

Q4

INVESTOR RELATIONS

SUPPLEMENTARY INFORMATION 2009

for investors and analysts (preliminary and unaudited)

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Financial Calendar 2010

Preliminary results 2009	11 February
Annual general meeting	27 April
Ex-dividend date	28 April
First quarter	29 April
Second quarter	09 July
Third quarter	28 October

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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

Fourth quarter 2009

- Pre-tax operating profits before write-downs were NOK 4.1 billion (5.2)
- Profit for the period was NOK 1.7 billion (1.6)
- Profit after minority interests was 2.1 billion (2.0)
- Earnings per share NOK 1.58 (1.52)
- Return on equity was 10.1 per cent (10.7)
- Cost/income ratio, excluding impairment losses for goodwill, was 49.3 cent (42.2)
- The core capital ratio was 9.3 per cent (6.7)

Full year 2009

- Pre-tax operating profits before write-downs were NOK 18.7 billion (15.6)
- Profit for the period was NOK 7.0 billion (8.9)
- Profit after minority interests was 8.6 billion (9.2)
- Earnings per share NOK 6.43 (6.91)
- Return on equity was 10.6 per cent (12.4)
- Cost/income ratio, excluding impairment losses for goodwill, was 48.3 cent (51.4)
- The proposed dividend per share is NOK 1.75 (0)

Comparable figures for 2008 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 December 2009

NOK	2 076 billion
NOK	1 823 billion
NOK	1 115 billion
NOK	591 billion
NOK	102 billion

Life and Asset Management

• Total assets under management of which:	NOK	486 billion
- total assets under management (external clients)	NOK	235 billion
- mutual funds	NOK	66 billion
- discretionary management	NOK	169 billion
- total assets under operations (external clients)	NOK	19 billion
- total assets in Vital	NOK	232 billion
- financial assets, customers bearing the risk	NOK	21 billion

Customer base

- Serving 2.3 million private individuals throughout Norway, of whom 1.6 million use one of the Group's Internet banks and 1.2 million use the Internet in active communication (e-dialogue customers)
- More than 200 000 corporate customers in Norway
- Some 1 000 000 individuals insured in Norway
- Approximately 580 000 mutual fund customers in Norway and 268 institutional asset management clients in Norway and Sweden

Market shares

See Section 3 for market shares.

Distribution network

- 163 domestic DnB NOR branches
- 16 Nordlandsbanken branches
- 9 international branches
- 4 international representative offices
- 39 Postbanken sales outlets
- 163 DnB NORD branches
- 9 DnB NOR Monchebank branches
- DnB NOR Luxembourg (subsidiary)
- Internet banking
- Mobile bank and SMS services
- Telephone banking
- Online equities trading in 16 markets
- Online mutual fund trading
- About 210 post office counters ¹⁾
- About 1 200 in-store postal outlets ¹⁾
- About 1 800 rural postmen ¹⁾
- About 900 in-store banking outlets ²⁾
- 89 DnB NOR Eiendom sales offices
- 28 Postbanken Eiendom sales offices
- 213 Svensk Fastighetsförmedling sales offices
- 14 Vital sales offices
- 57 Vital agent companies

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

2) Provided by NorgesGruppen.

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	Aa3	P-1	A+	A-1	AA	R-1 (high)

DnB NOR's strategy

The escalating financial market turmoil through 2008 and 2009 had a profound impact on the macroeconomic assumptions underlying DnB NOR's growth strategy for the period 2008-2010, presented in the autumn of 2007. Nevertheless, the Group's long-term ambitions remain unchanged, though they have been toned down somewhat in the short term, not least internationally.

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

Strategy

The Group will give priority to ensuring the quality of operations and reducing the level of write-downs in consequence of the ongoing international recession. Still, there will be scope for a high level of activity within certain product and market areas, especially in the retail market and among small and medium-sized enterprises. Parallel to this, high priority will be given to implementing the streamlining measures defined in the Group's cost programme.

Growth in home market

DnB NOR will build and develop long-term relations with financially sound customers. In-depth knowledge of customers' commitments, an effective distribution system and increased cross sales in Norway will be priority areas to strengthen the Group's market position.

- organisational change for optimal customer relationship management and further growth in the home market
 - improve and coordinate services to retail customers and small and medium-sized businesses
 - strengthen the Group's position in the private banking segment

Cost efficiency in Norway

Cost efficiency will be given high priority. Important initiatives include:

- reduce number of suppliers and clearly define policies for procurement across the Group
- streamline staff and support functions
- establish a coordinated, lean marketing organisation for the entire Group
- realise synergies through one group IT organisation
- reorganise operational processes

International growth

Previously communicated ambitions regarding international growth in defined industries and close geographic areas will continue to be part of the Group's long-term strategy. In the short-term, however, the international growth ambitions will be toned down.

DnB NOR will give priority to selected industries built on core competencies:

- shipping
- energy
- seafood

Financial targets

DnB NOR gives priority to long-term value creation for shareholders and seeks to achieve a return on equity and share price increases that are competitive relative to the Group's Nordic peers. This goal has been reflected in financial target figures for the Group.

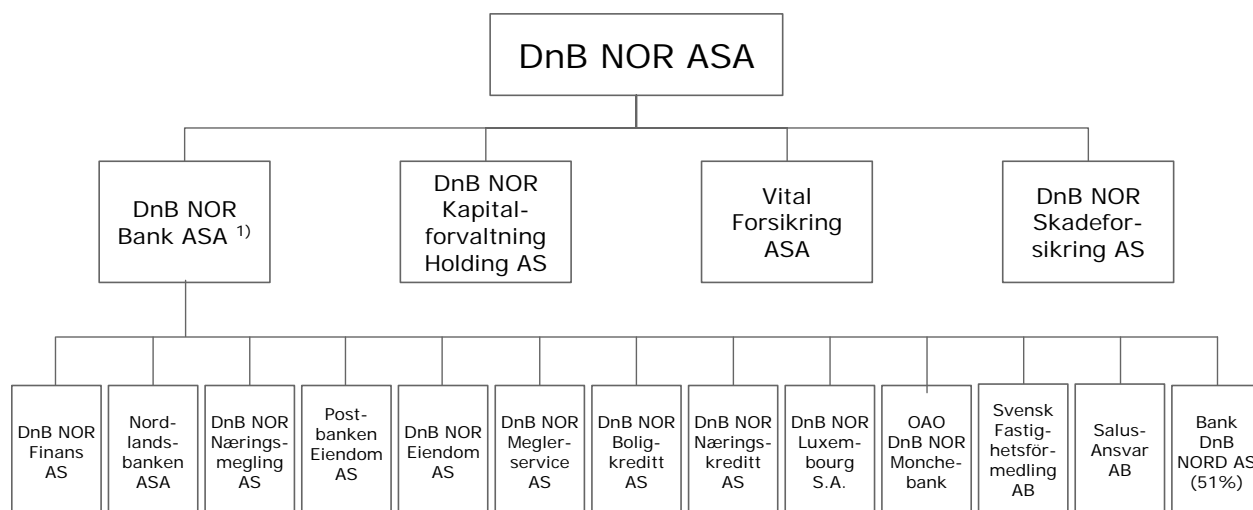
The Group is maintaining the goal to achieve pre-tax operating profits before write-downs of NOK 20 billion in 2010. However, macroeconomic developments have made this target more challenging to reach. Write-downs on loans in 2010 are expected to be on level with 2009. Other updated financial targets will be presented at the Capital Markets Day event on 18 March 2010.

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 and its subsidiaries. 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. DnB NOR Skadeforsikring AS offers non-life insurance products as part of a total product package for retail customers and small and medium-sized companies. From 1 January 2009 non-life insurance has been offered by DnB NOR Skadeforsikring, and the insurance policies have been transferred from Vital Skade in accordance with policy-renewals during 2009. Vital Skade was merged into DnB NOR Skadeforsikring in December 2009.

The chart below shows the legal structure of the DnB NOR Group.

DnB NOR Group - legal structure at end-December 2009



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

Group business structure

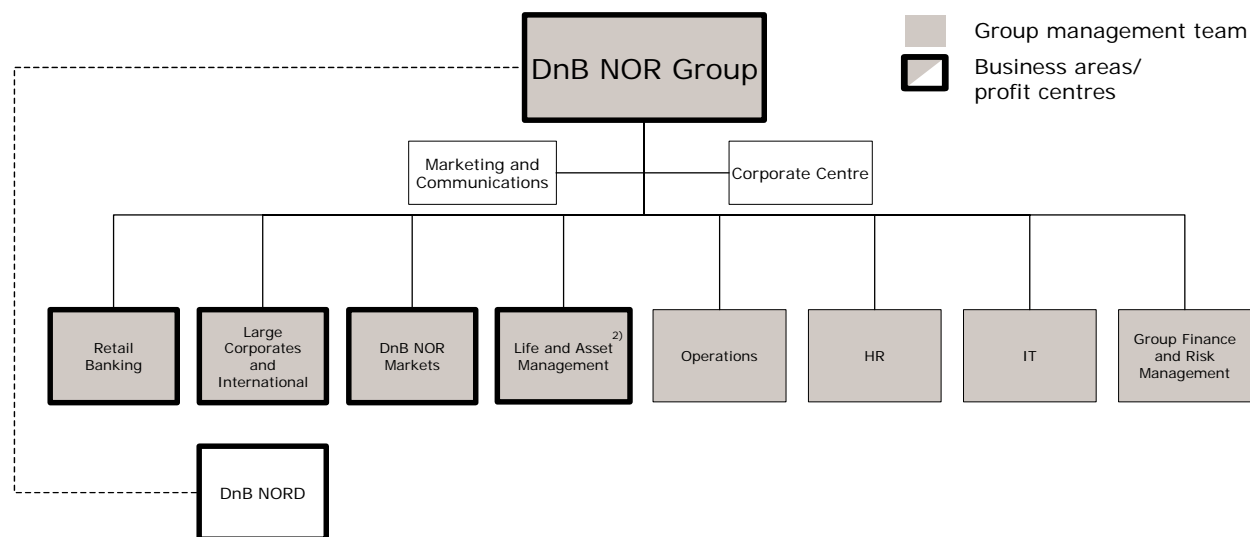
With effect from 1 July 2009 the organisational structure was changed. The Group's operations in the Norwegian regional network in the former business area Retail Banking and in the regional divisions Coast and East in former Corporate Banking and Payment Services have been merged into one business area, Retail Banking. The reorganisation will enable the Group to utilise its wide range of products and services and expert skills in an optimal manner by coordinating activities in local markets and thus strengthen relations to customers in all Norwegian market segments. The reorganisation will also make it possible to capitalise on the size of the Group by coordinating and streamlining operations. The large corporate customers will be served by the new business area, Large Corporates and International. The business area will concentrate on large corporates and further reinforce sound industry expertise. The other business areas remain unchanged.

The activities in DnB NOR are thus organised in the business areas Retail Banking, Large Corporates and International, 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 NORD is regarded as a separate profit centre.

Operational tasks and group services are carried out by the Group's staff and support units, which provide infrastructure and cost efficient services to the 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 within the business area relevant to the company's primary operations.

DnB NOR Group - organisation chart at end-December 2009 ¹⁾



1) Reporting structure.

2) Renamed Insurance and Asset Management as from February 2010. The new business area comprises the activities of the former Life and Asset Management as well as the non-life insurance company DnB NOR Skadeforsikring.

Equity-related data

Key figures

	2009	2008	2007	2006	2005 ¹⁾
Number of shares at end of period (1 000)	1 628 799	1 332 654	1 332 654	1 334 089	1 336 875
Average number of shares (1 000)	1 335 838	1 332 654	1 333 402	1 335 449	1 334 474
Earnings per share (NOK)	6.43	6.91	11.08	8.74	7.59
Return on equity, annualised (%)	10.6	12.4	22.0	19.5	18.8
RARORAC (%) ²⁾	17.2	13.6	21.6	22.0	24.1
RORAC (%) ³⁾	12.6	15.3	31.9	28.4	30.9
Share price at end of period (NOK)	62.75	27.00	83.00	88.50	72.00
Diluted share price at end of period, adjusted for rights issue (NOK)	62.75	25.64	78.82	84.04	68.37
Price/earnings ratio ⁴⁾	9.85	3.91	7.49	10.13	9.49
Price/book value ⁵⁾	1.20	0.47	1.51	1.84	1.68
Dividend per share (NOK)	1.75	0.00	4.50	4.00	3.50
Dividend yield (%)	2.79	0.00	5.42	4.52	4.86
Equity per share including allocated dividend at end of period (NOK)	52.34	57.83	55.01	48.13	42.94

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.

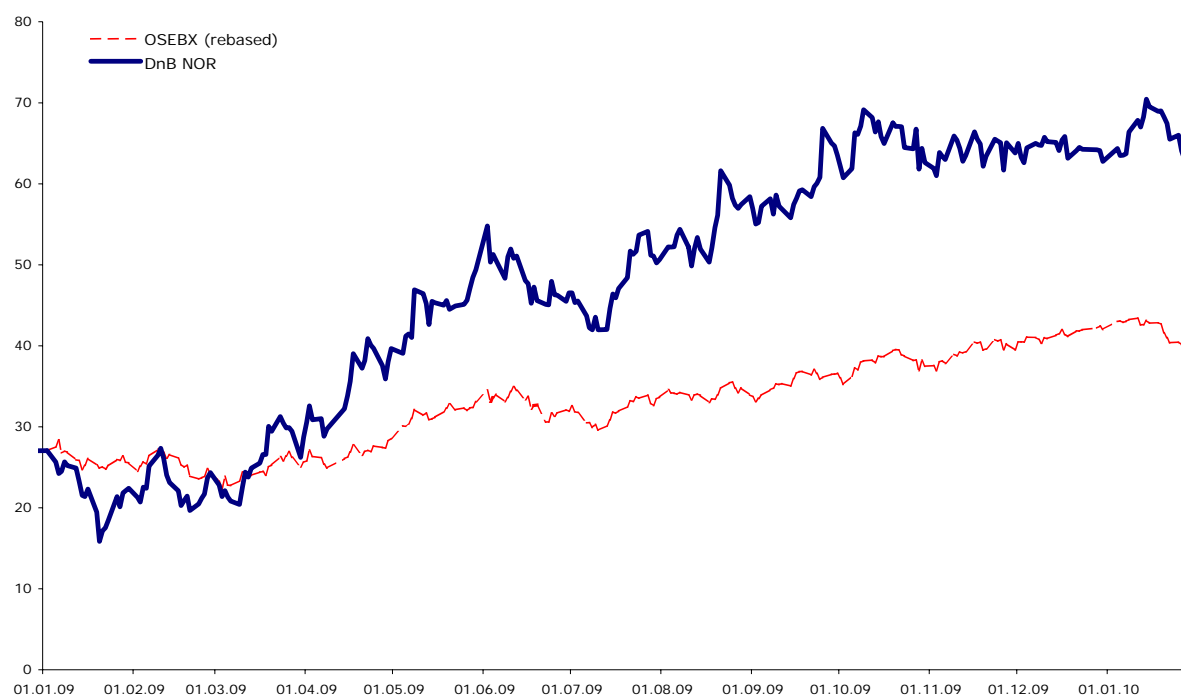
2) RARORAC (Risk-Adjusted Return On Risk-Adjusted Capital) is defined as risk-adjusted profits relative to the risk-adjusted capital requirement. Risk-adjusted profits indicate the level of profits in a normalised situation.

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

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

5) Closing price at end of period relative to recorded equity at end of period.

Share price development – 1 January 2009 to 29 January 2010



Rights issue

In the fourth quarter of 2009, DnB NOR completed an equity issue of NOK 14 billion. Existing shareholders were given preferential subscription rights and were granted two new shares for every nine shares held. The subscription price was NOK 47.30 per share, and a total of 99.4 per cent of the subscription rights were used. A total of 296 million new shares were offered, and the issue was oversubscribed by 40 per cent.

The capital increase was implemented to strengthen capital to a level which is certain to meet future requirements from the regulatory authorities. Strong emphasis was also placed on ensuring that DnB NOR will have the required capital strength to proactively meet its customers' needs and the financial flexibility to implement the Group's strategy. A swift return to normalised dividend payments was also an important consideration.

DnB NOR has more than 40 000 shareholders. Extensive efforts were made to reach all of these through road shows, brochures and advertisements, text messages via mobile phones and telephone calls. A total of 23 000 shareholders were contacted in person. It was thus gratifying to note that so many shareholders used their subscription rights and that the ownership interests of existing shareholders were safeguarded.

The final step in the rights issue was the payment of the new equity in late December 2009.

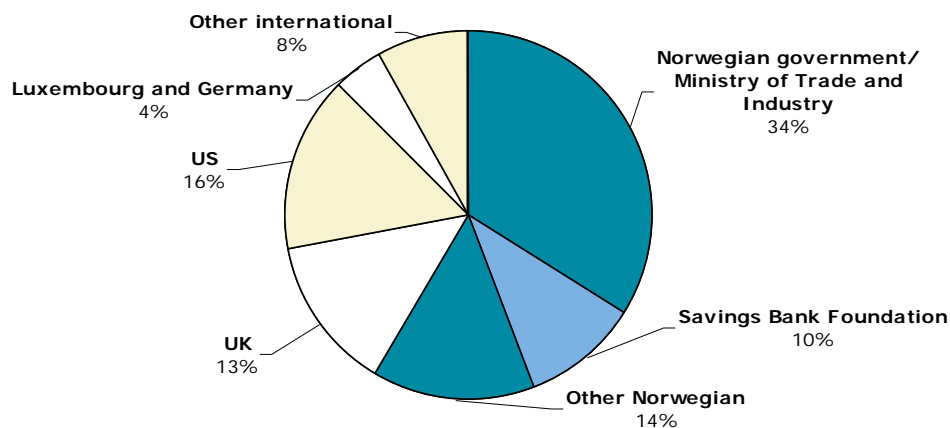
Consequently, the Group's share capital now totals NOK 16 288 million divided into 1 628 798 861 shares with a nominal value of NOK 10. At year-end 2009, the Group had total recorded equity of NOK 101 billion and a market capitalisation of NOK 102 billion.

Shareholder structure as at 31 December 2009

Major shareholders

	Shares in 1 000	Ownership in %
Norwegian Government/Ministry of Trade and Industry	553 792	34.00
Sparebankstiftelsen DnB NOR (Savings Bank Foundation)	163 369	10.03
Folketrygdfondet	62 512	3.84
Capital Research/Capital International	40 831	2.51
Fidelity Investments	36 532	2.24
Jupiter Asset Management	31 682	1.95
People's Bank of China	18 649	1.14
DnB NOR Funds	16 853	1.03
Blackrock Investments	15 305	0.94
Nordea Funds	14 251	0.87
Standard Life	13 575	0.83
State of New Jersey Com Pension Fund	12 611	0.77
Schroder Investment Managment	9 721	0.60
Vanguard	9 441	0.58
L&G Legal and General	7 756	0.48
Storebrand Funds	7 569	0.46
Deutsche Bank/DWS	7 438	0.46
Bessemer	7 041	0.43
DFA Dimentional Fund Advisors	7 019	0.43
State Street Global Advisors	6 639	0.41
Total largest shareholders	1 042 585	64.01
Other	586 214	35.99
Total	1 628 799	100.00

Ownership according to investor category



Norwegian investors: 58 per cent. International investors: 42 per cent.

Accounting principles etc.

Accounting principles

The fourth quarter accounts 2009 have been prepared according to IAS 34 Interim Financial Reporting. A description of the accounting principles applied by the Group is found in the annual report for 2008. The annual and interim accounts are prepared according to IFRS principles as approved by the EU. The Group's accounting principles and calculation methods are essentially the same as those used in the annual report for 2008. New or amended standards which have an impact on the accounts of the DnB NOR Group as from 1 January 2009 are described below.

IFRS 7 – Financial Instruments: Disclosures

Financial instruments recorded at fair value should be grouped in three levels according to the type of information used in the valuation: quoted prices, observable market data from active markets and factors other than observable market data. If financial instruments are measured using a valuation method based on factors other than observable market data, extended disclosure requirements apply. In line with the transitional rules, no corresponding data has been given for the comparison period. Amendments to IFRS 7 also require additional disclosures about liquidity risk. The new requirements apply with effect from the 2009 annual accounts.

IAS 1 – Presentation of Financial Statements (revised)

The Group has applied the revised IAS 1 with effect from 1 January 2009. According to the revised standard, the statement of changes in equity shall only show details on transactions with owners. Other transactions which were previously recognised in equity should be included in comprehensive income for the period.

Important accounting estimates and discretionary assessments

When preparing the consolidated accounts, management makes estimates and discretionary assessments and prepares assumptions that influence the effect of the accounting principles applied and thus the recorded values of assets and liabilities, income and expenses. A more detailed account of important estimates and assumptions is presented in note 2 Important accounting estimates and discretionary assessments in the annual report for 2008.

Fair value of margin-based loans

When calculating the fair value of margin-based loans in Norwegian kroner, the registered portfolio margin is measured against an estimated margin requirement at the end of the period. The difference between the estimated margin requirement and the registered margin represents a change in fair value, which is calculated by discounting the estimated margin loss. The discount period represents the expected time to the repricing of the portfolio. With effect from the first quarter of 2009, the margin requirement is calculated based on the bank's product profitability system. The margin requirement represents the bank's actual marginal funding costs, estimated operating expenses and risk costs (normalised losses and the cost of capital) based on the Group's total risk model.

Estimated impairment of goodwill

Goodwill is subject to impairment testing on an annual basis or if there are indications of impairment. Assessments are based on the value in use of the cash-generating units. The value in use represents the sum total of the estimated present value of anticipated cash flows for the plan period and projected cash flows after the plan period. Cash flows are estimated during the plan period, which in most cases is three years, and are based on budgets and plans approved by management. Budgets and plans must be realistic in view of historical results in the unit. Beyond the plan period, projections are based on the general expected economic growth rate, provided that there are no strong arguments for a different growth rate. In the medium term, up until 2019, the annual growth rate has been stipulated at 5 per cent, which corresponds to the expected long-term nominal GDP growth rate. An annual growth rate of 2.5 per cent has been estimated after 2019, which corresponds to the expected long-term inflation rate.

The results of the impairment tests depend on estimated required rates of return. The discount rate is based on an assessment of the market's required rate of return for the type of activity performed in the cash-generating unit. This required rate of return reflects the risk of operations.

Fair value of PE-funds in Vital

When determining the fair value of Private Equity, PE, funds, the industry's recognised guidelines for PE valuations are used. The industry standard has been prepared by the European Private Equity & Venture Capital Association, EVCA. The method is considered to represent the best basis for the best estimate of fair values for investments in not very liquid equity instruments. On the balance sheet date, the Group will normally not have access to valuations of PE funds as at 31 December 2009. Valuations in the consolidated accounts are thus based on valuations received for previous periods, adjusted for time lags in the reporting from the funds. The time lags are assessed based on a weighted index consisting of stock market parameters, using MSCI World as reference index, along with parameters for anticipated long-term returns on PE investments. If developments in the weighted quarterly index are within a determined reliability interval, the portfolio value is adjusted by the parameter for anticipated long-term returns. If developments in the weighted quarterly index fall outside the reliability interval, a full valuation must be made relative to the weighted index. The method has been tested on historical data and is considered to have good prediction ability.

Norwegian government's stimulus package

The interest rate paid by the banks in the swap scheme with Norges Bank is determined through auctions. In the opinion of DnB NOR, the market price of Treasury bills in the latest auctions have been influenced by factors and limitations which are specific to the various auction participants. In order to assess the fair value of the Group's existing funding through the swap scheme with Norges Bank, it is necessary to calculate the anticipated long-term yield on Treasury bills. The Group has thus made an assessment of the normal spread between the Treasury bill yield and NIBOR, based on developments in the interest rate market, which has been used when estimating the value of the funding as at 31 December 2009.

DnB NORD – evaluation of shareholder agreement

The shareholder agreement in DnB NORD entitles the parties to require an evaluation of the joint venture. In December 2009, the Board of Directors of DnB NOR decided to initiate the evaluation period of the shareholder agreement with effect from 31 January 2010. During the evaluation period, DnB NOR will consider the ownership structure, including the option to acquire NORD/LB's ownership interest in DnB NORD. In accordance with the shareholder agreement, the evaluation period will end on 31 July 2010. If DnB NOR does not avail itself of the right to acquire NORD/LB's ownership interest in DnB NORD, NORD/LB will be entitled to transfer its ownership interest in DnB NORD to DnB NOR or to take over the ownership interest of DnB NOR. The initiation of the evaluation period is not considered to be an absolute signal of an ultimate take-over of DnB NORD, as various outcomes of the process are possible. The accounting treatment of DnB NORD will be subject to ongoing assessment throughout the evaluation period.

Section 2

Financial results DnB NOR Group

Financial results

Income statement – condensed ¹⁾

Amounts in NOK million						Full year	
	4Q09	3Q09	2Q09	1Q09	4Q08	2009	2008
Net interest income	5 606	5 740	5 654	5 633	6 179	22 633	21 910
Net other operating income	3 160	3 951	2 694	5 190	4 615	14 994	12 438
Total ordinary operating expenses	4 319	4 548	4 600	4 714	4 559	18 180	17 662
Impairment losses for goodwill	338	100	291	0	1 058	730	1 058
Pre-tax operating profit before write-downs	4 109	5 043	3 457	6 109	5 176	18 717	15 627
Net gains on fixed and intangible assets	19	(4)	7	4	5	26	52
Write-downs on loans and guarantees	1 517	2 277	2 318	1 598	2 314	7 710	3 509
Pre-tax operating profit	2 610	2 762	1 146	4 514	2 868	11 032	12 170
Taxes	1 001	1 002	503	1 580	1 240	4 086	3 252
Profit from operations and non-current assets held for sale, after taxes	80	0	0	0	0	80	0
Profit for the period	1 689	1 760	643	2 934	1 629	7 026	8 918
Profit attributable to shareholders	2 122	2 167	1 200	3 095	2 030	8 585	9 211
Profit attributable to minority interests	(433)	(408)	(558)	(161)	(402)	(1 559)	(293)

1) For a more detailed income statement, see page 45.

Fair value of credit margins on own debt and other special IFRS effects and non-recurring items

Amounts in NOK million						Full year	
	4Q09	3Q09	2Q09	1Q09	4Q08	2009	2008
Net other operating income	61	(140)	(1 093)	941	1 632	(230)	489
Impairment losses for goodwill	338	100	291	0	1 058	730	1 058
Pre-tax operating profit before write-downs	(277)	(240)	(1 384)	941	574	(960)	(570)

Balance sheet – condensed ¹⁾

Amounts in NOK billion	31 Dec. 2009	30 Sept. 2009	30 June 2009	31 March 2009	31 Dec. 2008	31 Dec. 2007
Cash and lending to/deposits with credit institutions	94.2	100.2	122.3	134.2	110.9	74.2
Lending to customers	1 114.9	1 132.8	1 164.3	1 173.5	1 191.6	970.5
Commercial paper and bonds	405.2	402.3	325.7	275.4	280.7	220.8
Shareholdings	60.7	51.0	40.3	38.9	39.4	66.6
Fixed and intangible assets	46.8	47.6	45.8	45.6	46.6	44.5
Financial assets, customers bearing the risk	21.3	20.0	18.0	16.4	16.5	19.9
Other assets	80.3	95.0	99.0	125.1	146.0	77.5
Total assets	1 823.5	1 849.0	1 815.4	1 809.2	1 831.7	1 473.9
Loans and deposits from credit institutions	302.7	297.1	233.7	230.3	178.8	144.2
Deposits from customers	590.7	594.5	611.4	595.2	597.2	538.2
Debt securities issued	493.7	520.9	527.0	548.9	606.2	371.8
Insurance liabilities, customers bearing the risk	21.3	20.0	18.0	16.4	16.5	19.9
Liabilities to life insurance policyholders	193.6	191.4	189.0	188.0	184.8	191.6
Other liabilities and provisions	81.0	98.9	107.6	104.4	121.7	99.1
Primary capital	140.5	126.2	128.6	126.1	126.5	109.2
Total liabilities and equity	1 823.5	1 849.0	1 815.4	1 809.2	1 831.7	1 473.9

1) For a more detailed balance sheet, see page 45.

Financial highlights

	4Q09	3Q09	2Q09	1Q09	4Q08	Full year	
						2009	2008
Cost/income ratio (%) ¹⁾	49.3	46.9	55.1	43.6	42.2	48.3	51.4
Return on equity, annualised (%)	10.1	10.6	6.0	15.8	10.7	10.6	12.4
Earnings per share (NOK)	1.58	1.63	0.90	2.32	1.52	6.43	6.91
Total combined assets at end of period (NOK billion)	2 076	2 094	2 104	2 092	2 141	2 076	2 141
Core capital ratio at end of period (%) ²⁾	9.3	7.6	7.3	7.0	6.7	9.3	6.7

1) Excluding impairment losses for goodwill.

2) Including 50 per cent of profit for the year, except for year-end figures.

Norwegian and international units

Norwegian units

Per cent

	4Q09	3Q09	4Q08
Share of group income	82.3	82.9	83.0
Cost/income ratio	46.0	44.9	39.9
Share of net Group lending to customers	80.58	79.12	75.70
Non-performing and impaired commitments relative to total commitments	0.98	1.03	0.73
Write-down ratio ¹⁾	38.78	40.54	37.21
Individual write-downs in basis points, annualised	0.13	0.29	0.25

International units excl. DnB NORD

Per cent

	4Q09	3Q09	4Q08
Share of group income	11.4	11.6	9.9
Cost/income ratio ²⁾	59.6	45.0	53.4
Share of net Group lending to customers	13.36	13.99	16.05
Non-performing and impaired commitments relative to total commitments	1.45	1.81	0.74
Write-down ratio ¹⁾	48.03	23.62	31.54
Individual write-downs in basis points, annualised	0.45	0.25	0.54

DnB NORD

Per cent

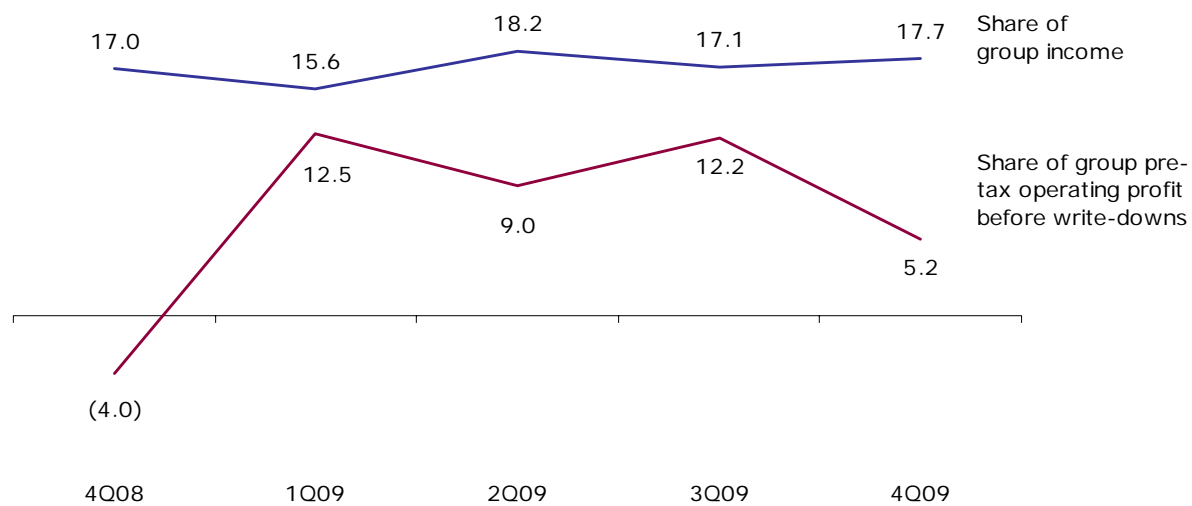
	4Q09	3Q09	4Q08
Share of group income	6.3	5.5	7.1
Cost/income ratio ²⁾	72.9	82.0	53.7
Share of net Group lending to customers	6.06	6.89	8.26
Non-performing and impaired commitments relative to total commitments	11.80	8.81	3.92
Write-down ratio ¹⁾	38.78	38.78	37.93
Individual write-downs in basis points, annualised	4.04	4.63	4.14

1) Write-down ratio includes individual and collective write-downs as a percentage of gross non-performing and impaired commitments subject to individual write-downs.

2) Excluding impairment losses for goodwill.

International units ¹⁾

Per cent



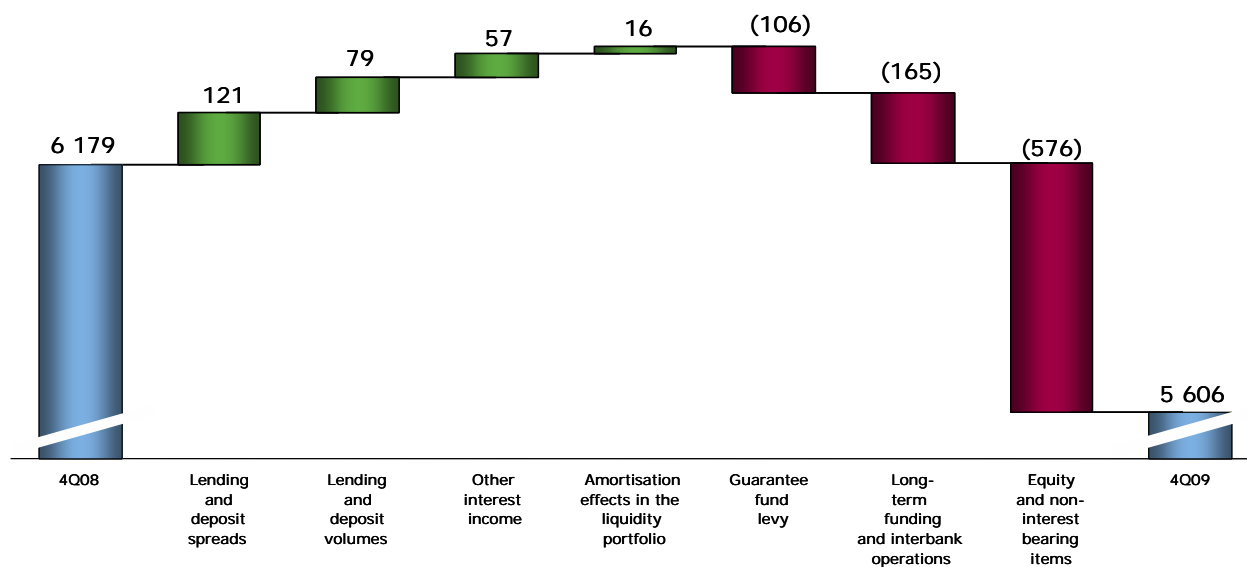
1) Units outside Norway.

Net interest income

Changes in net interest income

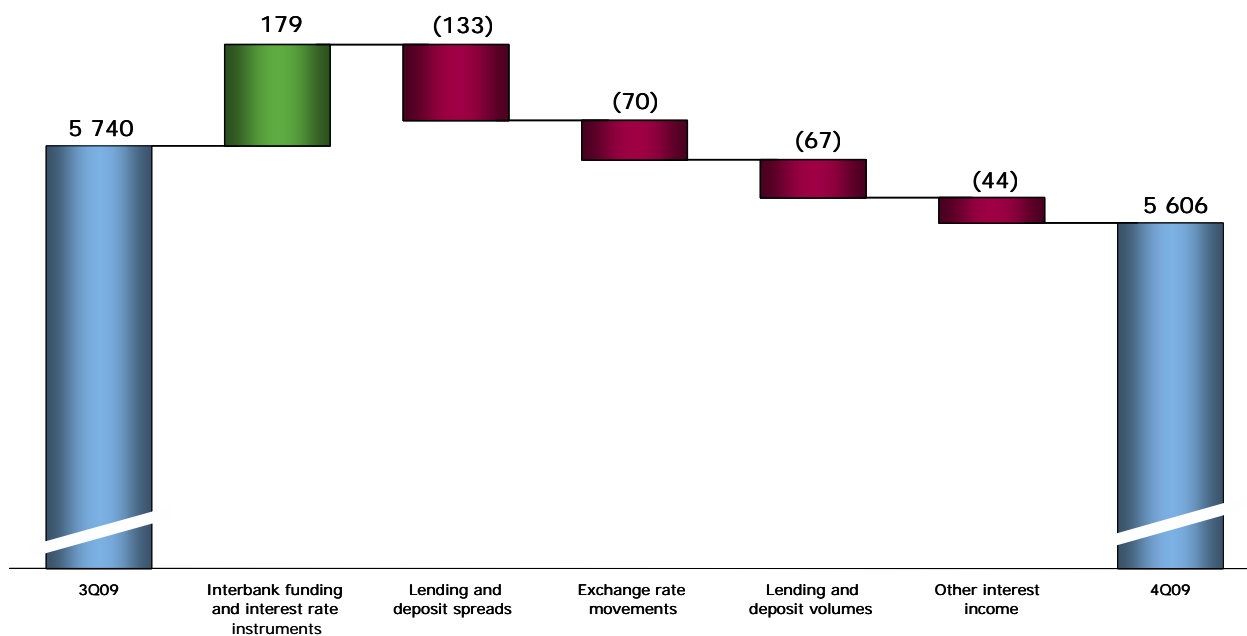
NOK million

From 4th quarter 2008 to 4th quarter 2009



NOK million

From 3rd quarter 2009 to 4th quarter 2009



Changes in net interest income

<i>Amounts in NOK million</i>	2009	Change	2008
Net interest income	22 633	723	21 910
Lending and deposit spreads		1 856	
Lending and deposit volumes		943	
Exchange rate movements		569	
Equity and non-interest bearing items		(1 940)	
Long term funding		(853)	
Guarantee fund levy		(430)	
Interbank funding and interest rate instruments		(206)	
Amortisation in the liquidity portfolio		397	
Other interest items		387	

Net interest income ¹⁾

<i>Amounts in NOK million</i>	Average volumes			Spreads in per cent			Net interest income ²⁾		
	4Q09	3Q09	4Q08	4Q09	3Q09	4Q08	4Q09	3Q09	4Q08
Lending	1 111 916	1 138 898	1 142 318	1.61	1.63	1.34	4 523	4 689	3 849
Deposits	600 364	613 145	587 052	0.23	0.29	0.68	351	455	1 004
Equity and non-interest bearing items	69 880	66 639	61 236	2.00	2.00	6.01	352	336	926
Other							379	261	401
Total net interest income							5 606	5 740	6 179

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>	4Q09	3Q09	2Q09	1Q09	4Q08	Full year	
						2009	2008
Lending:							
Retail Banking ^{*)}	1.80	1.85	1.85	1.86	1.51	1.83	1.01
Large Corporates and International	1.32	1.38	1.24	1.19	1.05	1.28	0.97
DnB NORD	1.06	1.12	0.90	1.00	1.06	1.02	1.14
Total	1.61	1.63	1.60	1.58	1.34	1.61	1.01

Deposits:							
Retail Banking	0.30	0.30	0.28	0.29	0.81	0.27	1.39
Large Corporates and International	0.12	0.14	0.16	0.17	0.20	0.15	0.28
DnB NORD	1.57	1.94	2.26	2.37	2.98	2.04	2.58
Total	0.23	0.29	0.30	0.33	0.68	0.29	1.08

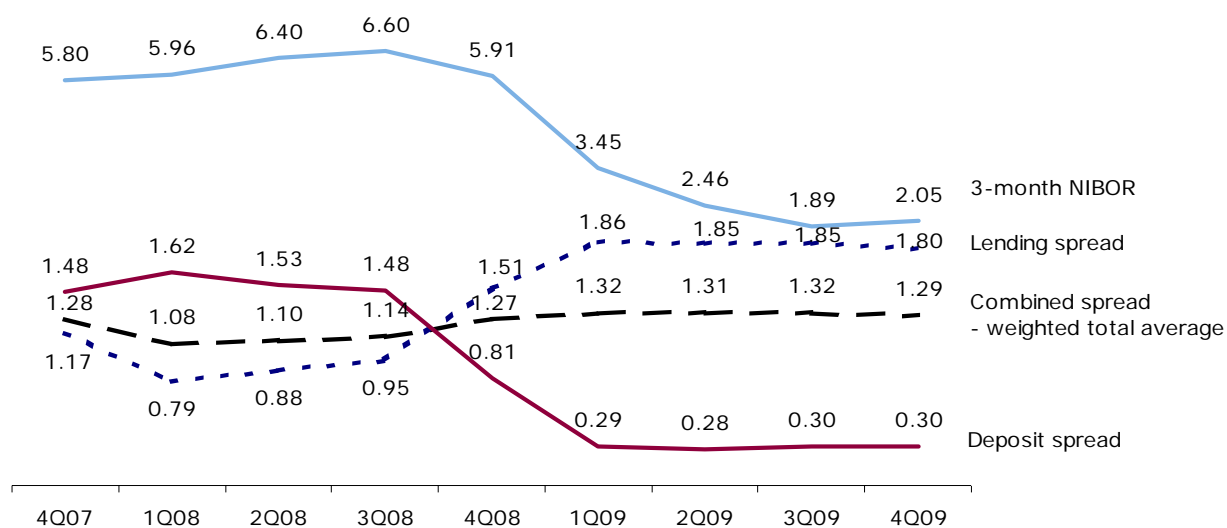
Combined spread - lending and deposits:							
Retail Banking	1.29	1.32	1.31	1.32	1.27	1.30	1.14
Large Corporates and International	0.86	0.91	0.85	0.83	0.75	0.86	0.71
DnB NORD	1.17	1.29	1.18	1.27	1.46	1.23	1.46
Weighted total average	1.13	1.16	1.16	1.16	1.12	1.15	1.04

^{*)} of which housing loan portfolio 1.15 1.23 1.20 1.31 1.09 1.22 0.53

1) Excluding lending to and deposits from credit institutions and impaired loans. Margins are calculated based on money market rates and do not include additional funding costs related to liquidity measures.

Developments in average interest rate spreads – Retail Banking ¹⁾

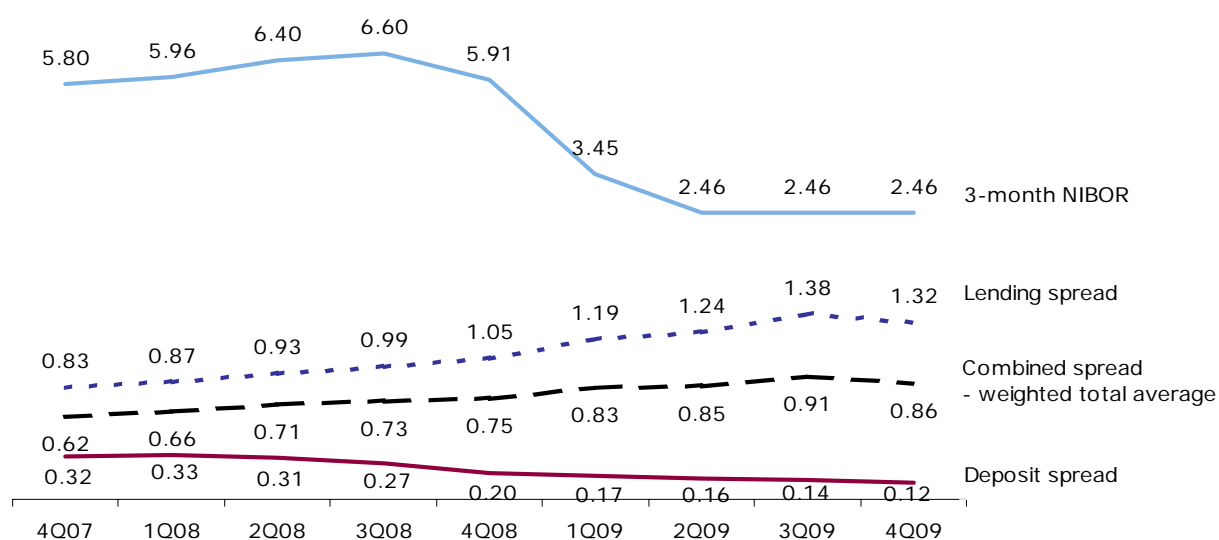
Per cent



1) Excluding impaired loans

Developments in average interest rate spreads – Large Corporates and International ¹⁾

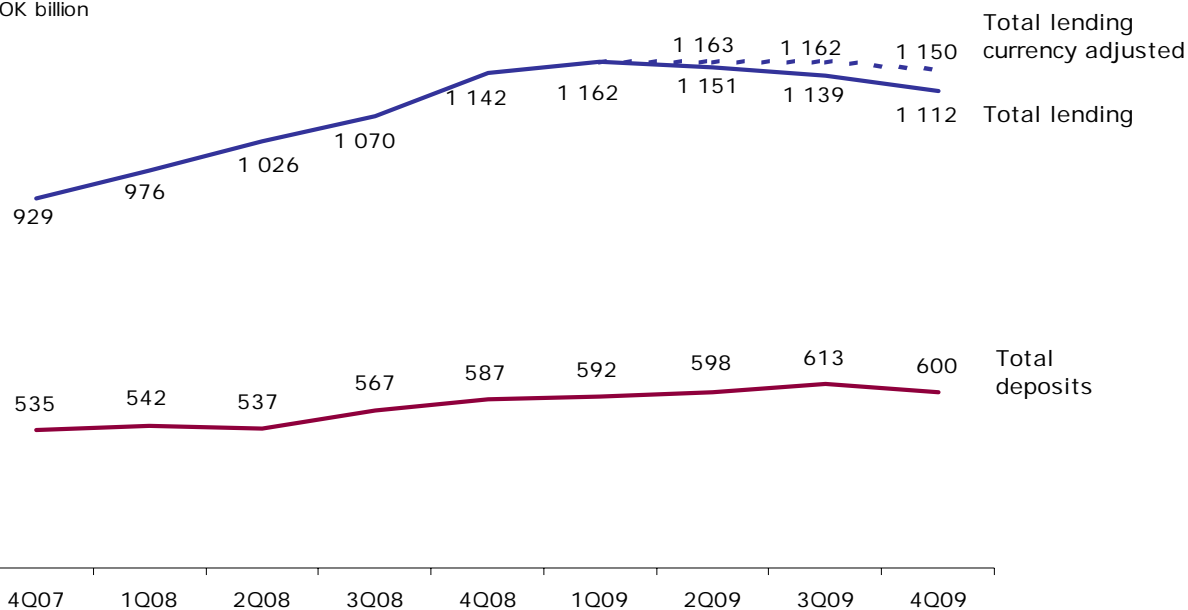
Per cent



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

Developments in average volumes – lending and deposits ¹⁾

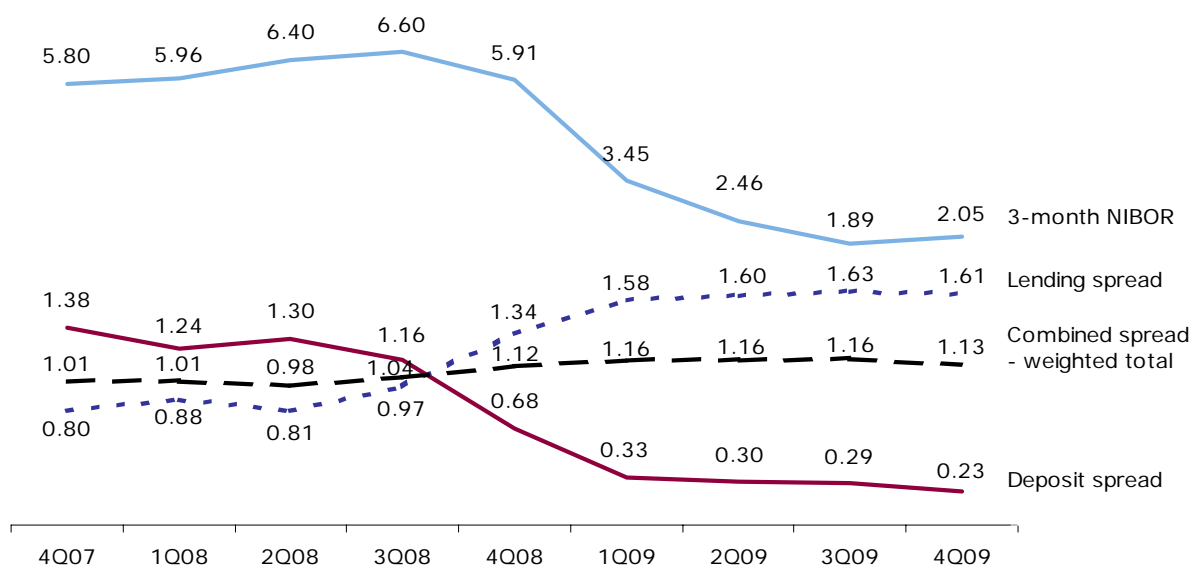
NOK billion



1) Average volumes in the period excluding lending to and deposits from credit institutions and impaired loans

Quarterly developments in interest rate spreads ¹⁾

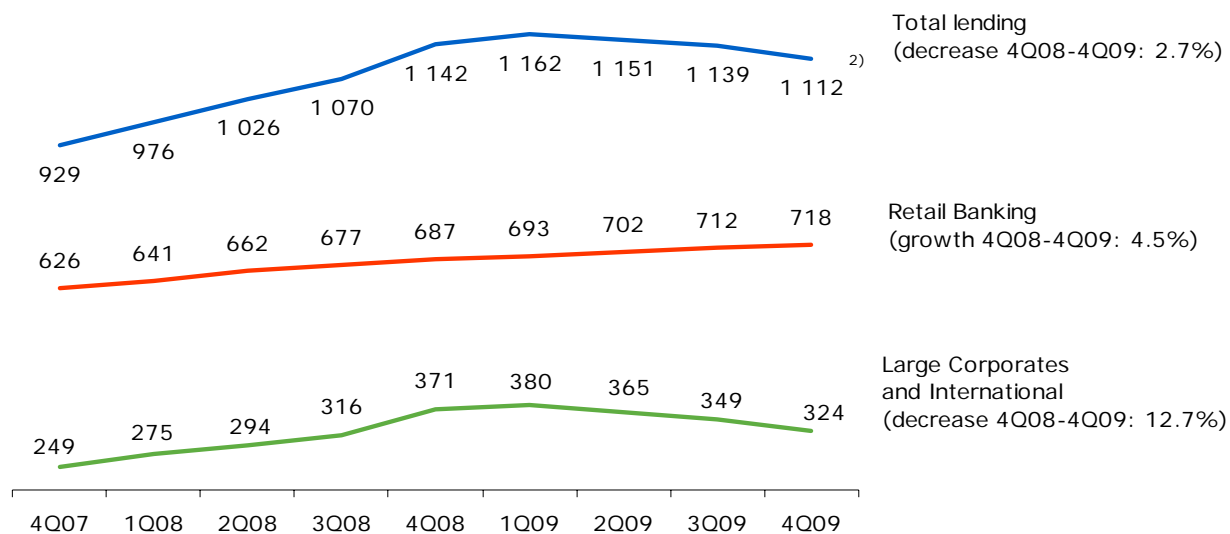
Per cent



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

Developments in average volumes - lending ¹⁾

NOK billion



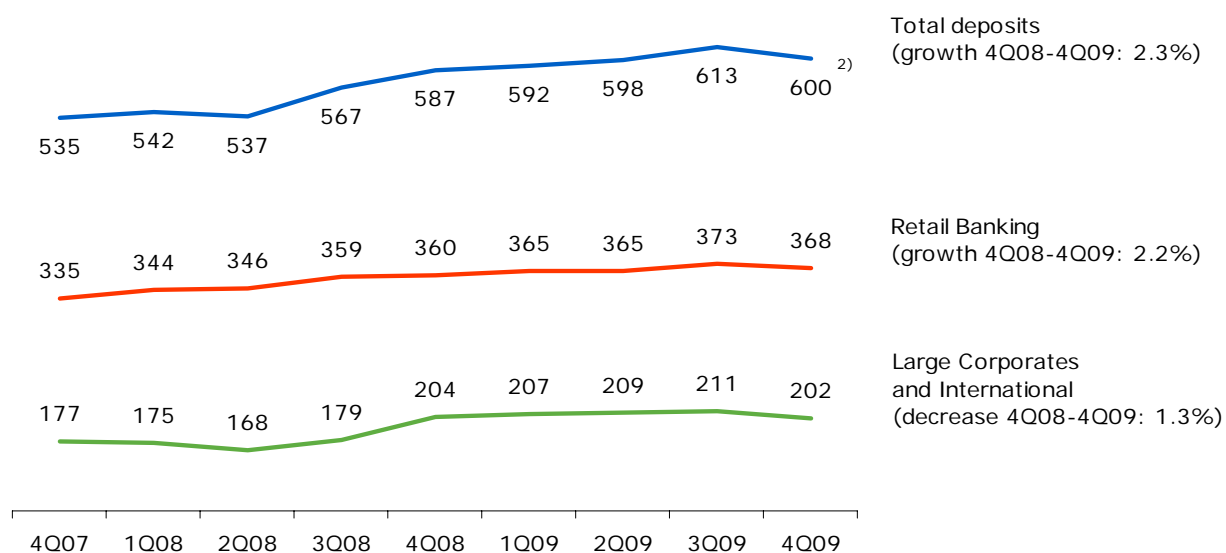
1) Excluding lending to credit institutions and impaired loans

2) Of which DnB NOR: NOK 71 billion

Total lending excluding DnB NOR: NOK 1 041 billion (4.9% growth)

Developments in average volumes - deposits ¹⁾

NOK billion



1) Excluding deposits from credit institutions

2) Of which DnB NOR: NOK 19 billion

Total deposits excluding DnB NOR: NOK 581 billion (6.6% growth)

Net other operating income

Amounts in NOK million	Full year						
	4Q09	3Q09	2Q09	1Q09	4Q08	2009	2008
Money transfer and interbank transactions	507	529	471	463	456	1 969	1 881
Asset management services	254	251	236	221	227	962	1 001
Credit broking	52	78	94	92	86	315	288
Real estate broking	198	203	205	167	122	774	658
Custodial services	52	38	44	36	56	169	248
Securities trading	47	49	59	52	58	207	283
Sale of insurance products	586	591	585	575	542	2 336	2 381
Other income from banking services	71	137	87	90	50	385	435
Net gains on equity investments	319	140	42	12	(528)	513	(1 126)
Corporate finance etc.	48	110	93	61	78	312	377
Profit from companies accounted for by the equity method ¹⁾	(49)	(284)	(471)	897	1 201	93	632
Other income	70	83	(10)	147	135	289	452
Net financial and risk result from Vital ^{*)}	238	227	228	148	545	841	462
Net premium income/insurance claims, non-life insurance	20	9	14	12	-	55	-
Customer trading in FX and interest rate instruments, DnB NOR Markets	272	376	758	568	840	1 973	2 183
FX and interest rate instruments, DnB NOR Markets	425	550	412	1 541	1 048	2 928	1 355
FX and interest rate instruments, other	52	865	(153)	108	(301)	872	927
Net other operating income ^{**)}	3 160	3 951	2 694	5 190	4 615	14 994	12 438
<i>As a percentage of total income</i>	<i>36.0</i>	<i>40.8</i>	<i>32.3</i>	<i>48.0</i>	<i>42.8</i>	<i>39.8</i>	<i>36.2</i>

^{*)} Of which:

Net gains on assets in Vital	4 114	4 487	3 607	1 257	2 288	13 464	(813)
Guaranteed returns and allocations to policyholders in Vital	3 798	4 295	3 418	1 201	1 641	12 712	(1 027)
Premium income etc. included in the risk result in Vital	1 169	1 187	1 169	1 180	1 177	4 705	4 543
Insurance claims etc. included in the risk result in Vital	1 240	1 177	1 101	1 096	1 312	4 613	4 407
Net financial and risk result in Vital	246	202	256	139	513	844	350
Eliminations in the group accounts	(8)	25	(28)	9	32	(3)	112
Net financial and risk result from Vital	238	227	228	148	545	841	462

For a detailed specification of Vital's income statement, see page 84.

^{**)} Of which:

DnB NORD	182	156	161	185	276	684	754
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1) Wider credit margins caused sizeable unrealised gains on funding in Eksportfinans in the fourth quarter of 2008.

Net other operating income, operational reporting ¹⁾

Amounts in NOK million	Full year						
	4Q09	3Q09	2Q09	1Q09	4Q08	2009	2008
1. Net stock market related income including financial instruments	720	587	474	382	(109)	2 163	783
2. Net financial and risk result from Vital	238	227	228	148	545	841	462
3. Net other commissions and fees including guarantees	1 330	1 399	1 355	1 299	1 235	5 383	5 396
4. Net gains on FX and interest rate instruments excluding guarantee commissions	633	1 726	899	2 137	1 487	5 396	4 054
Real estate broking	198	203	205	167	122	774	658
Other income	40	(192)	(467)	1 056	1 336	438	1 085
Net other operating income	3 160	3 951	2 694	5 190	4 615	14 994	12 438

Specifications

Asset management services	254	251	236	221	227	962	1 001
Custodial services	52	38	44	36	56	169	248
Securities trading	47	49	59	52	58	207	283
Corporate finance etc.	48	110	93	61	78	312	377
Net stock market related commissions and fees (I)	401	447	432	370	419	1 650	1 910
Net gains on equity investments including dividends	319	140	42	12	(528)	513	(1 126)
1. Net stock market related income including financial instruments	720	587	474	382	(109)	2 163	783
Net stock market related income as a percentage of total income	8.2	6.1	5.7	3.5	(1.0)	5.7	2.3
Net stock market related income as a percentage of net other operating income	22.8	14.9	17.6	7.4	(2.4)	14.3	6.3

Net financial result from Vital	309	216	160	64	680	749	326
Net risk result from Vital	(71)	11	68	84	(135)	92	136
2. Net financial and risk result from Vital	238	227	228	148	545	841	462

Money transfer and interbank transactions	507	529	471	463	456	1 969	1 881
Credit broking	52	78	94	92	86	315	288
Sale of insurance products	586	591	585	575	542	2 336	2 381
Other income from banking services	71	137	87	90	50	385	435
Net other commissions and fees (II)	1 215	1 334	1 237	1 219	1 134	5 006	4 984
Net gains on financial instruments - guarantee commissions	115	65	118	80	100	377	411
3. Net other commissions and fees including guarantees	1 330	1 399	1 355	1 299	1 235	5 383	5 396

Net commissions and fees (I + II)	1 616	1 782	1 668	1 589	1 554	6 655	6 894
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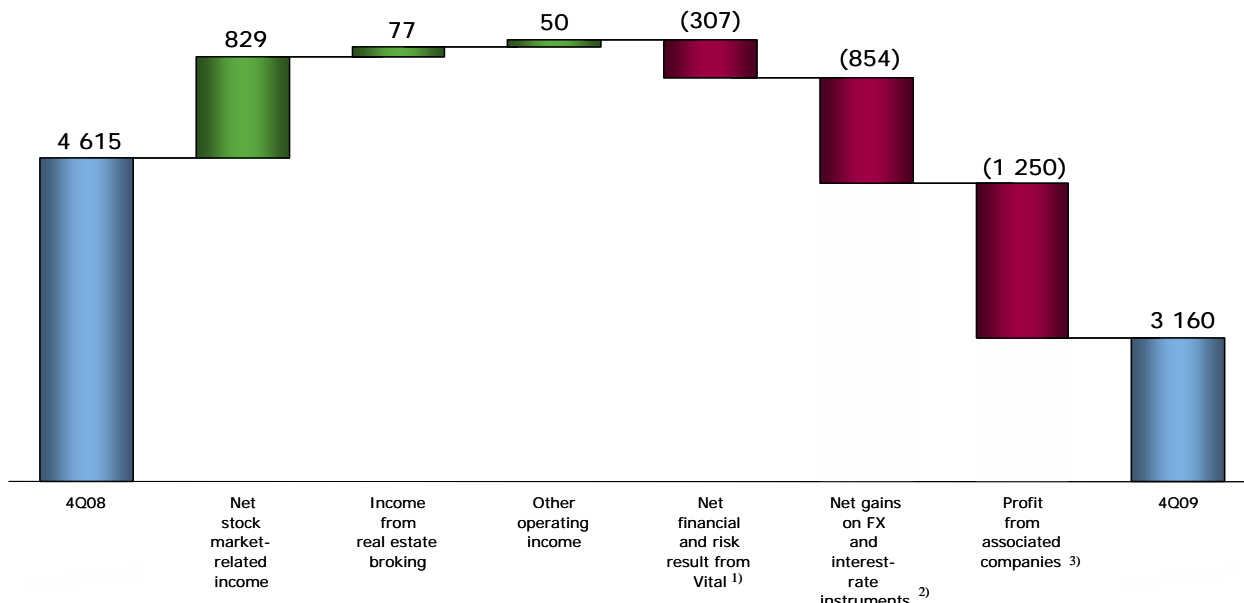
Customer trading in FX and interest rate instruments, DnB NOR Markets	272	376	758	568	840	1 973	2 183
FX and interest rate instruments, DnB NOR Markets	425	550	412	1 541	1 048	2 928	1 355
FX and interest rate instruments, other	52	865	(153)	108	(301)	872	927
Net gains on FX and interest rate instruments	748	1 791	1 017	2 217	1 587	5 773	4 465
Net gains on financial instruments - guarantee commissions	115	65	118	80	100	377	411
4. Net gains on FX and interest rate instruments excluding guarantee commissions	633	1 726	899	2 137	1 487	5 396	4 054

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 4th quarter 2008 to 4th quarter 2009



1) After guaranteed returns and allocations to policyholders

2) Excluding guarantees

3) Wider credit margins caused sizeable unrealised gains on funding in Eksportfinans in the fourth quarter of 2008

Amounts in NOK million

	2009	Change	2008
Net other operating income	14 994	2 556	12 438
Net stock market related income including financial instruments		1 379	
Unrealised losses in the liquidity portfolio		1 333	
Net financial and risk result from Vital ¹⁾		379	
Real estate broking		115	
Net gains on FX and interest rate instruments ²⁾		9	
Profit from associated companies		(539)	
Other income		(120)	

1) After guaranteed returns and allocations to policyholders.

2) Excluding guarantees and unrealised losses in the liquidity portfolio.

Amounts in NOK million

	4Q09	Change	3Q09
Net other operating income	3 160	(791)	3 951
Profit from associated companies		235	
Net stock market related income including financial instruments		132	
Real estate broking		(4)	
Net other commissions and fees including guarantee commissions		(69)	
Net gains on FX and interest rate instruments ¹⁾		(1 093)	
Other income		8	

1) Excluding guarantees.

Operating expenses

Amounts in NOK million	4Q09	3Q09	2Q09	1Q09	4Q08	Full year	
						2009	2008
Ordinary salaries	1 755	1 802	1 789	1 859	1 755	7 206	6 876
Employer's national insurance contributions	280	261	255	286	270	1 082	1 018
Pension expenses	224	245	247	245	228	960	1 042
Restructuring expenses	10	36	19	17	62	82	106
Other personnel expenses	224	110	107	146	101	587	421
Total salaries and other personnel expenses	2 493	2 454	2 417	2 553	2 416	9 917	9 463
Fees ¹⁾	69	344	393	349	518	1 155	1 462
EDP expenses ¹⁾	446	412	414	468	260	1 741	1 559
Postage and telecommunications	93	98	107	114	117	412	421
Office supplies	24	21	28	26	35	99	118
Marketing and public relations	118	140	155	158	168	572	725
Travel expenses	75	40	71	49	88	234	272
Reimbursement to Norway Post for transactions executed	49	51	52	51	46	203	207
Training expenses	20	11	16	26	21	73	89
Operating expenses on properties and premises	324	324	324	334	305	1 306	1 233
Operating expenses on machinery, vehicles and office equipment	32	36	35	42	40	145	147
Other operating expenses	198	196	247	206	204	846	807
Other expenses	1 446	1 672	1 843	1 823	1 802	6 784	7 040
Impairment losses for goodwill	338	100	291	0	1 058	730	1 058
Other depreciations and write-downs of fixed and intangible assets	380	422	341	338	341	1 479	1 159
Total depreciations and write-downs of fixed and intangible assets	718	522	632	338	1 400	2 210	2 217
Total operating expenses	4 657	4 648	4 891	4 714	5 618	18 911	18 721
Of which DnB NORD	768	439	965	417	543	2 589	1 704

1) Fees include system development fees and must be viewed relative to EDP expenses.

Changes in operating expenses

Amounts in NOK million	2009	Change	2008
Total operating expenses	18 911	190	18 721
Impairment losses for goodwill	730	(328)	1 058
Total ordinary operating expenses	18 180	518	17 662
Cost programme		(470)	
Restructuring expenses, cost programme		38	
Marketing expenses etc.		(152)	
Wage and price inflation		537	
Operational leasing		230	
IT expenses		139	
Other operating expenses		196	

Changes in operating expenses

Amounts in NOK million

	4Q09	Change	4Q08
Total operating expenses	4 657	(961)	5 618
Impairment losses for goodwill	338	(720)	1 058
Total ordinary operating expenses	4 319	(241)	4 559
Cost programme		(126)	
Restructuring expenses, cost programme		20	
IT expenses		(190)	
Marketing expenses etc.		(52)	
Fees etc.		(35)	
Wage and price inflation		109	
Operational leasing		49	
Other operating expenses		(14)	

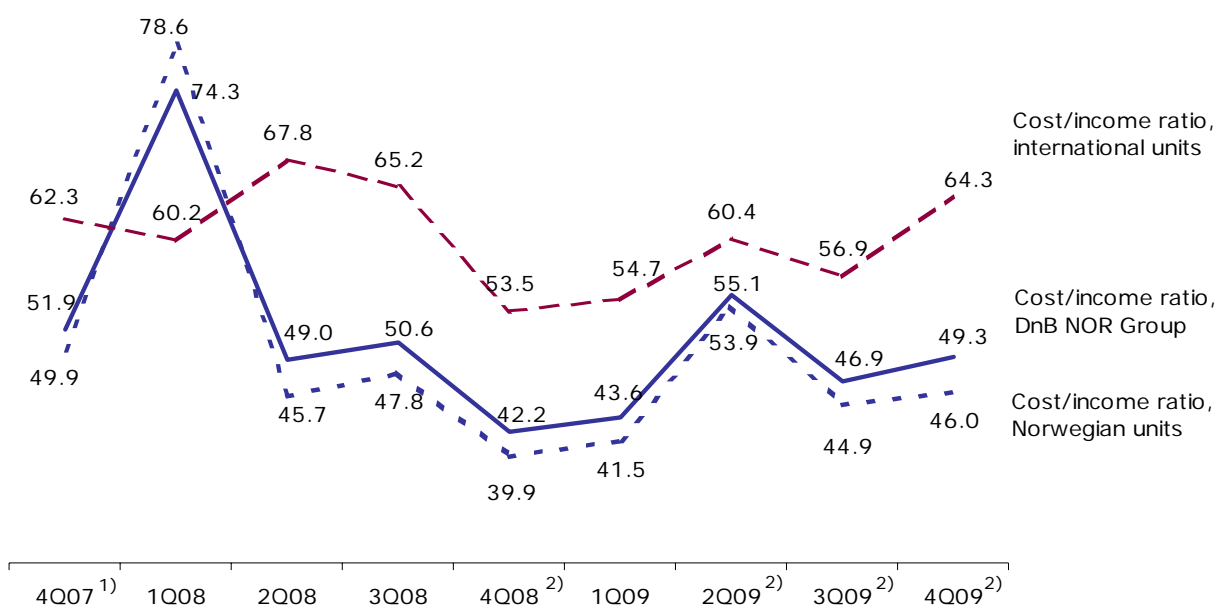
Changes in operating expenses

Amounts in NOK million

	4Q09	Change	3Q09
Total operating expenses	4 657	9	4 648
Impairment losses for goodwill	338	238	100
Total ordinary operating expenses	4 319	(230)	4 548
Cost programme		(37)	
Restructuring expenses, cost programme		49	
IT expenses		(280)	
Pension expenses		(21)	
Marketing expenses etc.		(21)	
Other operating expenses		82	

Ordinary cost/income ratio

Per cent



1) Excluding allocations to employees

2) Excluding impairment losses for goodwill

Number of employees – full-time positions

<i>Full-time positions</i>	31 Dec. 2009	30 Sept. 2009	30 June 2009	31 March 2009	31 Dec. 2008	31 Dec. 2007
Retail Banking ¹⁾²⁾	5 090	5 228	5 233	5 332	5 241	5 102
Large Corporates and International ¹⁾	1 061	1 058	1 064	1 068	1 115	997
DnB NOR Markets	647	661	658	656	655	612
Operations	1 148	1 199	1 194	1 225	1 242	1 382
Life and Asset Management	961	1 074	1 095	1 122	1 169	1 130
DnB NORD	3 174	3 303	3 383	3 480	3 597	3 236
Staff and support units ³⁾	1 236	1 001	1 084	1 045	1 038	996
Total ordinary operations	13 317	13 524	13 711	13 928	14 057	13 455

- 1) As of 1 July 2009, operations were restructured, whereby retail customers and small and medium-sized companies in Norway are now organised under the same business area, Retail Banking, while the largest corporate clients are served by the business area Large Corporates and International. Figures for previous periods have been restated.
- 2) Due to changes in the agreement with Norway Post, 162.6 full-time positions were transferred from Norway Post on 1 May 2009. Costs and corresponding head-count figures were included with effect from the first quarter of 2009. Includes 68 full-time positions in the Norwegian operations of SkandiaBanken Bilfinans, which were acquired on 31 January 2008, and 52 full-time positions in the company's Swedish operations, which were acquired on 29 February 2008.
- 3) The increase in staff numbers in the fourth quarter 2009 mainly reflects the transfer of some 200 full-time positions to the IT unit from other units in the Group in connection with the centralisation of IT functions.

IT expenses

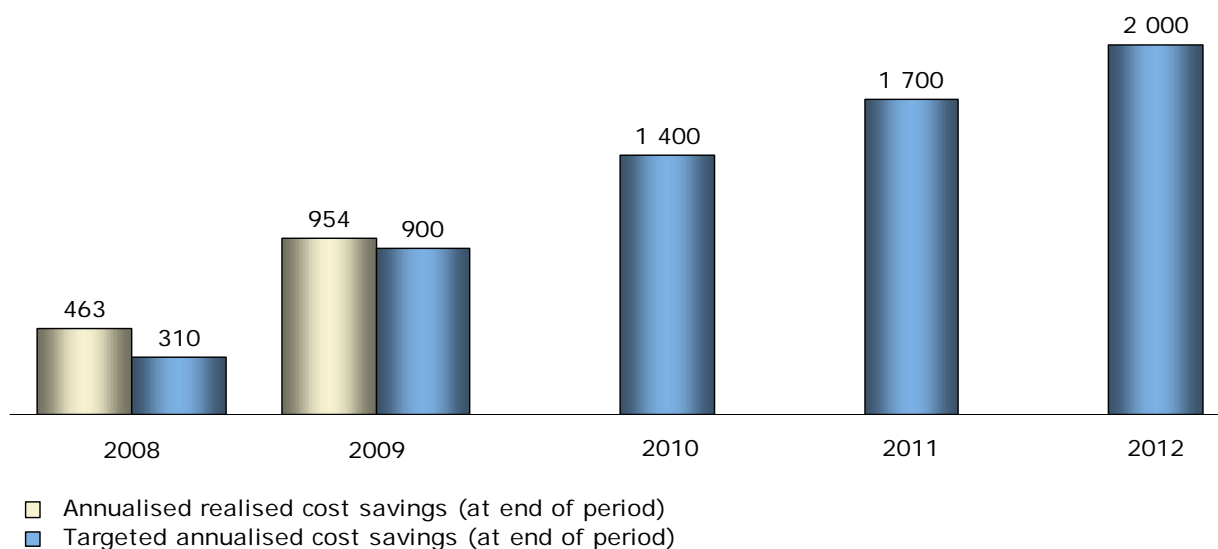
<i>Amounts in NOK million</i>	Full year						
	4Q09	3Q09	2Q09	1Q09	4Q08	2009	2008
IT operating expenses	437	474	483	494	404	1 888	1 731
Systems development expenses ¹⁾	165	376	362	357	369	1 261	1 297
IT expenses in Vital, after eliminations	101	133	119	129	120	482	463
Total IT expenses ²⁾	702	983	964	980	893	3 630	3 491

- 1) Including write-downs on IT investments in DnB NORD of NOK 66 million in third quarter of 2009.
- 2) Including salaries and indirect costs.

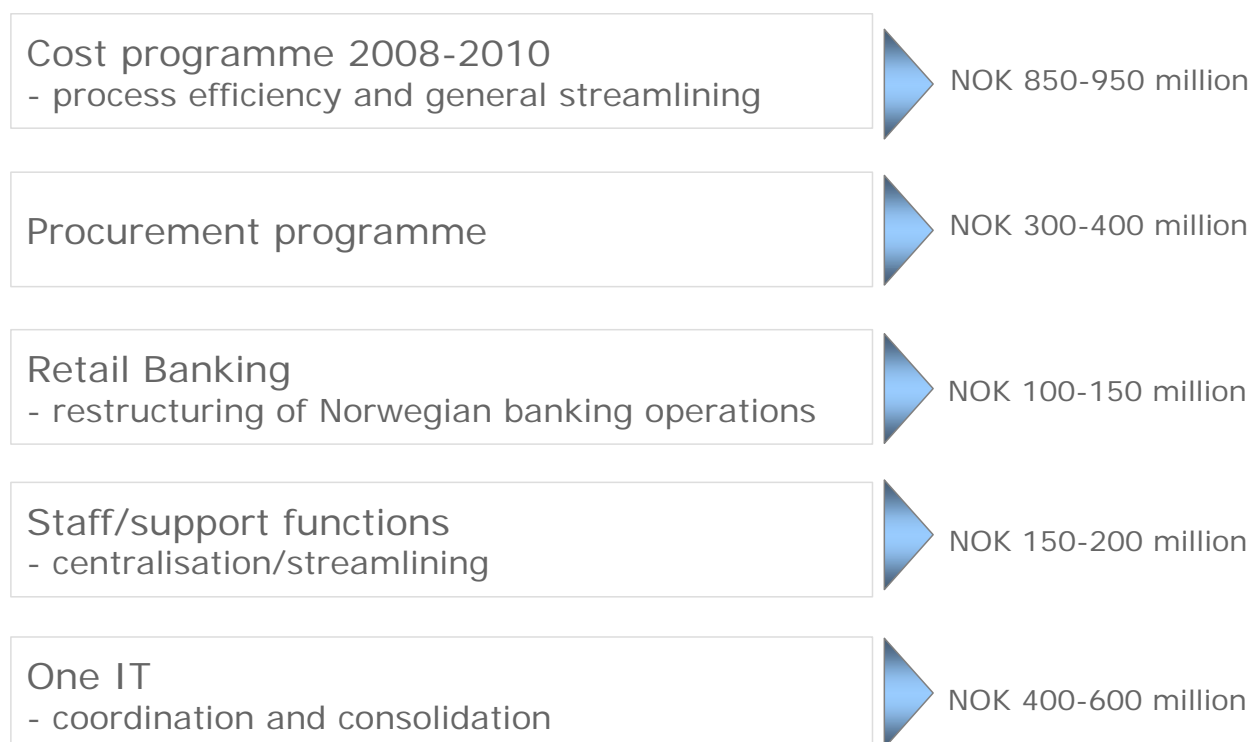
Cost programme

Target: Reduce annual costs by NOK 2 billion by the end of 2012

NOK million

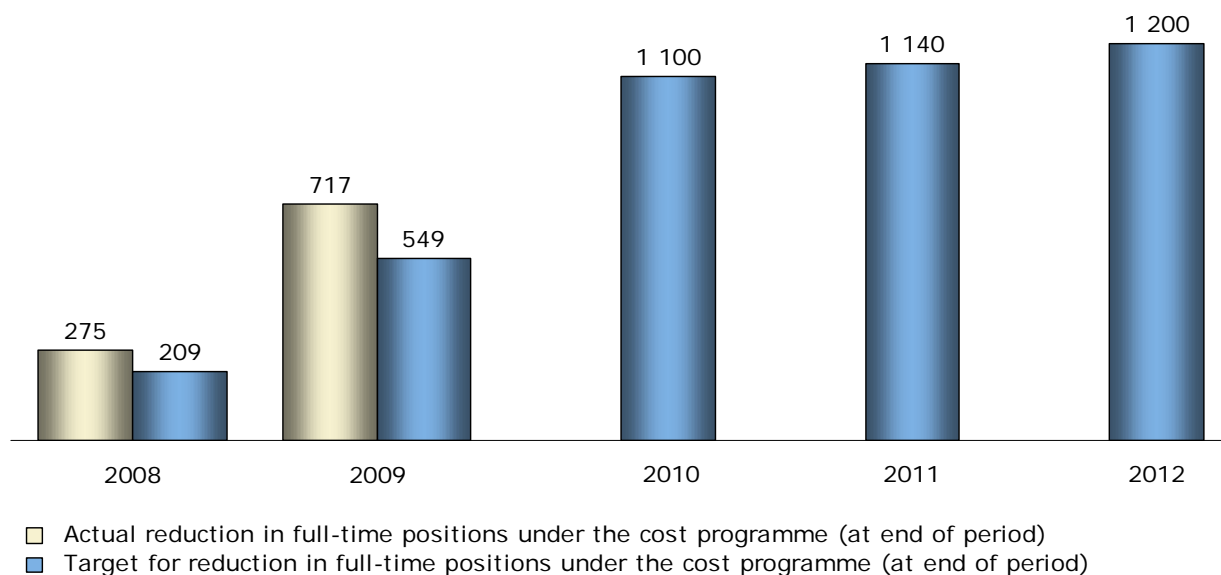


Breakdown of scheduled cost savings



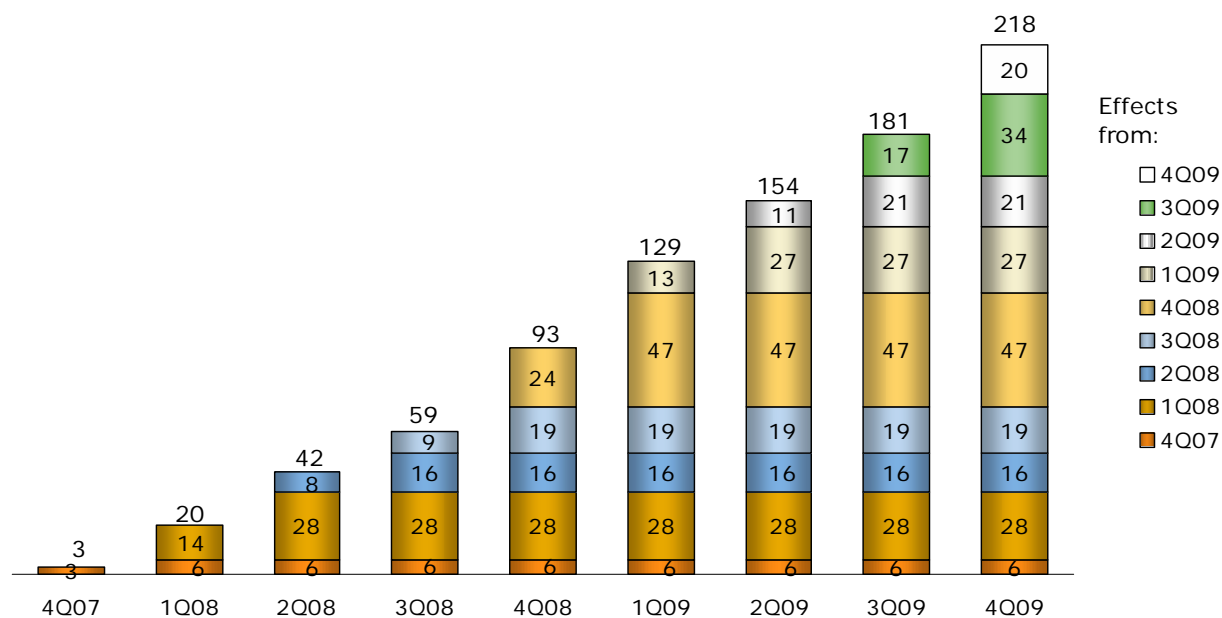
Accumulated reduction in full-time positions

Full-time positions



Quarterly effects of recorded cost savings ¹⁾

NOK million



1) Annual effect/4

Taxes

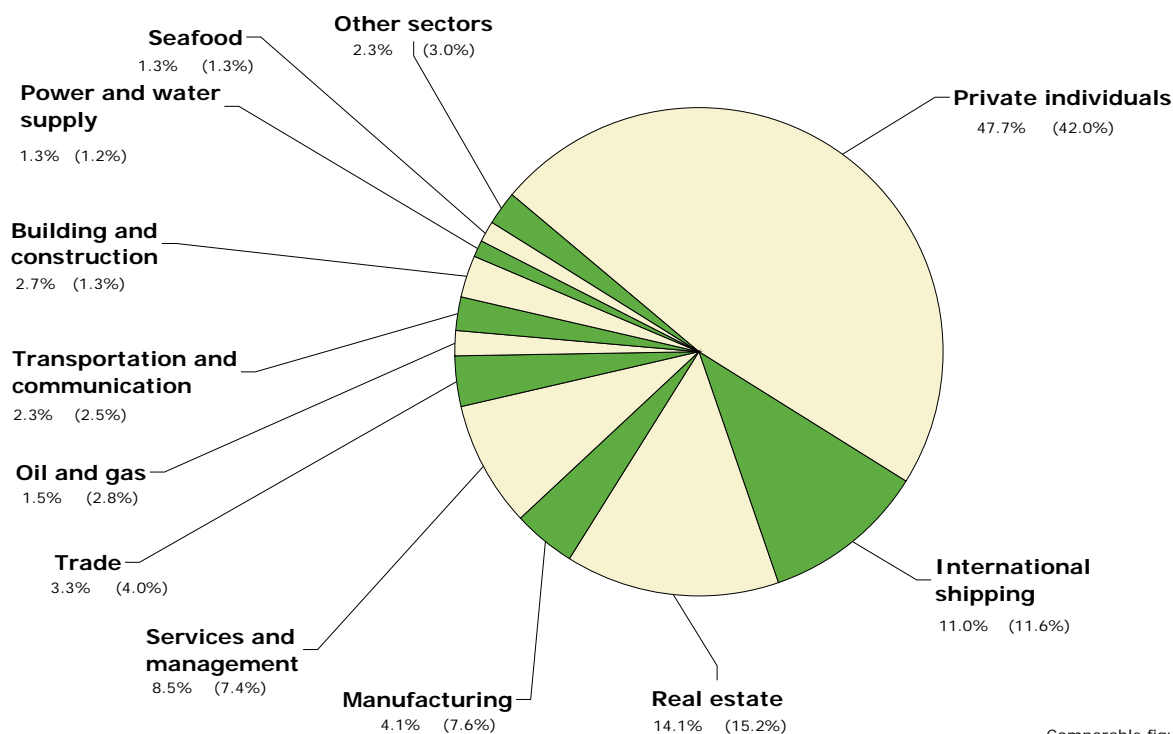
The DnB NOR Group's total tax charge for 2009 was NOK 4 086 million, a rise of NOK 834 million from 2008. Relative to pre-tax operating profits, the tax charge increased from 26.7 to 37.0 per cent from 2008 to 2009. Impairment losses for goodwill, which give no tax deduction, have resulted in a higher relative tax charge. Adjusted for this factor, the tax charge was 24.6 per cent and 34.7 per cent in 2008 and 2009, respectively. The tax charge in 2009 was particularly high due to developments in DnB NOR, exchange rates and interest levels.

Lending

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

<i>Amounts in NOK billion</i>	31 Dec. 2009	30 Sept. 2009	30 June 2009	31 March 2009	31 Dec. 2008	31 Dec. 2007
Private individuals	531.8	520.8	512.7	502.9	498.9	456.1
International shipping	122.5	129.3	140.1	133.9	137.8	91.0
Real estate	156.8	155.4	159.2	175.8	180.3	148.5
Manufacturing	46.1	52.5	61.7	84.2	90.0	55.3
Services and management	95.1	105.1	109.4	85.2	88.0	76.4
Trade	36.3	38.4	41.9	45.3	47.7	38.5
Oil and gas	17.1	18.7	20.7	31.7	33.3	17.9
Transportation and communication	26.1	25.4	28.2	29.7	29.8	20.2
Building and construction	29.8	33.5	32.6	15.9	15.8	12.5
Power and water supply	14.1	13.8	14.4	13.9	14.6	9.9
Seafood	14.4	14.6	15.4	14.6	15.3	11.2
Hotels and restaurants	5.7	6.1	6.5	5.4	5.2	3.8
Agriculture and forestry	7.7	7.9	8.1	8.0	8.2	6.9
Central and local government	5.1	5.9	5.2	11.3	5.8	9.0
Other sectors	7.0	5.8	8.1	14.1	17.0	10.8
Net lending to customers	1 115.7	1 133.1	1 164.1	1 171.7	1 187.7	968.0

Net lending to principal sectors as at 31 December 2009 ^{1) 2)}



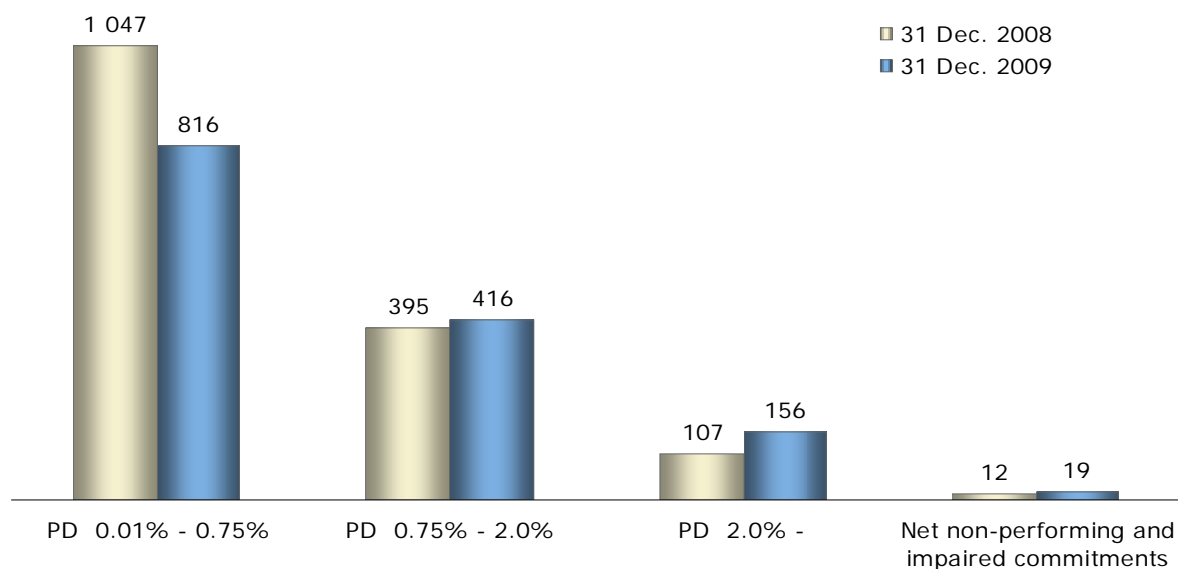
Comparable figures as at
31 December 2008 in parentheses

1) Lending after individual write-downs, nominal amounts.

2) The breakdown into principal sectors is based on standardised sector and industry categories set up by Statistics Norway. With effect from the second quarter of 2009, a new standard for industry codes has been introduced which corresponds to the new EU standard, NACE Rev. 2. Customers are classified according to their main line of business.

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 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.

Write-downs on loans and guarantees

<i>Amounts in NOK million</i>	4Q09	3Q09	2Q09	1Q09	4Q08	Full year	
						2009	2008
New individual write-downs	1 531	1 923	2 142	1 479	1 863	7 075	3 260
Reassessments and recoveries	230	219	290	271	164	1 010	581
Total individual write-downs	1 301	1 704	1 852	1 208	1 699	6 065	2 679
Change in collective write-downs on loans	216	572	466	390	615	1 645	830
Write-downs on loans and guarantees ¹⁾	1 517	2 277	2 318	1 598	2 314	7 710	3 509
Individual write-downs in relation to average volumes, annualised (%)	0.46	0.59	0.64	0.41	0.59	0.53	0.25
- Norwegian units	0.13	0.29	0.22	0.29	0.25	0.24	0.13
- International units excl. DnB NORD	0.45	0.25	0.41	0.07	0.54	0.29	0.13
- DnB NORD	4.04	4.62	5.31	2.15	4.14	4.00	1.57
Total write-downs in relation to average volumes, annualised (%)	0.54	0.79	0.80	0.55	0.80	0.67	0.33
1) Of which Norwegian units	413	1 080	602	931	1 014	3 038	1 760

<i>Amounts in NOK million</i>	4Q09	3Q09	2Q09	1Q09	4Q08	Full year	
						2009	2008
<i>Individual write-downs</i>							
Retail Banking:							
- Private individuals	109	44	99	152	95	405	414
- Small and medium-sized enterprises	61	313	57	202	325	633	489
- DnB NOR Finans	158	91	105	102	208	456	330
- Nordlandsbanken	16	28	31	20	15	94	34
Large Corporates and International:							
- Nordic and International Corporates	133	28	196	244	77	601	160
- Shipping, Offshore and Logistics	55	243	201	(23)	3	476	(1)
- Special and Structured Finance	2	0	0	0	0	2	0
- Northern Europe	0	9	15	24	51	48	57
Other units		0	5	0	21	5	18
DnB NOR excl. DnB NORD	534	756	709	721	792	2 719	1 501
DnB NORD	768	948	1 143	487	907	3 346	1 178
Total individual write-downs	1 301	1 704	1 852	1 208	1 699	6 065	2 679
<i>Collective write-downs</i>							
DnB NOR excl. DnB NORD	139	480	156	286	469	1 062	620
DnB NORD	77	92	310	104	146	583	210
Total collective write-downs on loans	216	572	466	390	615	1 645	830
Write-downs on loans and guarantees ¹⁾	1 517	2 277	2 318	1 598	2 314	7 710	3 509
1) Of which Norwegian units	413	1 080	602	931	1 014	3 038	1 760

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

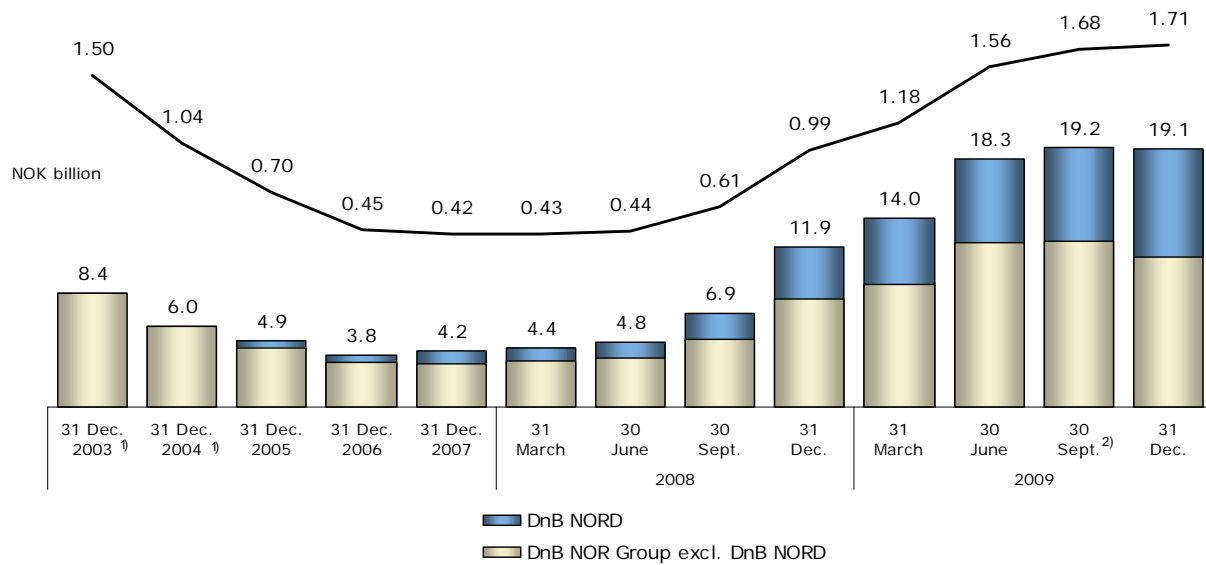
Amounts in NOK million	4Q09	3Q09	2Q09	1Q09	4Q08	Full year	
						2009	2008
Private individuals	283	144	335	300	200	1 061	635
International shipping	70	240	209	0	5	520	7
Real estate	100	224	447	199	723	970	926
Manufacturing	192	299	203	70	212	765	283
Services and management	109	81	210	174	281	574	368
Trade	192	105	229	352	63	878	113
Oil and gas	0	0	(9)	8	46	(0)	126
Transportation and communication	35	185	52	65	36	337	56
Building and construction	265	210	89	73	30	637	52
Power and water supply	(2)	2	1	0	1	1	1
Fishing	0	4	2	(17)	19	(10)	25
Hotels and restaurants	53	15	21	4	22	92	26
Agriculture and forestry	0	42	27	(7)	7	62	31
Other sectors	9	147	41	(13)	44	184	23
Total customers	1 308	1 698	1 859	1 208	1 689	6 073	2 672
Credit institutions	(7)	7	(7)	0	10	(8)	7
Change in collective write-downs on loans	216	572	466	390	615	1 645	830
Write-downs on loans and guarantees ^{*)}	1 517	2 277	2 318	1 598	2 314	7 710	3 509

*) Of which individual write-downs on guarantees (2) 4 10 2 (4) 14 5

1) The breakdown into principal sectors is based on standardised sector and industry categories set up by Statistics Norway. With effect from the second quarter of 2009, a new standard for industry codes has been introduced which corresponds to the new EU standard, NACE Rev. 2. Customers are classified according to their main line of business.

Net non-performing and impaired commitments ¹⁾

Per cent



1) Pro forma figures prior to 2005

2) Adjusted for updated figures regarding DnB NORD Latvia

Write-down ratio – net non-performing and impaired commitments ¹⁾

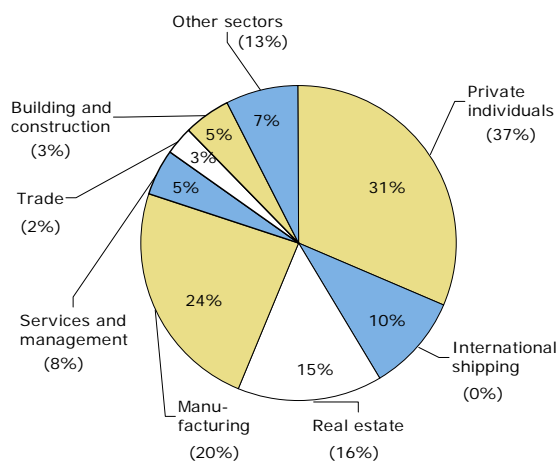
Amounts in NOK million	31 Dec. 2009	30 Sept. 2009	30 June 2009	31 March 2009	31 Dec. 2008	31 Dec. 2007
Non-performing commitments subject to individual write-downs	19 523	17 496	18 025	14 392	11 421	5 055
Other impaired commitments	7 353	8 657	6 890	4 547	4 871	1 170
Gross non-performing and impaired commitments subject to individual write-downs	26 876	26 153	24 915	18 939	16 292	6 225
Individual write-downs	7 749	6 924	6 593	4 987	4 370	2 051
Net non-performing and impaired commitments	19 127	19 229	18 322	13 952	11 922	4 174
Collective write-downs	2 969	2 856	2 363	1 911	1 625	712
Write-down ratio (per cent)	39.9	35.6	35.9	36.4	36.8	44.4
Collateral for loans	18 928	17 817	17 064	11 425	9 789	3 824
Coverage ratio (per cent)	110.3	105.5	104.4	96.7	96.9	105.8

1) Write-down ratio includes individual and collective write-downs as a percentage of gross non-performing and impaired commitments subject to individual write-downs.

Specification of net non-performing and impaired commitments ¹⁾

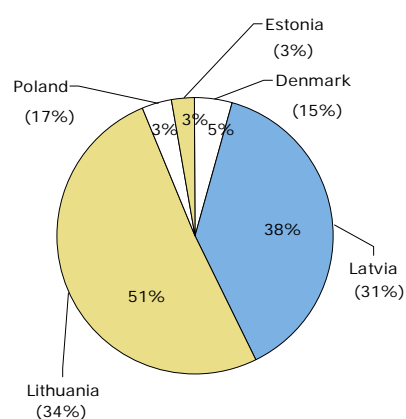
DnB NOR Group excl. DnB NORD

NOK 11 088 million as at 31 December 2009 (8 037)



DnB NORD

NOK 8 039 million as at 31 December 2009 (3 885)



1) Includes non-performing commitments and, in addition, commitments subject to individual write-downs. Comparable figures as at 31 December 2008 in parentheses.

See page 96 for more details on lending and write-downs in DnB NORD.

Net non-performing and impaired commitments ¹⁾

<i>Amounts in NOK million</i>	31 Dec. 2009	30 Sept. 2009	30 June 2009	31 March 2009	31 Dec. 2008	31 Dec. 2007
Retail Banking	7 512	7 137	7 324	6 955	6 076	3 091
Large Corporates and International	3 576	5 169	4 872	2 148	1 960	154
DnB NORD	8 039	6 924	6 125	4 849	3 885	929
Net non-performing and impaired commitments ¹⁾	19 127	19 229	18 322	13 952	11 922	4 174
<i>*) Of which Norwegian units</i>	8 722	9 201	9 317	7 648	6 533	3 083

1) Includes non-performing commitments and, in addition, commitments subject to individual write-downs.

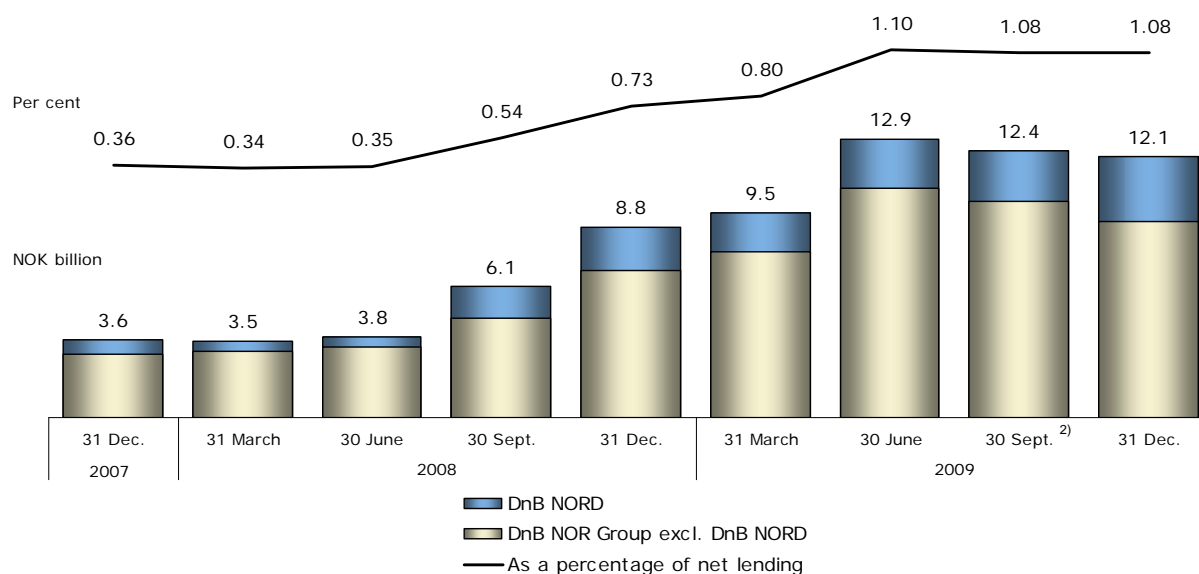
Development in net non-performing and impaired commitments ¹⁾

	4Q09		3Q09		2Q09		1Q09		4Q08	
<i>Amounts in NOK million</i>	Private individuals	Corporate customers	Private individuals	Corporate customers	Private individuals	Corporate customers	Private individuals	Corporate customers	Private individuals	Corporate customers
Net non-performing and impaired commitments at beginning of period	5 541	13 688	5 128	13 194	4 822	9 130	4 129	7 793	3 432	3 515
New non-performing and impaired commitments	1 238	2 155	1 273	2 294	1 859	6 016	1 971	3 972	1 130	5 271
Transferred to current commitments	485	2 507	730	1 759	1 489	1 862	1 204	2 103	392	954
Write-offs etc.	188	317	130	40	65	90	74	532	42	41
Net non-performing and impaired commitments at end of period	6 107	13 020	5 541	13 688	5 128	13 194	4 822	9 130	4 129	7 793

1) Of which DnB NORD:

<i>Net non-performing and impaired commitments at beginning of period</i>	2 115	4 809	1 647	4 479	1 454	3 395	1 128	2 757	798	1 103
<i>New non-performing and impaired commitments</i>	875	1 529	819	1 621	484	2 183	594	1 690	413	1 961
<i>Transferred to current commitments</i>	349	835	351	1 264	284	1 021	268	546	83	303
<i>Write-offs etc.</i>	0	104	0	27	7	78	0	506	0	4
<i>Net non-performing and impaired commitments at end of period</i>	2 641	5 398	2 115	4 809	1 647	4 479	1 454	3 395	1 128	2 757

Net impaired commitments ¹⁾



1) Includes loans and guarantees on which individual write-downs have been recorded

2) Adjusted for updated figures regarding DnB NOR Latvia

Write-down ratio – net impaired commitments ¹⁾

Amounts in NOK million	31 Dec. 2009	30 Sept. 2009	30 June 2009	31 March 2009	31 Dec. 2008	31 Dec. 2007
Gross impaired commitments subject to individual write-downs	19 848	19 281	19 471	14 470	13 177	5 639
Individual write-downs	7 749	6 924	6 593	4 987	4 370	2 051
Net impaired commitments	12 099	12 357	12 878	9 483	8 807	3 588
Collective write-downs	2 969	2 856	2 363	1 911	1 625	712
Write-down ratio (per cent)	54.0	47.5	46.0	47.7	45.5	49.0
Collateral for loans	18 928	17 817	17 064	11 425	9 789	3 824
Coverage ratio (per cent)	149.4	134.1	133.6	126.6	119.8	116.8

1) Write-down ratio includes individual and collective write-downs as a percentage of gross impaired commitments subject to individual write-downs.

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 Dec. 2009	31 Dec. 2008	31 Dec. 2009	31 Dec. 2008	31 Dec. 2009	31 Dec. 2008
<i>Amounts in NOK million</i>						
Share capital	17 514	17 514	17 514	17 514	16 231	13 327
Other equity	54 948	51 702	65 800	59 969	85 172	67 949
Total equity	72 462	69 217	83 314	77 483	101 403	81 275
Deductions						
Pension funds above pension commitments	0	0	(3)	(1)	(119)	(152)
Goodwill	(1 650)	(1 657)	(3 853)	(4 737)	(5 653)	(6 854)
Deferred tax assets	(1 153)	(10)	(295)	(306)	(300)	(316)
Other intangible assets	(912)	(516)	(1 980)	(1 584)	(2 270)	(1 842)
Dividends payable etc.	0	0	(3 750)	0	(2 850)	0
Unrealised gains on fixed assets	0	0	(30)	(30)	(30)	(30)
50 per cent of investments in other financial institutions	(1 033)	(1 070)	(1 033)	(1 070)	(2)	0
50 per cent of expected losses exceeding actual losses, IRB portfolios	(101)	(288)	(222)	(339)	(222)	(339)
Adjustments for unrealised losses/(gains) on liabilities recorded at fair value	182	(323)	(404)	(2 284)	(404)	(2 284)
Additions						
Portion of unrecognised actuarial gains/losses, pension costs ¹⁾	-	555	-	594	-	608
Equity Tier 1 capital	67 796	65 908	71 745	67 726	89 553	70 066
Perpetual subordinated loan capital securities ^{2) 3)}	8 468	9 742	8 655	9 945	8 655	9 945
Tier 1 capital	76 264	75 649	80 400	77 671	98 208	80 010
Perpetual subordinated loan capital	6 830	8 007	6 830	8 007	6 830	8 007
Term subordinated loan capital ³⁾	21 111	23 843	23 003	26 083	23 003	26 083
Deductions						
50 per cent of investments in other financial institutions	(1 033)	(1 070)	(1 033)	(1 070)	(2)	0
50 per cent of expected losses exceeding actual losses, IRB portfolios	(101)	(288)	(222)	(339)	(222)	(339)
Additions						
45 per cent of unrealised gains on fixed assets	0	0	18	18	18	18
Tier 2 capital	26 807	30 492	28 597	32 700	29 628	33 770
Total eligible primary capital ⁴⁾	103 071	106 141	108 997	110 371	127 836	113 780
Risk-weighted volume	831 885	965 059	960 208	1 120 428	1 052 566	1 200 590
Minimum capital requirement	66 551	77 205	76 817	89 634	84 205	96 047
Equity Tier 1 capital ratio (%)	8.1	6.8	7.5	6.0	8.5	5.8
Tier 1 capital ratio (%)	9.2	7.8	8.4	6.9	9.3	6.7
Capital ratio (%)	12.4	11.0	11.4	9.9	12.1	9.5

1) 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 established a transitional rule for the years 2005 to 2008 meant to reduce the negative effect when calculating capital adequacy.

2) Perpetual subordinated loan capital securities can represent up to 15 per cent of core capital. The excess will qualify as perpetual supplementary capital.

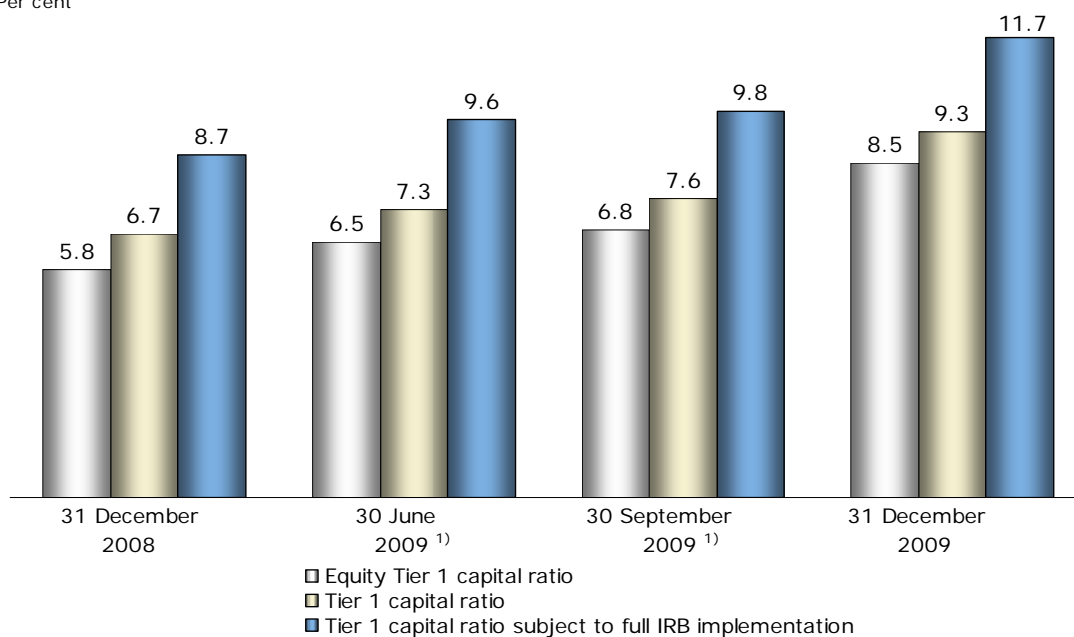
3) As at 31 December 2009, calculations of capital adequacy included a total of NOK 735 million in subordinated loan capital in associated companies, in addition to subordinated loan capital in the balance sheets of the banking group and the DnB NOR Group.

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 according to the equity method in the accounts, are assessed according to the gross method in capital adequacy calculations.

Due to transitional rules, the minimum capital adequacy requirements for 2008 and 2009 cannot be reduced below 90 and 80 per cent respectively relative to the Basel I requirements. Risk-weighted volume for the Group at the end of 2009 represented 89.1 per cent of the corresponding volume based on the Basel I rules.

Tier 1 capital ratio

Per cent



1) Include 50 per cent of profit for the period.

Basel II implementation - further progress

A major reduction in risk-weighted assets is expected upon full implementation of the IRB system. The IRB system is defined as the models, work processes, decision-making processes, control mechanisms, IT systems and internal guidelines and routines used to classify and quantify credit risk. Below is a time schedule for the implementation of the different reporting methods used for the Group's portfolios.

Portfolios	Reporting methods for capital adequacy		
	31 Dec. 2009	31 Dec. 2010	31 Dec. 2011
Retail:			
- mortgage loans, DnB NOR Bank and DnB NOR Boligkreditt	IRB ¹⁾	IRB ¹⁾	IRB ¹⁾
- qualifying revolving retail exposure, DnB NOR Kort	Standardised	IRB ¹⁾	IRB ¹⁾
- mortgage loans, Nordlandsbanken	Standardised	IRB ¹⁾	IRB ¹⁾
- loans in Norway, DnB NOR Finans excluding the portfolio from SkandiaBanken Bilfinans	Standardised	IRB ¹⁾	IRB ¹⁾
- remaining portfolios, DnB NOR Finans	Standardised	Standardised	IRB ¹⁾
Corporates:			
- small and medium-sized corporates, DnB NOR Bank	Advanced IRB	Advanced IRB	Advanced IRB
- large corporate clients, DnB NOR Bank	Standardised	Advanced IRB	Advanced IRB
- corporate clients, Nordlandsbanken	Standardised	Advanced IRB	Advanced IRB
- leasing and loans in Norway, DnB NOR Finans excluding the portfolio from SkandiaBanken Bilfinans	Standardised	Advanced IRB	Advanced IRB
- remaining portfolios, DnB NOR Finans	Standardised	Standardised	Advanced IRB
- corporate clients, DnB NOR Næringskreditt	Standardised	Advanced IRB	Advanced IRB
Institutions:			
- banks and financial institutions	Standardised	Standardised	Advanced IRB
Exceptions:			
- approved exceptions: government and municipalities, equity positions, commercial paper	Standardised	Standardised	Standardised
- temporary exceptions: DnB NOR, DnB NOR Luxembourg, Monchebank and various other portfolios	Standardised	Standardised	Standardised

1) For mortgage loans, no distinction is made between the foundation and the advanced IRB approach.

Financial results

Income statement

Amounts in NOK million

	4Q09	3Q09	2Q09	1Q09	4Q08	2009	2008
Total interest income	12 667	13 317	14 692	17 687	22 675	58 363	81 953
Total interest expenses	7 061	7 577	9 038	12 054	16 496	35 730	60 044
Net interest income	5 606	5 740	5 654	5 633	6 179	22 633	21 910
Commissions and fees receivable etc.	2 137	2 312	2 217	2 058	2 151	8 724	9 207
Commissions and fees payable etc.	521	530	549	469	597	2 069	2 313
Net gains on financial instruments at fair value	1 066	1 931	1 059	2 229	1 059	6 286	3 339
Net gains on assets in Vital	4 107	4 511	3 578	1 266	2 320	13 462	(701)
Guaranteed returns and allocations to policyholders in Vital	3 798	4 295	3 418	1 201	1 641	12 712	(1 027)
Premium income etc. included in the risk result in Vital	1 169	1 187	1 169	1 180	1 177	4 705	4 543
Insurance claims etc. included in the risk result in Vital	1 240	1 177	1 101	1 096	1 312	4 613	4 407
Premium income non-life insurance	221	134	149	89	-	593	-
Insurance claims etc. non-life insurance	201	125	135	78	-	538	-
Profit from companies accounted for by the equity method	(49)	(284)	(471)	897	1 201	93	632
Other income	268	286	195	315	257	1 063	1 111
Net other operating income	3 160	3 951	2 694	5 190	4 615	14 994	12 438
Total income	8 766	9 691	8 347	10 823	10 794	37 627	34 347
Salaries and other personnel expenses	2 493	2 454	2 417	2 553	2 416	9 917	9 463
Other expenses	1 446	1 672	1 843	1 823	1 802	6 784	7 040
Depreciation and write-downs of fixed and intangible assets	718	522	632	338	1 400	2 210	2 217
Total operating expenses	4 657	4 648	4 891	4 714	5 618	18 911	18 721
Pre-tax operating profit before write-downs	4 109	5 043	3 457	6 109	5 176	18 717	15 627
Net gains on fixed and intangible assets	19	(4)	7	4	5	26	52
Write-downs on loans and guarantees	1 517	2 277	2 318	1 598	2 314	7 710	3 509
Pre-tax operating profit	2 610	2 762	1 146	4 514	2 868	11 032	12 170
Taxes	1 001	1 002	503	1 580	1 240	4 086	3 252
Profit from operations and non-current assets held for sale, after taxes	80	0	0	0	0	80	0
Profit for the period	1 689	1 760	643	2 934	1 629	7 026	8 918
Profit attributable to shareholders	2 122	2 167	1 200	3 095	2 030	8 585	9 211
Profit attributable to minority interests	(433)	(408)	(558)	(161)	(402)	(1 559)	(293)
Earnings/diluted earnings per share (NOK)	1.58	1.63	0.90	2.32	1.52	6.43	6.91
Earnings per share excluding operations held for sale (NOK)	1.52	1.63	0.90	2.32	1.52	6.37	6.91

Balance sheet

Amounts in NOK million

	31 Dec. 2009	30 Sept. 2009	30 June 2009	31 March 2009	31 Dec. 2008	31 Dec. 2007
Cash and deposits with central banks	31 859	29 899	58 524	58 185	51 147	9 816
Lending to and deposits with credit institutions	62 317	70 346	63 789	75 977	59 717	64 379
Lending to customers	1 114 886	1 132 793	1 164 270	1 173 547	1 191 635	970 504
Commercial paper and bonds	225 415	229 441	157 479	120 641	125 571	161 162
Shareholdings	58 227	48 396	37 397	35 484	36 839	65 122
Financial assets, customers bearing the risk	21 337	20 044	18 031	16 448	16 454	19 868
Financial derivatives	70 072	86 116	87 416	112 930	136 552	65 933
Commercial paper and bonds, held to maturity	179 832	172 906	168 201	154 808	155 156	59 641
Investment property	33 381	33 303	32 215	32 136	32 558	33 078
Investments in associated companies	2 521	2 617	2 940	3 410	2 517	1 435
Intangible assets	7 644	8 409	7 862	8 028	8 480	7 742
Deferred tax assets	246	248	395	249	263	136
Fixed assets	5 482	5 634	5 356	5 182	5 326	3 496
Operations and non-current assets held for sale	1 255	168	164	201	246	225
Other assets	8 979	8 727	11 380	12 017	9 236	11 382
Total assets	1 823 453	1 849 047	1 815 419	1 809 242	1 831 699	1 473 919
Loans and deposits from credit institutions	302 669	297 107	233 723	230 256	178 822	144 198
Deposits from customers	590 745	594 539	611 386	595 246	597 242	538 151
Financial derivatives	53 019	68 391	66 256	78 312	95 498	62 741
Debt securities issued	493 732	520 878	526 954	548 867	606 222	371 784
Insurance liabilities, customers bearing the risk	21 337	20 044	18 031	16 448	16 454	19 868
Liabilities to life insurance policyholders	193 556	191 423	189 047	187 994	184 791	191 626
Insurance liabilities, non-life insurance	704	635	552	359	-	-
Payable taxes	9 093	2 886	1 893	1 707	384	1 431
Deferred taxes	525	5 587	5 825	5 547	5 457	1 994
Other liabilities	12 331	16 333	28 112	13 506	15 410	27 717
Operations held for sale	366	0	0	0	0	0
Provisions	4 923	5 057	4 992	4 923	4 918	5 207
Subordinated loan capital	39 051	39 940	43 629	42 624	45 225	33 226
Total liabilities	1 722 050	1 762 819	1 730 399	1 725 788	1 750 424	1 397 944
Minority interests	2 755	3 265	4 010	3 644	4 211	2 662
Share capital	16 231	13 327	13 327	13 327	13 327	13 327
Share premium reserve	22 609	11 697	11 697	11 697	11 697	11 697
Other equity	59 808	57 939	55 987	54 786	52 041	48 290
Total equity	101 403	86 228	85 020	83 453	81 275	75 976
Total liabilities and equity	1 823 453	1 849 047	1 815 419	1 809 242	1 831 699	1 473 919

Key figures

						Full year	
	4Q09	3Q09	2Q09	1Q09	4Q08	2009	2008
Interest rate analysis							
1 Combined weighted total average spread for lending and deposits (%)	1.13	1.16	1.16	1.16	1.12	1.15	1.04
2 Spread for ordinary lending to customers (%)	1.61	1.63	1.60	1.58	1.34	1.61	1.01
3 Spread for deposits from customers (%)	0.23	0.29	0.30	0.33	0.68	0.29	1.08
Rate of return/profitability							
4 Net other operating income, per cent of total income	36.0	40.8	32.3	48.0	42.8	39.8	36.2
5 Cost/income ratio (%)	49.3	46.9	55.1	43.6	42.2	48.3	51.4
6 Return on equity, annualised (%)	10.1	10.6	6.0	15.8	10.7	10.6	12.4
7 RARORAC, annualised (%)	15.5	18.8	11.6	22.9	24.5	17.2	13.6
8 RORAC, annualised (%)	12.9	12.9	6.7	18.1	11.7	12.6	15.3
9 Average equity including allocated dividend (NOK million)	84 110	81 986	80 410	78 437	76 048	81 236	74 044
10 Return on average risk-weighted volume, annualised (%)	0.63	0.64	0.22	1.00	0.58	0.83	0.79
Financial strength							
11 Core (Tier 1) capital ratio at end of period (%)	9.3	7.3	7.1	6.8	6.7	9.3	6.7
12 Core (Tier 1) capital ratio incl. 50% of profit for the period (%)	-	7.6	7.3	7.0	-	-	-
13 Capital adequacy ratio at end of period (%)	12.1	10.1	10.1	9.6	9.5	12.1	9.5
14 Capital adequacy ratio incl. 50% of profit for the period (%)	-	10.3	10.2	9.7	-	-	-
15 Core capital at end of period (NOK million)	98 208	80 010	80 231	78 613	80 010	98 208	80 010
16 Risk-weighted volume at end of period (NOK million)	1 052 566	1 093 934	1 122 620	1 147 791	1 200 590	1 052 566	1 200 590
Loan portfolio and write-downs							
17 Individual write-downs relative to average net lending to customers, annualised	0.46	0.59	0.64	0.41	0.59	0.53	0.25
18 Write-downs relative to average net lending to customers, annualised	0.54	0.79	0.80	0.55	0.80	0.67	0.33
19 Net non-performing and impaired commitments, per cent of net lending	1.71	1.68	1.56	1.18	0.99	1.71	0.99
20 Net non-performing and impaired commitments at end of period (NOK million)	19 127	19 229	18 322	13 952	11 922	19 127	11 922
Liquidity							
21 Ratio of customer deposits to net lending to customers at end of period (%)	53.0	52.5	52.5	50.7	50.1	53.0	50.1
Total assets owned or managed by DnB NOR							
22 Customer assets under management at end of period (NOK billion)	468	456	496	487	510	468	510
23 Total combined assets at end of period (NOK billion)	2 076	2 094	2 104	2 092	2 141	2 076	2 141
24 Average total assets (NOK billion)	1 935	1 927	1 880	1 881	1 821	1 906	1 635
25 Customer savings at end of period (NOK billion)	1 059	1 052	1 108	1 083	1 108	1 059	1 108
Staff							
26 Number of full-time positions at end of period	13 317	13 524	13 711	13 928	14 057	13 317	14 057
The DnB NOR share							
27 Number of shares at end of period (1 000)	1 628 799	1 332 654	1 332 654	1 332 654	1 332 654	1 628 799	1 332 654
28 Average number of shares (1 000)	1 345 391	1 332 654	1 332 654	1 332 654	1 332 654	1 335 838	1 332 654
29 Earnings per share (NOK)	1.58	1.63	0.90	2.32	1.52	6.43	6.91
30 Earnings per share excluding operations held for sale (NOK)	1.52	1.63	0.90	2.32	1.52	6.37	6.91
31 Dividend per share (NOK) ¹⁾	-	-	-	-	-	1.75	0.00
32 Total shareholder's return (%)	(1.2)	36.5	62.0	12.0	(39.2)	144.7	(65.6)
33 Dividend yield (%)	-	-	-	-	-	2.79	0.00
34 Equity per share including allocated dividend at end of period (NOK)	52.34	62.25	60.79	59.89	57.83	52.34	57.83
35 Share price at end of period (NOK)	62.75	66.90	49.00	30.25	27.00	62.75	27.00
36 Diluted share price at end of period, adjusted for rights issue (NOK)	62.75	63.53	46.53	28.73	25.64	62.75	25.64
37 Price/earnings ratio	10.33	10.28	13.60	3.26	4.43	9.85	3.91
38 Price/book value	1.20	1.07	0.81	0.51	0.47	1.20	0.47
39 Market capitalisation (NOK billion)	102.2	89.2	65.3	40.3	36.0	102.2	36.0

1) Proposed dividend for 2009.

For definitions of selected key figures, see next page.

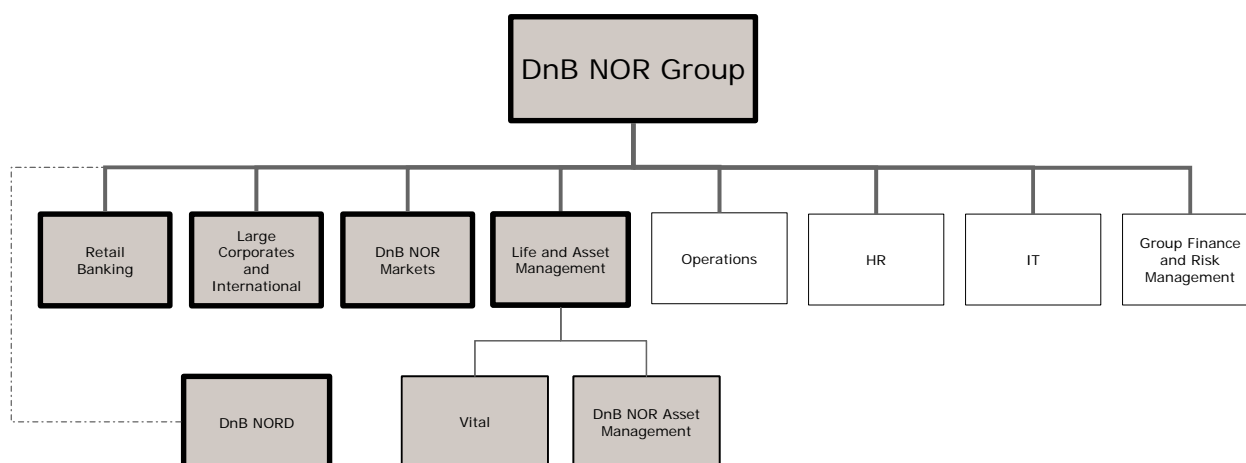
Definitions to key figures

- 1, 2, 3 Based on nominal values excluding lending to and deposits with credit institutions and impaired loans, measured against the 3-month money market rate.
- 5 Total operating expenses relative to total income. Expenses exclude allocations to employees and impairment losses for goodwill.
- 6 Profit for the period, excluding 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 the risk-adjusted capital requirement. Risk-adjusted profits indicate the level of profits in a normalised situation. The risk-adjusted capital requirement is described in further detail in the chapter "Management in DnB NOR" in the DnB NOR Group's annual report for 2008.
- 8 RORAC (Return On Risk-Adjusted Capital) is defined as profits for the period relative to the 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.
- 22 Total assets under management for customers in Life and Asset Management.
- 23 Total assets and customer assets under management.
- 25 Total deposits from customers, assets under management and equity-linked bonds.
- 29 Excluding profits attributable to minority interests. Holdings of own shares are not included in calculations of the number of shares.
- 30 Excluding operations held for sale and profits attributable to minority interests. Holdings of own shares are not included in calculations of the number of shares.
- 32 Closing price at end of period less closing price at beginning of period, including dividends reinvested in DnB NOR shares on the dividend payment date, relative to closing price at beginning of period.
- 34 Equity at end of period excluding minority interests relative to number of shares at end of period.
- 37 Closing price at end of period relative to annualised earnings per share.
- 38 Closing price at end of period relative to recorded equity at end of period.
- 39 Number of shares multiplied by the closing share price at end of period.

Section 3

DnB NOR Group - business areas

With effect from 1 July 2009 the business structure has been changed. Figures prior to the third quarter of 2009 have been restated accordingly.



Business areas – financial performance

With effect from 1 July 2009 the organisational structure has been changed. The Group's operations in the Norwegian regional network in former Retail Banking area and in the regional divisions Coast and East in Corporate Banking and Payment Services have been merged into one business area, Retail Banking, while the large corporate customers will be served by the new business area, Large Corporates and International.

DnB NOR's business areas; Retail Banking, Large Corporates and International, DnB NOR Markets and Life and Asset Management are independent profit centres carrying responsibility for customer segments served by the Group and the products offered. In addition, DnB NOR is reported as a separate profit centre.

The income statement and balance sheet for the business areas have been prepared on the basis of internal financial reporting for the functional organisation of the DnB NOR Group into business areas. Figures for the business areas are based on DnB NOR's management model and the Group's accounting principles. The figures have been restated in accordance with the new organisational structure and the Group's current principles for allocating costs and capital between business areas. The figures for business areas are based on a number of assumptions, estimates and discretionary distributions. Internal transfer rates used between the business areas are determined based on observable market rates, e.g. NIBOR. Additional costs relating to the Group's long-term funding are charged to the business areas. According to the Group's liquidity management policy, 90 per cent of lending is financed through stable deposits and long-term funding. The additional costs thus arising were charged to the business areas. In the management accounts, Retail Banking and Large Corporates and International are measured based on the business areas' ordinary operations. Volatile IFRS effects are not allocated to the business areas.

Return on capital for the business areas are presented in the descriptions of each area in this section. Return on capital is measured as the business area's profits after taxes relative to average allocated capital. Capital is allocated to the business areas as part of the Group's financial planning process and corresponds to the areas' risk-adjusted capital requirement based on the risk involved in operations. The capital requirement is measured 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 fourth quarter of 2009, such income totalled NOK 292 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>	4Q09	Change 3Q09-4Q09	Change 4Q08-4Q09
Net interest income	5 606	(135)	(573)
Retail Banking	3 615	(268)	(59)
Large Corporates and International	1 425	(85)	(441)
DnB NOR Markets	315	(3)	(82)
Life and Asset Management	0	1	9
DnB NORD	369	(8)	(110)
Other	(118)	228	111

Changes in net other operating income

<i>Amounts in NOK million</i>	4Q09	Change 3Q09-4Q09	Change 4Q08-4Q09
Net other operating income	3 160	(791)	(1 455)
Retail Banking	963	(27)	157
Large Corporates and International	586	71	(100)
DnB NOR Markets	943	(313)	(1 184)
Life and Asset Management	923	25	(204)
- <i>Vital</i>	719	36	(214)
- <i>DnB NOR Asset Management</i>	203	(11)	10
DnB NORD	182	27	(94)
Other	(438)	(574)	(31)

Changes in operating expenses

<i>Amounts in NOK million</i>	4Q09	Change 3Q09-4Q09	Change 4Q08-4Q09
Operating expenses	4 657	9	(961)
Retail Banking	2 496	(123)	(61)
Large Corporates and International	405	(41)	(129)
DnB NOR Markets	459	4	(68)
Life and Asset Management	558	19	113
- <i>Vital</i>	415	52	79
- <i>DnB NOR Asset Management</i>	143	(34)	34
DnB NORD	768	329	225
Other ¹⁾	(29)	(179)	(1 042)

1) Impairment losses for goodwill totalled NOK 1 058 million in the fourth quarter of 2008.

Changes in write-downs on loans and guarantees

<i>Amounts in NOK million</i>	4Q09	Change 3Q09-4Q09	Change 4Q08-4Q09
Write-downs on loans and guarantees	1 517	(759)	(797)
Retail Banking	344	(131)	(298)
Large Corporates and International	189	(92)	62
DnB NORD, including collective write-downs on loans	845	(196)	(208)
Unallocated collective write-downs on loans excl. DnB NORD	139	(341)	(330)
Other	0	0	(23)

Extracts from income statement, fourth quarter

	Retail Banking		Large Corporates and International		DnB NOR Markets		Life and Asset Management		DnB NORD		Other operations/eliminations ¹⁾		DnB NOR Group	
	4Q09	4Q08	4Q09	4Q08	4Q09	4Q08	4Q09	4Q08	4Q09	4Q08	4Q09	4Q08	4Q09	4Q08
<i>Amounts in NOK million</i>														
Net interest income - ordinary operations	3 515	3 371	1 271	1 394	288	289	(46)	(136)	354	394	223	867	5 606	6 179
Interest on allocated capital ²⁾	100	303	153	472	28	109	46	128	14	86	(341)	(1 097)		
Net interest income	3 615	3 674	1 425	1 866	315	398	0	(9)	369	479	(118)	(230)	5 606	6 179
Net other operating income	963	806	586	687	943	2 127	923	1 127	182	276	(438)	(407)	3 160	4 615
Total income	4 578	4 480	2 011	2 553	1 259	2 525	923	1 118	551	755	(556)	(637)	8 766	10 794
Operating expenses	2 496	2 557	405	534	459	527	558	445	768	543	(29)	1 012	4 657	5 618
Pre-tax operating profit before write-downs	2 082	1 923	1 606	2 018	800	1 998	365	673	(217)	213	(527)	(1 650)	4 109	5 176
Net gains on fixed and intangible assets	0	(1)	0	0	0	0	0	0	(15)	3	34	4	19	5
Write-downs on loans and guarantees	344	643	189	127	0	1	0	0	845	1 053	139	491	1 517	2 314
Pre-tax operating profit	1 738	1 279	1 417	1 892	800	1 997	365	673	(1 078)	(837)	(632)	(2 136)	2 610	2 868

1) Other operations/eliminations:

	Eliminations of double entries		Other eliminations		Group Centre		Total	
	4Q09	4Q08	4Q09	4Q08	4Q09	4Q08	4Q09	4Q08
<i>Amounts in NOK million</i>								
Net interest income - ordinary operations	0	0	(3)	(30)	227	898	223	867
Interest on allocated capital			0	0	(341)	(1 097)	(341)	(1 097)
Net interest income	0	0	(3)	(30)	(114)	(199)	(118)	(230)
Net other operating income	(292)	(625)	(160)	(111)	14	329	(438)	(407)
Total income	(292)	(625)	(164)	(142)	(101)	130	(556)	(637)
Operating expenses			(164)	(134)	135	1 147	(29)	1 012
Pre-tax operating profit before write-downs	(292)	(625)	0	(9)	(236)	(1 017)	(527)	(1 650)
Net gains on fixed and intangible assets			0	9	34	(5)	34	4
Write-downs on loans and guarantees			0	0	139	491	139	491
Pre-tax operating profit	(292)	(625)	0	0	(341)	(1 512)	(632)	(2 136)

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, Marketing and Communications, Corporate Centre, the partially owned company Eksportfinans, investments in IT infrastructure and shareholder-related. In addition, the Group Centre includes that part of the Group's equity that is not allocated to the business areas.

2) The interest is calculated on the basis of internal measurement of risk-adjusted capital. Figures for previous periods have been restated.

Main average balance sheet items

	Retail Banking		Large Corporates and International		DnB NOR Markets		Life and Asset Management		DnB NORD		Other operations/ eliminations		DnB NOR Group	
	4Q09	4Q08	4Q09	4Q08	4Q09	4Q08	4Q09	4Q08	4Q09	4Q08	4Q09	4Q08	4Q09	4Q08
<i>Amounts in NOK billion</i>														
Net lending to customers ¹⁾	723.8	682.9	341.3	388.0	6.4	7.2	2.8	2.5	75.9	87.8	(19.9)	(6.8)	1 130.3	1 161.6
Deposits from customers ¹⁾	370.6	360.6	219.5	222.1	28.0	21.3			20.0	23.1	(18.0)	(18.6)	620.0	608.5
Assets under management ²⁾	0.1						480.0	531.7			(0.1)		480.0	531.7

Key figures

	Retail Banking		Large Corporates and International		DnB NOR Markets		Life and Asset Management		DnB NORD		Other operations		DnB NOR Group	
	4Q09	4Q08	4Q09	4Q08	4Q09	4Q08	4Q09	4Q08	4Q09	4Q08	4Q09	4Q08	4Q09	4Q08
<i>Per cent</i>														
Cost/income ratio ³⁾	52.3	54.8	20.2	20.9	36.5	20.9	60.4	39.8	72.6	54.2			49.3	42.2
Ratio of deposits to lending ^{1) 4)}	51.2	52.8	64.3	57.2					26.4	26.4			54.9	52.4
Return on allocated capital, annualised ⁵⁾	25.3	18.3	13.3	17.4	41.5	80.3	49.3	10.4	(28.9)	(28.4)			12.9	11.7
Full-time positions as at 31 Dec. ⁶⁾	5 090	5 241	1 061	1 115	647	655	961	1 169	3 174	3 597	2 385	2 280	13 317	14 057

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

2) The figures include total assets in Vital and was NOK 232.5 billion as at 31 December 2009 and NOK 224.1 billion as at 31 December 2008..

3) Total operating expenses relative to total income. Expenses exclude impairment losses for goodwill.

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

5) The return is calculated on the basis of internal measurement of risk-adjusted capital.

6) Due to changes in the agreement with Norway Post, 162.6 full-time positions were transferred from Norway Post on 1 May 2009. Costs and corresponding head-count figures relating to these positions were included with effect from the first quarter of 2009. In 2009, some 200 full-time positions were transferred to the IT unit from other units in the Group in connection with the centralisation of IT functions.

Extracts from income statement, full year

	Retail Banking		Large Corporates and International		DnB NOR Markets		Life and Asset Management		DnB NORD		Other operations/ eliminations		DnB NOR Group	
	2009	2008	2009	2008	2009	2008	2009	2008	2009	2008	2009	2008	2009	2008
<i>Amounts in NOK million</i>														
Net interest income - ordinary operations	14 495	12 347	5 273	4 492	1 100	708	(251)	(588)	1 462	1 411	554	3 539	22 633	21 910
Interest on allocated capital ¹⁾	503	1 224	793	1 606	144	305	231	502	96	303	(1 767)	(3 939)		
Net interest income	14 998	13 571	6 066	6 097	1 244	1 014	(20)	(86)	1 559	1 714	(1 213)	(400)	22 633	21 910
Net other operating income	3 756	3 717	2 525	2 334	5 999	4 671	3 582	2 988	684	754	(1 552)	(2 027)	14 994	12 438
Total income	18 753	17 288	8 591	8 431	7 243	5 685	3 562	2 902	2 242	2 468	(2 765)	(2 427)	37 627	34 347
Operating expenses	10 185	9 620	1 806	2 021	1 913	1 749	2 211	2 153	2 589	1 704	207	1 473	18 911	18 721
Pre-tax operating profit before write-downs	8 569	7 669	6 785	6 410	5 331	3 936	1 351	748	(347)	764	(2 972)	(3 900)	18 717	15 627
Net gains on fixed and intangible assets	1	0	0	17	0	0	0	0	(13)	19	38	16	26	52
Write-downs on loans and guarantees	1 586	1 267	1 128	212	0	1	0	0	3 929	1 388	1 067	641	7 710	3 509
Pre-tax operating profit	6 984	6 402	5 657	6 216	5 331	3 935	1 351	748	(4 289)	(605)	(4 001)	(4 525)	11 032	12 170

1) The interest is calculated on the basis of internal measurement of risk-adjusted capital. Figures for previous periods have been restated accordingly.

Market shares lending and deposit, Norwegian customers

Retail customers ¹⁾

<i>Per cent</i>	31 Dec. 2009	30 Sept. 2009	30 June 2009	31 March 2009	31 Dec. 2008
Total lending to households ²⁾	28.4	28.4	28.4	28.2	28.2
Bank deposits from households ³⁾	32.4	32.5	32.4	32.5	32.7

<i>Per cent</i>	30 Sept. 2008	30 June 2008	31 March 2008	31 Dec. 2007	30 Sept. 2007
Total lending to households ²⁾	28.4	28.5	28.7	28.9	29.1
Bank deposits from households ³⁾	33.0	32.8	32.8	32.8	33.4

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

Corporate customers ^{1) 2)}

<i>Per cent</i>	31 Dec. 2009	30 Sept. 2009	30 June 2009	31 March 2009	31 Dec. 2008
Of total lending to corporate clients ³⁾	14.0	14.5	14.9	14.4	15.2
Of deposits from corporate clients ⁴⁾	35.5	36.1	35.7	37.1	36.6

<i>Per cent</i>	30 Sept. 2008	30 June 2008	31 March 2008	31 Dec. 2007	30 Sept. 2007
Of total lending to corporate clients ³⁾	15.0	15.2	14.8	15.2	15.0
Of deposits from corporate clients ⁴⁾	36.3	35.8	34.5	35.6	37.1

1) Based on nominal values.

2) Updated according to adjusted data from Norges Bank.

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

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

Source: Norges Bank, DnB NOR

Retail Banking

Retail Banking aims to maintain its leading market position and stand out as the customers' best financial partner. Karin Bing Orgland, group executive vice president, heads the business area.

Retail Banking included from 1 July 2009:

- The retail market activities (private individuals and small and medium sized enterprises) of DnB NOR Bank, Postbanken and Nordlandsbanken
- DnB NOR Boligkreditt (excluding funding activities)
- DnB NOR Finans
- DnB NOR Skadeforsikring
- Residential real estate broking activities through DnB NOR Eiendom and Postbanken Eiendom
- Retail banking activities in Luxembourg and Sweden
- Svensk Fastighetsförmedling
- SalusAnsvar

Customers/markets

- Serving 2.3 million private customers and 101 000 corporate customers, of which 535 000 customers have loans
- 1 367 000 customers subscribe to DnB NOR loyalty programmes and Postbanken Leve
- 1.2 million customers have agreed to receive notifications from the bank, such as account statements, via e-mail
- 64 million payment transactions were carried out through the Internet banks in 2009
- 6.0 million payment transactions were carried out through in-store postal and banking outlets
- 29.6 million SMS messages were received in 2009
- Brand names
 - DnB NOR
 - Postbanken
 - Nordlandsbanken
 - Cresco
 - DnB NOR Skadeforsikring

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:

- Branch offices: 163 DnB NOR, 39 Postbanken and 16 Nordlandsbanken
- Investment Advisory Services for private and corporate customers: 87
- In-store postal and banking outlets: 2 165
- Postal offices: 208
- Internet and telephone
- Real estate outlets in Norway: 116
- Real estate outlets in Sweden: 213

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 in-store postal outlets where customers can carry out everyday banking transactions in their local supermarkets. The distribution of standard banking services through in-store banking outlets is based on an agreement between DnB NOR and NorgesGruppen.

Employees

At end-December 2009, the business area had a staff of 5 090 full-time positions, with 4 660 positions in Norway, including 1 289 in Norwegian subsidiaries, and 430 in international units. Streamlining measures in the Group's cost programme resulted in staff reductions in Norwegian operations compared with 2008.

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, Life and pension insurance (Life and Asset Management)
- Financial instruments (DnB NOR Markets)

Financial performance ¹⁾

Amounts in NOK million	4Q09	3Q09	2Q09	1Q09	4Q08	Full year	
						2009	2008
Net interest income - ordinary operations	3 515	3 783	3 720	3 477	3 371	14 495	12 347
Interest on allocated capital ²⁾	100	100	129	174	303	503	1 224
Net interest income	3 615	3 883	3 849	3 651	3 674	14 998	13 571
Net other operating income	963	990	932	870	806	3 756	3 717
Total income	4 578	4 872	4 782	4 522	4 480	18 753	17 288
Operating expenses	2 496	2 619	2 483	2 586	2 557	10 185	9 620
Pre-tax operating profit before write-downs	2 082	2 253	2 299	1 935	1 923	8 569	7 669
Net gains on fixed and intangible assets	0	0	0	1	(1)	1	0
Write-downs on loans and guarantees	344	475	290	476	643	1 586	1 267
Pre-tax operating profit	1 738	1 778	2 008	1 460	1 279	6 984	6 402
Net lending to customers (NOK billion) ³⁾	723.8	719.2	710.0	700.2	682.9	713.3	664.1
Deposits from customers (NOK billion) ³⁾	370.6	372.0	364.1	364.4	360.6	367.7	352.5
Cost/income ratio (%)	52.3	51.7	51.9	57.2	54.8	53.2	55.1
Ratio of deposits to lending (%)	51.2	51.7	51.3	52.0	52.8	51.6	53.1
Return on allocated capital, annualised (%)	25.3	26.2	30.4	22.6	18.3	26.1	23.6

1) In connection with the restructuring of Retail Banking and Large Corporates and International, figures for previous periods have been restated after the release of the third quarter results for 2009.

2) The interest is calculated on the basis of internal measurement of risk-adjusted capital. Figures for previous periods have been restated accordingly.

3) Average balances. Based on nominal values.

Net interest income

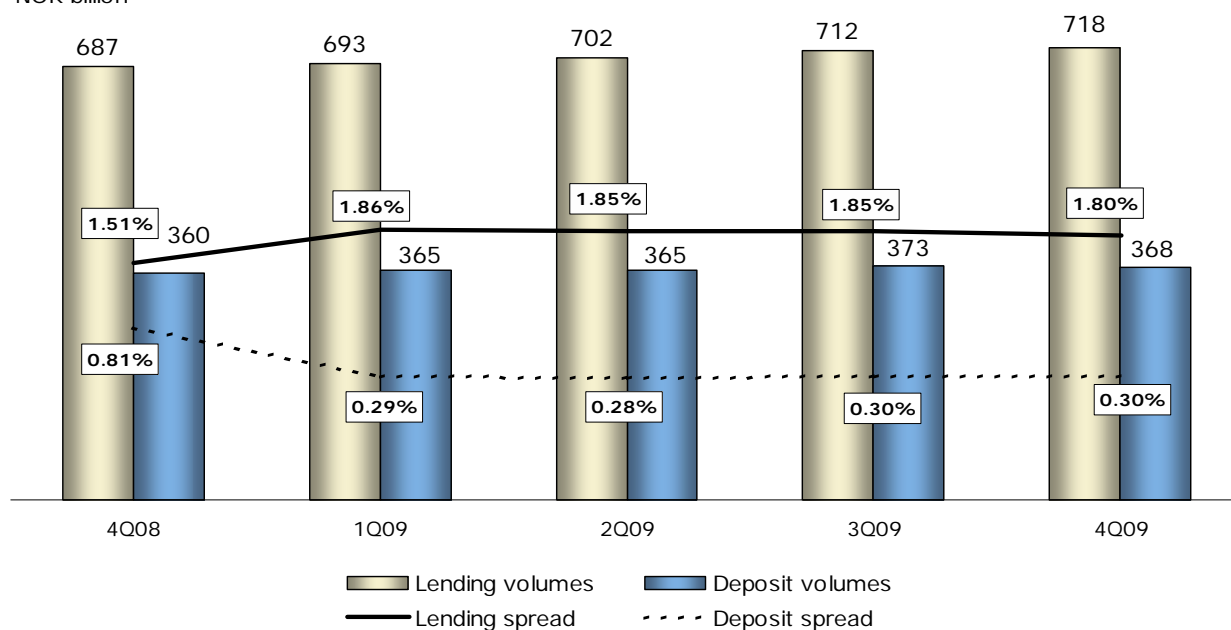
Amounts in NOK million	Average volumes			Spreads in per cent			Net interest income		
	4Q09	3Q09	4Q08	4Q09	3Q09	4Q08	4Q09	3Q09	4Q08
Lending ^{1) 2)}	717 905	712 176	687 006	1.80	1.85	1.51	3 261	3 320	2 617
Deposits ¹⁾	368 208	372 529	360 195	0.30	0.30	0.81	274	278	738
Allocated capital	19 653	19 381	20 023	2.00	2.00	6.01	100	100	303
Other							(20)	185	16
Total net interest income							3 615	3 883	3 674

1) Based on nominal values.

2) Excluding impaired loans.

Developments in average volumes and interest spreads ¹⁾

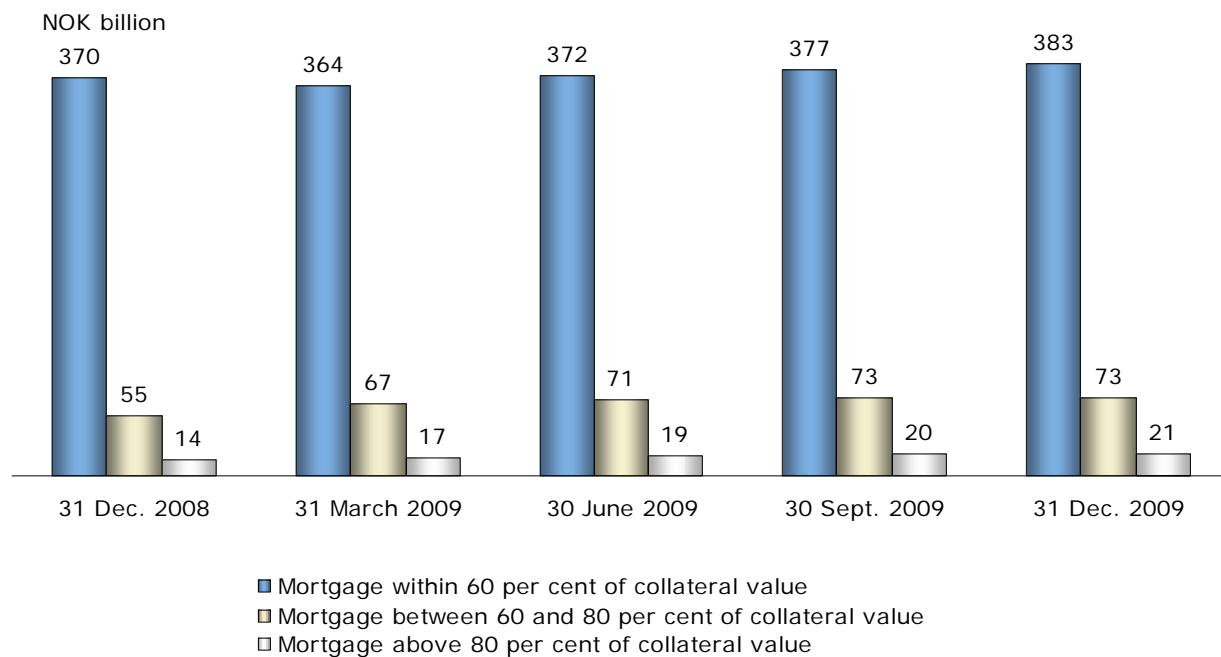
NOK billion



1) Excluding impaired loans

Residential mortgages

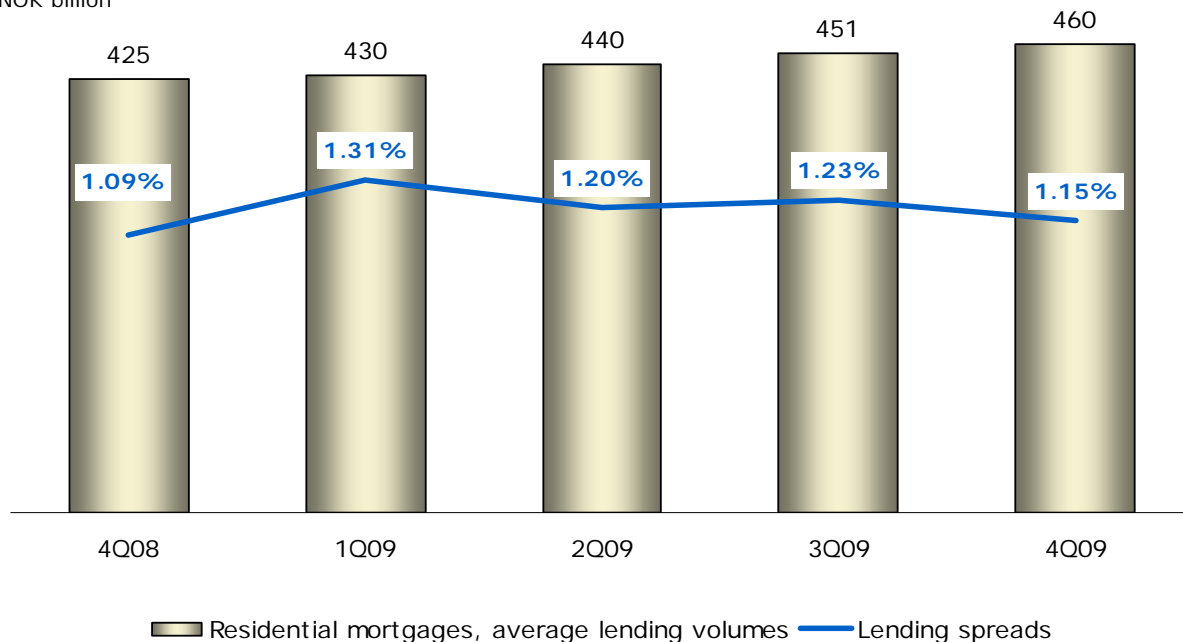
Distribution of lending according to collateral value



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

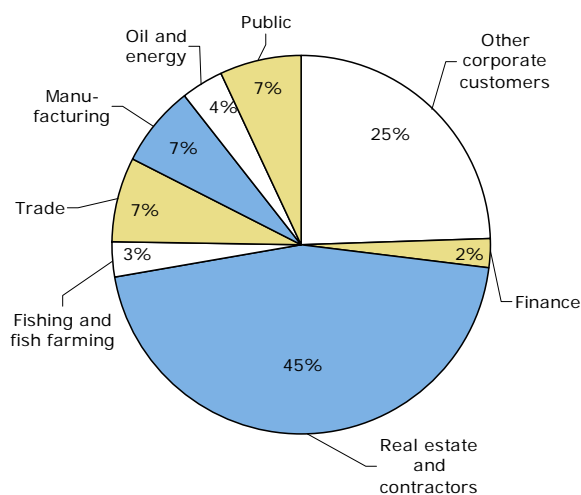
Average mortgage lending - volumes and spreads

NOK billion

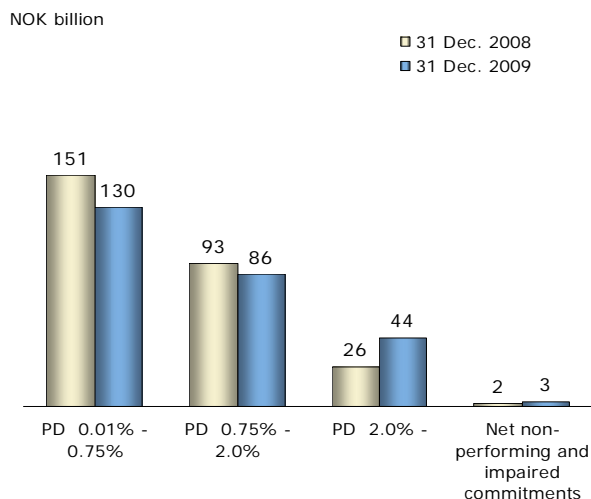


Retail corporate customers

Exposure at default according to sector ¹⁾



Risk classification of portfolio ²⁾



1) Corporate customers. Figures as at 31 December 2009.

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

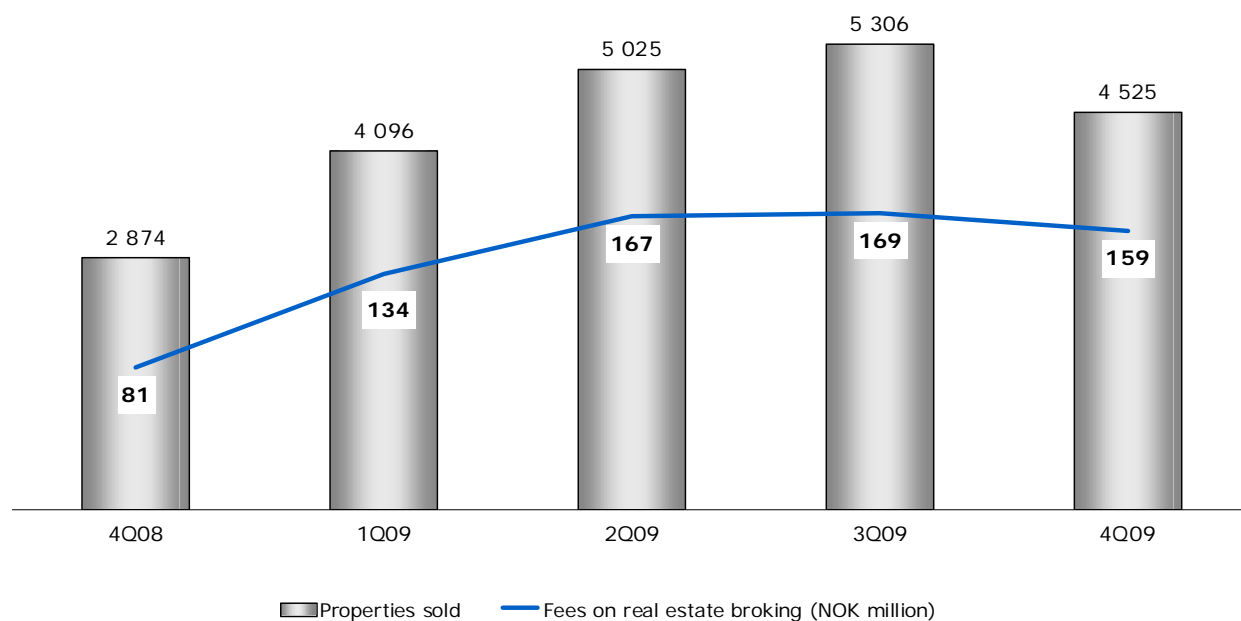
Residential real estate broking

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 89 outlets located in DnB NOR branches at the end of September 2009. Postbanken Eiendom has established 27 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 Svensk Fastighetsförmedling had 213 outlets in Sweden at end-December.

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⁾

Properties sold						Full year	
	4Q09	3Q09	2Q09	1Q09	4Q08	2009	2008
DnB NOR Eiendom	3 702	4 361	4 085	3 265	2 286	15 413	13 347
Postbanken Eiendom	823	945	940	831	588	3 539	3 024
Total properties sold	4 525	5 306	5 025	4 096	2 874	18 952	16 371
Market shares, per cent ²⁾						19 %	18 %

1) Norwegian operations only

2) Management's estimates

Consumer finance

Average volumes

Amounts in NOK billion	4Q09	3Q09	2Q09	1Q09	4Q08	Full year	
						2009	2008
Net lending to customers	14	14	14	13	13	14	12

Business profile

- DnB NOR's card-based services and consumer finance activities are coordinated in DnB NOR Kort, an entity within DnB NOR Bank ASA.
- Consumer finance activities generated healthy profits in the fourth quarter of 2009.
- DnB NOR Kort is Norway's leading card issuer in terms of number of cards issued and lending volume. As at 31 December 2009, the entity had issued more than 1.7 million credit and charge cards

DnB NOR Finans

Average volumes

Amounts in NOK billion	4Q09	3Q09	2Q09	1Q09	4Q08	Full year	
						2009	2008
Net lending to customers	46	46	46	47	47	46	44

- There was an 11.4 per cent decrease in new leasing and lending contracts in 2009 compared to 2008.
- The value of processed factoring invoices was down 5 per cent in 2009 relative to 2008.

Business profile

DnB NOR Finans is Norway's leading finance company. The company provides administrative, financial and risk-reducing services related to investments and operations. In its operations, DnB NOR Finans focuses mainly on leasing, leasing concepts for information and communication technology, factoring, motor vehicle financing and Auto lease (DnB NOR Finans' product concept for long-term leasing and management of company cars and service vehicles).

DnB NOR Finans has a strong local presence in Norway through 14 branches, most of which are co-located with branches of DnB NOR Bank. In addition, DnB NOR Finans has local representation in Denmark, where it offers Auto lease services, and in Sweden, where it offers Auto lease services, car finance, equipment finance and information and communication technology finance.

Nordlandsbanken

Average volumes

Amounts in NOK billion	4Q09	3Q09	2Q09	1Q09	4Q08	Full year	
						2009	2008
Net lending to customers	34	33	33	33	31	33	30
Customer deposits	13	13	12	13	12	13	12

Business profile

Nordlandsbanken is a wholly owned subsidiary of DnB NOR ASA. Nordlandsbanken serves private customers, businesses and the public sector through 16 branches in Nordland county. Nordlandsbanken aim to be the leading bank in Nordland county for customers who seek local expertise.

Non-life insurance

DnB NOR Skadeforsikring AS was established in the autumn of 2008, offering non-life insurance products, mainly to private individuals (home, car, travel etc.). The company is insurer for the portfolio established by the agent company Vital Skade AS, and the portfolio was transferred in accordance with policy-renewals during 2009.

DnB NOR Skadeforsikring AS provides non-life insurance products within the Group's distribution network and customer base, with products accommodated to the bank assurance concept. High level of service in claims handling and advisory, are significant components in creating customer loyalty. Furthermore, the company aims to achieve sufficient profitability with a long-term combined ratio below 100 per cent.

Written premium generated in DnB NOR Skadeforsikring AS in the fourth quarter of 2009, amounted NOK 972 million.

From February 2010 the responsibility for DnB NOR Skadeforsikring was transferred to the business area Insurance and Asset Management. DnB NOR Skadeforsikring will continue as a separate company, and non-life insurance will be sold through Retail Banking's distribution channels.

Large Corporates and International

Large Corporates and International (LCI) aims to offer good solutions to the customers in a challenging market situation, and maintain and build strong relations for the future. Leif Teksum, group executive vice president, heads the business area.

LCI is organised in six divisions:

- Nordic Corporates
- International Corporates and Institutions
- Shipping, Offshore and Logistics
- Northern Europe
- Special and Structured Finance
- Business Development and Cash Management

DnB NOR Monchebank is a separate subsidiary in the Business Development and Cash Management Division.

Employees

At end-December 2009, the business area had a staff of 1 061 full-time positions, with 461 positions in Norway and 601 in international units.

Financial performance ¹⁾

						Full year	
Amounts in NOK million	4Q09	3Q09	2Q09	1Q09	4Q08	2009	2008
Net interest income - ordinary operations	1 271	1 355	1 321	1 325	1 394	5 273	4 492
Interest on allocated capital ²⁾	153	154	205	280	472	793	1 606
Net interest income	1 425	1 509	1 526	1 606	1 866	6 066	6 097
Net other operating income	586	516	809	614	687	2 525	2 334
Total income	2 011	2 025	2 335	2 220	2 553	8 591	8 431
Operating expenses	405	446	464	490	534	1 806	2 021
Pre-tax operating profit before write-downs	1 606	1 579	1 871	1 730	2 018	6 785	6 410
Net gains on fixed and intangible assets	0	0	0	0	0	0	17
Write-downs on loans and guarantees	189	281	413	246	127	1 128	212
Pre-tax operating profit	1 417	1 298	1 457	1 485	1 892	5 657	6 216

Net lending to customers (NOK billion) ³⁾	341.3	367.3	382.5	396.7	388.0	371.8	329.2
Deposits from customers (NOK billion) ³⁾	219.5	232.4	230.3	227.5	222.1	227.4	196.3
Cost/income ratio (%)	20.2	22.0	19.9	22.1	20.9	21.0	24.0
Ratio of deposits to lending (%)	64.3	63.3	60.2	57.3	57.2	61.2	59.6
Return on allocated capital, annualised (%)	13.3	12.2	13.9	14.3	17.4	13.4	17.4

1) In connection with the restructuring of Retail Banking and Large Corporates and International, figures for previous periods have been restated after the release of the third quarter results for 2009.

2) The interest is calculated on the basis of internal measurement of risk-adjusted capital. Figures for previous periods have been restated accordingly.

3) Average balances. Based on nominal values.

Average total volumes

<i>Amounts in NOK billion</i>	4Q09	3Q09	2Q09	1Q09	4Q08	Full year	
						2009	2008
Loans ¹⁾	341	367	383	397	388	372	329
Guarantees	61	66	70	73	75	68	68
Total loans and guarantees	402	434	452	470	463	439	397
Adjusted for exchange rate movements	402	420	418	415	442	439	427
Commercial paper during the period	6	9	6	10	14	31	58
Syndicated loans during the period ²⁾	0	0	0	0	0	0	35
Bond issues during the period	17	48	27	49	52	142	88

1) Based on nominal values.

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

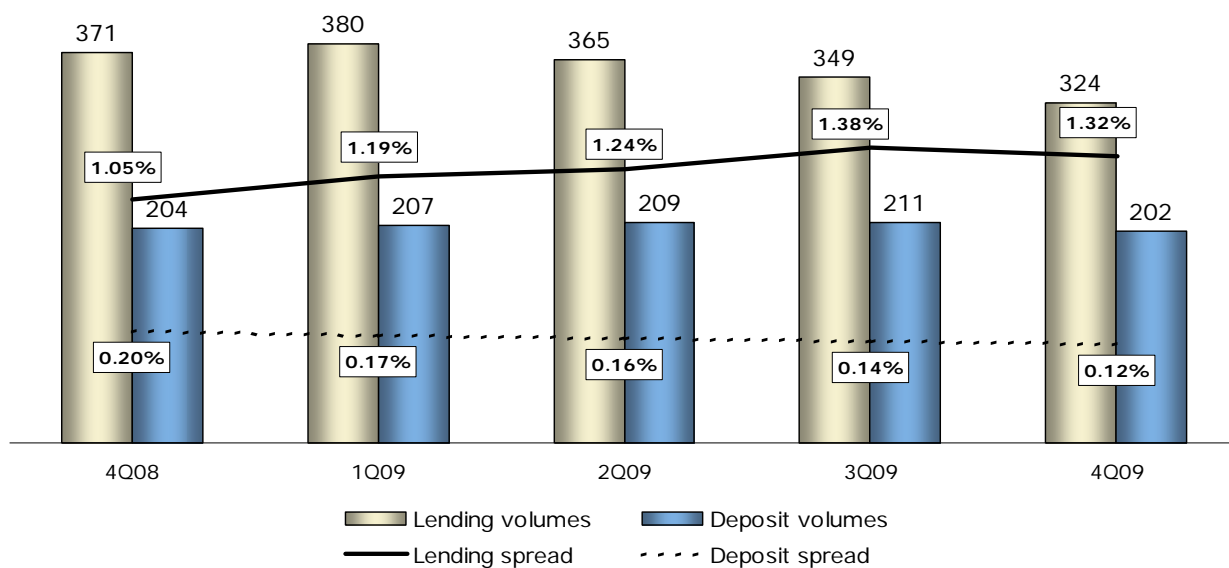
Net interest income

<i>Amounts in NOK million</i>	Average volumes			Spreads in per cent			Net interest income		
	4Q09	3Q09	4Q08	4Q09	3Q09	4Q08	4Q09	3Q09	4Q08
Lending ¹⁾	323 960	349 099	371 203	1.32	1.38	1.05	1 076	1 224	979
Deposits ¹⁾	201 722	210 506	204 389	0.12	0.14	0.20	60	75	103
Allocated capital	30 345	30 345	31 222	2.00	2.00	6.01	153	154	472
Other							135	56	312
Total net interest income							1 425	1 509	1 866

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

Developments in average volumes and interest spreads ¹⁾

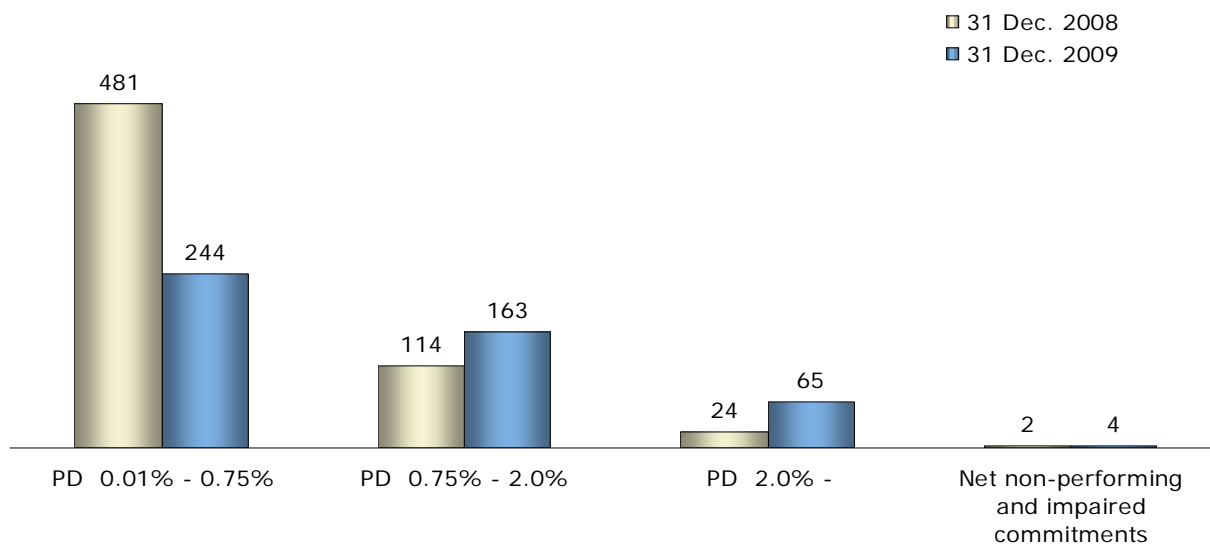
NOK billion



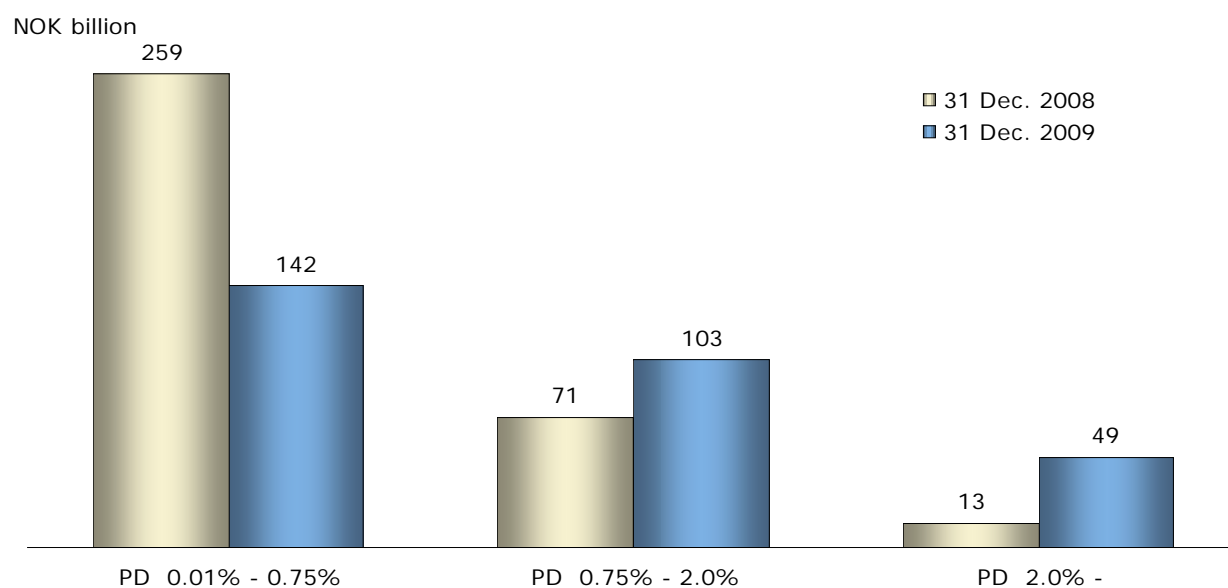
1) Excluding lending to and deposits from credit institutions and impaired loans.

Risk classification of portfolio ¹⁾

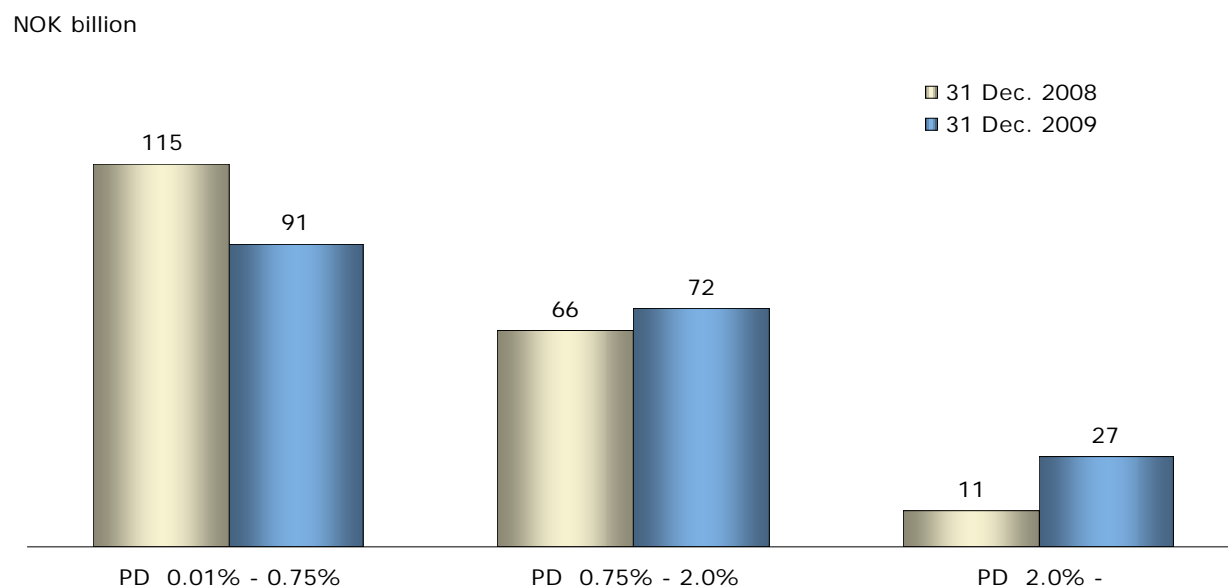
NOK billion



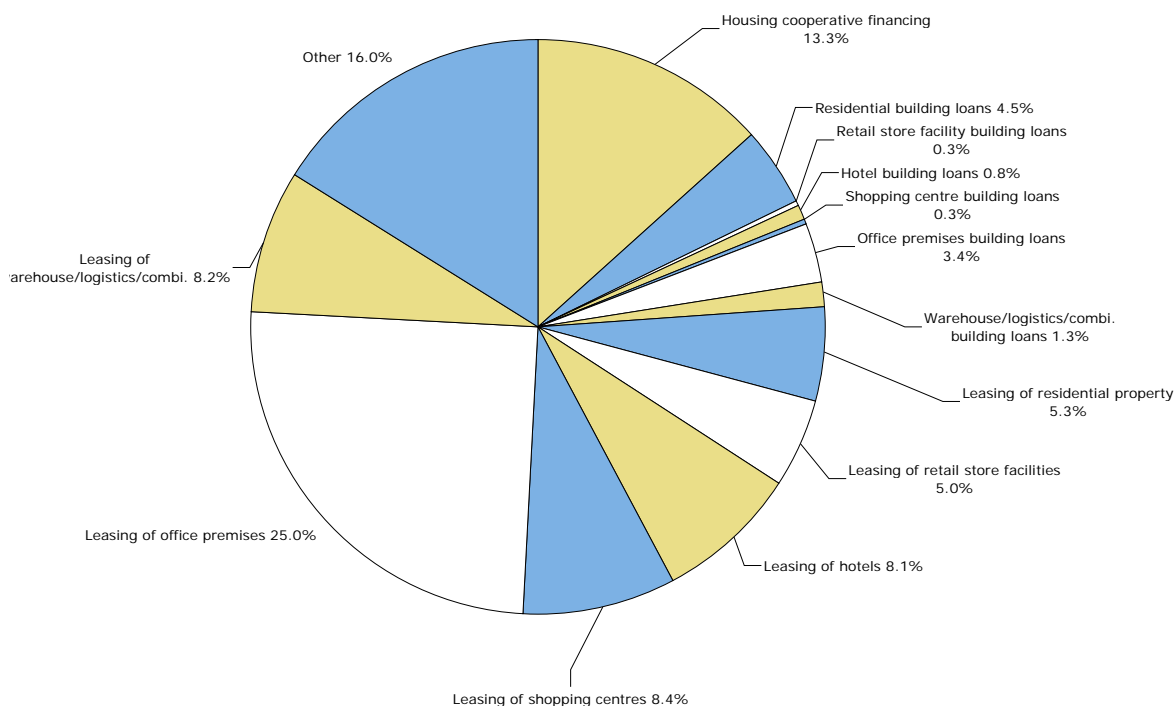
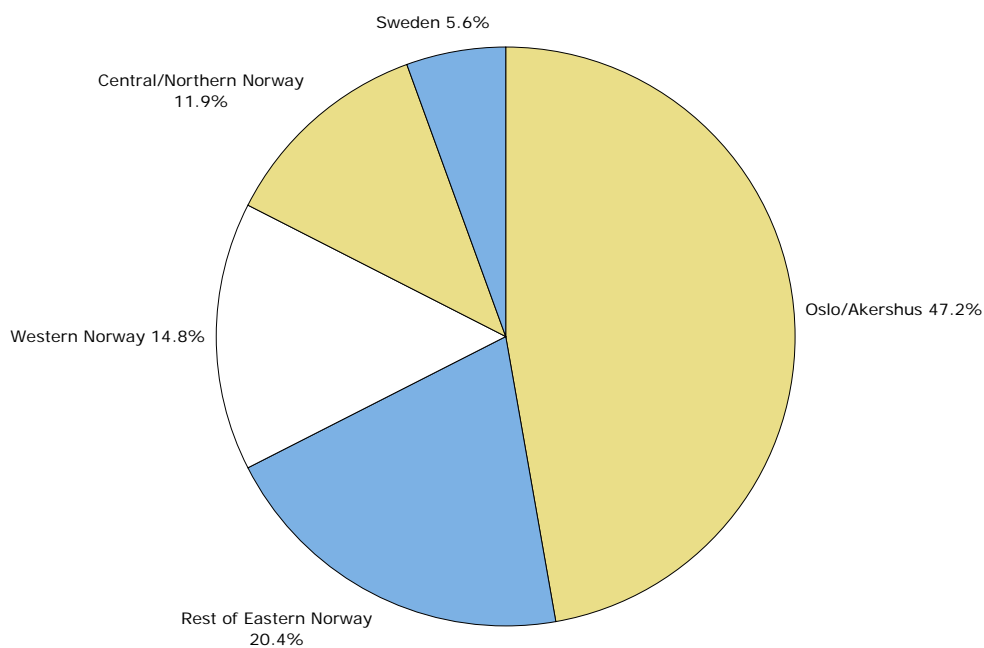
1) Based on DnB NOR's risk classification system. The volume represents the expected outstanding amount in the event of default.
 PD = probability of default

Risk classification of international portfolio ¹⁾

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
 The international portfolio comprises customers with an address outside Norway

Risk classification of commercial property ¹⁾

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

Commercial property exposure according to segment as at 31 December 2009**Geographic distribution of commercial property exposure as at 31 December 2009**

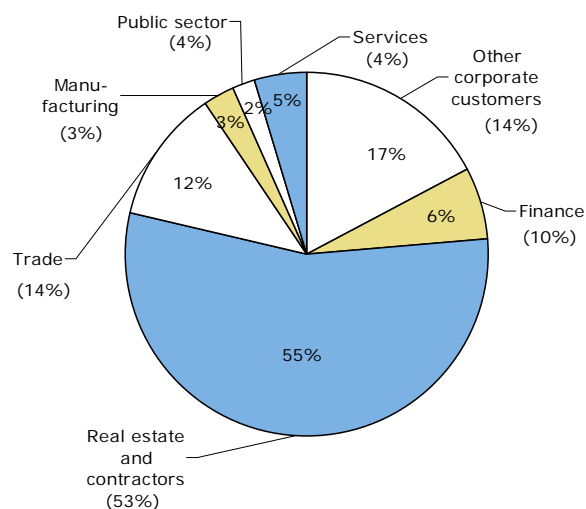
Nordic Corporate Division

- The NC Division serves the bank's largest Norwegian and Nordic corporate clients within the retail and service industries, commercial real estate and contractors, financial institutions, the public sector and non-government organisations. The NC Division also serves international clients in the same segments.
- DnB NOR is the market leader in these segments 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 other institutions in these segments.
- Commercial real estate broking services are offered through the subsidiary DnB NOR Næringsmegling AS.

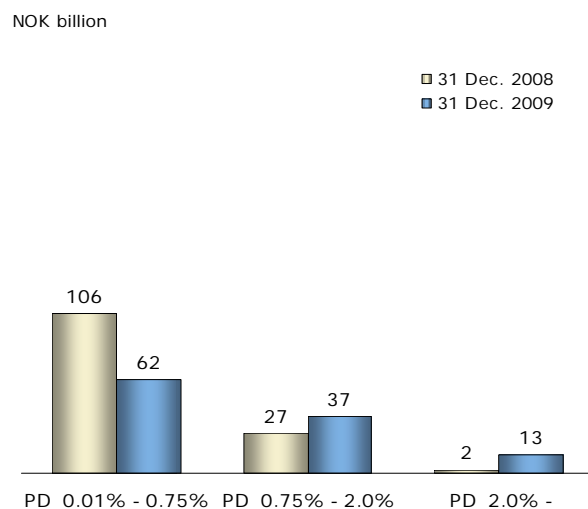
Average volumes

Amounts in NOK billion	4Q09	3Q09	2Q09	1Q09	4Q08	Full year	
						2009	2008
Net lending to customers	84	88	90	88	92	87	90
- Adjusted for exchange rate movements	84	88	89	87	92	87	91
Guarantees	14	14	14	14	16	14	15
Customer deposits	75	76	76	76	77	76	75

Exposure at default according to sector ¹⁾



Risk classification of portfolio ²⁾



1) Figures as at 31 December 2009. Percentages as at 31 December 2008 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

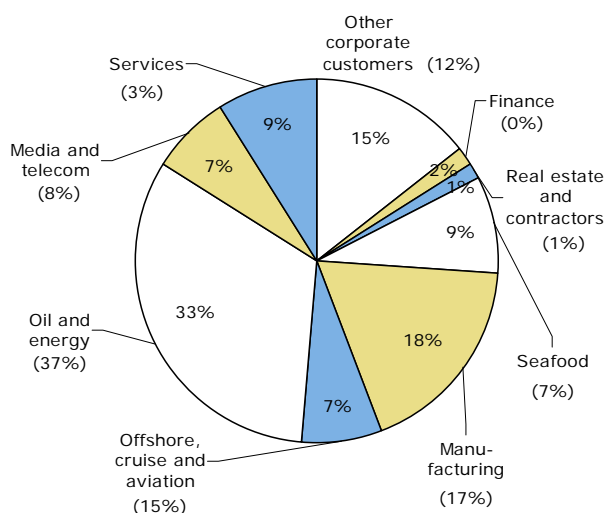
International Corporate and Institutions Division

- The International Corporates and Institutions Division serves large Norwegian corporates including international companies with business in Norway, international customers in the oil and energy-, seafood-, telecom-, media-, technology-, healthcare-, and forest industry sectors as well as financial institutions.
- The division serves a majority of the Norwegian companies in the defined industries as their lead banker. In addition there is a broad interaction with a majority of the other corporates in these segments in Norway, as well as with selected corporates within LCI's strategy internationally.

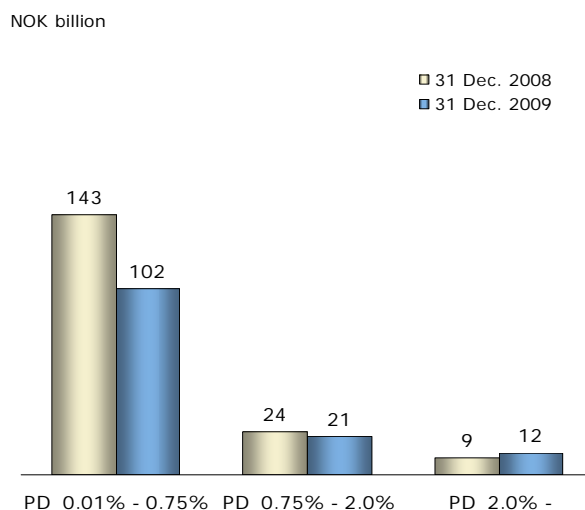
Average volumes

Amounts in NOK billion	4Q09	3Q09	2Q09	1Q09	4Q08	Full year	
						2009	2008
Net lending to customers	75	81	84	92	89	83	70
- Adjusted for exchange rate movements	75	80	79	84	86	83	77
Guarantees	34	38	41	45	45	40	39
Customer deposits	70	75	72	70	65	71	60

Exposure at default according to sector ¹⁾



Risk classification of portfolio ²⁾



1) Figures as at 31 December 2009. Percentages as at 31 December 2008 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

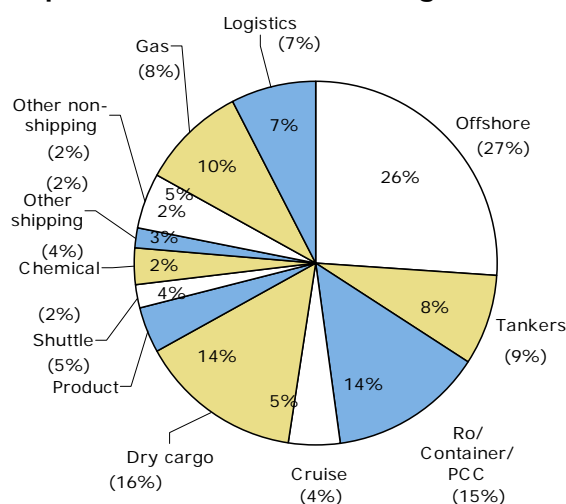
Shipping, Offshore and Logistics Division

- The Shipping, Offshore and Logistics Division provides commercial and investment banking services to high-quality Norwegian and international shipping, offshore and logistics clients.
- 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.
- The division focuses on competence development to further improve the quality and range of client services.

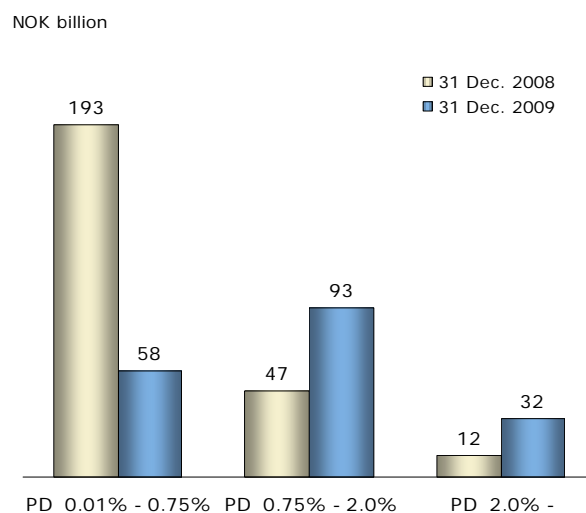
Average volumes

Amounts in NOK billion	4Q09	3Q09	2Q09	1Q09	4Q08	Full year	
						2009	2008
Net lending to customers	134	147	158	165	156	151	126
- Adjusted for exchange rate movements	134	140	143	145	147	151	143
Guarantees	10	11	12	12	11	11	11
Customer deposits	66	70	70	73	73	70	57

Exposure at default according to sector ¹⁾



Risk classification of portfolio ²⁾



1) Figures as at 31 December 2009. Percentages as at 31 December 2008 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

Portfolio

- DnB NOR has a diversified portfolio in the maritime sector, as shown above.
- Clients within the dry bulk segment are mainly well-established operators with good contract coverage.
- The container portfolio is characterised by companies that are among the major operators and tonnage providers.
- Within the crude tanker portfolio, clients are mainly leading international tanker owners.
- Lessons are learned from previous downturns, and internal credit analysis has been based on low rate estimates.
- DnB NOR is proactively addressing the downturn, and financial covenants are actively used in risk management.

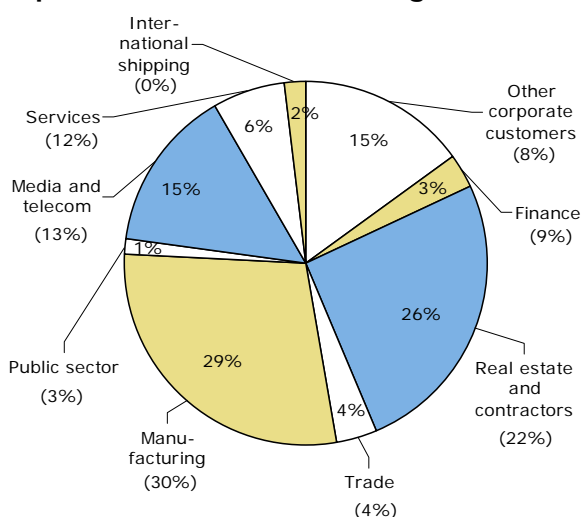
Northern Europe

Beginning 1 July 2009, the Group's corporate business units in Northern Europe have been organised in a separate division called Northern Europe. The division has been established in order to more effectively utilise the business potential in the Nordic/Northern European region, which is increasingly becoming an integrated market with a growing number of corporate customers operating cross-border. The division consists of the Group's offices in Sweden, Germany, Denmark and Finland, and aims to serve and cross-sell solutions to corporate customers within the Group's defined industry sectors in these countries. The division also aims to be the preferred provider of financial services for DnB NORD customers doing business in Northern European countries.

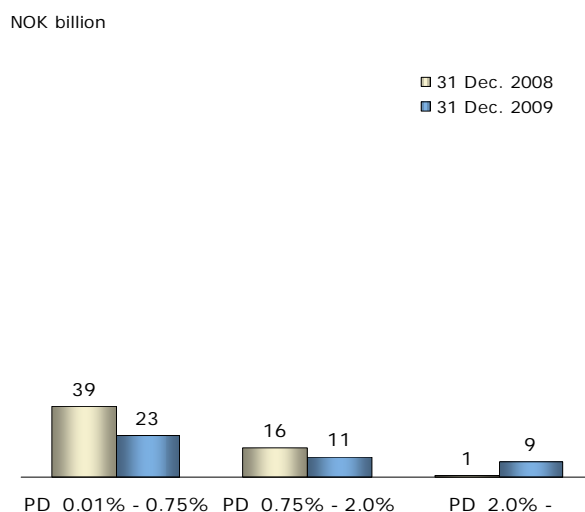
Average volumes

Amounts in NOK billion	4Q09	3Q09	2Q09	1Q09	4Q08	Full year	
						2009	2008
Net lending to customers	48	51	52	53	53	51	44
- Adjusted for exchange rate movements	48	50	50	50	50	51	45
Guarantees	2	2	2	2	2	2	2
Customer deposits	12	11	11	8	7	10	5

Exposure at default according to sector ¹⁾



Risk classification of portfolio ²⁾



1) Figures as at 31 December 2009. Percentages as at 31 December 2008 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

Monchebank (part of the Administration and Business Support Division)

DnB NOR Monchebank is a regional bank serving corporate and retail customers and has a firm foothold in the Murmansk region in Russia. The bank holds a general licence for banking operations throughout Russia. The bank will be the fundament for further development of DnB NOR's business in the Murmansk and Arkhangelsk region.

Average volumes

<i>Amounts in NOK billion</i>	4Q09	3Q09	2Q09	1Q09	4Q08	Full year	
						2009	2008
Net lending to customers	0.6	0.7	0.7	0.7	0.7	0.7	0.4
Guarantees	-	-	-	-	-	-	-
Customer deposits	0.9	0.8	0.8	1.0	1.0	0.9	0.8

DnB NOR Markets

DnB NOR Markets is Norway's largest provider of a wide range of securities and investment banking services. Ottar Ertzeid, group executive vice president, is head of DnB NOR Markets.

DnB NOR Markets comprises the following units:

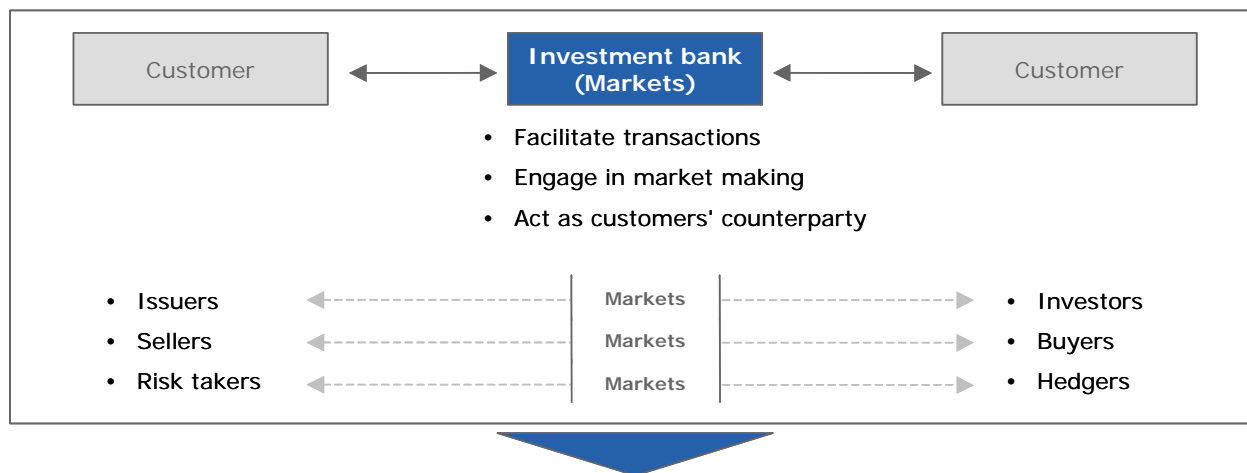
- Fixed Income/Currencies/Commodities
- Equities
- Investment Products
- Corporate Finance
- Securities Services

The Group Treasury is organised within DnB NOR Markets though profits and losses for the unit are not recorded under this business area.

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, energy and seafood 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



Through its diversified business and products, DnB NOR Markets is well positioned to capitalise on the Group's customer base and interest rate and currency positions.

Products and services

- Currency, interest rate and commodity derivatives.
- Securities and other investment products.
- Debt and equity financing in capital markets, as well as merger and acquisition and other advisory and corporate finance services.
- Custodial and other securities services.

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 and commercial paper issues in NOK in the domestic market in the fourth quarter of 2009 (Source: Stamdata, Bloomberg and DnB NOR Markets).
- The largest brokerage house on Oslo Børs with respect to equities and fixed income securities in the secondary market in the fourth quarter of 2009.
- Leading within domestic securities services (Source: Norwegian Central Securities Depository).
- 53.7 per cent of limited companies use DnB NOR Markets as registrar in the Norwegian Central Securities Depository (Source: Norwegian Central Securities Depository).

Employees

DnB NOR Markets staff located in offices in Norway and abroad represents 647 full-time positions.

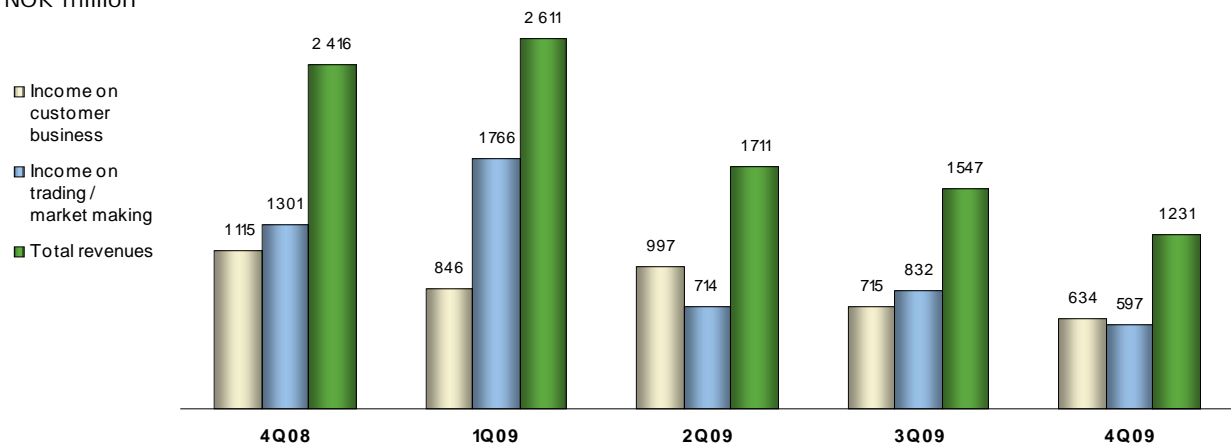
Financial performance

<i>Amounts in NOK million</i>	4Q09	3Q09	2Q09	1Q09	4Q08	Full year	
						2009	2008
Net interest income - ordinary operations	288	291	282	239	289	1 100	708
Interest on allocated capital ¹⁾	28	28	37	51	109	144	305
Net interest income	315	319	320	290	398	1 244	1 014
Net other operating income	943	1 256	1 428	2 372	2 127	5 999	4 671
Total income	1 259	1 575	1 748	2 662	2 525	7 243	5 685
Operating expenses	459	455	470	528	527	1 913	1 749
Pre-tax operating profit before write-downs	800	1 120	1 277	2 133	1 998	5 331	3 936
Net gains on fixed and intangible assets	0	0	0	0	0	0	0
Write-downs on loans and guarantees	0	0	0	0	1	0	1
Pre-tax operating profit	800	1 120	1 277	2 133	1 997	5 331	3 935
Cost/income ratio (%)	36.5	28.9	26.9	19.9	20.9	26.4	30.8
Return on allocated capital, annualised (%)	41.5	58.2	67.1	113.3	80.3	69.8	58.0

1) The interest is calculated on the basis of internal measurement of risk-adjusted capital. Figures for previous periods have been restated accordingly.

Income distribution

NOK million



Total revenues	2 416	2 611	1 711	1 547	1 231
Interest on allocated capital	109	51	37	28	28
Total income	2 525	2 662	1 748	1 575	1 259

Revenues within various segments, quarterly*Amounts in NOK million*

	4Q09	3Q09	2Q09	1Q09	4Q08
FX, interest rate and commodity derivatives	311	281	584	488	724
Investment products	135	218	228	185	176
Corporate finance	130	173	136	131	142
Securities services	58	43	49	41	73
Total customer revenues	634	715	997	846	1 115
Net income liquidity portfolio incl. changes in credit spreads	230	308	313	296	259
Other market making/trading revenues	367	524	401	1 470	1 042
Total trading revenues	597	832	714	1 766	1 301
Interest income on allocated capital	28	28	37	51	109
Total income	1 259	1 575	1 748	2 662	2 525

Revenues within various segments, annual*Amounts in NOK million*

	2009	2008	2007	2006	2005
FX, interest rate and commodity derivatives	1 665	1 936	1 332	1 044	970
Investment products	766	574	705	851	797
Corporate finance	570	643	828	695	387
Securities services	190	333	388	316	237
Total customer revenues	3 191	3 486	3 253	2 907	2 392
Net income liquidity portfolio incl. changes in credit spreads	1 147	(707)	(1 139)	98	89
Other market making/trading revenues	2 761	2 600	986	808	487
Total trading revenues	3 908	1 893	(153)	906	576
Interest income on allocated capital	144	305	117	59	47
Total income	7 243	5 685	3 217	3 872	3 015

Distribution and cooperation with other entities

Maintaining a broad distribution network and effective cooperation with other business areas within the Group is a key priority for DnB NOR Markets. Customers are served through:

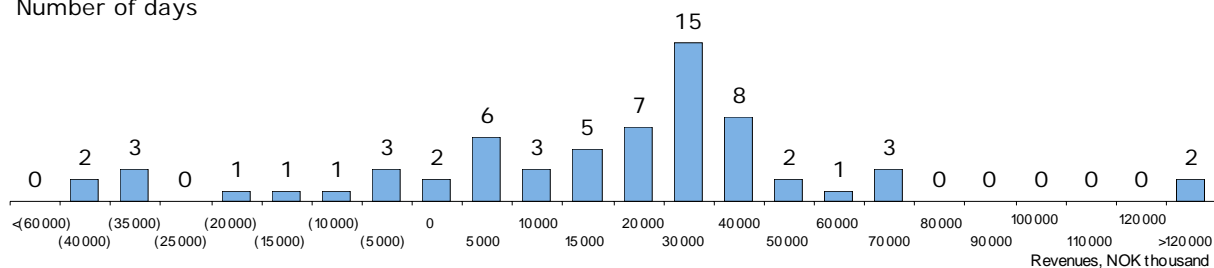
- Central units located in Oslo.
- International offices (Stockholm, London, New York, Houston, Singapore and Shanghai) and 13 regional offices in Norway. DnB NOR Markets has established a separate unit for equities sales in London in the fourth quarter of 2009.

Daily revenue statistics

Amounts in NOK thousand	Fourth quarter		Full year	
	2009	2008	2009	2008
Minimum	(48 637)	(95 226)	(67 096)	(369 269)
Maximum	169 022	385 922	231 705	942 453
Average	19 063	27 161	27 411	20 691
Loss days	13	11	43	82
Gain days	52	55	216	178

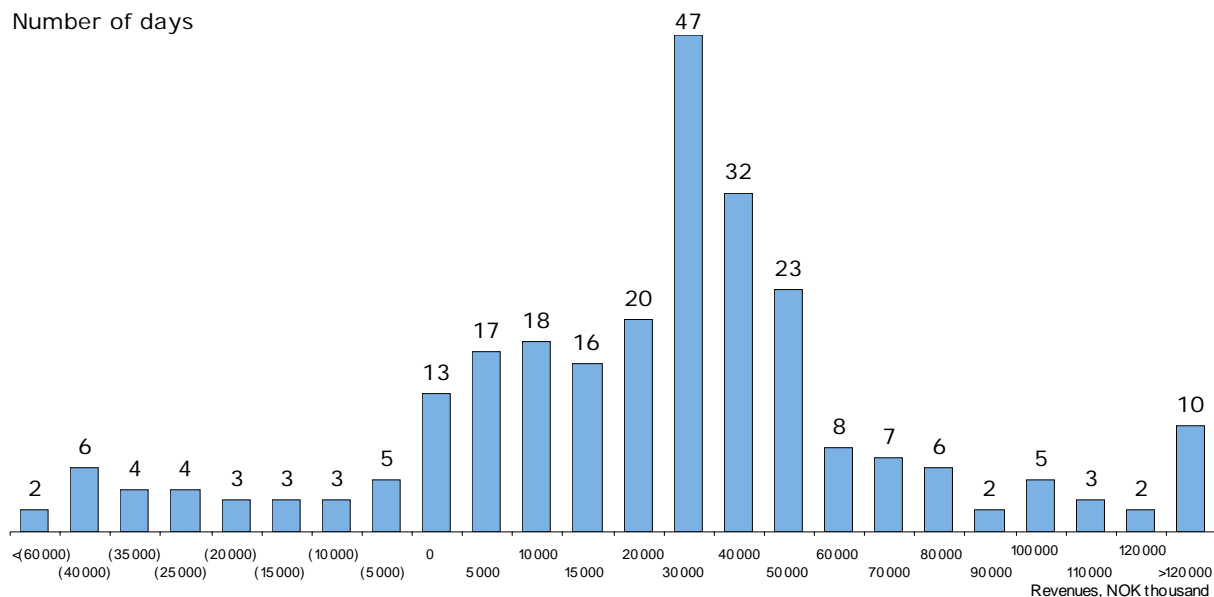
Daily revenue distribution in the fourth quarter of 2009

Number of days



Daily revenue distribution in 2009

Number of days



Total income

<i>Amounts in NOK million</i>	4Q09	Full year 2009
Total daily revenues	1 231	7 100
Interest on allocated capital	28	144
Total income	1 259	7 243

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.

Value-at-Risk ¹⁾

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. Value-at-risk has decreased during 2009.

<i>Amounts in NOK thousand</i>	31 Dec. 2009	Fourth quarter 2009		
	Actual	Average	Maximum	Minimum
Currency risk	24 560	34 414	50 340	23 882
Interest rate risk	25 070	26 786	36 820	16 700
Equities	589	605	1 814	23
Diversification effects ²⁾	(21 310)	(21 287)		
Total	28 909	40 518		

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 December 2009 and market rates at 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	5	25	122	62	142	62
USD	11	55	5	25	1	97
EURO	1	1	5	16	10	19
GBP	3	4	6	2	2	5
Other currencies	17	50	70	16	12	36
Banking portfolio						
NOK	76	234	142	1	72	57
EURO	0	0	9	9	0	0
Total						
NOK	81	259	20	60	214	4
USD	11	55	5	25	1	97
EURO	1	1	4	7	10	19
GBP	3	4	6	2	2	5
Other currencies	17	50	70	16	12	36

Life and Asset Management

Operations in Vital Forsikring ASA and DnB NOR Kapitalforvaltning Holding AS, both with subsidiaries, form one business area, "Life and Asset Management" headed by Tom Rathke, managing director of Vital Forsikring and group executive vice president in DnB NOR.

Life and Asset Management is responsible for life insurance, pension savings and asset management operations and aspires to be the most attractive provider of these services in the Norwegian market. An important instrument in achieving this position is to develop a customer-oriented and cost-effective organisation with strong distribution power. Life and Asset Management will focus on profitable growth while ensuring competitive returns for the owner and customers.

Insurance operations in the DnB NOR Group were integrated in one business area with effect from February 2010. DnB NOR Skadeforsikring was thus transferred from the Retail Banking business area to the Life and Asset Management business area, which was renamed Insurance and Asset Management. The purpose of the reorganisation is to give customers a more coordinated insurance offering.

Financial performance

Pre-tax operating profits for Vital and DnB NOR Asset Management, respectively, are shown below. Descriptions of the financial performance of Vital and DnB NOR Asset Management are divided into two separate sections on the next pages.

Life and Asset Management*Amounts in NOK million*

	4Q09	3Q09	2Q09	1Q09	4Q08	Full year	
						2009	2008
Total income ¹⁾	923	897	919	823	1 118	3 562	2 902
Operating expenses	558	539	594	520	445	2 211	2 153
Pre-tax operating profit	365	358	325	303	673	1 351	748
Taxes	(754)	115	287	238	452	(114)	493
Operating profit	1 118	245	38	65	221	1 466	256
Assets under management (NOK billion) ²⁾	486	474	516	506	533	486	533
Return on allocated capital, annualised (%) ³⁾	49.3	10.9	1.7	3.0	10.4	16.6	3.2
Cost/income ratio (%)	60.4	60.1	64.7	63.2	39.8	62.1	74.2
Number of full-time positions at end of period	961	1 074	1 095	1 122	1 169	961	1 169

Vital

Total income	714	680	712	588	918	2 695	1 999
Operating expenses	415	363	418	365	336	1 561	1 487
Pre-tax operating profit including interest on allocated capital	299	317	294	223	581	1 134	512
Difference between recorded equity and allocated capital	(5)	(3)	(5)	(9)	(15)	(23)	(133)
Recorded pre-tax operating profit	304	320	300	232	596	1 156	644
Key figures							
Assets under management (NOK billion) ²⁾	232	229	227	223	224	232	224
Cost/income ratio (%)	58.1	53.4	58.6	62.1	36.7	57.9	74.4
Return on allocated capital, annualised (%) ³⁾	50.8	10.3	0.8	0.4	7.9	16.0	1.2
Number of full-time positions at end of period	738	829	843	859	882	738	882

DnB NOR Asset Management

Total income	209	217	207	235	200	868	903
Operating expenses	143	176	176	155	108	650	666
Pre-tax operating profit	66	41	30	80	92	217	236
Key figures							
Assets under management (NOK billion) ²⁾	441	429	464	457	478	441	478
Cost/income ratio (%)	68.2	81.1	85.4	66.0	54.0	74.9	73.8
Return on allocated capital, annualised (%) ³⁾	29.7	18.3	13.6	36.6	41.1	24.5	25.9
Number of full-time positions at end of period	223	244	252	262	287	223	287

1) Total income includes interest on allocated capital. The interest is calculated on the basis of internal measurement of risk-adjusted capital. Figures for previous periods have been restated accordingly.

2) Assets at end of period.

3) The return is calculated on the basis of internal measurement of risk-adjusted capital.

Vital

Vital comprises Vital Forsikring ASA including subsidiaries. Vital Forsikring provides both products with guaranteed returns and products with a choice of investment profile.

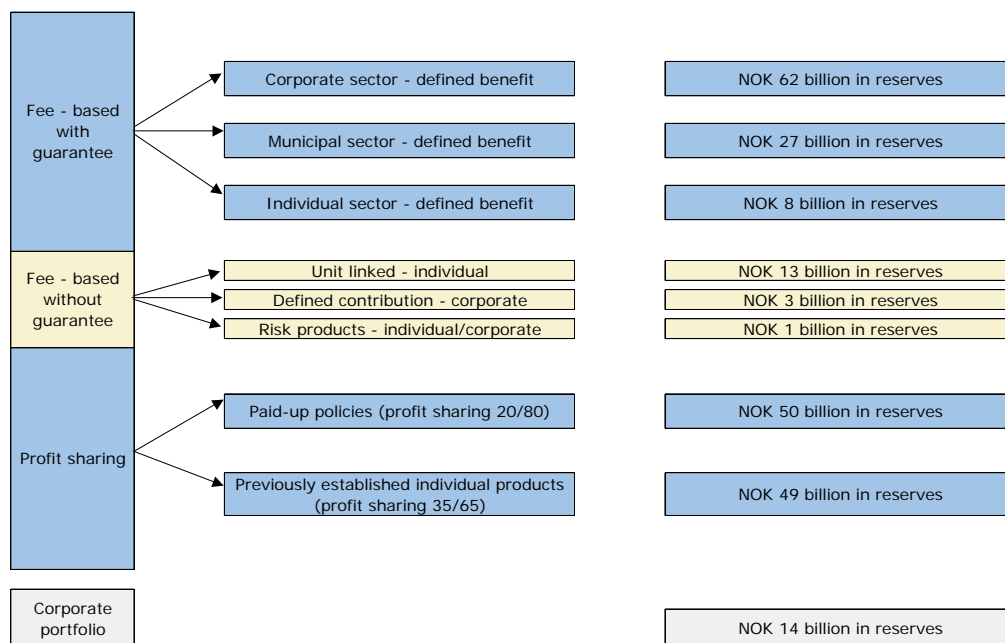
Vital aims to be Norway's strongest provider of pension savings. Vital seeks continued growth within the company's business segments and aims to deliver competitive results to its policy-holders and owner. Devoting further efforts to improving cost efficiency, providing top-quality advisory services,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

Business model

Vital's products fall into three main categories:

- Guaranteed products without profit sharing, where the company's main source of income is fee's charged based on guaranteed investment return and insurance risk covered
- Fee based products without interest guarantees
- Guaranteed products where total profit is split between policy owners and the company.

In addition the corporate portfolio (i.e. shareholders equity, subordinated loan etc) is managed in a separate investment portfolio.



Products

- Group pension schemes to businesses and the public sector, the most important products being defined-benefit and defined-contribution occupational pension schemes
- Employer's Liability Insurance to the corporate market
- Group pension schemes to businesses, adapted to customer needs for defined-benefit and defined-contribution schemes. 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.

Organisation and 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.

As part of the wind-up of operations in the Baltic States, Vital signed a sales agreement with the German insurance company Ergo in December 2009. The portfolio will be transferred during the first half of 2010, subject to final approval by the Norwegian and local authorities. Vital's employees in Latvia and Lithuania will be offered jobs in Ergo.

Employees

Vital gives priority to retaining and developing a high level of expertise within insurance products, management and other relevant areas of competence. At end-December 2009, Vital's staff included 738 permanent full-time positions and 174 temporary employees. On 1 October 2009, 105 full-time positions were transferred to DnB NOR IT in consequence of the decision to coordinate all of the Group's IT resources in the same organisational unit.

Financial performance

Amounts in NOK million	4Q09	3Q09	2Q09	1Q09	4Q08	Full year	
						2009	2008
Net result from equities	1 674	1 202	491	(587)	561	2 780	(7 348)
Net result from other asset classes ^{*)}	1 912	2 199	1 764	2 106	3 356	7 981	7 759
Value-adjusted financial result ^{1) 2)}	3 587	3 401	2 255	1 519	3 917	10 762	411
Guaranteed return on policyholders' funds	1 617	1 625	1 580	1 591	1 484	6 413	6 376
Financial result after guaranteed returns	1 970	1 776	674	(72)	2 432	4 349	(5 965)
+ From securities adjustment reserve	(617)	(781)	92	0	0	(1 306)	3 342
Recorded interest result before the application of/ (transfers to) additional allocations	1 353	996	766	(72)	2 432	3 043	(2 623)
Application of/(transfers to) additional allocations	(173)	(8)	(181)	189	(1 727)	(173)	2 993
Recorded interest result	1 180	988	585	117	705	2 870	370
Risk result ^{**)}	(71)	13	66	84	(135)	92	136
Administration result	2	(9)	(73)	(28)	(34)	(108)	(143)
Profit on risk and guaranteed rate of return	112	128	118	119	116	477	437
Transferred from security reserve	(12)	(9)	(1)	(14)	(61)	(36)	(68)
Allocations to policyholders, products with guaranteed returns	908	789	395	47	(4)	2 138	89
Net profit in Vital	304	320	300	232	596	1 156	644
Tax charge	(771)	102	278	216	427	(175)	427
Profit from Vital	1 075	219	21	16	170	1 331	218
Return on allocated capital, annualised ³⁾	50.8	10.3	0.8	0.4	7.9	16.0	1.2

*) Of which property revaluation ⁴⁾ 5 (276) (340) (276) (1 232) (887) (2 395)

***) Of which provisions for higher life expectancy ⁵⁾ (44) (45) (44) (44) - (177) -

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

2) See table below. For developments in the asset mix and return on assets from products with guaranteed returns, see tables on pages 86 and 83.

3) The return is calculated on the basis of internal measurement of risk-adjusted capital.

4) Changes in the value of directly owned properties, Vital Eiendomsfond and properties owned through joint ventures. The total value of investment properties was NOK 32 766 million as at 31 December 2009.

5) In the annual report for 2008, the required increase in premium reserves within individual pension insurance and group association insurance is estimated at NOK 2 billion. In accordance with Section 9-25 of the Insurance Act, Vital has applied to Finanstilsynet (the Financial Supervisory Authority of Norway) for permission to use a ten-year escalation period. The application is under consideration by Finanstilsynet. As at 31 December 2009, allocations of NOK 177 million had been made in accordance with the escalation plan.

Result

Amounts in NOK million	4Q08	3Q08	2Q09	1Q09	4Q08	Full year	
						2009	2008
Profit on risk and guaranteed rate of return	112	128	118	119	116	477	437
Return on corporate portfolio	132	114	169	115	229	530	490
Owner's share of risk result, common portfolio ¹⁾	(44)	12	43	29	(107)	40	50
Income based on new regulations	200	254	329	262	238	1 046	977
Inadequate additional allocations:							
Previously established individual products					5		(37)
Paid-up policies		2	2	(5)	(13)		(48)
Common portfolio with low risk					8		
Common portfolio with moderate risk					34		(12)
Common portfolio with high risk					(14)		(18)
Total inadequate additional allocations ²⁾	0	2	2	(5)	20	0	(115)
Total negative return ^{*)}	0	0	0	0	416	0	(41)
Administration result, common portfolio ³⁾	23	14	11	7	35	55	105
Unit linked products	(20)	(19)	(73)	(32)	(86)	(144)	(264)
Risk products ⁴⁾	(43)	(5)	10	(1)	(26)	(38)	(53)
Other items ⁵⁾	144	75	19		(2)	237	35
Pre-tax operating profit	304	320	300	232	596	1 156	644

*) Negative return, of which the owner must cover on financial assets:

	4Q09		3Q08		2Q09		1Q09		4Q08		Full year			
	NOK million	Return in %	NOK million	Return in %	NOK million	Return in %	NOK million	Return in %	NOK million	Return in %	2009	Return in %	2008	Return in %
Previously established individual products		1.4%		1.3%		1.2%		0.7%	36	2.2%		4.7%		1.9%
Paid-up policies		1.3%		1.1%		1.1%		0.7%	145	1.6%		4.3%		1.4%
Common portfolio with low risk		1.3%		1.0%		1.1%		0.7%		3.8%		4.2%		4.6%
Common portfolio with moderate risk		1.5%		1.4%		1.1%		0.7%		1.9%		4.8%		2.2%
Common portfolio with high risk		1.9%		1.9%		1.3%		0.7%	235	1.3%		5.8%	(41)	(0.2%)
Total negative return	-		-		-		-		416		-		(41)	

- 1) According to new regulations, 50 per cent of the positive risk result from the common portfolio may be allocated to the risk equalisation fund. The positive risk result for individual products and paid-up policies established previously will be allocated to the owner according to the profit sharing model, i.e. by 35 per cent and 20 per cent respectively. A negative result will be charged to the owner.
- 2) According to new regulations, additional allocations have been individualised. If the return on financial assets is between zero and the guaranteed rate of return, the owner must cover the difference if there are inadequate (or no) additional allocations in the portfolio.
- 3) According to new regulations, the administration result from the low, moderate and high-risk portfolios and from paid-up policies will be allocated to the owner. If the overall result for individual products established previously show a profit, the administration result will be divided between policyholders and the owner (65/35). A negative result will be charged to the owner.
- 4) Includes Employer's Liability Insurance and group life insurance.
- 5) Including the owner's share of the interest result from paid-up policies and previously established individual products.

Changes in property values from 2007 ¹⁾

Amounts in NOK million	4Q09	3Q09	2Q09	1Q09	4Q08	Full year	
						2009	2008
Changes in property values	5	(276)	(340)	(276)	(1 232)	(887)	(3 201)
Value changes resulting from restructuring							806
Net changes in property values	5	(276)	(340)	(276)	(1 232)	(887)	(2 395)

- 1) Changes in the value of directly owned properties, Vital Eiendomsfond and properties owned through joint ventures. The total value of investment properties was NOK 32 766 million as at 31 December 2009.

Tax charge in Vital after the introduction of the "exemption model" ¹⁾

Amounts in NOK million	Full year				
	2009	2008	2007	2006	2005
Tax charge	(175)	427	(2 074)	(771)	(331)

- 1) With effect from the 2004 fiscal year, new rules were introduced for the taxation of dividends and income from shares for corporate shareholders, the so-called "exemption model". This model implies that as a rule, corporate shareholders will only be subject to a limited tax on dividends and income from shares etc. Correspondingly, there will be no tax deduction for losses upon the realisation of shares. Non-deductible losses in 2009 mainly related to properties owned through limited companies.

Value-adjusted return on assets

Per cent	4Q09	3Q09	2Q09	1Q09	4Q08	Full year	
						2009	2008
Return - common portfolio ¹⁾							
Financial assets							
Norwegian equities	16.4	15.6	23.9	2.3	(21.1)	72.2	(50.9)
International equities ²⁾	5.9	13.8	17.2	(10.3)	4.0	35.7	(21.6)
Norwegian bonds	1.3	1.3	0.7	1.8	6.7	5.2	11.0
International bonds	0.4	4.5	1.6	(0.7)	10.1	6.4	9.4
Money market instruments	0.7	0.5	0.9	1.1	3.3	3.2	7.3
Bonds held to maturity	1.3	1.0	1.2	1.1	1.2	4.8	5.0
Investment property	1.3	0.4	0.4	0.1	(2.0)	2.5	(1.7)
Value-adjusted return on assets I ³⁾	1.8	1.6	1.2	0.7	1.7	5.4	0.0
Value-adjusted return on assets II ⁴⁾	1.9	1.9	1.1	0.7	3.2	5.7	0.8
Recorded return on assets ⁵⁾	1.5	1.3	1.1	0.7	1.7	4.7	1.7
Value-adjusted return on assets I, annualised ³⁾	7.4	6.6	4.8	2.9	6.9	5.4	0.0
Value-adjusted return on assets II, annualised ⁴⁾	8.0	8.0	4.3	2.7	10.3	5.7	0.8
Return - corporate portfolio							
Value-adjusted return on assets I ³⁾	1.1	1.1	1.6	1.3	2.6	5.1	5.8

- 1) Returns are calculated on a quarterly basis and there may be differences to the full year figures.
2) International equities include Vital's exposure in hedge funds, private equities and real estate funds.
3) Excluding changes in value of commercial paper and bonds held to maturity.
4) Including changes in unrealised gains on commercial paper and bonds held to maturity.
5) Excluding changes in unrealised gains on financial instruments.

Key figures per sub-portfolio as at 31 December 2009

Per cent	Corporate portfolio	Total portfolio	Common portfolio				
			Advance pricing of guaranteed rate of return			Profit sharing	
			Common portfolio with low risk	Common portfolio with moderate risk	Common portfolio with high risk	Paid-up policies	Previously established individual products
Recorded return on assets		4.7	4.2	4.8	5.7	4.3	4.6
Value-adjusted return on assets	5.1	5.4	4.9	5.5	6.4	5.0	5.4
Asset class breakdown:							
- Equity exposure ¹⁾	6.6	13.5	10.3	13.9	20.4	11.7	12.8
- Money market instruments	81.3	8.5	11.7	8.1	1.6	10.3	9.2

- 1) The equity exposure includes financial derivatives and exposure in private equity, hedge funds and property funds.

Premium income

Amounts in NOK million	4Q09	3Q09	2Q09	1Q09	4Q08	Full year	
						2009	2008
Total premiums due ^{1) 2)}	2 614	3 960	2 731	6 785	3 640	16 090	17 232
Inflow of reserves	241	1 097	596	1 435	26	3 368	3 512
Outflow of reserves	761	1 097	591	1 484	661	3 933	3 380
Net premiums paid	2 093	3 960	2 736	6 737	3 005	15 526	17 364
Outflow of reserves	761	1 097	591	1 484	661	3 933	3 380
Total premium income	2 854	5 057	3 327	8 220	3 666	19 459	20 744
1) Of which group pensions - defined benefit	547	2 443	1 120	4 884	1 811	8 994	10 501
2) Of which group pensions - defined contribution	646	660	580	738	718	2 625	2 385

Reconciliation of Vital's and the Group's income statement

The table below shows how lines in Vital's income statement are included in the Group's income statement.

	4Q09	3Q09	2Q09	1Q09	4Q08	Full year	
						2009	2008
<u>DnB NOR Group:</u>							
Net gains on assets in Vital	4 113	4 487	3 607	1 257	2 288	13 464	(813)
Guaranteed returns and allocations to policyholders in Vital	3 799	4 295	3 418	1 201	1 641	12 712	(1 027)
Premium income etc. included in the risk result in Vital	1 169	1 187	1 169	1 180	1 177	4 705	4 543
Insurance claims etc. included in the risk result in Vital	1 239	1 177	1 101	1 096	1 312	4 613	4 407
Net financial and risk result in Vital	246	202	256	139	513	844	350
<u>Vital:</u>							
Recorded interest result	1 180	988	585	117	705	2 870	370
Allocations to policyholders, products with guaranteed returns	908	789	395	47	(4)	2 138	89
Risk result	(71)	13	66	84	(135)	92	136
Transferred from security reserve	(12)	(9)	(1)	(14)	(61)	(36)	(68)
+ Costs from subsidiaries which are fully consolidated in Vital's accounts	55					55	
Net financial and risk result in Vital	246	202	256	139	513	844	350

<u>DnB NOR Group:</u>							
Commissions and fees receivable	553	568	543	545	551	2 209	2 237
Commissions and fees payable	79	87	82	87	132	336	456
Operating expenses	415	363	418	365	336	1 561	1 487
Administration result including profit for risk and guaranteed rate of return	59	118	44	92	83	313	295
<u>Vital:</u>							
Profit on risk and guaranteed rate of return	112	128	118	119	116	477	437
Administration result	2	(9)	(73)	(28)	(34)	(108)	(143)
- Costs from subsidiaries which are fully consolidated in Vital's accounts	55					55	
Administration result including profit for risk and guaranteed rate of return	59	118	44	92	83	313	295

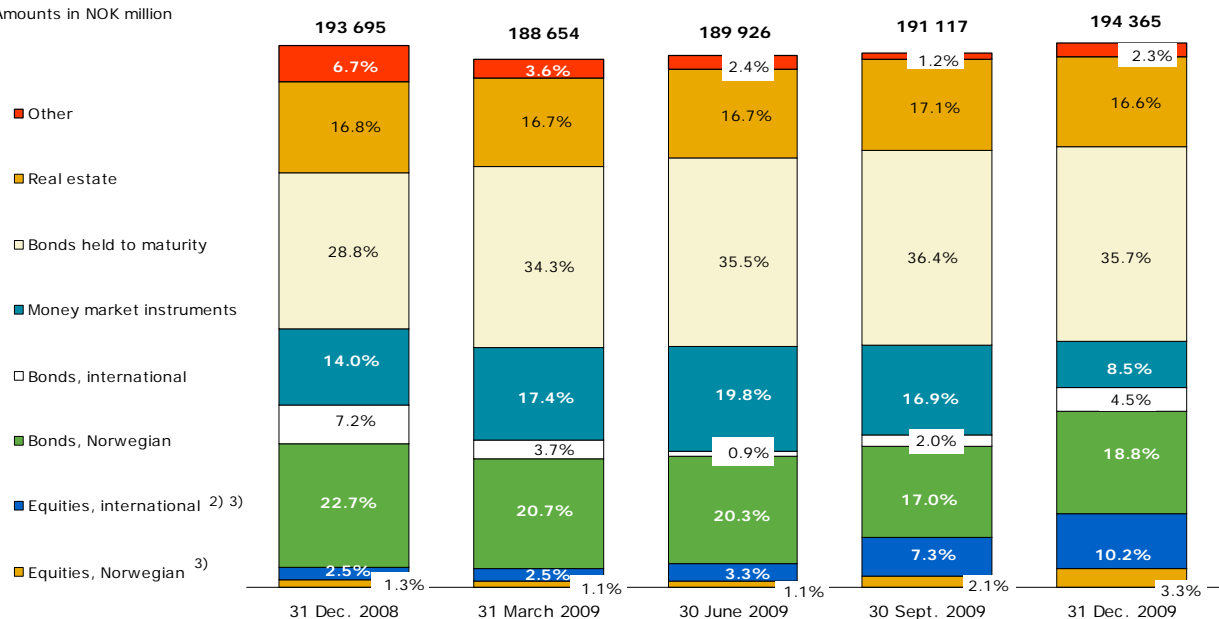
Balance sheets ^{1) 2)}

<i>Amounts in NOK million</i>	31 Dec. 2009	30 Sept. 2009	30 June 2009	31 March 2009	31 Dec. 2008	31 Dec. 2007
Cash and deposits with central banks						
Lending to and deposits with credit institutions	4 871	4 064	4 987	3 136	6 723	12 152
Lending to customers	3 076	2 892	3 177	3 151	2 623	
Commercial paper and bonds	52 673	57 127	67 514	68 940	72 841	46 620
Shareholdings	44 955	37 794	28 099	25 764	26 964	55 802
Financial assets, customers bearing the risk	21 337	20 044	18 031	16 448	16 454	19 868
Financial derivatives	2 149	3 092	3 645	4 927	5 644	1 488
Commercial paper and bonds, held to maturity	68 128	68 912	66 717	64 740	57 089	59 641
Investment property ³⁾	32 766	32 719	31 632	31 473	32 392	32 908
Investments in associated companies	19	19	19	19	19	19
Intangible assets	288	278	274	260	243	184
Deferred tax assets	52					1 164
Fixed assets	43	39	42	42	45	46
Operations and non-current assets held for sale	0					
Other assets	2 109	2 095	2 660	4 204	3 093	2 688
Total assets	232 465	229 075	226 796	223 103	224 129	232 579
Loans and deposits from credit institutions						
Deposits from customers						
Financial derivatives	1 909	2 505	4 145	3 980	7 950	1 010
Debt securities issued						
Insurance liabilities, customers bearing the risk ^{*)}	21 337	20 044	18 031	16 448	16 454	19 868
Liabilities to life insurance policyholders ^{**)}	193 556	191 423	189 047	187 994	184 791	191 626
Payable taxes	654	599	191	157	28	
Deferred taxes	0	584	890	667	584	
Other liabilities	2 277	2 330	3 069	2 386	2 851	6 030
Provisions	227	157	157	157	157	154
Subordinated loan capital	2 489	2 491	2 543	2 559	2 575	2 500
Total liabilities	222 448	220 134	218 073	214 347	215 389	221 188
Minority interests						
Share capital	1 321	1 321	1 321	1 321	1 321	1 321
Share premium reserve						
Other equity	8 697	7 621	7 403	7 435	7 420	10 070
Total equity	10 018	8 942	8 723	8 756	8 740	11 391
Total liabilities and equity	232 465	229 075	226 796	223 103	224 129	232 579
^{*)} Of which group pensions - defined contribution	8 474	7 535	6 600	5 372	5 012	3 665
^{**)} Of which group pensions - defined benefit	138 396	135 144	132 899	132 826	129 769	127 425

- 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) New regulations were introduced for the life insurance industry in Norway 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.
- 3) During 2009, Vital wrote down its property portfolio by NOK 0.9 billion.

Financial exposure - common portfolio ¹⁾

Amounts in NOK million



1) The figures represent net exposure after derivative contracts.

2) International equities include Vital's exposure in hedge funds, private equities and real estate funds.

3) Equity exposure per sub-portfolio in the common portfolio, see table on page 83.

Market shares in Norway

Per cent

	30 Sept. 2009	31 Dec. 2008	30 Sept. 2008
Of insurance funds including products with a choice of investment profile	32.0	32.7	32.8
- Corporate market	41.2	42.0	42.1
- Public market	10.7	10.5	10.4
- Retail market	54.1	54.1	53.9

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

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.
- In the fourth quarter of 2009, other business areas accounted for 34.9 per cent of the sales of Vital's products in the retail market, compared with 21.7 per cent in the corresponding period of 2008.

Solvency capital ^{1) 2) 3)}

<i>Amounts in NOK million</i>	31 Dec. 2009	30 Sept. 2009	30 June 2009	31 March 2009	31 Dec. 2008	31 Dec. 2007
Interim profit, accumulated	-	2 082	973	89	-	-
Securities adjustment reserve	1 306	689	92	0	0	3 342
Additional allocations	5 550	5 426	5 445	5 112	5 341	8 632
Security reserve	143	115	108	111	97	255
Equity	10 018	8 686	8 686	8 740	8 740	8 363
Subordinated loan capital and perpetual subordinated loan capital securities	2 489	2 491	2 543	2 559	2 575	2 500
Unrealised gains on long-term securities	865	541	(102)	124	200	(1 304)
Solvency capital	20 372	20 030	17 744	16 734	16 953	21 788
Buffer capital ⁴⁾	9 259	7 841	7 978	8 148	8 274	13 785

- 1) According to prevailing regulations for the statutory accounts of life insurance companies.
2) The table 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.
3) New regulations were introduced for the life insurance industry in Norway 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.
4) Buffer capital represents the sum of equity in excess of the minimum statutory capital requirement, interim profits, additional allocations and the securities adjustment reserve.

Capital adequacy and solvency margin capital ^{1) 2)}

<i>Amounts in NOK million</i>	31 Dec. 2009	30 Sept. 2009	30 June 2009	31 March 2009	31 Dec. 2008	31 Dec. 2007
Capital adequacy ³⁾						
Total eligible primary capital	11 269	10 138	10 172	10 393	10 398	10 531
Capital adequacy ratio (%)	11.6	10.7	11.8	12.4	12.3	9.7
Core capital	9 465	8 272	8 254	8 289	8 277	8 266
Core capital (%)	9.7	8.7	9.6	9.9	9.8	7.6
Risk-weighted assets	97 239	94 903	86 016	83 904	84 608	109 044
Solvency margin capital ⁴⁾						
Solvency margin capital	14 247	12 975	13 022	13 167	13 202	14 958
Solvency margin capital exceeding minimum requirement	5 930	4 714	4 819	5 047	5 054	7 448
Solvency margin capital in per cent of solvency margin capital requirement (%)	171	157	159	162	162	199

- 1) Prepared in accordance with prevailing regulations for life insurance companies. New regulations are expected upon the introduction of Solvency II.
2) New regulations were introduced for the life insurance industry in Norway 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.
3) 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.
4) 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, Nordic and European corporate clients, the public sector, private pension funds and retail clients. Torkild Varran is head of DnB NOR Asset Management.

DnB NOR Asset Management seeks to provide first-class returns on customer funds within the preferred risk profile and investment horizon. The company 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.

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 major 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 Hong Kong and Chennai.
- A combination of regional and sector-oriented management teams with a presence in 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 Retail Banking

Employees

- Staff cuts corresponding to 24 full-time positions in the fourth quarter of 2009.
- 223 full-time positions at the end of the quarter.

Financial performance

<i>Amounts in NOK million</i>	4Q09	3Q09	2Q09	1Q09	4Q08	Full year	
						2009	2008
Net interest income - ordinary operations	2	(1)	(8)	(7)	(3)	(14)	6
Interest on allocated capital ¹⁾	3	3	4	6	10	17	41
Net interest income	6	2	(4)	(1)	7	3	47
Net commission income							
- from retail customers	73	76	67	53	37	269	280
- from institutional clients	131	138	140	119	143	528	553
Other income	0	1	3	65	14	68	23
Total income	209	217	207	235	200	868	903
Operating expenses	143	176	176	155	108	650	666
Pre-tax operating profit before write-downs	66	41	30	80	92	217	236
Net gains on fixed and intangible assets	0	0	0	0	0	0	0
Pre-tax operating profit	66	41	30	80	92	217	236

Assets under management (NOK billion) ²⁾							
Institutional	384	377	417	416	441	384	441
- of which Vital ³⁾	188	184	175	174	169	188	169
Retail	57	52	47	41	37	57	37
Total	441	429	464	457	478	441	478

Key figures							
Cost/income ratio (%)	68.2	81.1	85.4	66.0	54.0	74.9	73.8
Return on allocated capital, annualised (%) ⁴⁾	29.7	18.3	13.6	36.6	41.1	24.5	25.9

1) The interest is calculated on the basis of internal measurement of risk-adjusted capital. Figures for previous periods have been restated accordingly.

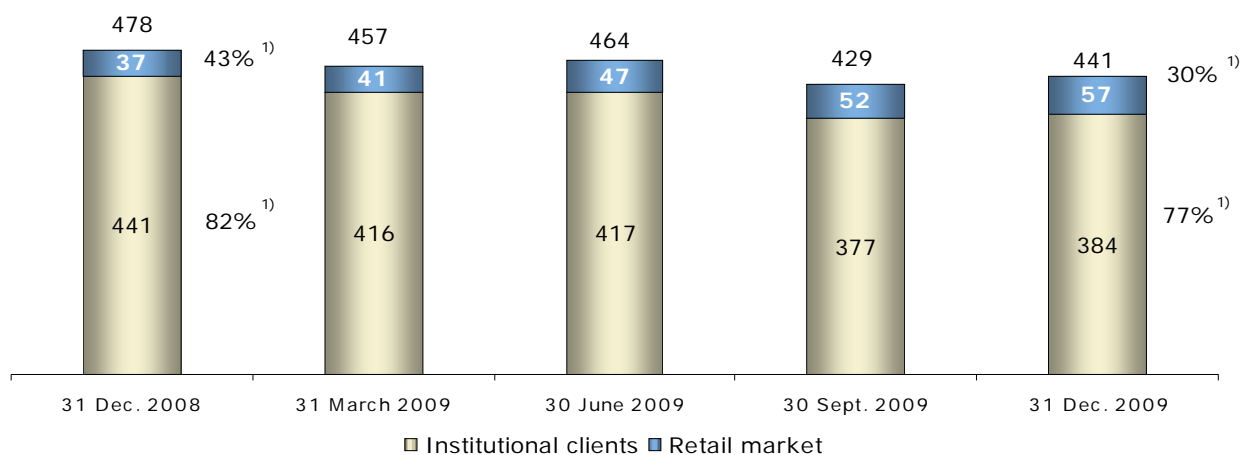
2) Assets under management and assets under operation at end of period.

3) Managed on behalf of Vital Forsikring.

4) The return is calculated on the basis of internal measurement of risk-adjusted capital.

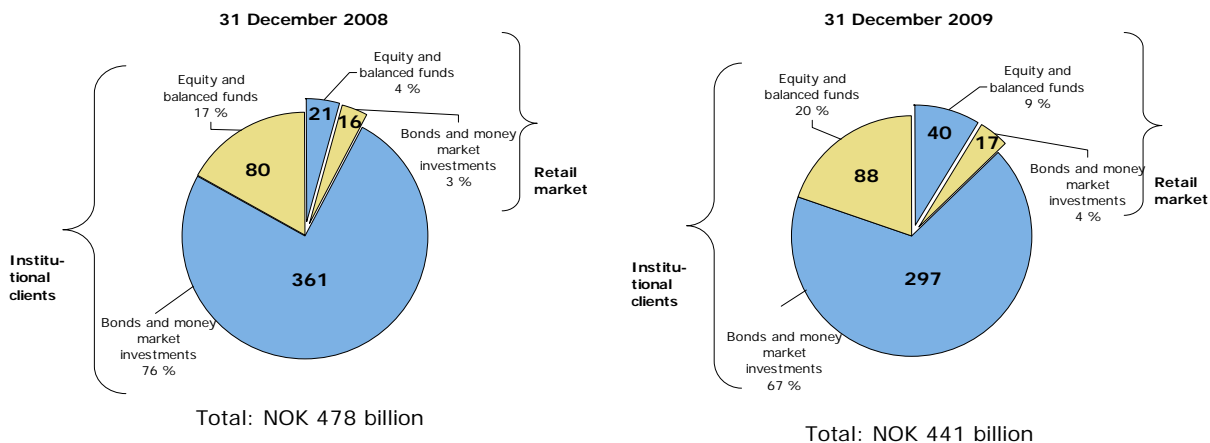
Assets under management - distribution by market segment

NOK billion



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

Assets under management - distribution by investment type



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

Changes in assets under management - net inflow

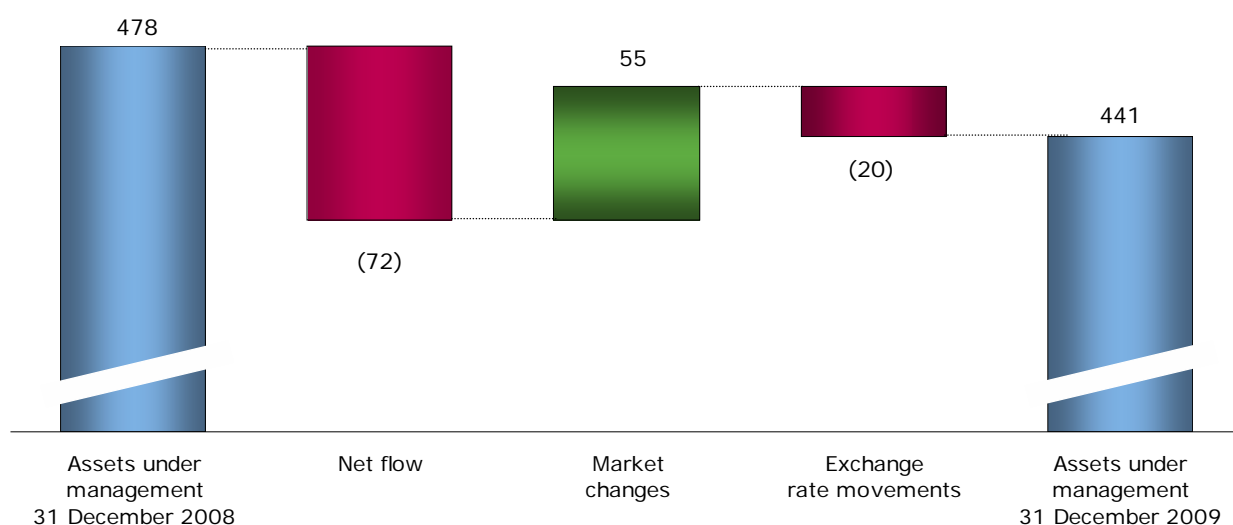
Amounts in NOK million	4Q09	3Q09	2Q09	1Q09 ¹⁾	4Q08	Full year	
						2009 ¹⁾	2008 ²⁾
Retail market	2 215	1 045	739	1 211	(2 984)	5 210	(10 937)
Institutional clients	5 549	(61 374)	(16 789)	(4 217)	(8 774)	(76 832)	(30 650)
Total	7 764	(60 330)	(16 050)	(3 006)	(11 758)	(71 622)	(41 588)

1) Excluding dividends of NOK 2 705 million, of which NOK 816 million refers to retail and NOK 1 889 million to institutional clients

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

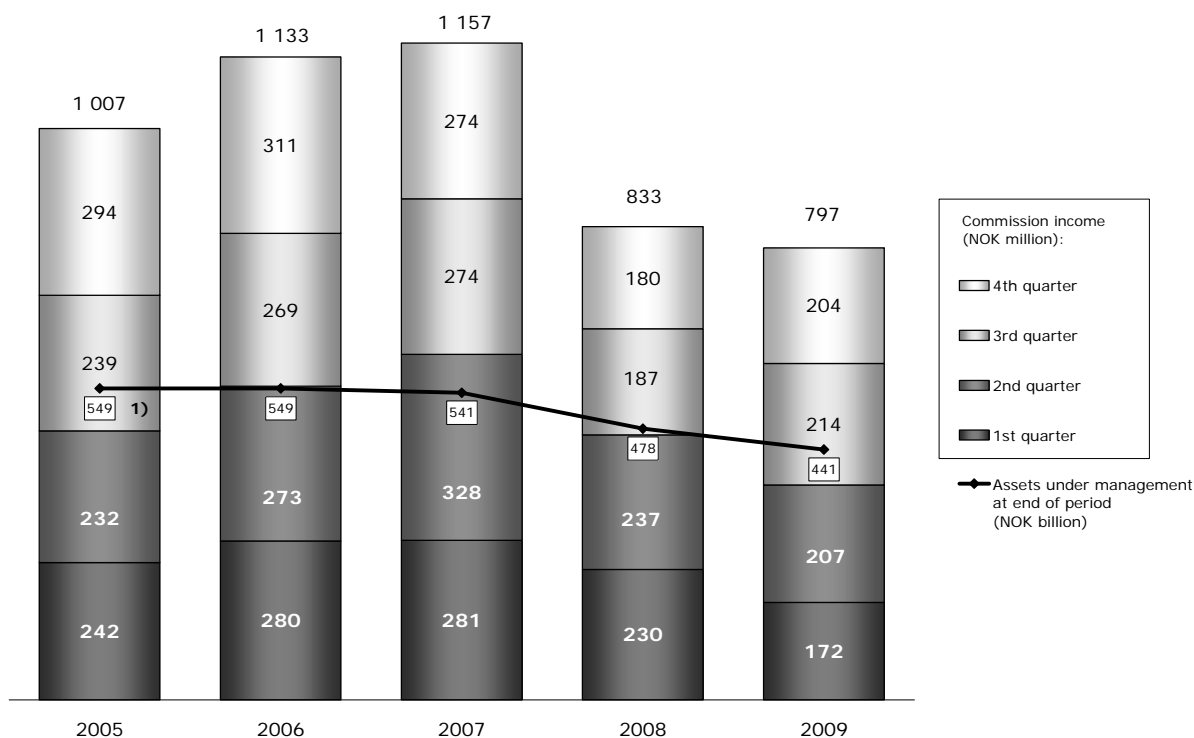
Changes in assets under management

NOK billion



Comments to changes in assets under management as from 31 December 2008

- Assets under management were reduced by NOK 37 billion or 7.7 per cent.
Net flow:
 - There was a net outflow of funds from institutional clients of NOK 76.9 billion or 16.1 per cent. The termination of an asset management mandate in Denmark accounted for approximately NOK 12 billion of the reduction and the renegotiation of the contract with Skandia Liv resulted in a NOK 62.3 billion reduction in asset under management.
 - New institutional mandates were obtained in both Sweden and Norway.
 - There was a net inflow of funds from the retail market of NOK 5.2 billion or 1.1 per cent.
- Market changes:
 - Market developments led to a NOK 54.8 billion increase in assets under management, representing 11.5 per cent measured in clients' base currencies.
 - During the last four quarters, Morgan Stanley's global equity index increased by 30.0 per cent measured in USD and increased by 3.6 per cent measured in NOK.
 - Prices on the stock exchange in Stockholm (OMX) increased by 1.7 per cent, and the stock exchange in Oslo (OSEBX) experienced a 6.4 per cent growth in prices during the last four quarters.
- Exchange rate movements:
 - The appreciation of NOK against other currencies, especially SEK, decreased assets under management by NOK 20.2 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

- Returns on a number of major client portfolios and funds outperformed relevant benchmarks.
- Total Information Ratio was 2.18 by the end of December.
- Fund managers' specialisation has led to strong relative performance for several funds (return in excess of benchmark):
 - Equity funds:
 - DnB NOR Nordic Technology (48.8 per cent)
 - Avanse Norden (17.3 per cent)
 - DnB NOR Grønt Norden (20.8 per cent)
 - DnB NOR SMB (33.0 per cent)
 - DnB NOR Miljøinvest (26.6 per cent)
 - DnB NOR Private Equity (18.6 per cent)
 - Carlson Asian Small Cap (35.4 per cent)
 - Money Market funds:
 - DnB NOR Lang Likviditet (3.3 per cent)
 - DnB NOR Likviditet 20 (V) (3.1 per cent)
 - Bond funds:
 - DnB NOR Obligasjon (III) (7.0 per cent)
 - DnB NOR Kredittobligasjon (6.0 per cent)

Clients/markets

- DnB NOR Asset Management serves the Nordic and European savings markets, offering domestic and international asset management services.
- Brand names:
 - DnB NOR Kapitalforvaltning in the Norwegian institutional and retail markets.
 - Carlson in the Swedish institutional and retail markets.
 - DnB NOR Asset Management and Carlson in the European institutional and retail markets, respectively.
- A leading position in the institutional market in both Norway and Sweden with 268 institutional clients. The largest clients are Skandia Liv and Vital Forsikring.
- The number of mutual fund clients in Norway was approximately 580 000 at the end of December 2009. The number of active savings schemes reached 309 000.
- Market shares:
 - DnB NOR Kapitalforvaltning (retail mutual funds in Norway) 34.4 per cent ¹⁾
 - Carlson Fonder (total mutual funds in Sweden and Luxembourg) ≈ 1.8 per cent
 - Institutional market in Norway (mutual funds in Norway) 20.5 per cent ¹⁾
 - Institutional market in Sweden > 15 per cent

1) Source: Norwegian Mutual Fund Association.

Retail: Fund capital and market shares in Norway

	31 December 2009		31 December 2008		31 December 2007	
	Fund capital	Market share	Fund capital	Market share	Fund capital	Market share
<i>Amounts in NOK million and per cent</i>						
Equity funds	21 098	26.2	12 962	25.7	24 527	27.8
Balanced funds	6 802	60.3	5 948	70.4	8 915	71.9
Fixed-income funds	14 693	45.8	15 106	49.4	21 431	52.4
Total mutual funds	42 593	34.4	34 017	38.0	54 873	38.7

Source: Norwegian Mutual Fund Association

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 Retail Banking 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 is owned 51 per cent by DnB NOR. The bank is headquartered in Copenhagen and is headed by Thomas Bürkle, CEO of DnB NORD.

In the future DnB NORD has decided to focus on its Eastern European core markets Estonia, Latvia, Lithuania and Poland, where the bank has a strong market position or a long-term growth potential. The bank provides a broad range of products to both the retail and corporate markets and is committed to developing a strong brand as a full-service bank.

Organisation and market

- DnB NORD serves more than 930 000 retail and corporate clients.
- At end-December DnB NORD had 163 branches and offices in four countries.
- DnB NORD's staff represented 3 174 full-time positions at end-December 2009.
- At year-end 2009, DnB NORD was the third largest bank in Lithuania and number four in Latvia, measured by total assets. In Estonia, the bank was number five in terms of total lending.
- The Baltic States have experienced a serious economic cool-down over the past few quarters, but on a macro level there are some early indications of stabilization of the economies. DnB NORD expects the level of write-downs on loans to decrease somewhat in 2010, from a very high level in 2009. DnB NORD will concentrate on consolidating operations, following up high-risk commitments and improving cost efficiency.
- The economic situation is more favourable in Poland, and DnB NORD will continue to develop products and services for retail customers there.

Financial performance

						Full year	
Amounts in NOK million	4Q09	3Q09	2Q09	1Q09	4Q08	2009	2008
Net interest income - ordinary operations	354	359	340	409	394	1 462	1 411
Interest on allocated capital ¹⁾	14	17	26	39	86	96	303
Net interest income	369	376	366	448	479	1 559	1 714
Net other operating income	182	156	161	185	276	684	754
Total income	551	532	527	633	755	2 242	2 468
Operating expenses ²⁾	768	439	965	417	543	2 589	1 704
Pre-tax operating profit before write-downs	(217)	93	(439)	216	213	(347)	764
Net gains on fixed and intangible assets	(15)	(4)	6	1	3	(13)	19
Write-downs on loans and guarantees	845	1 041	1 453	590	1 053	3 929	1 388
Pre-tax operating profit	(1 078)	(951)	(1 886)	(374)	(837)	(4 289)	(605)
Net lending to customers (NOK billion) ³⁾	75.9	81.9	86.0	90.7	87.8	83.6	75.1
Deposits from customers (NOK billion) ³⁾	20.0	21.5	21.7	22.4	23.1	21.4	22.1
Cost/income ratio (%) ⁴⁾	72.6	82.0	75.0	65.9	54.2	73.5	63.7
Ratio of deposits to lending (%)	26.4	26.3	25.3	24.7	26.4	25.6	29.4
Return on allocated capital, annualised (%)	(28.9)	(38.7)	(54.2)	(15.6)	(28.4)	(34.4)	(5.8)

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) Operating expenses include impairment losses for goodwill of NOK 570 million related to the operations in the Baltic States in the second quarter and NOK 368 million related to the operations in the Baltic States and Poland in the fourth quarter of 2009.

3) Average balances. Based on nominal values.

4) Total operating expenses excluding impairment losses for goodwill relative to total income.

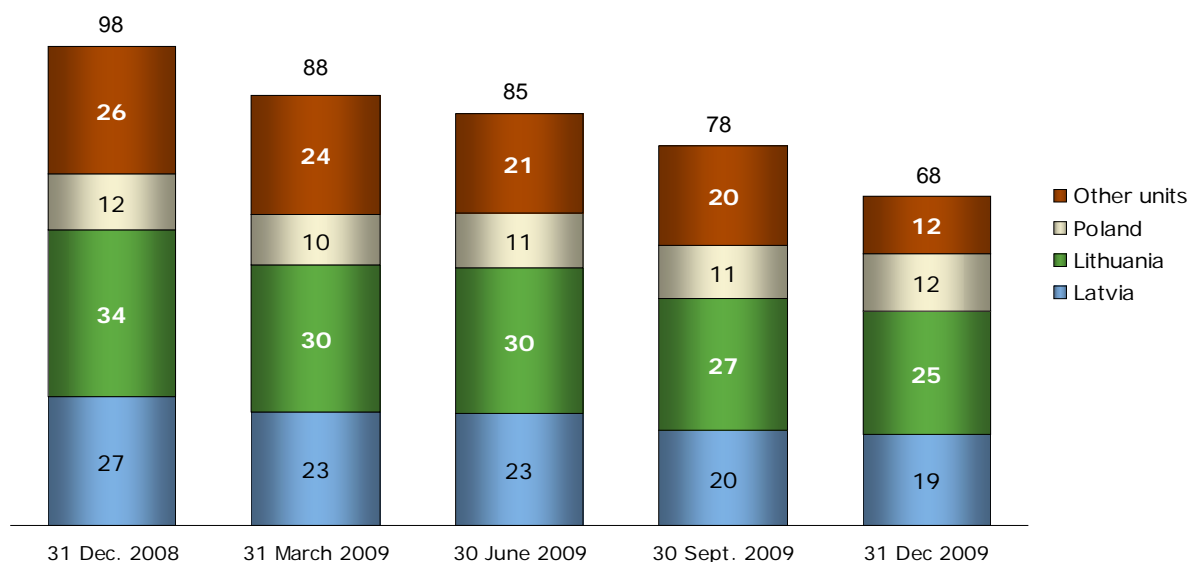
Net interest income ¹⁾

Amounts in NOK million	Average volumes			Spreads in per cent			Net interest income		
	4Q09	3Q09	4Q08	4Q09	3Q09	4Q08	4Q09	3Q09	4Q08
Lending	70 881	77 487	85 730	1.06	1.12	1.06	189	218	229
Deposits	19 295	20 931	22 358	1.57	1.94	2.98	76	102	167
Allocated capital	5 730	5 634	5 388	0.72	0.88	4.24	14	17	86
Other							89	38	(2)
Total net interest income							369	376	479

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

Development in lending volumes

NOK billion



- Measured in NOK, lending volumes declined by 31.1 per cent from end-December 2008 to end-December 2009. The decrease in other units was partly due to transferral of a portfolio of loans in Denmark and Finland, amounting to NOK 7.6 billion, to DnB NOR at end-2009.
- Measured in euro, lending volumes declined by 18.9 per cent from end-December 2008.

Lending volumes and write-downs

<i>Amounts in NOK million</i>	Net lending 31 Dec. 2009	<i>Of which net non-performing and impaired commitments</i>		Net individual write-downs 4Q09	Collective write-downs 4Q09	Total write-downs 4Q09
		<i>NOK million</i>	<i>As a percentage of net lending</i>			
Latvia	18 948	3 069	16.2%	174	74	248
Lithuania	25 408	4 119	16.2%	449	(28)	421
Estonia	3 296	216	6.6%	9	9	18
Total Baltic States	47 652	7 404	15.5%	632	55	687
Poland	11 899	268	2.3%	77	10	87
Other	8 500	367	4.3%	59	12	71
Total DnB NORD	68 051	8 039	11.8%	768	77	845

Write-down ratio

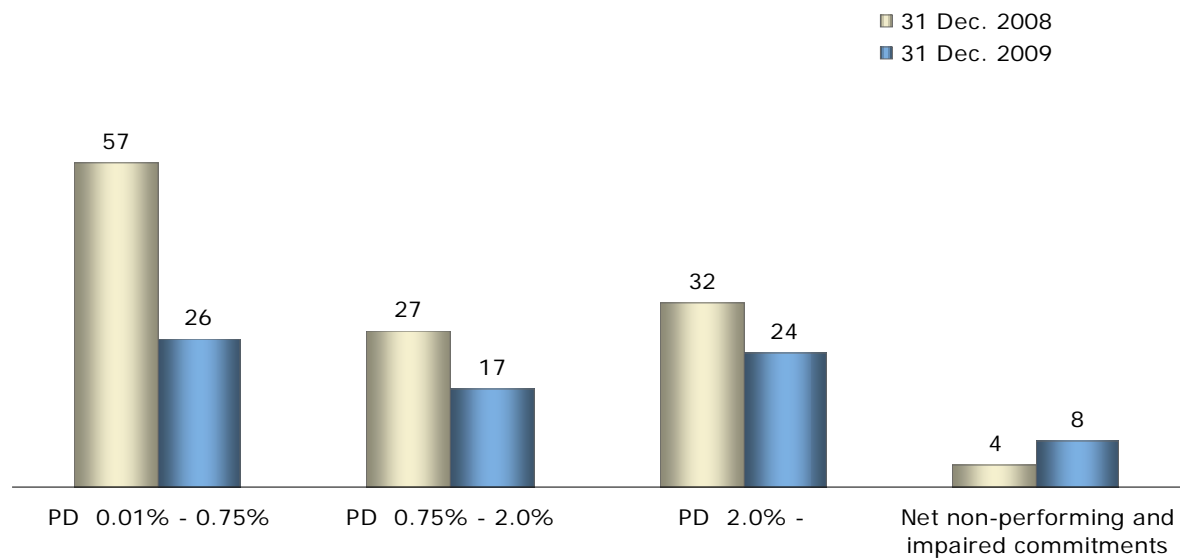
<i>Amounts in NOK million</i>	31 Dec. 2009	30 Sept. 2009	31 Dec. 2008
Non-performing commitments subject to individual write-downs	9 879	8 207	4 310
Other impaired commitments	1 900	1 824	1 289
Gross non-performing and impaired commitments subject to individual write-downs	11 779	10 031	5 599
Individual write-downs	3 741	3 107	1 714
Net non-performing and impaired commitments subject to individual write-downs	8 039	6 924	3 885
Collective write-downs	827	782	410
Write-down ratio (per cent) ¹⁾	38.78	38.78	37.93
Non-performing and impaired commitments relative to total commitments (per cent)	11.80	8.81	3.92
Collateral for loans	12 739	11 243	4 796
Coverage ratio (per cent)	146.92	150.86	123.59

Adjusted third quarter figures: Lending volumes and write-downs

<i>Amounts in NOK million</i>	Net lending 30 Sept. 2009	<i>Of which net non-performing and impaired commitments</i>		Net individual write-downs 3Q09	Group write-downs 3Q09	Total write-downs 3Q09
		<i>NOK million</i>	<i>As a percentage of net lending</i>			
Latvia	19 991	2 783	13.9%	224	127	351
Lithuania	27 058	3 184	11.8%	468	48	516
Estonia	3 482	155	4.5%	45	7	52
Total Baltic States	50 531	6 122	12.1%	737	182	919
Poland	10 876	362	3.3%	73	6	79
Other	17 092	440	2.6%	138	(95)	42
Total DnB NORD	78 499	6 924	8.8%	948	92	1 041

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

Section 4

The Norwegian economy

Basic information

Area	385 199 square kilometres
Population	4.8 million
Fertility rate	1.9
Life expectancy	M: 78.3 F: 83.0
Work participation rate, per cent 15–74 years	73.9 (M: 77.1 F: 70.7)
Gross domestic product 2008	USD 450.0 billion
GDP per capita 2008	USD 93 800
Rating	AAA, Aaa
Currency exchange rate used	5.64 USD/NOK (Average 2008)
Current balance 2008	USD 79.6 billion or 17.7 per cent of GDP

Source: Statistics Norway

Key macro-economic indicators, Norway ¹⁾

Per cent	2008	F 2009	F 2010	F 2011	F 2012
GDP growth					
- Norway, total	1.8	(1.1)	1.5	1.7	2.0
- Mainland Norway	2.2	(1.1)	2.0	2.4	2.7
Private consumption	1.3	0.1	4.0	2.7	2.5
Gross fixed investment	1.4	(7.5)	(6.8)	0.2	3.1
Inflation (CPI)	3.8	2.2	1.5	1.5	2.1
Savings ratio ¹⁾	3.4	7.2	6.0	6.1	6.2
Unemployment rate	2.5	3.1	3.5	4.0	3.9
Current account ²⁾	20.0	14.6	16.2	17.9	20.0

Source: Statistics Norway and DnB NOR Markets: Economic Outlook 3/2009

1) Per cent of disposable income. Households

2) Per cent of GDP

Key macro-economic indicators, Poland and the Baltic states

Percentage change from previous year	2008	F 2009	F 2010	F 2011
Poland				
GDP	5.0	1.6	2.4	3.3
Private consumption	5.9	2.5	2.1	3.1
Gross fixed investments	8.2	(1.8)	1.4	5.8
Inflation (CPI)	4.2	3.5	2.4	2.5
Estonia				
GDP	(3.6)	(14.6)	(0.9)	3.4
Private consumption	(4.8)	(17.4)	(3.9)	2.0
Gross fixed investments	(12.1)	(32.2)	(2.3)	5.6
Inflation (CPI)	10.4	(0.1)	(0.1)	1.6
Latvia				
GDP	(4.6)	(17.6)	(3.3)	2.5
Private consumption	(5.5)	(22.8)	(7.3)	0.6
Gross fixed investments	(15.6)	(32.5)	(8.6)	2.1
Inflation (CPI)	15.4	3.5	(2.4)	0.4
Lithuania				
GDP	2.8	(15.7)	(2.4)	2.3
Private consumption	3.6	(17.5)	(5.4)	2.1
Gross fixed investments	(6.5)	(36.3)	(7.0)	3.9
Inflation (CPI)	11.1	4.2	(0.1)	1.4

Source: Consensus Economics

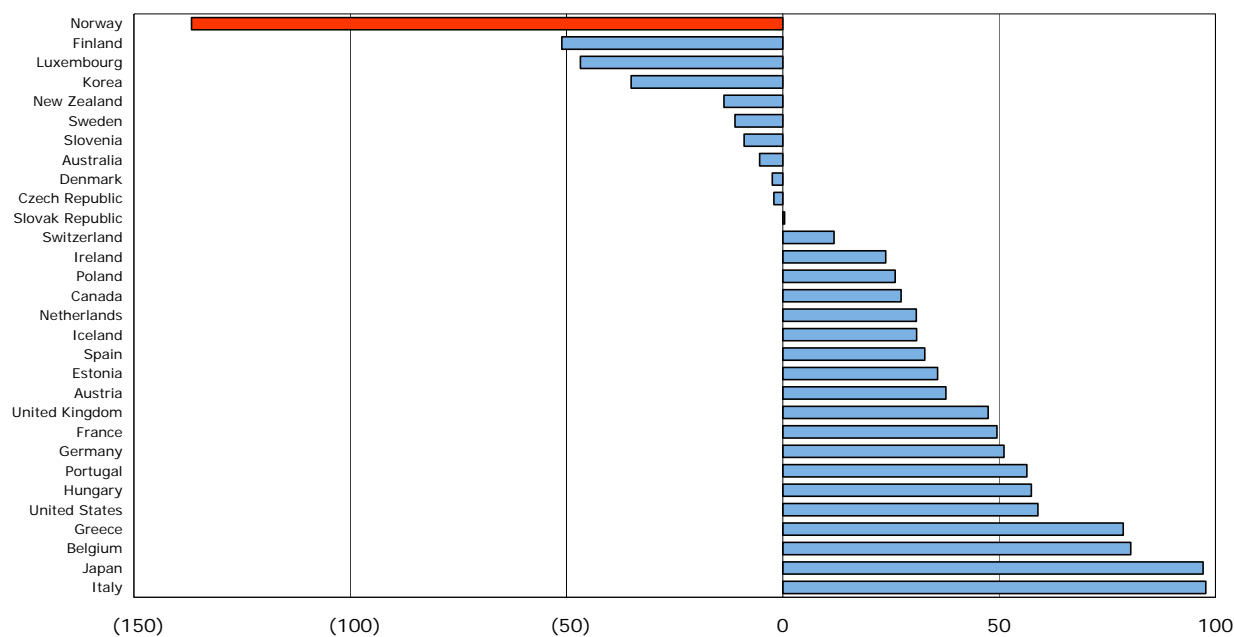
Contribution to volume growth in GDP, mainland Norway

Per cent	2008	F 2009	F 2010	F 2011	F 2012
Household demand	(0.0)	(0.9)	2.0	1.7	1.6
Gross fixed capital formation, mainland companies	0.7	(1.8)	(1.0)	0.1	0.3
Gross fixed capital formation, petroleum activity	(1.0)	(0.2)	(0.5)	(0.0)	0.3
Public sector demand	1.2	2.0	1.9	0.4	0.5
Exports, mainland Norway	1.1	(1.6)	0.6	1.0	1.2
Imports, mainland Norway	(0.4)	3.8	(0.4)	(0.9)	(1.2)
Changes in stocks and statistical discrepancies	0.6	(2.3)	(0.7)	(0.0)	(0.0)
GDP, mainland Norway	2.2	(1.1)	2.0	2.4	2.7

Source: Statistics Norway and DnB NOR Markets

Government net financial liabilities 2010

Per cent of GDP



Source: OECD Economic Outlook No. 86, December 2009

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

Per cent of GDP

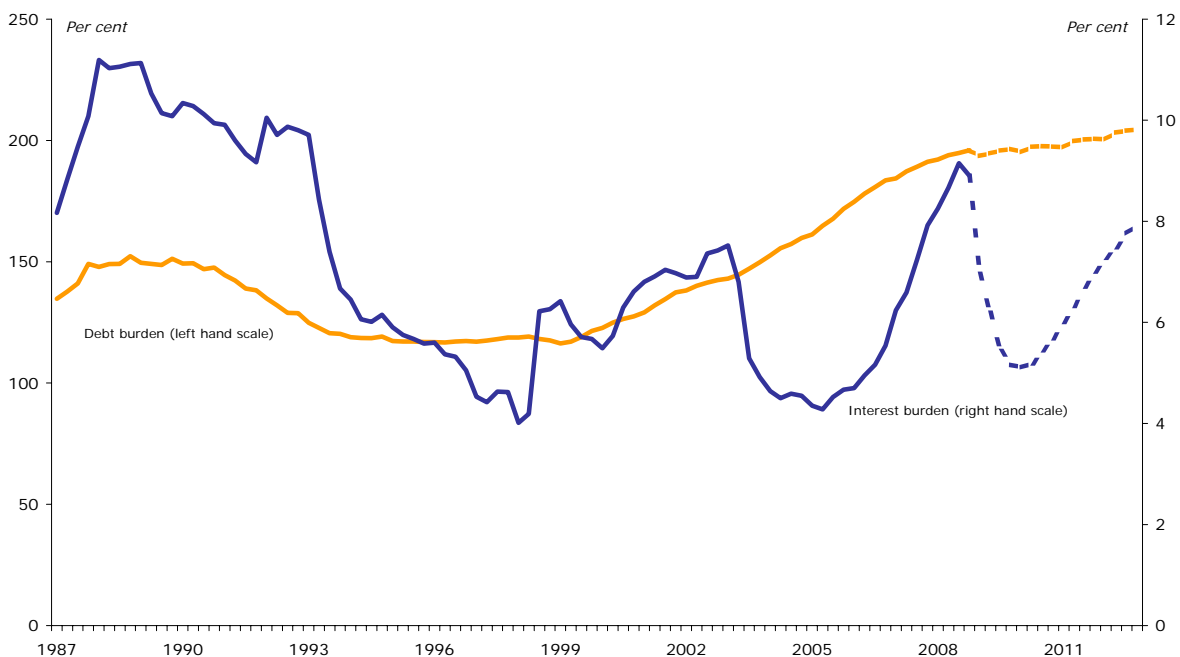


Source: Statistics Norway

Household interest and debt burden ¹⁾

Debt burden: Loan debt as a percentage of disposable income adjusted for estimated reinvested share dividends.

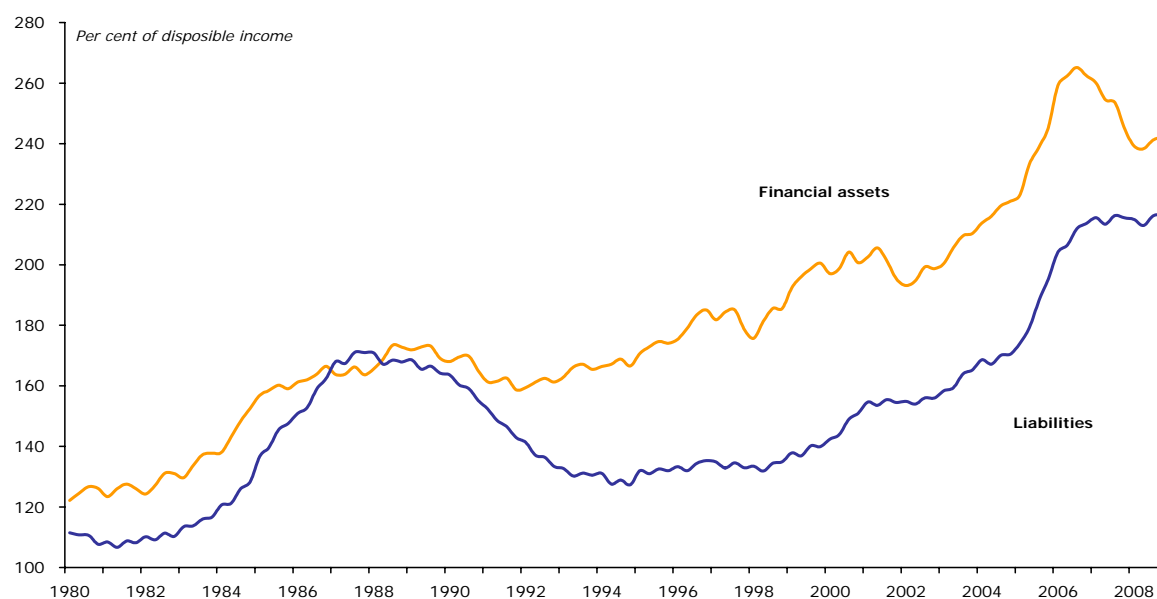
Interest burden: Interest expenses after tax as percentage of disposable income.



Source: Norges Bank, Financial stability 2/09

1) Forecast 1Q09-4Q12

Household financial assets and liabilities



Source: Statistics Norway

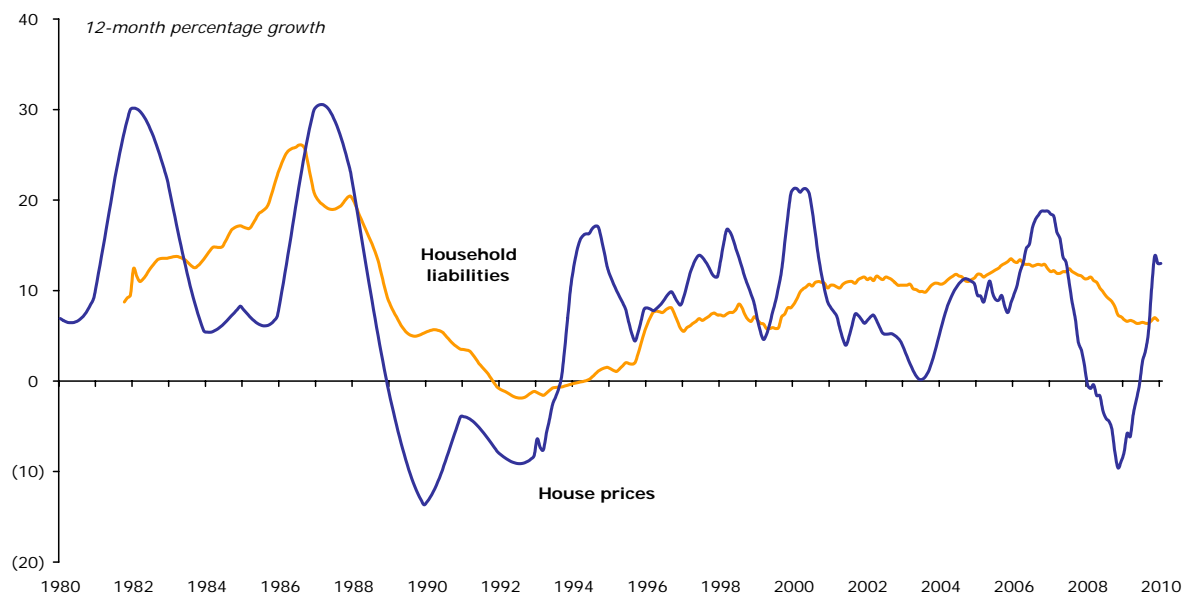
Financial market growth

Percentage change from previous year	31 Dec. 2006	31 Dec. 2007	31 Dec. 2008	31 Dec. 2009
Credit ¹⁾				
Total	14.4	14.4	10.3	4.1
Total retail market	12.4	11.2	7.1	6.7
Total corporate market	20.1	21.2	15.5	(1.4)
Savings				
Total ²⁾	16.7	12.4	(2.4)	7.1 ⁴⁾
- of which commercial and savings banks	18.3	14.1	4.9	3.0 ⁴⁾
Total retail market ²⁾	8.1	3.9	(3.6)	7.1 ⁴⁾
Total corporate market ³⁾	23.0	17.9	(1.6)	7.1 ⁴⁾

Source: Statistics Norway

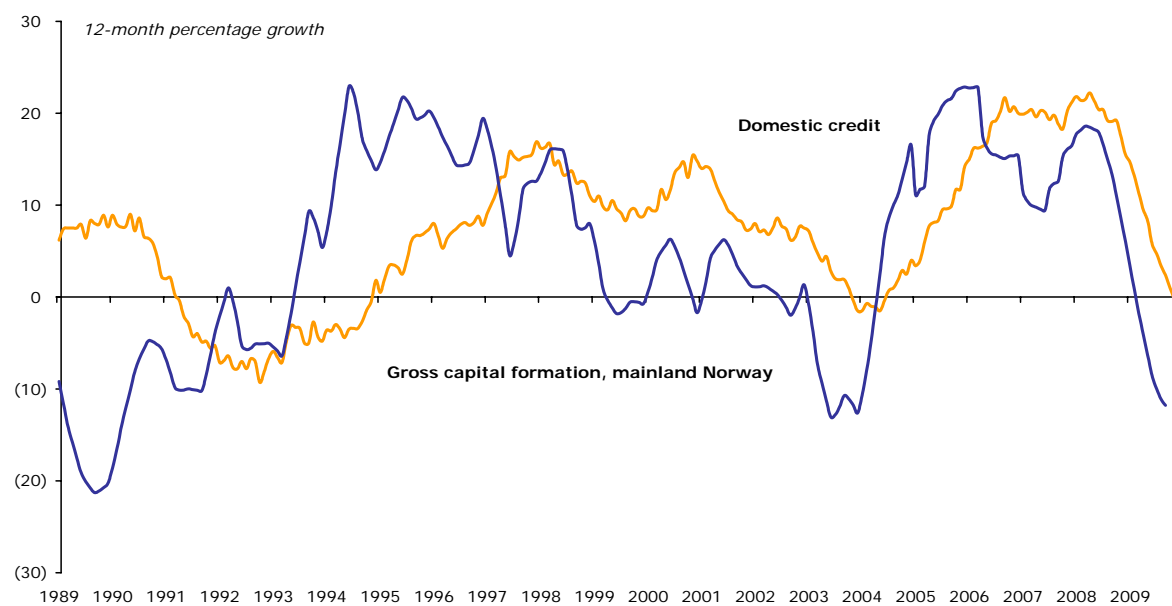
- 1) Commercial and savings banks, state banks, insurance companies, mortgage institutions, finance companies, bonds, commercial paper.
 2) Deposits in commercial and savings banks, participation in mutual funds, funds for insurance commitments, equity-linked bonds.
 3) Deposits in commercial and savings banks, participation in mutual funds, funds for insurance commitments.
 4) Figures as at 30 November 2009.

House prices and household liabilities



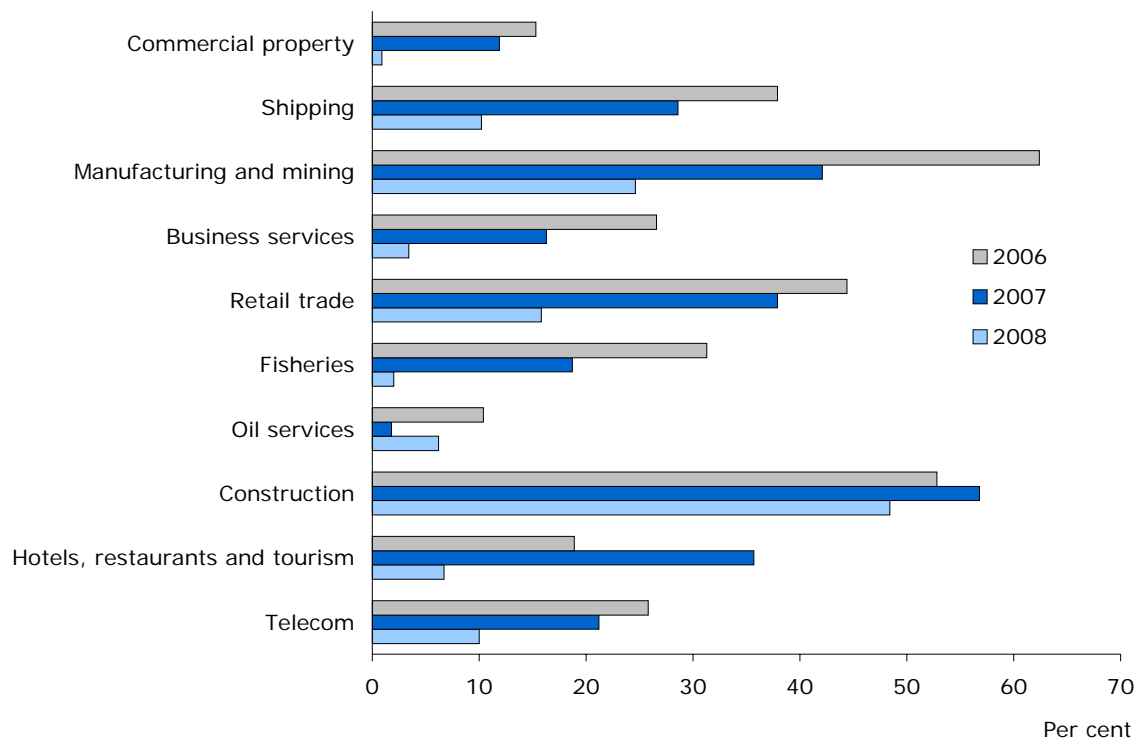
Source: Statistics Norway

Corporates: domestic credit and gross capital formation, mainland Norway



Source: Statistics Norway

Debt-servicing capacity for different industries ¹⁾

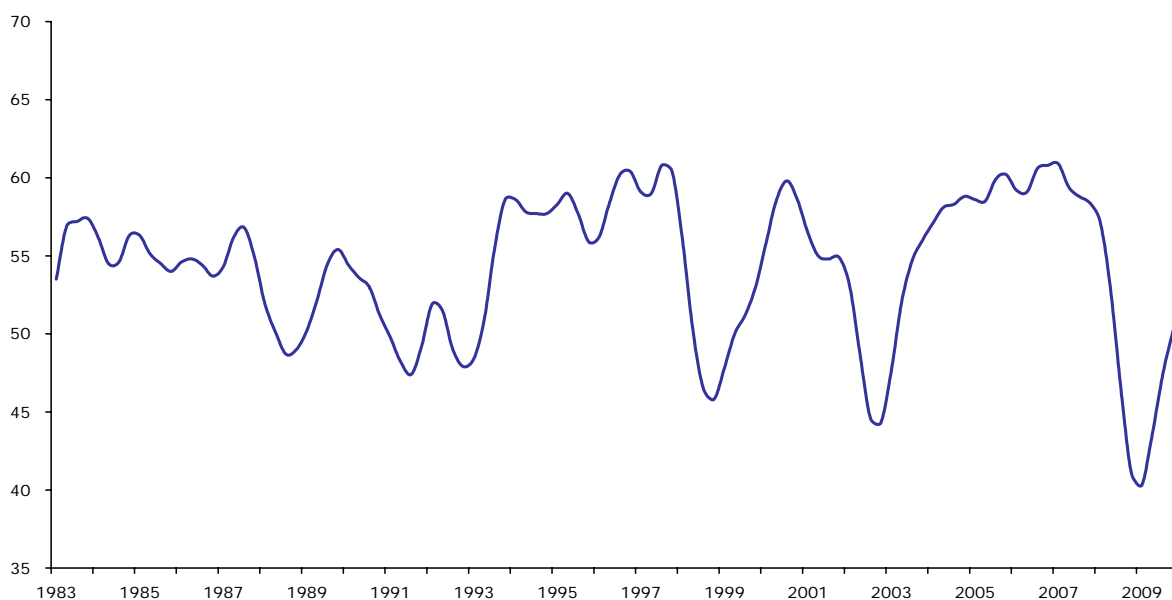


Source: Norges Bank, *Financial Stability* 2/09

1) Ordinary result before tax, write-downs and depreciation as a percentage of bank debt and bonds. Non-financial firms, mainland Norway. Group-financed firms are not included.

Business surveys, manufacturing sector

General assessment of outlook for next quarter, trend



Source: Statistics Norway

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

