

Q3

DNB BANK

– a company in the DNB Group

Third quarter report 2015
(Unaudited)

Financial highlights

Income statement

<i>Amounts in NOK million</i>	DNB Bank Group				
	3rd quarter 2015	3rd quarter 2014	January-September 2015 2014		Full year 2014
Net interest income	9 018	8 261	26 385	23 877	32 607
<i>Net commissions and fees</i>	1 367	1 471	4 593	4 390	5 891
<i>Net gains on financial instruments at fair value</i>	1 956	1 849	6 544	5 110	5 404
<i>Other operating income</i>	570	626	1 783	2 060	2 827
Net other operating income, total	3 892	3 946	12 920	11 560	14 122
Total income	12 910	12 207	39 304	35 437	46 729
Operating expenses	(4 955)	(4 895)	(15 110)	(14 776)	(19 618)
Restructuring costs and non-recurring effects	(182)	(72)	(616)	(184)	(218)
Pre-tax operating profit before impairment	7 773	7 240	23 578	20 477	26 893
Net gains on fixed and intangible assets	(3)	13	54	11	52
Impairment of loans and guarantees	392	(183)	(849)	(817)	(1 639)
Pre-tax operating profit	8 162	7 070	22 782	19 670	25 306
Tax expense	(2 164)	(1 769)	(5 904)	(4 945)	(6 174)
Profit from operations held for sale, after taxes	(14)	(8)	(79)	(39)	(22)
Profit for the period	5 984	5 293	16 800	14 687	19 110

Balance sheet

<i>Amounts in NOK million</i>	30 Sept. 2015	31 Dec. 2014	30 Sept. 2014
Total assets	2 464 063	2 361 990	2 132 372
Loans to customers	1 544 508	1 447 465	1 396 496
Deposits from customers	980 075	951 049	896 669
Total equity	165 289	141 309	135 443
Average total assets	2 626 123	2 433 599	2 388 110

Key figures

<i>Per cent</i>	3rd quarter 2015	3rd quarter 2014	January-September 2015 2014		Full year 2014
Return on equity, annualised	15.5	15.8	14.9	15.1	14.5
Combined weighted total average spread for lending and deposits ¹⁾	1.23	1.22	1.24	1.23	1.23
Cost/income ratio	39.8	40.7	40.0	42.2	42.4
Impairment relative to average net loans to customers, annualised	0.10	(0.05)	(0.08)	(0.08)	(0.12)
Common equity Tier 1 capital ratio, transitional rules, at end of period ²⁾	12.8	12.3	12.8	12.3	12.5
Tier 1 capital ratio, transitional rules, at end of period ²⁾	13.8	12.7	13.8	12.7	12.9
Capital ratio, transitional rules, at end of period ²⁾	16.3	14.9	16.3	14.9	15.2

1) Margin calculations for finance leases were adjusted in the third quarter of 2015. Figures for previous periods have been restated accordingly.

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

For additional key figures and definitions, please refer to page 40.

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

Third quarter report 2015

Directors' report	2
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Accounts

Income statement DNB Bank ASA.....	8
Comprehensive income statement DNB Bank ASA	8
Balance sheet DNB Bank ASA	9
Income statement DNB Bank Group.....	10
Comprehensive income statement DNB Bank Group.....	10
Balance sheet DNB Bank Group.....	11
Statement of changes in equity	12
Cash flow statement	12
Note 1 Basis for preparation	15
Note 2 Segments	15
Note 3 Capital adequacy	18
Note 4 Liquidity risk	21
Note 5 Net interest income.....	22
Note 6 Net commission and fee income	23
Note 7 Net gains on financial instruments at fair value	24
Note 8 Operating expenses.....	25
Note 9 Impairment of loans and guarantees	26
Note 10 Loans to customers.....	27
Note 11 Net impaired loans and guarantees for principal customer groups	28
Note 12 Fair value of financial instruments at amortised cost	29
Note 13 Financial instruments at fair value	30
Note 14 Commercial paper and bonds, held to maturity	33
Note 15 Profit from investments accounted for by the equity method	34
Note 16 Debt securities issued and subordinated loan capital	35
Note 17 Additional Tier 1 capital	37
Note 18 Information on related parties	38
Note 19 Off-balance sheet transactions and contingencies	39

Additional information

Key figures	40
Profit and balance sheet trends	41
Information about the DNB Bank Group	45

Directors' report

Third quarter financial performance

The DNB Bank Group¹⁾ recorded profits of NOK 5 984 million in the third quarter of 2015, up NOK 691 million from the third quarter of 2014. Higher volumes and wider deposit spreads helped raise net interest income by 9.2 per cent. Adjusted for basis swaps, there was a NOK 338 million increase in profits.

There was an average increase in the healthy loan portfolio of 9.9 per cent parallel to a 12.1 per cent increase in average deposit volumes from the third quarter of 2014. The rise in volumes was partly due to exchange rate movements. Towards the end of the third quarter of 2015, the Norwegian krone had depreciated 33 per cent against the US dollar compared with a year earlier. Adjusted for exchange rate movements, deposit volumes were up 2.7 per cent and lending volumes were up 3.0 per cent. Lending spreads narrowed by 0.14 percentage points, while deposit spreads widened by 0.23 percentage points. Volume-weighted interest rate spreads were unchanged compared with the third quarter of 2014.

Macroeconomic unrest had a strong impact on other operating income in the third quarter. Net other operating income was NOK 54 million lower than in the third quarter of 2014. Adjusted for the effect of basis swaps, operating income declined by NOK 538 million. Net commissions and fees were down NOK 104 million or 7.1 per cent compared with the year earlier period, partly due to a somewhat lower level of market activity within capital raising. Net gains on other financial instruments gave a NOK 377 million reduction in profits compared with the corresponding period of 2014.

Total operating expenses increased by NOK 170 million or 3.4 per cent from the third quarter of 2014. Exchange rate effects related to international operations and greater non-recurring effects contributed to the increase. Adjusted for these effects, the operating expenses decreased by NOK 104 million.

There were net reversals on impairment losses of NOK 392 million in the third quarter. In late September, DNB signed an agreement with Lindorff Capital AS to sell portfolios of non-performing loans. Adjusted for this transaction, impairment losses totalled NOK 675 million for the quarter, compared with NOK 183 million in the year-earlier period. Net non-performing and doubtful loans and guarantees were reduced by NOK 1.3 billion from end-September 2014, totalling NOK 13.6 billion. This represented 0.77 per cent of the loan portfolio, down from 1.00 per cent at end-September 2014.

Including 50 per cent of interim profits, the common equity Tier 1 capital ratio, calculated according to the transitional rules, increased from 12.3 per cent at end-September 2014, to 12.8 per cent. A 10 percentage point change in retained profits corresponds to an approximately 15 percentage point change in the common equity Tier 1 capital ratio. Risk-weighted assets were up by 9.7 per cent during the corresponding period, reflecting the depreciation of the Norwegian krone.

Important events in the third quarter

Early in the third quarter, the concept "A valuable lesson" was introduced. "A valuable lesson" is the name of a free digital educational programme which gives children a basic understanding of money, income and spending, what their rights are and good saving habits. Thus far, 423 school classes have included "A valuable lesson" in their curriculum for the 2015/2016 school year.

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

Vipps was launched in early June and within a short period of time, it has become a great success and is market-leading within mobile payment solutions. As at 30 September, there were 615 000 registered Vipps users.

In connection with its digital initiatives, DNB launched *Boligchat* (Housing Chat) and *Bilvelgeren* (Car Selector) on mobile and online platforms in September.

On 29 September, DNB signed an agreement with Lindorff Capital AS to sell several portfolios of non-performing loans in Norway. The portfolios mainly consist of unsecured loans which were classified as non-performing between 1984 and 2015. The sale had a positive pre-tax effect of approximately NOK 1.1 billion in the third quarter of 2015.

RepTrak's quarterly reputation survey of Norway's most prominent companies was published at the beginning of August. DNB did well in the second quarter and achieved a score of 71.6 points. The threshold for a good reputation is 70 points. DNB's score improved from 66.4 points in the first quarter of 2015 and from 65.9 points in the second quarter of 2014.

At the start of September, DNB was ranked as the second most attractive employer within business in a survey among Norwegian employees carried out by Universum.

During the third quarter, DNB qualified, for the seventh consecutive year, for inclusion in the Dow Jones Sustainability Index as the only Nordic bank. The index measures financial, environmental and social performance.

On 24 September, DNB reduced its home mortgage rates to historically low levels. This was done immediately after Norges Bank, the central bank of Norway, reduced its key policy rate by 0.25 percentage points, to 0.75 per cent. For existing loan customers, the interest rate adjustments will enter into force on 1 December, while the effect was immediate for new customers. On the same date, Norges Bank recommended to keep the countercyclical capital buffer for banks unchanged. In June, the requirement was increased by 0.5 percentage points to 1.5 per cent, effective from 30 June 2016.

First three quarters 2015

The banking group recorded profits of NOK 16 800 million in the January through September period in 2015, up NOK 2 113 million from the corresponding period in 2014.

Higher lending and deposit volumes and wider deposit spreads helped raise net interest income. Compared with the first three quarters of 2014, net interest income was up NOK 2 508 million. There was an increase in average deposit volumes of 8.6 per cent parallel to a 9.2 per cent rise in the healthy loan portfolio, which was partly due to exchange rate movements. Lending spreads narrowed by 0.15 percentage points, while deposit spreads widened by 0.22 percentage points.

Net other operating income increased by NOK 1 360 million from the first three quarters of 2014. Adjusted for basis swaps and non-recurring effects relating to the sale of Nets in 2014, net other operating income was reduced by NOK 531 million. Net commissions and fees were up NOK 203 million compared with the first three quarters of 2014, mainly due to a higher level of activity in DNB Markets and DNB Eiendom. Volatility in the stock, fixed income and currency markets caused a NOK 457 million decline in net gains on other financial instruments.

Total operating expenses rose by NOK 766 million or 5.1 per cent from the first three quarters of 2014. Exchange rate effects related to international operations and greater non-recurring effects contributed to the increase. Adjusted for these effects, there was a reduction of NOK 12 million.

Impairment losses on loans and guarantees totalled approximately NOK 849 million in the first nine months of 2015.

Adjusted for the Lindorff transaction, impairment losses came to NOK 1.9 billion, up NOK 1.1 billion from the corresponding period in 2014. There was a slight increase in reversals on collective impairment losses, primarily in the large corporate segment. Parallel to this, there was an increase in individual impairment, with the largest impairment losses relating to the mining industry and the shipping sector. The total level of impairment in the Group was well below the normalised level in the first three quarters of 2015.

Third quarter income statement – main items

Net interest income

Amounts in NOK million	3rd quarter		3rd quarter
	2015	Change	2014
Net interest income	9 018	757	8 261
Exchange rate movements		466	
Lending and deposit volumes		284	
Lending and deposit spreads		102	
Other net interest income		(95)	

Net interest income rose by NOK 757 million or 9.2 per cent from the third quarter of 2014, reflecting higher volumes, partly due to exchange rate movements. Average lending spreads contracted by 0.14 percentage points, while deposit spreads widened by 0.23 percentage points. Volume-weighted spreads were unchanged. There was an average increase of NOK 135.3 billion or 9.9 per cent in the healthy loan portfolio compared with the third quarter of 2014. During the same period, deposits were up NOK 124.2 billion or 12.1 per cent.

Net other operating income

Amounts in NOK million	3rd quarter		3rd quarter
	2015	Change	2014
Net other operating income	3 892	(54)	3 946
Basis swaps		484	
Other income		(14)	
Profit from associated companies		(42)	
Net commissions and fees		(104)	
Net gains on other financial instruments		(377)	

Net other operating income declined by NOK 54 million or 1.4 per cent from the third quarter of 2014. Adjusted for basis swaps, other operating income was down NOK 538 million. Due to a lower level of market activity, there was a decline in commissions and fees from, among other things, capital raising. Net gains on other financial instruments gave a NOK 377 million reduction in profits due to financial market volatility in the third quarter.

Operating expenses

Amounts in NOK million	3rd quarter		3rd quarter
	2015	Change	2014
Operating expenses excluding non-recurring effects	(4 955)	(60)	(4 895)
<i>Of which:</i>			
Exchange rate effects for units outside Norway		(163)	
Currency-adjusted operating expenses	(4 792)	104	(4 895)
Income-related costs			
Ordinary depreciation on operational leasing		(24)	
Expenses related to operations			
Properties/premises		33	
Fees		(22)	
Other costs		(23)	
Pension expenses		(24)	
Non-recurring effects	(182)	(110)	(72)
Other restructuring costs and non-recurring effects	(62)	(20)	(41)
Restructuring costs - employees	(64)	(33)	(31)
IT restructuring	(56)	(56)	
Operating expenses	(5 137)	(170)	(4 968)

Exchange rate effects related to international operations and greater non-recurring effects contributed to a rise in operating expenses compared with the third quarter of 2014. Adjusted for these effects, there was a NOK 104 million reduction in costs. Non-recurring costs increased during the quarter, which was mainly a consequence of restructuring and the extensive IT changes currently undertaken by DNB. The cost/income ratio for the quarter was 39.8 per cent, down 0.9 percentage points from the corresponding quarter in 2014.

Impairment of loans and guarantees

There were net reversals on impairment losses of NOK 392 million in the third quarter. Adjusted for the Lindorff transaction, impairment losses totalled NOK 675 million for the third quarter of 2014, compared with NOK 183 million in the year-earlier period. Collective impairment losses of NOK 106 million were reversed in the third quarter of 2015, compared with reversals of NOK 84 million in the year-earlier period. The increase in reversals related primarily to the large corporate segment, reflecting higher shipping freight rates. The largest impairment losses on individual loans stemmed from the mining industry and the shipping sector.

Non-performing and doubtful loans and guarantees were reduced by NOK 1.3 billion from end-September 2014, totalling NOK 13.6 billion at end-September 2015. This represented 0.77 per cent of the loan portfolio, down from 1.00 per cent at end-September 2014.

Taxes

The DNB Bank Group's tax expense for the third quarter of 2015 was NOK 2 164 million, or 26.5 per cent of pre-tax operating profits.

Financial performance, segments

Financial governance in the banking group is adapted to the different customer segments. Reported figures reflect total sales of products and services to the relevant segments.

Personal customers

Income statement in NOK million	3rd quarter		Change	
	2015	2014	NOK mill	%
Net interest income	3 431	3 506	(75)	(2.1)
Net other operating income	969	933	36	3.8
Total income	4 399	4 438	(39)	(0.9)
Operating expenses	(2 098)	(2 004)	(94)	(4.7)
Pre-tax operating profit before impairment	2 302	2 434	(133)	(5.5)
Net gains on fixed and intangible assets	(3)	0	(3)	
Impairment loss of loans and guarantees	963	(58)	1 021	
Pre-tax operating profit	3 262	2 376	885	37.3
Tax expense	(881)	(642)	(239)	(37.3)
Profit from operations held for sale, after taxes	2		2	
Profit of the period	2 384	1 735	649	37.4

Average balance sheet items in NOK billion

Net loans to customers	697.2	664.3	33.0	5.0
Deposits from customers	390.4	363.6	26.8	7.4

Key figures in per cent

Lending spread ¹⁾	2.01	2.30
Deposit spread ¹⁾	0.10	(0.32)
Return on allocated capital ²⁾	30.2	24.9
Cost/income ratio	47.7	45.2
Ratio of deposits to loans	56.0	54.7

1) Calculated relative to the 3-month money market rate.

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

Due to intense competition for home mortgage customers, there was a moderate increase in net loans to customers of 5.0 per cent from the third quarter of 2014. Average deposits were up 7.4 per cent during the corresponding period.

Rising volumes and wider deposit spreads compensated for narrower lending spreads. Net interest income, excluding interest on allocated capital, was virtually on a level with the third quarter of 2014 and higher than in the second quarter of 2015. The volume-weighted interest rate spread narrowed by 0.05 percentage points from the third quarter of 2014 and by 0.01 percentage points from the second quarter of 2015.

The main factors behind the positive trend in other operating income from the third quarter of 2014 were foreign exchange income and a higher level of activity within real estate broking and insurance. Increased digitalisation contributed to a decline in income from manual payment transactions.

Higher IT costs and impairment of capitalised systems development were the main factors behind the rise in expenses from the third quarter of 2014. Provisions in connection with the restructuring of the branch network were on a level with the third quarter of 2014, but close to NOK 50 million lower than in the second quarter of 2015.

There were net reversals on impairment losses on loans of NOK 995 million in the third quarter. Adjusted for the Lindorff transaction, impairment losses came to NOK 32 million. The risk in the home mortgage portfolio is low while impairment losses are stable at a low level.

The market share of credit to households stood at 25.6 per cent at end-August 2015, while the market share of total household savings was 32.5 per cent. DNB Eiendom retained its market-leading position within real estate broking in the third quarter of 2015 and achieved a market share of 19.2 per cent.

Customers increasingly use online and mobile banking services. In September, FingerID was introduced for logging into the mobile bank. Other services launched this quarter were mobile purchases of mutual funds, *Boligchat* (Housing Chat) on both online and mobile platforms and a digital solution for settling claims on deceased persons' estates. The Vipps payment solution for quick and easy payment transfers using mobile phones has been well received by customers and has an increasing number of users. New functionality, enabling users to add more cards and FingerID, was introduced in early October. As a result of a higher self-service ratio, 13 branch offices in Norway have been closed thus far this year.

The banking group aspires to achieve continued profitable growth in the personal customer segment. Impairment losses on loans are expected to remain stable at a low level.

Small and medium-sized enterprises

Income statement in NOK million	3rd quarter		Change	
	2015	2014	NOK mill	%
Net interest income	1 551	1 399	152	10.8
Net other operating income	268	269	(1)	(0.3)
Total income	1 819	1 669	151	9.0
Operating expenses	(679)	(702)	23	3.3
Pre-tax operating profit before impairment	1 140	966	174	18.0
Net gains on fixed and intangible assets	(1)	(0)	(0)	
Impairment loss of loans and guarantees	(138)	(152)	14	
Profit from repossessed operations	(21)	(11)	(10)	
Pre-tax operating profit	980	803	178	
Tax expense	(265)	(217)	(48)	
Profit of the period	716	586	130	

Average balance sheet items in NOK billion

Net loans to customers	217.8	207.2	10.7	5.1
Deposits from customers	175.4	164.3	11.2	6.8

Key figures in per cent

Lending spread ¹⁾	2.41	2.50		
Deposit spread ¹⁾	0.33	(0.02)		
Return on allocated capital ²⁾	13.5	11.9		
Cost/income ratio	37.3	42.1		
Ratio of deposits to loans	80.5	79.3		

1) Calculated relative to the 3-month money market rate.

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

The increase in loans to small and medium-sized enterprises in the third quarter was on a level with the preceding quarters and in line with the Group's ambitions. There has also been a strong rise in deposits thus far in 2015.

Rising volumes and wider deposit spreads ensured a healthy increase in net interest income compared with the third quarter of 2014.

The decline in operating expenses from the third quarter of 2014 was mainly due to a reduction in the number of full-time positions.

Net impairment losses on loans totalled NOK 138 million in the third quarter. Adjusted for the Lindorff transaction, impairment losses came to NOK 210 million and related mainly to loans to the mining industry. No material changes have been observed in the general quality of the banking group's portfolio of other loans to small and medium-sized corporate customers. Portfolio quality is considered to be satisfactory, and close follow-up of customers and preventive measures are vital to retaining satisfactory quality. On an annual basis, net impairment losses represented 0.25 per cent of net loans in the third quarter, down from 0.29 per cent in the year-earlier period.

As the growth prospects for the general Norwegian economy have been revised downward, more moderate credit growth is anticipated in the market. DNB expects lending growth in this segment on a level with the expected domestic credit growth in the corporate segment.

Large corporates and international customers

Income statement in NOK million	3rd quarter		Change	
	2015	2014	NOK mill	%
Net interest income	3 908	3 420	489	14.3
Net other operating income	1 221	1 166	55	4.7
Total income	5 129	4 586	543	11.8
Operating expenses	(1 895)	(1 628)	(266)	(16.4)
Pre-tax operating profit before impairment	3 234	2 957	277	9.4
Net gains on fixed and intangible assets	1	12	(10)	
Impairment loss of loans and guarantees	(433)	33	(466)	
Profit from repossessed operations	1	(43)	44	
Pre-tax operating profit	2 803	2 958	(155)	(5.2)
Tax expense	(813)	(917)	104	11.4
Profit of the period	1 990	2 041	(51)	(2.5)

Average balance sheet items in NOK billion

Net loans to customers	582.7	493.5	89.2	18.1
Deposits from customers	408.3	362.3	46.0	12.7

Key figures in per cent

Lending spread ¹⁾	2.18	2.19		
Deposit spread ¹⁾	(0.06)	(0.14)		
Return on allocated capital ²⁾	11.3	15.0		
Cost/income ratio	36.9	35.5		
Ratio of deposits to loans	70.1	73.4		

1) Calculated relative to the 3-month money market rate.

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

The weakened Norwegian krone strongly affected the growth in volumes from the third quarter of 2014. Net loans to customers were up 18.1 per cent during this period. Adjusted for exchange rate movements, there was an underlying increase in the portfolio of 0.5 per cent. Customer deposits increased by 12.7 per cent from the third quarter of 2014. Adjusted for exchange rate movements, however, there was a 1.3 per cent decline in deposits.

Due to a strong increase in loan volumes combined with unchanged lending spreads and widening deposit spreads, there was a healthy rise in net interest income from the third quarter

of 2014. There was a certain increase in net other operating income from the third quarter of 2014, reflecting a rise in income from foreign currency exchange and payment transfers.

The rise in operating expenses from the third quarter of 2014 reflected the depreciation of the Norwegian krone, which resulted in an increase in expenses at international units, measured in Norwegian kroner. The number of full-time positions was reduced by 135 from end-September 2014. The reduction took place in international operations, mainly in the Baltic countries and Poland.

There was an increase in net impairment losses on loans compared with the third quarter of 2014. On an annual basis, net impairment represented 0.30 per cent of average loans, up 0.32 percentage points from the third quarter of 2014. There were reversals on collective impairment losses both years, while individual impairment losses represented 0.36 per cent in the third quarter of 2015, up from 0.01 per cent in the year-earlier period.

Targeted efforts are being made to retain the level of quality in the portfolio through close follow-up of customers and preventive measures. Developments in industries that are sensitive to oil prices are closely monitored. The banking group's lending practices are based on a scenario with relatively low oil prices, and DNB has a robust portfolio within oil, gas and offshore. Net non-performing and doubtful loans and guarantees amounted to NOK 8.6 billion at end-September 2015, on a level with a year earlier.

DNB gives priority to strong, long-term and profitable customer relationships and on further developing key customer segments. The banking group's wide range of products and broad expertise are key elements in efforts to strengthen customer relationships and form the basis for operations. Volume-weighted spreads are expected to be stable or to increase slightly in the period ahead.

Trading

This segment comprises market making and other trading in foreign exchange, fixed income equity and commodity products, including the hedging of market risk inherent in customer transactions. Customer activities are supported by trading activities.

Income statement in NOK million	3rd quarter		Change	
	2015	2014	NOK mill	%
Net interest income	(106)	100	(206)	
Net other operating income	(342)	608	(950)	
Total income	(448)	708	(1 156)	
Operating expenses	(155)	(123)	(33)	(26.5)
Pre-tax operating profit	(604)	585	(1 189)	
Tax expense	157	(158)	315	
Profit of the period	(447)	427	(874)	
Key figures in per cent				
Return on allocated capital ¹⁾	(25.4)	25.1		

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

Other income from market making and other trading was affected by a significant increase in credit spreads for bonds, especially Norwegian bonds. This resulted in negative changes in the value of bond investments during the quarter, though higher income is expected in the period ahead. The widening credit spreads and large market fluctuations, especially related to the weakening of the Norwegian krone, required higher provisions for counterparty risk in derivatives (CVA and DVA provisions), which represented NOK 244 million for the quarter. Exchange rate effects were a key factor behind the increase in costs from the third quarter of 2014. The weakened krone affected costs at the Group's operations outside Norway as well as in its Norwegian operations where contracts are denominated in foreign currency, including IT costs.

Funding, liquidity and balance sheet

The short-term funding markets were generally sound in the third quarter of 2015, though competition has increased among issuers. Some money market investors are subject to stricter regulations, whereby they mainly seek short-term investments. Thus, volumes have been somewhat limited for funding with maturities of more than three months. In spite of stronger competition, the banking group had ample access to short-term funding in both US dollars and other currencies throughout the quarter.

There was a somewhat more volatile situation in the long-term funding markets in the third quarter. The Norwegian bond market weakened considerably during the quarter, and costs related to new funding increased correspondingly. There was a strong supply of long-term funding, however, pricing and market sentiment will determine whether higher volumes can be achieved.

Debt securities issued by the banking group totalled NOK 832 billion at end-September 2015 and NOK 727 billion a year earlier.

In order to keep the Group's liquidity risk at a low level, short-term and long-term limits have been established. These are consistent with the Basel III calculation methods. Among other things, this implies that customer loans are generally financed through customer deposits, long-term debt securities and primary capital. The Group stayed well within the liquidity limits throughout the quarter. The short-term liquidity requirement, Liquidity Coverage Ratio, LCR, remained stable at above 100 per cent throughout the third quarter. At end-September 2015, the total LCR was 120 per cent. The LCRs for euros and US dollars were 447 per cent and 188 per cent, respectively.

Total assets in the banking group's balance sheet were NOK 2 464 billion as at 30 September 2015 and NOK 2 132 billion a year earlier.

Net loans to customers increased by NOK 148 billion or 10.6 per cent from end-September 2014. Customer deposits were up NOK 83 billion or 9.3 per cent during the corresponding period. Exchange rate movements helped increase volumes. The ratio of customer deposits to net loans to customers declined from 64.2 per cent at end-September 2014 to 63.5 per cent a year later.

Risk and capital adequacy

The macroeconomic situation showed a negative trend through the third quarter. The International Monetary Fund, IMF, has revised down its global growth prospects for both 2015 and 2016, which can largely be traced to the slowdown in emerging economies such as China and Brazil. After an increase in the second quarter of 2015, the price of oil again declined during the third quarter and was USD 48 per barrel at end-September. As expected, this has negative spillover effects on the mainland economy, particularly in Southern and Western Norway, where oil-related industries are strongly represented. However, the Norwegian economy has important buffers, and the reduction in the price of oil has not yet resulted in any major increase in impairment losses on loans for DNB. Interest rate cuts are helping to sustain households' purchasing power and to keep the Norwegian krone weak. The krone is now at its weakest level for more than 40 years.

The DNB Bank Group quantifies risk by measuring risk-adjusted capital requirements. The capital requirement decreased by NOK 0.1 billion from end-June 2015, to NOK 69.0 billion at end-September.

Developments in the risk-adjusted capital requirement

Amounts in NOK billion	30 Sept. 2015	30 June 2015	31 March 2015	31 Dec. 2014
Credit risk	57.9	56.1	58.6	58.8
Market risk	6.9	7.5	7.3	7.2
Operational risk	8.4	8.4	8.4	8.2
Business risk	6.2	6.0	6.0	6.0
Gross risk-adjusted capital requirement	79.5	78.1	80.4	80.2
Diversification effect ¹⁾	(10.4)	(9.0)	(8.7)	(8.5)
Net risk-adjusted capital requirement	69.0	69.1	71.6	71.7
Diversification effect in per cent of gross risk-adjusted capital requirement ¹⁾	13.1	11.5	10.9	10.6

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

The risk-adjusted capital requirement for credit was up NOK 1.8 billion in the third quarter. There was continued sound and stable credit quality in most portfolios. The rise in the capital requirement is almost solely due to the weakening of the Norwegian krone during the quarter, resulting in a higher volume of loans, particularly in euro and US dollars, in risk calculations.

There was a positive trend in the shipping segments in the third quarter, with particularly strong freight rates in the tanker market. The volume of loans in the banking group's shipping portfolio subject to special monitoring was reduced in the third quarter. However, there are still challenges in the dry bulk, supply vessel and rig segments.

The energy segment was characterised by falling oil prices during the quarter and a resulting reduction in investment programmes worldwide. Exploration activity is being scaled down, and oil field development, especially in deeper waters, is being postponed or cancelled. Order backlogs are gradually being reduced, and new orders are less profitable than before. DNB's risk models show somewhat weaker portfolio quality within oil, gas and offshore, though losses are low thus far. The bank identifies particularly vulnerable customers, who are subject to special monitoring.

The share of non-performing home mortgages in the banking group's portfolio is now at a historically low level. Partly due to the low interest rate level, there is a record-high number of housing sales. At end-September, housing prices were up 6.9 per cent on a national basis compared with a year earlier. There are increasing regional differences. While the twelve-month price growth in Oslo is 11 per cent, prices have declined by close to 3 per cent in Stavanger.

The DNB bank group's market risk exposure declined by NOK 0.6 billion. Exposures were well within established limits during the quarter.

Operational events are registered in the Group's event database. Losses have been low and significantly below the approved tolerance limits.

Calculated according to the transitional rules, risk-weighted volume increased by NOK 96 billion from the third quarter of 2014, to NOK 1 089 billion. Including 50 per cent of interim profits, the common equity Tier 1 capital ratio, calculated according to the transitional rules, was 12.8 per cent, while the capital adequacy ratio was 16.3 per cent.

New regulatory framework

Pillar 2

Finanstilsynet has finalised its Supervisory Review and Evaluation Process, SREP, for the DNB Group for 2015. The Pillar 2 requirement is 1.5 per cent of risk-weighted assets and comes in addition to the minimum and combined buffer requirements under Pillar 1. The Pillar 2 requirement relates to risks not covered by Pillar 1 and must be met in its entirety with common equity Tier 1 capital. The common equity Tier 1 capital requirement will be 13.5 per cent at

year-end 2015 and 15.0 per cent at year-end 2016 due to increases in the Pillar 1 buffer requirements in 2016. The requirement will be adjusted to reflect any future changes in the Pillar 2 add-on or the buffer requirements.

In December 2014, the European Banking Authority, EBA, issued a recommendation aiming to harmonise practices relating to Pillar 2. Finanstilsynet has recently described the main elements of Norwegian practices and intends to follow the EBA's recommendation. Nevertheless, Finanstilsynet takes a different view with respect to the quality of the capital used to fulfil the Pillar 2 requirements. While the recommendation from the EBA is based on significant elements of hybrid and supplementary capital, Finanstilsynet requires that common equity Tier 1 capital be used.

Finanstilsynet's Pillar 2 dialogue with the individual banks will be based on the capital adequacy requirement the banks are expected to observe at any time, though no orders will be issued. According to Norwegian tradition, binding orders are issued only in cases where a bank does not take Finanstilsynet's expectations into account or in cases where there are serious weaknesses in the bank's operations. Finanstilsynet will continue this practice.

Finanstilsynet points out that failure to comply with the expected capital adequacy requirement will not automatically result in restrictions on the allocation of the bank's profits, including payments of dividends and interest on other Tier 1 capital. However, the bank is expected to explain the reason for the situation in writing and to present an action plan to increase capital adequacy or reduce the risk level. This is in line with the regulations in Sweden and Denmark.

Non-risk based capital requirement

In 2011, the Basel Committee proposed a non-risk based capital requirement, "leverage ratio", as a supplement to capital requirements based on risk weighting of banks' exposures. The Basel Committee proposed a minimum requirement of 3 per cent.

The EU's ambition is that the requirement will enter into force as from 2018, though the EU has not yet decided on the capital level. Based on advice from the EBA, the European Commission will prepare a report on the non-risk based capital requirement by year-end 2016. The report will include proposals on a binding minimum requirement or different minimum requirements for various business models. The report will also consider adjustments of the capital measure and the exposure measure.

In a letter to the Ministry of Finance, Finanstilsynet has assessed when and how a non-risk based capital requirement should be introduced in Norway. Finanstilsynet points out that it may be necessary to introduce a minimum non-risk based capital requirement as the lower limit for banks' capital adequacy in connection with possible future changes in the so-called Basel I floor. According to Finanstilsynet, the capital measure shall consist of common equity Tier 1 capital, even though the EU regulations stipulate that the capital measure shall comprise Tier 1 capital, which is common equity Tier 1 capital plus hybrid capital.

Finanstilsynet recommends that Norwegian banks' non-risk based capital requirement should be at a considerably higher level than 3 per cent. In addition, Finanstilsynet believes that it will be unfortunate if a national minimum requirement is determined which later has to be changed in line with a new definition and calibration in the EU. Thus, Finanstilsynet finds that the introduction plan for CRD IV should be followed.

The non-risk based capital of Norwegian banks is significantly higher than 3 per cent and higher than the average for European banks. This partly reflects the fact that the floor rules are strictly adhered to and that there are stringent requirements for the calibration of the banks' risk models. Nevertheless, Finanstilsynet is of the opinion that overall, Norwegian banks should further increase their non-risk based capital, which will be followed up in the supervisory dialogue up till 2018. At end-September 2015, DNB had a leverage ratio of 5.7 per cent.

Macroeconomic developments

There is still moderate growth in the global economy, with considerable differences from country to country. Growth has picked up considerably in the US, and the labour market is sound. The first interest rate increase is expected towards the end of the year. In the United Kingdom, economic growth is holding up well. Activity levels have temporarily picked up in the eurozone, reflecting lower energy prices and higher employment growth, though there is still much excess capacity in the economy. High debt levels and limited growth capacity in a number of economies will contribute to continued high unemployment levels and low wage and price growth over the next few years. Many emerging economies are showing signs of weakness. Russia and Brazil are experiencing a setback. Economic growth is showing less momentum in China, and the intensity of the economic slowdown remains uncertain.

After climbing in the spring, the price of oil has declined again since the summer. The price level is now USD 48 a barrel, which is USD 8 lower than at end-December 2014 and as much as USD 54 lower than the price level during the preceding five years. The falling prices contribute to more extensive cost cuts in the petroleum industry and will probably result in a significant reduction in oil investments during the 2015-2017 period. This will have negative spillover effects on the mainland economy in the form of a more moderate increase in demand for goods and services. Moreover, unemployment levels will rise somewhat while wage inflation will remain moderate. Thus far this year, there has been a declining level of activity among oil suppliers parallel to a rise in unemployment in oil-intensive sectors and regions. However, household demand remains strong. There is still sound growth in housing prices on a national basis, though there are large regional differences. Prices will probably level off over the next three years, reflecting a weaker labour market and more moderate growth in purchasing power.

Interest rate cuts are helping to sustain households' purchasing power and to keep the Norwegian krone weak. A weak krone means higher profitability and improved competitiveness for

exporters, who are also experiencing an upswing in demand from other countries. The competitive ability of home market companies exposed to global competition will also improve. Norway is conducting an expansionary fiscal policy. The sustained level of demand in the economy mainly reflects strong increases in public investment in roads and railways.

Future prospects


Economic forecasts for 2015 indicate moderate global economic growth. Economic growth is also expected in Norway, though it will probably slow down in 2015 as a result of declining oil investments and their spillover effects on the mainland economy. The Norwegian economy has important buffers which help ensure continued growth in the mainland economy and low unemployment levels in an international perspective. A weaker Norwegian krone will be positive for Norwegian industries exposed to competition. Overall, the Norwegian economy will probably grow by just over 1 per cent in both 2015 and 2016, whereafter the growth rate is expected to reach more normal levels. In 2018, the growth rate is expected to exceed 2 per cent.

A 3 to 4 per cent increase in lending volumes is anticipated in 2015, provided that exchange rates remain stable. Nominal costs are expected to remain flat in 2015, while the ambition to maintain a cost/income ratio around 40 per cent is unchanged. Impairment losses on loans in 2015 are expected to stay below normalised levels at just under NOK 3 billion, excluding the effects of the sale of non-performing portfolios to Lindorff, which resulted in reversals of NOK 1.1 billion. DNB does not exclude the possibility of a certain increase in impairment losses linked to oil-related activities from 2016 onwards.

In order to build up adequate common equity Tier 1 capital, the banking group will pursue dynamic balance sheet management to reflect exchange rate movements and the regulatory requirements prevailing at any given time. Further information about DNB's ambitions and future prospects will be given on the Capital Markets Day in London on 25 November.

Oslo, 21 October 2015

The Board of Directors of DNB Bank ASA


Anne Carine Tanum
(chairman)


Jarle Berge
(vice-chairman)


Sverre Finstad


Vigdis Mathisen


Kai Nyland


Torill Rambjør


Kim Wahl


Rune Bjerke
(group chief executive)

Income statement

DNB Bank ASA						
<i>Amounts in NOK million</i>	Note	3rd quarter 2015	3rd quarter 2014	January-September 2015 2014		Full year 2014
Total interest income	5	9 482	10 470	29 146	31 418	41 906
Total interest expenses	5	(3 379)	(4 781)	(11 137)	(15 480)	(20 048)
Net interest income	5	6 104	5 689	18 009	15 938	21 859
Commission and fee income etc.	6	1 560	1 519	4 667	4 494	6 112
Commission and fee expenses etc.	6	(699)	(544)	(1 967)	(1 599)	(2 186)
Net gains on financial instruments at fair value	7	318	1 608	2 535	5 666	5 963
Other income		1 200	1 758	4 136	5 664	8 811
Net other operating income		2 379	4 342	9 371	14 224	18 699
Total income		8 483	10 031	27 380	30 162	40 558
Salaries and other personnel expenses	8	(2 256)	(2 139)	(6 732)	(6 417)	(8 394)
Other expenses	8	(1 551)	(1 544)	(5 034)	(4 777)	(6 327)
Depreciation and impairment of fixed and intangible assets	8	(484)	(480)	(1 462)	(1 395)	(1 986)
Total operating expenses	8	(4 291)	(4 163)	(13 228)	(12 589)	(16 708)
Pre-tax operating profit before impairment		4 192	5 868	14 152	17 573	23 850
Net gains on fixed and intangible assets		1	(4)	47	191	233
Impairment of loans and guarantees	9	717	(164)	(432)	(843)	(1 725)
Pre-tax operating profit		4 909	5 700	13 768	16 921	22 358
Tax expense		(1 316)	(1 491)	(3 596)	(4 419)	(3 900)
Profit for the period		3 593	4 210	10 172	12 502	18 458
Portion attributable to shareholders		3 468	4 210	9 923	12 502	18 458
Portion attributable to additional Tier 1 capital holders	17	125		249		
Profit for the period		3 593	4 210	10 172	12 502	18 458

Comprehensive income statement

DNB Bank ASA					
<i>Amounts in NOK million</i>	3rd quarter 2015	3rd quarter 2014	January-September 2015 2014		Full year 2014
Profit for the period	3 593	4 210	10 172	12 502	18 458
Actuarial gains and losses, net of tax ¹⁾	(198)	(521)	594	(934)	(1 812)
Other comprehensive income that will not be reclassified to profit or loss, net of tax	(198)	(521)	594	(934)	(1 812)
Currency translation of foreign operations	67	(35)	211	48	460
Other comprehensive income that may subsequently be reclassified to profit or loss, net of tax	67	(35)	211	48	460
Other comprehensive income for the period	(130)	(556)	805	(886)	(1 352)
Comprehensive income for the period	3 463	3 654	10 977	11 616	17 106

1) Pension commitments and pension funds in the defined-benefit schemes have been recalculated. Calculations for the third quarter have been updated with new calculation assumptions in accordance with guidance notes from the Norwegian Accounting Standards Board as of 31 August 2015 and yields on covered bonds as at 30 September 2015.

Balance sheet

		DNB Bank ASA		
<i>Amounts in NOK million</i>	Note	30 Sept. 2015	31 Dec. 2014	30 Sept. 2014
Assets				
Cash and deposits with central banks		184 126	53 505	211 173
Due from credit institutions	12, 13	535 296	608 036	361 953
Loans to customers	10, 11, 12, 13	714 615	723 456	697 564
Commercial paper and bonds at fair value	13, 14	239 774	211 746	200 874
Shareholdings	13	6 224	9 205	8 566
Financial derivatives	13	230 504	248 768	165 152
Commercial paper and bonds, held to maturity	12, 14	23 070	31 927	36 619
Investments in associated companies		975	975	959
Investments in subsidiaries		104 202	79 266	73 868
Intangible assets		3 698	3 794	3 727
Deferred tax assets		2 746	2 995	4 426
Fixed assets		7 349	7 390	7 029
Other assets		14 219	16 581	18 201
Total assets		2 066 799	1 997 646	1 790 111
Liabilities and equity				
Due to credit institutions	12, 13	323 538	268 531	238 538
Deposits from customers	12, 13	921 220	903 033	855 271
Financial derivatives	13	253 533	274 846	174 473
Debt securities issued	12, 13, 16	366 153	366 205	339 730
Payable taxes		3 926	537	3 673
Deferred taxes		12	25	12
Other liabilities		16 155	21 104	19 645
Provisions		1 055	1 003	1 005
Pension commitments		4 547	5 322	4 865
Subordinated loan capital	12, 13, 16	30 617	29 319	26 668
Total liabilities		1 920 755	1 869 926	1 663 880
Share capital		18 314	18 314	18 314
Share premium		19 895	19 895	19 895
Additional Tier 1 capital	17	8 251		
Other equity		99 583	89 511	88 022
Total equity		146 044	127 720	126 231
Total liabilities and equity		2 066 799	1 997 646	1 790 111
Off-balance sheet transactions and contingencies	19			

Income statement

		DNB Bank Group				
<i>Amounts in NOK million</i>	Note	3rd quarter 2015	3rd quarter 2014	January-September 2015	January-September 2014	Full year 2014
Total interest income	5	14 408	15 350	43 755	46 092	61 682
Total interest expenses	5	(5 390)	(7 089)	(17 370)	(22 215)	(29 074)
Net interest income	5	9 018	8 261	26 385	23 877	32 607
Commission and fee income etc.	6	2 086	2 032	6 601	6 035	8 148
Commission and fee expenses etc.	6	(719)	(561)	(2 008)	(1 646)	(2 258)
Net gains on financial instruments at fair value	7	1 956	1 849	6 544	5 110	5 404
Profit from investments accounted for by the equity method	15	(1)	41	(44)	182	226
Net gains on investment property		143	(17)	147	(7)	82
Other income		428	602	1 680	1 885	2 519
Net other operating income		3 892	3 946	12 920	11 560	14 122
Total income		12 910	12 207	39 304	35 437	46 729
Salaries and other personnel expenses	8	(2 719)	(2 548)	(8 136)	(7 662)	(10 095)
Other expenses	8	(1 868)	(1 893)	(5 999)	(5 813)	(7 714)
Depreciation and impairment of fixed and intangible assets	8	(550)	(526)	(1 592)	(1 486)	(2 028)
Total operating expenses	8	(5 137)	(4 968)	(15 726)	(14 960)	(19 836)
Pre-tax operating profit before impairment		7 773	7 240	23 578	20 477	26 893
Net gains on fixed and intangible assets		(3)	13	54	11	52
Impairment of loans and guarantees	9	392	(183)	(849)	(817)	(1 639)
Pre-tax operating profit		8 162	7 070	22 782	19 670	25 306
Tax expense		(2 164)	(1 769)	(5 904)	(4 945)	(6 174)
Profit from operations held for sale, after taxes		(14)	(8)	(79)	(39)	(22)
Profit for the period		5 984	5 293	16 800	14 687	19 110
Portion attributable to shareholders		5 859	5 293	16 551	14 687	19 110
Portion attributable to additional Tier 1 capital holders	17	125		249		
Profit for the period		5 984	5 293	16 800	14 687	19 110

Comprehensive income statement

		DNB Bank Group				
<i>Amounts in NOK million</i>		3rd quarter 2015	3rd quarter 2014	January-September 2015	January-September 2014	Full year 2014
Profit for the period		5 984	5 293	16 800	14 687	19 110
Actuarial gains and losses, net of tax ¹⁾		(198)	(521)	577	(934)	(1 877)
Other comprehensive income that will not be reclassified to profit or loss, net of tax		(198)	(521)	577	(934)	(1 877)
Currency translation of foreign operations		5 328	454	7 247	831	7 145
Hedging of net investment, net of tax		(3 411)	(398)	(4 625)	(600)	(4 526)
Other comprehensive income that may subsequently be reclassified to profit or loss, net of tax		1 917	56	2 622	231	2 619
Other comprehensive income for the period		1 719	(465)	3 199	(702)	742
Comprehensive income for the period		7 703	4 827	19 999	13 985	19 851

1) Pension commitments and pension funds in the defined-benefit schemes have been recalculated. Calculations for the third quarter have been updated with new calculation assumptions in accordance with guidance notes from the Norwegian Accounting Standards Board as of 31 August 2015 and yields on covered bonds as at 30 September 2015.

Balance sheet

		DNB Bank Group		
<i>Amounts in NOK million</i>	Note	30 Sept. 2015	31 Dec. 2014	30 Sept. 2014
Assets				
Cash and deposits with central banks		186 874	58 505	213 375
Due from credit institutions	12, 13	236 743	355 577	106 802
Loans to customers	10, 11, 12, 13	1 544 508	1 447 465	1 396 496
Commercial paper and bonds at fair value	13, 14	210 519	187 765	176 983
Shareholdings	13	6 719	9 709	9 026
Financial derivatives	13	218 084	236 389	153 070
Commercial paper and bonds, held to maturity	12, 14	23 070	31 927	36 619
Investment property		5 166	4 743	4 209
Investments accounted for by the equity method		3 231	3 275	3 214
Intangible assets		4 205	4 315	4 214
Deferred tax assets		1 302	1 197	1 169
Fixed assets		7 936	8 128	7 816
Assets held for sale		193	692	238
Other assets		15 513	12 301	19 139
Total assets		2 464 063	2 361 990	2 132 372
Liabilities and equity				
Due to credit institutions	12, 13	253 334	214 211	187 029
Deposits from customers	12, 13	980 075	951 049	896 669
Financial derivatives	13	169 760	186 230	126 346
Debt securities issued	12, 13, 16	832 184	813 909	726 634
Payable taxes		4 236	1 920	4 672
Deferred taxes		4 750	4 537	1 458
Other liabilities		17 969	12 840	21 331
Liabilities held for sale		55	100	89
Provisions		1 154	1 133	1 104
Pension commitments		4 640	5 434	4 929
Subordinated loan capital	12, 13, 16	30 617	29 319	26 668
Total liabilities		2 298 774	2 220 681	1 996 929
Share capital		18 314	18 314	18 314
Share premium		20 611	20 611	20 611
Additional Tier 1 capital	17	8 251		
Other equity		118 111	102 383	96 517
Total equity		165 289	141 309	135 443
Total liabilities and equity		2 464 063	2 361 990	2 132 372
Off-balance sheet transactions and contingencies	19			

Statement of changes in equity

							DNB Bank ASA	
<i>Amounts in NOK million</i>	Share capital	Share premium	Additional Tier 1 capital	Actuarial gains and losses	Currency translation reserve	Other equity	Total equity	
Balance sheet as at 31 Dec. 2013	18 314	19 895		(929)	(71)	77 381	114 591	
Profit for the period						12 502	12 502	
Other comprehensive income				(934)	48		(886)	
Comprehensive income for the period				(934)	48	12 502	11 616	
Currency translation reserve taken to income					25		25	
Balance sheet as at 30 Sept. 2014	18 314	19 895		(1 862)	2	89 882	126 231	
Balance sheet as at 31 Dec. 2014	18 314	19 895		(2 741)	414	91 838	127 720	
Profit for the period			249			9 923	10 172	
Other comprehensive income				594	211		805	
Comprehensive income for the period			249	594	211	9 923	10 977	
Additional Tier 1 capital issued			8 053			(31)	8 023	
Interest payments additional Tier 1 capital			(51)				(51)	
Transfer of lending portfolio to subsidiary (continuity)						(625)	(625)	
Balance sheet as at 30 Sept. 2015	18 314	19 895	8 251	(2 147)	625	101 105	146 044	

							DNB Bank Group	
<i>Amounts in NOK million</i>	Share capital	Share premium	Additional Tier 1 capital	Actuarial gains and losses	Currency translation reserve	Net investment hedge reserve	Other equity	Total equity
Balance sheet as at 31 Dec. 2013	18 314	20 611		(957)	1 412	(1 119)	88 146	126 407
Profit for the period							14 687	14 687
Other comprehensive income				(934)	831	(600)		(702)
Comprehensive income for the period				(934)	831	(600)	14 687	13 985
Currency translation reserve taken to income					80		(29)	51
Group contribution for 2013 to DNB ASA							(5 000)	(5 000)
Balance sheet as at 30 Sept. 2014	18 314	20 611		(1 890)	2 322	(1 719)	97 804	135 443
Balance sheet as at 31 Dec. 2014	18 314	20 611		(2 834)	8 637	(5 645)	102 226	141 309
Profit for the period			249				16 551	16 800
Other comprehensive income				577	7 247	(4 625)		3 199
Comprehensive income for the period			249	577	7 247	(4 625)	16 551	19 999
Currency translation reserve taken to income					5		4	10
Additional Tier 1 capital issued			8 053				(31)	8 023
Interest payments additional Tier 1 capital			(51)					(51)
Group contribution for 2014 to DNB ASA							(4 001)	(4 001)
Balance sheet as at 30 Sept. 2015	18 314	20 611	8 251	(2 257)	15 889	(10 270)	114 749	165 289

Cash flow statement

DNB Bank ASA

<i>Amounts in NOK million</i>	January-September 2015	2014	Full year 2014
Operating activities			
Net receipts/payments on loans to customers	35 713	(16 428)	(13 240)
Interest received from customers	22 178	23 261	31 586
Net receipts/payments on deposits from customers	(18 235)	(4 849)	15 685
Interest paid to customers	(2 678)	(4 245)	(14 481)
Net receipts/payments on loans to credit institutions	135 084	(14 920)	(225 502)
Interest received from credit institutions	2 897	3 420	4 616
Interest paid to credit institutions	(1 077)	(1 755)	(2 199)
Net receipts/payments on the sale of financial assets for investment or trading	(33 364)	89 313	97 652
Interest received on bonds and commercial paper	4 139	4 800	5 757
Net receipts on commissions and fees	2 695	2 720	3 932
Payments to operations	(11 021)	(11 825)	(16 141)
Taxes paid	(291)	(2 265)	(1 733)
Other receipts	5 904	10 527	11 643
Net cash flow from operating activities	141 944	77 754	(102 423)
Investment activities			
Net payments on the acquisition of fixed assets	(1 247)	(1 039)	(1 978)
Receipts on the sale of long-term investments in shares		463	463
Payments on the acquisition of long-term investments in shares	(18 813)	(3 723)	(3 754)
Dividends received on long-term investments in shares	103	163	164
Net cash flow from investment activities	(19 957)	(4 135)	(5 105)
Funding activities			
Receipts on issued bonds and commercial paper	1 495 688	983 551	1 409 986
Payments on redeemed bonds and commercial paper	(1 506 990)	(998 699)	(1 412 585)
Interest payments on issued bonds and commercial paper	(4 034)	(3 104)	(3 400)
Receipts on the raising of subordinated loan capital	3 805		
Redemptions of subordinated loan capital	(4 604)		
Interest payments on subordinated loan capital	(727)	(319)	(1 053)
Receipts on issued additional Tier 1 capital	8 022		
Interest payments on additional Tier 1 capital	(51)		
Group contribution payments	(4 729)	(11 840)	(11 840)
Net cash flow from funding activities	(13 619)	(30 412)	(18 891)
Effects of exchange rate changes on cash and cash equivalents	21 325	6 848	17 819
Net cash flow	129 693	50 054	(108 601)
Cash as at 1 January	57 805	166 406	166 406
Net receipts/payments of cash	129 693	50 054	(108 601)
Cash at end of period ¹⁾	187 498	216 460	57 805
<i>*) Of which: Cash and deposits with central banks</i>	<i>184 126</i>	<i>211 173</i>	<i>53 505</i>
<i>Deposits with credit institutions with no agreed period of notice ¹⁾</i>	<i>3 373</i>	<i>5 287</i>	<i>4 300</i>

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

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

Cash flow statement (continued)

<i>Amounts in NOK million</i>	DNB Bank Group		
	January-September 2015	2014	Full year 2014
Operating activities			
Net payments on loans to customers	(52 325)	(43 011)	(49 290)
Interest received from customers	39 227	40 874	55 209
Net receipts on deposits from customers	(10 012)	(4 861)	18 692
Interest paid to customers	(1 712)	(4 079)	(14 171)
Net receipts/payments on loans to credit institutions	158 733	13 035	(210 787)
Interest received from credit institutions	1 177	1 281	1 785
Interest paid to credit institutions	(957)	(1 684)	(2 119)
Net receipts/payments on the sale of financial assets for investment or trading	(30 939)	55 148	63 856
Interest received on bonds and commercial paper	3 717	4 150	4 962
Net receipts on commissions and fees	4 589	4 199	5 880
Payments to operations	(13 242)	(14 011)	(20 037)
Taxes paid	(1 629)	(2 649)	(1 903)
Other receipts	2 268	6 523	5 554
Net cash flow from operating activities	98 894	54 914	(142 368)
Investment activities			
Net payments on the acquisition of fixed assets	(1 202)	(1 256)	(2 133)
Net receipts, investment property	386	617	566
Receipts on the sale of long-term investments in shares		463	463
Payments on the acquisition of long-term investments in shares		(19)	(50)
Dividends received on long-term investments in shares	0	164	164
Net cash flow from investment activities	(816)	(31)	(989)
Funding activities			
Receipts on issued bonds and commercial paper	1 556 555	1 013 535	1 461 093
Payments on redeemed bonds and commercial paper	(1 540 481)	(1 009 057)	(1 423 956)
Interest payments on issued bonds and commercial paper	(11 813)	(10 579)	(12 511)
Receipts on the raising of subordinated loan capital	3 805		
Redemptions of subordinated loan capital	(4 604)		
Interest payments on subordinated loan capital	(728)	(626)	(1 053)
Receipts on issued additional Tier 1 capital	8 022		
Interest payments on additional Tier 1 capital	(51)		
Group contributions payments	(4 001)	(6 944)	(6 944)
Net cash flow from funding activities	6 705	(13 670)	16 629
Effects of exchange rate changes on cash and cash equivalents	22 618	6 835	19 269
Net cash flow	127 401	48 048	(107 460)
Cash as at 1 January	64 312	171 771	171 771
Net receipts/payments of cash	127 401	48 048	(107 460)
Cash at end of period ^{*)}	191 713	219 819	64 312
<i>*) Of which: Cash and deposits with central banks</i>	<i>186 874</i>	<i>213 375</i>	<i>58 505</i>
<i>Deposits with credit institutions with no agreed period of notice ¹⁾</i>	<i>4 840</i>	<i>6 444</i>	<i>5 807</i>

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

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

Note 1 Basis for preparation

The quarterly financial statements for the DNB Bank group have been prepared in accordance with IAS 34 Interim Financial Reporting as issued by the International Accounting Standards Board and as adopted by the European Union. A description of the accounting principles applied when preparing the financial statements appears in the annual report for 2014. DNB Bank ASA has prepared the financial statements according to the Norwegian Ministry of Finance's regulations on annual accounts, Section 1-6, on the use of IFRS.

When preparing the consolidated financial statements, management makes estimates, judgment and assumptions that affect the application of the accounting principles and the carrying amount of assets, liabilities, income and expenses. Estimates and assumptions are subject to continual evaluation and are based on historical experience and other factors, including expectations of future events that are believed to be probable on the balance sheet date. A description of the significant estimates and areas where judgment is applied appear in note 1 Important accounting estimates, judgments and assumptions in the annual report for 2014.

Note 2 Segments

Financial governance in DNB is geared to the different customer segments. The follow-up of total customer relationships and segment profitability are two important dimensions when making strategic priorities and deciding where to allocate the Group's resources. Special product areas are responsible for production and development for parts of the product range and for ensuring that the Group meets the needs of the various customer segments. Reported figures for the different segments will reflect the banking group's total sales of products and services to the relevant customer segments. The customer segments have recently been redefined. As of 1 January 2015, DNB Finans' operations in Sweden and Denmark are included in the large corporates and international customers segment. Previously, these operations were divided between the small and medium-sized enterprises segment and the personal customer segment. Figures for previous periods have been adjusted correspondingly.

- | | |
|----------------------------------------------|------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|
| Personal customers | - includes the banking group's total products and activities to private customers in all channels, both digital and physical. DNB offers a wide range of products through Norway's largest distribution network, comprising branches, telephone banking (24/7), digital banking, real estate broking as well as external channels (post offices and in-store postal and banking outlets). |
| Small and medium sized enterprises | - is responsible for product sales and advisory services to small and medium-sized enterprises in Norway. DNB aspires to be a local bank for the whole of Norway, while offering the products and expertise of a large bank. Customers in this segment range from small businesses and start-up companies to relatively large corporate customers, and the product offerings are adapted to the customers' different needs. Small and medium-sized enterprises are served through the Group's large physical distribution network throughout Norway as well as digital and telephone banking (24/7). |
| Large corporates and international customers | - includes large Norwegian and international corporate customers and all customers served by DNB's subsidiary banks in the Baltics and Poland. Operations are based on sound industry expertise and long-term customer relationships. |
| Trading | - includes market making and other trading activities in fixed income, currencies and commodities (FICC) as well as equities, including risk management of the risk inherent in customer transactions. Markets' trading activities support the customer activities. |

The income statement and balance sheet for the segments have been prepared on the basis of internal financial reporting for the functional organisation of the DNB Bank Group into segments, as reported to group management (chief operating decision maker) for an assessment of current developments and the allocation of resources. Figures for the segments are based on DNB's management model and the banking group's accounting principles. The figures have been restated in accordance with the banking group's current principles for allocating costs and capital between segments and are based on a number of assumptions, estimates and discretionary distributions.

Capital allocated to the segments is calculated on the basis of the banking group's common equity Tier 1 capital and long-term capitalisation ambition. There are special capital adequacy regulations for insurance operations, and in these companies, allocated capital corresponds to recorded equity. For other group operations, the allocation of capital to all units is based on the banking group's adaptation to Basel III, full IRB, and the capital allocated in 2015 corresponds to a common equity Tier 1 capital ratio of 14.5 per cent. The allocation of credit risk is based on the banking group's internal measurement of risk-adjusted capital requirements for credit. Capital requirements for market risk are allocated directly in accordance with risk-weighted volume, and operational risk is allocated based on the respective units' total income.

Note 2 Segments (continued)

Income statement, third quarter

	DNB Bank Group											
	Personal customers		Small and medium-sized enterprises		Large corporates and international customers		Trading		Other operations/eliminations ¹⁾		DNB Bank Group	
	3rd quarter		3rd quarter		3rd quarter		3rd quarter		3rd quarter		3rd quarter	
	2015	2014	2015	2014	2015	2014	2015	2014	2015	2014	2015	2014
<i>Amounts in NOK million</i>												
Net interest income	3 431	3 506	1 551	1 399	3 908	3 420	(106)	100	234	(163)	9 018	8 261
Net other operating income	969	933	268	269	1 221	1 166	(342)	608	1 776	962	3 892	3 946
Total income	4 399	4 438	1 819	1 669	5 129	4 586	(448)	708	2 010	799	12 910	12 207
Operating expenses	(2 098)	(2 004)	(679)	(702)	(1 895)	(1 628)	(155)	(123)	(310)	(502)	(5 137)	(4 968)
Pre-tax operating profit before impairment	2 302	2 434	1 140	966	3 234	2 957	(604)	585	1 700	297	7 773	7 240
Net gains on fixed and intangible assets	(3)	0	(1)	(0)	1	12			(1)	2	(3)	13
Impairment of loans and guarantees ²⁾	963	(58)	(138)	(152)	(433)	33			1	(5)	392	(183)
Profit from repossessed operations			(21)	(11)	1	(43)			20	54		
Pre-tax operating profit	3 262	2 376	980	803	2 803	2 958	(604)	585	1 720	347	8 162	7 070
Tax expense	(881)	(642)	(265)	(217)	(813)	(917)	157	(158)	(362)	161	(2 164)	(1 769)
Profit from operations held for sale, after taxes	2								(17)	(8)	(14)	(8)
Profit for the period	2 384	1 735	716	586	1 990	2 041	(447)	427	1 341	500	5 984	5 293

1) See the tables below for more information about other operations/eliminations.

2) See note 9 Impairment of loans and guarantees for an analysis of the gross change in impairment for the Group.

Main average balance sheet items

	DNB Bank Group											
	Personal customers		Small and medium-sized enterprises		Large corporates and international customers		Trading		Other operations/eliminations		DNB Bank Group	
	3rd quarter		3rd quarter		3rd quarter		3rd quarter		3rd quarter		3rd quarter	
	2015	2014	2015	2014	2015	2014	2015	2014	2015	2014	2015	2014
<i>Amounts in NOK billion</i>												
Loans to customers ¹⁾	697.2	664.3	217.8	207.2	582.7	493.5	12.3	8.9	12.2	10.3	1 522.3	1 384.2
Deposits from customers ¹⁾	390.4	363.6	175.4	164.3	408.3	362.3	174.7	134.2	4.7	7.0	1 153.5	1 031.3
Allocated capital ²⁾	31.3	27.6	21.1	19.5	69.9	53.9	7.0	6.7				

Key figures

	DNB Bank Group											
	Personal customers		Small and medium-sized enterprises		Large corporates and international customers		Trading		Other operations		DNB Bank Group	
	3rd quarter		3rd quarter		3rd quarter		3rd quarter		3rd quarter		3rd quarter	
	2015	2014	2015	2014	2015	2014	2015	2014	2015	2014	2015	2014
<i>Per cent</i>												
Cost/income ratio ³⁾	47.7	45.2	37.3	42.1	36.9	35.5	(34.7)	17.4			39.8	40.7
Ratio of deposits to loans ^{1 4)}	56.0	54.7	80.5	79.3	70.1	73.4					75.8	74.5
Return on allocated capital, annualised ²⁾	30.2	24.9	13.5	11.9	11.3	15.0	(25.4)	25.1			15.5	15.8

1) Loans to customers include accrued interest, impairment and value adjustments. Correspondingly, deposits from customers include accrued interest and value adjustments.

2) Allocated capital for the segments is calculated based on the external capital adequacy requirement (Basel III) which must be met by the Group. Recorded capital is used for the Group. In consequence of stricter external capital requirements and the authorities' signals of additional capital requirements for home mortgages, allocated capital to Personal customers has been adjusted upwards in 2015. This resulted in a lower return on capital compared with the preceding periods.

3) Total operating expenses relative to total income.

4) Deposits from customers relative to loans to customers. Calculated on the basis of average balance sheet items.

Note 2 Segments (continued)

Income statement, January-September

									DNB Bank Group			
	Personal customers		Small and medium-sized enterprises		Large corporates and international customers		Trading		Other operations/eliminations		DNB Bank Group	
	Jan.-Sept.	2015	2014	Jan.-Sept.	2015	2014	Jan.-Sept.	2015	2014	Jan.-Sept.	2015	2014
<i>Amounts in NOK million</i>	2015	2014	2015	2014	2015	2014	2015	2014	2015	2014	2015	2014
Net interest income	10 169	10 096	4 521	4 088	11 267	9 829	86	301	342	(436)	26 385	23 877
Net other operating income	2 856	2 698	895	788	4 127	3 573	707	1 686	4 335	2 815	12 920	11 560
Total income	13 025	12 794	5 416	4 875	15 394	13 401	793	1 987	4 677	2 379	39 304	35 437
Operating expenses	(6 266)	(5 980)	(2 082)	(2 070)	(5 439)	(4 973)	(408)	(382)	(1 530)	(1 555)	(15 720)	(14 960)
Pre-tax operating profit before impairment	6 759	6 814	3 334	2 805	9 955	8 428	384	1 605	3 147	824	23 578	20 477
Net gains on fixed and intangible assets	(0)	(4)	(2)	(0)	49	12			6	4	54	11
Impairment of loans and guarantees ¹⁾	924	(190)	(708)	(407)	(1 029)	(209)		0	(36)	(13)	(849)	(817)
Profit from repossessed operations			(32)	(39)	(61)	(88)			94	127		
Pre-tax operating profit	7 683	6 621	2 591	2 359	8 913	8 142	384	1 605	3 211	943	22 782	19 670
Taxes	(2 074)	(1 788)	(700)	(637)	(2 585)	(2 524)	(100)	(433)	(445)	437	(5 904)	(4 945)
Profit from operations held for sale, after taxes		2							(81)	(39)	(79)	(39)
Profit for the period	5 611	4 833	1 892	1 722	6 328	5 618	284	1 172	2 685	1 342	16 800	14 687

1) See note 9 Impairment of loans and guarantees for an analysis of the gross change in impairment for the Group.

Other operations/eliminations

Other operations/eliminations include IT and Operations, HR (Human Resources), Group Finance including Group Treasury, Risk Management, Corporate Communications, the partially owned company Eksportfinans, investments in IT infrastructure and shareholder-related costs. In addition, Other operations/eliminations include that part of the banking group's equity that is not allocated to the segments. Profits from repossessed operations which are fully consolidated in the DNB Bank Group are presented net under "Profit from repossessed operations" in the internal reporting of segments. The acquired companies and all intra-group eliminations are included in Other operations/eliminations.

Pre-tax operating profit

	DNB Bank Group	
	3rd quarter 2015	3rd quarter 2014
<i>Amounts in NOK million</i>	2015	2014
Unallocated net interest income	142	(213)
Income from equities investments	(15)	(28)
Gains on fixed and intangible assets	(1)	2
Mark-to-market adjustments Group Treasury and fair value of loans	545	113
Basis swaps	933	449
Eksportfinans ASA	(32)	48
Net gains on investment property	148	(26)
Profit from repossessed operations	20	54
Unallocated impairment of loans and guarantees	1	(5)
Unallocated personnel expenses	(72)	(70)
Unallocated IT and Operation expenses	112	31
Funding costs on goodwill	(7)	(9)
IT restructuring	(56)	(12)
Impairment of investment property and fixed assets	(17)	(40)
Other	17	54
Pre-tax operating profit	1 720	347

Note 3 Capital adequacy

Capital adequacy is reported in accordance with the EU's new capital adequacy regulations for banks and investment firms (CRD IV/CRR). 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.

DNB Bank ASA		Primary capital	DNB Bank Group	
31 Dec. 2014	30 Sept. 2015	<i>Amounts in NOK million</i>	30 Sept. 2015	31 Dec. 2014
127 720	136 121	Total equity excluding profit for the period	148 738	141 309
		Effect from regulatory consolidation	(274)	(56)
	(8 053)	Additional Tier 1 capital instruments included in total equity	(8 053)	
	(145)	Net accrued interest on additional Tier 1 capital instruments	(145)	
127 720	127 923	Common equity Tier 1 capital instruments	140 266	141 253
		Deductions		
(7)	(18)	Pension funds above pension commitments	(18)	(7)
(2 963)	(2 994)	Goodwill	(3 010)	(2 979)
	(82)	Deferred tax assets that are not due to temporary differences	(514)	(514)
(831)	(704)	Other intangible assets	(1 122)	(1 224)
		Group contribution, payable		(4 000)
(1 466)	(1 290)	Expected losses exceeding actual losses, IRB portfolios	(2 392)	(2 075)
(509)	(661)	Value adjustment due to the requirements for prudent valuation (AVA)	(1 096)	(917)
278	278	Adjustments for unrealised losses/(gains) on debt recorded at fair value	646	646
(821)	(931)	Adjustments for unrealised losses/(gains) arising from the institution's own credit risk related to derivative liabilities (DVA)	(206)	(268)
121 402	121 521	Common equity Tier 1 capital	132 554	129 915
	126 548	Common equity Tier 1 capital incl. 50 per cent of profit for the period	139 954	
4 028	10 267	Additional Tier 1 capital instruments	10 267	4 028
125 430	131 788	Tier 1 capital	142 821	133 944
	136 815	Tier 1 capital incl. 50 per cent of profit for the period	150 221	
4 792	5 520	Perpetual subordinated loan capital	5 520	4 792
19 322	21 897	Term subordinated loan capital	21 897	19 322
24 115	27 418	Tier 2 capital	27 418	24 115
149 545	159 205	Total eligible capital	170 239	158 058
	164 233	Total eligible capital incl. 50 per cent of profit for the period	177 638	
919 238	925 194	Risk-weighted volume, transitional rules	1 089 254	1 038 396
73 539	74 016	Minimum capital requirement, transitional rules	87 140	83 072
13.2	13.7	Common equity Tier 1 capital ratio, transitional rules (%) ¹⁾	12.8	12.5
13.6	14.8	Tier 1 capital ratio, transitional rules (%)	13.8	12.9
16.3	17.8	Capital ratio, transitional rules (%)	16.3	15.2
	13.1	Common equity Tier 1 capital ratio, transitional rules, excluding 50 per cent of profit for the period (%)	12.2	
	14.2	Tier 1 capital ratio, transitional rules, excluding 50 per cent of profit for the period (%)	13.1	
	17.2	Capital ratio, transitional rules, excluding 50 per cent of profit for the period (%)	15.6	

1) DNB Bank and the DNB Bank Group reported CET1 ratios of 13.9 and 13.1 per cent, respectively, as at 30 September 2015, including 70 per cent of interim profits.

Note 3 Capital adequacy (continued)

Basel III

The majority of the credit portfolios are reported according to the IRB approach. However, some portfolios are still subject to final IRB approval from Finanstilsynet. These are banks and financial institutions (DNB Bank) and large corporate clients rated by simulation models (DNB Bank).

Specification of risk-weighted volume and capital requirements

	Nominal exposure 30 Sept. 2015	EAD ¹⁾ 30 Sept. 2015	Average risk weights in per cent 30 Sept. 2015	DNB Bank ASA		
				Risk-weighted volume 30 Sept. 2015	Capital requirements 30 Sept. 2015	Capital requirements 31 Dec. 2014
<i>Amounts in NOK million</i>						
IRB approach						
Corporate	806 006	640 914	43.3	277 519	22 202	25 158
Specialised Lending (SL)	4 160	3 865	45.9	1 774	142	134
Retail - mortgage loans	87 476	87 474	30.5	26 714	2 137	1 402
Retail - other exposures	112 146	92 383	27.1	25 014	2 001	2 016
Securitisation	23 070	23 070	91.8	21 187	1 695	1 820
Total credit risk, IRB approach	1 032 859	847 707	41.5	352 207	28 177	30 529
Standardised approach						
Central government	49 994	43 243	0.1	42	3	3
Institutions	1 076 359	812 798	21.1	171 182	13 695	13 357
Corporate	188 850	153 867	96.4	148 284	11 863	12 060
Retail - mortgage loans	5 490	5 043	37.8	1 907	153	146
Retail - other exposures	81 443	29 664	74.3	22 050	1 764	1 573
Equity positions	105 910	105 910	100.4	106 282	8 503	6 543
Other assets	9 620	9 620	142.8	13 739	1 099	1 059
Total credit risk, standardised approach	1 517 667	1 160 145	40.0	463 487	37 079	34 740
Total credit risk	2 550 526	2 007 852	40.6	815 694	65 256	65 269
Market risk						
Position risk, debt instruments				25 941	2 075	1 661
Position risk, equity instruments				246	20	39
Currency risk						
Commodity risk				51	4	9
Credit value adjustment risk (CVA)				13 949	1 116	1 016
Total market risk				40 187	3 215	2 725
Operational risk				69 313	5 545	5 545
Total risk-weighted volume and capital requirements before transitional rules				925 194	74 016	73 539
Additional capital requirements according to transitional rules ²⁾						
Total risk-weighted volume and capital requirements				925 194	74 016	73 539

1) EAD, exposure at default.

2) Due to transitional rules, the minimum capital adequacy requirements cannot be reduced below 80 per cent of the corresponding figure calculated according to the Basel I regulations.

Note 3 Capital adequacy (continued)

Specification of risk-weighted volume and capital requirements

	DNB Bank Group					
	Nominal exposure 30 Sept. 2015	EAD ¹⁾ 30 Sept. 2015	Average risk weights in per cent 30 Sept. 2015	Risk-weighted volume 30 Sept. 2015	Capital requirements 30 Sept. 2015	Capital requirements 31 Dec. 2014
<i>Amounts in NOK million</i>						
IRB approach						
Corporate	1 065 388	861 934	42.6	367 522	29 402	29 699
Specialised Lending (SL)	5 437	5 107	44.7	2 281	183	179
Retail - mortgage loans	680 498	680 496	23.7	161 522	12 922	8 705
Retail - other exposures	112 146	92 383	27.1	25 014	2 001	2 016
Securitisation	23 070	23 070	91.8	21 187	1 695	1 820
Total credit risk, IRB approach	1 886 539	1 662 989	34.7	577 525	46 202	42 419
Standardised approach						
Central government	56 376	54 230	0.1	79	6	18
Institutions	388 612	144 856	25.7	37 297	2 984	2 899
Corporate	281 026	232 521	92.5	214 972	17 198	16 196
Retail - mortgage loans	47 673	45 600	47.6	21 693	1 735	1 657
Retail - other exposures	102 575	46 498	75.8	35 269	2 821	2 757
Equity positions	1 817	1 817	120.5	2 189	175	228
Securitisation	2 652	2 652	30.0	794	64	
Other assets	2 479	2 479	147.7	3 661	293	774
Total credit risk, standardised approach	883 208	530 653	59.5	315 954	25 276	24 596
Total credit risk	2 769 747	2 193 642	40.7	893 479	71 478	67 014
Market risk						
Position risk, debt instruments				17 249	1 380	1 380
Position risk, equity instruments				246	20	39
Currency risk						
Commodity risk				51	4	9
Credit value adjustment risk (CVA)				8 678	694	602
Total market risk				26 223	2 098	2 030
Operational risk				81 977	6 558	6 558
Total risk-weighted volume and capital requirements before transitional rules				1 001 680	80 134	75 603
Additional capital requirements according to transitional rules ²⁾				87 574	7 006	7 469
Total risk-weighted volume and capital requirements				1 089 254	87 140	83 072

1) EAD, exposure at default.

2) Due to transitional rules, the minimum capital adequacy requirements cannot be reduced below 80 per cent of the corresponding figure calculated according to the Basel I regulations.

Note 4 Liquidity risk

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

The Board of Directors has approved internal limits which restrict the short-term maturity of liabilities within different time frames. The various maturities are subject to stress testing based on a bank-specific crisis and a systemic crisis and a combination thereof, and a contingency plan has been established to handle market events. In addition, limits have been approved for structural liquidity risk, which implies that lending to customers should largely be financed through customer deposits, subordinated capital and long-term funding. Ordinary senior bond debt and covered bonds are the major sources of long-term funding. The banking group's ratio of deposits to net loans was 63.5 per cent at end-September 2015, down from 64.2 per cent a year earlier. The ratio of deposits to net loans in DNB Bank ASA was 128.9 per cent at end-September 2015.

The short-term funding markets remained generally sound in the third quarter of 2015, though competition has increased among issuers. A large number of investors are subject to stricter regulations, whereby they mainly seek short-term investments. Thus, there have been lower volumes for maturities of more than three months. In spite of stronger competition, DNB had ample access to short-term funding in both US dollars and other currencies throughout the quarter. There was a somewhat more volatile situation in the long-term funding markets in the third quarter. The Norwegian bond market weakened considerably during the quarter, and funding costs increased correspondingly. There is a strong supply of long-term funding, however, pricing and market sentiment will determine whether higher volumes can be achieved.

The short-term liquidity requirement, Liquidity Coverage Ratio (LCR), remained stable at above 100 per cent throughout the quarter. At end-September, the total LCR was 120 per cent, with an LCR of 447 per cent for euro and 188 per cent for US dollars.

The average remaining term to maturity for the portfolio of senior bond debt and covered bonds was 3.9 years at end-September 2015, down from 4.4 years a year earlier. The banking group aims to achieve a sound and stable maturity structure for funding over the next five years.

Note 5 Net interest income

<i>Amounts in NOK million</i>	DNB Bank ASA				
	3rd quarter 2015	3rd quarter 2014	January-September 2015 2014		Full year 2014
Interest on amounts due from credit institutions	937	1 252	2 882	3 458	4 643
Interest on loans to customers	6 462	7 029	19 874	20 953	27 982
Interest on impaired loans and guarantees	95	154	313	412	555
Interest on commercial paper and bonds	1 284	1 345	3 932	4 474	5 798
Front-end fees etc.	72	68	207	206	278
Other interest income	631	622	1 938	1 915	2 651
Total interest income	9 482	10 470	29 146	31 418	41 906
Interest on amounts due to credit institutions	(370)	(346)	(1 119)	(1 419)	(1 826)
Interest on deposits from customers	(2 240)	(3 368)	(7 501)	(10 525)	(13 728)
Interest on debt securities issued	(776)	(761)	(2 273)	(2 459)	(3 202)
Interest on subordinated loan capital	(139)	(143)	(429)	(427)	(571)
Guarantee fund levy ¹⁾	(186)	(164)	(523)	(493)	(646)
Other interest expenses ²⁾	332	1	709	(158)	(75)
Total interest expenses	(3 379)	(4 781)	(11 137)	(15 480)	(20 048)
Net interest income	6 104	5 689	18 009	15 938	21 859

<i>Amounts in NOK million</i>	DNB Bank Group				
	3rd quarter 2015	3rd quarter 2014	January-September 2015 2014		Full year 2014
Interest on amounts due from credit institutions	421	445	1 178	1 311	1 812
Interest on loans to customers	12 323	13 151	37 262	39 229	52 428
Interest on impaired loans and guarantees	148	176	415	469	643
Interest on commercial paper and bonds	1 143	1 206	3 499	3 839	5 027
Front-end fees etc.	81	76	242	232	316
Other interest income	292	297	1 159	1 013	1 456
Total interest income	14 408	15 350	43 755	46 092	61 682
Interest on amounts due to credit institutions	(314)	(305)	(996)	(1 352)	(1 750)
Interest on deposits from customers	(2 289)	(3 420)	(7 645)	(10 704)	(13 951)
Interest on debt securities issued	(3 268)	(3 116)	(9 571)	(9 438)	(12 633)
Interest on subordinated loan capital	(139)	(143)	(429)	(427)	(571)
Guarantee fund levy ¹⁾	(231)	(198)	(644)	(591)	(780)
Other interest expenses ²⁾	851	94	1 915	296	612
Total interest expenses	(5 390)	(7 089)	(17 370)	(22 215)	(29 074)
Net interest income	9 018	8 261	26 385	23 877	32 607

1) The amount recorded in the quarter represents a proportional share of the estimated annual levy.

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

Note 6 Net commission and fee income

<i>Amounts in NOK million</i>	DNB Bank ASA				
	3rd quarter 2015	3rd quarter 2014	January-September 2015 2014		Full year 2014
Money transfer fees	909	860	2 530	2 456	3 274
Fees on asset management services	76	67	223	186	260
Fees on custodial services	83	90	267	266	349
Fees on securities broking	59	57	213	191	273
Corporate finance	89	82	286	310	443
Interbank fees	8	9	22	26	35
Credit broking commissions	90	163	502	433	648
Sales commissions on insurance products	90	73	276	229	306
Sundry commissions and fees	157	119	349	397	525
Total commission and fee income etc.	1 560	1 519	4 667	4 494	6 112
Money transfer fees	(437)	(342)	(1 185)	(958)	(1 305)
Fees on custodial services	(42)	(37)	(130)	(122)	(160)
Interbank fees	(15)	(17)	(46)	(49)	(66)
Credit broking commissions	(18)	(16)	(59)	(68)	(97)
Commissions on the sale of insurance products	(23)	(4)	(71)	(14)	(18)
Sundry commissions and fees	(163)	(128)	(477)	(389)	(541)
Total commission and fee expenses etc.	(699)	(544)	(1 967)	(1 599)	(2 186)
Net commission and fee income	862	976	2 700	2 894	3 926

<i>Amounts in NOK million</i>	DNB Bank Group				
	3rd quarter 2015	3rd quarter 2014	January-September 2015 2014		Full year 2014
Money transfer fees	968	911	2 685	2 608	3 480
Fees on asset management services	87	78	257	217	305
Fees on custodial services	86	92	276	271	358
Fees on securities broking	67	76	235	252	350
Corporate finance	130	156	592	536	740
Interbank fees	8	9	22	26	35
Credit broking commissions	119	161	646	428	630
Sales commissions on insurance products	99	77	296	245	327
Fees on real estate broking	282	282	931	827	1 095
Sundry commissions and fees	241	190	662	625	829
Total commission and fee income etc.	2 086	2 032	6 601	6 035	8 148
Money transfer fees	(447)	(351)	(1 211)	(984)	(1 341)
Fees on custodial services	(43)	(37)	(131)	(122)	(160)
Interbank fees	(15)	(17)	(46)	(51)	(67)
Credit broking commissions	(9)	(3)	(18)	(35)	(56)
Commissions on the sale of insurance products	(23)	(5)	(71)	(14)	(19)
Sundry commissions and fees	(182)	(147)	(531)	(440)	(616)
Total commission and fee expenses etc.	(719)	(561)	(2 008)	(1 646)	(2 258)
Net commission and fee income	1 367	1 471	4 593	4 390	5 891

Note 7 Net gains on financial instruments at fair value

<i>Amounts in NOK million</i>	DNB Bank ASA				
	3rd quarter 2015	3rd quarter 2014	January-September 2015	January-September 2014	Full year 2014
Dividends	35	79	129	359	408
Net gains on commercial paper and bonds	(59)	336	(1 630)	2 345	3 222
Net gains on shareholdings and equity-related derivatives	(28)	(149)	(405)	409	112
Net unrealised gains on basis swaps	(42)	281	(101)	362	516
Net gains on other financial instruments	412	1 062	4 542	2 191	1 706
Net gains on financial instruments at fair value	318	1 608	2 535	5 666	5 963

<i>Amounts in NOK million</i>	DNB Bank Group				
	3rd quarter 2015	3rd quarter 2014	January-September 2015	January-September 2014	Full year 2014
Dividends	39	86	137	366	415
Net gains on commercial paper and bonds	26	380	(1 324)	2 223	3 101
Net gains on shareholdings and equity-related derivatives	(6)	(154)	(418)	405	118
Net unrealised gains on basis swaps	933	449	2 690	(114)	394
Net gains on other financial instruments	964	1 088	5 459	2 231	1 377
Net gains on financial instruments at fair value	1 956	1 849	6 544	5 110	5 404

Note 8 Operating expenses

DNB Bank ASA					
<i>Amounts in NOK million</i>	3rd quarter 2015	3rd quarter 2014	January-September 2015	January-September 2014	Full year 2014
Salaries	(1 581)	(1 532)	(4 631)	(4 565)	(5 991)
Employer's national insurance contributions	(223)	(212)	(675)	(636)	(852)
Pension expenses	(239)	(216)	(705)	(642)	(734)
Restructuring expenses	(64)	(31)	(244)	(158)	(235)
Other personnel expenses	(148)	(148)	(477)	(417)	(583)
Total salaries and other personnel expenses	(2 256)	(2 139)	(6 732)	(6 417)	(8 394)
Fees ¹⁾	(285)	(299)	(1 053)	(905)	(1 228)
IT expenses ¹⁾	(569)	(487)	(1 758)	(1 466)	(1 993)
Postage and telecommunications	(58)	(62)	(167)	(174)	(236)
Office supplies	(9)	(10)	(26)	(31)	(41)
Marketing and public relations	(133)	(134)	(430)	(440)	(562)
Travel expenses	(38)	(33)	(136)	(119)	(191)
Reimbursement to Norway Post for transactions executed	(42)	(64)	(131)	(171)	(231)
Training expenses	(11)	(9)	(42)	(30)	(46)
Operating expenses on properties and premises	(283)	(306)	(894)	(985)	(1 248)
Operating expenses on machinery, vehicles and office equipment	(22)	(12)	(50)	(52)	(68)
Other operating expenses	(102)	(128)	(348)	(403)	(483)
Total other expenses	(1 551)	(1 544)	(5 034)	(4 777)	(6 327)
Depreciation and impairment of fixed and intangible assets	(484)	(480)	(1 462)	(1 395)	(1 986)
Total depreciation and impairment of fixed and intangible assets	(484)	(480)	(1 462)	(1 395)	(1 986)
Total operating expenses	(4 291)	(4 163)	(13 228)	(12 589)	(16 708)

DNB Bank Group					
<i>Amounts in NOK million</i>	3rd quarter 2015	3rd quarter 2014	January-September 2015	January-September 2014	Full year 2014
Salaries	(1 949)	(1 860)	(5 739)	(5 555)	(7 340)
Employer's national insurance contributions	(274)	(259)	(835)	(781)	(1 050)
Pension expenses	(259)	(235)	(762)	(694)	(802)
Restructuring expenses	(64)	(31)	(245)	(159)	(237)
Other personnel expenses	(173)	(164)	(554)	(472)	(666)
Total salaries and other personnel expenses	(2 719)	(2 548)	(8 136)	(7 662)	(10 095)
Fees ¹⁾	(328)	(336)	(1 148)	(987)	(1 334)
IT expenses ¹⁾	(629)	(546)	(1 914)	(1 655)	(2 254)
Postage and telecommunications	(70)	(73)	(206)	(211)	(278)
Office supplies	(21)	(23)	(63)	(69)	(96)
Marketing and public relations	(194)	(206)	(645)	(675)	(849)
Travel expenses	(51)	(44)	(178)	(153)	(243)
Reimbursement to Norway Post for transactions executed	(42)	(64)	(131)	(171)	(231)
Training expenses	(14)	(10)	(49)	(36)	(57)
Operating expenses on properties and premises	(327)	(361)	(1 043)	(1 153)	(1 483)
Operating expenses on machinery, vehicles and office equipment	(31)	(19)	(75)	(75)	(102)
Other operating expenses	(161)	(212)	(547)	(628)	(787)
Total other expenses	(1 868)	(1 893)	(5 999)	(5 813)	(7 714)
Impairment losses for goodwill					(5)
Depreciation and impairment of fixed and intangible assets	(550)	(526)	(1 592)	(1 486)	(2 022)
Total depreciation and impairment of fixed and intangible assets	(550)	(526)	(1 592)	(1 486)	(2 028)
Total operating expenses	(5 137)	(4 968)	(15 726)	(14 960)	(19 836)

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

Note 9 Impairment of loans and guarantees

<i>Amounts in NOK million</i>	DNB Bank ASA				
	3rd quarter 2015	3rd quarter 2014	January-September 2015 2014		Full year 2014
Write-offs	(295)	(292)	(669)	(638)	(930)
New/increased individual impairment	(263)	(343)	(1 865)	(1 413)	(2 370)
Total new/increased individual impairment	(558)	(635)	(2 534)	(2 051)	(3 300)
Reassessed individual impairment previous years	89	264	565	724	850
Recoveries on loans and guarantees previously written off	1 179	169	1 524	412	645
Net individual impairment	710	(202)	(446)	(915)	(1 805)
Change in collective impairment of loans	7	38	14	72	80
Impairment of loans and guarantees ¹⁾	717	(164)	(432)	(843)	(1 725)
Write-offs covered by individual impairment made in previous years	1 071	1 062	2 185	2 063	2 319
1) <i>Of which individual impairment of guarantees</i>	(1)	(47)	(42)	147	145

<i>Amounts in NOK million</i>	DNB Bank Group				
	3rd quarter 2015	3rd quarter 2014	January-September 2015 2014		Full year 2014
Write-offs	(308)	(295)	(699)	(548)	(823)
New/increased individual impairment	(758)	(467)	(2 616)	(1 973)	(3 078)
Total new/increased individual impairment	(1 066)	(762)	(3 315)	(2 521)	(3 901)
Reassessed individual impairment previous years	166	311	761	978	1 245
Recoveries on loans and guarantees previously written off	1 186	185	1 542	443	677
Net individual impairment	285	(267)	(1 013)	(1 101)	(1 980)
Change in collective impairment of loans	106	84	163	284	341
Impairment of loans and guarantees ¹⁾	392	(183)	(849)	(817)	(1 639)
Write-offs covered by individual impairment made in previous years	1 031	457	3 083	1 630	2 422
1) <i>Of which individual impairment of guarantees</i>	(0)	(50)	(36)	144	143

Note 10 Loans to customers

DNB Bank ASA				DNB Bank Group		
30 Sept. 2014	31 Dec. 2014	30 Sept. 2015	<i>Amounts in NOK million</i>	30 Sept. 2015	31 Dec. 2014	30 Sept. 2014
Loans at amortised cost						
654 539	684 632	681 317	Loans to customers, nominal amount	1 430 510	1 343 600	1 285 525
(4 918)	(5 620)	(5 702)	Individual impairment	(9 832)	(9 646)	(9 199)
649 621	679 011	675 615	Loans to customers, after individual impairment	1 420 678	1 333 954	1 276 326
1 711	1 404	1 604	+ Accrued interest and amortisation	2 436	2 509	2 894
(523)	(470)	(457)	- Individual impairment of accrued interest and amortisation	(689)	(680)	(736)
(1 509)	(1 562)	(1 417)	- Collective impairment	(2 058)	(2 139)	(2 049)
649 300	678 383	675 345	Loans to customers, at amortised cost	1 420 366	1 333 645	1 276 435
Loans at fair value						
47 951	44 783	39 216	Loans to customers, nominal amount	121 476	110 712	117 392
167	129	83	+ Accrued interest	230	273	321
146	161	(28)	+ Adjustment to fair value	2 435	2 835	2 348
48 264	45 073	39 271	Loans to customers, at fair value	124 141	113 820	120 061
697 564	723 456	714 615	Loans to customers	1 544 508	1 447 465	1 396 496

Note 11 Net impaired loans and guarantees for principal customer groups ¹⁾

DNB Bank ASA				DNB Bank Group		
30 Sept. 2014	31 Dec. 2014	30 Sept. 2015	Amounts in NOK million	30 Sept. 2015	31 Dec. 2014	30 Sept. 2014
1 262	1 213	1 141	Private individuals	2 806	3 071	3 236
2 513	3 276	1 463	Transportation by sea and pipelines and vessel construction	2 056	3 862	3 042
1 958	1 649	1 593	Real estate	1 821	2 517	2 827
751	697	485	Manufacturing	1 409	776	987
437	590	293	Services	1 045	673	539
236	1 172	450	Trade	637	1 265	338
35			Oil and gas			35
832	446	488	Transportation and communication	1 254	495	872
661	612	311	Building and construction	561	962	1 072
20	27	24	Power and water supply	12	29	21
37	26	15	Seafood	15	26	37
28	32	29	Hotels and restaurants	106	103	137
114	115	73	Agriculture and forestry	117	144	141
		6	Central and local government	6		
9	15	(0)	Other sectors	13	20	13
8 893	9 869	6 372	Total customers	11 857	13 943	13 297
			Credit institutions			
8 893	9 869	6 372	Total net impaired loans and guarantees	11 857	13 943	13 297
855	2 240	982	Non-performing loans and guarantees not subject to impairment	1 779	3 318	1 624
9 748	12 109	7 354	Total net non-performing and doubtful loans and guarantees	13 636	17 261	14 921

1) Includes loans and guarantees subject to individual impairment and total non-performing loans and guarantees not subject to impairment. The breakdown into principal customer groups corresponds to the EU's standard industrial classification, NACE Rev.2.

Note 12 Fair value of financial instruments at amortised cost

<i>Amounts in NOK million</i>	DNB Bank ASA			
	30 September 2015		30 September 2014	
	Carrying amount	Fair value	Carrying amount	Fair value
Cash and deposits with central banks	2 059	2 059	9 515	9 515
Due from credit institutions	176 626	176 626	151 312	151 312
Loans to customers	675 344	675 412	649 300	652 332
Commercial paper and bonds, held to maturity	23 070	22 381	36 619	36 067
Total financial assets	877 099	876 478	846 746	849 226
Due to credit institutions	27 478	27 478	24 531	24 531
Deposits from customers	866 260	866 260	807 504	807 504
Securities issued ¹⁾	167 633	170 477	132 154	135 964
Subordinated loan capital ¹⁾	29 365	29 394	25 395	25 656
Total financial liabilities	1 090 737	1 093 609	989 585	993 655

<i>Amounts in NOK million</i>	DNB Bank Group			
	30 September 2015		30 September 2014	
	Carrying amount	Fair value	Carrying amount	Fair value
Cash and deposits with central banks	4 807	4 807	11 717	11 717
Due from credit institutions	28 252	28 252	13 994	13 994
Loans to customers	1 420 366	1 420 168	1 276 435	1 279 291
Commercial paper and bonds, held to maturity	23 070	22 381	36 619	36 067
Total financial assets	1 476 495	1 475 607	1 338 766	1 341 069
Due to credit institutions	42 172	42 172	24 768	24 768
Deposits from customers	925 116	925 116	849 153	849 153
Securities issued ¹⁾	561 702	567 761	455 719	464 421
Subordinated loan capital ¹⁾	29 365	29 394	25 395	25 656
Total financial liabilities	1 558 355	1 564 443	1 355 035	1 363 998

1) Includes hedged liabilities.

Note 13 Financial instruments at fair value

DNB Bank ASA					
<i>Amounts in NOK million</i>	Valuation based on quoted prices in an active market Level 1	Valuation based on observable market data Level 2	Valuation based on other than observable market data Level 3	Accrued interest ¹⁾	Total
Assets as at 30 September 2015					
Deposits with central banks		182 067		0	182 067
Due from credit institutions		358 554		117	358 671
Loans to customers		11 955	27 233	83	39 271
Commercial paper and bonds at fair value	36 269	201 293	667	1 545	239 774
Shareholdings	5 424	16	783		6 224
Financial derivatives	0	228 949	1 555		230 504
Liabilities as at 30 September 2015					
Due to credit institutions		295 999		61	296 060
Deposits from customers		54 848		111	54 959
Debt securities issued		198 217		303	198 520
Subordinated loan capital		1 250		1	1 251
Financial derivatives	1	252 337	1 196		253 533
Other financial liabilities ²⁾	4 523			23	4 546

DNB Bank Group					
<i>Amounts in NOK million</i>	Valuation based on quoted prices in an active market Level 1	Valuation based on observable market data Level 2	Valuation based on other than observable market data Level 3	Accrued interest ¹⁾	Total
Assets as at 30 September 2015					
Deposits with central banks		182 067		0	182 067
Due from credit institutions		208 450		41	208 491
Loans to customers		11 955	111 956	230	124 141
Commercial paper and bonds at fair value	40 003	168 242	673	1 600	210 519
Shareholdings	5 713	17	989		6 719
Financial derivatives	0	216 529	1 555		218 084
Liabilities as at 30 September 2015					
Due to credit institutions		211 122		39	211 162
Deposits from customers		54 848		111	54 959
Debt securities issued		269 691		792	270 482
Subordinated loan capital		1 250		1	1 251
Financial derivatives	1	168 564	1 196		169 760
Other financial liabilities ²⁾	4 523			23	4 546

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

2) *Short positions, trading activities.*

Note 13 Financial instruments at fair value (continued)

Financial instruments at fair value, level 3

DNB Bank ASA

<i>Amounts in NOK million</i>	Financial assets				Financial liabilities
	Loans to customers	Commercial paper and bonds	Share-holdings ¹⁾	Financial derivatives	Financial derivatives
Carrying amount as at 31 December 2014	36 825	246	1 335	1 877	1 463
Net gains on financial instruments	(189)	35	122	57	(12)
Additions/purchases	6 781	239	233	405	351
Sales	(1 920)	(166)	(907)		
Settled	(14 265)	0		(809)	(618)
Transferred from level 1 or level 2		494			
Transferred to level 1 or level 2		(116)			
Other		(64)		26	12
Carrying amount as at 30 September 2015	27 233	667	783	1 555	1 196

Financial instruments at fair value, level 3

DNB Bank Group

<i>Amounts in NOK million</i>	Financial assets				Financial liabilities
	Loans to customers	Commercial paper and bonds	Share-holdings ¹⁾	Financial derivatives	Financial derivatives
Carrying amount as at 31 December 2014	105 429	251	1 589	1 877	1 463
Net gains on financial instruments	(400)	35	102	57	(12)
Additions/purchases	33 772	239	233	405	351
Sales		(166)	(935)		
Settled	(26 845)	0		(809)	(618)
Transferred from level 1 or level 2		494			
Transferred to level 1 or level 2		(116)			
Other		(64)	0	26	12
Carrying amount as at 30 September 2015	111 956	673	989	1 555	1 196

1) Equities classified as level 3 comprise, in addition to pure equity investments, property fund units, limited partnership units, private equity investments and hedge fund units.

Note 13 Financial instruments at fair value (continued)

Loans to customers

The portfolio of loans carried at fair value consists primarily of fixed-rate loans in Norwegian kroner and a share of margin loans in Norwegian kroner. The value of fixed-rate loans is determined by discounting agreed interest flows over the term of the loan, using a discount factor adjusted for margin requirements. The discount factor used has as a starting point a swap rate based on a duration equal to the average remaining lock-in period for the relevant fixed-rate loans. The assumptions underlying the calculation of the margin requirement are based on a review of the market conditions on the balance sheet date and on an assessment of the deliberations made by external investors when investing in a corresponding portfolio. A margin requirement is calculated for margin loans, and the difference between the margin requirement and the agreed margin is discounted over the average expected time to the repricing of the loan. For a further description of the instruments and valuation techniques, see the annual report for 2014.

DNB Bank ASA			Breakdown of fair value, level 3	DNB Bank Group		
30 September 2015				30 September 2015		
Share- holdings	Commercial paper and bonds	Loans to customers	<i>Amounts in NOK million</i>	Loans to customers	Commercial paper and bonds	Share- holdings
1 869	718	27 261		Principal amount/purchase price	109 521	723
(1 086)	(51)	(28)	Fair value adjustment ¹⁾	2 435	(50)	(1 054)
783	667	27 233	Total fair value, excluding accrued interest	111 956	673	989

1) Changes in the fair value of customer loans mainly result from changes in swap rates. A corresponding negative adjustment is made in the fair value of financial instruments used for financial hedging.

DNB Bank ASA				Breakdown of shareholdings, level 3	DNB Bank Group			
Total	Other	Private Equity (PE) funds	Unquoted equities		Unquoted equities	Private Equity (PE) funds	Other	Total
783	29	406	348	<i>Amounts in NOK million</i>				
				Carrying amount as at 30 September 2015	554	406	29	989

DNB Bank ASA			Sensitivity analysis, level 3	DNB Bank Group		
Effect of reasonably possible alternative assumptions	Carrying amount 30 September 2015			Carrying amount 30 September 2015	Effect of reasonably possible alternative assumptions	
(38)	27 233	Loans to customers	111 956	(261)		
(3)	667	Commercial paper and bonds	673	(3)		
	783	Shareholdings	989			
	360	Financial derivatives, net	360			

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

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

Note 14 Commercial paper and bonds, held to maturity

DNB Bank ASA				DNB Bank Group		
30 Sept. 2014	31 Dec. 2014	30 Sept. 2015		30 Sept. 2015	31 Dec. 2014	30 Sept. 2014
36 388	31 927	23 070	<i>Amounts in NOK million</i>			
			International bond portfolio	23 070	31 927	36 388
231			Other units			231
36 619	31 927	23 070	Commercial paper and bonds, held to maturity	23 070	31 927	36 619

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

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

Measurement of the reclassified bond portfolio

As of 1 January 2014, the fair value of the portfolio is determined based on broker quotes. If fair value had been used to determine the value of the portfolio in the third quarter of 2015, there would have been a NOK 401 million reduction in profits.

Effects of the reclassifications of the international bond portfolio

By measuring the portfolio at amortised cost, the value of the portfolio as at 30 September 2015 was NOK 0.7 billion higher than if the previous valuation principle had been retained. On the reclassification date, the carrying amount of the portfolio was NOK 88.0 billion, compared with NOK 15.8 billion at end-September 2015. The average term to maturity of the portfolio was 5.2 years, and the change in value resulting from an interest rate adjustment of one basis point was NOK 8,2 million at end-September 2015.

Effects on profits of the reclassification

	DNB Bank Group				
<i>Amounts in NOK million</i>	3rd quarter 2015	3rd quarter 2014	January-September 2015	January-September 2014	Full year 2014
Recorded amortisation effect	25	24	86	80	106
Net gain, if valued at fair value	(376)	63	(175)	(153)	189
Effects of reclassification on profits	401	(39)	260	232	(83)

Effects on the balance sheet of the reclassification

	DNB Bank Group		
<i>Amounts in NOK million</i>	30 Sept. 2015	31 Dec. 2014	30 Sept. 2014
Recorded unrealised losses	412	497	523
Unrealised losses, if valued at fair value	1 118	943	1 285
Effects of reclassification on the balance sheet	706	446	762

Development in the portfolio after the reclassification

	DNB Bank Group		
<i>Amounts in NOK million</i>	30 Sept. 2015	31 Dec. 2014	30 Sept. 2014
Reclassified portfolio, carrying amount	15 752	17 558	17 399
Reclassified portfolio, if valued at fair value	15 045	17 112	16 638
Effects of reclassification on the balance sheet	706	446	762

Note 14 Commercial paper and bonds, held to maturity (continued)

International bond portfolio

After the reclassification date, DNB has chosen to increase investments in held-to-maturity securities. According to new proposed liquidity requirements for banks, in order for the securities to be classified as liquid funds, they must qualify for immediate sale. New investments in the international bond portfolio as from 2011 mainly represent covered and government-guaranteed bonds, these investments are carried at fair value. As at 30 September 2015 the international bond portfolio represented NOK 157 billion. 55.4 per cent of the securities in the portfolio had an AAA rating, while 37.4 per cent were rated AA. There were no synthetic securities in the portfolio and no investments in US sub-prime bonds or Collateralised Debt Obligations, CDOs. Nor were any investments made in Portugal, Italy, Ireland, Greece or Spain. The structure of the international bond portfolio is shown below.

Asset class	DNB Bank Group	
	Per cent 30 Sept. 2015	NOK million 30 Sept. 2015
Consumer credit		
Residential mortgages	15.80	24 837
Corporate loans	0.00	6
Government related	42.00	66 023
Covered bonds	42.20	66 338
Total international bond portfolio, nominal values	100.00	157 205
Accrued interest, amortisation effects and fair value adjustments		(408)
Total international bond portfolio		156 796
Total international bond portfolio, held to maturity		23 070
Of which reclassified portfolio		15 752

The average term to maturity of the international bond portfolio is 2.8 years, and the change in value resulting from an interest rate adjustment of one basis point was NOK 33 million at end-September 2015.

Note 15 Profit from investments accounted for by the equity method

Moody's and Standard & Poor's downgrades of Eksportfinans' credit rating in the fourth quarter of 2011 resulted in sizeable unrealised gains on the company's long-term funding. The effect of these unrealised gains on DNB's holding, after tax, represented NOK 11.8 billion. After reviewing the fair value of the company in connection with the closing of the annual accounts, DNB wrote down the value by an amount corresponding to unrealised gains on Eksportfinans' own debt in the fourth quarter of 2011. In 2012, 2013, 2014 and 2015, the required rate of return in the market was reduced, and Eksportfinans had sizeable unrealised losses on own debt. The impairment loss recorded by DNB in the fourth quarter of 2011 was reversed by an amount corresponding to these unrealised losses. Reversals totalling NOK 149 million were made in the first nine months of 2015. The remaining impairment loss was NOK 195 million at end-September 2015. The impairment loss in 2011 and subsequent reversals have been reported on the line "Profit from investments accounted for by the equity method" along with DNB's share of profits from the company.

Note 16 Debt securities issued and subordinated loan capital

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

Debt securities issued	DNB Bank ASA		
	30 Sept. 2015	31 Dec. 2014	30 Sept. 2014
<i>Amounts in NOK million</i>			
Commercial paper issued, nominal amount	186 681	206 715	192 042
Bond debt, nominal amount	167 080	146 308	136 682
Adjustments	12 392	13 182	11 007
Total debt securities issued	366 153	366 205	339 730

Changes in debt securities issued	DNB Bank ASA					
	Balance sheet 30 Sept. 2015	Issued 2015	Matured/ redeemed 2015	Exchange rate movements 2015	Other adjustments 2015	Balance sheet 31 Dec. 2014
<i>Amounts in NOK million</i>						
Commercial paper issued, nominal amount	186 681	1 481 574	1 502 048	440		206 715
Bond debt, nominal amount	167 080	14 114	4 943	11 601		146 308
Adjustments	12 392				(791)	13 182
Total debt securities issued	366 153	1 495 688	1 506 990	12 041	(791)	366 205

Changes in subordinated loan capital and perpetual subordinated loan capital securities	DNB Bank ASA					
	Balance sheet 30 Sept. 2015	Issued 2015	Matured/ redeemed 2015	Exchange rate movements 2015	Other adjustments 2015	Balance sheet 31 Dec. 2014
<i>Amounts in NOK million</i>						
Term subordinated loan capital, nominal amount	19 589	3 805	4 604	1 066		19 322
Perpetual subordinated loan capital, nominal amount	5 520			728		4 792
Perpetual subordinated loan capital securities, nominal amount	4 521			493		4 028
Adjustments	986				(190)	1 176
Total subordinated loan capital and perpetual subordinated loan capital securities	30 617	4 051	4 604	2 041	(190)	29 319

Note 16 Debt securities issued and subordinated loan capital (continued)

Debt securities issued	DNB Bank Group		
	30 Sept. 2015	31 Dec. 2014	30 Sept. 2014
<i>Amounts in NOK million</i>			
Commercial paper issued, nominal amount	186 681	206 715	192 042
Bond debt, nominal amount ¹⁾	604 961	562 483	497 364
Adjustments	40 542	44 711	37 229
Total debt securities issued	832 184	813 909	726 634

Changes in debt securities issued	DNB Bank Group					
	Balance sheet 30 Sept. 2015	Issued 2015	Matured/ redeemed 2015	Exchange rate movements 2015	Other adjustments 2015	Balance sheet 31 Dec. 2014
<i>Amounts in NOK million</i>						
Commercial paper issued, nominal amount	186 681	1 481 574	1 502 048	440		206 715
Bond debt, nominal amount ¹⁾	604 961	74 981	38 434	5 931		562 483
Adjustments	40 542				(4 169)	44 711
Total debt securities issued	832 184	1 556 555	1 540 481	6 371	(4 169)	813 909

Changes in subordinated loan capital and perpetual subordinated loan capital securities	DNB Bank Group					
	Balance sheet 30 Sept. 2015	Issued 2015	Matured/ redeemed 2015	Exchange rate movements 2015	Other adjustments 2015	Balance sheet 31 Dec. 2014
<i>Amounts in NOK million</i>						
Term subordinated loan capital, nominal amount	19 589	3 805	4 604	1 066		19 322
Perpetual subordinated loan capital, nominal amount	5 520			728		4 792
Perpetual subordinated loan capital securities, nominal amount	4 521			493		4 028
Adjustments	986				(190)	1 176
Total subordinated loan capital and perpetual subordinated loan capital securities	30 617	4 051	4 604	2 041	(190)	29 319

1) Minus own bonds. Nominal amount of outstanding covered bonds in DNB Boligkreditt totalled NOK 467.0 billion as at 30 September 2015. The cover pool market value represented NOK 577.3 billion.

Note 17 Additional Tier 1 capital

During the first quarter of 2015 the DNB Bank Group's parent company, DNB Bank ASA, issued two additional Tier 1 capital instruments. The instruments have a nominal value of NOK 2 150 million and USD 750 million (NOK 5 903 million). The instruments are perpetual but the bank can repay the capital on specific dates, first time five years after the issuing. The interest rates to be paid are floating 3 months NIBOR plus 3.25 per cent and fixed 5.75 per cent respectively. The issue in Norwegian kroner has quarterly payments while the issue in US dollar has annual payments.

The agreed terms for the instruments meet the requirements in the EU's CRR regulations, and the instruments are included in the banking group's Tier 1 capital for capital adequacy purposes. This implies that DNB Bank ASA has a unilateral right not to repay interest or the principal to the investors. As a consequence of these terms, the instruments do not meet the requirement for a liability in IAS 32 and are therefore presented on the line Additional Tier 1 capital within the banking group's equity. Further, it implies that the interest is not presented within the line Total interest expenses but as a reduction in Other equity. Correspondingly, seen in isolation, the benefit from the tax deduction for the interest will give an increase in Other equity and not be presented as a deduction within the line Tax expense, as it is the shareholder who benefit from the tax deduction. Accumulated interest for third quarter 2015 totaled NOK 125 million, accumulated for the first nine months totaled NOK 249 million.

Equity shall be measured at historical exchange rates when the transaction currency differs from the company's functional currency. The issue in US dollars was thus converted to Norwegian kroner at the exchange rate prevailing on 26 March 2015 without any subsequent revaluation.

Earnings per share

The main purpose of the financial ratio earnings per share is to show the return for the DNB Bank group's ordinary shareholders. Accumulated interest for the period, which will be paid to those investing in the additional Tier 1 capital instruments, has therefore been deducted from Profit for the period in the calculation of the period's earnings per share.

Note 18 Information on related parties

Eksportfinans ASA

DNB Bank ASA carries loans in its balance sheets which according to a legal agreement have been transferred to Eksportfinans ASA and are guaranteed by DNB Bank ASA. Pursuant to the agreement, the bank still carries interest rate risk and credit risk associated with the transferred portfolio. According to the IFRS regulations, the loans have therefore not been derecognised from the bank's balance sheet. These portfolios totalled NOK 2.6 billion at end-September 2015.

DNB Boligkreditt AS

In the first three quarters of 2015, portfolios representing NOK 18.9 billion were transferred in accordance with the "Agreement relating to transfer of loan portfolio between DNB Bank ASA and DNB Boligkreditt AS". In the period 2008 to 2014, portfolios representing NOK 321.2 billion were transferred.

The management fee paid by DNB Boligkreditt AS to the bank for the third quarter of 2015 totalled NOK 0.8 billion. At end-September 2015 the bank had invested NOK 31.0 billion in covered bonds issued by Boligkreditt.

DNB Næringskreditt AS

At end-September 2015, commitments with a total value of NOK 25.8 billion had been transferred from the bank to Næringskreditt. The management fee paid to the bank and Boligkreditt for the third quarter of 2015 totalled NOK 22.8 million. At end-September the bank had invested NOK 2.8 billion in covered bonds issued by DNB Næringskreditt.

DNB Livsforsikring AS

DNB Livsforsikring's holding of Boligkreditt bonds was valued at NOK 1.9 billion at end-September 2015.

DNB Singapore Branch and DNB Asia Ltd.

At end-September 2015, existing loans with a total value of USD 3.1 billion had been transferred to DNB Asia Ltd. according to the existing agreement between the entities.

DNB New York Branch and DNB Capital LLC

At end-September 2015, existing loans with a total value of USD 7.8 billion had been transferred to DNB Capital LLC according to the existing agreement between the entities.

DNB London Branch and DNB (UK) Ltd.

During the second quarter of 2015, an agreement was entered into between DNB London Branch and DNB (UK) Ltd., formerly known as Den Norske Syndicates Ltd., which implies that DNB (UK) Ltd. will take over the right to extend loans to the branch's new and existing customers. Existing loans will be transferred to DNB (UK) Ltd. to the extent deemed feasible and rational. At end-September 2015, existing loans with a total value of GBP 2.6 billion had been transferred to DNB (UK) Ltd. Remaining loans in DNB London Branch amounted to GBP 0.4 billion. In connection with the agreement the share capital of DNB (UK) Ltd. was increased by GBP 1 154 million.

DNB Sweden Branch and DNB Sweden AB

On 21 September 2015, an agreement was entered into between DNB Sweden Branch and DNB Sweden AB, which implies that DNB Sweden AB will take over the right to extend loans to the branch's new and existing customers. Existing loans will be transferred to DNB Sweden AB to the extent deemed feasible and rational. In connection with the agreement the share capital of DNB Sweden AB was increased from SEK 50 thousand to SEK 100 million. 9 October 2015 the equity capital was increased by an additional SEK 7.2 billion.

DNB Invest Denmark A/S

In the third quarter of 2015, DNB Invest Denmark A/S extended two subordinated loans of NOK 2.5 billion and NOK 3 billion, respectively, to DNB Livsforsikring AS. The loan of NOK 2.5 billion is perpetual, but can be repaid on agreed dates, the first being ten years after the contract date. The loan of NOK 3 billion has a term of ten years, but can be repaid after five years. The contracts have been entered into on market terms.

Note 19 Off-balance sheet transactions and contingencies

DNB Bank ASA			Off-balance sheet transactions and additional information	DNB Bank Group		
30 Sept. 2014	31 Dec. 2014	30 Sept. 2015		30 Sept. 2015	31 Dec. 2014	30 Sept. 2014
			<i>Amounts in NOK million</i>			
44 183	45 402	33 995	Performance guarantees	35 208	46 603	45 231
23 029	28 488	34 341	Payment guarantees	35 993	29 930	24 368
16 160	17 497	15 490	Loan guarantees ¹⁾	15 404	17 417	16 087
6 657	6 667	7 255	Guarantees for taxes etc.	7 270	6 684	6 672
1 867	1 875	2 838	Other guarantee commitments	3 471	2 384	2 279
91 897	99 929	93 918	Total guarantee commitments	97 345	103 017	94 637
			Support agreements	9 852	13 202	11 530
91 897	99 929	93 918	Total guarantee commitments etc. ^{*)}	107 197	116 220	106 167
980 497	995 350	996 364	Unutilised credit lines and loan offers	614 721	606 912	589 414
3 116	4 212	5 173	Documentary credit commitments	5 415	4 432	3 223
			Other commitments	38	90	119
983 613	999 562	1 001 538	Total commitments	620 173	611 434	592 756
1 075 510	1 099 491	1 095 456	Total guarantee and off-balance commitments	727 370	727 654	698 923
22 363	20 907	18 105	Pledged securities		393	12 416
			<i>*) Of which counter-guaranteed by financial institutions</i>	354	299	313

1) DNB Bank ASA carries loans in its balance sheet that subject to legal agreement have been transferred to Eksportfinans and for which DNB Bank ASA has issued guarantees. According to the agreement, DNB Bank ASA still carries interest rate risk and credit risk for the transferred portfolio. Customer loans in the portfolio totalling NOK 2.6 billion were recorded in the balance sheet as at 30 September 2015. These loans are not included under guarantees in the table.

Contingencies

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

The DNB banking group is subject to a number of complaints and disputes relating to structured products and other investment products.

The action against seven Norwegian municipalities for the settlement of interest rate swaps on commercial terms was settled in the second quarter of 2015, resulting in a reduction in the bank's pre-tax operating profit of NOK 159 million.

A civil action was brought before a US court of law against DNB Markets Inc. (Minc) and the other arrangers of a USD 300 million Senior Note issue in 2010 on behalf of Overseas Shipholding Group (OSG). In the third quarter of 2015 the case was settled. Minc's share of the settlement was USD 250 000. The court will consider the settlement for approval.

Key figures

	DNB Bank Group				
	3rd quarter 2015	3rd quarter 2014	January-September 2015	January-September 2014	Full year 2014
Interest rate analysis					
1. Combined weighted total average spread for lending and deposits (%) ¹⁾	1.23	1.22	1.24	1.23	1.23
2. Average spread for ordinary lending to customers (%) ¹⁾	2.12	2.26	2.18	2.33	2.31
3. Average spread for deposits from customers (%)	0.06	(0.17)	(0.02)	(0.24)	(0.22)
Rate of return/profitability					
4. Net other operating income, per cent of total income	30.1	32.3	32.9	32.6	30.2
5. Cost/income ratio (%)	39.8	40.7	40.0	42.2	42.4
6. Return on equity, annualised (%)	15.5	15.8	14.9	15.1	14.5
Financial strength at end of period					
7. Common equity Tier 1 capital ratio, transitional rules (%) ²⁾	12.8	12.3	12.8	12.3	12.5
8. Tier 1 capital ratio, transitional rules (%) ²⁾	13.8	12.7	13.8	12.7	12.9
9. Capital ratio, transitional rules (%) ²⁾	16.3	14.9	16.3	14.9	15.2
10. Common equity Tier 1 capital (NOK million) ²⁾	139 954	122 010	139 954	122 010	129 915
11. Risk-weighted volume, transitional rules (NOK million)	1 089 254	992 879	1 089 254	992 879	1 038 396
Loan portfolio and impairment					
12. Individual impairment relative to average net loans to customers, annualised (%)	0.07	(0.08)	(0.09)	(0.11)	(0.14)
13. Impairment relative to average net loans to customers, annualised (%)	0.10	(0.05)	(0.08)	(0.08)	(0.12)
14. Net non-performing and net doubtful loans and guarantees, per cent of net loans	0.77	1.00	0.77	1.00	0.96
15. Net non-performing and net doubtful loans and guarantees at end of period (NOK million)	13 636	14 921	13 636	14 921	17 261
Liquidity					
16. Ratio of customer deposits to net loans to customers at end of period (%)	63.5	64.2	63.5	64.2	65.7
Staff					
17. Number of full-time positions at end of period	10 666	10 854	10 666	10 854	10 854

1) Margin calculations for finance leases were adjusted in the third quarter of 2015. Figures for previous periods have been restated accordingly.

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

Definitions

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

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

6 Return on equity represents the shareholders' share of profit for the period relative to average equity.

Profit and balance sheet trends

Income statement

	DNB Bank ASA				
<i>Amounts in NOK million</i>	3rd quarter 2015	2nd quarter 2015	1st quarter 2015	4th quarter 2014	3rd quarter 2014
Total interest income	9 482	9 715	9 948	10 489	10 470
Total interest expenses	(3 379)	(3 676)	(4 082)	(4 568)	(4 781)
Net interest income	6 104	6 039	5 867	5 921	5 689
Commission and fee income etc.	1 560	1 601	1 506	1 618	1 519
Commission and fee expenses etc.	(699)	(657)	(611)	(587)	(544)
Net gains on financial instruments at fair value	318	885	1 333	297	1 608
Other income	1 200	1 407	1 528	3 147	1 758
Net other operating income	2 379	3 235	3 756	4 475	4 342
Total income	8 483	9 274	9 623	10 396	10 031
Salaries and other personnel expenses	(2 256)	(2 287)	(2 189)	(1 977)	(2 139)
Other expenses	(1 551)	(1 787)	(1 696)	(1 550)	(1 544)
Depreciation and impairment of fixed and intangible assets	(484)	(496)	(481)	(591)	(480)
Total operating expenses	(4 291)	(4 570)	(4 366)	(4 119)	(4 163)
Pre-tax operating profit before impairment	4 192	4 704	5 257	6 277	5 868
Net gains on fixed and intangible assets	1	42	5	41	(4)
Impairment of loans and guarantees	717	(609)	(540)	(882)	(164)
Pre-tax operating profit	4 909	4 136	4 722	5 437	5 700
Tax expense	(1 316)	(1 038)	(1 242)	(520)	(1 491)
Profit for the period	3 593	3 099	3 480	5 956	4 210
Portion attributable to shareholders	3 468	2 989	3 466	5 956	4 210
Portion attributable to additional Tier 1 capital holders	125	110	14		
Profit for the period	3 593	3 099	3 480	5 956	4 210

Comprehensive income statement

	DNB Bank ASA				
<i>Amounts in NOK million</i>	3rd quarter 2015	2nd quarter 2015	1st quarter 2015	4th quarter 2014	3rd quarter 2014
Profit for the period	3 593	3 099	3 480	5 956	4 210
Actuarial gains and losses, net of tax	(198)	792		(879)	(521)
Other comprehensive income that will not be reclassified to profit or loss, net of tax	(198)	792		(879)	(521)
Currency translation of foreign operations	67	(49)	193	413	(35)
Other comprehensive income that may subsequently be reclassified to profit or loss, net of tax	67	(49)	193	413	(35)
Other comprehensive income for the period	(130)	742	193	(466)	(556)
Comprehensive income for the period	3 463	3 841	3 673	5 490	3 654

Profit and balance sheet trends (continued)

Balance sheet

	DNB Bank ASA				
<i>Amounts in NOK million</i>	30 Sept. 2015	30 June 2015	31 March 2015	31 Dec. 2014	30 Sept. 2014
Assets					
Cash and deposits with central banks	184 126	156 466	301 827	53 505	211 173
Due from credit institutions	535 296	545 493	456 663	608 036	361 953
Loans to customers	714 615	709 598	742 848	723 456	697 564
Commercial paper and bonds at fair value	239 774	225 312	231 221	211 746	200 874
Shareholdings	6 224	7 606	7 805	9 205	8 566
Financial derivatives	230 504	192 972	253 757	248 768	165 152
Commercial paper and bonds, held to maturity	23 070	24 841	27 580	31 927	36 619
Investments in associated companies	975	974	974	975	959
Investments in subsidiaries	104 202	99 482	81 531	79 266	73 868
Intangible assets	3 698	3 702	3 730	3 794	3 727
Deferred tax assets	2 746	2 766	3 039	2 995	4 426
Fixed assets	7 349	7 256	7 290	7 390	7 029
Other assets	14 219	19 774	22 293	16 581	18 201
Total assets	2 066 799	1 996 242	2 140 559	1 997 646	1 790 111
Liabilities and equity					
Due to credit institutions	323 538	307 668	332 593	268 531	238 538
Deposits from customers	921 220	922 655	918 325	903 033	855 271
Financial derivatives	253 533	220 322	279 357	274 846	174 473
Debt securities issued	366 153	336 773	401 421	366 205	339 730
Payable taxes	3 926	2 439	1 557	537	3 673
Deferred taxes	12	11	11	25	12
Other liabilities	16 155	29 211	31 988	21 104	19 645
Provisions	1 055	1 052	1 005	1 003	1 005
Pension commitments	4 547	4 256	5 344	5 322	4 865
Subordinated loan capital	30 617	28 578	29 542	29 319	26 668
Total liabilities	1 920 755	1 852 965	2 001 143	1 869 926	1 663 880
Share capital	18 314	18 314	18 314	18 314	18 314
Share premium	19 895	19 895	19 895	19 895	19 895
Additional Tier 1 capital	8 251	8 153	8 068		
Other equity	99 583	96 915	93 139	89 511	88 022
Total equity	146 044	143 278	139 416	127 720	126 231
Total liabilities and equity	2 066 799	1 996 242	2 140 559	1 997 646	1 790 111

Profit and balance sheet trends (continued)

Income statement

	DNB Bank Group				
<i>Amounts in NOK million</i>	3rd quarter 2015	2nd quarter 2015	1st quarter 2015	4th quarter 2014	3rd quarter 2014
Total interest income	14 408	14 473	14 874	15 590	15 350
Total interest expenses	(5 390)	(5 718)	(6 262)	(6 859)	(7 089)
Net interest income	9 018	8 755	8 611	8 730	8 261
Commission and fee income etc.	2 086	2 425	2 090	2 113	2 032
Commission and fee expenses etc.	(719)	(674)	(615)	(612)	(561)
Net gains on financial instruments at fair value	1 956	1 167	3 421	294	1 849
Profit from investments accounted for by the equity method	(1)	(74)	30	44	41
Net gains on investment property	143	2	2	89	(17)
Other income	428	615	637	634	602
Net other operating income	3 892	3 462	5 566	2 562	3 946
Total income	12 910	12 217	14 178	11 292	12 207
Salaries and other personnel expenses	(2 719)	(2 767)	(2 649)	(2 433)	(2 548)
Other expenses	(1 868)	(2 089)	(2 041)	(1 901)	(1 893)
Depreciation and impairment of fixed and intangible assets	(550)	(489)	(553)	(542)	(526)
Total operating expenses	(5 137)	(5 346)	(5 243)	(4 876)	(4 968)
Pre-tax operating profit before impairment	7 773	6 871	8 934	6 416	7 240
Net gains on fixed and intangible assets	(3)	45	12	42	13
Impairment of loans and guarantees	392	(667)	(575)	(821)	(183)
Pre-tax operating profit	8 162	6 249	8 371	5 636	7 070
Tax expense	(2 164)	(1 573)	(2 168)	(1 230)	(1 769)
Profit from operations held for sale, after taxes	(14)	(17)	(47)	16	(8)
Profit for the period	5 984	4 660	6 156	4 423	5 293
Portion attributable to shareholders	5 859	4 550	6 142	4 423	5 293
Portion attributable to additional Tier 1 capital holders	125	110	14		
Profit for the period	5 984	4 660	6 156	4 423	5 293

Comprehensive income statement

	DNB Bank Group				
<i>Amounts in NOK million</i>	3rd quarter 2015	2nd quarter 2015	1st quarter 2015	4th quarter 2014	3rd quarter 2014
Profit for the period	5 984	4 660	6 156	4 423	5 293
Actuarial gains and losses, net of tax	(198)	775	(1)	(944)	(521)
Other comprehensive income that will not be reclassified to profit or loss, net of tax	(198)	775	(1)	(944)	(521)
Currency translation of foreign operations	5 328	(695)	2 614	6 314	454
Hedging of net investment, net of tax	(3 411)	402	(1 616)	(3 926)	(398)
Other comprehensive income that may subsequently be reclassified to profit or loss, net of tax	1 917	(293)	998	2 388	56
Other comprehensive income for the period	1 719	482	997	1 444	(465)
Comprehensive income for the period	7 703	5 142	7 153	5 867	4 827

Profit and balance sheet trends (continued)

Balance sheet

	DNB Bank Group				
<i>Amounts in NOK million</i>	30 Sept. 2015	30 June 2015	31 March 2015	31 Dec. 2014	30 Sept. 2014
Assets					
Cash and deposits with central banks	186 874	158 812	304 558	58 505	213 375
Due from credit institutions	236 743	245 777	200 610	355 577	106 802
Loans to customers	1 544 508	1 499 221	1 483 856	1 447 465	1 396 496
Commercial paper and bonds at fair value	210 519	196 090	200 746	187 765	176 983
Shareholdings	6 719	8 093	8 310	9 709	9 026
Financial derivatives	218 084	181 910	240 844	236 389	153 070
Commercial paper and bonds, held to maturity	23 070	24 841	27 580	31 927	36 619
Investment property	5 166	4 863	4 539	4 743	4 209
Investments accounted for by the equity method	3 231	3 241	3 314	3 275	3 214
Intangible assets	4 205	4 191	4 224	4 315	4 214
Deferred tax assets	1 302	1 214	1 382	1 197	1 169
Fixed assets	7 936	7 845	7 919	8 128	7 816
Assets held for sale	193	574	678	692	238
Other assets	15 513	20 872	18 286	12 301	19 139
Total assets	2 464 063	2 357 544	2 506 845	2 361 990	2 132 372
Liabilities and equity					
Due to credit institutions	253 334	228 803	263 197	214 211	187 029
Deposits from customers	980 075	978 767	972 365	951 049	896 669
Financial derivatives	169 760	141 552	191 363	186 230	126 346
Debt securities issued	832 184	777 057	855 316	813 909	726 634
Payable taxes	4 236	3 853	3 241	1 920	4 672
Deferred taxes	4 750	4 816	4 710	4 537	1 458
Other liabilities	17 969	30 958	23 970	12 840	21 331
Liabilities held for sale	55	76	127	100	89
Provisions	1 154	1 141	1 100	1 133	1 104
Pension commitments	4 640	4 343	5 428	5 434	4 929
Subordinated loan capital	30 617	28 578	29 542	29 319	26 668
Total liabilities	2 298 774	2 199 943	2 350 360	2 220 681	1 996 929
Share capital	18 314	18 314	18 314	18 314	18 314
Share premium	20 611	20 611	20 611	20 611	20 611
Additional Tier 1 capital	8 251	8 153	8 068		
Other equity	118 111	110 523	109 492	102 383	96 517
Total equity	165 289	157 602	156 485	141 309	135 443
Total liabilities and equity	2 464 063	2 357 544	2 506 845	2 361 990	2 132 372

Information about the DNB Bank Group

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DNB Bank ASA

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Jarle Berge, vice-chairman
Sverre Finstad
Vigdis Mathisen
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Financial calendar

Fourth quarter and preliminary results 2015	4 February 2016
First quarter 2016	28 April 2016
Second quarter 2016	12 July 2016
Third quarter 2016	27 October 2016

Other sources of information

Annual and quarterly reports

Separate annual and quarterly reports are prepared for the DNB Group, DNB Boligkreditt, DNB Næringskreditt and DNB Livsforsikring. The reports are available on dnb.no. Annual and quarterly reports can be ordered by sending an e-mail to investor.relations@dnb.no.

Download DNB's IR app for stock-related information from <http://m.euroland.com/n-dnb/en> or by scanning the QR code



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HERE FOR YOU.
EVERY DAY.
WHEN IT MATTERS
THE MOST.

DNB

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