

First quarter report 2007



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Introduction

The DnB NOR Group¹⁾ recorded healthy profits in the first quarter of the year, with a return on equity of 17.2 per cent. The cost/income ratio was 49.8 per cent for the January through March period of 2007, compared with 48.3 per cent in the year-earlier period. DnB NOR aims to have a cost/income ratio below 50 per cent in 2008. The strong Norwegian economy and sound portfolio quality resulted in low write-downs on loans and guarantees in the first quarter of 2007.

DnB NOR's pre-tax operating profits before write-downs came to NOK 3 769 million in the first quarter of 2007, up from NOK 3 704 million in the corresponding period in 2006. After taxes, profits totalled NOK 2 866 million, a rise from NOK 2 849 million in the first quarter of 2006. First-quarter earnings per share stood at NOK 2.11 in both 2006 and 2007.

As from 1 January 2007, capital adequacy calculations for some portfolios are based on the Basel II framework. Including 50 per cent of interim profits, the core capital ratio for the DnB NOR Group was 7.6 per cent as at 31 March 2007, compared with 6.7 per cent at end-December 2006. The Board of Directors considers the Group to be well capitalised relative to the risk level in the loan portfolios and other operations.

DnB NOR aims to increase the share of income from the Group's international operations. As part of this strategy, DnB NOR has presented an offer to acquire the Swedish real estate brokerage chain Svensk Fastighetsförmedling AB. Through this transaction, the real estate brokerage operations of DnB NOR will become the most extensive in the Nordic region. During the first quarter of the year, DnB NOR Finans entered into an agreement to acquire SEB's leasing portfolio within vendor-based car financing in Sweden. In late 2006, DnB NOR signed an agreement to acquire 76.3 per cent of the Polish BISE Bank through its partially owned subsidiary DnB NORD. In April 2007, the Group received a concession for the acquisition. DnB NOR expanded its operations in Asia during the first quarter of 2007 through the establishment of Corporate Finance Asia, a Singapore-based unit offering investment banking services. DnB NOR has adopted a plan to sell all remaining bank buildings.

New capital adequacy regulations, Basel II, entered into force with effect from 2007. During the first quarter of the year, Kredittilsynet (the Financial Supervisory Authority of Norway) granted DnB NOR permission to use the foundation IRB approach for credit risk to calculate capital adequacy for some portfolios as from 1 January 2007.

Income

Income totalled NOK 7 513 million for the January through March period, an increase of NOK 350 million or 4.9 per cent from the first quarter of 2006.

Net interest income

Net interest income was NOK 3 985 million in the first quarter of 2007, up NOK 363 million or 10.0 per cent compared with the year-earlier period.

Average lending increased by NOK 118 billion or 16.6 per cent from the first quarter of 2006. The rise mainly represented well-secured housing loans and corporate customer loans with low or medium risk. There was a rise of NOK 63 billion or 15.0 per cent in average deposits. Lending spreads contracted by 0.30 percentage points compared with the year-earlier period, standing at 1.09 per cent at end-March 2007. During the same period, deposit spreads expanded by 0.20 percentage points to 0.95 per cent at end-March 2007.

The table below specifies changes from the first quarter of 2006 according to main items:

| Changes in net interest income | | | |
|--------------------------------|---------------------|--------|---------------------|
| <i>Amounts in NOK million</i> | 1st quarter 2007 | Change | 1st quarter 2006 |
| Net interest income | 3 985 | 363 | 3 622 |
| DnB NORD | 233 | 79 | 154 |
| Lending and deposit volumes | | 415 | |
| Lending and deposit spreads | | (347) | |
| Other | | 216 | |

Net other operating income

Net other operating income amounted to NOK 3 528 million in the first quarter of 2007, down NOK 13 million compared with the corresponding period of 2006. The reduction must be viewed in light of the very high level of income, particularly from corporate finance activities, in the first quarter of 2006.

Net other operating income represented 47.0 per cent of total income in the first quarter of 2007, as against 49.4 per cent in the year-earlier period.

The table below specifies changes from the first quarter of 2006 according to main items:

| Changes in net other operating income | | | |
|--|---------------------|--------|---------------------|
| <i>Amounts in NOK million</i> | 1st quarter 2007 | Change | 1st quarter 2006 |
| Net other operating income | 3 528 | (13) | 3 541 |
| DnB NORD | 105 | 34 | 71 |
| Net commissions and fees | | (28) | |
| Net gains on equity investments | | 49 | |
| Net gains on other financial instruments | | (21) | |
| Net financial and risk result in Vital | | (62) | |
| Other income | | 16 | |

Operating expenses

Operating expenses totalled NOK 3 744 million in the first quarter of 2007, up NOK 285 million from the year-earlier period. Excluding operations in DnB NORD, there was a NOK 216 million rise in expenses.

The cost trend in the first quarter of 2007 reflected rising personnel expenses due to higher pension costs and the result of the 2006 wage settlements. In addition, the Group is in the midst of a period of investment, product development and international start-ups. The investments will ensure a broader income base and improve conditions for future

¹⁾ The first quarter report encompasses the entire DnB NOR Group, DnB NOR ASA. Separate quarterly reports are prepared for DnB NOR Bank ASA and Vital Forsikring ASA including underlying subsidiaries.

income growth in DnB NOR.

Pension expenses rose by NOK 60 million in the first quarter of 2007 compared with the year-earlier period. The increase was partly attributable to new calculations of pension commitments due to higher anticipated life expectancy.

The table below shows changes in operating expenses from the first quarter of 2006 according to main items:

Changes in operating expenses

| <i>Amounts in NOK million</i> | 1st quarter | | 1st quarter |
|-------------------------------|-------------|--------|-------------|
| | 2007 | Change | 2006 |
| Operating expenses | 3 744 | 285 | 3 459 |
| DnB NORD | 220 | 69 | 151 |
| Wage settlements | | 64 | |
| Pension expenses | | 60 | |
| IT development | | 40 | |
| Depreciation and write-downs | | 27 | |
| Synergies | | (23) | |
| Other | | 48 | |

Net gains on fixed and intangible assets

Net gains on fixed and intangible assets came to NOK 5 million in the first quarter of 2007, compared with NOK 12 million in the year-earlier period. The gains referred to the sale of properties.

Write-downs on commitments

Write-downs on loans and guarantees came to NOK 51 million, with individual write-downs of NOK 88 million and reversals on group write-downs of NOK 37 million. The reversals on group write-downs reflected the positive trend in the Norwegian economy.

Portfolio quality showed a continued positive trend in the first quarter of 2007. After deductions for individual write-downs, net non-performing and impaired commitments came to NOK 3 367 million at end-March 2007, a decline of NOK 433 million from 31 December 2006. Net non-performing and impaired commitments represented 0.39 per cent of net lending at end-March 2007, down from 0.64 per cent a year earlier.

Taxes

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

Balance sheet and assets under management

At end-March 2007, total combined assets in the DnB NOR Group were NOK 1 747 billion, an increase of NOK 257 billion or 17.2 per cent from a year earlier.

Total assets in the Group's balance sheet were NOK 1 384 billion as at 31 March 2007, as against NOK 1 138 billion a year earlier.

Net lending to customers rose by NOK 115 billion or 15.8 per cent during the twelve-month period.

Customer deposits rose by NOK 82 billion or 19.6 per cent from the first quarter of 2006.

In order to keep the Group's liquidity risk at a low level, the majority of customer loans are financed through customer deposits, long-term securities, subordinated loan capital and equity. With respect to short-term funding of the bank, restrictive borrowing limits have been established.

The ratio of customer deposits to net lending to customers was maintained at a satisfactory level, standing at 59.7 per cent at end-March 2007, up from 57.8 per cent a year earlier.

Securities issued by the Group increased by NOK 68 billion or 26.1 per cent from the first quarter of 2006, totalling NOK 330 billion at end-March 2007. The majority of the securities were issued in international capital markets. DnB NOR has good access to the European,

US and Asian capital markets, and there was a significant increase in the Group's funding in the US capital market in 2006.

The rating agencies' assessments of DnB NOR are of significance to the Group's funding terms. DnB NOR Bank has the following long-term ratings: Aa1 from Moody's, AA from Dominion Bond Rating Service and A+ with a positive outlook from Standard & Poor's.

Total assets in Vital were NOK 224.4 billion as at 31 March 2007, compared with NOK 215.7 billion a year earlier.

Risk and capital adequacy

DnB NOR quantifies risk by measuring risk-adjusted capital requirement. The net risk-adjusted capital requirement increased by NOK 0.1 billion in the January through March period of 2007, to NOK 40.8 billion. The table below shows developments in the risk-adjusted capital requirement:

| <i>Amounts in NOK billion</i> | 31 March | 31 Dec. | 31 March |
|---|----------|---------|----------|
| | 2007 | 2006 | 2006 |
| Credit risk | 35.1 | 36.0 | 33.8 |
| Market risk | 2.7 | 2.4 | 2.0 |
| Ownership risk for Vital | 9.7 | 7.5 | 10.6 |
| Operational risk | 5.0 | 4.8 | 4.4 |
| Business risk | 2.4 | 2.4 | 2.2 |
| Gross risk-adjusted capital | 55.0 | 53.0 | 53.0 |
| Diversification effect ¹⁾ | 14.2 | 12.3 | 13.9 |
| Net risk-adjusted capital | 40.8 | 40.7 | 39.1 |
| Diversification effect in per cent of gross risk-adjusted capital ¹⁾ | 25.8 | 23.3 | 26.2 |

¹⁾ *The diversification effect refers to the effect achieved by the Group in reducing risk by operating within several risk categories where unexpected losses are unlikely to occur at the same time.*

The decline in credit risk reflects improved credit quality and a moderate increase in credit volumes. Lending growth remains brisk in the retail market, while corporate credit volumes have been stable. The Group has taken a cautious approach to extending credit to acquisition financing and commercial property projects.

Measured by the risk-adjusted capital requirement, risk related to Vital rose during the first quarter of 2007. The reason for this was a significant increase in equity investments representing risk exposure that was only partially offset through the build-up of buffers and higher interest rate levels. Vital continued its extensive programme to hedge against major reductions in equity prices. Both short-term and long-term interest rates are at a level that ensures a significant positive margin relative to policyholders' guaranteed rate of return. Without considering other factors, this will reduce ownership risk in Vital in future.

There was a slight increase in market risk due to the bank's higher exposure in equity instruments.

During the first quarter, parts of DnB NOR's IT systems were affected by computer viruses. The cleanup process took some time, and the problems had certain negative effects on operations, though the impact on the bank's IT solutions for customers was less serious.

The table below shows developments in the Group's equity relative to the capitalisation target:

| <i>Amounts in NOK billion</i> | 31 March | 31 Dec. | 31 March |
|---|----------|---------|----------|
| | 2007 | 2006 | 2006 |
| 4.25 per cent of risk-weighted assets | 37.2 | 37.4 | 32.7 |
| Capital buffer | 13.6 | 13.3 | 12.7 |
| Core capital target excl. hybrid securities | 50.8 | 50.7 | 45.5 |
| Statutory deductions in core capital | 11.4 | 4.4 | 3.7 |
| Equity target | 62.1 | 55.1 | 49.1 |
| Actual equity ¹⁾ | 67.6 | 57.8 | 53.3 |
| Equity reserve | 5.5 | 2.7 | 4.2 |

¹⁾ *Includes 50 per cent of interim profits. Equity is calculated according to NGAAP up to and including 31 December 2006 and according to IFRS as at 31 March 2007.*

The equity reserve increased to NOK 5.5 billion, reflecting the fact that risk-weighted volume included in the calculation of the capital adequacy requirement was reduced due to the conversion to new capital adequacy regulations, healthy earnings and a stable risk-adjusted capital requirement. Calculations indicate that the Group is well capitalised.

The DnB NOR Group has been granted permission to use the foundation IRB approach for credit risk as from 1 January 2007. Use of the foundation IRB approach implies that the bank's own classification systems can be used for capital adequacy purposes. The portfolios for which the Group has been granted permission to use the foundation IRB approach comprises loans to small and medium-sized companies as well as loans to retail customers secured by residential property, excluding Postbanken and DnB NOR Boligkreditt. See further description in note 18.

Risk-weighted volume included in the calculation of the formal capital adequacy requirement declined by NOK 8.6 billion during the first quarter, to NOK 871.7 billion. This was due to a NOK 27.7 billion increase according to previous rules and a NOK 36.3 billion reduction according to transitional rules for IRB measurement. In the first quarter of 2007, capital adequacy is calculated on the basis of IFRS accounts for the first time. The increase in statutory deductions in core capital mainly reflects the conversion from NGAAP to IFRS. Including 50 per cent of interim profits, the core capital ratio was 7.6 per cent, while the capital adequacy ratio was 10.8 per cent.

Business areas

The activities of DnB NOR are organised in five business areas according to the customer segments served by the Group and the products offered. In addition, DnB NOR is regarded as a separate profit centre.

Corporate Banking and Payment Services

Corporate Banking and Payment Services achieved pre-tax operating profits of NOK 1 783 million in the first quarter of 2007, an increase of NOK 312 million from the year-earlier period. Strong growth in lending and deposit volumes contributed to the rise in profits.

Reflecting the healthy rise in credit demand throughout 2006, average loans and guarantees rose by NOK 78.8 billion from the first quarter of 2006, to NOK 448.0 billion. Sound profit margins among Norwegian corporate clients has also ensured a boost in liquidity in the business sector. Average deposits thus increased by NOK 41.1 billion from the year-earlier period, to NOK 271.8 billion.

Ordinary net interest income was up NOK 234 million in the first quarter of 2007 compared with the year-earlier period. There was continued strong competition in the Norwegian and international markets, and the combined spread contracted by 0.10 percentage points from the first quarter of 2006 to the corresponding period in 2007.

Due to a high level of customer activity, net other operating income increased by NOK 85 million from the first quarter of 2006. There was a rise in income from syndicated loans, foreign exchange and interest rate products and guarantee commissions, while lower corporate finance activity reduced income from this product area.

Operating expenses totalled NOK 982 million in the first quarter of the year, up NOK 119 million from the corresponding period of 2006. The increase reflected international initiatives in 2006, resulting in rising staff numbers and greater investments. In addition, there was strong wage growth in Norwegian operations compared with the first quarter of 2006. The cost/income ratio was 35.2 per cent in the first quarter, an improvement of 2.0 percentage points from the corresponding period in 2006. At end-March 2007, staff in Corporate Banking and Payment Services represented 2 635 full-time positions, including 606 positions in subsidiaries and 445 in international units.

Due to sound quality in the credit portfolios combined with the healthy economic trend, write-downs were low in the January through March period. Net write-downs came to NOK 31 million.

Market shares showed a satisfactory trend, and the market share of credit to Norwegian corporate clients was 15.1 per cent at end-

February 2007, on a level with the figure a year earlier.

In the first quarter of 2007, DnB NOR acquired a car loan portfolio in Sweden valued at approximately SEK 2.4 billion.

Corporate Banking and Payment Services anticipates a continued high level of activity, though credit growth is expected to stabilise. The fierce competition is expected to prevail, causing continued pressure on spreads.

Retail Banking

Retail Banking recorded pre-tax operating profits of NOK 878 million in the first quarter of 2007, down NOK 227 million from the corresponding period in 2006. The decline was an anticipated consequence of narrowing spreads during the period.

Brisk demand for housing loans caused an increase in average lending of 11.1 per cent or NOK 41 billion from the first quarter of 2006, to NOK 412 billion in the first quarter of 2007. Customer deposits increased by 9.1 per cent or NOK 18 billion to NOK 212 billion during the same period.

Net interest income from ordinary operations declined by NOK 185 million compared with the first quarter of 2006, to NOK 1 604 million. Due to strong competition in the housing loan market, lending spreads contracted, standing at 1.08 per cent in the first quarter of 2007. Notification periods in connection with changes in customer interest rates will normally cause a shortfall in net interest income during periods of rising interest rates.

Net other operating income totalled NOK 775 million, down NOK 24 million from the year-earlier period. The reduction in income from payment transactions was partly offset by higher income from sales of insurance, mutual fund and structured products.

Operating expenses were up 3.5 per cent, totalling NOK 1 553 million in the first quarter of the year, up from NOK 1 500 million in the year-earlier period. The cost/income ratio was 61.9 per cent, as against 56.0 per cent in the first quarter of 2006. Retail Banking staff numbered 4 111 full-time positions at end-March 2007.

Write-downs on loans remained low, totalling NOK 77 million for the January through March period in 2007.

Equities trading via mobile phones was offered to DnB NOR's customers during the first quarter. Retail customers will soon be given the opportunity to invest in savings products which have previously been reserved for large institutional customers. Through cooperation with Vital, retail customers will be offered investments in a global portfolio of private equity funds. In March 2007, a special customer loyalty programme, Partner Start, was introduced for corporate clients and one-man businesses in the start-up phase. BankID, which is a personal electronic proof of identity for secure identification and signatures on the Internet, is under establishment and will be offered customers in the course of the year.

At end-February 2007, the market share of credit to retail customers was 29.6 per cent, down from 30.2 per cent at end-March 2006. The market share of savings was 37.1 per cent at end-February 2007. The number of customers subscribing to loyalty programmes increased by 14 per cent during the 12-month period, totalling 1 080 000 at end-March, of whom 660 000 were under the DnB NOR brand while 420 000 had Postbanken Leve product packages. Postbanken Eiendom was established in 2006 and had 19 franchise offices as at 31 March 2007.

Retail Banking aims to strengthen its position in a market characterised by intense competition from domestic and international players. Competition will be met by developing new products and distribution solutions geared to the market and by making efficient use of the broad distribution network. Retail Banking will also seek future growth outside Norway. As part of this strategy, DnB NOR has presented an offer to acquire the Swedish real estate brokerage chain Svensk Fastighetsförmedling AB. Through this transaction, the real estate brokerage operations of DnB NOR will become the most extensive in the Nordic region.

DnB NOR Markets

DnB NOR Markets achieved pre-tax operating profits of NOK 647 million in the first quarter of 2007, up NOK 52 million from the year-earlier period. Return on capital was 53.2 per cent. Due to stock market volatility, income from equities brokerage and corporate finance activity was lower than in the first quarter of 2006. However, higher income from foreign exchange and interest rate products and custodial and other securities services more than compensated for the decline.

Total revenues were NOK 1 063 million in the first quarter of 2007, an increase from NOK 1 010 million in the year-earlier period.

Costs totalled NOK 392 million in the first quarter of 2007, a decline from NOK 415 million in the January through March period in 2006. The 6 per cent reduction was due to non-recurring items in the first quarter of 2007. The cost/income ratio was 36.9 per cent, and full-time positions numbered 569 at end-March 2007.

Customer-related income from foreign exchange and interest rate derivatives rose to NOK 306 million in the first quarter of 2007, from NOK 268 million a year earlier. Higher Norwegian money market rates boosted demand for interest rate hedging products, while demand for foreign exchange products remained stable compared with the year-earlier period.

Customer-related revenues from the sale of securities and other investment products came to NOK 230 million, as against NOK 259 million in the first quarter of 2006. There was healthy demand for savings products such as property funds, bonds with embedded credit derivatives, index-linked bonds and equity-linked bank deposits. During the quarter, DnB NOR Markets launched bank deposits with returns linked to mutual funds based on DnB NOR Asset Management's equity and hedge funds. In addition, equities trading by mobile phone was introduced.

Customer-related revenues from corporate finance services were NOK 148 million, down NOK 64 million from the high level in the first quarter of 2006. In March 2007, DnB NOR Markets established a corporate finance department for Asia at the bank's branch in Singapore. There was a high level of activity in the debt capital markets, and DnB NOR Markets was the leading arranger of bond issues in Norwegian kroner in the first quarter of 2007.

Customer-related revenues from the sale of custodial and other securities services rose to NOK 91 million, from NOK 70 million in the first quarter of 2006. The 30 per cent increase reflected a high level of activity within securities lending and among international investors on Oslo Børs.

Earnings from market making and other proprietary trading totalled NOK 251 million, an increase from NOK 184 million in the year-earlier period. A rise in income from trading in interest rate instruments and narrower credit margins on bonds were factors contributing to the good performance.

Stock market activity, credit market trends and fluctuations in the NOK exchange rate and Norwegian interest rate levels will be decisive factors for the business area's future performance. Strong competition and an increase in electronic trading are expected to further increase the pressure on prices. Activity levels are generally lower in the second than in the first quarter of the year.

Vital

Vital achieved an increase in premium income for group pensions and a healthy recorded return on capital in the first quarter of 2007. Estimated profits for distribution to policyholders were NOK 2 061 million, and pre-tax profits totalled NOK 372 million, a decline from NOK 425 million in the year-earlier period.

The recorded return on capital was 2.2 per cent, as against 2.1 per cent in the first quarter of 2006. The value-adjusted return, excluding changes in unrealised gains in the portfolio of held-to-maturity securities, was 1.4 per cent, compared with 2.8 per cent in the year-earlier period. The main factor behind the lower value-adjusted return in the first quarter of 2007 was a moderate stock market upturn compared with

the corresponding period in 2006.

During the first quarter of 2007, the securities adjustment reserve was reduced by NOK 1.5 billion, totalling NOK 5.6 billion as at 31 March. The risk result increased by NOK 47 million, standing at NOK 13 million in the first quarter of 2007. The administration result was negative at NOK 20 million, an improvement of NOK 4 million from the year-earlier period.

Total assets were NOK 224.4 billion at end-March 2007, up 0.3 per cent from end-December 2006. Due to rising interest rate levels and undefined parameters for guaranteed retail market products, there were extensive repurchases of such products during the first quarter of 2007. Recorded policyholders' funds within defined-contribution pension schemes totalled NOK 2 575 million at end-March 2007, up 16 per cent since year-end 2006.

Premium income totalled NOK 8.9 billion in the first quarter of 2007, down 10 per cent from the year-earlier period. Premium income for group pensions rose by 6 per cent from the first quarter of 2006, standing at NOK 6.5 billion. In the individual market, rising interest rate levels and undefined parameters resulted in a 35 per cent reduction in premium income compared with the first quarter of 2006, to NOK 2.4 billion.

Vital recorded a net inflow of transfers of NOK 0.2 billion in the first quarter of 2007, while there was a net outflow of transfers of NOK 0.3 billion in the year-earlier period.

As part of DnB NOR's international initiatives, Vital established operations in Latvia on 19 March 2007, based on distribution via DnB NOR's branch network.

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

Vital Forsikring and Vital Link merged in February 2007 with accounting effect from 1 January 2007.

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

Vital's market share of policyholders' funds was 34.7 per cent at end-December 2006. Vital led the mandatory occupational pension market at end-March 2007, with market shares of 29.6 per cent in terms of number of members of such schemes and 19.1 per cent in terms of number of schemes.

As at 31 March 2007, solvency capital totalled NOK 24.2 billion, up from NOK 23.5 billion at end-December 2006. The increase reflected first-quarter profits, reductions in the securities adjustment reserve and lower unrealised gains in the portfolio of bonds held to maturity.

Vital is on schedule in adapting operations to new regulations entering into force as from 2008. Vital is well prepared to meet the competition in the market and has a strong ambition to further develop its position as the pension specialist in the Norwegian market in future.

DnB NOR Asset Management

DnB NOR Asset Management recorded pre-tax operating profits of NOK 110 million in the first quarter of 2007, down NOK 9 million from the year-earlier period.

Revenues totalled NOK 292 million, on a level with the first quarter of 2006. Commission income came to NOK 281 million, up NOK 1 million from the year-earlier period. Commission income from the retail market stood at NOK 128 million, while income from institutional clients was NOK 153 million.

The distribution agreement with Retail Banking was renegotiated during the first quarter of 2007. The new agreement gives Retail Banking a larger share of revenues.

Operating expenses for the January through March period of 2007 were NOK 182 million, up NOK 10 million compared with the corresponding period in 2006. The cost/income ratio was 62.3 per cent. Full-time positions numbered 302 at end-March 2007.

As at 31 March 2007, the business area had NOK 546 billion under management, an increase of NOK 16 billion from end-March 2006. NOK 23.7 billion of the increase in assets under management stemmed from developments in equity prices and interest rates during the twelve-month period, while the strengthening of the Swedish krona gave a positive exchange effect of NOK 15.1 billion on international securities under management. The net outflow of funds was NOK 22.8 billion.

Assets under management from the Norwegian market rose by 2.9 per cent. For the portfolio outside Norway, there was a 3.1 per cent increase in assets, measured in Norwegian kroner. Investment funds from the retail market amounted to NOK 61.3 billion at end-March after a net increase of NOK 1.9 billion. The corresponding figures for institutional clients were NOK 484.3 billion and a net reduction of NOK 4.4 billion. At end-March 2007, the total number of savings schemes exceeded 315 000.

The market share for mutual funds in the Norwegian retail market was 38.5 per cent at end-March 2007.

During the first quarter of the year, more than 7 400 savings schemes were entered into under the Save Smart concept introduced in autumn 2005. Through the Save Smart funds, clients achieve an optimal spread on various investment alternatives and markets depending on their preferred investment horizon and risk profile. Annual subscriptions under savings schemes rose by 8.0 per cent from end-December 2006, to NOK 3.0 billion.

At end-March 2007, 44 DnB NOR funds had received four or five stars from the rating company Morningstar, bringing the percentage of DnB NOR funds awarded a minimum of four stars by Morningstar to 35.8 per cent.

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

DnB NOR Asset Management anticipates a rise in private financial savings in both Norway and Sweden, and the business area is well positioned to take part in this growth. Initiatives in the Swedish retail market take place in cooperation with other business areas in the Group. Moreover, distribution will be strengthened in Germany via Luxembourg while a distribution network will be established in the Baltic region and Poland as part of the cooperation with DnB NORD.

The expectations of investors regarding developments in financial markets together with investor confidence in the stock market will have a strong impact on performance in the business area.

DnB NORD

DnB NORD recorded pre-tax operating profits of NOK 109 million in the first quarter of 2007, up NOK 44 million compared with the year-earlier period, mainly reflecting a strong rise in volumes.

Customer lending averaged NOK 38.9 billion in the first quarter of 2007, up 63.7 per cent from the corresponding period in 2006. Average deposit volume rose by 24.5 per cent from the year-earlier period, to NOK 13.0 billion.

Income totalled NOK 338 million in the first quarter of the year, an

increase of NOK 113 million or 50.2 per cent from the first quarter of 2006. Costs represented NOK 220 million for the January through March period in 2007, up NOK 69 million or 45.7 per cent from the first quarter of 2006. The cost/income ratio was 65.1 per cent. At end-March 2007, DnB NORD staff represented 2 111 full-time positions.

A key strategic target for DnB NORD is to take part in the extensive commercial and investment activities throughout the Baltic Sea region. In order to succeed, major efforts are being made to harmonise products and integrate IT systems and products in the DnB NORD network, ensuring that products and services can be offered across national borders. This is expected to provide economies of scale and boost revenues.

In Poland, Denmark and Finland, DnB NORD is a full-service bank for corporate customers, while the entities in the Baltic region also serve retail customers and small businesses. DnB NORD is well represented in the Baltic region and Poland, with more than 715 000 customers and 122 branches, and is thus well positioned and has good prospects in markets showing considerable growth.

Strong credit growth is expected in the Baltic region in 2007, and DnB NORD expects to grow in pace with the total market. In early autumn 2006, DnB NOR initiated measures to minimise losses in the event of exchange rate volatility in Latvia. In the short term, a potential currency depreciation will thus have limited effect on DnB NORD's financial performance. In Poland, there is also brisk growth in the financial sector, and DnB NORD aims to increase market shares here by focusing on small and medium-sized companies. The agreement to acquire BISE Bank is part of this initiative. In Denmark and Finland, DnB NORD will seek greater market shares among large corporates and medium-sized businesses.

Prospects for the rest of the year

Towards the end of 2006, the strong growth in the Norwegian economy accelerated and underlying growth at the beginning of 2007 was very high. A high level of optimism among households and businesses indicate continued solid growth in the mainland economy in 2007. A lack of available resources in several areas will, however, curb the growth potential of certain business sectors, while a global economic cool-down may cause export growth to decline somewhat. It is expected that rising interest rates may result in a slowdown in both household consumption and investment growth.

Competition in the savings and loan markets is expected to continue to increase. To meet the intensifying competition, the Group will exploit in full its size and scale of operations. In addition, productivity and cost awareness will be enhanced at all levels to ensure a cost/income ratio below 50 per cent in 2008.

Due to DnB NOR's position in the domestic market and intensifying competition in Norway, the Group will seek future growth also abroad. Therefore, during the last few years, the significance of the Group's international operations has increased and the target is that the future share of income from international operations will increase. DnB NOR's strategy is to expand internationally in sectors and product areas where the Group has acquired special competence based on several years' experience, while it will remain important to accompany Norwegian customers when they establish businesses outside Norway. The Group will closely observe future developments in the Nordic financial markets.

Favourable economic conditions for Norway and DnB NOR indicate that 2007 will be a profitable year for the Group, with limited write-downs on loans.

Oslo, 2 May 2007
The Board of Directors of DnB NOR ASA

Olav Hytta
(chairman)

Bjørn Sund
(vice-chairman)

Per Hoffmann

Nina Britt Husebø

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Contents – quarterly accounts

DnB NOR Group

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DnB NOR ASA

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Income statement ¹⁾

| <i>Amounts in NOK million</i> | Note | DnB NOR Group | | | |
|---|--------|---------------------|---------------------|-------------------|-------------------|
| | | 1st quarter 2007 | 1st quarter 2006 | Full year 2006 | Full year 2005 |
| Total interest income | 4 | 13 386 | 8 864 | 42 381 | 29 973 |
| Total interest expenses | 4 | 9 401 | 5 242 | 27 092 | 16 363 |
| Net interest income | 4 | 3 985 | 3 622 | 15 289 | 13 610 |
| Commissions and fees receivable etc. | 5 | 2 322 | 2 328 | 8 963 | 8 362 |
| Commissions and fees payable etc. | 5 | 587 | 574 | 2 253 | 2 320 |
| Net gains on financial instruments at fair value | 5, 6 | 1 057 | 1 015 | 3 610 | 2 915 |
| Net gains on assets in Vital | 3, 5 | 4 572 | 4 941 | 16 131 | 14 379 |
| Guaranteed returns and allocations to policyholders in Vital | 3, 5 | 4 193 | 4 453 | 14 584 | 13 111 |
| Premium income etc. included in the risk result in Vital | 3, 5 | 1 414 | 1 063 | 4 314 | 3 925 |
| Insurance claims etc. included in the risk result in Vital | 3, 5 | 1 401 | 1 097 | 4 324 | 3 828 |
| Net realised gains on investment securities (AFS) | 5 | 0 | 0 | 0 | 167 |
| Profit from companies accounted for by the equity method | 5 | 37 | 29 | 171 | 118 |
| Other income | 5 | 306 | 290 | 1 176 | 1 117 |
| Net other operating income | 5 | 3 528 | 3 541 | 13 204 | 11 725 |
| Total income | | 7 513 | 7 163 | 28 493 | 25 335 |
| Salaries and other personnel expenses | 7 | 2 129 | 1 925 | 7 967 | 6 737 |
| Other expenses | 7 | 1 416 | 1 375 | 5 745 | 5 474 |
| Depreciation and impairment of fixed and intangible assets | 7 | 199 | 159 | 715 | 653 |
| Total operating expenses | 7 | 3 744 | 3 459 | 14 427 | 12 864 |
| Net gains on fixed and intangible assets | 9 | 5 | 12 | 365 | 775 |
| Write-downs on loans and guarantees | 10, 11 | 51 | (26) | (258) | 137 |
| Pre-tax operating profit | | 3 723 | 3 743 | 14 689 | 13 109 |
| Taxes | | 856 | 894 | 2 881 | 2 965 |
| Profit from discontinuing operations after taxes | | 0 | 0 | 0 | 0 |
| Profit for the period | | 2 866 | 2 849 | 11 808 | 10 144 |
| Profit attributable to shareholders | | 2 812 | 2 815 | 11 665 | 10 131 |
| Profit attributable to minority interests | | 54 | 34 | 143 | 13 |
| Earnings per share (NOK) | | 2.11 | 2.11 | 8.74 | 7.59 |
| Diluted earnings per share (NOK) | | 2.11 | 2.11 | 8.74 | 7.59 |
| Earnings per share for discontinuing operations (NOK) | | 0.00 | 0.00 | 0.00 | 0.00 |
| Diluted earnings per share for discontinuing operations (NOK) | | 0.00 | 0.00 | 0.00 | 0.00 |

1) See note 3 for specification of income statement items in Vital.

Balance sheets ¹⁾

| | | DnB NOR Group | | | |
|---|------------|------------------|------------------|------------------|------------------|
| | | 31 March | 31 Dec. | 31 March | 31 Dec. |
| <i>Amounts in NOK million</i> | Note | 2007 | 2006 | 2006 | 2005 |
| Assets | | | | | |
| Cash and deposits with central banks | | 18 685 | 11 453 | 2 742 | 21 229 |
| Lending to and deposits with credit institutions | 13 | 109 713 | 71 091 | 67 955 | 40 854 |
| Lending to customers | 12, 13, 14 | 842 298 | 827 947 | 727 571 | 697 579 |
| Commercial paper and bonds | | 165 668 | 172 040 | 151 725 | 145 475 |
| Shareholdings | | 61 091 | 51 393 | 43 510 | 35 980 |
| Financial assets, customers bearing the risk | | 18 867 | 18 840 | 15 143 | 13 136 |
| Financial derivatives | | 58 006 | 57 999 | 30 468 | 33 913 |
| Shareholdings, available for sale | | 0 | 0 | 0 | 0 |
| Commercial paper and bonds, held to maturity | | 60 093 | 62 444 | 56 518 | 52 587 |
| Investment property | | 25 846 | 25 816 | 23 583 | 23 143 |
| Investments in associated companies | | 1 467 | 1 515 | 1 440 | 1 402 |
| Intangible assets | 15 | 6 393 | 6 471 | 6 159 | 6 042 |
| Deferred tax assets | | 28 | 38 | 53 | 52 |
| Fixed assets | | 5 590 | 5 478 | 5 121 | 5 120 |
| Biological assets | | 0 | 0 | 0 | 0 |
| Discontinuing operations | | 27 | 27 | 0 | 27 |
| Other assets | | 9 888 | 7 691 | 6 407 | 4 889 |
| Total assets | | 1 383 659 | 1 320 242 | 1 138 395 | 1 081 428 |
| Liabilities and equity | | | | | |
| Loans and deposits from credit institutions | | 141 592 | 124 372 | 110 518 | 108 056 |
| Deposits from customers | | 503 129 | 474 526 | 420 836 | 410 991 |
| Financial derivatives | | 59 474 | 58 812 | 31 280 | 31 845 |
| Securities issued | 16 | 330 288 | 326 806 | 261 847 | 236 631 |
| Insurance liabilities, customers bearing the risk | | 18 867 | 18 840 | 15 143 | 13 136 |
| Liabilities to life insurance policyholders | | 189 715 | 188 096 | 182 838 | 174 675 |
| Payable taxes | | 4 707 | 4 091 | 1 687 | 943 |
| Deferred taxes | | 767 | 730 | 1 832 | 1 759 |
| Other liabilities | | 23 951 | 18 812 | 18 090 | 14 333 |
| Discontinuing operations | | 0 | 0 | 0 | 0 |
| Provisions | | 4 582 | 4 768 | 4 412 | 4 594 |
| Subordinated loan capital | 16 | 37 432 | 33 977 | 28 215 | 26 112 |
| Total liabilities | | 1 314 503 | 1 253 829 | 1 076 695 | 1 023 075 |
| Minority interests | | 2 226 | 2 201 | 1 520 | 946 |
| Revaluation reserve | | 0 | 0 | 0 | 0 |
| Share capital | | 13 341 | 13 341 | 13 369 | 13 369 |
| Other reserves and retained earnings | | 53 589 | 50 870 | 46 811 | 44 038 |
| Total equity | | 69 156 | 66 413 | 61 699 | 58 353 |
| Total liabilities and equity | | 1 383 659 | 1 320 242 | 1 138 395 | 1 081 428 |
| Off-balance sheet transactions and contingencies | 19 | | | | |

1) See note 3 for specification of balance sheet items in Vital.

Statement of changes in equity

| <i>Amounts in NOK million</i> | DnB NOR Group | | | | | | |
|---|----------------------------------|---------------------|---------------|-----------------------|----------------------------|--|--------------|
| | Minority interests ¹⁾ | Revaluation reserve | Share capital | Share premium reserve | Other equity ¹⁾ | Total other reserves and retained earnings | Total equity |
| Balance sheet as at 31 December 2005 | 946 | 0 | 13 369 | 11 963 | 32 075 | 44 038 | 58 353 |
| Net change in currency translation reserve | (9) | | | | (42) | (42) | (50) |
| Profit for the period | 34 | | | | 2 815 | 2 815 | 2 849 |
| Net income for the period | 26 | | | | 2 773 | 2 773 | 2 799 |
| Minority interests DnB NOR | 545 | | | | | | 545 |
| Other minority interests | 3 | | | | (1) | (1) | 2 |
| Balance sheet as at 31 March 2006 | 1 520 | 0 | 13 369 | 11 963 | 34 848 | 46 811 | 61 699 |
| Balance sheet as at 31 December 2006 | 2 201 | 0 | 13 341 | 11 963 | 38 907 | 50 870 | 66 413 |
| Net change in currency translation reserve | (30) | | | | (93) | (93) | (123) |
| Profit for the period | 54 | | | | 2 812 | 2 812 | 2 866 |
| Net income for the period | 25 | | | | 2 719 | 2 719 | 2 744 |
| Balance sheet as at 31 March 2007 | 2 226 | 0 | 13 341 | 11 963 | 41 626 | 53 589 | 69 156 |
| 1) <i>Of which currency translation reserve:</i> | | | | | | | |
| <i>Balance sheet as at 31 December 2005</i> | <i>0</i> | | | | <i>(76)</i> | | <i>(76)</i> |
| <i>Net change in currency translation reserve</i> | <i>(9)</i> | | | | <i>(42)</i> | | <i>(50)</i> |
| <i>Balance sheet as at 31 March 2006</i> | <i>(9)</i> | | | | <i>(118)</i> | | <i>(127)</i> |
| <i>Balance sheet as at 31 December 2006</i> | <i>44</i> | | | | <i>(44)</i> | | <i>0</i> |
| <i>Net change in currency translation reserve</i> | <i>(30)</i> | | | | <i>(93)</i> | | <i>(123)</i> |
| <i>Balance sheet as at 31 March 2007</i> | <i>14</i> | | | | <i>(137)</i> | | <i>(123)</i> |

Cash flow statements

| <i>Amounts in NOK million</i> | DnB NOR Group | | | |
|--|---------------------|---------------------|-------------------|-------------------|
| | 1st quarter 2007 | 1st quarter 2006 | Full year 2006 | Full year 2005 |
| OPERATIONS | | | | |
| Net payments on loans to customers | (14 417) | (27 345) | (135 673) | (86 045) |
| Net receipts on deposits from customers | 27 313 | 8 165 | 66 315 | 45 478 |
| Interest received from customers | 11 833 | 7 283 | 40 136 | 25 572 |
| Interest paid to customers | (2 739) | (985) | (9 065) | (6 421) |
| Net receipts/payments on sales of financial assets for investment or trading | 7 467 | (11 688) | (33 948) | (22 547) |
| Net receipts on commissions and fees | 2 354 | 2 184 | 9 243 | 8 689 |
| Payments to operations | (4 351) | (4 045) | (15 726) | (14 918) |
| Taxes paid | (222) | (72) | (613) | (1 848) |
| Receipts on premiums | 8 177 | 6 146 | 17 442 | 17 803 |
| Net receipts/payments on premium reserve transfers | (11) | (111) | (2 209) | 1 704 |
| Payments of insurance settlements | (5 657) | (2 498) | (11 942) | (8 017) |
| Other receipts | 262 | 362 | 1 107 | 1 078 |
| Net cash flow relating to operations | 30 009 | (22 604) | (74 932) | (39 472) |
| INVESTMENT ACTIVITY | | | | |
| Net payments on the acquisition of fixed assets | (356) | (197) | (932) | (242) |
| Receipts on the sale of long-term investments in shares | 0 | 0 | 212 | 1 291 |
| Payments on the acquisition of long-term investments in shares | 0 | (144) | (167) | (1 349) |
| Dividends received on long-term investments in shares | 87 | 46 | 115 | 59 |
| Net cash flow relating to investment activity | (269) | (295) | (771) | (241) |
| FUNDING ACTIVITY | | | | |
| Net receipts/payments on loans from credit institutions | (16 010) | (23 662) | (8 215) | 19 543 |
| Net receipts/payments on other short-term liabilities | (1 140) | 1 030 | (2 786) | 2 463 |
| Net issue of bonds and commercial paper ¹⁾ | 5 342 | 28 138 | 95 281 | 37 685 |
| Issue of subordinated loan capital | 4 310 | 2 925 | 10 302 | 1 594 |
| Redemptions of subordinated loan capital | 0 | (296) | (2 433) | (952) |
| Repurchase of own shares/share issue | 0 | 527 | (212) | 320 |
| Dividend payments | 0 | 0 | (4 680) | (3 410) |
| Net interest payments on funding activity | (8 430) | (2 554) | (17 674) | (7 413) |
| Net cash flow from funding activity | (15 928) | 6 108 | 69 583 | 49 830 |
| Net cash flow | 13 812 | (16 791) | (6 120) | 10 116 |
| Cash as at 1 January | 18 594 | 24 714 | 24 714 | 14 597 |
| Net receipts/payments on cash | 13 812 | (16 791) | (6 120) | 10 116 |
| Cash at end of period | 32 405 | 7 922 | 18 594 | 24 714 |

The cash flow statement shows receipts and payments of cash and cash equivalents during the year. The statement has been prepared in accordance with the direct method and has been adjusted for items that do not generate cash flows, such as accruals, depreciation and write-downs on loans and guarantees. 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.

1) A significant share of the Group's operations was during 2005 and 2006 funded by issuing bonds and commercial paper.

Key figures ¹⁾

| | DnB NOR Group | | | |
|---|---------------------|---------------------|-------------------|-------------------|
| | 1st quarter 2007 | 1st quarter 2006 | Full year 2006 | Full year 2005 |
| Interest rate analysis | | | | |
| 1. Combined average spread for lending and deposits (%) | 2.04 | 2.15 | 2.10 | 2.19 |
| 2. Spread for ordinary lending to customers (%) | 1.09 | 1.40 | 1.28 | 1.49 |
| 3. Spread for deposits from customers (%) | 0.95 | 0.75 | 0.82 | 0.70 |
| Rate of return/profitability | | | | |
| 4. Net other operating income, per cent of total income | 47.0 | 49.4 | 46.3 | 46.3 |
| 5. Cost/income ratio (%) | 49.8 | 48.3 | 50.1 | 50.2 |
| 6. Return on equity, annualised (%) | 17.2 | 19.2 | 19.5 | 18.8 |
| 7. RARORAC, annualised (%) | 22.7 | 24.8 | 22.0 | 24.1 |
| 8. RORAC, annualised (%) | 26.0 | 28.9 | 26.4 | 29.8 |
| 9. Average equity including allocated dividend (NOK million) | 65 571 | 58 793 | 59 862 | 53 111 |
| 10. Return on average risk-weighted volume, annualised (%) | 1.31 | 1.54 | 1.50 | 1.58 |
| Financial strength | | | | |
| 11. Core (Tier 1) capital ratio at end of period (%) | 7.4 | 7.0 | 6.7 | 7.4 |
| 12. Core (Tier 1) capital ratio incl. 50 per cent of profit for the period (%) | 7.6 | 7.2 | - | - |
| 13. Capital adequacy ratio at end of period (%) | 10.7 | 10.0 | 10.0 | 10.2 |
| 14. Capital adequacy ratio incl. 50 per cent of profit for the period (%) | 10.8 | 10.2 | - | - |
| 15. Core capital at end of period (NOK million) | 64 531 | 54 053 | 59 054 | 52 523 |
| 16. Risk-weighted volume at end of period (NOK million) | 871 660 | 770 232 | 880 292 | 714 039 |
| Loan portfolio and write-downs | | | | |
| 17. Write-downs relative to net lending to customers, annualised | 0.02 | (0.01) | (0.03) | 0.02 |
| 18. Net non-performing and impaired commitments, per cent of net lending | 0.39 | 0.64 | 0.45 | 0.63 |
| 19. Net non-performing and impaired commitments at end of period (NOK million) | 3 367 | 4 758 | 3 800 | 4 751 |
| Liquidity | | | | |
| 20. Ratio of customer deposits to net lending to customers at end of period (%) | 59.7 | 57.8 | 57.3 | 58.9 |
| Total assets owned or managed by DnB NOR | | | | |
| 21. Assets under management at end of period (NOK billion) | 572 | 550 | 575 | 567 |
| 22. Total combined assets at end of period (NOK billion) | 1 747 | 1 490 | 1 688 | 1 459 |
| 23. Customer savings at end of period (NOK billion) | 1 078 | 976 | 1 052 | 982 |
| Staff | | | | |
| 24. Number of full-time positions at end of period | 12 011 | 11 575 | 11 824 | 11 334 |
| The DnB NOR share | | | | |
| 25. Number of shares at end of period (1 000) | 1 334 089 | 1 336 875 | 1 334 089 | 1 336 875 |
| 26. Average number of shares (1 000) | 1 334 089 | 1 336 875 | 1 335 449 | 1 334 474 |
| 27. Earnings per share (NOK) | 2.11 | 2.11 | 8.74 | 7.59 |
| 28. Dividend per share (NOK) | | - | 4.00 | 3.50 |
| 29. Total shareholders' return (%) | (3.1) | 22.6 | 27.8 | 25.3 |
| 30. Dividend yield (%) | - | - | 4.52 | 4.86 |
| 31. Equity per share including allocated dividend at end of period (NOK) | 50.17 | 45.01 | 48.13 | 42.94 |
| 32. Share price at end of period (NOK) | 85.80 | 88.25 | 88.50 | 72.00 |
| 33. Price/book value | 1.71 | 1.96 | 1.84 | 1.68 |
| 34. Market capitalisation (NOK billion) | 114.5 | 118.0 | 118.1 | 96.3 |

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

Definitions

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

Note 1 – Accounting principles etc.

Accounting principles

The first quarter accounts have been prepared according to IFRS principles, including IAS 34 - Interim Financial Reporting. A description of the accounting principles applied by the Group in preparing the accounts is found in the annual accounts for 2006.

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

Estimates

When preparing the consolidated accounts, management makes assessments and estimates and prepares assumptions that influence the effect of the accounting principles applied and thus the recorded values of assets and liabilities, income and expenses. Note 2 in the annual accounts for 2006 gives a description of important estimates and assumptions. The same estimates and assumptions have been applied when preparing the accounts for the first quarter of 2007. With effect from 31 December 2006, the Group changed the assumption concerning life expectancy in connection with the calculation of pension commitments. This has affected pension expenses for the first quarter of 2007, see note 7 Operating expenses.

Comparable figures

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

Note 2 – Business areas

The operational structure of DnB NOR includes five business areas and four staff and support units. In addition, DnB NOR is reported as a separate profit centre. The business areas carry responsibility for customer segments served by the Group, as well as the products offered.

The income statement and balance sheets for business areas have been prepared on the basis of internal financial reporting for the functional organisation of the DnB NOR Group into business areas. Figures for the business areas are based on DnB NOR's management model and the Group's accounting principles. The figures are based on a number of assumptions, estimates and discretionary distribution.

| Income statement ¹⁾ | | | | | | | | | | | | | DnB NOR Group | |
|---|---|-------|----------------|-------|--------------------|-------|-------------|------|-----------------------------|------|-------------|------|--|-------|
| | Corporate Banking and Payment Services | | Retail Banking | | DnB NOR Markets | | Vital | | DnB NOR Asset Management | | DnB NOR | | Other operations/ eliminations ²⁾ | |
| | 1st quarter | | 1st quarter | | 1st quarter | | 1st quarter | | 1st quarter | | 1st quarter | | 1st quarter | |
| Amounts in NOK million | 2007 | 2006 | 2007 | 2006 | 2007 | 2006 | 2007 | 2006 | 2007 | 2006 | 2007 | 2006 | 2007 | 2006 |
| Net interest income - ordinary operations | 1 733 | 1 499 | 1 604 | 1 789 | 52 | 59 | 0 | 0 | (1) | (3) | 206 | 143 | 391 | 135 |
| Interest on allocated capital | 303 | 154 | 128 | 88 | 37 | 17 | 0 | 0 | 18 | 9 | 27 | 11 | (514) | (279) |
| Net interest income | 2 036 | 1 653 | 1 732 | 1 877 | 89 | 76 | 0 | 0 | 17 | 6 | 233 | 154 | (123) | (144) |
| Net other operating income | 757 | 671 | 775 | 800 | 973 | 934 | 689 | 722 | 275 | 284 | 105 | 71 | (47) | 58 |
| Total income | 2 793 | 2 325 | 2 508 | 2 676 | 1 063 | 1 010 | 689 | 722 | 292 | 290 | 338 | 225 | (170) | (86) |
| Operating expenses ³⁾ | 982 | 864 | 1 553 | 1 500 | 392 | 415 | 318 | 297 | 182 | 172 | 220 | 151 | 97 | 59 |
| Pre-tax operating profit before write-downs | 1 811 | 1 461 | 955 | 1 176 | 670 | 595 | 372 | 425 | 110 | 119 | 118 | 74 | (267) | (145) |
| Net gains on fixed and intangible assets | 4 | 7 | 0 | 0 | (1) | 0 | 0 | 0 | 0 | 0 | 2 | 3 | 1 | 3 |
| Write-downs on loans and guarantees | 31 | (4) | 77 | 71 | 22 | 0 | 0 | 0 | 0 | 0 | 11 | 11 | (90) | (105) |
| Pre-tax operating profit | 1 783 | 1 472 | 878 | 1 105 | 647 | 595 | 372 | 425 | 110 | 119 | 109 | 65 | (176) | (37) |
| *) Of which group overhead | 27 | 23 | 14 | 12 | 6 | 5 | 7 | 8 | 3 | 2 | 0 | 0 | (58) | (51) |

1) Figures for the business areas are based in internal management reporting. The figures have been restated in accordance with the Group's current principles for allocating costs and capital between business areas.

Note 2 – Business areas (continued)

| 2) Other operations/ eliminations: | Elimination of double entries | | Other eliminations | | Group Centre ¹⁾ | |
|---|-------------------------------|-------|--------------------|------|----------------------------|-------|
| | 1st quarter | | 1st quarter | | 1st quarter | |
| | 2007 | 2006 | 2007 | 2006 | 2007 | 2006 |
| <i>Amounts in NOK million</i> | | | | | | |
| Net interest income - ordinary operations | (3) | (6) | (35) | (20) | 429 | 162 |
| Interest on allocated capital | | | | | (514) | (279) |
| Net interest income | (3) | (6) | (35) | (20) | (85) | (117) |
| Net other operating income | (330) | (314) | (84) | (57) | 368 | 429 |
| Total income | (334) | (321) | (119) | (77) | 282 | 312 |
| Operating expenses | | | (119) | (77) | 215 | 136 |
| Pre-tax operating profit before write-downs | (334) | (321) | 0 | 0 | 67 | 176 |
| Net gains on fixed and intangible assets | | | 0 | 0 | 1 | 3 |
| Write-downs on loans and guarantees | | | 0 | 0 | (90) | (105) |
| Pre-tax operating profit | (334) | (321) | 0 | 0 | 157 | 284 |

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

| *) Group Centre - pre-tax operating profit in NOK million | 1st quarter | |
|--|-------------|------|
| | 2007 | 2006 |
| Income on equities | 241 | 172 |
| Unallocated write-downs on loans and guarantees | 103 | 91 |
| Unallocated | 39 | 62 |
| Funding costs on goodwill | (49) | (30) |
| Ownership-related expenses (costs relating to shareholders, investor relations, strategic planning etc.) | (52) | (45) |
| Portfolio hedging, Treasury | (132) | 60 |
| Other | 8 | (27) |
| Pre-tax operating profit | 157 | 284 |

Main average balance sheet items ¹⁾

| Amounts in NOK billion | Corporate Banking and Payment Services | | Retail Banking | | DnB NOR Markets | | Vital ²⁾ | | DnB NOR Asset Management | | DnB NOR D | | DnB NOR Group Other operations/ eliminations | |
|--|--|-------|----------------|-------|-----------------|------|---------------------|-------|--------------------------|-------|-------------|------|--|---------|
| | 1st quarter | | 1st quarter | | 1st quarter | | 1st quarter | | 1st quarter | | 1st quarter | | 1st quarter | |
| | 2007 | 2006 | 2007 | 2006 | 2007 | 2006 | 2007 | 2006 | 2007 | 2006 | 2007 | 2006 | 2007 | 2006 |
| Net lending to customers ³⁾ | 385.6 | 320.1 | 412.3 | 371.1 | 13.5 | 7.5 | | | | | 38.9 | 23.7 | (6.5) | (3.6) |
| Customer deposits ³⁾ | 271.8 | 230.7 | 212.1 | 194.3 | 14.6 | 12.8 | | | | | 13.0 | 10.4 | (9.3) | (12.0) |
| Assets under management | | | | | | | 224.0 | 209.2 | 547.3 | 539.4 | | | (181.8) | (174.6) |

Key figures ¹⁾

| Per cent | Corporate Banking and Payment Services | | Retail Banking | | DnB NOR Markets | | Vital | | DnB NOR Asset Management | | DnB NOR D | | DnB NOR Group Other operations | |
|--|--|-------|----------------|-------|-----------------|------|-------------|------|--------------------------|------|-------------|-------|--------------------------------|-------|
| | 1st quarter | | 1st quarter | | 1st quarter | | 1st quarter | | 1st quarter | | 1st quarter | | 1st quarter | |
| | 2007 | 2006 | 2007 | 2006 | 2007 | 2006 | 2007 | 2006 | 2007 | 2006 | 2007 | 2006 | 2007 | 2006 |
| Cost/income ratio | 35.2 | 37.2 | 61.9 | 56.0 | 36.9 | 41.1 | 46.1 | 41.2 | 62.3 | 59.1 | 65.1 | 67.2 | | |
| Ratio of deposits to lending ³⁾ | 70.5 | 72.1 | 51.4 | 52.4 | | | | | | | 33.3 | 43.9 | | |
| Return on capital ^{4) 5)} | 17.9 | 18.0 | 20.8 | 23.9 | 53.2 | 66.9 | 15.3 | 18.8 | 18.6 | 23.8 | 13.0 | 13.5 | | |
| Number of full-time positions as at 31 March | 2 635 | 2 596 | 4 111 | 4 073 | 569 | 538 | 814 | 769 | 302 | 296 | 2 111 | 1 831 | 1 470 | 1 472 |

1) Figures for the business areas are based in internal management reporting. The figures have been restated in accordance with the Group's current principles for allocating costs and capital between business areas.

2) Assets under management include total assets.

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

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

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

Note 3 – Vital

The business area Vital in DnB NOR comprises Vital Forsikring ASA including subsidiaries. Vital Link AS og Vital Forsikring ASA merged in February 2007 with accounting effect from January 1, 2007. Vital Forsikring ASA including subsidiaries are fully consolidated in the DnB NOR Group's accounts. Profit sharing between policyholders and the owner in life insurance companies is based on special accounting regulations for such operations stipulated by the Norwegian Ministry of Finance. Regulations relating to profit sharing between the owner and policyholders in life insurance companies limit the DnB NOR Group's access to revenues and assets from life insurance operations.

Below, the income statement and balance sheets for Vital as included in the DnB NOR Group's accounts, are described.

| Income statement ¹⁾ | 1st quarter 2007 | 1st quarter 2006 | Full year 2006 | Vital Full year 2005 |
|--|---------------------|---------------------|-------------------|----------------------------|
| <i>Amounts in NOK million</i> | | | | |
| Total interest income | | | | |
| Total interest expenses | | | | |
| Net interest income | | | | |
| Commissions and fees receivable etc. | 458 | 450 | 1 836 | 1 630 |
| Commissions and fees payable etc. | 160 | 177 | 673 | 562 |
| Net gains on financial instruments at fair value | | | | |
| Net gains on assets in Vital | 4 572 | 4 936 | 16 117 | 14 369 |
| Guaranteed returns and allocations to policyholders in Vital | 4 193 | 4 453 | 14 584 | 13 111 |
| Premium income etc. included in the risk result in Vital | 1 414 | 1 063 | 4 314 | 3 925 |
| Insurance claims etc. included in the risk result in Vital | 1 401 | 1 097 | 4 324 | 3 828 |
| Net realised gains on investment securities (AFS) | | | | |
| Profit from companies accounted for by the equity method | | | | |
| Other income | | | | |
| Net other operating income | 689 | 722 | 2 686 | 2 423 |
| Total income | 689 | 722 | 2 686 | 2 423 |
| Salaries and other personnel expenses | 176 | 153 | 676 | 575 |
| Other expenses | 122 | 124 | 501 | 434 |
| Depreciation and impairment of fixed and intangible assets | 20 | 21 | 77 | 97 |
| Total operating expenses | 318 | 297 | 1 254 | 1 105 |
| Net gains on fixed and intangible assets | | | | |
| Write-downs on loans and guarantees | | | | |
| Pre-tax operating profit | 372 | 425 | 1 431 | 1 318 |
| Taxes | 0 | (2) | (771) | (331) |
| Profit from discontinuing operations after taxes | | | | |
| Profit for the period ²⁾ | 372 | 426 | 2 202 | 1 649 |

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

Note 3 – Vital (continued)

2) Breakdown of income statement

| <i>Amounts in NOK million</i> | <i>1st quarter 2007</i> | <i>1st quarter 2006</i> | <i>Full year 2006</i> | <i>Vital Full year 2005</i> |
|--|-----------------------------|-----------------------------|---------------------------|-------------------------------------|
| Interest result | 2 444 | 2 155 | 7 094 | 6 053 |
| Risk result | 13 | (34) | (10) | 98 |
| Administration result ^{a)} | (20) | (24) | (91) | (37) |
| Transferred from security reserve | (9) | (1) | (5) | (5) |
| Profit for distribution within Vital ^{*)} | 2 428 | 2 096 | 6 987 | 6 109 |
| Transferred to additional allocations | 0 | 0 | 2 740 | 1 500 |
| Funds transferred to policyholders ^{a)} | 2 061 | 1 677 | 2 838 | 3 290 |
| + Reversal of goodwill amortisation | 6 | 6 | 22 | 0 |
| Pre-tax operating profit in Vital | 372 | 425 | 1 431 | 1 318 |
| Taxes ^{a)} | 0 | (2) | (771) | (331) |
| Profit for the period in Vital | 372 | 426 | 2 202 | 1 649 |

*) Specification of profits for distribution

| | | | | |
|--|-------|-------|-------|-------|
| Profit for operations subject to profit sharing | 2 444 | 2 097 | 4 267 | 4 582 |
| - funds transferred to policyholders | 2 061 | 1 677 | 2 838 | 3 290 |
| - profits for allocation to the owner and taxes | 382 | 420 | 1 429 | 1 292 |
| Profit from operations not subject to profit sharing | (16) | (1) | (20) | 26 |

Profits for allocation to the owner and taxes for operations subject to profit sharing include:

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

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

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

Note 3 – Vital (continued)

| Balance sheets ¹⁾ | 31 March 2007 | 31 Dec. 2006 | 31 March 2006 | Vital 31 Dec. 2005 |
|---|------------------|-----------------|------------------|--------------------------|
| <i>Amounts in NOK million</i> | | | | |
| Assets | | | | |
| Cash and deposits with central banks | | | | |
| Lending to and deposits with credit institutions | 8 716 | 7 185 | 7 978 | 11 527 |
| Lending to customers | | | | |
| Commercial paper and bonds | 50 264 | 57 838 | 67 144 | 67 457 |
| Shareholdings | 56 057 | 47 291 | 39 956 | 32 445 |
| Financial assets, customers bearing the risk | 18 867 | 18 840 | 15 143 | 13 136 |
| Financial derivatives | 837 | 1 654 | 2 255 | 786 |
| Commercial paper and bonds, held to maturity | 60 093 | 62 444 | 56 518 | 52 587 |
| Investment property | 25 697 | 25 668 | 23 350 | 22 872 |
| Investments in associated companies | 16 | 16 | 14 | 14 |
| Intangible assets | 326 | 294 | 279 | 252 |
| Deferred tax assets | 185 | 185 | | |
| Fixed assets | 52 | 75 | 48 | 50 |
| Discontinuing operations | | | | |
| Other assets | 3 263 | 2 161 | 3 039 | 1 533 |
| Total assets | 224 375 | 223 650 | 215 725 | 202 659 |
| Liabilities and equity | | | | |
| Loans and deposits from credit institutions | | | | |
| Deposits from customers | | | | |
| Financial derivatives | 828 | 1 166 | 233 | 1 080 |
| Securities issued | | | | |
| Insurance liabilities, customers bearing the risk | 18 867 | 18 840 | 15 143 | 13 136 |
| Liabilities to life insurance policyholders | 189 715 | 188 096 | 182 838 | 174 675 |
| Payable taxes | | | | |
| Deferred taxes | | | 665 | 99 |
| Other liabilities | 2 314 | 3 259 | 6 340 | 1 991 |
| Discontinuing operations | | | | |
| Provisions | 125 | 124 | 121 | 133 |
| Subordinated loan capital | 2 545 | 2 556 | 2 581 | 2 594 |
| Total liabilities | 214 393 | 214 040 | 207 919 | 193 708 |
| Minority interests | | | | |
| Revaluation reserve | | | | |
| Share capital | 1 310 | 1 310 | 1 307 | 1 307 |
| Other reserves and retained earnings | 8 672 | 8 300 | 6 498 | 7 643 |
| Total equity | 9 982 | 9 610 | 7 805 | 8 951 |
| Total liabilities and equity | 224 375 | 223 650 | 215 725 | 202 659 |

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

Note 3 – Vital (continued)

| Key figures | | | | Vital |
|--|---------------------|---------------------|-------------------|-------------------|
| | 1st quarter 2007 | 1st quarter 2006 | Full year 2006 | Full year 2005 |
| <i>Per cent</i> | | | | |
| Recorded return, excluding unrealised gains on financial instruments ¹⁾ | 2.2 | 2.1 | 7.5 | 7.3 |
| Value-adjusted return, excluding changes in unrealised gains on commercial paper and bonds held to maturity ¹⁾ | 1.4 | 2.8 | 8.1 | 8.3 |
| Value-adjusted return, including changes in unrealised gains on commercial paper and bonds held to maturity and unrealised gains on current assets ¹⁾ | 1.1 | 2.2 | 6.4 | 7.7 |
| Return on capital after taxes ^{2) 3)} | 15.3 | 18.8 | 25.0 | 20.7 |
| Expenses in per cent of insurance provisions ²⁾ | 0.95 | 1.02 | 1.00 | 0.98 |
| Capital adequacy ratio at the end of the period ^{4) 5)} | 8.9 | 10.4 | 9.8 | 11.7 |
| Core capital ratio at the end of the period ^{4) 5)} | 6.7 | 7.9 | 7.4 | 8.9 |
| Policyholders funds from operations with guaranteed returns, at the end of the period (NOK billion) | 190 | 183 | 188 | 175 |
| Policyholders funds from operations with choice of investment profile at the end of the period (NOK billion) | 19 | 15 | 19 | 13 |
| Solvency margin capital in per cent of requirement at the end of the period ^{4) 5) 6)} | 160 | 151 | 164 | 158 |
| Number of employees calculated on a full-time basis at end of period | 814 | 769 | 815 | 756 |

1) Refers to products with guaranteed returns.

2) Figures are annualised.

3) Calculated on the basis of recorded equity.

4) Kredittilsynet (the Financial Supervisory Authority of Norway) and the Ministry of Finance have not adapted solvency capital or capital adequacy regulations to IFRS.

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

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

Note 4 – Net interest income

| Amounts in NOK million | DnB NOR Group | | | |
|--|---------------------|---------------------|-------------------|-------------------|
| | 1st quarter 2007 | 1st quarter 2006 | Full year 2006 | Full year 2005 |
| Interest on loans to and deposits with credit institutions | 1 148 | 444 | 2 904 | 1 514 |
| Interest on loans to customers | 10 548 | 7 451 | 34 630 | 25 164 |
| Interest on impaired commitments | 28 | 11 | 124 | 205 |
| Interest on commercial paper and bonds | 1 489 | 724 | 3 934 | 2 114 |
| Front-end fees etc. | 120 | 86 | 281 | 97 |
| Other interest income | 53 | 148 | 508 | 878 |
| Total interest income | 13 386 | 8 864 | 42 381 | 29 973 |
| Interest on loans and deposits from credit institutions | 1 418 | 847 | 4 610 | 2 554 |
| Interest on demand deposits from customers | 3 592 | 1 976 | 9 892 | 5 509 |
| Interest on securities issued | 4 013 | 2 328 | 12 194 | 6 314 |
| Interest on subordinated loan capital | 480 | 293 | 1 466 | 915 |
| Other interest expenses | (102) | (202) | (1 069) | 1 071 |
| Total interest expenses | 9 401 | 5 242 | 27 092 | 16 363 |
| Net interest income | 3 985 | 3 622 | 15 289 | 13 610 |

Note 5 – Net other operating income

| <i>Amounts in NOK million</i> | DnB NOR Group | | | |
|--|---------------------|---------------------|-------------------|-------------------|
| | 1st quarter 2007 | 1st quarter 2006 | Full year 2006 | Full year 2005 |
| Money transfer fees receivable | 671 | 717 | 2 852 | 3 057 |
| Fees on asset management services | 295 | 335 | 1 325 | 1 178 |
| Fees on custodial services | 99 | 89 | 370 | 309 |
| Fees on securities broking | 122 | 133 | 427 | 370 |
| Corporate finance | 149 | 217 | 548 | 415 |
| Interbank fees | 30 | 39 | 148 | 185 |
| Credit broking commissions | 107 | 36 | 290 | 190 |
| Sales commissions on insurance products | 530 | 512 | 2 000 | 1 802 |
| Sundry commissions and fees receivable on banking services | 320 | 249 | 1 003 | 855 |
| Total commissions and fees receivable etc. | 2 322 | 2 328 | 8 963 | 8 362 |
| Money transfer fees payable | 232 | 236 | 936 | 1 048 |
| Commissions payable on fund management services | 29 | 30 | 128 | 102 |
| Fees on custodial services payable | 36 | 34 | 119 | 94 |
| Interbank fees | 47 | 59 | 219 | 259 |
| Credit broking commissions | 17 | 7 | 34 | 197 |
| Commissions payable on the sale of insurance products | 71 | 61 | 236 | 207 |
| Sundry commissions and fees payable on banking services | 153 | 148 | 582 | 412 |
| Total commissions and fees payable etc. | 587 | 574 | 2 253 | 2 320 |
| Net gains on financial instruments at fair value | 1 057 | 1 015 | 3 610 | 2 915 |
| Net gains on assets in Vital | 4 572 | 4 941 | 16 131 | 14 379 |
| Guaranteed returns and allocations to policyholders in Vital | 4 193 | 4 453 | 14 584 | 13 111 |
| Premium income etc. included in the risk result in Vital | 1 414 | 1 063 | 4 314 | 3 925 |
| Insurance claims etc. included in the risk result in Vital | 1 401 | 1 097 | 4 324 | 3 828 |
| Net realised gains on investment securities (AFS) | 0 | 0 | 0 | 167 |
| Profit from companies accounted for by the equity method | 37 | 29 | 171 | 118 |
| Income from owned/leased premises | 21 | 29 | 108 | 96 |
| Fees on real estate broking | 167 | 158 | 746 | 645 |
| Net unrealised gains on investment property | 0 | 1 | 0 | (9) |
| Miscellaneous operating income | 118 | 102 | 322 | 384 |
| Total other income | 306 | 290 | 1 176 | 1 117 |
| Net other operating income | 3 528 | 3 541 | 13 204 | 11 725 |

Note 5 – Net other operating income (continued)

| Last five quarters | DnB NOR Group | | | | |
|--|---------------------|---------------------|---------------------|---------------------|---------------------|
| | 1st quarter 2007 | 4th quarter 2006 | 3rd quarter 2006 | 2nd quarter 2006 | 1st quarter 2006 |
| <i>Amounts in NOK million</i> | | | | | |
| Money transfer fees receivable | 671 | 707 | 719 | 710 | 717 |
| Fees on asset management services | 295 | 357 | 311 | 322 | 335 |
| Fees on custodial services | 99 | 97 | 84 | 99 | 89 |
| Fees on securities broking | 122 | 87 | 81 | 126 | 133 |
| Corporate finance | 149 | 184 | 52 | 96 | 217 |
| Interbank fees | 30 | 33 | 40 | 36 | 39 |
| Credit broking commissions | 107 | 92 | 58 | 103 | 36 |
| Sales commissions on insurance products | 530 | 558 | 443 | 488 | 512 |
| Sundry commissions and fees receivable on banking services | 320 | 256 | 263 | 236 | 249 |
| Total commissions and fees receivable etc. | 2 322 | 2 371 | 2 050 | 2 215 | 2 328 |
| Money transfer fees payable | 232 | 219 | 243 | 237 | 236 |
| Commissions payable on fund management services | 29 | 41 | 27 | 30 | 30 |
| Fees on custodial services payable | 36 | 24 | 27 | 35 | 34 |
| Interbank fees | 47 | 49 | 57 | 54 | 59 |
| Credit broking commissions | 17 | 10 | 7 | 10 | 7 |
| Commissions payable on the sale of insurance products | 71 | 61 | 47 | 67 | 61 |
| Sundry commissions and fees payable on banking services | 153 | 179 | 122 | 133 | 148 |
| Total commissions and fees payable etc. | 587 | 583 | 530 | 566 | 574 |
| Net gains on financial instruments at fair value | 1 057 | 1 150 | 705 | 739 | 1 015 |
| Net gains on assets in Vital | 4 572 | 6 022 | 2 723 | 2 445 | 4 941 |
| Guaranteed returns and allocations to policyholders in Vital | 4 193 | 5 731 | 2 392 | 2 008 | 4 453 |
| Premium income etc. included in the risk result in Vital | 1 414 | 1 191 | 1 001 | 1 059 | 1 063 |
| Insurance claims etc. included in the risk result in Vital | 1 401 | 1 146 | 960 | 1 121 | 1 097 |
| Net realised gains on investment securities (AFS) | 0 | 0 | 0 | 0 | 0 |
| Profit from companies accounted for by the equity method | 37 | 24 | 94 | 24 | 29 |
| Income from owned/leased premises | 21 | 29 | 16 | 34 | 29 |
| Fees on real estate broking | 167 | 194 | 198 | 197 | 158 |
| Net unrealised gains on investment property | 0 | 0 | 0 | (1) | 1 |
| Miscellaneous operating income | 118 | 100 | 48 | 73 | 102 |
| Total other income | 306 | 323 | 262 | 302 | 290 |
| Net other operating income | 3 528 | 3 622 | 2 951 | 3 090 | 3 541 |

Note 6 – Net gains on financial instruments at fair value

| Amounts in NOK million | DnB NOR Group | | | |
|---|---------------------|---------------------|-------------------|-------------------|
| | 1st quarter 2007 | 1st quarter 2006 | Full year 2006 | Full year 2005 |
| Dividends | 13 | 34 | 109 | 122 |
| Net gains on foreign exchange and financial derivatives | 863 | 906 | 3 393 | 3 174 |
| Net gains on financial derivatives, hedging | (208) | (490) | (560) | (490) |
| Net gains on fixed rate loans | (139) | (388) | (1 247) | (1 712) |
| Net gains on financial guarantees | 117 | 69 | 341 | 304 |
| Net gains on commercial paper and bonds | (59) | (94) | (504) | (247) |
| Net gains on shareholdings | 253 | 188 | 558 | 669 |
| Net gains on other financial assets | 2 | 7 | (8) | (65) |
| Net gains on financial liabilities, hedged items | (2) | 504 | 603 | 609 |
| Net gains on financial liabilities, other | 125 | 266 | 784 | 642 |
| Net interest on interest rate positions | 92 | 12 | 141 | (91) |
| Net gains on financial instruments at fair value | 1 057 | 1 015 | 3 610 | 2 915 |

Note 7 – Operating expenses

| <i>Amounts in NOK million</i> | DnB NOR Group | | | |
|--|---------------------|---------------------|-------------------|-------------------|
| | 1st quarter 2007 | 1st quarter 2006 | Full year 2006 | Full year 2005 |
| Ordinary salaries | 1 507 | 1 424 | 5 814 | 5 179 |
| Employer's national insurance contributions | 227 | 204 | 818 | 752 |
| Pension expenses ¹⁾ | 264 | 203 | 913 | 400 |
| Other personnel expenses | 130 | 93 | 421 | 407 |
| Total salaries and other personnel expenses | 2 129 | 1 925 | 7 967 | 6 737 |
| Fees | 207 | 192 | 781 | 652 |
| EDP expenses | 393 | 358 | 1 493 | 1 439 |
| Postage and telecommunications | 102 | 104 | 410 | 491 |
| Office supplies | 31 | 27 | 113 | 110 |
| Marketing and public relations | 163 | 134 | 599 | 506 |
| Travel expenses | 58 | 51 | 232 | 197 |
| Reimbursement to Norway Post for transactions executed | 40 | 83 | 269 | 555 |
| Training expenses | 21 | 17 | 77 | 51 |
| Operating expenses on properties and premises | 208 | 232 | 855 | 854 |
| Operating expenses on machinery, vehicles and office equipment | 37 | 32 | 121 | 89 |
| Allocation to employees | 0 | 0 | 164 | 153 |
| Restructuring expenses | 1 | 0 | 73 | 0 |
| Other operating expenses | 154 | 145 | 558 | 377 |
| Other expenses | 1 416 | 1 375 | 5 745 | 5 474 |
| Depreciation and impairment of fixed and intangible assets | 199 | 159 | 715 | 653 |
| Total operating expenses | 3 744 | 3 459 | 14 427 | 12 864 |

Last five quarters

| <i>Amounts in NOK million</i> | DnB NOR Group | | | | |
|--|---------------------|---------------------|---------------------|---------------------|---------------------|
| | 1st quarter 2007 | 4th quarter 2006 | 3rd quarter 2006 | 2nd quarter 2006 | 1st quarter 2006 |
| Ordinary salaries | 1 507 | 1 559 | 1 438 | 1 393 | 1 424 |
| Employer's national insurance contributions | 227 | 223 | 198 | 193 | 204 |
| Pension expenses ¹⁾ | 264 | 233 | 248 | 229 | 203 |
| Other personnel expenses | 130 | 115 | 102 | 112 | 93 |
| Total salaries and other personnel expenses | 2 129 | 2 129 | 1 985 | 1 927 | 1 925 |
| Fees | 207 | 247 | 161 | 181 | 192 |
| EDP expenses | 393 | 413 | 336 | 386 | 358 |
| Postage and telecommunications | 102 | 97 | 99 | 110 | 104 |
| Office supplies | 31 | 33 | 26 | 26 | 27 |
| Marketing and public relations | 163 | 177 | 133 | 155 | 134 |
| Travel expenses | 58 | 76 | 51 | 55 | 51 |
| Reimbursement to Norway Post for transactions executed | 40 | 36 | 76 | 73 | 83 |
| Training expenses | 21 | 30 | 14 | 16 | 17 |
| Operating expenses on properties and premises | 208 | 199 | 211 | 213 | 232 |
| Operating expenses on machinery, vehicles and office equipment | 37 | 38 | 28 | 23 | 32 |
| Allocation to employees | 0 | 164 | 0 | 0 | 0 |
| Restructuring expenses | 1 | 61 | 13 | 0 | 0 |
| Other operating expenses | 154 | 97 | 174 | 141 | 145 |
| Other expenses | 1 416 | 1 669 | 1 323 | 1 379 | 1 375 |
| Depreciation and impairment of fixed and intangible assets | 199 | 196 | 183 | 177 | 159 |
| Total operating expenses | 3 744 | 3 994 | 3 491 | 3 483 | 3 459 |

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

Note 8 – Number of employees/full-time positions

| | DnB NOR Group | | | |
|--|---------------------|---------------------|-------------------|-------------------|
| | 1st quarter 2007 | 1st quarter 2006 | Full year 2006 | Full year 2005 |
| Number of employees at end of period | 12 362 | 11 965 | 12 187 | 11 716 |
| Number of employees calculated on a full-time basis at end of period | 12 011 | 11 575 | 11 824 | 11 334 |
| Average number of employees | 12 266 | 11 838 | 11 993 | 10 148 |
| Average number of employees calculated on a full-time basis | 11 846 | 11 435 | 11 616 | 9 766 |

Note 9 – Net gains on fixed and intangible assets

| <i>Amounts in NOK million</i> | DnB NOR Group | | | |
|--|---------------------|---------------------|-------------------|-------------------|
| | 1st quarter 2007 | 1st quarter 2006 | Full year 2006 | Full year 2005 |
| Development area, Oppedgård | | | 47 | |
| Lodalen Utvikling | | | 44 | |
| Kirkegaten 17, Oslo | | | 31 | |
| Scanrope | | | 16 | |
| Exporama | | | 30 | |
| Bogstadveien 45, Oslo | | | 61 | |
| Haraldsgate 125, Haugesund | | | | 52 |
| Søndregate 12, Trondheim | | | | 46 |
| Follalaks | | | | 107 |
| Helgelandske | | | | 16 |
| Pan Fish | | | | 314 |
| Aurora Salmon | | | | 63 |
| Akersgt. 64-67, Oslo | | | | 88 |
| Postbanken Eiendomsmegling | | | | 18 |
| Other | 5 | 12 | 136 | 71 |
| Net gains on fixed and intangible assets | 5 | 12 | 365 | 775 |

Note 10 – Write-downs on loans and guarantees

| <i>Amounts in NOK million</i> | DnB NOR Group | | | |
|---|---------------------|---------------------|-------------------|-------------------|
| | 1st quarter 2007 | 1st quarter 2006 | Full year 2006 | Full year 2005 |
| Write-offs | 57 | 74 | 227 | 445 |
| New individual write-downs | 226 | 183 | 692 | 432 |
| Total new individual write-downs | 283 | 257 | 919 | 877 |
| Reassessed individual write-downs | 112 | 106 | 371 | 323 |
| Total individual write-downs | 171 | 151 | 548 | 554 |
| Recoveries on commitments previously written off | 83 | 80 | 388 | 320 |
| Change in group write-downs on loans ¹⁾ | (37) | (97) | (418) | (97) |
| Write-downs on loans and guarantees | 51 | (26) | (258) | 137 |
| <i>Of which individual write-downs on guarantees</i> | 11 | (10) | (13) | 13 |
| Write-offs covered by individual write-downs made in previous years | 117 | 81 | 699 | 1 638 |

1) The DnB NOR Group implemented IAS 39 - Financial Guarantee Contracts as from 1 January 2006. The 2005 figures have been restated accordingly, see note 1 Accounting principles in the 2006 annual report for the DnB NOR Group.

Note 11 – Write-downs on loans and guarantees for principal sectors ¹⁾

| <i>Amounts in NOK million</i> | 1st quarter | 1st quarter | DnB NOR Group | |
|--|-------------|-------------|-------------------|-------------------|
| | 2007 | 2006 | Full year 2006 | Full year 2005 |
| Retail customers | 98 | 69 | 48 | 270 |
| International shipping | 0 | 0 | 18 | 7 |
| Real estate | (13) | (12) | (31) | (36) |
| Manufacturing | (34) | 7 | 22 | 29 |
| Services and management | 11 | 3 | 13 | (101) |
| Trade | 14 | 4 | 28 | 25 |
| Oil and gas | 0 | 0 | (7) | (5) |
| Transportation and communication | 4 | 7 | 39 | 12 |
| Building and construction | 10 | 4 | (4) | 11 |
| Power and water supply | 0 | 0 | 0 | 1 |
| Fishing | 3 | (3) | 11 | 4 |
| Hotels and restaurants | (3) | 0 | (7) | (4) |
| Agriculture and forestry | (3) | 4 | 11 | 1 |
| Other sectors | (1) | (12) | 20 | (18) |
| Total customers | 88 | 71 | 161 | 196 |
| Credit institutions | 0 | 0 | (1) | 38 |
| Change in group write-downs on loans ²⁾ | (37) | (97) | (418) | (97) |
| Write-downs on loans and guarantees | 51 | (26) | (258) | 137 |
| <i>Of which individual write-downs on guarantees</i> | 11 | (10) | (13) | 13 |

- 1) The breakdown into principal sectors is based on standardised sector and industry categories set up by Statistics Norway. Customers are classified according to their main line of business.
- 2) The DnB NOR Group implemented IAS 39 - Financial Guarantee Contracts as from 1 January 2006. The 2005 figures have been restated accordingly, see note 1 Accounting principles in the 2006 annual report for the DnB NOR Group.

Note 12 – Lending to customers

| <i>Amounts in NOK million</i> | 31 March | 31 Dec. | DnB NOR Group | |
|---|----------|---------|------------------|-----------------|
| | 2007 | 2006 | 31 March 2006 | 31 Dec. 2005 |
| Lending to customers, nominal amount | 698 944 | 692 207 | 592 480 | 558 682 |
| Individual write-downs | 1 744 | 1 820 | 2 086 | 2 185 |
| Lending to customers, after individual write-downs | 697 200 | 690 387 | 590 394 | 556 497 |
| + Accrued interest and amortisation | 2 237 | 2 046 | 1 526 | 1 738 |
| – Individual write-downs of accrued interest and amortisation | 392 | 399 | 547 | 659 |
| – Group write-downs ¹⁾ | 847 | 892 | 1 229 | 1 344 |
| Lending to customers, at amortised cost | 698 198 | 691 141 | 590 144 | 556 232 |
| Lending to customers, nominal amount | 143 763 | 136 271 | 136 302 | 139 580 |
| + Accrued interest | 626 | 681 | 411 | 664 |
| + Adjustment to fair value | (290) | (147) | 713 | 1 103 |
| Lending to customers, classified at fair value | 144 100 | 136 805 | 137 426 | 141 347 |
| Lending to customers | 842 298 | 827 947 | 727 571 | 697 579 |

- 1) The DnB NOR Group implemented IAS 39 - Financial Guarantee Contracts as from 1 January 2006. The 2005 figures have been restated accordingly, see note 1 Accounting principles in the 2006 annual report for the DnB NOR Group.

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