loan losses	-76	-90	-16%	-25	-30	-17%	0	-1	-100%	0	0		-2	-1	100%	-103	-122	-16%
Operating profit	**533**	**588**	**-9%**	**377**	**454**	**-17%**	**289**	**272**	**6%**	**51**	**92**	**-45%**	**-15**	**3**		**1,235**	**1,409**	**-12%**
Cost/income ratio, %	52	50		37	32		42	41		58	44					47	44	
ROCAR, %	13	15		14	17		39	39								15	18	
Economic capital (EC)	11,952	12,112	-1%	7,872	8,379	-6%	2,319	2,186	6%	918	896	3%	2,024	1,595	27%	25,085	25,168	0%
Risk exposure amount (REA)	70,015	72,303	-3%	53,120	56,330	-6%	5,402	5,281	2%	6,419	6,596	-3%	14,809	11,000	35%	149,766	151,510	-1%
Number of employees (FTEs)	16,708	16,571	1%	5,836	5,924	-1%	3,554	3,511	1%	2,661	2,613	2%	960	969	-1%	29,719	29,588	0%
Volumes, EURbn:																		
Lending to corporates	81.6	81.4	0%	113.2	113.3	0%							-0.8	2		194.0	196.6	-1%
Household mortgage lending	129.8	127.7	2%	0.4	0.4	0%	6.5	6.0	8%							136.7	134.1	2%
Consumer lending	23.6	23.7	0%				3.3	3.3	0%							26.9	27.0	0%
Total lending	**235.0**	**232.8**	**1%**	**113.6**	**113.7**	**0%**	**9.8**	**9.3**	**5%**				**-0.8**	**2**		**357.6**	**357.7**	**0%**
Corporate deposits	45.0	44.2	2%	71.8	76.4	-6%							5.8	4		122.6	124.9	-2%
Household deposits	75.0	72.1	4%	0.1	0.1	0%	13.1	11.6	13%							88.2	83.8	5%
Total deposits	**120.0**	**116.3**	**3%**	**71.9**	**76.5**	**-6%**	**13.1**	**11.6**	**13%**				**5.8**	**4**	**35%**	**210.8**	**208.7**	**1%**

	Nordea Group - continuing operations																	
	Retail Banking			Wholesale Banking			Wealth Management			Group Corporate Centre			Group Functions, Other and Eliminations			Nordea Group		
	Jan-Jun			Jan-Jun			Jan-Jun			Jan-Jun			Jan-Jun			Jan-Jun		
EURm	2015	2014	Chg	2015	2014	Chg	2015	2014	Chg	2015	2014	Chg	2015	2014	Chg	2015	2014	Chg
Net interest income	1,788	1,899	-6%	519	549	-5%	53	75	-29%	167	157	6%	70	50	40%	2,597	2,730	-5%
Net fee and commission income	566	533	6%	282	330	-15%	717	576	24%	-6	-5		-19	-22		1,540	1,412	9%
Net result from items at fair value	235	190	24%	545	421	29%	178	150	19%	109	44	148%	-22	-38		1,045	767	36%
Equity method	6	1		0	0		0	0		0	0		12	11	9%	18	12	50%
Other income	17	15	13%	2	2	0%	14	13	8%	16	13	21%	-7	0		42	43	-2%
Total operating income	**2,612**	**2,638**	**-1%**	**1,348**	**1,302**	**4%**	**962**	**814**	**18%**	**286**	**209**	**37%**	**34**	**1**		**5,242**	**4,964**	**6%**
Staff costs	-656	-670	-2%	-407	-394	3%	-257	-242	6%	-155	-136	14%	-76	-226	-66%	-1,551	-1,668	-7%
Other expenses	-631	-700	-10%	-42	-28	50%	-140	-149	-6%	41	18	125%	46	1		-727	-858	-15%
Depreciations	-38	-56	-32%	-13	-17	-24%	-3	-3	0%	-28	-24	17%	-13	-21	-38%	-95	-121	-21%
Total operating expenses	**-1,325**	**-1,426**	**-7%**	**-462**	**-439**	**5%**	**-400**	**-394**	**2%**	**-143**	**-142**	**0%**	**-44**	**-246**	**-82%**	**-2,373**	**-2,647**	**-10%**
Net loan losses	-166	-243	-32%	-55	-47	17%	-1	-1	0%	0	0		-3	-2	50%	-225	-293	-23%
Operating profit	**1,121**	**969**	**16%**	**831**	**816**	**2%**	**561**	**419**	**34%**	**143**	**67**	**115%**	**-12**	**-247**		**2,644**	**2,024**	**31%**
Cost/income ratio, %	51	54		34	34		42	48		50	68					45	49	
ROCAR, %	14	13		16	15		39	30								17	14	
Economic capital (EC)	11,952	11,340	5%	7,872	8,361	-6%	2,319	2,183	6%	918	806	14%	2,024	1,507	34%	25,085	24,197	4%
Risk exposure amount (REA)	70,015	72,428	-3%	53,120	58,011	-8%	5,402	4,795	13%	6,419	6,427	0%	14,809	10,542	40%	149,766	152,203	-2%
Number of employees (FTEs)	16,708	17,010	-2%	5,836	5,968	-2%	3,554	3,502	1%	2,661	2,530	5%	960	953	1%	29,719	29,963	-1%
Volumes, EURbn:																		
Lending to corporates	81.6	81.5	0%	113.2	103.2	10%							-0.8	2.8		194.0	187.5	3%
Household mortgage lending	129.8	125.8	3%	0.4	0.5	-20%	6.5	5.6	16%							136.7	131.9	4%
Consumer lending	23.6	24.5	-4%				3.3	3.1	6%							26.9	27.6	-3%
Total lending	**235.0**	**231.8**	**1%**	**113.6**	**103.7**	**10%**	**9.8**	**8.8**	**11%**				**-0.8**	**2.8**		**357.6**	**347.1**	**3%**
Corporate deposits	45.0	46.5	-3%	71.8	67.6	6%							5.8	0.7		122.6	114.8	7%
Household deposits	75.0	75.4	-1%	0.1	0.2	-50%	13.1	11.2	17%							88.2	86.8	2%
Total deposits	**120.0**	**121.9**	**-2%**	**71.9**	**67.8**	**6%**	**13.1**	**11.2**	**17%**				**5.8**	**0.7**		**210.8**	**201.6**	**5%**

Retail Banking

The business area consists of the retail banking business in the Nordic region and the Baltic countries and includes all parts of the value chain except the Nordic Private Banking segment. Approx. 10 million household customers and 0.5 million corporate customers are offered a wide range of products. In addition to our 646 branch locations, customers are served by contact centres and through the online banking channels.

Business development

In the second quarter, the number of Gold and Premium customers amounted to 3.17 million, of whom 21,600 were new Nordea customers. The meeting activity remained at a high level.

Nordea continued to expand the digital solutions and the number of platforms that we are present on in order to meet our customers' requests for banking needs anytime, anywhere.

It has been made more convenient for customers to bank with us, via a combination of branches, e-branches, contact centres as well as mobile and online channels. Customers appreciate the flexibility being able to attend a meeting from home or from work. The number of online meetings where we share the screens with the customer increased close to 40% during second quarter. One in eight customer meetings now take place online.

More customers are choosing our solutions for smart devices for their daily banking. The Mobile Banking App for household customers attracted more than 1,150 new active users every day throughout the quarter. The app was updated in June and now also includes a currency converter and the possibility of receiving notifications on account balances.

This quarter, Nordea introduced the daily banking app for corporates in Denmark and Sweden. The app allows our corporate customers to see their accounts and handle activities such as authorising invoices and completing payments directly on their smart device.

If you have a question while doing your banking in our netbank you can communicate fast and easy with us through our chat function. The chat is always open and was in the second quarter used by more than 2,800 customers every day. You can also choose to catch us online on Facebook and on Snapchat in Norway.

Result

Total income was down from the same period last year, as ancillary income did not fully compensate for the negative effect of the lower short term interest rates on deposit earnings. Compared to the strong first quarter income decreased 6%. This quarter included a negative effect of EUR 31m from a fair value change of the mortgage portfolio in Denmark due to the negative interest rates. The first quarter included a gain on a sale of a debt portfolio of EUR 13m in Norway.

In local currencies, lending volumes increased by 1% from the previous quarter and by 2% from the same quarter last year. Deposit volumes also increased this quarter, +3% in local currencies. Net interest income decreased 2% following the full impact of low or negative short term interest rates.

Net fee and commission income declined slightly from the strong first quarter. Savings commissions continued to increase while lending fees came in somewhat lower than the previous quarter. The customer-driven capital markets activities continued at a high level during the quarter. To secure the balance between the value of mortgage loans and issued bonds in Denmark the mismatch in their stated terms with regards to the negative interest rate has been hedged against Treasury during the second quarter. Net result on items at fair value included a negative impact of EUR 31m in the second quarter before the hedge was put in place.

Expenses were down by 1% from the previous quarter and by 7% compared to the same period last year (-6% in local currencies). The number of FTEs decreased 2% during the same period.

Risk exposure amount (REA) decreased 3% during the quarter following a continued focus on capital efficiency. ROCAR increased with 0.4 %-points compared to the same quarter last year.

Credit quality

Net loan losses were down from previous quarter and on the lowest level since Q3 2008. The loan loss ratio was 13 basis points compared to 15 basis points in the first quarter. Credit quality remained solid.

Banking Denmark

Total income was affected by the full impact of the negative interest rates and by the fair value loss of EUR 31m. Customers have to a large extent utilised the low interest rate level to refinance their mortgage loans towards longer term fixed rated loans. This together with increasing activity on the real estate market and customers' increasing demand for savings products have kept net fee and commission income at a high level. The high inflow of both new corporate and household customers was maintained and the cost efficiency programme continued on track with markedly lower year-over-year costs and a lower number of FTEs.

Banking Finland

Banking Finland continued to show a strong result despite challenging macroeconomics and low interest rates. Market volatility supported sales of Markets products, and sales of savings products remained on a high level. Focus on availability and investments in online meetings and Contact Centre resulted in a slight increase in number of FTEs. Loan losses remained on a low level in second quarter.

Banking Norway

Adjusted for the gain from the sale of a debt portfolio in the first quarter, total income was down 4% in local currency. The reduction was mainly driven by reduced lending margins. Household lending volume growth was still at a high level and 3,800 new relationship customers were welcomed. Due to the low interest rate level, the share of fixed interest rate lending has increased. Savings have improved further with high income growth compared to second quarter last year. Trading income within corporate remained at the high level from last quarter.

Banking Sweden

Banking Sweden showed continued strong growth in the business volumes in the second quarter. This, together with high activity level in the savings and capital markets, had a positive impact on total income, which was offset by the impact of lower market interest rates. Continued focus on optimising processes and services in the branch network resulted in a lower number of FTEs and lower expenses year on year.

Banking Baltic countries

Total income increased by 7% from previous quarter, driven by higher lending margins and increasing customer activity. Total deposits grew 3% compared to the previous quarter and 5% compared to the same quarter last year due to constant focus on the relationship banking strategy. The growth was driven by the household segment. The higher income combined with tight capital management resulted in a ROCAR of 12%.

Retail Banking total

								Chg local curr.				H1 vs H1	
EURm	Q215	Q115	Q414	Q314	Q214	Q2/Q1	Q2/Q2	Q2/Q1	Q2/Q2	H1 15	H1 14	EUR	Local
Net interest income	884	904	964	967	955	-2%	-7%	-3%	-6%	1,788	1,899	-6%	-4%
Net fee and commission income	281	285	277	274	260	-1%	8%	-2%	11%	566	533	6%	7%
Net result from items at fair value	89	146	134	75	94	-39%	-5%	-39%	-3%	235	190	24%	26%
Equity method & other income	13	10	10	8	9	30%	44%	30%	63%	23	16	44%	58%
Total income incl. allocations	**1,267**	**1,345**	**1,385**	**1,324**	**1,318**	**-6%**	**-4%**	**-6%**	**-2%**	**2,612**	**2,638**	**-1%**	**0%**
Staff costs	-328	-328	-345	-327	-334	0%	-2%	-1%	0%	-656	-670	-2%	0%
Other exp. excl. depreciations	-312	-319	-361	-333	-347	-2%	-10%	-3%	-9%	-631	-700	-10%	-8%
Total expenses incl. allocations	**-658**	**-667**	**-724**	**-686**	**-709**	**-1%**	**-7%**	**-2%**	**-6%**	**-1,325**	**-1426**	**-7%**	**-5%**
Profit before loan losses	**609**	**678**	**661**	**638**	**609**	**-10%**	**0%**	**-11%**	**2%**	**1,287**	**1212**	**6%**	**7%**
Net loan losses	-76	-90	-102	-86	-119	-16%	-36%	-16%	-34%	-166	-243	-32%	-31%
Operating profit	**533**	**588**	**559**	**552**	**490**	**-9%**	**9%**	**-10%**	**10%**	**1,121**	**969**	**16%**	**16%**
Cost/income ratio, %	52	50	52	52	54					51	54		
ROCAR, %	13	15	15	14	13					14	13		
Economic capital (EC)	11,952	12,112	11,435	11,850	11,340	-1%	5%			11,952	11,340	5%	
Risk exposure amount (REA)	70,015	72,303	70,003	73,656	72,428	-3%	-3%			70,015	72,428	-3%	
Number of employees (FTEs)	16,708	16,571	16,656	16,774	17,010	1%	-2%			16,708	17,010	-2%	
Volumes, EURbn:													
Lending to corporates	81.6	81.4	81.0	82.8	81.5	0%	0%	0%	1%	81.6	81.5	0%	
Household mortgage lending	129.8	127.7	125.8	127.9	125.8	2%	3%	1%	4%	129.8	125.8	3%	
Consumer lending	23.6	23.7	23.9	24.6	24.5	0%	-4%	-1%	-3%	23.6	24.5	-4%	
Total lending	**235.0**	**232.8**	**230.7**	**235.3**	**231.8**	**1%**	**1%**	**1%**	**2%**	**235.0**	**231.8**	**1%**	
Corporate deposits	45.0	44.2	44.8	45.3	46.5	2%	-3%	2%	-2%	45.0	46.5	-3%	
Household deposits	75.0	72.1	73.6	74.8	75.4	4%	-1%	3%	0%	75.0	75.4	-1%	
Total deposits	**120.0**	**116.3**	**118.4**	**120.1**	**121.9**	**3%**	**-2%**	**3%**	**-1%**	**120.0**	**121.9**	**-2%**	

Historical numbers have been restated following organizational changes

Banking Denmark

EURm	Q215	Q115	Q414	Q314	Q214	Q2/Q1	Q2/Q2	H1 15	H1 14	H1/H1
Net interest income	279	282	303	309	311	-1%	-10%	561	621	-10%
Net fee and commission income	59	62	47	46	37	-5%	59%	121	82	48%
Net result from items at fair value	-2	45	28	14	22			43	57	-25%
Equity method & other income	3	3	2	1	1	0%	200%	6	-1	
Total income incl. allocations	**339**	**392**	**380**	**370**	**371**	**-14%**	**-9%**	**731**	**759**	**-4%**
Staff costs	-70	-73	-78	-74	-72	-4%	-3%	-143	-146	-2%
Other exp. excl. depreciations	-113	-115	-124	-121	-123	-2%	-8%	-228	-249	-8%
Total expenses incl. allocations	**-187**	**-191**	**-206**	**-198**	**-199**	**-2%**	**-6%**	**-378**	**-403**	**-6%**
Profit before loan losses	**152**	**201**	**174**	**172**	**172**	**-24%**	**-12%**	**353**	**356**	**-1%**
Net loan losses	-40	-44	-52	-44	-59	-9%	-32%	-84	-126	-33%
Operating profit	**112**	**157**	**122**	**128**	**113**	**-29%**	**-1%**	**269**	**230**	**17%**
Cost/income ratio, %	55	49	54	54	54			52	53	
ROCAR, %	10	14	11	11	10			12	10	
Economic capital (EC)	3,413	3,584	3,454	3,462	3,551	-5%	-4%	3,413	3,551	-4%
Risk exposure amount (REA)	23,650	25,145	24,081	24,313	24,460	-6%	-3%	23,650	24,460	-3%
Number of employees (FTEs)	3,209	3,155	3,253	3,286	3,351	2%	-4%	3,209	3,351	-4%
Volumes, EURbn:										
Lending to corporates	22.3	22.1	22.3	21.7	21.8	1%	2%	22.3	21.8	2%
Household mortgage lending	32.0	31.7	32.2	31.7	31.8	1%	1%	32.0	31.8	1%
Consumer lending	11.4	11.5	11.8	12.1	12.0	-1%	-5%	11.4	12.0	-5%
Total lending	**65.7**	**65.3**	**66.3**	**65.5**	**65.6**	**1%**	**0%**	**65.7**	**65.6**	**0%**
Corporate deposits	9.0	9.6	9.2	9.8	9.8	-6%	-8%	9.0	9.8	-8%
Household deposits	23.7	22.8	24.0	23.5	23.8	4%	0%	23.7	23.8	0%
Total deposits	**32.7**	**32.4**	**33.2**	**33.3**	**33.6**	**1%**	**-3%**	**32.7**	**33.6**	**-3%**

Historical numbers have been restated following organizational changes

Banking Finland

EURm	Q215	Q115	Q414	Q314	Q214	Q2/Q1	Q2/Q2	H1 15	H1 14	H1/H1
Net interest income	187	188	188	190	190	-1%	-2%	375	374	0%
Net fee and commission income	93	92	93	92	95	1%	-2%	185	188	-2%
Net result from items at fair value	35	36	32	25	23	-3%	52%	71	45	58%
Equity method & other income	1	0	1	1	1		0%	1	1	0%
Total income incl. allocations	**316**	**316**	**314**	**308**	**309**	**0%**	**2%**	**632**	**608**	**4%**
Staff costs	-54	-55	-59	-54	-55	-2%	-2%	-109	-112	-3%
Other exp. excl. depreciations	-95	-94	-99	-97	-102	1%	-7%	-189	-202	-6%
Total expenses incl. allocations	**-152**	**-152**	**-161**	**-153**	**-159**	**0%**	**-4%**	**-304**	**-319**	**-5%**
Profit before loan losses	**164**	**164**	**153**	**155**	**150**	**0%**	**9%**	**328**	**289**	**13%**
Net loan losses	-16	-20	-21	-24	-20	-20%	-20%	-36	-27	33%
Operating profit	**148**	**144**	**132**	**131**	**130**	**3%**	**14%**	**292**	**262**	**11%**
Cost/income ratio, %	48	48	51	50	52			48	53	
ROCAR, %	23	23	20	20	20			23	20	
Economic capital (EC)	1,976	1,937	1,933	2,009	1,979	2%	0%	1,976	1,979	0%
Risk exposure amount (REA)	12,949	12,890	12,591	13,505	13,174	0%	-2%	12,949	13,174	-2%
Number of employees (FTEs)	3,760	3,684	3,726	3,757	3,874	2%	-3%	3,760	3,874	-3%
Volumes, EURbn:										
Lending to corporates	15.5	15.5	15.3	15.2	15.2	0%	2%	15.5	15.2	2%
Household mortgage lending	27.6	27.4	27.4	27.3	27.1	1%	2%	27.6	27.1	2%
Consumer lending	6.5	6.5	6.4	6.4	6.4	0%	2%	6.5	6.4	2%
Total lending	**49.6**	**49.4**	**49.1**	**48.9**	**48.7**	**0%**	**2%**	**49.6**	**48.7**	**2%**
Corporate deposits	10.6	10.0	10.1	10.0	9.7	6%	9%	10.6	9.7	9%
Household deposits	20.7	20.5	20.8	21.0	21.4	1%	-3%	20.7	21.4	-3%
Total deposits	**31.3**	**30.5**	**30.9**	**31.0**	**31.1**	**3%**	**1%**	**31.3**	**31.1**	**1%**

Historical numbers have been restated following organizational changes

Banking Norway

								Chg local curr.				H1/H1	
EURm	Q215	Q115	Q414	Q314	Q214	Q2/Q1	Q2/Q2	Q2/Q1	Q2/Q2	H1 15	H1 14	EUR	Local
Net interest income	177	185	192	191	190	-4%	-7%	-6%	-3%	362	384	-6%	-1%
Net fee and commission income	41	40	43	44	45	3%	-9%	0%	-4%	81	86	-6%	-1%
Net result from items at fair value	20	32	20	16	19	-38%	5%	-39%	7%	52	33	58%	62%
Equity method & other income	0	0	0	0	0			-77%	-147%	0	0		
Total income incl. allocations	**238**	**257**	**255**	**251**	**254**	**-7%**	**-6%**	**-9%**	**-2%**	**495**	**503**	**-2%**	**3%**
Staff costs	-35	-35	-36	-36	-37	0%	-5%	-2%	-2%	-70	-75	-7%	-3%
Other exp. excl. depreciations	-67	-67	-72	-71	-72	0%	-7%	-2%	-3%	-134	-143	-6%	-2%
Total expenses incl. allocations	**-104**	**-104**	**-109**	**-109**	**-111**	**0%**	**-6%**	**-2%**	**-3%**	**-208**	**-221**	**-6%**	**-2%**
Profit before loan losses	**134**	**153**	**146**	**142**	**143**	**-12%**	**-6%**	**-14%**	**-2%**	**287**	**282**	**2%**	**7%**
Net loan losses	-10	-18	-15	-8	-17	-44%	-41%	-44%	-37%	-28	-31	-10%	-2%
Operating profit	**124**	**135**	**131**	**134**	**126**	**-8%**	**-2%**	**-10%**	**3%**	**259**	**251**	**3%**	**8%**
Cost/income ratio, %	44	41	43	43	44					42	44		
ROCAR, %	14	17	17	17	16					16	15		
Economic capital (EC)	2,623	2,683	2,247	2,419	2,360	-2%	11%			2,623	2,360	11%	
Risk exposure amount (REA)	15,298	15,981	15,328	16,857	16,037	-4%	-5%			15,298	16,037	-5%	
Number of employees (FTEs)	1,326	1,325	1,338	1,371	1,395	0%	-5%			1,326	1,395	-5%	
Volumes, EURbn:													
Lending to corporates	19.3	19.3	18.9	20.3	19.6	0%	-2%	1%	3%	19.3	19.6	-2%	
Household mortgage lending	25.8	25.4	23.9	26.3	25.1	2%	3%	3%	8%	25.8	25.1	3%	
Consumer lending	0.6	0.6	0.6	0.7	0.6	0%	0%	8%	1%	0.6	0.6	0%	
Total lending	**45.7**	**45.3**	**43.4**	**47.3**	**45.3**	**1%**	**1%**	**2%**	**6%**	**45.7**	**45.3**	**1%**	
Corporate deposits	9.6	9.6	9.8	10.6	11.6	0%	-17%	1%	-13%	9.6	11.6	-17%	
Household deposits	8.6	8.2	8.0	8.9	8.7	5%	-1%	7%	4%	8.6	8.7	-1%	
Total deposits	**18.2**	**17.8**	**17.8**	**19.5**	**20.3**	**2%**	**-10%**	**4%**	**-6%**	**18.2**	**20.3**	**-10%**	

Historical numbers have been restated following organizational changes

Banking Sweden

								Chg local curr.				H1/H1	
EURm	Q215	Q115	Q414	Q314	Q214	Q2/Q1	Q2/Q2	Q2/Q1	Q2/Q2	H1 15	H1 14	EUR	Local
Net interest income	225	232	250	253	256	-3%	-12%	-4%	-10%	457	510	-10%	-7%
Net fee and commission income	97	95	103	93	88	2%	10%	4%	16%	192	182	5%	12%
Net result from items at fair value	31	29	53	21	29	7%	7%	6%	12%	60	54	11%	18%
Equity method & other income	0	0	0	0	1		-100%	-79%	-99%	0	2	-100%	-96%
Total income incl. allocations	**353**	**356**	**406**	**367**	**374**	**-1%**	**-6%**	**-1%**	**-2%**	**709**	**748**	**-5%**	**-1%**
Staff costs	-68	-68	-71	-67	-71	0%	-4%	-1%	-2%	-136	-144	-6%	-2%
Other exp. excl. depreciations	-119	-118	-126	-125	-131	1%	-9%	0%	-6%	-237	-266	-11%	-7%
Total expenses incl. allocations	**-189**	**-189**	**-200**	**-195**	**-205**	**0%**	**-8%**	**0%**	**-5%**	**-378**	**-418**	**-10%**	**-6%**
Profit before loan losses	**164**	**167**	**206**	**172**	**169**	**-2%**	**-3%**	**-2%**	**1%**	**331**	**330**	**0%**	**5%**
Net loan losses	-12	-7	-6	8	-6	71%	100%	88%	130%	-19	-12	58%	72%
Operating profit	**152**	**160**	**200**	**180**	**163**	**-5%**	**-7%**	**-6%**	**-4%**	**312**	**318**	**-2%**	**3%**
Cost/income ratio, %	54	53	49	53	55					53	56		
ROCAR, %	14	16	19	19	18					15	18		
Economic capital (EC)	3,246	3,213	3,087	3,198	2,682	1%	21%			3,246	2,682	21%	
Risk exposure amount (REA)	13,155	13,377	13,065	13,808	13,585	-2%	-3%			13,155	13,585	-3%	
Number of employees (FTEs)	2,933	3,020	3,041	3,146	3,207	-3%	-9%			2,933	3,207	-9%	
Volumes, EURbn:													
Lending to corporates	19.3	19.3	19.2	20.2	19.7	0%	-2%	-1%	-2%	19.3	19.7	-2%	
Household mortgage lending	41.8	40.7	39.7	40.0	39.2	3%	7%	2%	7%	41.8	39.2	7%	
Consumer lending	4.9	4.8	4.8	5.1	5.1	2%	-4%	-1%	-5%	4.9	5.1	-4%	
Total lending	**66.0**	**64.8**	**63.7**	**65.3**	**64.0**	**2%**	**3%**	**1%**	**4%**	**66.0**	**64.0**	**3%**	
Corporate deposits	13.1	12.2	12.6	11.8	12.6	7%	4%	6%	4%	13.1	12.6	4%	
Household deposits	20.7	19.4	19.6	20.3	20.4	7%	1%	6%	2%	20.7	20.4	1%	
Total deposits	**33.8**	**31.6**	**32.2**	**32.1**	**33.0**	**7%**	**2%**	**6%**	**3%**	**33.8**	**33.0**	**2%**	

Historical numbers have been restated following organizational changes

Banking Baltic countries

EURm	Q215	Q115	Q414	Q314	Q214	Q2/Q1	Q2/Q2	H1 15	H1 14	H1/H1
Net interest income	37	35	37	37	36	6%	3%	72	71	1%
Net fee and commission income	7	6	7	7	6	17%	17%	13	11	18%
Net result from items at fair value	3	3	2	0	1	0%	200%	6	1	
Equity method & other income	1	1	0	0	2	0%	-50%	2	2	0%
Total income incl. allocations	**48**	**45**	**46**	**44**	**45**	**7%**	**7%**	**93**	**85**	**9%**
Staff costs	-7	-6	-7	-6	-6	17%	17%	-13	-12	8%
Other exp. excl. depreciations	-15	-13	-19	-16	-15	15%	0%	-28	-30	-7%
Total expenses incl. allocations	**-21**	**-20**	**-26**	**-22**	**-21**	**5%**	**0%**	**-41**	**-42**	**-2%**
Profit before loan losses	**27**	**25**	**20**	**22**	**24**	**8%**	**13%**	**52**	**43**	**21%**
Net loan losses	1	1	-5	-14	-13	0%		2	-42	
Operating profit	**28**	**26**	**15**	**8**	**11**	**8%**	**155%**	**54**	**1**	
Cost/income ratio, %	44	44	57	50	47			44	49	
ROCAR, %	12	12	6	3	4			12	0	
Economic capital (EC)	694	691	696	745	748	0%	-7%	694	748	-7%
Risk exposure amount (REA)	4,963	4,909	4,939	5,173	5,173	1%	-4%	4,963	5,173	-4%
Number of employees (FTEs)	783	789	771	772	765	-1%	2%	783	765	2%
Volumes, EURbn:										
Lending to corporates	5.2	5.1	5.2	5.3	5.4	2%	-4%	5.2	5.4	-4%
Household mortgage lending	2.6	2.6	2.6	2.6	2.6	0%	0%	2.6	2.6	0%
Consumer lending	0.3	0.3	0.3	0.3	0.3	0%	0%	0.3	0.3	0%
Total lending	**8.1**	**8.0**	**8.1**	**8.2**	**8.3**	**1%**	**-2%**	**8.1**	**8.3**	**-2%**
Corporate deposits	2.7	2.7	3.0	3.1	2.8	0%	-4%	2.7	2.8	-4%
Household deposits	1.3	1.2	1.2	1.1	1.0	8%	30%	1.3	1.0	30%
Total deposits	**4.0**	**3.9**	**4.2**	**4.2**	**3.8**	**3%**	**5%**	**4.0**	**3.8**	**5%**

Historical numbers have been restated following organizational changes

Retail Banking Other

EURm	Q215	Q115	Q414	Q314	Q214	Q2/Q1	Q2/Q2	H1 15	H1 14	H1/H1
Net interest income	-21	-18	-6	-13	-28	17%	-25%	-39	-61	-36%
Net fee and commission income	-16	-10	-16	-8	-11	60%	45%	-26	-16	63%
Net result from items at fair value	2	1	-1	-1	0	100%		3	0	
Equity method & other income	8	6	7	6	4	33%	100%	14	12	17%
Total income incl. allocations	**-27**	**-21**	**-16**	**-16**	**-35**	**29%**	**-23%**	**-48**	**-65**	**-26%**
Staff costs	-94	-91	-94	-90	-93	3%	1%	-185	-181	2%
Other exp. excl. depreciations	97	88	79	97	96	10%	1%	185	190	-3%
Total expenses incl. allocations	**-5**	**-11**	**-22**	**-9**	**-14**	**-55%**	**-64%**	**-16**	**-23**	**-30%**
Profit before loan losses	**-32**	**-32**	**-38**	**-25**	**-49**	**0%**	**-35%**	**-64**	**-88**	**-27%**
Net loan losses	1	-2	-3	-4	-4			-1	-5	-80%
Operating profit	**-31**	**-34**	**-41**	**-29**	**-53**	**-9%**	**-42%**	**-65**	**-93**	**-30%**
Economic capital (EC)	0	4	18	17	20	-100%	-100%	0	20	
Number of employees (FTEs)	4,697	4,598	4,527	4,442	4,418	2%	6%	4,697	4,418	6%

Historical numbers have been restated following organizational changes

Wholesale Banking

Wholesale Banking provides services and financial solutions to the largest corporate and institutional customers in Nordea. The business area incorporates the entire value chain including customer and product units as well as supporting IT and infrastructure.

A successful journey has secured a substantial lead-bank footprint in all the Nordic markets and the no. 1 position overall. This is supported by competitive product offerings and local presence in the Nordics underlining value-adding relationships. An integrated platform based on broad capabilities further leverage customer relationships, drive cross-selling, and provide our customers with access to attractive financing in the capital markets.

Wholesale Banking emphasises a return-driven culture through continous improvement and disciplined capital management. Effective business selection and a relationship-driven customer service model support income development and capital allocation.

Business development

Wholesale Banking continued to leverage its leading market capabilities in the second quarter. The platform has proven well in place to capture potential from market development as shown in the beginning of the year with increased surge in volatility.

Transaction Products brought customers closer together via insights, sharing best practice and latest trends focusing on customers' treasury operations in the second quarter.

Wholesale Banking was recognised for its value-adding relationships and leading markets capabilities. Global Finance awarded Nordea Best Bank, Best Investment Bank, Best Equity Bank, and Best Debt Bank in the Nordics. Additionally, Nordea was awarded best Foreign Exchange Provider and Distributor in the Nordics. This underlines Nordea as the no.1 Wholesale Bank in the Nordics.

Banking

The second quarter was characterised by stable activity despite continued high volatility in the financial markets. Daily business showed overall good development, stable lending margins and a solid performance in Cash Management and Trade Finance. Favourable pricing led to high re-financing among corporates. The general loan market was characterized by large financial capacity and risk appetite from Nordic and International peers, pressuring the overall lending business. Customer demand for event-driven transactions was somewhat lower, affected by the renewed concerns over Greece as well as general macroeconomic uncertainty.

Institutional customer activity was high in Q2 driven by increased activity in the financial markets.

Customer activity in Shipping, Offshore & Oil Services was moderate. The offshore market continues to be affected by low oil prices and slower production spending among oil and gas companies.

In Russia, customer activity was moderate given the RUB volatility and geopolitical turmoil, causing a slowdown in the economy and low capital investments, despite improvements in outlook. Monitoring of the development continued and Nordea is well prepared in case of any escalation.

Capital markets

Activity in the FICC business held up well on a strong previous quarter. FX and Money Markets, were key drivers as the historically high volatility seen within FX/MM in the first quarter carried over into the second quarter. Increasing long interest rate levels contributed to higher customer activity within risk management. Demand for investment products has been solid during the quarter.

Primary bond markets saw a slowdown in issuance as investors adopted a more cautious stance. In the bank loan market competition and liquidity remained strong. Nordic ECM activity continued on a high level in somewhat more challenging market conditions with increased volatility and slightly declining equity markets. M&A market activity increased during the second quarter.

Equities continued to perform well across all markets despite a slowdown in market activity. For the 5th consecutive year Nordea was awarded the no. 1 Nordic Stock Pickers by Thomson Reuters Starmine.

Credit quality

Net loan losses amounted to EUR 25m. The loan loss ratio was 9 basis points (11 basis points in the previous quarter). Corporate & Institutional Banking loan losses declined and recoveries in Shipping, Offshore & Oil Services amounted to EUR 4m.

Result

Total income was EUR 638m, a 10% decrease from the previous quarter, primarily due to a normalization of Items at fair value. Income for the first six months increased by 4% compared to the same period last year.

Total expenses increased by 4% from the previous quarter. Continued strict resource management resulted in lower REA and a competitive cost/income ratio of 37%.

Operating profit was EUR 377m and the business area ROCAR amounted to 14%.

Corporate & Institutional Banking

Total income was down 8% compared to the previous quarter. The lending capacity and risk appetite continued to be high among International and Nordic banks, affecting pricing and materialisation of deals. Net interest income development was impacted by lower yield fees and to some extent by lower deposit margin income. Lending margins remained stable. Commission income was down compared to same quarter last year due to the modest number of large transactions during the quarter. Continued volatility in the market contributed to strong income in items at fair value.

Institutional customer income increased due to continued market volatility. Income development was positive despite of intense competition. Institutions continue the trend of direct investments in corporates and project financing.

Shipping, Offshore & Oil Services

Total income was in line with the previous quarter. Net interest income, net fee and commission income and items at fair value were all similar to the first quarter. Loan volumes declined somewhat compared to previous quarter. Compared to second quarter last year, total income increased 10%, driven by net interest income.

Banking Russia

Total income was up 3% from the previous quarter. Average lending volumes decreased 13%. The development in expenses was influenced by the RUB exchange rate and expenses related to scale down of retail operations and regional presence. Net loan losses amounted to EUR 11m compared to EUR 3m in previous quarter driven by collective provisions.

Wholesale Banking other (including Capital Markets unallocated)

Wholesale Banking other total income decreased from the previous quarter. Wholesale Banking other is the residual result not allocated to customer units. This includes the unallocated income from Capital Markets, Transaction Products and International Units. It also includes the additional liquidity premium for the funding cost of long-term lending and deposits in Wholesale Banking.

Wholesale Banking total

								Chg local curr.				H1/H1	
EURm	Q215	Q115	Q414	Q314	Q214	Q2/Q1	Q2/Q2	Q2/Q1	Q2/Q2	H1 15	H1 14	EUR	Local
Net interest income	265	254	294	283	278	4%	-5%	0%	-3%	519	549	-5%	-2%
Net fee and commission income	139	143	172	138	157	-3%	-11%	-4%	-12%	282	330	-15%	-14%
Net result from items at fair value	233	312	120	138	206	-25%	13%	-26%	13%	545	421	29%	29%
Equity method & other income	1	1	1	1	1	0%	0%	0%	0%	2	2	0%	0%
Total income incl. allocations	**638**	**710**	**587**	**560**	**642**	**-10%**	**-1%**	**-12%**	**0%**	**1,348**	**1,302**	**4%**	**5%**
Staff costs	-204	-203	-197	-177	-198	0%	3%	-1%	5%	-407	-394	3%	6%
Other exp. excl. depreciations	-22	-20	-27	-14	-15	10%	47%	5%	54%	-42	-28	50%	62%
Total expenses incl. allocations	**-236**	**-226**	**-227**	**-200**	**-222**	**4%**	**6%**	**2%**	**8%**	**-462**	**-439**	**5%**	**8%**
Profit before loan losses	**402**	**484**	**360**	**360**	**420**	**-17%**	**-4%**	**-19%**	**-4%**	**886**	**863**	**3%**	**4%**
Net loan losses	-25	-30	-26	-25	-13	-17%	92%	-18%	95%	-55	-47	17%	28%
Operating profit	**377**	**454**	**334**	**335**	**407**	**-17%**	**-7%**	**-19%**	**-8%**	**831**	**816**	**2%**	**3%**
Cost/income ratio, %	37	32	39	36	35					34	34		
ROCAR, %	14	17	12	12	15					16	15		
Economic capital (EC)	7,872	8,379	7,926	8,427	8,361	-6%	-6%			7,872	8,361	-6%	
Risk exposure amount (REA)	53,120	56,330	53,415	57,346	58,011	-6%	-8%			53,120	58,011	-8%	
Number of employees (FTEs)	5,836	5,924	5,985	6,004	5,968	-1%	-2%			5,836	5,968	-2%	
Volumes, EURbn:													
Lending to corporates	113.2	113.3	106.6	113.2	103.2	0%	10%			113.2	103.2	10%	
Lending to households	0.4	0.4	0.3	0.5	0.5	0%	-20%			0.4	0.5	-20%	
Total lending	**113.6**	**113.7**	**106.9**	**113.7**	**103.7**	**0%**	**10%**	**1%**	**6%**	**113.6**	**103.7**	**10%**	**6%**
Corporate deposits	71.8	76.4	63.4	70.8	67.6	-6%	6%			71.8	67.6	6%	
Household deposits	0.1	0.1	0.1	0.2	0.2	0%	-50%			0.1	0.2	-50%	
Total deposits	**71.9**	**76.5**	**63.5**	**71.0**	**67.8**	**-6%**	**6%**	**-5%**	**6%**	**71.9**	**67.8**	**6%**	**6%**

Volumes have been restated due to an adjustment in the reporting process

Corporate & Institutional Banking

EURm	Q215	Q115	Q414	Q314	Q214	Q2/Q1	Q2/Q2	H1 15	H1 14	H1/H1
Net interest income	150	155	170	168	177	-3%	-15%	305	344	-11%
Net fee and commission income	121	129	148	121	136	-6%	-11%	250	299	-16%
Net result from items at fair value	73	91	78	53	74	-20%	-1%	164	132	24%
Equity method & other income	0	0	0	0	0			0	0	
Total income incl. allocations	**344**	**375**	**396**	**342**	**387**	**-8%**	**-11%**	**719**	**775**	**-7%**
Staff costs	-10	-9	-11	-9	-9	11%	11%	-19	-19	0%
Other exp. excl. depreciations	-95	-95	-91	-96	-96	0%	-1%	-190	-198	-4%
Total expenses incl. allocations	**-105**	**-104**	**-102**	**-105**	**-105**	**1%**	**0%**	**-209**	**-217**	**-4%**
Profit before loan losses	**239**	**271**	**294**	**237**	**282**	**-12%**	**-15%**	**510**	**558**	**-9%**
Net loan losses	-19	-26	-15	-27	-42	-27%	-55%	-45	-80	-44%
Operating profit	**220**	**245**	**279**	**210**	**240**	**-10%**	**-8%**	**465**	**478**	**-3%**
Cost/income ratio, %	31	28	26	31	27			29	28	
ROCAR, %	16	18	20	14	17			17	16	
Economic capital (EC)	4,018	4,315	4,081	4,382	4,363	-7%	-8%	4,018	4,363	-8%
Risk exposure amount (REA)	27,950	29,755	28,842	31,181	30,900	-6%	-10%	27,950	30,900	-10%
Number of employees (FTEs)	169	168	180	177	178	1%	-5%	169	178	-5%
Volumes, EURbn:										
Total lending	39.6	39.6	38.5	39.5	39.5	0%	0%	39.6	39.5	0%
Total deposits	35.3	37.1	33.4	33.8	33.2	-5%	6%	35.3	33.2	6%

Volumes have been restated due to an adjustment in the reporting process

Shipping, Offshore & Oil Services

EURm	Q215	Q115	Q414	Q314	Q214	Q2/Q1	Q2/Q2	H1 15	H1 14	H1/H1
Net interest income	75	73	70	68	62	3%	21%	148	128	16%
Net fee and commission income	15	15	19	17	16	0%	-6%	30	32	-6%
Net result from items at fair value	7	8	6	7	10	-13%	-30%	15	21	-29%
Equity method & other income	0	0	0	0	0			0	0	
Total income incl. allocations	**97**	**96**	**95**	**92**	**88**	**1%**	**10%**	**193**	**181**	**7%**
Staff costs	-5	-5	-6	-5	-5	0%	0%	-10	-10	0%
Other exp. excl. depreciations	-10	-10	-9	-11	-11	0%	-9%	-20	-22	-9%
Total expenses incl. allocations	**-15**	**-15**	**-15**	**-16**	**-16**	**0%**	**-6%**	**-30**	**-32**	**-6%**
Profit before loan losses	**82**	**81**	**80**	**76**	**72**	**1%**	**14%**	**163**	**149**	**9%**
Net loan losses	4	-3	7	-2	27		-85%	1	32	-97%
Operating profit	**86**	**78**	**87**	**74**	**99**	**10%**	**-13%**	**164**	**181**	**-9%**
Cost/income ratio, %	15	16	16	17	18			16	18	
ROCAR, %	20	18	22	19	26			19	23	
Economic capital (EC)	1,267	1,416	1,250	1,180	1,154	-11%	10%	1,267	1,154	10%
Risk exposure amount (REA)	9,055	10,115	9,137	8,612	8,409	-10%	8%	9,055	8,409	8%
Number of employees (FTEs)	77	80	80	85	86	-4%	-10%	77	86	-10%
Volumes, EURbn:										
Total lending	12.3	12.8	11.6	11.2	10.6	-4%	16%	12.3	10.6	16%
Total deposits	5.2	4.8	4.7	4.0	4.4	8%	18%	5.2	4.4	18%

Banking Russia

EURm	Q215	Q115	Q414	Q314	Q214	Q2/Q1	Q2/Q2	Chg local curr. Q2/Q1	Chg local curr. Q2/Q2	H1 15	H1 14	H1/H1
Net interest income	58	54	69	65	60	7%	-3%	-10%	8%	112	120	-7%
Net fee and commission income	3	3	4	2	4	0%	-25%	27%	-14%	6	7	-14%
Net result from items at fair value	4	6	-1	0	6	-33%	-33%	-41%	-12%	10	7	43%
Equity method & other income	0	0	0	1	0			0%	0%	0	0	
Total income incl. allocations	**65**	**63**	**72**	**68**	**70**	**3%**	**-7%**	**-11%**	**5%**	**128**	**134**	**-4%**
Staff costs	-13	-11	-13	-15	-16	18%	-19%	-5%	-1%	-24	-31	-23%
Other exp. excl. depreciations	-5	-4	-8	-8	-7	25%	-29%	-3%	-11%	-9	-13	-31%
Total expenses incl. allocations	**-24**	**-17**	**-22**	**-26**	**-24**	**41%**	**0%**	**22%**	**24%**	**-41**	**-46**	**-11%**
Profit before loan losses	**41**	**46**	**50**	**42**	**46**	**-11%**	**-11%**	**-23%**	**-3%**	**87**	**88**	**-1%**
Net loan losses	-11	-3	-12	-2	0	267%		229%		-14	-1	
Operating profit	**30**	**43**	**38**	**40**	**46**	**-30%**	**-35%**	**-40%**	**-30%**	**73**	**87**	**-16%**
Cost/income ratio, %	37	27	31	38	34					32	34	
ROCAR, %	19	27	24	25	29					23	28	
Economic capital (EC)	475	501	471	483	470	-5%	1%			475	470	1%
Risk exposure amount (REA)	3,433	3,574	3,288	3,415	3,182	-4%	8%			3,433	3,182	8%
Number of employees (FTEs)	1,081	1,202	1,348	1,377	1,383	-10%	-22%			1,081	1,383	-22%
Volumes, EURbn:												
Lending to corporates	5.7	6.6	5.9	6.1	5.6	-14%	2%	-10%	-16%	5.7	5.6	2%
Lending to households	0.4	0.4	0.3	0.5	0.5	0%	-20%	1%	-3%	0.4	0.5	-20%
Total lending	**6.1**	**7.0**	**6.2**	**6.6**	**6.1**	**-13%**	**0%**	**-9%**	**-14%**	**6.1**	**6.1**	**0%**
Corporate deposits	0.6	0.8	0.6	1.1	1.2	-25%	-50%	-23%	-41%	0.6	1.2	-50%
Household deposits	0.1	0.1	0.1	0.2	0.2	0%	-50%	3%	-47%	0.1	0.2	-50%
Total deposits	**0.7**	**0.9**	**0.7**	**1.3**	**1.4**	**-22%**	**-50%**	**-20%**	**-42%**	**0.7**	**1.4**	**-50%**

Wholesale Banking Other

EURm	Q215	Q115	Q414	Q314	Q214	Q2/Q1	Q2/Q2	H1 15	H1 14	H1/H1
Net interest income	-18	-28	-15	-18	-21	-36%	-14%	-46	-43	
Net fee and commission income	0	-4	1	-2	1	-100%	-100%	-4	-8	
Net result from items at fair value	149	207	37	78	116	-28%	28%	356	261	36%
Equity method & other income	1	1	1	0	1	0%	0%	2	2	0%
Total income incl. allocations	**132**	**176**	**24**	**58**	**97**	**-25%**	**36%**	**308**	**212**	**45%**
Staff costs	-176	-178	-167	-148	-168	-1%	5%	-354	-334	6%
Other exp. excl. depreciations	88	89	81	101	99	-1%	-11%	177	205	-14%
Total expenses incl. allocations	**-92**	**-90**	**-88**	**-53**	**-77**	**2%**	**19%**	**-182**	**-144**	**26%**
Profit before loan losses	**40**	**86**	**-64**	**5**	**20**	**-53%**	**100%**	**126**	**68**	**85%**
Net loan losses	1	2	-6	6	2	-50%	-50%	3	2	50%
Operating profit	**41**	**88**	**-70**	**11**	**22**	**-53%**	**86%**	**129**	**70**	**84%**
Economic capital (EC)	2,112	2,147	2,124	2,382	2,374	-2%	-11%	2,112	2,374	-11%
Risk exposure amount (REA)	12,682	12,886	12,148	14,138	15,520	-2%	-18%	12,682	15,520	-18%
Number of employees (FTEs)	4,509	4,474	4,377	4,365	4,321	1%	4%	4,509	4,321	4%
Volumes, EURbn:										
Total lending	55.6	54.3	50.6	56.4	47.5	2%	17%	55.6	47.5	17%
Total deposits	30.7	33.7	24.7	31.9	28.8	-9%	7%	30.7	28.8	7%

Volumes have been restated due to an adjustment in the reporting process

Wealth Management

Wealth Management provides high quality investment, savings and risk management products. It manages customers' assets and gives financial advice to affluent and high net worth individuals as well as institutional investors. The area consists of the businesses: Private Banking serving customers from 80 branches in the Nordics as well as from offices in Luxembourg, Zürich and Singapore; Asset Management responsible for actively managed investment funds and mandates and for serving institutional asset management customers; Life & Pensions serving customers with a full range of pension, endowment and risk products. Additionally, the area consists of External Products and the service units Savings & Wealth Offerings and Strategy, Support & Control. Wealth Management is the largest Nordic private bank, life & pensions provider and asset manager.

Business development

Nordea's Assets under Management (AuM) decreased to EUR 286.1bn, down EUR 3.9bn or 1% from the previous quarter, but is up 15% from the same quarter last year. The decrease in AuM was due to a market depreciation of EUR 7.0bn, and net inflow of EUR 3.1bn, ending the quarter with AuM slightly below the all-time high level reached in the first quarter.

The Wealth Management net flow year-to-date is up 20% versus same period last year, with strong momentum in the Nordea network as well as third party distribution.

Customers' interest in investing in discretionary management solutions continued to increase in the second quarter. In the prevailing low interest rate environment, it is difficult to achieve a satisfactory investment return without taking too much risk. The discretionary management solutions allow customers to benefit from Nordea's investment process in which risk levels are closely managed to match future possible returns with client expectations and risk profiles.

The number of Nordic Private Banking customers continued to grow. 2,000 new customers were acquired during the second quarter, driven by both higher elevations of customers from Retail Banking and by stronger external customer acquisition. Net inflow in Private Banking amounted to EUR 1.2bn.

The efforts to enhance productivity in all Private Banking units are on-going, including activities that will streamline processes, upgrade IT systems and make room for further enhancements to the value proposition.

Asset Management maintains its strong momentum in sales and revenues in all customer segments. Net inflows into the Nordic Retail funds across all four Nordic countries were EUR 0.6bn in the second quarter.

The combined net inflow from Institutional Clients and Global Fund Distribution was EUR 0.9bn.The institutional segment had a net outflow of EUR 0.1bn, but as seen in the first quarter, higher margin on inflow than on outflow resulted in a positive effect on net revenues. Global Fund Distribution continued to attract new assets and had a net inflow of EUR 1.1bn. Nordea's Multi-Asset solutions remained popular among investors during the quarter and net inflow remained strong across all countries of distribution. However, the uncertainties regarding the FED policy and the development of the Greek crisis reduced the investors' appetite for investments towards the end of the quarter.

Investment performance was below targets in the second quarter with 54% of composites outperforming benchmarks. The 3-year performance remains strong with 72% of all composites outperforming benchmarks.

Life & Pensions' gross written premiums continued to exceed the record levels reported in 2014, reaching EUR 2,079m in the second quarter, which is 14% higher than in the same quarter of 2014. The market return product driven sales momentum in the Nordea Bank channel continued to fuel new business sales, and the Nordea distribution network generated 75% of total sales in the second quarter.

In the second quarter, market return and risk products accounted for 91% of total gross written premiums. Market return products continued to support the growth in AuM and amounted to 57% of total AuM in Life & Pensions at the end of the second quarter.

Result

Second quarter income was EUR 497m, up 7% from the previous quarter and up 18% from the same quarter last year. The increase is mainly due to increase in income in Life & Pensions and Asset Management.

Costs have been volatile in the first half of 2015. Year-to-date costs are up 2%, which can be attributed to reservations for variable salaries caused by the increased income level. Operating profit in the second quarter was EUR 289m, up 6% from the previous quarter and up 30% from the same quarter last year.

Private Banking

Total income was EUR 146m in the second quarter, a slight increase compared to the same period last year. The increased income level was supported by higher recurring income items such as investment funds and life products income, but negatively impacted from postponed seasonal income which will impact second half of 2015 positively. Combined with a continuous strict cost focus and simplification initiatives, the operating profit ended at EUR 54m and ROCAR at 32%.

Asset Management

Asset Management income was EUR 199m in the second quarter, up 12% from the previous quarter and up 41% from the same quarter last year. The increase was mainly the result of an increase in average AuM. Operating profit was EUR 139m, up 17% from the previous quarter and up 64% from the same quarter last year.

Life & Pensions

Total income was EUR 153m in the second quarter, up 11% from the previous quarter and up 13% from the same quarter last year. The increase was generated by increased AuM in market return products and strong risk product results. Operating profit was EUR 103m, up 16% from the previous quarter and up 23% from the same quarter last year.

Wealth Management other

The area consists of the Wealth Management service operations which are not directly connected to any of the business units. It includes additional liquidity premium for long-term lending and deposits in Wealth Management and net interest income related thereto.

Wealth Management total

								Chg local curr.				H1/H1	
EURm	Q215	Q115	Q414	Q314	Q214	Q2/Q1	Q2/Q2	Q2/Q1	Q2/Q2	H1 15	H1 14	EUR	Local
Net interest income	25	28	33	34	38	-11%	-34%	-9%	-35%	53	75	-29%	-30%
Net fee and commission income	377	340	331	262	299	11%	26%	11%	26%	717	576	24%	25%
Net result from items at fair value	87	91	117	89	78	-4%	12%	-5%	12%	178	150	19%	19%
Equity method & other income	8	6	7	6	5	33%	60%	35%	66%	14	13	8%	11%
Total income incl. allocations	**497**	**465**	**488**	**391**	**420**	**7%**	**18%**	**7%**	**18%**	**962**	**814**	**18%**	**18%**
Staff costs	-128	-129	-132	-118	-122	-1%	5%	-1%	5%	-257	-242	6%	6%
Other exp. excl. depreciations	-78	-62	-74	-65	-74	26%	5%	24%	5%	-140	-149	-6%	-6%
Total expenses incl. allocations	**-208**	**-192**	**-207**	**-185**	**-197**	**8%**	**6%**	**8%**	**5%**	**-400**	**-394**	**2%**	**2%**
Profit before loan losses	**289**	**273**	**281**	**206**	**223**	**6%**	**30%**	**6%**	**29%**	**562**	**420**	**34%**	34%
Net loan losses	0	-1	-2	0	-1	-100%	-100%	-73%	-61%	-1	-1		18%
Operating profit	**289**	**272**	**279**	**206**	**222**	**6%**	**30%**	**6%**	**30%**	**561**	**419**	**34%**	**34%**
Cost/income ratio, %	42	41	42	47	47					42	48		
ROCAR, %	39	39	39	28	31					39	30		
Economic capital (EC)	2,319	2,186	2,101	2,248	2,183	6%	6%	5%	5%	2,319	2,183	6%	5%
Risk exposure amount (REA)	5,402	5,281	4,970	4,791	4,795	2%	13%	0%	10%	5,402	4,795	13%	10%
Number of employees (FTEs)	3,554	3,511	3,478	3,492	3,502	1%	1%	1%	1%	3,554	3,502	1%	1%
Volumes, EURbn:													
AuM	286.1	290.0	262.2	254.5	248.3	-1%	15%	-1%	15%	286.1	248.3	15%	15%
Total lending	9.8	9.3	9.1	8.9	8.8	5%	11%	6%	12%	9.8	8.8	11%	12%
Total deposits	13.1	11.6	11.1	10.8	11.2	13%	17%	13%	17%	13.1	11.2	17%	17%

Historical numbers have been restated following changes in the allocation principles and segment reporting

Assets under Management (AuM), volumes and net inflow

EURbn	Q215	Q215 Net inflow	Q115	Q414	Q314	Q214
Nordic Retail funds	53.9	0.6	54.9	48.1	46.3	44.9
Private Banking	92.5	1.2	92.9	84.4	82.0	81.2
Institutional sales	73.1	0.9	74.3	66.8	63.5	61.0
Life & Pensions	66.6	0.4	67.9	62.9	62.7	61.2
Total	**286.1**	**3.1**	**290.0**	**262.2**	**254.5**	**248.3**

Private Banking

EURm	Q215	Q115	Q414	Q314	Q214	Q2/Q1	Q2/Q2	H1 15	H1 14	H1/H1
Net interest income	25	28	33	34	38	-11%	-34%	53	74	-28%
Net fee and commission income	92	87	78	75	81	6%	14%	179	156	15%
Net result from items at fair value	27	33	23	19	23	-18%	17%	60	47	28%
Equity method & other income	2	1	1	1	1	100%	100%	3	2	50%
Total income incl. allocations	**146**	**149**	**135**	**129**	**143**	**-2%**	**2%**	**295**	**279**	**6%**
Staff costs	-46	-45	-44	-42	-44	2%	5%	-91	-86	6%
Other exp. excl. depreciations	-44	-38	-43	-42	-42	16%	5%	-82	-89	-8%
Total expenses incl. allocations	**-92**	**-84**	**-88**	**-86**	**-87**	**10%**	**6%**	**-176**	**-176**	**0%**
Profit before loan losses	**54**	**65**	**47**	**43**	**56**	**-17%**	**-4%**	**119**	**103**	16%
Net loan losses	0	-1	-2	0	-1	-100%	-100%	-1	-1	0%
Operating profit	**54**	**64**	**45**	**43**	**55**	**-16%**	**-2%**	**118**	**102**	**16%**
Cost/income ratio, %	63	56	64	67	61			60	63	
ROCAR, %	32	39	30	29	38			35	37	
Economic capital (EC)	520	499	497	445	446	4%	17%	520	446	17%
Risk exposure amount (REA)	3,108	3,034	2,857	2,688	2,698	2%	15%	3,108	2,698	15%
Number of employees (FTEs)	1,274	1,255	1,231	1,233	1,237	2%	3%	1,274	1,237	3%
Volumes, EURbn:										
AuM	92.5	92.9	84.4	82.0	81.2	0%	14%	92.5	81.2	14%
Household mortgage lending	6.5	6.0	5.9	5.8	5.6	8%	16%	6.5	5.6	16%
Consumer lending	3.3	3.3	3.2	3.0	3.1	0%	6%	3.3	3.1	6%
Total lending	**9.8**	**9.3**	**9.1**	**8.9**	**8.8**	**5%**	**11%**	**9.8**	**8.8**	**11%**
Household deposits	13.1	11.6	11.1	10.8	11.2	13%	17%	13.1	11.2	17%
Total deposits	**13.1**	**11.6**	**11.1**	**10.8**	**11.2**	**13%**	**17%**	**13.1**	**11.2**	**17%**

Historical numbers have been restated following changes in the allocation principles and segment reporting

Asset Management

EURm	Q215	Q115	Q414	Q314	Q214	Q2/Q1	Q2/Q2	H1 15	H1 14	H1/H1
Net interest income	0	0	0	0	0			0	0	
Net fee and commission income	198	174	180	137	141	14%	40%	372	273	36%
Net result from items at fair value	0	3	0	2	2	-100%	-100%	3	4	-25%
Equity method & other income	1	0	1	0	-2			1	0	
Total income incl. allocations	**199**	**177**	**181**	**139**	**141**	**12%**	**41%**	**376**	**277**	36%
Staff costs	-36	-35	-32	-29	-29	3%	24%	-71	-59	20%
Other exp. excl. depreciations	-24	-23	-27	-24	-28	4%	-14%	-47	-52	-10%
Total expenses incl. allocations	**-60**	**-58**	**-60**	**-52**	**-56**	**3%**	**7%**	**-118**	**-111**	**6%**
Profit before loan losses	**139**	**119**	**121**	**87**	**85**	**17%**	**64%**	**258**	**166**	**55%**
Net loan losses	0	0	0	0	0			0	0	
Operating profit	**139**	**119**	**121**	**87**	**85**	**17%**	**64%**	**258**	**166**	**55%**
Cost/income ratio, %	30	33	33	38	40			31	40	
Income, spread (basis points)	41	39	43	34	36	5%	14%	40	36	11%
Economic capital (EC)	106	110	97	116	106	-4%	0%	106	106	0%
Risk exposure amount (REA)	501	452	319	309	303	11%	65%	501	303	65%
AuM, EURbn	190.6	194.1	173.9	166.3	159.8	-2%	19%	190.6	159.8	19%
Number of employees (FTEs)	590	600	592	588	581	-2%	2%	590	581	2%

Historical numbers have been restated following changes in the allocation principles and segment reporting

Life & Pensions

EURm	Q215	Q115	Q414	Q314	Q214	Q2/Q1	Q2/Q2	H1 15	H1 14	H1/H1
Net interest income	0	0	0	0	0			0	0	
Net fee and commission income	87	79	74	51	77	10%	13%	166	148	12%
Net result from items at fair value	61	55	94	68	53	11%	15%	116	99	17%
Equity method & other income	5	4	5	4	5	25%	0%	9	10	-10%
Total income incl. allocations	**153**	**138**	**173**	**123**	**135**	**11%**	**13%**	**291**	**257**	**13%**
Staff costs	-25	-30	-34	-29	-29	-17%	-14%	-55	-58	-5%
Other exp. excl. depreciations	-24	-19	-17	-21	-22	26%	9%	-43	-45	-4%
Total expenses incl. allocations	**-50**	**-49**	**-51**	**-50**	**-51**	**2%**	**-2%**	**-99**	**-103**	**-4%**
Profit before loan losses	**103**	**89**	**122**	**73**	**84**	**16%**	**23%**	**192**	**154**	**25%**
Net loan losses	0	0	0	0	0			0	0	
Operating profit	**103**	**89**	**122**	**73**	**84**	**16%**	**23%**	**192**	**154**	**25%**
Cost/income ratio, %	33	35	29	41	38			34	40	
Return on Equity YtD, %	19	18	23	13	16			19	16	
Equity	1,674	1,566	1,498	1,674	1,614	7%	4%	1,674	1,614	4%
AuM, EURbn	60.6	61.8	57.2	56.8	55.5	-2%	9%	60.6	55.5	9%
Premiums	2,079	2,673	2,105	1,614	1,818	-22%	14%	4,752	3,882	22%
Risk exposure amount (REA)	1,793	1,794	1,794	1,794	1,794	0%	0%	1,793	1,794	0%
Number of employees (FTEs)	1,080	1,074	1,078	1,097	1,110	1%	-3%	1,080	1,110	-3%
Profit drivers										
Profit Traditional products	24	23	53	29	25	4%	-4%	47	42	12%
Profit Market Return products	59	42	46	51	42	40%	40%	101	77	31%
Profit Risk products	18	18	16	16	15	0%	20%	36	31	16%
Total product result	**101**	**83**	**115**	**96**	**82**	**22%**	**23%**	**184**	**150**	**23%**
Return on Shareholder equity, other profits and group adj.	2	6	7	-23	2	-67%	0%	8	4	100%
Operating profit	**103**	**89**	**122**	**73**	**84**	**16%**	**23%**	**192**	**154**	**25%**

Wealth Management Other

EURm	Q215	Q115	Q414	Q314	Q214	Q2/Q1	Q2/Q2	H1 15	H1 14	H1/H1
Net interest income	0	0	0	0	0			0	0	
Net fee and commission income	0	0	0	0	0			0	0	
Net result from items at fair value	0	0	0	0	0			0	0	
Equity method & other income	0	0	0	0	0			0	0	
Total income incl. allocations	**0**	**0**	**0**	**0**	**0**			**0**	**0**	
Staff costs	-21	-19	-22	-18	-20	11%	5%	-40	-39	3%
Other exp. excl. depreciations	15	18	12	22	18	-17%	-17%	33	35	-6%
Total expenses incl. allocations	**-6**	**-1**	**-9**	**4**	**-2**		**200%**	**-7**	**-4**	**75%**
Profit before loan losses	**-6**	**-1**	**-9**	**4**	**-2**		**200%**	**-7**	**-4**	**75%**
Net loan losses	0	0	0	0	0			0	0	
Operating profit	**-6**	**-1**	**-9**	**4**	**-2**		**200%**	**-7**	**-4**	**75%**
Economic capital (EC)	19	11	10	12	16	73%	19%	19	16	19%
Number of employees (FTEs)	610	582	577	575	574	5%	6%	610	574	6%

Group Functions and other

Together with the results in the business areas, the results of Group Functions and other add up to the reported result for the Group. The main income in Group Corporate Centre (GCC) originates from Group Treasury (Group Asset & Liability Management, Group Funding and Group Investments & Execution). Group Functions, Other and Eliminations include the Capital account centre, through which capital is allocated to business areas, as well as other Group Functions.

Group Corporate Centre

Business development – Nordea’s funding, liquidity and market risk management

At the end of the second quarter, the proportion of long-term funding of total funding was approx. 76%, unchanged from 76% at the end of the first quarter.

The structural liquidity risk of Nordea is measured and limited through an internal model which conceptually resembles the proposed Net Stable Funding Ratio (NSFR), but applies internal-based assumptions for the stability of assets and liabilities. The structure of the balance sheet is considered conservative and well balanced and appropriately adapted to the current economic and regulatory environment, also in terms of structural liquidity risk.

Short-term liquidity risk is measured using several metrics and Liquidity Coverage Ratio is one of the metrics. LCR for the Nordea Group was 131% at the end of the second quarter. The LCR in EUR was 133% and in USD 165% at the end of the second quarter, with the definition in accordance with the Swedish FSA’s LCR requirement. With the new suggested Basel definition, the total LCR and the LCRs per currency for the Group would be even higher. The liquidity buffer comprises highly liquid, primarily Nordic government and covered bonds which are all central bank eligible securities with characteristics similar to Basel III/CRD IV. The liquidity buffer amounted to EUR 59bn at the end of the second quarter (EUR 66bn at the end of the first quarter).

The outstanding volume of short-term debt was at the end of the second quarter EUR 50bn.

Nordea issued approx. EUR 6.3bn in long-term funding in the second quarter excluding Danish covered bonds and subordinated notes, of which approx. EUR 2.8bn represented the issuance of Swedish, Norwegian and Finnish covered bonds in domestic and international markets. Notable transactions in the quarter were in June a dual tranche senior Samurai transaction of JPY 82bn, with 5 and 10 years maturity, a EUR 750m 5 year senior, CHF 200m 10 year senior and finally a GBP 300m 7Y senior, both also in June.

The market risk on Group Treasury’s interest-rate positions, calculated as average VaR, was EUR 89m in the second quarter. The risk related to equities, calculated as VaR, was EUR 3m and the risk related to credit spreads (VaR) was EUR 7m. Interest rate risk, equity risk, and credit spread risk increased compared to the second quarter.

Result

Total operating income was EUR 121m in the second quarter. Net interest income increased to EUR 98m in the second quarter compared to EUR 69m in the previous quarter, mainly due to interest rate positions for lower rates. The net result from items at fair value was EUR 17m compared to EUR 92m in the second quarter and was mainly related to equity and interest-rate-related items. Operating profit was EUR 51m.

Group Corporate Centre

EURm	Q215	Q115	Q414	Q314	Q214	Q2/Q1	Q2/Q2	H1 15	H1 14
Net interest income	98	69	47	67	67	42%	46%	167	157
Net fee and commission income	-2	-4	-3	-3	-2	-50%	0%	-6	-5
Net result from items at fair value	17	92	16	30	21	-82%	-19%	109	44
Equity method & other income	8	8	14	8	8	4%	0%	16	13
Total operating income	**121**	**165**	**74**	**102**	**94**	**-27%**	**29%**	**286**	**209**
Staff costs	-78	-77	-76	-66	-76	1%	3%	-155	-136
Other exp. excl. depreciations	22	19	10	9	19	19%	16%	41	18
Total operating expenses	**-70**	**-73**	**-79**	**-70**	**-71**	**-3%**	**-1%**	**-143**	**-142**
Net loan losses	0	0	0	0	0			0	0
Operating profit	**51**	**92**	**-5**	**32**	**23**	**-45%**	**123%**	**143**	**67**
Economic capital (EC)	918	896	827	844	806	3%	14%	918	806
Risk exposure amount (REA)	6,419	6,596	6,470	6,669	6,427	-3%	0%	6,419	6,427
Number of employees (FTEs)	2,661	2,613	2,565	2,555	2,530	2%	5%	2,661	2,530

Group functions, Other & Eliminations

EURm	Q215	Q115	Q414	Q314	Q214	Q2/Q1	Q2/Q2	H1 15	H1 14
Net interest income	37	33	18	45	30	12%	23%	70	50
Net fee and commission income	-12	-7	-14	-4	-6	71%	100%	-19	-22
Net result from items at fair value	-25	3	-20	-41	-43		-42%	-22	-38
Equity method & other income	0	5	0	382	5			5	11
Total operating income	**0**	**34**	**-16**	**382**	**-14**			**34**	**1**
Staff costs	-34	-42	-10	-43	-180	-19%	-81%	-76	-226
Other exp. excl. depreciations	27	19	34	23	-11	46%		46	1
Total operating expenses	**-13**	**-31**	**5**	**-380**	**-204**	**-57%**	**-94%**	**-44**	**-246**
Net loan losses	-2	-1	1	-1	-2	100%	0%	-3	-2
Operating profit	**-15**	**3**	**-10**	**1**	**-220**		**-93%**	**-12**	**-247**
Economic capital (EC)	2,024	1,595	1,563	1,427	1,507	27%	34%	2,024	1,507
Risk exposure amount (REA)	14,809	11,000	10,617	10,087	10,542	35%	40%	14,809	10,542
Number of employees (FTEs)	960	969	959	946	953	-1%	1%	960	953

Historical numbers have been restated following IT Poland now reported in continued business

Income statement

EURm	Note	Q2 2015	Q2 2014	Jan-Jun 2015	Jan-Jun 2014	Full year 2014
Operating income						
Interest income		*2,178*	*2,549*	*4,417*	*5,077*	*9,995*
Interest expense		*-869*	*-1,181*	*-1,820*	*-2,347*	*-4,513*
Net interest income		1,309	1,368	2,597	2,730	5,482
Fee and commission income		*1,039*	*941*	*2,041*	*1,872*	*3,799*
Fee and commission expense		*-256*	*-233*	*-501*	*-460*	*-957*
Net fee and commission income	3	783	708	1,540	1,412	2,842
Net result from items at fair value	4	401	356	1,045	767	1,425
Profit from companies accounted for under the equity method		8	3	18	12	18
Other operating income		22	25	42	43	474
Total operating income		**2,523**	**2,460**	**5,242**	**4,964**	**10,241**
Operating expenses						
General administrative expenses:						
Staff costs		-772	-910	-1,551	-1,668	-3,159
Other expenses	5	-363	-428	-727	-858	-1,656
Depreciation, amortisation and impairment charges of tangible and intangible assets		-50	-65	-95	-121	-585
Total operating expenses		**-1,185**	**-1,403**	**-2,373**	**-2,647**	**-5,400**
Profit before loan losses		**1,338**	**1,057**	**2,869**	**2,317**	**4,841**
Net loan losses	6	-103	-135	-225	-293	-534
Operating profit		**1,235**	**922**	**2,644**	**2,024**	**4,307**
Income tax expense		-283	-216	-610	-482	-950
Net profit for the period from continuing operations		**952**	**706**	**2,034**	**1,542**	**3,357**
Net profit for the period from discontinued operations, after tax	12	-	-20	-	-25	-25
Net profit for the period		**952**	**686**	**2,034**	**1,517**	**3,332**
Attributable to:						
Shareholders of Nordea Bank AB (publ)		952	686	2,034	1,517	3,332
Non-controlling interests		-	-	-	-	-
Total		**952**	**686**	**2,034**	**1,517**	**3,332**
Basic earnings per share, EUR - Total operations		0.24	0.17	0.51	0.38	0.83
Diluted earnings per share, EUR - Total operations		0.24	0.17	0.51	0.38	0.83

Statement of comprehensive income

EURm	Q2 2015	Q2 2014	Jan-Jun 2015	Jan-Jun 2014	Full year 2014
Net profit for the period	**952**	**686**	**2,034**	**1,517**	**3,332**
Items that may be reclassified subsequently to the income statement					
Currency translation differences during the period	-80	-108	288	-138	-1,039
Hedging of net investments in foreign operations:					
Valuation gains/losses during the period	61	109	-78	95	435
Tax on valuation gains/losses during the period	-14	-24	17	-21	-96
Available for sale investments:[1]					
Valuation gains/losses during the period	-113	11	-69	22	40
Tax on valuation gains/losses during the period	28	-2	16	-5	-8
Cash flow hedges:					
Valuation gains/losses during the period	78	-18	64	-49	31
Tax on valuation gains/losses during the period	-16	5	-14	11	-7
Items that may not be reclassified subsequently to the income statement					
Defined benefit plans:					
Remeasurement of defined benefit plans	507	-102	273	-159	-518
Tax on remeasurement of defined benefit plans	-115	25	-63	36	120
Other comprehensive income, net of tax[2]	**336**	**-104**	**434**	**-208**	**-1,042**
Total comprehensive income	**1,288**	**582**	**2,468**	**1,309**	**2,290**
Attributable to:					
Shareholders of Nordea Bank AB (publ)	1,288	582	2,468	1,309	2,290
Non-controlling interests	-	-	-	-	-
Total	**1,288**	**582**	**2,468**	**1,309**	**2,290**

[1] Valuation gains/losses related to hedged risks under fair value hedge accounting are accounted for directly in the income statement.

[2] Of which EUR -m for Q2 2015 (Q2 2014: EUR -12m, Jan-Dec 2014: EUR -12m) related to discontinued operations.

Balance sheet

EURm	Note	30 Jun 2015	31 Dec 2014	30 Jun 2014
Assets				
Cash and balances with central banks		45,532	31,067	25,191
Loans to central banks	7	8,485	6,958	11,639
Loans to credit institutions	7	13,517	12,217	14,977
Loans to the public	7	357,580	348,085	347,076
Interest-bearing securities		88,309	87,110	89,438
Financial instruments pledged as collateral		12,010	12,151	8,430
Shares		43,012	39,749	35,950
Derivatives		86,314	105,119	78,644
Fair value changes of the hedged items in portfolio hedge of interest rate risk		166	256	234
Investments in associated undertakings		496	487	489
Intangible assets		3,086	2,908	3,284
Properties and equipment		559	509	511
Investment properties		3,218	3,227	3,457
Deferred tax assets		61	130	74
Current tax assets		160	132	147
Retirement benefit assets		207	42	322
Other assets		18,240	17,581	14,516
Prepaid expenses and accrued income		1,700	1,614	2,211
Assets held for sale	12	-	-	136
Total assets		**682,652**	**669,342**	**636,726**
Of which assets customer bearing the risk		*32,379*	*29,125*	*27,322*
Liabilities				
Deposits by credit institutions		63,894	56,322	53,753
Deposits and borrowings from the public		210,829	197,254	201,646
Liabilities to policyholders		55,541	51,843	50,667
Debt securities in issue		196,467	194,274	185,506
Derivatives		83,904	97,340	70,436
Fair value changes of the hedged items in portfolio hedge of interest rate risk		2,578	3,418	2,818
Current tax liabilities		434	368	416
Other liabilities		27,980	26,973	30,936
Accrued expenses and prepaid income		1,851	1,943	3,361
Deferred tax liabilities		939	983	881
Provisions		285	305	329
Retirement benefit obligations		405	540	491
Subordinated liabilities		7,736	7,942	6,604
Liabilities held for sale	12	-	-	36
Total liabilities		**652,843**	**639,505**	**607,880**
Equity				
Non-controlling interests		1	2	2
Share capital		4,050	4,050	4,050
Share premium reserve		1,080	1,080	1,080
Other reserves		-767	-1,201	-367
Retained earnings		25,445	25,906	24,081
Total equity		**29,809**	**29,837**	**28,846**
Total liabilities and equity		**682,652**	**669,342**	**636,726**
Assets pledged as security for own liabilities		182,782	163,041	175,208
Other assets pledged		10,711	11,265	9,987
Contingent liabilities		22,835	22,017	21,749
Credit commitments[1]		73,099	74,291	78,358
Other commitments		1,357	1,644	1,028

[1] Including unutilised portion of approved overdraft facilities of EUR 38,854m (31 Dec 2014: EUR 38,234m, 30 Jun 2014: EUR 44,485m).

Statement of changes in equity

EURm	Share capital[1]	Share premium reserve	Translation of foreign operations	Cash flow hedges	Available for sale investments	Defined benefit plans	Retained earnings	Total	Non-controlling interests	Total equity
	Attributable to shareholders of Nordea Bank AB (publ)		Other reserves:							
Balance at 1 Jan 2015	**4,050**	**1,080**	**-1,313**	**6**	**113**	**-7**	**25,906**	**29,835**	**2**	**29,837**
Net profit for the period	-	-	-	-	-	-	2,034	2,034	-	2,034
Other comprehensive income, net of tax	-	-	227	50	-53	210	-	434	-	434
Total comprehensive income	*-*	*-*	*227*	*50*	*-53*	*210*	*2,034*	*2,468*	*-*	*2,468*
Share-based payments[2]	-	-	-	-	-	-	2	2	-	2
Dividend for 2014	-	-	-	-	-	-	-2,501	-2,501	-	-2,501
Disposal of own shares[3]	-	-	-	-	-	-	4	4	-	4
Other changes	-	-	-	-	-	-	-	-	-1	-1
Balance at 30 Jun 2015	**4,050**	**1,080**	**-1,086**	**56**	**60**	**203**	**25,445**	**29,808**	**1**	**29,809**

EURm	Share capital[1]	Share premium reserve	Translation of foreign operations	Cash flow hedges	Available for sale investments	Defined benefit plans	Retained earnings	Total	Non-controlling interests	Total equity
	Attributable to shareholders of Nordea Bank AB (publ)		Other reserves:							
Balance at 1 Jan 2014	**4,050**	**1,080**	**-613**	**-18**	**81**	**391**	**24,236**	**29,207**	**2**	**29,209**
Net profit for the period	-	-	-	-	-	-	3,332	3,332	-	3,332
Other comprehensive income, net of tax	-	-	-700	24	32	-398	-	-1,042	-	-1,042
Total comprehensive income	*-*	*-*	*-700*	*24*	*32*	*-398*	*3,332*	*2,290*	*-*	*2,290*
Share-based payments[2]	-	-	-	-	-	-	16	16	-	16
Dividend for 2013	-	-	-	-	-	-	-1,734	-1,734	-	-1,734
Disposal of own shares[3]	-	-	-	-	-	-	56	56	-	56
Balance at 31 Dec 2014	**4,050**	**1,080**	**-1,313**	**6**	**113**	**-7**	**25,906**	**29,835**	**2**	**29,837**

EURm	Share capital[1]	Share premium reserve	Translation of foreign operations	Cash flow hedges	Available for sale investments	Defined benefit plans	Retained earnings	Total	Non-controlling interests	Total equity
	Attributable to shareholders of Nordea Bank AB (publ)		Other reserves:							
Balance at 1 Jan 2014	**4,050**	**1,080**	**-613**	**-18**	**81**	**391**	**24,236**	**29,207**	**2**	**29,209**
Net profit for the period	-	-	-	-	-	-	1,517	1,517	-	1,517
Other comprehensive income, net of tax	-	-	-64	-38	17	-123	-	-208	-	-208
Total comprehensive income	*-*	*-*	*-64*	*-38*	*17*	*-123*	*1,517*	*1,309*	*-*	*1,309*
Share-based payments[2]	-	-	-	-	-	-	11	11	-	11
Dividend for 2013	-	-	-	-	-	-	-1,734	-1,734	-	-1,734
Disposal of own shares[3]	-	-	-	-	-	-	51	51	-	51
Balance at 30 Jun 2014	**4,050**	**1,080**	**-677**	**-56**	**98**	**268**	**24,081**	**28,844**	**2**	**28,846**

[1] Total shares registered were 4,050 million (31 Dec 2014: 4,050 million, 30 Jun 2014: 4,050 million).
[2] The total holding of own shares related to Long Term Incentive Programme (LTIP) is 11.7 million (31 Dec 2014: 15.9 million, 30 Jun 2014: 15.9 million).
[3] Refers to the change in the holding of own shares related to the Long Term Incentive Programme, trading portfolio and Nordea's shares within portfolio schemes in Denmark. The number of own shares at 30 Jun 2015 was 18.4 million (31 Dec 2014: 23.0 million, 30 Jun 2014: 24.5 million).

Cash flow statement, condensed - Total operations

EURm	Jan-Jun 2015	Jan-Jun 2014	Full year 2014
Operating activities			
Operating profit	2,644	2,024	4,307
Profit for the period from discontinued operations, after tax	-	-25	-25
Adjustments for items not included in cash flow	2,945	4,566	8,140
Income taxes paid	-537	-505	-966
Cash flow from operating activities before changes in operating assets and liabilities	5,052	6,060	11,456
Changes in operating assets and liabilities	7,075	-15,698	-22,280
Cash flow from operating activities	12,127	-9,638	-10,824
Investing activities			
Sale/acquisition of associated undertakings	-	481	481
Properties and equipment	-77	-139	-183
Intangible assets	-163	-70	-271
Net investments in debt securities, held to maturity	-263	2,032	2,750
Other financial fixed assets	-	-1	477
Cash flow from investing activities	-503	2,303	3,254
Financing activities			
Issued/amortised subordinated liabilities	-554	-	638
Divestment/repurchase of own shares incl change in trading portfolio	4	51	56
Dividend paid	-2,501	-1,734	-1,734
Cash flow from financing activities	-3,051	-1,683	-1,040
Cash flow for the period	**8,573**	**-9,018**	**-8,610**
Cash and cash equivalents at beginning of the period	**39,683**	**45,670**	**45,670**
Translation difference	2,206	61	2,623
Cash and cash equivalents at end of the period	**50,462**	**36,713**	**39,683**
Change	**8,573**	**-9,018**	**-8,610**

Cash and cash equivalents The following items are included in cash and cash equivalents (EURm):	30 Jun 2015	30 Jun 2014	31 Dec 2014
Cash and balances with central banks	45,532	25,191	31,067
Loans to central banks	2,945	9,542	6,454
Loans to credit institutions	1,985	1,968	2,162
Assets held for sale	-	12	-
Total cash and cash equivalents	**50,462**	**36,713**	**39,683**

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

Notes to the financial statements

Note 1 Accounting policies

The accounting policies used for recognising and measuring items in the financial statements are in accordance with International Financial Reporting Standards (IFRS) as endorsed by the EU Commission. In addition, certain complementary rules in the Swedish Annual Accounts Act for Credit Institutions and Securities Companies (1995:1559) and the accounting regulations of the Swedish Financial Supervisory Authority (FFFS 2008:25, with amendments in FFFS 2009:11, 2011:54, 2013:2, 2013:24 and 2014:18) have also been applied.

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 in the financial statements are in all material aspects unchanged in comparison with the 2014 Annual Report. For the change in scope of discontinued business, see Note 12.

The following amendments published by the IASB were implemented 1 January 2015 but have not had any significant impact on Nordea's financial statements:

- Amendments to IAS 19 "Defined benefit plans: Employee Contributions"
- Annual Improvements to IFRSs, 2010-2012 Cycle
- Annual Improvements to IFRSs, 2011-2013 Cycle
- IFRIC 21 "Levies"

The Swedish Financial Reporting Board has amended the accounting recommendation for groups by issuing "RFR 1 Supplementary Accounting Rules for Groups – January 2015". These changes were implemented by Nordea 1 January 2015, as a consequence of applying FFFS 2008:25, but have not had any significant impact on Nordea's financial statements.

Impact on capital adequacy from new or amended IFRS standards

IFRS 9 "Financial instruments"

IFRS 9 "Financial Instruments" covering classification and measurement, impairment and general hedging has been adopted by the IASB but has not yet been implemented by Nordea.

The changes in classification and measurement are not expected to have a significant impact on Nordea's income statement or balance sheet as the mixed measurement model will be maintained. Significant reclassifications between fair value and amortised cost or impact on the capital adequacy or large exposures are not expected, but this is naturally dependent on the financial instruments on Nordea's balance sheet at transition.

The impairment requirements in IFRS 9 are based on an expected loss model as opposed to the current incurred loss model in IAS 39. In general, it is expected that the new requirements will increase loan loss provisions, decrease equity and have a negative impact on capital adequacy at transition. Nordea has not yet finalised any impact assessment.

The main change to the general hedging requirements is that the standard aligns hedge accounting more closely with the risk management activities. As Nordea generally uses macro (portfolio) hedge accounting Nordea's assessment is that the new requirements will not have any significant impact on Nordea's financial statements, capital adequacy or large exposures in the period of initial application.

IFRS 15 "Revenue form Contracts with Customers"

The IASB has also adopted IFRS 15 "Revenue from Contracts with Customers". The new standard has not yet been implemented by Nordea. It is not expected that the standard will have any significant impact on Nordea's financial statements, capital adequacy or large exposures in the period of initial application.

Other amendments to IFRS

Other amendments to IFRS are not assessed to have any significant impact on Nordea's financial statement, capital adequacy or large exposures in the period of initial application.

Exchange rates

	Jan-Jun 2015	Jan-Dec 2014	Jan-Jun 2014
EUR 1 = SEK			
Income statement (average)	9.3416	9.1012	8.9594
Balance sheet (at end of period)	9.2150	9.3930	9.1762
EUR 1 = DKK			
Income statement (average)	7.4564	7.4548	7.4627
Balance sheet (at end of period)	7.4604	7.4453	7.4557
EUR 1 = NOK			
Income statement (average)	8.6461	8.3597	8.2796
Balance sheet (at end of period)	8.7910	9.0420	8.4035
EUR 1 = RUB			
Income statement (average)	64.5730	50.9996	48.0224
Balance sheet (at end of period)	62.3550	72.3370	46.3779

Note 2 Segment reporting

Jan-Jun 2015	Retail Banking	Wholesale Banking	Wealth Management	Group Corporate Centre	Other operating segments	Total operating segments	Reconciliation	**Total Group**
	Operating segments							
Total operating income, EURm	2,875	1,336	964	286	22	5,483	-241	**5,242**
- of which internal transactions[1], EURm	-660	-161	7	770	44	0	-	**-**
Operating profit, EURm	1,306	822	561	143	17	2,849	-205	**2,644**
Loans to the public[2], EURbn	224	58	10	-	-	292	66	**358**
Deposits and borrowings from the public[2], EURbn	106	42	12	-	-	160	51	**211**
Jan-Jun 2014								
Total operating income, EURm	2,826	1,269	796	209	8	5,108	-144	**4,964**
- of which internal transactions[1], EURm	-755	-124	9	848	22	0	-	**-**
Operating profit, EURm	1,107	803	403	66	3	2,382	-358	**2,024**
Loans to the public[2], EURbn	218	55	8	-	-	281	66	**347**
Deposits and borrowings from the public[2], EURbn	107	39	11	-	-	157	45	**202**

[1] IFRS 8 requires information on revenues from transactions between operating segments. Nordea has defined intersegment revenues as internal interest income and expense related to the funding of the operating segments by the internal bank in Group Corporate Centre.

[2] The volumes are only disclosed separately for operating segments if separately reported to the Chief Operating Decision Maker.

Breakdown of Retail Banking, Wholesale Banking and Wealth Management

	Retail Banking Nordic[1] Jan-Jun 2015	2014	Retail Banking Baltic countries[2] Jan-Jun 2015	2014	Retail Banking Other[3] Jan-Jun 2015	2014	**Retail Banking Jan-Jun 2015**	**2014**
Total operating income, EURm	2,834	2,803	93	85	-52	-62	**2,875**	**2,826**
- of which internal transactions, EURm	-583	-641	-15	-23	-62	-91	**-660**	**-755**
Operating profit, EURm	1,321	1,195	54	0	-69	-88	**1,306**	**1,107**
Loans to the public, EURbn	216	210	8	8	-	-	**224**	**218**
Deposits and borrowings from the public, EURbn	102	103	4	4	-	-	**106**	**107**

	Corporate & Institutional Banking Jan-Jun 2015	2014	Shipping, Offshore & Oil Services Jan-Jun 2015	2014	Nordea Bank Russia Jan-Jun 2015	2014	Capital Markets unallocated Jan-Jun 2015	2014	Wholesale Banking Other[4] Jan-Jun 2015	2014	**Wholesale Banking Jan-Jun 2015**	**2014**
Total operating income, EURm	769	811	186	181	125	107	299	221	-43	-51	**1,336**	**1,269**
- of which internal transactions, EURm	-72	-79	-32	-33	-44	-16	30	52	-43	-48	**-161**	**-124**
Operating profit, EURm	487	492	160	185	71	73	162	115	-58	-62	**822**	**803**
Loans to the public, EURbn	39	39	12	11	7	5	-	-	-	-	**58**	**55**
Deposits and borrowings from the public, EURbn	36	34	5	4	1	1	-	-	-	-	**42**	**39**

	Private Banking Jan-Jun 2015	2014	Asset Management Jan-Jun 2015	2014	Life & Pension unallocated Jan-Jun 2015	2014	Wealth Management Other[5] Jan-Jun 2015	2014	**Wealth Management Jan-Jun 2015**	**2014**
Total operating income, EURm	440	391	376	264	291	255	-143	-114	**964**	**796**
- of which internal transactions, EURm	7	7	0	0	0	0	0	2	**7**	**9**
Operating profit, EURm	235	187	258	154	201	162	-133	-100	**561**	**403**
Loans to the public, EURbn	10	8	-	-	-	-	-	-	**10**	**8**
Deposits and borrowings from the public, EURbn	12	11	-	-	-	-	-	-	**12**	**11**

[1] Retail Banking Nordic includes banking operations in Denmark, Finland, Norway and Sweden.

[2] Retail Banking Baltic countries includes banking operations in Estonia, Latvia and Lithuania.

[3] Retail Banking Other includes the support areas Development & Projects, Distribution, Segments, Products and IT.

[4] Wholesale Banking Other includes the area International Units and the support areas Transaction Products, Segment CIB and IT.

[5] Wealth Management Other includes the area Savings and support areas, such as IT.

Note 2, continued

Reconciliation between total operating segments and financial statements

	Operating profit, EURm		Loans to the public, EURbn		Deposits and borrowings from the public, EURbn	
	Jan-Jun		30 Jun		30 Jun	
	2015	2014	2015	2014	2015	2014
Total operating segments	2,849	2,382	292	281	160	157
Group functions[1]	-69	-74	-	-	-	-
Unallocated items[2]	54	-166	65	62	50	44
Differences in accounting policies[3]	-190	-118	1	4	1	1
Total	**2,644**	**2,024**	**358**	**347**	**211**	**202**

[1] Consists of Group Risk Management, Group Internal Audit, Group Identity & Communications, Group Human Resources and Group Executive Management.

[2] Including non-recurring items 2014 EUR -190m.

[3] Impact from plan exchange rates and internal allocation principles used in the segment reporting.

Measurement of operating segments' performance

The measurement principles and allocation between operating segments follow the information reported to the Chief Operating Decision Maker (CODM), as required by IFRS 8. In Nordea the CODM has been defined as Group Executive Management. The main differences compared to the section "Business areas" in this report are that the information for CODM is prepared using plan exchange rates and to that different allocation principles between operating segments have been applied.

Financial results are presented for the main business areas Retail Banking, Wholesale Banking and Wealth Management, with a further breakdown on operating segments, and the operating segment Group Corporate Centre. Other operating segments below the quantitative thresholds in IFRS 8 are included in Other operating segments. Group functions (and eliminations) as well as the result that is not fully allocated to any of the operating segments, are shown separately as reconciling items.

Note 3 Net fee and commission income

EURm	Q2 2015	Q1 2015	Q2 2014	Jan-Jun 2015	Jan-Jun 2014	Full year 2014
Asset management commissions	388	359	292	747	565	1,188
Life insurance	100	90	88	190	179	367
Brokerage, securities issues and corporate finance	70	81	72	151	157	281
Custody and issuer services	31	26	53	56	75	129
Deposits	8	7	10	15	19	39
Total savings and investments	597	563	515	1,159	995	2,004
Payments	102	100	101	201	204	406
Cards	135	129	130	265	253	529
Total payment and cards	237	229	231	466	457	935
Lending	128	127	126	255	263	541
Guarantees and documentary payments	47	47	44	94	90	181
Total lending related commissions	175	174	170	349	353	722
Other commission income	30	36	25	67	67	138
Fee and commission income	**1,039**	**1,002**	**941**	**2,041**	**1,872**	**3,799**
Savings and investments	-87	-86	-85	-173	-167	-363
Payments	-23	-22	-21	-45	-42	-85
Cards	-66	-63	-62	-128	-120	-253
State guarantee fees	-35	-35	-32	-70	-67	-132
Other commission expenses	-45	-39	-33	-85	-64	-124
Fee and commission expenses	**-256**	**-245**	**-233**	**-501**	**-460**	**-957**
Net fee and commission income	**783**	**757**	**708**	**1,540**	**1,412**	**2,842**

Note 4 Net result from items at fair value

EURm	Q2 2015	Q1 2015	Q2 2014	Jan-Jun 2015	Jan-Jun 2014	Full year 2014
Equity related instruments	14	154	-53	168	-53	431
Interest related instruments and foreign exchange gains/losses	308	409	262	716	602	323
Other financial instruments (including credit and commodities)	20	24	95	44	120	409
Investment properties	-2	-1	-4	-3	-6	-10
Life insurance[1]	61	58	56	120	104	272
Total	**401**	**644**	**356**	**1,045**	**767**	**1,425**

[1] Internal transactions not eliminated against other lines in the Note. The line Life insurance consequently provides the true impact from the Life insurance operations.

Break-down of life insurance

EURm	Q2 2015	Q1 2015	Q2 2014	Jan-Jun 2015	Jan-Jun 2014	Full year 2014
Equity related instruments	-552	2,181	894	1,630	949	2,398
Interest related instruments and foreign exchange gains/losses	-942	653	597	-289	1,111	2,232
Other financial instruments	0	0	-5	0	-5	0
Investment properties	39	23	8	62	171	255
Change in technical provisions[1]	1,364	-2,360	-1,239	-996	-1,790	-3,834
Change in collective bonus potential	142	-459	-213	-317	-367	-871
Insurance risk income	60	46	49	107	100	212
Insurance risk expense	-50	-26	-35	-77	-65	-120
Total	**61**	**58**	**56**	**120**	**104**	**272**

[1] Premium income amounts to EUR 591m for Q2 2015 and EUR 1,254m for Jan-Jun 2015 (Q1 2015: EUR 663m, Q2 2014: EUR 547m Jan-Jun 2014: EUR 1,148m).

Note 5 Other expenses

EURm	Q2 2015	Q1 2015	Q2 2014	Jan-Jun 2015	Jan-Jun 2014	Full year 2014
Information technology	-122	-119	-129	-242	-274	-561
Marketing and representation	-22	-21	-26	-42	-54	-103
Postage, transportation, telephone and office expenses	-34	-42	-43	-76	-93	-178
Rents, premises and real estate	-82	-85	-125	-167	-213	-389
Other	-103	-97	-105	-200	-224	-425
Total	**-363**	**-364**	**-428**	**-727**	**-858**	**-1,656**

Note 6 Net loan losses

EURm	Q2 2015	Q1 2015	Q2 2014	Jan-Jun 2015	Jan-Jun 2014	Full year 2014
Loan losses divided by class						
Realised loan losses	-	-	0	-	0	-2
Allowances to cover realised loan losses	-	-	-	-	-	2
Recoveries on previous realised loan losses	0	-	-	0	-	0
Provisions	0	1	0	1	0	0
Reversal of previous provisions	-	0	0	0	0	23
Loans to credit institutions	**0**	**1**	**0**	**1**	**0**	**23**
Realised loan losses	-206	-128	-151	-334	-309	-633
Allowances to cover realised loan losses	172	85	109	257	236	450
Recoveries on previous realised loan losses	14	12	19	26	37	81
Provisions	-220	-214	-228	-434	-497	-998
Reversal of previous provisions	148	145	130	293	261	557
Loans to the public	**-92**	**-100**	**-121**	**-192**	**-272**	**-543**
Realised loan losses	-1	-4	0	-5	0	-3
Allowances to cover realised loan losses	1	4	0	5	0	3
Provisions	-29	-39	-46	-68	-54	-107
Reversal of previous provisions	18	16	32	34	33	93
Off-balance sheet items	**-11**	**-23**	**-14**	**-34**	**-21**	**-14**
Net loan losses	**-103**	**-122**	**-135**	**-225**	**-293**	**-534**

Key ratios

	Q2 2015	Q1 2015	Q2 2014	Jan-Jun 2015	Jan-Jun 2014	Full year 2014
Loan loss ratio, basis points	12	14	16	13	17	15
- of which individual	12	14	15	13	17	15
- of which collective	0	0	1	0	0	0

Note 7 Loans and impairment

	Total			
	30 Jun	31 Mar	31 Dec	30 Jun
EURm	2015	2015	2014	2014
Loans, not impaired	376,438	381,545	363,584	370,098
Impaired loans	5,811	6,166	6,425	6,409
-of which performing	3,600	3,827	4,115	4,073
-of which non-performing	2,211	2,339	2,310	2,336
Loans before allowances	**382,249**	**387,711**	**370,009**	**376,507**
Allowances for individually assessed impaired loans	-2,236	-2,328	-2,329	-2,391
-of which performing	-1,316	-1,328	-1,432	-1,418
-of which non-performing	-920	-1,000	-897	-973
Allowances for collectively assessed impaired loans	-431	-426	-420	-424
Allowances	**-2,667**	**-2,754**	**-2,749**	**-2,815**
Loans, carrying amount	**379,582**	**384,957**	**367,260**	**373,692**

	Central banks and credit institutions				The public			
	30 Jun	31 Mar	31 Dec	30 Jun	30 Jun	31 Mar	31 Dec	30 Jun
EURm	2015	2015	2014	2014	2015	2015	2014	2014
Loans, not impaired	22,004	27,239	19,177	26,619	354,434	354,306	344,407	343,479
Impaired loans	-	-	-	24	5,811	6,166	6,425	6,385
-of which performing	-	-	-	-	3,600	3,827	4,115	4,073
-of which non-performing	-	-	-	24	2,211	2,339	2,310	2,312
Loans before allowances	**22,004**	**27,239**	**19,177**	**26,643**	**360,245**	**360,472**	**350,832**	**349,864**
Allowances for individually assessed impaired loans	-	-	-	-24	-2,236	-2,328	-2,329	-2,367
-of which performing	-	-	-	-	-1,316	-1,328	-1,432	-1,418
-of which non-performing	-	-	-	-24	-920	-1,000	-897	-949
Allowances for collectively assessed impaired loans	-2	-2	-2	-3	-429	-424	-418	-421
Allowances	**-2**	**-2**	**-2**	**-27**	**-2,665**	**-2,752**	**-2,747**	**-2,788**
Loans, carrying amount	**22,002**	**27,237**	**19,175**	**26,616**	**357,580**	**357,720**	**348,085**	**347,076**

Allowances and provisions

	30 Jun	31 Mar	31 Dec	30 Jun
EURm	2015	2015	2014	2014
Allowances for items on the balance sheet	-2,667	-2,754	-2,749	-2,815
Provisions for off balance sheet items	-100	-90	-72	-81
Total allowances and provisions	**-2,767**	**-2,844**	**-2,821**	**-2,896**

Key ratios

	30 Jun	31 Mar	31 Dec	30 Jun
	2015	2015	2014	2014
Impairment rate, gross, basis points	152	159	174	170
Impairment rate, net, basis points	94	99	111	107
Total allowance rate, basis points	70	71	74	75
Allowances in relation to impaired loans, %	38	38	36	37
Total allowances in relation to impaired loans, %	46	45	43	44
Non-performing, not impaired, EURm	354	301	289	334

Note 8 Classification of financial instruments

EURm	Loans and receivables	Held to maturity	Held for trading	Designated at fair value through profit or loss	Derivatives used for hedging	Available for sale	Total
Financial assets							
Cash and balances with central banks	45,532	-	-	-	-	-	45,532
Loans to central banks	4,185	-	4,300	-	-	-	8,485
Loans to credit institutions	7,463	-	6,052	2	-	-	13,517
Loans to the public	253,348	-	52,598	51,634	-	-	357,580
Interest-bearing securities	63	2,911	37,609	17,733	-	29,993	88,309
Financial instruments pledged as collateral	-	-	12,010	-	-	-	12,010
Shares	-	-	7,516	35,496	-	-	43,012
Derivatives	-	-	83,190	-	3,124	-	86,314
Fair value changes of the hedged items in portfolio hedge of interest rate risk	166	-	-	-	-	-	166
Other assets	4,457	-	-	12,711	-	-	17,168
Prepaid expenses and accrued income	1,134	-	-	-	-	-	1,134
Total 30 Jun 2015	**316,348**	**2,911**	**203,275**	**117,576**	**3,124**	**29,993**	**673,227**
Total 31 Dec 2014	298,231	2,630	211,643	112,736	2,840	31,525	659,605

EURm	Held for trading	Designated at fair value through profit or loss	Derivatives used for hedging	Other financial liabilities	Total
Financial liabilities					
Deposits by credit institutions	31,287	2,696	-	29,911	63,894
Deposits and borrowings from the public	30,687	7,949	-	172,193	210,829
Liabilities to policyholders, investment contracts	-	19,216	-	-	19,216
Debt securities in issue	7,333	43,636	-	145,498	196,467
Derivatives	82,323	-	1,581	-	83,904
Fair value changes of the hedged items in portfolio hedge of interest rate risk	-	-	-	2,578	2,578
Other liabilities	8,495	10,996	-	6,349	25,840
Accrued expenses and prepaid income	-	-	-	384	384
Subordinated liabilities	-	-	-	7,736	7,736
Total 30 Jun 2015	**160,125**	**84,493**	**1,581**	**364,649**	**610,848**
Total 31 Dec 2014	158,414	80,984	2,222	355,366	596,986

Note 9 Fair value of financial assets and liabilities

	30 Jun 2015		31 Dec 2014	
EURm	Carrying amount	Fair value	Carrying amount	Fair value
Financial assets				
Cash and balances with central banks	45,532	45,532	31,067	31,067
Loans	379,748	377,281	367,516	368,872
Interest-bearing securities	88,309	88,535	87,110	87,421
Financial instruments pledged as collateral	12,010	12,010	12,151	12,151
Shares	43,012	43,012	39,749	39,749
Derivatives	86,314	86,314	105,119	105,119
Other assets	17,168	17,168	15,766	15,766
Prepaid expenses and accrued income	1,134	1,134	1,127	1,127
Total	**673,227**	**670,986**	**659,605**	**661,272**
Financial liabilities				
Deposits and debt instruments	481,504	482,415	459,210	460,653
Liabilities to policyholders	19,216	19,216	16,741	16,741
Derivatives	83,904	83,904	97,340	97,340
Other liabilities	25,840	25,840	23,341	23,341
Accrued expenses and prepaid income	384	384	354	354
Total	**610,848**	**611,759**	**596,986**	**598,429**

The determination of fair value is described in the Annual report 2014, Note G40 "Assets and liabilities at fair value". The fair value has for loans been estimated by discounting the expected future cash flows with an assumed customer interest rate that would have been used on the market if the loans had been issued at the time of the measurement. The assumed customer interest rate is calculated as the benchmark interest rate plus the average margin on new lending in Retail Banking and Wholesale Banking respectively.

Note 10 Financial assets and liabilities held at fair value on the balance sheet

Categorisation into the fair value hierarchy

EURm	Quoted prices in active markets for the same instrument (Level 1)	*Of which Life*	Valuation technique using observable data (Level 2)	*Of which Life*	Valuation technique using non-observable data (Level 3)	*Of which Life*	Total
Assets at fair value on the balance sheet[1]							
Loans to central banks	-	-	4,300	-	-	-	4,300
Loans to credit institutions	-	-	6,054	-	-	-	6,054
Loans to the public	-	-	104,232	-	-	-	104,232
Interest-bearing securities[2]	49,586	*12,770*	47,462	*7,013*	272	*53*	97,320
Shares[3]	35,310	*26,201*	2,004	*2,002*	5,723	*4,769*	43,037
Derivatives	181	-	84,492	*195*	1,641	-	86,314
Other assets	-	-	12,711	-	-	-	12,711
Total 30 Jun 2015	**85,077**	***38,971***	**261,255**	***9,210***	**7,636**	***4,822***	**353,968**
Total 31 Dec 2014	87,550	*35,544*	263,991	*8,658*	7,203	*4,539*	358,744
Liabilities at fair value on the balance sheet[1]							
Deposits by credit institutions	-	-	33,983	*691*	-	-	33,983
Deposits and borrowings from the public	-	-	38,636	-	-	-	38,636
Liabilities to policyholders	-	-	19,216	*19,216*	-	-	19,216
Debt securities in issue	43,636	-	7,333	-	-	-	50,969
Derivatives	241	-	82,038	*21*	1,625	-	83,904
Other liabilities	6,911	-	12,580	-	-	-	19,491
Total 30 Jun 2015	**50,788**	**-**	**193,786**	***19,928***	**1,625**	**-**	**246,199**
Total 31 Dec 2014	47,377	-	192,617	*18,338*	1,626	-	241,620

[1] All items are measured at fair value on a recurring basis at the end of each reporting period.

[2] Of which EUR 11,985m relates to the balance sheet item Financial instruments pledged as collateral.

[3] Of which EUR 25m relates to the balance sheet item Financial instruments pledged as collateral.

Determination of fair values for items measured at fair value on the balance sheet

For information about valuation techniques and inputs used in the fair value measurement, see the Annual report 2014, Note G40 "Assets and liabilities at fair value".

Transfers between Level 1 and 2

During the period, Nordea transferred interest-bearing securities (including such financial instruments pledged as collateral) of EUR 521m from Level 1 to Level 2 and EUR 443m from Level 2 to Level 1 of the fair value hierarchy. Nordea transferred derivative assets of EUR 9m from Level 1 to Level 2 and EUR 95m from Level 2 to Level 1 and derivative liabilities of EUR 86m from Level 1 to Level 2 and EUR 135m from Level 2 to Level 1.

The reason for the transfers from Level 1 to Level 2 was that the instruments ceased to be actively traded during the period and fair values have now been obtained using valuation techniques with observable market inputs. The reason for the transfer from Level 2 to Level 1 was that the instruments have again been actively traded during the period and reliable quoted prices are obtained in the market. Transfers have also occurred following the implementation of an improved and more granular classification approach. Transfers between levels are considered to have occurred at the end of the reporting period.

Note 10, continued

Movements in Level 3

EURm	1 Jan	Fair value gains/losses recognised in the income statement during the year: Realised	Un-realised	Recog-nised in OCI	Purchases / Issues	Sales	Settle-ments	Transfers into Level 3	Transfers out of Level 3	Transla-tion diffe-rences	30 Jun
Intererest-bearing securities	279	2	11	-	31	-47	-2	-	-2	-	272
- of which Life	*53*	-	-	-	-	-	-	-	-	-	*53*
Shares	5,458	166	223	-	1,058	-1,138	-43	3	-	-4	5,723
- of which Life	*4,486*	*193*	*163*	-	*1,022*	*-1,054*	*-41*	*3*	-	*-3*	*4,769*
Derivatives (net)	-160	89	-154	-	-	-	-89	465	-127	-8	16
Total 2015, net	**5,577**	**257**	**80**	-	**1,089**	**-1,185**	**-134**	**468**	**-129**	**-12**	**6,011**
Total 2014, net	4,355	349	-472	-3	407	-640	-107	-	-24	-3	3,862

Unrealised gains and losses relate to those assets and liabilities held at the end of the reporting period. During the period Nordea transferred shares of EUR 3m from Level 2 to Level 3. Nordea also transferred derivatives (net) of EUR 465m from Level 2 to Level 3 and EUR 127m from Level 3 to Level 2. The reason for the transfer from Level 3 to Level 2 was that observable market data became available. The reason for the transfer from Level 2 to Level 3 was that observable market data was no longer available. Transfers have also occurred following the implementation of an improved and more granular classification approach. Transfers between levels are considered to have occurred at the end of the reporting period. Fair value gains and losses in the income statement during the period are included in "Net result from items at fair value". Assets and liabilities related to derivatives are presented net.

The valuation processes for fair value measurements in Level 3

For information about valuation processes for fair value measurement in Level 3, see the Annual report 2014 Note G40 "Assets and liabilities at fair value".

Deferred day 1 profit

The transaction price for financial instruments in some cases differs from the fair value at initial recognition measured using a valuation model, mainly due to that the transaction price is not established in an active market. If there are significant unobservable inputs used in the valuation technique (Level 3), the financial instrument is recognised at the transaction price and any difference between the transaction price and fair value at initial recognition measured using a valuation model (Day 1 profit) is deferred. For more information see the Annual report 2014 Note G1 "Accounting policies". The table below shows the aggregate difference yet to be recognised in the income statement at the beginning and end of the period and a reconciliation of how this aggregated difference has changed during the period (movement of deferred Day 1 profit).

Deferred day 1 profit - Derivatives, net

EURm	2015	2014
Opening balance at 1 Jan	36	38
Deferred profit on new transactions	6	4
Recognised in the income statement during the period	-2	-6
Closing balance at 30 Jun	**40**	**36**

Note 10, continued

Valuation techniques and inputs used in the fair value measurements in Level 3

EURm	Fair value	*Of which Life*[1]	Valuation techniques	Unobservable input	Range of fair value[4]
Interest-bearing securities					
Mortgage and other credit institutions[2]	227	*8*	Discounted cash flows	Credit spread	-7/7
Corporates	45	*45*	Discounted cash flows	Credit spread	-3/3
Total 30 Jun 2015	**272**	***53***			**-10/10**
Total 31 Dec 2014	279	*53*			-11/11
Shares					
Private equity funds	2,302	*1,828*	Net asset value[3]		-252/267
Hedge funds	416	*151*	Net asset value[3]		-22/34
Credit funds	585	*456*	Net asset value/market consensus[3]		-34/40
Other funds	2,229	*2,217*	Net asset value/Fund prices[3]		-243/244
Other	191	*117*	-		-16/16
Total 30 Jun 2015	**5,723**	***4,769***			**-567/601**
Total 31 Dec 2014	5,458	*4,486*			-542/575
Derivatives, net					
Interest rate derivatives	169	-	Option model	Correlations Volatilities	-16/12
Equity derivatives	-156	-	Option model	Correlations Volatilities Dividends	-21/14
Foreign exchange derivatives	-34	-	Option model	Correlations Volatilities	-0/0
Credit derivatives	-6	-	Credit derivative model	Correlations Recovery rates	-10/11
Other	43	-	Option model	Correlations Volatilities	-0/0
Total 30 Jun 2015	**16**	***-***			**-47/37**
Total 31 Dec 2014	-160	-			-41/30

[1] Investments in financial instruments is a major part of the life insurance business, aquired to fulfill the obligations behind the insurance- and investment contracts. The gains or losses on these instruments are almost exclusively allocated to policyholders and do consequently not affect Nordea's equity.

[2] Of which EUR 155m is priced at a credit spread (the difference between the discount rate and LIBOR) of 1.45% and a resonable change of this credit spread would not affect the fair value due to callability features.

[3] The fair values are based on prices and net asset values delivered by external suppliers/custodians. The prices are fixed by the suppliers/custodians on the basis of the development in assets behind the investments. For private equity funds the dominant measurement methology used by the suppliers/custodians is consistent with the International Private Equity and Venture Capital Valuation (IPEV) guidelines issued by the EVCA (European Venture Capital Association). Less than 15% of the private equity fund investments are internally adjusted/valued based on the IPEV guidelines. These carrying amounts are in a range of 0% to 95% compared to the values received from suppliers/custodians.

[4] The column "Range of fair value" shows the sensitivity of Level 3 financial instruments to changes in key assumptions. For more information see the Annual Report 2014, Note G40 "Assets and liabilities at fair value".

Note 11 Capital adequacy

These figures are according to part 8 of CRR, in Sweden implemented in FFFS 2014:12

Summary of items included in own funds

EURm	30 Jun 2015	31 Dec[3] 2014	30 Jun 2014
Calculation of own funds			
Equity in the consolidated situation	26,981	29,063	26,558
Proposed/actual dividend	-	-2,501	-
Common Equity Tier 1 capital before regulatory adjustments	26,981	26,562	26,558
Deferred tax assets	-	-	-
Intangible assets	-2,759	-2,584	-2,973
IRB provisions shortfall (-)	-249	-344	-263
Deduction for investments in credit institutions (50%)	-	-	-
Pension assets in excess of related liabilities[1]	-90	-33	-86
Other items, net	-506	-780	-603
Total regulatory adjustments to Common Equity Tier 1 capital	-3,604	-3,741	-3,925
Common Equity Tier 1 capital (net after deduction)	**23,377**	**22,821**	**22,633**
Additional Tier 1 capital before regulatory adjustments	2,917	2,779	1,556
Total regulatory adjustments to Additional Tier 1 capital	-27	-12	-
Additional Tier 1 capital	2,890	2,767	1,556
Tier 1 capital (net after deduction)	**26,267**	**25,588**	**24,189**
Tier 2 capital before regulatory adjustments	4,685	5,011	4,653
IRB provisions excess (+)/shortfall (-)	-	-	-
Deduction for investments in credit institutions (50%)	-	-	-
Deductions for investments in insurance companies	-509	-505	-514
Pension assets in excess of related liabilities	-	-	-
Other items, net	-44	-45	-
Total regulatory adjustments to Tier 2 capital	-553	-550	-514
Tier 2 capital	4,132	4,461	4,139
Own funds (net after deduction)[2]	**30,399**	**30,049**	**28,328**

1 Based on conditional FSA approval

2 Own Funds adjusted for IRB provision, i.e. adjusted own funds equal EUR 30,649m by 30 Jun 2015

3 Including profit

Own Funds including profit

EURm	30 Jun 2015	31 Dec 2014	30 Jun 2014
Common Equity Tier 1 capital, including profit	23,987	22,821	23,172
Total Own Funds, including profit	31,010	30,049	28,867

Note 11, continued

Minimum capital requirement and REA

EURm	30 Jun 2015 Minimum Capital requirement	30 Jun 2015 REA	31 Dec 2014 Minimum Capital requirement	31 Dec 2014 REA	30 Jun 2014 Minimum Capital requirement	30 Jun 2014 REA
Credit risk	**9,390**	**117,383**	**9,522**	**119,029**	**9,779**	**122,241**
- of which counterparty credit risk	758	9,473	843	10,535	697	8,717
IRB	8,287	103,590	8,451	105,637	8,486	106,083
- of which corporate	5,538	69,227	5,743	71,792	5,963	74,538
- of which advanced	*4,398*	*54,971*	*4,048*	*50,600*	*4,386*	*54,824*
- of which foundation	*1,140*	*14,256*	*1,695*	*21,192*	*1,577*	*19,714*
- of which institutions	724	9,047	766	9,572	736	9,202
- of which retail	1,865	23,315	1,755	21,940	1,646	20,581
- of which secured by immovable property collateral	*1,023*	*12,783*	*897*	*11,219*	*971*	*12,145*
- of which other retail	*842*	*10,532*	*858*	*10,721*	*675*	*8,436*
- of which other	160	2,001	187	2,333	141	1,762
Standardised	1,103	13,793	1,071	13,392	1,293	16,158
- of which central governments or central banks	32	396	57	717	52	655
- of which regional governments or local authorities	18	229	17	211	14	170
- of which public sector entities	3	34	2	20	1	16
- of which multilateral development banks	0	0	-	-	-	-
- of which international organisations	-	-	-	-	-	-
- of which institutions	27	342	27	338	32	402
- of which corporate	164	2,053	154	1,921	152	1,898
- of which retail	260	3,253	255	3,181	450	5,628
- of which secured by mortgages on immovable properties	240	3,004	222	2,777	239	2,982
- of which in default	14	179	12	155	29	364
- of which associated with particularly high risk	58	723	53	666	53	659
- of which covered bonds	-	-	-	-	-	-
- of which institutions and corporates with a short-term	-	-	-	-	-	-
credit assessment	-	-	-	-	-	-
- of which collective investments undertakings (CIU)	-	-	-	-	-	-
- of which equity	199	2,484	195	2,442	205	2,562
- of which other items	88	1,096	77	964	66	822
Credit Value Adjustment Risk	**165**	**2,061**	**185**	**2,308**	**273**	**3,412**
Market risk	**695**	**8,691**	**584**	**7,296**	**777**	**9,708**
- of which trading book, Internal Approach	392	4,902	312	3,898	449	5,609
- of which trading book, Standardised Approach	107	1,340	112	1,402	155	1,931
- of which banking book, Standardised Approach	196	2,449	160	1,996	173	2,168
Operational risk	**1,363**	**17,031**	**1,347**	**16,842**	**1,347**	**16,842**
Standardised	1,363	17,031	1,347	16,842	1,347	16,842
Additional risk exposure amount due to Article 3 CRR	**368**	**4,600**	-	-	-	-
Sub total	**11,981**	**149,766**	**11,638**	**145,475**	**12,176**	**152,203**
Adjustment for Basel I floor						
Additional capital requirement according to Basel I floor	6,028	75,350	5,995	74,938	5,195	64,932
Total	**18,009**	**225,116**	**17,633**	**220,413**	**17,371**	**217,135**

Minimum Capital Requirement & Capital Buffers

Percentage	**Minimum Capital requirem**	**Capital Buffers** CCoB	**CCyB**	**SII**	**SRB**	**Capital Buffers total**	**Total**
Common Equity Tier 1 capital	4.5	2.5	0.2		3.0	5.7	**10.2**
Tier 1 capital	6.0	2.5	0.2		3.0	5.7	**11.7**
Own funds	8.0	2.5	0.2		3.0	5.7	**13.7**
EURm							
Common Equity Tier 1 capital	6,739	3,744	373		4,493	8,610	**15,350**
Tier 1 capital	8,986	3,744	373		4,493	8,610	**17,596**
Own funds	11,981	3,744	373		4,493	8,610	**20,592**

Common Equity Tier 1 available to meet Capital Buffers

Percentage points of REA	30 Jun 2015	31 Dec 2014	30 Jun 2014
Common Equity Tier 1 capital[1]	11.1	11.2	N/A

[1] Including profit of the period.

Note 11, continued

Capital ratios

Percentage	30 Jun 2015	31 Dec 2014	30 Jun 2014
Common Equity Tier 1 capital ratio, including profit	16.0	15.7	15.2
Tier 1 ratio, including profit	17.9	17.6	16.2
Total capital ratio, including profit	20.7	20.7	19.0
Common Equity Tier 1 capital ratio, excluding profit	15.6	15.3	14.9
Tier 1 ratio, excluding profit	17.5	17.2	15.9
Total Capital ratio, excluding profit	20.3	20.3	18.6

Capital ratios including Basel I floor

Percentage	30 Jun 2015	31 Dec 2014	30 Jun 2014
Common Equity Tier 1 capital ratio, including profit	10.8	10.5	10.8
Tier 1 ratio, including profit	12.1	11.8	11.5
Total capital ratio, including profit	13.9	13.8	13.4
Common Equity Tier 1 capital ratio, excluding profit	10.5	10.3	10.5
Tier 1 ratio, excluding profit	11.8	11.5	11.3
Total Capital ratio, excluding profit	13.6	13.5	13.2

Leverage ratio[1]	30 Jun 2015	31 Dec[2] 2014	30 Jun 2014
Tier 1 capital, transitional definition, EURm	26,267	25,382	24,197
Leverage ratio exposure, EURm	592,384	590,759	574,077
Leverage ratio, percentage	4.4	4.3	4.2

1. Q2 2015 based on end of month. Q4 2014 and Q2 2014 leverage ratio and volumes based on three month average according to local FSA reporting process.
2. Including profit of the period.

Credit risk exposures for which internal models are used, split by rating grade

	On-balance exposure, EURm	Off-balance exposure, EURm	Exposure value (EAD), EURm[1]	Of which EAD for off-balance, EURm	Exposure-weighted average risk weight:
Corporate, foundation IRB:	15,836	4,465	31,035	938	46
- of which rating grades 6	*2,106*	*249*	*5,437*	*114*	*17.3*
- of which rating grades 5	*4,247*	*1,172*	*9,108*	*284*	*31.0*
- of which rating grades 4	*6,055*	*1,712*	*11,981*	*383*	*56.7*
- of which rating grades 3	*2,002*	*877*	*2,951*	*106*	*86.2*
- of which rating grades 2	*218*	*82*	*333*	*7*	*138.2*
- of which rating grades 1	*34*	*17*	*37*	*0*	*164.9*
- of which unrated	*682*	*238*	*560*	*23*	*112.5*
- of which defaulted	*492*	*118*	*628*	*21*	*0.0*
Corporate, advanced IRB:	116,828	67,680	141,135	28,372	39
- of which rating grades 6	*12,786*	*6,669*	*14,829*	*3,291*	*9.4*
- of which rating grades 5	*23,999*	*25,021*	*34,449*	*10,658*	*22.8*
- of which rating grades 4	*57,214*	*28,717*	*67,517*	*11,715*	*40.6*
- of which rating grades 3	*14,851*	*5,189*	*16,285*	*2,062*	*56.7*
- of which rating grades 2	*2,510*	*822*	*2,544*	*307*	*101.4*
- of which rating grades 1	*414*	*77*	*400*	*26*	*116.9*
- of which unrated	*1,068*	*728*	*1,251*	*313*	*66.9*
- of which defaulted	*3,986*	*457*	*3,860*		*134.2*
Institutions, foundation IRB:	36,910	3,709	46,634	1,164	19
- of which rating grades 6	*14,299*	*839*	*16,516*	*328*	*10.9*
- of which rating grades 5	*22,003*	*1,118*	*28,002*	*351*	*20.9*
- of which rating grades 4	*443*	*1,195*	*1,749*	*353*	*54.5*
- of which rating grades 3	*82*	*335*	*254*	*85*	*113.1*
- of which rating grades 2	*48*	*144*	*34*	*26*	*189.5*
- of which rating grades 1	*2*	*13*	*5*	*3*	*258.9*
- of which unrated	*33*	*65*	*74*	*18*	*128.7*
- of which defaulted					
Retail, of which secured by real estate:	133,509	7,153	138,902	5,393	9
- of which scoring grades A	*81,920*	*5,725*	*86,311*	*4,390*	*3.5*
- of which scoring grades B	*30,550*	*975*	*31,297*	*746*	*8.1*
- of which scoring grades C	*12,642*	*277*	*12,808*	*167*	*16.0*
- of which scoring grades D	*4,072*	*118*	*4,136*	*65*	*31.3*
- of which scoring grades E	*1,890*	*43*	*1,907*	*17*	*63.3*
- of which scoring grades F	*939*	*8*	*943*	*4*	*87.4*
- of which not scored	*82*	*3*	*84*	*2*	*32.3*
- of which defaulted	*1,414*	*4*	*1,416*	*2*	*130.0*
Retail, of which other retail:	27,171	13,356	34,693	8,570	30.4
- of which scoring grades A	*7,249*	*7,073*	*11,578*	*4,508*	*9.1*
- of which scoring grades B	*6,766*	*3,122*	*8,531*	*2,019*	*19.2*
- of which scoring grades C	*4,261*	*1,588*	*5,064*	*1,073*	*31.7*
- of which scoring grades D	*2,992*	*850*	*3,361*	*562*	*38.3*
- of which scoring grades E	*2,907*	*327*	*3,037*	*201*	*40.9*
- of which scoring grades F	*1,920*	*147*	*1,930*	*93*	*55.4*
- of which not scored	*110*	*123*	*173*	*41*	*46.4*
- of which defaulted	*966*	*126*	*1,019*	*73*	*250.4*
Other non credit-obligation assets:	2,302	99	2,001	38	100.0

Nordea does not have the following IRB exposure classes: equity exposures, items representing securitisation positions, central governments and central banks, qualifying revolving retail.

1 Includes EAD for on-balance, off-balance, derivatives and securities financing.

Note 11, continued

Capital requirements for market risk

	Trading book, IM		**Trading book, SA**		**Banking book, SA**		**Total**	
EURm	REA	Capital requirement	REA	Capital requirement	REA	Capital requirement	REA	Capital requirement
Interest rate risk & other[1]	2,013	161	1,160	92	-	-	3,173	253
Equity risk	205	16	159	13	-	-	364	29
Foreign exchange risk	466	37	-	-	2,449	196	2,915	233
Commodity risk	-	-	20	2	-	-	20	2
Settlement risk	-	-	1	0	-	-	1	0
Diversification effect	-701	-56	-	-	-	-	-701	-56
Stressed Value-at-Risk	1,797	144	-	-	-	-	1,797	144
Incremental Risk Measure	714	57	-	-	-	-	714	57
Comprehensive Risk Measure	408	33	-	-	-	-	408	33
Total	**4,902**	**392**	**1,340**	**107**	**2,449**	**196**	**8,691**	**695**

[1] Interest rate risk column Trading book IA includes both general and specific interest rate risk which is elsewhere referred to as interest rate VaR and credit spread VaR.

Note 12 Discontinued operations and disposal groups held for sale

EURm	Q2 2015	Q2 2014	Jan-Jun 2015	Jan-Jun 2014	Full year 2014
Net interest income	-	1	-	28	28
Net fee and commission income	-	-2	-	-1	0
Other operating income	-	-19	-	-16	-16
Total operating income	**-**	**-20**	**-**	**11**	**12**
Total operating expenses	-	-2	-	-30	-30
Net loan losses	-	2	-	-5	-6
Operating profit	**-**	**-20**	**-**	**-24**	**-24**
Income tax expense	-	0	-	-1	-1
Net profit for the period from discontinued	**-**	**-20**	**-**	**-25**	**-25**
Net result for the period recognised on the measurement at fair value	-	-19	-	-19	-19
Transaction and transition cost (including cost to sell)	-	-10	-	-10	-10
Net profit for the period from discontinued operations after measurement at fair value less cost to sell	**-**	**-49**	**-**	**-54**	**-54**
Basic earnings per share from discontinued operations, EUR	-	-0.01	-	-0.01	-0.01
Diluted earnings per share from discontinued operations, EUR	-	-0.01	-	-0.01	-0.01

Balance sheet - Condensed

EURm	30 Jun 2015	30 Jun 2014
Assets		
Investment in associated undertakings	-	95
Total other assets	-	41
Total assets held for sale	**-**	**136**
Liabilities		
Total other liabilities	-	36
Total liabilities held for sale	**-**	**36**

Discontinued operations and assets/liabilities held for sale relate to Nordea's earlier announced decision to divest its Polish banking, financing and life insurance operations, including Nordea Bank Polska S.A., Nordea Finance Polska S.A. and Nordea Polska Towarzystwo Ubezpieczen na Zycie S.A., to PKO Bank Polski. All regulatory approvals were received and the transaction closed during the second quarter 2014, when also the operations were derecognised. During the second quarter 2015 the scope of discontinued operations has changed and the IT-operations earlier classified as discontinued operations have been reclassified to continuing operations. The disposal group is excluded from Note 2 "Segment reporting" as this is not part of the reporting to the Chief Operating Decision Maker (CODM). The majority of the business was previously reported in the Retail Banking Poland segment. The impact from discontinued operations on other comprehensive income can be found in the statement of comprehensive income.

Note 13 Risks and uncertainties

Nordea's revenue base reflects the Group's business with a large and diversified customer base, comprising household customers, corporate customers and financial institutions, representing different geographic areas and industries.

Nordea's main risk exposure is credit risk. The Group also assumes risks such as market risk, liquidity risk, operational risk, compliance risk and life insurance risk. For further information on risk composition, see the 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 medium term.

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.

Business definitions

Return on equity
Net profit for the year excluding non-controlling interests as a percentage of average equity for the year. Average equity including net profit for the year and dividend until paid, non-controlling interests excluded.

Total shareholders return (TSR)
Total shareholders return measured as growth in the value of a shareholding during the year, assuming the dividends are reinvested at the time of the payment to purchase additional shares.

Risk-adjusted profit
Risk-adjusted profit is defined as total income minus total operating expenses, minus Expected losses and standard tax. In addition, Risk-adjusted profit excludes major non-recurring items.

Tier 1 capital
The Tier 1 capital of an institution consists of the sum of the Common equity tier 1 capital and Additional Tier 1 capital of the institution. Common equity tier 1 capital includes consolidated shareholders' equity excluding investments in insurance companies, proposed dividend, deferred tax assets, intangible assets in the banking operations, the full expected shortfall deduction (the negative difference between expected losses and provisions) and finally other deductions such as cash flow hedges.

Tier 1 capital ratio
Tier 1 capital as a percentage of risk exposure amount. The Common equity tier 1 capital ratio is calculated as Common equity tier 1 capital as a percentage of risk exposure amount.

Loan loss ratio
Net loan losses (annualised) divided by quarterly closing balance of loans to the public (lending).

Impairment rate, gross
Individually assessed impaired loans before allowances divided by total loans before allowances.

Impairment rate, net
Individually assessed impaired loans after allowances divided by total loans before allowances.

Total allowance rate
Total allowances divided by total loans before allowances.

Allowances in relation to impaired loans
Allowances for individually assessed impaired loans divided by individually assessed impaired loans before allowances.

Total allowances in relation to impaired loans (provisioning ratio)
Total allowances divided by total impaired loans before allowances.

Non-performing, not impaired
Past due loans, not impaired due to future cash flows (included in Loans, not impaired).

Expected losses
Expected losses reflect the normalised loss level of the individual loan exposure over a business cycle as well as various portfolios.

Economic capital
Economic Capital is Nordea's internal estimate of required capital and measures the capital required to cover unexpected losses in the course of its business with a certain probability. EC uses advanced internal models to provide a consistent measurement for Credit Risk, Market Risk, Operational Risk, Business Risk and Life Insurance Risk arising from activities in Nordea's various business areas. The aggregation of risks across the group gives rise to diversification effects resulting from the differences in risk drivers and the improbability that unexpected losses occur simultaneously.

RAROCAR
RAROCAR, % (Risk-adjusted return on capital at risk) is defined as Risk-adjusted profit in percentage of Economic capital.

ROCAR
ROCAR, % (Return on Capital at Risk) is defined as Net profit in percentage of Economic capital. For Business areas it is defined as Operating profit after standard tax in percentage of Economic capital.

For a list of further business definitions, see the Annual Report.

Nordea Bank AB (publ)

Accounting policies

The financial statements for the parent company, Nordea Bank AB (publ), are prepared in accordance with the Swedish Annual Accounts Act for Credit Institutions and Securities Companies (1995:1559) and the accounting regulations of the Swedish Financial Supervisory Authority (FFFS 2008:25, with amendments in FFFS 2009:11, 2011:54, 2013:2, 2013:24 and 2014:18). This means that the parent company applies International Financial Reporting Standards (IFRS) as endorsed by the EU Commission to the extent possible within the framework of Swedish accounting legislation and considering the close tie between financial reporting and taxation.

The disclosures in this interim report follow the interim reporting requirements in the Swedish Annual Accounts Act for Credit Institutions and Securities Companies (1995:1559) and the accounting regulations of the Swedish Financial Supervisory Authority (FFFS 2008:25, with amendments in FFFS 2009:11, 2011:54, 2013:2, 2013:24 and 2014:18). More information can be found in the Group's interim report.

Changed accounting policies and presentation

The accounting policies, basis for calculations and presentation are, in all material aspects, unchanged in comparison with the 2014 Annual Report.

The Swedish Financial Reporting Board has amended the accounting recommendation for legal entities by issuing "RFR 2 Accounting for Legal Entities – January 2015". These amendments were implemented by the parent company 1 January 2015, as a consequence of applying FFFS 2008:25, but have not had any significant impact on the parent company's financial statements.

Other changes implemented by the parent company 1 January 2015 can be found in section "Changed accounting policies and presentation" in Note 1 for the Group. The conclusions within this section are also, where applicable, relevant for the parent company.

Impact on capital adequacy from new or amended IFRS standards

The IASB has issued "Amendments to IAS 27, Equity method in Separate Financial Statements" which allows the equity method when accounting for investments in subsidiaries, joint ventures and associated companies. These amendments have not yet been implemented by the parent company and it has not yet been communicated whether the equity method will be allowed also according to FFFS 2008:25. Nordea's expectation is that the amendments will not have any significant impact on the parent company's financial statements, capital adequacy or large exposures in the period of initial application.

Other, forthcoming changes in IFRS not yet implemented by the parent company can be found in the section "Impact on capital adequacy from new or amended IFRS standards" in Note 1 for the Group. The conclusions within this section are also, where applicable, relevant for the parent company.

Nordea Bank AB (publ)

Income statement

EURm	Q2 2015	Q2 2014	Jan-Jun 2015	Jan-Jun 2014	Full year 2014
Operating income					
Interest income	*412*	*526*	*845*	*1,020*	*1,942*
Interest expense	*-257*	*-349*	*-527*	*-695*	*-1,293*
Net interest income	155	177	318	325	649
Fee and commission income	*278*	*256*	*561*	*543*	*1,093*
Fee and commission expense	*-70*	*-73*	*-138*	*-135*	*-273*
Net fee and commission income	208	183	423	408	820
Net result from items at fair value	-5	35	74	91	186
Dividends	0	1	261	351	2,333
Other operating income	162	468	321	613	975
Total operating income	**520**	**864**	**1,397**	**1,788**	**4,963**
Operating expenses					
General administrative expenses:					
Staff costs	-276	-292	-560	-544	-1,070
Other expenses	-211	-236	-413	-460	-904
Depreciation, amortisation and impairment charges of tangible and intangible assets	-31	-34	-62	-65	-261
Total operating expenses	**-518**	**-562**	**-1,035**	**-1,069**	**-2,235**
Profit before loan losses	**2**	**302**	**362**	**719**	**2,728**
Net loan losses	-26	-14	-27	-41	-98
Impairment of securities held as financial non-current assets	-	-	-	-	-15
Operating profit	**-24**	**288**	**335**	**678**	**2,615**
Appropriations	-	-	-	-	-1
Income tax expense[1]	-74	-2	-94	-12	-189
Net profit for the period	**-98**	**286**	**241**	**666**	**2,425**

[1] Includes an adjustment related to prior years amounting to EUR 94m in Q2 2015.

Nordea Bank AB (publ)

Balance sheet

EURm	30 Jun 2015	31 Dec 2014	30 Jun 2014
Assets			
Cash and balances with central banks	73	931	395
Treasury bills	5,371	5,035	4,951
Loans to credit institutions	103,094	86,704	89,283
Loans to the public	45,847	39,809	40,382
Interest-bearing securities	12,102	11,321	11,003
Financial instruments pledged as collateral	211	43	238
Shares	4,898	6,061	4,722
Derivatives	5,429	5,981	4,568
Fair value changes of the hedged items in portfolio hedge of interest rate risk	0	1	-15
Investments in group undertakings	17,791	16,986	17,514
Investments in associated undertakings	7	7	7
Intangible assets	887	758	798
Properties and equipment	140	119	141
Deferred tax assets	7	14	25
Current tax assets	102	50	118
Other assets	2,724	3,727	1,413
Prepaid expenses and accrued income	860	884	1,100
Total assets	**199,543**	**178,431**	**176,643**
Liabilities			
Deposits by credit institutions	30,183	27,452	30,552
Deposits and borrowings from the public	57,719	49,367	49,259
Debt securities in issue	75,309	63,280	64,348
Derivatives	4,046	4,653	3,219
Fair value changes of the hedged items in portfolio hedge of interest rate risk	1,127	1,368	1,149
Current tax liabilities	12	4	2
Other liabilities	4,108	2,895	1,685
Accrued expenses and prepaid income	768	642	1,121
Deferred tax liabilities	-	0	0
Provisions	196	206	240
Retirement benefit obligations	175	171	163
Subordinated liabilities	7,491	7,728	6,011
Total liabilities	**181,134**	**157,766**	**157,749**
Untaxed reserves	**4**	**4**	**3**
Equity			
Share capital	4,050	4,050	4,050
Share premium reserve	1,080	1,080	1,080
Other reserves	-14	-5	-7
Retained earnings	13,289	15,536	13,768
Total equity	**18,405**	**20,661**	**18,891**
Total liabilities and equity	**199,543**	**178,431**	**176,643**
Assets pledged as security for own liabilities	1,611	3,946	2,215
Other assets pledged	7,506	9,238	7,375
Contingent liabilities	71,920	71,103	70,679
Credit commitments[1]	25,403	23,824	24,000

[1] Including unutilised portion of approved overdraft facilities of EUR 14,597m (31 Dec 2014: EUR 14,114m, 30 Jun 2014: EUR 13,539m).

Nordea Bank AB (publ)

Note 1 Capital adequacy

These figures are according to part 8 of CRR, in Sweden implemented in FFFS 2014:12

Summary of items included in own funds

EURm	30 Jun 2015	31 Dec[3] 2014	30 Jun 2014
Calculation of own funds			
Equity in the consolidated situation	18,163	20,661	18,225
Proposed/actual dividend	-	-2,501	-
Common Equity Tier 1 capital before regulatory adjustments	18,163	18,160	18,225
Deferred tax assets	-	-	-
Intangible assets	-887	-758	-798
IRB provisions shortfall (-)	-	-	-
Deduction for investments in credit institutions (50%)[2]	-	-	-
Pension assets in excess of related liabilities[1]	-	-	-
Other items, net	-36	-238	-257
Total regulatory adjustments to Common Equity Tier 1 capital	-923	-996	-1,055
Common Equity Tier 1 capital (net after deduction)	**17,240**	**17,164**	**17,170**
Additional Tier 1 capital before regulatory adjustments	2,920	2,800	1,576
Total regulatory adjustments to Additional Tier 1 capital	-30	-32	
Additional Tier 1 capital	2,890	2,768	1,576
Tier 1 capital (net after deduction)	**20,130**	**19,932**	**18,746**
Tier 2 capital before regulatory adjustments	4,437	4,731	4,435
IRB provisions excess (+)/shortfall (-)	-	55	-
Deduction for investments in credit institutions (50%)	-	-	-
Deductions for investments in insurance companies	-509	-505	-514
Pension assets in excess of related liabilities	-	-	-
Other items, net	-44	-45	-
Total regulatory adjustments to Tier 2 capital	-491	-495	-461
Tier 2 capital	3,946	4,236	3,974
Own funds (net after deduction)[2]	**24,076**	**24,168**	**22,720**

1 Based on conditional FSA approval

2 Own Funds adjusted for IRB provision, i.e. adjusted own funds equal 24,013m by 30 Jun 2015

3 Including profit

Own Funds including profit

EURm	30 Jun 2015	31 Dec 2014	30 Jun 2014
Common Equity Tier 1 capital, including profit	17,291	17,164	17,835
Total Own Funds, including profit	24,126	24,168	23,386

Note 1, continued

Minimum capital requirement and REA

EURm	30 Jun 2015 Minimum Capital requirement	30 Jun 2015 REA	31 Dec 2014 Minimum Capital requirement	31 Dec 2014 REA	30 Jun 2014 Minimum Capital requirement	30 Jun 2014 REA
Credit risk	**6,413**	**80,158**	**5,759**	**71,986**	**5,960**	**74,501**
- of which counterparty, credit risk	134	1,677	100	1,249	85	1,063
IRB	2,809	35,113	2,674	33,429	2,826	35,321
- of which corporate	2,320	28,996	2,130	26,622	2,368	29,600
- of which advanced	1,639	20,483	1,461	18,257	1,675	20,934
- of which foundation	681	8,513	669	8,365	693	8,667
- of which institutions	278	3,473	302	3,777	242	3,028
- of which retail	151	1,888	148	1,854	165	2,059
- of which secured by immovable property collateral	7	86	7	86	14	168
- of which other retail	144	1,802	141	1,768	151	1,891
- of which other	60	756	94	1,176	51	634
Standardised	3,604	45,045	3,085	38,557	3,134	39,180
- of which central governments or central banks	7	85	14	174	8	109
- of which regional governments or local authorities	2	20	1	8	1	8
- of which public sector entities	-	-	-	-	-	-
- of which multilateral development banks	-	-	-	-	-	-
- of which international organisations	-	-	-	-	-	-
- of which institutions	1,466	18,324	1,319	16,481	1,309	16,365
- of which corporate	76	954	57	718	84	1,054
- of which retail	27	339	28	345	29	356
- of which secured by mortgages on immovable properties	219	2,740	202	2,530	200	2,507
- of which in default	5	60	5	60	7	82
- of which associated with particularly high risk	-	-	-	-	-	-
- of which covered bonds	-	-	0	0	-	-
- of which institutions and corporates with a short-term cre	-	-	-	-	-	-
- of which collective investments undertakings (CIU)	-	-	-	-	-	-
- of which equity	1,799	22,490	1,451	18,139	1,494	18,679
- of which other items	3	33	8	102	1	13
Credit Value Adjustment Risk	**14**	**178**	**14**	**172**	**14**	**171**
Market risk	**257**	**3,207**	**218**	**2,724**	**211**	**2,635**
- of which trading book, Internal Approach	61	763	42	524	54	679
- of which trading book, Standardised Approach	3	30	2	26	11	133
- of which banking book, Standardised Approach	193	2,414	174	2,174	146	1,823
Operational risk	**378**	**4,730**	**322**	**4,028**	**322**	**4,028**
Standardised	378	4,730	322	4,028	322	4,028
Sub total	**7,062**	**88,273**	**6,313**	**78,910**	**6,507**	**81,335**
Adjustment for Basel I floor						
Additional capital requirement according to Basel I floor	-	-	-	-	-	-
Total	**7,062**	**88,273**	**6,313**	**78,910**	**6,507**	**81,335**

Minimum Capital Requirement & Capital Buffers

Percentage	**Minimum Capital requirement**	**Capital Buffers**				**Capital Buffers total**	**Total**
		CCoB	**CCyB**	**SII**	**SRB**		
Common Equity Tier 1 capital	4.5	2.5	0.1			2.6	**7.1**
Tier 1 capital	6.0	2.5	0.1			2.6	**8.6**
Own funds	8.0	2.5	0.1			2.6	**10.6**
EURm							
Common Equity Tier 1 capital	3,972	2,207	82			2,289	**6,262**
Tier 1 capital	5,296	2,207	82			2,289	**7,586**
Own funds	7,062	2,207	82			2,289	**9,351**

Common Equity Tier 1 available to meet Capital Buffers

Percentage points of REA	30 Jun 2015	31 Dec 2014	30 Jun 2014
Common Equity Tier 1 capital[1]	15.0	17.3	N/A

1 Including profit of the period.

Note 1, continued

Capital ratios

Percentage	30 Jun 2015	31 Dec 2014	30 Jun 2014
Common Equity Tier 1 capital ratio, including profit	19.6	21.8	21.9
Tier 1 ratio, including profit	22.9	25.3	23.9
Total Capital ratio, including profit	27.3	30.6	28.8
Common Equity Tier 1 capital ratio, excluding profit and dividend	19.5	21.9	21.1
Tier 1 ratio, excluding profit and dividend	22.8	25.4	23.0
Total Capital ratio, excluding profit and dividend	27.3	30.7	27.9

Capital ratios including Basel I floor

Percentage	30 Jun 2015	31 Dec 2014	30 Jun 2014
Common Equity Tier 1 capital ratio, including profit	19.6	21.8	21.9
Tier 1 ratio, including profit	22.9	25.3	23.9
Total Capital ratio, including profit	27.3	30.6	28.7
Common Equity Tier 1 capital ratio, excluding profit and dividend	19.5	21.9	21.1
Tier 1 ratio, excluding profit and dividend	22.8	25.4	23.0
Total Capital ratio, excluding profit and dividend	27.2	30.7	27.9

Leverage ratio[1]	30 Jun 2015	31 Dec[2] 2014	30 Jun 2014
Tier 1 capital, transitional definition, EURm	20,130	20,047	18,829
Leverage ratio exposure, EURm	244,325	225,148	225,461
Leverage ratio, percentage	8.2	8.9	8.4

1. Q2 2015 based on end of month. Q4 2014 and Q2 2014 leverage ratio and volumes based on three month average according to local FSA reporting process

2. Including profit of the period

Credit risk exposures for which internal models are used, split by rating grade

	On-balance exposure, EURm	Off-balance exposure, EURm	Exposure value (EAD), EURm[1]	Of which EAD for off-balance, EURm	Exposure-weighted average risk weight:
Corporate, foundation IRB:	5,135	11,684	16,880	10,885	50.4
- of which rating grades 6	*1,779*	*496*	*2,213*	*426*	*19.4*
- of which rating grades 5	*1,381*	*3,476*	*4,978*	*3,140*	*33.7*
- of which rating grades 4	*1,194*	*6,316*	*7,631*	*6,010*	*59.4*
- of which rating grades 3	*307*	*1,176*	*1,385*	*1,105*	*95.7*
- of which rating grades 2	*62*	*128*	*194*	*122*	*156.1*
- of which rating grades 1	*1*	*2*	*2*	*2*	*250.6*
- of which unrated	*173*	*16*	*188*	*10*	*127.7*
- of which defaulted	*238*	*74*	*289*	*70*	*0.0*
Corporate, advanced IRB:	26,307	33,931	47,452	21,685	43.2
- of which rating grades 6	*699*	*1,705*	*1,695*	*1,048*	*12.3*
- of which rating grades 5	*6,450*	*12,322*	*13,226*	*6,818*	*24.9*
- of which rating grades 4	*15,468*	*15,829*	*25,805*	*10,577*	*44.7*
- of which rating grades 3	*2,629*	*3,065*	*5,083*	*2,534*	*65.5*
- of which rating grades 2	*597*	*470*	*919*	*432*	*122.8*
- of which rating grades 1	*53*	*63*	*81*	*35*	*151.4*
- of which unrated	*159*	*334*	*342*	*192*	*83.5*
- of which defaulted	*252*	*143*	*301*		*192.2*
Institutions, foundation IRB:	14,891	1,097	16,841	382	20.6
- of which rating grades 6	*6,714*	*323*	*7,110*	*39*	*9.0*
- of which rating grades 5	*7,950*	*391*	*9,248*	*100*	*27.3*
- of which rating grades 4	*185*	*345*	*446*	*241*	*59.5*
- of which rating grades 3	*25*	*35*	*27*	*2*	*97.8*
- of which rating grades 2	*8*	*1*	*0*	*0*	*173.8*
- of which rating grades 1	*0*		*0*		*239.3*
- of which unrated	*9*	*2*	*10*	*0*	*159.1*
- of which defaulted					
Retail, of which secured by real estate:	845	282	1,056	211	8.2
- of which scoring grades A	*331*	*133*	*431*	*100*	*2.9*
- of which scoring grades B	*285*	*85*	*348*	*64*	*6.9*
- of which scoring grades C	*175*	*54*	*215*	*40*	*13.6*
- of which scoring grades D	*44*	*10*	*51*	*7*	*24.4*
- of which scoring grades E					
- of which scoring grades F	*3*	*0*	*3*	*0*	*64.4*
- of which not scored	*1*	*0*	*1*	*0*	*22.4*
- of which defaulted	*6*	*0*	*7*	*0*	*89.3*
Retail, of which other retail:	3,570	2,757	5,519	1,951	32.6
- of which scoring grades A	*1,107*	*1,477*	*2,171*	*1,064*	*10.7*
- of which scoring grades B	*1,177*	*671*	*1,655*	*479*	*23.0*
- of which scoring grades C	*655*	*372*	*908*	*253*	*38.0*
- of which scoring grades D	*281*	*161*	*385*	*105*	*48.7*
- of which scoring grades E	*159*	*46*	*189*	*30*	*53.9*
- of which scoring grades F	*76*	*13*	*85*	*9*	*80.3*
- of which not scored	*7*	*7*	*11*	*4*	*54.7*
- of which defaulted	*108*	*10*	*115*	*7*	*417.5*
Other non credit-obligation assets:	756	12	756	0	100.0

Nordea does not have the following IRB exposure classes: equity exposures, items representing securitisation positions, central governments and central banks, qualifying revolving retail.

1 Includes EAD for on-balance, off-balance, derivatives and securities financing.

Note 1, continued

Capital requirements for market risk

	Trading book, IM		**Trading book, SA**		**Banking book, SA**			**Total**
EURm	REA	Capital requirement	REA	Capital requirement	REA	Capital requirement	REA	Capital requirement
Interest rate risk & other[1]	12	1	0	0	-	-	12	1
Equity risk	153	12	30	3	-	-	183	15
Foreign exchange risk	22	2	-	-	2,414	193	2,436	195
Commodity risk	-	-	-	-	-	-	-	
Settlement risk	-	-	0	0	0	0	0	0
Diversification effect	-5	0	-	-	-	-	-5	0
Stressed Value-at-Risk	-	-	-	-	-	-	-	
Incremental Risk Measure	506	40	-	-	-	-	506	40
Comprehensive Risk Measure	75	6	-	-	-	-	75	6
Total	**763**	**61**	**30**	**3**	**2,414**	**193**	**3,207**	**257**

1 Interest rate risk column Trading book IA includes both general and specific interest rate risk which is elsewhere referred to as interest rate VaR and credit spread VaR.

For further information:

- A press conference with management will be held on 16 July at 10.30 CET, at Smålandsgatan 17, Stockholm.
- An international telephone conference for analysts with management will be held on 16 July at 14.30 CET. Please dial +44(0)20 3427 1904, confirmation code 6812385#, no later than ten minutes in advance. The telephone conference can be viewed live on www.nordea.com. An indexed on-demand version will also be available on www.nordea.com. A replay will be available until 23 July by dialling +44(0)20 3427 0598, access code 6812385#.
- An analyst and investor presentation will be held in London on 17 July at 08.00 local time at The Langham, 1c Portland Place, Regent Street, London
- This quarterly report, an investor presentation and a fact book are available on www.nordea.com.

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Financial calendar

21 October 2015 – Third quarter results 2015 (silent period starts 7 October 2015)

The Board of Directors and the President and Group CEO certify that the half-year interim report provides a fair overview of the Parent Company's and the Group's operations, their financial position and result, and describes material risks and uncertainties that the Parent Company and other companies in the Group are facing.

Stockholm 16 July 2015

Björn Wahlroos
Chairman

Marie Ehrling
Vice Chairman

Kari Ahola
Board member[1]

Tom Knutzen
Board member

Robin Lawther
Board member

Toni H. Madsen
Board member[1]

Lars G Nordström
Board member

Lars Oddestad
Board member[1]

Sarah Russell
Board member

Silvija Seres
Board member

Kari Stadigh
Board member

Birger Steen
Board member

Christian Clausen
President and Group CEO

[1] Employee representative

This report is published in one additional language version, in Swedish. In the event of any inconsistencies between the Swedish language version and this English version, the English version shall prevail.

The information provided in this press release is such, which Nordea is required to disclose pursuant to the Swedish Financial Instruments Trading Act (1991:980) and/or the Swedish Securities Markets Act (2007:528).

This report contains forward-looking statements that reflect management's current views with respect to certain future events and potential financial performance. Although Nordea believes that the expectations reflected in such forward-looking statements are reasonable, no assurance can be given that such expectations will prove to have been correct. Accordingly, results could differ materially from those set out in the forward looking statements as a result of various factors. Important factors that may cause such a difference for Nordea include, but are not limited to: (i) the macroeconomic development, (ii) change in the competitive climate, (iii) change in the regulatory environment and other government actions and (iv) change in interest rate and foreign exchange rate levels. This report does not imply that Nordea has undertaken to revise these forward-looking statements, beyond what is required by applicable law or applicable stock exchange regulations if and when circumstances arise that will lead to changes compared to the date when these statements were provided.

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Report of Review of Interim Financial Information

Introduction

We have reviewed the condensed interim financial information of Nordea Bank AB (publ) as of 30 June 2015 and the six-month period then ended. The board of directors and the CEO are responsible for the preparation and presentation of the interim financial information in accordance with IAS 34 and the Swedish Annual Accounts Act for Credit Institutions and Securities Companies. Our responsibility is to express a conclusion on this half-year interim report based on our review.

Scope of Review

We conducted our review in accordance with the International Standard on Review Engagements ISRE 2410, *Review of Interim Report Performed by the Independent Auditor of the Entity*. A review consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with International Standards on Auditing, ISA, and other generally accepted auditing standards in Sweden. The procedures performed in a review do not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the half-year interim report is not prepared, in all material respects, in accordance with IAS 34 and the Swedish Annual Accounts Act for Credit Institutions and Securities Companies, regarding the Group, and with the Swedish Annual Accounts Act for Credit Institutions and Securities Companies, regarding the parent company.

Stockholm, 16 July 2015

Öhrlings PricewaterhouseCoopers AB

Peter Clemedtson
Authorized Public Accountant
Lead Partner

Catarina Ericsson
Authorized Public Accountant