



Supplementary Information for Investors and Analysts

## **2007 First Quarter Results**

(Unaudited)

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### **Financial Calendar 2007**

Preliminary results 2006	22 February
Annual general meeting	24 April
Ex-dividend date	25 April
Payment of dividend	As from 7 May
First quarter	3 May
Second quarter	9 August
Third quarter	1 November

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In accordance with Section 3-9 of the Norwegian Accounting Act, the DnB NOR Group prepares consolidated accounts in accordance with IFRS principles, including IAS 34 - Interim Financial Reporting. Unless otherwise specified, figures are based on IFRSA description of the accounting principles applied by the Group is found in the annual report for 2006. See section 1 under Accounting principles.

Statements regarding DnB NOR's relative market positions are, unless otherwise specified, based on internal DnB NOR analyses.

## **Section 1**

# **DnB NOR - an overview**

## Financial highlights

### First quarter 2007 results

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- Pre-tax operating profit before write-downs up 1.7 per cent to NOK 3.8 billion (3.7)
- Profit for the period up 0.6 per cent to NOK 2.9 billion (2.8)
- Cost/income ratio was 49.8 per cent (48.3)
- Return on equity was 17.2 per cent (19.2)
- Core capital ratio incl. 50 per cent of profit for the period was 7.6 per cent (7.2)

Comparable 2006 figures in parentheses.

## DnB NOR – Norway's leading financial services group

### DnB NOR Group

- Total combined assets
- Total balance sheet
- Net lending to customers
- Customer deposits
- Market capitalisation

### As at 31 March 2007

NOK	1 747 billion
NOK	1 384 billion
NOK	842 billion
NOK	503 billion
NOK	114 billion

### DnB NOR Asset management

- Mutual funds (external clients)
- Discretionary management (external clients)
- Total assets under management (external clients)
- Total assets under operations (external clients)

NOK	99 billion
NOK	245 billion
NOK	344 billion
NOK	24 billion

### Vital

- Total assets
- - of which unit linked

NOK	224 billion
NOK	19 billion

### Customer base

- Serving 2.2 million retail banking customers throughout Norway, of which 904 000 use Internet in active communication (e-dialogue customers)
- More than 197 000 corporate customers in Norway
- Some 1 000 000 individuals insured in Norway
- More than 651 000 mutual fund customers in Norway and 317 institutional asset management clients in Norway and Sweden

### Market shares

See business areas

- Corporate Banking and Payment Services pp. 40-50
- Retail Banking pp. 51-56
- DnB NOR Markets pp. 57-61
- Vital pp. 62-71
- DnB NOR Asset Management pp. 72-76
- DnB NORD pp. 77-79

### Distribution network

- 187 domestic DnB NOR branches
- 17 Nordlandsbanken branches
- 8 international branches
- 3 international representative offices
- 41 Postbanken sales outlets
- 122 DnB NORD branches
- 8 DnB NOR Monchebank branches
- DnB NOR Luxembourg (subsidiary)
- Internet banking
- Electronic banking
- Telephone banking
- Online equities trading in 16 markets
- Online mutual funds trading
- About 300 post office counters <sup>1)</sup>
- About 1 160 in-store postal outlets <sup>1)</sup>
- About 1 800 rural postmen <sup>1)</sup>
- 88 DnB NOR Eiendom sales offices
- 19 Postbanken Eiendom sales offices
- 18 Vital sales offices
- 53 Vital agent companies

1) Provided by Norway Post (the Norwegian postal system)

### Credit ratings from international rating agencies

	Moody's		Standard & Poor's		Dominion Bond Rating Service	
	Long-term	Short-term	Long-term	Short-term	Long-term	Short-term
DnB NOR Bank ASA	Aa1	P-1	A + <sup>1)</sup>	A-1	AA	R-1

1) Positive outlook

## Group strategy

DnB NOR has the largest customer base in the Norwegian financial market and is a leader in most market segments. This market position provides a sound basis for generating further growth by developing and strengthening customer relationships. The business idea reflects DnB NOR's ambitions:

DnB NOR will be customers' best financial partner and will meet their needs for financial solutions. DnB NOR's strengths are a local presence and a full range of services.

Important aspects of DnB NOR's strategy are to give improved advisory services, make decisions as close as possible to the customer and further develop service concepts and a product range well-adapted to meet individual customer needs. DnB NOR's business areas cooperate closely to offer solutions that bring convenience to the everyday lives of customers.

In addition to the Group's strong position in Norway, DnB NOR will further develop the presence in markets outside Norway and increase the share of income from international activities. The Group's international growth will be based on comparative advantages in the form of either competence within various customer segments and industries, special product expertise or established relationships where it is logical to accompany customers expanding outside Norway. DnB NOR is the preferred partner for international customers doing business in Norway.

A common value base and culture are prerequisites for creating a uniform DnB NOR image in the market. The Group's shared values, team spirit, simplicity and value creation, describe what should distinguish the organisation and work processes both internally and in relation to customers. Both internal and external communication should be open, honest and easy to understand.

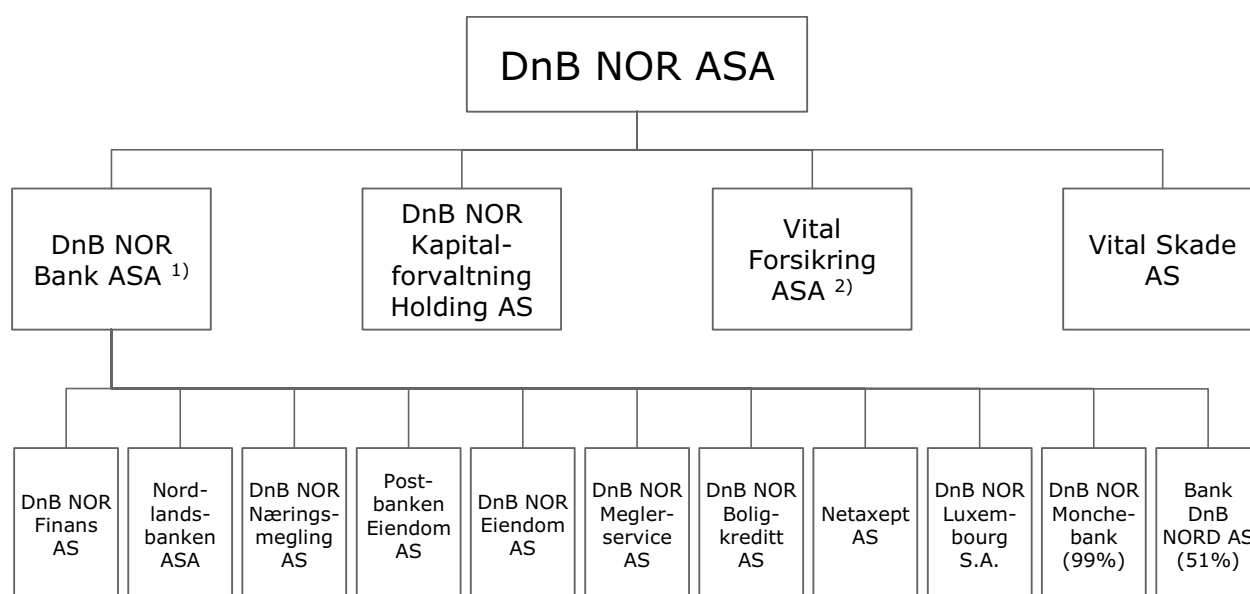
The financial targets reflect the aim to create shareholder value. The Group seeks to achieve a return on equity and share price increases that are competitive in a Nordic context. The specific long-term targets are:

- The return on equity should be above 15 per cent.
- The cost/income ratio should be below 50 per cent by 2008.
- The Group's equity will be structured to ensure that core capital excluding hybrid securities in the long term exceeds the minimum legal requirements by a capital buffer linked to the Group's model for measuring risk-adjusted capital. The capitalisation target corresponds to a core capital ratio of approximately 6.5 per cent as at 31 March 2007.
- Approximately 50 per cent of annual profits should be distributed as dividends, provided that capital adequacy remains at a satisfactory level.
- DnB NOR Bank ASA's ratings for ordinary long-term debt should be maintained at an Aa level according to Moody's rating.

## Legal structure

In accordance with the requirements of the Norwegian regulatory authorities, the banking, asset management and life insurance activities of the DnB NOR Group are organised in separate limited companies under the holding company DnB NOR ASA. Banking activities are organised in DnB NOR Bank ASA. All asset management activities are organised under a common holding company, DnB NOR Kapitalforvaltning Holding AS. Vital Forsikring ASA carries out life insurance and pension saving products and offers both products with guaranteed returns and products with a choice of investment profile. Vital Link AS merged with Vital Forsikring ASA in February 2007. Vital Skade AS offers non-life insurance as part of a total product package for retail and corporate clients and operates as an agent for domestic and foreign insurance underwriters. The chart below shows the legal structure of the DnB NOR Group at end-March 2007.

### DnB NOR Group - legal structure at end-March 2007



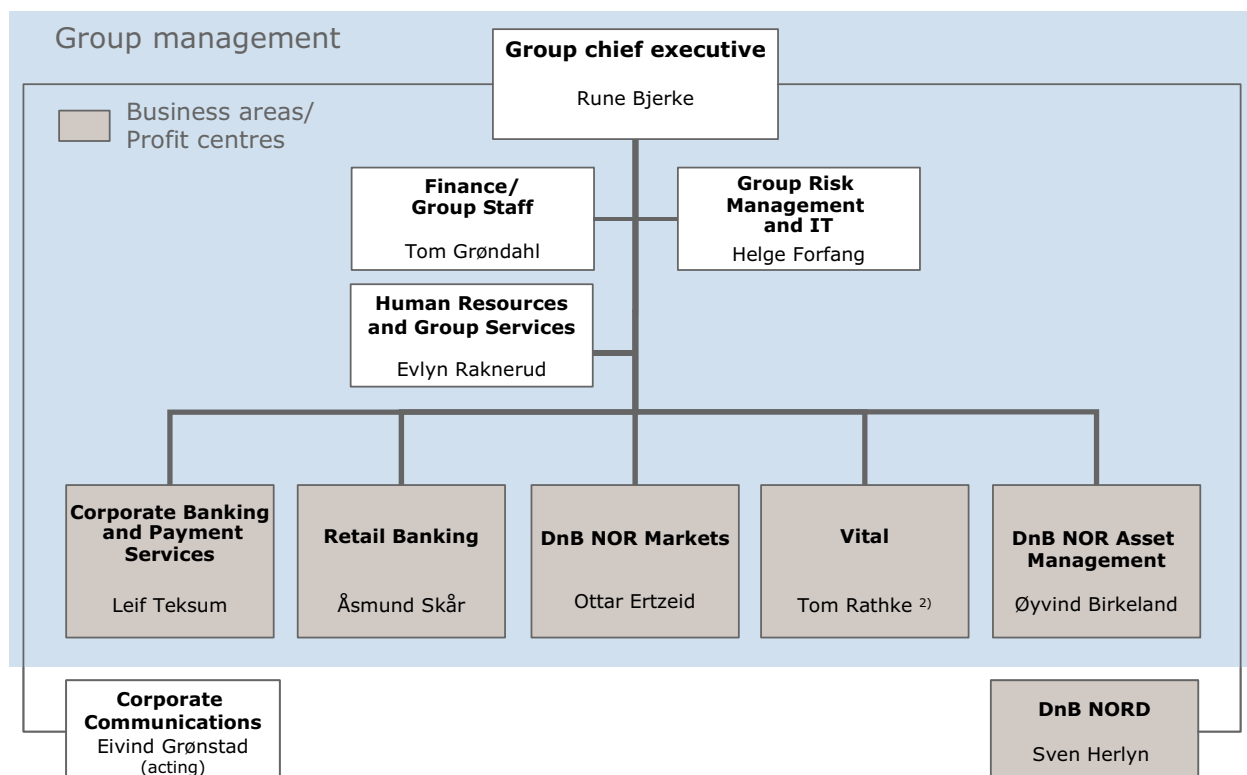
1) Major subsidiaries only. Ownership 100 per cent unless otherwise indicated.

2) Vital Link AS merged with Vital Forsikring ASA in February 2007.

## Group business structure

The operational structure of DnB NOR includes five business areas and four staff and support units. In addition DnB NORD, which was incorporated in the Group from year-end 2005, is reported as a separate profit centre. As independent profit centres, the business areas carry responsibility for customer segments served by the Group, as well as the products offered. The operational structure of DnB NOR deviates from its legal structure as activities in subsidiaries fall in under the business area relevant to the company's operations.

### DnB NOR Group - organisation chart as at end-April 2007 <sup>1)</sup>



1) Reporting structure.

2) New managing director from 30 April 2007.

The business areas carry responsibility for customer relationships and for serving specific customer segments, as well as for key distribution channels for the sale of customer products and for ensuring that the Group's products are adapted to market requirements. Responsibilities include marketing, customer service, distribution and risk assessment in addition to product development, production and product pricing. The business areas are also responsible for the most business-critical support functions and have the opportunity to influence other staff and support units in the Group by changing their demand pattern and levels of ambition.

Cooperation between the business areas is an important element in DnB NOR's strategy. A wide range of products, services and distribution channels enables the Group to offer customer solutions across business areas.

## Capital adequacy

The table below illustrates the effect of the transition to Basel II regulations in the first quarter of 2007. The columns marked "Basel I" reflect calculations based on the former capital adequacy regulations. The results of the Basel II calculations have been included in the capital adequacy calculations shown in column "Basel II". The transitional rules limits the effect of Basel II calculations to a reduction to 95 per cent of Basel I requirements in the first year of implementation. This restriction is reflected in the capital adequacy shown in column "Reported" in the table below.

Capital adequacy	Reported	Basel II <sup>1)</sup>	Basel I	
	31 March 2007	31 March 2007	31 March 2007	31 Dec. 2006
<i>Amounts in NOK million</i>				
Risk-weighted volume	871 660	833 453	908 002	880 292
Core capital ratio (%)	7.4	7.7	7.1	6.7
Capital ratio (%)	10.7	11.2	10.3	10.0
Core capital ratio incl. 50 per cent of profit for the period (%)	7.6	7.9	7.3	
Capital ratio incl. 50 per cent of profit for the period (%)	10.8	11.3	10.4	

- 1) As at 31 March 2007 calculations according to the foundation Internal Ratings Based approach of Basel II have been implemented for:
- the portfolios of credit exposure to the SME segment in Regional Division East and Regional Division Coast of the business area Corporate Banking and Payment Services
  - credit risk for loans to retail customers secured by residential property in DnB NOR Bank ASA excluding similar loans under the brand name Postbanken

Monitoring and managing risk is an integral part of financial operations. In DnB NOR, sound risk management is a strategic tool to enhance value generation. Risk-adjusted return is a key financial management parameter in the internal management of the DnB NOR Group. The Group's risk is measured in the form of risk-adjusted capital requirements, calculated for main risk categories and for all of the Group's business areas. Capital is thus allocated to the business areas on the basis of the estimated risk of operations, and return on capital is continually monitored.

### Basel II

New capital requirements, Basel II, entered into force on 1 January 2007 and is divided into three parts, so-called pillars. Pillar 1 is about minimum capital adequacy requirements and is based on the previous capital adequacy regulations, Basel I. Pillar 2 is about institutions' assessment of their overall capital requirement and supervisory review, while Pillar 3 is about the disclosure of financial information. The regulations entail that there will be greater consistency between the authorities' capital adequacy regulations for financial institutions and the methodologies used by the financial institutions themselves in calculating capital requirements. The minimum capital requirement is still 8 per cent, with minimum 50 per cent representing core capital. The new regulations will result in changes in the risk-weighted volume included in the calculation of the capital adequacy requirement. A new methodology has been introduced for calculating credit risk, while operational risk calculations have been added as a new element. The shift from Basel I to Basel II has a more limited impact on the treatment of market risk.

### Pillar 1 Approach used in capital adequacy calculations

Pillar 1 includes capital requirements for credit, market and operational risk. The DnB NOR Group has been granted permission to use the foundation IRB, Internal Ratings Based, approach for credit risk to calculate the Group's capital adequacy as from 1 January 2007.

Use of the foundation IRB approach implies that the bank's own classification systems are used for capital adequacy purposes. The IRB system is defined as the models, work processes, decision-making processes, control mechanisms, IT systems and internal guidelines and routines used to classify and quantify credit risk. During 2006, DnB NOR implemented important parts of the IRB system, mainly through the development of routines, procedures and IT systems.

The portfolios for which the Group has been granted permission to use the foundation IRB approach as from 2007 comprises loans to small and medium-sized companies as well as loans secured by residential property in DnB NOR ASA excluding Postbanken. In 2007 all other credit portfolios will be reported in accordance with the former capital adequacy requirements.

### Credit risk

Credit risk represents the chief risk category for the Group and refers to all claims against customers, mainly loans. In order to avoid large risk concentrations, the risk levels of individual customers, industries and geographical areas are monitored closely. In addition to verifying risk classifications, exposures to large clients are followed up through calculations which take the customer's credit quality and collateral into account.

The classification of commitments provides the basis for statistical calculations of expected losses in a long-term perspective and the need for equity on the basis of portfolio risk. DnB NOR's models for risk classification of customers are subject to continual improvement and testing. The models are adapted to different industries and segments and are successively upgraded to satisfy quality requirements according to Basel II. The models are based on three components:

1. *Estimated probability of default (PD)*. The counterparty (customer) is classified according to a scale of ten risk categories based on the probability of default. In addition, impaired and non-performing commitments are placed in categories 11 and 12 respectively for reporting purposes. The risk categories are defined on the basis of the scales used by international rating agencies.
2. *Exposure at default (EAD)*. Exposure is an estimated figure which includes amounts drawn under credit limits (loans) as well as a percentage share of committed, undrawn credit lines.
3. *Loss given default (LGD)*. This is a statistically modelled quantity indicating how much the Group expects to lose if the customer fails to meet his obligations, taking the collateral provided into consideration. Realisation values for collateral are set on the basis of experience and/or external data.

The credit risk models should show the average probability of default during a business cycle. However, no model is completely unaffected by cyclical fluctuations. Consequently, stress testing is used to assess whether the bank would be required to hold additional capital during a recession. Such assessments will be taken into account in the bank's management process to determine the correct level of capital.

### Operational risk

On 1 January 2007, new regulations for capital requirements for operational risk entered into force. In a separate policy for operational risk management, the Board of Directors states that DnB NOR will have low operational risk. Thus, management places great emphasis on risk and quality in the management of the Group.

DnB NOR Bank ASA will report according to the standardised approach in 2007 and will consider a shift to the advanced measurement approach (AMA) at a later date.

### Market risk

Overall, market risk represents a moderate share of the Group's total risk. Market risk in Vital is included under ownership risk in DnB NOR ASA. In 2007, DnB NOR will report market risk according to the standardised approach.

### Further progress

Throughout 2006, there was parallel reporting to Kredittilsynet (the Financial Supervisory Authority of Norway) of portfolios for which use of the foundation IRB approach had been approved as from 1 January 2007, serving as a test reporting of risk-weighted assets according to the new regulations compared with previous reporting. In June 2006, the Group applied for permission to use the advanced IRB approach for credit risk as from 1 January 2008. A major reduction in risk-weighted assets is expected upon full implementation of the IRB system. Due to transitional rules, however, the minimum capital adequacy requirements for 2007, 2008 and 2009 will be reduced to a maximum of 95, 90 and 80 per cent respectively relative to the Basel I requirements.

### **Pillar 2 Institutions' assessment of total capital requirement and supervisory review**

According to Pillar 2, DnB NOR is required to have a process for assessing the Group's overall capital adequacy. This includes an analysis of the risks not encompassed by the Pillar 1 process and the capital requirement for growth, as well as an indication of how much above the minimum regulatory capital ratios the Group chooses to set its capital levels.

The staff unit Group Risk Management has overall responsibility for risk management and internal control and for assessing and reporting the Group's overall risk situation. Each quarter, Group Risk Management prepares a report to the holding company board regarding developments in the various risk categories as well as a report to the Board of Directors of DnB NOR Bank ASA regarding the trend in the banking group's credit risk.

As part of the adaptation to Pillar 2, the Board of Directors approved a new group capitalisation policy in April 2006, aimed at ensuring that group equity is adequate to ensure effective and optimal use of equity relative to the scope and risk profile of operations. The equity of DnB NOR should enable the Group to achieve a competitive return on equity and obtain competitive terms in funding markets. Also, it should put the Group in a position to exploit growth opportunities in the market through either organic growth or acquisitions while meeting minimum capital adequacy requirements with a margin adapted to the Group's adopted risk profile and risk tolerance.

In the longer term, the Group's equity will be structured to ensure that core capital excluding hybrid securities exceeds 4.25 per cent of risk-weighted assets, with the addition of a capital buffer. The calculation model for risk-adjusted capital is used to measure the size of the capital buffer relative to risk tolerance limits. Risk will be quantified through calculations of risk-adjusted capital. In addition, stress tests for credit and market risk are important reference points. The capitalisation policy is reviewed annually as part of the Group's budget and strategy process.

As part of its supervisory process, Kredittilsynet will prepare an annual overall risk assessment for the Group, including feedback on the capitalisation of the Group. These assessments will play a significant part when determining the actual effect of the transfer to new capital adequacy regulations.

### Pillar 3 Requirements concerning the disclosure of financial information

Pillar 3 presents requirements concerning the disclosure of financial information on the Internet. The information must cover DnB NOR's adaptation to and compliance with the new capital adequacy regulations. Such information will be presented on separate pages on [www.dnbnor.com](http://www.dnbnor.com).

### Capital adequacy – further progress

	2007	2008	2009
<b>A</b>	Basel II: <ul style="list-style-type: none"> <li>Loans to retail customers in DnB NOR Bank ASA excl. Postbanken secured by residential property</li> <li>Small corporate clients in the Regional Division East and the Regional Division Coast (foundation approach)</li> </ul>	Basel II: <ul style="list-style-type: none"> <li>Items A+C reported according to Basel II or subject to parallel reporting in 2007</li> <li>All other credit risk exposure according to Basel II standardised approach</li> </ul>	Basel II: <ul style="list-style-type: none"> <li>Items A+C reported according to Basel II or subject to parallel reporting in 2008</li> <li>All other credit risk exposure according to Basel II standardised approach</li> </ul>
<b>B</b>	Basel I: <ul style="list-style-type: none"> <li>All credit exposure not included in item A</li> </ul>		
<b>C</b>	Parallel reporting of: <ul style="list-style-type: none"> <li>Loans to retail customers in Postbanken and Boligkreditt secured by residential property</li> <li>Other retail exposure in DnB NOR Bank ASA</li> <li>Small corporate clients in the Regional Division East and the Regional Division Coast (advanced approach)</li> <li>Banks and financial clients</li> <li>DnB NOR Markets: trading portfolio</li> </ul>	Parallel reporting of: <ul style="list-style-type: none"> <li>Large corporate clients in Norway (foundation approach)</li> <li>International entities excl. DnB NORD (foundation approach)</li> <li>Nordlandsbanken (foundation approach)</li> <li>DnB NOR Finans (advanced approach)</li> </ul>	Parallel reporting of: <ul style="list-style-type: none"> <li>Large corporate clients in Norway (advanced approach)</li> <li>International entities excl. DnB NORD (advanced approach)</li> <li>Nordlandsbanken (advanced approach)</li> </ul>

## Accounting principles etc.

### Accounting principles

The accounts have been prepared according to IFRS principles, including IAS 34 - Interim Financial Reporting. All figures presented are based on such principles, except where explicitly stated otherwise. A description of accounting principles applied by the Group in preparing the accounts is found in the annual report for 2006.

Changes in IFRS 8 – Segment Reporting and IFRS 2 – Share-based Payment were issued by IASB in the fourth quarter of 2006. Changes in IAS 23 – Borrowing Costs were issued by IASB in the first quarter of 2007. The effective date of these standards is 1 January 2009. Hence, DnB NOR has not adopted these regulations in the first quarter of 2007.

### Estimates

When preparing the consolidated accounts, management makes assessments and estimates and prepares assumptions that influence the effect of the accounting principles applied and thus the recorded values of assets and liabilities, income and expenses. Note 2 in the annual accounts for 2006 gives a description of important estimates and assumptions. With effect from 31 December 2006, the Group changed the assumption concerning life expectancy in connection with the calculation of pension commitments. This has affected pension expenses for the first quarter of 2007, see table on page 26.

### Comparison figures

Comparison figures are based on IFRS. Comparison figures for 2005 have not been restated for the establishment of DnB NOR and purchase of Monchebank.

### Effects of new principles for financial guarantees

In the fourth quarter of 2006 the DnB NOR Group implemented IAS 39 - Financial Guarantee Contracts with effect from 1 January 2006. Under the new principles financial guarantee contracts issued are initially recorded in the balance sheet at fair value and subsequently at the highest of fair value adjusted for any cumulative amortisation of commissions or the implicit liability in the contract. Except for individually identified impaired commitments, any changes in the value of financial guarantee contracts issued including amortisation of commissions are recorded as "Net gains on financial instruments at fair value". Changes in the value of financial guarantee contracts issued included in individually identified impaired commitments are recorded under "Write-downs on loans and guarantees". The fair values of financial guarantee contracts issued are recorded under "Provisions" in the balance sheet.

The new principles for financial guarantee contracts implied certain reclassifications in the profit and loss accounts and balance sheets. The accounts for periods prior to the fourth quarter of 2006 have been adjusted accordingly. The effects of the new principles in accounting figures are shown in the tables below.

### Effects on the income statement <sup>1)</sup>

<i>Amounts in NOK million</i>	1Q07	4Q06	3Q06	2Q06	1Q06	2006	2005
Commissions and fees receivable etc.	(107)	(103)	(92)	(89)	(84)	(368)	(303)
Commissions and fees payable etc.	(4)	(7)	(2)	(1)	(1)	(11)	(3)
Net gains on financial instruments at fair value	117	96	109	67	69	341	304
Net other operating income	13	0	19	(20)	(14)	(15)	4
Write-downs on loans and guarantees	13	0	19	(20)	(14)	(15)	4
<b>Profit for the period</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>

1) Figures presented for periods prior to the fourth quarter 2006 have been adjusted according to the table above.

### Effects on the balance sheets <sup>1)</sup>

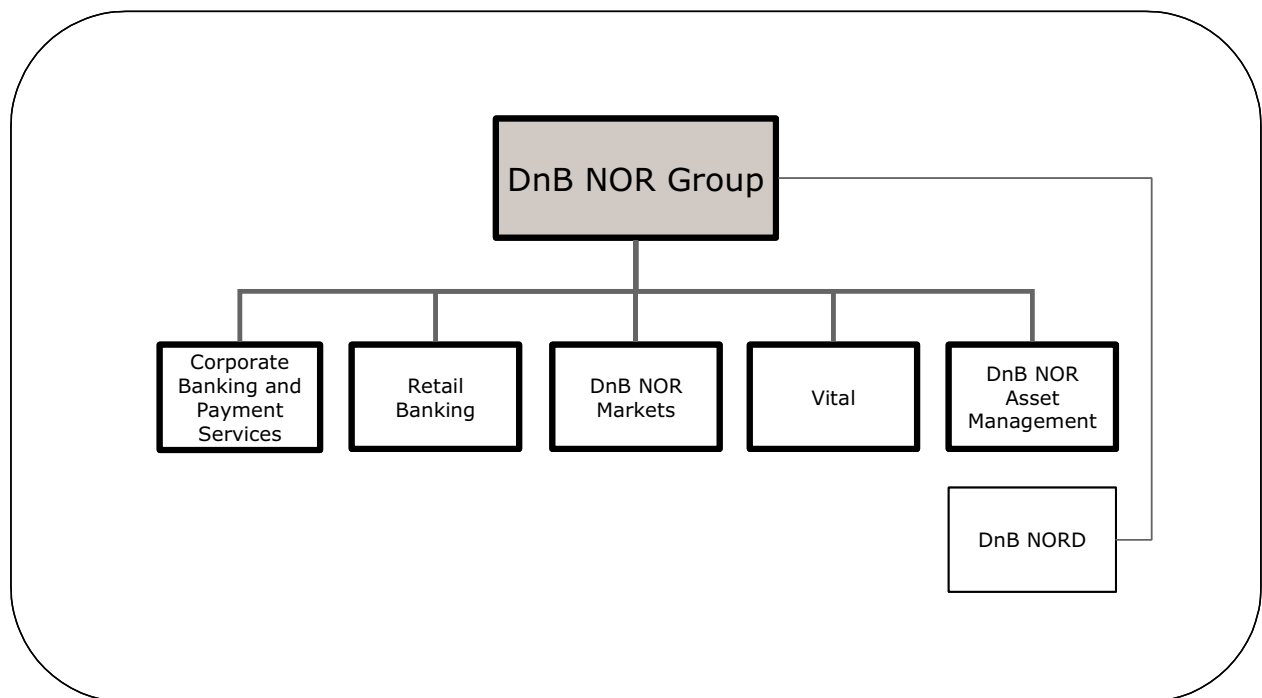
<i>Amounts in NOK million</i>	31 March 2007	31 Dec. 2006	30 Sept. 2006	30 June 2006	31 March 2006	31 Dec. 2005
Lending to customers	78	91	90	109	89	75
<b>Total assets</b>	<b>78</b>	<b>91</b>	<b>90</b>	<b>109</b>	<b>89</b>	<b>75</b>
Other liabilities	(25)	(29)	(27)	(26)	(26)	(24)
Provisions	103	120	117	135	115	99
<b>Total liabilities and equity</b>	<b>78</b>	<b>91</b>	<b>90</b>	<b>109</b>	<b>89</b>	<b>75</b>

1) Figures presented for periods prior to 31 December 2006 have been adjusted according to the table above.

## Section 2

# Financial results DnB NOR Group

Comparable figures for 2005 have not been restated for the establishment of DnB NOR and purchase of Monchebank



## Financial results

### Income statement – condensed <sup>1)</sup>

<i>Amounts in NOK million</i>	1Q07	4Q06	3Q06	2Q06	1Q06	2006	2005
Net interest income	3 985	3 975	3 911	3 781	3 622	15 289	13 610
Net other operating income	3 528	3 622	2 951	3 090	3 541	13 204	11 725
Total operating expenses	3 744	3 994	3 491	3 483	3 459	14 427	12 864
Pre-tax operating profit before write-downs	3 769	3 602	3 372	3 388	3 704	14 066	12 471
Net gains on fixed and intangible assets	5	66	135	151	12	365	775
Write-downs on loans and guarantees	51	(16)	(51)	(165)	(26)	(258)	137
Pre-tax operating profit	3 723	3 684	3 558	3 703	3 743	14 689	13 109
Taxes	856	291	844	853	894	2 881	2 965
<b>Profit for the period</b>	<b>2 866</b>	<b>3 394</b>	<b>2 714</b>	<b>2 851</b>	<b>2 849</b>	<b>11 808</b>	<b>10 144</b>

1) For full income statement, see page 33.

### Financial highlights

	1Q07	4Q06	3Q06	2Q06	1Q06	2006	2005
Cost/income ratio (per cent) <sup>1)</sup>	49.8	50.4	50.9	50.7	48.3	50.1	50.2
Return on equity (per cent)	17.2	21.5	18.0	19.2	19.2	19.5	18.8
Earnings per share (NOK)	2.11	2.52	2.00	2.11	2.11	8.74	7.59
Total combined assets at end of period (NOK billion)	1 747	1 688	1 626	1 569	1 490	1 688	1 459
Core capital ratio at end of period (per cent) <sup>2)</sup>	7.6	6.7	6.7	6.9	7.2	6.7	7.4

1) Excluding allocation to employees.

2) Including 50 per cent of profit for the year, except for year-end figures. As from the first quarter of 2007, capital adequacy calculations are based on the Basel II framework. See further descriptions in section 1, page 11, and section 2, page 31.

### Balance sheets – condensed <sup>1)</sup>

<i>Amounts in NOK billion</i>	31 March 2007	31 Dec. 2006	30 Sept. 2006	30 June 2006	31 March 2006	31 Dec. 2005
Cash and lending to/deposits with credit institutions	128.4	82.5	84.6	104.3	70.7	62.1
Lending to customers	842.3	827.9	801.7	764.8	727.6	697.6
Commercial paper and bonds	225.8	234.5	224.4	215.8	208.2	198.1
Shareholdings	62.6	52.9	47.2	44.3	45.0	37.4
Fixed and intangible assets	37.9	37.8	36.9	35.5	34.9	34.4
Financial assets, customers bearing the risk	18.9	18.8	16.0	14.8	15.1	13.1
Other assets	67.9	65.7	57.0	42.5	36.9	38.8
<b>Total assets</b>	<b>1383.7</b>	<b>1320.2</b>	<b>1268.0</b>	<b>1222.0</b>	<b>1138.4</b>	<b>1081.4</b>
Loans and deposits from credit institutions	141.6	124.4	121.1	133.0	110.5	108.1
Deposits from customers	503.1	474.5	457.5	459.7	420.8	411.0
Borrowings through the issue of securities	330.3	326.8	316.5	281.5	261.8	236.6
Insurance liabilities, customers bearing the risk	18.9	18.8	16.0	14.8	15.1	13.1
Liabilities to life insurance policyholders	189.7	188.1	182.2	182.2	182.8	174.7
Other liabilities and provisions	93.5	87.2	76.0	59.9	57.3	53.5
Primary capital	106.6	100.4	98.7	90.8	89.9	84.5
<b>Total liabilities and equity</b>	<b>1383.7</b>	<b>1320.2</b>	<b>1268.0</b>	<b>1222.0</b>	<b>1138.4</b>	<b>1081.4</b>

1) For full balance sheets, see page 33.

## Net interest income

### Net interest income

<i>Amounts in NOK million</i>	1Q07	4Q06	3Q06	2Q06	1Q06	2006	2005
Interest income	13 386	12 556	10 961	10 001	8 864	42 381	29 973
Interest expenses	9 401	8 581	7 049	6 219	5 242	27 092	16 363
<b>Net interest income</b>	<b>3 985</b>	<b>3 975</b>	<b>3 911</b>	<b>3 781</b>	<b>3 622</b>	<b>15 289</b>	<b>13 610</b>

### Changes in net interest income <sup>1)</sup>

<i>Amounts in NOK million</i>	1Q07	Change	1Q06
<b>Net interest income</b>	<b>3 985</b>	<b>363</b>	<b>3 622</b>
DnB NORD	233	79	154
Lending and deposit volumes, excluding DnB NORD		415	
Lending and deposit spreads, excluding DnB NORD		(347)	
Other, excluding DnB NORD		216	

<i>Amounts in NOK million</i>	1Q07	Change	4Q06
<b>Net interest income</b>	<b>3 985</b>	<b>10</b>	<b>3 975</b>
DnB NORD	233	13	220
Lending and deposit volumes, excluding DnB NORD		69	
Lending and deposit spreads, excluding DnB NORD		(45)	
Interest days effect, excluding DnB NORD		(82)	
Other, excluding DnB NORD		55	

1) Based on nominal values excluding lending to/deposits with credit institutions and impaired loans.

### Net interest income

<i>Amounts in NOK million</i>	Volume			Spreads in per cent			Net interest income		
	1Q07	4Q06	1Q06	1Q07	4Q06	1Q06	1Q07	4Q06	1Q06
Lending	826 855	813 619	709 292	1.09	1.15	1.40	2 231	2 348	2 444
Deposits	483 983	461 734	421 001	0.95	0.89	0.75	1 132	1 037	780
Equity and non-interest bearing items	50 657	44 090	39 351	4.22	3.65	2.63	527	406	255
Other							95	183	143
<b>Total net interest income</b>							<b>3 985</b>	<b>3 975</b>	<b>3 622</b>

**Segmental interest rate spreads <sup>1)</sup>**

Per cent	1Q07	4Q06	3Q06	2Q06	1Q06	2006	2005
<b>Lending:</b>							
Corporate Banking	1.07	1.08	1.18	1.21	1.30	1.19	1.38
Retail Banking	1.08	1.16	1.29	1.41	1.46	1.33	1.57
DnB NORD	1.34	1.44	1.51	1.59	1.72	1.55	
<b>Total</b>	<b>1.09</b>	<b>1.15</b>	<b>1.25</b>	<b>1.35</b>	<b>1.40</b>	<b>1.28</b>	<b>1.49</b>
<b>Deposits:</b>							
Corporate Banking	0.70	0.68	0.60	0.60	0.57	0.61	0.58
Retail Banking	1.17	1.07	1.03	0.96	0.90	0.99	0.81
DnB NORD	2.20	1.61	1.49	1.22	1.13	1.37	
<b>Total</b>	<b>0.95</b>	<b>0.89</b>	<b>0.83</b>	<b>0.79</b>	<b>0.75</b>	<b>0.82</b>	<b>0.70</b>
<b>Combined spread - lending and deposits:</b>							
<b>Total</b>	<b>2.04</b>	<b>2.04</b>	<b>2.08</b>	<b>2.14</b>	<b>2.15</b>	<b>2.10</b>	<b>2.19</b>

1) Based on nominal values excluding lending to/deposits with credit institutions and impaired loans.

**Changes in net interest income 1Q06-1Q07 due to changes in <sup>1)</sup>**

Amounts in NOK million	Volume	Interest rate spreads	Total
Lending *)	344	(562)	(218)
Deposits **)	133	223	357
<b>Total</b>	<b>477</b>	<b>(339)</b>	<b>139</b>

\*) Of which DnB NORD

27

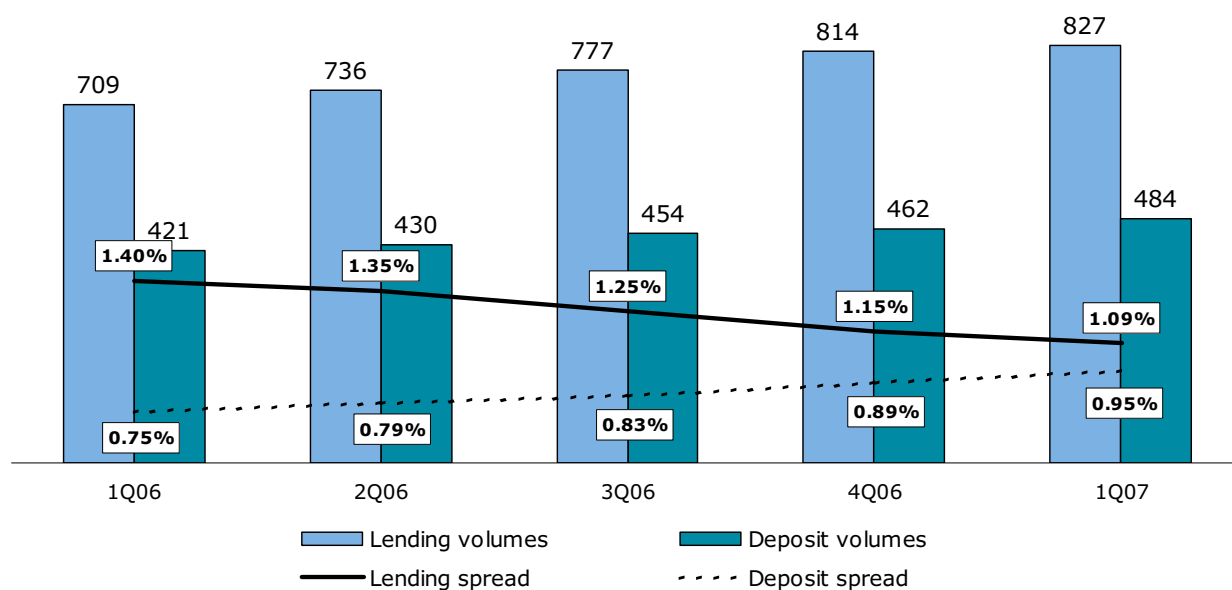
\*\*) Of which DnB NORD

42

1) Based on nominal values excluding lending to and deposits with credit institutions and impaired loans.

**Developments in average volumes and interest margin <sup>1)</sup>**

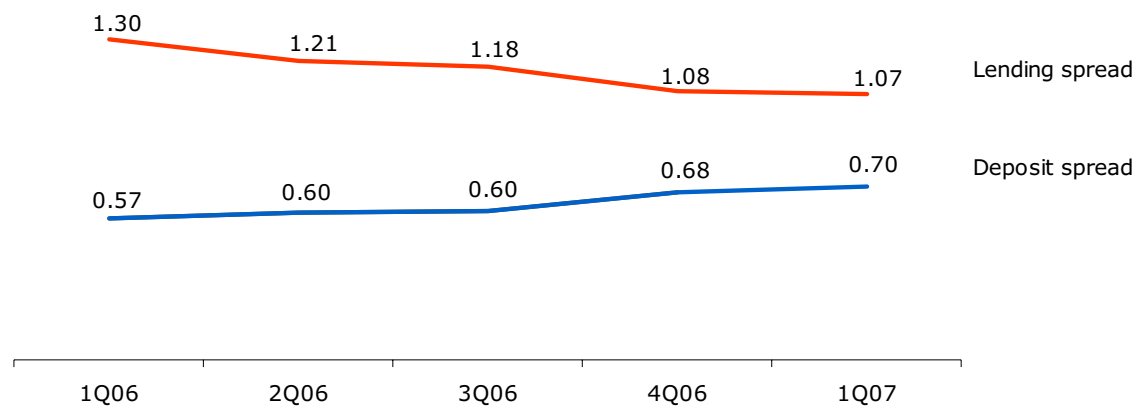
NOK billion



1) Based on nominal values excluding lending to and deposits with credit institutions and impaired loans.

## Developments in average interest rate spreads – Corporate Banking and Payment Services <sup>1)</sup>

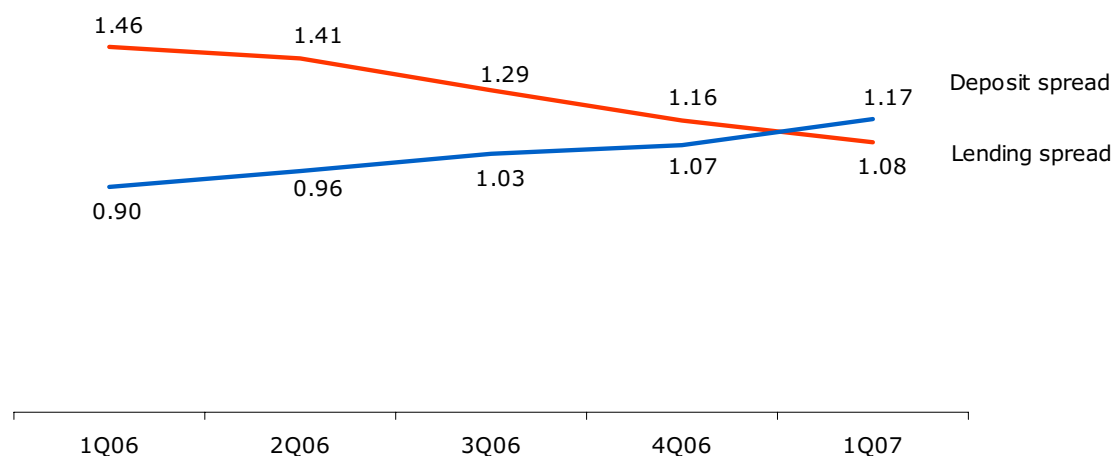
Per cent



1) Based on nominal values excluding lending to and deposits with credit institutions and impaired loans

## Developments in average interest rate spreads – Retail Banking <sup>1)</sup>

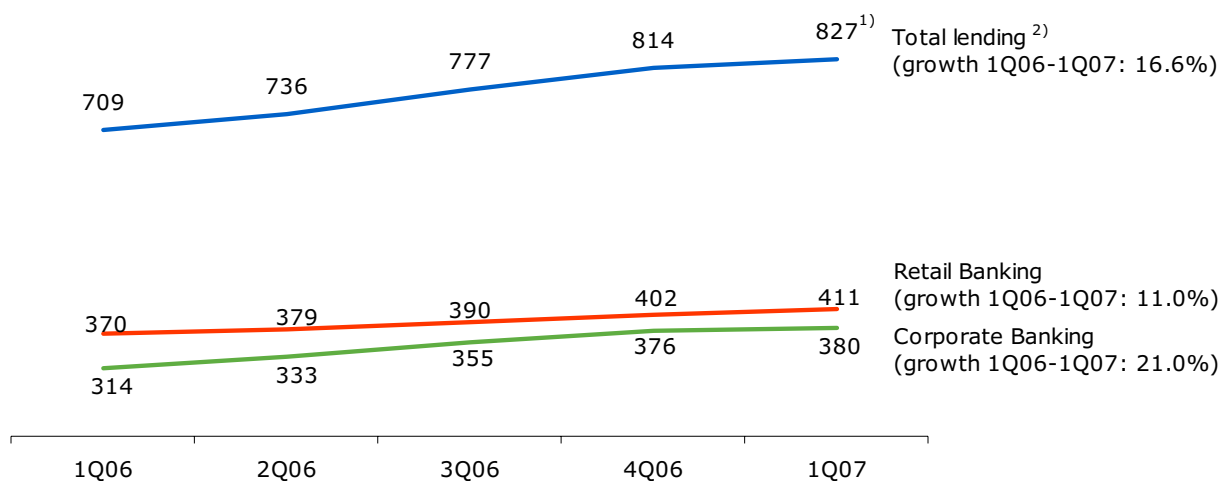
Per cent



1) Based on nominal values excluding impaired loans

## Developments in average volumes - lending

NOK billion

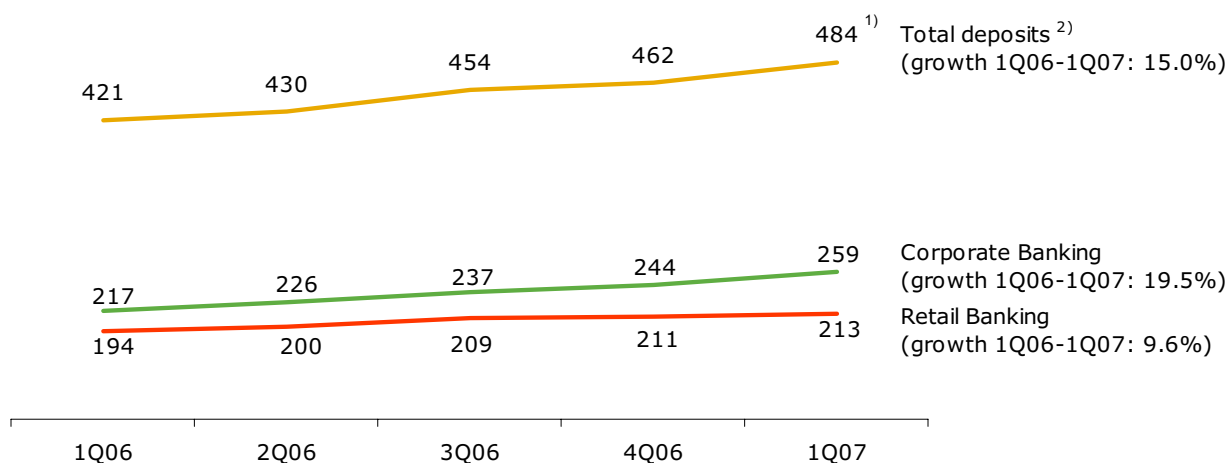


1) Of which DnB NORD: NOK 38 billion  
Excluding DnB NORD: NOK 789 billion (15 per cent growth)

2) Based on nominal values excluding lending to and deposits with credit institutions and impaired loans

## Developments in average volumes - deposits

NOK billion



1) Of which DnB NORD: NOK 12 billion  
Total deposits excluding DnB NORD: NOK 472 billion (14.9 per cent growth)

2) Based on nominal values excluding deposits from credit institutions

## Net other operating income

<i>Amounts in NOK million</i>	1Q07	4Q06	3Q06	2Q06	1Q06	2006	2005
Money transfer and interbank transactions	422	471	459	455	461	1 845	1 935
Asset management services	317	316	283	292	305	1 197	1 077
Credit broking	90	83	51	93	30	256	(7)
Real estate broking	167	194	198	197	158	746	645
Custodial services	62	74	56	64	56	251	215
Securities trading	107	78	72	115	125	389	339
Sale of insurance products <sup>1)</sup>	458	497	395	421	451	1 764	1 595
Other income from banking services	133	88	149	116	113	465	481
Net gains on equity investments <sup>2)</sup>	267	204	141	99	222	667	958
Corporate finance etc.	146	182	54	93	214	542	408
Other income	177	153	158	129	160	601	590
Net financial and risk result from Vital <sup>*)</sup>	391	337	371	375	454	1 537	1 365
Customer trading in FX and interest rate instruments, DnB NOR Markets	400	384	247	296	357	1 283	1 156
FX and interest rate instruments, DnB NOR Markets	260	342	250	100	176	868	530
FX and interest rate instruments, banking portfolio, other	130	221	67	244	260	791	437
<b>Net other operating income <sup>**) </sup></b>	<b>3 528</b>	<b>3 622</b>	<b>2 951</b>	<b>3 090</b>	<b>3 541</b>	<b>13 204</b>	<b>11 725</b>
<i>As a percentage of total income</i>	<i>47.0</i>	<i>47.7</i>	<i>43.0</i>	<i>45.0</i>	<i>49.4</i>	<i>46.3</i>	<i>46.3</i>

### **\*) Of which:**

Net gains on assets in Vital	4 572	6 033	2 714	2 435	4 936	16 117	14 369
Guaranteed returns and allocations to policyholders in Vital	4 193	5 731	2 392	2 008	4 453	14 584	13 111
Premium income etc. included in the risk result in Vital	1 414	1 191	1 001	1 059	1 063	4 314	3 925
Insurance claims etc. included in the risk result in Vital	1 401	1 146	960	1 121	1 097	4 324	3 828
Net financial and risk result in Vital	391	348	361	365	449	1 523	1 356
Eliminations in the group accounts	0	(10)	9	10	5	14	10
Net financial and risk result from Vital	391	337	371	375	454	1 537	1 365

For a detailed specification of income statement according to IFRS in Vital, see page 65.

### **\*\*) Of which:**

DnB NORD	105	91	69	80	71	310	-
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1) Sale through the banking network and Vital's own sale.

2) Including gains on the sale of Storebrand shares and investments in Brazil in 2005.

## Net other operating income, operational reporting <sup>1)</sup>

<i>Amounts in NOK million</i>	1Q07	4Q06	3Q06	2Q06	1Q06	2006	2005
1. Net stock market related income including financial instruments	1 290	1 191	978	1 039	1 376	4 583	4 362
2. Net other commissions and fees including guarantees	1 220	1 234	1 163	1 152	1 123	4 672	4 386
3. Net gains on FX and interest rate instruments excluding guarantees commissions	674	850	455	572	724	2 601	1 743
Real estate broking	167	194	198	197	158	746	645
Other income	177	153	158	129	160	601	590
<b>Net other operating income</b>	<b>3 528</b>	<b>3 622</b>	<b>2 951</b>	<b>3 090</b>	<b>3 541</b>	<b>13 204</b>	<b>11 725</b>

### Spesifications

<i>Amounts in NOK million</i>	1Q07	4Q06	3Q06	2Q06	1Q06	2006	2005
Asset management services	317	316	283	292	305	1 197	1 077
Custodial services	62	74	56	64	56	251	215
Securities trading	107	78	72	115	125	389	339
Corporate finance etc.	146	182	54	93	214	542	408
Net stock market related commissions and fees (I)	632	650	466	564	699	2 379	2 038
Net gains on equity investments including dividends	267	204	141	99	222	667	958
Net financial result from Vital	379	291	331	437	488	1 547	1 268
Net risk result from Vital	13	46	40	(62)	(34)	(10)	97
<b>1. Net stock market related income including financial instruments</b>	<b>1 290</b>	<b>1 191</b>	<b>978</b>	<b>1 039</b>	<b>1 376</b>	<b>4 583</b>	<b>4 362</b>
<i>Net stock market related income as a percentage of total income</i>	17.0	15.1	13.7	16.0	19.7	16.1	16.8
<i>Net stock market related income as a percentage of net other operating income</i>	36.2	31.6	31.8	35.6	39.8	34.8	36.4

Money transfer and interbank transactions	422	471	459	455	461	1 845	1 935
Credit broking	90	83	51	93	30	256	(7)
Sale of insurance products	458	497	395	421	451	1 764	1 595
Other income from banking services	133	88	149	116	113	465	481
Net other commissions and fees (II)	1 103	1 138	1 054	1 085	1 054	4 331	4 004
Net gains on financial instruments - guarantee commissions	117	96	109	67	69	341	381
<b>2. Net other commissions and fees including guarantees</b>	<b>1 220</b>	<b>1 234</b>	<b>1 163</b>	<b>1 152</b>	<b>1 123</b>	<b>4 672</b>	<b>4 386</b>
<b>Net commissions and fees (I + II)</b>	<b>1 735</b>	<b>1 788</b>	<b>1 519</b>	<b>1 649</b>	<b>1 754</b>	<b>6 710</b>	<b>6 043</b>

Customer trading in FX and interest rate instruments, DnB NOR Markets	400	384	247	296	357	1 283	1 156
FX and interest rate instruments, DnB NOR Markets	260	342	250	100	176	868	530
FX and interest rate instruments, banking portfolio, other	130	221	67	244	260	791	437
Net gains on FX and interest rate instruments	791	947	564	640	793	2 943	2 124
Net gains on financial instruments - guarantee commissions	117	96	109	67	69	341	381
<b>3. Net gains on FX and interest rate instruments excluding guarantees commissions</b>	<b>674</b>	<b>850</b>	<b>455</b>	<b>572</b>	<b>724</b>	<b>2 601</b>	<b>1 743</b>

1) In this table items are classified according to main operational areas. Thus, net guarantee commissions, which according to IFRS are classified as "Net gains on financial instruments at fair value" in the income statement, have been reclassified to "Commissions and fees". Stock market related commissions and fees are classified as "Stock market related income".

## Changes in net other operating income

Amounts in NOK million

	1Q07	Change	1Q06
<b>Net other operating income</b>	<b>3 528</b>	<b>(13)</b>	<b>3 541</b>
DnB NORD	105	34	71
Net commissions and fees		(28)	
Net gains on equity investments		49	
Net gains on other financial instruments		(21)	
Net financial and risk result from Vital <sup>1)</sup>		(62)	
Other income		16	

Amounts in NOK million

	1Q07	Change	4Q06
<b>Net other operating income</b>	<b>3 528</b>	<b>(94)</b>	<b>3 622</b>
DnB NORD	105	14	91
Net commissions and fees		(51)	
Net gains on equity investments		58	
Net gains on other financial instruments		(171)	
Net financial and risk result from Vital <sup>1)</sup>		54	

1) Excluding guaranteed returns and allocations to policyholders. After eliminations.

## Net gains on sale of assets

Amounts in NOK million

	1Q07	4Q06	3Q06	2Q06	1Q06	2006	2005
<b>Net gains on financial instruments at fair value</b>	<b>1 057</b>	<b>1 150</b>	<b>705</b>	<b>739</b>	<b>1 015</b>	<b>3 610</b>	<b>2 915</b>
of which major gains included:							
Investments in Brazil							198
<b>Net realised gains on investment securities (AFS)</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>167</b>
of which major gains included:							
Storebrand shares							167
<b>Net gains on fixed and intangible assets</b>	<b>5</b>	<b>66</b>	<b>135</b>	<b>151</b>	<b>12</b>	<b>365</b>	<b>775</b>
of which major gains included:							
Development area, Oppegård			47			47	
Lodalen Utvikling			44			44	
Kirkegaten 17, Oslo		9	22			31	
Scanrope				16		16	
Exporama				30		30	
Bogstadveien 45, Oslo				61		61	
Haraldsgate 125, Haugesund							52
Søndregate 12, Trondheim							46
Follalaks							107
Helgelandske							16
Pan Fish							314
Aurora Salmon							63
Akersgt. 64-67, Oslo							88
Postbanken Eiendomsmedling							18
Other	5	57	22	44	12	136	71

## Operating expenses

Amounts in NOK million	1Q07	4Q06	3Q06	2Q06	1Q06	2006	2005
Ordinary salaries	1 507	1 559	1 438	1 393	1 424	5 814	5 179
Employer's national insurance contributions	227	223	198	193	204	818	752
Pension expenses <sup>1)</sup>	264	233	248	229	203	913	400
Other personnel expenses	130	115	102	112	93	421	407
<b>Total salaries and other personnel expenses</b>	<b>2 129</b>	<b>2 129</b>	<b>1 985</b>	<b>1 927</b>	<b>1 925</b>	<b>7 967</b>	<b>6 737</b>
Fees	207	247	161	181	192	781	652
EDP expenses	393	413	336	386	358	1 493	1 439
Postage and telecommunications	102	97	99	110	104	410	491
Office supplies	31	33	26	26	27	113	110
Marketing and public relations	163	177	133	155	134	599	506
Travel expenses	58	76	51	55	51	232	197
Reimbursement to Norway Post for transactions executed	40	36	76	73	83	269	555
Training expenses	21	30	14	16	17	77	51
Operating expenses on properties and premises	208	199	211	213	232	855	854
Operating expenses on machinery, vehicles and office equipment	37	38	28	23	32	121	89
Allocation to employees	0	164	0	0	0	164	153
Restructuring expenses	1	61	13	0	0	73	0
Other operating expenses	154	97	174	141	145	558	377
<b>Other expenses</b>	<b>1 416</b>	<b>1 669</b>	<b>1 323</b>	<b>1 379</b>	<b>1 375</b>	<b>5 745</b>	<b>5 474</b>
Depreciation and impairment of fixed and intangible assets	199	196	183	177	159	715	653
<b>Total operating expenses <sup>*)</sup></b>	<b>3 744</b>	<b>3 994</b>	<b>3 491</b>	<b>3 483</b>	<b>3 459</b>	<b>14 427</b>	<b>12 864</b>

\*) Of which DnB NORD 220 229 175 173 151 728 -

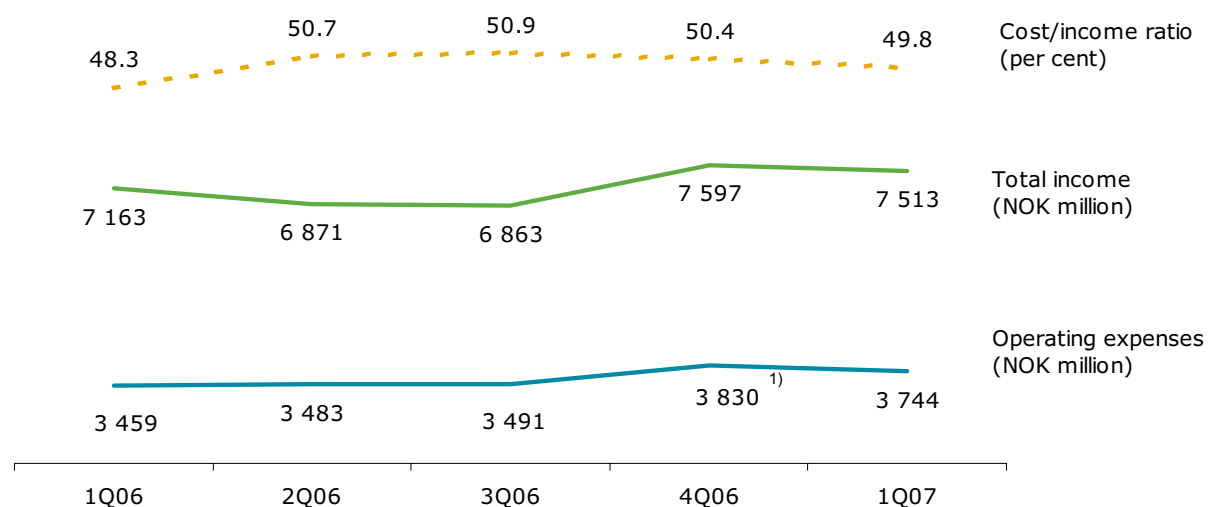
1) With effect from 31 December 2006, the Group changed the assumption concerning life expectancy in connection with the calculation of pension commitments. This has increased pension expenses for the first quarter of 2007.

## Changes in total operating expenses

Amounts in NOK million	1Q07	Change	1Q06
<b>Total operating expenses</b>	<b>3 744</b>	<b>285</b>	<b>3 459</b>
DnB NORD	220	69	151
Wage settlements		64	
Pension expenses		60	
System development expenses		40	
Depreciation and impairment		27	
Merger synergies		(23)	
Other		48	

Amounts in NOK million	1Q07	Change	4Q06
<b>Total operating expenses</b>	<b>3 744</b>	<b>(251)</b>	<b>3 994</b>
DnB NORD	220	(9)	229
Pension expenses		31	
System development expenses		12	
Allocation to employees		(164)	
Performance-based pay		(64)	
Fees		(63)	
Other		7	

## Cost/income ratio



1) Excluding allocation to employees.

## Number of employees - full-time positions

Full-time positions	31 March 2007	31 Dec. 2006	30 Sept. 2006	30 June 2006	31 March 2006	31 Dec. 2005
Corporate Banking and Payment Services <sup>1)</sup>	2 635	2 635	2 584	2 600	2 596	2 356
Retail Banking	4 111	4 080	4 040	4 056	4 073	4 103
DnB NOR Markets	569	562	550	545	538	538
Vital	814	815	809	795	769	756
DnB NOR Asset Management	302	300	305	301	296	285
DnB NORD	2 111	1 989	1 917	1 845	1 831	1 754
Staff and support units	1 470	1 444	1 456	1 467	1 472	1 542
<b>Total</b>	<b>12 011</b>	<b>11 824</b>	<b>11 661</b>	<b>11 607</b>	<b>11 575</b>	<b>11 334</b>

1) An increase of 250 full-time positions resulting from the acquisition of Monchebank in January 2006.

## Economic assumptions applied in calculating pension expenses and commitments

<i>Economic assumptions (per cent)</i>	Balances 31 March		Expenses	
	2007	2006	1Q07	1Q06
Discount rate	4.5	3.9	4.5	3.9
Anticipated return	5.6	4.9	5.6	4.9
Anticipated rise in salaries	4.5	3.5	4.5	3.5
Anticipated rise in base rate	4.25	3.0	4.25	3.0
Anticipated rise in pensions	2.25	2.5	2.25	2.5
Anticipated CPA acceptance	35.0	40.0	35.0	40.0
Demographic assumptions about mortality <sup>1)</sup>	K2005	K1963	K2005	K1963

1) Statistical assumptions on population mortality, as officially estimated in 1963 and 2005 respectively.

## Pension expenses

<i>Amounts in NOK million</i>	1Q07	4Q06	3Q06	2Q06	1Q06	2006	2005
Regular pensions	259	183	201	182	156	722	690
Changes in pension schemes (one-time effect)							(322)
Changes in economic assumptions 2005							32
Changes in economic assumptions 2006		50	47	47	47	191	
Changes in economic assumptions 2007	(20)						
Changes in estimates <sup>1)</sup>	25						
<b>Total</b>	<b>264</b>	<b>233</b>	<b>248</b>	<b>229</b>	<b>203</b>	<b>913</b>	<b>400</b>

1) Change in life expectancy assumption.

## IT expenses

<i>Amounts in NOK million</i>	1Q07	4Q06	3Q06	2Q06	1Q06	2006	2005
IT operating expenses	423	396	407	412	403	1 618	1 642
Systems development expenses	216	204	137	165	175	681	526
IT expenses in Vital, after eliminations	101	93	90	100	94	377	349
<b>Total IT expenses <sup>1)</sup></b>	<b>739</b>	<b>693</b>	<b>633</b>	<b>677</b>	<b>672</b>	<b>2 675</b>	<b>2 518</b>

1) Including salaries and indirect costs.

## Write-downs on loans and guarantees

<i>Amounts in NOK million</i>	1Q07	4Q06	3Q06	2Q06	1Q06	2006	2005
New individual write-downs	283	225	185	251	257	919	877
Reassessments and recoveries	195	220	160	193	186	759	643
Total individual write-downs	88	5	25	59	71	160	234
Change in group write-downs on loans <sup>1)</sup>	(37)	(21)	(76)	(224)	(97)	(418)	(97)
<b>Write-downs on loans and guarantees</b>	<b>51</b>	<b>(16)</b>	<b>(51)</b>	<b>(165)</b>	<b>(26)</b>	<b>(258)</b>	<b>137</b>

## Write-downs on loans and guarantees for principal sectors

<i>Amounts in NOK million</i>	1Q07	4Q06	3Q06	2Q06	1Q06	2006	2005
Retail customers	98	(78)	13	44	69	48	270
International shipping	0	17	2	(1)	0	18	7
Real estate	(13)	(7)	1	(13)	(12)	(31)	(36)
Manufacturing	(34)	11	1	3	7	22	29
Services and management	11	19	(14)	5	3	13	(101)
Trade	14	(2)	1	25	4	28	25
Oil and gas	0	(5)	0	(2)	0	(7)	(5)
Transportation and communication	4	10	7	15	7	39	12
Building and construction	10	(5)	9	(12)	4	(4)	11
Power and water supply	0	1	(1)	0	0	0	1
Fishing	3	3	3	8	(3)	11	4
Hotels and restaurants	(3)	0	3	(11)	0	(7)	(4)
Agriculture and forestry	(3)	9	(2)	0	4	11	1
Other sectors	(1)	33	2	(3)	(12)	20	(18)
Total customers	88	6	25	58	71	161	196
Credit institutions	0	(1)	0	0	0	(1)	38
Change in group write-downs on loans <sup>1)</sup>	(37)	(21)	(76)	(224)	(97)	(418)	(97)
<b>Write-downs on loans and guarantees</b>	<b>51</b>	<b>(16)</b>	<b>(51)</b>	<b>(165)</b>	<b>(26)</b>	<b>(258)</b>	<b>137</b>
Of which individual write-downs on guarantees	11	(2)	(1)	1	(10)	(13)	13

1) The group implemented amendments to IAS 39 regarding financial guarantee contracts issued as from 1 January 2006. In accordance with the new principles group write-downs on guarantees have been reclassified from write-downs on loans and guarantees to net gains on financial instruments at fair value. Accounting figures for 2005 have been restated, see section 1 Accounting principles and note 1 Accounting principles in the 2006 annual report for the DnB NOR Group.

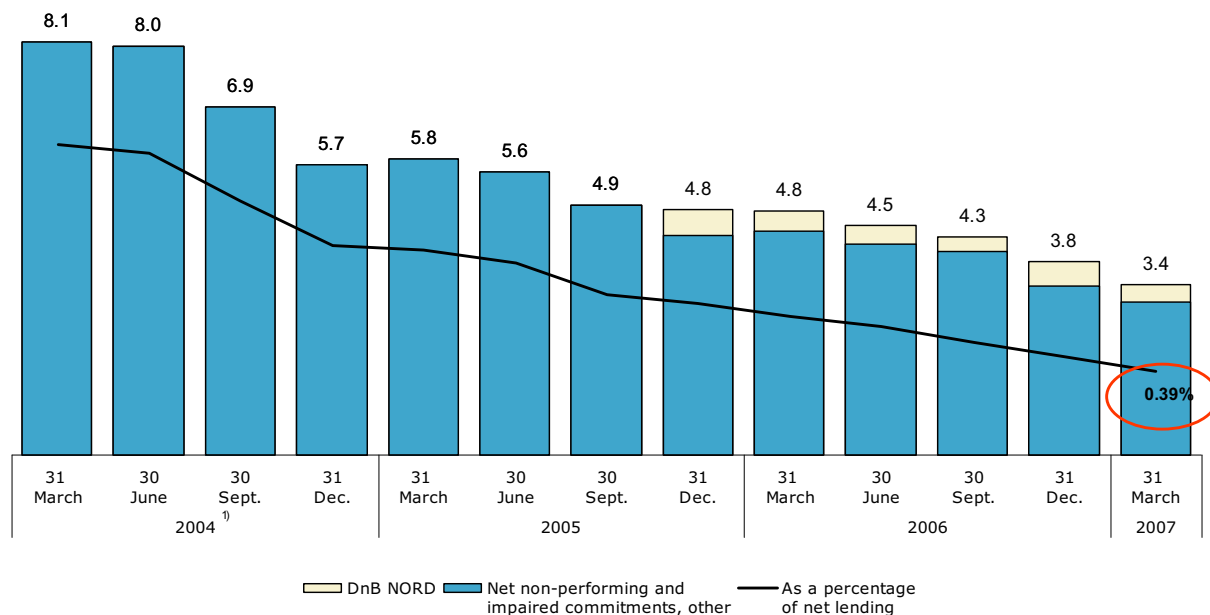
## Write-down ratio

Amounts in NOK million	31 March 2007	31 Dec. 2006	30 Sept. 2006	30 June 2006	31 March 2006	31 Dec. 2005
Non-performing commitments (gross)	4 177	4 334	4 909	4 811	5 111	5 346
Impaired commitments (gross)	1 091	1 434	1 482	2 066	1 888	1 755
Gross non-performing and impaired commitments	5 268	5 768	6 391	6 877	6 999	7 101
Individual write-downs	1 901	1 968	2 121	2 233	2 241	2 350
Group write-downs <sup>1)</sup>	847	892	928	964	1 229	1 344
Write-down ratio (per cent)	52.2	49.6	47.7	46.5	49.6	52.0
Collateral for loans	3 057	2 983	3 330	3 364	3 552	3 570
Coverage ratio (per cent)	110.2	101.3	99.8	95.4	100.3	102.3

1) The group implemented amendments to IAS 39 regarding financial guarantee contracts issued as from 1 January 2006. In accordance with the new principles group write-downs on guarantees have been reclassified from write-downs on loans and guarantees to net gains on financial instruments at fair value. Accounting figures for 2005 have been restated, see section 1 Accounting principles and note 1 Accounting principles in the 2006 annual report for the DnB NOR Group.

## Net non-performing and impaired commitments

NOK billion



1) Pro forma figures.

## Lending

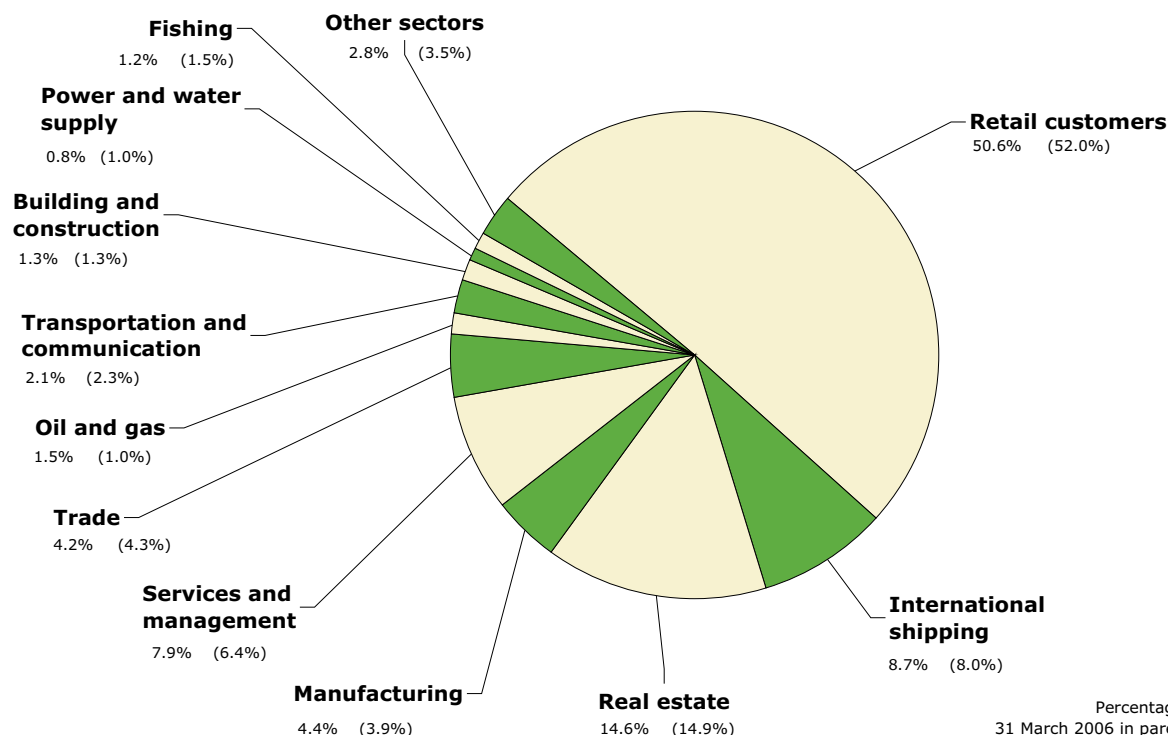
### Net lending to principal sectors <sup>1) 2)</sup>

Amounts in NOK billion	31 March 2007	31 Dec. 2006	30 Sept. 2006	30 June 2006	31 March 2006	31 Dec. 2005
Retail customers	425.2	417.6	406.1	394.3	377.8	374.1
International shipping	73.5	74.2	70.2	63.7	58.2	53.7
Real estate	122.5	116.2	115.5	115.7	108.0	98.9
Manufacturing	36.6	36.7	34.0	30.9	28.4	24.0
Services and management	66.1	64.5	58.4	50.2	46.9	47.2
Trade	35.3	32.1	32.6	32.6	31.1	27.1
Oil and gas	12.7	12.7	13.1	8.8	7.0	7.5
Transportation and communication	17.8	16.7	21.1	17.1	16.9	15.8
Building and construction	10.6	11.2	10.1	10.8	9.7	9.0
Power and water supply	7.0	7.3	7.6	7.2	7.0	6.1
Fishing	10.2	10.1	10.4	10.8	10.6	9.0
Hotels and restaurants	3.5	3.5	3.8	3.7	3.5	3.7
Agriculture and forestry	6.4	7.5	7.1	6.6	6.2	6.4
Central and local government	5.3	7.4	3.4	2.0	4.5	3.4
Other sectors	8.1	8.9	7.0	9.5	11.0	10.0
<b>Net lending to customers</b>	<b>841.0</b>	<b>826.7</b>	<b>800.4</b>	<b>763.8</b>	<b>726.7</b>	<b>696.1</b>
Of which residential mortgages						
within 80% of collateral value	391.6	381.9	374.7	363.2	350.8	342.1
above 80% of collateral value	11.9	11.9	11.9	12.1	11.0	10.7
<b>Total</b>	<b>403.5</b>	<b>393.8</b>	<b>386.7</b>	<b>375.2</b>	<b>361.8</b>	<b>352.8</b>

1) Split according to official industry definitions which may differ from DnB NOR's business area reporting.

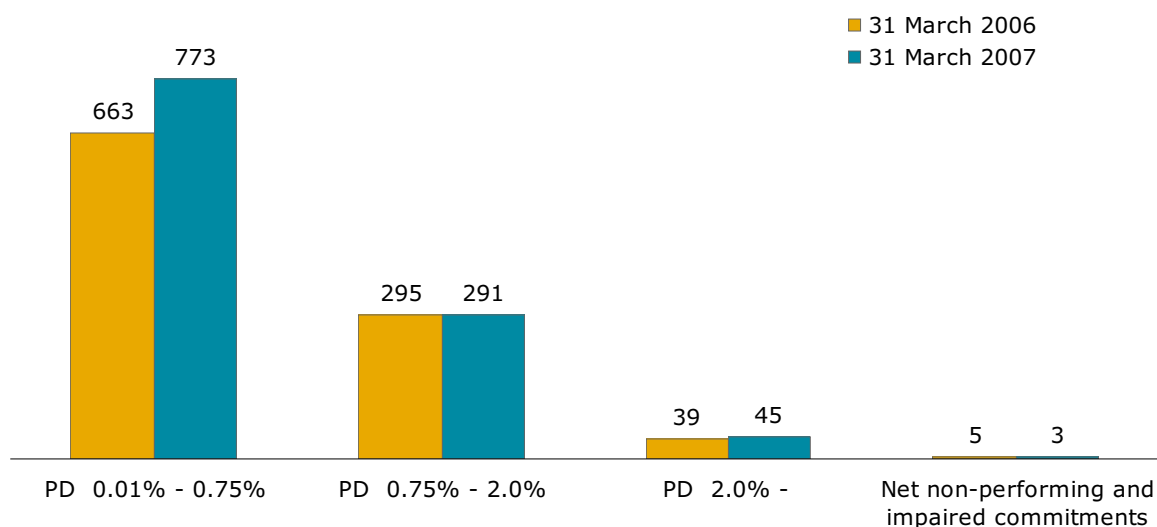
2) Lending after individual write-downs.

### Net lending to principal sectors as at 31 March 2007



## Risk classification of portfolio <sup>1)</sup>

NOK billion



1) Based on DnB NOR's risk classification system. The volume represents the expected outstanding amount in the event of default.

## DnB NOR's risk classification <sup>1)</sup>

Risk class	Probability of default (per cent)		External rating		
	As from	Up to	Moody's	Standard & Poor's	Dominion Bond Rating Service
1	0.01	0.10	Aaa - A3	AAA - A-	AAA - A low
2	0.10	0.25	Baa1	BBB+	BBB high
3	0.25	0.50	Baa2 - Baa3	BBB/BBB-	BBB/BBB low
4	0.50	0.75	Ba1	BB+	BB high
5	0.75	1.25	Ba2	BB	BB
6	1.25	2.00	Ba3	BB-	BB low
7	2.00	3.00		B+	B high
8	3.00	5.00	B1		B
9	5.00	8.00	B2	B	B/B low
10	8.00	impaired	B3, Caa/C	B-, CCC/C	B low/CCC/ C

1) DnB NOR's risk classification system, where 1 represents the lowest risk and 10 the highest risk.

## Capital adequacy

New capital adequacy regulations, Basel II, entered into force on 1 January 2007. See section 1 for a further description of the DnB NOR Group's implementation of the Basel II regulations. Due to the transition to new regulations, the Group's core capital and capital adequacy ratios rose by 0.3 and 0.4 percentage points respectively.

Capital adequacy calculations are subject to special consolidation rules governed by the Consolidation Regulations. Primary capital and nominal amounts used in calculating risk-weighted volume will deviate from figures in the DnB NOR Group's accounts, as associated companies which are consolidated in the accounts according to the equity method are consolidated according to the gross method in capital adequacy calculations.

Valuation rules used in the statutory accounts form the basis for the consolidation. As from the first quarter 2007, the Norwegian regulations on the use of IFRS have been used in statutory accounts of the companies in the Group. According to new regulations on primary capital calculations, most items that have affected equity upon transition to the Norwegian regulations on the use of IFRS should be deducted from core capital. The deductions are specified below.

### Primary capital

	DnB NOR Bank		DnB NOR Bank Group		DnB NOR Group	
	31 March 2007	31 Dec. 2006 <sup>1)</sup>	31 March 2007	31 Dec. 2006 <sup>1)</sup>	31 March 2007	31 Dec. 2006 <sup>1)</sup>
<i>Amounts in NOK million</i>						
Share capital	17 214	17 214	17 214	17 214	13 341	13 341
Other equity	31 098	28 143	41 113	32 026	52 899	44 492
<b>Total equity</b>	<b>48 312</b>	<b>45 357</b>	<b>58 328</b>	<b>49 240</b>	<b>66 239</b>	<b>57 833</b>
Perpetual subordinated loan capital securities <sup>2) 3)</sup>	8 030	5 360	8 628	5 603	9 683	5 603
Deductions						
Pension funds above pension commitments	(39)	(39)	(46)	(49)	(197)	(182)
Goodwill	(1 656)	(1 094)	(2 781)	(1 990)	(5 726)	(4 454)
Deferred tax assets	(384)	(752)	(192)	(625)	(75)	(671)
Other intangible assets	(352)	(308)	(447)	(394)	(718)	(884)
Dividends/ group contribution, payable	-	-	(5 544)	-	(5 336)	-
Unrealised gains on fixed assets	(430)	-	(558)	-	(558)	-
Adjustments for unrealised losses/ (gains) on liabilities recorded at fair value	(1)	-	13	-	13	-
50 per cent of investments in other financial institutions	(1 067)	-	(1 067)	-	-	-
Additions:						
Portion of unrecognised actuarial gains/losses, pension costs <sup>4)</sup>	1 109	1 664	1 179	1 768	1 207	1 810
<b>Core capital</b>	<b>53 523</b>	<b>50 188</b>	<b>57 514</b>	<b>53 554</b>	<b>64 531</b>	<b>59 054</b>
Perpetual subordinated loan capital <sup>2) 3)</sup>	7 403	7 502	7 503	7 602	7 503	7 602
Perpetual subordinated loan capital securities <sup>2) 3)</sup>	1 419	-	1 059	-	4	-
Term subordinated loan capital <sup>3)</sup>	19 632	19 885	20 691	20 969	20 691	20 969
Deductions						
50 per cent of investments in other financial institutions	(1 067)	(2 144)	(1 067)	(2 144)	-	-
Additions						
45 per cent of unrealised gains on fixed assets	268	-	345	-	345	-
Supplementary capital	27 655	25 243	28 531	26 427	28 543	28 571
<b>Total eligible primary capital <sup>5)</sup></b>	<b>81 177</b>	<b>75 431</b>	<b>86 045</b>	<b>79 981</b>	<b>93 074</b>	<b>87 625</b>

### Minimum capital requirement

	DnB NOR Bank	DnB NOR Bank Group	DnB NOR Group
<i>Amounts in NOK million</i>			
Credit risk, IRB <sup>6)</sup>	11 058	11 058	11 058
Of which:			
Retail commitments secured by residential property	2 711	2 711	2 711
Corporate commitments, Regional Divisions East and Coast	8 347	8 347	8 347
Commitments calculated according to Basel I, transitional rules <sup>7)</sup>	33 946	40 183	48 236
<b>Total capital requirement, credit risk</b>	<b>45 005</b>	<b>51 241</b>	<b>59 294</b>
Counterparty risk	1 227	1 229	1 229
Position risk	3 131	3 160	3 160
Settlement risk	2	2	2
Foreign exchange risk	131	132	132
<b>Total capital requirement market risk</b>	<b>4 491</b>	<b>4 524</b>	<b>4 524</b>
Operational risk	2 857	2 857	2 857
Deductions	(171)	(171)	-
<b>Total capital requirements according to Basel II</b>	<b>52 183</b>	<b>58 452</b>	<b>66 676</b>
Addition due to transitional rules <sup>8)</sup>	3 057	3 057	3 057
<b>Total capital requirements</b>	<b>55 240</b>	<b>61 509</b>	<b>69 733</b>

**Capital adequacy**

	DnB NOR Bank		DnB NOR Bank Group		DnB NOR Group	
	Reported 31 March 2007 <sup>8)</sup>	Basel I 31 Dec. 2006 <sup>1)</sup>	Reported 31 March 2007 <sup>8)</sup>	Basel I 31 Dec. 2006 <sup>1)</sup>	Reported 31 March 2007 <sup>8)</sup>	Basel I 31 Dec. 2006 <sup>1)</sup>
<i>Amounts in NOK million</i>						
Risk-weighted volume <sup>5)</sup>	690 490	708 428	768 863	787 311	871 660	880 292
Core capital ratio (%)	7.8	7.1	7.5	6.8	7.4	6.7
Capital ratio (%)	11.8	10.6	11.2	10.2	10.7	10.0
Core capital ratio incl. 50 per cent of profit for the period (%)	7.8	-	7.5	-	7.6	-
Capital ratio incl. 50 per cent of profit for the period (%)	11.8	-	11.2	-	10.8	-

- 1) Figures for previous periods are calculated in accordance with rules prevailing at the time in question.
- 2) Perpetual subordinated loan capital securities can represent up to 15 per cent of core capital. The excess will qualify as perpetual supplementary capital.
- 3) As at March 31 2007 calculations of capital adequacy include a total of NOK 731 million in subordinated loan capital in associated companies, in addition to subordinated loan capital in the Group's balance sheet.
- 4) Upon implementation of NRS 6A (IAS 19) in 2005, unrecognised actuarial gains/losses for pension commitments were charged to equity in the accounts. The Ministry of Finance has established a transitional rule whereby two-fifths of the amount recorded against equity can be included in capital adequacy calculations as at 31 March 2007. This effect will be reduced by one-fifth yearly up until and including 2008.
- 5) Primary capital and nominal amounts used in calculating risk-weighted volume deviate from figures in the DnB NOR Group's, as associated companies which are assessed in the accounts according to the equity method, are assessed according to the gross method in capital adequacy calculations.
- 6) In 2007, credit risk for loans to retail customers secured by residential property in DnB NOR Bank ASA excluding loans under the brand name Postbanken, and commitments with small corporate customers in the Regional Division East and the Regional Division Coast, are reported according to the foundation IRB approach, Internal Ratings Based.
- 7) The minimum capital requirements for portfolios not mentioned in footnote 6 are 8 per cent of risk-weighted volume calculated according to Basel I rules.
- 8) Due to transitional rules, minimum capital requirements for 2007, 2008 and 2009 can maximum be reduced to 95, 90 and 80 per cent respectively of the requirement according to Basel I rules.

## Taxes

The DnB NOR Group's tax charge for the first quarter of 2007 was NOK 856 million, based on an anticipated average tax rate of 23 per cent of pre-tax operating profits.

## Financial results DnB NOR Group

### Full income statement

Amounts in NOK million

	1Q07	4Q06	3Q06	2Q06	1Q06	2006	2005
Total interest income	13 386	12 556	10 961	10 001	8 864	42 381	29 973
Total interest expenses	9 401	8 581	7 049	6 219	5 242	27 092	16 363
<b>Net interest income</b>	<b>3 985</b>	<b>3 975</b>	<b>3 911</b>	<b>3 781</b>	<b>3 622</b>	<b>15 289</b>	<b>13 610</b>
Commissions and fees receivable etc.	2 322	2 371	2 050	2 215	2 328	8 963	8 362
Commissions and fees payable etc.	587	583	530	566	574	2 253	2 320
Net gains on financial instruments at fair value	1 057	1 150	705	739	1 015	3 610	2 915
Net gains on assets in Vital	4 572	6 022	2 723	2 445	4 941	16 131	14 379
Guaranteed returns and allocations to policyholders in Vital	4 193	5 731	2 392	2 008	4 453	14 584	13 111
Premium income etc. included in the risk result in Vital	1 414	1 191	1 001	1 059	1 063	4 314	3 925
Insurance claims etc. included in the risk result in Vital	1 401	1 146	960	1 121	1 097	4 324	3 828
Net realised gains on investment securities (AFS)	0	0	0	0	0	0	167
Profit from companies accounted for by the equity method	37	24	94	24	29	171	118
Other income	306	323	262	302	290	1 176	1 117
<b>Net other operating income</b>	<b>3 528</b>	<b>3 622</b>	<b>2 951</b>	<b>3 090</b>	<b>3 541</b>	<b>13 204</b>	<b>11 725</b>
<b>Total operating income</b>	<b>7 513</b>	<b>7 597</b>	<b>6 863</b>	<b>6 871</b>	<b>7 163</b>	<b>28 493</b>	<b>25 335</b>
Salaries and other personnel expenses	2 129	2 129	1 985	1 927	1 925	7 967	6 737
Other expenses	1 416	1 669	1 323	1 379	1 375	5 745	5 474
Depreciation and impairment of fixed and intangible assets	199	196	183	177	159	715	653
<b>Total operating expenses</b>	<b>3 744</b>	<b>3 994</b>	<b>3 491</b>	<b>3 483</b>	<b>3 459</b>	<b>14 427</b>	<b>12 864</b>
Net gains on fixed and intangible assets	5	66	135	151	12	365	775
Write-downs on loans and guarantees	51	(16)	(51)	(165)	(26)	(258)	137
<b>Pre-tax operating profit</b>	<b>3 723</b>	<b>3 684</b>	<b>3 558</b>	<b>3 703</b>	<b>3 743</b>	<b>14 689</b>	<b>13 109</b>
Taxes	856	291	844	853	894	2 881	2 965
Profit from discontinuing operations after taxes	0	0	0	0	0	0	0
<b>Profit for the period</b>	<b>2 866</b>	<b>3 394</b>	<b>2 714</b>	<b>2 851</b>	<b>2 849</b>	<b>11 808</b>	<b>10 144</b>
Profit attributable to shareholders	2 812	3 366	2 668	2 816	2 815	11 665	10 131
Profit attributable to minority interests	54	28	46	34	34	143	13
Earnings per share (NOK)	2.11	2.52	2.00	2.11	2.11	8.74	7.59
Diluted earnings per share (NOK)	2.11	2.52	2.00	2.11	2.11	8.74	7.59

### Full balance sheets

Amounts in NOK million

	31 March 2007	31 Dec. 2006	30 Sept. 2006	30 June 2006	31 March 2006	31 Dec. 2005
Cash and deposits with central banks	18 685	11 453	15 474	14 022	2 742	21 229
Lending to and deposits with credit institutions	109 713	71 091	69 116	90 282	67 955	40 854
Lending to customers	842 298	827 947	801 747	764 766	727 571	697 579
Commercial paper and bonds	165 668	172 040	161 954	154 927	151 725	145 475
Shareholdings	61 091	51 393	45 781	42 868	43 510	35 980
Financial assets, customers bearing the risk	18 867	18 840	16 005	14 800	15 143	13 136
Financial derivatives	58 006	57 999	51 539	34 085	30 468	33 913
Shareholdings, available for sale	0	0	0	0	0	0
Commercial paper and bonds, held to maturity	60 093	62 444	62 478	60 898	56 518	52 587
Investment property	25 846	25 816	25 173	24 042	23 583	23 143
Investments in associated companies	1 467	1 515	1 457	1 425	1 440	1 402
Intangible assets	6 393	6 471	6 446	6 264	6 159	6 042
Deferred tax assets	28	38	42	40	53	52
Fixed assets	5 590	5 478	5 244	5 152	5 121	5 120
Biological assets	0	0	0	0	0	0
Discontinuing operations	27	27	43	67	0	27
Other assets	9 888	7 691	5 460	8 376	6 407	4 889
<b>Total assets</b>	<b>1 383 659</b>	<b>1 320 242</b>	<b>1 267 961</b>	<b>1 222 016</b>	<b>1 138 395</b>	<b>1 081 428</b>
Loans and deposits from credit institutions	141 592	124 372	121 100	133 036	110 518	108 056
Deposits from customers	503 129	474 526	457 485	459 734	420 836	410 991
Financial derivatives	59 474	58 812	46 533	33 217	31 280	31 845
Securities issued	330 288	326 806	316 466	281 508	261 847	236 631
Insurance liabilities, customers bearing the risk	18 867	18 840	16 005	14 800	15 143	13 136
Liabilities to life insurance policyholders	189 715	188 096	182 181	182 208	182 838	174 675
Payable taxes	4 707	4 091	3 331	2 457	1 687	943
Deferred taxes	767	730	1 740	1 819	1 832	1 759
Other liabilities	23 951	18 812	20 031	18 039	18 090	14 333
Discontinuing operations	0	0	0	0	0	0
Provisions	4 582	4 768	4 399	4 355	4 412	4 594
Subordinated loan capital	37 432	33 977	36 199	31 235	28 215	26 112
<b>Total liabilities</b>	<b>1 314 503</b>	<b>1 253 829</b>	<b>1 205 469</b>	<b>1 162 409</b>	<b>1 076 695</b>	<b>1 023 075</b>
Minority interests	2 226	2 201	1 650	1 551	1 520	946
Revaluation reserve	0	0	0	0	0	0
Share capital	13 341	13 341	13 341	13 342	13 369	13 369
Other reserves and retained earnings	53 589	50 870	47 501	44 715	46 811	44 038
<b>Total equity</b>	<b>69 156</b>	<b>66 413</b>	<b>62 492</b>	<b>59 607</b>	<b>61 699</b>	<b>58 353</b>
<b>Total liabilities and equity</b>	<b>1 383 659</b>	<b>1 320 242</b>	<b>1 267 961</b>	<b>1 222 016</b>	<b>1 138 395</b>	<b>1 081 428</b>

## Key figures <sup>1)</sup>

	1Q07	4Q06	3Q06	2Q06	1Q06	2006	2005
<b>Interest rate analysis</b>							
1 Combined average spread for lending and deposits (%)	2.04	2.04	2.08	2.14	2.15	2.10	2.19
2 Spread for ordinary lending to customers (%)	1.09	1.15	1.25	1.35	1.40	1.28	1.49
3 Spread for deposits from customers (%)	0.95	0.89	0.83	0.79	0.75	0.82	0.70
<b>Rate of return/profitability</b>							
4 Net other operating income, per cent of total income	47.0	47.7	43.0	45.0	49.4	46.3	46.3
5 Cost/income ratio (%)	49.8	50.4	50.9	50.7	48.3	50.1	50.2
6 Return on equity, annualised (%)	17.2	21.5	18.0	19.2	19.2	19.5	18.8
7 RARORAC, annualised (%)	22.7	22.8	19.7	21.0	24.8	22.0	24.1
8 RORAC, annualised (%)	26.0	25.4	24.4	27.0	28.9	26.4	29.8
9 Average equity including allocated dividend (NOK million)	65 571	62 527	59 449	58 680	58 793	59 862	53 111
10 Return on average risk-weighted volume, annualised (%)	1.31	1.56	1.30	1.44	1.54	1.50	1.58
<b>Financial strength</b>							
11 Core (Tier 1) capital ratio at end of period (%)	7.4	6.7	6.3	6.6	7.0	6.7	7.4
12 Core (Tier 1) capital ratio incl. 50% of profit for the period (%)	7.6	-	6.7	6.9	7.2	-	-
13 Capital adequacy ratio at end of period (%)	10.7	10.0	9.8	9.9	10.0	10.0	10.2
14 Capital adequacy ratio incl. 50% of profit for the period (%)	10.8	-	10.3	10.2	10.2	-	-
15 Core capital at end of period (NOK million)	64 531	59 054	53 897	53 560	54 053	59 054	52 523
16 Risk-weighted volume at end of period (NOK million)	871 660	880 292	857 063	810 569	770 232	880 292	714 039
<b>Loan portfolio and write-downs</b>							
17 Write-downs relative to net lending to customers, annualised	0.02	(0.01)	(0.03)	(0.09)	(0.01)	(0.03)	0.02
18 Net non-performing and impaired commitments, per cent of net lending	0.39	0.45	0.52	0.60	0.64	0.45	0.63
19 Net non-performing and impaired comm. at end of period (NOK million)	3 367	3 800	4 271	4 645	4 758	3 800	4 751
<b>Liquidity</b>							
20 Ratio of customer deposits to net lending to customers at end of period (%)	59.7	57.3	57.1	60.1	57.8	57.3	58.9
<b>Total assets owned or managed by DnB NOR</b>							
21 Assets under management at end of period (NOK billion)	572	575	556	543	550	575	567
22 Total combined assets at end of period (NOK billion)	1 747	1 688	1 626	1 569	1 490	1 688	1 459
23 Customer savings at end of period (NOK billion)	1 078	1 052	1 017	1 007	976	1 052	982
<b>Staff</b>							
24 Number of full-time positions at end of period	12 011	11 824	11 661	11 607	11 575	11 824	11 334
<b>The DnB NOR share</b>							
25 Number of shares at end of period (1 000)	1 334 089	1 334 089	1 334 089	1 334 190	1 336 875	1 334 089	1 336 875
26 Average number of shares (1 000)	1 334 089	1 334 089	1 334 101	1 336 427	1 336 875	1 335 449	1 334 474
27 Earnings per share (NOK)	2.11	2.52	2.00	2.11	2.11	8.74	7.59
28 Dividend per share (NOK)	-	-	-	-	-	4.00	3.50
29 Total shareholder's return (%)	(3.1)	15.2	3.4	(9.0)	22.6	27.8	25.3
30 Dividend yield (%)	-	-	-	-	-	4.52	4.86
31 Equity per share including allocated dividend at end of period (NOK)	50.17	48.13	45.61	43.51	45.01	48.13	42.94
32 Share price at end of period (NOK)	85.80	88.50	79.90	77.25	88.25	88.50	72.00
33 Price/book value	1.71	1.84	1.75	1.78	1.96	1.84	1.68
34 Market capitalisation (NOK billion)	114.5	118.1	106.6	103.1	118.0	118.1	96.3

1) Figures for 2005 do not include DnB NORD and DnB NOR Monchebank.

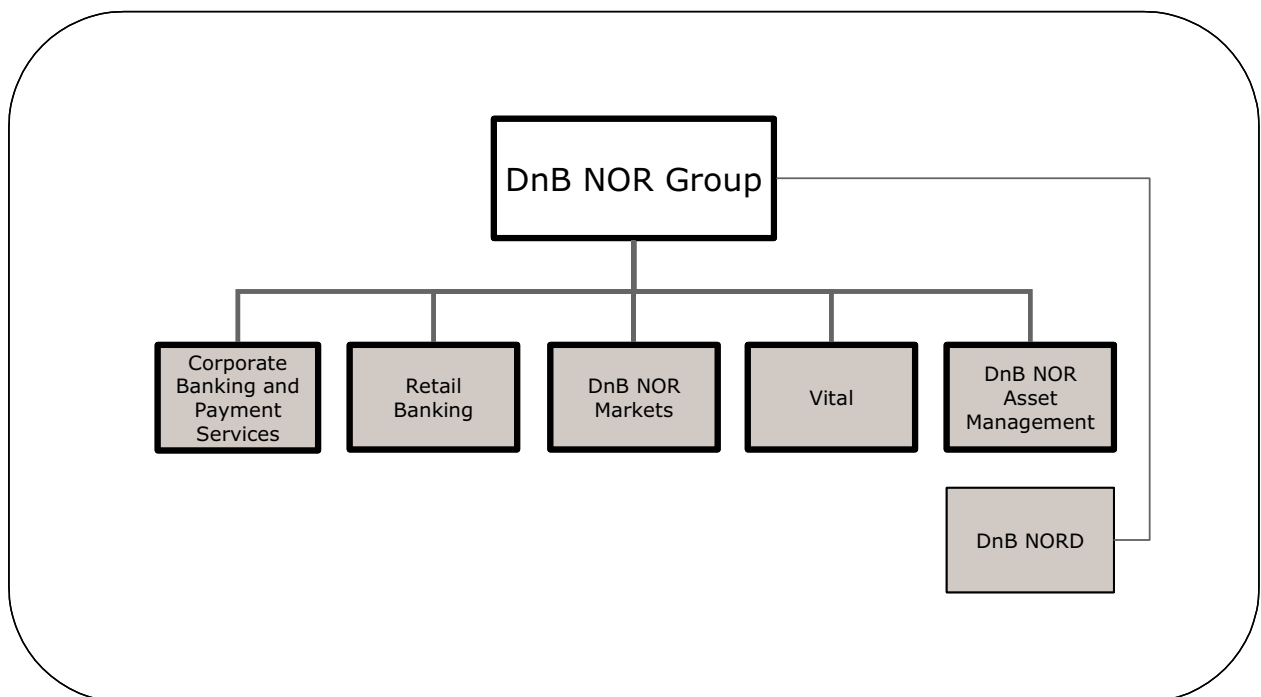
### Definitions

- 1, 2, 3 Based on nominal values excluding lending to and deposits with credit institutions and impaired loans.
- 5 Expenses relative to total income. Expenses are excluding allocation to employees.
- 6 Profit for the period are exclusive of profit attributable to minority interests and are adjusted for the period's change in fair value recognised directly in equity. Average equity is calculated on the basis of recorded equity excluding minority interests.
- 7 RARORAC (Risk-Adjusted Return On Risk-Adjusted Capital) is defined as risk-adjusted profits relative to risk-adjusted capital. Risk-adjusted profits indicate the level of profits in a normalized situation.
- 8 RORAC (Return On Risk-Adjusted Capital) is defined as profits for the period relative to risk-adjusted capital. Profits for the period are exclusive of profits attributable to minority interests and are adjusted for the period's change in fair value recognised directly in equity and for the difference between recorded interest on average equity and interest on risk-adjusted capital.
- 10 Profit for the period divided by average risk-weighted volume.
- 21 Total assets under management for customers in DnB NOR Asset Management and Vital.
- 22 Total assets and assets under management.
- 23 Total deposits from customers, assets under management and equity-linked bonds.
- 25 Number of shares at the end of 2006 are excluding the 2 786 thousand own shares repurchased in accordance with the authorisation issued by DnB NOR's General Meeting.
- 27 Excluding discontinuing operations and profits attributable to minority interests. Holdings of own shares are not included in calculations of the number of shares.
- 29 Closing price at end of period less closing price at beginning of period, included dividends reinvested in DnB NOR shares on the dividend payment date, divided by closing price at beginning of period.
- 31 Equity at end of period excluding minority interests divided by number of shares at end of period.
- 33 The last quoted share price on Oslo Børs at end of period relative to recorded equity at end of period.
- 34 Number of shares multiplied by the closing share price at end of period.

## Section 3

# DnB NOR Group - business areas

Unless otherwise specified,  
figures are based on IFRS



## Business areas – financial performance

The operational structure of DnB NOR include five business areas. In addition, DnB NORD, which was incorporated in the Group from year-end 2005, is reported as a separate profit centre. The business areas are independent profit centres and carry the responsibility for customer segments served by the Group and the products offered.

Selected income, expenses and balance sheet figures for the business areas have been prepared on the basis of internal financial reporting for the functional organisation of the DnB NOR Group.

Return on capital for the business areas are presented in the descriptions of each area in this section. For Retail Banking, Corporate Banking, DnB NOR Markets and DnB NORD return on capital is measured as the business area's profits after taxes relative to average capital requirements according to BIS rules (6.5 per cent capital requirement), while for Vital and DnB NOR Asset Management, the calculations are based on average recorded equity. This is consistent with the manner in which most other financial institutions present their business areas.

### Financial targets for business areas

Differentiated financial and non-financial targets have been set for the business areas to ensure that the DnB NOR Group reach communicated financial targets. Return on risk-adjusted capital is the key financial ratio for the business areas in internal governance and follow-up of the operations. Return on risk-adjusted capital is defined as each area's profits after taxes relative to the calculated risk-adjusted capital. The risk-adjusted capital requirement is based on the risk involved in operations in accordance with DnB NOR's total risk model.

### Internal pricing

DnB NOR's financial management model and operational organisation entail the sale of products and services between the business areas in the Group. The pricing of such intra-group transactions is regulated by internal agreements based on market terms.

Certain customers and transactions of major importance require extensive cooperation within the Group. To stimulate such cooperation, net income relating to some of these customers and transactions is recorded in the accounts of all relevant business areas. This refers primarily to income from customer trading in DnB NOR Markets. In the first quarter of 2007, such income totalled NOK 334 million. Double entries are eliminated in the group accounts.

Services provided by staff and support units will as far as possible be scaled and priced according to use. Joint expenses incurred by group staff units and other group expenditures that cannot be debited according to use, are charged to the business areas' accounts on the basis of special distribution formulas. Costs relating to the Group's equity transactions, including strategic investments, and direct shareholder-related expenses and costs concerning the Group's governing bodies are not charged to the business areas.

## Changes in net interest income

<i>Amounts in NOK million</i>	1Q07	Change	1Q06
<b>Net interest income</b>	<b>3 985</b>	<b>363</b>	<b>3 622</b>
Corporate Banking and Payment Services		383	
Retail Banking		(144)	
DnB NOR Markets		14	
DnB NOR Asset Management		10	
DnB NORD		79	
Other		21	

## Changes in net other operating income

<i>Amounts in NOK million</i>	1Q07	Change	1Q06
<b>Net other operating income</b>	<b>3 528</b>	<b>(13)</b>	<b>3 541</b>
Corporate Banking and Payment Services		85	
Retail Banking		(24)	
DnB NOR Markets		39	
Vital		(33)	
DnB NOR Asset Management		(9)	
DnB NORD		34	
Other		(105)	

## Changes in total operating expenses

<i>Amounts in NOK million</i>	1Q07	Change	1Q06
<b>Total operating expenses</b>	<b>3 744</b>	<b>285</b>	<b>3 459</b>
Corporate Banking and Payment Services		119	
Retail Banking		53	
DnB NOR Markets		(23)	
Vital		20	
DnB NOR Asset Management		10	
DnB NORD		69	
Other		38	

## Changes in write-downs on loans and guarantees

<i>Amounts in NOK million</i>	1Q07	Change	1Q06
<b>Write-downs on loans and guarantees</b>	<b>51</b>	<b>78</b>	<b>(26)</b>
Corporate Banking and Payment Services		35	
Retail Banking		5	
DnB NORD, including group write-downs on loans		0	
Unallocated group write-downs on loans		54	
Other		(17)	

	Corporate Banking and Payment Services		Retail Banking		DnB NOR Markets		Vital		DnB NOR Asset Management		DnB NOR		Other operations/ eliminations <sup>1)</sup>	
<i>Amounts in NOK million</i>	1Q07	1Q06	1Q07	1Q06	1Q07	1Q06	1Q07	1Q06	1Q07	1Q06	1Q07	1Q06	1Q07	1Q06
Net interest income - ordinary operations	1 733	1 499	1 604	1 789	52	59	0	0	(1)	(3)	206	143	391	135
Interest on allocated capital	303	154	128	88	37	17	0	0	18	9	27	11	(514)	(279)
Net interest income	2 036	1 653	1 732	1 877	89	76			17	6	233	154	(123)	(144)
Net other operating income	757	671	775	800	973	934	689	722	275	284	105	71	(47)	58
Total income	2 793	2 325	2 508	2 676	1 063	1 010	689	722	292	290	338	225	(170)	(86)
Operating expenses <sup>2)</sup>	982	864	1 553	1 500	392	415	318	297	182	172	220	151	97	59
Pre-tax operating profit before write-downs	1 811	1 461	955	1 176	670	595	372	425	110	119	118	74	(267)	(145)
Net gains on fixed and intangible assets	4	7	0	0	(1)	0	0	0	0	0	2	3	1	3
Write-downs on loans and guarantees	31	(4)	77	71	22	0	0	0	0	0	11	11	(90)	(105)
Pre-tax operating profit	1 783	1 472	878	1 105	647	595	372	425	110	119	109	65	(176)	(37)

1) Other operations/eliminations:

Other operations/eliminations:	Eliminations of double entries		Other eliminations		Group Centre <sup>*)</sup>	
	1Q07	1Q06	1Q07	1Q06	1Q07	1Q06
<i>Amounts in NOK million</i>						
Net interest income - ordinary operations	(3)	(6)	(35)	(20)	429	162
Interest on allocated capital					(514)	(279)
Net interest income	(3)	(6)	(35)	(20)	(85)	(117)
Net other operating income	(330)	(314)	(84)	(57)	368	429
Total income	(334)	(321)	(119)	(77)	282	312
Operating expenses			(119)	(77)	215	136
Pre-tax operating profit before write-downs	(334)	(321)	0	0	67	176
Net gains on fixed and intangible assets			0	0	1	3
Write-downs on loans and guarantees			0	0	(90)	(105)
Pre-tax operating profit	(334)	(321)	0	0	157	284

The Group Centre includes Human Resources and Group Services, Finance/Group Staff, Risk Management and IT, Corporate Communications, investments in IT infrastructure and shareholder-related expenses. In addition, the Group Centre includes that part of the Group's equity that is not allocated to the business areas. The eliminations refer mainly to internal services from support units to business areas and between business areas. Further, intra-group company transactions and gains and losses on transactions between companies in the Group are eliminated. The elimination of double entries primarily concerns net profits on customer business carried out in cooperation between DnB NOR Markets and other business areas and taken to income in both areas.

*) <i>Group Centre - pre-tax operating profit in NOK million</i>	1Q07	1Q06
Income on equities	241	172
Unallocated write-downs on loans and guarantees	103	91
Unallocated	39	62
Funding costs on goodwill	(49)	(30)
Ownership-related expenses (costs relating to shareholders, investor relations, strategic planning etc.)	(52)	(45)
Portfolio hedging, Treasury	(132)	60
Other	8	(27)
Pre-tax operating profit	157	284

**Main average balance sheet items**

	Corporate Banking and Payment Services		Retail Banking		DnB NOR Markets		Vital <sup>1)</sup>		DnB NOR Asset Management		DnB NOR		Other operations/ eliminations	
<i>Amounts in NOK billion</i>	1Q07	1Q06	1Q07	1Q06	1Q07	1Q06	1Q07	1Q06	1Q07	1Q06	1Q07	1Q06	1Q07	1Q06
Net lending to customers <sup>2)</sup>	385.6	320.1	412.3	371.1	13.5	7.5					38.9	23.7	(6.5)	(3.6)
Customer deposits <sup>2)</sup>	271.8	230.7	212.1	194.3	14.6	12.8					13.0	10.4	(9.3)	(12.0)
Assets under management							224.0	209.2	547.3	539.4			(181.8)	(174.6)

**Key figures**

	Corporate Banking and Payment Services		Retail Banking		DnB NOR Markets		Vital		DnB NOR Asset Management		DnB NOR		Other operations	
<i>Per cent</i>	1Q07	1Q06	1Q07	1Q06	1Q07	1Q06	1Q07	1Q06	1Q07	1Q06	1Q07	1Q06	1Q07	1Q06
Cost/income ratio	35.2	37.2	61.9	56.0	36.9	41.1	46.1	41.2	62.3	59.1	65.1	67.2		
Ratio of deposits to lending <sup>2)</sup>	70.5	72.1	51.4	52.4							33.3	43.9		
Return on capital <sup>3) 4)</sup>	17.9	18.0	20.8	23.9	53.2	66.9	15.3	18.8	18.6	23.8	13.0	13.5		
Full-time positions as at 31 March	2 635	2 596	4 111	4 073	569	538	814	769	302	296	2 111	1 831	1 470	1 472

1) Assets under management include total assets.

2) Based on nominal values and includes lending to/deposits from credit institutions.

3) Return on capital is calculated on the basis of allocated capital. Allocated capital for Corporate Banking and Payment Services, Retail Banking, DnB NOR Markets and DnB NOR is calculated as 6.5 per cent of risk-weighted volume. Recorded equity is used for Vital and DnB NOR Asset Management.

4) Estimated return on capital is based on profit after tax. A Tax rate of 28 per cent is applied for Corporate Banking and Payment Services, Retail Banking, DnB NOR Markets and DnB NOR Asset Management. The expected tax rate for DnB NOR is 15 per cent and for Vital 0 per cent.

## Corporate Banking and Payment Services

Corporate Banking and Payment Services serves Norwegian enterprises in all segments, Swedish medium-sized and large corporates and international businesses where DnB NOR has or can build up a competitive advantage based on relationships, expertise or products - alone or in cooperation with partners.

DnB NOR holds a strong position in all segments of the Norwegian corporate market, and is one of the world's leading shipping banks. Corporate Banking and Payment Services is organised in ten divisions and two subsidiaries; DnB NOR Finans and Nordlandsbanken. Leif Teksum, group executive vice president, heads the business area.

Corporate Banking and Payment Services aims to be the customers' best partner, meeting their needs for financial solutions throughout the Norwegian and Swedish markets and in selected areas in international markets.

Norway and Sweden are the main countries where we seek growth through customer acquisition and by being a broad provider of everyday banking- and financial services. In addition we have growth-ambitions internationally within our defined industries such as shipping, energy and certain other sectors where competitive advantages and a substantial knowledge base provide growth potential.

### Financial performance

Amounts in NOK million	1Q07	4Q06	3Q06	2Q06	1Q06	2006	2005
Net interest income - ordinary operations	1 733	1 777	1 691	1 627	1 499	6 594	5 700
Interest on allocated capital	303	256	220	184	154	814	501
Net interest income	2 036	2 033	1 911	1 810	1 653	7 408	6 201
Net other operating income	757	799	628	651	671	2 750	2 580
Total income	2 793	2 832	2 540	2 462	2 325	10 158	8 781
Operating expenses	982	1 050	906	884	864	3 704	3 284
Pre-tax operating profit before write-downs	1 811	1 782	1 633	1 578	1 461	6 454	5 498
Net gains on fixed and intangible assets	4	(4)	95	36	7	134	511
Write-downs on loans and guarantees	31	(39)	(3)	3	(4)	(43)	(28)
Pre-tax operating profit	1 783	1 818	1 732	1 611	1 472	6 632	6 037
Net lending to customers (NOK billion) <sup>1)</sup>	385.6	382.9	362.1	339.7	320.1	351.4	279.8
Deposits from customers (NOK billion) <sup>1)</sup>	271.8	257.1	251.0	239.5	230.7	244.7	199.9
Cost/income ratio (%)	35.2	37.1	35.7	35.9	37.2	36.5	37.4
Ratio of deposits to lending (%)	70.5	67.2	69.3	70.5	72.1	69.6	71.4
Return on capital BIS (% p.a.)	17.9	18.4	18.1	18.4	18.0	18.2	19.4

1) Average balances. Based on nominal values.

### Comments to the financial performance in the first quarter of 2007

- Corporate Banking and Payment Services maintained a strong market position in the first quarter of 2007 and achieved growth in pre-tax operating profit compared to the same period last year. Bolstered by an expanding Norwegian economy, the high level of activity and continuing strong growth in volumes contributed to a healthy rise in profits.
- Net interest income from ordinary operations was up NOK 234 million from the first quarter of 2006. Strong competition resulted in narrowing spreads, however, there was strong volume growth in both lending and deposits. The average combined spread was 1.77 per cent in the first quarter of 2007, compared with 1.87 per cent in the first quarter of 2006. Portfolio quality improved further, and pricing reflected credit risk.
- There was a high level of customer activity in the first quarter of 2007 and income from syndicated loans, foreign exchange and derivative products and guarantees increased compared with the corresponding period in 2006 whereas income from corporate finance declined due to a lower level of activity.

- Net write-downs on loans and guarantees totalled NOK 31.0 million and net gains on assets totalled NOK 3.7 million in the first quarter of 2007.
- Average lending and guarantees to customers increased by NOK 78.8 billion and average deposits were up NOK 41.1 billion from the first quarter in 2006.
- A total of NOK 4.3 billion in syndicated credits defined as the difference between underwriting and final hold, was arranged for customers in cooperation with DnB NOR Markets in the first quarter of 2007. Furthermore, NOK 22.0 billion in commercial paper and bonds were issued in the same period.

### Customers and market developments

- DnB NOR is the leading financial institution in the market for large Norwegian corporates. In addition to the Norwegian and Swedish markets, Corporate Banking and Payment Services is offering services in New York, Houston, London, Singapore, Shanghai, Copenhagen, Hamburg and Helsinki. DnB NOR Monchebank, headquartered in Murmansk, Russia, is organised as a part of Corporate Banking and Payment Services. The bank has all necessary licenses to do banking business in Russia.
- The cooperation between DnB NOR and Corporate Banking and Payment Services has strengthened DnB NOR's position in Denmark, Finland, Lithuania, Latvia, Estonia and Poland, supporting DnB NOR's aim to become one of the most attractive suppliers of financial services throughout this region.
- Through a wide distribution network, DnB NOR offers customers local and regional expertise as well as national sector analysis and a broad product range.
- The strong position in the Norwegian SME market was maintained through the first quarter of 2007. A total of 2 574 new clients were acquired during this period.
- The customer loyalty programmes for SME clients, 'Partner Basis' and 'Partner pluss', which include agreement on the use of Internet banking applications and credit cards as well as favourable prices on a number of the Group's products. During the first quarter of 2007 more than 700 new programme memberships were established, both among new and existing SME clients, and at the end of March 2007 a total of more than 13 500 clients had one of these programme memberships. In October 2006 DnB NOR launched two new programs, "Partner Start", targeting entrepreneurs and 'Partner Landbruk', targeting farmers. The sales have just begun for 'Partner Start' after a limited pilot last autumn. Total numbers for both programs are currently 297 clients.
- Customer surveys show that DnB NOR has a strong position among large corporates with respect to quality and customer satisfaction. Over all satisfaction is improved as well as quality within important areas. Customer satisfaction in the SME market is also improved and is at an acceptable level. Initiatives have been taken to improve satisfaction levels among the smallest companies.
- Corporate Banking and Payment Services aims to be the preferred provider of Internet services to corporate clients. More than 25 million transactions amounting to more than NOK 1 610 billion were carried out by corporate customers through the Internet bank in first three months of 2007.
- DnB NOR is committed to maintain and further enhance a strong local presence. Local management and employees have extensive pertinent expertise and are authorised to grant credits that meet the requirements of the SME segment as well as larger clients.
- Nordlandsbanken enhances DnB NOR's position in the northernmost part of Norway. The subsidiary serves the county of Nordland and operates under the brand name Nordlandsbanken.

**Corporate Banking market shares, excluding off-balance sheet instruments <sup>1) 2)</sup>**

	28 Feb. 2007	31 Dec. 2006	30 Sept. 2006	30 June 2006	31 March 2006
<i>Per cent</i>					
Of total lending to corporate clients <sup>3)</sup>	15.1	15.4	15.2	15.6	15.3
Of deposits from corporate clients <sup>4)</sup>	38.1	37.7	38.4	38.8	37.6

	31 Dec. 2005	30 Sept. 2005	30 June 2005	31 March 2005	31 Dec. 2004
<i>Per cent</i>					
Of total lending to corporate clients <sup>3)</sup>	14.9	15.0	14.5	14.4	14.8
Of deposits from corporate clients <sup>4)</sup>	37.3	38.7	37.5	37.6	38.1

1) Based on nominal values.

2) Updated according to adjusted data from Norges Bank.

3) Overall lending includes all credits extended to Norwegian customers by domestic commercial and savings banks, state banks, insurance companies, finance companies and foreign institutions, as well as bonds and commercial paper. Excluding lending to financial institutions, central government and social security services.

4) Domestic savings and commercial banks. Excluding deposits from financial institutions, central government and social security services.

Source: Norges Bank, DnB NOR

**Average total volumes**

<i>Amounts in NOK billion</i>	1Q07	4Q06	3Q06	2Q06	1Q06	2006	2005
Loans <sup>1)</sup>	386	380	362	340	320	351	279
Guarantees	62	63	60	57	49	57	43
Total loans and guarantees	448	443	422	396	369	407	322
Adjusted for exchange rate movements	448	441	421	397	367	406	322
Commercial paper during the period	14	16	13	7	18	54	62
Syndicated loans during the period <sup>2)</sup>	4	14	11	23	3	52	39
Bond issues during the period	8	9	7	10	6	32	26

1) Based on nominal values.

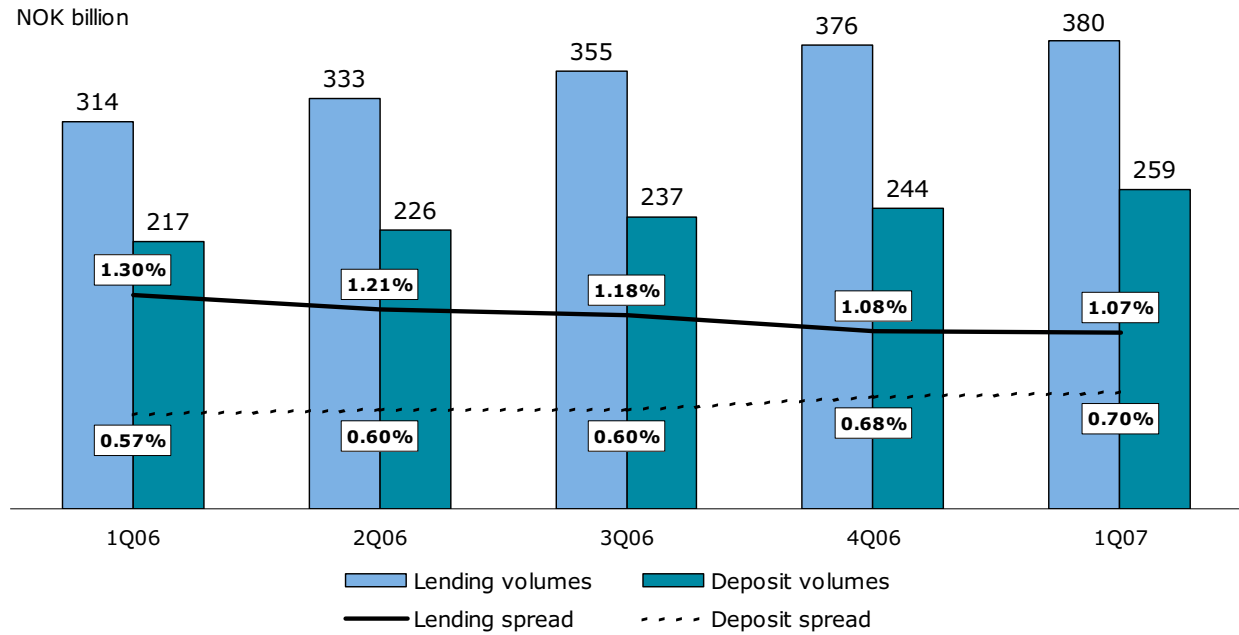
2) Difference between DnB NOR underwriting and DnB NOR final hold.

**Net interest income**

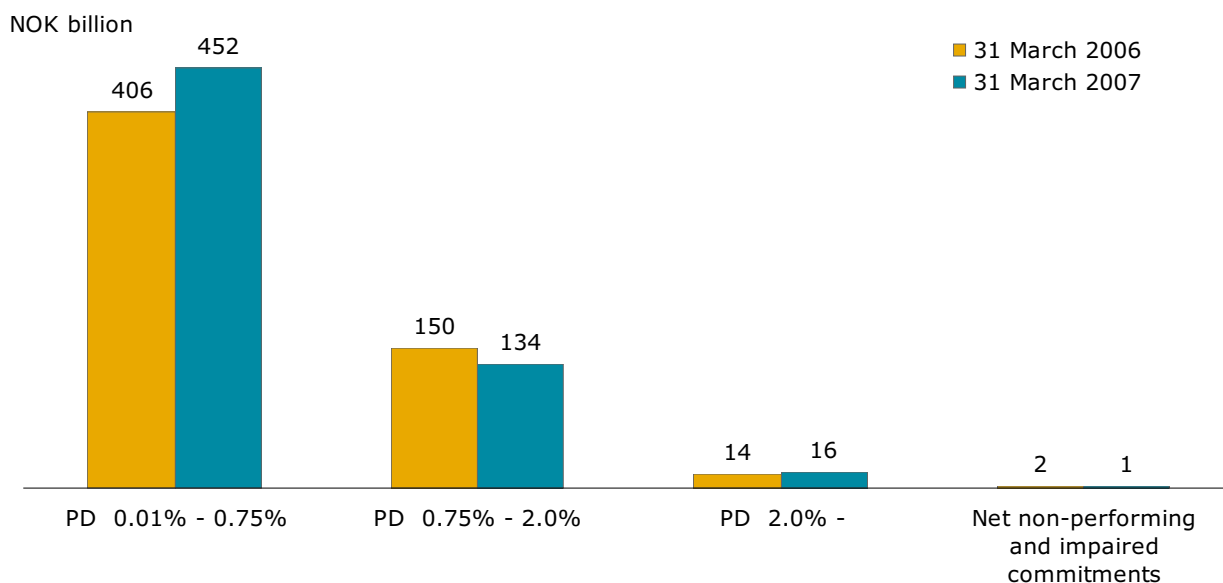
<i>Amounts in NOK million</i>	Volume			Spreads in per cent			Net interest income		
	1Q07	4Q06	1Q06	1Q07	4Q06	1Q06	1Q07	4Q06	1Q06
Lending	379 537	376 187	314 002	1.07	1.08	1.30	999	1 028	1 003
Deposits	258 885	243 726	216 674	0.70	0.68	0.57	446	415	307
Allocated capital and non-interest bearing items	27 992	27 450	23 116	4.22	3.65	2.63	291	248	150
Other							300	342	194
<b>Total net interest income</b>							<b>2 036</b>	<b>2 033</b>	<b>1 653</b>

**Developments in average volumes and interest margin <sup>1)</sup>**

NOK billion



1) Based on nominal values excluding lending to and deposits with credit institutions and impaired loans.

**Risk classification of portfolio <sup>1)</sup>**

1) Based on DnB NOR's risk classification system. The volume represents the expected outstanding amount in the event of default.  
PD = probability of default

**Organisation and distribution**

Corporate Banking and Payment Services is organised in ten divisions:

- The Nordic Corporate Division and the International Corporate and Institutions Division serve large Norwegian corporates, the public sector, international companies that do business in Norway, international customers in oil and energy, Telecom, Media and Technology, healthcare, pulp and paper industries as well as financial institutions.
- The Shipping, Offshore and Logistics Division serves Norwegian and international shipping, offshore and maritime logistics companies.
- Regional Division East and Regional Division Coast serve businesses in three different segments based on geographical location.
- The Sweden Division serves large and medium sized businesses in Sweden.
- The Workout Division is responsible for supporting the customer divisions in their work on high-risk customers and non-performing commitments.
- Telephone & Online Banking, Market and Product Division is responsible for cash management, marketing, telephone and on-line banking.
- Bank Production is responsible for customer support, credit and collateral administration as well as carrying out payments.
- Administration and Payment Services is responsible for management support as well as group-wide responsibility for payment products and infrastructure projects affecting both retail and corporate customers. DnB NOR's operations in Finland, Denmark, Germany and Russia are also organised in this division.

**Products**

Corporate Banking and Payment Services offers customers a broad range of financial services, including lending, bond issues, syndication of loans, deposits, cash management, eCommerce products, commercial real estate broking services, FX/treasury products, corporate finance and acquisition finance, either directly or in cooperation with DnB NOR Markets.

Through DnB NOR Markets Inc. in the US, DnB NOR offers investment banking services, including mergers and acquisitions and advisory services, to international clients, particularly in the shipping and energy sectors.

**Employees**

- The considerable expertise of DnB NOR employees in local business, specific industry knowledge, credit risk, customer needs and product offerings is an important competitive advantage of Corporate Banking and Payment Services in the domestic market. Corporate Banking and Payment Services has a broad competence base and is committed to its continuous development. Competence training has top priority and particular emphasis has been placed on systematic specialised training in credit rating and risk and profitability analyses.
- Competence has been strengthened in areas that enable Corporate Banking and Payment Services staff to offer customers strategic advice, including training programs in presentation and communication skills.
- To strengthen the skills for employees working within the important SME segment the "SME Academy" was started in the last quarter of 2006. Almost 400 employees are expected to attend in 2007.
- To stimulate enterprising and customer-focused management based on the Group's values, the 18-month training programme "Fram" was started for potential managers in Regional Division East and Regional Division Coast in 2006. The first programme has 16 participants.
- The importance of empowerment was addressed last year and a training program, called Wise leadership – My way of being, has been developed. The program is specific for leaders in Corporate Banking and Payment Services. The first participants have attended step one during the first quarter of 2007. Leaders in the business area also attend the Groups International Management Program, based on DnB NOR's Leadership Principle.
- At end of the first quarter of 2007, the business area had a staff of 2 635 full-time positions, with 2 191 in Norway, of which 606 in subsidiaries, as well as 445 full-time positions in international units.
- Incentive structures and balanced scorecards are tailored to the goals of the different divisions. In order to maximise performance and attract the best employees, remuneration varies.

**Cooperation with other group entities**

Through extensive cooperation with other business areas and support functions in the Group, corporate customers are offered a broad range of financial services particularly within corporate finance, FX and interest rate instruments, life insurance and pension products.

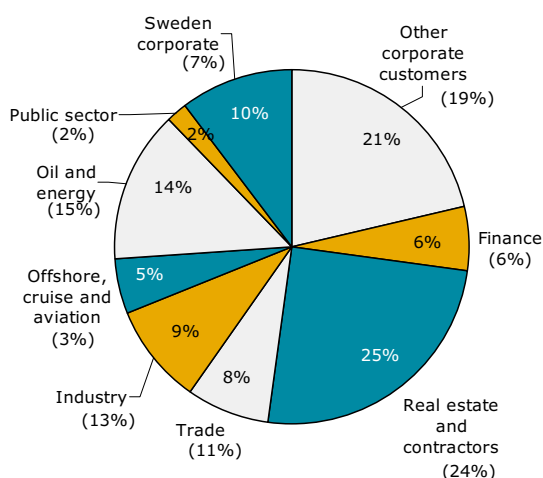
## Nordic Corporate Division and International Corporate and Institutions Division

### Average volumes

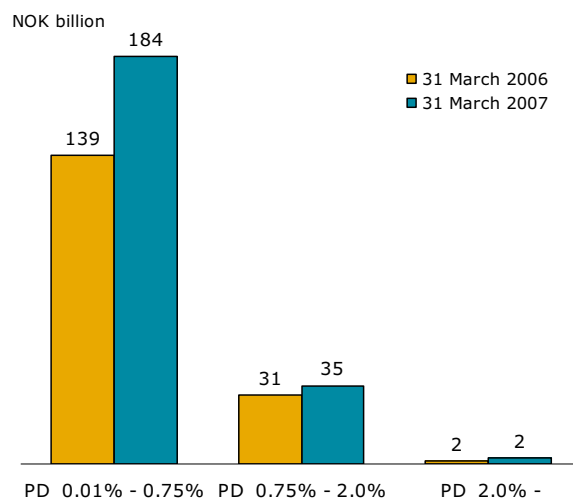
Amounts in NOK billion	1Q07	4Q06	3Q06	2Q06	1Q06	2006	2005
Net lending to customers <sup>1)</sup>	121	123	124	113	105	117	88
Guarantees	41	42	39	36	32	37	27
Customer deposits	116	106	109	105	97	105	86

1) In the fourth quarter of 2006 NOK 8.9 billion in net lending to customers was transferred from Nordic Corporate Divisions and International Corporate Division to Regional Division East and Regional Division Coast due to the termination of DnB NOR Hypotek.

### Exposure at default according to sector <sup>1)</sup>



### Risk classification of portfolio <sup>2)</sup>



1) Figures as at 31 March 2007. Percentages as at 31 March 2006 in parentheses.

2) Based on DnB NOR's risk classification system. The volume represents the expected outstanding amount in the event of default. PD = probability of default

### Business profile

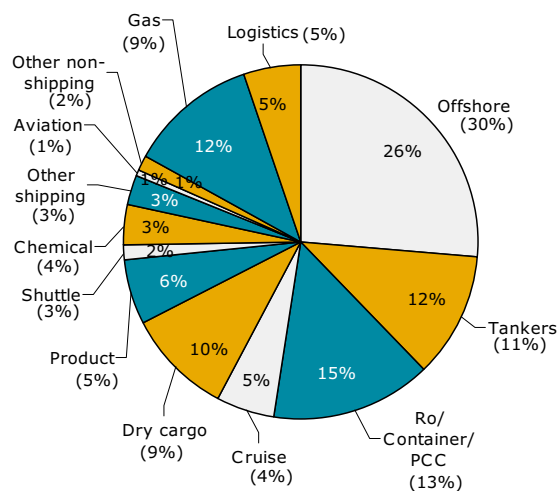
- Serving large Norwegian and Swedish corporates and public sector, international companies that do business in Norway, international customers in oil and energy, Telecom, Media and Technology, healthcare, pulp and paper industries as well as financial institutions.
- DnB NOR is market leader in the large corporate segment in Norway. The majority of Norway's largest corporations use DnB NOR as their lead banker. In addition, DnB NOR has extensive interaction with most of the other institutions in this segment.
- The business volume generated by DnB NOR in Sweden is growing. At the end of March 2007 committed credits amounted to around SEK 26.5 billion, mainly to large and medium sized corporates.
- Commercial real estate broking services are offered through the subsidiary DnB NOR Næringsmegling.

## Shipping, Offshore and Logistics Division

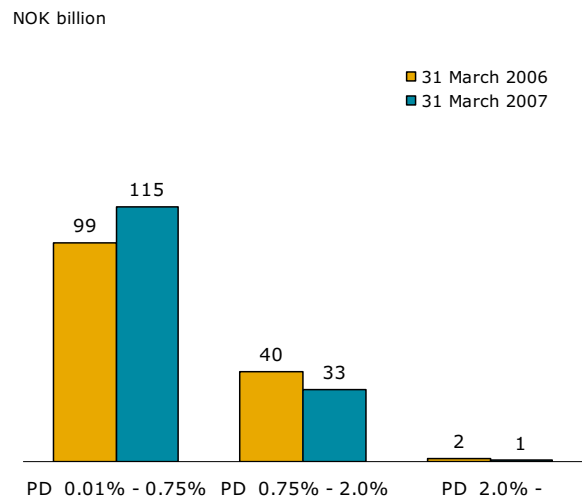
### Average volumes

Amounts in NOK billion	1Q07	4Q06	3Q06	2Q06	1Q06	2006	2005
Net lending to customers	83	81	74	67	65	72	53
Guarantees	9	9	7	8	6	8	5
Customer deposits	49	47	44	41	43	44	34

### Exposure at default according to sector <sup>1)</sup>



### Risk classification of portfolio <sup>2)</sup>



1) Figures as at 31 March 2007. Percentages as at 31 March 2006 in parentheses.

2) Based on DnB NOR's risk classification system. The volume represents the expected outstanding amount in the event of default. PD = probability of default

### Business profile

- The Shipping, Offshore and Logistics Division provides commercial and investment banking services to high-quality Norwegian and international shipping, offshore and logistics clients from offices in Oslo, Bergen, New York, London, Singapore and Shanghai.
- The division aims to achieve satisfactory growth in risk-adjusted profitability by being one of the leading international shipping banks.
- The division aims to be the preferred strategic discussion partner for clients, while also expanding the client base through further development of the logistics and LNG portfolio and strengthening of the market position in Germany and the Nordic countries.
- The division focuses on competence development to further improve the quality and range of client services.

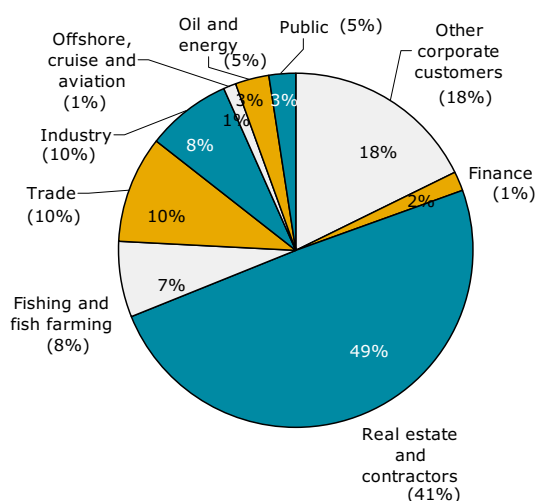
## Regional Division East and Regional Division Coast

### Average volumes

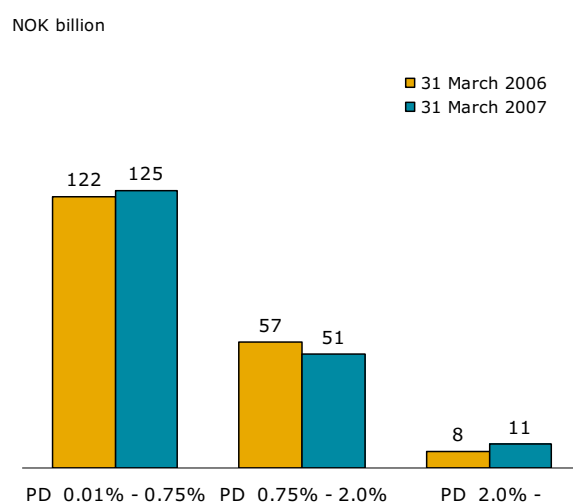
Amounts in NOK billion	1Q07	4Q06	3Q06	2Q06	1Q06	2006	2005
Net lending to customers <sup>1)</sup>	146	139	130	126	117	128	108
Guarantees	10	11	11	12	10	11	10
Customer deposits	102	97	93	90	86	91	78

1) In the fourth quarter of 2006 NOK 8.9 billion in net lending to customers was transferred from Nordic Corporate Divisions and International Corporate Division to Regional Division East and Regional Division Coast due to the termination of DnB NOR Hypotek

### Exposure at default according to sector <sup>1)</sup>



### Risk classification of portfolio <sup>2)</sup>



1) Figures as at 31 March 2007. Percentages as at 31 March 2006 in parentheses.

2) Based on DnB NOR's risk classification system. The volume represents the expected outstanding amount in the event of default.  
PD = probability of default

### Business profile

- Serving more than 96 000 clients throughout Norway.
- Substantial market shares in all segments - large, medium-sized and small enterprises. Market shares vary in different geographical regions, and there is a sound growth potential in selected areas.
- Local presence combined with the expertise of a major bank are key priorities for clients served by these two divisions.
- A broad regional network provides service through experienced account managers and advisors, as well as over the telephone and via the Internet.
- Payment services are available through 187 DnB NOR branches in Norway and corporate clients are served at 60 locations. Products from DnB NOR Markets are available at 13 regional offices.
- DnB NOR has a sound platform for strengthening its position as the preferred provider of financial products and services for these customer segments.

## Nordlandsbanken – Corporate Banking

### Average volumes

<i>Amounts in NOK billion</i>	1Q07	4Q06	3Q06	2Q06	1Q06	2006	2005
Net lending to customers	11	11	11	10	10	11	10
Guarantees	1	1	1	1	1	1	1
Customer deposits	5	5	4	4	4	4	3

### Business profile

- Corporate Banking in Nordlandsbanken serves businesses and the public sector in the county of Nordland.
- Nordlandsbanken serves corporate customers through 17 branches in Nordland and holds a leading position in the corporate segment with a market share of approximately 47 per cent of the active private limited companies in Nordland County.
- Nordlandsbanken aims to be the preferred financial partner for companies in Nordland by meeting their needs for financial solutions through local expertise and as part of a large nationwide financial institution.

## DnB NOR Finans

### Average volumes

<i>Amounts in NOK billion</i>	1Q07	4Q06	3Q06	2Q06	1Q06	2006	2005
Net lending to customers	27	25	24	23	22	24	20

### Business profile

- DnB NOR Finans is Norway's leading finance company.
- The company meets customer requirements for administrative, financial and risk-reducing services related to investments and operations.
- Business operations focus mainly on leasing, leasing concepts for Information and Communications Technology (ICT), factoring, motor vehicle financing and Autolease car fleet management (Norway, Sweden and Denmark).
- DnB NOR Finans has a strong local presence in Norway through 14 branches, most of which have the same location as DnB NOR Bank. In addition to Norway, DnB NOR Finance has local representation in Denmark and in Sweden. Products offered in Denmark are Autolease and Equipment Finance, and in Sweden Autolease, Equipment Finance, ICT Finance and Factoring.
- There was a 26 per cent increase in new leasing and lending contracts in the first quarter of 2007 relative to the first quarter of 2006.
- The value of processed factoring invoices was up 42 per cent in the first quarter of 2007 relative to the first quarter of 2006.

## DnB NOR Monchebank

### Average volumes

Amounts in NOK billion

	1Q07	4Q06	3Q06	2Q06	1Q06	2006
Net lending to customers	0.3	0.3	0.3	0.2	0.2	0.3
Guarantees	0.0	0.0	0.0	0.0	0.0	0.0
Customer deposits	0.5	0.4	0.4	0.4	0.4	0.4

### Business profile

- DnB NOR Monchebank is a regional bank that serves corporate and retail customers and has a firm foothold in the Murmansk Region in Russia.
- DnB NOR Monchebank holds a general license for banking operations throughout Russia.
- DnB NOR Monchebank will be the basis for developing DnB NOR business in Northwestern Russia further.

### Financial performance

Amounts in NOK million

	1Q07	4Q06	3Q06	2Q06	1Q06	2006
Net interest income	10	9	9	6	6	30
Net other operating income	5	4	4	5	6	19
Total income	15	13	13	10	12	49
Operating expenses	9	9	9	9	7	34
Pre-tax operating profit before write-downs	6	4	5	1	5	15
Net gains on fixed and intangible assets	-	1	1	0	-	2
Write-downs on loans and guarantees	1	(2)	0	0	2	0
Pre-tax operating profit	5	7	6	1	3	17
Taxes	0	1	1	0	0	2
Profit for the period	5	6	5	1	3	14
Net lending to customers (NOK billion) <sup>1)</sup>	0.3	0.3	0.3	0.2	0.2	0.3
Deposits from customers (NOK billion) <sup>1)</sup>	0.5	0.4	0.4	0.4	0.4	0.4
Cost/income ratio (%)	58.8	71.1	65.5	90.3	55.4	69.7
Ratio of deposits to lending (%)	160.9	133.6	143.6	172.7	174.5	153.3
Return on capital (% p.a.) <sup>2)</sup>	11.5	16.2	25.2	4.8	13.7	15.4

1) Average figures based on nominal values.

2) Calculated on the basis of recorded equity.

## Retail Banking

Retail Banking, serving private customers and small companies under the main brand names DnB NOR, Postbanken and Nordlandsbanken, is Norway's largest retail bank. Åsmund Skår, group executive vice president, is head of the business area. Retail Banking aims to maintain its leading market position and stand out as the customers' best financial partner.

Good advisory services, loyalty programmes and relevant dialogue are central tools building strong customer relations. Customer satisfaction is vital to the bank. We are continually working towards improving this, by taking suitable steps such as offering new products and distribution channels. DnB NOR should be easily accessible, and its distribution channels should be further developed to reflect customer preferences.

Economic growth is strong in Norway and Norwegian households face good future prospects. Private consumption is high and certain business sectors are suffering from a labour shortage. There is a high demand for savings products and loans, even though interest rates are rising and the growth in house prices is predicted to slow over the next few years. Interest rate and lending trends are expected to lift deposit volumes in 2007, and the high capacity utilisation indicates an increase in salaries. Competition for housing loan customers is intensifying among both domestic and Nordic players, as is competition in the credit card market. Due to DnB NOR's dominant position in the domestic market and sharpening competition in Norway, Retail Banking is also looking for future growth opportunities abroad.

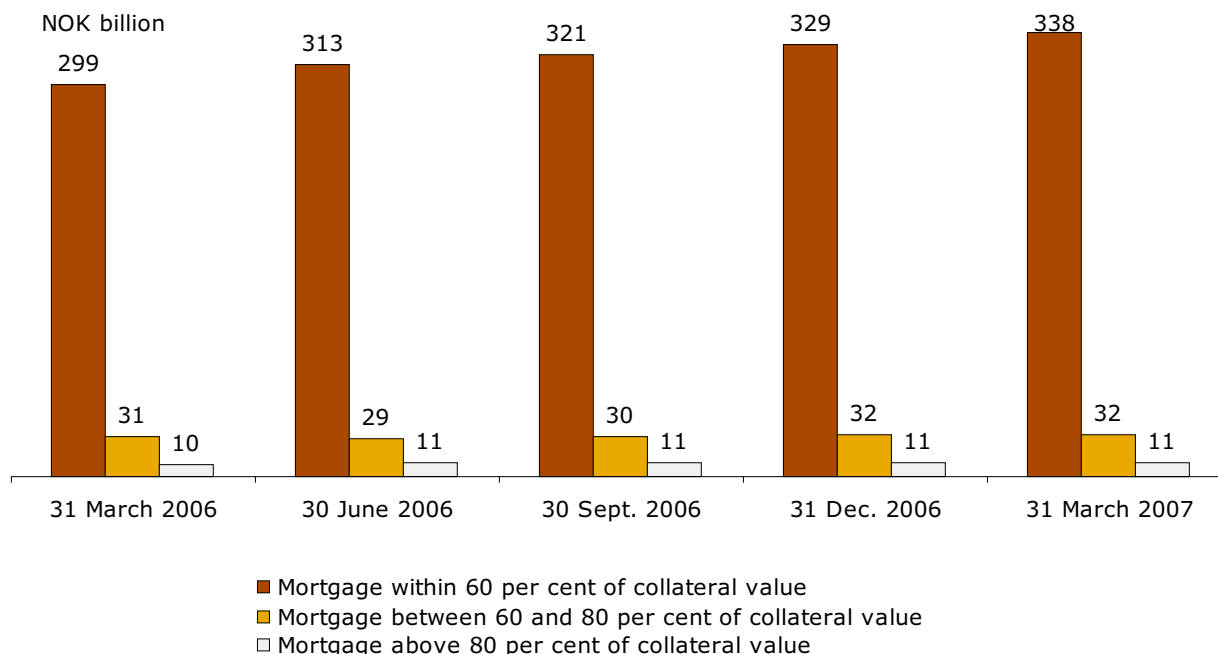
### Financial performance

<i>Amounts in NOK million</i>	1Q07	4Q06	3Q06	2Q06	1Q06	2006	2005
Net interest income - ordinary operations	1 604	1 718	1 851	1 858	1 789	7 216	7 363
Interest on allocated capital	128	129	112	104	88	433	286
Net interest income	1 732	1 847	1 963	1 962	1 877	7 649	7 649
Net other operating income	775	757	783	760	800	3 100	3 084
Total income	2 508	2 604	2 746	2 722	2 676	10 749	10 733
Operating expenses	1 553	1 551	1 533	1 492	1 500	6 076	6 215
Pre-tax operating profit before write-downs	955	1 054	1 213	1 230	1 176	4 673	4 518
Net gains on fixed and intangible assets	0	9	0	0	0	9	(1)
Write-downs on loans and guarantees	77	(32)	24	47	71	111	254
Pre-tax operating profit	878	1 094	1 189	1 183	1 105	4 571	4 263
Net lending to customers (NOK billion) <sup>1)</sup>	412.3	404.3	392.0	381.5	371.1	387.2	347.7
Deposits from customers (NOK billion) <sup>1)</sup>	212.1	211.0	209.3	199.9	194.3	203.6	197.0
Cost/income ratio (%)	61.9	59.5	55.8	54.8	56.0	56.5	57.9
Ratio of deposits to lending (%)	51.4	52.2	53.4	52.4	52.4	52.6	56.7
Return on capital BIS (% p.a.)	20.8	22.1	24.7	23.8	23.9	23.6	24.0

1) Average balances. Based on nominal values.

### Comments to the financial performance in the first quarter of 2007

- Satisfactory profits in the first quarter of 2007. Return on BIS capital 20.8 per cent, down from 23.9 per cent in first quarter of 2006.
- Cost/income ratio increased to 61.9 per cent.
- Including consumer finance average lending spreads represented 1.08 percentage points, a reduction from 1.46 percentage points in the first quarter of 2006. Deposit spreads averaged 1.17 percentage points in the first quarter of 2007, up from 0.90 percentage points in the year-earlier period.
- Average lending increased by NOK 41 billion or 11.1 per cent, referring primarily to well-secured housing loans. Deposits increased by NOK 18 billion or 9.1 per cent.
- Net other operating income decreased by NOK 24 million, mainly due to reduced income from money transfer fees. Fee income from sales of structured finance, asset management and insurance products has increased in the first quarter of 2007.
- Operating expenses increased by NOK 53 million or 3.5 per cent.
- Write-downs on loans remained at a low level.
- The volume of non-performing and impaired commitments was at a satisfactory level.

**Residential mortgages <sup>1)</sup>**

1) Residential mortgages in the business area Retail Banking in Norway.

**Customers/markets**

- Serving 2.2 million private individuals
- 413 000 housing loan customers
- 660 000 subscribe to the new DnB NOR loyalty programmes and 420 000 to Postbanken Leve
- 1.4 million clients use the Group's Internet banks
- dnbnor.no and postbanken.no are Norway's largest Internet banks
- 13.9 million payment transactions were carried out through the Internet banks in the first quarter of 2007
- 904 000 customers have agreed to receive notifications from the bank, such as account statements via e-mail
- 820 000 DnB NOR customers have access to mobile phone banking
- Brand names
  - DnB NOR
  - Postbanken
  - Cresco
  - Nordlandsbanken
  - Vital Skade

**Retail Banking market shares <sup>1)</sup>**

Per cent	28 Feb. 2007	31 Dec. 2006	30 Sept. 2006	30 June 2006	31 March 2006
Total lending to households <sup>2)</sup>	29.6	29.6	29.9	30.0	30.2
Bank deposits from households <sup>3)</sup>	34.1	34.4	34.8	34.9	35.1

Per cent	31 Dec. 2005	30 Sept. 2005	30 June 2005	31 March 2005	31 Dec. 2004
Total lending to households <sup>2)</sup>	30.5	30.6	30.8	30.9	31.0
Bank deposits from households <sup>3)</sup>	35.1	36.1	36.2	36.5	36.7

1) Based on nominal values.

2) Total lending includes all credits extended to Norwegian customers by domestic commercial and savings banks, state banks, insurance companies and finance companies.

3) Domestic commercial and savings banks.

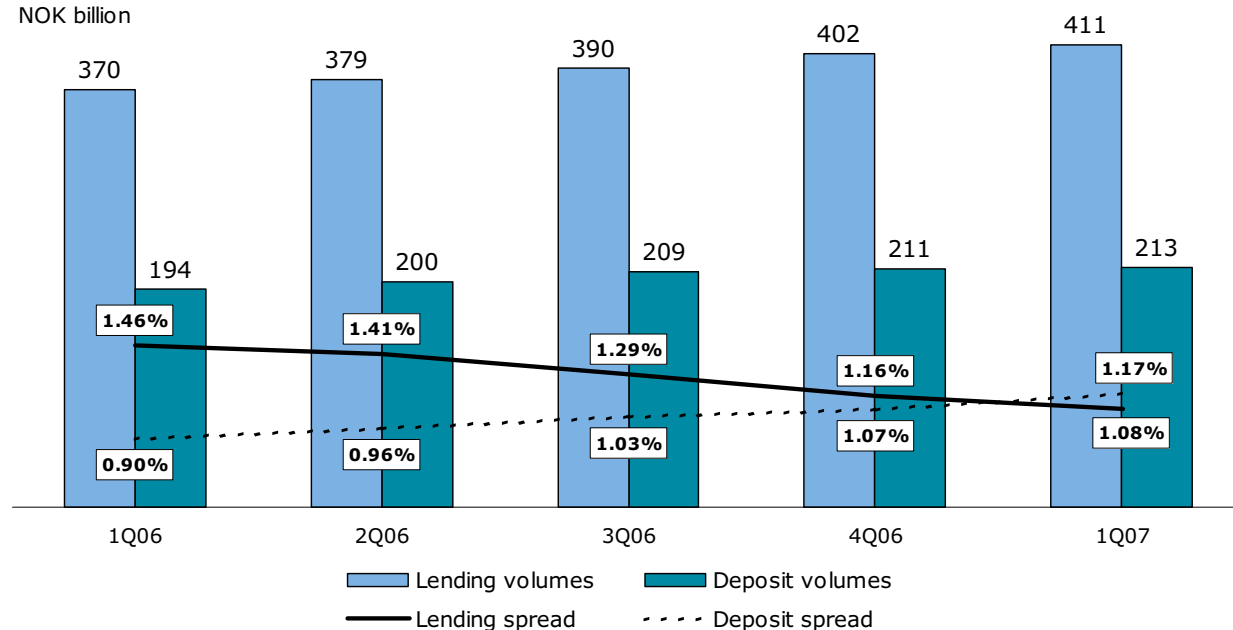
Source: Norges Bank, DnB NOR

## Net interest income

Amounts in NOK million	Volumes			Spreads in per cent			Net interest income		
	1Q07	4Q06	1Q06	1Q07	4Q06	1Q06	1Q07	4Q06	1Q06
Loans	410 535	402 314	369 714	1.08	1.16	1.46	1 092	1 179	1 331
Deposits	212 903	210 844	194 285	1.17	1.07	0.90	615	567	430
Allocated capital and non-interest bearing items	12 179	13 962	13 287	4.22	3.65	2.63	127	128	86
Other							(101)	(28)	29
<b>Total net interest income</b>							<b>1 732</b>	<b>1 847</b>	<b>1 877</b>

## Developments in average volumes and interest margin <sup>1)</sup>

NOK billion



1) Based on nominal values excluding impaired loans.

## Organisation and distribution

Retail Banking offers a wide range of financial products and services through Norway's largest distribution network, in terms of number of contact points with customers. The major distribution channels are:

- DnB NOR's, Postbanken's and Nordlandsbanken's branch offices
- The postal network
- Internet and telephone
- Investment Advisory Services

DnB NOR Bank ASA and Norway Post have an agreement relating to the distribution of financial services through the postal network. The agreement is mainly based on transaction-specific prices and a common aim to increase the number of financial services distributed through the postal network and will remain in force until December 2012.

Postbanken and Norway Post have established joint service solutions provided through 1 165 in-store postal outlets where customers can carry out everyday banking transactions in their local stores. 1.6 million payment transactions were carried out through these channels in the first quarter of 2007. Norway Post has entered into an agreement with DnB NOR for the purchase and installation of up to 2 500 payment terminals for use in post offices and in-store postal outlets.

Production, staff and support functions are largely centralised in cost-efficient units. The cooperation with 12 regional savings banks involves the provision of technological solutions and distribution of the Group's products. The current agreement is in force until the end of 2009. Three of the saving banks will end their cooperation during 2007.

**DnB NOR Boligkreditt AS**

DnB NOR Boligkreditt AS was established in 2003 and an application will be made to operate as a mortgage institution once the necessary amendments have been made to laws and regulations. It is expected that the new laws and regulations will be in place in the first half of 2007. DnB NOR Boligkreditt AS was established to secure less expensive funding for the DnB NOR Group, thereby increasing Retail Banking's competitiveness. The company will issue covered bonds based on a portfolio of well-secured housing loans. Expectations are high that these bonds will receive an AAA rating. The issue of AAA rated bonds will attract completely new investor groups, and less expensive funding can be achieved. This will reduce DnB NOR's liquidity risk.

**New products**

- Equities trading via mobile phones was offered during the first quarter.
- Retail customers will soon be given the opportunity to invest in a global portfolio of private equity funds.
- In March 2007 Partner Start, a loyalty programme for corporate clients and one-man businesses in the start-up phase, was launched, and the programme is offered to retail customers on the Internet as well as in the branches.
- BankID, which is a personal electronic proof of identity for secure identification and signatures on the Internet, will be offered our customers in 2007.

**Employees**

As at the end of March 2007 Retail Banking staff represented 4 111 full-time positions. To ensure a high level of professional expertise and advisory services of a superior ethical standard, a certification of advisers in Retail Banking has been initiated. All employees who are primarily engaged in advising retail customers will be certified.

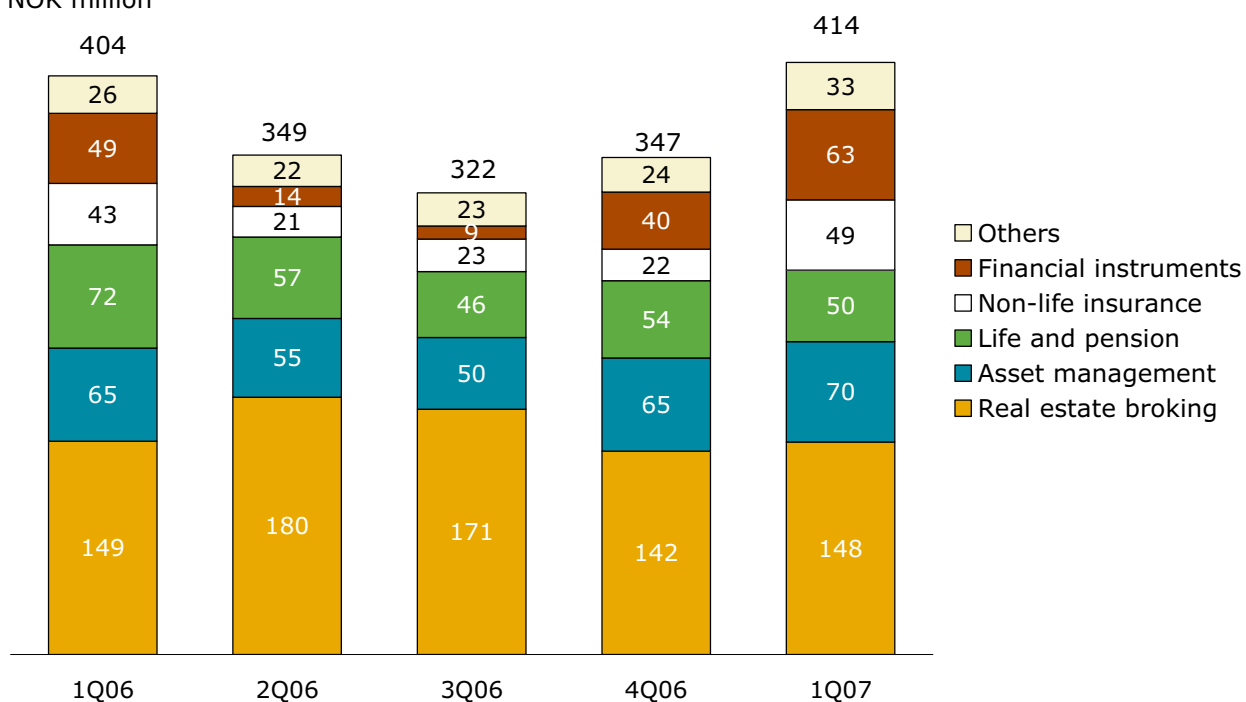
**Cooperation with other group entities**

Cross-selling of products is one of the major strengths of the DnB NOR Group. Through its distribution network Retail Banking offers:

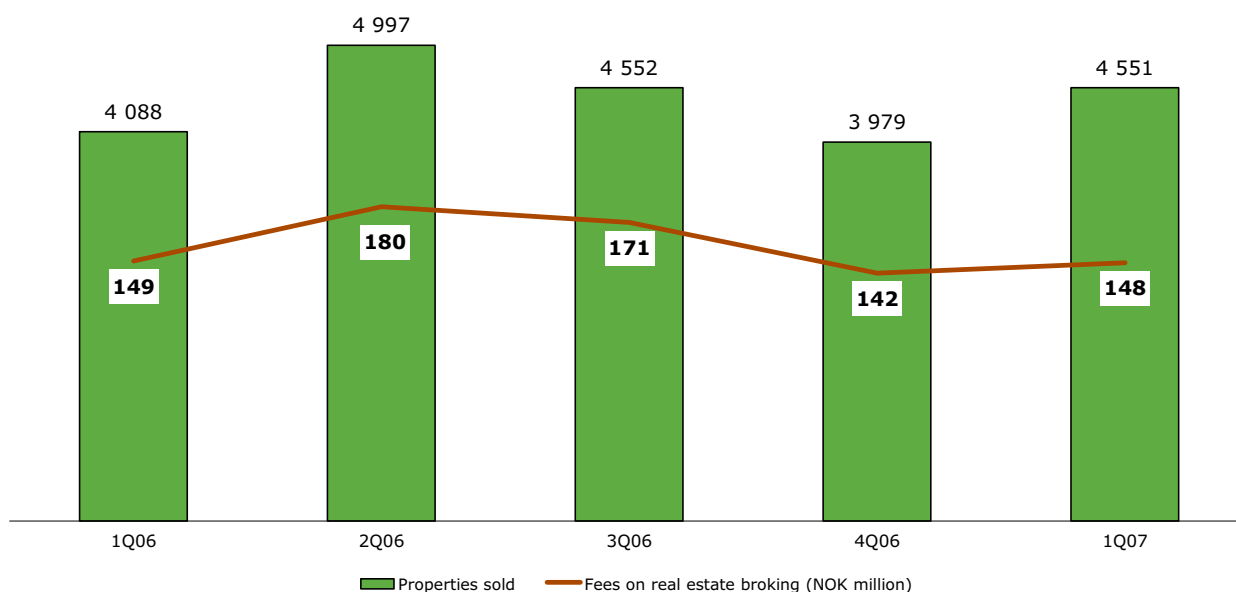
- Asset management services (DnB NOR Asset Management)
- Life and pension insurance (Vital)
- Financial instruments (DnB NOR Markets)
- Car loans (DnB NOR Finans)

**Income from products sales**

NOK million

**Residential real estate broking**

DnB NOR's real estate broking activities are coordinated by DnB NOR Eiendom AS, a market leader within the real estate broking business. DnB NOR Eiendom had 88 outlets located in DnB NOR branches as at the end of March 2007. Postbanken Eiendom has been relaunched, and 19 real estate broking customer service centres have been established. In addition to fee income, real estate broking operations generate business in the form of residential mortgages and savings.



**Properties sold and market shares**

<i>Properties sold</i>	1Q07	4Q06	3Q06	2Q06	1Q06	2006	2005
Total properties sold	4 551	3 979	4 552	4 997	4 088	17 616	16 805
Market share, per cent <sup>1)</sup>						15 %	14 %

1) Management's estimates.

**Consumer finance**

- DnB NOR's card-based services and consumer finance activities are coordinated in DnB NOR Kort (an entity within DnB NOR Bank ASA).
- DnB NOR Kort's lending volume increased to NOK 11 090 million, from NOK 10 807 million at end-March 2006.
- Consumer finance activities generated healthy profits in the first quarter of 2007.
- DnB NOR Kort is Norway's leading card issuer in terms of cards issued and lending volume. As at 31 March 2007, the entity had issued more than 1.6 million credit and charge cards. Including debit cards, the DnB NOR Group had issued approximately 3.6 million cards.

**Non-life insurance**

Vital Skade was the first company in Norway to develop a totally integrated virtual insurance site where Internet banking customers can buy non-life insurance products (home, car, travel etc.). Products are sold on a commission basis. Vital Skade operates as an agent and assumes no risk on its own.

Vital Skade has entered into non-exclusive agreements with 13 academic associations offering non-life insurance products through specialised service centres. Premium income generated in Vital Skade in the first quarter of 2007 totalled NOK 270 million, an increase of 18 per cent from the first quarter of 2006. Academic associations account for 35 per cent of total premiums. Sales through the Internet banking application continued to show strong growth compared with the previous year, with total premiums of NOK 49 million, up from NOK 37 million in the first quarter of 2006. Commission income increased by 10 per cent, from NOK 40 million in the first quarter of 2006 to NOK 44 million in the corresponding period of 2007.

## DnB NOR Markets

DnB NOR Markets is Norway's largest provider of a wide range of securities and investment banking services. DnB NOR Markets comprises the following units:

- FX/Rates/Credit/Real Estate
- Equities
- Corporate Finance
- Securities Services

The Group Treasury is organised within DnB NOR Markets though profits and losses for the unit are not recorded under this business area. Ottar Ertzeid, group executive vice president, is head of DnB NOR Markets.

DnB NOR Markets aims to be the leading investment bank for Norwegian and Norwegian-related customers, as well as international clients requiring services relating to Norway and the Norwegian krone. Clients outside Norway are served through the Group's international units, especially shipping and energy clients and Norwegian companies' international entities.

DnB NOR Markets is a full-service investment bank with leading market positions in Norway. The business area has:

- A diversified business/revenues mix (products and customers)
- A sound mix of customer and trading activities
- Cost and capital efficient operations

### Financial performance

<i>Amounts in NOK million</i>	1Q07	4Q06	3Q06	2Q06	1Q06	2006	2005
Net interest income - ordinary operations	52	57	70	65	59	251	235
Interest on allocated capital	37	30	25	21	17	93	47
Net interest income	89	87	95	87	76	344	282
Net other operating income	973	1 109	697	822	934	3 563	2 733
Total income	1 063	1 196	792	908	1 010	3 907	3 015
Operating expenses	392	443	327	352	415	1 537	1 268
Pre-tax operating profit before write-downs	670	754	465	556	595	2 370	1 747
Net gains on fixed and intangible assets	(1)	0	0	0	0	0	0
Write-downs on loans and guarantees	22	0	0	0	0	0	10
Pre-tax operating profit	647	754	465	556	595	2 370	1 736
Cost/income ratio (%)	36.9	37.0	41.2	38.8	41.1	39.3	42.1
Return on capital BIS (% p.a.)	53.2	64.4	42.5	54.4	66.9	56.8	59.6

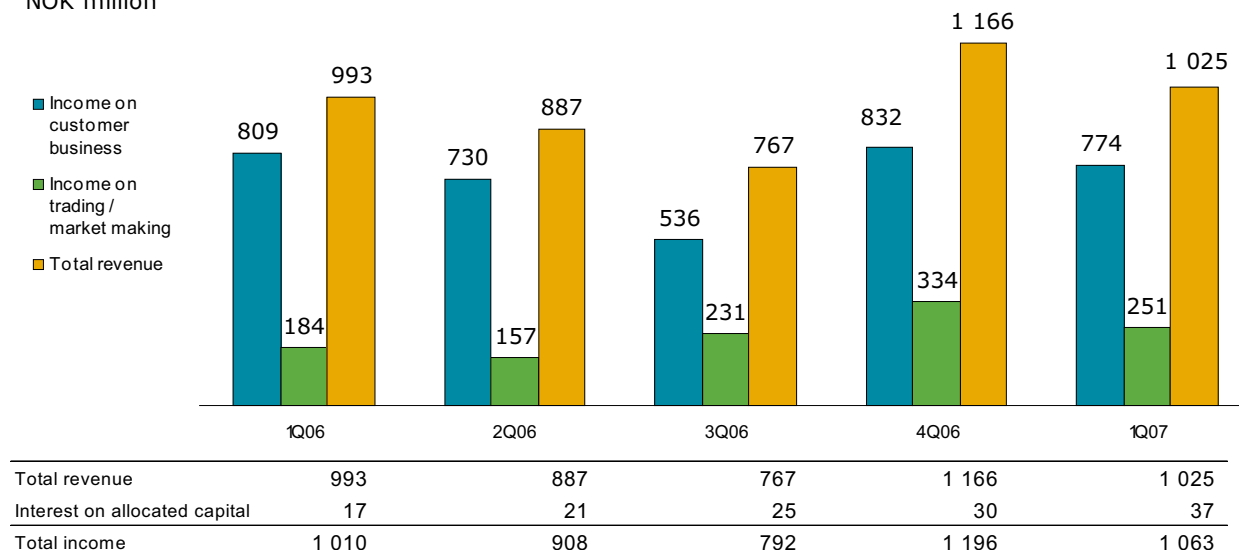
### Comments to the financial performance in the first quarter of 2007

- DnB NOR Markets achieved high revenues and healthy profits in the first quarter of the year. Higher income from foreign exchange and interest rate products and custodial and other securities services compensated for the decline in equities brokerage and corporate finance activity.
- Total revenues increased to NOK 1 063 million in the first quarter of 2007 from NOK 1 010 million in the year-earlier period.
- Income on customer business came to NOK 774 million. There was healthy demand for foreign exchange and interest rate hedging products, as well as savings products such as property funds, bonds with embedded credit derivatives, index-linked bonds and equity-linked bank deposits. Due to stock market volatility, there was a decline in income from equities brokerage and corporate finance activity.
- Income from market making/trading totalled NOK 251 million, up NOK 67 million compared with the year-earlier period, with particularly good performance within interest rate products.

- NOK 27 million in non-recurring items had a positive effect on expenses.
- The business area recorded a very satisfactory cost/income ratio and a sound return on equity.

### Income distribution DnB NOR Markets

NOK million



### Products and services

- Foreign exchange and interest rate derivatives.
- Securities and other investment products.
- Debt and equity financing in capital markets, as well as mergers and acquisitions and other advisory and corporate finance services.
- Custodial and other securities services.
- Bank deposits with returns linked to DnB NOR Asset Management's equity and hedge funds were introduced in the first quarter.
- DnB NOR Markets became a member of the Helsinki and Copenhagen stock exchanges in the first quarter of 2007.

### Revenues within various segments

Amounts in NOK million	1Q07	4Q06	3Q06	2Q06	1Q06	2006	2005
FX and interest rate derivatives	306	330	213	233	268	1 044	970
Investment products	230	212	151	229	259	851	797
Corporate finance	148	208	100	176	212	695	387
Securities services	91	82	72	92	70	316	237
Total customer revenues	774	832	536	730	809	2 907	2 392
Market making/trading revenues	251	334	231	157	184	906	576
Interest income on allocated capital	37	30	25	21	17	93	47
Total income	1 063	1 196	792	908	1 010	3 907	3 015

### Distribution and cooperation with other entities

Maintaining a broad distribution network and effective cooperation with other business areas within the Group, such as Corporate Banking and Payment Services and Retail Banking, are key priorities for DnB NOR Markets. Customers are served through:

- Central units located in Oslo.
- International offices (London, New York, Singapore and Shanghai) and 13 regional offices in Norway. In March DnB NOR Markets established Corporate Finance Asia, a Singapore based investment banking unit, serving clients in the shipping, offshore, logistics and energy industries.
- Electronic channels and the Internet.
- DnB NOR Markets introduced equities trading by mobile phone in the first quarter of 2007. Web-based investor services were expanded.
- Cooperating savings banks.
- External agents.

### Customers and market shares

- In spite of intensifying competition, DnB NOR Markets maintained its leading market position in Norway within foreign exchange and interest rate and equity-related activities and was also manager for the greatest number of Norwegian kroner bond issues on Oslo Børs (the Oslo stock exchange) in the first quarter of 2007. Source: Oslo Børs/DnB NOR Markets.
- DnB NOR Markets arranged 25 per cent of the initial public offerings on Oslo Børs in the first quarter of 2007. Source: Oslo Børs.
- Approximately 23 and 89 per cent respectively of customer trading in equity options and forward contracts on Oslo Børs was handled by DnB NOR Markets in first quarter 2007. Source: Oslo Børs.
- Approximately 36 per cent market share of equity-linked deposits products. Source: Norges Bank/DnB NOR Markets.
- Leading within domestic securities services. Source: Norwegian Central Securities Depository.
- 55 per cent of limited companies use DnB NOR Markets as registrar in the Norwegian Central Securities Depository. Source: Norwegian Central Securities Depository.
- DnB NOR was named best Norwegian foreign exchange bank by the Global Finance magazine in 2007.

### Employees

- DnB NOR Markets has a staff of 569 full-time positions located in offices in Norway and abroad.
- DnB NOR Markets recruited new employees within growth areas during the first quarter of 2007.

### Risk profile

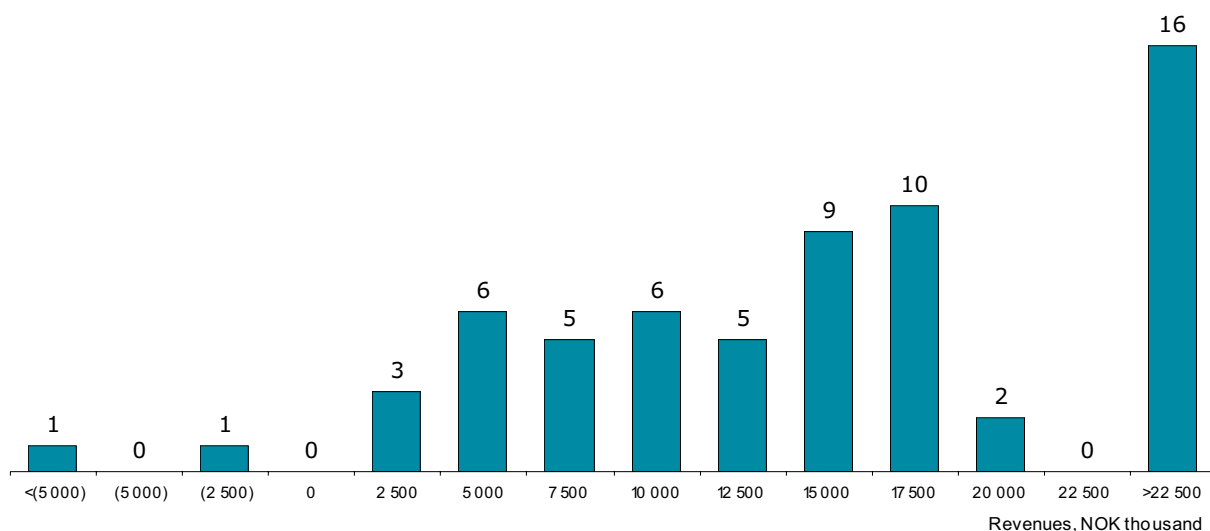
DnB NOR Markets has a moderate risk profile. Customer activities represent the main business. Trading activities support customer activities with products and prices, with focus on Norwegian kroner products.

### Daily revenue statistics for DnB NOR Markets

<i>Amounts in NOK thousand</i>	1Q07	1Q06	2006	2005
Minimum	(7 993)	(19 699)	(19 419)	(9 656)
Maximum	73 609	76 627	78 586	92 987
Average	16 012	15 414	15 143	11 530
Loss days	2	5	21	14
Gain days	62	60	238	245

**Daily revenue distribution in first quarter 2007**

Number of days

**Total income***Amounts in NOK million*

	Jan.-March 2007
Total daily revenues	1 025
Interest on allocated capital	37
Total income	1 063

**Value at risk**

Market risk exposures for DnB NOR Markets, i.e. DnB NOR Bank's trading portfolio/activities, remained at a moderate level in the first quarter of 2007.

**Value at risk (one day holding period, 99 per cent confidence level)**

<i>Amounts in NOK thousand</i>	31 March 2007	1Q07		
	Actual	Average	Maximum	Minimum
Currency risk	577	6 480	12 760	577
Interest rate risk	18 180	18 397	23 500	13 060
Equities	2 191	3 534	9 350	1 105
Diversification effects <sup>1)</sup>	(424)	(3 040)		
Total	20 524	25 371		

1) Diversification effects are only assumed for currency and interest rates.

**Interest rate sensitivity**

The value of financial investments recorded on and off the balance sheet is affected by interest rate movements. The table below shows potential losses for DnB NOR resulting from parallel one percentage point changes in all interest rates. The calculations are based on a hypothetical situation where interest rate movements in all currencies are unfavourable for DnB NOR relative to the Group's positions. Also, all interest rate movements within the same interval are assumed to be unfavourable for the Group. The calculations are based on the Group's positions as at 31 March 2007 and market rates on the same date.

**Potential losses for DnB NOR resulting from parallel one percentage point changes in all interest rates**

<i>Amounts in NOK million</i>	Up to 1 month	From 1 month to 3 months	From 3 months to 1 year	From 1 year to 5 years	More than 5 years	Total
<b>Trading portfolio</b>						
NOK	4	130	129	175	198	21
USD	21	138	83	33	6	5
EURO	1	2	3	13	10	4
GBP	1	0	1	0	1	2
Other currencies	5	11	11	8	5	15
<b>Banking portfolio</b>						
NOK	4	215	185	101	93	25
EURO	0	0	10	10	0	0
<b>Total</b>						
NOK	0	345	314	276	291	46
USD	21	138	83	33	6	5
EURO	1	2	7	3	10	4
GBP	1	0	1	0	1	2
Other currencies	5	11	11	8	5	15

## Vital

Vital offers group pension schemes to businesses and the public sector, the most important products being defined benefit and defined-contribution occupational pension schemes. Vital also offers employers' liability insurance to the corporate market. In the retail market, long-term savings alternatives are offered in the form of individual savings products with guaranteed rates of return and products with a choice of investment profile.

In February 2007, Bård Benum, managing director of Vital since 2003, announced his resignation to take over as president and CEO of a listed company located in Trondheim. Tom Rathke was appointed new managing director of Vital and group executive vice president in DnB NOR with effect from 30 April 2007, leaving his position as financial director in Vital.

Vital comprises Vital Forsikring ASA including subsidiaries. As from 1 January 2007, operations were united in Vital Forsikring ASA following the incorporation of Vital Link. Subsequently, Vital Forsikring provides both products with guaranteed returns and products with a choice of investments profile.

Vital aims to be Norway's strongest entity within pension savings. Vital seeks continued growth within the company's business segments and aims to deliver competitive results to its policyholders and owner. Devoting further efforts to improving cost efficiency, providing top-quality advisory services, maintaining high levels of service and customer relationship management and serving as an attractive entry portal for customers into the DnB NOR Group will be instrumental in reaching these targets.

### Financial results

Vital Forsikring ASA including subsidiaries is fully consolidated in the DnB NOR Group's accounts.

Profit sharing between policyholders and operations from products with guaranteed returns is based on special accounting regulations for such operations stipulated by Kredittilsynet (the Financial Supervisory Authority of Norway). Regulations relating to profit sharing between the owner and policyholders in life insurance companies limit the DnB NOR Group's access to revenues and assets from operations from products with guaranteed returns.

### Financial performance

Amounts in NOK million	1Q07	4Q06	3Q06	2Q06	1Q06	2006	2005
Interest result (note 1) <sup>1)</sup>	2 444	2 990	342	1 607	2 155	7 094	6 053
Risk result (note 3)	13	46	40	(62)	(34)	(10)	98
Administration result (note 4) <sup>2)</sup>	(20)	(12)	(25)	(30)	(24)	(91)	(37)
Transferred to security reserve	9	4	0	0	1	5	5
Profit in Vital before additional allocations	2 428	3 020	357	1 515	2 096	6 987	6 109
Transferred to additional allocations (note 2)	-	2 740	-	-	-	2 740	1 500
Profit for distribution in Vital <sup>3)</sup>	2 428	280	357	1 515	2 096	4 247	4 609
Allocations to policyholders, products with guaranteed returns <sup>1)</sup>	2 061	(51)	27	1 185	1 677	2 838	3 290
+ Reversal of goodwill amortisation	6	5	6	5	6	22	0
Net profit in Vital	372	336	336	335	425	1 431	1 318
Tax charge	0	(765)	(1)	(2)	(2)	(771)	(331)
<b>Profit from Vital</b>	<b>372</b>	<b>1 101</b>	<b>337</b>	<b>337</b>	<b>426</b>	<b>2 202</b>	<b>1 649</b>

1) See table below. For developments in the asset mix and return on assets from products with guaranteed returns, see tables on pages 67 and 64.

2) Figures for 2005 are exclusive of pension expenses resulting from Vital's transition to IFRS in 2005. The transition generated expenses of NOK 434 million, with NOK 282 million for policyholders and NOK 152 million for the owner and taxes. The expenses were reversed in the group accounts when DnB NOR introduced IFRS for pensions with effect from 1 January 2004.

3) See table on page 64.

Note 1–4: see page 66 for a table that specifies Vital's various profit and loss items included in the DnB NOR Group's income statement.

**Interest result**

<i>Amounts in NOK million</i>	1Q07	4Q06	3Q06	2Q06	1Q06	2006	2005
Net result from equities	635	4 130	2 306	(2 601)	3 652	7 486	7 939
Net result from other asset classes	2 101	2 494	1 303	2 200	1 610	7 607	5 967
Value-adjusted financial result <sup>1)</sup>	2 736	6 624	3 609	(401)	5 262	15 093	13 906
Guaranteed return on policyholders' funds	1 744	1 640	1 556	1 636	1 638	6 471	5 887
Financial result after guaranteed returns	992	4 984	2 052	(2 037)	3 624	8 622	8 019
+ From securities adjustment reserve	1 452	(1 993)	(1 710)	3 644	(1 469)	(1 528)	(1 966)
Recorded interest result	2 444	2 990	342	1 607	2 155	7 094	6 053

1) Before changes in unrealised gains on long-term securities.

**Comments to the financial performance in the first quarter 2007**

- A NOK 322 million increase in profit for distribution
- A NOK 54 million reduction in profit from Vital, to NOK 372 million
- Risk result increased by NOK 47 million
- Healthy return on assets: recorded 2.2 per cent and value adjusted 1.4 per cent.
- 6 per cent growth in premiums from group pension schemes.
- Net inflow of transfers by NOK 223 million.
- A 0.3 per cent growth in total assets, to NOK 224.4 billion.
- A NOK 4.3 billion withdrawal from short-time savings products, mainly due to rising interest rate levels and undefined parameters for guaranteed retail market products.
- A NOK 0.7 billion increase in solvency capital from year-end 2006, to NOK 24,2 billion.
- Market share of total funds was 34.7 per cent by end-December 2006, down 35.2 per cent from end-December 2005.
- Market share of 29.6 per cent and market leader in the mandatory occupational pension market by end-March 2007.
- Established operations in Latvia on 19 March 2007, based on distribution via DnB NOR's branch network.

**Extracts from balance sheets and key figures**

<i>Amounts in NOK million</i>	31 Mar. 2007	31 Dec. 2006	30 Sept. 2006	30 June 2006	31 Mar. 2006	31 Dec. 2005
Total liabilities, products with guaranteed returns	189 715	188 096	182 181	182 208	182 838	174 675
of which group pension - defined benefit	123 049	119 211	113 901	114 582	113 748	110 584
of which group pension - defined contribution <sup>1)</sup>	101	0	533	502	446	374
Insurance liabilities, products with choice of investments	18 867	18 840	16 005	14 800	15 143	13 136
of which group pension - defined contribution <sup>1)</sup>	2 475	2 214	1 252	1 036	968	657

1) In the fourth quarter of 2006, the "group pension- defined contribution" included in the liabilities to life insurance policyholders were converted to the portfolio "insurance liabilities - customer bearing the risk".

<i>Amounts in NOK million</i>	1Q07	4Q06	3Q06	2Q06	1Q06	2006	2005
Solvency capital <sup>1)</sup>	24 179	23 504	24 190	21 644	24 824	23 504	22 415
Return on capital (per cent) <sup>2)</sup>	15.3	48.7	15.9	15.6	18.8	25.0	20.7
Expenses in per cent of insurance provisions <sup>3)</sup>	0.95	1.04	0.95	1.01	1.02	1.00	0.98

1) Operations from products with choice of investments are included from 1 January 2007. For the composition of solvency capital, see table on page 70.

2) Calculations of return on capital are based on recorded equity, after taxes, and are annualised.

3) The figures are annualised.

**Value-adjusted return on assets – products with guaranteed returns**

<i>Per cent</i>	1Q07	4Q06	3Q06	2Q06	1Q06	2006	2005
Financial assets							
Norwegian equities	6.8	23.5	(2.6)	(4.2)	19.7	36.4	42.5
International equities	1.8	6.6	4.5	(1.4)	3.7	13.4	22.3
Norwegian bonds	0.4	(0.5)	1.9	(0.3)	(0.1)	1.0	3.8
International bonds	0.5	(0.1)	2.7	(0.7)	(1.6)	0.3	3.4
Money market instruments	0.9	0.9	0.7	0.7	0.6	2.9	2.2
Bonds held to maturity	1.3	1.3	1.3	1.4	1.3	5.3	5.7
Investment property	2.7	5.6	2.6	3.6	2.8	14.6	13.6
<b>Value-adjusted return on assets I <sup>1)</sup></b>	<b>1.4</b>	<b>3.6</b>	<b>1.9</b>	<b>(0.2)</b>	<b>2.8</b>	<b>8.1</b>	<b>8.3</b>
Value-adjusted return on assets II <sup>2)</sup>	1.1	2.8	2.2	(0.8)	2.2	6.4	7.7
Recorded return on assets <sup>3)</sup>	2.2	2.6	1.1	1.7	2.1	7.5	7.3
Value-adjusted return on assets I, annualised <sup>1)</sup>	5.7	14.4	7.6	(0.8)	11.6	8.1	8.3
Value-adjusted return on assets II, annualised <sup>2)</sup>	5.2	11.2	8.7	(3.2)	8.9	6.4	7.7

1) Excluding changes in value of commercial paper and bonds held to maturity.

2) Including changes in unrealised gains on commercial paper and bonds held to maturity.

3) Excluding changes in unrealised gains on financial instruments.

**Specification of profit for distribution**

<i>Amounts in NOK million</i>	1Q07	4Q06	3Q06	2Q06	1Q06	2006	2005
Profit for distribution	2 428	280	357	1 515	2 096	4 247	4 609
from operations subject to profit sharing <sup>1)</sup>	2 444	295	357	1 518	2 097	4 267	4 582
- Funds transferred to policyholders <sup>2)</sup>	2 061	(51)	27	1 185	1 677	2 838	3 290
- Profit for allocation to the owner and taxes <sup>2)</sup>	382	346	330	333	420	1 429	1 292
from operations not subject to profit sharing	(16)	(16)	0	(3)	(1)	(20)	26

1) Profit for allocation to the owner and taxes for operations subject to profit sharing includes:

- return on equity, subordinated loan capital and the security reserve, calculated as the company's return on capital, less accrued interest on subordinated loans and allocations to the security reserve
- a margin on policyholders' funds
- a margin on effective risk premium adjusted for survival risk on contracts providing sufficient profits

According to regulations, annual profit for allocation to the owner and taxes cannot exceed 35 per cent of profit for operations subject to profit sharing. If this figure is negative, the entire amount should be charged to the owner. Total profit to the owner and taxes also includes profits from operations not subject to profit sharing.

2) Figures for 2005 are exclusive of pension expenses resulting from Vital's transition to IFRS in 2005. The transition generated expenses of NOK 434 million, with NOK 282 million for policyholders and NOK 152 million for the owner and taxes. The expenses are reversed in the group accounts as DnB NOR introduced IFRS for pensions with effect from 1 January 2004.

**Premium income**

<i>Amounts in NOK million</i>	1Q07	4Q06	3Q06	2Q06	1Q06	2006	2005
Total premiums due <sup>1) 2)</sup>	6 481	4 220	3 062	4 381	8 221	19 884	21 434
Inflow of reserves <sup>3)</sup>	2 386	1 321	544	227	1 593	3 685	3 232
Outflow of reserves <sup>3)</sup>	2 253	1 465	2 499	670	1 950	6 584	2 186
Net premiums paid	6 614	4 076	1 107	3 938	7 864	16 985	22 480
Outflow of reserves <sup>3)</sup>	2 253	1 465	2 499	670	1 950	6 584	2 186
<b>Total premium income</b>	<b>8 867</b>	<b>5 541</b>	<b>3 606</b>	<b>4 608</b>	<b>9 814</b>	<b>23 569</b>	<b>24 666</b>

1) Of which group pension - defined benefit

2) Of which group pension - defined contribution

3) Of which transfers between Vital companies \*)

4 181 1 225 1 220 1 587 4 640 8 672 7 521

364 447 294 177 200 1 118 482

199 776 182 196 184 1 338 1 975

\*) As from 1 January 2007 the figure includes transfer between products with guaranteed returns and products with a choice of investments profile.

**Market shares – Vital**

<i>Per cent</i>	31 Dec. 2006	31 Dec. 2005
Of insurance funds including products with choice of investments	34.7	35.2
- Retail market	52.2	51.0
- Corporate market	28.0	28.9
of which defined-contribution pensions	34.2	33.1
Of insurance funds for products with choice of investments	41.4	39.3

Source: The Norwegian Financial Services Association (FNH) and DnB NOR

**Income statement <sup>1)</sup>**

<i>Amounts in NOK million</i>	1Q07	4Q06	3Q06	2Q06	1Q06	2006	2005
Total interest income							
Total interest expenses							
<b>Net interest income</b>							
Commissions and fees receivable etc. (note 4)	458	498	433	455	450	1 836	1 630
Commissions and fees payable etc. (note 4)	160	172	160	164	177	673	562
Net gains on financial instruments at fair value							
Net gains on assets in Vital (note 1)	4 572	6 033	2 714	2 435	4 936	16 117	14 369
Guaranteed returns and allocations to policyholders in Vital (note 2)	4 193	5 731	2 392	2 008	4 453	14 584	13 111
Premium income etc. included in the risk result in Vital (note 3)	1 414	1 191	1 001	1 059	1 063	4 314	3 925
Insurance claims etc. included in the risk result in Vital (note 3)	1 401	1 146	960	1 121	1 097	4 324	3 828
Net realised gains on investment securities (AFS)							
Profit from companies accounted for by the equity method							
Other income							
<b>Net other operating income</b>	<b>689</b>	<b>674</b>	<b>634</b>	<b>656</b>	<b>722</b>	<b>2 686</b>	<b>2 423</b>
<b>Total income</b>	<b>689</b>	<b>674</b>	<b>634</b>	<b>656</b>	<b>722</b>	<b>2 686</b>	<b>2 423</b>
Salaries and other personnel expenses	176	183	168	172	153	676	575
Other expenses	122	137	112	128	124	501	434
Depreciation and impairment of fixed and intangible assets	20	19	18	20	21	77	97
<b>Total operating expenses (note 4)</b>	<b>318</b>	<b>338</b>	<b>298</b>	<b>321</b>	<b>297</b>	<b>1 254</b>	<b>1 105</b>
Net gains on fixed and intangible assets							
Write-downs on loans and guarantees							
<b>Pre-tax operating profit</b>	<b>372</b>	<b>336</b>	<b>336</b>	<b>335</b>	<b>425</b>	<b>1 431</b>	<b>1 318</b>
Taxes	0	(765)	(1)	(2)	(2)	(771)	(331)
Profit from discontinuing operations after taxes							
<b>Profit for the period <sup>2)</sup></b>	<b>372</b>	<b>1 101</b>	<b>337</b>	<b>337</b>	<b>426</b>	<b>2 202</b>	<b>1 649</b>

1) The figures encompass Vital Forsikring ASA including subsidiaries as included in the DnB NOR Group accounts before eliminations for intra-group transactions and balances.

2) For a detailed statement of financial performance, see page 62.

Note 1–4: In the table on the next page, the items marked in grey indicate Vital's various profit and loss items included in the DnB NOR Group's income statement.

**The owner's share of net financial and risk result from Vital <sup>1)</sup>**

<i>Amounts in NOK million</i>	1Q07	4Q06	3Q06	2Q06	1Q06	2006	2005
Net gains on assets in Vital	4 572	6 033	2 714	2 435	4 936	16 117	14 369
Guaranteed returns and allocations to policyholders in Vital	4 193	5 731	2 392	2 008	4 453	14 584	13 111
Premium income etc. included in the risk result in Vital	1 414	1 191	1 001	1 059	1 063	4 314	3 925
Insurance claims etc. included in the risk result in Vital	1 401	1 146	960	1 121	1 097	4 324	3 828
Net financial and risk result in Vital	391	348	361	365	449	1 523	1 356
Eliminations in the group accounts	0	(10)	9	10	5	14	10
Net financial and risk result from Vital	391	337	371	375	454	1 537	1 365

1) For a specification of net other operating income in the DnB NOR Group, see page 21.

In the table below, the items marked in grey indicate Vital's various profit and loss items included in the DnB NOR Group's income statement.

<b>Note 1</b>	1Q07	4Q06	3Q06	2Q06	1Q06	2006	2005
Interest result	2 444	2 990	342	1 607	2 155	7 094	6 053
+ Guaranteed returns to policyholders	1 744	1 640	1 556	1 636	1 638	6 471	5 887
+ Allocations to policyholders, products with choice of investments	387	1 402	809	(813)	1 137	2 535	2 434
+ Transferred from security reserve in Vital	(9)	(4)	0	0	(1)	(5)	(5)
+ Other items recorded as net gains on financial instruments, including reclassifications	6	5	6	5	6	22	0
<b>Net gains on assets in Vital, IFRS</b>	<b>4 572</b>	<b>6 033</b>	<b>2 714</b>	<b>2 435</b>	<b>4 936</b>	<b>16 117</b>	<b>14 369</b>

<b>Note 2</b>							
Transferred to additional allocations, products with guaranteed returns	0	2 740	0	0	0	2 740	1 500
Allocations to policyholders, products with guaranteed returns	2 061	(51)	27	1 185	1 677	2 838	3 290
Allocations to policyholders, products with choice of investments	387	1 402	809	(813)	1 137	2 535	2 434
Total allocations to policyholders	2 449	4 091	836	372	2 814	8 113	7 224
Guaranteed return on policyholders funds	1 744	1 640	1 556	1 636	1 638	6 471	5 887
<b>Guaranteed returns and allocations to policyholders in Vital, IFRS</b>	<b>4 193</b>	<b>5 731</b>	<b>2 392</b>	<b>2 008</b>	<b>4 453</b>	<b>14 584</b>	<b>13 111</b>

<b>Net financial result in Vital, IFRS</b>	<b>379</b>	<b>302</b>	<b>321</b>	<b>427</b>	<b>483</b>	<b>1 533</b>	<b>1 258</b>
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<b>Note 3</b>							
Total risk result in Vital, NGAAP	13	46	40	(62)	(34)	(10)	98
Premium income etc. included in the risk result in Vital, IFRS	1 414	1 191	1 001	1 059	1 063	4 314	3 925
Insurance claims etc. included in the risk result in Vital, IFRS	1 401	1 146	960	1 121	1 097	4 324	3 828
<b>Total risk result in Vital, IFRS</b>	<b>13</b>	<b>46</b>	<b>40</b>	<b>(62)</b>	<b>(34)</b>	<b>(10)</b>	<b>98</b>

<b>Note 4</b>							
Administration result Vital, NGAAP	(20)	(12)	(25)	(30)	(24)	(91)	(91)
Pension costs <sup>2)</sup>	0	0	0	0	0	0	54
Administration result in Vital according to IFRS	(20)	(12)	(25)	(30)	(24)	(91)	(37)
Commission income and fees receivable, IFRS	458	498	433	455	450	1 836	1 630
Commission expense and fees payable, IFRS	160	172	160	164	177	673	562
Operating expenses, IFRS	318	338	298	321	297	1 254	1 105
<b>Administration result in Vital according to IFRS</b>	<b>(20)</b>	<b>(12)</b>	<b>(25)</b>	<b>(30)</b>	<b>(24)</b>	<b>(91)</b>	<b>(37)</b>

<b>Pre-tax operating profit from Vital</b>	<b>372</b>	<b>336</b>	<b>336</b>	<b>335</b>	<b>425</b>	<b>1 431</b>	<b>1 318</b>
Taxes	0	(765)	(1)	(2)	(2)	(771)	(331)
<b>Profit for the period</b>	<b>372</b>	<b>1 101</b>	<b>337</b>	<b>337</b>	<b>426</b>	<b>2 202</b>	<b>1 649</b>

1) Before changes in unrealised gains.

2) Increase in pension cost after transition to IFRS for pensions in Vital in 2005.

**Balance sheets <sup>1)</sup>**

<i>Amounts in NOK million</i>	31 March 2007	31 Dec. 2006	30 Sept. 2006	30 June 2006	31 March 2006	31 Dec. 2005
Cash and deposits with central banks						
Lending to and deposits with credit institutions	8 716	7 185	6 234	8 850	7 978	11 527
Lending to customers						
Commercial paper and bonds	50 264	57 838	58 258	61 973	67 144	67 457
Shareholdings	56 057	47 291	42 412	39 347	39 956	32 445
Financial assets, customers bearing the risk	18 867	18 840	16 005	14 800	15 143	13 136
Financial derivatives	837	1 654	1 251	1 427	2 255	786
Shareholdings, available for sale						
Commercial paper and bonds, held to maturity	60 093	62 444	62 478	60 898	56 518	52 587
Investment property	25 697	25 668	25 026	23 869	23 350	22 872
Investments in associated companies	16	16	14	14	14	14
Intangible assets	326	294	318	304	279	252
Deferred tax assets	185	185				
Fixed assets	52	75	43	46	48	50
Biological assets						
Discontinuing operations						
Other assets	3 263	2 161	1 497	2 751	3 039	1 533
<b>Total assets</b>	<b>224 375</b>	<b>223 650</b>	<b>213 536</b>	<b>214 279</b>	<b>215 725</b>	<b>202 659</b>
Loans and deposits from credit institutions						
Deposits from customers						
Financial derivatives	828	1 166	1 480	807	233	1 080
Securities issued						
Insurance liabilities, customers bearing the risk	18 867	18 840	16 005	14 800	15 143	13 136
Liabilities to life insurance policyholders	189 715	188 096	182 181	182 208	182 838	174 675
Payable taxes						
Deferred taxes	0	0	661	662	665	99
Other liabilities	2 314	3 259	1 920	4 880	6 340	1 991
Discontinuing operations						
Provisions	125	124	205	192	121	133
Subordinated loan capital	2 545	2 556	2 575	2 557	2 581	2 594
<b>Total liabilities</b>	<b>214 393</b>	<b>214 040</b>	<b>205 027</b>	<b>206 107</b>	<b>207 919</b>	<b>193 708</b>
Minority interests						
Revaluation reserve						
Share capital	1 310	1 310	1 310	1 310	1 307	1 307
Other reserves and retained earnings	8 672	8 300	7 199	6 862	6 498	7 643
<b>Total equity</b>	<b>9 982</b>	<b>9 610</b>	<b>8 509</b>	<b>8 172</b>	<b>7 805</b>	<b>8 951</b>
<b>Total liabilities and equity</b>	<b>224 375</b>	<b>223 650</b>	<b>213 536</b>	<b>214 279</b>	<b>215 725</b>	<b>202 659</b>

1) The figures encompass Vital Forsikring ASA including subsidiaries as included in the DnB NOR Group accounts before eliminations for intra-group transactions and balances.

### Products and organisation

- Group pension schemes to businesses, adapted to customer needs for defined-benefit, defined-contribution and single premium pension schemes. In addition, Vital provides employer's liability insurance in the corporate market.
- Long-term savings alternatives in the form of individual pension agreements, annuities in the retail market.
- Products are offered with guaranteed returns or with a choice of investment profile.
- Savings products from other units in the DnB NOR Group, including mutual funds from DnB NOR Asset Management and equity-linked bonds from DnB NOR Markets.

The business area is represented in most parts of Norway through sales offices and provides services through DnB NOR and Postbanken's distribution networks and independent agents, as well as via the Internet.

In close cooperation with the rest of the Group, Vital aims to increase its international presence. Vital has had operations in Sweden for a few years and is planning to expand in this market. As part of DnB NOR's international initiatives, Vital established operations in Latvia on 19 March 2007, based on distribution via DnB NOR's branch network.

During 2006, it was decided to remove tax concessions on individual pension products. In March 2007, a settlement was reached in the Norwegian parliament which, among other things, entails the introduction of tax incentives on individual savings as from 2008. Vital has developed new products which are in compliance with the new external parameters.

Vital is on schedule in adapting operations to new regulations entering into force as from 2008.

### Cooperation with other group entities

- By taking advantage of the strength of the DnB NOR Group's total distribution network, Vital is well positioned to enjoy continued market growth.
- Vital's growth in the retail market is not least due to the business area's extensive distribution network, where other business areas in the Group play a principal role.
- In the first quarter of 2007, other business areas accounted for 65.7 per cent of the sales of Vital's products in the retail market, compared with 63.7 per cent in the corresponding period of 2006.

### Employees

Vital gives priority to retaining and developing a high level of expertise within insurance products, management and other relevant areas of competence.

### Full-time positions – Vital <sup>1)</sup>

	31 March 2007	31 March 2006
Vital Forsikring	814	740
Vital Link		28
<b>Total</b>	<b>814</b>	<b>769</b>

1) Vital Link AS og Vital Forsikring ASA merged in February 2007 with accounting effect from 1 January 2007.

## Balance sheets and capital adequacy according to NGAAP

The analyses below are prepared on the basis of accounting principles according to Norwegian accounting legislation etc. (NGAAP).

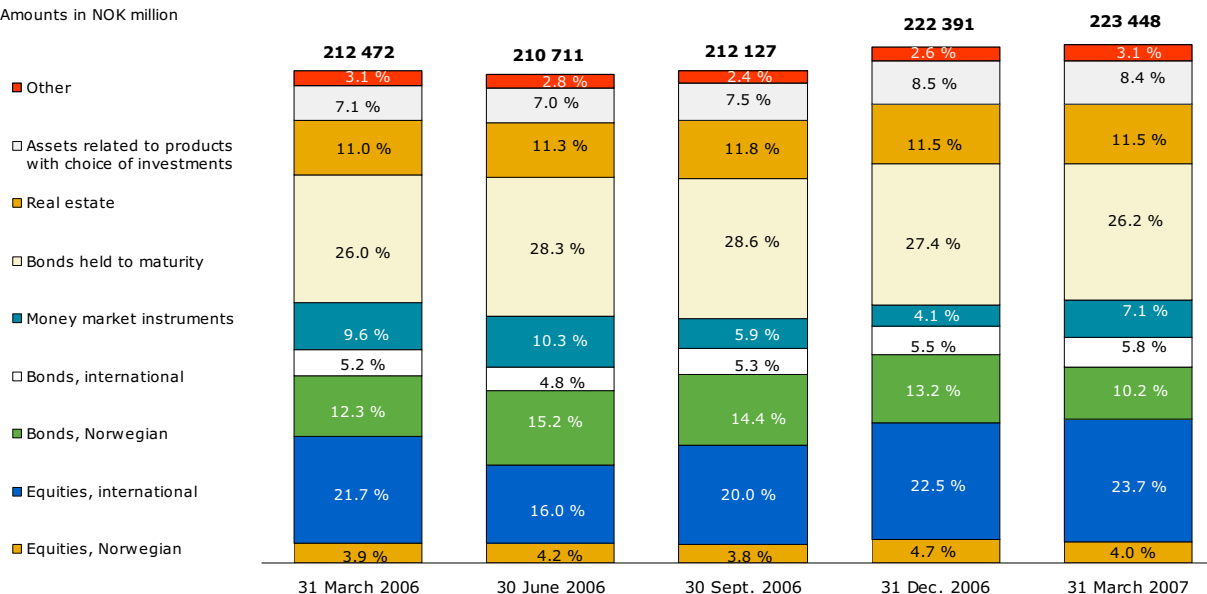
Kredittilsynet and the Ministry of Finance have not adapted solvency capital or capital adequacy regulations to IFRS. The Norwegian Ministry of Finance is expected to establish guidelines for further efforts to determine capital requirements for insurance companies up until the introduction of Solvency II.

### Balance sheets – NGAAP

<i>Amounts in NOK million</i>	31 March 2007	31 Dec. 2006	30 Sept. 2006	30 June 2006	31 March 2006	31 Dec. 2005
Financial assets						
Norwegian equities <sup>1)</sup>	13 708	13 005	10 784	11 464	11 132	9 088
International equities <sup>2)</sup>	42 291	34 717	32 425	29 042	29 746	23 550
Norwegian bonds <sup>3)</sup>	22 827	29 380	30 645	31 739	31 096	29 008
International bonds <sup>4)</sup>	16 427	15 931	13 526	12 683	13 450	13 116
Money market instruments <sup>5)</sup>	18 230	18 169	17 794	21 507	26 694	34 391
Bonds held to maturity	58 526	60 825	60 761	59 692	55 228	51 246
Real estate	25 697	25 668	25 026	23 869	23 350	22 872
Assets related to products with choice of investments	18 867	18 840	16 005	14 800	15 143	13 136
Other	6 875	5 856	5 162	5 914	6 633	5 253
<b>Total assets</b>	<b>223 448</b>	<b>222 391</b>	<b>212 127</b>	<b>210 711</b>	<b>212 472</b>	<b>201 661</b>
Equity	7 775	7 408	8 493	8 161	7 799	7 378
Subordinated loan capital	2 545	2 556	2 575	2 557	2 581	2 594
Securities adjustment reserve	5 580	7 032	5 038	3 328	6 972	5 503
Insurance provisions						
Premium reserve	170 729	167 403	167 653	168 746	165 602	159 457
Additional allocations	6 324	6 429	3 713	3 733	3 747	3 788
Premium fund and pension regulation fund	6 250	6 436	4 941	5 566	5 686	5 124
Security reserve	221	205	201	201	201	201
Other reserves	611	592	627	627	622	602
Provisions in products with choice of investments	18 867	18 840	16 005	14 800	15 143	13 136
Other liabilities	4 547	5 491	2 880	2 992	4 119	3 877
<b>Total equity and liabilities</b>	<b>223 448</b>	<b>222 391</b>	<b>212 127</b>	<b>210 711</b>	<b>212 472</b>	<b>201 661</b>
Net exposure after adjustment for derivative contracts:						
1) Norwegian equities	8 880	10 411	8 158	8 757	8 389	6 757
2) International equities	52 948	49 939	42 490	33 723	46 057	37 023
- of which investments in hedge funds	2 131	1 960	2 106	1 824	1 877	1 823
3) Norwegian bonds	22 784	29 380	30 645	32 068	26 230	26 306
4) International bonds	12 888	12 326	11 336	10 147	11 143	7 404
5) Money market instruments	15 891	9 146	12 545	21 741	20 300	31 664

**Balance sheet <sup>1)</sup> – NGAAP**

Amounts in NOK million



1) The figures for products with guaranteed returns represent net exposure after derivative contracts.

**Solvency capital – NGAAP <sup>1) 2)</sup>**

Amounts in NOK million

	31 March 2007	31 Dec. 2006	30 Sept. 2006	30 June 2006	31 March 2006	31 Dec. 2005
Interim profit, accumulated	2 428	-	3 987	3 625	2 102	-
Securities adjustment reserve	5 580	7 032	5 038	3 328	6 972	5 503
Additional allocations	6 324	6 429	3 713	3 733	3 747	3 788
Security reserve	221	205	201	201	201	201
Equity	7 408	7 155	7 155	7 155	7 155	7 155
Subordinated loan capital and perpetual subordinated loan capital securities	2 545	2 461	2 480	2 462	2 486	2 499
Unrealised gains on long-term securities	(327)	222	1 615	1 139	2 160	3 268
<b>Solvency capital</b>	<b>24 179</b>	<b>23 504</b>	<b>24 190</b>	<b>21 644</b>	<b>24 824</b>	<b>22 415</b>
<b>Buffer capital <sup>3)</sup></b>	<b>15 276</b>	<b>15 144</b>	<b>14 560</b>	<b>12 426</b>	<b>14 752</b>	<b>11 564</b>

1) The above shows the composition of and development in solvency capital. All these elements, with the exception of part of the security reserve, can be used to meet the guaranteed rate of return on policyholders' funds.

2) Operations from products with choice of investments are included from 1 January 2007

3) Buffer capital is equity in excess of the minimum statutory capital requirement and interim profits, additional allocations and the securities adjustment reserve.

**Capital adequacy and solvency margin capital – NGAAP <sup>1)</sup>**

<i>Amounts in NOK million</i>	31 March 2007	31 Dec. 2006	30 Sept. 2006	30 June 2006	31 March 2006	31 Dec. 2005
<b>Capital adequacy <sup>2)</sup></b>						
Total eligible primary capital	9 503	9 240	9 120	9 161	9 252	9 312
Capital adequacy ratio (%)	8.9	9.8	10.2	10.5	10.4	11.7
Core capital	7 183	7 004	6 941	6 954	6 991	7 038
Core capital (%)	6.7	7.4	7.8	7.9	7.9	8.9
Risk-weighted assets	106 974	94 272	89 306	87 489	88 611	79 293
<b>Solvency margin capital <sup>3)</sup></b>						
Solvency margin capital	12 764	12 546	11 068	11 118	11 216	11 296
Solvency margin capital exceeding minimum requirement	4 804	4 898	3 602	3 576	3 804	4 166
Solvency margin capital in per cent of solvency margin capital requirement (%)	160	164	148	147	151	158

1) Operations from products with choice of investments are included from 1 January 2007

2) Capital adequacy regulations regulate the relationship between the company's primary capital and the investment exposure on the asset side of the balance sheet. Life insurance companies are subject to a minimum capital adequacy requirement of 8 per cent.

3) Solvency margin capital is measured against the solvency margin requirement, which is linked to the company's insurance commitments on the liabilities side of the balance sheet. The solvency margin requirements for Norwegian life insurance companies are subject to regulations on the calculation of solvency capital requirements and solvency margin capital, as laid down by the Ministry of Finance on 19 May 1995.

## DnB NOR Asset Management

DnB NOR Asset Management provides mutual funds and discretionary portfolio management services to Norwegian and other Nordic corporate clients, the public sector, private pension funds and retail clients. Øyvind Birkeland, group executive vice president, heads the business area.

DnB NOR Asset Management seeks to provide first-class returns on customer funds within the preferred risk profile and investment horizon. DnB NOR aspires to be the leading asset manager for clients in the Nordic region, providing sound long-term returns and a high level of service based on a thorough understanding of customer needs.

DnB NOR Asset Management expects an increasing number of European market participants to opt for outsourcing of investment operations services. The range of such services related to mutual fund activity and asset management will be expanded with a view to offering such services to other market participants. The first external Norwegian customer started using DnB NOR Asset Management's solutions in the first quarter of 2007.

### Financial performance

<i>Amounts in NOK million</i>	1Q07	4Q06	3Q06	2Q06	1Q06	2006	2005
Net interest income - ordinary operations	(1)	0	(3)	2	(3)	(4)	(21)
Interest on allocated capital <sup>1)</sup>	18	16	13	11	9	49	29
Net interest income	17	16	10	13	6	45	8
Commission income							
- from retail customers	128	153	119	132	126	530	371
- from institutional clients	153	158	150	141	154	602	636
Other income	(6)	8	8	8	4	29	20
Total income	292	335	288	294	290	1 207	1 036
Operating expenses	182	184	179	184	172	718	642
Pre-tax operating profit before write-downs	110	151	109	110	119	489	393
Net gains on fixed and intangible assets	0	0	0	0	0	0	(2)
Pre-tax operating profit	110	151	109	110	119	489	391
<b>Assets under management (NOK billion) <sup>2)</sup></b>							
Institutional	484	489	477	465	470	489	488
- of which Vital	178	177	173	172	174	177	167
Retail	61	60	57	57	60	60	60
Total	546	549	534	522	530	549	549
<b>Key figures</b>							
Cost/income ratio (%)	62.3	55.0	62.2	62.5	59.1	59.5	62.0
Return on capital (% p.a.) <sup>1)</sup>	18.6	25.0	19.0	20.7	23.8	22.1	21.6

1) Calculated on the basis of recorded equity.

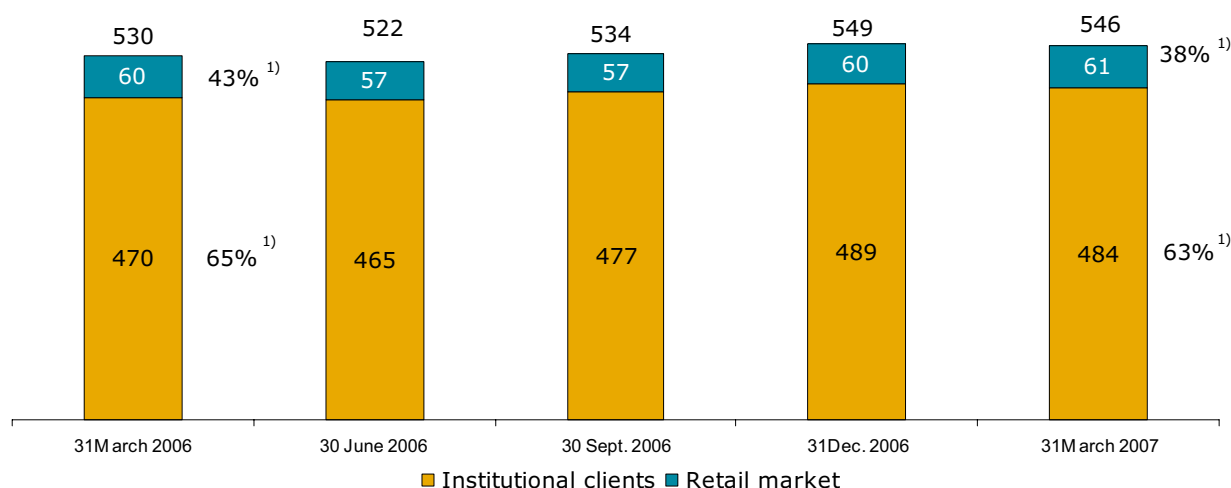
2) Assets under management and assets under operation at end of period.

### Comments to the financial performance in the first quarter of 2007

- Commission income was unchanged from the first quarter of 2006 to the first quarter of 2007. This was mainly due to increased distribution fee to Retail Banking and reduced performance fee.
- Operating expenses in the first quarter of 2007 were NOK 182 million, up NOK 10 million from the first quarter of 2006, which was mainly due to new activity.

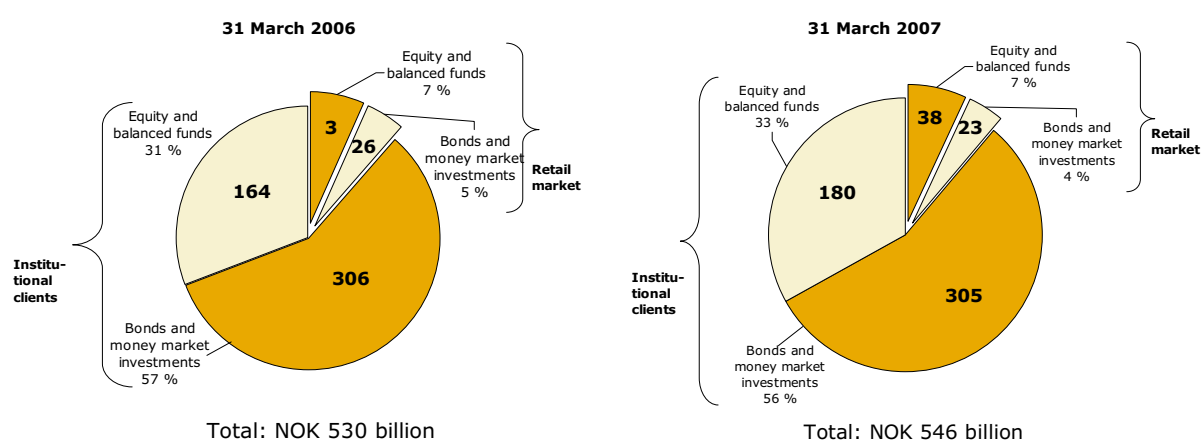
### Assets under management - distribution by market segment

NOK billion



1) Share of total assets in the institutional and retail market respectively, invested in bonds, fixed-income funds and money market funds.

### Assets under management - distribution by investment type



(Amounts in NOK billion and per cent of total assets)

**Changes in assets under management - net inflow**

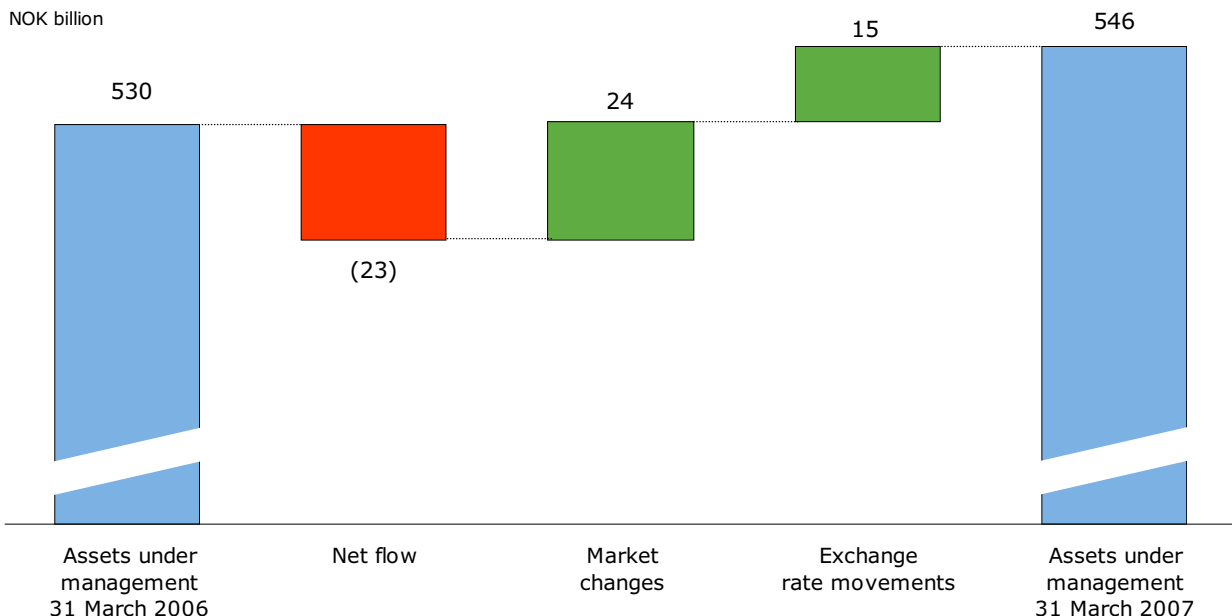
Amounts in NOK million	1Q07 <sup>1)</sup>	4Q06	3Q06	2Q06	1Q06 <sup>2)</sup>	2006 <sup>2)</sup>	2005 <sup>3)</sup>
Retail market	334	(40)	(1 254)	(1 459)	(3 717)	(6 471)	10 892
Institutional clients <sup>4)</sup>	(1 322)	(7 855)	(8 568)	(2 923)	(29 011)	(48 357)	20 389
Total	(988)	(7 895)	(9 823)	(4 382)	(32 728)	(54 828)	31 281

1) Excluding dividends of NOK 1 192 million, of which NOK 508 million refers to retail and NOK 684 million to institutional clients.

2) Excluding dividends of NOK 957 million, of which NOK 475 million refers to retail and NOK 482 million to institutional clients.

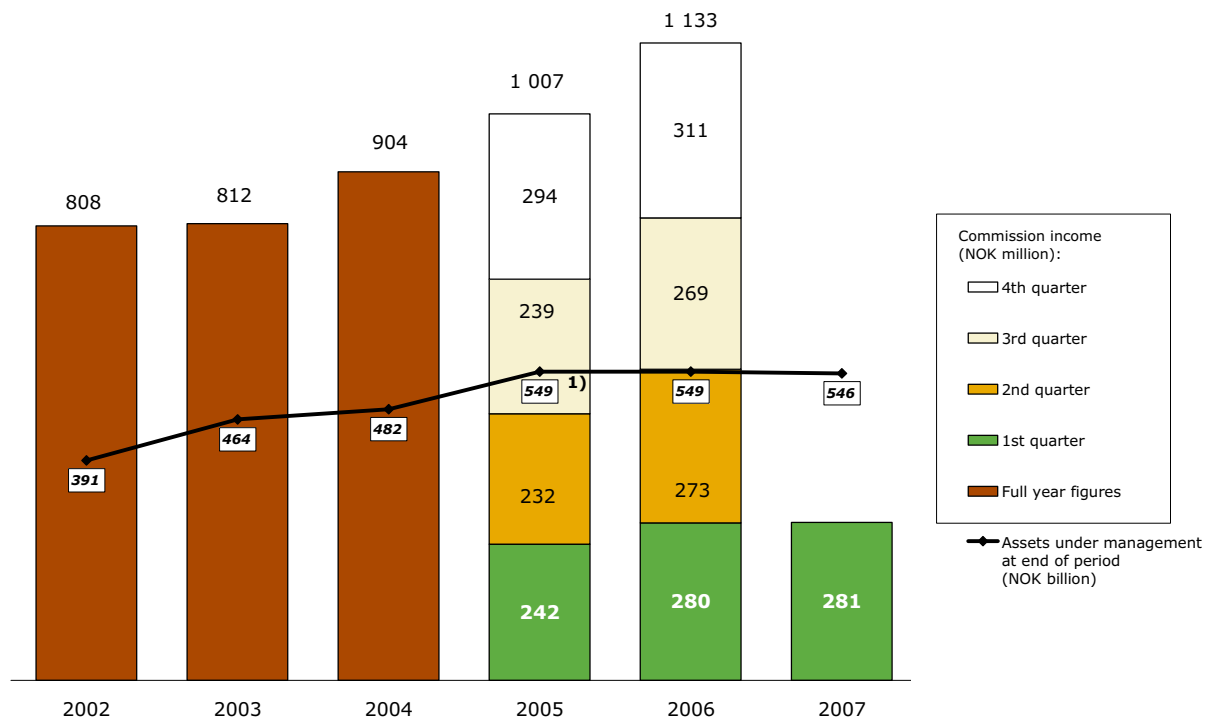
3) Excluding dividends of NOK 1 446 million, of which NOK 446 million refers to retail and NOK 1 000 million to institutional clients.

4) Of which NOK 30.5 billion represents termination of an investment mandate in 1Q06.

**Changes in assets under management****Comments to changes in assets under management from the first quarter of 2006**

- Net flow:
  - Assets under management increased by NOK 15.7 billion or 3.0 per cent.
  - There was a net outflow of funds from institutional clients of NOK 20.4 billion or 4.3 per cent.
  - New institutional mandates were won in both Sweden and Norway.
  - There was a net outflow of funds from the retail market of NOK 2.4 billion or 3.9 per cent. However, the number of total active savings schemes was up 4.4 per cent during the last quarter reaching more than 315 000. Mutual fund packages, the 'Spar Smart' concept, alone had more than 43 000 savings schemes of which more than 7 400 were signed in the first quarter of 2007.
- Market changes:
  - Market developments led to a NOK 24 billion increase in assets under management, representing 4.4 per cent measured in clients' base currencies.
  - During the last four quarters, Morgan Stanley's global equity index increased by 16.0 per cent measured in USD and by 7.6 per cent measured in NOK.
  - The stock exchange in Stockholm (OMX) increased by 15.0 per cent and the stock exchange in Oslo (OSEBX) climbed by 18.0 per cent during the last four quarters.
- Exchange rate movements:
  - The depreciation of NOK against other currencies, especially SEK, increased assets under management by NOK 15 billion or 2.8 per cent.

### Development in commission income and assets under management



1) Reduced to NOK 519 billion in the beginning of January 2006 following termination of an investment mandate.

### Investment returns on assets under management

- Healthy returns on assets under management.
- Returns on a number of major client portfolios and funds outperformed relevant benchmarks, including Vital Forsikring's total portfolio, as well as Norwegian equity and bond investments and major Swedish equity portfolios.
- Fund managers' specialisation has led to strong performance for several industry-specific funds (percentage point return in excess of benchmark in parentheses):
  - Postbanken Helse (1.1)
  - DnB NOR Telecom (1.0)
  - DnB NOR Health Care (1.5)

### Clients/markets

- DnB NOR Asset Management serves the Norwegian and Swedish savings markets, offering domestic and international asset management services.
- Brand names:
  - DnB NOR Kapitalforvaltning in the Norwegian institutional and retail markets
  - DnB NOR Asset Management and Carlson in the Swedish institutional and retail markets.
- A leading position in the institutional market in both Norway and Sweden with 317 institutional clients. The largest clients are Skandia Liv and Vital.
- The number of mutual fund clients in Norway was more than 651 000 at the end of March 2007. The number of savings schemes exceeded 315 000 of which some 43 000 through the "Spar Smart" concept.
- Market shares:
  - DnB NOR Kapitalforvaltning (retail mutual funds in Norway) 38.5 per cent<sup>1)</sup>
  - Carlson Fonder (total mutual funds in Sweden) 1.1 per cent
  - Institutional market in Norway > 29 per cent
  - Institutional market in Sweden > 20 per cent

1) Source: Norwegian Mutual Fund Association.

**Retail: Fund capital and market shares in Norway**

	31 March 2007		31 December 2006		31 December 2005	
	Fund capital	Market share	Fund capital	Market share	Fund capital	Market share
<i>Amounts in NOK million and per cent</i>						
Equity funds	24 604	27.4	24 690	26.9	21 345	29.6
Balanced funds	9 336	72.7	9 298	74.9	7 320	77.4
Fixed-income funds	20 724	52.6	20 541	54.1	28 099	51.0
<b>Total mutual funds</b>	<b>54 664</b>	<b>38.5</b>	<b>54 529</b>	<b>38.3</b>	<b>56 763</b>	<b>41.5</b>

Source: Norwegian Mutual Fund Association

**Products and services**

- Mutual funds, hedge funds and absolute return products.
- Discretionary portfolio management.
- Management and monitoring of investment portfolios.
- Asset allocation and risk management advisory services.

**Organisation**

- One holding company, DnB NOR Kapitalforvaltning Holding AS with separate asset management companies in the main markets.
- Customer activity is concentrated in Norway and Sweden. In order to provide competitive global asset management, investment operations have also been established in London, New York and Hong Kong.
- A combination of regional and sector-oriented management teams with a presence in all major financial markets.
- Asset management services are provided through channels adapted to the various markets:

Retail clients in Norway

- DnB NOR's extensive network of branches and regional financial services centres.
- Post offices and in-store postal outlets.
- The Internet.
- External channels including brokers, investment advisers and regional and local savings banks.

Retail clients in Sweden

- Local distributors.

Institutional markets in Sweden and Norway

- The business area's own sales force and, in Norway, through cooperation with Corporate Banking.

**Employees**

- Staff growth corresponding to 2 full-time positions in the first quarter of 2007.
- 302 full-time positions at the end of the quarter.

**Cooperation with other group entities**

- DnB NOR's extensive network represents the major distribution channel in the Norwegian retail market.
- DnB NOR Asset Management and Corporate Banking and Payment Services cooperate in providing a complete range of financial services to corporate clients.
- DnB NOR Asset Management manages Vital's equity and bond portfolios.
- DnB NOR Asset Management cooperates with other group entities in developing products adapted to the various markets.

## DnB NORD

DnB NORD was established in December 2005 and is owned 51 per cent by DnB NOR and 49 per cent by Norddeutsche Landesbank, NORD/LB from year-end 2005. The bank is headquartered in Copenhagen and is headed by Sven Herlyn.

The Baltic States and Poland are important markets experiencing strong growth, and an increasing number of DnB NOR's customers are establishing operations in this area. Thus, the creation of DnB NORD was an important strategic initiative in accompanying customers into one of Europe's most dynamic regions. One important rationale for the establishment of DnB NORD is to become a leading bank for cross-border solutions around the Baltic Sea. DnB NORD has taken over NORD/LB's operations in Estonia, Latvia, Lithuania and Poland. DnB NORD has a strong market position from the start, as the third largest bank in Lithuania and the fourth largest in Latvia. DnB NORD is also represented in Finland and Denmark, benefiting from the corporate portfolio brought into DnB NORD by DnB NOR and NORD/LB and can provide a full service operation for corporate banking.

### Financial performance <sup>1)</sup>

<i>Amounts in NOK million</i>	1Q07	4Q06	3Q06	2Q06	1Q06	2006	Pro forma 2005
Net interest income - ordinary operations	206	197	193	156	143	689	454
Interest on allocated capital (BIS) <sup>1)</sup>	27	23	20	15	11	68	26
Net interest income	233	220	212	170	154	757	480
Net other operating income	105	91	69	80	71	310	246
Total income	338	311	281	250	225	1 067	726
Operating expenses	220	229	175	173	151	728	546
Pre-tax operating profit before write-downs	118	82	106	78	74	339	180
Net gains on fixed and intangible assets	2	2	3	2	3	9	-
Write-downs on loans and guarantees	11	38	16	8	11	74	27
Pre-tax operating profit	109	45	92	72	65	274	153
Net lending to customers (NOK billion) <sup>2)</sup>	38.9	37.2	33.4	28.5	23.7	30.7	
Deposits from customers (NOK billion) <sup>2)</sup>	13.0	11.9	11.2	10.6	10.4	11.0	
Cost/income ratio (%)	65.1	73.6	62.4	68.9	67.2	68.2	75.3
Ratio of deposits to lending (%)	33.3	32.1	33.5	37.0	43.9	35.9	0.0
Return on capital BIS (% p.a.)	13.0	5.7	12.5	12.0	13.5	10.5	10.8

1) Interest on allocated capital is calculated according to internal DnB NOR capital allocation. Net interest income - ordinary operation does not include interest on equity. The pro forma figures for DnB NORD are not included in the DnB NOR Group 2005 figures.

2) Average balances. Based on nominal values.

### Comments to the financial performance in the first quarter of 2007

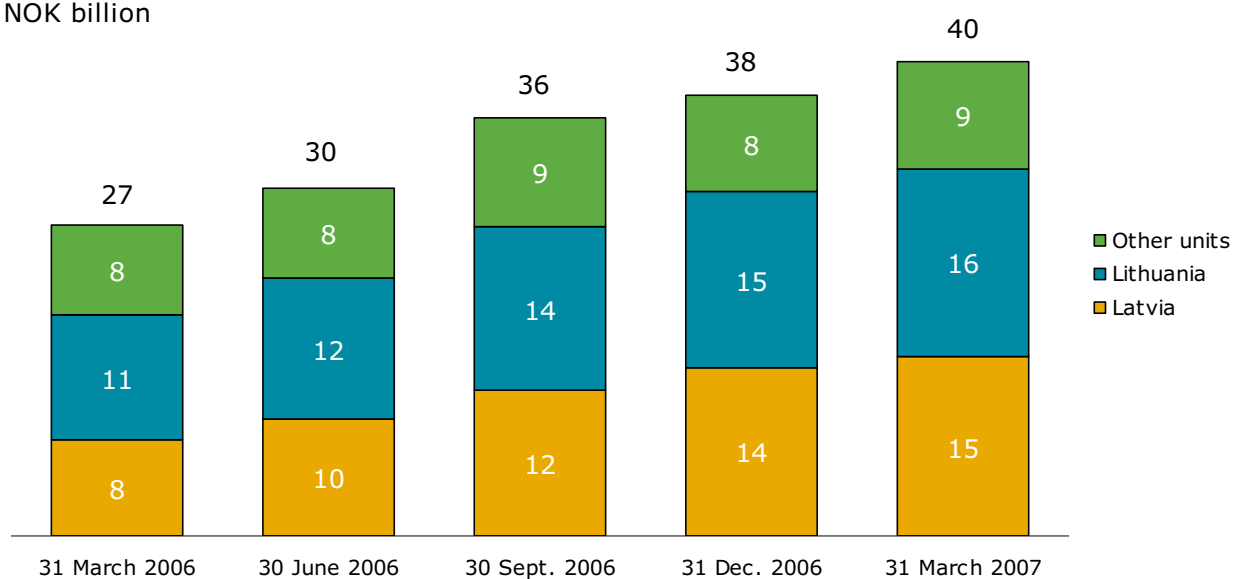
- Pre-tax operating profit was NOK 109 million, up 67 per cent from the first quarter of 2006, mainly reflecting a strong rise in volumes.
- Return on calculated BIS capital of 13.0 per cent.
- Strong growth in loan volumes in the Baltics and Poland. Average lending increased by NOK 15 billion or 64 per cent from the first quarter of 2006. Growth from end-December 2006 to end-March 2007 was 7.6 per cent. Deposits increased by NOK 2.6 billion or 25 per cent from the first quarter of 2006.
- Lower deposit to lending ratio due to high growth in loan volumes.
- Cost/income ratio of 65.1 per cent in the first quarter of 2007 compared to 67.2 per cent in the first quarter of 2006.

**Net interest income**

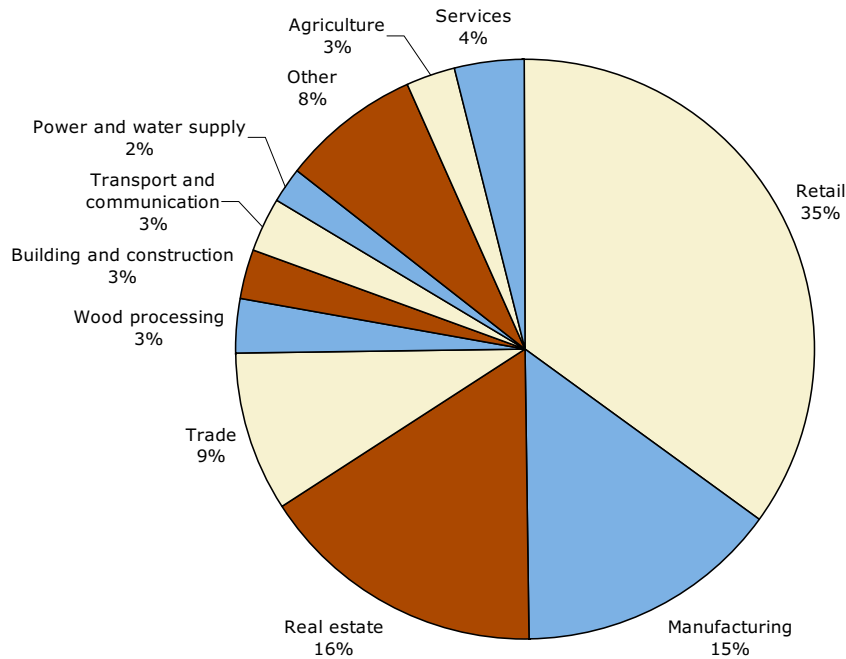
Amounts in NOK million	Volume			Spreads in per cent			Net interest income		
	1Q07	4Q06	1Q06	1Q07	4Q06	1Q06	1Q07	4Q06	1Q06
Loans	38 213	36 426	23 584	1.34	1.44	1.72	127	132	100
Deposits	12 871	11 851	9 974	2.20	1.61	1.13	70	48	28
Allocated capital and non-interest bearing items	1 455	1 302	449	3.82	3.59	2.62	14	12	3
Other							23	28	23
<b>Total net interest income</b>							<b>233</b>	<b>220</b>	<b>154</b>

**Development in lending volumes <sup>1)</sup>**

NOK billion



1) Figures at end of period.

**Lending according to customer segments <sup>1)</sup>**

1) Distribution of lending as at end-March 2007.

**Organisation and market**

- DnB NORD serves more than 715 00 retail and corporate clients through 122 branches and offices in six countries; Denmark, Finland, Estonia, Latvia, Lithuania and Poland.
- DnB NORD employed 2 117 persons at end-March 2007, corresponding to 2 111 full-time positions.
- DnB NORD is the third largest bank in Lithuania and the fourth largest in Latvia.
- DnB NORD's growth will continue based on the following core values: dynamics, reliability, team spirit and simplicity.
  - High growth is expected in the Baltics and Poland, and DnB NORD expects to grow in pace with the total market.
  - The signing of a purchase agreement for BISE Bank in Poland in December 2006 with closing in April 2007, will increase market shares in a market characterised by brisk growth. Concession for the acquisition is received, and BISE Bank will be included in DnB NORD from the second quarter.



## **Section 4**

# **Shareholder information**

## Equity-related data

### Key figures

	IFRS				NGAAP
	Jan-Mar 2007	2006	2005 <sup>1)</sup>	2004 <sup>2)</sup>	2003
Number of shares at end of period (1 000) <sup>3)</sup>	1 334 089	1 334 089	1 336 875	1 327 139	1 309 027
Average number of shares (1 000)	1 334 089	1 335 449	1 334 474	1 317 744	1 309 027
Earnings per share (NOK)	2.11	8.74	7.59	6.25	4.11
Return on equity (%)	17.2	19.5	18.8	17.7	12.7
RARORAC (%) <sup>4)</sup>	22.7	22.0	24.1	24.2	n/a
RORAC (%) <sup>5)</sup>	26.0	26.4	29.8	29.2	n/a
Share price at end of period (NOK)	85.80	88.50	72.00	59.75	44.40
Price/earnings ratio <sup>6)</sup>	10.18	10.13	9.49	9.55	10.81
Price/book value	1.71	1.84	1.68	1.57	1.29
Proposed dividend per share (NOK)	n/a	4.00	3.50	2.55	2.20
Dividend yield (per cent)	n/a	4.52	4.86	4.27	4.95
Equity per share including allocated dividend at end of period (NOK)	50.17	48.13	42.94	38.03	34.37

1) Including the effect of the 9 736 376 shares issued on 31 March 2005 in connection with the subscription rights programme for employees in the former DnB Group.

2) Including the effect of the 12 929 907 shares issued on 26 March 2004 in connection with the subscription rights for employees in the former DnB Group and the effect of 5 181 408 shares issued in October 2004 in connection with the subscription rights programme for employees in the former Gjensidige NOR Group.

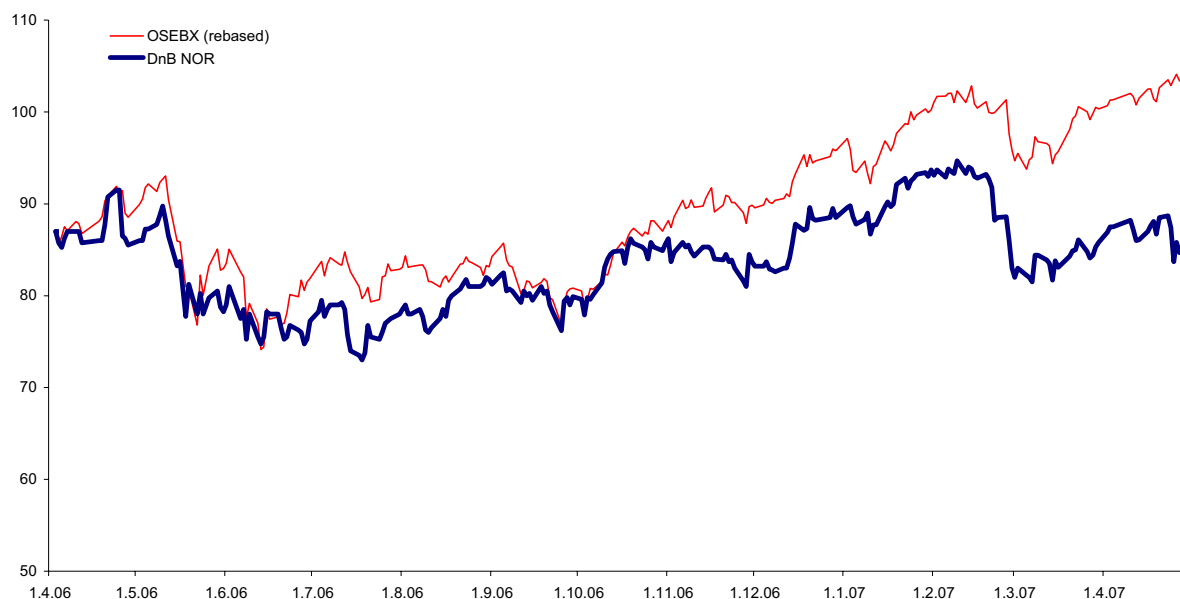
3) The Annual General Meeting authorised the Board of Directors of DnB NOR ASA to acquire own shares for a total face value of up to NOK 1 336 874 898, corresponding to 10 per cent of share capital. After the repurchase DnB NOR held a total of 2 786 047 own shares as at 31 December 2006.

4) RARORAC (Risk-Adjusted Return On Risk-Adjusted Capital) is defined as risk-adjusted profits relative to risk-adjusted capital. Risk-adjusted profits indicate the level of profits in a normalized situation.

5) RORAC (Return On Risk-Adjusted Capital) is defined as profits for the period relative to risk-adjusted capital. Profits for the period are exclusive of profits attributable to minority interests and are adjusted for the period's change in fair value recognised directly in equity and for the difference between recorded interest on average equity and interest on risk-adjusted capital.

6) Based on the share price at end of period, and annualised EPS.

### Share price development – 1 April 2006 to 30 April 2007

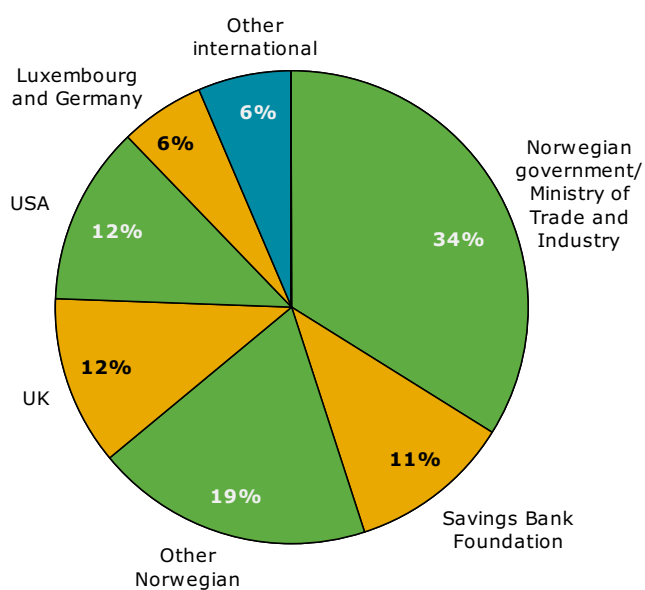


## Shareholder structure as at 31 March 2007

### Major shareholders

	Shares in 1 000	Ownership in %
Norwegian Government by Ministry of Trade and Industry	454 537	34.07
DnB NOR Savings Bank Foundation	146 991	11.02
Fidelity	66 362	4.97
Folketrygdfondet	58 112	4.36
Capital	36 058	2.70
Deutsche Bank AS/DWS Investment	19 114	1.43
DnB NOR Employee Fund	16 967	1.27
Pioneer Asset Management	15 572	1.17
Jupiter Asset Management	15 454	1.16
DnB NOR Asset Management	14 048	1.05
Skandinaviska Enskilda Banken	13 567	1.02
Oslo Pensjonsforsikring	10 812	0.81
Putnam	8 737	0.65
Orkla ASA (incl. Nordstjernen Holding)	8 500	0.64
The Income Fund of America INC	7 500	0.56
Gjensidige Forsikring	5 718	0.43
ABN AMRO	5 685	0.43
Storebrand Livsforsikring	5 088	0.38
L&G Legal and General	4 900	0.37
Stichting Pensionenfond	4 514	0.34
<b>Total largest shareholders</b>	<b>918 236</b>	<b>68.83</b>
Other	415 853	31.17
<b>Total</b>	<b>1 334 089</b>	<b>100.00</b>

### Ownership according to investor category



Norwegian investors: 64 per cent. International investors: 36 per cent.



## **Section 5**

# **The Norwegian economy**

## Basic information

Area	385 199 square kilometres
Population	4.7 million
Fertility rate	1.8
Life expectancy	M: 77.7 F: 82.5
Work participation rate, per cent 15 – 74 years	72.8 (M: 76.4 F:69.1)
Gross domestic product 2006	USD 335.1 billion
GDP per capita 2006	USD 71.600
Rating, S&P and Moody's	AAA, Aaa
Currency exchange rate used	6.41 USD/NOK (average 2006)
Current balance 2006	USD 57.1 billion or 17.0 per cent of GDP

Source: Statistics Norway

## Key macro-economic indicators

Per cent	2006	2007	2008	2009
GDP growth				
- Norway, total	2.9	2.3	1.6	1.9
- Mainland Norway	4.6	3.5	2.2	2.4
Private consumption	4.3	3.6	2.8	2.7
Gross fixed investment	8.9	3.5	0.8	(0.3)
Inflation (CPI)	2.3	1.0	2.6	2.6
Savings ratio <sup>1)</sup>	1.4	1.7	1.0	0.5
Unemployment rate	3.5	2.4	2.6	2.8
Current account <sup>2)</sup>	16.4	14.4	14.4	13.9
Net foreign assets <sup>2) 3)</sup>	88.0	103.9		
General government budget balance <sup>2) 3)</sup>	19.5	18.6		

1) Per cent of disposable income.

2) Per cent of GDP

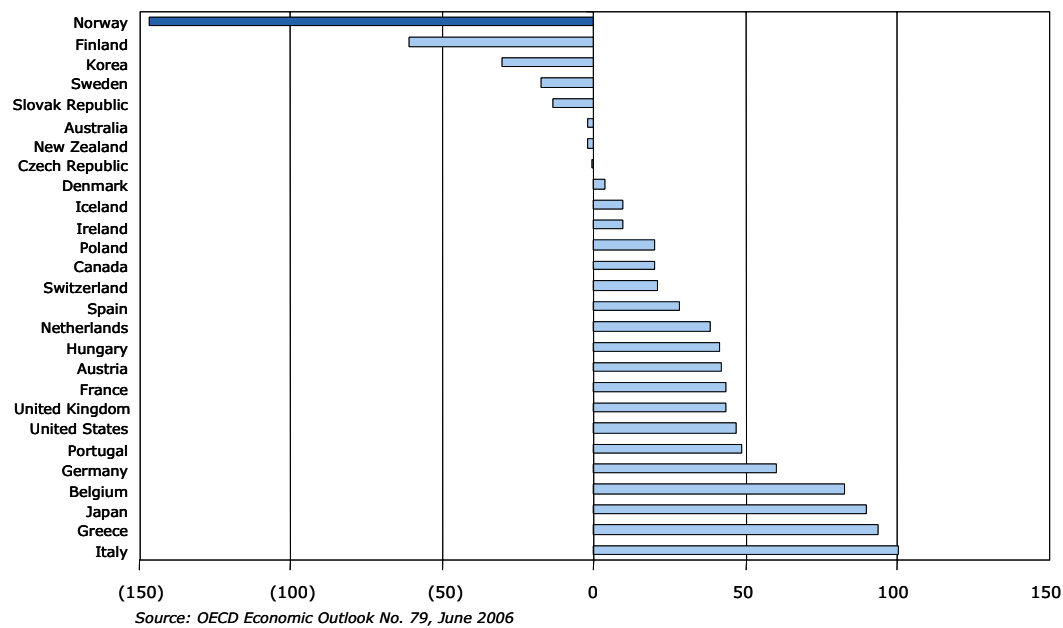
3) Source: Ministry of Finance

## Contribution to volume growth in GDP mainland Norway

Per cent	2004	2005	2006	2007
Household demand	4.0	2.7	2.8	2.3
Gross fixed capital formation, mainland companies	0.6	0.8	0.9	0.5
Gross fixed capital formation, petroleum activity	(0.2)	1.1	0.5	0.4
Public sector demand	0.5	0.5	0.9	0.9
Exports, mainland Norway	0.9	1.5	1.8	2.1
Imports, mainland Norway	(3.0)	(3.3)	(3.5)	(3.0)
Changes in stocks and statistical discrepancies	1.5	1.2	1.1	0.2
GDP, mainland Norway	4.4	4.5	4.6	3.5

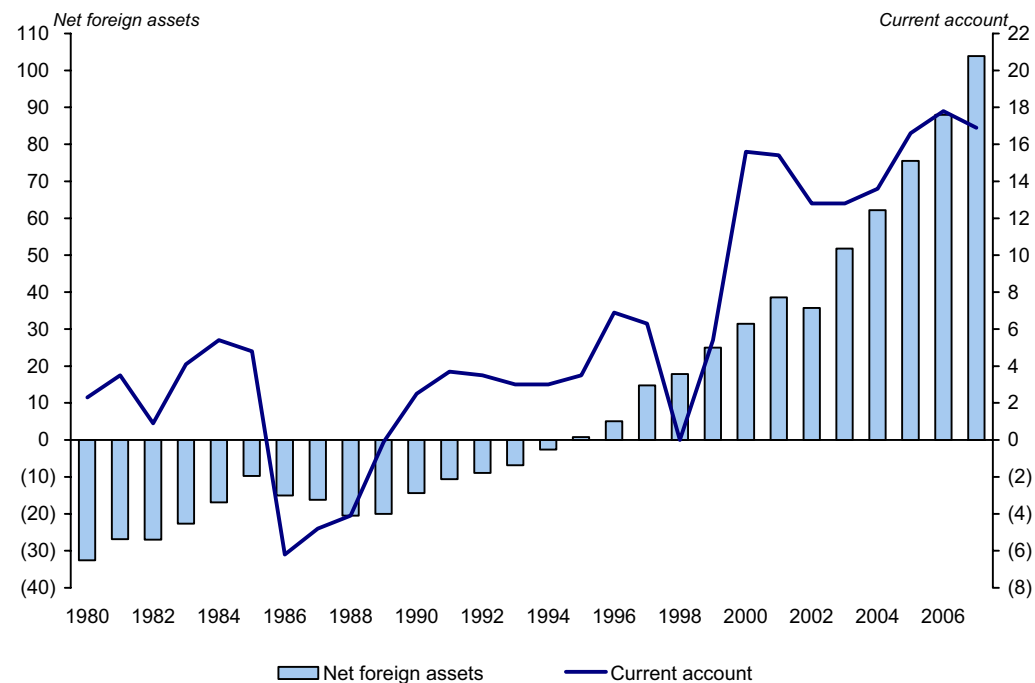
## Government net financial liabilities

(Per cent of GDP)



## Current account and net foreign assets (incl. private sector) <sup>1)</sup>

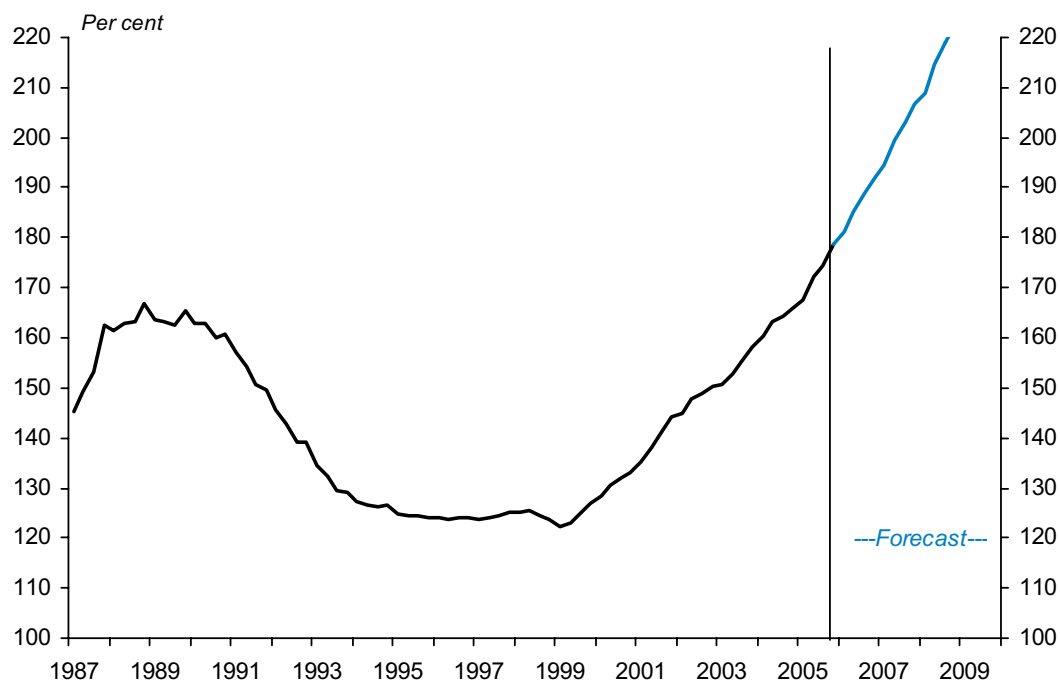
(Per cent of GDP)



1) The projections are based on an assumed oil price of NOK 425 per barrel in 2006 and NOK 390 in 2007. The oil price in December 2006 was NOK 389 per barrel and in March 2007 NOK 383 per barrel.

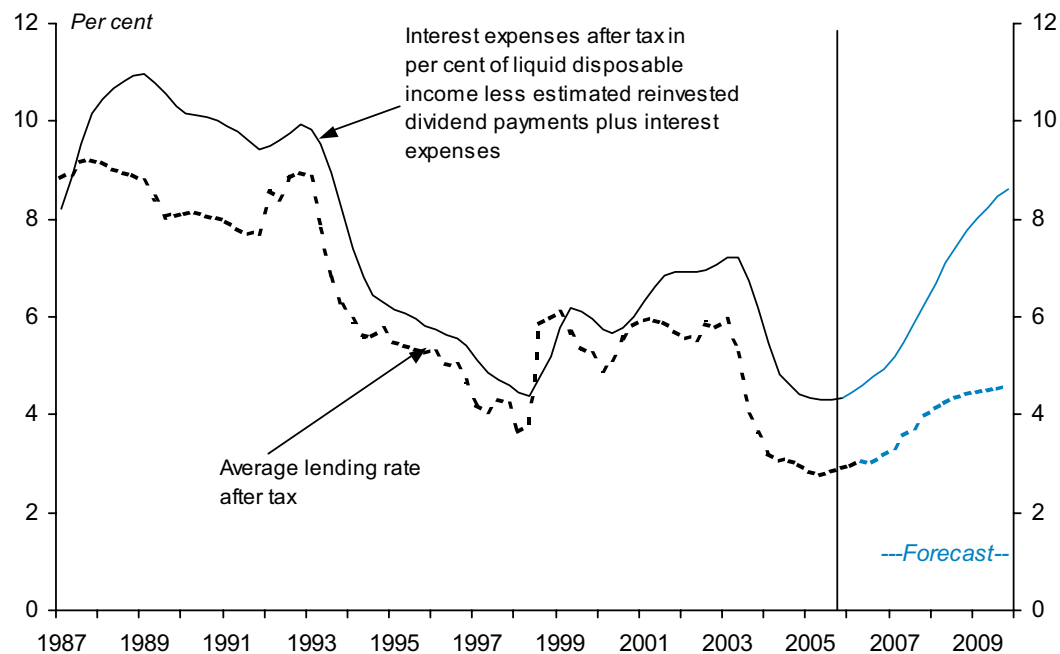
## Household debt burden

Loan debt in per cent of liquid disposable income less estimated reinvested dividend payments



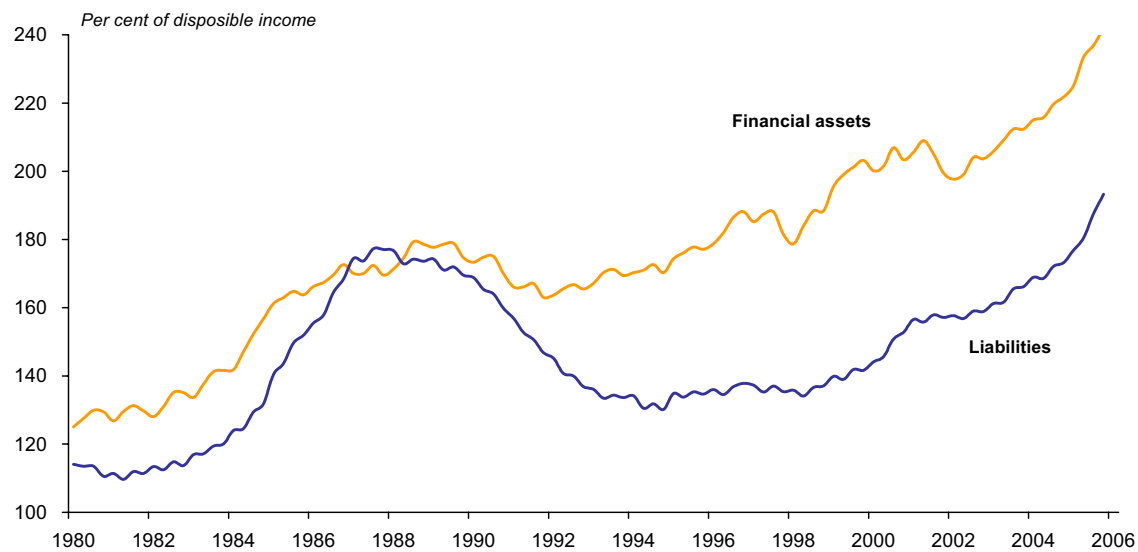
Source: Norges Bank

## Household interest burden



Source: Norges Bank

## Household financial assets and liabilities



## Financial market growth

Percentage change from previous year	31 Dec. 2004	31 Dec. 2005	31 Dec. 2006	28 Feb. 2007
<b>Credit <sup>1)</sup></b>				
Total	8.6	14.2	13.7	13.1 <sup>4)</sup>
- of which commercial and savings banks	9.2	18.2	17.6	15.3
- of which commercial and savings banks, mortgage institutions and finance companies	10.3	15.6	16.4	16.5
Total retail market	12.5	13.7	13.9	13.7
Total corporate market	5.9	14.6	13.6	12.8 <sup>4)</sup>
<b>Savings</b>				
Total <sup>2)</sup>	11.2	15.5	15.6	15.6 <sup>5)</sup>
- of which commercial and savings banks	7.5	9.9	18.3	16.6
Total retail market <sup>2)</sup>	8.2	18.2	8.0	8.0 <sup>5)</sup>
Total corporate market <sup>3)</sup>	14.0	13.3	23.9	23.9 <sup>5)</sup>

1) Commercial and savings banks, state banks, insurance companies, mortgage institutions, finance companies, bonds, commercial paper, foreign institutions.

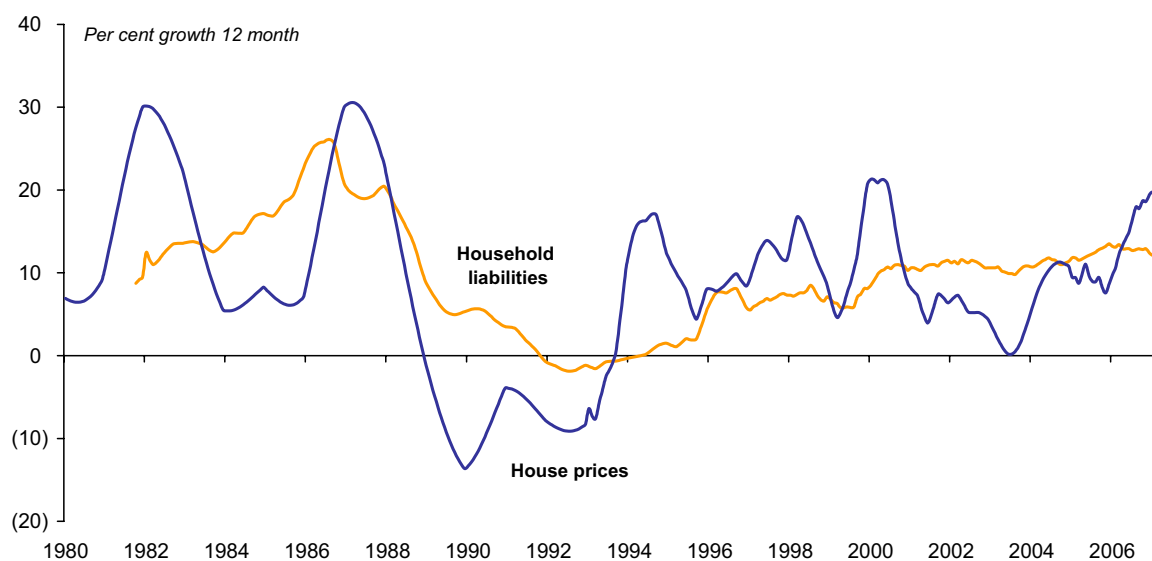
2) Deposits in commercial and savings banks, participation in mutual funds, funds for insurance commitments, equity-linked bonds.

3) Deposits in commercial and savings banks, participation in mutual funds, funds for insurance commitments.

4) As at 31 Januar 2007

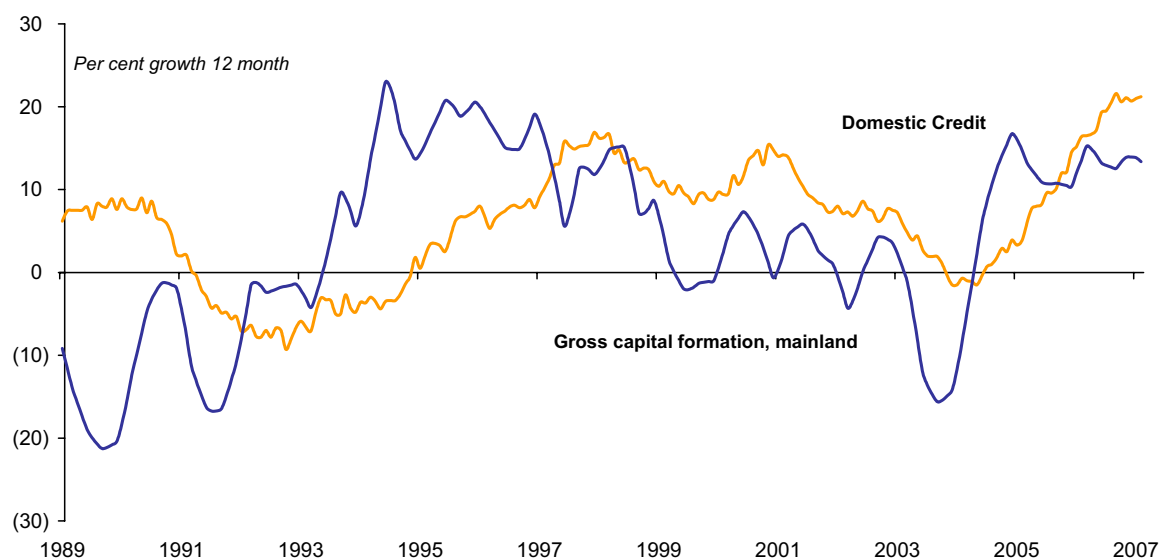
5) As at 31 December 2006

## House prices and household liabilities



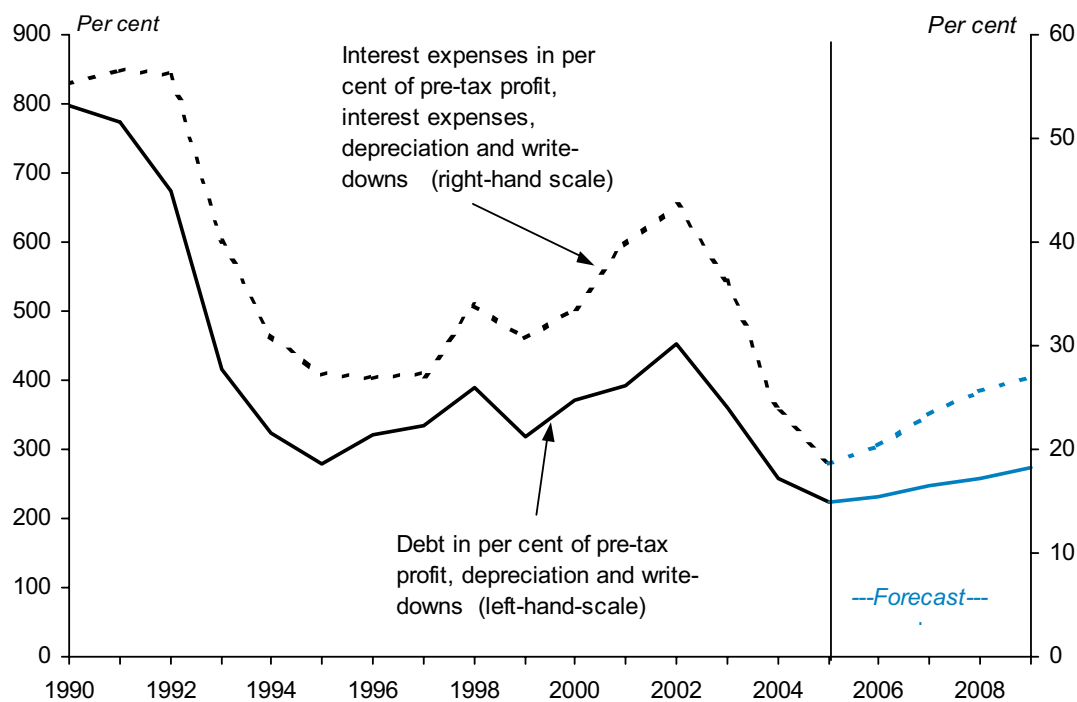
Source: Statistics Norway and Norges Bank

## Corporates: domestic credit and gross capital formation, mainland



Source: Statistics Norway and Norges Bank

## Corporates' interest and debt burden <sup>1)</sup>

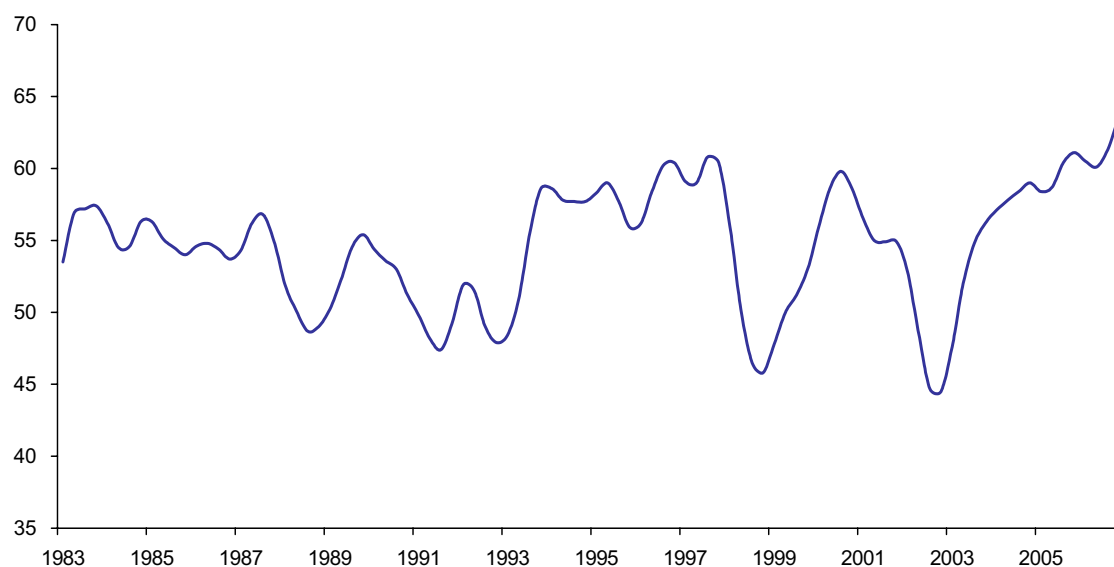


Source: Norges Bank

1) For non-financial corporates excluding petroleum and international shipping

## Business surveys, manufacturing sector

(general judgement of outlooks for next quarter, trend)



Source: EcoWin

1) The survey is based on a sample of mainly larger enterprises. The survey focuses on the industry leaders judgements of the general business situation and the outlooks for a fixed set of variables e.g. production, new orders etc.

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