

Supplementary
Information for
Investors and Analysts

First quarter 2003
(Unaudited)

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Financial calendar 2003

Second quarter	13 August
Third quarter	29 October
Annual general meeting	24 April
Ex-dividend date	25 April
Payment of dividend	15 May
Extraordinary general meeting	19 May

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Section 1

DnB - an overview

**(Nordlandsbanken included
as from 2003)**

Financial highlights

Brisk activity in weak financial markets during first quarter

- Total income: NOK 3 133 million (2 979)
- Pre-tax operating profits before losses: NOK 1 047 million (1 081)
- Net losses on loans and guarantees etc.: NOK 367 million (-127)
- Core capital ratio: 6.9 per cent
- Return on equity before goodwill amortisation: 8.8 per cent ¹⁾
- Earnings per share before goodwill amortisation: NOK 0.76

1) Based on share prices as at 30 April 2003, return on equity would have been 2.8 percentage points higher (Figures for 2002 in parentheses)

DnB - Norway's leading financial services group

Banking operations

- Total assets
- Net lending
- Customer deposits

As at 31 March 2003:

NOK	434.1 billion
NOK	312.8 billion
NOK	207.9 billion

Assets under management

- Life insurance (Vital)
- Mutual funds (DnB Investor)
- Discretionary management
- Total assets under management

NOK	76 billion
NOK	25 billion
NOK	220 billion
NOK	321 billion

Customer base

- Serving more than 1.7 million retail customers throughout Norway with various levels of activity
- More than 70 000 business customers
- Some 630 000 individuals are insured

Distribution network

- 144 domestic DnB branches, of which 57 fully automated financial services, 19 Nordlandsbanken branches and 11 regional centres (incl. Oslo)
- 6 international branches
- 5 international representative offices
- 37 Postbanken sales outlets
- Internet banking
- Electronic banking
- Telephone banking
- SMS/WAP banking
- Online equities trading
- About 300 post office counters ¹⁾
- More than 1 100 in-store postal outlets ¹⁾
- About 2 000 rural postmen ¹⁾
- 64 Postbanken Eiendomsmedling sales offices (franchises)
- 46 DnB Eiendom sales offices (all located in DnB branches)
- 18 Vital sales offices
- 22 Vital agent agreements

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

Credit ratings from international rating agencies

	Moody's		Standard & Poor's	
	Long-term	Short-term	Long-term	Short-term
Den norske Bank ASA	Aa3	P1	A	A1

Accounting changes and other adjustments

Accounting treatment of the acquisition of Nordlandsbanken

On the basis of an invitation extended by the Board of Directors in Nordlandsbanken at the end of 2002, DnB presented an offer to acquire all shares in Nordlandsbanken ASA. The offer price was NOK 35 per share, representing a total of NOK 1 050 million.

At the expiry of the extended offer period, on 17 January 2003, Den norske Bank had received acceptances which along with DnB's own holdings represented 96.35 per cent of the shares in Nordlandsbanken. DnB's conditions for acceptance were fulfilled on 21 February 2003, and the acquisition was implemented in accordance with the acceptances as of this date.

Minority shareholders were given an offer to redeem their shares in Nordlandsbanken as from 27 February 2003. The alternative would be mandatory transfer. As from the same date, all shares not previously acquired were transferred to Den norske Bank ASA.

On 21 February 2003, the Ministry of Finance approved the acquisition of Nordlandsbanken.

In the accounts, the acquisition of Nordlandsbanken is treated according to the purchase method. To establish a basis for the accounting treatment, an analysis was carried out to identify market values above or below book values in the acquired operations and allocate these to the appropriate balance sheet items. Nordlandsbanken's balance sheet as at 31 December 2002 was used to identify approximate values on the transaction date. The market value of the loan portfolio turned out to be NOK 164 million lower than book value, while the market value of long-term shareholdings exceeded book value by NOK 15 million. The part of the acquisition cost exceeding recorded equity after value adjustments, costs relating to the acquisition and restructuring provisions are recorded as goodwill in the Group's balance sheet. Goodwill relating to the acquisition will be amortised over ten years based on an analysis of values in the acquired operations as well as the significance of operations for the DnB Group.

<i>Amounts in NOK million</i>	DnB Group
Acquisition cost	1 050
Recorded equity as at 31 December 2002	754
Value adjustments	(149)
Acquisition cost exceeding recorded equity	445
Costs relating to the acquisition	10
Restructuring provisions	76
Deferred taxes	63
Recorded goodwill in the balance sheet of acquired operations	4
Goodwill in the DnB Group on the acquisition date	473
Annual amortisation	47

Nordlandsbanken's accounts for 2002 reflected the special circumstances leading up to the acquisition by DnB. Pro forma accounts for DnB including Nordlandsbanken will thus not provide an appropriate basis for evaluating Nordlandsbanken's impact on DnB's future accounts. Pro forma accounts for previous periods have therefore not been prepared.

In the formal accounts, Nordlandsbanken has been included as from 1 January 2003, which approximates the implementation date for the acquisition.

Reclassification of the agreement with Norway Post

In the first quarter of 2003, the principles applied to record some of the cost elements in the agreement with Norway Post were reviewed, resulting in a larger proportion of the costs being included in net other operating income. The reclassification mainly concerned commissions paid in connection with payment transactions and credit broking, in addition to commissions relating to index-linked savings products.

	1st quarter	4th quarter	3rd quarter	2nd quarter	1st quarter
<i>Amounts in NOK million</i>	2003	2002	2002	2002	2002
Net commissions and fees	(63)	(62)	(64)	(65)	(64)
Administrative expenses	(63)	(62)	(64)	(65)	(64)

	Full year	Full year	Full year	Full year	Full year
<i>Amounts in NOK million</i>	2002	2001	2000	1999	1998
Net commissions and fees	(255)	(276)	(271)	(246)	(225)
Administrative expenses	(255)	(276)	(271)	(246)	(225)

Section 2

Financial results DnB Group

**(Including Nordlandsbanken
as from 2003)**

Financial highlights

Key financials

	1Q03	Excl. NB 1Q03	4Q02	3Q02	2Q02	1Q02	Full year	
							2002	2001
Pre-tax operating profit before losses (NOK million)	1 047	1 006	1 182	879	918	1 081	4 059	5 196
Pre-tax operating profit (NOK million)	679	641	798	714	549	1 207	3 268	4 687
Net profit for the period (NOK million)	502	474	576	441	412	905	2 334	4 100
Earnings per share excluding goodwill amortisation (NOK)	0.76	0.71	0.84	0.66	0.59	1.22	3.31	5.47
Earnings per share (NOK)	0.65	0.62	0.75	0.57	0.53	1.17	3.03	5.29
Dividend per share								
Return on equity excluding goodwill amortisation (per cent)	8.8 ¹⁾	8.4	9.3	7.5	6.8	14.3	9.4	16.3
Return on equity (per cent)	7.6 ¹⁾	7.2	8.3	6.5	6.1	13.8	8.6	15.8
Total combined assets (NOK billion)	749	720	680	666	717	485	680	460
Core capital ratio at end of period ²⁾ (per cent)	6.9	7.6	7.8	8.3	8.1	8.9	7.8	8.8

1) Based on share prices as at 30 April 2003, return on equity would have been 2.8 percentage points higher

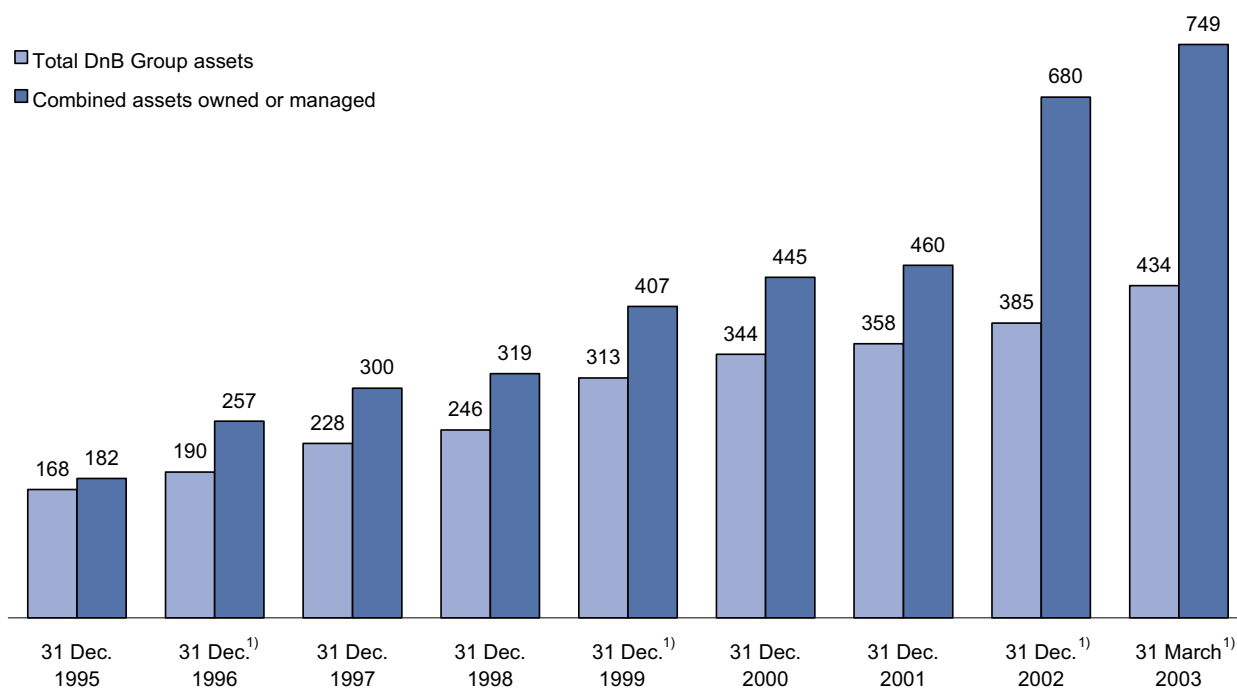
2) Including 50 per cent of profit for the period, apart from year-end figures

Total combined assets

NOK billion

■ Total DnB Group assets

■ Combined assets owned or managed



1) Vital is included as from 1996, Postbanken as from 1999, Skandia Asset Management as from 2002 and Nordlandsbanken as from 2003

Profit and loss accounts

Profit and loss accounts ¹⁾

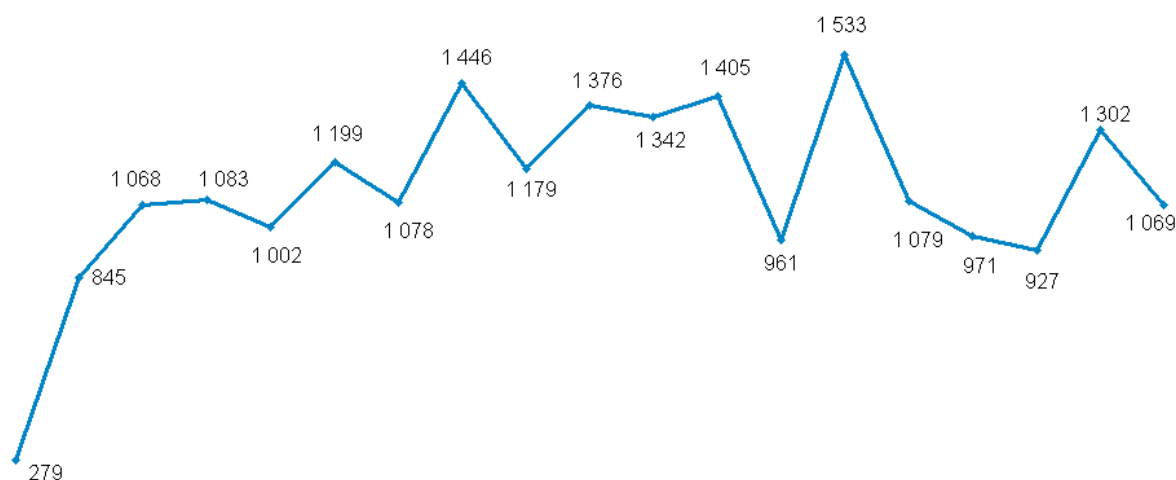
		Excl. NB					Full year	
Amounts in NOK million	1Q03	1Q03	4Q02	3Q02	2Q02	1Q02	2002	2001
Net interest income	2 123	2 008	2 169	2 112	2 148	1 950	8 378	7 999
Net other ordinary operating income	1 009	974	1 091	776	766	1 026	3 659	5 019
Ordinary operating expenses	2 062	1 953	1 958	1 960	1 942	1 897	7 758	7 776
Ordinary operating profit	1 069	1 029	1 302	927	971	1 079	4 279	5 242
Gains on the sale of fixed assets	1	1	28	1	3	3	35	30
Other expenses ²⁾	24	25	149	49	57	1	255	75
Pre-tax operating profit before losses	1 047	1 006	1 182	879	918	1 081	4 059	5 196
Net losses/(reversals) on loans etc.	367	364	363	154	87	(127)	478	178
Net loss on long-term securities	1	1	21	11	282	1	314	332
Pre-tax operating profit	679	641	798	714	549	1 207	3 268	4 687
Taxes	176	167	222	273	137	302	934	587
Profit for the period	502	474	576	441	412	905	2 334	4 100

1) Fees paid to Norway Post for transaction-related services have been partly reclassified in 2003. Accounts for previous years have been restated accordingly. See Section 1 for further details

2) Restructuring, allocations to the DnB Employee Fund and losses on fixed assets

Ordinary operating profit

NOK million



3Q ¹⁾	4Q ¹⁾	1Q ¹⁾	2Q ¹⁾	3Q ¹⁾	4Q	1Q	2Q	3Q	4Q	1Q	2Q	3Q	4Q	1Q	2Q	3Q	4Q	1Q
1998																		

1) Pro forma figures

Net interest income

Net interest income

Amounts in NOK million	1Q03	Excl. NB	4Q02	3Q02	2Q02	1Q02	Full year	
		1Q03					2002	2001
Net interest income	2 123	2 008	2 169	2 112	2 148	1 950	8 378	7 999

Changes in net interest income

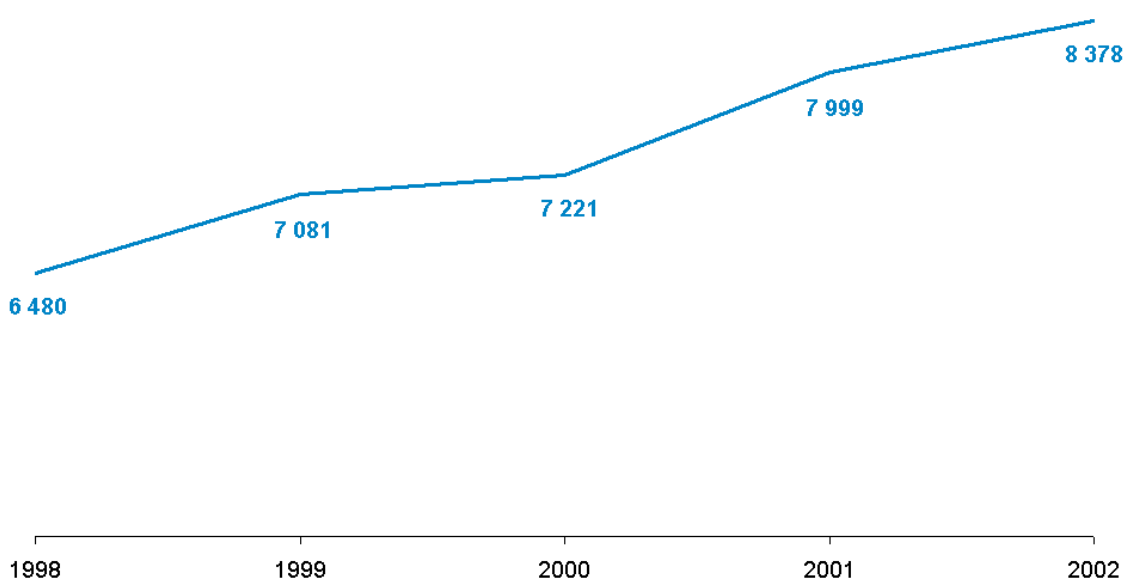
Amounts in NOK million	1Q03	Change	1Q02
Net interest income	2 123	172	1 950
Of which:			
Lending and deposit volumes		96	
Lending and deposit margins		70	
Exchange rate movements		(42)	
Nordlandsbanken ¹⁾		132	
Funding costs for acquired companies ²⁾		(46)	
Other		(38)	

1) Nordlandsbanken is included as from 1 January 2003

2) Includes Nordlandsbanken and Skandia Asset Management (acquired as at 1 June 2002)

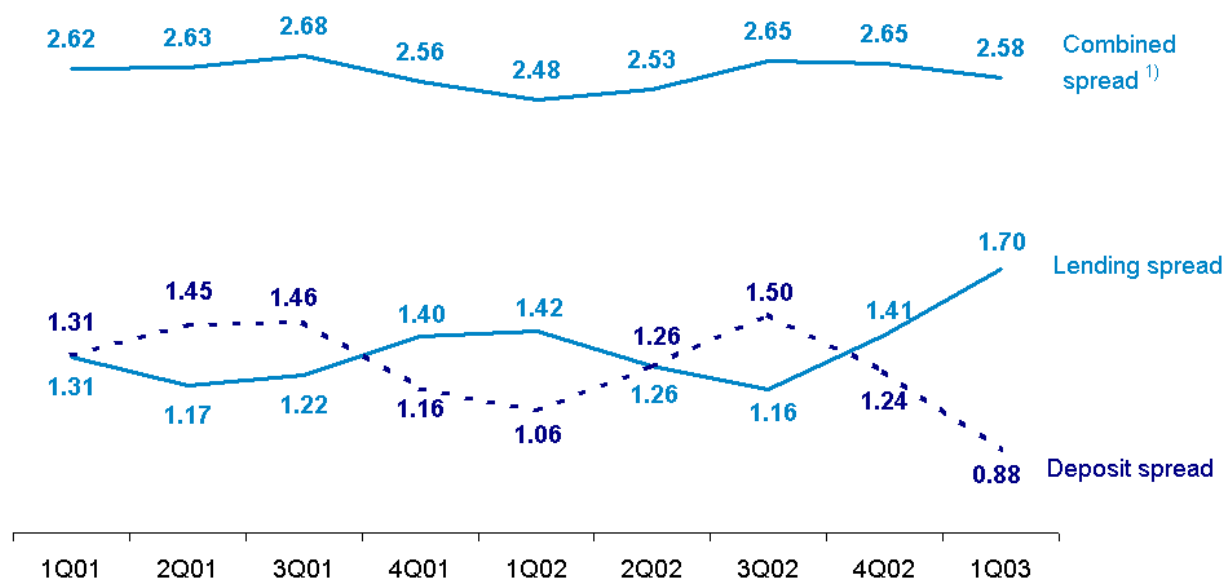
Net interest income

NOK million



Development in average interest rate spread

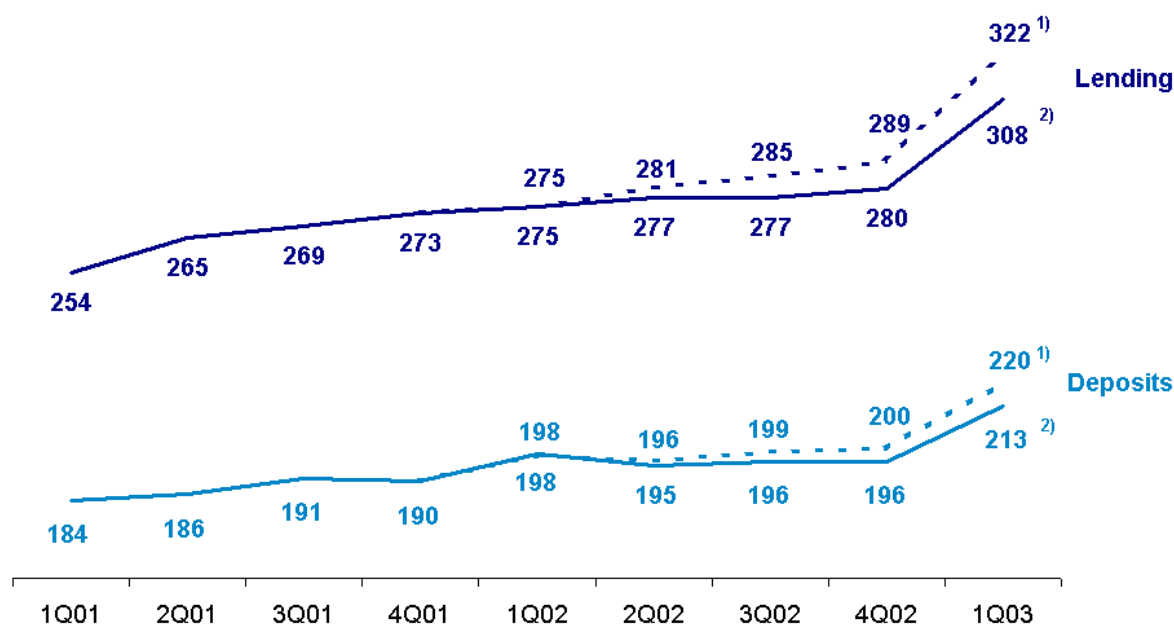
Per cent



1) Combined spread for lending and deposits

Development in average volumes

NOK billion



1) Development in lending and deposits adjusted for exchange rate movements from the fourth quarter of 2001

2) The acquisition of Nordlandsbanken increased lending and deposit volumes by NOK 25 billion and NOK 9 billion respectively

Net other operating income

Net other operating income ¹⁾

Amounts in NOK million	1Q03	Excl. NB 1Q03	4Q02	3Q02	2Q02	1Q02	Full year	
							2002	2001
Dividends	5	5	10	12	31	8	61	60
Net profit/(loss) from Vital	(23)	(23)	1	(74)	(119)	77	(114)	238
Net commissions and fees	643	627	685	605	631	589	2 510	2 434
Net gain on foreign exchange and financial instruments	280	257	254	222	209	208	893	962
Net gain/(loss) on short-term shareholdings	(47)	(35)	(10)	(139)	(144)	11	(282)	206
Sundry operating income	151	144	151	149	159	132	591	1 120
Net other ordinary operating income	1 009	974	1 091	776	766	1 026	3 659	5 019
Gains on the sale of fixed assets	1	1	28	1	3	3	35	30
Net other operating income	1 010	975	1 119	777	769	1 029	3 694	5 049
As a percentage of total income	32.2	32.7	34.0	26.9	26.4	34.5	30.6	38.7
Unrecorded gains on short-term shareholdings at end of period	0	0	0	0	0	3	0	0

1) Fees paid to Norway Post for transaction-related services have been partly reclassified in 2003. Accounts for previous years have been restated accordingly. See Section 1 for further details

Changes in net other operating income ¹⁾

Amounts in NOK million	1Q03	Change	1Q02
Net other operating income	1 010	(19)	1 029
Of which			
Reduced income from Vital ²⁾		(100)	
Increased loss on short-term shareholdings		(47)	
Higher income on asset management ³⁾		61	
Net gains on other financial instruments		49	
Nordlandsbanken		35	
Other income items		(16)	

1) Fees paid to Norway Post for transaction-related services have been partly reclassified in 2003. Accounts for previous years have been restated accordingly. See Section 1 for further details.

2) Disability reserves in Vital Forsikring were increased by NOK 147 million in 1Q03 and NOK 36 million in 1Q02

3) The acquisition on Skandia Asset Management gave a increase in asset management fees of around NOK 75 million

Stock market-related income

<i>Amounts in NOK million</i>	1Q03	<i>Excl. NB</i>	1Q02	1Q01	1Q00	Full year		
		1Q03				2002	2001	2000
Dividends	5	5	8	2	7	61	60	242
Net profit/(loss) from Vital	(23)	(23)	77	88	71	(114)	238	345
Net gain/(loss) on short-term shareholdings	(47)	(35)	11	34	88	(282)	206	473
Asset management services ¹⁾	142	141	81	99	125	494	363	534
Custodial services	28	28	34	36	28	117	141	43
Corporate finance	45	45	49	36	23	128	223	258
Securities brokerage	18	18	28	39	90	85	120	221
Total stock-market related income	167	178	288	334	433	488	1 350	2 117
As a percentage of total income (per cent)	5.3	6.0	9.7	10.2	14.9	4.0	10.3	16.7
Gains on long-term securities	0	0	0	15	0	177	31	4
Losses/write downs on long-term securities	1	1	1	1	2	490	363	8

1) The acquisition of Skandia Asset Management gave an increase in asset management fees of approximately NOK 75 million

Net commissions and fees on banking services

Net commissions and fees ¹⁾

Amounts in NOK million	1Q03	Excl. NB 1Q03	4Q02	3Q02	2Q02	1Q02	Full year	
							2002	2001
Money transfers ²⁾	262	250	289	282	285	247	1 102	1 157
Asset management services ³⁾	142	141	156	137	120	81	494	363
Custodial services	28	28	29	28	26	34	117	141
Corporate finance etc.	49	49	42	12	51	58	164	228
Securities broking	14	14	21	18	19	28	85	120
Credit broking, guarantees etc.	65	63	78	72	56	84	289	217
Insurance sales	29	29	19	19	21	24	83	64
Other	55	54	51	38	54	35	177	144
Net commissions and fees on banking services	643	627	685	605	631	589	2 510	2 434

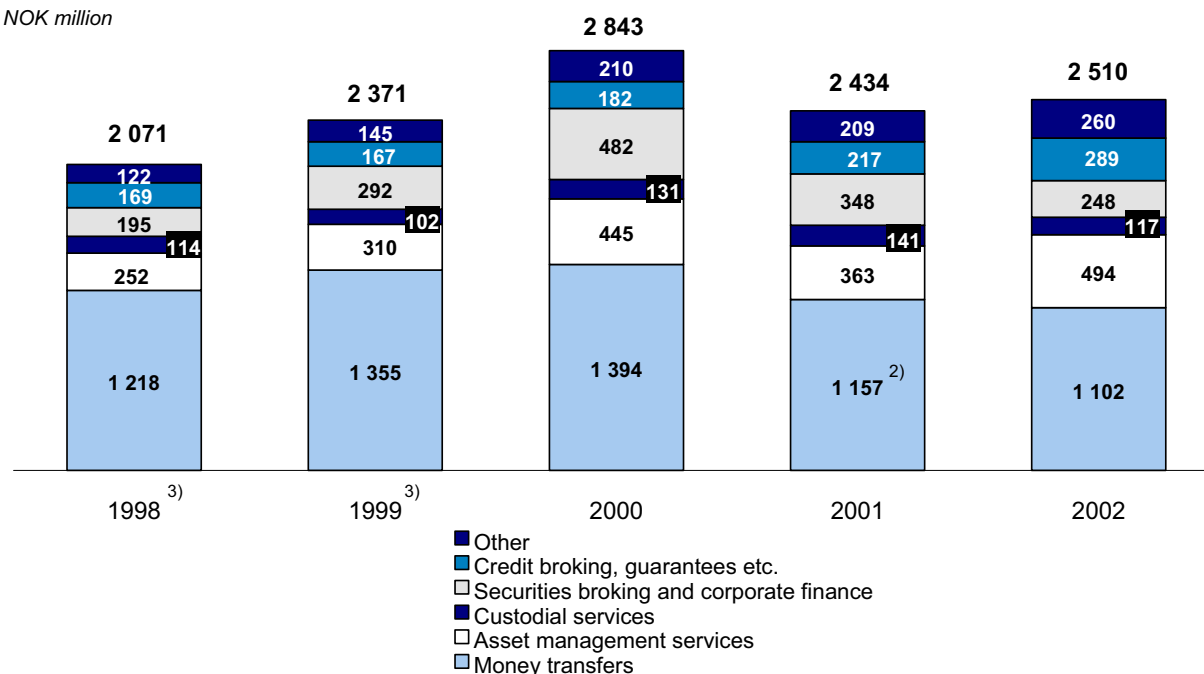
1) Fees paid to Norway Post for transaction-related services have been partly reclassified in 2003. Accounts for previous years have been restated accordingly. See Section 1 for further details

2) Postbanken's Clearing House was sold to the Banks' Central Clearing House (BBS) in the first quarter of 2001. After the sale, fees paid to BBS have been netted against income received from customers

3) Skandia Asset Management was acquired as at 1 June 2002 and provided a revenue contribution of around NOK 75 million in the first quarter of 2003

Net commissions and fees ¹⁾

NOK million



1) Fees paid to Norway Post for transaction-related services have been partly reclassified in 2003. Accounts for previous years have been restated accordingly. See section 1 for further details

2) Postbanken's Clearing House was sold to the Bank's Central Clearing House (BBS) in the first quarter of 2001. After the sale, fees paid to BBS have been netted against income received from customers

3) Pro forma figures

Net gain on financial instruments

Net gain on foreign exchange and financial instruments

<i>Amounts in NOK million</i>	1Q03	<i>Excl. NB</i>	4Q02	3Q02	2Q02	1Q02	Full year	
		1Q03					2002	2001
Net gain/(loss) on short-term shareholdings	(47)	(35)	(10)	(139)	(144)	11	(282)	206
Net gain/(loss) on commercial paper and bonds	101	89	43	18	20	(52)	29	24
Net gain on trading in foreign exchange and financial derivatives	412	401	63	551	301	242	1 157	1 429
Net gain/(loss) on other money market instruments	(233)	(233)	148	(347)	(112)	19	(292)	(491)
Net gain on foreign exchange and financial instruments	233	221	244	83	64	219	611	1 168

Market value above acquisition cost, banking portfolio excl. NB ¹⁾

<i>Amounts in NOK million</i>	31 March 2003	31 Dec. 2002	30 Sept. 2002	30 June 2002	31 March 2002	31 Dec. 2001
Commercial paper and bonds	6	0	0	0	1	8
Short-term shareholdings	0	0	0	0	3	0

1) Unrealised gains have not been included in the profit and loss accounts

Major short-term shareholdings as at 31 March 2003 ¹⁾

<i>Amounts in NOK million</i>	Book value	Market value
Nordsternen Holding	125	94
IT Fornebu Eiendom	120	120
Elkem	67	52
Oslo Børs Holding	67	45
Cape Investments	54	54
Euroclear	40	40
Privatbanken	34	34
Industrifinans SMB III	27	18
Equity funds, total	322	246
Other, banking portfolio	405	357
Value adjustment	(200)	-
Total banking portfolio	1 060	1 060
Trading portfolio	250	250
Shares held by Nordlandsbanken:		
OVDS	84	84
Troms Fylkes Dampskibsselskap	33	33
Helgelandske	31	31
Equity funds, total	103	103
Other, Nordlandsbanken	159	159
Total Nordlandsbanken	410	410
Total	1 721	1 721

1) Excluding shares held by Vital

Short-term investments in securities

	31 March 2003		31 Dec. 2002		31 March 2002	
<i>Amounts in NOK million</i>	Book value	Market value	Book value	Market value	Book value	Market value
Commercial paper and bonds						
Trading portfolio	26 232	26 232	26 496	26 496	29 720	29 720
Banking portfolio	6 123	6 130	7 373	7 373	5 918	5 919
Nordlandsbanken	1 713	1 713	-	-	-	-
Total commercial paper and bonds	34 068	34 074	33 870	33 870	35 638	35 639
Short-term shareholdings						
Trading portfolio	250	250	118	118	275	275
Banking portfolio	1 060	1 060	1 133	1 133	1 243	1 246
Nordlandsbanken	410	410	-	-	-	-
Total short-term shareholdings	1 721	1 721	1 251	1 251	1 518	1 521

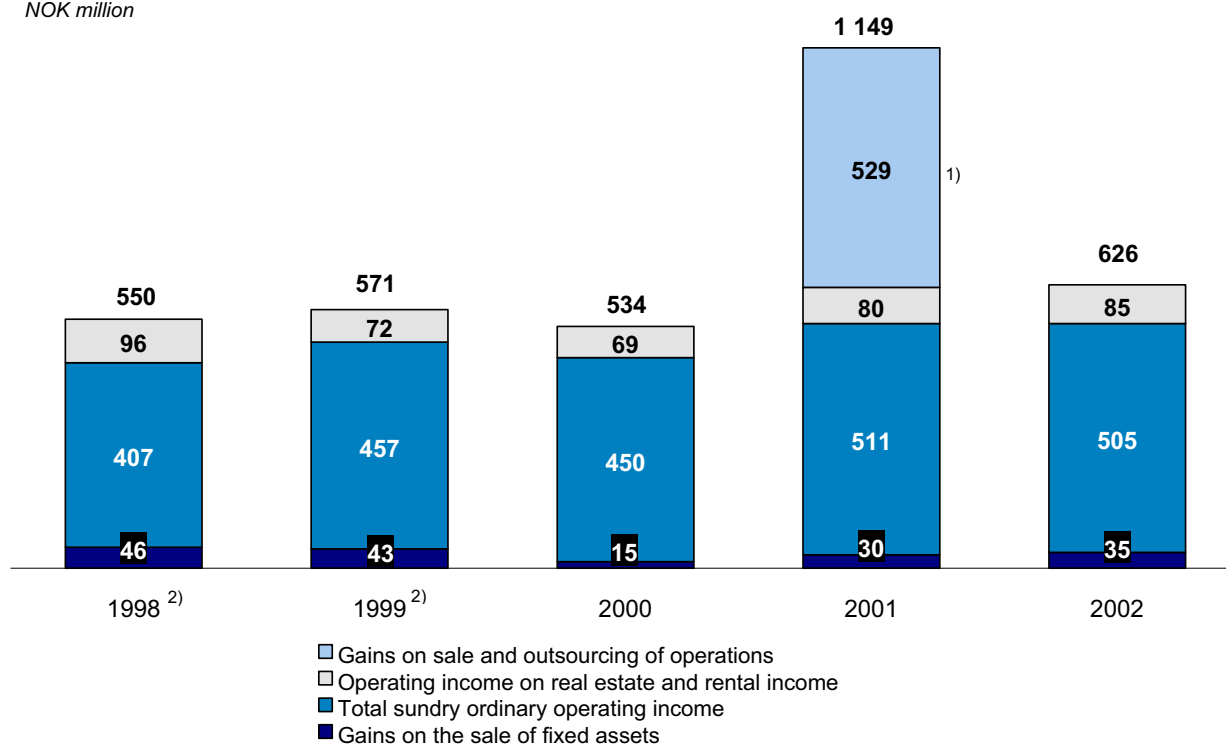
Sundry operating income

Sundry operating income

Amounts in NOK million	1Q03	Excl. NB 1Q03	4Q02	3Q02	2Q02	1Q02	Full year	
							2002	2001
Operating income on real estate and rental income	23	21	23	21	20	21	85	80
Fees on real estate broking	62	58	57	64	84	61	266	256
Share of profit in associated companies	30	30	5	24	25	19	72	83
Remunerations	4	4	8	13	2	3	26	15
Gain on sale of Postbanken's Clearing House	-	-	-	-	-	-	-	230
Gain on outsourcing of IT operating services	-	-	-	-	-	-	-	299
Miscellaneous	32	31	58	28	28	28	142	157
Total sundry ordinary operating income	151	144	151	149	159	132	591	1 120
Gain on the sale of fixed assets	1	1	28	1	3	3	35	30
Total sundry operating income	153	145	179	150	162	134	626	1 149

Sundry operating income

NOK million



1) In 2001, gains on the sale and outsourcing of operations consisted of two main items. The gain on the sale of DnB's IT operating services was NOK 299 million, which was recorded in the P/L in the third quarter of 2001, while the sale of Postbanken's Clearing House gave a gain of NOK 230 million in the first quarter of 2001.

2) Pro forma figures

Operating expenses

Total operating expenses ¹⁾

Amounts in NOK million	1Q03	Excl. NB 1Q03	4Q02	3Q02	2Q02	1Q02	Full year 2002	2001
Total ordinary salaries and other personnel expenses	1 013	970	954	997	916	920	3 788	3 667
Fees	101	96	97	93	120	100	410	597
EDP expenses ²⁾	295	277	257	259	290	294	1 100	1 121
Expenses on fixed assets and rented premises	202	187	172	183	180	175	710	683
Marketing and public relations	60	55	46	58	57	61	222	274
Reimbursement to Norway Post ³⁾	117	117	143	129	109	111	491	449
Amortisation of goodwill	54	42	43	44	20	9	116	38
Miscellaneous operating expenses	222	208	245	197	251	228	921	947
Total ordinary operating expenses	2 062	1 953	1 958	1 960	1 942	1 897	7 758	7 776
Write-downs and losses on the sale of fixed assets	20	21	16	3	1	1	21	(3)
Restructuring expenses	4	4	93	46	56	0	194	0
Allocations to the DnB Employee Fund	0	0	40	0	0	0	40	78
Total operating expenses	2 087	1 978	2 107	2 009	1 999	1 898	8 013	7 851

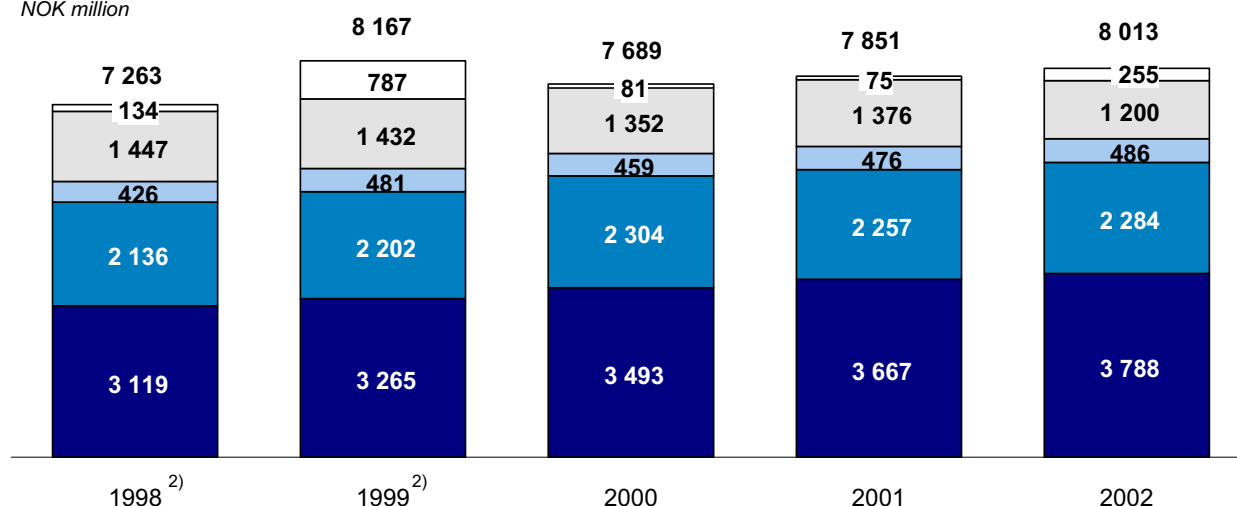
1) Fees paid to Norway Post for transaction-related services have been partly reclassified in 2003. Accounts for previous years have been restated accordingly. See Section 1 for further details

2) These expenses concern the purchase, operation and maintenance of computers and software together with depreciation. The Group's total IT expenses are shown on page 24, which in addition to EDP expenses include systems development, remuneration to external consultants, as well as salaries and other operating expenses relating to the Group's IT operations

3) Further reimbursement to the Norwegian postal system is included in interest expenses and fees payable on banking services

Total operating expenses ¹⁾

NOK million



□ Write-downs, provisions for restructuring measures, allocations to the DnB Employee Fund etc.

□ Total other ordinary operating expenses

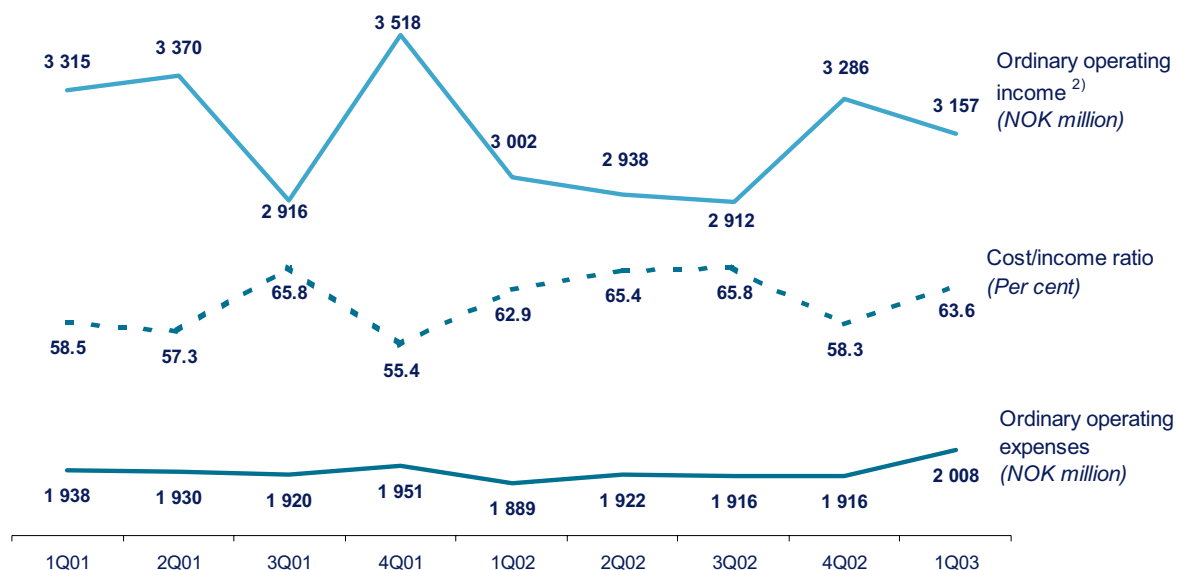
□ Ordinary depreciation

■ Total administrative expenses

■ Ordinary salaries and other personnel expenses

1) Fees paid to Norway Post for transaction-related services have been partly reclassified in 2003. Accounts for previous years have been restated accordingly. See Section 1 for further details

2) Pro forma figures

Cost/income ratio before goodwill amortisation ¹⁾

1) Fees paid to Norway Post for transaction-related services have been partly reclassified in 2003. Accounts for previous years have been restated accordingly. See Section 1 for further details

2) Excluding amortisation of goodwill on the investment in Vital

Changes in total ordinary operating expenses ¹⁾

Amounts in NOK million	1Q03	Change	1Q02
Total ordinary operating expenses	2 062	165	1 897
Of which:			
Nordlandsbanken		97	
DnB Asset Management		70	
Goodwill amortisation on acquisitions		47	
Wage settlements and pension payments		37	
Streamlining of operations and reduced activity		(59)	
Effects of integration		(16)	
e-activities and IT		(11)	
			(86)

1) Fees paid to Norway Post for transaction-related services have been partly reclassified in 2003. Accounts for previous years have been restated accordingly. See Section 1 for further details

Employees

		Excl. NB			Full year		
Full-time positions at end of period	1Q03	1Q03	2002	2001	2000	1999	1998
DnB Group excl. Vital	6 702	6 316	6 391	6 313	6 481	6 732	6 900
Life Insurance - Vital	621	621	632	619	570	553	537
Total	7 323	6 937	7 023	6 932	7 052	7 285	7 437

Full-time positions at end of period	1Q03	Change	1Q02
Total	7 323	398	6 926
Of which:			
Corporate Banking		40	
Retail Banking ¹⁾		(131)	
DnB Markets		(20)	
DnB Asset Management ²⁾		137	
Life Insurance - Vital		(4)	
Financial, Payment and Group Services		(11)	
Nordlandsbanken		386	

1) Includes 27 full-time positions in DnB Kort relating to administrative functions for card users in Norway taken over from American Express in 3Q02

2) The acquisition of Skandia Asset Management as at 1 June 2002 included 229 employees

IT expenses

		Excl. NB					Full year	
Amounts in NOK million	1Q03	1Q03	4Q02	3Q02	2Q02	1Q02	2002	2001
Operating expenses IT	293	277	267	262	270	297	1 095	1 264
Systems development expenses	152	152	113	133	172	142	561	613
Integration projects	-	-	-	-	-	-	-	60
Total IT expenses ¹⁾	445	429	380	395	442	439	1 656	1 937

1) Including salaries and indirect costs.

Restructuring provisions

	31 March	Accrued	New	Provisions	31 Dec.
Amounts in NOK million	2003	expenses	provisions	upon acquisition ¹⁾	2002
Foreign branches	3	0	0	0	3
Acquisition of Skandia Asset Management	59	49	0	0	108
Acquisition of Nordlandsbanken	76	0	0	76	0
Other restructuring provisions	44	10	4	0	50
Total	183	59	4	76	161

1) Provisions of NOK 76 million relating to the acquisition of Nordlandsbanken were added to the acquisition cost.

Losses and reversals on loans and guarantees

Losses/(reversals) by business area ¹⁾

Amounts in NOK million	1Q03	Excl. NB	4Q02	3Q02	2Q02	1Q02	Full year	
		1Q03					2002	2001
Retail Banking								
- DnB	(22)	(22)	(9)	1	4	(41)	(45)	31
- Postbanken	12	12	24	14	19	10	67	29
Corporate Banking								
- Large Corporates	6	6	3	9	(8)	(25)	(20)	46
- Shipping Division	(2)	(2)	3	(21)	(18)	(45)	(81)	(146)
- Regions	106	106	179	119	57	17	371	105
- Pan Fish, write-down on shares	244	244	95	-	-	-	95	-
- Other	13	13	64	16	10	(70)	21	41
Nordlandsbanken	3	-	-	-	-	-	-	-
Other units	8	8	3	16	23	27	69	73
DnB Group	367	364	363	154	87	(127)	478	178

1) Expected loan losses were 0.32 per cent of the loan portfolio at the end of 2001 and 2002, and increased to 0.33 per cent at the end of March 2003 due to the acquisition of Nordlandsbanken

Net losses/(reversals)

Amounts in NOK million	1Q03	Excl. NB	4Q02	3Q02	2Q02	1Q02	Full year	
		1Q03					2002	2001
New specified losses	240	237	388	192	228	153	961	790
Reversals on specified losses	117	116	121	37	141	280	579	612
Pan Fish, write-down on shares	244	244	95	-	-	-	95	-
Net losses/(reversals) on loans, etc.	367	364	363	154	87	(127)	478	178

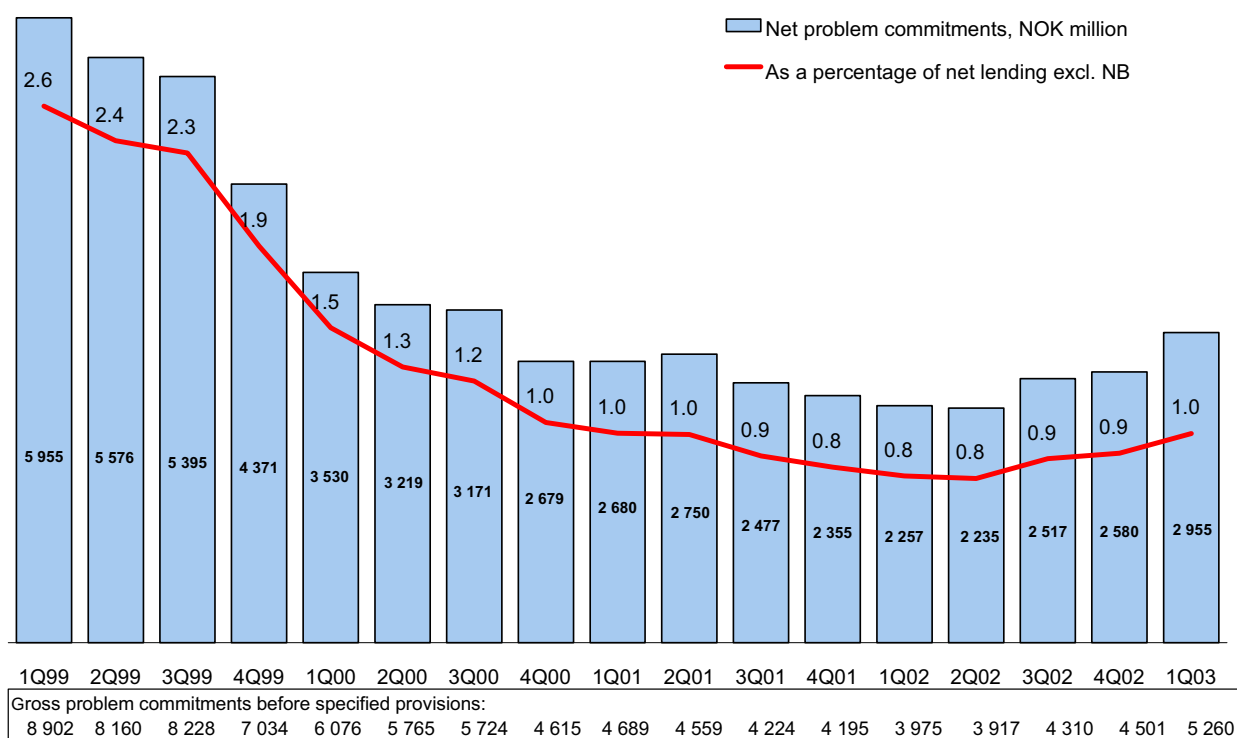
Losses/(reversals) for customer sectors

Amounts in NOK million	1Q03	Excl. NB	4Q02	3Q02	2Q02	1Q02	Full year	
		1Q03					2002	2001
Retail customers	12	9	3	46	41	(31)	59	95
International shipping	(2)	(2)	(25)	(21)	(18)	(45)	(109)	(133)
Real estate	(7)	(7)	14	(3)	(4)	(6)	1	(59)
Services	12	12	122	75	(0)	(5)	192	135
Manufacturing	48	48	53	52	64	22	190	147
Trade	21	21	20	(6)	29	(13)	30	37
Transportation and communication	21	21	9	0	5	(1)	13	31
Oil and gas	(5)	(5)	(1)	(0)	(34)	(29)	(65)	(91)
Building and construction	2	2	3	6	2	(5)	6	12
Power and water supply	(0)	(0)	(2)	(0)	(0)	(0)	(3)	(0)
Fishing	22	22	36	6	1	(4)	39	(6)
Other sectors, of which:								
Central and local government	(1)	(1)	(1)	(1)	(0)	(3)	(5)	(2)
Hotels and restaurants	0	0	1	1	2	(3)	1	(5)
Agriculture and forestry	(1)	(1)	29	(1)	0	0	29	7
Other sectors	0	0	9	(1)	(0)	(4)	4	7
Total customers	123	120	268	154	87	(127)	383	176
Credit institutions	0	0	0	(0)	0	0	0	0
Repossession assets ¹⁾	244	244	95	0	0	0	95	2
Increase in unspecified provisions	0	0	0	0	0	0	0	0
Total losses/(reversals)	367	364	363	154	87	(127)	478	178

1) Incl. Pan Fish

Asset quality

Development in problem commitments ¹⁾



1) Excluding Nordlandsbanken

Problem commitments in Nordlandsbanken

	31 March 2003	31 Dec. 2002
<i>Amounts in NOK million</i>		
Gross problem commitments	3 542	4 127
Specified provisions	1 349	1 672
Problem commitments after specified provisions	2 193	2 455

Problem commitments include commitments on which loan-loss provisions have been made, and where the remaining exposure is covered by collateral and expected cash flows

Unspecified provisions

	31 March	31 Dec.	31 Dec.	31 Dec.
<i>Amounts in NOK million</i>	2003	2002	2001	2000
Elements in the calculation				
Provisions for probable, unidentified losses	1 119	1 076	1 028	986
+ Provisions for risk margins in the ordinary portfolio	944	909	884	779
+ Supplementary provisions due to uncertainty in estimates ¹⁾	51	130	203	350
Unspecified provisions in Nordlandsbanken	204	-	-	-
Unspecified loan-loss provisions in the accounts	2 319	2 115	2 115	2 115

1) Reduced in line with improvements in the basis for calculation

Reposessed assets

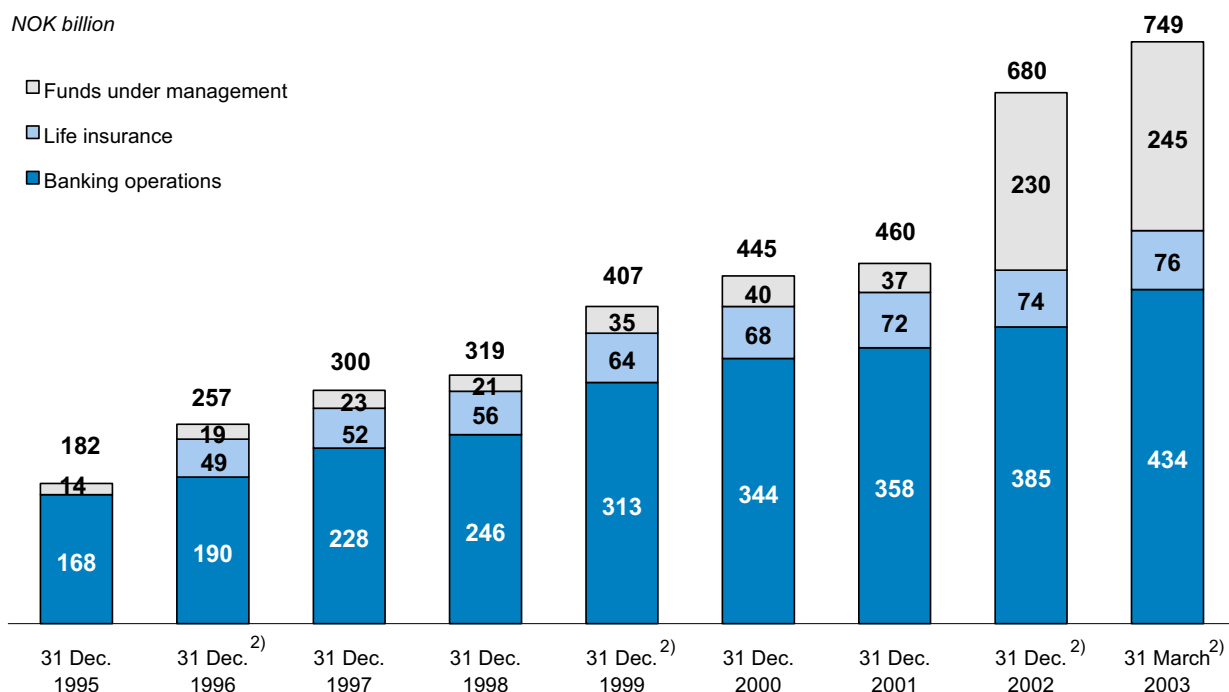
	31 March	Net changes in	31 Dec.
<i>Amounts in NOK million</i>	2003	first quarter	2002
Kjørbo Eiendom	45	-	45
Other properties	54	(6)	59
Pan Fish	56	(244)	300
DnB other	78	78	
Nordlandsbanken			
Real estate	28	28	
Other reposessed assets	28	28	
Dålfjord Laks	262	262	
Total DnB Group	550	146	404

Total assets owned or managed by the DnB Group

Total combined assets ¹⁾

NOK billion

- Funds under management
- Life insurance
- Banking operations



1) Totals are net of inter-company balances

2) Vital is included as from 1996, Postbanken as from 1999, Skandia Asset Management as from 2002 and Nordlandsbanken as from 2003

DnB Group balance sheets

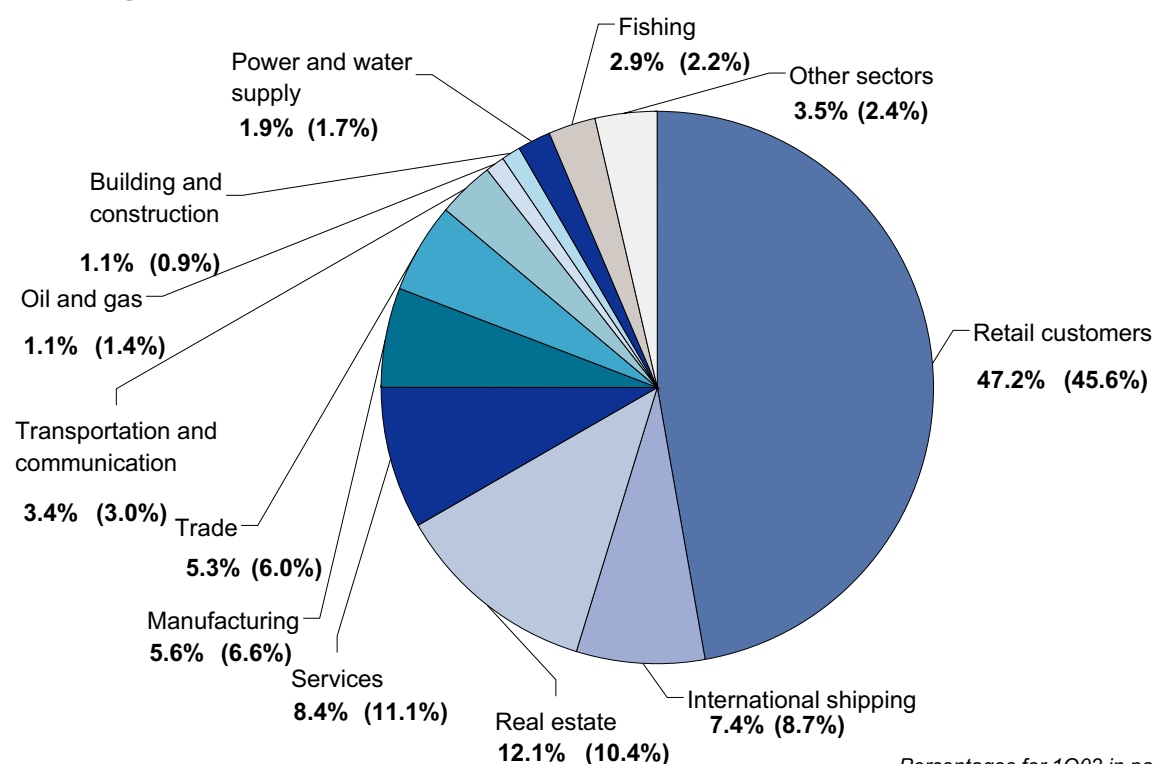
	31 March 2003	Excl. NB 31 March 2003	31 Dec. 2002	30 Sept. 2002	30 June 2002	31 March 2002	31 Dec. 2001
<i>Amounts in NOK billion</i>							
Cash and lending to/deposits with credit institutions	53.7	53.0	39.5	29.8	34.1	41.3	19.7
Net lending to customers	312.8	288.6	278.7	278.9	277.9	277.2	275.2
Commercial paper, bonds, etc.	34.1	34.9	33.9	33.7	34.6	35.6	38.8
Shareholdings	7.0	8.3	6.5	6.6	7.1	7.6	7.3
Fixed and intangible assets	7.2	6.0	6.1	5.8	5.9	3.3	3.4
Other assets	19.2	18.2	20.5	19.7	17.9	13.7	13.8
Total assets	434.1	408.9	385.2	374.5	377.6	378.7	358.2
Loans and deposits from credit institutions	59.8	52.3	49.1	50.1	40.2	58.7	34.9
Deposits from customers	207.9	198.8	194.8	186.8	199.7	190.2	191.6
Borrowings through the issue of securities	100.3	93.1	74.9	70.4	72.1	72.2	75.9
Other liabilities and provisions	25.6	24.9	29.9	30.1	28.8	19.3	18.2
Primary capital	40.4	39.7	36.6	37.1	36.8	38.3	37.7
Total liabilities and equity	434.1	408.9	385.2	374.5	377.6	378.7	358.2
Average total assets for the year to date	431.2	403.3	377.6	376.9	376.0	378.1	367.4
Ratio of deposits to net lending (per cent)	66.5	68.9	69.9	67.0	71.8	68.6	69.6

Lending to principal sectors ^{1) 2)}

		<i>Excl. NB</i>					
	31 March	31 March	31 Dec.	30 Sept.	30 June	31 March	31 Dec.
<i>Amounts in NOK billion</i>	2003	2003	2002	2002	2002	2002	2001
Retail customers	148.7	140.0	137.3	134.0	131.1	127.3	125.6
International shipping	23.3	22.8	21.9	22.3	22.7	24.4	26.1
Real estate	38.2	34.4	32.4	30.1	29.8	29.0	29.0
Services	26.6	24.4	24.7	29.0	30.4	30.9	29.4
Manufacturing	17.8	16.5	17.3	18.0	18.1	18.4	18.4
Trade	16.7	15.3	13.7	14.9	15.3	16.8	15.1
Transportation and communication	10.7	9.9	8.9	8.8	8.6	8.5	8.8
Oil and gas	3.5	3.5	3.5	3.6	3.3	3.8	4.1
Building and construction	3.5	2.6	2.6	2.7	2.7	2.6	3.3
Power and water supply	6.0	5.9	6.0	4.4	5.9	4.7	5.5
Fishing	9.1	6.6	6.5	6.5	6.0	6.0	5.5
Other sectors, of which:							
Central and local government	1.7	1.7	1.8	2.2	2.3	2.2	2.5
Hotels and restaurants	1.9	1.5	1.4	1.4	1.4	1.4	1.4
Agriculture and forestry	0.9	0.7	0.7	0.7	0.7	0.7	0.7
Other	6.6	4.9	2.1	2.4	1.6	2.6	2.0
Total	315.1	290.7	280.9	281.0	280.1	279.3	277.3
Of which residential mortgages:							
Within 80% of collateral value	133.3	125.2	123.3	120.8	118.7	115.8	113.8
Above 80% of collateral value	5.0	4.4	3.6	3.5	4.0	3.6	4.1
Total	138.2	129.6	126.9	124.3	122.7	119.4	117.9

1) Split according to official industry definitions

2) Gross lending after deductions for related specified loan-loss provisions

Lending to principal sectors as at 31 March 2003

Percentages for 1Q02 in parentheses

Credit exposure to certain industries ¹⁾

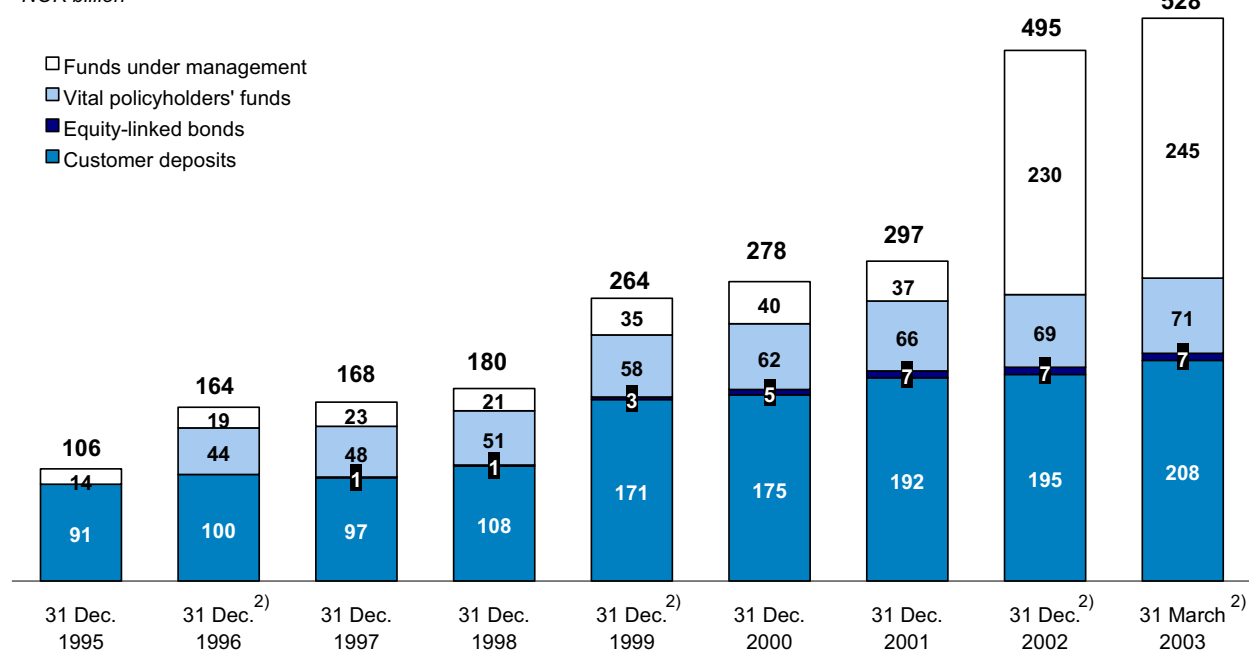
<i>Amounts in NOK billion</i>	31 March 2003	31 Dec. 2002	30 Sept. 2002	31 Dec. 2001
Fishing vessels	3.8	3.4	3.3	2.5
Fish farming	3.2	3.5	3.7	3.4
Fish processing	2.1	2.1	2.5	1.9
Fish trading	0.7	0.8	0.8	0.7
Fishing-related, Nordlandsbanken	2.5	-	-	-
Reposessed assets				
- Pan Fish	0.1	0.3	-	-
- Dâffjord, Nordlandsbanken	0.3	-	-	-
Total fishing-related exposure	12.6	10.1	10.3	8.6
Telecommunications	2.9	2.7	2.7	2.2
Cruise	3.4	2.4	2.4	2.3
Civil aviation	1.2	1.1	1.1	1.0

1) Loans and guarantees including commitments classified as non-performing or doubtful

Customer savings

Customer savings in DnB companies ¹⁾

NOK billion



1) Totals are net of inter-company balances

2) Vital is included as from 1996, Postbanken as from 1999, Skandia Asset Management as from 2002 and Nordlandsbanken as from 2003

Deposits from principal sectors ¹⁾

	31 March 2003	Excl. NB 31 March 2003	31 Dec. 2002	30 Sept. 2002	30 June 2002	31 March 2002	31 Dec. 2001
<i>Amounts in NOK billion</i>							
Retail customers	98.5	94.1	92.5	90.1	94.5	89.1	86.4
International shipping	13.8	13.7	13.5	14.0	12.4	15.2	16.0
Real estate	7.3	6.8	6.3	6.6	6.6	6.4	6.9
Services	29.9	28.8	29.8	28.6	28.9	28.6	27.8
Manufacturing	9.7	9.4	9.9	8.4	9.1	9.0	11.8
Trade	9.2	8.7	10.6	8.9	9.0	8.7	9.7
Transportation and communication	6.5	6.1	6.5	5.5	7.7	5.8	6.0
Oil and gas	2.1	2.1	1.5	2.2	1.2	1.5	1.3
Building and construction	2.1	1.7	1.9	1.7	1.6	1.6	1.8
Power and water supply	3.7	3.6	3.8	3.5	4.1	4.5	3.4
Fishing	1.3	1.0	0.9	0.9	0.8	1.2	1.2
Other sectors, of which:							
Central and local government	11.2	10.8	9.5	8.7	10.5	11.1	10.9
Hotels and restaurants	0.7	0.5	0.6	0.5	0.5	0.5	0.6
Agriculture and forestry	0.5	0.4	0.5	0.5	0.5	0.5	0.5
Other	11.5	11.1	6.9	6.8	12.3	6.5	7.3
Total	207.9	198.8	194.8	186.8	199.7	190.2	191.6

1) Split according to official industry definitions

Capital adequacy and taxes

Development in primary capital and capital ratios

	Den norske Bank ASA		Den norske Bank ASA, consolidated		DnB Group			
	31 March 2003	%	31 March 2003	%	31 March 2003	%	31 Dec. 2002	%
<i>Amounts in NOK million</i>								
Share capital	7 787		7 787		7 696		7 696	
Reserves	11 054		12 089		12 994		13 737	
Perp. subord. loan capital securities	2 901		2 901		2 901		2 777	
Core capital	21 742	7.9	22 777	7.1 ¹⁾	23 592	6.8 ¹⁾	24 210	7.8
Perpetual subordinated loan capital	4 098		4 198		4 198		3 923	
Term subordinated loan capital	6 094		7 105		7 887		5 111	
Ineligible subordinated loan capital	(943)		(943)		(1 061)		(118)	
Net supplementary capital	9 249		10 360		11 025		8 916	
Deductions	870		885		1 023		1 092	
Total eligible primary capital	30 120		32 251		33 594		32 034	
Total risk-weighted assets	274 096		319 428		345 287		312 230	
Capital ratio		11.0		10.1 ¹⁾		9.7 ¹⁾		10.3
Core capital ratio incl. 50 per cent of profit for the period		8.0		7.2 ¹⁾		6.9 ¹⁾		
Capital ratio incl. 50 per cent of profit for the period		11.1		10.2 ¹⁾		9.8 ¹⁾		

1) The reduction in the core capital ratio in 2003 is due to the acquisition of Nordlandsbanken

Taxes

The Group's tax charge for the first quarter of 2003 is based on an estimated average tax charge representing 26 per cent of the Group's pre-tax operating profits.

Financial results DnB Group

Profit and loss accounts ¹⁾

		Excl. NB		Full year	
Amounts in NOK million	1Q03	1Q03	1Q02	2002	2001
Interest income	6 707	6 110	5 946	24 660	25 474
Interest expenses	4 585	4 102	3 995	16 282	17 475
Net interest income and credit commissions	2 123	2 008	1 950	8 378	7 999
Dividends	5	5	8	61	60
Net profit/(loss) from Vital	(23)	(23)	77	(114)	238
Commissions and fees receivable	1 000	979	951	3 921	3 712
Commissions and fees payable	357	351	362	1 411	1 278
Net gain on foreign exchange and financial instruments	233	221	219	611	1 168
Sundry ordinary operating income	151	144	132	591	1 120
Other income ²⁾	1	1	3	35	30
Net other operating income	1 010	975	1 029	3 694	5 049
Salaries and other ordinary personnel expenses	1 013	970	920	3 788	3 667
Administrative expenses	604	573	576	2 284	2 257
Depreciation	150	130	103	486	476
Sundry ordinary operating expenses	296	280	298	1 200	1 376
Other expenses ³⁾	24	25	1	255	75
Total operating expenses	2 087	1 978	1 898	8 013	7 851
Pre-tax operating profit before losses	1 047	1 006	1 081	4 059	5 196
Net losses/(reversals) on loans, guarantees, etc.	367	364	(127)	478	178
Net loss on long-term securities	1	1	1	314	332
Pre-tax operating profit	679	641	1 207	3 268	4 687
Taxes	176	167	302	934	587
Profit for the period	502	474	905	2 334	4 100
Earnings per share	0.65	0.62	1.17	3.03	5.29
Diluted earnings per share	0.65	0.62	1.16	3.01	5.26
Average total assets	431 186	403 302	378 147	377 649	367 366

Balance sheets

		Excl. NB			
Amounts in NOK million	31 March 2003	31 March 2003	31 March 2002	31 Dec. 2002	31. Dec. 2001
Cash and deposits with central banks	29 583	29 171	17 128	19 133	2 820
Lending to and deposits with credit institutions	24 142	23 818	24 206	20 391	16 854
Gross lending to customers	318 695	292 913	280 921	282 660	279 101
– Specified loan-loss provisions	(3 575)	(2 209)	(1 652)	(1 796)	(1 764)
– Unspecified loan-loss provisions	(2 319)	(2 115)	(2 115)	(2 115)	(2 115)
Net lending to customers	312 801	288 589	277 154	278 748	275 222
Reposessed assets	550	233	114	399	98
Commercial paper and bonds	34 068	34 908	35 638	33 870	38 809
Shareholdings etc.	3 182	4 517	3 639	2 751	3 453
Investments in Vital and associated companies	3 837	3 793	3 922	3 773	3 825
Intangible assets	4 550	3 737	867	3 815	929
Fixed assets	2 653	2 229	2 455	2 295	2 512
Other assets	15 368	15 019	10 340	16 853	10 450
Prepayments and accrued income	3 320	2 902	3 223	3 206	3 217
Total assets	434 054	408 916	378 686	385 234	358 190
Loans and deposits from credit institutions	59 842	52 340	58 704	49 071	34 920
Deposits from customers	207 902	198 846	190 209	194 803	191 575
Securities issued	100 277	93 132	72 161	74 875	75 878
Other liabilities	19 683	19 460	13 996	25 901	14 420
Accrued expenses and prepaid revenues	4 352	3 956	3 895	2 427	2 330
Provisions for commitments	1 584	1 495	1 432	1 540	1 412
Subordinated loan capital	13 794	13 094	11 572	10 502	11 820
Share capital	7 696	7 696	7 706	7 696	7 706
Equity reserves	18 423	18 423	18 107	18 420	18 130
Profit for the period	502	474	905	-	-
Total liabilities and equity	434 054	408 916	378 686	385 234	358 190

1) Fees paid to Norway Post for transaction-related services have been partly reclassified in 2003. Accounts for previous years have been adjusted accordingly. See Section 1 for further details

2) Gains on the sale of fixed assets

3) Restructuring, write-downs, etc.

DnB Group 1998-2002

Profit and loss accounts ¹⁾

Amounts in NOK million	2002	2001	2000	1999 ²⁾	1998 ²⁾
Interest income	24 660	25 474	22 987	21 411	19 532
Interest expenses	16 282	17 475	15 767	14 330	13 053
Net interest income	8 378	7 999	7 221	7 081	6 480
Dividends	61	60	242	146	145
Net profit/(loss) from Vital	(114)	238	345	350	183
Net commissions and fees receivable on banking services	2 510	2 434	2 842	2 371	2 070
Net gain on foreign exchange and financial instruments	611	1 168	1 517	1 256	387
Sundry ordinary operating income	591	1 120	519	528	504
Net other ordinary operating income	3 659	5 019	5 465	4 651	3 289
Salaries and other ordinary personnel expenses	3 788	3 667	3 493	3 265	3 119
Administrative expenses	2 284	2 257	2 304	2 202	2 136
Depreciation on fixed assets	486	476	459	481	426
Sundry ordinary operating expenses	1 200	1 376	1 352	1 432	1 447
Total ordinary operating expenses	7 758	7 776	7 608	7 379	7 129
Pre-tax ordinary operating profit before losses	4 279	5 242	5 078	4 352	2 639
Other income ³⁾	35	30	15	43	46
Other expenses ⁴⁾	255	75	81	787	134
Pre-tax operating profit before losses	4 059	5 196	5 012	3 608	2 552
Net losses/(reversals) on loans, guarantees, etc.	478	178	(241)	(15)	1 178
Net gain/(loss) on long-term securities	(314)	(332)	(5)	14	(0)
Pre-tax operating profit	3 268	4 687	5 248	3 636	1 373
Taxes	934	587	1 230	511	422
Profit for the year	2 334	4 100	4 018	3 125	952
Earnings per share (NOK)	3.03	5.29	5.16	4.01	1.22
Average total assets	377 649	367 366	341 428	325 160	317 202

Balance sheets

Amounts in NOK million	31 Dec. 2002	31 Dec. 2001	31 Dec. 2000	31 Dec. 1999	31 Dec. ²⁾ 1998
Cash and deposits with central banks	19 133	2 820	8 387	13 094	3 665
Lending to and deposits with credit institutions	20 391	16 854	20 798	15 572	13 383
Gross lending to customers	282 660	279 101	256 693	231 646	229 965
- Specified loan-loss provisions	(1 796)	(1 764)	(1 871)	(2 636)	(3 290)
- Unspecified loan-loss provisions	(2 115)	(2 115)	(2 115)	(2 085)	(2 163)
Net lending to customers	278 748	275 222	252 707	226 924	224 513
Reposessed assets	399	98	76	75	60
Commercial paper and bonds.	33 870	38 809	35 439	33 937	48 507
Shareholdings etc.	2 751	3 453	2 711	3 920	3 572
Investments in Vital and associated companies	3 773	3 825	3 616	3 289	3 038
Intangible assets	3 815	929	1 375	1 239	1 560
Fixed assets	2 295	2 512	2 866	2 688	3 262
Other assets	16 853	10 450	12 565	9 623	9 188
Prepayments and accrued income	3 206	3 217	3 667	3 022	4 040
Total assets	385 234	358 190	344 208	313 385	314 788
Loans and deposits from credit institutions	49 071	34 920	51 322	45 498	47 607
Deposits from customers	194 803	191 575	175 430	170 900	166 771
Securities issued	74 875	75 878	63 919	50 011	56 851
Other liabilities	25 901	14 420	17 578	14 585	12 577
Accrued expenses and prepaid revenues	2 427	2 330	2 747	2 004	2 885
Provisions for commitments	1 540	1 412	1 192	1 363	1 013
Subordinated loan capital	7 725	8 219	8 105	7 344	6 838
Perpetual subordinated loan capital securities	2 777	3 601	0	0	0
Equity	26 117	25 836	23 914	21 679	20 247
Total liabilities and equity	385 234	358 190	344 208	313 385	314 788
Total risk-weighted volume	312 230	313 389	292 279	255 146	252 148

1) Fees paid to Norway Post for transaction-related services have been partly reclassified in 2003. Accounts for previous years have been adjusted accordingly. See Section 1 for further details

2) Pro forma figures

3) Gains on the sale of fixed assets, etc.

4) Restructuring, write-downs, etc.

Key figures 1998-2002

					DnB Group ¹⁾
Amounts in NOK million					
	2002	2001	2000	1999	1998
Interest rate analysis					
1. Net interest income and credit commissions	2.22	2.18	2.11	2.18	2.04
2. Combined spread	2.58	2.62	2.79	3.08	3.05
3. Spread for ordinary lending to customers	1.31	1.27	1.20	1.39	1.22
4. Spread for deposits from customers	1.27	1.35	1.58	1.68	1.84
Rate of return/profitability					
5. Profits from ordinary operations, % of average assets	1.13	1.43	1.49	1.34	0.83
6. Pre-tax operating profit before losses, % of average assets	1.07	1.41	1.47	1.11	0.80
7. Pre-tax operating profit, % of average assets	0.87	1.28	1.54	1.12	0.43
8. Net other operating income, % of total income	30.60	38.70	43.15	39.86	33.98
9. Cost/income ratio (%)	64.87	59.42	59.80	68.37	72.65
10. Ordinary cost/income ratio (%)	62.96	58.99	59.24	62.08	71.64
11. Return on equity (%)	8.64	15.77	16.97	14.44	4.61
12. Return on equity excl. goodwill amortisation (%)	9.45	16.30	17.61	15.12	5.38
13. Earnings per share (NOK)	3.03	5.29	5.16	4.01	1.22
14. Earnings per share excl. goodwill amortisation (NOK)	3.31	5.47	5.33	4.25	1.43
15. Diluted earnings per share (NOK)	3.01	5.26	5.14	4.01	1.22
16. Dividend per share (NOK)	2.40	2.40	2.25	1.75	1.35
Loan portfolio and loan-loss provisions					
17. Loan-loss ratio (%)	0.16	0.06	(0.11)	0.00	0.53
18. Loan-loss provisions relative to total gross lending (%)	1.38	1.39	1.55	2.04	2.37
19. Unspecified loan-loss provisions, % of total lending	0.75	0.76	0.83	0.91	0.95
20. Problem commitments, % of total lending	0.90	0.84	1.05	1.91	2.40
Liquidity					
21. Ratio of deposits to lending, total (%)	69.9	69.6	69.4	75.3	74.3
22. Ratio of deposits to lending, NOK (%)	75.3	76.0	77.1	84.1	84.2
Financial strength					
23. Capital adequacy ratio (%)	10.3	11.4	10.6	10.5	9.8
24. Core (Tier 1) capital ratio (%)	7.8	8.8	7.5	7.8	7.4
25. Risk-weighted volume (NOK million)	312 230	313 389	292 279	255 146	252 148
Staff					
26. Number of full-time positions at year-end	7 023	6 932	7 052	7 285	7 437
- of which in Vital	632	619	570	553	537
Other					
27. Number of shares (1000)	769 630	770 590	778 658	778 658	778 658
28. "RISK" adjustment (NOK) ²⁾	3.52	(3.66)	2.64	(0.39)	(0.98)

1) All figures have been prepared in accordance with the DnB Group's accounting principles as at 31 Dec. 2002. All figures prior to 2000 represent the combined business of DnB and Postbanken (pro forma accounts). Asset management operations acquired from Skandia are included in the figures as from 1 June 2002.

Fees paid to Norway Post for transaction-related services have been partly reclassified in 2003. Accounts for previous years have been adjusted accordingly. See Section 1 for further details.

2) Estimated "RISK" adjustment for 2002

Definitions

- Net interest income and credit commissions as a percentage of average total assets.
- Combined average spread for lending and deposits.
- Profits from ordinary operations include pre-tax operating profits before losses excluding net gains, losses and write-downs on fixed assets, provisions for restructuring measures and allocations to the investment fund for employees.
- Operating expenses as a percentage of the total of net interest income and net other operating income, excluding goodwill amortisation.
- Operating expenses excluding special items mentioned under item 5 as a percentage of total net interest income and net other operating income excluding special items mentioned under item 5, and excluding goodwill amortisation.
- Profit for the year as a percentage of average equity.
- Profit for the year divided by the average number of shares.
- Net losses on loans (excluding guarantees) as a percentage of lending after the deduction of specified loan-loss provisions at year-end.
- Accumulated specified and unspecified loan-loss provisions relative to gross lending at year-end.
- Unspecified loan-loss provisions relative to lending after the deduction of specified loan-loss provisions at year-end.
- Problem commitments after the deduction of specified loan-loss provisions relative to lending to customers and credit institutions after the deduction of specified loan-loss provisions. Figures are as at 31 December.
- Customer deposits as a percentage of net lending to customers. Figures are as at 31 December.
- Customer deposits in NOK as a percentage of net lending to customers in NOK. Figures are as at 31 December.

Key figures from 23 to 28 are as at 31 December.

Section 3

DnB Group and business areas

Group strategy

Targets

DnB's primary goal is to enhance shareholder value through an attractive and competitive return in the form of dividends and increases in the DnB share price. DnB's strategy targets areas where the Group has or can achieve lasting competitive advantages. DnB aspires to be the preferred partner for Norwegian and selected Nordic customers and international companies' preferred partner in Norway, and will capitalise on its special expertise within selected areas outside the Nordic region.

Alongside profitability, a long-term perspective and team spirit are key strategic elements. DnB's operations should generate added value for shareholders. A long-term approach to customer relationships and market activities will strengthen the Group's customer franchise and provide customer service of superior value. Positive team spirit will give a further impetus to achieving performance targets.

Profitable growth, a more efficient cost base and optimal utilisation of the Group's capital base are vital to the success of this strategy.

Strategic position

DnB has a leading position relative to Norwegian retail and corporate customers. The Group will further consolidate this position by being the best partner to meet customers' financial needs. This partnership will be based on building sound relationships between DnB and customers through distribution and dialogue, providing the best advisory and customer services and offering competitive prices on good overall solutions.

With a wide array of products, DnB is able to fulfill large international companies' financial needs in Norway. On the basis of Norway's position as a shipping nation, DnB has become one of the world's foremost shipping banks. A corresponding position has been built up within the energy sector based on activities in the North Sea. The establishment of DnB Asset Management provides additional opportunities for growth in selected global areas.

Strategic measures

Continual improvement of the product range is essential to ensuring the quality of DnB's customer relationships. DnB will consider offering solutions from other providers of financial services and seeking alliances with other market players to boost efficiency or develop leading products and services in the market. DnB will develop electronic distribution channels to provide ready access for customers.

Within certain areas, DnB will be able to offer products included in other service providers' market offerings. DnB will seek to become an even better supplier of niche products in international markets.

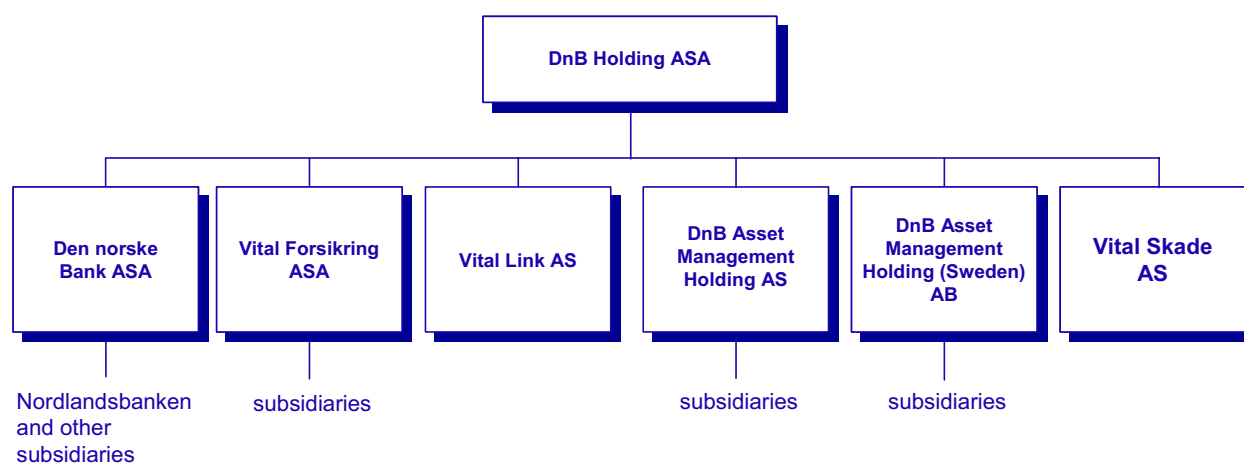
The Group will work to increase cost efficiency through continued everyday improvements in operational procedures, effective purchasing routines, the elimination of products and services and strict priorities with respect to development projects.

DnB will consider expanding and adjusting its customer franchise and range of products and services through structural measures provided that this will lead to increased long-term shareholder value. Additional acquisitions may be an option if such moves would help DnB achieve its long-term targets.

Legal structure

In accordance with the requirements of the Norwegian regulatory authorities, the banking, asset management and life insurance activities of the DnB Group are organised in separate limited companies under the holding company DnB Holding ASA. Banking activities are organised in Den norske Bank ASA, while asset management activities are organised in two companies: DnB Asset Management Holding AS and DnB Asset Management Holding (Sweden) AB. Life insurance activities are carried out by two separate companies: Vital Forsikring ASA (traditional life and pension products) and Fondsforsikringsselskapet Vital Link AS (unit linked products). 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 foreign insurance underwriters.

DnB Group - corporate structure

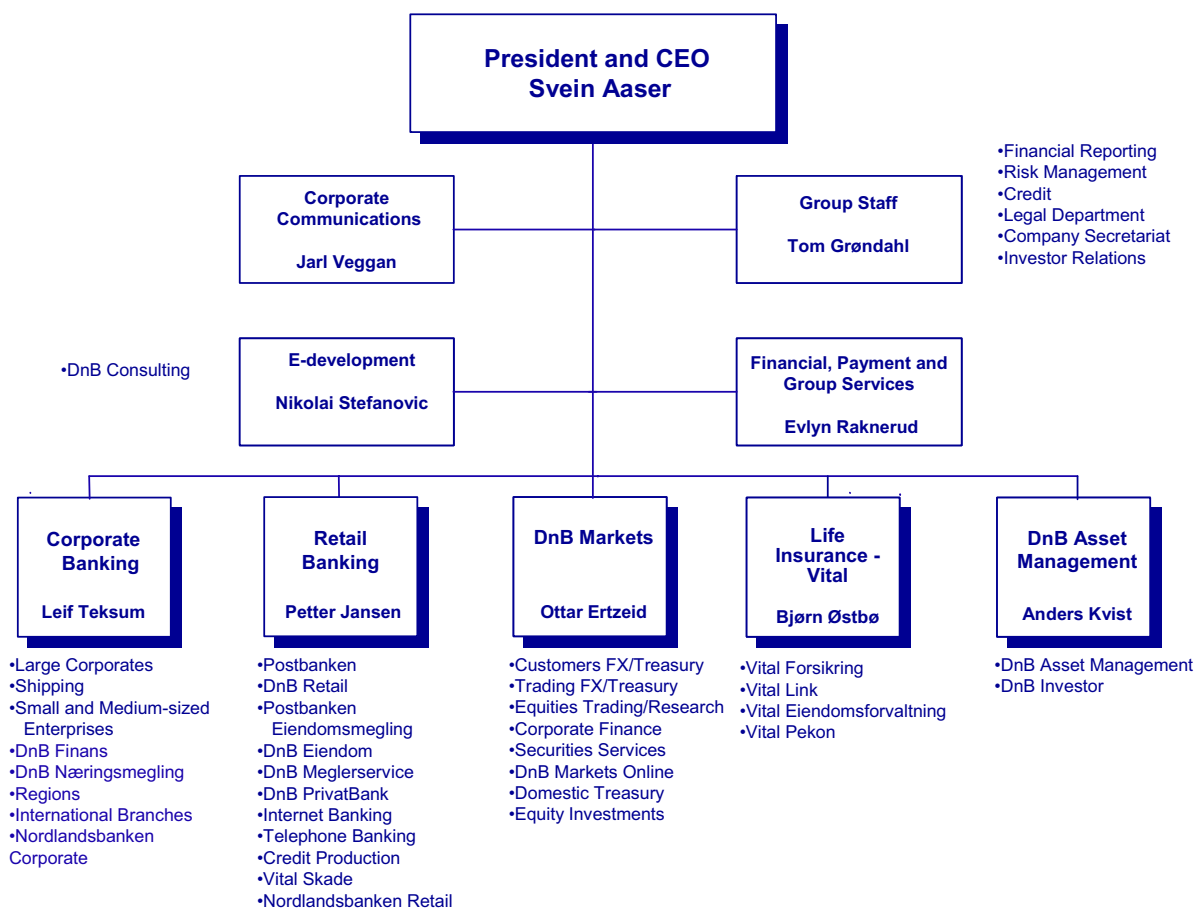


Group structure

DnB is organised into five business areas with responsibility for underlying divisions, departments and subsidiaries. The business areas are independent profit centres subject to specific profit requirements. **Corporate Banking** serves small and medium-sized companies as well as large Norwegian corporations, shipping companies and international corporate customers; **Retail Banking** serves private customers and smaller companies; **DnB Markets** is the Group's capital markets arm; **Life Insurance (Vital)** represents the Group's life insurance operations and **DnB Asset Management** comprises the Group's global asset management operation which includes the acquired asset management operation of Skandia.

In addition, the Group has support and staff functions organised into separate units. Efforts to increase cross-sales and boost efficiency in the internal supply of products and services are key strategic elements.

DnB Group - organisation chart as at 31 March 2003



Business areas

Operating results and key financial data for main business areas (pro forma figures)

The business area reporting is based on internal management reporting to the Board of Directors and group chief executive.

Extracts from profit and loss accounts ¹⁾

Amounts in NOK million	Net interest income		Net other operating income		Operating expenses		Pre-tax operating profit/(loss) before losses		Net losses on loans and long-term securities		Pre-tax operating profit/(loss)	
	1Q03	1Q02	1Q03	1Q02	1Q03	1Q02	1Q03	1Q02	1Q03	1Q02	1Q03	1Q02
Corporate Banking	929	887	350	371	584	579	695	680	366	(123)	329	803
Retail Banking	935	834	304	302	958	947	280	189	20	(4)	260	193
DnB Markets	133	184	381	320	229	235	284	269	0	0	284	269
Life Insurance - Vital	0	0	3	148	0	0	3	148	0	0	3	148
DnB Asset Management	19	4	143	64	129	82	33	(15)	0	0	33	(15)
Nordlandsbanken ²⁾	150		35		97		88		3		85	
Other operations	(43)	41	(206)	(175)	89	56	(338)	(190)	(22)	1	(316)	(191)
DnB Group	2 123	1 950	1 010	1 029	2 087	1 898	1 047	1 081	368	(126)	679	1 207

Main balance sheet items, average balances ¹⁾

Amounts in NOK billion	Net lending to customers		Customer deposits		Assets under management		Allocated capital ³⁾	
	1Q03	1Q02	1Q03	1Q02	1Q03	1Q02	1Q03	1Q02
Corporate Banking	151.3	153.8	104.4	106.0			12.4	12.0
Retail Banking	136.4	124.8	100.6	95.6			3.5	3.1
DnB Markets	1.2	1.1	11.5	8.2			1.5	1.3
Life Insurance - Vital					69.7	67.6	4.3	5.0
DnB Asset Management					299.6	98.5	1.1	0.3
Nordlandsbanken ²⁾	24.4		9.2				2.2	
Other operations	0.4	0.4	(7.4)	(9.4)	(64.7)	(63.7)	1.4	4.6
DnB Group	313.7	280.2	218.2	200.4	304.6	102.4	26.4	26.3

Key figures

Per cent	Cost/income ratio excl. goodwill amortisation		Ratio of deposits to lending		Return on equity ⁴⁾		Full-time positions (end of period)	
	1Q03	1Q02	1Q03	1Q02	1Q03	1Q02	1Q03	1Q02
Corporate Banking	45.5	45.9	69.0	68.9	7.7	19.6	1 604	1 564
Retail Banking	76.8 ⁵⁾	82.7	73.8	76.6	21.9	18.0	2 679 ⁶⁾	2 810
DnB Markets	44.7	46.6			54.9	60.0	433	453
Life Insurance - Vital					0.3	13.2	621 ⁷⁾	625
DnB Asset Management	79.4	122.5			8.7	(13.9)	290	153
Nordlandsbanken ²⁾	52.5		37.5		11.3		386	
Other operations							1 310	1 321
DnB Group	64.3	62.9	69.6	71.5	7.6	13.8	7 323	6 926

- 1) The DnB Group's income, expenses and balance sheet volumes are allocated to the business areas. In the above table some of the income generated in DnB Markets related to foreign exchange/treasury instruments, sales of securities in the primary market, as well as custodial services, is also included in the net other operating income of Retail Banking and Corporate Banking. These double entries are included in the "Other operations" line along with other eliminations and the Group Centre as well as gain/(loss) on DnB's equity investments. The "Other operations" line can be broken down into the following components:

	Net interest income		Net other operating income		Operating expenses		Pre-tax operating profit/(loss) before losses		Net losses on loans and long-term securities		Pre-tax operating profit/(loss)	
	1Q03	1Q02	1Q03	1Q02	1Q03	1Q02	1Q03	1Q02	1Q03	1Q02	1Q03	1Q02
<i>Amounts in NOK million</i>												
Group Centre	77	78	63	(22)	58	81	83	(26)	(22)	1	104	(26)
Gain/(loss) on DnB's equity investments			(37)	5			(37)	5			(37)	5
Double entries	0	(4)	(147)	(143)	(7)	(6)	(140)	(141)	0	0	(140)	(141)
Eliminations	(121)	(33)	(84)	(15)	38	(20)	(243)	(29)	0	0	(243)	(29)
Total	(43)	41	(206)	(175)	89	56	(338)	(190)	(22)	1	(316)	(191)

The Group Centre line comprises Financial, Payment and Group Services and Group Staff, investments in IT infrastructure and shareholder-related expenses.

Amortisation of goodwill for the Group's acquisition of Nordlandsbanken, Skandia Asset Management, Vital and similar fair value adjustments relating to the Postbanken acquisition are not allocated to the business areas. Goodwill related to the acquisition of Nordlandsbanken amounted to NOK 473 million and is amortised over 10 years starting in January 2003. Goodwill related to the acquisition of Skandia Asset Management amounted to SEK 3 402 million and is amortised over 20 years starting in January 2002. Amortisation for the period January-May has been charged to equity. Goodwill in Vital is amortised by NOK 25 million each quarter, ending in 2005. The amortisation of Postbanken's fair value adjustments amounts to NOK 12 million per quarter, ending in 2004.

- 2) To be integrated in the other business areas in 2003. Figures are according to the group principles and assessments.
- 3) Allocation of equity to the business areas is based on DnB's internal risk assessment model, which assigns risk capital for credit, market, insurance, liquidity and operational risk to the various areas of the Group. The Group's additional equity is mainly a consequence of official capital requirement regulations, but also a necessary cushion for uncertainty in the risk estimates and a buffer to meet future requirements.
- 4) Calculations of return on equity are based on profits after taxes. A 28 per cent tax rate is used for Corporate Banking, Retail Banking, DnB Markets, DnB Asset Management and Nordlandsbanken. For Vital, return on equity is calculated on the basis of recorded equity and tax charges.
- 5) If the SME segment is included under Retail Banking, the cost/income ratio will be 72.8 per cent. Such adjustment is appropriate when comparing DnB's financial figures with those of international competitors.
- 6) Includes 27 full-time positions in DnB Kort relating to administrative functions for card users in Norway taken over from American Express in second quarter 2002.
- 7) The acquisition of Skandia Asset Management as at 1 June 2002 involved 229 employees.

Corporate Banking

Corporate Banking serves small, medium-sized and large companies. The business area is organised in three divisions; Large Corporates, Shipping and Regions. The business area is headed by Leif Teksum, group executive vice president.

Corporate Banking's strategy is to be the best financial partner for Norwegian and selected Nordic companies. Within special sectors such as shipping, oil and energy and fisheries, DnB also provides services outside the Nordic region. In addition, the business area wishes to offer DnB's products and expertise to international companies in Norway.

Financial performance

<i>Amounts in NOK million</i>	1Q03	4Q02	3Q02	2Q02	1Q02	2002	2001
Net interest income	929	966	1 027	1 067	887	3 947	3 696
Net other operating income	350	404	283	351	371	1 409	1 639
Total income	1 279	1 370	1 310	1 418	1 258	5 356	5 335
Operating expenses	584	566	575	587	579	2 307	2 336
Pre-tax operating profit before losses	695	804	735	831	680	3 049	2 998
Net losses/(reversals)	366	344	123	42	(123)	386	44
Pre-tax operating profit	329	461	611	789	803	2 663	2 954
Net lending to customers (NOK billion)	151.3	151.0	151.0	153.3	153.8	152.3	152.6
Deposits from customer (NOK billion)	104.4	100.2	97.6	97.9	105.9	100.6	96.4
Cost/income ratio excl. goodwill (%)	45.5	41.2	43.8	41.3	45.9	42.9	43.7
Ratio of deposits to lending (%)	69.0	66.3	64.6	63.8	68.9	66.1	63.1
Return on equity (% p.a.)	7.7	10.6	14.1	18.8	19.6	15.7	18.3

- Performance reflected market developments
- Sound cost control
- Adjusted for exchange rate movements, there was an increase of 3.7 per cent in loans and guarantees on the corresponding period the previous year
- In cooperation with DnB Markets, a total of NOK 5.5 billion in syndicated credits was arranged for customers, in addition to NOK 9.8 billion in commercial paper and bond issues
- New lending targeted customers with low credit risk, and the quality of the loan portfolio was satisfactory although a growing number of Corporate Banking's customers, especially in exposed domestic industries, are experiencing challenging times
- Deposits were up 2.0 per cent compared with the corresponding period the previous year, adjusted for exchange rate fluctuations
- New loan losses in the first quarter of 2003 amounted to NOK 443 million, while net losses came to NOK 366 million. Net losses increased by NOK 489 million on the first quarter of 2002, of which NOK 244 million related to Pan Fish
- The business area is now reaping the benefits of the decision to focus lending on customers with low credit risk

Customers and market development

- Developments in the Norwegian economy in the first quarter of 2003 continued the trend from 2002, undermining the financial position of an increasing number of the business area's customers
- The domestic market reflected fierce competition with low demand and pressure on margins
- The economic challenges facing the Norwegian business sector are expected to continue throughout 2003, particularly for exposed industries
- Corporate Banking will thus devote extensive resources to following up asset quality, and will seek growth in the high-quality end of the Norwegian business sector

- Large Corporates leads the market for large Norwegian corporates, offering services in New York, London and Singapore in addition to the domestic market
- Around 60 per cent of Norway's largest corporations used DnB as their main banker in the first quarter of 2003
- DnB is one of the world's largest shipping banks and serves Norwegian and international shipping and offshore clients from offices in Oslo, Bergen, London, New York and Singapore
- Corporate Banking activities in domestic regions target primarily small and medium-sized companies
- In the first three months of 2003, DnB continued to consolidate its position in this market, and surveys show growing customer satisfaction

Corporate Banking market shares

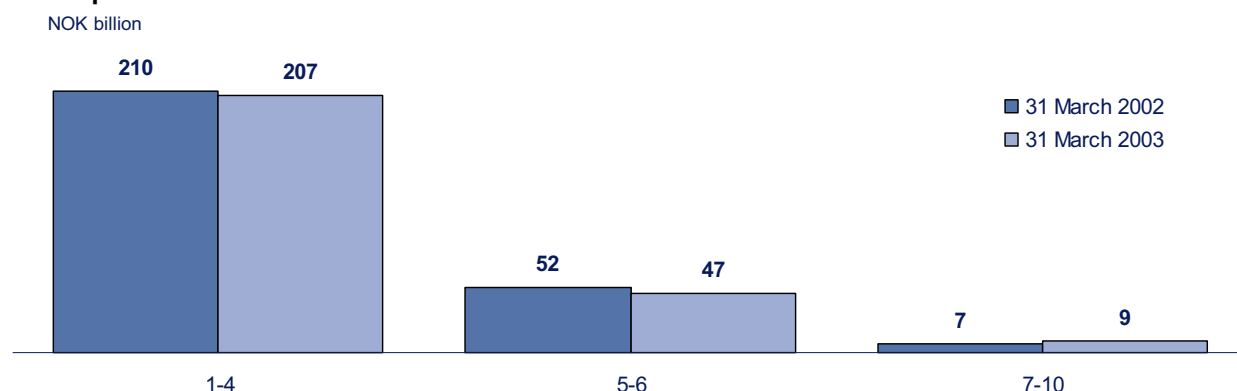
Per cent	28 Feb. 2003	31 Dec. 2002	30 Sept. 2002	30 June 2002	31 March 2002
Of total lending to corporates ¹⁾	9.3	9.3	9.6	9.8	9.4
- of which commercial and savings banks	23.0	22.9	23.4	23.8	23.3
Of deposits from corporates ²⁾	24.9	23.9	23.4	24.6	24.5

1) Overall lending includes all credits given to Norwegian customers by domestic commercial and savings banks, state banks, insurance companies, finance companies, bonds, commercial paper, money market loans and foreign institutions

2) Domestic savings and commercial banks

Source: Norges Bank, DnB

Development in risk classification



Based on DnB's risk classification system where 1 represents the lowest risk and 10 the highest risk

Products and organisation

Corporate Banking is organised in three divisions:

- Large Corporates serves large Norwegian corporates, the public sector, international companies doing business in Norway, international customers within oil and energy as well as financial institutions
- The Shipping Division serves Norwegian and international shipping and offshore clients
- Regions serves businesses divided into two different segments:
 - Large companies with a turnover above NOK 40 million
 - Small and medium-sized enterprises with a turnover of up to NOK 40 million

Corporate Banking offers customers a broad range of financial services, including lending, bond issues, syndicated loans, deposits, cash management, corporate finance and acquisition finance.

Staff

- Corporate Banking is committed to systematic competence building to ensure that customers receive the best advisory services and derive the full benefit of DnB's products and services, including expertise within online solutions for corporate customers
- Specialised training in credit rating and risk and profitability analyses is given high priority
- At the end of the first quarter of 2003, the business area had a staff of 1 604 full-time positions, with 1 112 in Norway, of which 369 in subsidiaries, as well as 124 full-time positions located abroad

Cooperation with other group entities

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

Financial performance in Corporate Banking divisions

	Large Corporates		Shipping		Regions		DnB Finans	
<i>Amounts in NOK million</i>	1Q03	1Q02	1Q03	1Q02	1Q03	1Q02	1Q03	1Q02
Net interest income	242	220	134	134	415	406	138	128
Net other operating income	151	130	21	64	185	177	27	24
Total income	393	350	155	199	600	583	164	151
Operating expenses	139	133	60	60	290	288	82	82
Pre-tax operating profit before losses	254	217	95	139	310	294	82	69
Net losses/(reversals)	5	(25)	(2)	(45)	350	17	13	(70)
Pre-tax operating profit/(loss)	248	242	98	184	(40)	278	69	139
Net lending to customers (NOK billion)	47.3	49.8	25.7	29.2	64.6	61.5	14.1	13.6
Deposits from customer (NOK billion)	44.7	42.5	14.8	16.5	45.0	47.1	0.0	0.0
Cost/income ratio excl. goodwill (%)	35.4	37.9	38.5	30.2	48.3	49.5	48.9	53.2
Ratio of deposits to lending (%)	94.4	85.4	57.4	56.4	69.7	76.6	-	-
Return on equity (% p.a.)	18.0	17.8	13.6	27.5	(2.2)	15.8	20.2	44.0

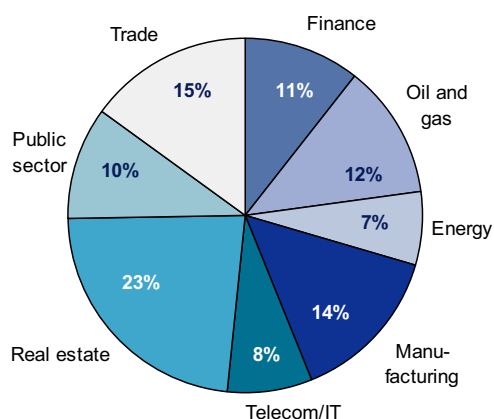
Large Corporates

Average volumes ¹⁾

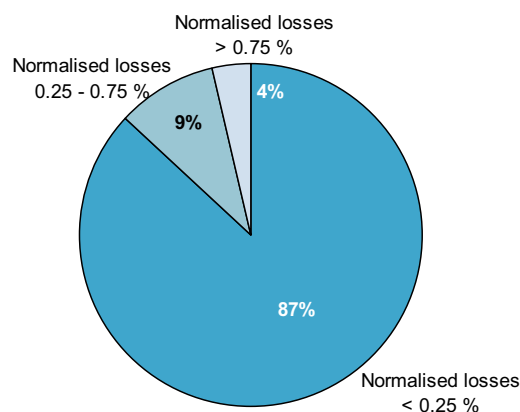
Amounts in NOK billion	1Q03	4Q02	3Q02	2Q02	1Q02	2002	2001
Net lending to customers	47	46	46	48	50	48	47
Guarantees	22	17	16	16	17	16	17
Customer deposits	45	39	39	38	43	40	37

1) Average figures for the period

Lending according to sector



Risk classification of portfolio



Business profile

- Serving large Norwegian corporates, the public sector, international companies doing business in Norway, international customers within oil and energy as well as financial institutions
- Around 60 per cent of Norway's biggest corporations used DnB as their main banker in the first quarter of 2003, and DnB provided one or more financial products to 73 per cent of the companies for which it was not principal banker

In spite of sluggishness in the overall market, the division improved performance compared with the first quarter of 2002. The rise in profits stems from improved net interest income due to wider spreads on investment loans and higher fees. Revenues from other products also showed an increase compared with the corresponding period a year earlier.

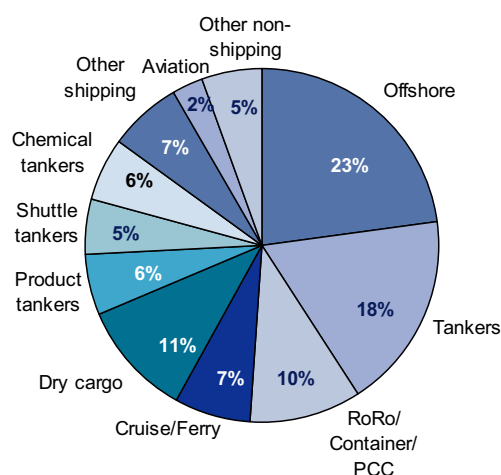
Shipping Division

Average volumes ¹⁾

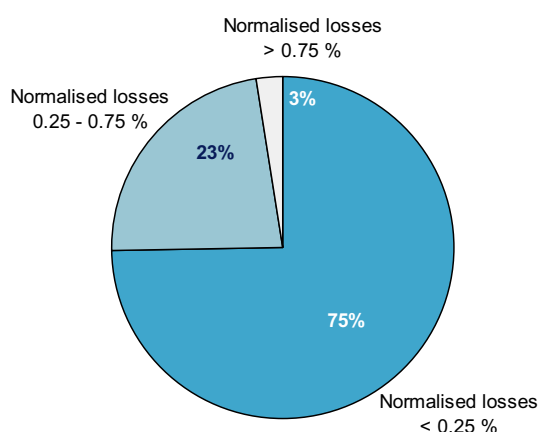
Amounts in NOK billion	1Q03	4Q02	3Q02	2Q02	1Q02	2002	2001
Net lending to customers	26	27	27	28	29	28	32
Guarantees	9	9	9	9	10	9	8
Customer deposits	15	15	14	15	16	15	16

1) Average figures for the period

Lending according to sector



Risk classification of portfolio



Business profile

- Among the world's leading shipping and offshore banks
- Provides commercial and investment banking services to high-quality Norwegian and international shipping and offshore clients from offices in Oslo, Bergen, London, New York and Singapore
- Strong and proactive client focus and long-term relationship perspective

Activity in shipping markets was generally high during the first quarter of 2003. Both tanker and bulk markets were strong with high rates through the first quarter of 2003. However, there is uncertainty related to future rates. Changes in the competitive climate lead to increased competition for the best clients and thus pressure on margins.

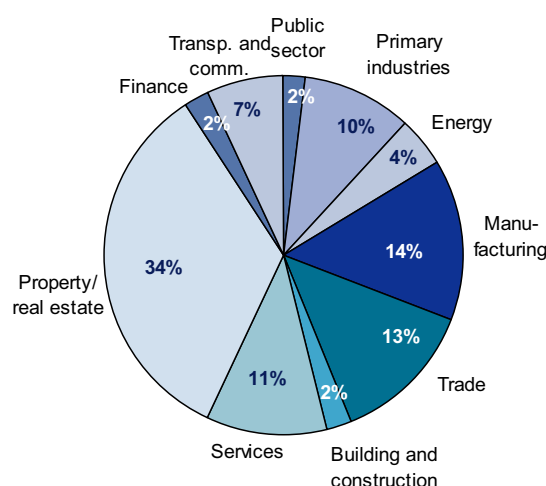
Regions

Average volumes ¹⁾

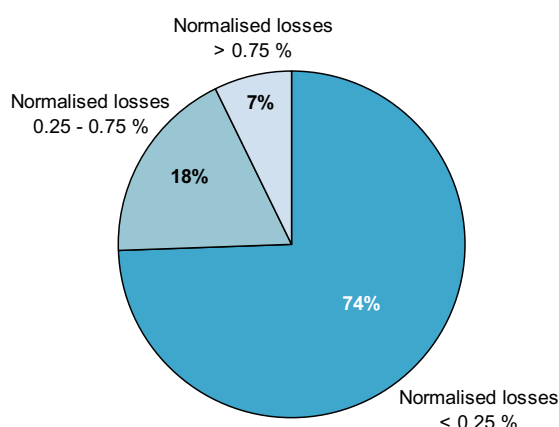
Amounts in NOK billion	1Q03	4Q02	3Q02	2Q02	1Q02	2002	2001
Net lending to customers	65	64	64	64	62	63	61
Guarantees	9	7	7	6	6	7	6
Customer deposits	45	46	45	45	47	46	44

1) Average figures for the period

Lending according to sector



Risk classification of portfolio



Business profile

- Serving more than 35 000 businesses divided into two different segments:
 - Large companies with a turnover above NOK 40 million
 - Small and medium-sized enterprises with a turnover of up to NOK 40 million

The largest regional clients give priority to local presence combined with the expertise of a major bank. Through local financial services centres DnB is represented with a broad range of products, services and competencies. DnB has a sound platform for strengthening its position as the preferred provider of financial products and services for this customer segment.

DnB Finans

- DnB Finans is a leading finance company in Norway, offering car financing to retail customers and factoring, leasing and various other forms of financing and related services to the corporate and public sectors
- Figures for the first quarter of 2003 showed pre-tax operating profits before losses of NOK 82 million, compared with NOK 69 million for the corresponding period of 2002 due to increased income and sound cost control

Retail Banking

Retail Banking, serving private customers and smaller companies under the brand names Den norske Bank, Postbanken and Vital, is Norway's largest retail bank. The business area is headed by Petter Jansen, group executive vice president.

The business area aims to maintain its leading market position and stand out as the customer's best financial partner. This will be achieved by continually improving service concepts and expanding the range of services.

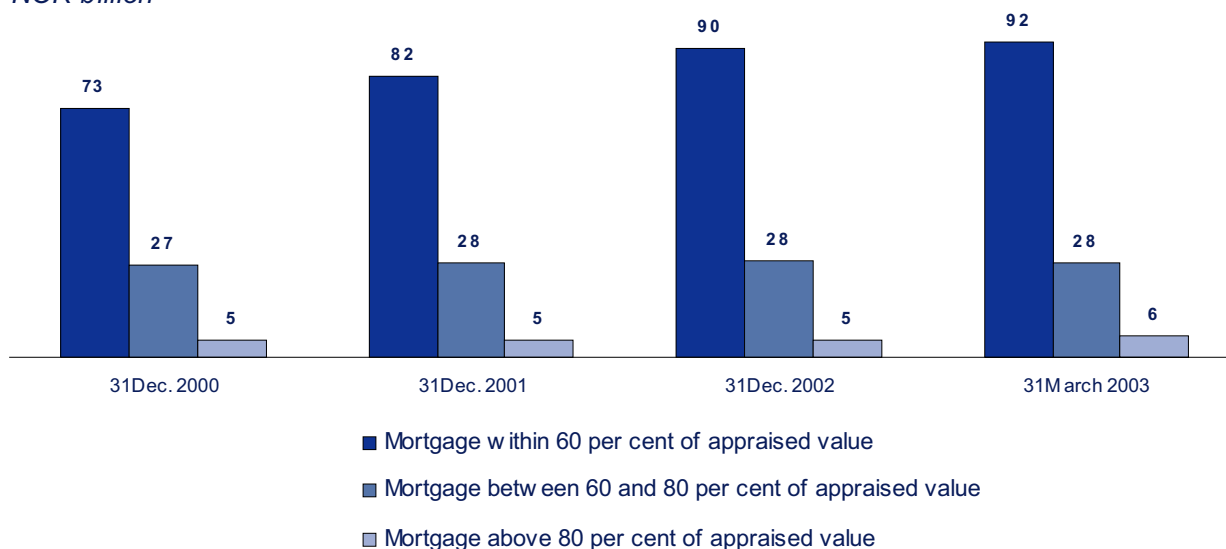
Financial performance ¹⁾

<i>Amounts in NOK million</i>	1Q03	4Q02	3Q02	2Q02	1Q02	2002	2001 ²⁾
Net interest income	935	979	926	878	834	3 617	3 478
Net other operating income	304	339	327	355	302	1 323	1 376
Total income	1 239	1 318	1 253	1 232	1 136	4 940	4 854
Operating expenses	958	1 016	1 005	944	947	3 912	3 887
Pre-tax operating profit before losses	280	302	248	288	189	1 027	967
Net losses/(reversals)	20	22	34	51	(4)	103	109
Pre-tax operating profit	260	280	214	238	193	925	958
Net lending to customers (NOK billion)	136.4	133.9	130.8	127.7	124.8	129.3	117.3
Deposits from customer (NOK billion)	100.6	96.8	98.1	96.1	95.6	96.6	90.1
Cost/income ratio excl. goodwill (%)	76.8	76.6	79.7	76.1	82.7	78.7	79.5
Ratio of deposits to lending (%)	73.8	72.3	75.0	75.2	76.6	74.7	76.9
Return on equity (% p.a.)	21.9	24.0	18.5	21.4	18.0	20.6	20.5

1) Fees paid to Norway Post for transaction-related services have been partly reclassified in 2003. Accounts for previous years have been adjusted accordingly. See section 1 for further details.

2) Net other operating income included gains on the sale of Postbanken's Clearing House of NOK 147 million.

- Satisfactory profits in the first quarter of 2003 - return on equity of 22 per cent
- Increased net interest income, mainly due to increased lending and deposit volumes
- Lending increased by more than 9 per cent, referring primarily to well-secured housing loans
- Costs increased by only 1 per cent compared with the previous year through restructuring and efficiency measures
- Cost/income ratio decreased by 6 percentage points
- The volume of problem commitments showed a moderate rise in the first quarter and was at a satisfactory level
- Loan losses were up NOK 24 million, but remained at a low level

Residential mortgages ¹⁾*NOK billion*

1) Adjusted definitions

Customers/markets

- Serving around 1.7 million private individuals
- More than 200 000 customers use telephone payment services (telegiro)
- 245 000 customers subscribe to customer benefits programmes
- 566 000 clients use the Group's Internet banks
- More than 4.4 million payment transactions were carried out in the first quarter of 2003, an increase of 11.6 per cent compared with the first quarter of 2002

Retail banking market shares

	28 Feb. 2003	31 Dec. 2002	30 Sept. 2002	30 June 2002	31 March 2002
<i>Per cent</i>					
Bank lending to households	20.1	20.1	20.1	20.3	20.4
Bank deposits from households	21.9	21.9	22.3	22.8	22.6

Source: Norges Bank, DnB

Organisation and distribution

Through Norway's largest distribution network, Retail Banking offers a wide range of financial products and services to its customers. The major distribution channels are:

- Den norske Bank and Postbanken's branch offices
- The postal network
- Internet and telephone banking
- Private banking targeting customers in need of more sophisticated financial advisory services, production, staff and support functions are largely centralised in cost-efficient joint units

Den norske Bank ASA and Norway Post have a master agreement relating to the distribution of financial services through the postal network, which is effective until 31 December 2005. The agreement is mainly based on transaction-specific prices and a joint aim to increase the number of financial services distributed through the postal network.

- Postbanken and Norway Post have established joint service solutions provided through more than 1 100 in-store postal outlets, where customers can carry out everyday banking transactions in their local stores
- Payment transactions through these channels rose by more than 45 per cent to 2 million transactions from the first quarter of 2002 to 2003

New products

- More than 40 000 customers have accepted the offer to use electronic invoices (e-invoice)
- New index-linked investment products and equity-linked deposits
- Postbanken launched a new customer loyalty programme: Postbanken Leve, offering customers a range of basic banking services at favourable terms

Employees

- The number of full-time positions in DnB's retail banking operations has been reduced by 198 to 2 200 through restructuring and efficiency measures
- Changing customer needs and the introduction of new products make it vital to upgrade professional skills
- Upgrade of professional skills is achieved partly by educating and reallocating the existing workforce and partly by recruiting new staff
- More efficient production and distribution of services through new and better IT solutions, telephone and Internet banking is likely to lead to further reductions in the number of employees in the coming years

Cooperation with other group entities

Cross-selling of products is one of the major strengths of the DnB Group. Through its distribution network Retail Banking offers:

- Asset management services (DnB Asset Management)
- Insurance (Vital)
- Financial instruments (DnB Markets)

Residential real estate broking

Through DnB Eiendom and Postbanken Eiendomsmegling, the Retail Banking business area offers two of Norway's leading residential real estate broking operations:

Properties sold/market shares

<i>Properties sold</i>	1Q03	4Q02	3Q02	2Q02	1Q02	2002	2001
DnB Eiendom	1 567	1 352	1 702	2 177	1 721	6 952	6 455
Postbanken Eiendom	2 373	2 045	2 244	2 750	2 306	9 345	8 625
Total properties sold	3 940	3 397	3 946	4 927	4 027	16 297	15 080
Market share (%) ¹⁾	19	18	18	18	18	18	19

¹⁾ Management's estimates

- DnB Eiendom had 46 outlets located in Den norske Bank branches as at 31 March 2003
- Postbanken Eiendomsmegling operates through 64 franchises owned by independent real estate brokers
- In addition to broking income, the real estate broking operations generate business in the form of residential mortgages and savings
- The time elapsed from an assignment is received to the property is sold increased somewhat in parts of the country in the first quarter of 2003

Consumer finance

- DnB Kort is responsible for the DnB Group's card-based services and consumer finance products
- DnB Kort showed healthy profits in the first quarter of 2003. Pre-tax operating profits increased by NOK 11 million or 34 per cent compared with the previous year
- Average lending volume rose NOK 785 million to NOK 4 324 million from first quarter 2002, stemming in part from increased sales of consumer loans
- During the same period there was a slight increase in non-performing loans in line with expectations, but from a low level
- As at 31 March 2003, the DnB Group had issued around 1.7 million cards
- Postbanken's new customer loyalty programme Postbanken Leve, includes a Visa card (debit card) and a MasterCard (credit card) and has been well received by the customers

Non-life insurance

In 2002, Vital Skade, the Group's non-life insurance operation, was transferred to Retail Banking, which in addition to Internet is the company's primary distribution channel. Products are sold on a commission basis. Vital Skade assumes no risk on its own, but operates as an agent. The reorganisation has led to more effective marketing. Brisk sales through the Internet banks and several new cooperation agreements with employee organisations increased net operating income from NOK 8 million in the first quarter of 2002 to NOK 15 million in 2003. Costs were on a level with the previous year.

Capital markets

DnB Markets, the capital markets arm of DnB, is Norway's largest capital markets operation and offers a wide range of securities and investment services. DnB Markets comprises the following units: Sales FX/Treasury, Trading FX/Treasury, Nordic Equities (Sales/Research), Corporate Finance and Securities Services. The Domestic Treasury and Equity Investments are organisationally part of DnB Markets though profits and losses for these units are not recorded under this business area. Ottar Ertzeid, group executive vice president, is head of DnB Markets.

DnB Markets aims to be the leading capital markets operation providing foreign exchange, interest rate and debt and equity financing services to Norwegian and Norwegian-related clients, as well as offering international customers services relating to Norway and the Norwegian krone.

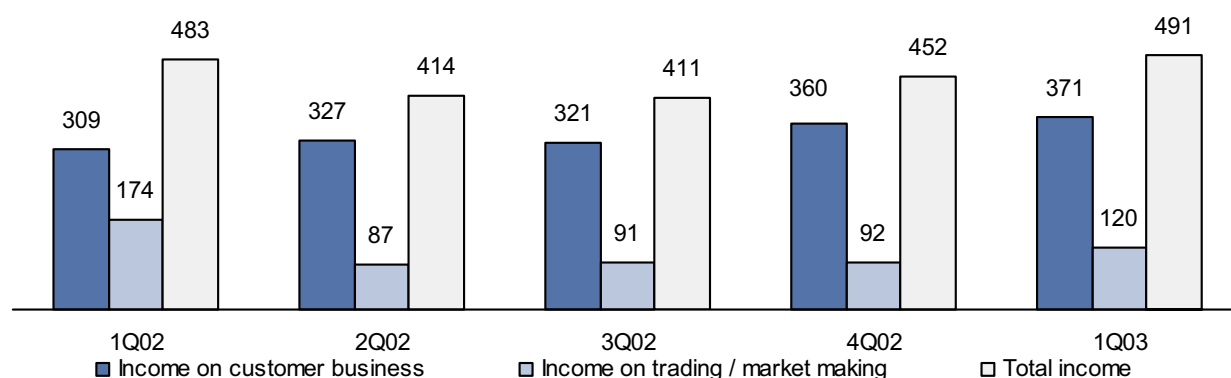
Financial performance

<i>Amounts in NOK million</i>	1Q03	4Q02	3Q02	2Q02	1Q02	2002	2001
Net interest income	133	170	158	156	184	668	561
Net other operating income	381	307	278	280	320	1 184	1 374
Total income	514	477	435	436	504	1 852	1 936
Operating expenses	229	224	220	227	235	905	918
Pre-tax operating profit before losses	284	253	216	209	269	946	1 017
Net losses/(reversals)	0	(38)	0	0	0	(38)	(33)
Pre-tax operating profit	284	291	216	209	269	985	1 050
Cost/income ratio excl. goodwill (%)	44.7	47.0	50.5	52.1	46.6	48.9	47.4
Return on equity (% p.a.)	54.9	60.7	46.0	46.1	60.0	53.2	52.9

- DnB Markets showed healthy performance in the first quarter despite weak stock markets. There was a positive trend in income on customer business, and costs were reduced
- Lower income from equity-related operations was partly offset by sound profits on trading in foreign exchange, interest rate and structured products
- Falling interest rates and substantial changes in the NOK exchange rate through out the period led to increased demand for currency and interest rate hedging products and other investment alternatives

Income distribution DnB Markets ¹⁾

NOK million



1) Excluding interest on allocated capital

Customers/markets

- DnB Markets is Norway's largest capital markets operation
- Market share of over 30 per cent in terms of revenues
- The market is served from 11 cities in Norway, branches in London, New York and Singapore and over the Internet. DnB Markets will establish its twelfth trading desk in Norway during the second quarter of 2003
- In addition, certain products are sold through other business areas in the Group as well as through external agents
- Leading FX - bank and adviser to Norwegian corporate customers
- Business from retail customers and small and medium-sized corporate clients has grown in significance
- Leading arranger of debt financing in capital markets
- Leading position within derivatives and structured products in Norway
- Leading within equities sales in the retail market
- The investment firm with the highest number of equity transactions on the Oslo Stock Exchange
- Leading within domestic securities services with settlement of around 62.3 per cent of foreign investors' securities trading in Norway

Products

- Foreign exchange, money market instruments and derivatives
- Fixed-income instruments and loan syndications
- Nordic equities, research and corporate finance services
- Other investment products
- Securities and custodial services

Employees

- DnB Markets had close to 500 employees in 2003 located in offices in Norway and abroad
- The organisation and staff assignments were also during the first quarter of 2003 continually adapted to developments in the various market segments and product areas

Cooperation with other group entities

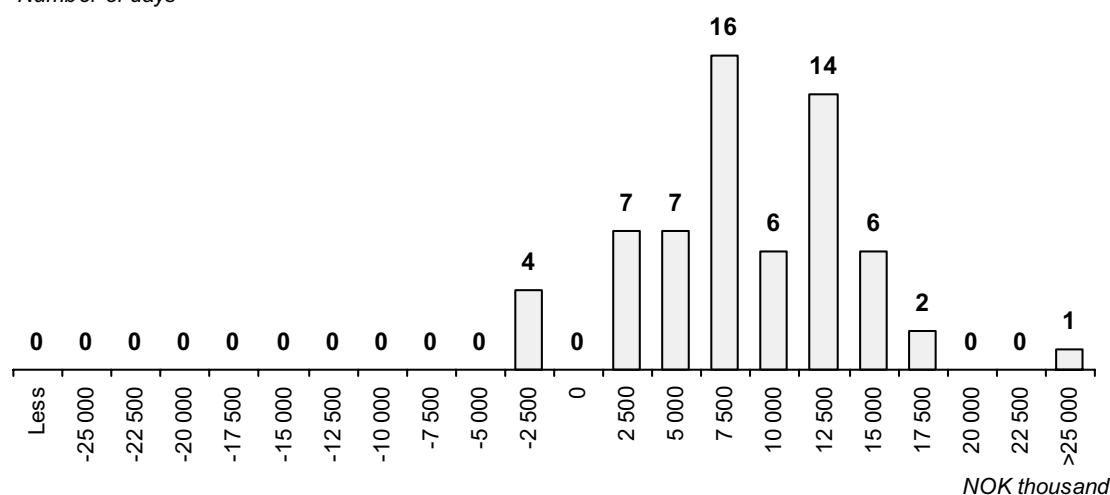
Maintaining a broad distribution network and effective cooperation with other business areas in the Group, such as Corporate Banking and Retail Banking, are key priorities for DnB Markets.

Revenues within various segments

<i>Amounts in NOK million</i>	1Q03	4Q02	3Q02	2Q02	1Q02	2002	2001
FX & interest rate derivatives	182	190	134	138	158	619	538
Investment products	108	101	130	110	58	399	386
Corporate finance	46	35	24	42	54	155	204
Securities services	35	34	33	37	39	144	183
Total customer revenues	371	360	321	327	309	1 318	1 311
Total market making/trading revenues	120	92	91	87	174	443	523
Interest income on allocated capital	23	24	24	22	21	91	102
Total revenues	514	477	435	436	504	1 852	1 936

Distribution of revenues over the 63 trading days up to 31 March 2003

Number of days



The value of items on and off the balance sheet is affected by interest rate movements. The table below shows potential losses for DnB 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 relative to the Group's positions. Also, all interest rate movements within the same interval are assumed to be unfavourable for the Group. In the trading portfolio, such losses will be charged to the accounts as they occur. In the banking portfolio, the losses will be amortised over the remaining maturity. The calculations are based on the Group's positions as at 31 March 2003 and market rates on the same date.

Amounts in NOK million	Up to 1 month	From 1 month to 3 months	From 3 months to 1 year	From 1 year to 5 years	Over 5 years	Total
Trading portfolio						
NOK	2	10	15	27	23	20
USD	1	1	1	9	2	8
EURO	0	10	6	0	3	2
GBP	0	0	0	0	0	0
Other currencies	1	2	4	6	2	7
Banking portfolio						
NOK	3	1	2	34	37	71
Total						
NOK	1	9	13	61	14	52
USD	1	1	1	9	2	8
EURO	0	0	0	0	0	0
GBP	0	0	0	0	0	0
Other currencies	1	2	4	6	2	7

The table does not include administrative interest rate risk and interest rate risk relating to non-interest-earning assets

Life Insurance - Vital

Vital Forsikring offers group pension schemes to businesses and the public sector. In the retail market, long-term savings alternatives are offered in the form of individual pension agreements and annuities.

Life insurance operations in the DnB Group are represented by Vital Forsikring ASA including subsidiaries and the sister company Vital Link AS. Bjørn Østbø, group executive vice president, is the head of Life Insurance - Vital.

Vital aspires to build a leading position within pension savings in Norway. Alone or in cooperation with others, the company will, in a cost-efficient manner, develop, sell and deliver the best savings and insurance solutions for companies, retail customers and the public sector.

Financial performance

<i>Amounts in NOK million</i>	1Q03	4Q02	3Q02	2Q02	1Q02	2002	2001
Interest result ¹⁾	110	69	(5)	(602)	543	5	1 114
Risk result ²⁾	(24)	(29)	(6)	112	(37)	40	(147)
Administration result	(8)	(80)	(27)	(2)	(29)	(138)	(158)
Other	(42)	(3)	(13)	-	(23)	(39)	(46)
Transferred from / (to) security reserve ³⁾	(1)	69	-	(1)	(3)	65	245
Profit for allocation ⁴⁾	36	26	(51)	(494)	451	(67)	1 008
Funds transferred to policyholders	51	(2)	-	(331)	334	1	697
Tax charge / (revenues)	(17)	(17)	(8)	(78)	15	(88)	(17)
Profit Vital Forsikring	2	45	(42)	(85)	102	20	328
Net profit/(loss) in Vital Link	0	(18)	(7)	(9)	1	(33)	11
Net profit/(loss) from Vital	2	27	(49)	(94)	103	(13)	339
Goodwill amortisation Vital Forsikring	25	25	25	25	25	101	101
Net profit/(loss) from Vital in the group accounts	(23)	1	(74)	(119)	77	(114)	238
+ Goodwill amortisation Vital Forsikring	25	25	25	25	25	101	101
+ Adjustment of allocated capital in excess of recorded capital ⁵⁾	18	14	20	30	30	95	152
+ Taxes	(17)	(24)	(11)	(81)	15	(101)	(18)
Pre-tax operation profits for the business area	3	17	(39)	(145)	148	(19)	473

1) For developments in financial result, the asset mix and returns, see tables pages 57, 59 and 60.

2) Disability provisions are expected to be increased by around NOK 600 million in the course of 2003, of which NOK 147 million was charged to the first-quarter accounts.

3) After approval by the Banking, Insurance and Securities Commission, Vital transferred funds exceeding the minimum requirement from the security reserves. The remaining security reserve totalled NOK 106 million at the end of March 2003.

4) Profit for allocation to the owner and taxes for products 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
- 0.38 per cent of policyholders' funds
- 12 per cent of effective risk premium adjusted for survival risk on contracts providing sufficient profits

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

5) Allocated capital represents ownership risk for Vital and is based on DnB's risk assessment model.

Extracts from balance sheets and key figures ¹⁾

<i>Amounts in NOK million</i>	1Q03	4Q02	3Q02	2Q02	1Q02	2002	2001
Policyholders' funds	70 873	68 504	68 888	68 594	69 320	68 504	65 908
Solvency capital ²⁾	6 158	5 701	4 580	5 389	7 554	5 701	7 445
Return on equity	0.3	3.4	(6.2)	(12.1)	13.2	(0.4)	11.7

1) Figures refer to the end of the accounting periods.

2) Vital Forsikring. For the composition of solvency capital, see table on page 60.

Financial result – Vital Forsikring

<i>Beløp i millioner kroner</i>	1Q03	4Q02	3Q02	2Q02	1Q02	2002	2001
Net result from equities	(392)	220	(2 432)	(3 387)	221	(5 378)	(3 277)
Net result from other asset classes	1 122	1 191	2 000	2 059	862	6 112	3 944
Value-adjusted financial result ¹⁾	730	1 411	(432)	(1 328)	1 083	734	667
Guaranteed return on policyholders' funds	620	651	602	586	593	2 432	2 254
Financial result	110	760	(1 034)	(1 914)	490	(1 698)	(1 587)
+ From securities adjustment reserve	0	0	0	0	53	53	2 700
+ Covered by (-transferred to) additional allocations ²⁾	0	(691)	1 029	1 312	0	1 650	1
Recorded interest result	110	69	(5)	(602)	543	5	1 114

1) Before change in unrealised gains / (losses) on long-term securities

2) In accounting for the expected contribution from Vital, DnB takes into consideration Vital's opportunity to cover part of the losses through the reversal of additional allocations in year-end adjustments. In Vital's own accounts, such adjustments cannot be made until 31 December, thus interim figures in the company's accounts during 2002 were less favorable than those reported in the group accounts.

- Weak profits due to stock market developments
- Increased premium income
- Net inflow of transfers
- The cost reduction programme helped bring down costs in first quarter
- Strong increase in solvency capital
- The risk result includes a NOK 147 million increase in disability provisions

Premium income

<i>Amounts in NOK million</i>	1Q03	4Q02	3Q02	2Q02	1Q02	2002	2001
Single premiums	975	700	936	618	621	2 875	1 951
Annual premiums	2 052	414	732	447	2 021	3 614	3 287
Total premiums	3 027	1 114	1 668	1 065	2 642	6 489	5 238
Inflow of reserves	779	657	407	393	949	2 406	3 541
Outflow of reserves	342	340	243	197	232	1 012	1 002
Net premiums paid	3 464	1 431	1 832	1 261	3 359	7 883	7 777
Outflow of premiums	342	340	243	197	232	1 012	1 002
Total premium income	3 806	1 771	2 075	1 458	3 591	8 895	8 780
Sale of individual policies through DnB's distribution network (%)	37.9	45.2	52.0	51.0	43.0	43.6	50.4

Market shares

<i>Per cent</i>	31 Dec. 2002	30 Sept. 2002	30 June 2002	31 March 2002	31 Dec. 2001
Of total premiums due	17.1	17.7	21.2	24.8	15.1
Of total premium plus inflow of premium reserves	18.5	18.5	22.2	24.5	20.5
Of new business	36.5	33.1	29.3	27.2	32.9
Of insurance funds	18.9	18.9	19.3	19.4	18.8
Of insurance funds for unit linked products	35.5	34.0	34.4	35.1	33.9

All premiums include reserves transferred from other life insurance companies

Source: Association of Norwegian Financial Managers in the Finance Sector / FNH / DnB

Products and organisation

Vital offers:

- Group pension schemes to businesses, adapted to customer needs for defined-benefit, defined-contribution and single premium pension schemes
- Long-term savings alternatives in the form of individual pension agreements and annuities in the retail market
- Products are offered with guaranteed returns or provided by Vital Link with a choice of investment profile (unit linked)
- Group life, endowment and personal insurance
- Savings products from other units in the DnB Group, including investment funds from DnB Investor and equity-linked bonds from DnB Markets

Vital is represented nationwide through its sales offices, on the Internet, through DnB and Postbanken's distribution networks and independent agents.

Changes made in the management structure of life insurance operations in 2002 included the establishment of business units for corporate clients, individual clients and the public sector as profit centres.

Employees

- Vital gives priority to retaining skilled employees and developing high levels of competence within insurance products, management and other relevant areas of expertise
- Vital staff comprised 621 full-time positions as at 31 March 2003, down from 626 a year earlier

Development in full-time positions:

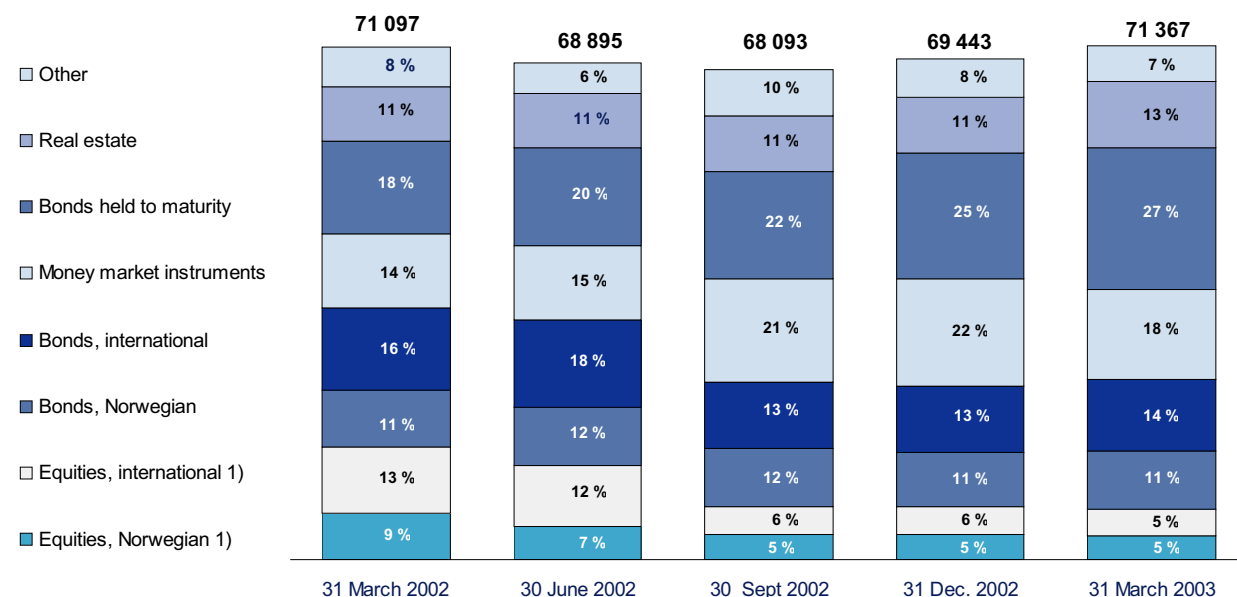
	31 March 2003	31 Dec. 2002	30 Sept. 2002	30 June 2002	31 March 2002
Vital Forsikring	591	602	604	604	601
Vital Link	30	30	31	27	25
Total	621	632	635	631	626

Cross-sales/cooperation

- By taking advantage of the strength of the DnB Group's total distribution network, Vital will be well placed to enjoy continued market progress
- Vital's growth in the retail market is not least due to the company's extensive distribution network, where DnB channels play a principal role
- In first quarter of 2003, DnB accounted for 38 per cent of the sales of Vital's products in the retail market, compared with 43 per cent in the same period in 2002

Balance sheets – Vital Forsikring

	31 March 2003	31 Dec. 2002	30 Sept. 2002	30 June 2002	31 March 2002
<i>Amounts in NOK million</i>					
Financial assets					
Norwegian equities ¹⁾	3 228	3 544	3 477	4 671	6 351
International equities ¹⁾	3 757	3 856	3 851	8 415	9 290
Norwegian bonds	8 050	7 484	8 171	8 091	7 848
International bonds	9 881	9 119	9 090	12 182	11 450
Money market instruments	12 626	15 039	14 421	10 254	10 196
Bonds held to maturity	19 598	17 398	14 878	13 466	13 027
Real estate	9 130	7 735	7 699	7 579	7 498
Other	5 097	5 268	6 507	4 239	5 436
Total assets	71 367	69 443	68 093	68 895	71 097
Equity	3 016	3 014	628	1 699	3 096
Subordinated loan capital	1 298	1 349	1 423	1 424	1 694
Insurance provisions					
Premium reserve	61 755	59 774	59 010	57 828	57 882
Additional allocations	720	726	2 387	2 400	2 429
Premium fund and pension regulation fund	3 035	3 408	3 382	4 186	4 363
Security reserve	106	105	175	175	173
Other reserves	494	127	293	279	195
Other liabilities	943	940	795	904	1 265
Total equity and liabilities	71 367	69 443	68 093	68 895	71 097
¹⁾ Net equity exposure in Vital Forsikring after entering into derivative contracts	6 397	5 870	5 264	12 350	15 268

Balance sheet – Vital Forsikring*Per cent*

1) After entering into derivative contracts, Vital's equity exposure as at 31 March 2003 was 9 per cent.

Return on assets – Vital Forsikring

<i>Per cent</i>	1Q03	4Q02	3Q02	2Q02	1Q02	2002	2001
Financial assets							
Norwegian equities	(10.2)	3.8	(23.7)	(17.2)	7.8	(29.3)	(12.5)
International equities	(1.2)	1.1	(19.4)	(23.2)	(1.9)	(38.6)	(13.7)
Norwegian bonds	3.4	3.1	4.2	1.3	(0.1)	8.8	7.1
International bonds	2.9	3.0	5.4	3.8	1.1	13.9	9.8
Money market instruments	1.7	2.1	1.9	1.5	1.2	6.9	7.8
Bonds held to maturity	1.7	1.5	1.7	1.7	1.8	6.9	6.9
Real estate	2.1	2.4	2.8	2.1	2.4	10.0	10.2
Total assets ¹⁾	1.1	2.1	(0.7)	(1.8)	1.6	1.2	5.6
Return on assets ²⁾	1.1	2.1	(0.6)	(1.9)	1.6	1.2	1.3
Value-adjusted return on assets, annualised ²⁾	4.3	8.6	(2.4)	(7.0)	6.4	1.2	1.3
Value-adjusted return on assets, annualised ³⁾	7.2	12.0	(2.4)	(7.0)	6.7	1.8	1.2

1) Excluding changes in unrealised gains on financial assets and changes in value of bonds held to maturity.

2) Excluding changes in value of bonds held to maturity.

3) Including changes in value of bonds held to maturity.

Solvency capital ¹⁾ – Vital Forsikring

<i>Amounts in NOK million</i>	31 March 2003	31 Dec. 2002	30 Sept. 2002	30 June 2002	31 March 2002
Interim profit/(loss)	2	-	(2 366)	(1 295)	451
Additional allocations	720	726	2 387	2 400	2 429
Unrealised gains / (losses) on long-term securities	1 018	506	(33)	(309)	(187)
Security reserve	106	105	175	175	173
Subordinated loan capital	1 298	1 349	1 423	1 424	1 694
Equity	3 014	3 014	2 994	2 994	2 994
Solvency capital	6 158	5 701	4 580	5 389	7 554
Buffer capital in excess of 8 per cent minimum capital requirement and additional allocations	2 372	2 428	1 731	2 508	4 103

1) The table above shows the composition of and development in the 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.

Capital adequacy and solvency margin capital – Vital Forsikring

<i>Amounts in NOK million</i>	31 March 2003	31 Dec. 2002	30 Sept. 2002	30 June 2002	31 March 2002
Capital adequacy ¹⁾					
Total eligible primary capital	3 864	3 927	4 062	4 122	4 206
Capital ratio (per cent)	14.0	14.8	15.3	13.1	12.4
Core capital	2 772	2 767	2 832	2 872	2 852
Core capital (per cent)	10.0	10.4	10.7	9.1	8.4
Solvency margin capital ²⁾					
Solvency margin capital	4 272	4 337	4 177	4 759	5 501
Solvency margin capital exceeding minimum requirement	1 476	1 542	1 519	2 092	2 834

1) 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

2) 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

Asset management

DnB Asset Management provides investment fund and discretionary portfolio management services to Norwegian and Nordic corporate customers, the public sector, private pension funds and retail customers. Anders Kvist, group executive vice president, heads the business area.

DnB Asset Management seeks to provide first-class returns on customer funds within the preferred risk profile and investment horizon. DnB aspires to be the leading asset manager for customers primarily in the Nordic region, providing sound long term returns and a high level of service based on a thorough understanding of customer needs.

Extracts from profit and loss accounts ¹⁾

<i>Amounts in NOK million</i>	1Q03	1Q02	2002	2001
Net interest income	19	4	52	22
Commission income and other income from retail customers	37	64	459	297
Commission income and other income from institutional clients	106			
Total income	162	67	511	320
Operating expenses	129	82	476	335
Pre-tax operating profit/(loss)	33	(15)	35	(16)

Assets under management ^{1) 2)}

Institutional	290	81	271	77
- of which Vital	64	63	63	61
Retail	19	20	20	20
Total	308	101	291	96

Key figures

Cost/income ratio excl. goodwill	79.4	122.5	93.2	103.7
Return on equity (% p.a.) ³⁾	8.7	(13.9)	3.8	(2.9)

1) Including SAM as from 1 June 2002.

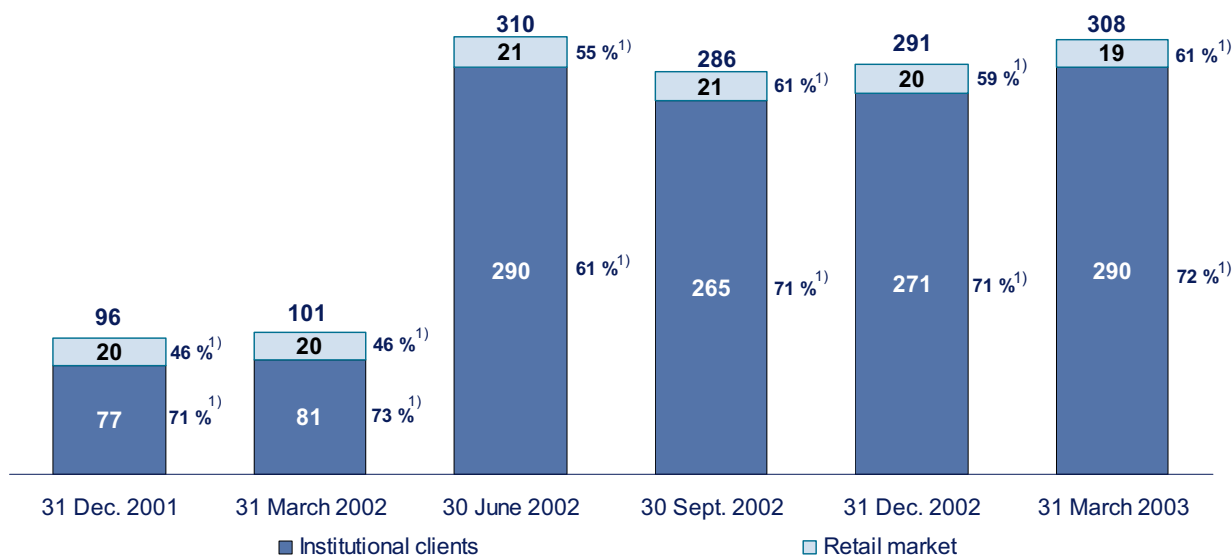
2) Assets under management at end of period.

3) Profits from SAM have been annualised.

- Total income increased by NOK 95 million from 1Q02 to 1Q03 due to the acquisition of SAM
- Margins in the retail market were depressed due to a higher relative share of investments in low-margin fixed-income funds and money market funds
- Expenses were reduced somewhat ahead of plan due to the restructuring and streamlining of operations
- During the first quarter NOK 49 million of restructuring provisions were utilised, leaving NOK 59 million in such provisions at the end of the quarter

Assets under management

NOK billion



The increase of funds under management as at 30 June 2002 relates to the acquisition of Skandia Asset Management

¹⁾ Share of total funds invested in fixed-income funds and money market funds

The reduction in equities relative share of total assets under management was the result of weak equity markets, reallocation of investments from equities to fixed-income/money market funds and net flows predominantly directed to fixed income/money market funds.

Changes in assets under management**Net inflow**

Amounts in NOK million	1Q03 ¹⁾	1Q02	2002	2001
Retail market	348	619	(255)	(700)
Institutional clients	5 084	2 852	3 069	3 039
Total	5 432	3 471	2 844	2 339

¹⁾ Including dividends of NOK 957 million, of which NOK 650 million refers to retail and NOK 307 million to institutional clients

- Net inflow increased assets under management by NOK 5.4 billion, 1.9 per cent (non-annualised.) New mandates were won in both Sweden and Norway
- Market developments led to a 0.4 per cent reduction in assets under management measured in the customers' base currency
- The depreciation of NOK against other currencies, specifically SEK, increased assets under management by 5 per cent
- During the first quarter, Morgan Stanley's global equity index (MSCI World) fell by 6.2 per cent measured in local currency
- The stock exchanges in Stockholm (OMX) and Oslo (OSEBX) declined by 7.2 and 9.7 per cent respectively

Investment returns on assets under management

- Returns on a number of major client portfolios and funds outperformed relevant benchmarks

Customers/markets

- DnB Asset Management provides investment fund and discretionary portfolio management services to Norwegian and Nordic corporate customers, the public sector, private pension funds and retail customers
- Brand names
 - DnB Asset Management in the Norwegian and Swedish institutional markets
 - DnB Investor in the Norwegian retail market
 - Carlson in the Swedish institutional and retail markets
- Around 400 institutional clients and a leading position in the institutional market in both Norway and Sweden
- The largest clients are Skandia Liv and Vital
- The number of customer relationships in the retail market, calculated as the aggregate number of investments made or mandates per customer, was over 773 000 at the end of the first quarter of 2003. This includes more than 174 000 savings agreements
- Market shares
 - DnB Investor (mutual funds in Norway) 23.9 per cent, being the largest mutual fund manager in Norway
 - Carlson Fonder (mutual funds in Sweden); among the ten largest mutual fund managers in Sweden

Products

- Mutual funds
 - a total of 116 DnB funds in Norway and Sweden, of which 32 had received the top or second highest ranking from the rating company Morningstar
- Discretionary portfolio management
- Management and monitoring of investment portfolios
- Advising customers with respect to asset allocation and risk levels

Organisation

- The implementation of a unified international asset management operation and the global organisation of securities operations and support functions is ahead of plan and is expected to be completed for the most part by the end of 2003
- A combination of regional and sector-oriented management teams with presence in all major financial markets
- While customer activity is concentrated in Norway and Sweden, investment operations are also conducted out of London, New York, Hong Kong and Madras in India, in order to provide first-rate international asset management
- Asset management services are provided through channels adapted to the various markets:

Retail customers in Norway	• DnB's extensive network of branches, post offices and regional financial services centres • the Internet • external channels including brokers and investment advisers
Retail customers in Sweden and Germany	• local distributors
Institutional market in Sweden and Norway	• the business area's own sales force and, in Norway, through cooperation with Corporate Banking

Employees

- Staff reductions corresponding to around 38 full-time positions in the first quarter of 2003
- 290 full-time positions at end of quarter
- Additional staff reductions will be implemented in 2003
- Subsequent to the staff reductions, around 60 per cent of the employees will work within investment management, analysis, advisory services and sales

Cooperation with other group entities

- DnB's extensive network represents the major distribution channel to the Norwegian retail market
- DnB Asset Management and Corporate Banking cooperate in providing a complete range of financial services to corporate customers
- DnB Asset Management manages Vital's equity and bond portfolios
- DnB Asset Management cooperates with other group entities in developing products adapted to the various markets

DnB Investor**Mutual funds**

	31 March 2003		31 Dec. 2002		30 Sept. 2002		30 June 2002		31 March 2002	
	Fund capital	Market share	Fund capital	Market share	Fund capital	Market share	Fund capital	Market share	Fund capital	Market share
<i>Amounts in NOK million ¹⁾ and per cent ²⁾</i>										
Equity funds (Norwegian)	3 844	19.8	4 432	20.2	4 211	19.9	5 883	20.2	6 809	17.9
Equity funds (international)	3 827	16.9	4 142	17.7	4 322	18.1	5 753	17.8	5 873	15.1
Balanced funds	1 005	43.8	1 096	42.9	1 212	46.3	1 510	46.5	1 694	42.7
Fixed-income funds	1 811	12.6	1 622	12.8	1 607	13.4	1 968	16.4	1 048	9.0
Money market funds	14 811	31.3	14 646	31.7	14 661	31.3	14 062	31.4	11 481	26.7
Total mutual funds	25 299	23.9	25 939	24.2	26 013	24.4	29 175	24.1	26 906	19.9
of which Skandia Fondsforvaltning AS ³⁾					3 363	3.2	4 129	3.4	-	-

1) Including mutual funds acquired in connection with the acquisition of Skandia Asset Management as from 1 June 2002.

2) Source: Norwegian Mutual Fund Association

3) Skandia Fondsforvaltning AS was merged with DnB Investor AS on 1 October 2002.

Nordlandsbanken

Nordlandsbanken, headed by Morten Støver, serves shipping customers, small and medium-sized companies and the retail market.

Operations focus on the market in Northern Norway, and the bank will be a regional bank headquartered in Bodø, aiming to become the best financial partner for customers in the northernmost part of Norway by combining local presence, DnB and Nordlandsbanken's joint expertise and DnB's extensive product range.

In the first quarter, preparations were made to locate operations in Bodø in common premises and establish a trading desk for equities, bonds and capital market activities, as well as to implement the merger of DnB Finans and Nord Finans. Nordlandsbanken's operations in Oslo will be coordinated with corresponding DnB operations in the area during the second quarter of the year.

As from the second quarter of the year, operations and reporting of Nordlandsbanken will be integrated with DnB's existing business areas.

Figures for Nordlandsbanken presented below are based on DnB's valuation of Nordlandsbanken's balance sheet as at 31 December 2002 and are prepared in accordance with DnB's accounting principles for business areas. See section 1 for details concerning the accounting treatment of the acquisition.

Financial performance ¹⁾

<i>Amounts in NOK million</i>	<i>1Q03</i>
Net interest income	150
Net other operating income	35
Total income	185
Operating expenses	97
Pre-tax operating profit before losses	88
Net losses	3
Pre-tax operating profit	85
Net lending to customers (NOK billion)	24.4
Deposits from customer (NOK billion)	9.2
Cost/income ratio excl. goodwill (%)	52.5
Ratio of deposits to lending (%)	37.5
Return on equity (% p.a.)	11.3

1) Excluding amortisation of goodwill and funding costs related to the acquisition and including interest on allocated equity.

- Net other operating income:
 - Net gain on foreign exchange and financial instruments NOK 11 million
 - Net commissions and fees NOK 16 million
 - Income from real estate broking NOK 5 million
 - Operating income from real estate NOK 2 million
- Loan losses in the first quarter refer to retail customers
- Net problem commitments amounted to NOK 2.2 billion as at 31 March 2003

Customers and market development

- Around 8 000 active corporate customers
- Around 54 000 active retail customers
- The market situation continued to represent major challenges for some of Nordlandsbanken's customers in the first quarter
- During the quarter, Nordlandsbanken acquired all shares in the fish-farming and processing company Dåfjord Laks. The transaction did not give rise to additional loan-loss provisions

Staff

- 386 full-time positions as at 30 March 2003, including 40 positions in subsidiaries
- Around 50 employees at the Oslo office will be transferred to other DnB operations in the Oslo area in the second quarter of the year

Cooperation with other group entities

The integration of Nordlandsbanken with DnB's other operations will ensure close cooperation with respect to products and markets, and the transition to DnB's routines and systems. Priority will be given to fully adopting DnB's credit policy and processes.

Section 4

Shareholder information

Equity-related data

Key figures

	1Q03	2002	2001 ¹⁾	2000	1999 ²⁾
Shares outstanding at end of period (1 000)	769 631	769 631	770 591	778 658	907 789
Average number of shares (1 000)	769 631	770 155	774 773	778 658	652 013
Average no. of shares - accounting basis (1 000)	769 631	770 155	774 773	778 658	675 039 ³⁾
Average no. of shares - fully diluted (1 000) ⁴⁾	769 631	774 531	779 972	781 400	-
Earnings per share (NOK)	0.65	3.03	5.29	5.16	4.01
EPS excluding goodwill (NOK)	0.76	3.31	5.47	5.33	4.25
EPS fully diluted (NOK)	0.65	3.01	5.26	5.14	-
Return on equity (per cent)	7.6	8.6	15.9	17.0	14.4
RARORAC (per cent)	10.3	10.4	14.3	15.7	14.5
Price/earnings ratio ⁵⁾	n/a	8.07	7.63	9.21	8.20
Price/book value	0.83	0.90	1.20	1.55	1.38
Dividend per share (NOK)	n/a	2.40	2.40	2.25	1.75
Dividend yield (per cent) ⁵⁾	n/a	7.36	5.94	4.74	5.32
Equity per share (NOK)	34.59	36.34	33.53	30.71	23.88

1) Pro forma figures

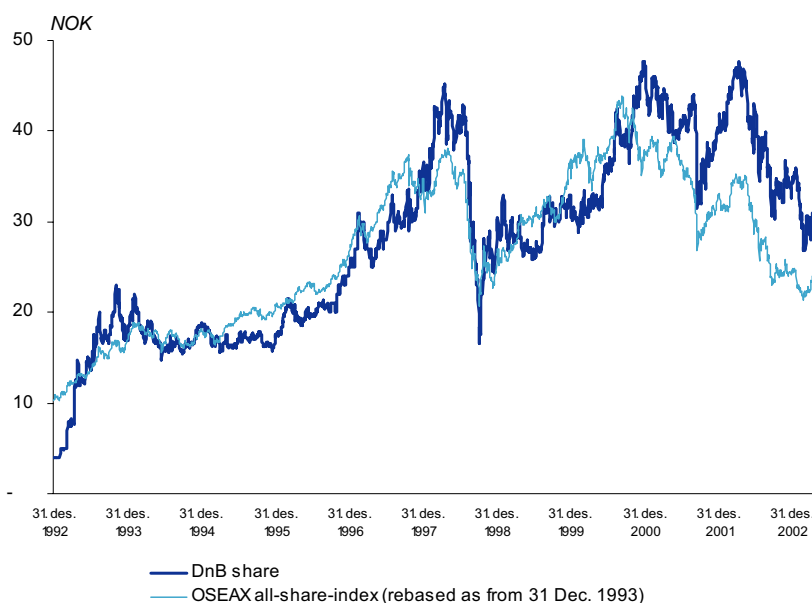
2) Including the effect of the cancellation of shares at the AGM 2002 (8 067 420 shares)

3) An average of 652 013 158 shares were outstanding in 1999

4) Based on the dilution effect of 26 438 000 shares from an employee option scheme linked to a Nordic financial institution index which includes Gjensidige NOR Sparebank, Sparebanken Midt-Norge, Danske Bank, SEB, Svenska Handelsbanken and Nordea

5) Based on share price at end of period and annualised EPS by quarter reporting

Share price development

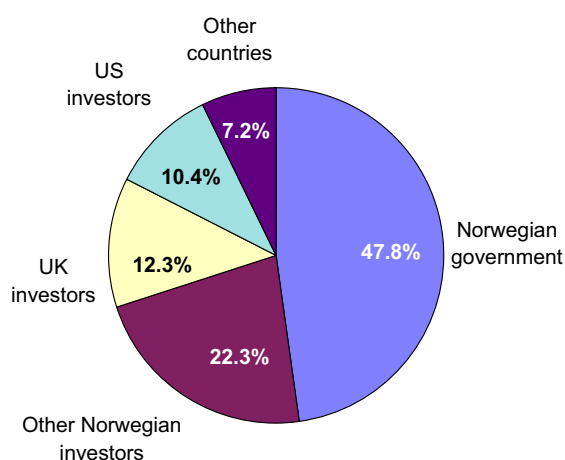


Shareholder structure as at 31 March 2003

Major shareholders

		Shares in 1 000	Ownership in %
Government Bank Investment Fund		368 158	47.78
Folketrygdfondet		28 320	3.68
JPMorgan Chase Bank, treaty acc.	NOM	24 172	3.14
Fidelity Funds, Europe fund		18 950	2.46
State Street Bank, clients omnibus D	NOM	17 249	2.24
The Northern Trust, treaty acc.	NOM	16 670	2.16
Orkla ASA		14 609	1.90
Deutsche Bank Trust, US Treaty	NOM	10 830	1.41
Citibank, UK Residents Client Acc.	NOM	10 596	1.38
DnB Employee Fund		8 000	1.04
Deutsche Bank AG, London		7 987	1.04
SEB Merchant banking		7 557	0.98
Fidelity Funds, low-price fund		7 200	0.93
Boston Safe dep & trust	NOM	6 731	0.87
JPMorgan Chase Bank, Fidelity lending	NOM	5 440	0.71
MSF - Mutual Discovery Fund		5 430	0.70
Fidelity funds, Nordic fund		4 188	0.54
Gjensidige NOR Spareforsikring		4 093	0.53
Arendals Fossekompani		3 915	0.51
Storebrand Liv		3 899	0.51
Total largest shareholders		573 995	74.49
Other		196 596	25.51
Total		770 590	100.00

Shareholder structure



Section 5

The Norwegian economy

The Norwegian economy

Key macro-economic indicators

<i>Per cent</i>	2002	2003	2004	2005
GDP growth				
- Norway, total	1.0	0.2	1.4	1.7
- Mainland Norway	1.3	0.9	2.1	2.3
Private consumption	3.3	2.5	2.8	3.1
Gross fixed investment	(3.3)	(1.7)	0.6	0.2
Inflation (CPI)	1.3	2.8	1.4	2.4
Savings ratio ¹⁾	7.4	6.4	7.5	7.8
Unemployment rate	3.9	4.5	4.7	4.4
Current account ²⁾	13.7	11.6	9.2	9.1
Net foreign assets ^{2) 3)}	45.4	56.7	66.9	75.5
General government budget balance ^{2) 3)}	12.4	10.1		

1) Per cent of disposable income

2) Per cent of GDP

3) Source: Ministry of Finance

Source: DnB Markets

Financial market growth

	31 Dec. 1999	31 Dec. 2000	31 Dec. 2001	31 Dec. 2002
<i>Percentage change from previous year</i>				
Credit ¹⁾				
Total	9.0	13.6	7.5	4.5
- of which commercial and savings banks	9.3	14.5	9.9	6.5
Total retail market	9.3	12.1	12.5	11.2
Total corporate market	8.9	14.3	4.7	0.5
Savings				
Total ²⁾	13.6	10.7	6.1	4.8
- of which commercial and savings banks	11.0	10.2	9.0	7.7
Total retail market ³⁾	16.6	11.1	7.8	8.0
Total corporate market ⁴⁾	13.5	10.6	8.1	2.0

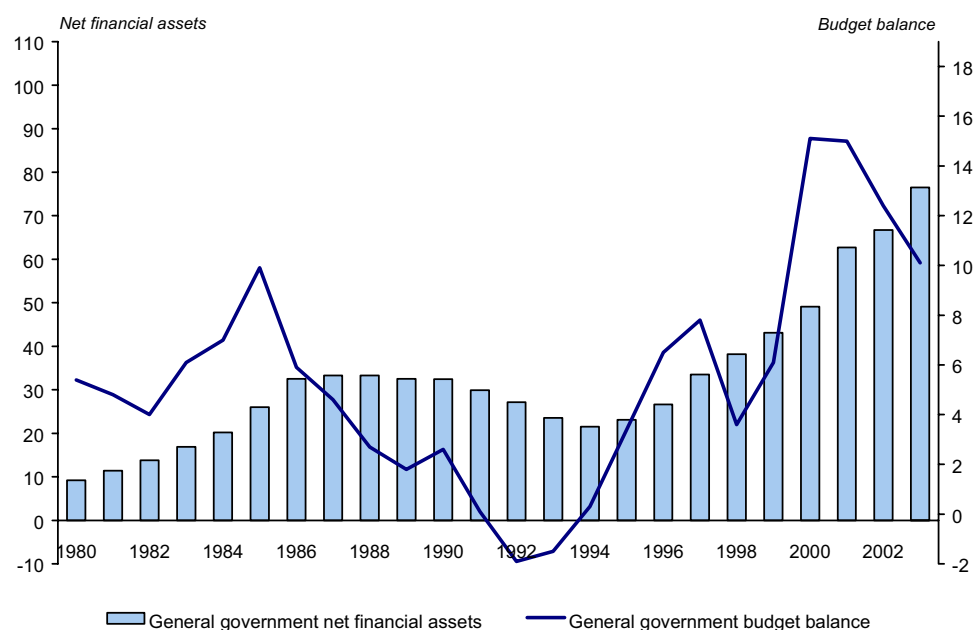
1) Commercial and savings banks, state banks, insurance companies, mortgage institutions, finance companies, bonds, commercial paper, money market loans, foreign institutions

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, insurance premiums recorded as income over the last 12 months, equity-linked bonds

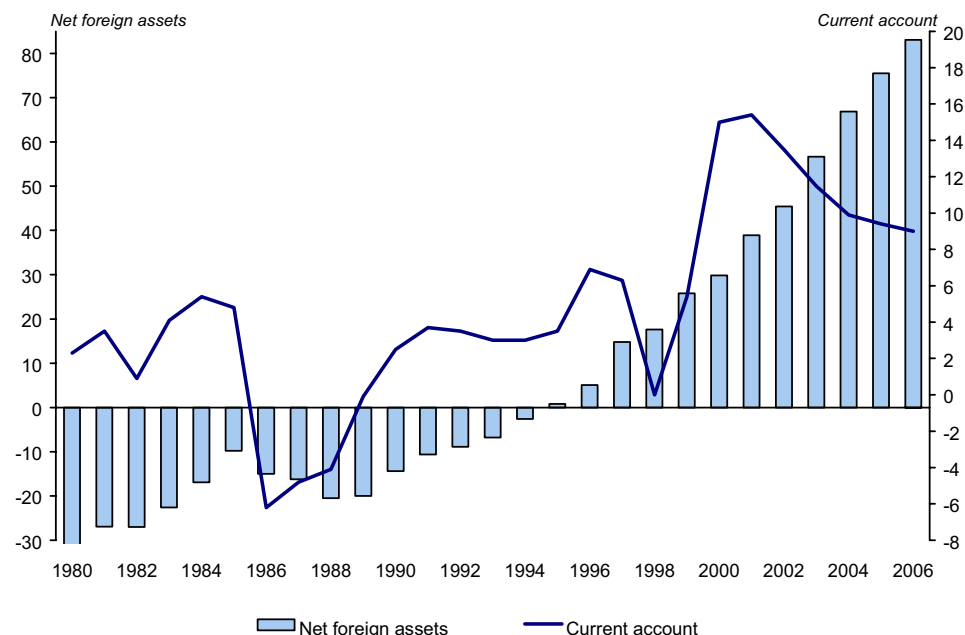
4) Deposits in commercial and savings banks, participation in mutual funds, insurance premiums recorded as income over the last 12 months

General government's financial position ¹⁾ (Per cent of GDP)



Source: Ministry of Finance

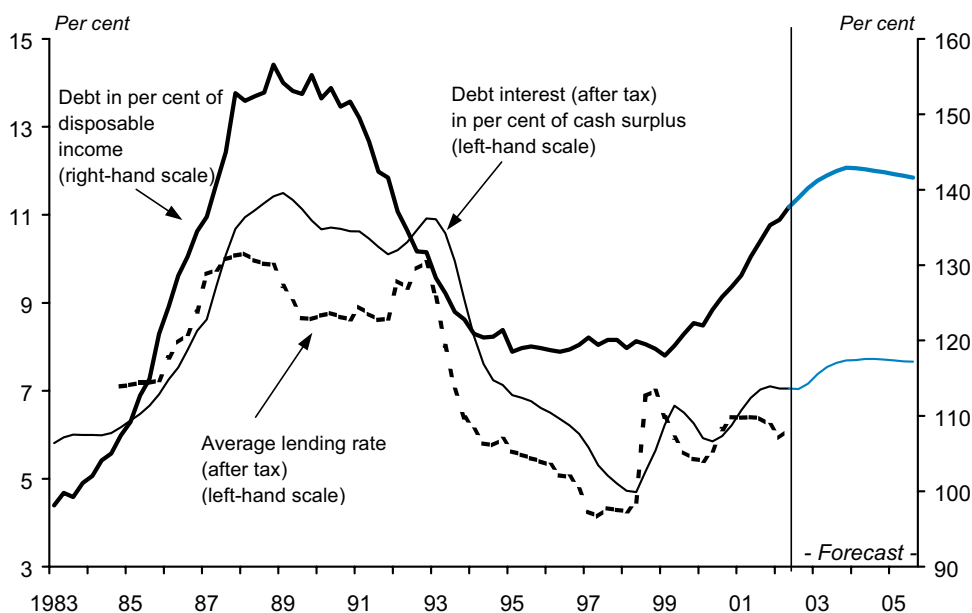
Current account and net foreign assets (incl. private sector) ¹⁾ (Per cent of GDP)



Source: Ministry of Finance

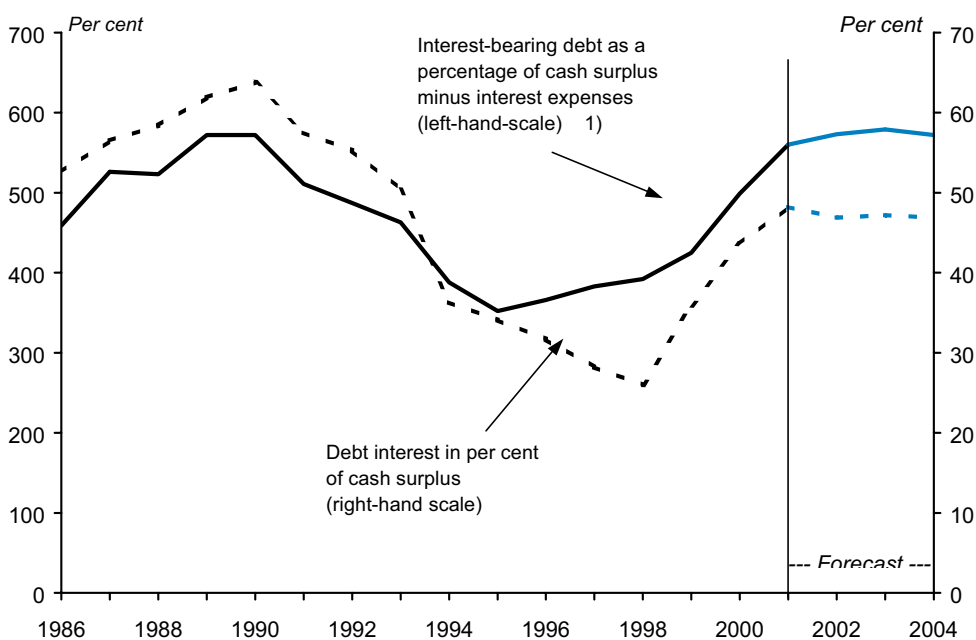
¹⁾ The projections are based on an assumed oil price of NOK 200 per barrel in 2002, NOK 180 in 2003 and NOK 146 in 2006. (The oil price in December 2002 was NOK 197 per barrel and in March 2003 NOK 218)

Household debt servicing capacity



Source: Norges Bank

Private non-financial enterprises excl. petroleum and shipping



Source: Norges Bank

- 1) Interest-bearing debt is defined as loans from domestic and financial institutions and from the bond and short-term paper markets. Cash surplus is defined as the sum of value added and wealth income less wages and tax. Interest expenses are deducted from the cash surplus to provide a measure of the sector's ability to make principal payments.

