



Supplementary Information for Investors and Analysts

2008 First Quarter Results

(Unaudited)

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DnB NOR's home page	www.dnbnor.no

Financial Calendar 2008

Preliminary results 2007	14 February
Annual general meeting	30 April
Ex-dividend date	2 May
Payment of dividend	15 May
First quarter	29 April
Second quarter	10 July
Third quarter	23 October

Contents

1. DnB NOR - an overview.....	5
Financial highlights.....	6
DnB NOR - Norway's leading financial services group.....	7
Group strategy	8
Legal structure.....	9
Group business structure	10
Equity-related data.....	11
Shareholder structure	12
Accounting principles etc.....	13
 2. Financial results DnB NOR Group	 15
Financial results	16
Net interest income	17
Net other operating income	21
Operating expenses.....	25
Write-downs on loans and guarantees.....	29
Lending.....	30
Capital adequacy.....	32
Taxes	33
Financial results DnB NOR Group.....	34
Key figures.....	35
 3. DnB NOR Group – business areas.....	 37
Business areas – financial performance	38
Corporate Banking and Payment Services.....	42
Retail Banking	53
DnB NOR Markets	59
Life and Asset Management.....	64
DnB NORD	82
 4. The Norwegian economy.....	 85

In accordance with Section 3-9 of the Norwegian Accounting Act, the DnB NOR Group prepares consolidated accounts in accordance with IFRS principles, including IAS 34 - Interim Financial Reporting. Unless otherwise specified, figures are based on IFRS. A description of the accounting principles applied by the Group is found in the annual report for 2007. See note 1 Accounting principles.

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

Section 1

DnB NOR - an overview

Financial highlights

First quarter 2008 results

- Pre-tax operating profits before write-downs were down 61.4 per cent to NOK 1.5 billion (3.8)
- Profit for the period decreased by 60.9 per cent to NOK 1.1 billion (2.9)
- Return on equity was 5.7 per cent (17.2)
- Expenses represented 74.3 per cent of income (49.8)
- The core capital ratio was 7.0 per cent (7.6)

Comparable figures for 2007 in parentheses.

DnB NOR – Norway's leading financial services group

DnB NOR Group

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

As at 31 March 2008

NOK	1 906 billion
NOK	1 565 billion
NOK	1 016 billion
NOK	549 billion
NOK	103 billion

Life Insurance and Asset management

• Total assets under management	NOK	569 billion
<u>of which:</u>		
- total assets under management (external clients)	NOK	315 billion
- mutual funds	NOK	91 billion
- discretionary management	NOK	223 billion
- total assets under operations (external clients)	NOK	26 billion
- total assets in Vital	NOK	229 billion
- products with a choice of investment profile	NOK	18 billion

Customer base

- Serving 2.3 million retail banking customers throughout Norway, of which more than 1.0 million use Internet in active communication (e-dialogue customers)
- More than 200 000 corporate customers in Norway
- Some 1 000 000 individuals insured in Norway
- More than 629 000 mutual fund customers in Norway and 289 institutional asset management clients in Norway and Sweden

Market shares

See business areas

• Corporate Banking and Payment Services	pp. 42-52
• Retail Banking	pp. 53-58
• DnB NOR Markets	pp. 59-63
• Life Insurance and Asset Management	pp. 64-81
• DnB NORD	pp. 82-84

Distribution network

- | | |
|---|--|
| <ul style="list-style-type: none"> • 183 domestic DnB NOR branches • 16 Nordlandsbanken branches • 9 international branches • 2 international representative offices • 41 Postbanken sales outlets • 173 DnB NORD branches • 9 DnB NOR Monchebank branches • DnB NOR Luxembourg (subsidiary) • Internet banking • Electronic banking • Telephone banking | <ul style="list-style-type: none"> • Online equities trading in 16 markets • Online mutual funds trading • About 300 post office counters ¹⁾ • About 1 160 in-store postal outlets ¹⁾ • About 1 800 rural postmen ¹⁾ • 98 DnB NOR Eiendom sales offices • 32 Postbanken Eiendom sales offices • 207 Svensk Fastighetsförmedling sales offices • 18 Vital sales offices • 53 Vital agent companies |
|---|--|

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

Credit ratings from international rating agencies

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

Group strategy

Business idea

DnB NOR will be customers' best financial partner and will meet their needs for financial solutions

DnB NOR's strengths are a local presence and a full range of services.

DnB NOR has a unique platform in the Norwegian market:

- a high market share in all segments
- the largest customer base
- the most extensive distribution network

Common value base and culture

Team spirit, simplicity, value creation

DnB NOR's shared values describe what should distinguish the organisation and work processes both internally and in relation to customers

Strategy

*Utilise growth potential and improve cost efficiency in Norway
Exploit international growth opportunities*

Growth in home market:	Introduce new products and services, strengthen distribution and market positions, utilise the full range of products
Cost efficiency in Norway:	Optimise customer processes and distribution, streamline IT, reorganise operational processes
International growth:	Global growth in selected industries built on core competencies: shipping, energy and seafood. Strengthen position in the Nordic and Baltic regions

Financial targets

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

NOK 20 billion in pre-tax operating profits before write-downs in 2010:

- Return on equity above 16 per cent from 2008
- 10 per cent average annual growth in pre-tax operating profits before write-downs

Other ambitions:

- A cost/income ratio below 46 per cent by the end of 2010

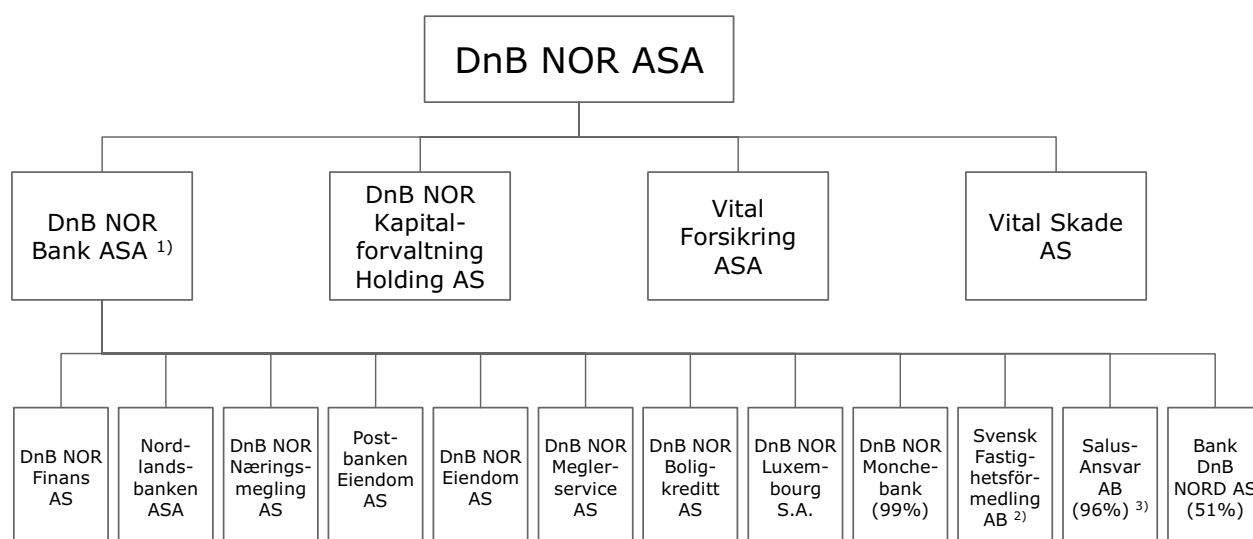
Capital strategy and dividend policy:

- A core capital ratio of approximately 6.5 per cent
- Dividend payments representing approximately 50 per cent of annual profits
Dividends will be determined on the basis of expected profit levels in a normal situation, external parameters and the need to maintain capital adequacy at a satisfactory level.
- AA level ratings for long-term debt for DnB NOR Bank ASA

Legal structure

In accordance with the requirements of the Norwegian regulatory authorities, the banking, asset management and life insurance activities of the DnB NOR Group are organised in separate limited companies under the holding company DnB NOR ASA. Banking activities are organised in DnB NOR Bank ASA. All asset management activities are organised under a common holding company, DnB NOR Kapitalforvaltning Holding AS. Vital Forsikring ASA offers life insurance and pension saving products, both products with guaranteed returns and products with a choice of investment profile. Vital Skade AS offers non-life insurance as part of a total product package for retail and corporate clients and operates as an agent for domestic and foreign insurance underwriters. The chart below shows the legal structure of the DnB NOR Group at end-March 2008.

DnB NOR Group - legal structure at end-March 2008



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

2) Included in DnB NOR Group as from end-June 2007.

3) Included in DnB NOR Group as from end-December 2007.

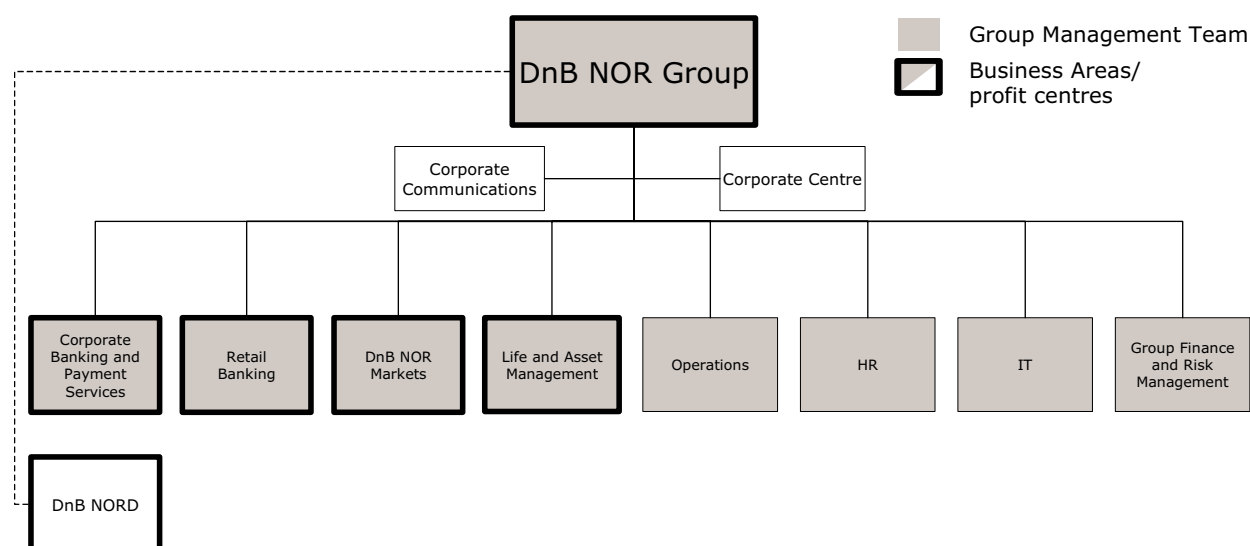
Group business structure

The activities in DnB NOR are organised in the business areas Corporate Banking and Payment Services, Retail Banking, DnB NOR Markets and Life and Asset Management. The business areas operate as independent profit centres and have responsibility for serving all of the Group's customers and for the total range of products. DnB NOR is regarded as a separate profit centre.

Operational tasks and group services are carried out by the Group's staff and support units, which carry out infrastructure tasks for the operative units as well as operational tasks providing cost efficiencies when undertaken for several business areas. In addition, they perform functions for governing bodies and group management. The business areas have the opportunity to influence staff and support units in the Group by changing their demand patterns and levels of ambition.

The operational structure of DnB NOR deviates from its legal structure as activities in subsidiaries fall in under the business area relevant to the company's primary operations. Activities in some subsidiaries are divided between the relevant business areas. This applies, for example, to Nordlandsbanken, where corporate market activities are included in Corporate Banking and Payment Services while retail market activities are included in Retail Banking.

DnB NOR Group - organisation chart as at end-March 2008 ¹⁾



1) Reporting structure.

Equity-related data

Key figures

	Jan. - March 2008	2007	2006	2005 ¹⁾	2004 ²⁾
Number of shares at end of period (1 000) ³⁾	1 332 654	1 332 654	1 334 089	1 336 875	1 327 139
Average number of shares (1 000)	1 332 654	1 333 402	1 335 449	1 334 474	1 317 744
Earnings per share (NOK)	0.79	11.08	8.74	7.59	6.25
Return on equity, annualised (%)	5.7	22.0	19.5	18.8	17.7
RARORAC, annualised (%) ⁴⁾	2.9	21.6	22.0	24.1	24.2
RORAC, annualised (%) ⁵⁾	6.4	31.9	28.4	30.9	30.0
Share price at end of period (NOK)	77.30	83.00	88.50	72.00	59.75
Price/earnings ratio ⁶⁾	24.42	7.49	10.13	9.49	9.55
Price/book value	1.38	1.51	1.84	1.68	1.57
Dividend per share (NOK)	-	4.50	4.00	3.50	2.55
Dividend yield (%)	-	5.42	4.52	4.86	4.27
Equity per share including allocated dividend at end of period (NOK)	55.89	55.01	48.13	42.94	38.03

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

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

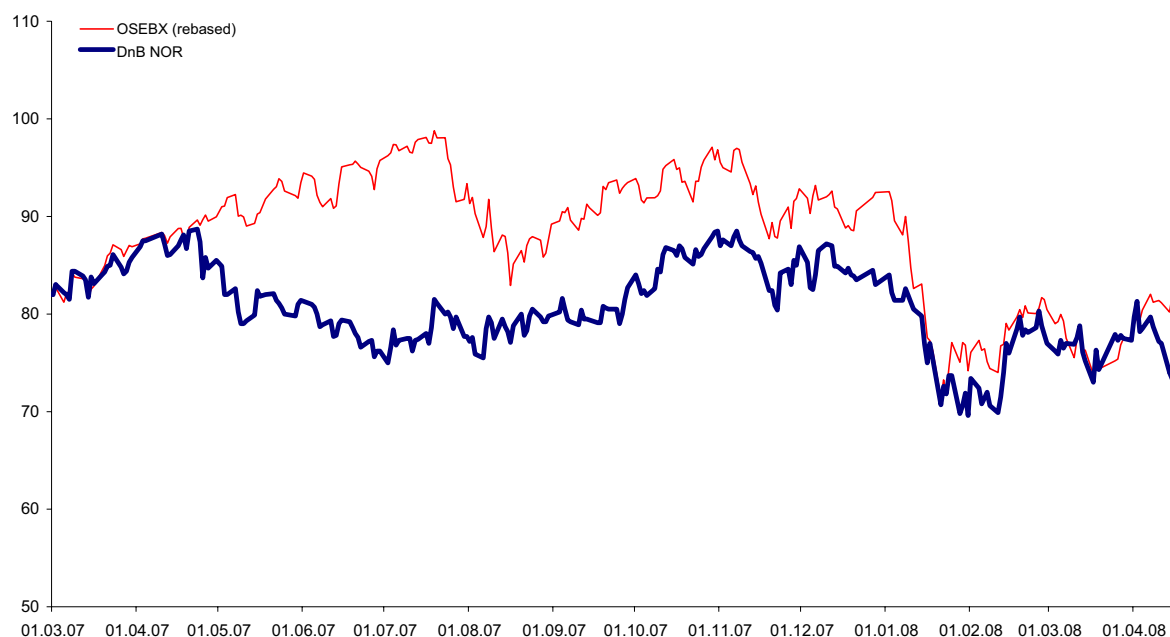
3) The Annual General Meeting on 24 April 2007 authorised the Board of Directors of DnB NOR ASA to acquire own shares for a total face value of up to NOK 1 332 653 615, corresponding to 10 per cent of share capital. The shares may be purchased through the stock market. Each share may be purchased at a price between NOK 10 and NOK 150. The authorisation was valid for a period of 12 months from 24 April 2007. Acquired shares shall be redeemed in accordance with regulations on the reduction of capital. An agreement has been signed with the Ministry of Trade and Industry for the redemption of a proportional share of government holdings to ensure that the government's percentage ownership does not change as a result of the redemption of repurchased shares. DnB NOR has no outstanding subscription rights.

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

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

6) Closing price at end of period relative to annualised earnings per share.

Share price development – 1 March 2007 to 15 April 2008

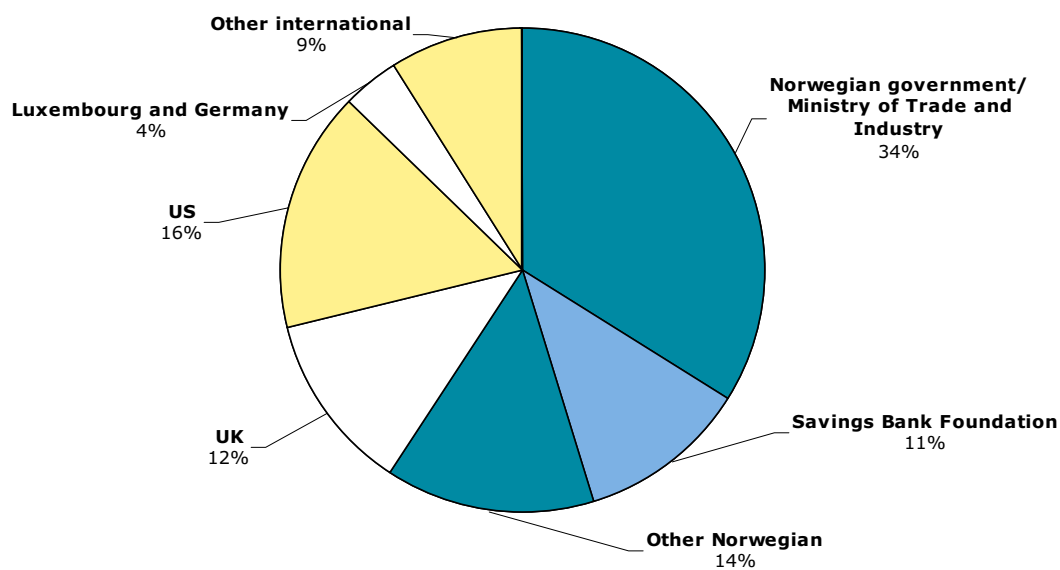


Shareholder structure as at 31 March 2008

Major shareholders

	Shares in 1 000	Ownership in %
Norwegian Government by Ministry of Trade and Industry	453 102	34.00
DnB NOR Savings Bank Foundation	150 010	11.26
Folketrygdfondet	39 607	2.97
Capital Research/Capital International	35 052	2.63
Jupiter Asset Management	19 735	1.48
Barclays Global Investors	19 606	1.47
Fidelity	17 503	1.31
Putnam	13 622	1.02
Deutsche Bank AG/DWS Investments	13 177	0.99
Pioneer Investments	12 390	0.93
DnB NOR Employees Fund	11 795	0.89
DnB NOR Asset Management	11 375	0.85
Oslo Pensjonsforsikring	10 213	0.77
Nordea Funds	8 427	0.63
Julius Baer Asset Management	8 095	0.61
Orkla ASA	7 250	0.54
Goldman Sachs Funds	7 206	0.54
Zenit Asset Management	6 886	0.52
Neuberger Berman	6 339	0.48
JP Morgan Funds	6 023	0.45
Total largest shareholders	857 412	64.34
Other	475 242	35.66
Total	1 332 654	100.00

Ownership according to investor category



Norwegian investors: 59 per cent. International investors: 41 per cent.

Accounting principles etc.

Accounting principles

The first quarter accounts have been prepared according to IFRS principles as approved by the EU, including IAS 34 - Interim Financial Reporting. All figures presented are based on such principles, except where explicitly stated otherwise. A description of the accounting principles applied by the Group in preparing the accounts is found in the annual report for 2007.

Valuation of bond investments

In the wake of the US sub-prime crisis, the bond market has become significantly less liquid than was previously the case, which was particularly notable in the first few months of the year. This means that prices obtained from brokers are based to a lesser extent on transactions in an active market. Observable transactions give limited price information, as such transactions in many cases are of an enforced nature. Prices obtained from brokers still form the basis for valuations, but prices have been set without the broker undertaking to purchase the assessed volumes.

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. Notes 1 and 2 in the annual report for 2007 give a description of important estimates and assumptions.

Comparable figures

Comparable figures have not been restated following the acquisition of Skandiabanken Bilfinans in 2008 and BISE Bank, Svensk Fastighetsförmedling and SalusAnsvar in 2007.

Section 2

Financial results DnB NOR Group

Comparable figures prior to 2007
have not been restated for the
acquisitions of BISE Bank, Svensk
Fastighetsförmedling and SalusAnsvar

Financial results

Income statement – condensed ¹⁾

						Full year	
<i>Amounts in NOK million</i>	1Q08	4Q07	3Q07	2Q07	1Q07	2007	2006
Net interest income	5 023	5 000	4 663	4 219	3 985	17 866	15 289
Net other operating income	625	3 545	2 926	3 733	3 528	13 732	13 204
Total operating expenses	4 194	4 908	3 895	3 902	3 744	16 450	14 427
Pre-tax operating profit before write-downs	1 454	3 636	3 694	4 050	3 769	15 148	14 066
Net gains on fixed and intangible assets	31	1 593	874	9	5	2 481	365
Write-downs on loans and guarantees	195	(41)	70	140	51	220	(258)
Pre-tax operating profit	1 290	5 269	4 498	3 919	3 723	17 409	14 689
Taxes	170	193	826	512	856	2 387	2 881
Profit for the period	1 120	5 076	3 673	3 407	2 866	15 022	11 808

1) For full income statement, see page 34.

Financial highlights

						Full year	
	1Q08	4Q07	3Q07	2Q07	1Q07	2007	2006
Cost/income ratio (per cent) ¹⁾	74.3	51.9	51.3	49.1	49.8	50.6	50.1
Return on equity (per cent)	5.7	28.4	21.8	20.4	17.2	22.0	19.5
Earnings per share (NOK)	0.79	3.76	2.72	2.50	2.11	11.08	8.74
Total combined assets at end of period (NOK billion)	1 906	1 834	1 789	1 802	1 747	1 834	1 688
Core capital ratio at end of period (per cent) ²⁾	7.0	7.2	7.2	7.4	7.6	7.2	6.7

1) Excluding allocation to employees.

2) Including 50 per cent of profit for the year, except for year-end figures. As from the first quarter of 2007, capital adequacy calculations are based on the Basel II framework. See further descriptions on page 32.

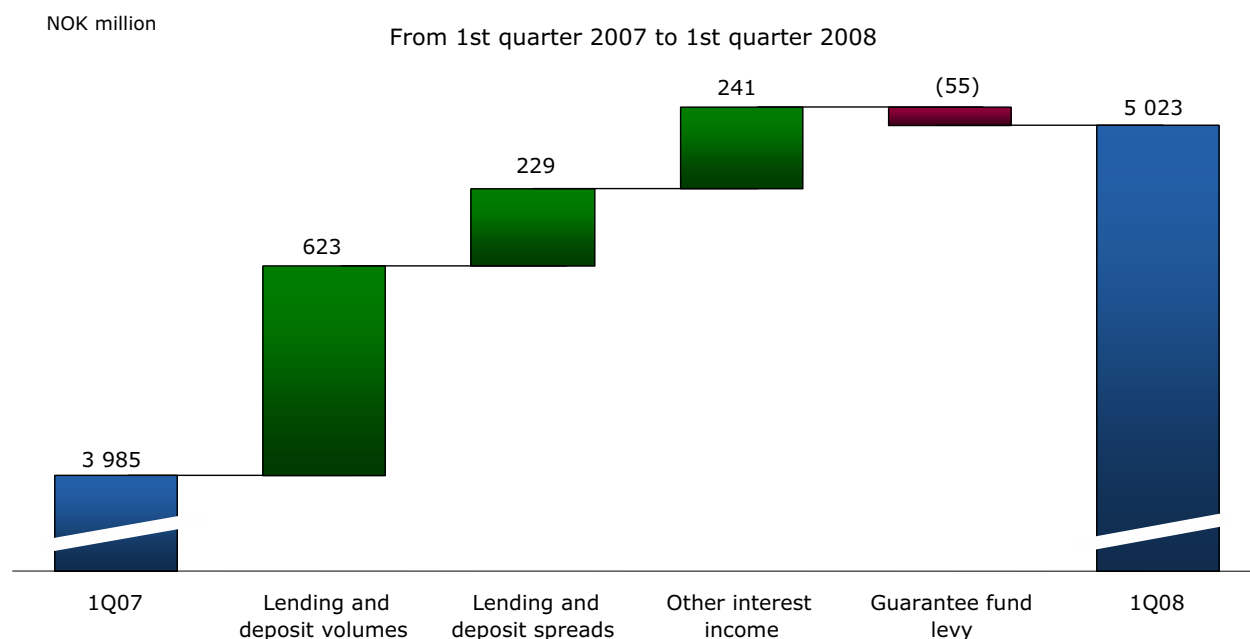
Balance sheet – condensed ¹⁾

	31 March 2008	31 Dec. 2007	30 Sept. 2007	30 June 2007	31 March 2007	31 Dec. 2006
<i>Amounts in NOK billion</i>						
Cash and lending to/deposits with credit institutions	85.0	74.2	101.6	136.2	128.4	82.5
Lending to customers	1015.9	970.5	908.4	882.8	842.3	827.9
Commercial paper and bonds	227.9	237.2	216.7	220.2	225.8	234.5
Shareholdings	46.7	50.1	60.7	67.0	62.6	52.9
Fixed and intangible assets	46.4	44.5	43.2	39.2	37.9	37.8
Financial assets, customers bearing the risk	18.1	19.9	19.3	19.1	18.9	18.8
Other assets	125.0	77.5	80.7	72.5	67.9	65.7
Total assets	1 565.0	1 473.9	1 430.6	1 437.1	1 383.7	1 320.2
Loans and deposits from credit institutions	148.4	144.2	148.8	163.7	141.6	124.4
Deposits from customers	528.7	538.2	532.5	527.9	503.1	474.5
Borrowings through the issue of securities	421.7	371.8	317.1	328.5	330.3	326.8
Insurance liabilities, customers bearing the risk	18.1	19.9	19.3	19.1	18.9	18.8
Liabilities to life insurance policyholders	190.3	191.6	194.8	191.5	189.7	188.1
Other liabilities and provisions	146.4	99.1	114.6	104.7	93.5	87.2
Primary capital	111.3	109.2	103.4	101.6	106.6	100.4
Total liabilities and equity	1 565.0	1 473.9	1 430.6	1 437.1	1 383.7	1 320.2

1) For full balance sheet, see page 34.

Net interest income

Changes in net interest income ¹⁾



1) Excluding lending to and deposits with credit institutions and impaired loans.

Changes in net interest income ¹⁾

Amounts in NOK million	1Q08	Change	4Q07
Net interest income	5 023	24	5 000
Lending and deposit volumes		169	
Lending and deposit spreads		(71)	
Guarantee fund levy		(52)	
Other interest income		(23)	

1) Excluding lending to and deposits from credit institutions and impaired loans.

Net interest income ¹⁾

<i>Amounts in NOK million</i>	Volume			Spreads in per cent			Net interest income ²⁾		
	1Q08	4Q07	1Q07	1Q08	4Q07	1Q07	1Q08	4Q07	1Q07
Lending	976 422	929 434	826 855	1.13	1.10	1.09	2 748	2 569	2 231
Deposits	541 586	535 083	483 983	1.04	1.16	0.95	1 395	1 560	1 132
Equity and non-interest bearing items	58 766	56 762	49 176	6.02	5.81	4.22	880	831	511
Other							0	39	110
Total net interest income							5 023	5 000	3 985

1) Excluding lending to and deposits from credit institutions and impaired loans.

2) Including exchange rate movements.

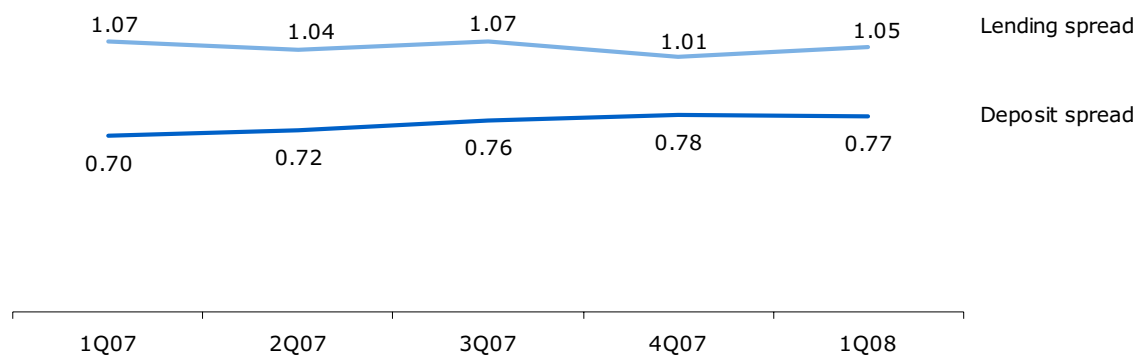
Segmental interest rate spreads ¹⁾

<i>Per cent</i>	1Q08	4Q07	3Q07	2Q07	1Q07	Full year	
						2007	2006
<i>Lending:</i>							
Corporate Banking and Payment Services	1.05	1.01	1.07	1.04	1.07	1.05	1.19
Retail Banking	1.21	1.13	1.10	1.06	1.08	1.09	1.33
DnB NORD	1.21	1.30	1.32	1.38	1.42	1.35	1.55
Total	1.13	1.10	1.10	1.08	1.09	1.09	1.28
<i>Deposits:</i>							
Corporate Banking and Payment Services	0.77	0.78	0.76	0.72	0.70	0.74	0.61
Retail Banking	1.23	1.46	1.40	1.26	1.17	1.33	0.99
DnB NORD	2.43	3.00	2.36	2.27	1.91	2.40	1.37
Total	1.04	1.16	1.08	1.01	0.95	1.05	0.82
<i>Combined spread - lending and deposits:</i>							
Total	2.17	2.25	2.18	2.09	2.04	2.14	2.10

1) Excluding lending to and deposits from credit institutions and impaired loans.

Developments in average interest rate spreads – Corporate Banking and Payment Services ¹⁾

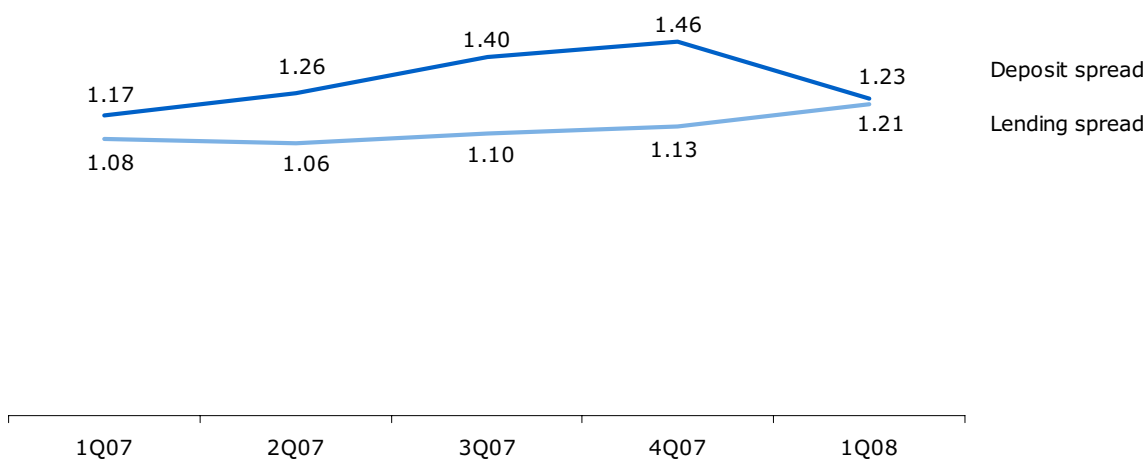
Per cent



1) Excluding lending to and deposits from credit institutions and impaired loans

Developments in average interest rate spreads – Retail Banking ¹⁾

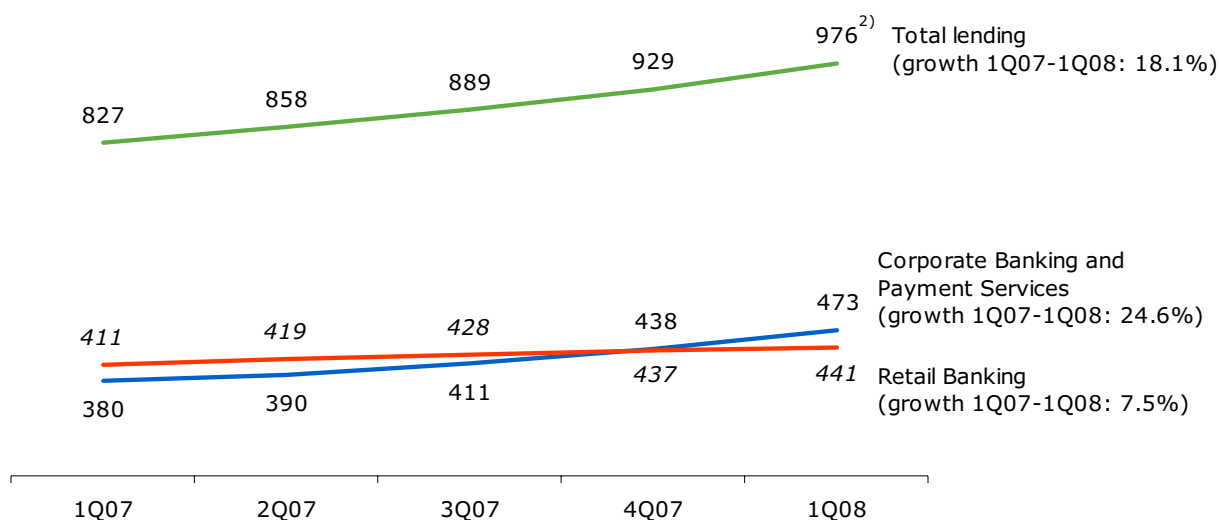
Per cent



1) Excluding impaired loans

Developments in average volumes - lending ¹⁾

NOK billion



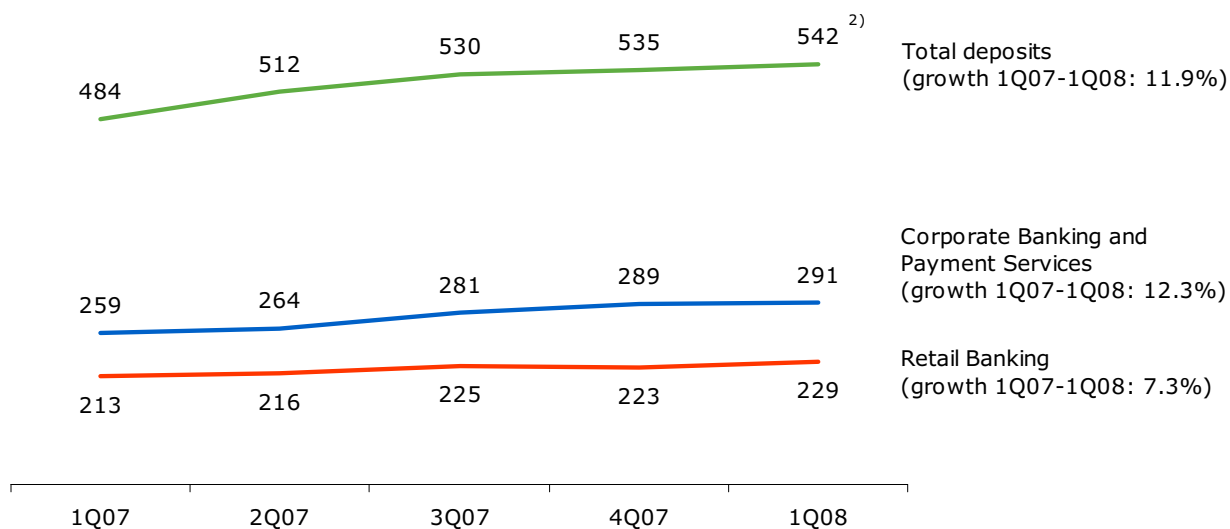
1) Excluding lending to credit institutions and impaired loans

2) Of which DnB NORD: NOK 62 billion

Total lending excluding DnB NORD: NOK 915 billion (16.0% growth)

Developments in average volumes - deposits ¹⁾

NOK billion



1) Excluding deposits from credit institutions

2) Of which DnB NORD: NOK 20 billion

Total deposits excluding DnB NORD: NOK 521 billion (10.7% growth)

Net other operating income

						Full year	
<i>Amounts in NOK million</i>	1Q08	4Q07	3Q07	2Q07	1Q07	2007	2006
Money transfer and interbank transactions	459	455	422	442	422	1 741	1 845
Asset management services	281	269	308	356	317	1 250	1 197
Credit broking	29	69	31	94	90	284	256
Real estate broking	162	212	189	214	167	782	746
Custodial services	65	78	71	70	62	281	251
Securities trading	91	87	72	79	107	345	389
Sale of insurance products	592	431	436	433	458	1 758	1 764
Other income from banking services	172	183	162	159	133	637	465
Net gains on equity investments	(254)	138	38	260	267	703	667
Corporate finance etc.	103	299	110	233	146	787	542
Other income	(139)	97	57	130	177	460	601
Net financial and risk result from Vital ¹⁾	(423)	665	631	533	391	2 220	1 537
Customer trading in FX and interest rate instruments, DnB NOR Markets	460	421	391	383	400	1 595	1 283
FX and interest rate instruments, DnB NOR Markets	(1 185)	(120)	(412)	147	260	(124)	868
FX and interest rate instruments, banking portfolio, other	211	261	421	199	130	1 011	791
Net other operating income ²⁾	625	3 545	2 926	3 733	3 528	13 732	13 204
<i>As a percentage of total income</i>	<i>11.1</i>	<i>41.5</i>	<i>38.6</i>	<i>46.9</i>	<i>47.0</i>	<i>43.5</i>	<i>46.3</i>

1) Of which:

Net gains on assets in Vital	(2 070)	3 802	9 334	6 116	4 572	23 824	16 117
Guaranteed returns and allocations to policyholders in Vital	(1 508)	1 117	6 097	5 598	4 193	17 005	14 584
Premium income etc. included in the risk result in Vital	1 066	703	1 215	917	1 414	4 249	4 314
Insurance claims etc. included in the risk result in Vital	955	2 778	3 823	904	1 401	8 907	4 324
Net financial and risk result in Vital	(450)	610	628	531	391	2 161	1 523
Eliminations in the group accounts	28	54	2	2	0	58	14
Net financial and risk result from Vital	(423)	665	631	533	391	2 220	1 537

For a detailed specification of income statement according to IFRS in Vital, see page 69.

2) Of which:

DnB NORD	149	206	136	185	105	631	310
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Net other operating income, operational reporting ¹⁾

Amounts in NOK million	1Q08	4Q07	3Q07	2Q07	1Q07	Full year	
						2007	2006
1. Net stock market related income including financial instruments	286	870	598	998	899	3 366	3 046
2. Net financial and risk result from Vital	(423)	665	631	533	391	2 220	1 537
3. Net other commissions and fees including guarantees	1 351	1 270	1 158	1 237	1 220	4 886	4 672
4. Net gains on FX and interest rate instruments excluding guarantee commissions	(613)	429	293	621	674	2 018	2 601
Real estate broking	162	212	189	214	167	782	746
Other income	(139)	98	57	130	177	460	601
Net other operating income	625	3 545	2 926	3 733	3 528	13 732	13 204

Specifications

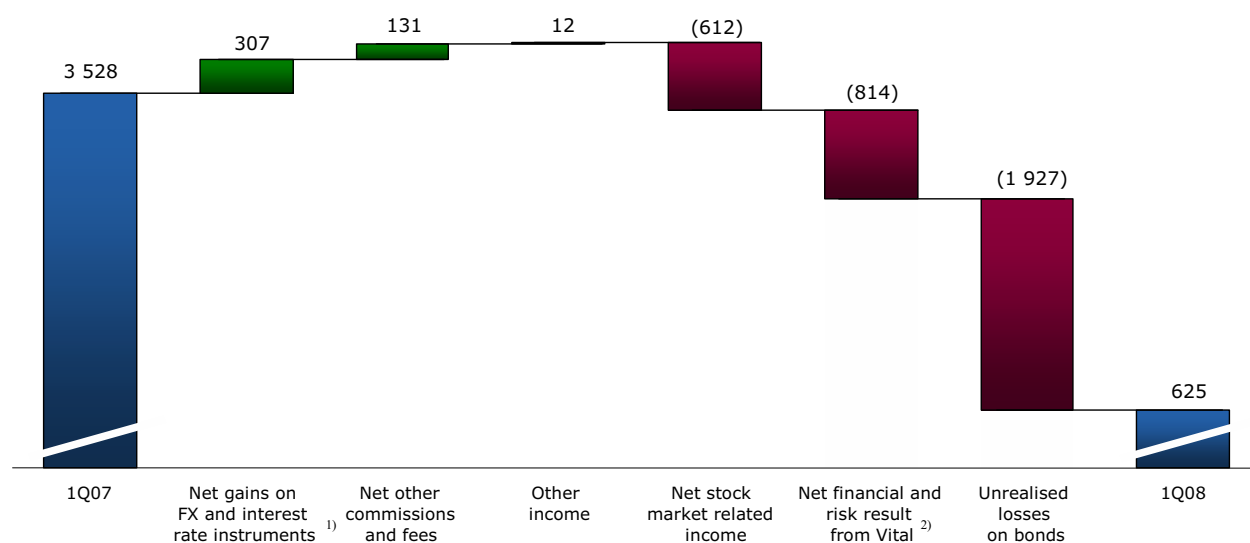
Amounts in NOK million	1Q08	4Q07	3Q07	2Q07	1Q07	2007	2006
Asset management services	281	269	308	356	317	1 250	1 197
Custodial services	65	78	71	70	62	281	251
Securities trading	91	87	72	79	107	345	389
Corporate finance etc.	103	299	110	233	146	787	542
Net stock market related commissions and fees (I)	540	732	561	738	632	2 663	2 379
Net gains on equity investments including dividends	(254)	138	38	260	267	703	667
1. Net stock market related income including financial instruments	286	870	598	998	899	3 366	3 046
<i>Net stock market related income as a percentage of total income</i>	<i>5.1</i>	<i>10.2</i>	<i>7.9</i>	<i>12.6</i>	<i>12.0</i>	<i>10.7</i>	<i>10.7</i>
<i>Net stock market related income as a percentage of net other operating income</i>	<i>45.8</i>	<i>24.6</i>	<i>20.4</i>	<i>26.7</i>	<i>25.5</i>	<i>24.5</i>	<i>23.1</i>
Net financial result from Vital	(534)	2 740	3 239	520	379	6 878	1 547
Net risk result from Vital	111	(2 075)	(2 608)	13	13	(4 658)	(10)
2. Net financial and risk result from Vital	(423)	665	631	533	391	2 220	1 537
Money transfer and interbank transactions	459	455	422	442	422	1 741	1 845
Credit broking	29	69	31	94	90	284	256
Sale of insurance products	592	431	436	433	458	1 758	1 764
Other income from banking services	172	183	162	159	133	637	465
Net other commissions and fees (II)	1 252	1 138	1 051	1 128	1 103	4 421	4 331
Net gains on financial instruments - guarantee commissions	99	132	108	108	117	465	341
3. Net other commissions and fees including guarantees	1 351	1 270	1 158	1 237	1 220	4 886	4 672
Net commissions and fees (I + II)	1 539	1 871	1 611	1 866	1 735	7 084	6 710
Customer trading in FX and interest rate instruments, DnB NOR Markets	460	421	391	383	400	1 595	1 283
FX and interest rate instruments, DnB NOR Markets	(1 185)	(120)	(412)	147	260	(124)	868
FX and interest rate instruments, banking portfolio, other	211	261	421	199	130	1 011	791
Net gains on FX and interest rate instruments	(514)	562	401	729	791	2 483	2 943
Net gains on financial instruments - guarantee commissions	99	132	108	108	117	465	341
4. Net gains on FX and interest rate instruments excluding guarantee commissions	(613)	429	293	621	674	2 018	2 601

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

Changes in net other operating income

NOK million

From 1st quarter 2007 to 1st quarter 2008



1) Excluding guarantees and income reductions resulting from widening credit spreads

2) Excluding guaranteed returns and allocations to policyholders

Changes in net other operating income

Amounts in NOK million

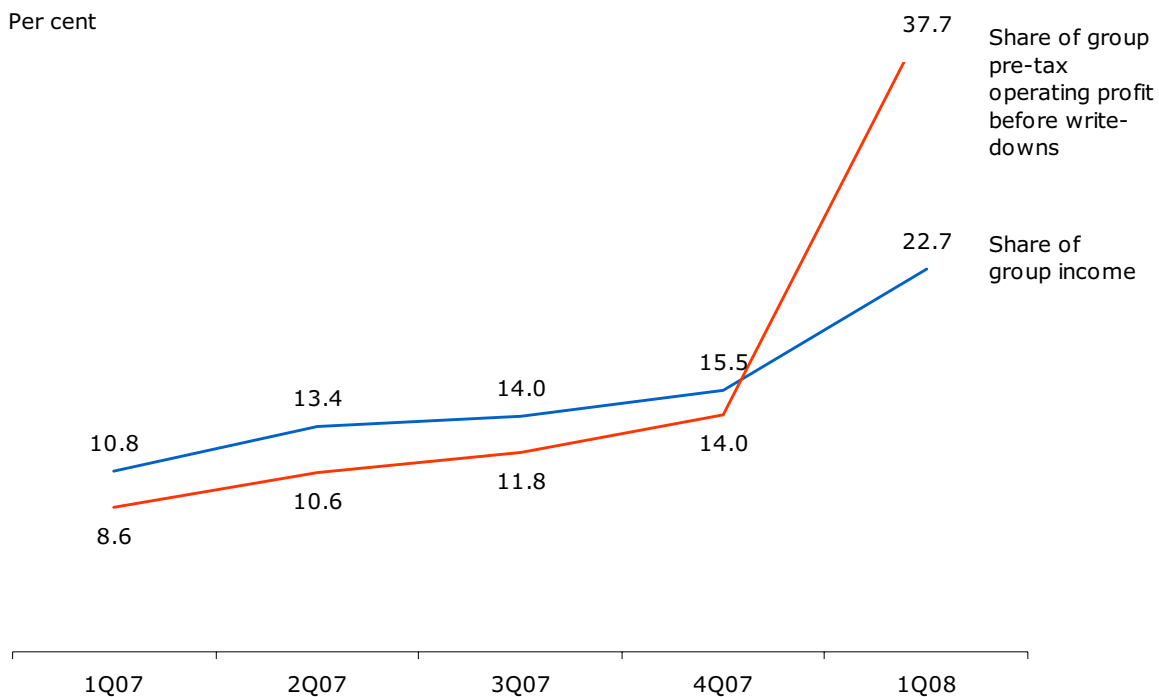
	1Q08	Change	4Q07
Net other operating income	625	(2 920)	3 545
Net other commissions and fees including guarantee commissions		81	
Real estate broking		(50)	
Net gains on FX and interest rate instruments ¹⁾		(68)	
Net stock market related income including financial instruments		(584)	
Net financial and risk result from Vital ²⁾		(1 088)	
Unrealised losses on bonds		(1 217)	
Other income		6	

1) Excluding guarantees and income reductions resulting from widening credit spreads.

2) Excluding guaranteed returns and allocations to policyholders.

International units ¹⁾

Per cent



1) Units outside Norway.

Operating expenses

<i>Amounts in NOK million</i>	1Q08	4Q07	3Q07	2Q07	1Q07	Full year	
						2007	2006
Ordinary salaries	1 627	1 752	1 584	1 627	1 507	6 470	5 814
Employer's national insurance contributions	244	233	219	229	227	908	818
Pension expenses	269	294	284	275	264	1 117	913
Allocation to employees ¹⁾	0	476	0	0	0	476	164
Restructuring expenses	12	14	9	13	12	48	58
Other personnel expenses	109	107	108	62	118	395	421
Total salaries and other personnel expenses	2 261	2 875	2 203	2 207	2 129	9 413	8 189
Fees	322	252	240	196	207	895	781
EDP expenses	397	421	359	424	393	1 596	1 493
Postage and telecommunications	103	110	108	105	102	425	410
Office supplies	26	35	27	31	31	123	113
Marketing and public relations	162	169	166	165	163	662	599
Travel expenses	61	88	53	65	58	264	232
Reimbursement to Norway Post for transactions executed	53	59	63	59	40	221	269
Training expenses	24	24	16	21	21	82	77
Operating expenses on properties and premises	298	295	206	206	208	915	855
Operating expenses on machinery, vehicles and office equipment	36	35	34	33	37	139	121
Other operating expenses	213	211	168	149	155	683	573
Other expenses	1 696	1 699	1 437	1 453	1 416	6 005	5 523
Depreciation and write-downs of fixed and intangible assets	237	335	255	242	199	1 032	715
Total operating expenses	4 194	4 908	3 895	3 902	3 744	16 450	14 427
Of which DnB NORD	365	406	330	354	220	1 310	728

1) Allocations to employees in 2007 were in the form of bonuses totalling NOK 181 million, including employer's national insurance contributions. In addition, provisions of NOK 295 million were made relating to the winding up of the employee investment funds.

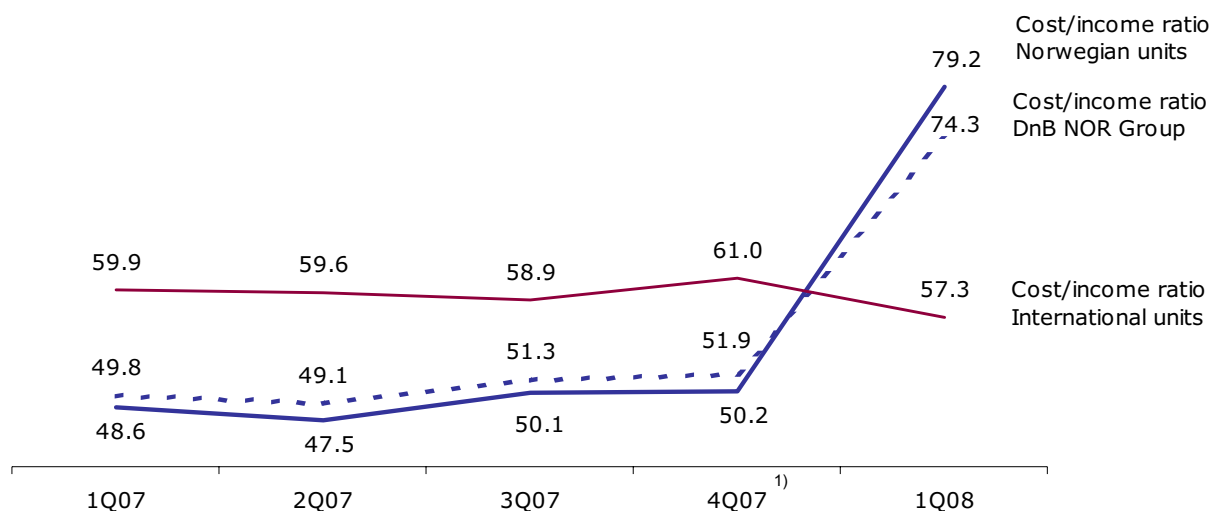
Changes in operating expenses

<i>Amounts in NOK million</i>	1Q08	Change	1Q07
Operating expenses	4 194	450	3 744
Norwegian units		200	
<i>Of which:</i>			
IT expenses		73	
Properties		55	
Operational leasing		39	
Wage settlements		34	
Other depreciation		18	
Other operating expenses		(19)	
International units		250	
<i>Of which:</i>			
SalusAnsvar		33	
Svensk Fastighetsförmedling		25	
BISE Bank		60	
Other operations in DnB NORD		85	
Other		47	

<i>Amounts in NOK million</i>	1Q08	Change	4Q07
Operating expenses	4 194	(714)	4 908
Allocations to employees		(476)	
Performance-based pay		(160)	
Write-downs of intangible assets		(62)	
Travel expenses		(27)	
Pension expenses		(25)	
Other operating expenses		36	

Cost/income ratio

Per cent



1) Excluding allocations to employees

Cost/income ratio

Norwegian units

Amounts in NOK million	1Q08	4Q07 ¹⁾	3Q07	2Q07	1Q07
Total income	4 366	7 221	6 525	6 889	6 704
Operating expenses	3 460	3 625	3 268	3 269	3 260
Cost/income ratio (%)	79.2	50.2	50.1	47.5	48.6
Share of group income (%)	77.3	84.5	86.0	86.6	89.2
Number of full-time positions at end of period	9 188	9 165	9 270	9 274	9 245

International units

Amounts in NOK million	1Q08	4Q07 ¹⁾	3Q07	2Q07	1Q07
Total income	1 282	1 324	1 064	1 064	808
Operating expenses	734	807	627	634	484
Cost/income ratio (%)	57.3	61.0	58.9	59.6	59.9
Share of group income (%)	22.7	15.5	14.0	13.4	10.8
Number of full-time positions at end of period	4 460	4 290	3 931	3 747	2 766

1) Excluding allocation to employees.

Number of employees – full-time positions

<i>Full-time positions</i>	31 March 2008	31 Dec. 2007	30 Sept. 2007	30 June 2007	31 March 2007	31 Dec. 2006
Corporate Banking and Payment Services ¹⁾	2 395	2 316	2 291	2 249	2 635	2 635
Retail Banking ^{1) 2)}	3 883	3 853	3 696	3 664	4 111	4 080
DnB NOR Markets Operations ¹⁾	617	612	599	580	569	562
Life Insurance and Asset Management	1 341	1 382	1 369	1 379		
DnB NORD ³⁾	1 166	1 130	1 136	1 130	1 116	1 115
Staff and support units ¹⁾	3 329	3 236	3 144	3 053	2 111	1 989
	917	926	964	966	1 470	1 444
Total	13 647	13 455	13 201	13 021	12 011	11 824

- 1) As a consequence of the reorganisation of the Group in June 2007, 405, 444 and 530 full-time positions respectively have been transferred from Corporate Banking and Payment Services, Retail Banking and Staff and support units to Operations.
2) Staff in SalusAnsvar, which was acquired on 31 December 2007, represented 218 full-time positions.
3) An increase of 863 full-time positions resulting from the acquisition of BISE Bank in April 2007.

IT expenses

<i>Amounts in NOK million</i>	1Q08	4Q07	3Q07	2Q07	1Q07	Full year	
						2007	2006
IT operating expenses	427	429	383	424	423	1 659	1 618
Systems development expenses	308	228	237	174	216	854	681
IT expenses in Vital, after eliminations	98	245	79	158	101	582	377
Total IT expenses ¹⁾	833	903	698	755	739	3 095	2 675

- 1) Including salaries and indirect costs.

Write-downs on loans and guarantees

Amounts in NOK million	1Q08	4Q07	3Q07	2Q07	1Q07	Full year	
						2007	2006
New individual write-downs	324	314	217	266	283	1 080	919
Reassessments and recoveries	165	166	141	156	195	658	759
Total individual write-downs	159	148	76	110	88	422	160
Change in group write-downs on loans ¹⁾	37	(189)	(6)	30	(37)	(202)	(418)
Write-downs on loans and guarantees	195	(41)	70	140	51	220	(258)

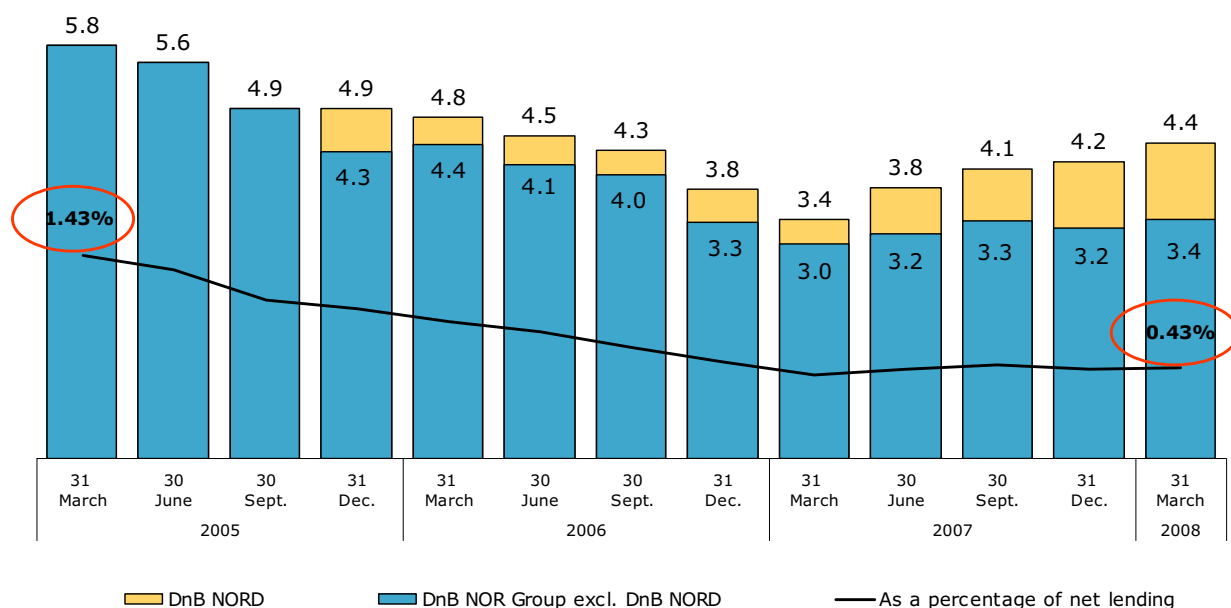
Write-down ratio

Amounts in NOK million	31 March 2008	31 Dec. 2007	30 Sept. 2007	30 June 2007	31 March 2007	31 Dec. 2006
Non-performing commitments (gross)	5 398	5 055	4 896	4 641	4 177	4 334
Impaired commitments (gross)	1 248	1 170	1 247	1 245	1 091	1 434
Gross non-performing and impaired commitments	6 646	6 225	6 143	5 886	5 268	5 768
Individual write-downs	2 211	2 051	2 065	2 071	1 901	1 968
Group write-downs ¹⁾	665	712	895	933	847	892
Write-down ratio (per cent)	43.3	44.4	48.2	51.0	52.2	49.6
Collateral for loans	4 992	3 824	4 000	3 738	3 057	2 983
Coverage ratio (per cent)	118.4	105.8	113.3	114.5	110.2	101.3

1) Changes in the group write-down model caused a reduction in the fourth quarter of 2007.

Net non-performing and impaired commitments

NOK billion



Lending

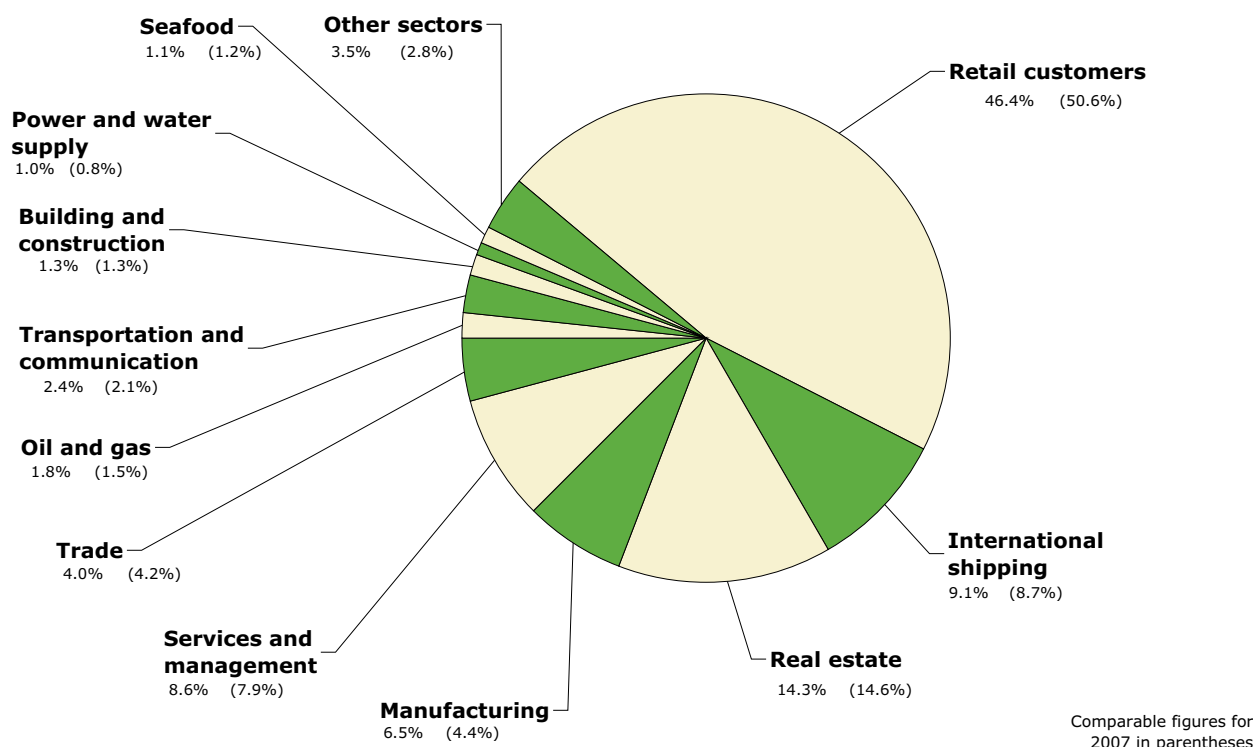
Net lending to principal sectors ^{1) 2)}

<i>Amounts in NOK billion</i>	31 March 2008	31 Dec. 2007	30 Sept. 2007	30 June 2007	31 March 2007	31 Dec. 2006
Retail customers	470.3	456.1	447.1	438.2	425.2	417.6
International shipping	91.9	91.0	81.5	76.4	73.5	74.2
Real estate	145.0	148.5	135.7	127.8	122.5	116.2
Manufacturing	65.4	55.3	44.6	38.7	36.6	36.7
Services and management	86.6	76.4	67.5	70.1	66.1	64.5
Trade	41.0	38.5	35.3	35.7	35.3	32.1
Oil and gas	18.1	17.9	14.4	18.0	12.7	12.7
Transportation and communication	24.6	20.2	19.4	19.2	17.8	16.7
Building and construction	13.2	12.5	12.3	12.1	10.6	11.2
Power and water supply	9.8	9.9	7.9	7.7	7.0	7.3
Seafood	11.3	11.2	10.4	9.9	10.2	10.1
Hotels and restaurants	4.3	3.8	3.7	3.5	3.5	3.5
Agriculture and forestry	6.9	6.9	6.5	6.3	6.4	7.5
Central and local government	11.2	9.0	10.0	6.8	5.3	7.4
Other sectors	13.4	10.8	10.3	11.3	8.1	8.9
Net lending to customers	1 012.9	968.0	906.6	881.5	841.0	826.7
Of which residential mortgages						
within 80% of collateral value	434.7	425.8	416.6	407.0	391.6	381.9
above 80% of collateral value	13.1	12.8	12.6	12.5	11.9	11.9
Total	447.9	438.5	429.2	419.5	403.5	393.8

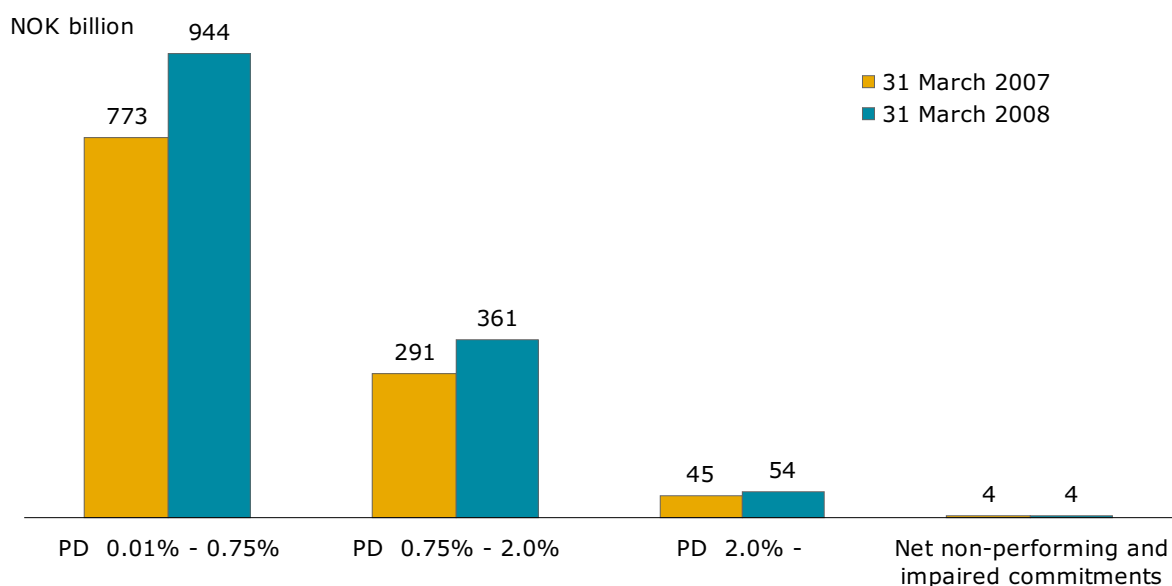
1) Split according to official industry definitions which may differ from DnB NOR's business area reporting.

2) Lending after individual write-downs.

Net lending to principal sectors as at 31 March 2008



Risk classification of portfolio ¹⁾



1) Based on DnB NOR's risk classification system. The volume represents the expected outstanding amount in the event of default in Corporate Banking and Payment Services, Retail Banking and DnB NORD.
PD = probability of default.

DnB NOR's risk classification ¹⁾

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

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

Capital adequacy

The DnB NOR 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.

Primary capital	DnB NOR Bank		DnB NOR Bank Group		DnB NOR Group	
	31 March 2008	31 Dec. 2007	31 March 2008	31 Dec. 2007	31 March 2008	31 Dec. 2007
<i>Amounts in NOK million</i>						
Share capital	17 514	17 514	17 514	17 514	13 327	13 327
Other equity	43 548	43 659	48 922	48 553	63 236	62 649
Total equity	61 062	61 173	66 437	66 068	76 563	75 976
Perpetual subordinated loan capital securities ^{1) 2)}	8 383	8 746	8 585	8 962	8 585	8 962
Deductions						
Pension funds above pension commitments	(14)	(14)	(19)	(19)	(215)	(171)
Goodwill	(1 653)	(1 653)	(4 684)	(3 880)	(7 523)	(6 689)
Deferred tax assets	(8)	(8)	(258)	(208)	(265)	(215)
Other intangible assets	(433)	(435)	(1 076)	(893)	(1 309)	(1 093)
Dividends/ group contribution, payable	0	0	0	0	(5 997)	(5 997)
Unrealised gains on fixed assets	0	0	(30)	(30)	(30)	(30)
50 per cent of investments in other financial institutions	(1 033)	(1 045)	(1 033)	(1 045)	0	(2)
50 per cent of expected losses exceeding actual losses, IRB portfolios	(421)	(394)	(443)	(399)	(443)	(399)
Adjustments for unrealised losses/ (gains) on liabilities recorded at fair value	(79)	(22)	(279)	(164)	(279)	(164)
Additions:						
Portion of unrecognised actuarial gains/losses, pension costs ³⁾	555	1 109	594	1 186	608	1 214
Core capital	66 358	67 459	67 794	69 579	69 696	71 392
Perpetual subordinated loan capital	6 432	6 747	6 432	6 747	6 432	6 747
Perpetual subordinated loan capital securities ^{1) 2)}	0	0	0	0	0	0
Term subordinated loan capital ²⁾	17 297	16 755	18 868	17 917	18 868	17 917
Deductions						
50 per cent of investments in other financial institutions	(1 033)	(1 045)	(1 033)	(1 045)	0	(2)
50 per cent of expected losses exceeding actual losses, IRB portfolios	(421)	(394)	(443)	(399)	(443)	(399)
Additions						
45 per cent of unrealised gains on fixed assets	0	0	18	18	18	18
Supplementary capital	22 275	22 063	23 843	23 238	24 876	24 281
Total eligible primary capital ⁴⁾	88 633	89 522	91 637	92 816	94 572	95 673
Risk-weighted volume	745 678	750 206	895 846	886 099	1 000 649	991 455
Minimum capital requirement	59 654	60 016	71 668	70 888	80 052	79 316
Core capital ratio (%)	8.9	9.0	7.6	7.9	7.0	7.2
Capital ratio (%)	11.9	11.9	10.2	10.5	9.4	9.6
Core capital ratio including 50 per cent of profit for the period (%)	9.0	-	7.6	-	7.0	-
Capital ratio including 50 per cent of profit for the period (%)	12.0	-	10.3	-	9.5	-

- 1) Perpetual subordinated loan capital securities can represent up to 15 per cent of core capital. The excess will qualify as perpetual supplementary capital.
- 2) As at March 31 2008 calculations of capital adequacy include a total of NOK 662 million in subordinated loan capital in associated companies, in addition to subordinated loan capital in the Group's balance sheet.
- 3) Upon implementation of NRS 6A (IAS 19) in 2005, unrecognised actuarial gains/losses for pension commitments were charged to equity in the accounts. The Ministry of Finance has established a transitional rule whereby one-fifth of the amount recorded against equity can be included in capital adequacy calculations in 2008.
- 4) Primary capital and nominal amounts used in calculating risk-weighted volume deviate from figures in the DnB NOR Group's accounts, as associated companies which are assessed in the accounts according to the equity method, are assessed according to the gross method in capital adequacy calculations.

Due to transitional rules, the minimum capital adequacy requirements for 2007, 2008 and 2009 cannot be reduced below 95, 90 and 80 per cent respectively relative to the Basel I requirements.

Basel II implementation - further progress

A major reduction in risk-weighted assets is expected upon full implementation of the IRB system.

Below is a time schedule for the reporting of portfolios according to the IRB approach.

	2008	2009	2010
A	Basel II , IRB approach <ul style="list-style-type: none"> Loans to retail customers in DnB NOR Bank ASA incl. Postbanken and loans in DnB NOR Boligkreditt, secured by residential property Small and medium sized corporate customers in the Regional Division East and the Regional Division Coast (foundation approach) 	Basel II, IRB approach <ul style="list-style-type: none"> Item A reported according to Basel II in 2008 Classified under item C in 2008 and subject to parallel reporting until IRB approval has been given, then IRB reporting will be initiated 	Basel II, IRB approach <ul style="list-style-type: none"> Item A reported according to Basel II in 2009 Classified under item C in 2009 and subject to parallel reporting until IRB approval has been given, then IRB reporting will be initiated
B	Basel II standardised approach <ul style="list-style-type: none"> All other credit risk exposure except item A 	Basel II standardised approach <ul style="list-style-type: none"> All other credit risk exposure except item A 	Basel II standardised approach <ul style="list-style-type: none"> All other credit risk exposure except item A
C	Parallel reporting of Until approval has been given from Kredittilsynet: <ul style="list-style-type: none"> Small and medium sized corporate customers in the Regional Division East and the Regional Division Coast (advanced approach) Retail exposure in DnB NOR Kort Other retail exposure in DnB NOR Bank ASA New portfolio: <ul style="list-style-type: none"> DnB NOR Finans ASA (advanced approach) 	Parallel reporting of <ul style="list-style-type: none"> International entities excluding DnB NOR (advanced approach) Nordlandsbanken ASA (advanced approach) Large corporate customers in Norway (advanced approach) Banks and financial customers (advanced approach) DnB NOR Markets (advanced approach) 	

Taxes

The DnB NOR Group's tax charge for the first quarter of 2008 was NOK 170 million. The tax charge is generally based on an anticipated average tax rate of 23 per cent of pre-tax operating profits. The estimate for the full year has been maintained in spite of the weak stock markets during the first quarter, which could affect the relative tax charge. The estimate is based on the assumption that the stock markets will normalise during 2008.

NOK 127 million in excess estimated taxes for 2007 was taken to income in the first quarter accounts. The correction can be viewed in light of new rules for carrying forward tax credits for withholding tax paid in countries outside Norway.

Financial results DnB NOR Group

Full income statement

Full income statement	Full year						
	1Q08	4Q07	3Q07	2Q07	1Q07	2007	2006
Amounts in NOK million							
Total interest income	18 482	17 543	16 019	14 798	13 386	61 746	42 381
Total interest expenses	13 459	12 543	11 357	10 579	9 401	43 880	27 092
Net interest income	5 023	5 000	4 663	4 219	3 985	17 866	15 289
Commissions and fees receivable etc.	2 375	2 486	2 239	2 429	2 322	9 476	8 963
Commissions and fees payable etc.	582	616	628	562	587	2 392	2 253
Net gains on financial instruments at fair value	(767)	700	439	989	1 057	3 185	3 610
Net gains on assets in Vital	(2 043)	3 856	9 337	6 118	4 572	23 883	16 131
Guaranteed returns and allocations to policyholders in Vital	(1 508)	1 117	6 097	5 598	4 193	17 005	14 584
Premium income etc. included in the risk result in Vital	1 066	703	1 215	917	1 414	4 249	4 314
Insurance claims etc. included in the risk result in Vital	955	2 778	3 823	904	1 401	8 907	4 324
Net realised gains on investment securities (AFS)	0	0	0	0	0	0	0
Profit from companies accounted for by the equity method	(294)	(10)	(40)	21	37	9	171
Other income	316	320	285	323	306	1 234	1 176
Net other operating income	625	3 545	2 926	3 733	3 528	13 732	13 204
Total operating income	5 648	8 545	7 589	7 952	7 513	31 598	28 493
Salaries and other personnel expenses	2 261	2 875	2 203	2 207	2 129	9 413	8 189
Other expenses	1 696	1 699	1 437	1 453	1 416	6 005	5 523
Depreciation and write-downs of fixed and intangible assets	237	335	255	242	199	1 032	715
Total operating expenses	4 194	4 908	3 895	3 902	3 744	16 450	14 427
Pre-tax operating profit before write-downs	1 454	3 636	3 694	4 050	3 769	15 148	14 066
Net gains on fixed and intangible assets	31	1 593	874	9	5	2 481	365
Write-downs on loans and guarantees	195	(41)	70	140	51	220	(258)
Pre-tax operating profit	1 290	5 269	4 498	3 919	3 723	17 409	14 689
Taxes	170	193	826	512	856	2 387	2 881
Profit from discontinuing operations after taxes	0	0	0	0	0	0	0
Profit for the period	1 120	5 076	3 673	3 407	2 866	15 022	11 808
Profit attributable to shareholders	1 055	5 017	3 622	3 329	2 812	14 780	11 665
Profit attributable to minority interests	66	59	50	78	54	242	143
Earnings per share (NOK) ¹⁾	0.79	3.76	2.72	2.50	2.11	11.08	8.74
Earnings per share for discontinuing operations (NOK) ¹⁾	0.00	0.00	0.00	0.00	0.00	0.00	0.00

1) DnB NOR has not issued options or other financial instruments that could cause dilution of earnings per share.

Full balance sheet

Amounts in NOK million	31 March 2008	31 Dec. 2007	30 Sept. 2007	30 June 2007	31 March 2007	31 Dec. 2006
Cash and deposits with central banks	13 067	9 816	8 805	8 951	18 685	11 453
Lending to and deposits with credit institutions	71 909	64 379	92 759	127 298	109 713	71 091
Lending to customers	1 015 909	970 504	908 424	882 810	842 298	827 947
Commercial paper and bonds	174 563	177 602	156 581	157 273	165 668	172 040
Shareholdings	45 049	48 682	59 310	65 570	61 091	51 393
Financial assets, customers bearing the risk	18 124	19 868	19 325	19 105	18 867	18 840
Financial derivatives	110 113	65 933	69 585	61 024	58 006	57 999
Shareholdings, available for sale	0	0	0	0	0	0
Commercial paper and bonds, held to maturity	53 386	59 641	60 075	62 906	60 093	62 444
Investment property	33 584	33 078	32 530	26 662	25 846	25 816
Investments in associated companies	1 614	1 435	1 399	1 462	1 467	1 515
Intangible assets	8 793	7 742	7 224	7 196	6 393	6 471
Deferred tax assets	150	136	91	80	28	38
Fixed assets	3 832	3 496	3 313	5 245	5 590	5 478
Biological assets	0	0	0	0	0	0
Discontinuing operations	232	225	1 641	812	27	27
Other assets	14 675	11 382	9 489	10 668	9 888	7 691
Total assets	1 564 999	1 473 919	1 430 551	1 437 061	1 383 659	1 320 242
Loans and deposits from credit institutions	148 439	144 198	148 800	163 739	141 592	124 372
Deposits from customers	528 740	538 151	532 478	527 937	503 129	474 526
Financial derivatives	104 937	62 741	73 315	63 100	59 474	58 812
Securities issued	421 696	371 784	317 082	328 508	330 288	326 806
Insurance liabilities, customers bearing the risk	18 124	19 868	19 325	19 105	18 867	18 840
Liabilities to life insurance policyholders	190 257	191 626	194 841	191 452	189 715	188 096
Payable taxes	1 421	1 431	6 518	5 466	4 707	4 091
Deferred taxes	2 213	1 994	134	426	767	730
Other liabilities	32 655	27 717	30 041	31 239	23 951	18 812
Discontinuing operations	0	0	0	0	0	0
Provisions	5 177	5 207	4 571	4 503	4 582	4 768
Subordinated loan capital	33 724	33 226	32 759	34 152	37 432	33 977
Total liabilities	1 487 382	1 397 944	1 359 864	1 369 627	1 314 503	1 253 829
Minority interests	3 137	2 662	2 467	2 536	2 226	2 201
Revaluation reserve	0	0	0	0	0	0
Share capital	13 327	13 327	13 327	13 341	13 341	13 341
Other reserves and retained earnings	61 154	59 987	54 894	51 557	53 589	50 870
Total equity	77 618	75 976	70 687	67 434	69 156	66 413
Total liabilities and equity	1 564 999	1 473 919	1 430 551	1 437 061	1 383 659	1 320 242

Key figures

	Full year						
	1Q08	4Q07	3Q07	2Q07	1Q07	2007	2006
Interest rate analysis							
1 Combined average spread for lending and deposits (%)	2.17	2.25	2.18	2.09	2.04	2.14	2.10
2 Spread for ordinary lending to customers (%)	1.13	1.10	1.10	1.08	1.09	1.09	1.28
3 Spread for deposits from customers (%)	1.04	1.16	1.08	1.01	0.95	1.05	0.82
Rate of return/profitability							
4 Net other operating income, per cent of total income	11.1	41.5	38.6	46.9	47.0	43.5	46.3
5 Cost/income ratio (%)	74.3	51.9	51.3	49.1	49.8	50.6	50.1
6 Return on equity, annualised (%)	5.7	28.4	21.8	20.4	17.2	22.0	19.5
7 RARORAC, annualised (%)	2.9	20.7	19.7	23.5	22.7	21.6	22.0
8 RORAC, annualised (%)	6.4	39.8	30.7	29.7	26.1	31.9	28.4
9 Average equity including allocated dividend (NOK million)	73 897	70 767	66 559	65 357	65 571	67 063	59 862
10 Return on average risk-weighted volume, annualised (%)	0.45	2.10	1.59	1.53	1.31	1.66	1.50
Financial strength							
11 Core (Tier 1) capital ratio at end of period (%)	7.0	7.2	6.7	7.0	7.4	7.2	6.7
12 Core (Tier 1) capital ratio incl. 50% of profit (%)	7.0	-	7.2	7.4	7.6	-	-
13 Capital adequacy ratio at end of period (%)	9.4	9.6	9.3	9.9	10.7	9.6	10.0
14 Capital adequacy ratio incl. 50% of profit (%)	9.5	-	9.8	10.2	10.8	-	-
15 Core capital at end of period (NOK million)	69 696	71 392	62 965	63 827	64 531	71 392	59 054
16 Risk-weighted volume at end of period (NOK million)	1 001 649	991 455	941 122	908 346	871 660	991 455	880 292
Loan portfolio and write-downs							
17 Write-downs relative to net lending to customers, annualised	0.08	(0.02)	0.03	0.06	0.02	0.02	(0.03)
18 Net non-performing and impaired commitments, per cent of net lending	0.43	0.42	0.44	0.42	0.39	0.42	0.45
19 Net non-performing and impaired commitments at end of period (NOK million)	4 435	4 174	4 078	3 815	3 367	4 174	3 800
Liquidity							
20 Ratio of customer deposits to net lending to customers at end of period (%)	52.0	55.5	58.6	59.8	59.7	55.5	57.3
Total assets owned or managed by DnB NOR							
21 Assets under management at end of period (NOK billion)	549	572	573	576	572	572	575
22 Total combined assets at end of period (NOK billion)	1 906	1 834	1 789	1 802	1 747	1 834	1 688
23 Average total assets (NOK billion)	1 520	1 457	1 418	1 431	1 340	1 412	1 209
24 Customer savings at end of period (NOK billion)	1 079	1 111	1 107	1 105	1 078	1 111	1 052
Staff							
25 Number of full-time positions at end of period	13 647	13 455	13 201	13 021	12 011	13 455	11 824
The DnB NOR share							
26 Number of shares at end of period (1 000)	1 332 654	1 332 654	1 332 654	1 334 089	1 334 089	1 332 654	1 334 089
27 Average number of shares (1 000)	1 332 654	1 332 654	1 332 777	1 334 089	1 334 089	1 333 402	1 335 449
28 Earnings per share (NOK)	0.79	3.76	2.72	2.50	2.11	11.08	8.74
29 Dividend per share (NOK) ¹⁾	-	-	-	-	-	4.50	4.00
30 Total shareholder's return (%)	(6.9)	0.4	8.5	(0.1)	(3.1)	(1.7)	27.8
31 Dividend yield (%)	-	-	-	-	-	5.42	4.52
32 Equity per share including allocated dividend at end of period (NOK)	55.89	55.01	51.19	48.65	50.17	55.01	48.13
33 Share price at end of period (NOK)	77.30	83.00	82.70	76.20	85.80	83.00	88.50
34 Price/earnings ratio	24.42	5.51	7.61	7.63	10.18	7.49	10.13
35 Price/book value	1.38	1.51	1.62	1.57	1.71	1.51	1.84
36 Market capitalisation (NOK billion)	103.0	110.6	110.2	102.0	114.5	110.6	118.1

1) Proposed dividend for 2007.

For definitions of selected items, see next page.

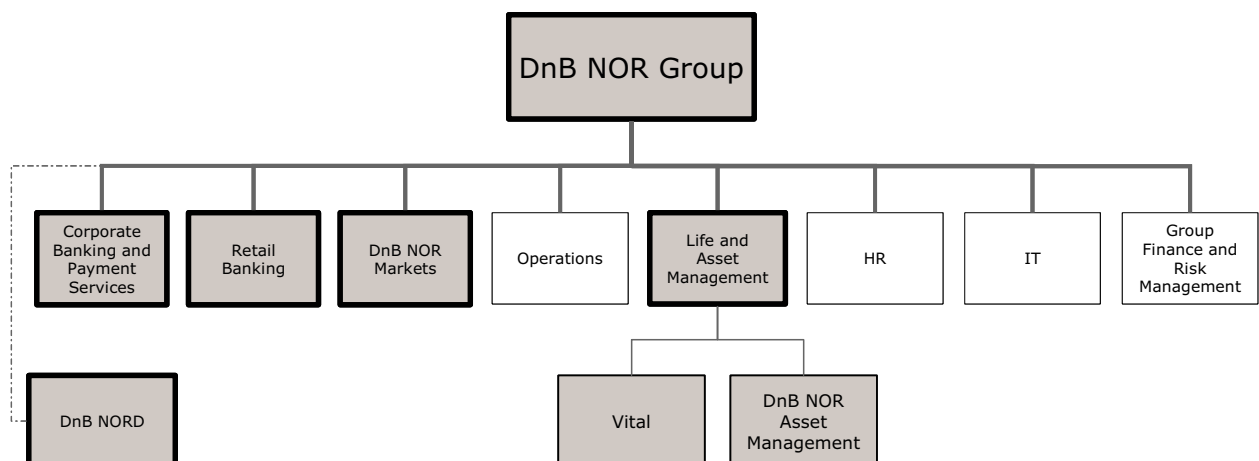
Definitions to key figures

- 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 excluding allocation to employees.
- 6 Profit for the period, excluding of profit attributable to minority interests, adjusted for the period's change in fair value recognised 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 requirement. 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 requirement. Profits for the period exclude 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 relative to average risk-weighted volume.
- 21 Total assets under management for customers in Life and Asset Management.
- 22 Total assets and assets under management.
- 24 Total deposits from customers, assets under management and equity-linked bonds.
- 26 Number of shares in 2006 are excluding the 2 786 thousand own shares repurchased in accordance with the authorisation issued by DnB NOR's General Meeting.
- 28 Excluding discontinuing operations and profits attributable to minority interests. Holdings of own shares are not included in calculations of the number of shares.
- 30 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.
- 32 Equity at end of the period excluding minority interests relative to number of shares at end of period.
- 33 Closing price at end of period relative to annualised earnings per share.
- 35 Closing price at end of period relative to recorded equity at end of period.
- 36 Number of shares multiplied by the closing share price at end of period.

Section 3

DnB NOR Group - business areas

Unless otherwise specified,
figures are based on IFRS



Business areas – financial performance

The operational structure of DnB NOR includes four business areas, which are independent profit centres and carry responsibility for customer segments served by the Group and the products offered. The business areas are: Corporate Banking and Payment Services, Retail Banking, DnB NOR Markets and Life and Asset Management. In addition, DnB NORD, which was incorporated in the Group from year-end 2005, is reported as a separate profit centre.

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

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

In addition return on risk-adjusted capital is presented for each business area. Return on risk-adjusted capital is the key financial ratio for the business areas in internal governance and follow-up of operations. Return on risk-adjusted capital is defined as each area's profits after taxes relative to the calculated risk-adjusted capital. The risk-adjusted capital requirement is based on the risk involved in operations in accordance with DnB NOR's total risk model.

Internal pricing

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

Certain customers and transactions of major importance require extensive cooperation within the Group. To stimulate such cooperation, net income relating to some of these customers and transactions is recorded in the accounts of all relevant business areas. This refers primarily to income from customer trading in DnB NOR Markets. In the first quarter of 2008, such income totalled NOK 415 million. Double entries are eliminated in the group accounts.

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

Changes in net interest income

<i>Amounts in NOK million</i>	1Q08	Change 4Q07-1Q08	Change 1Q07-1Q08
Net interest income	5 023	24	1 039
Corporate Banking and Payment Services	2 616	26	580
Retail Banking	1 973	(185)	240
DnB NOR Markets	102	1	13
DnB NOR Asset Management	28	(9)	11
DnB NORD	382	24	146
Other	(78)	168	49

Changes in net other operating income

<i>Amounts in NOK million</i>	1Q08	Change 4Q07-1Q08	Change 1Q07-1Q08
Net other operating income	625	(2 920)	(2 903)
Corporate Banking and Payment Services	501	(329)	(256)
Retail Banking	823	39	47
DnB NOR Markets	(412)	(1 152)	(1 385)
Life and Asset Management	228	(979)	(736)
- <i>Vital</i>	(10)	(939)	(699)
- <i>DnB NOR Asset Management</i>	238	(41)	(37)
DnB NORD	149	(57)	44
Other	(664)	(442)	(618)

Changes in operating expenses

<i>Amounts in NOK million</i>	1Q08	Change 4Q07-1Q08	Change 1Q07-1Q08
Operating expenses	4 194	(714)	450
Corporate Banking and Payment Services	1 162	(16)	180
Retail Banking	1 673	21	120
DnB NOR Markets	375	(44)	(17)
Life and Asset Management	533	(156)	34
- <i>Vital</i>	351	(154)	34
- <i>DnB NOR Asset Management</i>	182	(2)	1
DnB NORD	365	(41)	145
Other	86	(479)	(11)

Changes in write-downs on loans and guarantees

<i>Amounts in NOK million</i>	1Q08	Change 4Q07-1Q08	Change 1Q07-1Q08
Write-downs on loans and guarantees	195	236	144
Corporate Banking and Payment Services	73	43	42
Retail Banking	62	(10)	(15)
DnB NORD, including group write-downs on loans	32	(16)	21
Unallocated group write-downs on loans	32	222	83
Other	(4)	(4)	13

	Corporate Banking and Payment Services		Retail Banking		DnB NOR Markets		Life and Asset Management		DnB NORD		Other operations/ eliminations ¹⁾		DnB NOR Group	
<i>Amounts in NOK million</i>	1Q08	1Q07	1Q08	1Q07	1Q08	1Q07	1Q08	1Q07	1Q08	1Q07	1Q08	1Q07	1Q08	1Q07
Net interest income - ordinary operations	2 077	1 733	1 790	1 604	37	52	1	(1)	329	206	789	391	5 023	3 985
Interest on allocated capital	538	303	183	128	65	37	27	18	53	31	(867)	(518)	0	0
Net interest income	2 616	2 036	1 973	1 732	102	89	28	17	382	237	(78)	(127)	5 023	3 985
Net other operating income	501	757	823	775	(412)	973	228	964	149	105	(664)	(47)	625	3 528
Total income	3 117	2 793	2 795	2 508	(309)	1 063	256	981	531	341	(742)	(173)	5 648	7 513
Operating expenses ^{*)}	1 162	982	1 673	1 553	375	392	533	499	365	220	86	97	4 194	3 744
Pre-tax operating profit before write-downs	1 955	1 811	1 123	955	(684)	670	(277)	482	167	121	(828)	(270)	1 454	3 769
Net gains on fixed and intangible assets	9	4	0	0	0	(1)	0	0	6	2	16	1	31	5
Write-downs on loans and guarantees	73	31	62	77	0	22	0	0	32	11	28	(90)	195	51
Pre-tax operating profit	1 891	1 783	1 061	878	(684)	647	(277)	482	140	112	(841)	(180)	1 290	3 721

1) Other operations/eliminations:

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 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.

The Group Centre includes Operations, HR (Human Resources), IT, Group Finance and Risk Management, Corporate Communications, Corporate Centre, 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.

Main average balance sheet items

	Corporate Banking and Payment Services		Retail Banking		DnB NOR Markets		Life and Asset Management		DnB NORD		Other operations/ eliminations		DnB NOR Group	
<i>Amounts in NOK billion</i>	1Q08	1Q07	1Q08	1Q07	1Q08	1Q07	1Q08	1Q07	1Q08	1Q07	1Q08	1Q07	1Q08	1Q07
Net lending to customers ¹⁾	484.6	385.6	443.2	412.3	14.4	13.5			62.6	38.9	(7.5)	(6.5)	997.4	843.7
Deposits from customers ¹⁾	303.4	271.8	228.3	212.1	21.1	14.6			21.3	13.0	(13.1)	(9.3)	561.0	502.1
Assets under management ²⁾							581.0	589.5					581.0	589.5

Key figures

	Corporate Banking and Payment Services		Retail Banking		DnB NOR Markets		Life and Asset Management		DnB NORD		Other operations		DnB NOR Group	
<i>Per cent</i>	1Q08	1Q07	1Q08	1Q07	1Q08	1Q07	1Q08	1Q07	1Q08	1Q07	1Q08	1Q07	1Q08	1Q07
Cost/income ratio ³⁾	37.3	35.2	59.8	61.9	(121.3)	36.9	208.0	50.9	68.7	64.5			74.3	49.8
Ratio of deposits to lending ^{1) 4)}	62.6	70.5	51.5	51.4					34.1	33.3			56.3	59.5
Return on capital, annualised ^{5) 6)}	15.2	17.9	25.2	20.8	(45.4)	53.2	(9.4)	15.8	9.5	11.9			5.7	17.2
RORAC, annualised ^{6) 7)}	15.7	18.7	40.2	36.1	(64.1)	86.6	(16.5)	18.5	8.8	11.6			2.9	22.7
Full-time positions as at 31 March ^{8) 9)}	2 395	2 635	3 883	4 111	617	569	1 166	1 116	3 329	2 111	2 257	1 470	13 647	12 011

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

2) Assets under management include total assets in Vital.

3) Total operating expenses relative to total income.

4) Deposits from customers relative to net lending to customers.

5) 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 NORD is calculated as 6.5 per cent of risk-weighted volume. Recorded equity is used for Life and Asset Management.

6) 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. A tax rate of 20 per cent has been used for DnB NORD with effect from the second quarter of 2007, compared with 15 per cent for previous periods, while accounted taxes are applied for Vital.

7) RORAC (Return On Risk-Adjusted Capital) is defined as profits for the period relative to risk-adjusted capital requirement.

8) As a consequence of the reorganisation of the Group in June 2007, 405 and 444 full-time positions respectively have been transferred from Corporate Banking and Payment Services and Retail Banking to Group Centre. As the services are repurchased, there is a limited effect on operating expenses in the business areas, and the presented figures have thus not been adjusted.

9) An increase of 240 full-time positions in Retail Banking resulting from the acquisition of Svensk Fastighetsförmedling and SalusAnsvar in 2007.

Corporate Banking and Payment Services

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

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

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

Norway and Sweden are the main countries where DnB NOR seeks growth through customer acquisition and by being a broad provider of everyday banking and financial services. In addition the Group has growth ambitions internationally within defined industries such as shipping, energy, seafood and certain other sectors where competitive advantages and a substantial knowledge base provide growth potential.

Financial performance

Amounts in NOK million	1Q08	4Q07	3Q07	2Q07	1Q07	Full year	
						2007	2006
Net interest income - ordinary operations	2 077	2 101	2 029	1 794	1 733	7 658	6 594
Interest on allocated capital	538	488	398	347	303	1 537	814
Net interest income	2 616	2 590	2 427	2 141	2 036	9 195	7 408
Net other operating income	501	830	657	782	757	3 026	2 750
Total income	3 117	3 420	3 084	2 924	2 793	12 220	10 158
Operating expenses	1 162	1 178	1 008	988	982	4 156	3 704
Pre-tax operating profit before write-downs	1 955	2 242	2 076	1 935	1 811	8 064	6 454
Net gains on fixed and intangible assets	9	7	3	5	4	19	134
Write-downs on loans and guarantees	73	30	(10)	25	31	76	(43)
Pre-tax operating profit	1 891	2 219	2 089	1 914	1 783	8 006	6 632
Net lending to customers (NOK billion) ¹⁾	484.6	449.8	417.3	397.1	385.6	412.6	351.4
Deposits from customers (NOK billion) ¹⁾	303.4	301.3	294.8	279.0	271.8	286.8	244.7
Cost/income ratio (%)	37.3	34.4	32.7	33.8	35.2	34.0	36.5
Ratio of deposits to lending (%)	62.6	67.0	70.6	70.3	70.5	69.5	69.6
Return on capital BIS, annualised (%)	15.2	18.6	19.4	18.5	17.9	18.6	18.2
RORAC, annualised (%)	15.7	19.6	20.0	19.2	18.7	19.4	17.7

1) Average balances. Based on nominal values.

Comments to the financial performance in the first quarter of 2008

- Corporate Banking and Payment Services showed sound performance in the first quarter of 2008 and achieved growth in pre-tax operating profit of 6.0 percent compared with the corresponding period last year. This includes a negative contribution of NOK 309 million from Eksportfinans, reflecting both DnB NOR's ownership share and the guarantee issued for bonds held by Eksportfinans. Bolstered by an expanding Norwegian economy, the high level of activity and continuing strong growth in volumes contributed to a rise in profits.
- Net interest income from ordinary operations was up NOK 344 million from the first quarter of 2007. There was strong volume growth in both lending and deposits. In spite of strong competition, average combined spread increased by 0.05 percentage points compared with the first quarter of 2007 to 1.82 per cent in the first quarter of 2008. Compared with the fourth quarter of 2007, the margin increased by 0.02 percentage points.

- There was a high level of customer activity. Adjusted for the negative contribution from Eksportfinans, net other operating income in the first quarter of 2008 was up 10.2 per cent from the corresponding period last year. There was growth in income from foreign exchange and interest rate products, custody and payment services, while income from corporate finance activity and syndication declined compared with the corresponding period last year. Income from guarantees and cash handling activities showed steady development.
- Operating expenses increased by NOK 180 million in the first quarter of 2008 compared with the corresponding period of 2007. International expansion, including the acquisition of Skandiabanken Bilfinans in Sweden and Norway, has resulted in rising staff numbers and increased investments. In addition, there was a strong growth in wages in Norwegian operations. Solid growth in operational leasing gave a significant increase in depreciation costs.
- Net write-downs on loans and guarantees totalled a net loss of NOK 73 million and net gains on fixed assets totalled NOK 9 million in the first quarter of 2008.
- Average lending and guarantees to customers increased by NOK 112.1 billion and average deposits were up NOK 31.6 billion from the first quarter of 2007. Adjusted for exchange rate movements average lending and guarantees increased by NOK 126.9 billion. A total of NOK 13.4 billion in syndicated credits, defined as the difference between underwriting and final hold, was arranged for customers in cooperation with DnB NOR Markets in the first quarter of 2008. Furthermore, commercial paper and bonds for a total value of NOK 23.2 billion were issued in the same period.

Customers and market developments

- DnB NOR is the leading financial institution in the market for large Norwegian corporates. In addition to the Norwegian and Swedish markets, Corporate Banking and Payment Services is offering services in New York, Houston, London, Singapore, Shanghai, Copenhagen, Hamburg and Helsinki. DnB NOR is also represented in Murmansk in Russia, through the subsidiary DnB NOR Monchebank, which is licensed to engage in banking operations throughout Russia.
- The cooperation between DnB NORD and Corporate Banking and Payment Services has strengthened DnB NOR's position in the Baltic area (Lithuania, Latvia and Estonia) and in Poland, supporting DnB NOR's aim to become one of the most attractive suppliers of financial services throughout this region.
- Through a wide distribution network, DnB NOR offers customers local and regional expertise as well as national sector analysis and a broad product range. In Sweden DnB NOR is expanding its products and services to Swedish corporates. DnB NOR has offices in both Stockholm and Gothenburg to serve existing clients and promote continuing growth in this part of Sweden, which is close to DnB NOR's home market.
- The strong position in the Norwegian SME market was maintained through the first quarter of 2008. A total of 1 685 new clients were acquired during this period.
- During the first quarter of 2008 the loyalty programme/retention programme Partner Start, Landbruk, Basis and Pluss in DnB NOR increased by 1 429, reaching a total of 17 793 programme.
- Corporate Banking and Payment Services aims to be the preferred provider of Internet services to corporate clients. Small and medium-sized companies are increasing their use of electronic services while having less need for manual services. In 2007, 49 000 companies made more than 104 billion transactions in DnB NOR's corporate Internet bank.
- DnB NOR is committed to maintain and further enhance a strong local presence. Local management and employees have extensive pertinent expertise and are authorised to grant credits that meet the requirements of the SME segment as well as larger clients.
- Nordlandsbanken strengthen DnB NOR's position in the northernmost part of Norway. The subsidiary serves the county of Nordland and operates under the brand name Nordlandsbanken.

Corporate Banking market shares, excluding off-balance sheet instruments ^{1) 2)}

<i>Per cent</i>	28 Feb. 2008	31 Dec. 2007	30 Sept. 2007	30 June 2007	31 March 2007
Of total lending to corporate clients ³⁾	15.2	15.3	15.1	14.9	14.6
Of deposits from corporate clients ⁴⁾	34.8	35.6	37.1	35.7	37.7

<i>Per cent</i>	31 Dec. 2006	30 Sept. 2006	30 June 2006	31 March 2006	31 Dec. 2005
Of total lending to corporate clients ³⁾	15.3	15.1	15.5	15.1	14.7
Of deposits from corporate clients ⁴⁾	37.6	38.4	38.8	37.6	37.3

1) Based on nominal values.

2) Updated according to adjusted data from Norges Bank.

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

4) Excluding deposits from financial institutions, central government and social security services.

Source: Norges Bank, DnB NOR

Average total volumes

<i>Amounts in NOK billion</i>	1Q08	4Q07	3Q07	2Q07	1Q07	Full year	
						2007	2006
Loans ¹⁾	485	450	417	397	386	413	351
Guarantees	75	70	67	65	62	66	57
Total loans and guarantees	560	519	484	462	448	479	409
Adjusted for exchange rate movements	560	514	475	449	433	467	396
Commercial paper during the period	13	25	18	10	14	67	54
Syndicated loans during the period ²⁾	13	18	14	19	4	56	52
Bond issues during the period	11	11	16	10	8	45	32

1) Based on nominal values.

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

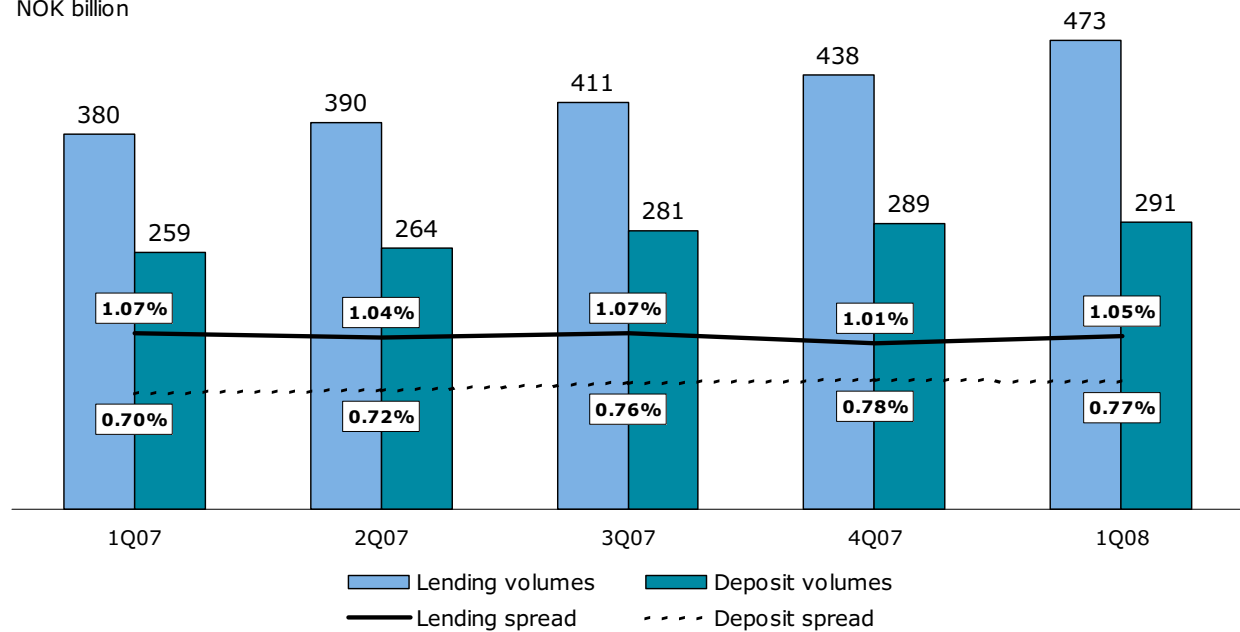
Net interest income

<i>Amounts in NOK million</i>	Volume			Spreads in per cent			Net interest income		
	1Q08	4Q07	1Q07	1Q08	4Q07	1Q07	1Q08	4Q07	1Q07
Lending ¹⁾	473 379	438 256	379 537	1.05	1.01	1.07	1 232	1 120	999
Deposits ¹⁾	290 786	288 980	258 885	0.77	0.78	0.70	559	571	446
Allocated capital and non-interest bearing items	33 433	32 176	27 992	6.02	5.81	4.22	500	461	291
Other							324	437	300
Total net interest income							2 616	2 590	2 036

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

Developments in average volumes and interest spreads ¹⁾

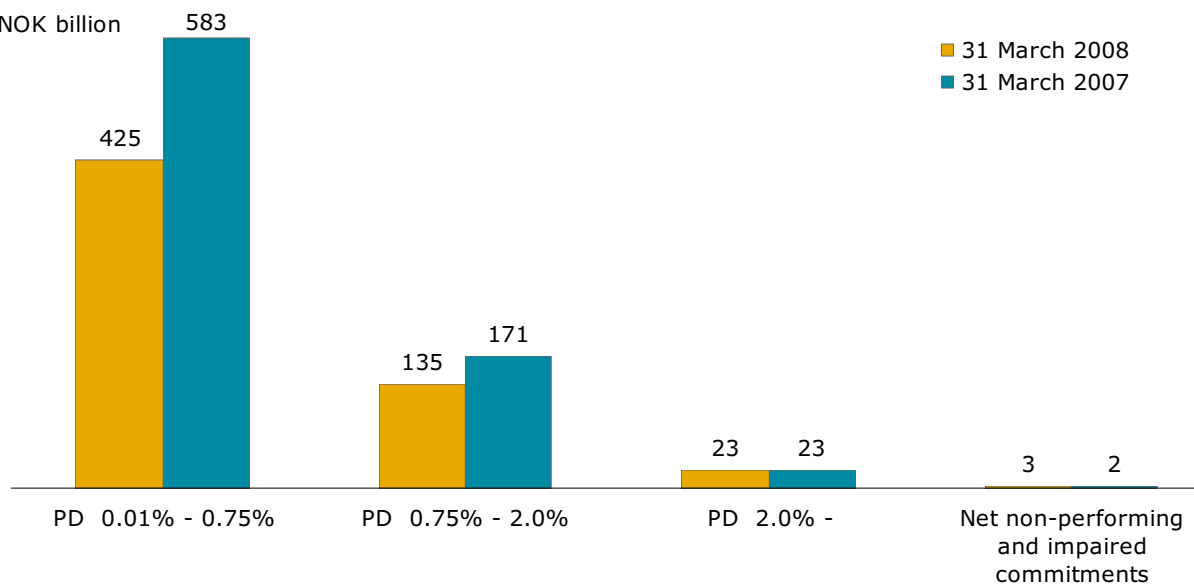
NOK billion



1) Excluding lending to and deposits from credit institutions and impaired loans.

Risk classification of portfolio ¹⁾

NOK billion



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

Organisation and distribution

Corporate Banking and Payment Services is organised in nine divisions:

- The Nordic Corporate Division and the International Corporates and Institutions Division serve large Norwegian corporates, the public sector, international companies that do business in Norway, international customers in the oil and energy, telecom, media and technology, healthcare, pulp and paper industries as well as financial institutions.
- The Shipping, Offshore and Logistics Division serves Norwegian and international shipping, offshore and maritime logistics companies. DnB NOR's operations in New York, London, Singapore and Shanghai are organized in this division.
- Regional Division East and Regional Division Coast serve SME's and larger companies based on geographical location. International companies within seafood are also served by Regional Division Coast through the international offices.
- The Sweden Division serves large and medium-sized businesses in Sweden.
- The Workout Division is responsible for supporting the customer divisions in their work on high-risk customers and non-performing commitments.
- The Telephone & Online Banking, Market and Product Division is responsible for cash management, marketing, telephone and online banking.
- Administration and Payment Services is responsible for strategic management support and has group-wide responsibility for payment products and infrastructure projects affecting both retail and corporate customers. DnB NOR's operations in Finland, Denmark, Germany and Russia are also organised in this division.

Products

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

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

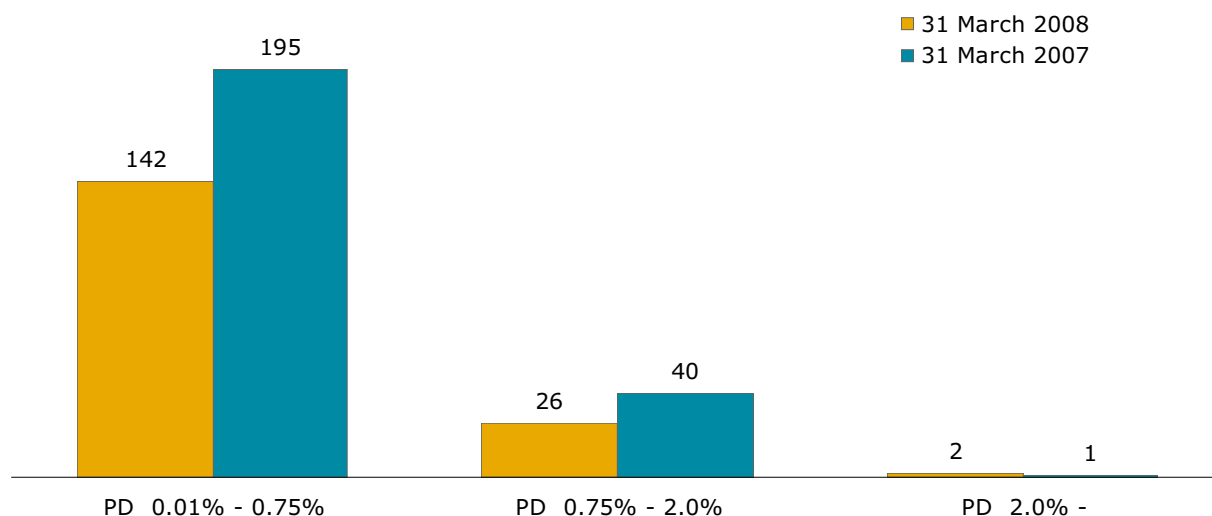
International growth

The DnB NOR Group aims to expand its presence in international markets and increase the share of income from international operations. Most of this income growth will be generated in the Corporate Banking area. In 2010 the estimated income from international business will represent approximately 20-25 per cent of DnB NOR's total gross income. The primary contributions to growth will come from two main axes: corporate banking – industry dimension, and Universal bank – the Nordic/Baltic region. Growth will be based on doing more of what the group already does well today – an incremental approach to growth.

The international growth in DnB NOR will be based on comparative advantages in the form of expertise on various customer segments and industries, special product know-how or established relationships where it is logical to accompany customers expanding outside Norway. The group is the preferred partner for international customers doing business in Norway and will use these relationships internationally. Corporate banking will build on the core industries; shipping, energy and seafood. DnB NOR is opening a branch office in Santiago in June 2008 and representative offices in Athens and Mumbai during the second and third quarter of 2008. These initiatives will strengthen the ability to locally follow up existing clients in shipping, energy and seafood, while creating new business opportunities for the group.

Risk classification of international portfolio ¹⁾

NOK billion



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

Employees

- The considerable expertise of DnB NOR employees within local business, specific industries, credit risk, customer needs and product offerings is an important competitive advantage of Corporate Banking and Payment Services in the domestic market. Corporate Banking and Payment Services has a broad competence base and is committed to its continuous development. Competence training has top priority, and particular emphasis has been placed on systematic specialised training in credit rating and risk and profitability analyses. In addition there is special emphasis on basic training for new employees.
- Competence has been strengthened in areas that enable Corporate Banking and Payment Services staff to offer customers strategic advice, including training programmes in presentation and communication skills.
- To strengthen the skills of employees working within the important SME segment, the 'SME Academy' is established. More than 600 employees attended in 2006/2007. In the first quarter of 2008 almost 700 employees attended step two in the academy, and the training will also be continued as on the job training based on best practice.
- The importance of empowerment is addressed, and a training programme called 'Wise leadership – My way of being' has been developed. The programme is tailor-made for managers in Corporate Banking and Payment Services. Most of the leaders have completed the programme and are putting their acquired skills into practice. There will be several follow-up activities to implement the skills in the organisation. For employees we offer a lighter version of the programme called Thinking Together.
- In order to support the Groups internationalisation, the extensive programme for short and long-term stays at DnB NORs international offices will be continued.
- At the end of March 2008 the business area had a staff of 2 395 full-time positions, with 1 751 in Norway, of which 576 in subsidiaries, as well as 644 full-time positions in international units.
- Incentive structures and balanced scorecards are tailored to the goals of the different divisions. In order to maximise performance and attract the best employees, remuneration varies.

Cooperation with other group entities

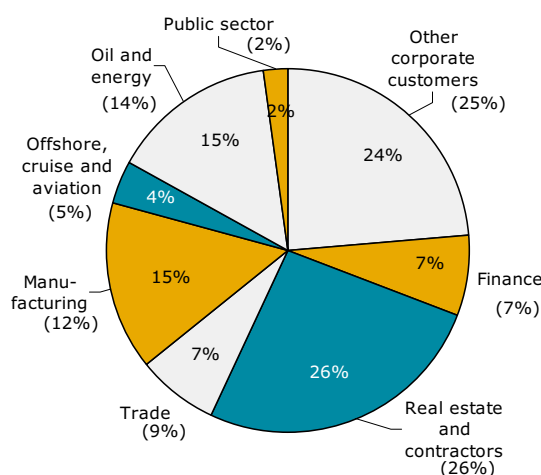
Through extensive cooperation with other business areas and support functions in the Group, corporate customers are offered a broad range of financial services, particularly within corporate finance, FX and interest rate instruments, life insurance and pension products.

Nordic Corporate Division and International Corporate and Institutions Division

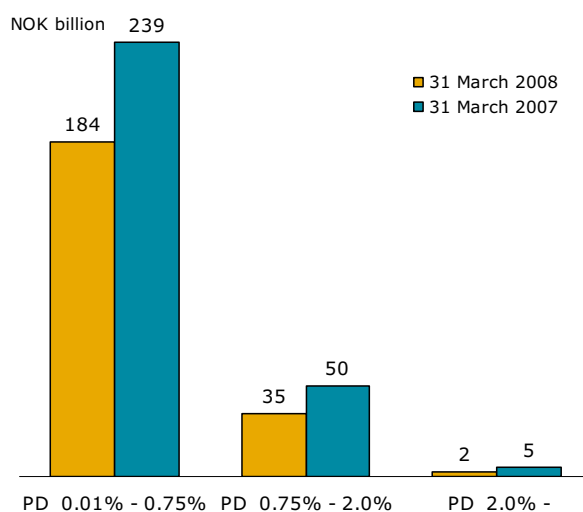
Average volumes

Amounts in NOK billion	1Q08	4Q07	3Q07	2Q07	1Q07	Full year	
						2007	2006
Net lending to customers ¹⁾	172	154	134	126	121	134	116
Guarantees	51	46	45	43	41	44	37
Customer deposits	132	132	127	120	116	124	105

Exposure at default according to sector¹⁾



Risk classification of portfolio²⁾



1) Figures as at 31 March 2008. Percentages as at 31 March 2007 in parentheses.

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

Business profile

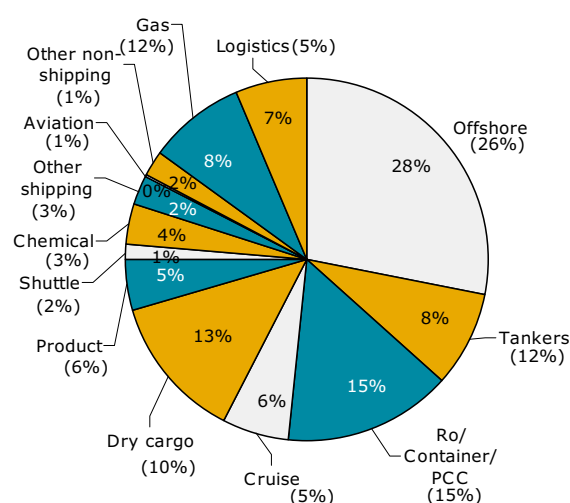
- Serving large Norwegian and Swedish corporates including the public sector, international companies with business in Norway, international customers in the oil and energy, telecom, media and technology, healthcare, pulp and paper industries as well as financial institutions.
- DnB NOR is market leader in the large corporate segment in Norway. The majority of Norway's largest corporations use DnB NOR as their lead banker. In addition, DnB NOR has extensive interaction with most of the other institutions in this segment.
- The business volume generated by DnB NOR in Sweden is growing. At the end of March 2008, exposure amounted to around SEK 52 billion, mainly to large and medium-sized corporates.
- Commercial real estate broking services are offered through the subsidiary DnB NOR Næringsmegling.

Shipping, Offshore and Logistics Division

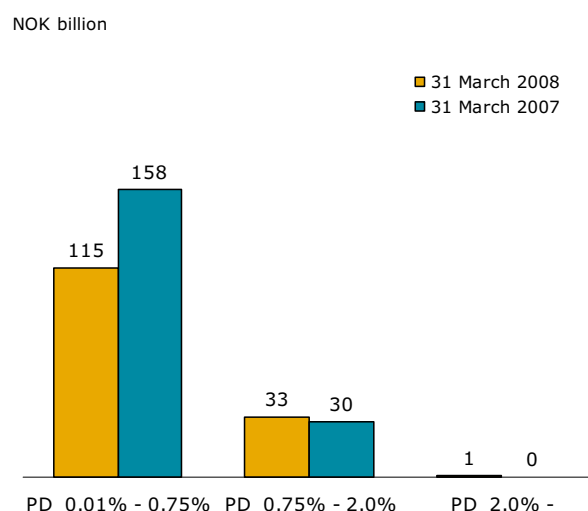
Average volumes

Amounts in NOK billion	1Q08	4Q07	3Q07	2Q07	1Q07	Full year	
						2007	2006
Net lending to customers	108	102	95	85	83	91	72
Guarantees	11	11	11	10	9	10	8
Customer deposits	53	55	54	47	49	51	44

Exposure at default according to sector ¹⁾



Risk classification of portfolio ²⁾



1) Figures as at 31 March 2008. Percentages as at 31 March 2007 in parentheses.

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

Business profile

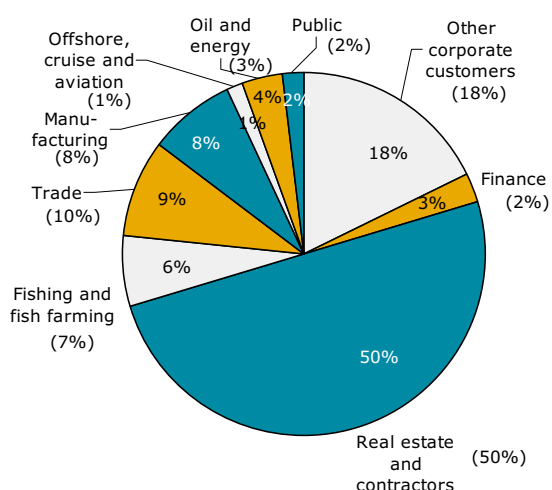
- The Shipping, Offshore and Logistics Division provides commercial and investment banking services to high-quality Norwegian and international shipping, offshore and logistics clients from offices in Oslo, Bergen, New York, London, Singapore and Shanghai.
- The division aims to achieve satisfactory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

Regional Division East and Regional Division Coast

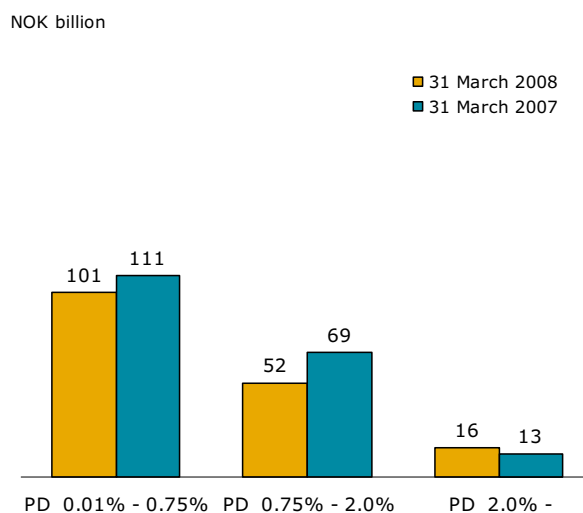
Average volumes

Amounts in NOK billion	1Q08	4Q07	3Q07	2Q07	1Q07	Full year	
						2007	2006
Net lending to customers ¹⁾	159	153	149	147	146	149	129
Guarantees	12	12	11	11	10	11	11
Customer deposits	113	109	108	104	102	106	91

Exposure at default according to sector ¹⁾



Risk classification of portfolio ²⁾



1) Figures as at 31 March 2008. Percentages as at 31 March 2007 in parentheses.

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

Business profile

- Serving more than 85 000 clients throughout Norway.
- Substantial market shares in all segments - large, medium-sized and small enterprises. Market shares vary in different geographical regions, and there is a sound growth potential in selected areas.
- Local presence combined with the expertise of a major bank, are key priorities for clients served by these two divisions.
- A broad regional network provides service through experienced account managers and advisors, as well as over the telephone and via the Internet.
- Payment services are available through 187 DnB NOR branches in Norway, and corporate clients are served at 60 locations. Products from DnB NOR Markets are available at 13 regional offices.
- DnB NOR has a sound platform for strengthening its position as the preferred provider of financial products and services for these customer segments.
- Among the world's leading banks within the seafood industry.

Nordlandsbanken – Corporate Banking

Average volumes

Amounts in NOK billion	1Q08	4Q07	3Q07	2Q07	1Q07	Full year	
						2007	2006
Net lending to customers	14	14	13	12	11	13	11
Guarantees	1	1	1	1	1	1	1
Customer deposits	5	5	5	5	5	5	4

Business profile

- Corporate Banking in Nordlandsbanken serves businesses and the public sector in the county of Nordland.
- Nordlandsbanken serves corporate customers through 16 branches in Nordland and holds a leading position in the corporate segment with a market share of approximately 47 per cent of the active private limited companies in Nordland county.
- Nordlandsbanken aims to be the preferred financial partner for companies in Nordland by meeting their needs for financial solutions through local expertise and as part of a large nationwide financial institution.

DnB NOR Finans

Average volumes

Amounts in NOK billion	1Q08	4Q07	3Q07	2Q07	1Q07	Full year	
						2007	2006
Net lending to customers	38	33	30	28	27	30	24

Comments to changes in average volumes

- There was a 35 per cent increase in new leasing and lending contracts in the first quarter of 2008 compared to the first quarter of 2007.
- The value of processed factoring invoices was up 16 per cent in the first quarter of 2008 relative to the first quarter of 2007.

Business profile

- DnB NOR Finans is Norway's leading finance company.
- The company meets customer requirements for administrative, financial and risk-reducing services related to investments and operations.
- Business operations focus mainly on leasing, leasing concepts for information and communications technology (ICT), factoring, motor vehicle financing and Autolease car fleet management (Norway, Sweden and Denmark).
- DnB NOR Finans has a strong local presence in Norway through 14 branches, most of which have the same location as DnB NOR Bank. In addition to Norway, DnB NOR Finans has local representations in Denmark and Sweden. Products offered in Denmark are Autolease and equipment finance, and in Sweden Autolease, car finance, equipment finance, ICT finance and factoring.
- DnB NOR Finans has purchased the Swedish and Norwegian SkandiaBanken Bilfinans. The acquisition will strengthen DnB NOR Finans' position in the car finance market, thus ensuring a market share of close to 20 per cent.

DnB NOR Monchebank

Average volumes

Amounts in NOK billion	1Q08	4Q07	3Q07	2Q07	1Q07	Full year	
						2007	2006
Net lending to customers	0.4	0.5	0.4	0.3	0.3	0.4	0.3
Guarantees	0.0	0.0	0.0	0.0	0.0	0.0	0.0
Customer deposits	0.7	0.7	0.7	0.6	0.5	0.6	0.4

Business profile

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

Financial performance

Amounts in NOK million	1Q08	4Q07	3Q07	2Q07	1Q07	Full year	
						2007	2006
Net interest income	14	17	14	11	10	53	30
Net other operating income	7	8	5	5	5	23	19
Total income	21	25	20	16	15	76	49
Operating expenses	11	17	10	12	9	48	34
Pre-tax operating profit before write-downs	10	8	10	4	6	28	15
Net gains on fixed and intangible assets	-	0	0	0	0	0	2
Write-downs on loans and guarantees	1	0	3	0	1	5	0
Pre-tax operating profit	9	8	7	4	5	23	17
Taxes	1	1	2	1	0	5	2
Profit for the period	8	7	4	2	5	18	14
Net lending to customers (NOK billion) ¹⁾	0.6	0.5	0.4	0.3	0.3	0.4	0.3
Deposits from customers (NOK billion) ¹⁾	0.7	0.7	0.7	0.6	0.5	0.6	0.4
Cost/income ratio (%)	51.2	68.0	50.4	75.1	58.8	63.1	69.7
Ratio of deposits to lending (%)	124.5	145.5	160.5	173.8	160.9	158.8	153.3
Return on capital (% p.a.) ²⁾	19.6	16.4	10.1	5.9	11.5	11.0	15.4

1) Average figures based on nominal values.

2) Calculated on the basis of recorded equity.

Retail Banking

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

Good advisory services, loyalty programmes and relevant dialogue, are central tools building strong customer relations. Customer satisfaction is vital to the bank. Continual efforts, i.e. introduction of new products and distribution channels, are being made to improve the customer satisfaction. DnB NOR should be easily accessible, and its distribution channels should be further developed to reflect customer preferences.

Entering 2008, the outlook for the Norwegian economy is still bright. We have seen four years of strong growth, and the pace going into 2008 is high. High capacity utilisation, somewhat slower growth abroad, increased interest rates and a cooling housing market will curb growth. However, high commodity prices, strong earnings, a tight labour market and high-income growth pull in the other direction. Therefore, a significant slowdown in the Norwegian economy is not expected.

Financial performance

Amounts in NOK million	Full year						
	1Q08	4Q07	3Q07	2Q07	1Q07	2007	2006
Net interest income - ordinary operations	1 790	1 962	1 817	1 632	1 604	7 015	7 216
Interest on allocated capital	183	196	169	147	128	641	433
Net interest income	1 973	2 158	1 985	1 780	1 732	7 655	7 649
Net other operating income	823	783	751	797	775	3 106	3 100
Total income	2 795	2 941	2 736	2 576	2 508	10 762	10 749
Operating expenses	1 673	1 651	1 524	1 594	1 553	6 322	6 076
Pre-tax operating profit before write-downs	1 123	1 290	1 212	983	955	4 439	4 673
Net gains on fixed and intangible assets	0	44	0	0	0	44	9
Write-downs on loans and guarantees	62	72	54	64	77	266	111
Pre-tax operating profit	1 061	1 263	1 158	919	878	4 218	4 571
Net lending to customers (NOK billion) ¹⁾	443.2	439.2	430.3	421.0	412.3	425.8	387.2
Deposits from customers (NOK billion) ¹⁾	228.3	222.6	224.9	215.8	212.1	218.9	203.6
Cost/income ratio (%)	59.8	56.1	55.7	61.9	61.9	58.8	56.5
Ratio of deposits to lending (%)	51.5	50.7	52.3	51.3	51.4	51.4	52.6
Return on capital BIS, annualised (%)	25.2	26.6	25.3	20.9	20.8	23.5	23.6
RORAC, annualised (%)	40.2	47.4	45.5	33.0	36.1	40.4	50.1

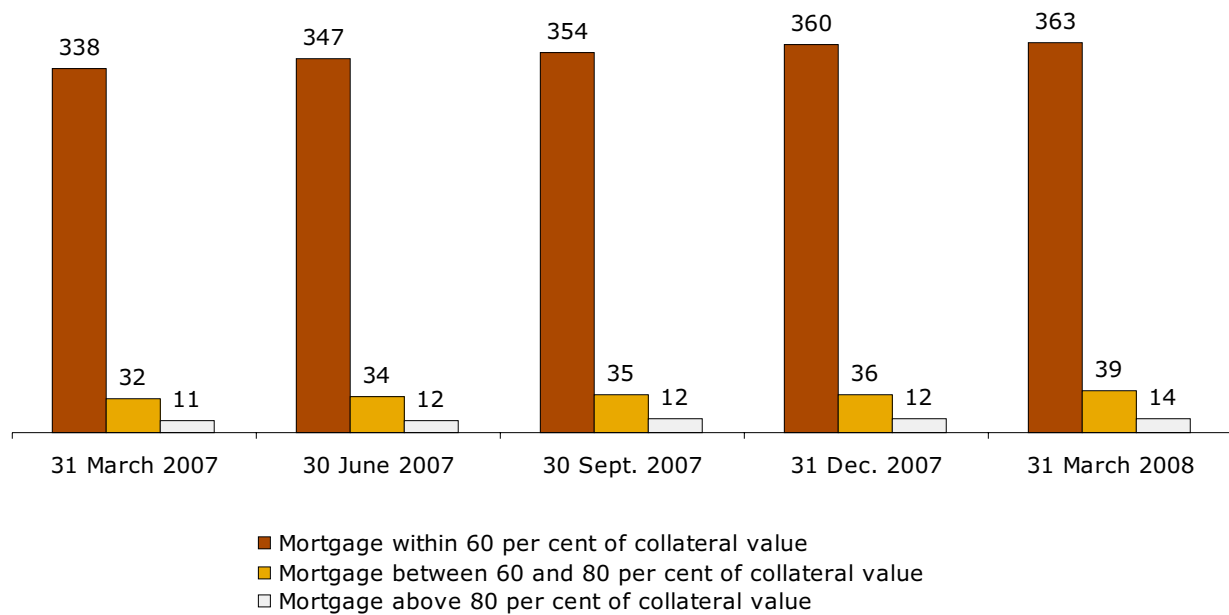
1) Average balances. Based on nominal values.

Comments to the financial performance in the first quarter of 2008

- Satisfactory profits in the first quarter of 2008. Return on BIS capital was 25.2 per cent, up from 20.8 per cent in the first quarter of 2007.
- The cost/income ratio improved from 61.9 to 59.8 per cent.
- Relative to total average lending and deposits, net interest income improved by 0.06 percentage points to 1.18 per cent, from 1.12 per cent in the first quarter of 2007.
- Average lending increased by NOK 31.0 billion or 7.5 per cent to NOK 443.2 billion, referring primarily to well-secured housing loans. Deposits increased by NOK 16.2 billion or 7.7 per cent.
- Net other operating income increased by NOK 47 million, due to increased income from non-life insurance.
- Operating expenses increased by NOK 120 million to NOK 1 673 million.
- Write-downs on loans remained at a low level.
- The volume of non-performing and impaired commitments was at a satisfactory level.

Residential mortgages ¹⁾

NOK billion



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

Customers/markets

- Serving more than 2.3 million private individuals
- 410 000 housing loan customers
- 721 000 subscribe to the new DnB NOR loyalty programmes and 436 000 to Postbanken Leve
- Close to 1.5 million clients use the Group's Internet banks
- dnbnor.no and postbanken.no are Norway's largest Internet banks
- 14.8 million payment transactions were carried out through the Internet banks in the first quarter of 2008
- One million customers have agreed to receive notifications from the bank, such as account statements, via e-mail
- Brand names
 - DnB NOR
 - Postbanken
 - Cresco
 - Nordlandsbanken
 - Vital Skade

Retail Banking market shares ¹⁾

Per cent	28 Feb. 2008	31 Dec. 2007	30 Sept. 2007	30 June 2007	31 March 2007
Total lending to households ²⁾	28.5	28.7	29.1	29.2	29.5
Bank deposits from households ³⁾	32.7	32.8	33.4	33.9	34.1

Per cent	31 Dec. 2006	30 Sept. 2006	30 June 2006	31 March 2006	31 Dec. 2005
Total lending to households ²⁾	29.7	29.9	30.2	30.2	30.5
Bank deposits from households ³⁾	34.4	34.8	34.9	35.1	35.1

1) Based on nominal values.

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

3) Domestic commercial and savings banks.

Source: Norges Bank, DnB NOR

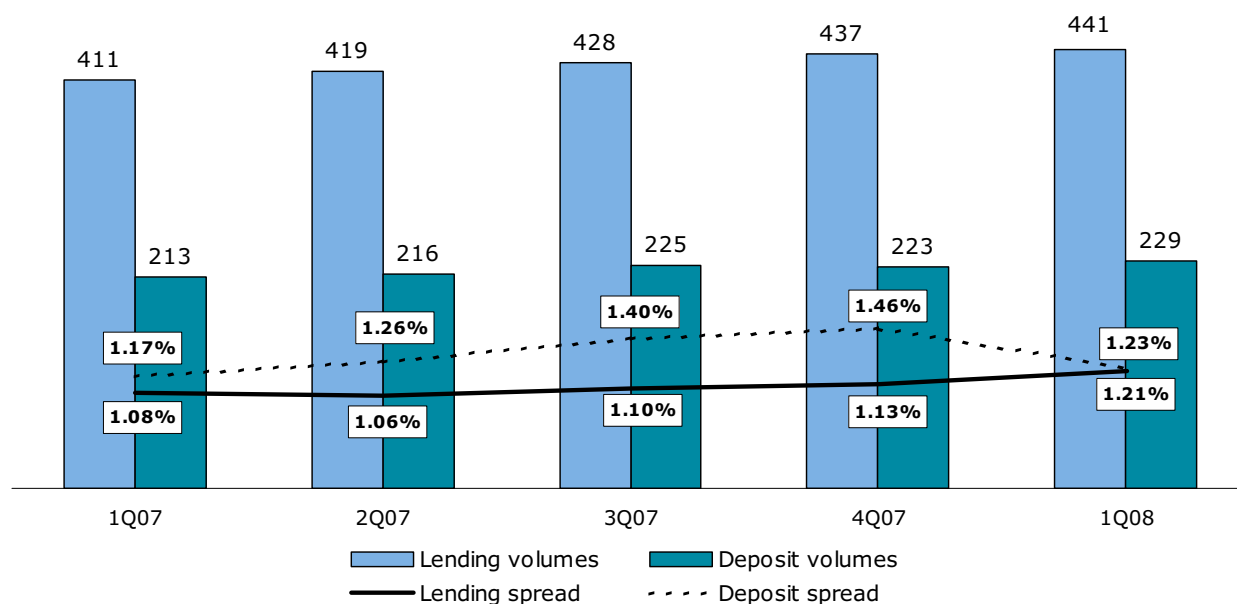
Net interest income

Amounts in NOK million	Volume			Spreads in per cent			Net interest income		
	1Q08	4Q07	1Q07	1Q08	4Q07	1Q07	1Q08	4Q07	1Q07
Lending ¹⁾	441 452	437 190	410 535	1.21	1.13	1.08	1 332	1 244	1 092
Deposits ¹⁾	228 517	222 793	212 903	1.23	1.46	1.17	702	821	615
Allocated capital and non-interest bearing items	11 161	13 024	12 179	6.02	5.81	4.22	167	189	127
Other							(228)	(95)	(101)
Total net interest income							1 973	2 158	1 732

1) Based on nominal values excluding impaired loans.

Developments in average volumes and interest spreads ¹⁾

NOK billion



1) Excluding impaired loans

Organisation and distribution

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

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

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

Postbanken and Norway Post have established joint service solutions provided through 1 160 in-store postal outlets where customers can carry out everyday banking transactions in their local supermarkets. 1.1 million payment transactions were carried out through these channels in the first quarter of 2008. Norway Post has entered into an agreement with DnB NOR for the purchase and installation of up to 2 500 payment terminals for use in post offices and in-store postal outlets.

Production, staff and support functions are largely centralised in cost-efficient units.

News

- As the first Norwegian bank, DnB NOR has launched a banking service on MSN (Windows Live Messenger). The service is called BankTab and is aimed at the young adult segment. It is an advertising module showing the services and products offered to this target group.
- The new subsidiary, Svensk Fastighetsförmedling has won first prize for best website in the Web Service Award, Sweden's largest survey of websites.
- DnB NOR will establish its own non-life insurance company by the end of 2008.
- BankID, which is a personal electronic proof of identity for secure identification and signatures on the Internet, will be used by most of our Internet bank customers by the end of 2008.
- DnB NOR and Telenor are working with MasterCard World Wide to make it possible to use mobile phones as an alternative to cards when making payments in the shops.
- The new concept of in-store banking outlets is based on an agreement between DnB NOR and NorgesGruppen. In-store banking outlets will be nationwide during 2008 with the planned implementation of 1 200 outlets.

Employees

As at the end of March 2008, Retail Banking staff represented 3 883 full-time positions, including SalusAnsvar, Svensk Fastighetsförmedling and Sweden Retail.

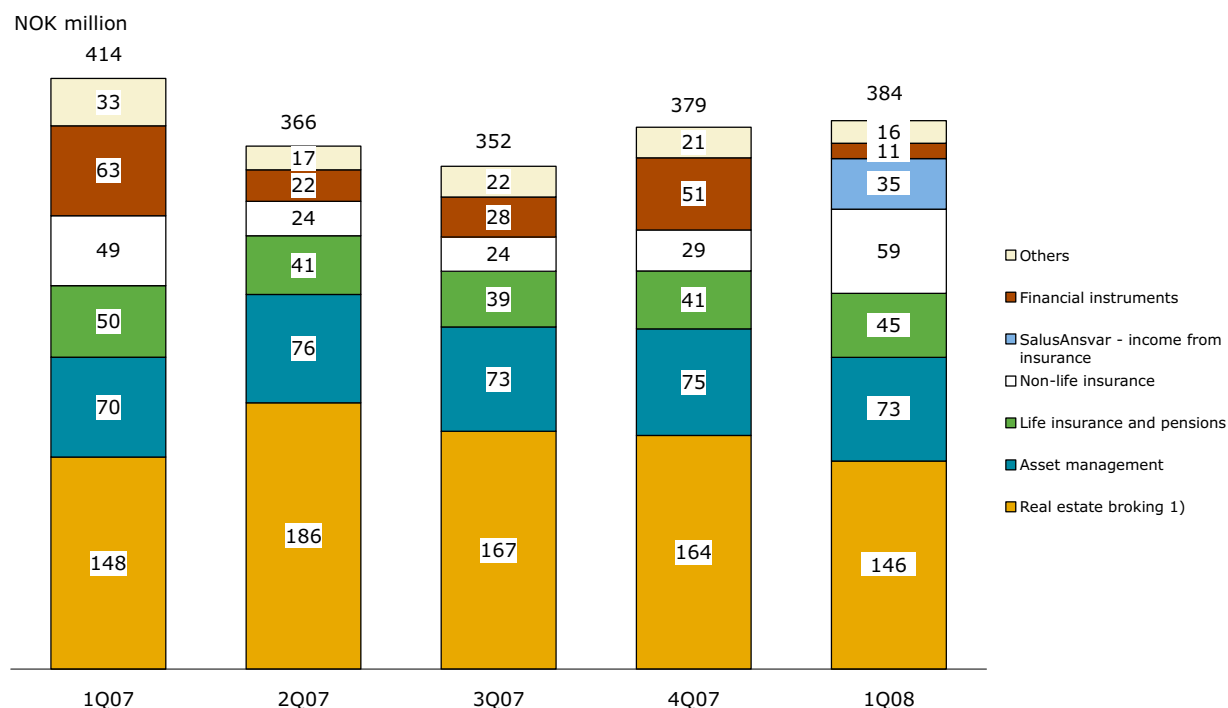
To ensure a high level of professional expertise and advisory services of a superior ethical standard, DnB NOR has initiated certification of advisers in Retail Banking. All employees who are primarily engaged in advising retail customers will be certified.

Cooperation with other group entities

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

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

Income from products sales



1) Real estate broking include income in Svensk Fastighetsförmedling in Sweden

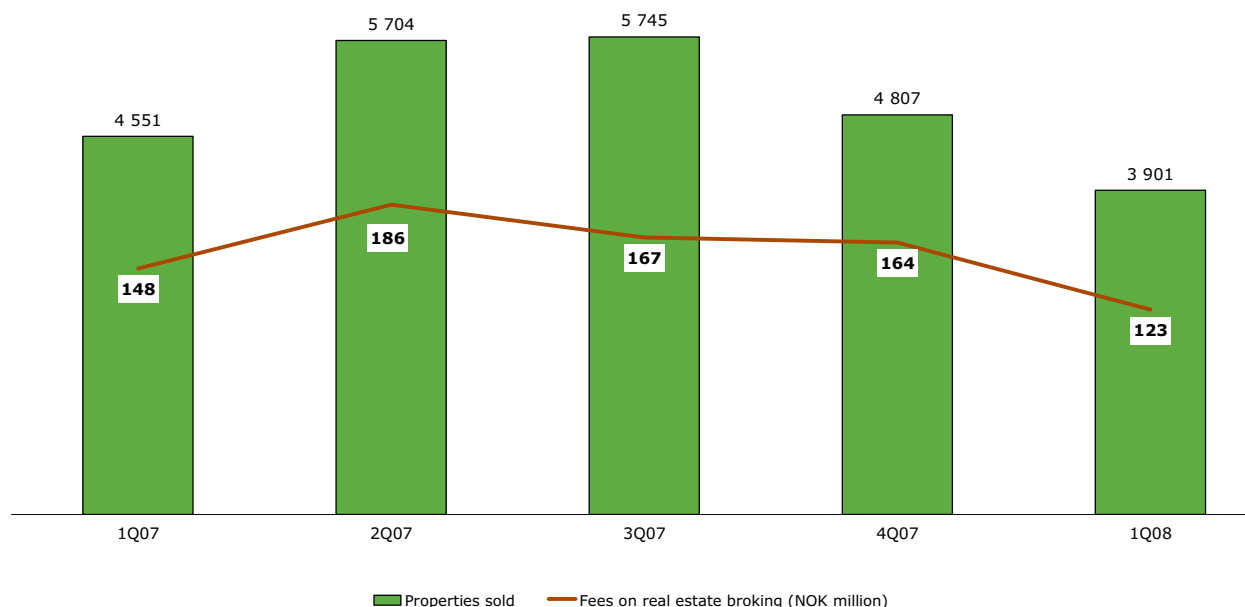
Residential real estate broking

DnB NOR's real estate broking activities are coordinated by DnB NOR Eiendom AS, a market leader within the real estate broking business in Norway. DnB NOR Eiendom had 98 outlets located in DnB NOR branches as at the end of March 2008. Postbanken Eiendom has established 32 real estate broking customer service centres.

After the acquisition of Svensk Fastighetsförmedling DnB NOR became the largest provider of real estate brokerage services in the Nordic region, and the introduction of housing loans for Swedish bank customers is an important step to build a customer portfolio and a long-term income base in the Swedish market. Svensk Fastighetsförmedling had 207 outlets in Sweden at end-March 2008.

In addition to fee income, real estate broking operations generate business in the form of residential mortgages and savings.

Real estate broking in Norway



Properties sold and market shares ¹⁾

<i>Properties sold</i>	1Q08	4Q07	3Q07	2Q07	1Q07	Full year	
						2007	2006
DnB NOR Eiendom	3 268	3 922	4 104	4 844	4 186	17 056	17 616
Postbanken Eiendom	633	885	1 641	860	365	3 751	-
Total properties sold	3 901	4 807	5 745	5 704	4 551	20 807	17 616
Market share, per cent ²⁾						16	14

1) Norwegian operations only

2) Management's estimates.

Consumer finance

- DnB NOR's card-based services and consumer finance activities are coordinated in DnB NOR Kort (an entity within DnB NOR Bank ASA).
- DnB NOR Kort's lending volume increased to NOK 11 537 million, from NOK 11 090 million at end-March 2007.
- Consumer finance activities generated healthy profits in the first quarter of 2008.
- DnB NOR Kort is Norway's leading card issuer in terms of number of cards issued and lending volume. As at 31 March 2008, the entity had issued more than 1.6 million credit and charge cards.

Non-life insurance

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

Vital Skade has entered into non-exclusive agreements with 13 academic associations offering non-life insurance products through specialised service centres. Premium income generated in Vital Skade in the first quarter of 2008 totalled NOK 324 million, an increase of 20 per cent from the corresponding period of 2007. Academic associations account for 34 per cent of total premiums. Sales through the Internet banking application amounted to total premiums of NOK 49 million, which was at the same level as in the first quarter of 2007. Commission income increased by 27 per cent, from NOK 44 million in the first quarter of 2007 to NOK 56 million in the corresponding period of 2008.

DnB NOR Markets

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

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

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

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

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

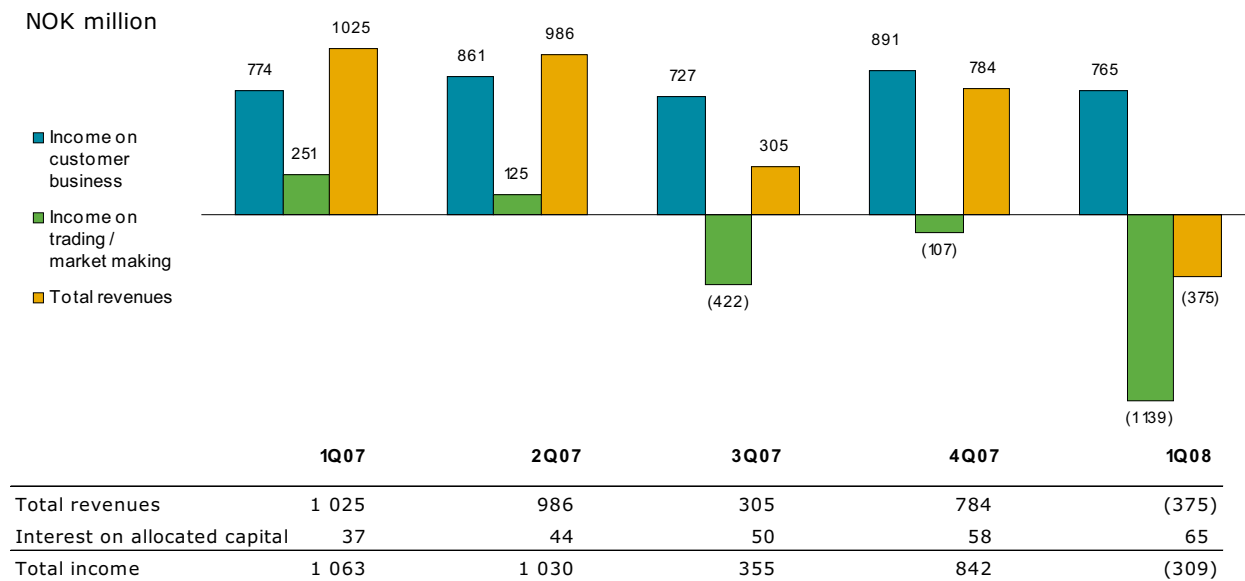
- A diversified business/revenues mix (products and customers)
- A sound mix of customer and trading activities
- Cost and capital-efficient operations

Financial performance

						Full year	
Amounts in NOK million	1Q08	4Q07	3Q07	2Q07	1Q07	2007	2006
Net interest income - ordinary operations	37	44	53	57	52	206	251
Interest on allocated capital	65	58	50	44	37	189	93
Net interest income	102	101	103	101	89	395	344
Net other operating income	(412)	740	252	929	973	2 894	3 563
Total income	(309)	842	355	1 030	1 063	3 289	3 907
Operating expenses	375	419	304	402	392	1 517	1 537
Pre-tax operating profit before write-downs	(684)	423	51	628	670	1 772	2 370
Net gains on fixed and intangible assets	0	0	0	0	(1)	(1)	0
Write-downs on loans and guarantees	0	0	0	0	22	22	0
Pre-tax operating profit	(684)	423	51	628	647	1 748	2 370
Cost/income ratio (%)	(121.3)	49.8	85.7	39.0	36.9	46.1	39.3
Return on capital BIS, annualised (%)	(45.4)	30.3	3.8	47.0	53.2	33.0	56.8
RORAC, annualised (%)	(64.1)	41.6	3.8	82.6	86.6	51.2	88.8

Comments to the financial performance in the first quarter of 2008

- The financial market turmoil resulted in a weaker first-quarter performance for DnB NOR Markets than in the year-earlier period. The decline in income reflected unrealised mark-to-market losses of NOK 1 566 million on bonds due to a general increase in credit spreads, compared with a gain of NOK 28 million in the corresponding period last year. The mark-to-market loss will be taken to income over the residual maturity of the bonds, which averages three years.
- Other revenues increased 21 per cent to NOK 1 257 million in the first quarter of 2008, from NOK 1 035 million in the year-earlier period.
- Income on customer business remained high in spite of a lower level of activity within capital markets and a reduction in income from the sale of structured and alternative investment products. There was healthy demand for currency, interest rate and commodity hedging products.

Income distribution DnB NOR Markets**Products and services**

- Currency, interest rate and commodity derivatives. During the fourth quarter of 2007, DnB NOR Markets entered into its first freight derivative contract with a client. In addition, further metal, gas and power derivative contracts were entered into during the first quarter of 2008.
- Securities and other investment products.
- Debt and equity financing in capital markets, as well as mergers and acquisitions and other advisory and corporate finance services.
- Custodial and other securities services.

Revenues within various segments

Amounts in NOK million	Full year						
	1Q08	4Q07	3Q07	2Q07	1Q07	2007	2006
FX, interest rate and commodities derivatives	434	358	373	295	306	1 332	1 044
Investment products	117	187	107	181	230	705	851
Corporate finance	129	249	150	282	148	828	695
Securities services	85	97	96	104	91	388	316
Total customer revenues	765	891	727	861	774	3 253	2 907
Unrealised losses on bonds	(1 566)	(592)	(666)	(23)	28	(1 253)	98
Other market making/trading revenues	427	485	244	148	223	1 100	808
Total trading revenues	(1 139)	(107)	(422)	125	251	(153)	906
Interest income on allocated capital	65	58	50	44	37	189	93
Total income	(309)	842	355	1 030	1 063	3 289	3 907

Distribution and cooperation with other entities

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

- Central units located in Oslo.
- International offices (Stockholm, London, New York, Houston, Singapore and Shanghai) and 13 regional offices in Norway. In January 2008, DnB NOR Markets established a corporate finance unit at the bank's branch in London.
- The Internet and other electronic channels.
- External agents.
- Web-TV was launched as a new information channel for customers during the quarter.

Customers and market shares

- In spite of intensifying competition, DnB NOR Markets maintained its leading market position in Norway within foreign exchange and interest rate activities and was also manager for the greatest number of Norwegian kroner bond issues on Oslo Børs (the Oslo stock exchange) in the first quarter of 2008. (Source: Oslo Børs/DnB NOR Markets)
- The largest brokerage house on Oslo Børs with respect to equities trading in the secondary market and equity derivatives. Approximately 42 and 88 per cent respectively of customer trading in equity options and forward contracts on Oslo Børs was handled by DnB NOR Markets in the first quarter of 2008. (Source: Oslo Børs)
- DnB NOR Markets listed its first warrants on Oslo Børs in March 2008 and also launched the product Contracts for Difference, CFD. A CFD is a derivative product enabling customers to buy exposure to an underlying share, index or commodity.
- Leading within domestic securities services. (Source: Norwegian Central Securities Depository)
- 54 per cent of limited companies use DnB NOR Markets as registrar in the Norwegian Central Securities Depository. (Source: Norwegian Central Securities Depository)
- DnB NOR was named best Norwegian foreign exchange bank by the Global Finance magazine in 2007.

Employees

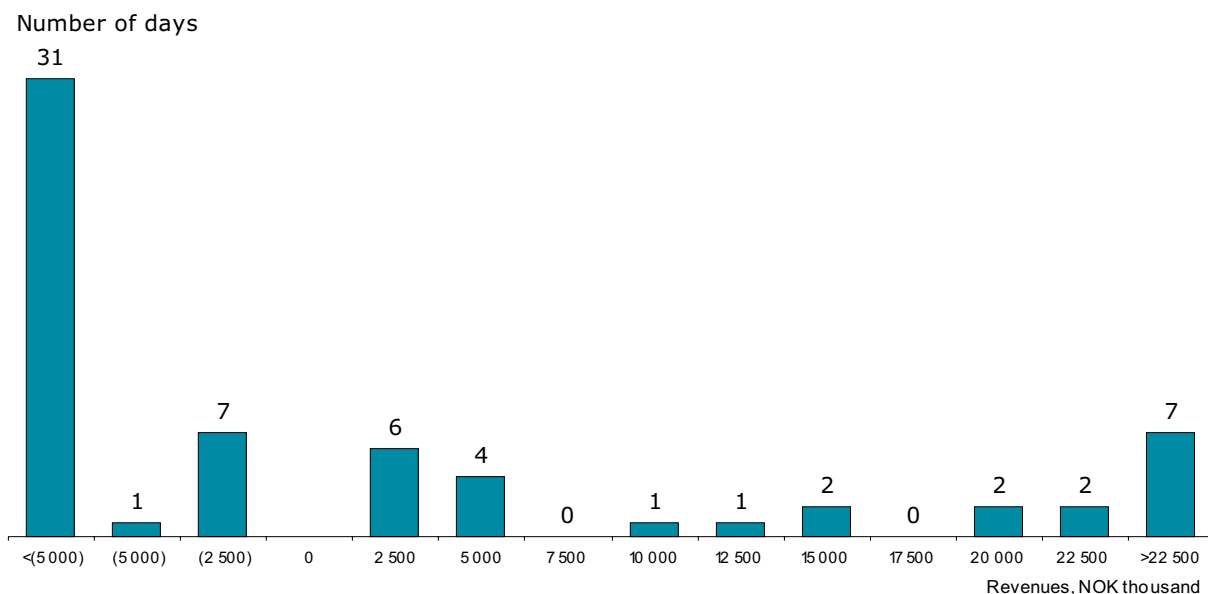
DnB NOR Markets' staff located in offices in Norway and abroad represents 617 full-time positions.

Risk profile

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

Daily revenue statistics for DnB NOR Markets

<i>Amounts in NOK thousand</i>	1Q08	1Q07	2007	2006
Minimum	(59 914)	(7 993)	(37 813)	(19 419)
Maximum	53 725	73 609	74 178	78 586
Average	(5 850)	16 012	11 969	15 143
Loss days	39	2	55	21
Gain days	25	62	204	238

Daily revenue distribution in the first quarter of 2008**Total income***Amounts in NOK million*

	1Q08
Total daily revenues	(375)
Interest on allocated capital	65
Total income	(309)

Value-at-Risk

Market risk arises as a consequence of open positions in foreign exchange, interest rates and equities. The risk is linked to variations in financial results due to fluctuations in market prices or exchange rates. Market risk exposures for DnB NOR Markets, i.e. DnB NOR Bank's trading portfolio/activities, remained at a moderate level in the first quarter of 2008.

Value-at-Risk ¹⁾

<i>Amounts in NOK thousand</i>	31 March 2008 Actual	First quarter 2008		
		Average	Maximum	Minimum
Currency risk	7 730	6 841	13 600	1 650
Interest rate risk	25 560	25 434	43 140	9 990
Equities	1 245	4 497	6 959	929
Diversification effects ²⁾	(6 630)	(5 936)		
Total	27 905	30 836		

1) Value-at-Risk is the maximum loss that could be incurred on trading positions from one day to the next at a 99 per cent confidence level.

2) Diversification effects refer to currency and interest rate risk only.

Interest rate sensitivity

The value of financial investments recorded on and off the balance sheet is affected by interest rate movements. The table below shows potential losses for DnB NOR resulting from parallel one percentage point changes in all interest rates. The calculations are based on a hypothetical situation where interest rate movements in all currencies are unfavourable for DnB NOR relative to the Group's positions. Also, all interest rate movements within the same interval are assumed to be unfavourable for the Group. The calculations are based on the Group's positions as at 31 March 2008 and market rates on the same date.

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

<i>Amounts in NOK million</i>	Up to 1 month	From 1 month to 3 months	From 3 months to 1 year	From 1 year to 5 years	More than 5 years	Total
Trading portfolio						
NOK	25	136	20	15	26	119
USD	25	119	68	19	0	94
EURO	0	11	20	13	20	64
GBP	3	3	2	1	1	1
Other currencies	6	30	24	23	12	28
Banking portfolio						
NOK	4	19	68	27	32	41
USD	0	0	12	12	0	0
Total						
NOK	21	155	49	13	6	79
USD	25	119	80	32	0	94
EURO	0	11	20	13	20	64
GBP	3	3	2	1	1	1
Other currencies	6	30	24	23	12	28

Life and Asset Management

Operations in Vital Forsikring ASA and DnB NOR Kapitalforvaltning Holding AS, both with subsidiaries, were in the second quarter of 2007 merged to form one business area "Life and Asset Management", headed by Tom Rathke, managing director of Vital Forsikring. The merger of DnB NOR Asset Management and Vital into one business area will strengthen initiatives related to long-term savings across the Group.

Coordination of operations

The process of integrating the Life and Asset Management business area has been initiated. The business area will cut back costs by between NOK 100 million and NOK 150 million during the 2008 to 2010 period.

Financial performance

Amounts in NOK million						Full year	
	1Q08	4Q07	3Q07	2Q07	1Q07	2007	2006
Total income	256	1 245	1 250	1 197	981	4 674	3 893
Operating expenses	533	689	544	584	499	2 316	1 973
Pre-tax operating profit	(277)	556	706	614	482	2 357	1 920
Taxes	24	(1 438)	(187)	(348)	31	(1 942)	(634)
Operating profit	(300)	1 994	893	961	451	4 299	2 554
Assets under management (NOK billion) ¹⁾	569	593	591	595	588	593	591
Return on capital, annualised (%) ²⁾	(9.4)	67.1	32.9	35.2	15.8	38.1	24.6
RORAC, annualised (%) ³⁾	(16.5)	82.3	34.5	40.8	18.5	44.0	25.9
Cost/income ratio (%)	208.0	55.3	43.5	48.8	50.9	49.6	50.7
Number of full-time positions at end of period ^{*)}	1 166	1 130	1 136	1 130	1 116	1 130	1 115
*) of which Vital	865	827	831	828	814	827	815
of which DnB NOR Asset Management	301	303	305	303	302	303	300

1) Assets at end of period.

2) Calculated on the basis of recorded equity.

3) RORAC (Return On Risk-Adjusted Capital) is defined as profits for the period relative to risk-adjusted capital requirement.

Comments to the financial performance in the first quarter of 2008

Life and Asset Management recorded an overall pre-tax operating loss of NOK 277 million in the first quarter of 2008, which represented a reduction of NOK 759 million from the year-earlier period. This comprised a loss of NOK 361 million in Vital and a profit of NOK 84 million in DnB NOR Asset Management. Descriptions of the financial performance of Vital and DnB NOR Asset Management are divided into two separate sections below.

Vital

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

Vital comprises Vital Forsikring ASA including subsidiaries. As from 1 January 2007, operations in Vital Forsikring ASA and Vital Link were combined following the merger of the two companies. Subsequently, Vital Forsikring provides both products with guaranteed returns and products with a choice of investment profile. Tom Rathke is managing director of Vital Forsikring and group executive vice president in DnB NOR.

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

Financial results

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

New regulations were introduced for the life insurance industry as from 1 January 2008. The accounts for Vital for 2008 have been adapted to the new regulations. Figures for previous periods have not been restated.

Financial performance

Amounts in NOK million	1Q08	4Q07	3Q07	2Q07	1Q07	Full year	
						2007	2006
Interest result (note 1) ¹⁾	(1 801)	2 048	7 739	3 316	2 444	15 546	7 094
- of which property revaluations	0	344	5 573	783	262	6 962	1 443
Application of/(transferred to) additional allocations (note 2)	1 344	(3 000)				(3 000)	(2 740)
Risk result (note 3)	111	(2 075)	(2 609)	13	13	(4 658)	(10)
- of which provisions for higher life expectancy		(1 792)	(2 644)			(4 436)	
Administration result (note 4)	(17)	(186)	(1)	(68)	(20)	(275)	(91)
Profit for risk and guaranteed rate of return	108						
Transferred from security reserve	(23)	(33)	(2)	1	(9)	(43)	(5)
Profit for distribution in Vital	(277)	(3 246)	5 126	3 262	2 428	7 570	4 247
Allocations to policyholders, products with guaranteed returns ¹⁾	84	(3 710)	4 505	2 805	2 061	5 661	2 838
+ Reversal of goodwill amortisation/ write-downs	0	(39)	6	5	6	(22)	22
Net profit in Vital	(361)	424	627	464	372	1 886	1 431
Tax charge	0	(1 475)	(209)	(390)	0	(2 074)	(771)
Profit from Vital	(361)	1 899	836	853	372	3 960	2 202

1) See table below. For developments in the asset mix and return on assets from products with guaranteed returns, see tables on pages 73 and 68.

Note 1–4: see page 70 for a table that specifies Vital's various profit and loss items included in the DnB NOR Group's income statement.

Profits per portfolio

<i>Amounts in NOK million</i>	Common portfolio	Investment choice portfolio	Corporate portfolio	Total Vital
Interest result ¹⁾	(571)	(4)	118	(457)
Risk result	108	3		111
Administration result	25	(40)	(2)	(17)
Profit for risk and guaranteed rate of return	108			108
Allocations to policyholders and other profit elements	106			106
Pre-tax operating profit	(436)	(41)	116	(361)
Capital as at 31 March 2008 - NGAAP (NOK billion)	195	18	14	227

1) After the application of additional allocations.

Profits per common portfolio

<i>Amounts in NOK million</i>	Low risk	Moderate risk	High risk	Paid-up policies	Previously established individual products	Total common portfolio
Interest result ¹⁾	50	0	(212)	(409)	0	(571)
Risk result	3	47	11	20	27	108
Administration result	0	2	1	5	17	25
Profit for risk and guaranteed rate of return	9	76	23			108
Allocations to policyholders and other profit elements	(51)	(22)	(4)		(29)	(106)
Pre-tax operating profit	11	103	(181)	(384)	15	(436)
Capital as at 31 March 2008 - NGAAP (NOK billion)	8	61	19	46	61	195

1) After the application of additional allocations.

Comments to the financial performance in the first quarter of 2008

- Profit performance in Vital reflected the financial market turmoil. There was a pre-tax operating loss of NOK 361 million after additional allocations of NOK 1 344 million had been taken to income.
- The value-adjusted and recorded returns for the common portfolio were both negative at 1.8 per cent and 0.1 per cent respectively. The value-adjusted return on the corporate portfolio was 1.3 per cent.
- The risk result was positive at NOK 111 million, an increase from NOK 13 million in the first quarter of 2007.
- The administration result was negative at NOK 17 million, compared with a negative NOK 20 million in the year-earlier period.
- Total premium income increased by 4.6 per cent from the first quarter of 2007, to NOK 9.3 million. Premium income for group pensions was up 18 per cent to NOK 7.6 billion. The main factor behind the increase was the transfer of funds from government schemes and an increase in premiums due. Premium income in the individual market declined by 38 per cent to NOK 1.5 billion due to uncertainty surrounding the parameters for individual pension savings combined with the negative financial market trend.
- Due to surrenders of individual market products and negative value-adjusted returns, there was a 1.7 per cent decline in total assets from end-December 2007, to NOK 229 billion. Surrenders of individual market products totaled NOK 3.0 billion and primarily reflected rising interest rate levels and new tax rules for individual pension savings.
- Solvency capital totalled NOK 17.2 billion at end-March 2008. Due to the negative financial market trend, the securities adjustment reserve was reduced by NOK 3.3 billion at end-December 2007 to zero at end-March 2008.
- There was a net inflow of transfers of NOK 1.4 billion, which mainly reflected the transfer of funds from government schemes.
- Vital's market share of policyholders' funds was 33.6 per cent at end-December 2007, compared with 34.7 per cent at end-December 2007.

Effects of new regulations in the first quarter of 2008

<i>Amounts in NOK million</i>	Former regulations	New regulations
Value-adjusted return on common portfolio	(3 440)	(3 606)
Reduced securities adjustment reserve	3 342	3 342
Recorded return on common portfolio	(98)	(264)
Interest expenses common portfolio	(92)	(43)
Guaranteed rate of return	(1 608)	(1 608)
Interest result common portfolio	(1 798)	(1 914)
Profit sharing (35/20)	0	0
Profit for risk and guaranteed rate of return		108
Return on corporate capital		116
Other items	69	(15)
Pre-tax loss NGAAP	(1 729)	(1 705)
Use of additional allocations	1 608	1 344
Pre-tax loss IFRS	(121)	(361)

Interest result

<i>Amounts in NOK million</i>	1Q08	4Q07	3Q07	2Q07	1Q07	Full year	
						2007	2006
Net result from equities	(6 805)	(575)	(3 171)	5 144	635	2 032	7 487
Net result from other asset classes ^{*)}	3 270	2 342	9 978	2 210	2 101	16 631	7 607
Value-adjusted financial result ¹⁾	(3 535)	1 767	6 807	7 353	2 736	18 663	15 094
Guaranteed return on policyholders' funds	1 608	1 654	1 676	1 733	1 744	6 807	6 471
Financial result after guaranteed returns	(5 143)	113	5 131	5 621	992	11 856	8 623
+ From securities adjustment reserve	3 342	1 935	2 606	(2 304)	1 452	3 690	(1 528)
Recorded interest result before the application of/ (transferred to) additional allocations	(1 801)	2 048	7 739	3 316	2 444	15 546	7 094
Application of/(transferred to) additional allocations	1 344	(3 000)				(3 000)	(2 740)
Recorded interest result	(457)	(952)	7 739	3 316	2 444	12 546	4 354

*) of which property evaluations 0 344 5 573 783 262 6 962 1 443

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

Extracts from balance sheets and key figures

<i>Amounts in NOK million</i>	31 March 2008	31 Dec. 2007	30 Sept. 2007	30 June 2007	31 March 2007	31 Dec. 2006
Total liabilities, products with guaranteed returns	190 257	191 626	194 841	191 452	189 715	188 096
of which group pension - defined benefit	128 609	127 425	130 394	125 123	123 049	119 211
of which group pension - defined contribution	104	108	107	102	101	0
Insurance liabilities, products with a choice of investment profile	18 124	19 868	19 325	19 105	18 867	18 840
of which group pension - defined contribution	3 939	3 665	3 249	2 723	2 475	2 214

<i>Amounts in NOK million</i>	1Q08	4Q07	3Q07	2Q07	1Q07	Full year	
						2007	2006
Solvency capital ¹⁾	17 173	21 788	30 883	28 110	24 179	21 788	23 504
Return on capital, annualised (%) ²⁾	(13.2)	75.7	37.3	37.4	15.3	41.9	25.0
RORAC, annualised (%) ³⁾	(20.2)	84.8	35.1	39.4	16.6	44.0	24.1
Expenses in per cent of insurance provisions ⁴⁾	0.94	1.21	0.89	1.03	0.95	1.02	1.00

1) Operations from products with choice of investments are included from 1 January 2007. For the composition of solvency capital, see table on page 75.

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

3) RORAC (Return On Risk-Adjusted Capital) is defined as profits for the period relative to risk-adjusted capital requirement.

4) The figures are annualised.

Value-adjusted return on assets

						Full year	
<i>Per cent</i>	1Q08	4Q07	3Q07	2Q07	1Q07	2007	2006
Return - common portfolio ¹⁾							
Financial assets							
Norwegian equities	(15.7)	(0.4)	(3.0)	13.9	6.8	16.6	36.4
International equities	(14.7)	(3.7)	0.0	5.8	1.8	3.9	13.4
Norwegian bonds	2.5	2.4	1.7	(0.9)	0.4	3.6	1.0
International bonds	2.4	1.7	2.5	(1.1)	0.5	3.5	0.3
Money market instruments	1.3	1.4	1.1	1.1	0.9	4.6	2.9
Bonds held to maturity	1.2	1.3	1.3	1.4	1.3	5.3	5.3
Investment property	1.5	2.9	23.8	4.6	2.7	34.0	14.6
Value-adjusted return on assets I ²⁾	(1.8)	0.9	3.3	3.7	1.4	9.5	8.1
Value-adjusted return on assets II ³⁾	(1.6)	0.9	3.5	3.0	1.1	8.8	6.4
Recorded return on assets ⁴⁾	(0.1)	1.8	4.6	2.6	2.2	11.8	7.5
Value-adjusted return on assets I, annualised ²⁾	(7.1)	3.5	13.2	14.8	5.7	9.5	8.1
Value-adjusted return on assets II, annualised ³⁾	(6.3)	3.8	14.0	12.0	5.2	8.8	6.4
Return - corporate portfolio							
Value-adjusted return on assets I ²⁾	1.3						
Recorded return on assets ⁴⁾	1.3						

1) Refers to the common portfolio as from 1 January 2008. Figures prior to 1 January 2008 refer to the total return for Vital.

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

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

4) Excluding changes in unrealised gains on financial instruments.

Premium income

						Full year	
<i>Amounts in NOK million</i>	1Q08	4Q07	3Q07	2Q07	1Q07	2007	2006
Total premiums due ^{1) 2)}	6 585	3 793	5 122	3 902	6 481	19 298	19 884
Inflow of reserves ³⁾	2 687	691	465	20	2 386	3 562	3 685
Outflow of reserves ³⁾	1 290	3 216	923	504	2 253	6 896	6 584
Net premiums paid	7 982	1 268	4 664	3 418	6 614	15 964	16 985
Outflow of reserves ³⁾	1 290	3 216	923	504	2 253	6 896	6 584
Total premium income	9 272	4 484	5 587	3 922	8 867	22 860	23 569

1) Of which group pension - defined benefit

2) Of which group pension - defined contribution

3) Of which transfers between Vital companies ^{*)}

4 577 1 372 2 751 1 294 4 181 9 598 8 672

518 473 425 363 364 1 625 1 118

0 0 0 (199) 199 0 1 338

*) As from 1 January 2007 the figure includes transfers between products with guaranteed returns and products with a choice of investment profile. As from 2007, all such transfers are eliminated in the table above.

Market shares – Vital

<i>Per cent</i>	31 Dec. 2007	31 Dec. 2006
Of insurance funds including products with a choice of investment profile	33.6	34.7
- Retail market	51.8	52.2
- Corporate market	27.8	28.0
of which defined-contribution pensions	30.6	
Of insurance funds for products with a choice of investment profile	40.6	41.4

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

Income statement ¹⁾

Amounts in NOK million	Full year						
	1Q08	4Q07	3Q07	2Q07	1Q07	2007	2006
Total interest income							
Total interest expenses							
Net interest income							
Commissions and fees receivable etc. (note 4)	583	443	456	453	458	1 810	1 836
Commissions and fees payable etc. (note 4)	142	125	138	138	160	560	673
Net gains on financial instruments at fair value							
Net gains on assets in Vital (note 1) ^{*)}	(2 070)	3 802	9 334	6 116	4 572	23 824	16 117
Guaranteed returns and allocations to policyholders in Vital (note 2)	(1 508)	1 117	6 097	5 598	4 193	17 005	14 584
Premium income etc. included in the risk result in Vital (note 3)	1 066	703	1 215	917	1 414	4 249	4 314
Insurance claims etc. included in the risk result in Vital (note 3)	955	2 778	3 823	904	1 401	8 907	4 324
Net realised gains on investment securities (AFS)							
Profit from companies accounted for by the equity method							
Other income							
Net other operating income	(10)	929	947	846	689	3 411	2 686
Total income	(10)	929	947	846	689	3 411	2 686
Salaries and other personnel expenses	179	216	187	188	176	766	690
Other expenses	159	201	109	164	122	595	487
Depreciation and write-downs of fixed and intangible assets	13	89	24	31	20	164	77
Total operating expenses (note 4)	351	505	320	383	318	1 525	1 254
Net gains on fixed and intangible assets							
Write-downs on loans and guarantees							
Pre-tax operating profit	(361)	424	627	464	372	1 886	1 431
Taxes	0	(1 475)	(209)	(390)	0	(2 074)	(771)
Profit from discontinuing operations after taxes							
Profit for the period ²⁾	(361)	1 899	836	853	372	3 960	2 202

*) Of which

Net gains on assets, corporate portfolio	117						
Net gains on assets, common portfolio	(327)						
Net gains on assets, choice of investment portfolio	(1 860)						
Net gains on assets in Vital	(2 070)						

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

2) For a detailed statement of financial performance, see page 65.

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

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

	Full year						
Note 1	1Q08	4Q07	3Q07	2Q07	1Q07	2007	2006
Interest result ¹⁾	(1 801)	2 048	7 739	3 316	2 444	15 546	7 094
+ Guaranteed returns to policyholders	1 609	1 654	1 676	1 733	1 744	6 807	6 471
+ Allocations to policyholders, products with a choice of investment profile	(1 856)	172	(84)	1 061	387	1 536	2 535
+ Transferred from security reserve in Vital	(23)	(33)	(2)	1	(9)	(43)	(5)
+ Other items recorded as net gains on financial instruments, including reclassifications	0	(39)	6	5	6	(22)	22
Net gains on assets in Vital, IFRS	(2 070)	3 802	9 334	6 116	4 572	23 824	16 117

Note 2							
Application of/(transferred to) additional allocations, products with guaranteed returns	1 344	(3 000)	0	0	0	(3 000)	(2 740)
Allocations to policyholders, products with guaranteed returns	84	(3 710)	4 505	2 805	2 061	5 661	2 838
Allocations to policyholders, products with a choice of investment profile	(1 856)	172	(84)	1 061	387	1 536	2 535
Total allocations to policyholders	(3 116)	(537)	4 421	3 866	2 449	10 198	8 113
Guaranteed return on policyholders' funds	1 608	1 654	1 676	1 733	1 744	6 807	6 471
Guaranteed returns and allocations to policyholders in Vital, IFRS	(1 508)	1 117	6 097	5 598	4 193	17 005	14 584
Net financial result in Vital, IFRS	(562)	2 685	3 237	517	379	6 819	1 533

Note 3							
Total risk result in Vital, NGAAP	111	(2 075)	(2 609)	13	13	(4 658)	(10)
of which allocation for increased life expectancy	0	(1 792)	(2 644)	0	0	(4 436)	0
Premium income etc. included in the risk result in Vital, IFRS	1 066	703	1 215	917	1 414	4 249	4 314
Insurance claims etc. included in the risk result in Vital, IFRS	955	2 778	3 823	904	1 401	8 907	4 324
Total risk result in Vital, IFRS	111	(2 075)	(2 609)	13	13	(4 658)	(10)

Note 4							
Administration result Vital, NGAAP	(17)	(186)	(1)	(68)	(20)	(275)	(91)
Profit element for risk and Vital's interest rate guarantee	108						
Administration result including profit for risk and guaranteed rate of return	89	(186)	(1)	(68)	(20)	(275)	(91)
Commissions and fees receivable, IFRS	583	443	456	453	458	1 810	1 836
Commissions and fees payable, IFRS	142	125	138	138	160	560	673
Operating expenses, IFRS	351	505	320	383	318	1 525	1 254
Administration result including profit for risk and guaranteed rate of return according to IFRS	89	(186)	(1)	(68)	(20)	(275)	(91)
Pre-tax operating profit from Vital	(361)	424	627	464	372	1 886	1 431
Taxes	0	(1 475)	(209)	(390)	0	(2 074)	(771)
Profit for the period	(361)	1 899	836	853	372	3 960	2 202

1) Before changes in unrealised gains.

The owner's share of the net financial and risk result from Vital ¹⁾

	Full year						
<i>Amounts in NOK million</i>	1Q08	4Q07	3Q07	2Q07	1Q07	2007	2006
Net gains on assets in Vital	(2 070)	3 802	9 334	6 116	4 572	23 824	16 117
Guaranteed returns and allocations to policyholders in Vital	(1 508)	1 117	6 097	5 598	4 193	17 005	14 584
Premium income etc. included in the risk result in Vital	1 066	703	1 215	917	1 414	4 249	4 314
Insurance claims etc. included in the risk result in Vital	955	2 778	3 823	904	1 401	8 907	4 324
Net financial and risk result in Vital	(450)	610	628	531	391	2 161	1 523
Eliminations in the group accounts	28	54	2	2	0	58	14
Net financial and risk result from Vital	(423)	665	631	533	391	2 220	1 537

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

Balance sheets ¹⁾

<i>Amounts in NOK million</i>	31 March 2008	31 Dec. 2007	30 Sept. 2007	30 June 2007	31 March 2007	31 Dec. 2006
Cash and deposits with central banks						
Lending to and deposits with credit institutions	12 905	12 152	18 010	10 634	8 716	7 185
Lending to customers						
Commercial paper and bonds	66 103	63 060	44 449	44 687	50 264	57 838
Shareholdings	34 088	39 362	51 257	60 183	56 057	47 291
Financial assets, customers bearing the risk	18 124	19 868	19 325	19 105	18 867	18 840
Financial derivatives	3 650	1 488	3 589	1 739	837	1 654
Shareholdings, available for sale						
Commercial paper and bonds, held to maturity	53 386	59 641	60 075	62 906	60 093	62 444
Investment property ²⁾	33 422	32 908	32 361	26 524	25 697	25 668
Investments in associated companies	19	19	19	16	16	16
Intangible assets	217	184	367	342	326	294
Deferred tax assets	1 164	1 164			185	185
Fixed assets	33	46	44	49	52	75
Biological assets						
Discontinuing operations						
Other assets	5 463	2 688	2 820	3 160	3 263	2 161
Total assets	228 574	232 579	232 315	229 346	224 375	223 650
Loans and deposits from credit institutions						
Deposits from customers						
Financial derivatives	1 461	1 010	603	587	828	1 166
Securities issued						
Insurance liabilities, customers bearing the risk	18 124	19 868	19 325	19 105	18 867	18 840
Liabilities to life insurance policyholders	190 257	191 626	194 841	191 452	189 715	188 096
Payable taxes						
Deferred taxes			285	494		
Other liabilities	4 859	6 030	5 037	6 318	2 314	3 259
Discontinuing operations						
Provisions	154	154	231	199	125	124
Subordinated loan capital	2 476	2 500	2 501	2 534	2 545	2 556
Total liabilities	217 330	221 188	222 823	220 690	214 393	214 040
Minority interests						
Revaluation reserve						
Share capital	1 321	1 321	1 310	1 310	1 310	1 310
Other reserves and retained earnings	9 923	10 070	8 182	7 345	8 672	8 300
Total equity	11 244	11 391	9 492	8 656	9 982	9 610
Total liabilities and equity	228 574	232 579	232 315	229 346	224 375	223 650

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

2) In connection with the transition to new regulations for the life insurance industry as from 1 January 2008, an external appraisal was made of all buildings owned by Vital. The review was carried out during the third and fourth quarters of 2007. No new, complete external valuation was made in the first quarter of 2008. The values are set based on completed transactions, rent level trends and external brokers' valuations in connection with current sales processes.

Products and organisation

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

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

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

During 2006, it was decided to remove tax concessions on individual pension products. New and lower limits for tax incentive savings products have been set, and rules governing such products are being drawn up. Vital is preparing new products with tax incentives and will launch these as soon as the new rules have been approved.

New regulations were introduced for the life insurance industry as from 1 January 2008. The objectives behind the new Insurance Act are threefold: a clearer distinction between policyholders' funds and company funds, a clearer division of risk between policyholders and the company and more transparent pricing of life insurance products.

Main issues of the new regulations are:

- Policyholders' funds are separated from the company's funds.
- Individual products established before 1 January 2008 will be subject to the same profit sharing as earlier (maximum 35 per cent of the company's total risk result, administration result and interest result). Paid-up policies will be subject to modified profit sharing (maximum 20 per cent of the company's interest result).
- For corporate and municipal group pensions, all returns on capital in excess of the guaranteed rate of return are returned to the policyholders. The price of guaranteed rate of return and profits of risk business and operations are fixed in advance. Any risk premium is either returned in its entirety to the policyholders, or the company may retain 50 per cent of profits as allocations to the risk equalisation fund. New individual contracts are treated in the same way.
- The regulations entail no changes for risk products and products with investment choice.
- According to the new regulations, the company may offer group pension products with investment choice.

In the longer term, the new regulations will have a positive effect on company earnings and make it easier to adapt products to meet customer needs.

Cooperation with other group entities

- By taking advantage of the strength of the DnB NOR Group's total distribution network, Vital is well positioned to enjoy continued market growth.
- Vital's growth in the retail market is not least due to the business area's extensive distribution network, where other business areas in the Group play a principal role.
- In the first quarter of 2008, other business areas accounted for 47.0 per cent of the sales of Vital's products in the retail market, compared with 65.7 per cent in the corresponding period of 2007.

Employees

Vital gives priority to retaining and developing a high level of expertise within insurance products, management and other relevant areas of competence. At the end-March 2008, Vital had a staff of 865 full-time positions.

Balance sheets and capital adequacy according to NGAAP

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

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

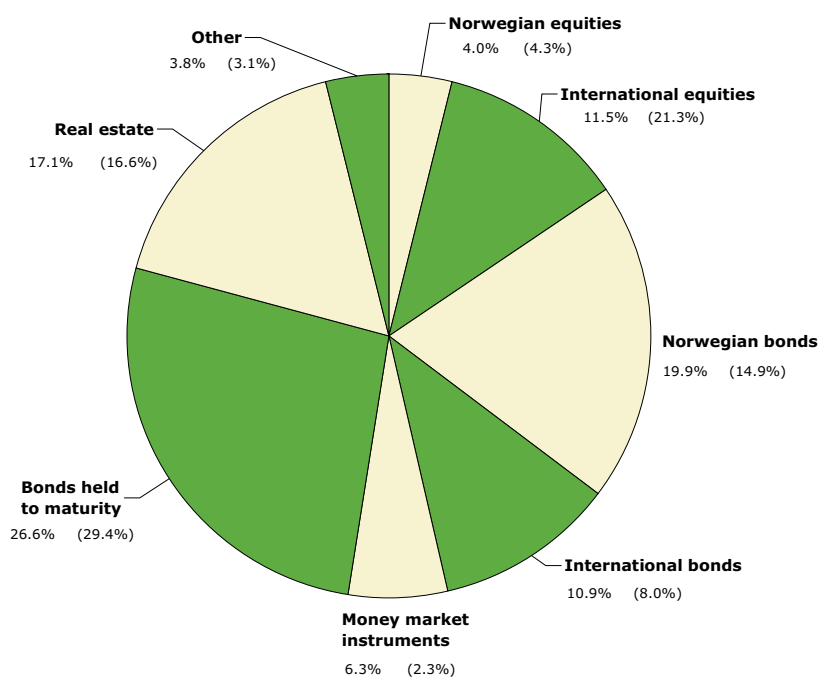
Balance sheets – NGAAP

<i>Amounts in NOK million</i>	31 March 2008	31 Dec. 2007	30 Sept. 2007	30 June 2007	31 March 2007	31 Dec. 2006
Financial assets - common portfolio						
Norwegian equities ¹⁾	10 244	12 842	15 080	15 721	13 708	13 005
International equities ²⁾	23 869	27 119	36 346	44 743	42 291	34 717
Norwegian bonds ³⁾	23 733	19 637	20 217	19 195	22 827	29 380
International bonds ⁴⁾	20 356	19 192	18 443	16 164	16 427	15 931
Financial derivatives	3 457					
Money market instruments ⁵⁾	21 137	34 390	24 842	19 309	18 230	18 169
Bonds held to maturity	51 914	58 238	58 801	61 750	58 526	60 825
Real estate	33 413	32 908	32 361	26 524	25 697	25 668
Assets related to products with a choice of investment profile	18 124	19 868	19 325	19 105	18 867	18 840
Assets in the corporate portfolio	13 752					
Other	7 351	6 212	6 256	6 214	6 875	5 856
Total assets	227 351	230 405	231 673	228 725	223 448	222 391
Equity	7 402	8 363	9 453	8 622	7 775	7 408
Subordinated loan capital	2 476	2 500	2 501	2 534	2 545	2 556
Securities adjustment reserve	0	3 342	5 278	7 884	5 580	7 032
Insurance provisions						
Premium reserve	176 426	167 717	177 490	170 149	170 729	167 403
Additional allocations	8 541	8 632	6 101	6 178	6 324	6 429
Premium fund and pension adjustment fund	5 409	5 447	5 103	6 393	6 250	6 436
Security reserve		4 691	222	220	221	205
Other reserves	1 224	1 796	647	629	611	592
Provisions in products with a choice of investment profile	18 124	19 868	19 325	19 105	18 867	18 840
Financial derivatives	1 461					
Other liabilities	6 286	8 049	5 553	7 012	4 547	5 491
Total equity and liabilities	227 351	230 405	231 673	228 725	223 448	222 391

Net exposure after adjustment for derivative contracts: ^{*)}

1) Norwegian equities	7 856	8 684	9 807	10 434	8 880	10 411
2) International equities	22 430	43 397	52 923	50 463	52 948	49 939
- of which investments in hedge funds	1 982	2 150	1 981	2 343	2 131	1 960
3) Norwegian bonds	38 919	29 535	20 216	19 194	22 784	29 380
4) International bonds	21 335	15 764	15 244	12 873	12 888	12 326
5) Money market instruments	12 315	15 734	16 666	22 097	15 891	9 146

^{*)} Refers to the common portfolio as from 1 January 2008.

Balance sheet structure as at 31 March 2008 for the common portfolio – NGAAP ^{1) 2)}

1) The figures represent net exposure after derivative contracts.

2) Comparable figures as at 1 January 2008 are shown in parentheses.

Changes in assets under management

Amounts in NOK million	Full year						
	1Q08	4Q07	3Q07	2Q07	1Q07	2007	2006
Assets under management at beginning of period	230 405	231 673	228 725	223 448	222 391	222 391	201 661
Premiums due	6 585	3 793	5 122	3 902	6 481	19 298	19 884
Net outflow of transfers	1 445	(2 421)	(410)	(480)	223	(3 088)	(2 831)
Surrenders	(3 076)	(1 888)	(3 144)	(6 252)	(4 671)	(15 955)	(2 811)
Claims paid	(2 397)	(2 188)	(2 210)	(2 005)	(2 389)	(8 792)	(7 939)
Net insurance operations	2 557	(2 705)	(641)	(4 835)	(356)	(8 537)	6 303
Net financial assets ^{*)}	(5 263)	3 064	6 814	7 334	2 719	19 931	17 588
Other ¹⁾	(349)	(1 628)	(3 224)	2 778	(1 306)	(3 380)	(3 161)
Changes in assets under management	(3 054)	(1 268)	2 948	5 277	1 057	8 014	20 730
Assets under management at end of period	227 351	230 405	231 673	228 725	223 448	230 405	222 391

^{*)} Of which property revaluations 0 344 5 573 783 262 6 962 1 443

1) Other includes changes in short-term debt, premium fund and cost for the period.

Solvency capital – NGAAP ^{1) 2)}

<i>Amounts in NOK million</i>	31 March 2008	31 Dec. 2007	30 Sept. 2007	30 June 2007	31 March 2007	31 Dec. 2006
Interim profit, accumulated	(1 621)	0	10 817	5 690	2 428	-
Securities adjustment reserve	0	3 342	5 278	7 884	5 580	7 032
Additional allocations	8 541	8 632	6 101	6 178	6 324	6 429
Security reserve	55	255	223	220	221	205
Equity	8 576	8 363	7 408	7 408	7 408	7 155
Subordinated loan capital and perpetual subordinated loan capital securities	2 476	2 500	2 501	2 534	2 545	2 461
Unrealised gains on long-term securities	(855)	(1 304)	(1 445)	(1 805)	(327)	222
Solvency capital	17 173	21 788	30 883	28 110	24 179	23 504
Buffer capital ³⁾	8 722	13 785	23 265	20 393	15 276	15 144

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

2) Operations from products with a choice of investment profile are included from 1 January 2007.

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

Capital adequacy and solvency margin capital – NGAAP ¹⁾

<i>Amounts in NOK million</i>	31 March 2008	31 Dec. 2007	30 Sept. 2007	30 June 2007	31 March 2007	31 Dec. 2006
Capital adequacy ²⁾						
Total eligible primary capital	10 449	10 531	10 161	9 499	9 503	9 240
Capital adequacy ratio (%)	9.7	9.7	8.9	8.6	8.9	9.8
Core capital	8 375	8 266	7 892	7 190	7 183	7 004
Core capital (%)	7.7	7.6	6.9	6.5	6.7	7.4
Risk-weighted assets	108 100	109 044	113 649	110 732	106 974	94 272
Solvency margin capital ³⁾						
Solvency margin capital	14 745	14 958	13 312	12 687	12 764	12 546
Solvency margin capital exceeding minimum requirement	6 798	7 448	5 391	5 008	5 064	4 898
Solvency margin capital in per cent of solvency margin capital requirement (%)	186	199	168	165	166	164

1) Operations from products with a choice of investment profile are included from 1 January 2007.

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

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

DnB NOR Asset Management

DnB NOR Asset Management provides mutual funds and discretionary portfolio management services to Norwegian and other Nordic corporate clients, the public sector, private pension funds and retail clients.

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

Financial performance

Amounts in NOK million	1Q08	4Q07	3Q07	2Q07	1Q07	Full year	
						2007	2006
Net interest income - ordinary operations	1	10	7	1	(1)	17	(4)
Interest on allocated capital ¹⁾	27	27	24	21	18	90	49
Net interest income	28	37	31	22	17	107	45
Net commission income							
- from retail customers	90	133	131	140	128	532	530
- from institutional clients	140	141	143	188	153	625	602
Other income	8	5	(2)	1	(6)	(1)	29
Total income	266	317	303	351	292	1 262	1 207
Operating expenses	182	184	224	201	182	791	718
Pre-tax operating profit before write-downs	84	132	79	150	110	471	489
Net gains on fixed and intangible assets	0	0	0	0	0	0	0
Pre-tax operating profit	84	132	79	150	110	471	489
Assets under management (NOK billion) ²⁾							
Institutional	463	478	476	484	484	478	489
- of which Vital ³⁾	171	176	176	178	178	176	177
Retail	53	63	64	65	61	63	60
Total	516	541	540	549	546	541	549
Key figures							
Cost/income ratio (%)	68.5	58.2	74.1	57.3	62.3	62.7	59.5
Return on capital, annualised (%) ¹⁾	13.5	20.5	12.0	23.9	18.6	18.7	22.1
RORAC, annualised (%)	29.0	48.7	26.7	58.8	43.7	44.5	51.2

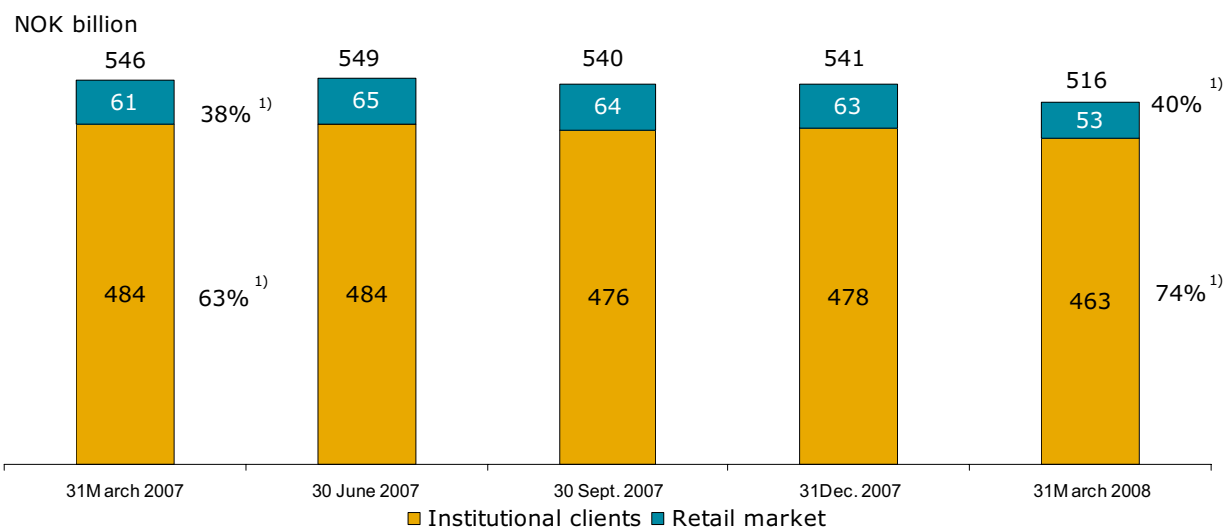
1) Calculated on the basis of recorded equity.

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

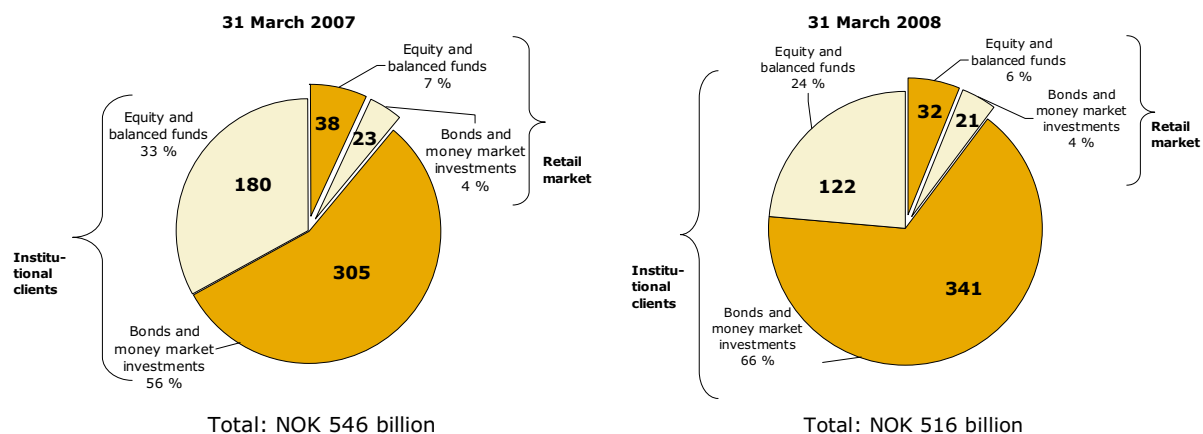
3) Managed on behalf of Vital Forsikring.

Comments to the financial performance in the first quarter of 2008

- Commission income decreased by NOK 51 million from the first quarter of 2007 to the first quarter of 2008. This was mainly due to a new distribution agreement with DnB NOR Bank and reduced assets under management.
- Operating expenses in the first quarter of 2008 were NOK 182 million, on the same level as in the first quarter of 2007.

Assets under management - distribution by market segment

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

Assets under management - distribution by investment type

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

Changes in assets under management - net inflow

Amounts in NOK million	1Q08 ¹⁾	4Q07	3Q07	2Q07	1Q07 ²⁾	Full year	
						2007 ²⁾	2006 ³⁾
Retail market	(3 600)	567	(510)	898	334	1 288	(6 471)
Institutional clients ⁴⁾	(3 463)	6 321	(898)	(9 220)	(1 322)	(5 118)	(48 357)
Total	(7 063)	6 888	(1 409)	(8 322)	(988)	(3 831)	(54 828)

1) Excluding dividends of NOK 2 700 million, of which NOK 872 million refers to retail and NOK 1 828 million to institutional clients.

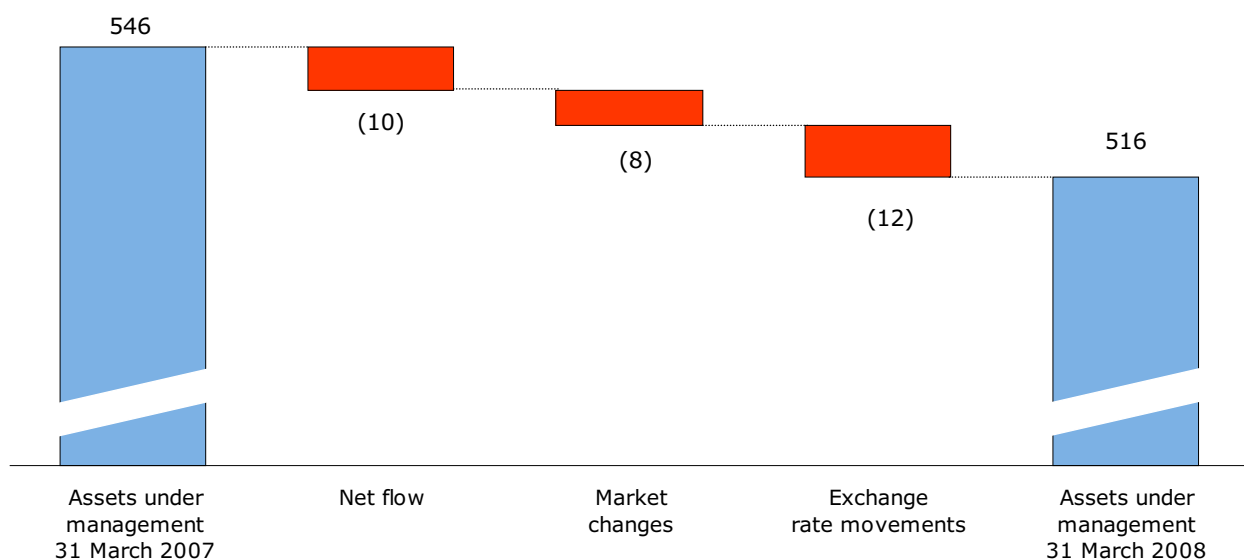
2) Excluding dividends of NOK 1 192 million, of which NOK 508 million refers to retail and NOK 684 million to institutional clients.

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

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

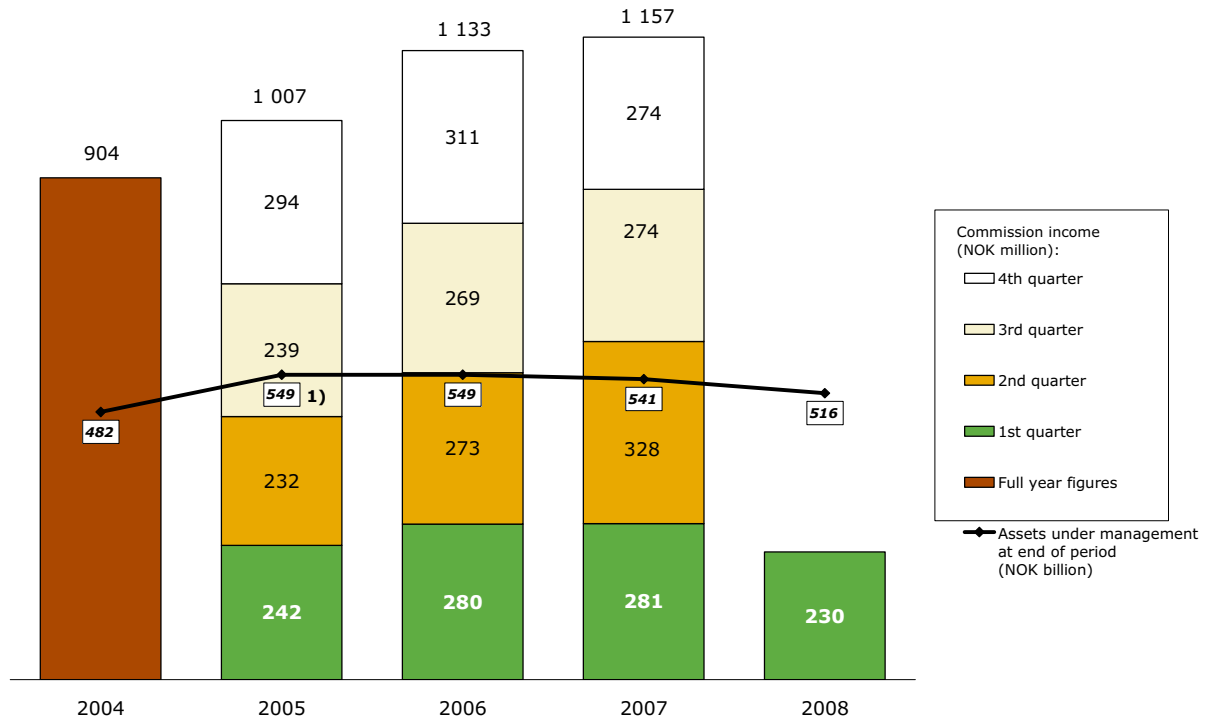
Changes in assets under management

NOK billion

**Comments to changes in assets under management as from 31 March 2007**

- Assets under management was reduced by NOK 29.7 billion or 5.4 per cent.
Net flow:
 - There was a net outflow of funds from institutional clients of NOK 7.3 billion or 1.5 per cent.
 - New institutional mandates were won in both Sweden and Norway.
 - There was a net outflow of funds from the retail market of NOK 2.6 billion or 4.3 per cent.
- Market changes:
 - Market developments led to a NOK 7.9 billion decrease in assets under management, representing 1.4 per cent measured in clients' base currencies.
 - During the last four quarters, Morgan Stanley's global equity index decreased by 3.3 per cent measured in USD and decreased by 19.4 per cent measured in NOK.
 - Prices on the stock exchange in Stockholm (OMX) decreased by 21.6 per cent and the stock exchange in Oslo (OSEBX) experienced an 10.7 per cent decrease in prices during the last four quarters.
- Exchange rate movements:
 - The appreciation of NOK against other currencies, especially SEK, reduced assets under management by NOK 11.9 billion.

Development in commission income and assets under management



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

Investment returns on assets under management

- Healthy returns on assets under management.
- Returns on a number of major client portfolios and funds outperformed relevant benchmarks, including Vital Forsikring's total portfolio, as well as Norwegian equity and bond investments and major Swedish equity portfolios.
- Fund managers' specialisation has led to strong performance for several funds (percentage point return in excess of benchmark in parentheses):
 - DnB NOR Nordic Technology (6.6)
 - DnB NOR Grønt Norden (3.6)
 - DnB NOR Navigator (1.6)

Clients/markets

- DnB NOR Asset Management serves the Norwegian and Swedish savings markets, offering domestic and international asset management services.
- Brand names:
 - DnB NOR Kapitalforvaltning in the Norwegian institutional and retail markets
 - DnB NOR Asset Management and Carlson in the Swedish institutional and retail markets.
- A leading position in the institutional market in both Norway and Sweden with 289 institutional clients. The largest clients are Skandia Liv and Vital.
- The number of mutual fund clients in Norway was more than 629 000 at the end of March 2008. The number of active savings schemes reached more than 349 000. Mutual fund packages, the 'Spar Smart' concept, alone included more than 60 500 savings schemes.
- Market shares:
 - DnB NOR Kapitalforvaltning (retail mutual funds in Norway) 38.4 per cent ¹⁾
 - Carlson Fonder (total mutual funds in Sweden) ≈ 1.2 per cent
 - Institutional market in Norway > 28 per cent
 - Institutional market in Sweden > 20 per cent

1) Source: Norwegian Mutual Fund Association.

Retail: Fund capital and market shares in Norway

	31 March 2008		31 December 2007		31 December 2006	
	Fund capital	Market share	Fund capital	Market share	Fund capital	Market share
<i>Amounts in NOK million and per cent</i>						
Equity funds	19 994	27.3	24 527	27.8	24 690	26.9
Balanced funds	7 490	70.4	8 915	71.9	9 298	74.9
Fixed-income funds	20 241	49.9	21 431	52.4	20 541	54.1
Total mutual funds	47 725	38.4	54 873	38.7	54 529	38.3

Source: Norwegian Mutual Fund Association

Products and services

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

Organisation

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

Retail clients in Norway

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

Retail clients in Sweden

- Local distributors.

Institutional markets in Sweden and Norway

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

Employees

- 301 full-time positions at the end of the quarter.

Cooperation with other group entities

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

DnB NORD

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

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

Financial performance

Amounts in NOK million	1Q08	4Q07	3Q07	2Q07	1Q07	Full year	
						2007	2006
Net interest income - ordinary operations	329	311	281	303	206	1 101	689
Interest on allocated capital (BIS) ¹⁾	53	48	41	35	31	154	68
Net interest income	382	359	321	338	237	1 255	757
Net other operating income	149	206	136	185	105	631	310
Total income	531	565	457	523	341	1 886	1 067
Operating expenses	365	406	330	354	220	1 310	728
Pre-tax operating profit before write-downs	167	159	127	169	121	576	339
Net gains on fixed and intangible assets	6	2	5	5	2	14	9
Write-downs on loans and guarantees	32	48	37	26	11	121	74
Pre-tax operating profit	140	113	96	148	112	469	274
Net lending to customers (NOK billion) ²⁾	62.6	56.6	51.5	47.0	38.9	49.5	30.7
Deposits from customers (NOK billion) ²⁾	21.3	20.8	19.6	19.2	13.0	19.5	11.0
Cost/income ratio (%)	68.7	71.9	72.2	67.7	33.4	69.5	68.2
Ratio of deposits to lending (%)	34.1	36.6	38.1	40.9	33.3	39.4	35.9
Return on capital BIS, annualised (%)	9.5	8.8	8.4	13.9	11.9	10.6	10.5
RORAC, annualised (%)	8.8	8.0	8.1	13.4	11.6	10.1	9.9

1) Interest on allocated capital is calculated according to internal DnB NOR capital allocation rules. "Net interest income - ordinary operations" does not include interest on equity.

2) Average balances. Based on nominal values.

Comments to the financial performance in the first quarter of 2008

- Pre-tax operating profit before write-downs was NOK 167 million, up 37.4 per cent from the first quarter of 2007.
- Total income increased by 55.6 per cent to NOK 531 million.
- Operating expenses increased by NOK 145 million to NOK 365 million partly due to increase in the number of employees and to the integration of BISE Bank in Poland.
- Cost/income ratio was 68.7 per cent in the first quarter of 2008 compared to 64.5 per cent in the first quarter of 2007.
- The development in the first quarter of 2008 was influenced by increasing funding costs, reduced growth and increased write-downs on loans.
- Return on calculated BIS capital was 9.5 per cent, lower than in the first quarter of 2007, but higher than the last two quarters in 2007.
- Strong growth in lending volumes in the Baltics and Poland. Average lending increased by NOK 23.7 billion or 60.9 per cent from the first quarter of 2007. Deposits increased by NOK 8.3 billion or 64.2 per cent from the first quarter of 2007.

Net interest income ¹⁾

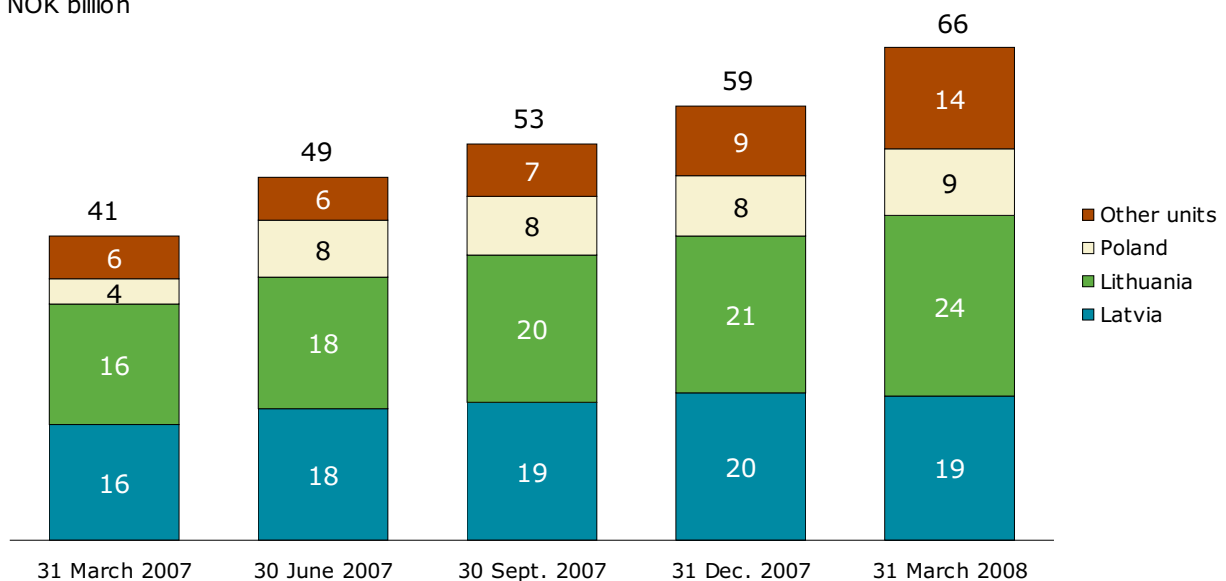
Amounts in NOK million	Volume			Spreads in per cent			Net interest income		
	1Q08	4Q07	1Q07	1Q08	4Q07	1Q07	1Q08	4Q07	1Q07
Lending ²⁾	61 866	55 456	38 213	1.21	1.30	1.34	186	181	127
Deposits ²⁾	20 205	19 847	12 871	2.43	3.00	2.20	122	150	70
Allocated capital and non-interest bearing items	2 346	1 636	1 803	4.49	4.72	3.82	51	19	17
Other							24	9	23
Total net interest income							382	359	237

1) BISE Bank was included in the accounts as from the second quarter of 2007. To ensure that the development in spreads is correctly depicted, loans and deposits in BISE Bank and related interest income have been divided between the first and second quarter of 2007. The effect of the distribution has been reversed under "Other" and explains the changes in net interest income on this line.

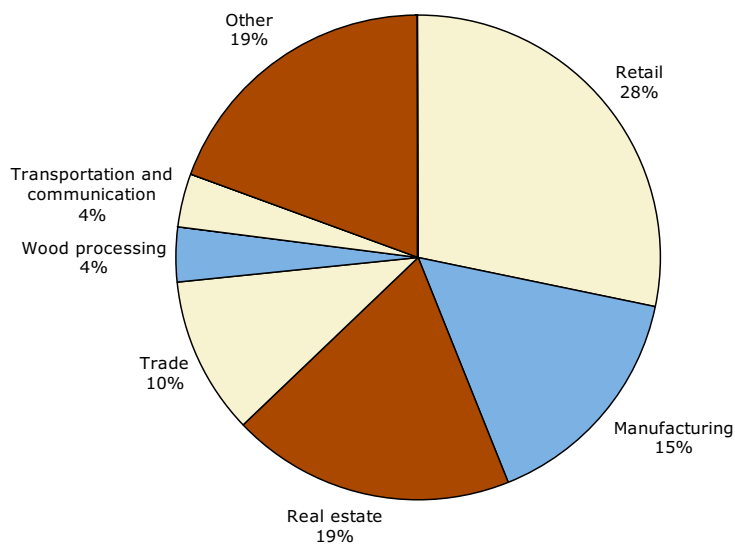
2) Based on nominal values excluding lending to and deposits from credit institutions and impaired loans.

Development in lending volumes

NOK billion



Lending growth is still high compared to one year earlier, but in the first quarter of 2008 the growth was slowing down.

Exposure at default according to customer sector ¹⁾

1) Distribution as at 31 March 2008

Organisation and market

- DnB NORD serves more than 770 000 retail and corporate clients through 173 branches and offices in six countries: Denmark, Finland, Estonia, Latvia, Lithuania and Poland.
- DnB NORD employed 3 329 full-time positions at the end of the first quarter of 2008.
- At year-end 2007 DnB NORD was the third largest bank in Lithuania, number four in Latvia and number 24 in Poland, measured by total assets.
- Over the last several years, the Baltic region has experienced strong economic growth and development. DnB NORD expects continued growth in this area, but particularly in Latvia the growth expectations are more subdued.

Section 4

The Norwegian economy

Basic information

Area	385 199 square kilometres
Population	4.7 million
Fertility rate	1.9
Life expectancy	M: 78.1 F: 82.7
Work participation rate, per cent 16 – 74 years	72.8 (M: 76.0 F:69.5)
Gross domestic product 2007	USD 390.6 billion
GDP per capita 2007	USD 82.400
Rating	AAA, Aaa
Currency exchange rate used	5.86 USD/NOK (average 2007)
Current balance 2007	USD 66.7 billion or 17.0 per cent of GDP

Source: Statistics Norway

Key macro-economic indicators

Per cent	2006	2007	F 2008	F 2009	F 2010
GDP growth					
- Norway, total	2.5	3.5	2.6	1.7	2.0
- Mainland Norway	4.8	6.0	3.3	2.0	2.5
Private consumption	4.7	6.4	3.0	2.2	2.5
Gross fixed investment	7.3	9.6	5.3	0.4	2.2
Inflation (CPI)	2.3	0.8	3.0	2.5	2.6
Savings ratio ¹⁾	0.1	(1.2)	(1.2)	(0.4)	0.5
Unemployment rate	3.5	2.6	2.6	3.0	3.3
Current account ²⁾	17.3	16.3	16.5	17.0	17.3
Net foreign assets ²⁾	61.8	65.4	88.7		
General government budget balance ^{2) 3)}	18.1	17.3	15.0		

1) Per cent of disposable income.

2) Per cent of GDP

3) Source: Ministry of Finance

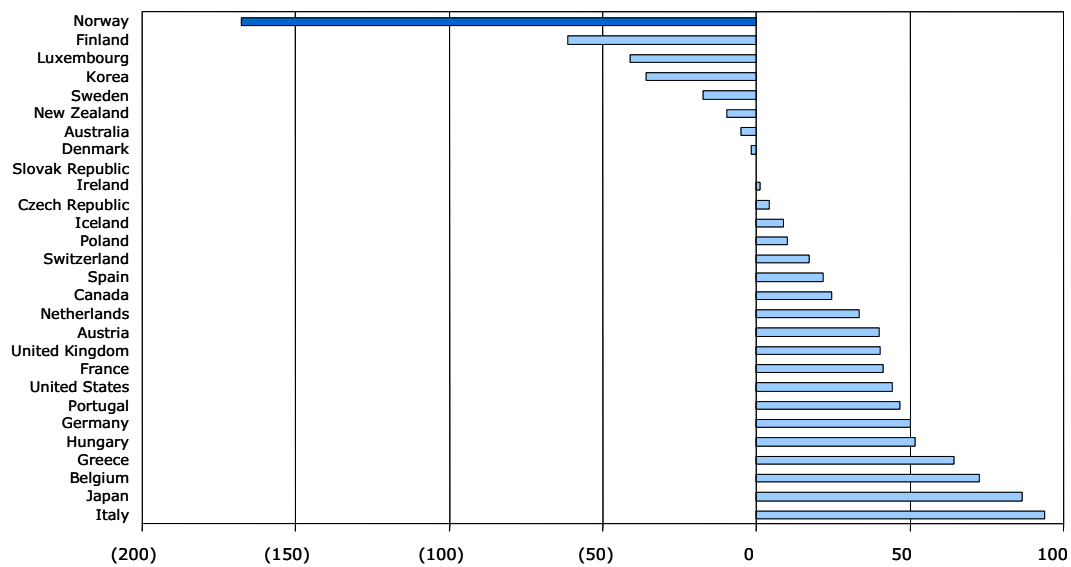
Contribution to volume growth in GDP mainland Norway

Per cent	2006	2007	F 2008	F 2009	F 2010
Household demand	3.0	4.0	1.6	1.0	1.4
Gross fixed capital formation, mainland companies	0.7	1.2	0.6	(0.1)	0.2
Gross fixed capital formation, petroleum activity	(0.5)	1.4	(0.3)	0.5	0.1
Public sector demand	1.2	1.0	0.9	0.9	0.8
Exports, mainland Norway	2.4	2.1	1.5	0.5	0.9
Imports, mainland Norway	(2.8)	(2.9)	(1.6)	(0.9)	(1.0)
Changes in stocks and statistical discrepancies	0.9	(0.9)	0.5	(0.0)	(0.0)
GDP, mainland Norway	4.8	6.0	3.3	2.0	2.5

Source: Statistics Norway and DnB NOR Markets

Government net financial liabilities

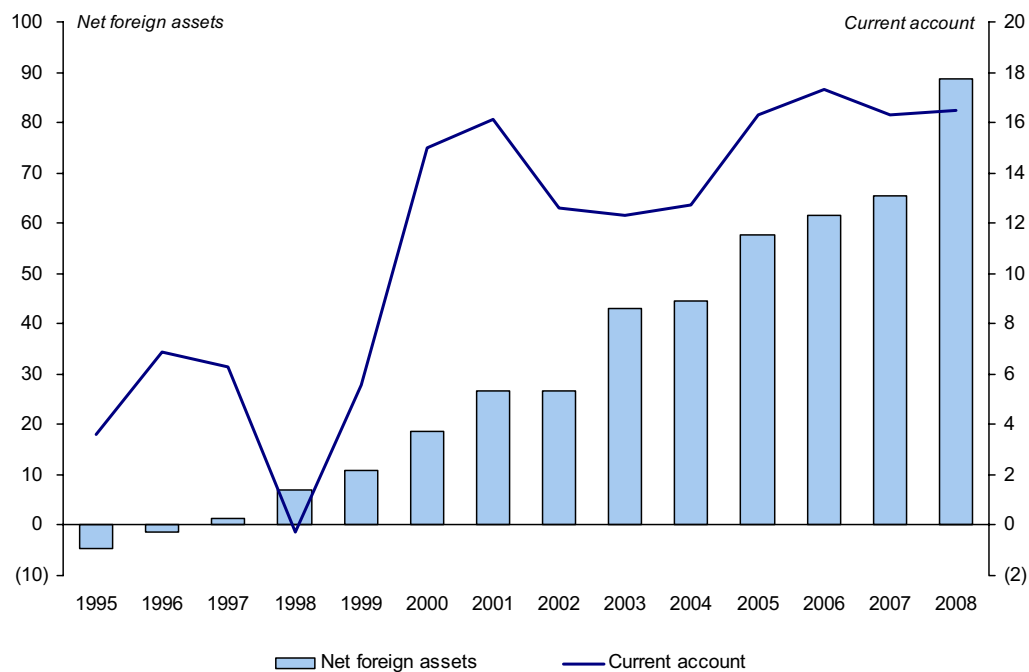
(Per cent of GDP)



Source: OECD Economic Outlook No. 81, May 2007

Current account and net foreign assets (incl. private sector) ¹⁾

(Per cent of GDP)

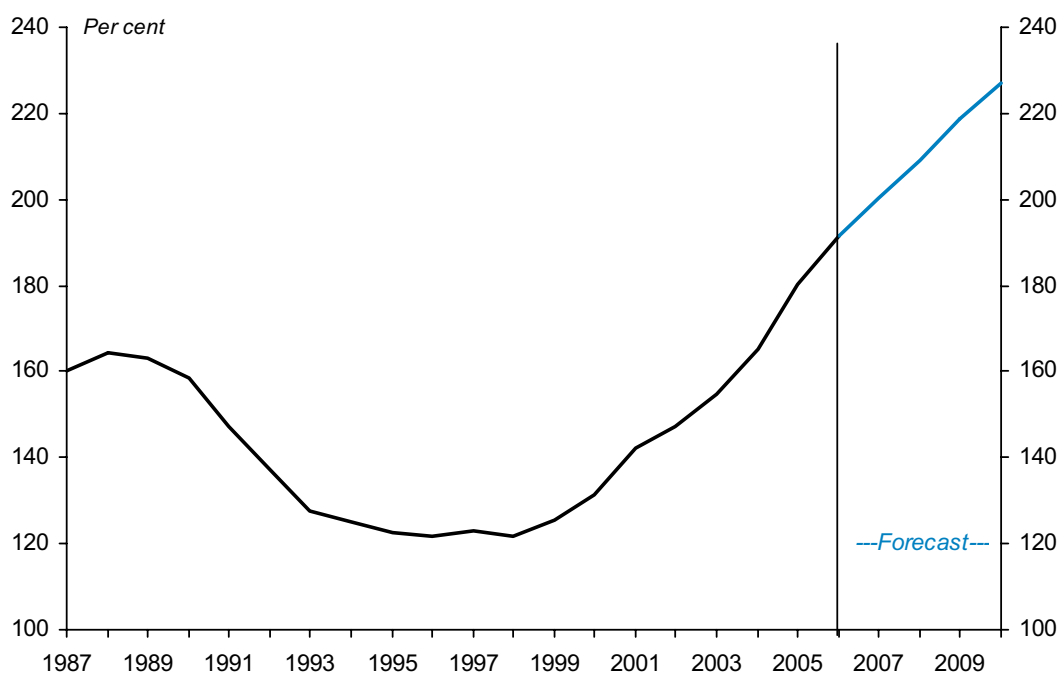


Source: Ministry of Finance, Statistics Norway and DnB NOR

1) The projections are based on an assumed oil price of NOK 424 per barrel in 2007 and NOK 494 per barrel in 2008. The oil price in December 2006 was NOK 389 per barrel and in December 2007 NOK 501 per barrel.

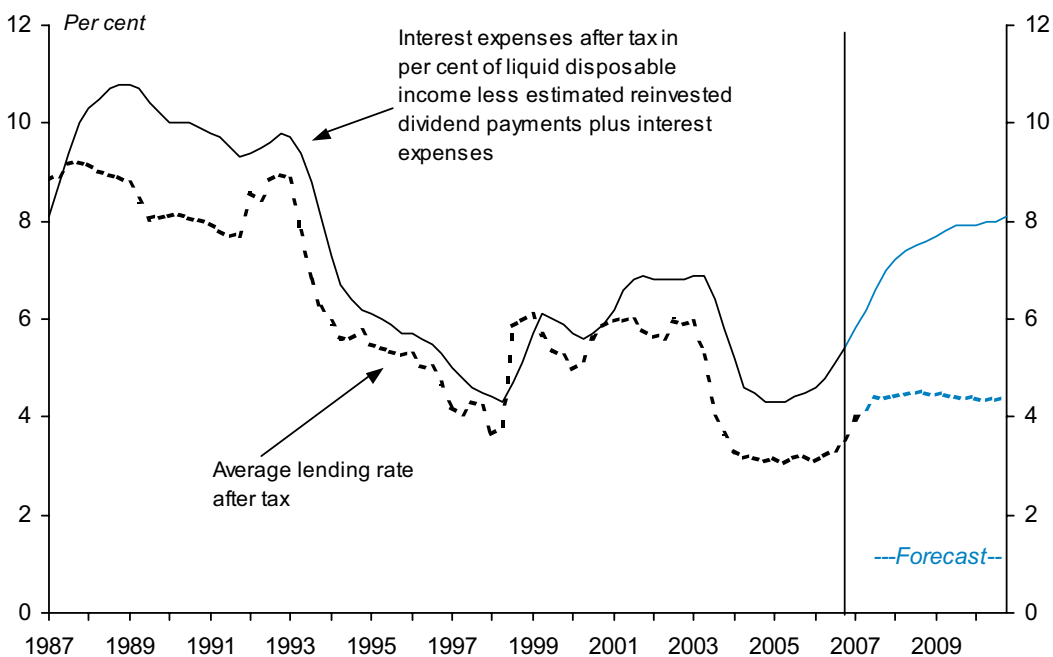
Household debt burden

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



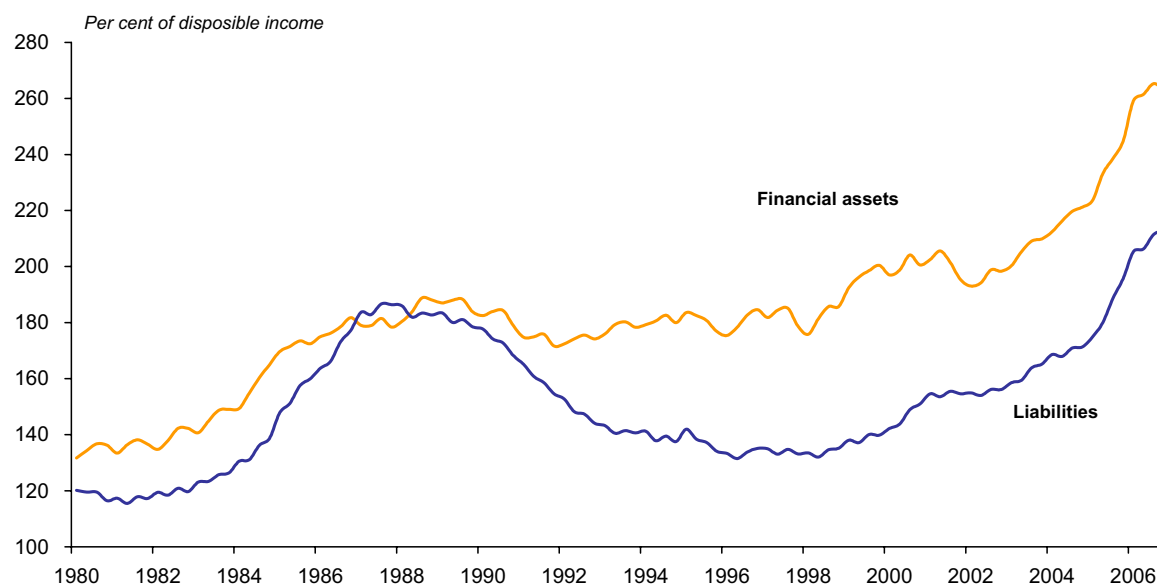
Source: Norges Bank

Household interest burden



Source: Norges Bank

Household financial assets and liabilities



Source: EcoWin

Financial market growth

Percentage change from previous year	31 Dec. 2005	31 Dec. 2006	31 Dec. 2007	29 Feb. 2008
Credit ¹⁾				
Total	14.7	13.7	15.4	15.6 ⁴⁾
- of which commercial and savings banks	18.2	17.6	13.2	13.7
- of which commercial and savings banks, mortgage institutions and finance companies	15.6	16.5	15.4	15.7
Total retail market	13.7	13.9	11.6	11.4
Total corporate market	15.5	13.5	18.3	18.7 ⁴⁾
Savings				
Total ²⁾	15.1	16.2	12.2	12.2 ⁵⁾
- of which commercial and savings banks	9.9	18.3	14.1	11.7
Total retail market ²⁾	18.2	8.1	3.9	3.9 ⁵⁾
Total corporate market ³⁾	13.3	23.9	18.6	18.6 ⁵⁾

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

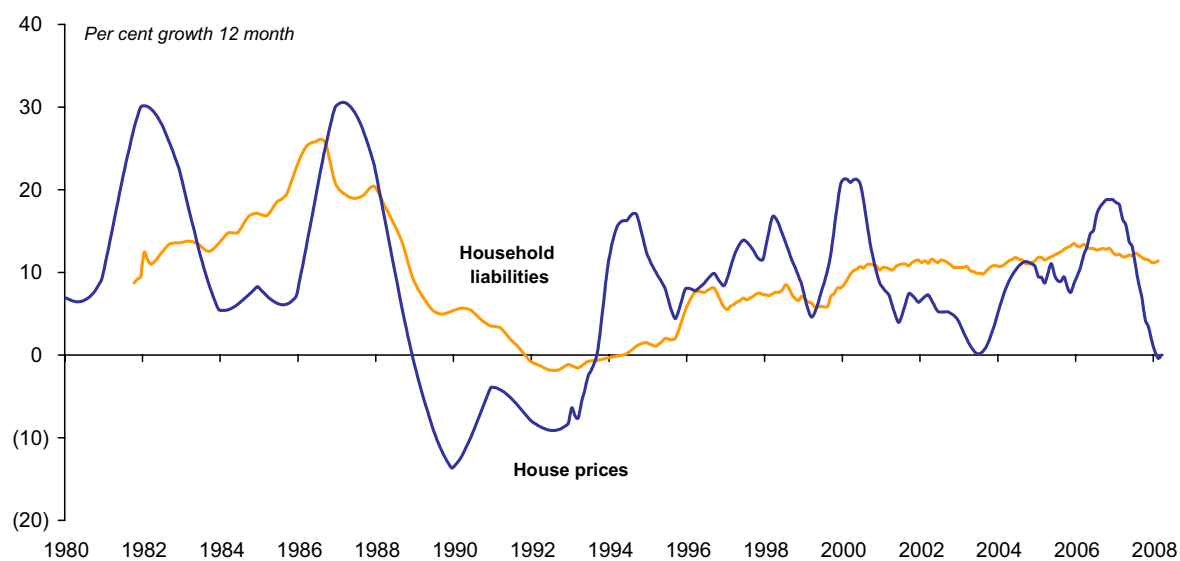
2) Deposits in commercial and savings banks, participation in mutual funds, funds for insurance commitments, equity-linked bonds.

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

4) As at 31 January 2008.

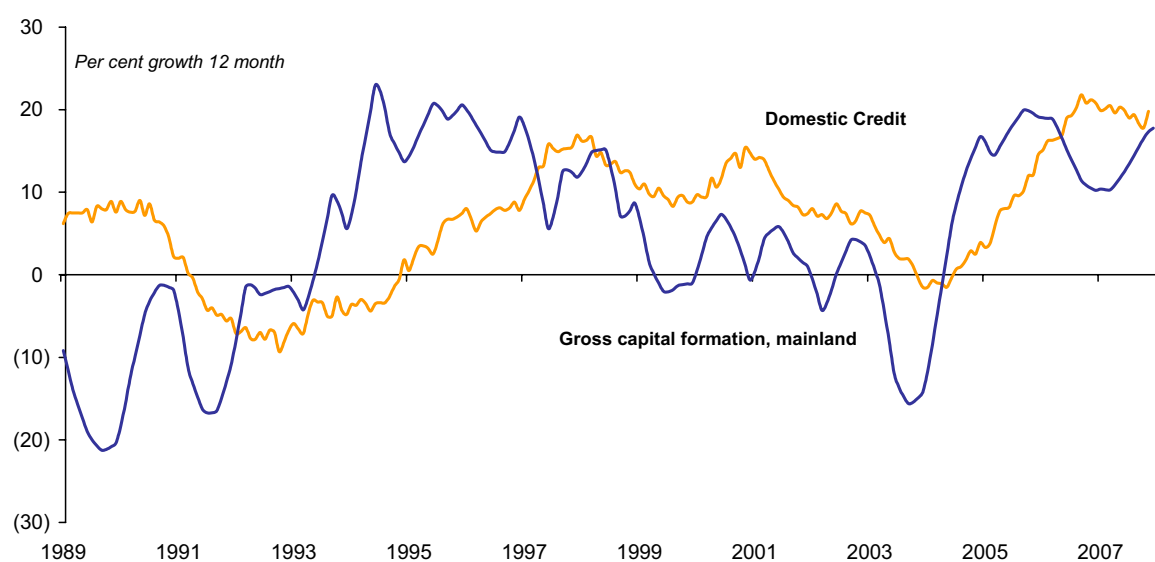
5) As at 31 December 2007.

House prices and household liabilities



Source: Statistics Norway and Norges Bank

Corporates: domestic credit and gross capital formation, mainland



Source: Statistics Norway and Norges Bank

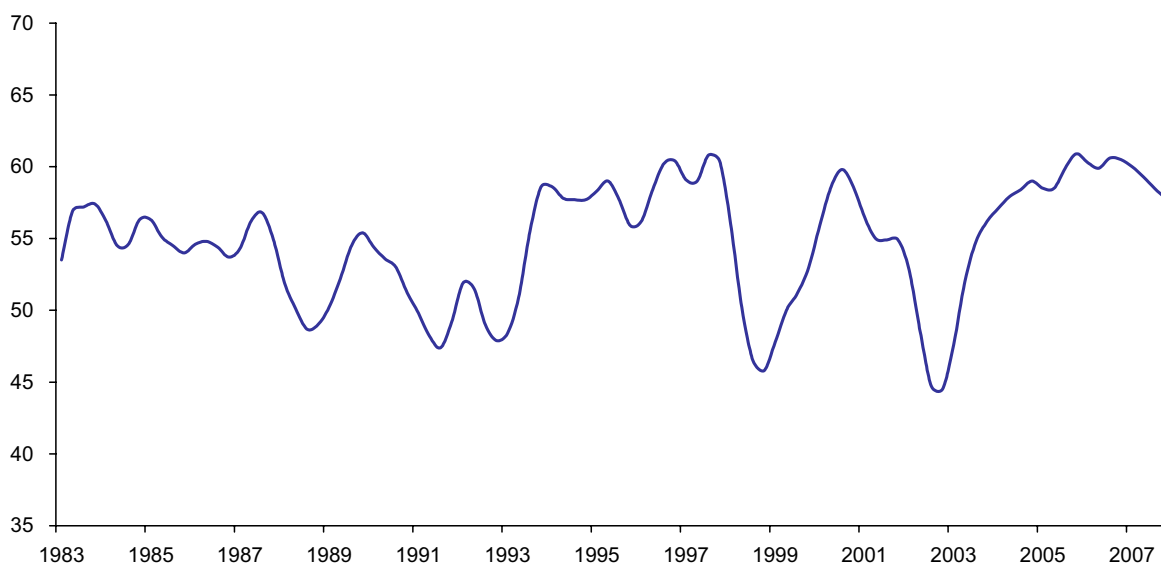
The relationship between expected earnings and net interest-bearing debt ¹⁾



Source: Norges Bank

1) OBX-enterprises, including oil/gas and banking/insurance.

Business surveys, manufacturing sector (general judgement of outlooks for next quarter, trend)



Source: EcoWin

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

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