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DNB BANK

– a company in the DNB Group

Second quarter and first half report 2013

(UNAUDITED)

DNB

Financial highlights

DNB Bank Group

Income statement *Amounts in NOK million*	2nd quarter 2013	2nd quarter 2012 1)	1st half 2013	1st half 2012 1)	Full year 2012 1)
Net interest income	7 538	6 736	14 466	13 456	27 557
Net commissions and fees, core business 2)	*1 399*	*1 336*	*2 510*	*2 406*	*4 768*
Net financial items	*2 091*	*3 272*	*3 906*	*3 060*	*7 079*
Net other operating income, total	3 489	4 608	6 416	5 466	11 847
Total income	11 027	11 344	20 883	18 922	39 404
Operating expenses	4 752	4 749	9 462	9 392	19 084
Non-recurring effects	613	21	614	9	42
Expenses relating to debt-financed structured products	0	0	450	0	0
Impairment losses for goodwill and intangible assets	0	0	0	0	85
Pre-tax operating profit before impairment	5 663	6 574	10 357	9 521	20 194
Net gains on fixed and intangible assets	(10)	37	(6)	43	(1)
Impairment of loans and guarantees	937	685	1 674	1 469	3 179
Pre-tax operating profit	4 716	5 926	8 677	8 096	17 013
Taxes	1 335	1 582	2 456	2 168	4 516
Profit from operations held for sale, after taxes	(7)	92	3	92	96
Profit for the period	**3 374**	**4 436**	**6 224**	**6 020**	**12 593**

Balance sheet *Amounts in NOK million*	30 June 2013	31 Dec. 2012 1)	30 June 2012 1)
Total assets	2 257 439	2 013 444	2 124 078
Loans to customers	1 339 427	1 308 864	1 320 587
Deposits from customers	1 005 181	819 945	861 104
Total equity	116 977	116 190	107 219
Average total assets	2 211 842	2 113 512	2 086 133

Key figures *Per cent*	2nd quarter 2013	2nd quarter 2012 1)	1st half 2013	1st half 2012 1)	Full year 2012 1)
Return on equity, annualised	11.5	17.0	10.7	11.8	11.8
Combined weighted total average spread for lending and deposits	1.27	1.17	1.23	1.16	1.18
Cost/income ratio	48.6	42.0	50.4	49.7	48.5
Impairment relative to average net loans to customers, annualised	0.28	0.20	0.26	0.22	0.24
Common equity Tier 1 capital ratio, transitional rules, at end of period 3)	10.6	9.7	10.6	9.7	10.5
Tier 1 capital ratio, transitional rules, at end of period 3)	10.9	10.3	10.9	10.3	10.8
Capital ratio, transitional rules, at end of period 3)	12.3	11.9	12.3	11.9	12.4

1) *Due to changes in principles, some comparative figures have been restated. See further details in note 1 Accounting principles.*
2) *Includes commissions and fees related to money transfers and interbank transactions, asset management services, credit broking, real estate broking, custodial services and securities trading as well as sale of insurance products and other commissions and fees from banking services.*
3) *Including 50 per cent of profit for the period, except for the full year figures.*

There has been no full or partial external audit of the quarterly directors' report and accounts

Second quarter and first half report 2013

Directors' report

Introduction

Second quarter 2013

The DNB Bank Group[1)] recorded profits of NOK 3 374 million in the second quarter of 2013, down NOK 1 062 million from the second quarter of 2012. Adjusted for the effect of basis swaps, profits declined by NOK 222 million. Wider lending spreads had a positive impact on profits, while non-recurring restructuring expenses of NOK 532 million offset profit growth. Consequently, there was significant underlying growth in profits during the quarter. Lending growth was reduced in consequence of weaker demand for bank financing. There was increased activity in the market for bond financing.

The banking group's common equity Tier 1 capital has been increased by NOK 11 billion over the past 12 months, partly due to higher net interest income. The common equity Tier 1 capital ratio, calculated according to the transitional rules, has risen from 9.7 per cent in the second quarter of 2012 to 10.6 per cent, including 50 per cent of interim profits. Parallel to this, the capital build-up gave a reduction in the return on equity from 17.0 per cent in the second quarter of 2012 to 11.5 per cent. Adjusted for the effect of basis swaps, return on equity was reduced from 14.0 to 11.7 per cent. The new capital requirements will require a further significant increase in Tier 1 capital. The banking group is well capitalised, but will build additional capital organically in accordance with the authorities' requirements.

Wider lending spreads contributed to a 11.9 per cent rise in net interest income from the second quarter of 2012. Parallel to this the prolonged decline in deposit spreads was reversed. Volume-weighted spreads were up 0.10 percentage points from the second quarter of 2012 and 0.08 percentage points from the first quarter of 2013.

Other operating income was NOK 1 119 million lower than in the second quarter of 2012. Adjusted for the effect of basis swaps, however, there was an increase of NOK 47 million. There was a healthy trend in income from commissions and fees, while income from foreign exchange and interest rate instruments was reduced compared with the second quarter of 2012.

Operating expenses rose by NOK 594 million from the second quarter of 2012. Adjusted for restructuring expenses and other non-recurring effects, operating expenses increased by NOK 2 million. There was a rise in expenses related to IT development activity, while the banking group's restructuring measures have started to have significant cost-reducing effects in the accounts. This effect will increase over the coming quarters. The number of full-time positions was reduced by approximately 950 from the second quarter of 2012.

At NOK 937 million, impairment losses on loans and guarantees were somewhat higher than in the second quarter of 2012 and the first quarter of 2013, but lower than in the fourth quarter of 2012. Impairment losses within shipping were still relatively high compared with other segments served by the bank, though there was a reduction from the preceding quarters.

During the quarter, the banking group opened three flagship stores. Prime locations in the large cities, longer opening hours, innovative digital banking tools and good advisory services will give customers a better experience.

DNB and Norway Post have agreed to extend the agreement which ensures that the banking group's customers can be serviced in the postal network. The parties have entered into a new agreement which will run until year-end 2019.

In June, DNB was the first bank in Norway to introduce a new service, "Max 500", enabling transfers of up to NOK 500 without the use of a code device. Transfers are made through the mobile bank or via a mobile text message and will considerably simplify payment transfers for customers.

In May, the portfolio in Poland comprising personal customers and small and medium-sized enterprises was transferred to a Polish bank in line with the sales agreement previously entered into. The transaction also entailed the transfer of 38 branch offices and approximately 250 employees. The transfer is a consequence of the decision to focus on the largest corporate customers in the Polish market.

The Indian company Tata Consultancy Services, TCS, has been selected as the banking group's future provider of IT development and maintenance services. The banking group thus aims to achieve higher cost efficiency and greater flexibility.

1) DNB Bank ASA is a subsidiary of DNB ASA and part of the DNB Group. The DNB Bank Group, hereinafter called "the banking group", comprises the bank and the bank's subsidiaries. Other companies owned by DNB ASA, including DNB Livsforsikring, DNB Skadeforsikring and DNB Asset Management, are not part of the banking group. Operations in DNB ASA and the total DNB Group are not covered in this report but described in a separate report and presentation.

First half 2013

The banking group recorded profits of NOK 6 224 million in the first half of 2013, up NOK 204 million from the first half of 2012. Adjusted for the effect of basis swaps, there was a NOK 540 million reduction. Wider lending spreads had a positive effect on profits, while narrower deposit spreads and non-recurring expenses related to the restructuring of the DNB Group's operations and to certain debt-financed structured products had a negative impact on profits.

Return on equity was 10.7 per cent, down from 11.8 per cent in the January through June period in 2012. Adjusted for the effect of basis swaps, return on equity was reduced from 13.7 to 11.1 per cent.

Wider lending spreads contributed to a rise in net interest income of more than NOK 1 billion or 7.5 per cent from the first half of 2012. Average lending volumes increased by 1.3 per cent from the first half of 2012, while deposits were up 13.6 per cent during the same period. Average volume-weighted spreads widened by 0.07 percentage points during the period.

Other operating income was NOK 950 million higher than in the first half of 2012. Adjusted for the effect of basis swaps, there was a decrease of NOK 83 million. The rise in profits reflected higher commissions and fees.

Operating expenses rose by NOK 1 124 million from the first half of 2012. Adjusted for non-recurring effects, primarily provisions relating to restructuring and certain debt-financed structured products, the increase was NOK 70 million or 0.7 per cent. Ordinary wage costs decreased compared with the first half of 2012, and streamlining measures thus more than compensated for wage inflation during this period. There was a rise in IT expenses parallel to an increase in depreciation, partly related to IT investment in the Baltics.

Impairment losses on loans and guarantees rose by NOK 206 million compared with the first half of 2012. There was a slight reduction in impairment in Retail Banking and in the Baltics and Poland, while there was an increase within shipping, reflecting the sluggish market situation, especially in the tanker, dry bulk and container segments.

Income statement for the second quarter of 2013

Net interest income

Amounts in NOK million	2nd quarter 2013	Change	2nd quarter 2012
Net interest income	7 538	802	6 736
Lending and deposit spreads		802	
Lending and deposit volumes		50	
Long-term funding costs		33	
Guarantee fund levy		(164)	
Other net interest income		81	

Net interest income rose by 11.9 per cent from the second quarter of 2012. Wider lending spreads were the main factor behind the increase, while narrower deposit spreads dampened growth. Average lending spreads widened by 0.34 percentage points, while deposit spreads narrowed by 0.12 percentage points. However, there was a 0.06 percentage point increase in deposit spreads from the first quarter of 2013, which reversed the downward trend seen during the past year and a half. Adjusted for exchange rate movements, there was reduced growth in lending during the quarter, parallel to a continued healthy increase in deposits.

In 2013, the Norwegian authorities introduced permanent guarantee fund levies as one of several measures to strengthen the banking industry and reduce risk for customers. This gave a NOK 164 million increase in expenses for the quarter compared with the year-earlier period.

Net other operating income

Amounts in NOK million	2nd quarter 2013	Change	2nd quarter 2012
Net other operating income	3 489	(1 119)	4 608
Changes in the value of investment property		188	
Net stock market-related income		159	
Real estate broking		35	
Net other commissions and fees		(26)	
Profits from associated companies		(70)	
Net other gains on foreign exchange and interest rate instruments [1)]		(211)	
Basis swaps		(1 166)	
Other operating income		(27)	

1) *Excluding guarantees and basis swaps.*

Net other operating income was reduced by NOK 1 119 million from the second quarter of 2012. Adjusted for the effect of basis swaps, there was a NOK 47 million increase in income. There was a rise in income from investment property and stock market activities, which partially reflected the improved financial market situation. On the other hand, income from mark-to-market adjustments of foreign exchange and interest rate instruments was reduced compared with the second quarter of 2012.

Operating expenses

Amounts in NOK million	2nd quarter 2013	Change	2nd quarter 2012
Operating expenses	5 365	594	4 770
Non-recurring effects			
Restructuring costs - employees		417	
Other restructuring costs		53	
Sale of SalusAnsvar		(25)	
Other non-recurring effects		147	
Operating expenses excluding non-recurring effects	4 752	2	4 749
Income-related costs			
Ordinary depreciation on operational leasing		23	
Performance-based pay		(71)	
Expenses related to operations			
Pension expenses		(14)	
IT expenses		73	
Wage inflation		65	
Staff reductions		(97)	
Other costs		25	

Operating expenses were up NOK 594 million from the second quarter of 2012. However, adjusted for non-recurring expenses, including restructuring costs, the increase in operating expenses was NOK 2 million. The number of full-time positions was reduced by approximately 950 compared with the second quarter of 2012. The downsizing reduced nominal wage costs between the quarters and thus more than compensated for wage inflation during this period. The staff reductions are not yet fully reflected in the accounts, and there will be further downsizing and appurtenant restructuring expenses in the period ahead.

Impairment of loans and guarantees

Impairment losses on loans and guarantees totalled NOK 937 million, up NOK 252 million from the second quarter of 2012 and NOK 199 million from the first quarter of 2013. There was a rise in impairment in a number of areas, which could indicate a certain weakening of the Norwegian economy.

At NOK 791 million, individual impairment rose by NOK 182 million from the second quarter of 2012 and by NOK 175 million from the first quarter of 2013. Impairment losses increased in Retail Banking, on loans to Nordic corporates and in the energy and shipping segments compared with the second quarter of 2012. However, impairment losses within shipping were lower than in the last few quarters.

Collective impairment totalled NOK 146 million for the quarter, up NOK 25 million from the first quarter of 2013 and NOK 70 million from the second quarter of 2012. The rise in collective impairment during the quarter reflected the continued weakening of the shipping market.

Net non-performing and doubtful loans and guarantees amounted to NOK 23.3 billion at end-June 2013, increasing from NOK 19.3 billion at end-June 2012 and from NOK 19.9 billion at end-March 2013. The increase was due to the fact that a few large shipping loans were in default. These loans have been closely monitored for some time, and not all of them are individually impaired. Net non-performing and doubtful loans and guarantees represented 1.69 per cent of the loan portfolio, up 0.25 percentage points from end-June 2012 and 0.23 percentage points from end-March 2013.

Taxes

The banking group's tax charge for the second quarter of 2013 was NOK 1 335 million, down from NOK 1 582 million in the year-earlier period. Relative to pre-tax operating profits, the estimated tax charge was 28.3 per cent, an increase from 26.7 per cent in the second quarter of 2012.

Business areas

The banking group’s business areas operate as independent profit centres and are responsible for serving all of the banking group's customers and for the total range of products and services. The banking group’s activities in the second quarter of 2013 were reported based on the business areas Retail Banking, Large Corporates and International and DNB Markets. Operations in the Baltics and Poland are integrated in the Large Corporates and International business area.

Retail Banking

Retail Banking serves the banking group's 2.1 million personal customers and some 220 000 corporate customers through the branch network and customer service centres in Norway. The banking group aspires to be a local bank for the whole of Norway, while offering the expertise of a large bank.

Pre-tax operating profits totalled NOK 2 605 million, an increase of NOK 272 million from the second quarter of 2012. Average net loans increased by 5.0 per cent, while non-performing loans and guarantees and impairment losses showed a satisfactory trend.

Retail Banking	2nd quarter		Change	
Income statement in NOK million	2013	2012	NOK mill	%
Net interest income	4 829	3 988	841	21.1
Other operating income	1 063	1 089	(25)	(2.3)
Income attributable to product suppliers	313	297	16	5.4
Net other operating income	1 377	1 386	(9)	(0.7)
Total income	6 205	5 374	832	15.5
Other operating expenses	3 070	2 699	371	13.7
Costs attributable to product suppliers	162	142	20	14.3
Total operating expenses	3 232	2 841	391	13.8
Pre-tax operating profit before impairment	2 973	2 533	441	17.4
Impairment loss on loans and guarantees	354	196	158	80.6
Profit from repossessed operations	(14)	(3)	(11)	
Pre-tax operating profit	2 605	2 333	272	11.6
Average balance sheet items in NOK billion				
Net loans to customers	882.5	840.3	42.2	5.0
Deposits from customers	463.2	439.5	23.7	5.4
Key figures in per cent				
Lending spread [1)]	2.42	2.03		
Deposit spread [1)]	(0.32)	(0.12)		
Return on allocated capital [2)]	19.7	20.3		
Cost/income ratio	52.1	52.9		
Ratio of deposits to loans	52.5	52.3		
Number of full-time positions, end of period	4 677	4 971	(294)	(5.9)

1) *Calculated relative to the 3-month money market rate.*
2) *Calculated on the basis of allocated capital, which corresponds to the external capital adequacy requirement which must be met by the DNB Group.*

The first half of 2013 was characterised by a moderate increase in lending. On average, home mortgages increased by 7.0 per cent compared with the year-earlier period. During the same period, average loans to corporate customer increased by 1.8 per cent. Deposits increased by 5.4 per cent, mainly reflecting rising deposits in the personal customer market.

Rising volumes and widening lending spreads relative to the 3-month money market rate contributed to the rise in net interest income during the quarter. The volume-weighted interest rate spread was 1.48 per cent, an increase from 1.29 per cent in the second quarter of 2012. The reintroduction of guarantee fund levies gave a NOK 113 million reduction in net interest income compared with the year-earlier period.

Net other operating income was on a level with the second quarter of 2012. A higher level of income from real estate broking and payment transfers was offset by a reduction in income, partly due to the sale of SalusAnsvar.

There was a NOK 391 million rise in total costs compared with the second quarter of 2012. Adjusted for the effects of the sale of SalusAnsvar and restructuring costs related to downsizing and reductions in the number of branch offices, there was an increase of NOK 72 million or 2.6 per cent. A high level of activity in DNB Finans gave an increase in depreciation on operational leasing, while lower staff levels brought down personnel expenses. The number of full-time positions was 4 677 at end-June 2013.

The quality of the loan portfolio was sound in both the retail and corporate customer markets. Net impairment of loans increased by NOK 158 million and represented 0.16 per cent of net loans, up from 0.09 per cent in the second quarter of 2012. Net non-performing and doubtful loans and guarantees amounted to NOK 5.8 billion at end-June 2013, down NOK 0.2 billion from end-June 2012.

The market share of credit to households stood at 27.5 per cent at end-April 2013, a 0.25 percentage point reduction from end-June 2012. The market share of savings was 34.1 per cent at the same time. In the corporate customer segment, lending growth was in line with the general trend in the banking market. At end-May 2013, DNB Eiendom had a market share of 18.8 per cent.

Retail Banking expects stable lending growth and continued relatively low impairment losses on loans to both personal and corporate customers. Housing prices are expected to increase further in 2013, though greater housebuilding activity and a stricter regulatory framework could dampen price growth. Low interest rates combined with high real wage growth and a relatively low unemployment rate provide a basis for strong consumption growth in the period ahead.

Large Corporates and International

Large Corporates and International serves large Norwegian corporate customers and the banking group's international customers, including customers in the Baltics and Poland. Operations are based on broad and sound industry expertise and long-term customer relationships.

Pre-tax operating profits came to NOK 2 005 million, down NOK 255 million from the second quarter of 2012. The decline in profits mainly reflected the effects of lower lending volumes and rising impairment losses on loans. Operating profits were NOK 212 million higher than in the first quarter of 2013.

Large Corporates and International [1]	2nd quarter		Change	
Income statement in NOK million	2013	2012	NOK mill	%
Net interest income	2 624	2 701	(78)	(2.9)
Other operating income	619	557	62	11.1
Income attributable to product suppliers	627	622	4	0.7
Net other operating income	1 245	1 179	66	5.6
Total income	3 869	3 881	(11)	(0.3)
Other operating expenses	1 053	959	94	9.8
Costs attributable to product suppliers	245	242	3	1.1
Total operating expenses	1 298	1 202	96	8.0
Pre-tax operating profit before impairment	2 571	2 679	(108)	(4.0)
Net gains on fixed assets	(6)	2	(8)	
Impairment loss on loans and guarantees	559	456	103	22.5
Profit from repossessed operations	(2)	36	(37)	
Pre-tax operating profit	2 005	2 260	(255)	(11.3)
Average balance sheet items in NOK billion				
Net loans to customers	428.4	456.2	(27.7)	(6.1)
Deposits from customers	355.9	317.3	38.6	12.2
Key figures in per cent				
Lending spread [2]	2.12	1.90		
Deposit spread [2]	(0.18)	(0.12)		
Return on allocated capital [3]	11.2	12.7		
Cost/income ratio	33.6	31.0		
Ratio of deposits to loans	83.1	69.6		
Number of full-time positions, end of period	3 748	4 457	(709)	(15,9)

1) *Including operations in the Baltics and Poland.*
2) *Calculated relative to the 3-month money market rate.*
3) *Calculated on the basis of allocated capital, which corresponds to the external capital adequacy requirement which must be met by the DNB Group.*

Average loans to customers declined by 6.1 per cent from the second quarter of 2012. The reduction reflected weak credit demand in several customer segments combined with strategic portfolio adjustments and active use of the bond market. Lending volumes increased by NOK 3.4 billion or 0.8 per cent from the first quarter of 2013. Deposits rose by 12.2 per cent from the second quarter of 2012.

Relative to the 3-month money market rate, average lending spreads were 2.12 per cent, widening by 0.22 percentage points from the second quarter of 2012 and by 0.01 percentage points from the first quarter of 2013. The widening spreads helped compensate for higher long-term funding costs. Deposit spreads declined by 0.06 percentage points from the second quarter of 2012 and by 0.01 percentage points from the first quarter of 2013.

The NOK 66 million increase in total other operating income from the second quarter of 2012 was mainly a consequence of a positive development in the market value of acquired equities and shareholdings and somewhat higher income from guarantees and the sale of products through DNB Markets.

Operating expenses increased by 8.0 per cent from the second quarter of 2012. The figure for the second quarter of 2013 reflected higher IT expenses and provisions for restructuring measures. Adjusted for non-recurring items, costs were up 0.7 per cent from the second quarter of 2012. At end-June 2013, staff in the business area represented 3 748 full-time positions.

Net impairment of loans and guarantees represented 0.53 per cent of net loans to customers, of which individual impairment represented 0.46 per cent. In the second quarter of 2012, individual impairment came to 0.32 per cent of net loans.

The quality of the loan portfolios is considered to be sound. The close follow-up of customers and preventive measures are vital to ensuring satisfactory quality. Market conditions nevertheless caused challenges for certain customer segments, especially shipping. Net non-performing and doubtful loans and guarantees amounted to NOK 17.5 billion at end-June 2013, increasing by NOK 3.3 billion from end-March 2013 and by NOK 4.2 billion from end-June 2012. The increase was due to the fact that a few large shipping loans were in default. These loans have been closely monitored for some time and not all of them are individually impaired.

Large Corporates and International will give priority to strong, long-term and profitable customer relationships and on further developing key customer segments. Combined with the banking group's wide range of products and expertise, this will form the basis for operations over the coming years. Lending spreads are expected to remain under pressure, though repricing in certain segments could give a certain increase in spreads for the total portfolio. Competition for stable customer deposits will prevail and put continued pressure on deposits spreads.

DNB Markets

DNB Markets, Norway's largest provider of securities and investment services, recorded a satisfactory level of profits in the second quarter of 2013. Pre-tax operating profits totalled NOK 816 million, down NOK 414 million compared with the second quarter of 2012. Expectations of a falling and stable low interest rate level in Norway reduced customer interest in interest rate hedging, while there was an increase in income from equities brokerage and the arranging of bond issues. Signals from Norges Bank and other central banks caused significant market fluctuations towards the end of the quarter, which had a negative impact on income from market making and other proprietary trading.

DNB Markets	2nd quarter		Change	
Income statement in NOK million	2013	2012	NOK mill	%
FX, interest rate and commodity derivatives	343	419	(76)	(18.1)
Investment products	95	107	(11)	(10.7)
Corporate finance	344	240	104	43.3
Securities services	53	60	(6)	(10.5)
Total customer revenues	836	826	10	1.3
Net income from the international bond portfolio	195	274	(79)	(28.9)
Other market making/trading revenues	250	628	(378)	(60.2)
Total trading revenues	445	902	(457)	(50.7)
Interest income on allocated capital	68	73	(5)	(6.6)
Total income	1 349	1 801	(451)	(25.1)
Operating expenses	534	571	(37)	(6.5)
Pre-tax operating profit	816	1 230	(414)	(33.7)
Key figures in per cent				
Return on allocated capital 1)	15.8	28.8		
Cost/income ratio	39.6	31.7		
Number of full-time positions, end of period	687	717	(30)	(4.2)

1) Calculated on the basis of allocated capital, which corresponds to the external capital adequacy requirement which must be met by the DNB Group.

Customer-related revenues totalled NOK 836 million, a slight increase from the year-earlier period.

The reduction in customer-related income from foreign exchange and interest rate and commodity derivatives primarily reflected a lower level of activity within interest rate hedging due to expectations of a prolonged period of low interest rates. In consequence of the fall in oil prices, there was brisk activity within commodity hedging.

Customer-related income from the sale of securities and other investment products was reduced, partially due to slower trading on Oslo Børs. An increase in trading with international customers and in the Nordic markets ensured higher income from equities than in the second quarter of 2012. DNB Markets retained its position as the largest brokerage house on Oslo Børs within bond and commercial paper brokerage, and there was brisk activity in the secondary market for bonds.

Due to a very high level of activity within debt capital issues, there was an increase in revenues from corporate finance services. There was continued sluggish activity within equity issues, mergers and acquisitions.

The decline in customer-related revenues from custodial and other securities services reflected a lower level of activity within equities brokerage and equity issues, while there was a satisfactory level of activity within both securities lending and securities services.

Revenues from market making and other proprietary trading were down NOK 457 million compared with the second quarter of 2012. Income from bonds was negatively affected by widening credit margins at the end of the quarter. Large fluctuations in exchange rates also had a negative impact on income.

Funding, liquidity and balance sheet

Throughout the second quarter, the short-term funding markets were generally sound for banks with good credit ratings. An increasing number of banks were regarded as financially strong, and DNB was still among these banks.

In April and May, the long-term funding markets were very strong, primarily due to a continued imbalance in the supply and demand for new bond issues and expectations of additional expansionary measures from the central banks. As May turned into June, however, indications that the US Federal Reserve was considering winding down its expansionary measures if the economic recovery continued, put a damper on market optimism. Coupled with political turmoil in certain emerging economies and greater fear of economic problems in China, this resulted in a hesitant and nervous bond market towards the end of the quarter.

The average remaining term to maturity for the long-term funding portfolio was 4.6 years at end-June 2013, compared with 4.7 years a year earlier.

In order to keep the banking group's liquidity risk at a low level, short-term and long-term liquidity risk limits have been established. Among other things, this implies that customer loans are financed through customer deposits, long-term securities and primary capital. The banking group stayed well within the liquidity limits during the second quarter of 2013.

Total assets in the banking group's balance sheet were NOK 2 257 billion as at 30 June 2013 and NOK 2 124 billion a year earlier.

Net loans to customers increased by NOK 19 billion or 1.4 per cent from end-June 2012. There was a rise in customer deposits of NOK 107 billion or 13.4 per cent during the same period. The ratio of customer deposits to net loans to customers increased from 65.2 per cent at end-June 2012 to 75.0 per cent at end-June 2013. The increase was partly due to strong growth in short-term money market investments in DNB New York towards the end of the quarter. Excluding such investments, the ratio of deposits to net loans was 66.2 per cent. The ratio of deposits to net loans in DNB Bank ASA was 133.3 per cent at end-June 2013, reflecting that all loans which were not carried in the books of DNB Boligkreditt were financed through customer deposits.

Risk and capital adequacy

The Norwegian economy now shows weaker growth than a year ago, and the growth impetus from housing and oil investments is starting to wane. However, the eurozone seems to be on its way out of the recession, and the debt crisis has become less severe, partly in consequence of the European Central Bank president's measures to strengthen the euro. The US economy also shows a positive trend. Household debt levels are reduced, and the housing market appears to have bottomed out. Housing sales, housing prices and housebuilding activity are all rising and may contribute to future economic growth. Chinese economic growth appears to be more sluggish than previously expected and may represent a major element of uncertainty. Reduced demand from China will prolong the difficult times for key shipping segments and could result in lower oil prices. Weaker than expected developments in China may have a negative impact on banking group's risk situation.

The banking group quantifies risk by measuring risk-adjusted capital requirements. The capital requirement increased by NOK 0.4 billion from the first quarter of 2013, to NOK 69.9 billion.

Developments in the risk-adjusted capital requirement

	30 June	31 March	31 Dec.	30 June
Amounts in NOK billion	2013	2013	2012	2012
Credit risk	59.7	58.9	59.2	62.0
Market risk	7.3	7.6	7.5	5.9
Operational risk	7.9	7.9	7.4	6.6
Business risk	4.2	4.2	4.0	3.8
Gross risk-adjusted capital requirement	79.1	78.7	78.2	78.3
Diversification effect 1)	(9.2)	(9.1)	(8.8)	(7.6)
Net risk-adjusted capital requirement	69.9	69.5	69.4	70.6
Diversification effect in per cent of gross risk-adjusted capital requirement 1)	11.7	11.6	11.3	9.8

1) The diversification effect refers to the risk-mitigating effect achieved by the banking group by having operations which are affected by different types of risk where unexpected losses are unlikely to occur at the same time.

The risk-adjusted capital requirement for credit rose by NOK 0.8 billion during the second quarter. There was an increase in lending volumes in the large corporate segment, strongly driven by the weakening of the Norwegian krone towards the end of the quarter. The risk situation in the shipping markets remained challenging, especially in the tanker, dry bulk and container segments.

The banking group has a sound home mortgage portfolio, with few non-performing loans and low impairment losses. In the second quarter, there were indications that the home mortgage market was cooling down. Housing prices continued to rise, but showed signs of levelling off. At end-June 2013, the annual growth rate was 5.7 per cent. In spite of a slight increase in unemployment and somewhat lower wage inflation during the first half of the year, the labour market can nevertheless still be characterised as healthy.

There was a certain decline in market risk during the second quarter. This was mainly a result of less volatility in the markets for NOK/USD currency swaps.

112 operational risk events were registered during the second quarter, entailing low losses. The operational stability of the banking group's IT systems represented a challenge during the first half of the year, but improved somewhat in the second quarter. Efforts to ensure stable and efficient operations will be given high priority in the period ahead.

Risk-weighted volume included in the calculation of the formal capital adequacy requirement rose by NOK 6 billion in the April through June period in 2013, to NOK 1 009 billion. NOK 16 billion of the increase resulted from higher exchange rates following a significant depreciation of the Norwegian krone after Norges Bank's interest rate meeting on 20 June. In the second quarter of 2013, risk-weighted volume could not be less than 80 per cent of the corresponding figure calculated according to the Basel I regulations. The common equity Tier 1 capital ratio was 10.6 per cent, while the capital adequacy ratio was 12.3 per cent, including 50 per cent of interim profits. If 75 per cent of interim profits is included, the common equity Tier 1 capital ratio will be 10.7 and the capital adequacy ratio 12.5 per cent. New capital adequacy requirements were introduced in Norway as from 1 July 2013, comprising a minimum capital adequacy requirement of 8 per cent plus an additional buffer capital requirement. In order to be fully compliant, a common equity Tier 1 capital ratio of 9 per cent and a capital adequacy ratio of 12.5 per cent will be required.

Calculations have also been made of full future implementation of the Basel II rules for all of the banking group's credit portfolios, excluding those in the Baltics and Poland, disregarding the limitations ensuing from the transitional rules. The calculations showed a pro forma risk-weighted volume of NOK 892 billion and a potential common equity Tier 1 capital ratio of 12 per cent. Under Basel III, based on the banking group's interpretation of the draft regulations, the common equity Tier 1 capital ratio would also have been 12 per cent at end-June 2013.

Macroeconomic developments

The eurozone's gross domestic product, GDP, declined by 0.2 per cent during the first quarter of 2013. Investments were the main factor behind the reduction in GDP, while there were positive contributions from exports and private consumption. The first quarter of 2013 was the sixth consecutive quarter with a fall in GDP, and there are many indications that GDP declined further in the second quarter of 2013. In May, unemployment numbers rose by 67 000 to 19.3 million. The unemployment rate increased from 12.1 per cent in April to 12.2 per cent in May. A positive factor was industrial production, which rose for the third straight month in April. The increase in industrial production may indicate that the danger of a further setback is reduced. There is much spare capacity, and the debt problems continue to be considerable, though most sentiment indices now show a clear improvement, indicating that the recession is nearing an end. In early June, the European Central Bank, ECB, presented new economic forecasts. In 2013, GDP is expected to contract by 0.6 per cent, while a 1.1 per cent increase is expected in 2014.

In the US, the economic situation improved during the first quarter of 2013. GDP grew at an annual rate of 2.5 per cent, compared with 0.4 per cent in the fourth quarter of 2012. Growth in private consumption and investments picked up in the first quarter of 2013, parallel to an increase in exports. During the same period, there was a continued high level of housing investment and a lower reduction in government spending than in the preceding quarter. US employment increased in June, generating some 195 000 jobs, which was somewhat above expectations. The unemployment rate was stable at 7.6 per cent. There is still uncertainty regarding the US fiscal policy and debt situation. Negotiations are in progress on a new budget proposal for 2013 and on whether to raise the debt ceiling, though an agreement is not very likely to be reached without cuts in government spending.

According to the OECD's main economic indicator for the next six months, the growth prospects for most industrialised countries have improved. The indicator predicts that the eurozone, and Germany in particular, have reached rock bottom and that growth will pick up towards the end of 2013. In addition, production growth in the US and Japan is expected to increase during the final months of the year. With respect to China, where growth has been abating, the OECD indicator points to somewhat higher future growth, while other indicators point in the opposite direction. It is highly uncertain how the recent financial turmoil will affect future economic development in China. The OECD indicator suggests lower growth in India over the next six months.

Norges Bank's business interview survey, conducted in May, signalled that Norwegian economic growth has abated since the January report was published. The production growth index for the past three months declined somewhat, while a slight rebound is projected for the coming six months. The survey indicates an increase in GDP of approximately 2 per cent in 2013, which is lower than last year's growth rate of 3.4 per cent. All industries included in the survey reported a lower rate of growth. Oil industry suppliers are still expected to show significantly higher growth than other domestically-oriented industries and the export industry, though the differential seems to be gradually reduced. The business barometers prepared by the Confederation of Norwegian Enterprise (NHO) and DNB also show that companies' expectations for 2013 are far more pessimistic than earlier. There has been a certain rise in unemployment levels, but no further increase is expected in the period ahead.

New regulatory framework

New capital adequacy regulations for credit institutions and investment firms, the Capital Requirements Regulation and the Capital Requirements Directive (CRR and CRD IV), were approved by both the European Parliament and the European Council in the second quarter of 2013. The regulations are based on the Basel Committee's recommendations on new and stricter capital and liquidity standards, Basel III, and will enter into force on 1 January 2014. Norway has chosen to introduce the capital requirements earlier than on the implementation date specified in the international regulations. The new legislation became effective as early as on 1 July 2013 and requires a common equity Tier 1 capital ratio of minimum 9 per cent and a capital adequacy ratio of 12.5 per cent. The common equity Tier 1 capital requirement will be gradually increased to 12 per cent by 1 July 2016. Certain other countries, including Sweden and Switzerland, have also chosen earlier implementation of the capital requirements.

In addition to the above-mentioned capital requirements and in compliance with the Basel III regulatory framework, Norway will also introduce a so-called counter-cyclical capital buffer of maximum 2.5 per cent common equity Tier 1 capital. Norges Bank will issue advice about the capital buffer level and introduction dates in the course of the autumn of 2013. The buffer will be finally determined by the Ministry of Finance. During the autumn, clarifications regarding the weighting of the bank's home mortgages in capital adequacy calculations are also expected.

The banking group is working to be ready to meet the new requirements in the various areas, while emphasising the strong need for international harmonisation of the rules. Up until the final regulations are in place, the banking group's activities will be gradually adapted to the new requirements.

Future prospects

A gradual improvement in the international economy is anticipated towards the end of 2013 and in 2014, while Norwegian economic growth is expected to be more sluggish than in 2012. A European upswing could result in a less pronounced weakening of the Norwegian economy, while a setback in Asia could have a negative impact.

The interest rate increases implemented for personal and corporate customers will ensure higher interest income in the coming quarters, while lower staff levels will contribute to bringing down operating expenses. Zero growth is expected in underlying costs, excluding restructuring expenses, which will accrue also in the second half of the year. Previously communicated expectations regarding the level of impairment of loans in 2013 remain unchanged. Due to somewhat weaker market developments, volumes are expected show a less favourable trend than forecast, especially in the corporate market.

The requirements regarding a counter-cyclical capital buffer and higher risk weights on home mortgages are expected to be further clarified in the second half of 2013. Overall, the new capital requirements will require a significant further increase in Tier 1 capital. The banking group is well capitalised, but will build additional capital organically in accordance with the authorities' current and anticipated requirements.

Oslo, 10 July 2013
The Board of Directors of DNB Bank ASA

Anne Carine Tanum
(chairman)

Jarle Bergo
(vice-chairman)

Sverre Finstad

Vigdis Mathisen

Kai Nyland

Torill Rambjør

Kim Wahl

Rune Bjerke
(group chief executive)

Income statement

Amounts in NOK million	Note	2nd quarter 2013	2nd quarter 2012 1)	1st half 2013	1st half 2012 1)	Full year 2012 1)
						DNB Bank ASA
Total interest income	5	10 745	12 164	21 461	24 531	48 562
Total interest expenses	5	5 285	6 892	10 850	13 684	26 391
Net interest income	5	**5 460**	**5 272**	**10 611**	**10 846**	**22 170**
Commission and fee income etc.	6	1 457	1 395	2 705	2 683	5 393
Commission and fee expenses etc.	6	491	500	962	1 013	2 003
Net gains on financial instruments at fair value	7	1 618	2 071	2 714	4 170	7 413
Other income	9	1 735	1 005	3 228	1 716	4 662
Net other operating income		**4 318**	**3 970**	**7 685**	**7 556**	**15 465**
Total income		**9 778**	**9 242**	**18 296**	**18 402**	**37 636**
Salaries and other personnel expenses	10, 11	2 526	2 035	4 503	4 009	8 229
Other expenses	10	1 480	1 431	3 415	2 872	5 953
Depreciation and impairment of fixed and intangible assets	10	526	433	964	796	1 876
Total operating expenses	10	**4 532**	**3 899**	**8 882**	**7 677**	**16 058**
Pre-tax operating profit before impairment		**5 246**	**5 343**	**9 414**	**10 726**	**21 577**
Net gains on fixed and intangible assets		(24)	(1)	(9)	(1)	(2)
Impairment of loans and guarantees	15	734	699	1 396	1 488	3 195
Pre-tax operating profit		**4 488**	**4 644**	**8 009**	**9 237**	**18 380**
Taxes		1 283	1 298	2 291	2 584	4 958
Profit for the period		**3 204**	**3 345**	**5 719**	**6 653**	**13 423**

1) Due to changes in principles, some comparative figures have been restated. See further details in note 1 Accounting principles.

Comprehensive income statement

Amounts in NOK million	2nd quarter 2013	2nd quarter 2012 1)	1st half 2013	1st half 2012 1)	Full year 2012 1)
					DNB Bank ASA
Profit for the period	**3 204**	**3 345**	**5 719**	**6 653**	**13 423**
Actuarial gains and losses	506	(36)	506	(72)	3 333
Tax on actuarial gains and losses	(142)	10	(142)	20	(912)
Other comprehensive income that will not be reclassified to profit or loss, net of tax	364	(26)	364	(52)	2 421
Currency translation of foreign operations	186	59	288	(47)	(183)
Other comprehensive income that may subsequently be reclassified to profit or loss, net of tax	186	59	288	(47)	(183)
Other comprehensive income for the period	**550**	**33**	**652**	**(99)**	**2 238**
Comprehensive income for the period	**3 754**	**3 378**	**6 371**	**6 554**	**15 661**

1) Due to changes in principles, some comparative figures have been restated. See further details in note 1 Accounting principles.

Balance sheet

		DNB Bank ASA		
		30 June	31 Dec.	30 June
Amounts in NOK million	Note	2013	2012 [1)]	2012 [1)]
Assets				
Cash and deposits with central banks		479 067	296 158	407 558
Due from credit institutions	12, 13, 14	209 031	208 646	200 305
Loans to customers	12, 13, 14, 15, 16	725 111	713 743	709 236
Commercial paper and bonds at fair value	13	258 547	241 728	216 090
Shareholdings	13	8 994	9 864	9 506
Financial derivatives	13, 14	107 540	120 511	110 972
Commercial paper and bonds, held to maturity	12, 18	68 456	71 288	85 129
Investments in associated companies		1 070	1 141	1 145
Investments in subsidiaries		51 289	49 896	39 227
Intangible assets	19	3 892	3 999	3 501
Deferred tax assets		679	630	7
Fixed assets		6 748	6 575	5 938
Other assets		17 587	12 662	20 617
Total assets		**1 938 011**	**1 736 840**	**1 809 232**
Liabilities and equity				
Due to credit institutions	12, 13, 14	345 824	283 093	306 098
Deposits from customers	12, 13, 14	966 658	787 245	812 121
Financial derivatives	13, 14	101 425	92 653	88 688
Debt securities issued	12, 13, 20	368 239	414 998	436 806
Payable taxes		2 668	4 253	1 893
Deferred taxes		1 452	1 405	1 644
Other liabilities		16 651	23 015	27 471
Provisions		1 799	643	525
Pension commitments		2 711	3 353	6 726
Subordinated loan capital	12, 13, 20	19 118	21 090	25 968
Total liabilities		**1 826 546**	**1 631 746**	**1 707 939**
Share capital		18 314	18 314	18 314
Share premium reserve		19 895	19 895	19 895
Other equity		73 256	66 885	63 083
Total equity		**111 465**	**105 094**	**101 292**
Total liabilities and equity		**1 938 011**	**1 736 840**	**1 809 232**

Off-balance sheet transactions, contingencies
and post-balance sheet events — 24

1) Due to changes in principles, some comparative figures have been restated. See further details in note 1 Accounting principles.

Income statement

DNB Bank Group

Amounts in NOK million	Note	2nd quarter 2013	2nd quarter 2012 [1]	1st half 2013	1st half 2012 [1]	Full year 2012 [1]
Total interest income	5	15 107	16 221	29 802	32 408	63 560
Total interest expenses	5	7 569	9 486	15 335	18 952	36 003
Net interest income	5	**7 538**	**6 736**	**14 466**	**13 456**	**27 557**
Commission and fee income etc.	6	1 670	1 638	3 115	3 167	6 302
Commission and fee expenses etc.	6	512	518	1 004	1 059	2 083
Net gains on financial instruments at fair value	7	1 345	2 627	2 412	1 618	3 899
Profit from companies accounted for by the equity method	8	70	141	145	366	789
Net gains on investment property		4	(184)	16	(328)	(340)
Other income	9	913	905	1 733	1 703	3 281
Net other operating income		**3 489**	**4 608**	**6 416**	**5 466**	**11 847**
Total income		**11 027**	**11 344**	**20 883**	**18 922**	**39 404**
Salaries and other personnel expenses	10, 11	2 951	2 474	5 315	4 887	9 878
Other expenses	10	1 851	1 826	4 150	3 638	7 343
Depreciation and impairment of fixed and intangible assets	10	563	470	1 061	876	1 990
Total operating expenses	10	**5 365**	**4 770**	**10 526**	**9 401**	**19 211**
Pre-tax operating profit before impairment		**5 663**	**6 574**	**10 357**	**9 521**	**20 194**
Net gains on fixed and intangible assets		(10)	37	(6)	43	(1)
Impairment of loans and guarantees	15	937	685	1 674	1 469	3 179
Pre-tax operating profit		**4 716**	**5 926**	**8 677**	**8 096**	**17 013**
Taxes		1 335	1 582	2 456	2 168	4 516
Profit from operations held for sale, after taxes		(7)	92	3	92	96
Profit for the period		**3 374**	**4 436**	**6 224**	**6 020**	**12 593**

1) Due to changes in principles, some comparative figures have been restated. See further details in note 1 Accounting principles.

Comprehensive income statement

DNB Bank Group

Amounts in NOK million	2nd quarter 2013	2nd quarter 2012 [1]	1st half 2013	1st half 2012 [1]	Full year 2012 [1]
Profit for the period	**3 374**	**4 436**	**6 224**	**6 020**	**12 593**
Actuarial gains and losses	506	(38)	506	(76)	3 437
Tax on actuarial gains and losses	(142)	11	(142)	21	(941)
Other comprehensive income that will not be reclassified to profit or loss, net of tax	364	(27)	364	(55)	2 496
Currency translation of foreign operations	115	77	199	(39)	(193)
Other comprehensive income that may subsequently be reclassified to profit or loss, net of tax	115	77	199	(39)	(193)
Other comprehensive income for the period	**479**	**49**	**563**	**(94)**	**2 303**
Comprehensive income for the period	**3 853**	**4 485**	**6 787**	**5 925**	**14 896**

1) Due to changes in principles, some comparative figures have been restated. See further details in note 1 Accounting principles.

Balance sheet

Amounts in NOK million	Note	DNB Bank Group 30 June 2013	31 Dec. 2012 [1]	30 June 2012 [1]
Assets				
Cash and deposits with central banks		481 844	298 892	410 135
Due from credit institutions	12, 13, 14	48 453	33 373	28 746
Loans to customers	12, 13, 14, 15, 16	1 339 427	1 308 864	1 320 587
Commercial paper and bonds at fair value	13	175 699	160 664	138 056
Shareholdings	13	9 443	10 290	9 963
Financial derivatives	13, 14	95 247	95 890	89 859
Commercial paper and bonds, held to maturity	12, 18	68 456	71 288	85 129
Investment property		4 440	5 034	5 177
Investments in associated companies		2 919	2 866	2 536
Intangible assets	19	4 855	4 826	4 995
Deferred tax assets		1 307	1 112	626
Fixed assets		7 523	7 311	6 769
Assets held for sale		211	417	9
Other assets		17 616	12 619	21 492
Total assets		**2 257 439**	**2 013 444**	**2 124 078**
Liabilities and equity				
Due to credit institutions	12, 13, 14	318 504	251 388	294 126
Deposits from customers	12, 13, 14	1 005 181	819 945	861 104
Financial derivatives	13, 14	70 461	63 193	60 292
Debt securities issued	12, 13, 20	700 252	713 273	734 868
Payable taxes		3 040	6 940	1 385
Deferred taxes		1 751	1 630	2 966
Other liabilities		17 814	15 553	28 592
Liabilities held for sale		68	76	0
Provisions		1 474	724	585
Pension commitments		2 801	3 442	6 973
Subordinated loan capital	12, 13, 20	19 118	21 090	25 968
Total liabilities		**2 140 463**	**1 897 255**	**2 016 859**
Share capital		18 314	18 314	18 314
Share premium reserve		20 611	20 611	20 611
Other equity		78 051	77 264	68 294
Total equity		**116 977**	**116 190**	**107 219**
Total liabilities and equity		**2 257 439**	**2 013 444**	**2 124 078**
Off-balance sheet transactions, contingencies and post-balance sheet events	24			

1) *Due to changes in principles, some comparative figures have been restated. See further details in note 1 Accounting principles.*

Statement of changes in equity

DNB Bank ASA

Amounts in NOK million	Share capital	Share premium reserve	Actuarial gains and losses	Other equity	Total equity
Balance sheet as at 31 December 2011	**18 314**	**19 895**	**-**	**59 433**	**97 643**
Implementation of the amended IAS 19 - Employee Benefits [1)]			(2 905)		(2 905)
Balance sheet as at 1 January 2012	**18 314**	**19 895**	**(2 905)**	**59 433**	**94 738**
Profit for the period				6 653	6 653
Actuarial gains and losses			(52)		(52)
Currency translation of foreign operations				(47)	(47)
Comprehensive income for the period	0	0	(52)	6 606	6 554
Balance sheet as at 30 June 2012, restated	**18 314**	**19 895**	**(2 957)**	**66 040**	**101 292**
Balance sheet as at 31 December 2012	**18 314**	**19 895**	**-**	**67 264**	**105 474**
Implementation of the amended IAS 19 - Employee Benefits [1)]			(484)	104	(380)
Balance sheet as at 31 December 2012, restated	**18 314**	**19 895**	**(484)**	**67 369**	**105 094**
Profit for the period				5 719	5 719
Actuarial gains and losses			364		364
Currency translation of foreign operations			(7)	295	288
Comprehensive income for the period	0	0	358	6 013	6 371
Balance sheet as at 30 June 2013	**18 314**	**19 895**	**(126)**	**73 382**	**111 465**
Of which currency translation reserve :					
Balance sheet as at 1 January 2012				*(356)*	*(356)*
Comprehensive income for the period				*(47)*	*(47)*
Balance sheet as at 30 June 2012, restated			*0*	*(403)*	*(403)*
Balance sheet as at 31 December 2012, restated			*0*	*(540)*	*(540)*
Comprehensive income for the period			*(7)*	*295*	*288*
Balance sheet as at 30 June 2013			*(7)*	*(245)*	*(252)*

DNB Bank Group

Amounts in NOK million	Share capital	Share premium reserve	Actuarial gains and losses	Other equity	Total equity
Balance sheet as at 31 December 2011	**18 314**	**20 611**	**-**	**65 378**	**104 304**
Implementation of the amended IAS 19 - Employee Benefits [1)]			(3 010)		(3 010)
Balance sheet as at 1 January 2012	**18 314**	**20 611**	**(3 010)**	**65 378**	**101 294**
Profit for the period				6 020	6 020
Actuarial gains and losses			(55)		(55)
Currency translation of foreign operations				(39)	(39)
Comprehensive income for the period	0	0	(55)	5 980	5 925
Balance sheet as at 30 June 2012, restated	**18 314**	**20 611**	**(3 065)**	**71 359**	**107 219**
Balance sheet as at 31 December 2012	**18 314**	**20 611**	**-**	**77 668**	**116 594**
Implementation of the amended IAS 19 - Employee Benefits [1)]			(514)	110	(404)
Balance sheet as at 31 December 2012, restated	**18 314**	**20 611**	**(514)**	**77 778**	**116 190**
Profit for the period				6 224	6 224
Actuarial gains and losses			364		364
Currency translation of foreign operations			(7)	205	199
Comprehensive income for the period	0	0	358	6 429	6 787
Group contribution for 2012 to DNB ASA				(6 000)	(6 000)
Balance sheet as at 30 June 2013	**18 314**	**20 611**	**(156)**	**78 207**	**116 977**
Of which currency translation reserve:					
Balance sheet as at 1 January 2012				*(490)*	*(490)*
Comprehensive income for the period				*(39)*	*(39)*
Accumulated currency translation reserve in Pres-Vac				*3*	*3*
Balance sheet as at 30 June 2012, restated			*0*	*(527)*	*(527)*
Balance sheet as at 31 December 2012, restated			*0*	*(682)*	*(682)*
Comprehensive income for the period			*(7)*	*205*	*199*
Accumulated currency translation reserve SalusAnsvar taken to income (company sold)				*(6)*	*(6)*
Change of reporting currency DNB Invest Denmark				*7*	*7*
Balance sheet as at 30 June 2013			*(7)*	*(475)*	*(482)*

1) *See note 1 Accounting principles.*

Cash flow statement

Amounts in NOK million	DNB Bank ASA 1st half 2013	1st half 2012	Full year 2012
Operating activities			
Net receipts/payments on loans to customers	7 935	(2 652)	13 624
Interest received from customers	15 892	17 165	36 064
Net receipts on deposits from customers	153 316	104 728	78 538
Interest paid to customers	(2 751)	(3 136)	(17 453)
Net receipts/payments on loans to credit institutions	62 671	4 093	(51 237)
Interest received from credit institutions	1 823	2 788	4 925
Interest paid to credit institutions	(1 257)	(1 685)	(3 289)
Net receipts/payments on the sale of financial assets for investment or trading	(7 751)	11 137	2 635
Interest received on bonds and commercial paper	3 803	4 068	6 756
Net receipts on commissions and fees	1 641	1 574	3 411
Payments to operations	(7 130)	(7 150)	(14 354)
Taxes paid	(4 211)	(381)	(214)
Other receipts/payments	(1 796)	8 235	6 481
Net cash flow from operating activities	**222 185**	**138 785**	**65 889**
Investment activities			
Net payments on the acquisition of fixed assets	(1 014)	(1 177)	(2 823)
Receipts on the sale of long-term investments in shares	436	0	0
Payments on the acquisition of long-term investments in shares	(60)	(3 790)	(16 871)
Dividends received on long-term investments in shares	265	97	97
Net cash flow from investment activities	**(372)**	**(4 870)**	**(19 596)**
Funding activities			
Receipts on issued bonds and commercial paper	387 893	301 221	854 746
Payments on redeemed bonds and commercial paper	(440 233)	(245 695)	(820 874)
Interest payments on issued bonds and commercial paper	(3 424)	(3 853)	(4 611)
Receipts on the raising of subordinated loan capital	1 250	5 653	5 525
Redemptions of subordinated loan capital	(3 709)	(3 883)	(7 996)
Interest paid on subordinated loan capital	(506)	(340)	(1 024)
Group contributions payments/receipts	(5 738)	1 254	1 266
Net cash flow from funding activities	**(64 467)**	**54 357**	**27 033**
Effects of exchange rate changes on cash and cash equivalents	**27 509**	**1 345**	**(2 962)**
Net cash flow	**184 855**	**189 617**	**70 364**
Cash as at 1 January	300 944	230 580	230 580
Net receipts/payments of cash	184 855	189 617	70 364
Cash at end of period *)	485 799	420 197	300 944
**) Of which: Cash and deposits with central banks*	*479 067*	*407 558*	*296 158*
Deposits with credit institutions with no agreed period of notice 1)	*6 731*	*12 639*	*4 786*

1) *Recorded under "'Due from credit institutions" in the balance sheet.*

Cash flow statement (continued)

	DNB Bank Group		
Amounts in NOK million	1st half 2013	1st half 2012	Full year 2012
Operating activities			
Net payments on loans to customers	(7 968)	(35 480)	(39 284)
Interest received from customers	26 341	29 019	57 029
Net receipts on deposits from customers	159 134	108 176	80 887
Interest paid to customers	(3 140)	(4 635)	(18 993)
Net receipts/payments on loans to/from credit institutions	53 096	12 211	(35 303)
Interest received from credit institutions	524	690	1 389
Interest paid to credit institutions	(1 264)	(1 664)	(3 166)
Net payments on the sale of financial assets for investment or trading	(9 464)	(15 752)	(19 881)
Interest received on bonds and commercial paper	2 907	2 740	4 385
Net receipts on commissions and fees	2 009	2 012	4 240
Payments to operations	(8 471)	(8 045)	(16 962)
Taxes paid	(6 714)	(477)	(391)
Other receipts/payments	(1 136)	6 012	4 150
Net cash flow from operating activities	**205 853**	**94 809**	**18 100**
Investment activities			
Net payments on the acquisition of fixed assets	(1 281)	(1 396)	(3 182)
Net receipts/payments, investment property	809	(271)	(399)
Receipts on the sale of long-term investments in shares	436	0	0
Dividends received on long-term investments in shares	265	97	97
Net cash flow from investment activities	**229**	**(1 570)**	**(3 484)**
Funding activities			
Receipts on issued bonds and commercial paper	426 047	375 142	941 355
Payments on redeemed bonds and commercial paper	(457 157)	(273 849)	(861 109)
Interest payments on issued bonds and commercial paper	(8 730)	(8 859)	(12 725)
Receipts on the raising of subordinated loan capital	1 250	5 653	5 525
Redemptions of subordinated loan capital	(3 709)	(3 968)	(8 082)
Interest paid on subordinated loan capital	(506)	(213)	(1 021)
Group contributions payments	(6 000)	0	0
Net cash flow from funding activities	**(48 806)**	**93 906**	**63 943**
Effects of exchange rate changes on cash and cash equivalents	**27 658**	**1 047**	**(3 468)**
Net cash flow	**184 934**	**188 192**	**75 090**
Cash as at 1 January	304 121	229 031	229 031
Net receipts of cash	184 934	188 192	75 090
Cash at end of period *)	489 055	417 223	304 121
**) Of which: Cash and deposits with central banks*	*481 844*	*410 135*	*298 892*
Deposits with credit institutions with no agreed period of notice [1]	*7 211*	*7 088*	*5 229*

1) Recorded under "Due from credit institutions" in the balance sheet.

The cash flow statement shows receipts and payments of cash and cash equivalents during the period. The statement has been prepared in accordance with the direct method. Cash flows are classified as operating activities, investment activities or funding activities. Balance sheet items are adjusted for the effects of exchange rate movements. Cash is defined as cash and deposits with central banks, and deposits with credit institutions with no agreed period of notice.

Note 1 Accounting principles

The second quarter accounts 2013 have been prepared according to IAS 34 Interim Financial Reporting. A description of the accounting principles applied by the banking group is found in the annual report for 2012. The annual and interim accounts for the banking group are prepared according to IFRS principles as endorsed by the EU. DNB Bank ASA has prepared accounts according to the Norwegian Ministry of Finance's regulations on annual accounts, Section 1-5, on the use of IFRS, hereinafter called the Norwegian IFRS regulations, which implies that recognition and measurements are in accordance with IFRS. The only exception is that the Norwegian IFRS regulations also give permission to record provisions for dividends and group contributions in subsidiaries as income and record the Board of Directors' proposed dividends and group contributions as liabilities on the balance sheet date. According to IFRS, dividends should be classified as equity until approved by the general meeting. DNB Bank ASA presents note information in accordance with IFRS.

New or amended accounting standards or interpretations that entered into force during the first half of 2013 and are of significance to the Group, are described below. The banking group used the new rules as of 1 January 2013.

Amendments to IFRS 7 – Disclosures – Offsetting Financial Assets and Financial Liabilities
Note information is required to enable users of the accounts to assess the effects or the potential effects the offsetting of financial assets and liabilities will have on the company's financial position. The disclosure requirements apply to financial instruments offset in accordance with IAS 32 and financial instruments for which agreements on conditional rights of offset have been entered into. See note 14 Offsetting for information based on the new requirements in IFRS 7.

IFRS 13 Fair Value Measurement
The standard includes principles and guidance for fair value measurement of assets and liabilities when other IFRSs require or permit fair value measurements. The standard does not change what is required or permitted to be measured at fair value. IFRS 13 applies both at initial recognition and in subsequent measurements. IFRS 13 requires more detailed note information in both quarterly and annual accounts. The new rules have no material impact on the banking group's profit and loss or balance sheet, but have an impact on the note information presented in the quarterly and annual accounts. See note 12 Fair value of financial instruments at amortised cost and note 13 Financial instruments at fair value.

Amendments to IAS 1 – Presentation of Financial Statements
The amendments to IAS 1 entailes that items of income and expense recognised in other comprehensive income are grouped together based on whether or not they can be reclassified to the profit or loss section of the income statement on a future date. The amendments only affect the presentation in other comprehensive income.

Amendments to IAS 19 – Employee Benefits
Comparable figures in the report for the second quarter of 2013 have been restated based on the amendments to IAS 19 which entered into force on 1 January 2013. The banking group started using the revised standard as of 1 January 2013, with retrospective application as from 1 January 2012 for comparison purposes. The amendments affect the recognition and presentation of the banking group's defined benefit pension schemes.

Among other things, the corridor approach for recognising actuarial gains and losses is removed. Actuarial gains and losses should now be recognised in other comprehensive income in the period in which they occur. In consequence of this, the best estimate of pension commitments will be shown in the balance sheet. According to the standard, when calculating pension costs, the discount rate shall be used on net pension commitments instead of using the expected return on pension funds. Seen in isolation, this amendment will result in higher pension costs in the income statement.

At year-end 2012, actuarial gains and losses totalling NOK 380 and 404 million after tax for the bank and the banking group respectively, were recognised in the accounts. The amount was recognised in the banking group's equity on 1 January 2013. The new rules would have reduced pension expenses for the first half of 2012 by NOK 72 and 76 million before tax and NOK 52 and 55 million after tax for the bank and the banking group respectively. See note 1 in the first quarter report 2013, the comprehensive income statement and the statement of changes in equity for more information about the effects of implementing the revised IAS 19.

Note 2 Important accounting estimates and discretionary assessments

When preparing the accounts of the bank and the banking group, management makes estimates and discretionary assessments and prepares assumptions that influence the effect of the accounting principles applied and thus the recorded values of assets, liabilities, income and expenses. A more detailed description of important estimates and assumptions is presented in note 1 Important accounting estimates and discretionary assessments in the annual report for 2012.

Note 3 Changes in group structure

SalusAnsvar
During the third quarter of 2012, an agreement was entered into on the sale of the wholly-owned subsidiary SalusAnsvar AB from DNB Bank ASA for a total of approximately SEK 480 million. SalusAnsvar primarily offers non-life insurance and personal insurance in the Swedish market. The transaction was approved by the supervisory authorities during the fourth quarter of 2012. The transaction was completed in the first quarter of 2013.

Note 3 Changes in group structure (continued)

Godfjellet AS/Nye Notabene AS

The bookshop chain Notabene presented a winding-up petition in January 2013, whereafter Nye Notabene AS took over most of the assets. The company is 100 per cent owned by Godfjellet AS, which in turn is 100 per cent owned by DNB Bank ASA. The assets were taken over for a total of approximately NOK 70 million.

The bank's strategy is to sell these operations as soon as possible within a 12-month period from the takeover date. The operations were classified as held for sale in the group accounts as at 30 June 2013. In the accounts, DNB's net holding will be recorded at the lower of the balance sheet value and fair value less costs to sell.

Note 4 Segments

Business areas

DNB's business areas are independent profit centres and have responsibility for serving all of the banking group's customers and for the total range of products. The operational structure of the DNB Bank Group includes three business areas and four staff and support units. The business areas comprised Retail Banking, Large Corporates and International and DNB Markets. Operations in Baltics and Poland were previously reported as a separate profit centre, but were integrated in the Large Corporates and International business area with effect from the first quarter of 2013.

Retail Banking	-	offers a broad range of financial products and services through a wide distribution network. In cooperation with several of the banking group's product areas, customers are offered various financing and leasing, deposit and investment alternatives, insurance, as well as real estate broking and financial advisory services. In addition, extensive everyday banking services are provided through the internet bank, mobile banking, SMS services, branch office, in-store banking outlets, in-store postal outlets and post office. The ordinary home mortgage operations of DNB Boligkreditt AS are integrated in Retail Banking, while the company's debt capital funding is shown under the Group Centre.
Large Corporates and International	-	offers a broad range of financial products and services to large Norwegian and international customers in cooperation with several of the banking group's product areas, including various types of financing solutions, deposits and investments, insurance, e-commerce products, commercial property brokerage, foreign currency, interest rate products, trade finance and corporate finance services. Operations in Baltics and Poland were integrated in the business area with effect from the first quarter of 2013.
DNB Markets	-	is the banking group's investment bank with the key products foreign exchange, interest rate and commodity products, securities and other investment products, debt and equity financing in capital markets, research and advisory services, as well as custodial and other securities services.

The income statement and balance sheet for the business areas have been prepared on the basis of internal financial reporting for the functional organisation of the DNB Bank Group into business areas, as reported to group management (highest decision-making body) for an assessment of current developments and the allocation of resources. Figures for the business areas are based on DNB's management model and accounting principles. The figures have been restated in accordance with the banking group's current principles for allocating costs and capital between business areas and are based on a number of assumptions, estimates and discretionary distributions. Interest on deposits from and financing of operations in the business areas are determined based on observable market rates, e.g. NIBOR. Additional costs relating to the banking group's long-term funding are charged to the business areas. Profits from repossessed operations which are fully consolidated in the DNB Bank Group are presented net under "Profit from repossessed operations" in the internal reporting of business areas. The acquired companies are included in the Group Centre.

With effect from 2013, DNB has changed the principles for the allocation of capital to operations. Capital allocated to the business areas is calculated on the basis of the Group's total Tier 1 capital and long-term capitalisation ambition. There are special capital adequacy regulations for insurance operations, and in these companies, allocated capital corresponds to recorded equity. For other group operations, the allocation of capital to all units is based on the Group's adaptation to Basel II, full IRB, and the capital allocated in 2013 corresponds to a common equity Tier 1 capital ratio of 12 per cent. The allocation of credit risk is based on the Group's internal measurement of risk-adjusted capital requirements for credit. Capital requirements for market risk are allocated directly in accordance with risk-weighted volume, and operational risk is allocated based on the respective units' total income. Figures for previous periods have been adjusted accordingly.

Certain customers and transactions of major importance require extensive cooperation within the banking group. To stimulate such cooperation, operating income and expenses relating to some of these customers and transactions are recorded in the accounts of all relevant business areas. This refers primarily to income from customer trading in DNB Markets. Double entries are presented gross in the income statement. Income is presented under "Income attributable to product suppliers", appurtenant costs under "Costs attributable to product suppliers" and impairment under "Impairment attributable to product suppliers". Double entries are eliminated in the group accounts.

Note 4 Segments (continued)

Income statement, second quarter

DNB Bank Group

	Retail Banking		Large Corporates and International		DNB Markets		Other operations/ eliminations [1]		DNB Bank Group	
	2nd quarter		2nd quarter		2nd quarter		2nd quarter		2nd quarter	
Amounts in NOK million	2013	2012	2013	2012	2013	2012	2013	2012	2013	2012
Net interest income - ordinary operations	4 652	3 789	2 399	2 420	104	169	382	357	7 538	6 736
Interest on allocated capital [2]	176	199	224	281	68	73	(469)	(553)	0	0
Net interest income	4 829	3 988	2 624	2 701	172	242	(87)	(196)	7 538	6 736
Other operating income	1 063	1 089	619	557	1 177	1 558	630	1 404	3 489	4 608
Income attributable to product suppliers	313	297	627	622	0	0	(940)	(919)	0	0
Net other operating income	1 377	1 386	1 245	1 179	1 177	1 558	(310)	485	3 489	4 608
Total income	6 205	5 374	3 869	3 881	1 349	1 801	(396)	289	11 027	11 344
Other operating expenses [3]	3 070	2 699	1 053	959	534	571	708	541	5 365	4 770
Cost attributable to product suppliers	162	142	245	242	0	0	(407)	(384)	0	0
Operating expenses	3 232	2 841	1 298	1 202	534	571	301	157	5 365	4 770
Pre-tax operating profit before impairment	2 973	2 533	2 571	2 679	816	1 230	(697)	132	5 663	6 574
Net gains on fixed and intangible assets	0	(1)	(6)	2	0	0	(4)	36	(10)	37
Impairment of loans and guarantees [4]	354	196	559	456	0	0	24	32	937	685
Impairment loss attributable to product suppliers	0	0	0	0	0	0	0	0	0	0
Profit from repossessed operations	(14)	(3)	(2)	36	0	0	16	(33)	0	0
Pre-tax operating profit	2 605	2 333	2 005	2 260	816	1 230	(710)	103	4 716	5 926
Taxes	729	653	601	660	237	357	(233)	(88)	1 335	1 582
Profit from operations held for sale after taxes	(4)	0	0	0	0	0	(3)	92	(7)	92
Profit for the period	1 872	1 680	1 403	1 600	579	873	(480)	283	3 374	4 436

1) Other operations/eliminations:

	Elimination of income/ cost attributable to product suppliers		*Other eliminations*		*Group Centre [*)]*		*Total*	
	2nd quarter		*2nd quarter*		*2nd quarter*		*2nd quarter*	
Amounts in NOK million	*2013*	*2012*	*2013*	*2012*	*2013*	*2012*	*2013*	*2012*
Net interest income - ordinary operations	*0*	*0*	*0*	*0*	*382*	*357*	*382*	*357*
Interest on allocated capital [2]	*0*	*0*	*0*	*0*	*(469)*	*(553)*	*(469)*	*(553)*
Net interest income	*0*	*0*	*0*	*0*	*(87)*	*(196)*	*(87)*	*(196)*
Other operating income	*0*	*0*	*(131)*	*(142)*	*761*	*1 546*	*630*	*1 404*
Income attributable to product suppliers	*(940)*	*(919)*	*0*	*0*	*0*	*0*	*(940)*	*(919)*
Net other operating income	*(940)*	*(919)*	*(131)*	*(142)*	*761*	*1 546*	*(310)*	*485*
Total income	*(940)*	*(919)*	*(131)*	*(142)*	*674*	*1 350*	*(396)*	*289*
Other operating expenses [3]	*0*	*0*	*(131)*	*(142)*	*839*	*683*	*708*	*541*
Cost attributable to product suppliers	*(407)*	*(384)*	*0*	*0*	*0*	*0*	*(407)*	*(384)*
Operating expenses	*(407)*	*(384)*	*(131)*	*(142)*	*839*	*683*	*301*	*157*
Pre-tax operating profit before impairment	*(533)*	*(535)*	*0*	*0*	*(165)*	*668*	*(697)*	*132*
Net gains on fixed and intangible assets	*0*	*0*	*0*	*0*	*(4)*	*36*	*(4)*	*36*
Impairment of loans and guarantees [4]	*0*	*0*	*0*	*0*	*24*	*32*	*24*	*32*
Impairment loss attributable to product suppliers	*0*	*0*	*0*	*0*	*0*	*0*	*0*	*0*
Profit from repossessed operations	*0*	*0*	*0*	*0*	*16*	*(33)*	*16*	*(33)*
Pre-tax operating profit	*(533)*	*(535)*	*0*	*0*	*(177)*	*638*	*(710)*	*103*

The eliminations refer mainly to internal services from support units to business areas and between business areas. Further, intra-group transactions and gains and losses on transactions between companies in the banking group are eliminated. The elimination of income/cost attributable to product suppliers primarily concerns net profits on customer business carried out in cooperation between DNB Markets and other business areas and taken to income in both areas.

The Group Centre includes Operations, HR (Human Resources), IT, Group Finance and Risk Management, Marketing, Communications and eBusiness, Corporate Centre, Treasury, the partially owned company Eksportfinans and investments in IT infrastructure. In addition, the Group Centre includes that part of the banking group's equity that is not allocated to the business areas. Profits from repossessed operations which are fully consolidated in the DNB Bank Group are presented net under "Profit from repossessed operations" in the internal reporting of business areas. The acquired companies are included in the Group Centre.

	2nd quarter	
**) Group Centre - pre-tax operating profit in NOK million*	*2013*	*2012*
+ Interest on unallocated equity etc.	*98*	*(37)*
+ Income from equities investments	*43*	*(14)*
+ Gains on fixed and intangible assets	*(4)*	*36*
+ Mark-to-market adjustments Treasury and fair value on loans	*190*	*86*
+ Basis swaps	*(88)*	*959*
+ Eksportfinans ASA	*56*	*154*
+ Net gains on investment property	*2*	*(190)*
+ Profit from repossessed operations	*16*	*(33)*
- Unallocated impairment of loans and guarantees	*24*	*32*
- Uncallocated personnel expenses	*271*	*132*
- Uncallocated IT expenses	*65*	*64*
- Funding costs on goodwill	*10*	*13*
Other	*(120)*	*(81)*
Pre-tax operating profit	*(177)*	*638*

2) *Allocated capital corresponds to the external capital adequacy requirement (Basel II) which must be met by the Group.*
3) *Due to changes in principles, some comparative figures have been restated. See further details in note 1 Accounting principles.*
4) *See note 15 Impairment of loans and guarantees for an analysis of the gross change in impairment for the banking group.*

Main average balance sheet items

DNB Bank Group

	Retail Banking		Large Corporates and International		DNB Markets		Other operations/ eliminations		DNB Bank Group	
	2nd quarter		2nd quarter		2nd quarter		2nd quarter		2nd quarter	
Amounts in NOK billion	2013	2012	2013	2012	2013	2012	2013	2012	2013	2012
Loans to customers [1]	882.5	840.3	428.4	456.2	2.0	2.5	11.5	11.2	1 324.5	1 310.2
Deposits from customers [1]	463.2	439.5	355.9	317.3	81.6	73.3	7.0	(28.7)	907.7	801.4
Allocated capital [2]	38.1	33.3	50.5	50.7	14.7	12.2				

Key figures

DNB Bank Group

	Retail Banking		Large Corporates and International		DNB Markets		Other operations		DNB Bank Group	
	2nd quarter		2nd quarter		2nd quarter		2nd quarter		2nd quarter	
Per cent	2013	2012	2013	2012	2013	2012	2013	2012	2013	2012
Cost/income ratio [3]	52.1	52.9	33.6	31.0	39.6	31.7			48.6	42.0
Ratio of deposits to loans [1) 4)]	52.5	52.3	83.1	69.6					68.5	61.2
Return on allocated capital, annualised [2]	19.7	20.3	11.2	12.7	15.8	28.8				
Number of full-time positions as at 30 June	4 677	4 971	3 748	4 457	687	717	2 481	2 402	11 593	12 547

1) *Loans to customers include accrued interest, impairment and value adjustments. Correspondingly, deposits from customers include accrued interest and value adjustments.*
2) *Allocated capital for the business areas are calculated on the basis of allocated capital which corresponds to the external capital adequacy requirement (Basel II) which must be met by the Group. Recorded capital are used for the Group.*
3) *Total operating expenses relative to total income.*
4) *Deposits from customers relative to loans to customers. Calculated on the basis of main average balance sheet items.*

Income statement, first half

DNB Bank Group

	Retail Banking		Large Corporates and International		DNB Markets		Other operations/ eliminations [1]		DNB Bank Group	
	1st half		1st half		1st half		1st half		1st half	
Amounts in NOK million	2013	2012	2013	2012	2013	2012	2013	2012	2013	2012
Net interest income - ordinary operations	8 743	7 501	4 744	4 878	221	363	758	714	14 466	13 456
Interest on allocated capital [1]	355	425	454	614	138	155	(947)	(1 195)	0	0
Net interest income	9 098	7 927	5 199	5 493	359	518	(189)	(481)	14 466	13 456
Other operating income	1 990	1 986	1 152	1 084	2 493	3 709	781	(1 312)	6 416	5 466
Income attributable to product suppliers	608	595	1 127	1 180	0	0	(1 735)	(1 776)	0	0
Net other operating income	2 598	2 582	2 279	2 264	2 493	3 709	(954)	(3 088)	6 416	5 466
Total income	11 696	10 508	7 478	7 756	2 852	4 226	(1 143)	(3 569)	20 883	18 922
Other operating expenses [2]	5 818	5 397	2 091	1 986	1 035	1 116	1 582	902	10 526	9 401
Cost attributable to product suppliers	310	289	430	464	0	0	(740)	(752)	0	0
Operating expenses	6 128	5 686	2 521	2 449	1 035	1 116	842	150	10 526	9 401
Pre-tax operating profit before impairment	5 567	4 822	4 956	5 307	1 818	3 110	(1 985)	(3 719)	10 357	9 521
Net gains on fixed and intangible assets	(1)	(1)	(5)	4	0	0	0	40	(6)	43
Impairment of loans and guarantees [3]	520	518	1 127	917	0	0	27	33	1 674	1 469
Impairment loss attributable to product suppliers	0	0	(1)	0	0	0	1	0	0	0
Profit from repossessed operations	(10)	(7)	(28)	(83)	0	0	38	90	0	0
Pre-tax operating profit	5 036	4 296	3 797	4 311	1 818	3 110	(1 975)	(3 621)	8 677	8 096
Taxes	1 410	1 203	1 139	1 259	527	902	(621)	(1 195)	2 456	2 168
Profit from operations held for sale after taxes	7	0	0	0	0	0	(4)	92	3	92
Profit for the period	3 633	3 093	2 658	3 052	1 291	2 208	(1 358)	(2 334)	6 224	6 020

1) *Allocated capital corresponds to the external capital adequacy requirement (Basel II) which must be met by the Group.*
2) *Due to changes in principles, some comparative figures have been restated. See further details in note 1 Accounting principles.*
3) *See note 15 Impairment of loans and guarantees for an analysis of the gross change in impairment for the banking group.*

Note 5 Net interest income

DNB Bank ASA [1)]

Amounts in NOK million	2nd quarter 2013	2nd quarter 2012	1st half 2013	1st half 2012	Full year 2012
Interest on amounts due from credit institutions	894	1 324	1 865	2 750	4 570
Interest on loans to customers	7 417	7 561	14 717	15 352	31 578
Interest on impaired loans and guarantees	170	150	312	287	580
Interest on commercial paper and bonds	1 761	1 862	3 542	3 911	7 298
Front-end fees etc.	80	69	145	137	287
Other interest income	424	1 199	881	2 094	4 249
Total interest income	**10 745**	**12 164**	**21 461**	**24 531**	**48 562**
Interest on amounts due to credit institutions	651	864	1 302	1 785	3 320
Interest on deposits from customers	3 562	3 821	7 251	7 668	15 444
Interest on debt securities issued	900	1 363	1 852	2 751	5 007
Interest on subordinated loan capital	102	194	206	354	676
Guarantee fund levy	164	0	329	0	0
Other interest expenses [2)]	(94)	650	(90)	1 126	1 945
Total interest expenses	**5 285**	**6 892**	**10 850**	**13 684**	**26 391**
Net interest income	**5 460**	**5 272**	**10 611**	**10 846**	**22 170**

DNB Bank Group

Amounts in NOK million	2nd quarter 2013	2nd quarter 2012	1st half 2013	1st half 2012	Full year 2012
Interest on amounts due from credit institutions	306	372	589	730	1 196
Interest on loans to customers	13 089	13 355	25 748	26 974	53 263
Interest on impaired loans and guarantees	187	161	338	306	625
Interest on commercial paper and bonds	1 286	1 317	2 628	2 596	4 944
Front-end fees etc.	89	80	163	162	337
Other interest income	149	936	336	1 640	3 195
Total interest income	**15 107**	**16 221**	**29 802**	**32 408**	**63 560**
Interest on amounts due to credit institutions	647	868	1 294	1 760	3 264
Interest on deposits from customers	3 672	4 056	7 470	8 146	15 992
Interest on debt securities issued	2 989	3 477	5 952	6 910	13 135
Interest on subordinated loan capital	102	194	206	354	676
Guarantee fund levy	188	24	375	44	90
Other interest expenses [2)]	(28)	867	39	1 738	2 846
Total interest expenses	**7 569**	**9 486**	**15 335**	**18 952**	**36 003**
Net interest income	**7 538**	**6 736**	**14 466**	**13 456**	**27 557**

1) *Nordlandsbanken ASA was merged with DNB Bank ASA in the fourth quarter of 2012 according to the pooling of interests method, and figures for previous periods have not been restated. The merger has no accounting effect for the banking group.*

2) *Other interest expenses include interest rate adjustments resulting from interest swaps entered into.*

Note 6 Net commission and fee income

DNB Bank ASA [1)]

Amounts in NOK million	2nd quarter 2013	2nd quarter 2012	1st half 2013	1st half 2012	Full year 2012
Money transfer fees	758	733	1 496	1 454	3 015
Fees on asset management services	54	51	104	101	201
Fees on custodial services	82	86	157	161	320
Fees on securities broking	55	34	105	95	169
Corporate finance	55	65	101	185	355
Interbank fees	10	10	18	19	41
Credit broking commissions	211	188	273	238	439
Sales commissions on insurance products	75	72	146	136	276
Sundry commissions and fees on banking services	157	156	305	293	577
Total commission and fee income etc.	**1 457**	**1 395**	**2 705**	**2 683**	**5 393**
Money transfer fees	287	281	552	533	1 113
Commissions on fund management services	0	0	0	0	0
Fees on custodial services	38	40	69	75	132
Interbank fees	19	19	34	37	75
Credit broking commissions	23	30	52	63	121
Commissions on the sale of insurance products	(1)	0	0	0	0
Sundry commissions and fees on banking services	124	131	254	307	561
Total commission and fee expenses etc.	**491**	**500**	**962**	**1 013**	**2 003**
Net commission and fee income	**966**	**894**	**1 743**	**1 670**	**3 390**

1) *Nordlandsbanken ASA was merged with DNB Bank ASA in the fourth quarter of 2012 according to the pooling of interests method, and figures for previous periods have not been restated. The merger has no accounting effect for the banking group.*

DNB Bank Group

Amounts in NOK million	2nd quarter 2013	2nd quarter 2012	1st half 2013	1st half 2012	Full year 2012
Money transfer fees	807	790	1 588	1 562	3 190
Fees on asset management services	62	54	119	108	228
Fees on custodial services	84	88	161	164	326
Fees on securities broking	64	37	122	99	185
Corporate finance	110	100	214	285	585
Interbank fees	10	11	18	21	43
Credit broking commissions	215	190	278	242	445
Sales commissions on insurance products	81	116	158	225	409
Sundry commissions and fees on banking services	237	251	457	461	891
Total commission and fee income etc.	**1 670**	**1 638**	**3 115**	**3 167**	**6 302**
Money transfer fees	296	290	567	549	1 142
Commissions on fund management services	0	0	0	0	1
Fees on custodial services	38	40	69	75	132
Interbank fees	19	20	36	39	78
Credit broking commissions	22	20	49	47	91
Commissions on the sale of insurance products	(3)	3	(1)	11	17
Sundry commissions and fees on banking services	140	145	284	338	621
Total commission and fee expenses etc.	**512**	**518**	**1 004**	**1 059**	**2 083**
Net commission and fee income	**1 158**	**1 120**	**2 111**	**2 108**	**4 219**

Note 7 Net gains on financial instruments at fair value

					DNB Bank ASA
Amounts in NOK million	2nd quarter 2013	2nd quarter 2012	1st half 2013	1st half 2012	Full year 2012
Dividends	233	214	261	262	385
Net gains on commercial paper and bonds [1)]	(712)	426	(793)	1 770	4 529
Net gains on shareholdings and equity-related derivatives	(49)	(197)	18	(156)	110
Net unrealised gains on basis swaps	80	725	10	49	(934)
Net gains on other financial instruments	2 066	904	3 218	2 246	3 323
Net gains on financial instruments at fair value	**1 618**	**2 071**	**2 714**	**4 170**	**7 413**

					DNB Bank Group
Amounts in NOK million	2nd quarter 2013	2nd quarter 2012	1st half 2013	1st half 2012	Full year 2012
Dividends	225	221	253	269	392
Net gains on commercial paper and bonds	(834)	518	(944)	1 182	3 044
Net gains on shareholdings and equity-related derivatives	(59)	(168)	10	(134)	123
Net unrealised gains on basis swaps	(88)	1 078	(321)	(1 355)	(1 687)
Net gains on other financial instruments	2 100	979	3 414	1 656	2 027
Net gains on financial instruments at fair value	**1 345**	**2 627**	**2 412**	**1 618**	**3 899**

1) *Unrealised gains on DNB Bank ASA's investments in covered bonds issued by DNB Boligkreditt were NOK 125 million in the second quarter of 2013. Investments in such bonds totalled NOK 85.8 billion at 30 June 2013, of which NOK 84.0 billion have been used in the exchange scheme with the Norwegian government. See note 23 Information on related parties – stimulus packages.*

Note 8 Profit from companies accounted for by the equity method

Moody's and Standard & Poor's downgrades of Eksportfinans' credit rating in the fourth quarter of 2011 resulted in sizeable unrealised gains on the company's long-term funding. The effect of such unrealised gains on DNB's holding, after tax, represented NOK 11.8 billion in the fourth quarter of 2011. After reviewing the fair value of the company in connection with the closing of the annual accounts, DNB wrote down the value by an amount corresponding to unrealised gains on Eksportfinans' own debt in the fourth quarter of 2011. In 2012, the required rate of return in the market was reduced, and Eksportfinans had sizeable unrealised losses on own debt. The impairment loss recorded by DNB in the fourth quarter of 2011 was reversed by an amount corresponding to these unrealised losses. The reversal represented just under NOK 7.5 billion of DNB's holding after tax. In the first half of 2013, an additional reversal of NOK 1.1 billion was made. The impairment loss in 2011 and subsequent reversals have been reported on the line "Profit from companies accounted for by the equity method" along with DNB's share of profits from the company.

Note 9 Other income

					DNB Bank ASA [1)]
Amounts in NOK million	2nd quarter 2013	2nd quarter 2012	1st half 2013	1st half 2012	Full year 2012
Income from owned/leased premises	24	26	45	53	111
Group contributions and dividends from subsidiaries	0	0	16	24	468
Miscellaneous operating income [2)]	1 710	978	3 166	1 639	4 083
Total other income	**1 735**	**1 005**	**3 228**	**1 716**	**4 662**

1) *Nordlandsbanken ASA was merged with DNB Bank ASA in the fourth quarter of 2012 according to the pooling of interests method, and figures for previous periods have not been restated. The merger has no accounting effect for the banking group.*

2) *The change in miscellaneous operating income is mainly due to an increase in the management fee paid by DNB Boligkreditt AS. See Note 23 Information on related parties for more information.*

					DNB Bank Group
Amounts in NOK million	2nd quarter 2013	2nd quarter 2012	1st half 2013	1st half 2012	Full year 2012
Income from owned/leased premises	14	17	26	36	80
Income from investment properties	58	68	125	136	273
Fees on real estate broking	351	316	613	583	1 134
Miscellaneous operating income	491	504	968	947	1 794
Total other income	**913**	**905**	**1 733**	**1 703**	**3 281**

Note 10 Operating expenses

DNB Bank ASA

Amounts in NOK million	2nd quarter 2013	2nd quarter 2012 1)	1st half 2013	1st half 2012 1)	Full year 2012 1)
Salaries	1 531	1 461	2 923	2 861	5 811
Employer's national insurance contributions	208	203	397	395	784
Pension expenses 2)	65	230	289	457	992
Restructuring expenses 2)	565	5	579	6	34
Other personnel expenses	157	135	316	290	608
Total salaries and other personnel expenses	**2 526**	**2 035**	**4 503**	**4 009**	**8 229**
Fees 3)	289	282	530	514	1 113
IT expenses 3)	493	397	973	824	1 681
Postage and telecommunications	55	70	118	140	275
Office supplies	10	12	19	25	51
Marketing and public relations	120	128	243	282	558
Travel expenses	43	52	76	95	192
Reimbursement to Norway Post for transactions executed	38	35	66	66	138
Training expenses	7	10	20	27	49
Operating expenses on properties and premises	297	267	640	542	1 235
Operating expenses on machinery, vehicles and office equipment	21	27	44	48	96
Other operating expenses 4)	105	152	686	308	565
Total other expenses	**1 480**	**1 431**	**3 415**	**2 872**	**5 953**
Depreciation and impairment of fixed and intangible assets	0	0	0	0	0
Total depreciation and impairment of fixed and intangible assets	**526**	**433**	**964**	**796**	**1 876**
Total operating expenses 5)	**4 532**	**3 899**	**8 882**	**7 677**	**16 058**

DNB Bank Group

Amounts in NOK million	2nd quarter 2013	2nd quarter 2012 1)	1st half 2013	1st half 2012 1)	Full year 2012 1)
Salaries	1 866	1 814	3 551	3 550	7 069
Employer's national insurance contributions	262	260	507	514	1 003
Pension expenses 2)	82	244	324	495	1 064
Restructuring expenses 2)	568	5	589	6	75
Other personnel expenses	172	151	345	323	667
Total salaries and other personnel expenses	**2 951**	**2 474**	**5 315**	**4 887**	**9 878**
Fees 3)	311	306	577	567	1 216
IT expenses 3)	555	478	1 108	960	1 843
Postage and telecommunications	67	84	142	168	321
Office supplies	25	23	47	44	94
Marketing and public relations	224	229	424	470	892
Travel expenses	53	63	94	116	228
Reimbursement to Norway Post for transactions executed	38	35	66	66	138
Training expenses	9	12	23	31	59
Operating expenses on properties and premises	358	321	764	662	1 492
Operating expenses on machinery, vehicles and office equipment	30	39	61	71	140
Other operating expenses 4)	180	238	842	484	920
Total other expenses	**1 851**	**1 826**	**4 150**	**3 638**	**7 343**
Impairment losses for goodwill 6)	0	0	0	0	85
Depreciation and impairment of fixed and intangible assets	563	470	1 061	876	1 905
Total depreciation and impairment of fixed and intangible assets	**563**	**470**	**1 061**	**876**	**1 990**
Total operating expenses	**5 365**	**4 770**	**10 526**	**9 401**	**19 211**

1) *Due to changes in principles, some comparative figures have been restated. See further details in note 1 Accounting principles.*

2) *In consequence of the restructuring process in DNB, provisions for restructuring costs were made in the second quarter of 2013. In addition, a reduction in pension commitments for employees who were granted severance packages was estimated, resulting in lower pension expenses. In this connection, actuarial calculations for DNB Bank ASA were also updated, using new calculation assumptions as at 30 June 2013. See further information in the comprehensive income statement.*

3) *Fees also include system development fees and must be viewed relative to IT expenses.*

4) *During the first quarter of 2013, NOK 450 million was charged to the income statement in connection with the Supreme Court ruling regarding certain debt-financed structured products.*

5) *Nordlandsbanken ASA was merged with DNB Bank ASA in the fourth quarter of 2012 according to the pooling of interests method, and figures for previous periods have not been restated. The merger has no accounting effect for the banking group.*

6) *Impairment losses for goodwill of NOK 47 million relating to SalusAnsvar and NOK 38 million to Pres-Vac were recorded in the third quarter of 2012.*

Note 11 Number of employees/full-time positions

DNB Bank ASA

	2nd quarter 2013 1)	2nd quarter 2012	1st half 2013 1)	1st half 2012	Full year 2012 2)
Number of employees at end of period	8 264	8 190	8 264	8 190	8 338
- of which number of employees abroad	791	741	791	741	751
Number of employees calculated on a full-time basis at end of period	7 898	7 901	7 898	7 901	8 037
- of which number of employees calculated on a full-time basis abroad	762	729	762	729	739
Average number of employees	8 285	8 207	8 309	8 218	8 226
Average number of employees calculated on a full-time basis	7 919	7 913	7 962	7 926	7 933

DNB Bank Group

	2nd quarter 2013 1) 3)	2nd quarter 2012 4)	1st half 2013 1) 3)	1st half 2012 4)	Full year 2012 4)
Number of employees at end of period	12 034	12 976	12 034	12 976	12 655
- of which number of employees abroad	3 774	4 572	3 774	4 572	4 293
Number of employees calculated on a full-time basis at end of period	11 593	12 547	11 593	12 547	12 274
- of which number of employees calculated on a full-time basis abroad	3 710	4 472	3 710	4 472	4 240
Average number of employees	12 222	12 984	12 378	12 992	12 909
Average number of employees calculated on a full-time basis	11 783	12 565	11 958	12 574	12 501

1) *The restructuring of the Group resulted in staff reductions during the second quarter of 2013.*
2) *Nordlandsbanken ASA was merged with DNB Bank ASA in the fourth quarter of 2012. This resulted in the transfer of 229 employees, corresponding to 223 full-time positions, to DNB Bank ASA.*
3) *In May, the customer portfolio in Poland comprising personal customers and small and medium-sized enterprises was transferred to a Polish bank. The transaction also entailed the transfer of 38 branch offices and approximately 250 employees.*
4) *Includes SalusAnsvar AB, which was sold at the end of January 2013. At year-end 2012, SalusAnsvar's staff represented 137 full-time positions and 147 employees.*

Note 12 Fair value of financial instruments at amortised cost

DNB Bank ASA

	Book value		Fair value	
Amounts in NOK million	30 June 2013	31 Dec. 2012	30 June 2013	31 Dec. 2012
Cash and deposits with central banks	56 029	72 809	56 029	72 809
Due from credit institutions	116 412	138 154	116 412	138 154
Loans to customers	667 240	653 125	667 443	655 008
Commercial paper and bonds, held to maturity	68 456	71 288	67 960	70 432
Total financial assets	908 137	935 376	907 844	936 403
Due to credit institutions	30 021	35 789	30 021	35 789
Deposits from customers	884 454	728 337	884 454	728 337
Securities issued	144 061	150 733	146 256	153 961
Subordinated loan capital	17 870	19 622	17 393	19 143
Total financial liabilities	1 076 406	934 481	1 078 123	937 230

DNB Bank Group

	Book value		Fair value	
Amounts in NOK million	30 June 2013	31 Dec. 2012	30 June 2013	31 Dec. 2012
Cash and deposits with central banks	58 806	75 544	58 806	75 544
Due from credit institutions	12 977	8 558	12 977	8 558
Loans to customers	1 200 796	1 169 997	1 200 241	1 170 557
Commercial paper and bonds, held to maturity	68 456	71 288	67 960	70 432
Total financial assets	1 341 035	1 325 387	1 339 984	1 325 091
Due to credit institutions	31 291	25 461	31 291	25 461
Deposits from customers	922 977	761 037	922 977	761 037
Securities issued	419 671	399 612	424 580	403 797
Subordinated loan capital	17 870	19 622	17 393	19 143
Total financial liabilities	1 391 808	1 205 732	1 396 241	1 209 438

Note 13 Financial instruments at fair value

DNB Bank ASA

Amounts in NOK million	Valuation based on quoted prices in an active market Level 1	Valuation based on observable market data Level 2	Valuation based on other than observable market data Level 3	Accrued interest [1)]	Total
Assets as at 30 June 2013					
Deposits with central banks	0	423 037	0	1	423 038
Due from credit institutions	0	92 380	0	239	92 619
Loans to customers	0	2 479	55 161	231	57 871
Commercial paper and bonds at fair value	56 419	200 379	485	1 264	258 547
Shareholdings	5 767	98	3 130		8 994
Financial derivatives	44	106 631	866		107 540
Liabilities as at 30 June 2013					
Due to credit institutions	0	315 383	0	421	315 804
Deposits from customers	0	81 996	0	208	82 204
Debt securities issued	0	223 933	0	245	224 178
Subordinated loan capital	0	1 246	0	2	1 248
Financial derivatives	63	100 639	723		101 425

DNB Bank Group

Amounts in NOK million	Valuation based on quoted prices in an active market Level 1	Valuation based on observable market data Level 2	Valuation based on other than observable market data Level 3	Accrued interest [1)]	Total
Assets as at 30 June 2013					
Deposits with central banks	0	423 037	0	1	423 038
Due from credit institutions	0	35 314	0	162	35 476
Loans to customers	0	2 479	135 736	417	138 631
Commercial paper and bonds at fair value	61 440	112 482	489	1 288	175 699
Shareholdings	5 975	105	3 363		9 443
Financial derivatives	44	94 338	866		95 247
Liabilities as at 30 June 2013					
Due to credit institutions	0	286 804	0	409	287 213
Deposits from customers	0	81 996	0	208	82 204
Debt securities issued	0	279 743	0	838	280 581
Subordinated loan capital	0	1 246	0	2	1 248
Financial derivatives	63	69 675	723		70 461

1) Accrued interest on financial derivatives is included in the amounts in levels 2 and 3.

Financial instruments at fair value, level 3

DNB Bank ASA

	Financial assets				Financial liabilities
Amounts in NOK million	Loans to customers	Commercial paper and bonds	Share-holdings [1)]	Financial derivatives	Financial derivatives
Recorded value as at 31 December 2012	**58 058**	**589**	**3 144**	**877**	**607**
Net gains on financial instruments	(71)	(5)	(5)	(24)	(33)
Additions/purchases	190	323	26	263	256
Sales	1 285	1 015	35	0	0
Settled	1 732	0	0	249	111
Transferred from level 1 or level 2	0	959	0	0	0
Transferred to level 1 or level 2	0	367	0	0	0
Other [2)]	0	1	0	(1)	4
Recorded value as at 30 June 2013	**55 161**	**485**	**3 130**	**866**	**723**

Note 13 Financial instruments at fair value (continued)

Financial instruments at fair value, level 3 — DNB Bank Group

Amounts in NOK million	Financial assets: Loans to customers	Financial assets: Commercial paper and bonds	Financial assets: Share-holdings [1]	Financial assets: Financial derivatives	Financial liabilities: Financial derivatives
Recorded value as at 31 December 2012	**136 124**	**593**	**3 374**	**877**	**607**
Net gains on financial instruments	17	(5)	(16)	(24)	(33)
Additions/purchases	5 653	323	35	263	256
Sales	687	1 015	35	0	0
Settled	5 370	0	0	249	111
Transferred from level 1 or level 2	0	959	0	0	0
Transferred to level 1 or level 2	0	367	0	0	0
Other [2]	0	1	6	(1)	4
Recorded value as at 30 June 2013	**135 736**	**489**	**3 363**	**866**	**723**

1) Equities classified as level 3 comprise, in addition to pure equity investments, property fund units, limited partnership units and private equity investments.
2) Includes exchange rate effects.

Loans to customers
The portfolio of loans carried at fair value consists primarily of fixed-rate loans in Norwegian kroner and a share of margin loans in Norwegian kroner. The value of fixed-rate loans is determined by discounting agreed interest flows over the term of the loan, using a discount factor adjusted for margin requirements. The assumptions underlying the calculation of the margin requirement are based on a review of the market conditions on the balance sheet date and on an assessment of the deliberations made by external investors when investing in a corresponding portfolio. A margin requirement is calculated for margin loans, and the difference between the margin requirement and the agreed margin is discounted over the average expected time to the repricing of the loan.

For a further discussion of the instruments and valuation techniques, see DNB's annual report for 2012.

Breakdown of fair value, level 3 — DNB Bank ASA

Amounts in NOK million	Loans to customers 30 June 2013	Commercial paper and bonds 30 June 2013	Share-holdings 30 June 2013
Principal amount / purchase price	55 053	486	2 443
Fair value adjustment	108	(1)	687
Total fair value, excluding accrued interest	55 161	485	3 130

Breakdown of fair value, level 3 — DNB Bank Group

Amounts in NOK million	Loans to customers 30 June 2013	Commercial paper and bonds 30 June 2013	Share-holdings 30 June 2013
Principal amount / purchase price	134 411	490	2 646
Fair value adjustment	1 325	(1)	717
Total fair value, excluding accrued interest	135 736	489	3 363

Sensitivity analysis, level 3

DNB Bank ASA: Effect of reasonably possible alternative assumptions	DNB Bank ASA: Recorded value 30 June 2013	*Amounts in NOK million*	DNB Bank Group: Recorded value 30 June 2013	DNB Bank Group: Effect of reasonably possible alternative assumptions
(31)	55 161	Loans to customers	135 736	(268)
(1)	485	Commercial paper and bonds	489	(1)
0	3 130	Shareholdings	3 363	0
0	142	Financial derivatives, net	142	0

In order to show the sensitivity of the loan portfolio, the discount rate on fixed-rate loans and the margin requirement on margin-based loans have been increased by 10 basis points.

Level 3 bonds mainly represent investments in Norwegian municipalities, country municipalities, savings banks and power companies. A 10 basis point increase in the discount rate has had insignificant effects.

The banking group's portfolio of equities in level 3 was NOK 3 363 million as at 30 June 2013. The investment in Nets Holding represented NOK 1 725 million.

Note 14 Offsetting

DNB Bank ASA

Amounts in NOK million	Gross carrying amount	Amounts offset in the statement of financial position	Carrying amount	Netting agreements	Other collateral [1]	Amounts after possible netting
Assets as at 30 June 2013						
Due from credit institutions [2]	28 608		28 608		28 608	0
Loans to customers [2]	2 208		2 208		2 208	0
Stimulus package - swap scheme with Norges Bank [3]	42 669		42 669		42 669	0
Financial derivatives [4]	129 236	21 696	107 540	53 583	51	53 906
Liabilities as at 30 June 2013						
Due to credit institutions [5]	25 607		25 607		25 607	0
Deposits from customers [5]	504		504		504	0
Funding from Norges Bank [3]	42 669		42 669		42 669	0
Financial derivatives [4]	121 038	19 613	101 425	53 583	730	47 112

DNB Bank Group

Amounts in NOK million	Gross carrying amount	Amounts offset in the statement of financial position	Carrying amount	Netting agreements	Other collateral [1]	Amounts after possible netting
Assets as at 30 June 2013						
Due from credit institutions [2]	28 634		28 634		28 634	0
Loans to customers [2]	2 211		2 211		2 211	0
Stimulus package - swap scheme with Norges Bank [3]	42 669		42 669		42 669	0
Financial derivatives [4]	116 943	21 696	95 247	53 583	51	41 613
Liabilities as at 30 June 2013						
Due to credit institutions [5]	25 607		25 607		25 607	0
Deposits from customers [5]	504		504		504	0
Funding from Norges Bank [3]	42 669		42 669		42 669	0
Financial derivatives [4]	90 074	19 613	70 461	53 583	730	16 148

1) *Includes both securities received/transferred from/to counterparties and securities received/placed as collateral in depositories in Clearstream or Euroclear.*
2) *Includes reverse repurchase agreements, securities borrowing and loans collateralised by securities.*
3) *See note 23 Information on related parties for information regarding the swap scheme with Norges Bank.*
4) *Financial derivatives are presented net in the balance sheet after received/paid cash collateral.*
5) *Includes repurchase agreements, securities lending and deposits collateralised by securities.*

The banking group's netting rights are in compliance with general rules in Norwegian legislation. Netting clauses have been included in all of the bank's standard loan agreements and in product agreements in DNB Markets. CSA agreements (Credit Support Annex) have been entered into with most of the major banks. This implies that the market value of all derivatives entered into between DNB and the counterparty is settled either daily or weekly. Master netting agreements give access to setting off other outstanding accounts with customers if certain conditions occur. The amounts are not set off in the balance sheet as the transactions are generally not settled on a net basis.

Note 15 Impairment of loans and guarantees

					DNB Bank ASA
Amounts in NOK million	2nd quarter 2013	2nd quarter 2012	1st half 2013	1st half 2012	Full year 2012
Write-offs	292	1	301	73	271
New individual impairment	615	769	1 480	1 593	3 223
Total new individual impairment	907	770	1 781	1 666	3 494
Reassessed individual impairment	131	88	403	236	364
Recoveries on loans and guarantees previously written off	103	90	212	183	383
Net individual impairment	674	591	1 166	1 247	2 747
Change in collective impairment of loans	60	107	230	241	448
Impairment of loans and guarantees [1] [2]	**734**	**699**	**1 396**	**1 488**	**3 195**
Write-offs covered by individual impairment made in previous years	214	628	448	1 070	2 000
1) Of which individual impairment of guarantees	*14*	*9*	*89*	*60*	*61*

2) Nordlandsbanken ASA was merged with DNB Bank ASA in the fourth quarter of 2012 according to the pooling of interests method, and figures for previous periods have not been restated. The merger has no accounting effect for the banking group.

					DNB Bank Group
Amounts in NOK million	2nd quarter 2013	2nd quarter 2012	1st half 2013	1st half 2012	Full year 2012
Write-offs	326	62	391	144	344
New individual impairment	810	805	1 880	1 810	3 800
Total new individual impairment	1 136	867	2 271	1 955	4 144
Reassessed individual impairment	237	163	642	460	818
Recoveries on loans and guarantees previously written off	108	95	222	197	412
Net individual impairment	791	609	1 408	1 297	2 915
Change in collective impairment of loans	146	76	267	172	265
Impairment of loans and guarantees [1]	**937**	**685**	**1 674**	**1 469**	**3 179**
Write-offs covered by individual impairment made in previous years	385	569	664	1 479	2 879
1) Of which individual impairment of guarantees	*14*	*10*	*89*	*59*	*63*

Note 16 Loans to customers

DNB Bank ASA [1]						DNB Bank Group
30 june 2012	31 Dec. 2012	30 June 2013	*Amounts in NOK million*	30 June 2013	31 Dec. 2012	30 June 2012
			Loans at amortised cost:			
655 577	660 384	675 128	Loans to customers, nominal amount	1 211 527	1 179 902	1 204 761
5 207	5 835	6 476	Individual impairment	10 136	9 308	9 293
650 369	654 549	668 652	Loans to customers, after individual impairment	1 201 391	1 170 593	1 195 468
693	990	1 261	+ Accrued interest and amortisation	2 779	2 433	2 454
530	546	506	- Individual impairment of accrued interest amortisation	694	708	667
1 665	1 867	2 167	- Collective impairment	2 680	2 321	2 289
648 868	653 125	667 240	Loans to customers, at amortised cost	1 200 796	1 169 997	1 194 966
			Loans at fair value:			
60 055	60 095	57 531	Loans to customers, nominal amount	136 889	137 032	124 533
279	341	231	+ Accrued interest	417	523	447
34	182	108	+ Adjustment to fair value	1 325	1 311	641
60 368	60 618	57 871	Loans to customers, at fair value	138 631	138 866	125 620
709 236	**713 743**	**725 111**	**Loans to customers**	**1 339 427**	**1 308 864**	**1 320 587**

1) Nordlandsbanken ASA was merged with DNB Bank ASA in the fourth quarter of 2012 according to the pooling of interests method, and figures for previous periods have not been restated. The merger has no accounting effect for the banking group.

Note 17 Net impaired loans and guarantees for principal customer groups [1)]

DNB Bank ASA [2)] 30 June 2012	31 Dec. 2012	30 June 2013	*Amounts in NOK million*	DNB Bank Group 30 June 2013	31 Dec. 2012	30 June 2012
1 449	1 391	1 443	Private individuals	3 555	3 545	3 725
4 726	5 234	6 342	Transportation by sea and pipelines and vessel construction	6 384	5 246	4 772
2 397	3 080	2 742	Real estate	3 708	3 685	3 229
1 502	1 428	1 809	Manufacturing	2 227	1 811	1 920
309	354	338	Services	543	573	540
185	130	180	Trade	404	370	480
19	40	96	Oil and gas	96	40	19
393	358	405	Transportation and communication	561	584	529
841	742	607	Building and construction	909	1 030	1 214
5	91	44	Power and water supply	112	105	5
60	66	63	Seafood	63	67	63
68	65	63	Hotels and restaurants	234	205	302
104	143	84	Agriculture and forestry	116	235	184
0	0	0	Central and local government	0	0	0
59	13	13	Other sectors	15	15	113
12 117	13 136	14 229	Total customers	18 926	17 512	17 095
0	0	8	Credit institutions	7	0	0
12 117	13 136	14 238	Total net impaired loans and guarantees	18 933	17 512	17 095
961	1 494	2 577	Non-performing loans and guarantees not subject to impairment	4 353	2 228	2 165
13 078	14 630	16 814	Total net non-performing and doubtful loans and guarantees	23 286	19 740	19 260

1) Includes loans and guarantees subject to individual impairment and total non-performing loans and guarantees not subject to impairment. The breakdown into principal customer groups is based on standardised sector and industry categories set up by Statistics Norway.

2) Nordlandsbanken ASA was merged with DNB Bank ASA in the fourth quarter of 2012 according to the pooling of interests method, and figures for previous periods have not been restated. The merger has no accounting effect for the banking group.

Note 18 Commercial paper and bonds, held to maturity

DNB Bank ASA 30 June 2012	31 Dec. 2012	30 June 2013	*Amounts in NOK million*	DNB Bank Group 30 June 2013	31 Dec. 2012	30 June 2012
84 165	70 831	67 999	DNB Markets	67 999	70 831	84 165
964	457	457	Other units	457	457	964
85 129	**71 288**	**68 456**	**Commercial paper and bonds, held to maturity**	**68 456**	**71 288**	**85 129**

As part of ongoing liquidity management, DNB Bank has invested in a portfolio of securities. The portfolio can be used to regulate the liquidity requirement and as a basis for furnishing collateral for operations in various countries. Among other things, the securities serve as collateral for short and long-term borrowing in a number of central banks and as a basis for liquidity buffers to meet regulatory requirements. With effect from 1 July 2008, the international bond portfolio in DNB Markets was reclassified from the category "fair value through profit or loss" to "held-to-maturity investments". Portfolios in this category are recorded at amortised cost and written down if there is objective evidence of a decrease in value.

In line with IAS 39, the portfolio has been reviewed to identify objective indications of impairment. No impairment losses have been identified in the portfolio.

Measurement of the reclassified bond portfolio

The reclassification in accordance with IAS 39 Financial Instruments: Recognition and Measurements requires that the value of the portfolio based on the principles applied before the reclassification must be reported. In a normal market situation, the portfolio would have been recorded at external observable prices before the reclassification. Due to the financial turmoil, there were no such observable prices in the market in 2008. In order to meet the disclosure requirement at end-June 2013, the portfolio has been measured at fair value according to models used for financial instruments not traded in an active market. The model applied is based on a regression analysis whereby historical market data (explanatory variables) which have been observable even during the financial turmoil are used to explain historical changes in value in the portfolio. During the period from the fourth quarter of 2006 up to and including the second quarter of 2008, the model shows a high level of correlation between changes in given market data and changes in value in the portfolio, which at the time was priced in an active market or through broker quotes which were believed to be fairly reliable. If the model had been applied to the portfolio in the second quarter of 2013, there would have been a NOK 354 million increase in profits.

Note 18 Commercial paper and bonds, held to maturity (continued)

Effects of the reclassifications of the international bond portfolio

By measuring the portfolio at amortised cost, the value of the portfolio as at 30 June 2013 was NOK 0.5 billion higher than if the previous valuation principle had been retained. On the reclassification date, the book value of the portfolio was NOK 88.0 billion, compared with NOK 23.2 billion at end-June 2013. The average term to maturity of the portfolio was 5.0 years, and the change in value resulting from an interest rate adjustment of one basis point was NOK 12 million at end-June 2013.

Effects on profits of the reclassification — **DNB Bank Group**

Amounts in NOK million	2nd quarter 2013	2nd quarter 2012	1st half 2013	1st half 2012	Full year 2012
Recorded amortisation effect	41	47	94	105	139
Net gain, if valued at fair value	395	(13)	381	234	1 464
Effects of reclassification on profits	(354)	59	(287)	(129)	(1 325)

Effects on the balanse sheet of the reclassification — **DNB Bank Group**

Amounts in NOK million	30 June 2013	31 Dec. 2012	30 June 2012
Recorded unrealised losses	672	766	800
Unrealised losses, if valued at fair value	1 204	1 585	2 814
Effects of reclassification on the balance sheet	532	818	2 015

Development in the portfolio after the reclassification — **DNB Bank Group**

Amounts in NOK million	30 June 2013	31 Dec. 2012	30 June 2012
Reclassified portfolio, recorded value	23 228	25 511	31 153
Reclassified portfolio, if valued at fair value	22 696	24 692	29 138
Effects of reclassification on the balance sheet	532	818	2 015

DNB Markets' international bond portfolio

After the reclassification date, DNB Markets has chosen to increase its investments in held-to-maturity securities. According to new proposed liquidity requirements for banks, in order for the securities to be classified as liquid funds, they must qualify for immediate sale. New investments in the international bond portfolio as from 2011 mainly represent covered and government-guaranteed bonds. Investments made after 2011 are carried at fair value. As at 30 June 2013 DNB Markets' international bond portfolio represented NOK 135.6 billion. 82.8 per cent of the securities in the portfolio had an AAA rating, while 12.0 per cent were rated AA. There were no synthetic securities in the portfolio and no investments in US sub-prime bonds or Collateralised Debt Obligations, CDOs. Nor were any investments made in Portugal, Italy, Ireland, Greece or Spain. The structure of DNB Markets' international bond portfolio is shown below.

DNB Bank Group

	Per cent 30 June 2013	NOK million 30 June 2013
Asset class		
Consumer credit	0.1	136
Residential mortgages	28.4	38 694
Corporate loans	0.4	545
Government related	28.7	39 103
Covered bonds	42.4	57 768
Total international bond portfolio DNB Markets, nominal values	100.0	136 246
Accrued interest, amortisation effects and fair value adjustments		(690)
Total international bond portfolio DNB Markets		135 556
Total international bond portfolio DNB Markets, held to maturity		67 999
Of which reclassified portfolio		23 228

The average term to maturity of DNB Markets' international bond portfolio is 3.0 years, and the change in value resulting from an interest rate adjustment of one basis point was NOK 15 million at end-June 2013.

Note 19 Intangible assets

DNB Bank ASA [1] 30 June 2012	31 Dec. 2012	30 June 2013	*Amounts in NOK million*	DNB Bank Group 30 June 2013	31 Dec. 2012	30 June 2012
2 431	2 907	2 931	Goodwill	3 064	3 036	3 291
759	808	694	IT systems development	1 533	1 528	1 377
311	285	267	Other intangible assets	258	262	327
3 501	**3 999**	**3 892**	**Total intangible assets [2]**	**4 855**	**4 826**	**4 995**

1) *Nordlandsbanken ASA was merged with DNB Bank ASA in the fourth quarter of 2012 according to the pooling of interests method, and figures for previous periods have not been restated. The merger has no accounting effect for the banking group.*

2) *Assessments were performed for intangible assets in the second quarter of 2013 and were based on reported figures for the second quarter compared to the approved plans for the various cash-generating units. There was not identified any need for recognising impairment losses as a result of these assessments.*

Note 20 Debt securities issued and subordinated loan capital

As an element in liquidity management, the DNB Bank Group issues and redeems own securities.

Debt securities issued

Amounts in NOK million	DNB Bank ASA 30 June 2013	31 Dec. 2012	30 June 2012
Commercial paper issued, nominal amount	207 711	244 088	260 117
Bond debt, nominal amount	153 923	160 656	169 694
Adjustments	6 605	10 254	6 995
Total debt securities issued	**368 239**	**414 998**	**436 806**

Changes in debt securities issued

DNB Bank ASA

Amounts in NOK million	Balance sheet 30 June 2013	Issued 2013	Matured/ redeemed 2013	Exchange rate movements 2013	Other adjustments 2013	Balance sheet 31 Dec. 2012
Commercial paper issued, nominal amount	207 711	380 878	418 791	1 536		244 088
Bond debt, nominal amount	153 923	7 015	21 442	7 695		160 656
Adjustments	6 605				(3 649)	10 254
Total debt securities issued	**368 239**	**387 893**	**440 233**	**9 231**	**(3 649)**	**414 998**

Changes in subordinated loan capital and perpetual subordinated loan capital securities

DNB Bank ASA

Amounts in NOK million	Balance sheet 30 June 2013	Issued 2013	Matured/ redeemed 2013	Exchange rate movements 2013	Other adjustments 2013	Balance sheet 31 Dec. 2012
Term subordinated loan capital, nominal amount	10 886	1 250	3 709	497		12 848
Perpetual subordinated loan capital, nominal amount	4 046			242		3 804
Perpetual subordinated loan capital securities, nominal amount [1]	3 236			73		3 162
Adjustments	950				(325)	1 275
Total subordinated loan capital and perpetual subordinated loan capital securities	**19 118**	**1 250**	**3 709**	**812**	**(325)**	**21 090**

Note 20 Debt securities issued and subordinated loan capital (continued)

Debt securities issued

DNB Bank Group

Amounts in NOK million	30 June 2013	31 Dec. 2012	30 June 2012
Commercial paper issued, nominal amount	207 730	244 092	260 126
Bond debt, nominal amount 2)	471 364	438 107	451 985
Adjustments	21 158	31 074	22 758
Total debt securities issued	**700 252**	**713 273**	**734 868**

Changes in debt securities issued

DNB Bank Group

Amounts in NOK million	Balance sheet 30 June 2013	Issued 2013	Matured/ redeemed 2013	Exchange rate movements 2013	Other adjustments 2013	Balance sheet 31 Dec. 2012
Commercial paper issued, nominal amount	207 730	380 896	418 794	1 536		244 092
Bond debt, nominal amount 2)	471 364	45 151	38 363	26 469		438 107
Adjustments	21 158				(9 916)	31 074
Total debt securities issued	**700 252**	**426 047**	**457 157**	**28 005**	**(9 916)**	**713 273**

Changes in subordinated loan capital and perpetual subordinated loan capital securities

DNB Bank Group

Amounts in NOK million	Balance sheet 30 June 2013	Issued 2013	Matured/ redeemed 2013	Exchange rate movements 2013	Other adjustments 2013	Balance sheet 31 Dec. 2012
Term subordinated loan capital, nominal amount	10 886	1 250	3 709	497		12 848
Perpetual subordinated loan capital, nominal amount	4 046			242		3 804
Perpetual subordinated loan capital securities, nominal amount 1)	3 236			73		3 162
Adjustments	950				(325)	1 275
Total subordinated loan capital and perpetual subordinated loan capital securities	**19 118**	**1 250**	**3 709**	**812**	**(325)**	**21 090**

1) *Perpetual subordinated loan capital securities are eligible for inclusion in core capital by an amount not exceeding 15 per cent of total core capital. The Norwegian FSA may require that the securities should be written down proportionally to equity if the bank's core capital ratio falls below 5 per cent or capital adequacy ratio falls below 8 per cent. Amounts written down on the securities must be revalued before the distribution of dividends to shareholders or revaluation of equity.*

2) *Minus own bonds. Outstanding covered bonds in DNB Boligkreditt totaled NOK 403.2 billion as at 30 June 2013. The cover pool market value represented NOK 524.7 billion.*

Note 21 Capital adequacy

The DNB Bank Group follows the Basel II regulations for capital adequacy calculations. Valuation rules used in the statutory accounts form the basis for the consolidation, which is subject to special consolidation rules governed by the Consolidation Regulations. Capital adequacy is reported in accordance with regulations from Finanstilsynet. The figures as at 30 June 2013 are partially based on estimates.

DNB Bank ASA		**Primary capital**	**DNB Bank Group**	
31 Dec. 2012	30 June 2013	*Amounts in NOK million*	30 June 2013	31 Dec. 2012
18 314	18 314	Share capital	18 314	18 314
87 160	87 433	Other equity	92 438	98 280
105 474	105 747	Total equity	110 753	116 594
		Deductions		
(8)	(0)	Pension funds above pension commitments	(2)	(19)
(2 907)	(2 931)	Goodwill	(3 592)	(3 543)
(565)	(679)	Deferred tax assets	(1 316)	(1 055)
(1 092)	(961)	Other intangible assets	(1 827)	(1 822)
0	0	Group contribution, payable	0	(6 000)
0	0	Unrealised gains on fixed assets	(30)	(30)
(392)	0	50 per cent of investments in other financial institutions	(462)	(538)
(415)	(314)	50 per cent of expected losses exceeding actual losses, IRB portfolios	84	(626)
181	181	Adjustments for unrealised losses/(gains) on liabilites recorded at fair value	0	84
100 276	101 043	Common Equity Tier 1 capital	103 609	103 047
-	103 903	Common Equity Tier 1 capital incl. 50 per cent of profit for the period	106 721	-
3 162	3 236	Perpetual subordinated loan capital securities [1] [2]	3 236	3 162
103 439	104 279	Tier 1 capital	106 845	106 209
-	107 138	Tier 1 capital incl. 50 per cent of profit for the period	109 957	-
3 804	4 046	Perpetual subordinated loan capital	4 046	3 804
12 848	10 520	Term subordinated loan capital [2]	10 739	13 081
		Deductions		
(392)	0	50 per cent of investments in other financial institutions	0	(538)
(415)	(314)	50 per cent of expected losses exceeding actual losses, IRB portfolios	(462)	(626)
		Additions		
0	0	45 per cent of unrealised gains on fixed assets	18	18
15 846	14 253	Tier 2 capital	14 342	15 740
119 285	118 532	Total eligible primary capital [3]	121 187	121 949
-	121 391	Total eligible primary capital incl. 50 per cent of profit for the period[3]	124 299	-
874 840	898 653	Risk-weighted volume	1 009 228	984 137
69 987	71 892	Minimum capital requirement	80 738	78 731
11.5	11.6	Common Equity Tier 1 capital ratio, transitional rules (%)	10.6	10.5
11.8	11.9	Tier 1 capital ratio, transitional rules (%)	10.9	10.8
13.6	13.5	Capital ratio, transitional rules (%)[4]	12.3	12.4
-	11.2	Common Equity Tier 1 capital ratio, transitional rules, excl. 50 per cent of profit for the period (%)	10.3	-
-	11.6	Tier 1 capital ratio, transitional rules, excl. 50 per cent of profit for the period (%)	10.6	-
-	13.2	Capital ratio, transitional rules, excl. 50 per cent of profit for the period (%)	12.0	-

1) *Perpetual subordinated loan capital securities can represent up to 15 per cent of Tier 1 capital. The excess will qualify as Tier 2 capital.*
2) *As at 30 June 2013, calculations of capital adequacy for the banking group included a total of NOK 219 million in subordinated loan capital in associated companies.*
3) *Primary capital and nominal amounts used in calculating risk-weighted volume deviate from figures in the consolidated accounts since a different consolidation method is used. Associated companies are consolidated according to the pro-rata method in the capital adequacy calculations while the equity method is used in the accounts.*
4) *If 75 per cent of interim profits had been included, the capital ratios of DNB Bank ASA and the DNB Bank Group would have been 13.7 and 12.5 per cent, respectively, as at 30 June 2013.*

Note 21 Capital adequacy (continued)

Basel II

The majority of the credit portfolios are reported according to the IRB approach. However, some portfolios are still subject to final IRB approval from Finanstilsynet. These are banks and financial institutions (DNB Bank) and large corporate clients rated by simulation models (DNB Bank). Credit portfolios in Nordlandsbanken (corporate clients and home mortgages) will gradually be included in the volumes reported according to the IRB approach as and when they are transferred to the core system solutions and risk models in DNB Bank through 2013 and 2014.

Specification of risk-weighted volume and capital requirements **DNB Bank ASA**

Amounts in NOK million	Nominal exposure 30 June 2013	EAD [1] 30 June 2013	Average risk weights in per cent 30 June 2013	Risk-weighted volume 30 June 2013	Capital requirements 30 June 2013	Capital requirements 31 Dec. 2012
IRB approach						
Corporate	825 063	679 275	54.2	367 972	29 438	29 000
Specialised Lending (SL)	4 065	3 984	53.1	2 117	169	192
Retail - mortgage loans	73 237	73 237	22.8	16 683	1 335	1 336
Retail - other exposures	101 393	83 273	28.6	23 843	1 907	1 839
Securitisation	67 999	67 999	35.1	23 889	1 911	1 893
Total credit risk, IRB approach	1 071 758	907 769	47.9	434 504	34 760	34 260
Standardised approach						
Central government	106 867	104 745	0.0	37	3	7
Institutions	418 539	374 093	19.1	71 413	5 713	5 222
Corporate	247 435	203 575	97.4	198 287	15 863	15 793
Retail - mortgage loans	17 740	16 485	54.3	8 952	716	737
Retail - other exposures	61 709	22 320	75.9	16 935	1 355	1 080
Equity positions	55 014	55 014	100.0	55 014	4 401	4 310
Other assets	4 832	4 832	100.0	4 832	387	227
Total credit risk, standardised approach	912 137	781 064	45.5	355 469	28 438	27 377
Total credit risk	1 983 895	1 688 832	46.8	789 974	63 198	61 637
Market risk						
Position risk, debt instruments				42 025	3 362	3 253
Position risk, equity instruments				1 272	102	104
Currency risk				2 304	184	0
Commodity risk				63	5	5
Total market risk				45 665	3 653	3 362
Operational risk				63 133	5 051	5 051
Deductions				(118)	(9)	(63)
Total risk-weighted volume and capital requirements before transitional rules				898 653	71 892	69 987
Additional capital requirements according to transitional rules [2]				0	0	0
Total risk-weighted volume and capital requirements				898 653	71 892	69 987

1) *EAD, exposure at default.*

2) *Due to transitional rules, the minimum capital adequacy requirements cannot be reduced below 80 per cent relative to the Basel I requirements.*

Note 21 Capital adequacy (continued)

Specification of risk-weighted volume and capital requirements **DNB Bank Group**

Amounts in NOK million	Nominal exposure 30 June 2013	EAD [1] 30 June 2013	Average risk weights in per cent 30 June 2013	Risk-weighted volume 30 June 2013	Capital requirements 30 June 2013	Capital requirements 31 Dec. 2012
IRB approach						
Corporate	848 683	702 570	54.2	380 523	30 442	29 417
Specialised Lending (SL)	4 065	3 984	53.1	2 117	169	192
Retail - mortgage loans	602 582	602 580	11.4	68 415	5 473	5 655
Retail - other exposures	101 393	83 273	28.6	23 843	1 907	1 839
Securitisation	67 999	67 999	35.1	23 889	1 911	1 893
Total credit risk, IRB approach	1 624 722	1 460 406	34.2	498 787	39 903	38 997
Standardised approach						
Central government	113 928	122 772	0.1	64	5	10
Institutions	158 137	125 066	23.8	29 750	2 380	2 201
Corporate	326 935	252 531	94.2	237 772	19 022	19 421
Retail - mortgage loans	56 416	53 827	56.8	30 599	2 448	2 189
Retail - other exposures	83 845	41 173	73.6	30 306	2 425	1 872
Equity positions	3 010	3 010	100.0	3 010	241	250
Securitisation	3 848	3 848	18.4	710	57	69
Other assets	11 594	11 594	100.0	11 594	927	804
Total credit risk, standardised approach	757 713	613 820	56.0	343 805	27 504	26 816
Total credit risk	2 382 436	2 074 226	40.6	842 592	67 407	65 813
Market risk						
Position risk, debt instruments				39 410	3 153	3 110
Position risk, equity instruments				1 272	102	104
Currency risk				0	0	0
Commodity risk				63	5	5
Total market risk				40 745	3 260	3 219
Operational risk				71 753	5 740	5 740
Deductions				(165)	(13)	(113)
Total risk-weighted volume and capital requirements before transitional rules				954 924	76 394	74 660
Additional capital requirements according to transitional rules [2]				54 304	4 344	4 071
Total risk-weighted volume and capital requirements				1 009 228	80 738	78 731

1) *EAD, exposure at default.*
2) *Due to transitional rules, the minimum capital adequacy requirements cannot be reduced below 80 per cent relative to the Basel I requirements.*

Note 22 Liquidity risk

Liquidity risk is the risk that the DNB Bank Group will be unable to meet its payment obligations. Overall liquidity management in the Group implies that DNB Bank ASA is responsible for funding domestic subsidiaries, as well as international branches and subsidiaries. Liquidity risk is managed and measured by means of various measurement techniques.

The Board of Directors has approved internal limits which restrict the short-term maturity of liabilities within different time frames. The various maturities are subject to stress testing based on a bank-specific crisis and a systemic crisis and a combination thereof, and a contingency plan has been established to handle market events. In addition, limits have been approved for structural liquidity risk, which implies that lending to customers should largely be financed through customer deposits, subordinated capital and long-term funding. Senior bond debt and covered bonds are the major sources of long-term funding. The banking group's ratio of deposits to net loans was 75.0 per cent at end-June 2013, up from 65.2 per cent a year earlier. The ratio of deposits to net loans in DNB Bank ASA was 133.3 per cent at end-June 2013.

Throughout the second quarter, the short-term funding markets were generally sound for banks with good credit ratings. An increasing number of banks are now regarded as financially strong, and DNB is still among these banks.

During the first two months of the quarter, the long-term funding markets were generally strong for banks with good credit ratings. As May turned into June, however, indications that the Federal Reserve (FED) was considering winding down the quantitative easing if the economic recovery continued, put a damper on market optimism. Coupled with political turmoil in certain emerging economies and greater fear of economic problems in China, this caused increasing market turbulence and a hesitant and nervous bond market towards the end of the quarter.

The average remaining term to maturity for the portfolio of senior bond debt was 4.6 years at end-June 2013, compared with 4.7 years a year earlier. The banking group aims to achieve a sound and stable maturity structure for funding over the next five years.

Note 23 Information on related parties

Major transactions and agreements with related parties:

Eksportfinans ASA

DNB Bank ASA has a 40 per cent ownership interest in Eksportfinans.

Financial market turbulence resulted in sizeable unrealised losses in Eksportfinans' liquidity portfolio in the first quarter of 2008. In order to ensure an adequate capital base for the company, its Board of Directors implemented three measures:

- A share issue of NOK 1.2 billion aimed at the company's owners was implemented, and all owners participated based on their proportional shares.
- A portfolio hedge agreement was entered into, and the owners were invited to participate. DNB Bank ASA's share of the agreement corresponded to 40.43 per cent. The agreement secures Eksportfinans against further decreases in portfolio values of up to NOK 5 billion effective from 29 February 2008. Any recovery of values relative to nominal values will accrue to the participants in the portfolio hedge agreement as payment for their hedging commitment.
- During the first quarter of 2008, Eksportfinans' largest owner banks, DNB Bank ASA, Nordea Bank AB and Danske Bank A/S, approved a committed credit line giving the company access to a liquidity reserve of up to USD 4 billion. The agreement was renewed in June 2009, June 2010 and June 2011. The renewal in 2010 resulted in a reduction in the limit for the liquidity reserve to USD 2 billion. DNB Bank ASA's share of this agreement represents approximately USD 1.1 billion. Eksportfinans has not availed itself of this credit line.

DNB Bank ASA carries loans in its balance sheets which according to a legal agreement have been transferred to Eksportfinans and are guaranteed by DNB Bank ASA. Pursuant to the agreement, the bank still carries interest rate risk and credit risk associated with the transferred portfolio. According to the IFRS regulations, the loans have therefore not been removed from the balance sheet of the bank. These portfolios totalled NOK 3.2 billion at end-June 2013. The loans are set off by deposits/payments from Eksportfinans. DNB Bank ASA has also issued guarantees for other loans in Eksportfinans.

DNB Bank ASA and Eksportfinans have entered into a framework agreement for the sale and repurchase of securities. At end-June 2013, Eksportfinans had drawn EUR 600 million under the agreement, with 26 February 2015 as the latest settlement date.

The transactions with Eksportfinans have been entered into on ordinary market terms as if they had taken place between independent parties.

DNB Boligkreditt AS

DNB Boligkreditt (Boligkreditt) is 100 per cent owned by DNB Bank ASA. As part of ordinary business transactions, a large number of banking transactions are entered into between Boligkreditt and the bank, including loans, deposits and financial derivatives used in currency and interest rate risk management. Transactions are carried out on market terms and are regulated in the ”Agreement relating to transfer of loan portfolio between DNB Bank ASA and DNB Boligkreditt AS” (the transfer agreement) and the ”Contract between DNB Bank ASA and DNB Boligkreditt AS concerning purchase of management services” (the servicing agreement).

The transfer agreement regulates the transfer of loan portfolios qualifying as collateral for the issue of covered bonds. In the period 2008 to 2012, portfolios representing NOK 286.7 billion were transferred from DNB Bank ASA and Nordlandsbanken to Boligkreditt. In the period January through June 2013, portfolios representing NOK 8.4 billion were transferred. The transfers are based on market terms.

Pursuant to the servicing agreement, Boligkreditt purchases services from the bank, including administration, bank production, distribution, customer contact, IT operations and financial and liquidity management. Boligkreditt pays an annual management fee for these services. The fee paid for the period January through June 2013 totalled NOK 2.4 billion.

At end-June 2013 the bank had invested NOK 85.8 billion in covered bonds issued by Boligkreditt. The bank has used bonds issued by Boligkreditt as security for Treasury bills purchased from Norges Bank as part of the stimulus package for the Norwegian financial services industry.

DNB Næringskreditt AS

DNB Næringskreditt (Næringskreditt) is 100 per cent owned by DNB Bank ASA. The mortgage institution was established to issue covered bonds secured by a cover pool comprising commercial property.

The company started operations in the third quarter of 2009. At end-June 2013, commitments with a total value of NOK 20.7 billion had been transferred from the bank to Næringskreditt. The portfolio is diversified with respect to property types, sizes and locations. The transfers are made in agreement with the customers and are based on market terms. Like Boligkreditt, Næringskreditt purchases management and administrative services from the bank. In addition, administrative services relating to the company's operations are purchased from Boligkreditt. The fee paid to the bank and Boligkreditt for the period January through June 2013 totalled NOK 38.4 million.

Note 23 Information on related parties (continued)

DNB Livsforsikring

As part of the company's ordinary investment activity, DNB Livsforsikring has subscribed for covered bonds issued by Boligkreditt. DNB Livsforsikring's investments in Boligkreditt are limited to listed covered bonds. DNB Livsforsikring's holding of Boligkreditt bonds was valued at NOK 4.6 billion at end-June 2013.

DNB Bank ASA has sold foreign currency loans guaranteed by GIEK, the Norwegian Guarantee Institute for Export Credits, to DNB Livsforsikring. At end-June 2013, the recorded value of these loans was NOK 236 million. In connection with the sale, interest rate and currency swaps were entered into, protecting DNB Livsforsikring against currency risk and providing a total return based on Norwegian interest rates. The bank still carries interest rate, settlement and credit risk associated with the relevant loans. According to the IFRS regulations, the loans have therefore not been removed from the balance sheet. The set-offs to the loans are recorded as deposits from customers.

DNB Livsforsikring has entered into an agreement to purchase three buildings in Bjørvika in Oslo which will become DNB's new head office. Two buildings have been completed, while the last one is scheduled for completion in 2014.

DNB has entered into an agreement to lease the three buildings as and when they are completed. The lease agreement will run for 15 years after the completion of the buildings. After the first lease period, DNB has the right to extend the contract period for five years and for another five years after the expiry of the first extension period.

The transactions with DNB Livsforsikring have been entered into on ordinary market terms as if they had taken place between independent parties.

Stimulus packages

On 24 October 2008, the Norwegian parliament authorised the Ministry of Finance to launch a scheme whereby the government and the banks exchange Treasury bills for covered bonds for an agreed period. Norges Bank administers the scheme on commission from the Ministry of Finance.

Under the swap scheme, the government sells Treasury bills to the banks in a time-limited swap for covered bonds. The banks have free disposal over the Treasury bills they acquire and may sell them in the market if they so wish. Treasury bill maturities are between three and six months. The swap agreements last for periods of up to five years, and the banks undertake to purchase new Treasury bills as and when the Treasury bills reach maturity during the agreement period. The Treasury bills are priced at NIBOR plus a premium corresponding to the margin at the time the agreement was concluded. As an additional requirement, there must be a spread of minimum 40 basis points between the agreed interest rate and the Treasury bill yield. Upon expiry of the agreements, the banks are under an obligation to repurchase the covered bonds from the government at the original selling price.

DNB Bank ASA has purchased bonds from Boligkreditt, which have been used as collateral for swap agreements with Norges Bank. The bank is required to repurchase the covered bonds at the original selling price. The bank receives yield from the covered bonds as if they never had been sold. The accounting treatment of sales of financial instruments where the seller retains substantially all the risks and returns associated with the instrument, is described in IAS 39.20 Financial Instruments – Recognition and Measurement. The bank is of the opinion that the requirement for transfer of risk and returns associated with the bonds in accordance with this standard have not been fulfilled, and that the bonds thus cannot be derecognised from the balance sheet of the bank. On a consolidated basis, the bonds are treated as own bonds and netted against issued bonds in Boligkreditt.

In practice, the swap agreements imply that the bank purchases Treasury bills from Norges Bank. These are initially recorded as investments in Treasury bills. The obligation to repurchase the bonds at a price corresponding to the value of the Treasury bills is recorded as funding from Norges Bank. At end-June 2013, this funding represented NOK 42.7 billion. At end-June 2013, the bank's investments in Treasury bills used in the swap agreements represented NOK 42.6 billion.

DNB Singapore Branch and DNB Asia Ltd.

During the first quarter of 2013, an agreement was entered into between DNB Singapore Branch and DNB Asia Ltd. which implies that DNB Asia Ltd. will take over the right to extend loans to the branch's new and existing customers. The agreement also implies that the majority of existing loans will be transferred to DNB Asia Ltd. by end-September 2013. The branch will remain responsible for risk and returns related to the relevant loans until the transfer takes place. The agreement was entered into on market terms.

Note 24 Off-balance sheet transactions, contingencies and post-balance sheet events

Off-balance sheet transactions and additional information

DNB Bank ASA				DNB Bank Group		
30 June 2012	31 Dec. 2012	30 June 2013	*Amounts in NOK million*	30 June 2013	31 Dec. 2012	30 June 2012
42 972	41 752	44 496	Performance guarantees	45 646	42 729	44 296
23 693	22 006	23 263	Payment guarantees	23 100	22 716	25 246
21 798	19 236	18 748	Loan guarantees [1)]	18 748	19 236	19 220
6 418	6 635	6 716	Guarantees for taxes etc.	6 737	6 658	6 471
2 205	2 188	2 262	Other guarantee commitments	2 401	2 405	2 566
97 085	91 817	95 486	Total guarantee commitments	96 632	93 743	97 800
0	0	0	Support agreements	12 417	10 863	10 753
97 085	91 817	95 486	Total guarantee commitments etc. [*)]	109 049	104 606	108 552
489 170	460 733	555 233	Unutilised credit lines and loan offers	544 735	492 947	511 225
3 412	2 147	2 778	Documentary credit commitments	2 882	2 219	3 551
138	151	120	Other commitments	231	221	628
492 721	463 031	558 130	Total commitments	547 849	495 387	515 404
589 807	554 848	653 616	Total guarantee and off-balance commitments	656 898	599 993	623 956
94 447	94 871	85 381	Pledged securities	85 381	94 871	94 447
1 355	*1 131*	*3*	**) Of which counter-guaranteed by financial institutions*	*25*	*1 139*	*1 364*

1) *DNB Bank ASA carries loans in its balance sheet that subject to legal agreement have been transferred to Eksportfinans and for which the bank has issued guarantees. According to the agreement, DNB Bank ASA still carries interest rate risk and credit risk for the transferred portfolio. Customer loans in the portfolio totalling NOK 3.2 billion were recorded in the balance sheet as at 30 June 2013. These loans are not included under guarantees in the table.*

Contingencies

Due to its extensive operations in Norway and abroad, the DNB Group will regularly be party to a number of legal actions. None of the current disputes are expected to have any material impact on the Group's financial position.

On 22 March 2013, the Norwegian Supreme Court ruled against DNB in the civil action brought against the bank by Ivar Petter Røeggen, claiming that two debt-financed investment agreements for structured products be declared null and void. In accordance with the reasoning for the judgment, DNB made provisions of NOK 450 million in the first quarter of 2013 to cover possible compensation payments to customers who have made debt-financed investments in certain structured products.

Other units in the Group are also involved in legal disputes relating to structured products. The DNB Group contests the claims.

DNB Bank ASA has brought an action against seven Norwegian municipalities for the settlement of interest swaps on commercial terms. The municipalities have stopped their payments under the agreements citing that full settlement took place upon payment of the residual value of the investments made. The bank's total claim in the civil action is NOK 825 million plus interest on overdue payments.

A civil action has been brought before a US court of law against DNB Markets Inc. (Minc) and the other arrangers of a USD 300 million Senior Note issue in 2010 on behalf of Overseas Shipholding Group (OSG). Minc's share of the note issue was approximately USD 19 million, representing around 6.25 per cent.

Post-balance sheet events

No information has come to light about important circumstances which had occurred on the balance sheet date on 30 June 2013 and up till the Board of Directors' final consideration of the accounts on 10 July 2013.

Statement
pursuant to Section 5-6 of the Securities Trading Act

We hereby confirm that the half-yearly financial statements for the banking group and the company for the period 1 January through 30 June 2013 to the best of our knowledge have been prepared in accordance with IAS 34 Interim Financial Reporting, as endorsed by the EU, and give a true and fair view of the assets, liabilities, financial position and profit or loss of the banking group and the company taken as a whole.

To the best of our knowledge, the half-yearly report gives a true and fair:

- overview of important events that occurred during the accounting period and their impact on the half-yearly financial statements
- description of the principal risks and uncertainties facing the banking group over the next accounting period
- description of major transactions with related parties.

Oslo, 10 July 2013
The Board of Directors of DNB Bank ASA

Anne Carine Tanum
(chairman)

Jarle Bergo
(vice-chairman)

Sverre Finstad

Vigdis Mathisen

Kai Nyland

Torill Rambjør

Kim Wahl

Rune Bjerke
(group chief executive)

Bjørn Erik Næss
(chief financial officer)

Key figures

		2nd quarter 2013	2nd quarter 2012 1)	1st half 2013	1st half 2012 1)	Full year 2012 1)
						DNB Bank Group
Interest rate analyses						
1.	Combined weighted total average spread for lending and deposits (%)	1.27	1.17	1.23	1.16	1.18
2.	Average spread for ordinary lending to customers (%)	2.30	1.97	2.25	1.89	1.99
3.	Average spread for deposits from customers (%)	(0.24)	(0.11)	(0.27)	(0.04)	(0.12)
Rate of return/profitability						
4.	Net other operating income, per cent of total income	31.6	40.6	30.7	28.9	30.1
5.	Cost/income ratio (%)	48.6	42.0	50.4	49.7	48.5
6.	Return on equity, annualised (%)	11.5	17.0	10.7	11.8	11.8
Financial strength at end of period						
7.	Common equity Tier 1 capital ratio, transitional rules (%) 2)	10.6	9.7	10.6	9.7	10.5
8.	Tier 1 capital ratio, transitional rules (%) 2)	10.9	10.3	10.9	10.3	10.8
9.	Capital ratio, transitional rules (%) 2)	12.3	11.9	12.3	11.9	12.4
10.	Common equity Tier 1 capital (NOK million) 2)	106 721	98 440	106 721	98 440	103 047
11.	Risk-weighted volume (NOK million)	1 009 228	1 018 316	1 009 228	1 018 316	984 137
Loan portfolio and impairment						
12.	Individual impairment relative to average net loans to customers, annualised (%)	0.24	0.18	0.22	0.20	0.22
13.	Impairment relative to average net loans to customers, annualised	0.28	0.20	0.26	0.22	0.24
14.	Net non-performing and net doubtful loans and guarantees, per cent of net loans	1.69	1.44	1.69	1.44	1.48
15.	Net non-performing and net doubtful loans and guarantees at end of period (NOK million)	23 286	19 260	23 286	19 260	19 740
Liquidity						
16.	Ratio of customer deposits to net loans to customers at end of period (%)	75.0	65.2	75.0	65.2	62.6
Staff						
17.	Number of full-time positions at end of period	11 593	12 547	11 593	12 547	12 274

1) Due to changes in principles, some comparative figures have been restated. See further details in note 1 Accounting principles.

2) Including 50 per cent of profit for the period, except for the full year figures.

Definitions

1, 2, 3 Based on nominal values excluding impaired loans, measured against the 3-month money market rate.

5 Total operating expenses relative to total income. Total expenses exclude impairment losses for goodwill and other intangible assets.

6 Average equity is calculated on the basis of recorded equity.

Profit and balance sheet trends

Income statement — **DNB Bank ASA**

Amounts in NOK million	2nd quarter 2013	1st quarter 2013	4th quarter 2012 [1)]	3rd quarter 2012 [1)]	2nd quarter 2012 [1)]
Total interest income	10 745	10 716	12 032	11 999	12 164
Total interest expenses	5 285	5 564	6 146	6 562	6 892
Net interest income	**5 460**	**5 151**	**5 887**	**5 437**	**5 272**
Commission and fee income etc.	1 457	1 248	1 446	1 265	1 395
Commission and fee expenses etc.	491	471	495	494	500
Net gains on financial instruments at fair value	1 618	1 097	1 487	1 756	2 071
Other income	1 735	1 493	1 853	1 093	1 005
Net other operating income	**4 318**	**3 367**	**4 290**	**3 619**	**3 970**
Total income	**9 778**	**8 518**	**10 177**	**9 057**	**9 242**
Salaries and other personnel expenses	2 526	1 977	2 135	2 085	2 035
Other expenses	1 480	1 936	1 627	1 454	1 431
Depreciation and impairment of fixed and intangible assets	526	438	612	469	433
Total operating expenses	**4 532**	**4 350**	**4 373**	**4 008**	**3 899**
Pre-tax operating profit before impairment	**5 246**	**4 168**	**5 803**	**5 048**	**5 343**
Net gains on fixed and intangible assets	(24)	16	(1)	0	(1)
Impairment of loans and guarantees	734	663	1 186	521	699
Pre-tax operating profit	**4 488**	**3 521**	**4 616**	**4 527**	**4 644**
Taxes	1 283	1 007	1 104	1 270	1 298
Profit for the period	**3 204**	**2 514**	**3 512**	**3 257**	**3 345**

Comprehensive income statement — **DNB Bank ASA**

Amounts in NOK million	2nd quarter 2013	1st quarter 2013	4th quarter 2012 [1)]	3rd quarter 2012 [1)]	2nd quarter 2012 [1)]
Profit for the period	**3 204**	**2 514**	**3 512**	**3 257**	**3 345**
Actuarial gains and losses	506	0	3 442	(36)	(36)
Tax on actuarial gains and losses	(142)	0	(942)	10	10
Other comprehensive income that will not be reclassified to profit or loss, net of tax	364	0	2 499	(26)	(26)
Currency translation of foreign operations	186	102	(88)	(49)	59
Other comprehensive income that may subsequently be reclassified to profit or loss, net of tax	186	102	(88)	(49)	59
Other comprehensive income for the period	550	102	2 412	(75)	33
Comprehensive income for the period	**3 754**	**2 616**	**5 924**	**3 182**	**3 378**

1) Due to changes in principles, some comparative figures have been restated. See further details in note 1 Accounting principles.

Balance sheet — **DNB Bank ASA**

Amounts in NOK million	30 June 2013	31 March 2013	31 Dec. 2012 [1)]	30 Sept. 2012 [1)]	30 June 2012 [1)]
Assets					
Cash and deposits with central banks	479 067	394 835	296 158	364 635	407 558
Due from credit institutions	209 031	209 381	208 646	226 563	200 305
Loans to customers	725 111	724 382	713 743	692 744	709 236
Commercial paper and bonds at fair value	258 547	256 855	241 728	215 804	216 090
Shareholdings	8 994	10 340	9 864	8 075	9 506
Financial derivatives	107 540	113 755	120 511	124 449	110 972
Commercial paper and bonds, held to maturity	68 456	68 734	71 288	104 704	85 129
Investments in associated companies	1 070	1 146	1 141	1 140	1 145
Investements in subsidiaries	51 289	50 038	49 896	43 471	39 227
Intangible assets	3 892	3 957	3 999	3 435	3 501
Deferred tax assets	679	653	630	3	7
Fixed assets	6 748	6 707	6 575	6 077	5 938
Other assets	17 587	18 668	12 662	19 329	20 617
Total assets	**1 938 011**	**1 859 450**	**1 736 840**	**1 810 429**	**1 809 232**
Liabilities and equity					
Due to credit institutions	345 824	359 158	283 093	302 446	306 098
Deposits from customers	966 658	862 164	787 245	802 362	812 121
Financial derivatives	101 425	93 318	92 653	95 305	88 688
Debt securities issued	368 239	375 939	414 998	445 288	436 806
Payable taxes	2 668	5 464	4 253	3 416	1 893
Deferred taxes	1 452	1 409	1 405	1 637	1 644
Other liabilities	16 651	30 655	23 015	22 439	27 471
Provisions	1 799	1 593	643	555	525
Pension commitments	2 711	3 429	3 353	6 711	6 726
Subordinated loan capital	19 118	18 610	21 090	25 796	25 968
Total liabilities	**1 826 546**	**1 751 740**	**1 631 746**	**1 705 954**	**1 707 939**
Share capital	18 314	18 314	18 314	18 314	18 314
Share premium reserve	19 895	19 895	19 895	19 895	19 895
Other equity	73 256	69 501	66 885	66 265	63 083
Total equity	**111 465**	**107 711**	**105 094**	**104 475**	**101 292**
Total liabilities and equity	**1 938 011**	**1 859 450**	**1 736 840**	**1 810 429**	**1 809 232**

1) *Due to changes in principles, some comparative figures have been restated. See further details in note 1 Accounting principles.*

Profit and balance sheet trends (continued)

Income statement

DNB Bank Group

Amounts in NOK million	2nd quarter 2013	1st quarter 2013	4th quarter 2012 [1]	3rd quarter 2012 [1]	2nd quarter 2012 [1]
Total interest income	15 107	14 695	15 107	16 045	16 221
Total interest expenses	7 569	7 767	7 926	9 126	9 486
Net interest income	**7 538**	**6 928**	**7 181**	**6 919**	**6 736**
Commission and fee income etc.	1 670	1 445	1 613	1 522	1 638
Commission and fee expenses etc.	512	492	507	516	518
Net gains on financial instruments at fair value	1 345	1 067	1 348	933	2 627
Profit from companies accounted for by the equity method	70	74	177	246	141
Net gains on investment property	4	12	(16)	4	(184)
Other income	913	819	795	783	905
Net other operating income	**3 489**	**2 927**	**3 410**	**2 971**	**4 608**
Total income	**11 027**	**9 855**	**10 592**	**9 890**	**11 344**
Salaries and other personnel expenses	2 951	2 364	2 466	2 525	2 474
Other expenses	1 851	2 299	1 934	1 771	1 826
Depreciation and impairment of fixed and intangible assets	563	498	592	521	470
Total operating expenses	**5 365**	**5 161**	**4 992**	**4 817**	**4 770**
Pre-tax operating profit before impairment	**5 663**	**4 694**	**5 599**	**5 074**	**6 574**
Net gains on fixed and intangible assets	(10)	4	(65)	20	37
Impairment of loans and guarantees	937	737	1 190	521	685
Pre-tax operating profit	**4 716**	**3 961**	**4 345**	**4 572**	**5 926**
Taxes	1 335	1 121	1 094	1 253	1 582
Profit from operations held for sale, after taxes	(7)	10	4	0	92
Profit for the period	**3 374**	**2 850**	**3 255**	**3 319**	**4 436**

Comprehensive income statement

DNB Bank Group

Amounts in NOK million	2nd quarter 2013	1st quarter 2013	4th quarter 2012 [1]	3rd quarter 2012 [1]	2nd quarter 2012 [1]
Profit for the period	**3 374**	**2 850**	**3 255**	**3 319**	**4 436**
Actuarial gains and losses	506	0	3 551	(38)	(38)
Tax on actuarial gains and losses	(142)	0	(973)	11	11
Other comprehensive income that will not be reclassified to profit or loss, net of tax	364	0	2 578	(27)	(27)
Currency translation of foreign operations	115	84	(89)	(65)	77
Other comprehensive income that may subsequently be reclassified to profit or loss, net of tax	115	84	(89)	(65)	77
Other comprehensive income for the period	**479**	**84**	**2 489**	**(92)**	**49**
Comprehensive income for the period	**3 853**	**2 934**	**5 744**	**3 227**	**4 485**

1) Due to changes in principles, some comparative figures have been restated. See further details in note 1 Accounting principles.

Profit and balance sheet trends (continued)

Balance sheet **DNB Bank Group**

Amounts in NOK million	30 June 2013	31 March 2013	31 Dec. 2012 [1)]	30 Sept. 2012 [1)]	30 June 2012 [1)]
Assets					
Cash and deposits with central banks	481 844	397 835	298 892	367 409	410 135
Due from credit institutions	48 453	57 569	33 373	38 933	28 746
Loans to customers	1 339 427	1 326 159	1 308 864	1 319 229	1 320 587
Commercial paper and bonds at fair value	175 699	173 843	160 664	137 013	138 056
Shareholdings	9 443	10 783	10 290	8 522	9 963
Financial derivatives	95 247	93 905	95 890	100 636	89 859
Commercial paper and bonds, held to maturity	68 456	68 734	71 288	104 704	85 129
Investment property	4 440	4 229	5 034	5 125	5 177
Investments in associated companies	2 919	2 946	2 866	2 778	2 536
Intangible assets	4 855	4 829	4 826	4 915	4 995
Deferred tax assets	1 307	1 264	1 112	624	626
Fixed assets	7 523	7 478	7 311	6 956	6 769
Assets held for sale	211	150	417	15	9
Other assets	17 616	18 878	12 619	20 025	21 492
Total assets	**2 257 439**	**2 168 604**	**2 013 444**	**2 116 883**	**2 124 078**
Liabilities and equity					
Due to credit institutions	318 504	336 528	251 388	293 530	294 126
Deposits from customers	1 005 181	897 124	819 945	850 652	861 104
Financial derivatives	70 461	64 174	63 193	65 928	60 292
Debt securities issued	700 252	694 807	713 273	733 194	734 868
Payable taxes	3 040	8 377	6 940	2 944	1 385
Deferred taxes	1 751	1 571	1 630	2 908	2 966
Other liabilities	17 814	23 523	15 553	23 894	28 592
Liabilities held for sale	68	30	76	0	0
Provisions	1 474	1 225	724	629	585
Pension commitments	2 801	3 510	3 442	6 960	6 973
Subordinated loan capital	19 118	18 610	21 090	25 799	25 968
Total liabilities	**2 140 463**	**2 049 480**	**1 897 255**	**2 006 437**	**2 016 859**
Share capital	18 314	18 314	18 314	18 314	18 314
Share premium reserve	20 611	20 611	20 611	20 611	20 611
Other equity	78 051	80 198	77 264	71 521	68 294
Total equity	**116 977**	**119 123**	**116 190**	**110 446**	**107 219**
Total liabilities and equity	**2 257 439**	**2 168 604**	**2 013 444**	**2 116 883**	**2 124 078**

1) Due to changes in principles, some comparative figures have been restated. See further details in note 1 Accounting principles.

Information about the DNB Bank Group

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DNB Bank ASA

Organisation number	Register of Business Enterprises NO 984 851 006 MVA

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Anne Carine Tanum, chairman
Jarle Bergo, vice-chairman
Sverre Finstad
Vigdis Mathisen
Kai Nyland
Torill Rambjør
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Financial calendar 2013

Preliminary results 2012 and fourth quarter 2012	7 February
First quarter 2013	26 April
Second quarter 2013	11 July
Third quarter 2013	24 October

Other sources of information

Annual and quarterly reports

Separate annual and quarterly reports are prepared for the DNB Group, DNB Boligkreditt, DNB Næringskreditt and DNB Livsforsikring. The reports are available on dnb.no.

Annual and quarterly reports can be ordered by sending an e-mail to investor.relations@dnb.no.

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