

7 December 2010

DnB NOR Bank ASA

Issue of EUR 10,000,000 Fixed to CMS linked Notes due December 2027

**under the
€45,000,000,000 Euro Medium Term Note Programme**

PART A – CONTRACTUAL TERMS

Terms used herein shall be deemed to be defined as such for the purposes of the Conditions set forth in the Prospectus dated 7 September 2010 which constitutes a base prospectus for the purposes of Directive 2003/71/EC (the "**Prospectus Directive**"). This document constitutes the Final Terms of the Notes described herein for the purposes of Article 5.4 of the Prospectus Directive and must be read in conjunction with the Prospectus. Full information on the Issuer and the offer of the Notes is only available on the basis of the combination of these Final Terms and the Prospectus. The Prospectus is available for viewing on the website of the Luxembourg Stock Exchange at www.bourse.lu and copies may be obtained from DnB NOR Bank ASA, Stranden 21, Aker Brygge, 0021 Oslo, Norway and from Citibank, N.A., London Branch, Citigroup Centre, Canada Square, Canary Wharf, London E14 5LB, United Kingdom and from KBL European Private Bankers S.A., 43 Boulevard Royal, L-2955 Luxembourg.

- | | | |
|----|-----------------------------------|--|
| 1. | Issuer: | DnB NOR Bank ASA |
| 2. | (i) Series Number: | 553 |
| | (ii) Tranche Number: | 1 |
| 3. | Specified Currency or Currencies: | Euro (" EUR ") |
| 4. | Aggregate Nominal Amount: | |
| | Series: | EUR 10,000,000 |
| | Tranche: | EUR 10,000,000 |
| 5. | Issue Price: | 99.70 per cent. of the Aggregate Nominal Amount |
| 6. | (i) Specified Denominations: | EUR 50,000 |
| | (ii) Calculation Amount: | EUR 50,000 |
| 7. | (i) Issue Date: | 9 December 2010 |
| | (ii) Interest Commencement Date: | Issue Date |
| 8. | Maturity Date: | Interest Payment Date falling in or nearest to December 2027 |
| 9. | Interest Basis: | Years 1 – 2:
4.50 per cent. Fixed Rate for the period from, and including, the Issue Date to, but excluding, 9 December 2012 (the " Fixed Rate Period ") (further particulars are specified below at item 15). |

Years 3 – 17:
 CMS linked for the period from, and including, 9 December 2012 to, but excluding, the Maturity Date (the "**Index Linked Rate Period**") (further particulars are specified below at item 18).

- | | | |
|-----|---|-------------------|
| 10. | Redemption/Payment Basis: | Redemption at par |
| 11. | Change of Interest Basis or Redemption/Payment Basis: | Not Applicable |
| 12. | Put/Call Options: | Not Applicable |
| 13. | Status of the Notes: | Unsubordinated |
| 14. | Method of distribution: | Non-syndicated |

PROVISIONS RELATING TO INTEREST (IF ANY) PAYABLE

- | | | |
|-----|--|---|
| 15. | Fixed Rate Note Provisions | Applicable for the Fixed Rate Period |
| | (i) Rate of Interest: | 4.50 per cent. per annum payable annually in arrear |
| | (ii) Interest Payment Date: | 9 December in each year up to and including 9 December 2012 |
| | (iii) Fixed Coupon Amount: | EUR 2,250 per Calculation Amount |
| | (iv) Broken Amount: | Not Applicable |
| | (v) Day Count Fraction (subject to paragraph 29): | Actual/Actual (ICMA) |
| | (vi) Determination Date: | 9 December in each year |
| | (vii) Other terms relating to the method of calculating interest for Fixed Rate Notes: | None |
| 16. | Floating Rate Note Provisions | Not Applicable |
| 17. | Zero Coupon Note Provisions | Not Applicable |
| 18. | Index Linked Interest Note Provisions | Applicable for the Index Linked Rate Period |
| | (i) Index/Formula: | The Rate of Interest for each Interest Period shall be determined by the Calculation Agent acting in good faith and in its sole and absolute discretion in accordance with the following formula: |

118 per cent. * 30Y EUR CMS.

Where:

"30Y EUR CMS" means the annual swap rate for Euro swap transactions with a maturity of 30 years, expressed as a percentage, which appears on the Reuters Screen ISDAFIX2 Page under the heading "EURIBOR BASIS-EUR" and above the caption "11:00AM FRANKFURT" as of 11:00 a.m (Frankfurt time) on the day that is two TARGET Settlement Days preceding the first day of each Interest Period (the **"Fixing Date"**).

"TARGET Settlement Day" means any day on which the TARGET2 System is open.

- (ii) Party responsible for calculating the Rate of Interest and Interest Amount (if not the Agent):

Landesbank Baden-Württemberg (the **"Calculation Agent"**)
Am Hauptbahnhof 2
70173 Stuttgart
Germany

The Calculation Agent shall advise each Paying Agent and the Issuer of any determination made by it as soon as practicable thereafter. The Calculation Agent shall not act as agent or trustee for the Noteholders. All quotations and determinations given or made by the Calculation Agent in relation to the Notes shall (save in the case of manifest error) be final and binding on the Issuer, the Paying Agents and the Noteholders.

- (iii) Provisions for determining Coupon where calculation by reference to Index and/or Formula is impossible or impracticable:

If 30Y EUR CMS does not appear on the Reuters Screen ISDAFIX2 Page (or such other page or service as shall replace Reuters Screen ISDAFIX2 Page) on the relevant Fixing Date, the 30Y EUR CMS will be a percentage determined on the basis of the mid-market annual swap rate quotations provided to the Calculation Agent by the Reference Banks at approximately 11.00 a.m. Frankfurt time, on such Fixing Date. For this purpose, the mid-market annual swap rate means the arithmetic mean of the bid and offered rates for the annual fixed leg, calculated on a 30/360 day count basis, of a fixed-for-floating euro interest rate swap transaction, with a term equal to 30 years commencing on the first day of the relevant Interest Period and in a Representative Amount with an acknowledged dealer of good credit in the swap market, where the floating leg, calculated on an Actual/360 day count basis, is equivalent to EUR-EURIBOR-Reuters. The Calculation Agent will request the principal office of each of the Reference Banks to provide a quotation of its rate. If at least three quotations are provided, the rate for the relevant Interest Period will be the arithmetic mean of the quotations, eliminating the highest quotation (or, in the event of equality, one of the highest) and the lowest quotation (or in the event of equality, one of the lowest).

"EUR-EURIBOR-Reuters" means the rate for deposits in euros for a period of six months which appears on the Reuters Screen EURIBOR01 Page as of 11.00. a.m., Brussels time, on the relevant Fixing Date.

If such rate does not appear on the Reuters Screen EURIBOR01 Page, EUR-EURIBOR-Reuters will be determined on the basis of the rates at which deposits in euros are offered by the Reference Banks at approximately 11.00 a.m., Brussels time, on such Fixing Date to prime banks in the Euro-zone interbank market for a period of six months commencing on the first day of the relevant Interest Period and in a Representative Amount, assuming an Actual/360 day count basis. The Calculation Agent will request the principal Euro-zone office of each of the Reference Banks to provide a quotation of its rate. If at least two quotations are provided, the rate for the relevant Interest Period will be the arithmetic mean of the quotations. If fewer than two quotations are provided as requested, the rate for the relevant Interest Period will be the arithmetic mean of the rates quoted by major banks in the Euro-zone, selected by the Calculation Agent, at approximately 11.00 a.m., Brussels time, on the first day of the relevant Interest Period for loans in Euro to leading European banks for a period of six months commencing on the first day of the relevant Interest Period and in a Representative Amount.

"Reference Banks" means four major banks in the Euro-zone interbank market, selected by the Calculation Agent.

"Representative Amount" means an amount that is representative for a single transaction in the relevant market at the relevant time.

- | | | |
|--------|--|--|
| (iv) | Specified Period/Specified Interest Payment Dates: | Specified Period: The Index Linked Rate Period starts on, and including, 9 December 2012 to, but excluding, the Maturity Date.

Specified Interest Payment Date: 9 December in each year from and including 9 December 2013 up to and including the Maturity Date. |
| (v) | Business Day Convention: | Not Applicable |
| (vi) | Additional Business Centre(s): | Not Applicable |
| (vii) | Minimum Rate of Interest: | 0.00 per cent. per annum |
| (viii) | Maximum Rate of Interest: | 7.00 per cent. per annum |
| (ix) | Day Count Fraction: | Actual/Actual ICMA |

19. Dual Currency Note Provisions Not Applicable

PROVISIONS RELATING TO REDEMPTION

20. Issuer Call Not Applicable

21. Investor Put Not Applicable

22. Final Redemption Amount: EUR 50,000 per Calculation Amount

23. Early Redemption Amount(s) payable on redemption for taxation reasons or on event of default and/or the method of calculating the same (if required or if different from that set out in Condition 6(e)): EUR 50,000 per Calculation Amount

GENERAL PROVISIONS APPLICABLE TO THE NOTES

24. Form of Notes:

(i) Form: Bearer Notes:

Temporary Bearer Global Note exchangeable for a Permanent Bearer Global Note which is exchangeable for Definitive Bearer Notes only upon an Exchange Event

(ii) New Global Note: Yes

25. Additional Financial Centre(s) or other special provisions relating to Payment Days: Not Applicable

26. Talons for future Coupons or Receipts to be attached to Definitive Notes (and dates on which such Talons mature): No.

27. Details relating to Partly Paid Notes: amount of each payment comprising the Issue Price and date on which each payment is to be made and, if different from those specified in the Temporary Bearer Global Note, consequences (if any) of failure to pay, including any right of the Issuer to forfeit the Notes and interest due on late payment: Not Applicable

28. Details relating to Instalment Notes:

(i) Instalment Amount(s): Not Applicable

(ii) Instalment Date(s): Not Applicable

29. Redenomination applicable: Redenomination not applicable

30. Other final terms: Not Applicable
31. Additional U.S. federal income tax considerations: Not Applicable

DISTRIBUTION

32. (i) If syndicated, names of Managers: Not Applicable
- (ii) Date of Subscription Agreement: Not Applicable
- (iii) Stabilising Manager(s) (if any): Not Applicable
33. If non-syndicated, name of relevant Dealer: Landesbank Baden-Württemberg
34. (i) U.S. Selling Restrictions: Reg. S Category 2; TEFRA D
- (ii) Whether sales to QIBs under Rule 144A and/or private placement sales to Institutional Accredited Investors in the United States are permitted to be made: No
35. Additional selling restrictions: Not Applicable

PURPOSE OF FINAL TERMS

These Final Terms comprise the final terms required for issue and admission to trading on the regulated market of the Bourse de Luxembourg and for listing on the Official List of the Bourse de Luxembourg of the Notes described herein pursuant to the €45,000,000,000 Euro Medium Term Note Programme of DnB NOR Bank ASA.

RESPONSIBILITY

The Issuer accepts responsibility for the information contained in these Final Terms.

Signed on behalf of DnB NOR Bank ASA:

By:  Knut Vatn
Senior Vice President

.....
Duly authorised

PART B – OTHER INFORMATION

1. LISTING AND ADMISSION TO TRADING:

- (i) Listing and admission to trading: Application has been made by the Issuer (or on its behalf) for the Notes to be admitted to trading on the regulated market of the Bourse de Luxembourg and to be listed on the Official List of the Bourse de Luxembourg with effect from 9 December 2010.
- (ii) Estimate of total expenses related to admission to trading: EUR 6,105

2. RATINGS:

The following rating reflects the rating allocated to notes of this type issued under the Programme generally:

Standard & Poor's Credit Market
Services Europe Limited: A+

Moody's Investors Service Ltd.: Aa3

Each such credit rating agency is established in the European Union and has applied for registration under Regulation (EU) No 1060/2009 (the **CRA Regulation**), although notification of the corresponding registration decision has not yet been provided by the relevant competent authority. In general, European regulated investors are restricted from using a rating for regulatory purposes if such rating is not issued by a credit rating agency established in the European Union and registered under the CRA Regulation unless the rating is provided by a credit rating agency operating in the European Union before 7 June 2010 which has submitted an application for registration in accordance with the CRA Regulation and such registration is not refused.

3. INTERESTS OF NATURAL AND LEGAL PERSONS INVOLVED IN THE ISSUE:

Save for any fees payable to the Dealer, so far as the Issuer is aware, no person involved in the issue of the Notes has an interest material to the offer.

4. REASONS FOR THE OFFER, ESTIMATED NET PROCEEDS AND TOTAL EXPENSES:

Not Applicable

5. YIELD: (*Fixed Rate Notes only*) Not Applicable

6. PERFORMANCE OF INDEX/FORMULA/OTHER VARIABLE, EXPLANATION OF EFFECT ON VALUE OF INVESTMENT AND ASSOCIATED RISKS AND OTHER INFORMATION CONCERNING THE UNDERLYING: (*Index Linked Notes only*)

Details of past and future performance and volatility of 30Y EUR CMS can be obtained from the Reuters Screen ISDAFIX2 Page.

The Issuer does not intend to provide post-issuance information.

7. PERFORMANCE OF RATES OF EXCHANGE AND EXPLANATION OF EFFECT ON VALUE OF INVESTMENT: (Dual Currency Notes only)

Not Applicable

8. OPERATIONAL INFORMATION:

- | | | |
|-------|--|---|
| (i) | ISIN Code: | XS0566792783 |
| (ii) | Common Code: | 056679278 |
| (iii) | Any clearing system(s) other than Euroclear Bank SA/NV and Clearstream Banking, société anonyme and the relevant identification number(s): | Not Applicable |
| (iv) | Delivery: | Delivery against payment |
| (v) | Names and addresses of additional Paying Agent(s) (if any): | Not Applicable |
| (vi) | Intended to be held in a manner which would allow Eurosystem eligibility: | Yes.
Note that the designation “yes” simply means that the Notes are intended upon issue to be deposited with one of the ICSDs as common safekeeper and does not necessarily mean that the Notes will be recognised as eligible collateral for Eurosystem monetary policy and intra-day credit operations by the Eurosystem either upon issue or at any or all times during their life. Such recognition will depend upon satisfaction of the Eurosystem eligibility criteria. |