

DNB

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DNB Group

FACT BOOK

Second quarter 2013

(UNAUDITED)

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Rune Bjerke

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Financial Calendar 2013

Preliminary results 2012 and fourth quarter 2012	7 February
Annual general meeting	30 April
Ex-dividend date	2 May
First quarter 2013	26 April
Second quarter 2013	11 July
Third quarter 2013	24 October

Contents

1. Financial results DNB Group	3
Financial results	4
Net interest income	6
Net other operating income.....	12
Operating expenses.....	14
Liquidity and funding.....	17
Loans	20
Commitments.....	21
Impairment of loans and guarantees	23
Capital adequacy	30
Financial results (detailed).....	33
Key figures	34
2. Business areas	37
Business areas – financial performance	38
Retail Banking.....	43
Large Corporates and International	50
DNB Markets.....	63
Insurance and Asset Management	68
- <i>DNB Livsforsikring</i>	89
- <i>DNB Asset Management</i>	77
- <i>DNB Skadeforsikring</i>	83
3. The Norwegian economy	85
4. DNB - an overview	93
DNB – Norway's leading financial services group.....	94
DNB's market shares in Norway	95
DNB's financial ambitions	96
Legal structure	97
Group business structure.....	98
Shareholder structure	99

Statements regarding DNB's relative market positions are, unless otherwise specified, based on internal DNB analyses.

Section 1

Financial results DNB Group

Due to changes in principles, some comparative figures for 2012 have been restated. See further details in note 1 Accounting principles in the DNB Group's quarterly reports 2013

As from the first quarter of 2013, DNB Baltics and Poland are included in the presentation of Large Corporates and International

Financial results

Income statement – condensed ¹⁾

Amounts in NOK million						First half	
	2Q13	1Q13	4Q12 ²⁾	3Q12 ²⁾	2Q12 ²⁾	2013	2012 ²⁾
Net interest income	7 480	6 857	7 101	6 828	6 634	14 337	13 287
<i>Net commissions and fees, core business ³⁾</i>	2 142	1 851	1 896	1 852	2 013	3 994	3 763
<i>Net financial items ³⁾</i>	2 167	1 831	2 165	1 776	3 191	3 998	3 048
Net other operating income, total	4 310	3 682	4 061	3 628	5 204	7 992	6 811
Total income	11 790	10 539	11 162	10 456	11 837	22 329	20 098
Operating expenses	5 010	5 026	5 220	5 004	5 081	10 036	10 151
Non-recurring effects	650	8	33	56	21	659	9
Expenses relating to debt-financed structured products ⁴⁾	0	450	0	0	0	450	0
Impairment losses for goodwill and intangible assets	0	0	202	85	0	0	0
Pre-tax operating profit before impairment	6 130	5 054	5 707	5 311	6 735	11 184	9 938
Net gains on fixed and intangible assets	(9)	4	(65)	20	37	(5)	44
Impairment of loans and guarantees	937	737	1 190	521	685	1 674	1 469
Pre-tax operating profit	5 184	4 321	4 453	4 810	6 088	9 505	8 513
Taxes	1 379	1 149	614	1 269	1 566	2 528	2 197
Profit from operations held for sale, after taxes	(7)	10	4	0	92	3	92
Profit for the period	3 798	3 181	3 843	3 541	4 614	6 979	6 408

Key figures ¹⁾

						First half	
	2Q13	1Q13	4Q12 ²⁾	3Q12 ²⁾	2Q12 ²⁾	2013	2012 ²⁾
Return on equity, annualised (%)	11.6	10.0	12.3	11.9	15.9	10.8	11.2
Earnings per share (NOK)	2.33	1.96	2.36	2.17	2.84	4.29	3.94
Combined weighted total average spread for lending and deposits (%)	1.28	1.20	1.22	1.18	1.18	1.24	1.17
Cost/income ratio (%) ⁵⁾	48.0	52.0	47.1	48.4	43.1	49.9	50.6
Impairment relative to average net loans to customers, annualised	0.29	0.23	0.36	0.16	0.21	0.26	0.23
Common Equity Tier 1 capital ratio, transitional rules, at end of period (%) ⁶⁾	10.8	10.6	10.7	10.0	9.6	10.8	9.6
Tier 1 capital ratio, transitional rules, at end of period (%) ⁶⁾	11.1	10.8	11.0	10.6	10.2	11.1	10.2
Capital ratio, transitional rules, at end of period (%) ⁶⁾	12.4	12.1	12.6	12.2	11.8	12.4	11.8
Share price at end of period (NOK)	87.95	85.65	70.40	70.25	58.95	87.95	58.95
Price/book value	1.09	1.07	0.90	0.95	0.82	1.09	0.82
Proposed dividend per share (NOK)	-	-	-	-	-	-	-

Balance sheet – condensed ¹⁾

Amounts in NOK million	30 June	31 March	31 Dec.	30 Sept.	30 June
	2013	2013	2012 ²⁾	2012 ²⁾	2012 ²⁾
Total assets	2 522 810	2 433 815	2 264 801	2 368 983	2 372 208
Loans to customers	1 329 665	1 315 104	1 297 892	1 307 047	1 308 599
Deposits from customers	996 372	889 043	810 959	843 340	853 877
Total equity	131 795	130 807	127 492	120 839	117 206
Average total assets	2 474 562	2 378 630	2 363 517	2 361 664	2 334 719
Total combined assets	2 748 638	2 653 242	2 472 655	2 638 833	2 632 658
Ratio of deposits to net loans (%)	74.9	67.6	62.5	64.5	65.3

1) For more details, see pages 33-36.

2) Due to changes in principles, some comparative figures have been restated. See further details in note 1 Accounting principles in the DNB Group's quarterly reports 2013.

3) See "Net other operating income" on page 12 for specification.

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

5) Excluding impairment losses for goodwill and other intangible assets.

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

Income statement – condensed – adjusted for basis swaps

<i>Amounts in NOK million</i>						First half	
	2Q13	1Q13	4Q12 ¹⁾	3Q12 ¹⁾	2Q12 ¹⁾	2013	2012 ¹⁾
Net interest income	7 480	6 857	7 101	6 828	6 634	14 337	13 287
<i>Net commissions and fees, core business</i>	2 142	1 851	1 896	1 852	2 013	3 994	3 763
<i>Net financial items</i>	2 256	2 064	1 931	2 342	2 113	4 320	4 403
Net other operating income, total	4 398	3 915	3 827	4 195	4 126	8 313	8 166
Total income	11 878	10 772	10 928	11 023	10 760	22 650	21 453
Operating expenses	5 010	5 026	5 220	5 004	5 081	10 036	10 151
Non-recurring effects	650	8	33	56	21	659	9
Expenses relating to debt-financed structured products ²⁾	0	450	0	0	0	450	0
Impairment losses for goodwill and intangible assets	0	0	202	85	0	0	0
Pre-tax operating profit before impairment	6 218	5 287	5 473	5 878	5 658	11 505	11 293
Net gains on fixed and intangible assets	(9)	4	(65)	20	37	(5)	44
Impairment of loans and guarantees	937	737	1 190	521	685	1 674	1 469
Pre-tax operating profit	5 272	4 554	4 218	5 376	5 010	9 826	9 868
Taxes	1 404	1 215	548	1 428	1 264	2 618	2 577
Profit from operations held for sale, after taxes	(7)	10	4	0	92	3	92
Profit for the period	3 862	3 349	3 674	3 948	3 838	7 211	7 383

Key figures – adjusted for basis swaps

						First half	
	2Q13	1Q13	4Q12 ¹⁾	3Q12 ¹⁾	2Q12 ¹⁾	2013	2012 ¹⁾
Return on equity, annualised (%)	11.8	10.6	11.8	13.2	13.3	11.2	12.9
Cost/income ratio (%) ³⁾	47.7	50.9	48.1	45.9	47.4	49.2	47.4

Mark-to-market changes on own debt and other items not related to underlying operations and non-recurring items

<i>Amounts in NOK million</i>						First half	
	2Q13	1Q13	4Q12	3Q12	2Q12	2013	2012
Fair value of spreads, basis swap agreements ⁴⁾	(88)	(233)	235	(566)	1 078	(321)	(1 355)
Total income, other	(67)	32	95	79	76	(34)	252
Impairment losses for goodwill and intangible assets ⁵⁾	0	0	202	85	0	0	0
Expenses relating to debt-financed structured products ²⁾	0	450	0	0	0	450	0
Effect on pre-tax operating profit before impairment	(155)	(651)	128	(573)	1 154	(806)	(1 103)

- 1) Due to changes in principles, some comparative figures have been restated. See further details in note 1 Accounting principles in the DNB Group's quarterly reports 2013.
- 2) During the first quarter of 2013, NOK 450 million was charged to the income statement in connection with the Supreme Court ruling regarding certain debt-financed structured products.
- 3) Excluding impairment losses for goodwill and other intangible assets.
- 4) Basis swaps are derivative contracts entered into by the bank when issuing senior bonds or raising other long-term funding in the international capital markets and converting the relevant currency to Norwegian kroner. The Norwegian bond market is very small and illiquid, which means that there is a great need for international funding hedged by such instruments. In periods of financial market turbulence, there will be stronger demand for "secure" currencies such as the US dollar. Thus, prices will increase for swaps where USD will be supplied on a future date. When prices of new swap contracts decrease, such as in the second quarter of 2013, so will the market value of existing swap contracts. This will give a decline in recorded income. However, such changes in value recorded in a quarter will be reversed in subsequent quarters, either because the market is stabilising or because the maturity date of the derivative contract is approaching.
- 5) In the fourth quarter of 2012, impairment losses for goodwill of NOK 202 million relating to DNB Livsforsikring were recorded. Impairment losses for goodwill of NOK 47 million relating to SalusAnsvar and NOK 38 million relating to Pres-Vac were recorded in the third quarter of 2012.

Net interest income

Net interest income

<i>Amounts in NOK million</i>	2Q13	1Q13	4Q12	3Q12	2Q12	First half	
						2013	2012
Interest on amounts due from credit institutions	307	283	178	289	373	590	731
Interest on loans to customers	12 984	12 551	12 882	13 158	13 202	25 535	26 682
Interest on impaired loans and guarantees	187	151	164	155	161	338	306
Interest on commercial paper and bonds	1 298	1 354	1 159	1 214	1 328	2 653	2 619
Front-end fees etc.	89	73	83	92	80	163	162
Other interest income	149	188	538	1 017	936	336	1 640
Total interest income	15 014	14 600	15 002	15 926	16 080	29 614	32 140
Interest on amounts due to credit institutions	647	647	673	831	868	1 294	1 760
Interest on deposits from customers	3 636	3 773	3 869	3 923	4 016	7 409	8 046
Interest on debt securities issued	2 989	2 963	2 968	3 257	3 477	5 952	6 910
Interest on subordinated loan capital	102	104	143	179	194	206	354
Guarantee fund levy	188	187	23	22	24	375	44
Other interest expenses ¹⁾	(27)	68	225	885	868	41	1 739
Total interest expenses	7 534	7 743	7 901	9 098	9 446	15 277	18 853
Net interest income	7 480	6 857	7 101	6 828	6 634	14 337	13 287

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

Net interest income ¹⁾

<i>Amounts in NOK million</i>	2Q13	1Q13	4Q12	3Q12	2Q12	First half	
						2013	2012
<i>Net interest income from loans to customers: ²⁾</i>							
Retail Banking	5 292	4 845	4 868	4 366	4 205	10 137	7 917
Large Corporates and International	2 202	2 145	2 187	2 169	2 105	4 347	4 137
Other	0	2	1	1	1	2	2
Total	7 495	6 992	7 056	6 536	6 310	14 487	12 055

<i>Net interest income on deposits from customers: ²⁾</i>							
Retail Banking	(370)	(508)	(443)	(135)	(127)	(878)	(30)
Large Corporates and International	(162)	(141)	(128)	(126)	(96)	(303)	(110)
Other	2	6	1	0	0	9	(1)
Total	(529)	(643)	(571)	(261)	(223)	(1 172)	(141)

<i>Allocated capital / Equity and non-interest bearing items:</i>							
Retail Banking	176	178	186	194	199	355	425
Large Corporates and International	224	230	233	259	281	454	614
Other	42	29	10	22	23	71	43
Total	443	437	430	476	503	880	1 083

<i>Other:</i>							
Retail Banking	(270)	(246)	(151)	(124)	(289)	(516)	(385)
Large Corporates and International	359	340	442	367	411	700	851
Other	(18)	(24)	(106)	(166)	(79)	(41)	(176)
Total	71	71	186	76	43	142	290

Total net interest income	7 480	6 857	7 101	6 828	6 634	14 337	13 287
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1) Including exchange rate movements.

2) Average nominal amount, excluding impaired loans.

Average volumes

Amounts in NOK million	2Q13	1Q13	4Q12	3Q12	2Q12	First half	
						2013	2012
<i>Loans to customers: ¹⁾</i>							
Retail Banking	876 836	870 057	862 930	850 095	834 342	873 466	826 440
Large Corporates and International	416 137	412 647	423 636	441 186	445 486	414 402	419 703
Other	2 871	3 059	2 901	2 809	1 372	2 964	26 191
Total	1 295 843	1 285 764	1 289 467	1 294 090	1 281 200	1 290 831	1 272 335
<i>Deposits from customers: ¹⁾</i>							
Retail Banking	459 643	460 892	455 300	453 225	435 650	460 264	433 239
Large Corporates and International	355 216	341 964	336 865	322 833	316 467	348 627	257 835
Other	79 239	65 402	38 603	50 354	35 266	72 359	82 547
Total	894 098	868 258	830 768	826 412	787 383	881 249	773 621
<i>Allocated capital / Equity and non-interest bearing items:</i>							
Retail Banking	38 105	38 067	37 635	34 783	33 322	38 086	33 290
Large Corporates and International	50 450	50 498	52 014	50 666	50 682	50 474	51 358
Other	7 136	4 676	(917)	328	225	5 913	135
Total	95 691	93 241	88 732	85 777	84 229	94 473	84 783

1) Average nominal amount, excluding impaired loans.

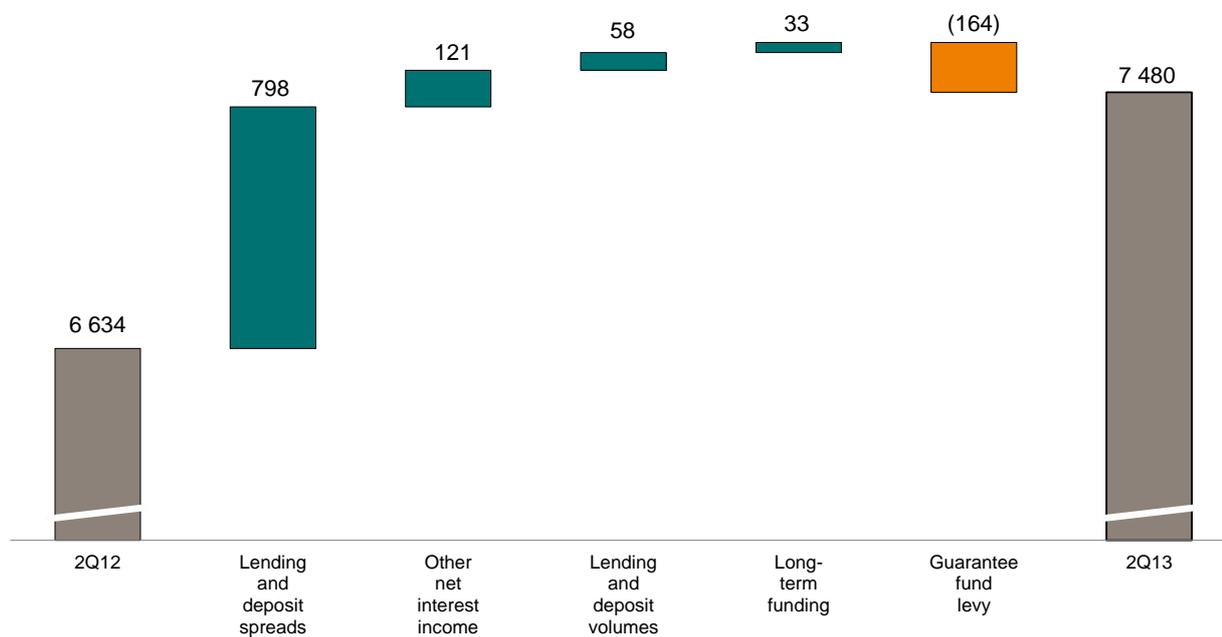
Segmental interest rate spreads ¹⁾

Per cent	2Q13	1Q13	4Q12	3Q12	2Q12	First half	
						2013	2012
<i>Lending:</i>							
Retail Banking	2.42	2.26	2.24	2.04	2.03	2.34	1.93
Large Corporates and International	2.12	2.11	2.05	1.96	1.90	2.12	1.87
Total	2.32	2.21	2.18	2.01	1.98	2.26	1.91
<i>Deposits:</i>							
Retail Banking	(0.32)	(0.45)	(0.39)	(0.12)	(0.12)	(0.38)	(0.01)
Large Corporates and International	(0.18)	(0.17)	(0.15)	(0.16)	(0.12)	(0.18)	(0.07)
Total	(0.24)	(0.30)	(0.27)	(0.13)	(0.11)	(0.27)	(0.04)
<i>Combined spread - lending and deposits:</i>							
Retail Banking	1.48	1.32	1.34	1.29	1.29	1.40	1.26
Large Corporates and International	1.06	1.08	1.08	1.06	1.06	1.07	1.08
Weighted total average	1.28	1.20	1.22	1.18	1.18	1.24	1.17

1) Margins are calculated based on money market rates and do not include additional funding costs related to liquidity measures.

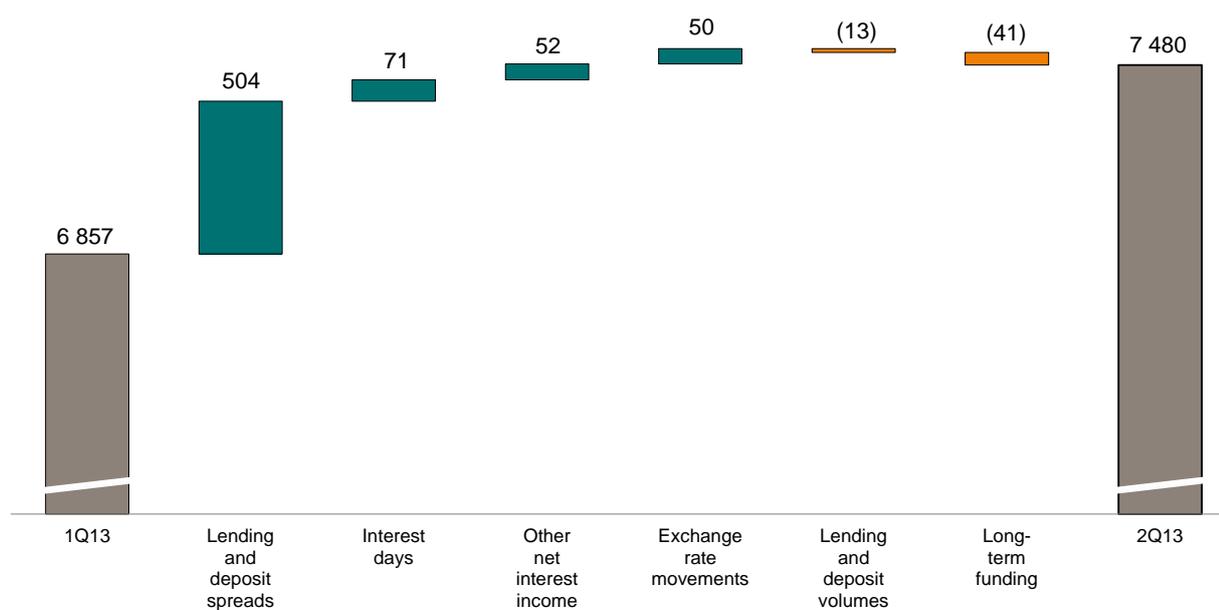
Changes in net interest income from 2nd quarter 2012 to 2nd quarter 2013

NOK million



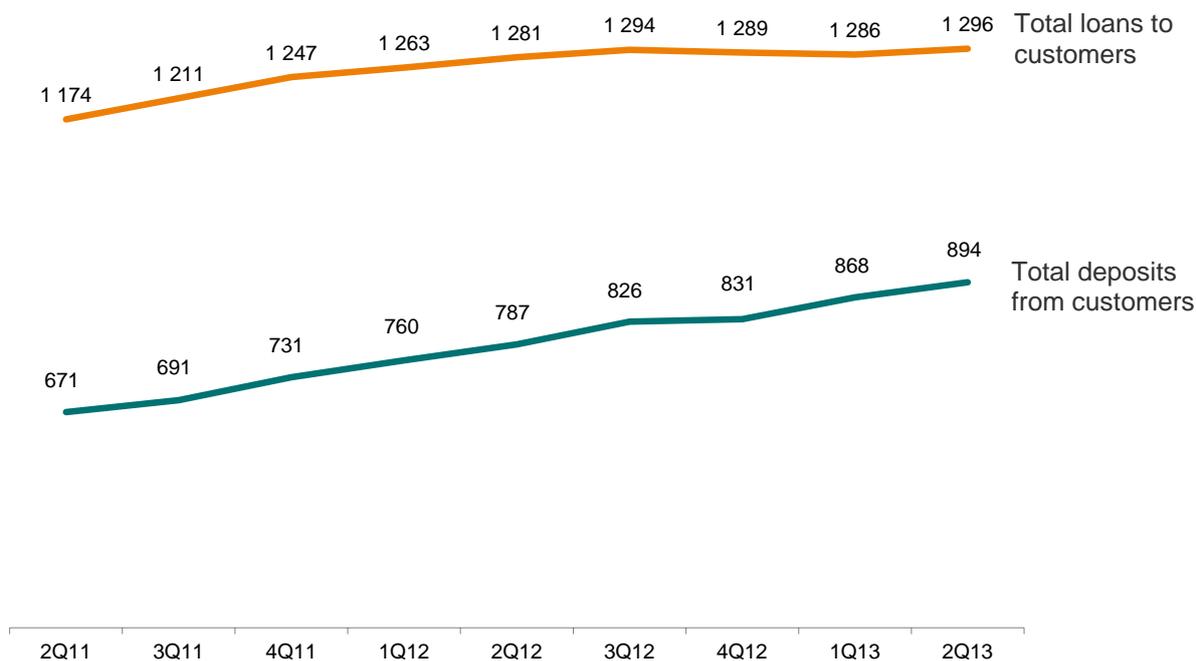
Changes in net interest income from 1st quarter 2013 to 2nd quarter 2013

NOK million



Development in average volumes – loans and deposits ¹⁾

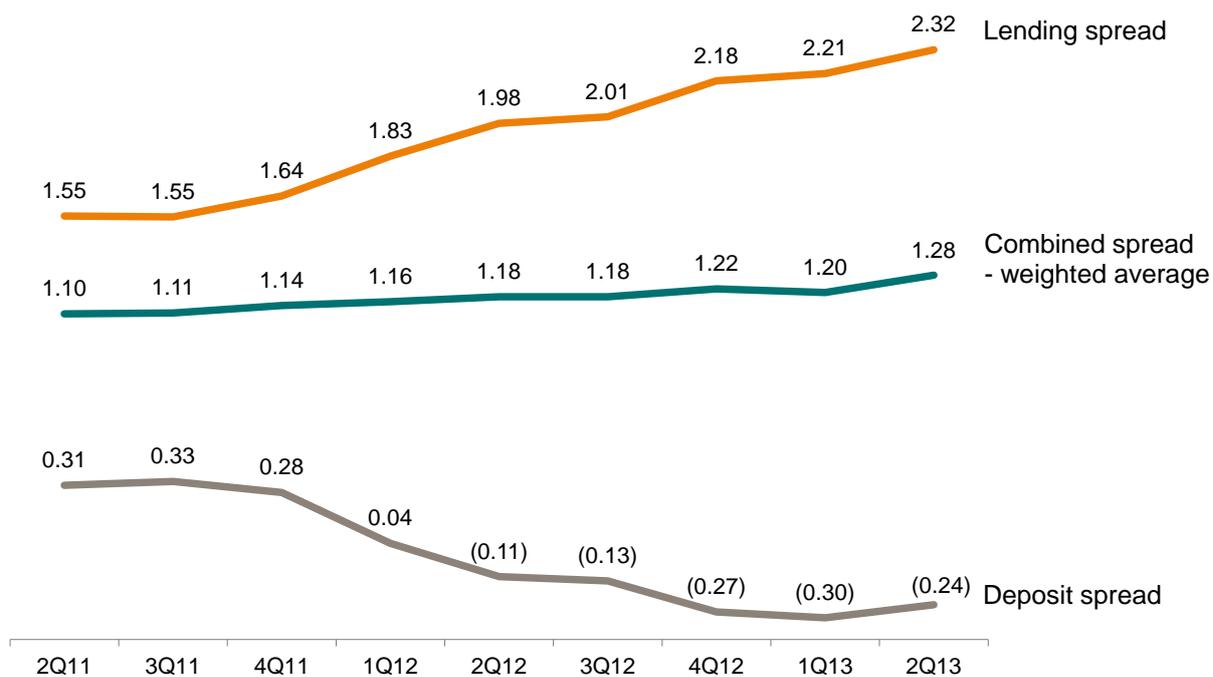
NOK billion



1) Average nominal amounts, excluding impaired loans

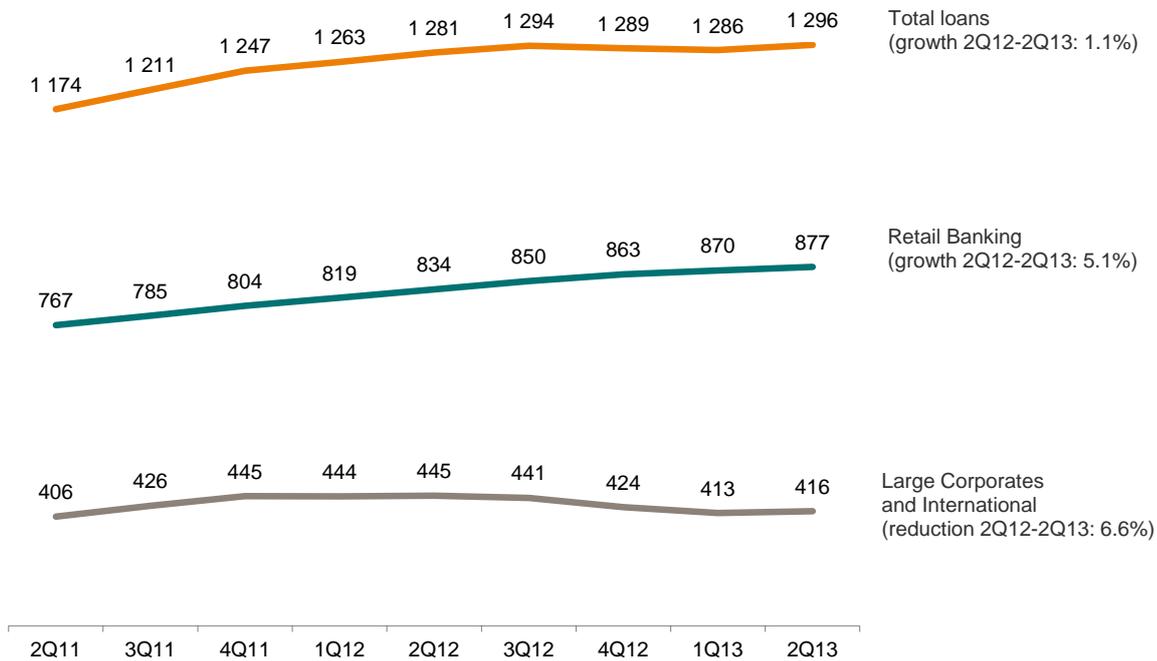
Quarterly development in average interest rate spreads

Per cent



Development in average volumes – loans to customers ¹⁾

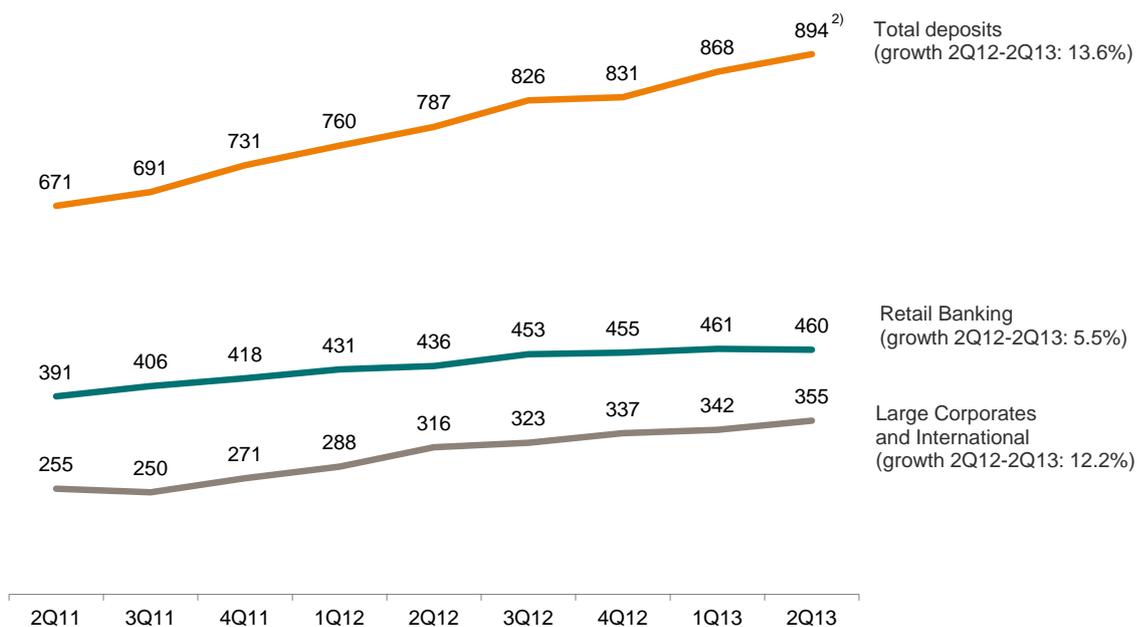
NOK billion



1) Average nominal amounts, excluding impaired loans

Development in average volumes – deposits from customers ¹⁾

NOK billion

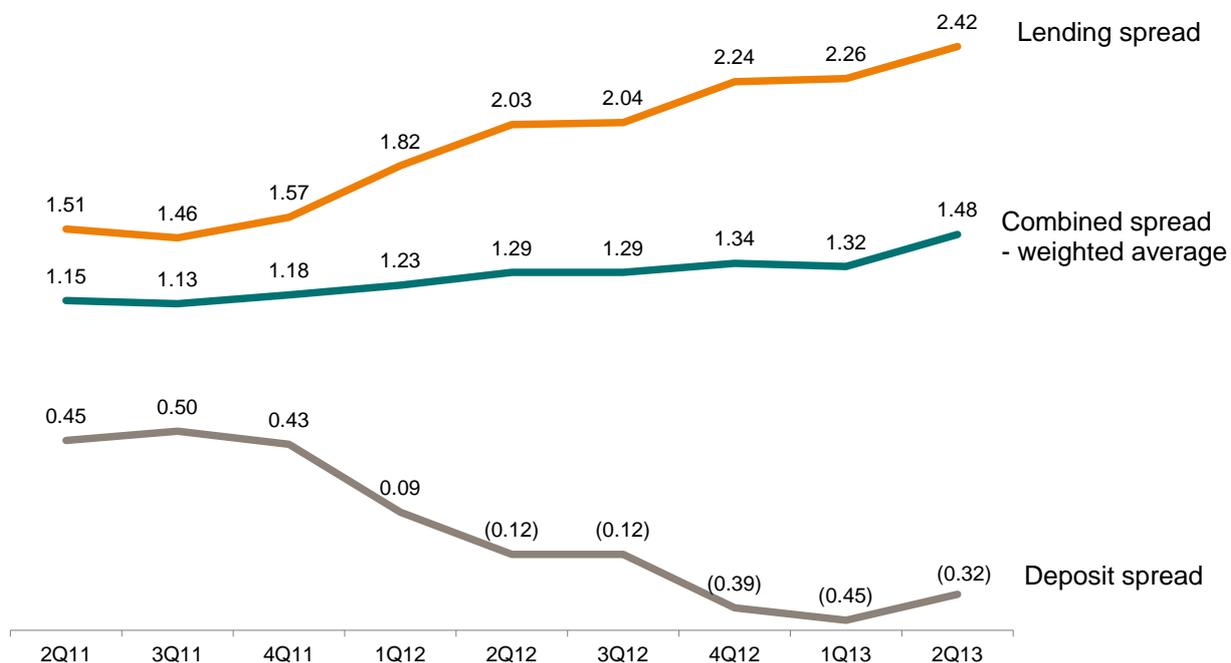


1) Average nominal amounts

2) Growth in total deposits from 2Q12 to 2Q13 excluding short-term money market deposits: 8.8%

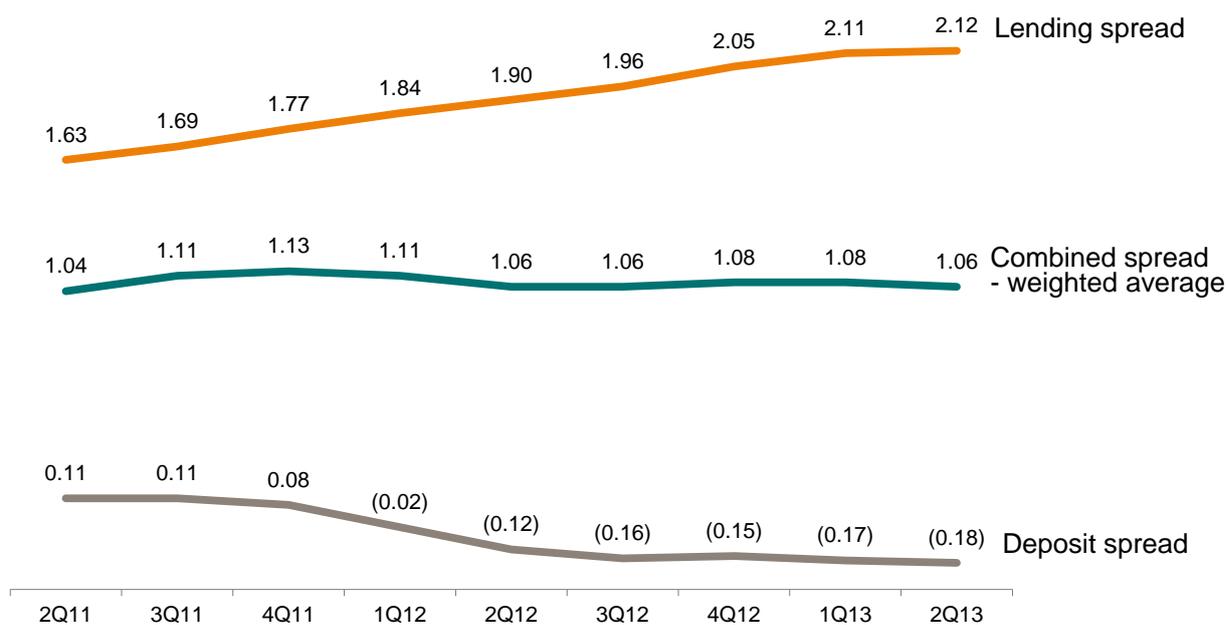
Development in average interest rate spreads – Retail Banking

Per cent



Development in average interest rate spreads – Large Corporates and International

Per cent



Net other operating income

Amounts in NOK million	2Q13	1Q13	4Q12	3Q12	2Q12	First half	
						2013	2012
Money transfer and interbank transactions	500	500	490	525	490	999	993
Asset management services	226	220	224	229	211	446	432
Credit broking	193	36	122	37	170	229	195
Real estate broking	351	263	288	263	316	613	583
Custodial services	43	45	52	50	46	88	86
Securities trading	53	49	22	28	23	102	41
Sale of insurance products	669	654	607	627	636	1 323	1 252
Other income from banking services	108	85	90	92	120	193	181
Net commissions and fees, core business	2 142	1 851	1 896	1 852	2 013	3 994	3 763
Net gains on equity investments ¹⁾	199	69	248	114	74	268	158
Corporate finance etc.	110	105	192	108	100	214	285
Profit from companies accounted for by the equity method ²⁾	70	74	177	246	141	145	366
Net gains on investment property	4	12	(16)	4	(184)	16	(328)
Other income	272	281	230	229	294	553	548
Net financial and risk result from DNB Livsforsikring ³⁾	230	220	140	178	103	450	396
Net premium income/insurance claims, DNB Skadeforsikring	119	75	78	105	92	194	142
Customer trading in FX and interest rate instruments, DNB Markets	357	380	336	343	389	738	792
FX and interest rate instruments, DNB Markets	382	636	421	1 077	775	1 018	2 185
Basis swaps	(88)	(233)	235	(566)	1 078	(321)	(1 355)
FX and interest rate instruments, other	512	212	124	(62)	330	724	(140)
Net financial items	2 167	1 831	2 165	1 776	3 191	3 998	3 048
Net other operating income, total	4 310	3 682	4 061	3 628	5 204	7 992	6 811
<i>As a percentage of total income</i>	<i>36.6</i>	<i>34.9</i>	<i>36.4</i>	<i>34.7</i>	<i>44.0</i>	<i>35.8</i>	<i>33.9</i>

*) Of which:

Net gains on assets in DNB Livsforsikring	2 051	3 960	3 482	4 318	1 935	6 011	6 483
Guaranteed returns, strengthened premium reserve and allocations to policyholders in DNB Livsforsikring	1 859	3 727	3 162	4 077	1 836	5 587	5 993
Premium income etc. included in the risk result in DNB Livsforsikring	1 303	1 355	1 196	1 586	991	2 659	2 321
Insurance claims etc. included in the risk result in DNB Livsforsikring	1 225	1 330	1 370	1 617	992	2 555	2 434
Net financial and risk result in DNB Livsforsikring	269	258	146	210	98	528	376
Eliminations in the group accounts	(39)	(38)	(7)	(32)	6	(78)	20
Net financial and risk result from DNB Livsforsikring ³⁾	230	220	140	178	103	450	396

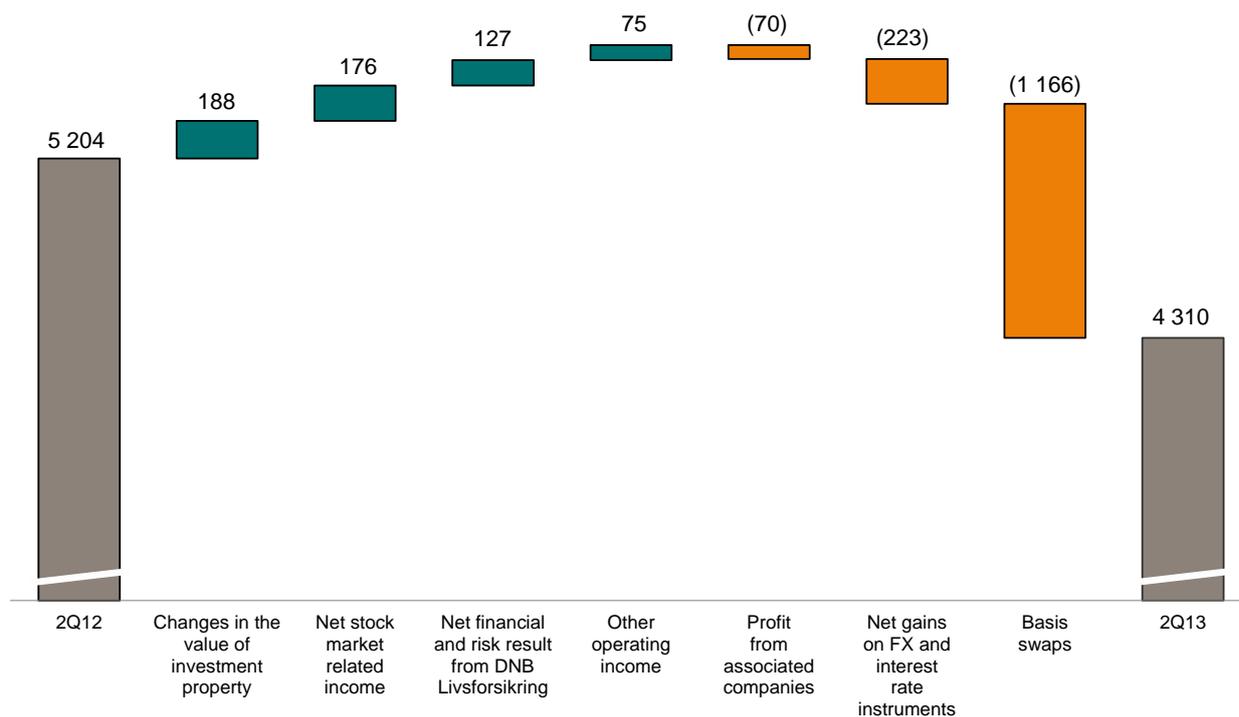
1) Includes dividends and equity related derivatives.

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

3) For a detailed specification of DNB Livsforsikring's income statement, see page 76.

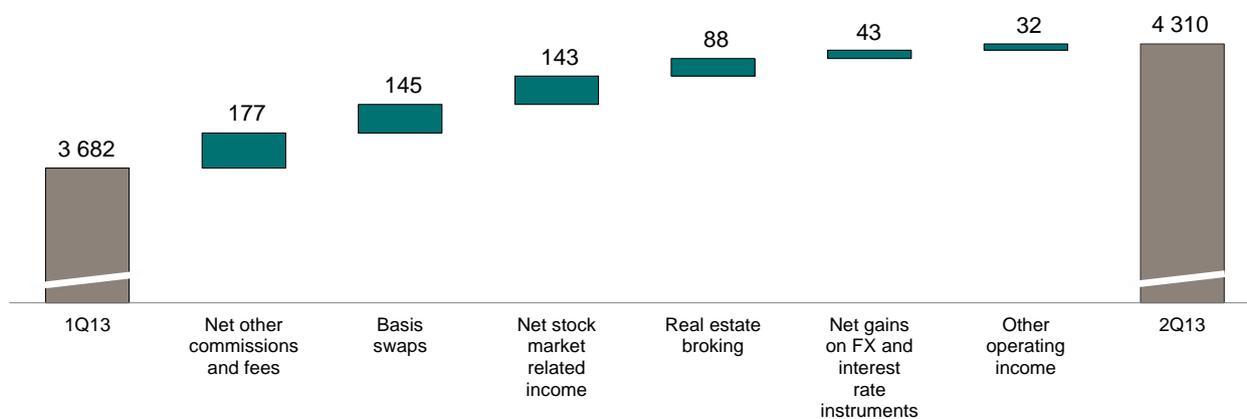
Changes in net other operating income from 2nd quarter 2012 to 2nd quarter 2013

NOK million



Changes in net other operating income from 1st quarter 2013 to 2nd quarter 2013

NOK million



Operating expenses

Amounts in NOK million	2Q13	1Q13	4Q12 ¹⁾	3Q12 ¹⁾	2Q12 ¹⁾	First half	
						2013	2012 ¹⁾
Salaries	2 036	1 890	1 880	2 006	2 002	3 926	3 958
Employer's national insurance contributions	289	278	262	282	290	566	579
Pension expenses ²⁾	116	277	364	299	282	394	573
Restructuring expenses ²⁾	605	28	88	37	5	633	6
Other personnel expenses	168	166	108	195	163	334	348
Total salaries and other personnel expenses	3 215	2 639	2 702	2 820	2 743	5 854	5 464
Fees ³⁾	327	281	373	317	308	608	598
IT expenses ³⁾	562	567	413	454	482	1 129	982
Postage and telecommunications	73	80	79	84	91	154	180
Office supplies	26	23	34	18	24	49	47
Marketing and public relations	226	204	204	219	229	431	481
Travel expenses	59	44	79	44	68	103	127
Reimbursement to Norway Post for transactions executed	38	28	34	39	35	66	66
Training expenses	10	15	21	10	13	24	34
Operating expenses on properties and premises	315	357	372	388	330	672	680
Operating expenses on machinery, vehicles and office equipment	30	32	35	35	39	62	72
Other operating expenses ⁴⁾	187	683	254	170	247	870	507
Total other expenses	1 853	2 316	1 899	1 779	1 866	4 169	3 773
Impairment losses for goodwill ⁵⁾	0	0	202	85	0	0	0
Depreciations and impairment of fixed and intangible assets ⁶⁾	593	529	651	460	494	1 122	923
Total depreciations and impairment of fixed and intangible assets	593	529	854	545	494	1 122	923
Total operating expenses	5 660	5 485	5 455	5 145	5 102	11 145	10 160

- 1) Due to changes in principles, some comparative figures have been restated. See further details in note 1 Accounting principles in the DNB Group's quarterly reports 2013.
- 2) In consequence of the restructuring process in DNB, provisions for restructuring costs were made. In addition, a reduction in pension commitments for employees who were granted severance packages was estimated, resulting in lower pension expenses in the second quarter of 2013. In this connection, actuarial calculations for DNB Bank ASA were also updated, using new calculation assumptions as at 30 June 2013. See further information in the comprehensive income statement.
- 3) Fees include system development fees and must be viewed relative to IT expenses.
- 4) During the first quarter of 2013, NOK 450 million was charged to the income statement in connection with the Supreme Court ruling regarding certain debt-financed structured products.
- 5) Impairment losses for goodwill of NOK 202 million relating to DNB Livsforsikring were recorded in the fourth quarter of 2012. Impairment losses for goodwill of NOK 47 million relating to SalusAnsvar and NOK 38 million to Pres-Vac were recorded in the third quarter of 2012.
- 6) Impairment losses for fixed and intangible assets in the fourth quarter of 2012 amounted to NOK 167 million, of which NOK 83 million was related to the early termination of leases in connection with the move to new headquarters. Early termination of leases and restructuring measures amounted to NOK 110 million in the second quarter of 2013.

Number of employees – full-time positions

Full-time positions	30 June 2013	31 March 2013	31 Dec. 2012	30 Sept. 2012	30 June 2012
Retail Banking ¹⁾	4 677	4 722	4 897	4 909	4 971
Large Corporates and International ²⁾	3 748	4 089	4 201	4 346	4 457
DNB Markets	687	693	722	721	717
Insurance and Asset Management	957	971	1 017	1 035	1 045
Staff and support units	2 481	2 486	2 454	2 415	2 402
Total ordinary operations ³⁾	12 550	12 962	13 291	13 426	13 592

- 1) The 2012 figures include SalusAnsvar AB, which was sold at the end of January 2013. At year-end 2012, SalusAnsvar's staff represented 137 full-time positions and 147 employees.
- 2) The reductions in the number of full-time positions in the second quarter of 2013 were mainly due to a new strategy in Poland, changing the bank's business profile from universal to corporate banking. In May, the customer portfolio in Poland comprising personal customers and small and medium-sized enterprises was transferred to a Polish bank. The transaction also entailed the transfer of 38 branch offices and approximately 250 employees.
- 3) The restructuring of the Group resulted in staff reductions in the second quarter of 2013.

Changes in operating expenses

<i>Amounts in NOK million</i>	2Q13	Change	2Q12 ¹⁾	Change in per cent
Total operating expenses	5 660	558	5 102	10.9
Non-recurring effects				
Restructuring costs - other	110	53	57	
Restructuring costs - employees	459	454	5	
Sale of SalusAnsvar	0	(25)	25	
Other	81	147	(66)	
Total adjusted operating expenses	5 010	(71)	5 081	(1.4)
Income-related costs				
Ordinary depreciation on operational leasing		23		
Performance-based pay		(77)		
Reclassifications		(20)		
Expenses directly related to operations				
Pension expenses		(18)		
IT expenses		89		
Wage inflation		72		
Staff reductions		(110)		
Other cost reductions		(29)		

<i>Amounts in NOK million</i>	2Q13	Change	1Q13	Change in per cent
Total operating expenses	5 660	176	5 485	3.2
Expenses relating to debt-financed structured products	0	(450)	450	
Non-recurring effects				
Restructuring costs - other	110	83	27	
Restructuring costs - employees	459	430	29	
Other	81	129	(48)	
Total adjusted operating expenses	5 010	(16)	5 026	(0.3)
Income-related costs				
Performance-based pay		57		
Expenses directly related to operations				
Pension expenses		(13)		
Fees		32		
Properties and premises		(44)		
Staff reductions		(24)		
Other cost reductions		(23)		

1) Due to changes in principles, some comparative figures have been restated. See further details in note 1 Accounting principles in the DNB Group's quarterly reports 2013.

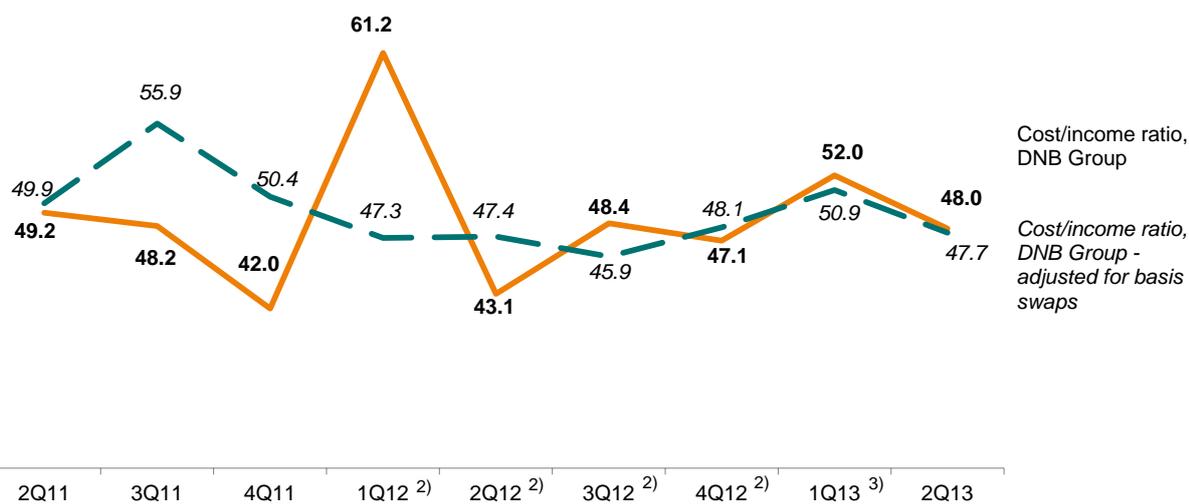
IT expenses

Amounts in NOK million	2Q13	1Q13	4Q12	3Q12	2Q12	First half	
						2013	2012
IT operating expenses	566	548	540	505	541	1 114	1 063
Systems development expenses	565	581	493	510	500	1 146	1 016
Total IT expenses ¹⁾	1 130	1 129	1 033	1 015	1 041	2 260	2 079

1) Including salaries and indirect costs.

Ordinary cost/income ratio ¹⁾

Per cent



1) Excluding impairment losses for goodwill and intangible assets.

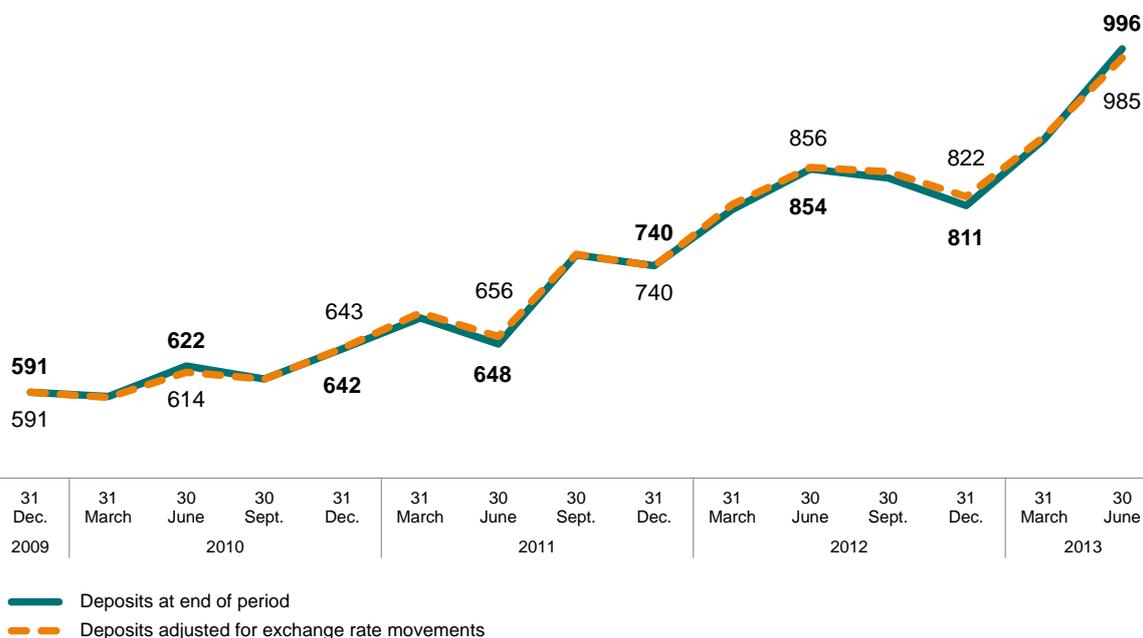
2) Due to changes in principles, some comparative figures have been restated. See further details in note 1 Accounting principles in the DNB Group's quarterly reports 2013.

3) Including provisions for debt-financed structured products.

Liquidity and funding

Development in volumes – deposits from customers

NOK billion



Funding

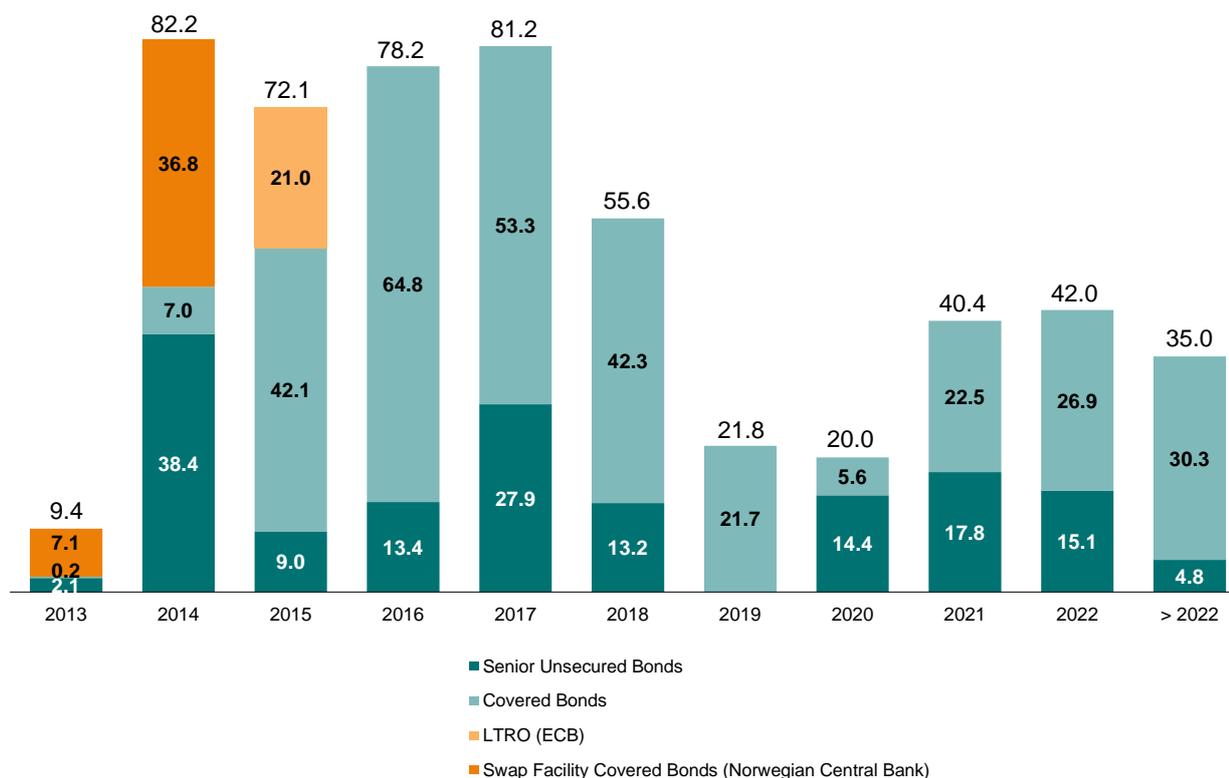
DNB Bank ASA issues senior debt and subordinated debt. DNB Boligkreditt AS, which is a wholly owned subsidiary of DNB Bank ASA, issues covered bonds. DNB issues bonds through large public transactions and private placements.

		NOK billion	Maturity
2013	Covered bonds	39.3	6.3
	Senior bonds	7.0	5.7
	Total	46.3	6.2
	Subordinated loans ¹⁾	1.3	5.0
	Total including subordinated loans	47.5	6.2
2012	Covered bonds	60.1	8.0
	Senior bonds	42.2	6.9
	Total	102.3	7.6
	Subordinated loans ¹⁾	5.5	5.0
	Total including subordinated loans	107.8	7.4
	In addition: LTRO funding	9.0	3.0
2011	Covered bonds	98.3	6.5
	Senior bonds	27.8	8.8
	Total	126.1	7.0
	In addition: LTRO funding	15.7	3.0

1) Callable after five years with a total maturity of ten years.

Redemption profile as of 30 June 2013

NOK billion



Asset encumbrance as of 30 June 2013

Distribution by type of liability (rows) and encumbered asset (columns)

Amounts in NOK million	Government/ guaranteed debt instru- ments	Supra- national debt instru- ments	Covered bonds	Debt issued by credit instru- tions	Debt issued by corporate and other issuers	Residential mortgages	Commercial real estate loans	Asset backed securities (ABS)	Retained covered bonds	Cash	Total
Due to central banks	0	0	0	0	0	43 955	0	21 476	0	0	65 431
Repurchase agreements	1 417	0	0	0	0	0	0	0	0	0	1 417
Derivatives	9 050	0	0	0	0	0	0	0	0	336	9 386
Covered bonds issued	0	0	0	0	0	333 786	0	0	0	0	333 786
Total	10 467	0	0	0	0	377 741	0	21 476	0	336	410 020

Additional assets available for secured funding

Amounts in NOK million	Government/ guaranteed debt instru- ments	Supra- national debt instru- ments	Covered bonds	Debt issued by credit instru- tions	Debt issued by corporate and other issuers	Residential mortgages	Commercial real estate loans	Asset backed securities (ABS)	Retained covered bonds	Cash	Total
Securities	99 626	5 695	82 143	5 480	3 906	0	0	21 801	0	0	218 651
Cover pool overcollateralisation ¹⁾	0	0	0	0	0	126 323	16 000	0	42 495	0	184 818
Cover pool eligible assets ²⁾	0	0	0	0	0	0	40 000	0	0	0	40 000
Total	99 626	5 695	82 143	5 480	3 906	126 323	56 000	21 801	42 495	0	443 469

1) Collateralisation in excess of regulatory minimum. Uncommitted, rating supportive overcollateralisation forms part of this volume.

2) Estimate.

Liquid assets as of 30 June 2013 ¹⁾

<i>Amounts in NOK million</i>	NOK	EUR	USD	Other	Total
Cash and deposits with central banks	1 988	47 714	374 529	57 613	481 844
Deposits with other banks	254	1 231	1 630	2 538	5 652
Securities issued or guaranteed by sovereigns, central banks or multilateral development banks ²⁾	66 279	4 710	22 042	6 594	99 626
Securities issued or guaranteed by municipalities or public sector entities	1 442	0	4 254	0	5 695
Covered bonds	0	0	0	0	0
- issued by other institutions	23 316	37 836	13 181	7 810	82 143
- own issued	42 495	0	0	0	42 495
Securities issued by non-financial corporates	3 649	16	187	54	3 906
Securities issued by financial corporates and ABS ²⁾	0	8 657	6 032	7 113	21 801
Other ³⁾	5 012	28 944	362	0	34 317
Total	144 434	129 108	422 216	81 721	777 480

1) Excluding assets in DNB Livsforsikring and encumbered securities. Including trading portfolio.

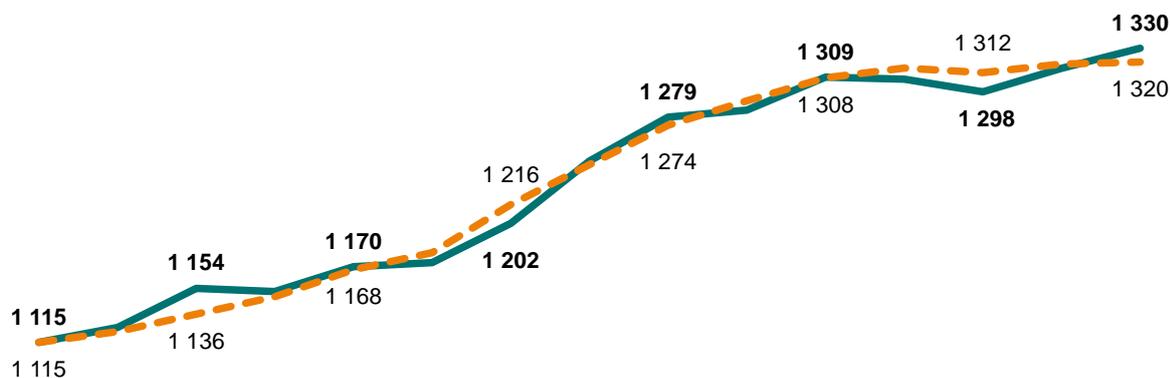
2) Including held-to-maturity portfolio.

3) Including collateral received in triparty repo.

Loans

Development in volumes – net loans to customers

NOK billion



31 Dec. 2009	31 March 2010	30 June 2010	30 Sept. 2010	31 Dec. 2010	31 March 2011	30 June 2011	30 Sept. 2011	31 Dec. 2011	31 March 2012	30 June 2012	30 Sept. 2012	31 Dec. 2012	31 March 2013	30 June 2013

- Loans at end of period
- - - Loans adjusted for exchange rate movements

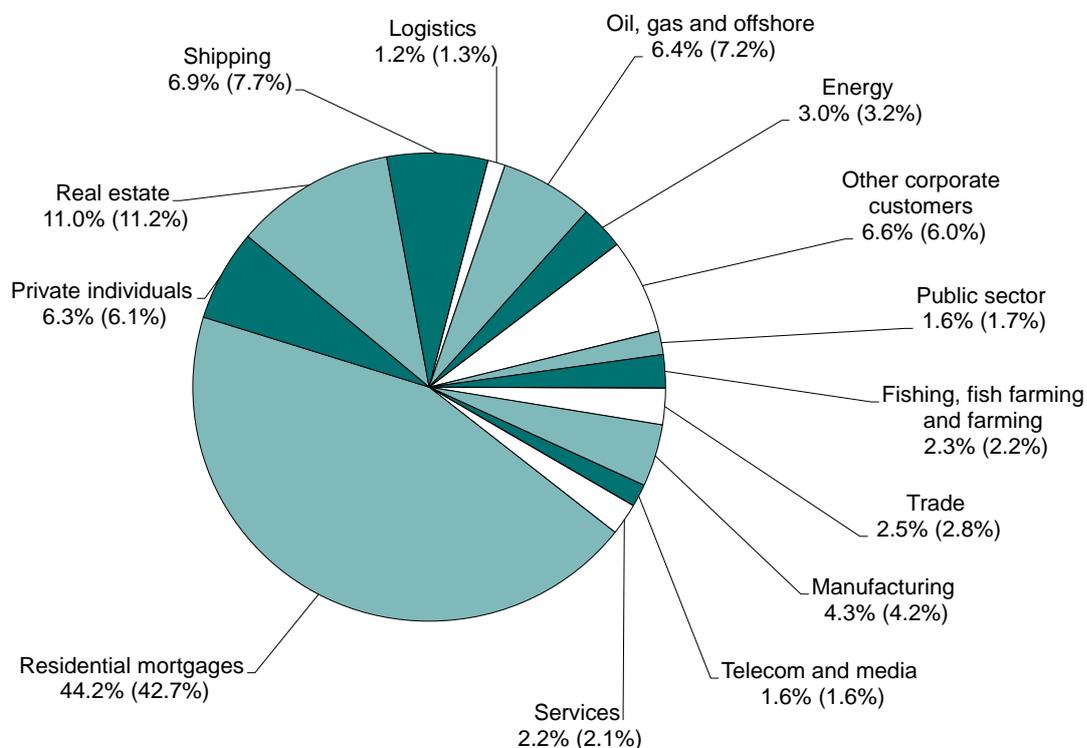
Net loans to principal customer groups, nominal amounts ¹⁾

Amounts in NOK billion	30 June 2013	31 March 2013	31 Dec. 2012	30 Sept. 2012	30 June 2012
Private individuals	668.8	655.3	647.6	636.4	624.6
Transportation by sea and pipelines and vessel construction	129.6	132.2	127.0	130.9	139.5
Real estate	184.2	183.3	184.9	191.2	190.2
Manufacturing	51.1	47.3	45.0	47.9	48.6
Services	79.5	78.6	77.2	79.9	83.9
Trade	34.9	35.2	35.7	36.7	39.9
Oil and gas	25.5	24.9	22.2	26.4	27.9
Transportation and communication	30.8	31.5	31.7	31.4	30.5
Building and construction	44.3	42.7	42.7	44.9	43.6
Power and water supply	31.3	30.9	29.8	32.2	31.7
Seafood	17.9	18.6	18.5	17.8	17.7
Hotels and restaurants	6.7	6.8	6.6	4.6	4.3
Agriculture and forestry	7.9	10.1	9.6	9.0	8.7
Central and local government	4.5	4.1	7.1	4.5	4.6
Other sectors	11.5	11.8	11.3	11.5	12.3
Net loans to customers	1 328.5	1 313.5	1 296.8	1 305.2	1 308.0

1) Loans after individual impairment. The breakdown into principal customer groups is based on standardised sector and industry categories set up by Statistics Norway.

Commitments

Exposure at default by segments as defined in DNB's management reporting as at 30 June 2013 ¹⁾



1) Distribution of exposure at default based on internal segmentation of customers, including net non-performing and net doubtful loans and guarantees. Comparable figures as at 30 June 2012 in parentheses.

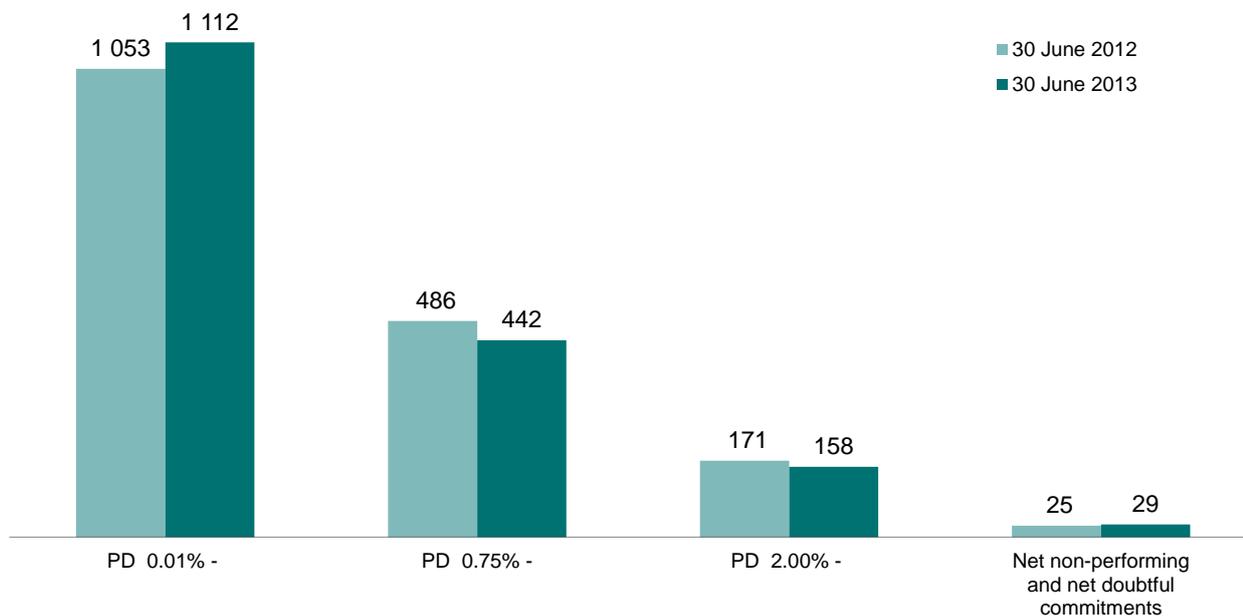
The Group's exposure to the PIIGS countries as at 30 June 2013

Amounts in NOK million	Government debt	International bond portfolio DNB Markets ¹⁾	Other units in the bank	Corporate portfolio DNB Livsforsikring	Total DNB Group	Common portfolio DNB Livsforsikring	
							of which investments in Treasury bonds
Portugal	0	1 995	1	0	1 996	17	0
Ireland	0	2 320	497	0	2 817	509	0
Italy	0	1 964	930	0	2 893	1 063	873
Greece	0	0	0	0	0	0	0
Spain	0	8 092	1 931	0	10 023	3 402	1 735
Total PIIGS	0	14 371	3 359	0	17 729	4 991	2 608

1) Markets' exposure to the PIIGS countries through its international bond portfolio mainly comprises residential mortgage-backed securities (RMBS). The portfolio includes no investments in Treasury bonds.

Risk classification of portfolio ^{1) 2)}

NOK billion



1) Based on DNB's risk classification system. The volumes represent the expected outstanding amount in the event of default.
PD = probability of default.

2) Figures for the first quarter of 2012 have been restated in consequence of an upward adjustment of PD for certain large corporate models.

DNB's risk classification ¹⁾

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

1) DNB's risk classification system, where 1 represents the lowest risk and 10 the highest risk.

Impairment of loans and guarantees

Impairment of loans and guarantees

<i>Amounts in NOK million</i>	2Q13	1Q13	4Q12	3Q12	2Q12	First half	
						2013	2012
Write-offs	326	65	144	56	62	391	144
New individual impairment	810	1 070	1 070	920	805	1 880	1 810
Total new individual impairment	1 136	1 135	1 214	976	867	2 271	1 955
Reassessed individual impairment	237	406	158	200	163	642	460
Recoveries on loans and guarantees previously written off	108	113	108	107	95	222	197
Net individual impairment	791	616	949	670	609	1 408	1 297
Change in collective impairment of loans	146	121	241	(148)	76	267	172
Impairment of loans and guarantees	937	737	1 190	521	685	1 674	1 469
Total impairment in relation to average volumes, annualised	0.29	0.23	0.36	0.16	0.21	0.26	0.23
- DNB excl. Baltics and Poland	0.28	0.22	0.37	0.15	0.19	0.25	0.21
- Baltics and Poland	0.47	0.51	0.27	0.43	0.74	0.49	0.61

Impairment of loans and guarantees per business area

<i>Amounts in NOK million</i>	2Q13	1Q13	4Q12	3Q12	2Q12	First half	
						2013	2012
<i>Individual impairment</i>							
Retail Banking							
- Private Customer Divisions	17	11	7	38	7	28	66
- Small and medium sized enterprises	162	76	317	96	80	238	240
- DNB Finans ¹⁾	131	95	78	68	123	225	212
Large Corporates and International							
- Nordic Corporates Division	61	(24)	27	(14)	(22)	37	(34)
- International Corporates and Institutions Division	82	8	(18)	12	144	90	127
- Shipping, Offshore and Logistics Division	198	347	315	293	142	545	357
- Energy Division	50	0	92	0	0	50	0
- Other units	1	1	70	60	5	2	91
DNB excl. Baltics and Poland	703	513	886	554	478	1 216	1 059
Baltics and Poland	88	104	62	115	132	192	238
Total individual impairment	791	616	949	670	609	1 408	1 297
<i>Collective impairment</i>							
DNB excl. Baltics and Poland	173	159	268	(90)	108	332	246
Baltics and Poland	(27)	(38)	(27)	(58)	(32)	(65)	(74)
Total collective impairment of loans	146	121	241	(148)	76	267	172
Impairment of loans and guarantees	937	737	1 190	521	685	1 674	1 469

1) Includes leasing, factoring and credit card and consumer financing.

Impairment of loans and guarantees for principal customer groups ¹⁾

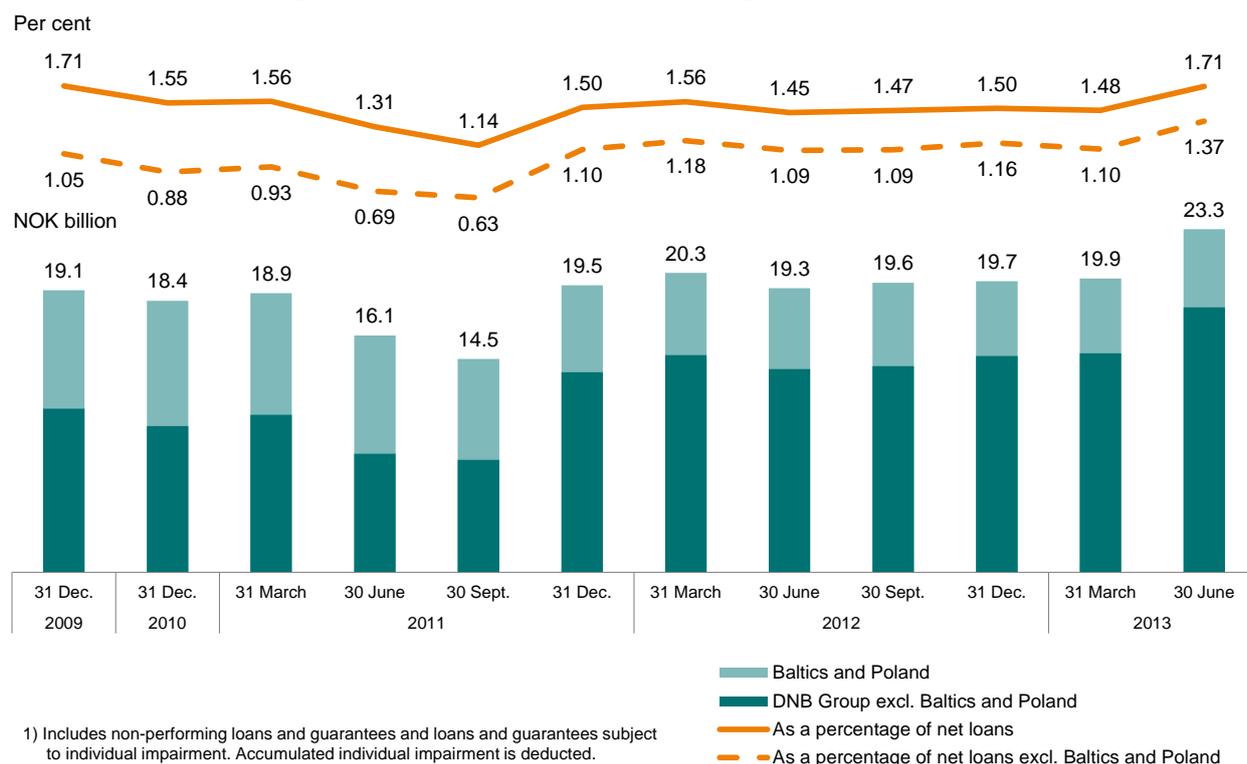
<i>Amounts in NOK million</i>	2Q13	1Q13	4Q12	3Q12	2Q12	First half	
						2013	2012
Private individuals	153	137	147	134	182	290	346
Transportation by sea and pipelines and vessel construction	236	357	345	341	259	593	455
Real estate	100	(5)	72	101	139	95	260
Manufacturing	(60)	(88)	(59)	(5)	(47)	(148)	(7)
Services	0	23	87	34	(1)	23	26
Trade	46	14	80	73	(63)	60	(15)
Oil and gas	8	0	0	0	0	8	35
Transportation and communication	54	61	32	22	29	115	42
Building and construction	146	105	128	(34)	71	251	114
Power and water supply	54	6	96	0	1	60	2
Seafood	7	3	0	7	1	10	(1)
Hotels and restaurants	5	(2)	13	(8)	23	3	29
Agriculture and forestry	(15)	(2)	6	6	(2)	(17)	(7)
Other sectors	8	8	(1)	(2)	17	15	19
Total customers	741	616	948	670	609	1 357	1 300
Credit institutions	50	0	1	(1)	1	50	(2)
Change in collective impairment of loans	146	121	241	(148)	76	267	172
Impairment of loans and guarantees ^{*)}	937	737	1 190	521	685	1 674	1 469
<i>*) Of which individual impairment of guarantees</i>	14	75	0	4	10	89	59

Impairment of loans and guarantees for principal customer groups 2Q13 ¹⁾

<i>Amounts in NOK million</i>	DNB excl. Baltics and Poland	Baltics and Poland	Total
Private individuals	110	43	153
Transportation by sea and pipelines and vessel construction	236	0	236
Real estate	62	38	100
Manufacturing	(51)	(9)	(60)
Services	1	(1)	0
Trade	38	8	46
Oil and gas	8	0	8
Transportation and communication	36	18	54
Building and construction	143	3	146
Power and water supply	54	0	54
Seafood	7	0	7
Hotels and restaurants	3	2	5
Agriculture and forestry	(2)	(13)	(15)
Other sectors	8	0	8
Total customers	653	88	741
Credit institutions	50	0	50
Change in collective impairment of loans	173	(27)	146
Impairment of loans and guarantees ^{*)}	876	61	937
<i>*) Of which individual impairment of guarantees</i>	14	0	14

1) The breakdown into principal customer groups is based on standardised sector and industry categories set up by Statistics Norway.

Net non-performing and net doubtful loans and guarantees ¹⁾



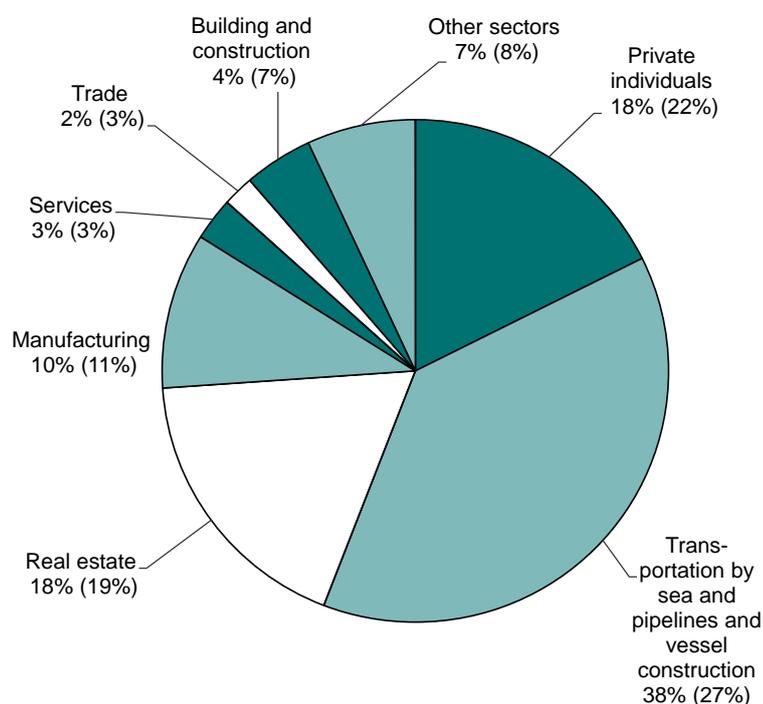
Provision ratio – net non-performing and net doubtful loans and guarantees ¹⁾

Amounts in NOK million	30 June 2013	31 March 2013	31 Dec. 2012	30 Sept. 2012	30 June 2012
Non-performing loans and guarantees	19 647	17 095	16 515	16 804	16 282
Doubtful loans and guarantees	14 096	12 785	12 697	12 436	12 433
Gross non-performing and gross doubtful loans and guarantees	33 743	29 880	29 212	29 240	28 715
Individual impairment	10 457	9 962	9 472	9 614	9 455
Net non-performing and net doubtful loans and guarantees	23 286	19 918	19 740	19 626	19 260
Collective impairment	2 680	2 476	2 321	2 104	2 289
Provision ratio (per cent)	38.9	41.6	40.4	40.1	40.9
Collateral for non-performing and doubtful loans and guarantees	21 845	18 844	19 148	18 455	18 956
Coverage ratio (per cent)	103.7	104.7	105.9	103.2	106.9

1) Provision ratio includes individual and collective impairment as a percentage of gross non-performing and gross doubtful loans and guarantees.

Net non-performing and net doubtful loans and guarantees for principal customer groups ^{1) 2)}

NOK 23 286 million as at 30 June 2013 (19 260)



1) Includes non-performing loans and guarantees and, in addition, loans and guarantees subject to individual impairment. Comparable figures as at 30 June 2012 in parentheses.

2) The breakdown into principal customer groups is based on standardised sector and industry categories set up by Statistics Norway.

Collective impairment for principal customer groups ¹⁾

Amounts in NOK million	30 June 2013	31 March 2013	31 Dec. 2012	30 Sept. 2012
Private individuals	483	459	499	516
Transportation by sea and pipelines and vessel construction	1 558	1 463	1 264	1 060
Real estate	80	69	76	78
Manufacturing	169	156	131	132
Services	85	79	81	74
Trade	83	75	82	59
Oil and gas	1	3	3	4
Transportation and communication	29	27	28	26
Building and construction	60	50	56	53
Power and water supply	5	6	7	7
Seafood	52	50	60	63
Hotels and restaurants	6	6	5	4
Agriculture and forestry	8	9	11	10
Other sectors	24	25	19	17
Total customers	2 642	2 476	2 321	2 104
Credit institutions	0	0	0	0
Total collective impairment of loans ^{*)}	2 642	2 476	2 321	2 104

*) Of which collective impairment in Baltics and Poland

266

278

315

343

1) The breakdown into principal customer groups is based on standardised sector and industry categories set up by Statistics Norway.

Net non-performing and net doubtful loans and guarantees for principal customer groups ¹⁾

<i>Amounts in NOK million</i>	Gross non-performing and doubtful loans and guarantees		Total individual impairment		Net non-performing and net doubtful loans and guarantees	
	30 June		30 June		30 June	
	2013	2012	2013	2012	2013	2012
Private individuals	6 510	6 526	2 955	2 801	3 555	3 725
Transportation by sea and pipelines and vessel construction	8 368	5 620	1 984	848	6 384	4 772
Real estate	5 419	4 934	1 711	1 705	3 708	3 229
Manufacturing	2 925	3 067	698	1 147	2 227	1 920
Services	1 324	1 242	781	702	543	540
Trade	941	1 235	537	755	404	480
Oil and gas	140	55	44	36	96	19
Transportation and communication	1 017	948	456	419	561	529
Building and construction	1 667	1 873	758	659	909	1 214
Power and water supply	288	72	176	67	112	5
Seafood	98	89	35	26	63	63
Hotels and restaurants	365	445	131	143	234	302
Agriculture and forestry	191	268	75	84	116	184
Other sectors	55	151	40	38	15	113
Total customers	29 308	26 525	10 382	9 430	18 926	17 095
Credit institutions	82	25	75	25	7	0
Total impaired loans and guarantees	29 390	26 550	10 457	9 455	18 933	17 095
Non-performing loans and guarantees not subject to impairment	4 353	2 165	-	-	4 353	2 165
Total non-performing and doubtful loans and guarantees	33 743	28 715	10 457	9 455	23 286	19 260

Net non-performing and net doubtful loans and guarantees for principal customer groups as at 30 June 2013 ¹⁾

<i>Amounts in NOK million</i>	DNB excl. Baltics and Poland	Baltics and Poland	Total
Private individuals	2 137	1 418	3 555
Transportation by sea and pipelines and vessel construction	6 356	28	6 384
Real estate	2 007	1 701	3 708
Manufacturing	1 837	390	2 227
Services	346	197	543
Trade	182	222	404
Oil and gas	96	0	96
Transportation and communication	406	155	561
Building and construction	617	292	909
Power and water supply	44	68	112
Seafood	63	0	63
Hotels and restaurants	63	171	234
Agriculture and forestry	85	31	116
Other sectors	14	0	15
Total customers	14 253	4 673	18 926
Credit institutions	7	0	7
Total net impaired loans and guarantees	14 260	4 673	18 933
Non-performing loans and guarantees not subject to impairment	3 735	618	4 353
Total net non-performing and doubtful loans and guarantees	17 995	5 291	23 286

1) The breakdown into principal customer groups is based on standardised sector and industry categories set up by Statistics Norway.

Net non-performing and net doubtful loans and guarantees per business area ¹⁾

<i>Amounts in NOK million</i>	30 June 2013	31 March 2013	31 Dec. 2012	30 Sept. 2012	30 June 2012
Retail Banking	5 785	5 691	5 931	5 997	5 968
Large Corporates and International ^{*)}	17 501	14 227	13 809	13 629	13 292
Net non-performing and net doubtful loans and guarantees ^{**)}	23 286	19 918	19 740	19 626	19 260
*) Of which Baltics and Poland	5 291	5 061	5 067	5 652	5 473
***) Of which Norwegian units	8 738	8 533	8 513	8 148	7 842

1) Includes non-performing loans and guarantees and loans and guarantees subject to individual impairment. Accumulated individual impairment is deducted.

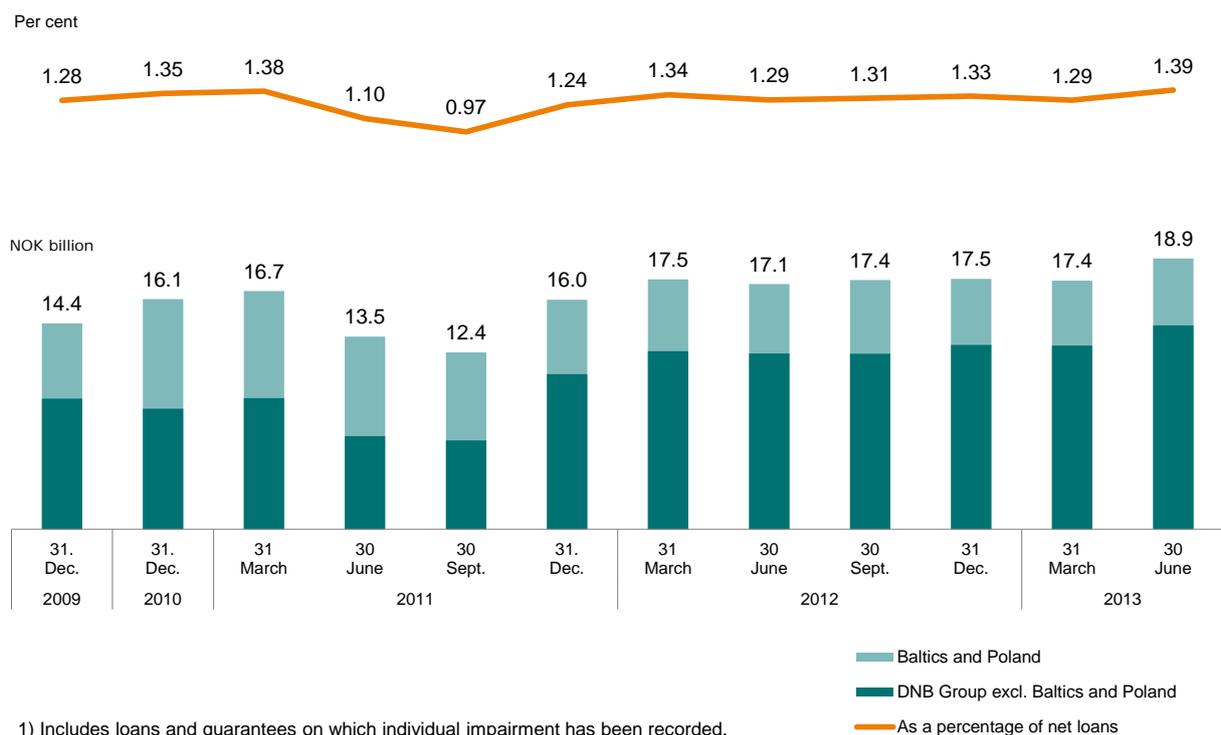
Development in net non-performing and net doubtful loans and guarantees ¹⁾

<i>Amounts in NOK million</i>	2Q13		1Q13		4Q12		3Q12		2Q12	
	Private individuals	Corporate customers								
Net non-performing and net doubtful loans and guarantees at beginning of period	3 894	16 024	4 087	15 653	4 039	15 587	4 304	14 956	4 208	16 089
New non-performing and doubtful loans and guarantees	860	4 693	545	1 619	790	2 894	637	2 987	868	3 047
Transferred to current loans and guarantees	585	1 237	668	1 134	615	2 586	818	2 236	674	4 134
Write-offs etc.	65	298	70	114	127	242	84	120	98	46
Net non-performing and net doubtful loans and guarantees at end of period	4 104	19 182	3 894	16 024	4 087	15 653	4 039	15 587	4 304	14 956

1) Of which Baltics and Poland:

Net non-performing and net doubtful loans and guarantees at beginning of period	1 509	3 552	1 500	3 567	1 512	4 140	1 571	3 902	1 600	3 965
New non-performing and doubtful loans and guarantees	82	371	67	145	88	95	41	742	119	187
Transferred to current loans and guarantees	62	161	58	160	100	663	100	477	148	250
Write-offs etc.	0	0	0	0	0	4	0	27	0	0
Net non-performing and net doubtful loans and guarantees at end of period	1 529	3 762	1 509	3 552	1 500	3 567	1 512	4 140	1 571	3 902

Net impaired loans and guarantees ¹⁾



Provision ratio – net impaired loans and guarantees ¹⁾

Amounts in NOK million	30 June 2013	31 March 2013	31 Dec. 2012	30 Sept. 2012	30 June 2012
Gross impaired loans and guarantees subject to individual impairment	29 390	27 346	26 984	27 045	26 550
Individual impairment	10 457	9 962	9 472	9 614	9 455
Net impaired loans and guarantees	18 933	17 384	17 512	17 431	17 095
Collective impairment	2 680	2 476	2 321	2 104	2 289
Provision ratio (per cent)	44.7	45.5	43.7	43.3	44.2
Collateral for impaired loans and guarantees	17 089	15 881	15 708	15 204	15 718
Coverage ratio (per cent)	102.8	103.6	101.9	99.5	103.4

1) Provision ratio includes individual and collective impairment as a percentage of gross impaired loans and guarantees subject to individual impairment.

Capital adequacy

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

Primary capital

<i>Amounts in NOK million</i>	30 June 2013	31 March 2013	31 Dec. 2012	30 Sept. 2012	30 June 2012	31 March 2012	31 Dec. 2011	30 Sept. 2011	30 June 2011
Share capital	16 288	16 270	16 269	16 288	16 261	16 275	16 260	16 273	16 253
Other equity	107 628	110 456	111 767	98 329	98 230	101 483	101 555	88 613	88 378
50 per cent of profits for the year to date	3 490	1 591	-	4 924	3 170	880	-	4 445	3 199
Total equity	127 405	128 317	128 035	119 541	117 661	118 638	117 815	109 331	107 830
Deductions	(9 135)	(12 703)	(12 408)	(10 047)	(9 935)	(13 550)	(13 624)	(10 186)	(9 506)
Common equity Tier 1 capital	118 270	115 614	115 627	109 494	107 726	105 088	104 191	99 145	98 324
Perpetual subordinated loan capital securities ^{1) 2)}	3 236	3 089	3 162	5 997	6 090	6 033	6 159	6 140	5 903
Tier 1 capital	121 506	118 702	118 790	115 491	113 816	111 121	110 350	105 285	104 227
Tier 2 capital	14 342	14 129	16 278	17 746	18 229	21 603	16 566	18 815	20 388
Total eligible primary capital ³⁾	135 848	132 831	135 068	133 237	132 045	132 724	126 916	124 100	124 615
Risk-weighted volume, basis for transitional rule, Basel I	1 258 267	1 250 961	1 226 117	1 242 502	1 269 008	1 275 327	1 269 037	1 259 577	1 178 973
80 per cent of RWA, transitional rule	1 006 614	1 000 769	980 894	994 002	1 015 206	1 020 262	1 015 230	1 007 661	943 178
Net risk-weighted volume Insurance	91 879	93 557	94 538	98 353	101 176	103 987	96 345	118 726	121 295
Risk-weighted volume, transitional rule	1 098 493	1 094 325	1 075 672	1 092 354	1 116 382	1 124 249	1 111 574	1 126 388	1 064 474
Minimum capital requirement, transitional rules	87 879	87 546	86 054	87 388	89 311	89 940	88 926	90 111	85 158
Common Equity Tier 1 capital ratio, transitional rules (%)	10.8	10.6	10.7	10.0	9.6	9.3	9.4	8.8	9.2
Tier 1 capital ratio, transitional rules (%)	11.1	10.8	11.0	10.6	10.2	9.9	9.9	9.3	9.8
Capital ratio, transitional rules (%) ⁴⁾	12.4	12.1	12.6	12.2	11.8	11.8	11.4	11.0	11.7
Risk-weighted volume, Basel II	1 044 188	1 032 169	1 024 645	1 029 025	1 054 388	1 044 412	1 061 772	1 060 777	992 912
Minimum capital requirement, Basel II	83 535	82 573	81 972	82 322	84 351	83 553	84 942	84 862	79 433
Common Equity Tier 1 capital ratio, Basel II (%)	11.3	11.2	11.3	10.6	10.2	10.1	9.8	9.3	9.9
Tier 1 capital ratio, Basel II (%)	11.6	11.5	11.6	11.2	10.8	10.6	10.4	9.9	10.5
Capital ratio, Basel II (%)	13.0	12.9	13.2	12.9	12.5	12.7	12.0	11.7	12.6
Risk-weighted volume, full IRB	981 452	967 123	959 319	956 724	963 337	965 796	973 948	955 846	877 925
Minimum capital requirement, full IRB	78 516	77 370	76 746	76 538	77 067	77 264	77 916	76 468	70 234
Common Equity Tier 1 capital ratio, full IRB (%)	12.1	12.0	12.1	11.4	11.2	10.9	10.7	10.4	11.2
Tier 1 capital ratio, full IRB (%)	12.4	12.3	12.4	12.1	11.8	11.5	11.3	11.0	11.9
Capital ratio, full IRB (%)	13.8	13.7	14.1	13.9	13.7	13.7	13.0	13.0	14.2
Common Equity Tier 1 capital ratio, Basel III (%)	12.1	12.1	12.1	10.8	10.6	-	-	-	-

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

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

Basel II

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

Specification of capital requirements

<i>Amounts in NOK million</i>	30 June 2013	31 March 2013	31 Dec. 2012	30 Sept. 2012	30 June 2012	31 March 2012	31 Dec. 2011	30 Sept. 2011	30 June 2011
IRB approach									
Corporate	30 442	29 689	29 417	29 861	30 710	29 773	30 453	29 113	25 504
Specialised Lending (SL)	169	176	192	180	306	289	286	166	133
Retail - mortgage loans	5 473	5 321	5 655	5 629	5 522	5 480	5 515	5 407	4 981
Retail - other exposures	1 907	1 882	1 839	2 000	1 983	1 977	1 891	1 869	1 813
Securitisation	1 911	1 911	1 893	853	775	704	752	827	778
Total credit risk, IRB approach	39 903	38 979	38 997	38 522	39 296	38 223	38 898	37 382	33 209
Standardised approach									
Central government	5	3	10	9	14	5	10	4	4
Institutions	2 219	2 269	2 040	1 888	1 858	2 108	1 922	2 050	1 781
Corporate	18 925	18 992	19 227	19 399	20 634	20 095	22 278	22 305	21 134
Retail - mortgage loans	2 448	2 413	2 189	1 818	1 861	1 665	1 674	1 613	1 507
Retail - other exposures	2 425	2 039	1 872	2 781	3 046	2 825	2 857	2 605	2 530
Equity positions	253	243	262	325	237	239	288	322	249
Securitisation	57	57	69	94	117	109	143	81	89
Other assets	911	888	758	1 102	893	993	901	999	874
Total credit risk, standardised approach	27 242	26 903	26 426	27 417	28 660	28 038	30 074	29 981	28 168
Total credit risk ¹⁾	67 145	65 882	65 423	65 939	67 957	66 261	68 971	67 363	61 377
Market risk									
Position risk, debt instruments	3 153	3 340	3 110	3 071	2 869	3 539	2 833	3 056	3 231
Position risk, equity instruments	102	100	104	98	91	96	95	46	43
Currency risk	0	0	0	0	0	0	0	0	162
Commodity risk	5	6	5	0	0	0	0	0	0
Total market risk	3 260	3 447	3 219	3 168	2 960	3 635	2 928	3 102	3 436
Operational risk	5 793	5 793	5 793	5 386	5 386	5 386	5 386	4 956	4 956
Net insurance, after eliminations	7 350	7 485	7 563	7 868	8 094	8 319	7 708	9 498	9 704
Deductions	(13)	(33)	(27)	(39)	(45)	(47)	(50)	(56)	(38)
Total capital requirements according to Basel II	83 535	82 573	81 972	82 322	84 351	83 553	84 942	84 862	79 433
Additional capital requirements according to transitional rules	4 344	4 973	4 082	5 066	4 959	6 387	3 984	5 249	5 725
Total capital requirements according to transitional rules	87 879	87 546	86 054	87 388	89 311	89 940	88 926	90 111	85 158

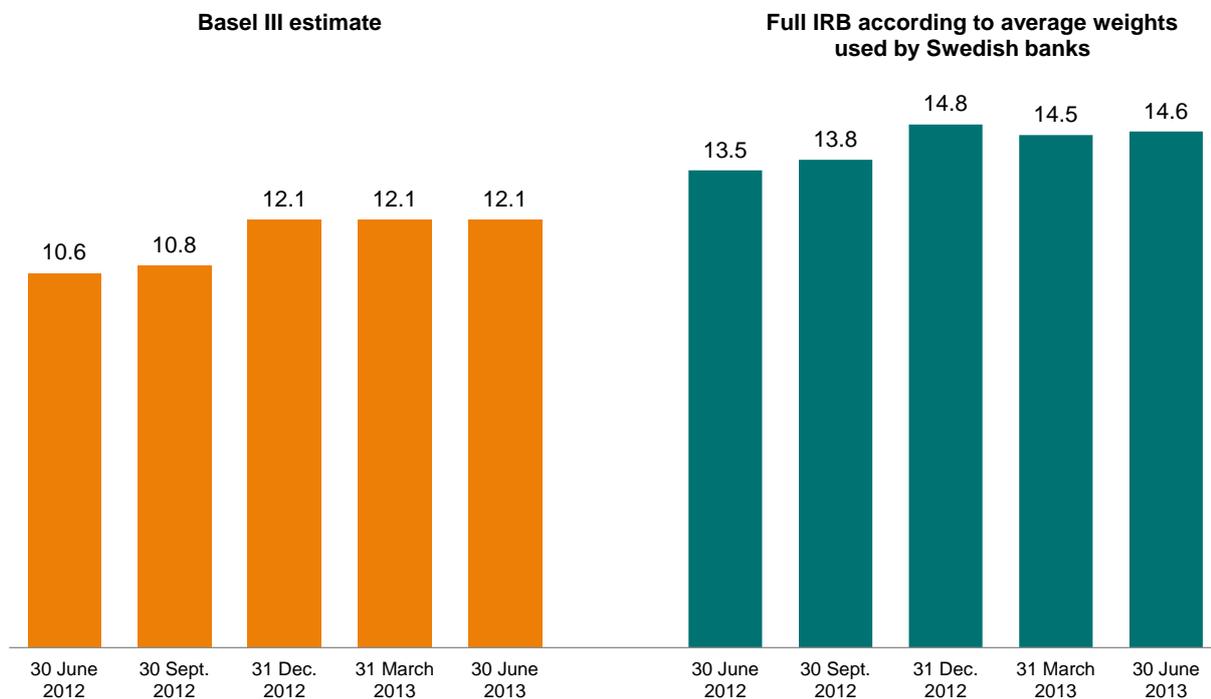
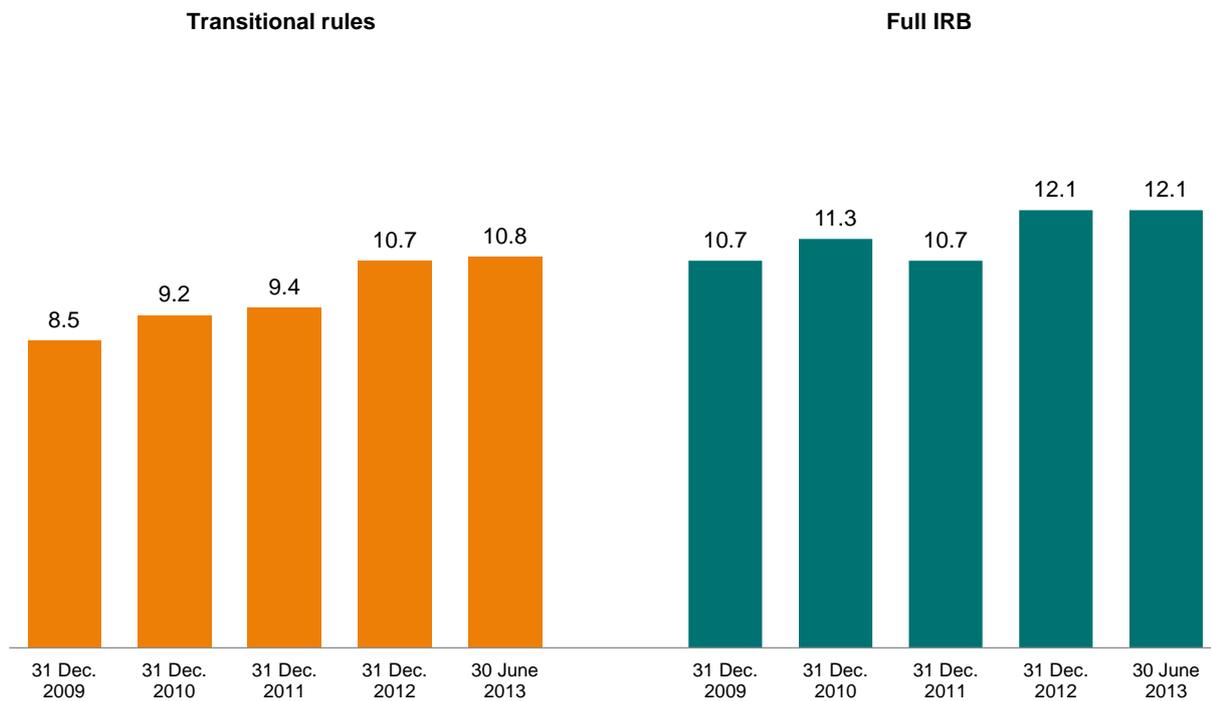
1) See below for further details.

Specification of capital requirements as at 30 June 2013

<i>Amounts in NOK million</i>	Nominal exposure	EAD, exposure at default	Average risk weights (per cent)	Risk-weighted volume	Capital requirements
IRB approach					
Corporate	848 683	702 570	54.2	380 523	30 442
Specialised Lending (SL)	4 065	3 984	53.1	2 117	169
Retail - mortgage loans	602 582	602 580	11.4	68 415	5 473
Retail - other exposures	101 393	83 273	28.6	23 843	1 907
Securitisation	67 999	67 999	35.1	23 889	1 911
Total credit risk, IRB approach	1 624 722	1 460 406	34.2	498 787	39 903
Standardised approach					
Central government	113 928	122 772	0.1	64	5
Institutions	148 085	115 014	24.1	27 740	2 219
Corporate	325 720	251 315	94.1	236 556	18 925
Retail - mortgage loans	56 416	53 827	56.8	30 599	2 448
Retail - other exposures	83 845	41 173	73.6	30 306	2 425
Equity positions	3 272	3 272	96.8	3 166	253
Securitisation	3 848	3 848	18.4	710	57
Other assets	11 385	11 385	100.0	11 385	911
Total credit risk, standardised approach	746 499	602 606	56.5	340 526	27 242

Common Equity Tier 1 capital ratio ¹⁾

Per cent



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

Financial results

Income statement

Amounts in NOK million						First half	
	2Q13	1Q13	4Q12 ¹⁾	3Q12 ¹⁾	2Q12 ¹⁾	2013	2012 ²⁾
Total interest income	15 014	14 600	15 002	15 926	16 080	29 614	32 140
Total interest expenses	7 534	7 743	7 901	9 098	9 446	15 277	18 853
Net interest income	7 480	6 857	7 101	6 828	6 634	14 337	13 287
Commission and fee income etc.	2 488	2 249	2 363	2 285	2 377	4 736	4 651
Commission and fee expenses etc.	586	555	563	587	580	1 142	1 187
Net gains on financial instruments at fair value	1 363	1 063	1 363	906	2 646	2 426	1 640
Net gains on assets in DNB Livsforsikring	2 009	3 925	3 430	4 286	1 940	5 934	6 503
Guaranteed returns, strengthened premium reserve and allocations to policyholders in DNB Livsforsikring	1 856	3 731	3 117	4 077	1 836	5 587	5 993
Premium income etc. included in the risk result in DNB Livsforsikring	1 303	1 355	1 196	1 586	991	2 659	2 321
Insurance claims etc. included in the risk result in DNB Livsforsikring	1 225	1 330	1 370	1 617	992	2 555	2 434
Premium income, DNB Skadeforsikring	338	331	324	313	310	669	613
Insurance claims etc., DNB Skadeforsikring	219	256	246	207	218	475	472
Profit from companies accounted for by the equity method	70	74	177	246	141	145	366
Net gains on investment property	4	12	(16)	4	(184)	16	(328)
Other income	623	543	518	492	609	1 166	1 131
Net other operating income	4 310	3 682	4 061	3 628	5 204	7 992	6 811
Total income	11 790	10 539	11 162	10 456	11 837	22 329	20 098
Salaries and other personnel expenses	3 215	2 639	2 702	2 820	2 743	5 854	5 464
Other expenses	1 853	2 316	1 899	1 779	1 866	4 169	3 773
Depreciation and impairment of fixed and intangible assets	593	529	854	545	494	1 122	923
Total operating expenses	5 660	5 485	5 455	5 145	5 102	11 145	10 160
Pre-tax operating profit before impairment	6 130	5 054	5 707	5 311	6 735	11 184	9 938
Net gains on fixed and intangible assets	(9)	4	(65)	20	37	(5)	44
Impairment of loans and guarantees	937	737	1 190	521	685	1 674	1 469
Pre-tax operating profit	5 184	4 321	4 453	4 810	6 088	9 505	8 513
Taxes	1 379	1 149	614	1 269	1 566	2 528	2 197
Profit from operations held for sale, after taxes	(7)	10	4	0	92	3	92
Profit for the period	3 798	3 181	3 843	3 541	4 614	6 979	6 408
Earnings/diluted earnings per share (NOK)	2.33	1.96	2.36	2.17	2.84	4.29	3.94
Earnings per share excluding operations held for sale (NOK)	2.34	1.95	2.36	2.17	2.78	4.29	3.88

Balance sheet

Amounts in NOK million	30 June	31 March	31 Dec.	30 Sept.	30 June
	2013	2013	2012 ¹⁾	2012 ¹⁾	2012 ¹⁾
Cash and deposits with central banks	481 844	397 835	298 892	367 409	410 135
Due from credit institutions	52 673	65 459	37 136	42 424	32 258
Loans to customers	1 329 665	1 315 104	1 297 892	1 307 047	1 308 599
Commercial paper and bonds at fair value	253 753	239 527	224 750	198 774	196 935
Shareholdings	46 349	56 906	48 288	47 884	49 417
Financial assets, customers bearing the risk	30 604	30 059	28 269	27 600	25 391
Financial derivatives	95 268	94 509	96 584	101 302	90 707
Commercial paper and bonds, held to maturity	155 005	155 362	157 330	190 312	170 499
Investment property	34 434	33 761	39 496	45 060	45 573
Investments in associated companies	2 936	2 962	2 882	2 795	2 552
Intangible assets	6 791	6 774	6 718	7 035	7 097
Deferred tax assets	1 317	1 276	1 123	631	633
Fixed assets	11 067	11 006	10 825	6 966	6 780
Assets held for sale	211	150	417	15	9
Other assets	20 893	23 124	14 200	23 732	25 623
Total assets	2 522 810	2 433 815	2 264 801	2 368 983	2 372 208
Due to credit institutions	318 504	336 528	251 388	293 530	294 125
Deposits from customers	996 372	889 043	810 959	843 340	853 877
Financial derivatives	70 687	64 615	63 274	66 207	60 857
Debt securities issued	695 638	689 923	708 047	727 925	729 309
Insurance liabilities, customers bearing the risk	30 604	30 059	28 269	27 600	25 391
Liabilities to life insurance policyholders in DNB Livsforsikring	227 009	226 367	221 185	220 574	218 081
Insurance liabilities, DNB Skadeforsikring	2 099	2 116	1 780	1 914	1 954
Payable taxes	3 004	8 232	6 831	3 267	1 584
Deferred taxes	1 546	1 280	1 284	2 449	2 618
Other liabilities	21 594	30 871	18 451	26 851	32 591
Liabilities held for sale	68	30	76	0	0
Provisions	1 536	1 280	770	660	610
Pension commitments	3 235	4 055	3 904	8 029	8 034
Subordinated loan capital	19 118	18 610	21 090	25 799	25 968
Total liabilities	2 391 015	2 303 008	2 137 309	2 248 144	2 255 002
Share capital	16 288	16 270	16 269	16 288	16 261
Share premium reserve	22 609	22 609	22 609	22 609	22 609
Other equity	92 898	91 929	88 614	81 942	78 337
Total equity	131 795	130 807	127 492	120 839	117 206
Total liabilities and equity	2 522 810	2 433 815	2 264 801	2 368 983	2 372 208

1) Due to changes in principles, some comparative figures have been restated. See further details in note 1 Accounting principles in the DNB Group's quarterly reports 2013.

Key figures

	2Q13	1Q13	4Q12 ¹⁾	3Q12 ¹⁾	2Q12 ¹⁾
Interest rate analysis					
1 Combined weighted total average spread for lending and deposits (%)	1.28	1.20	1.22	1.18	1.18
2 Average spread for ordinary lending to customers (%)	2.32	2.21	2.18	2.01	1.98
3 Average spread for deposits from customers (%)	(0.24)	(0.30)	(0.27)	(0.13)	(0.11)
Rate of return/profitability					
4 Net other operating income, per cent of total income	36.6	34.9	36.4	34.7	44.0
5 Cost/income ratio (%)	48.0	52.0	47.1	48.4	43.1
6 Return on equity, annualised (%)	11.6	10.0	12.3	11.9	15.9
7 RAROC, annualised (%)	11.9	10.9	10.9	12.1	11.7
8 Average equity including allocated dividend (NOK million)	131 229	128 572	123 866	118 669	116 353
9 Return on average risk-weighted volume, annualised (%)	1.39	1.19	1.41	1.28	1.66
Financial strength at end of period					
10 Common Equity Tier 1 capital ratio, transitional rules (%) ²⁾	10.8	10.6	10.7	10.0	9.6
11 Tier 1 capital ratio, transitional rules (%) ²⁾	11.1	10.8	11.0	10.6	10.2
12 Capital ratio, transitional rules (%) ²⁾	12.4	12.1	12.6	12.2	11.8
13 Common equity Tier 1 capital at end of period (NOK million) ²⁾	118 270	115 614	115 627	109 494	107 726
14 Risk-weighted volume (NOK million)	1 098 493	1 094 325	1 075 672	1 092 354	1 116 382
Loan portfolio and impairment					
15 Individual impairment relative to average net loans to customers, annualised (%)	0.24	0.19	0.29	0.20	0.19
16 Impairment relative to average net loans to customers, annualised	0.29	0.23	0.36	0.16	0.21
17 Net non-performing and net doubtful loans and guarantees, per cent of net loans	1.71	1.48	1.50	1.47	1.45
18 Net non-performing and net doubtful loans and guarantees at end of period (NOK million)	23 286	19 918	19 740	19 626	19 260
Liquidity					
19 Ratio of customer deposits to net loans to customers at end of period (%)	74.9	67.6	62.5	64.5	65.3
Total assets owned or managed by DNB					
20 Customer assets under management at end of period (NOK billion)	486	478	459	520	506
21 Total combined assets at end of period (NOK billion)	2 749	2 653	2 473	2 639	2 633
22 Average total assets (NOK billion)	2 570	2 379	2 369	2 416	2 400
23 Customer savings at end of period (NOK billion)	1 482	1 367	1 270	1 363	1 360
Staff					
24 Number of full-time positions at end of period	12 550	12 962	13 291	13 426	13 592
The DNB share					
25 Number of shares at end of period (1 000)	1 628 799	1 628 799	1 628 799	1 628 799	1 628 799
26 Average number of shares (1 000)	1 628 799	1 628 799	1 628 799	1 628 799	1 628 799
27 Earnings per share (NOK)	2.33	1.96	2.36	2.17	2.84
28 Earnings per share excl. operations held for sale (NOK)	2.34	1.95	2.36	2.17	2.78
29 Dividend per share (NOK)	-	-	-	-	-
30 Total shareholder's return (%)	5.0	21.7	0.2	22.6	(17.2)
31 Dividend yield (%)	-	-	-	-	-
32 Equity per share incl. allocated dividend at end of period (NOK)	80.92	80.31	78.27	74.19	71.96
33 Share price at end of period (NOK)	87.95	85.65	70.40	70.25	58.95
34 Price/earnings ratio	9.41	10.99	7.46	8.08	5.30
35 Price/book value	1.09	1.07	0.90	0.95	0.82
36 Market capitalisation (NOK billion)	143.3	139.5	114.7	114.4	96.0

1) Due to changes in principles, some comparative figures have been restated. See further details in note 1 Accounting principles in the DNB Group's quarterly reports 2013.

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

For definitions of selected key figures, see page 36.

Key figures – five years

	2012 ¹⁾	2012	2011	2010	2009	2008
Interest rate analysis						
1 Combined weighted total average spread for lending and deposits (%)	1.18	1.18	1.12	1.15	1.15	1.04
2 Average spread for ordinary lending to customers (%)	2.00	2.00	1.59	1.61	1.61	1.01
3 Average spread for deposits from customers (%)	(0.12)	(0.12)	0.30	0.32	0.29	1.08
Rate of return/profitability						
4 Net other operating income, per cent of total income	34.8	34.8	39.9	40.8	39.8	36.2
5 Cost/income ratio (%)	49.1	49.5	47.1	47.6	48.1	51.4
6 Return on equity, annualised (%)	11.7	11.2	11.4	13.6	10.6	12.4
7 RAROC, annualised (%)	11.5	11.1	10.0	11.1	-	-
8 Average equity including allocated dividend (NOK million)	118 261	121 997	113 934	103 292	81 236	74 005
9 Return on average risk-weighted volume, annualised (%)	1.25	1.23	1.22	1.17	0.83	0.79
Financial strength at end of period						
10 Common Equity Tier 1 capital ratio, transitional rules (%)	10.7	10.7	9.4	9.2	8.5	5.8
11 Tier 1 capital ratio, transitional rules (%)	11.0	11.0	9.9	10.1	9.3	6.7
12 Capital ratio, transitional rules (%)	12.6	12.6	11.4	12.4	12.1	9.5
13 Common equity Tier 1 capital (NOK million)	115 627	115 627	104 191	94 946	89 553	70 066
14 Risk-weighted volume (NOK million)	1 075 672	1 075 672	1 111 574	1 028 404	1 052 566	1 200 590
Loan portfolio and impairment						
15 Individual impairment relative to average net loans to customers, annualised (%)	0.22	0.22	0.27	0.36	0.53	0.25
16 Impairment relative to average net loans to customers, annualised	0.24	0.24	0.28	0.26	0.67	0.33
17 Net non-performing and net doubtful loans and guarantees, per cent of net loans	1.50	1.50	1.50	1.55	1.71	0.99
18 Net non-performing and net doubtful loans and guarantees at end of period (NOK million)	19 740	19 740	19 465	18 409	19 127	11 922
Liquidity						
19 Ratio of customer deposits to net loans to customers at end of period (%)	62.5	62.5	57.8	54.8	53.0	50.1
Total assets owned or managed by DNB						
20 Customer assets under management at end of period (NOK billion)	459	459	506	509	468	510
21 Total combined assets at end of period (NOK billion)	2 473	2 473	2 395	2 141	2 076	2 141
22 Average total assets (NOK billion)	2 364	2 364	2 148	1 970	1 906	1 635
23 Customer savings at end of period (NOK billion)	1 270	1 270	1 246	1 151	1 059	1 108
Staff						
24 Number of full-time positions at end of period	13 291	13 291	13 620	13 021	13 317	14 057
The DNB share						
25 Number of shares at end of period (1 000)	1 628 799	1 628 799	1 628 799	1 628 799	1 628 799	1 332 654
26 Average number of shares (1 000)	1 628 799	1 628 799	1 628 799	1 628 799	1 335 838	1 332 654
27 Earnings per share (NOK)	8.48	8.39	7.98	8.66	6.43	6.91
28 Earnings per share excl. operations held for sale (NOK)	8.42	8.33	7.99	8.62	6.37	6.91
29 Dividend per share (NOK)	2.10	2.10	2.00	4.00	1.75	-
30 Total shareholder's return (%)	23.7	23.7	(25.2)	33.9	144.7	(65.5)
31 Dividend yield (%)	2.98	2.98	3.42	4.88	2.79	-
32 Equity per share incl. allocated dividend at end of period (NOK)	78.27	78.61	72.33	68.27	60.56	57.83
33 Share price at end of period (NOK)	70.40	70.40	58.55	81.90	62.75	27.00
34 Price/earnings ratio	8.37	8.45	7.33	9.50	9.85	3.91
35 Price/book value	0.90	0.90	0.81	1.20	1.04	0.47
36 Market capitalisation (NOK billion)	114.7	114.7	95.4	133.4	102.2	36.0

1) Due to changes in principles, some comparative figures have been restated. See further details in note 1 Accounting principles in the DNB Group's quarterly reports 2013.

For definitions of selected key figures, see page 36.

Definitions to key figures

- 1, 2, 3 Based on nominal values excluding impaired loans, measured against the 3-month money market rate.
- 5 Total operating expenses relative to total income. Total expenses exclude impairment losses for goodwill and other intangible assets.
- 6 Average equity is calculated on the basis of recorded equity.
- 7 RAROC (Risk-Adjusted Return On Capital) is defined as risk-adjusted profits relative to average equity. Risk-adjusted profits indicate the level of profits in a normalised situation.
- 9 Profit for the period relative to average risk-weighted volume.
- 20 Total assets under management for customers in Insurance and Asset Management.
- 21 Total assets and customer assets under management.
- 23 Total deposits from customers, assets under management and equity-linked bonds.
- 25 The Annual General Meeting on 30 April 2013 authorised the Board of Directors of DNB ASA to acquire own shares for a total face value of up to NOK 732 959 487, corresponding to 4.5 per cent of share capital. The shares may be purchased through the stock market. Each share may be purchased at a price between NOK 10 and NOK 150. The authorisation is valid for a period of 12 months from 30 April 2013. Acquired shares shall be redeemed in accordance with regulations on the reduction of capital. An agreement has been signed with Norwegian Government/Ministry of Trade and Industry for the redemption of a proportional share of government holdings to ensure that the government's percentage ownership does not change as a result of the redemption of repurchased shares.
- 27 Holdings of own shares are not included in calculations of earnings per share.
- 28 Excluding operations held for sale. Holdings of own shares are not included in calculations of the number of shares.
- 30 Closing price at end of period less closing price at beginning of period, including dividends reinvested in DNB shares on the dividend payment date, relative to closing price at beginning of period.
- 32 Equity at end of period relative to number of shares at end of period.
- 34 Closing price at end of period relative to annualised earnings per share.
- 35 Closing price at end of period relative to recorded equity at end of period.
- 36 Number of shares multiplied by the closing share price at end of period.

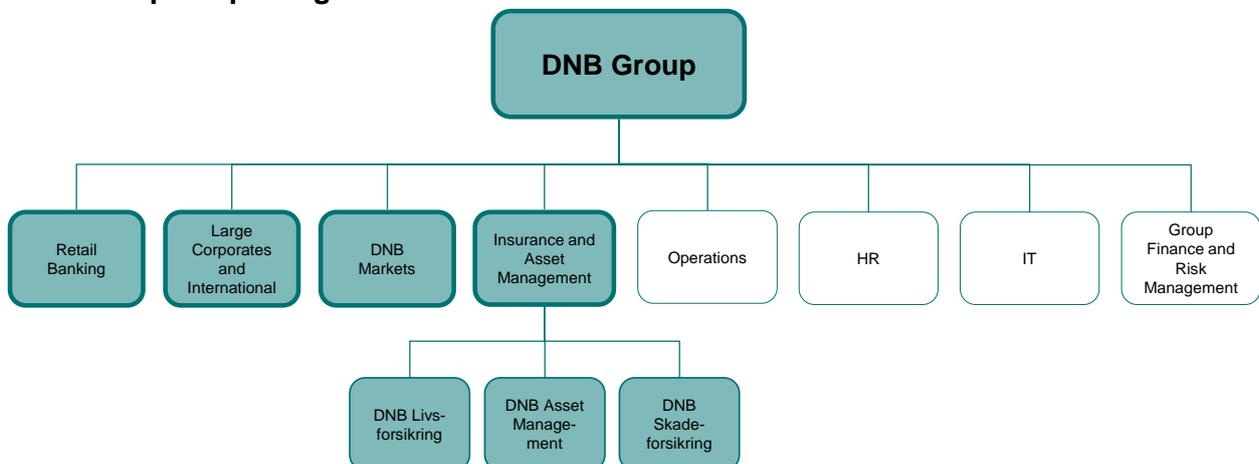
Section 2

Business areas

The DNB Group was restructured in January 2013. However, the accounts for the first and second quarter of 2013 are reported according to the former operational structure.

Reporting according to the new structure will start in the third quarter.

DNB Group – reporting structure



Business areas – financial performance

DNB's business areas operate as independent profit centres and have responsibility for serving all of the Group's customers and for the total range of products and services.

In second quarter 2013, activities in DNB were reported in the business areas: Retail Banking, Large Corporates and International, DNB Markets and Insurance and Asset Management. Operations in the Baltics and Poland Division were included in the business area Large Corporates and International.

The income statement and balance sheet for the business areas have been prepared on the basis of internal financial reporting for the functional organisation of the DNB Group into business areas. Figures for the business areas are based on DNB's management model and the Group's accounting principles. Historical figures are restated in accordance with the Group's current principles for allocating costs and capital between business areas. The figures for business areas are based on a number of assumptions, estimates and discretionary distributions. Interest on deposits from and financing of operations in the business areas are determined based on observable market rates, e.g. NIBOR. Additional costs relating to the Group's long-term funding are charged to the business areas. According to the Group's liquidity management policy, a minimum of 90 per cent of lending should be financed through stable deposits and long-term funding. The additional costs thus arising were charged to the business areas. In the management accounts, Retail Banking and Large Corporates and International are measured based on the business areas' ordinary operations. Volatile IFRS effects are not allocated to the business areas.

Profits from repossessed operations which are fully consolidated in the DNB Group (included in the Group Centre) are presented net under "Profit from repossessed operations" for each of the business areas. Figures for previous periods have been restated.

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

Internal pricing

DNB's financial management model and operational organisation entail the sale of products and services between the business areas in the Group. The pricing of such intra-group transactions is regulated by internal agreements based on market terms.

Certain customers and transactions of major importance require extensive cooperation within the Group. To stimulate such cooperation, operating income and expenses relating to some of these customers and transactions are recorded in the accounts of the relevant business areas. This refers primarily to income from customer trading in DNB Markets, but also includes income from Insurance and Asset Management. Such double entries are presented under "Income attributable to product suppliers", related costs under "Costs attributable to product suppliers" and impairment under "Impairment attributable to product suppliers". In the second quarter of 2013, the net result from such transactions totalled NOK 533 million. Double entries are eliminated in the group accounts.

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

Changes in net interest income

<i>Amounts in NOK million</i>	2Q13	Change 1Q13-2Q13	Change 2Q12-2Q13
Net interest income	7 480	623	846
Retail Banking	4 829	559	841
Large Corporates and International	2 624	49	(78)
DNB Markets	172	(14)	(70)
Insurance and Asset Management	13	3	3
Other	(157)	26	151

Changes in net other operating income

<i>Amounts in NOK million</i>	2Q13	Change 1Q13-2Q13	Change 2Q12-2Q13
Net other operating income	4 310	628	(894)
Retail Banking	1 377	156	(9)
Large Corporates and International	1 245	212	66
DNB Markets	1 177	(139)	(381)
Insurance and Asset Management	1 132	53	261
Other	(621)	347	(830)

Changes in operating expenses

<i>Amounts in NOK million</i>	2Q13	Change 1Q13-2Q13	Change 2Q12-2Q13
Operating expenses	5 660	176	558
Retail Banking	3 232	335	391
Large Corporates and International	1 298	75	96
DNB Markets	534	33	(37)
Insurance and Asset Management	519	(22)	(37)
Other	78	(246)	145

Changes in impairment of loans and guarantees

<i>Amounts in NOK million</i>	2Q13	Change 1Q13-2Q13	Change 2Q12-2Q13
Impairment of loans and guarantees	937	199	252
Retail Banking	354	188	158
Large Corporates and International	559	(8)	103
Other	24	20	(9)

Extracts from income statement, first half

	Retail Banking		Large Corporates and International		DNB Markets		Insurance and Asset Management		Other operations/ eliminations		DNB Group	
	First half		First half		First half		First half		First half		First half	
	2013	2012	2013	2012	2013	2012	2013	2012	2013	2012	2013	2012
<i>Amounts in NOK million</i>												
Net interest income - ordinary operations	8 743	7 501	4 744	4 878	221	363	(141)	(188)	769	733	14 337	13 287
Interest on allocated capital ²⁾	355	425	454	614	138	155	163	205	(1 110)	(1 399)	0	0
Net interest income	9 098	7 927	5 199	5 493	359	518	23	16	(341)	(666)	14 337	13 287
Other operating income	1 990	1 986	1 152	1 084	2 493	3 709	2 210	1 882	146	(1 849)	7 992	6 811
Income attributable to product suppliers	608	595	1 127	1 180	0	0	0	0	(1 735)	(1 776)	0	0
Net other operating income	2 598	2 582	2 279	2 264	2 493	3 709	2 210	1 882	(1 589)	(3 625)	7 992	6 811
Total income	11 696	10 508	7 478	7 756	2 852	4 226	2 233	1 898	(1 930)	(4 291)	22 329	20 098
Other operating expenses ³⁾	5 818	5 397	2 091	1 986	1 035	1 116	1 060	1 142	1 142	519	11 145	10 160
Cost attributable to product suppliers	310	289	430	464	0	0	0	0	(740)	(752)	0	0
Operating expenses	6 128	5 686	2 521	2 449	1 035	1 116	1 060	1 142	401	(233)	11 145	10 160
Pre-tax operating profit before impairment	5 567	4 822	4 956	5 307	1 818	3 110	1 173	756	(2 331)	(4 058)	11 184	9 938
Net gains on fixed and intangible assets	(1)	(1)	(5)	4	0	0	0	0	1	40	(5)	44
Impairment of loans and guarantees	520	518	1 127	917	0	0	0	0	27	33	1 674	1 469
Impairment loss attributable to product suppliers	0	0	(1)	0	0	0	0	0	1	0	0	0
Profit from repossessed operations	(10)	(7)	(26)	(83)	0	0	0	0	38	90	0	0
Pre-tax operating profit	5 036	4 296	3 797	4 311	1 818	3 110	1 173	756	(2 320)	(3 961)	9 505	8 513
Taxes	1 410	1 203	1 139	1 259	527	902	150	(132)	(698)	(1 035)	2 528	2 197
Profit from operations held for sale, after taxes	7	0	0	0	0	0	0	0	(4)	92	3	92
Profit for the period	3 633	3 093	2 658	3 052	1 291	2 208	1 023	888	(1 626)	(2 834)	6 979	6 408

Extracts from income statement, second quarter

	Retail Banking		Large Corporates and International		DNB Markets		Insurance and Asset Management		Other operations/ eliminations ¹⁾		DNB Group	
	2Q13		2Q12		2Q13		2Q12		2Q13		2Q12	
	2Q13	2Q12	2Q13	2Q12	2Q13	2Q12	2Q13	2Q12	2Q13	2Q12	2Q13	2Q12
<i>Amounts in NOK million</i>												
Net interest income - ordinary operations	4 652	3 789	2 399	2 420	104	169	(69)	(87)	394	342	7 480	6 634
Interest on allocated capital ²⁾	176	199	224	281	68	73	82	97	(551)	(650)	0	0
Net interest income	4 829	3 988	2 624	2 701	172	242	13	10	(157)	(308)	7 480	6 634
Other operating income	1 063	1 089	619	557	1 177	1 558	1 132	871	319	1 129	4 310	5 204
Income attributable to product suppliers	313	297	627	622	0	0	0	0	(940)	(919)	0	0
Net other operating income	1 377	1 386	1 245	1 179	1 177	1 558	1 132	871	(621)	210	4 310	5 204
Total income	6 205	5 374	3 869	3 881	1 349	1 801	1 144	881	(778)	(98)	11 790	11 837
Other operating expenses ³⁾	3 070	2 699	1 053	959	534	571	519	556	485	317	5 660	5 102
Cost attributable to product suppliers	162	142	245	242	0	0	0	0	(407)	(384)	0	0
Operating expenses	3 232	2 841	1 298	1 202	534	571	519	556	78	(67)	5 660	5 102
Pre-tax operating profit before impairment	2 973	2 533	2 571	2 679	816	1 230	626	325	(856)	(31)	6 130	6 735
Net gains on fixed and intangible assets	0	(1)	(6)	2	0	0	0	0	(3)	36	(9)	37
Impairment of loans and guarantees	354	196	559	456	0	0	0	0	24	32	937	685
Impairment loss attributable to product suppliers	0	0	0	0	0	0	0	0	0	0	0	0
Profit from repossessed operations	(14)	(3)	(2)	36	0	0	0	0	16	(33)	0	0
Pre-tax operating profit	2 605	2 333	2 005	2 260	816	1 230	626	325	(867)	(61)	5 184	6 088
Taxes	729	653	601	660	237	357	88	(38)	(276)	(66)	1 379	1 566
Profit from operations held for sale, after taxes	(4)	0	0	0	0	0	0	0	(3)	92	(7)	92
Profit for the period	1 872	1 680	1 403	1 600	579	873	538	363	(594)	98	3 798	4 614

1) Other operations/eliminations:	Eliminations of income/cost attributable to product suppliers		Other eliminations		Group Centre ¹⁾		Total	
	2Q13	2Q12	2Q13	2Q12	2Q13	2Q12	2Q13	2Q12
<i>Amounts in NOK million</i>								
Net interest income - ordinary operations	0	0	(12)	(22)	405	364	394	342
Interest on allocated capital ²⁾	0	0	0	0	(551)	(650)	(551)	(650)
Net interest income	0	0	(12)	(22)	(146)	(286)	(157)	(308)
Other operating income	0	0	(352)	(339)	672	1 468	319	1 129
Income attributable to product suppliers	(940)	(919)	0	0	0	0	(940)	(919)
Net other operating income	(940)	(919)	(352)	(339)	672	1 468	(621)	210
Total income	(940)	(919)	(364)	(361)	526	1 182	(778)	(98)
Other operating expenses ³⁾	0	0	(364)	(361)	849	678	485	317
Cost attributable to product suppliers	(407)	(384)	0	0	0	0	(407)	(384)
Operating expenses	(407)	(384)	(364)	(361)	849	678	78	(67)
Pre-tax operating profit before impairment	(533)	(535)	0	0	(323)	504	(856)	(31)
Net gains on fixed and intangible assets	0	0	0	0	(3)	36	(3)	36
Impairment of loans and guarantees	0	0	0	0	24	32	24	32
Impairment loss attributable to product suppliers	0	0	0	0	0	0	0	0
Profit from repossessed operations	0	0	0	0	16	(33)	16	(33)
Pre-tax operating profit	(533)	(535)	0	0	(334)	475	(867)	(61)

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

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

^{*)} <i>Group Centre - pre-tax operating profit in NOK million</i>	2Q13	2Q12
+ Interest on unallocated equity etc.	43	(117)
+ Income from equities investments	74	6
+ Gains on fixed and intangible assets	(4)	36
+ Mark-to-market adjustments Treasury and fair value on loans	177	81
+ Basis swaps	(88)	959
+ Eksportfinans ASA	56	154
+ Net gains on investment property	2	(190)
+ Profit from repossessed operations	16	(33)
- Unallocated impairment of loans and guarantees	24	32
- Ownership-related expenses (costs relating to shareholders, investor relations, strategic planning etc.)	109	106
- Unallocated personnel expenses	271	77
- Unallocated IT expenses	65	64
- Funding costs on goodwill	10	13
Other	(131)	(130)
Pre-tax operating profit	(334)	475

2) Allocated capital corresponds to the external capital adequacy requirement (Basel II) which must be met by the Group.

3) Due to changes in principles, some comparative figures have been restated. See further details in note 1 Accounting principles in the DNB Group's quarterly reports 2013.

Main average balance sheet items

	Retail Banking		Large Corporates and International		DNB Markets		Insurance and Asset Management		Other operations/ eliminations		DNB Group	
	2Q13	2Q12	2Q13	2Q12	2Q13	2Q12	2Q13	2Q12	2Q13	2Q12	2Q13	2Q12
<i>Amounts in NOK billion</i>												
Loans to customers ¹⁾	882.5	840.3	428.4	456.2	2.0	2.5	2.0	2.0	(1.4)	(3.0)	1 313.6	1 279.9
Deposits from customers ¹⁾	463.2	439.5	355.9	317.3	81.6	73.3			(1.8)	(37.5)	898.9	792.7
Assets under management ²⁾							507.1	531.8			509.5	529.5
Allocated capital ³⁾	38.1	33.3	50.5	50.7	14.7	12.2	17.7	15.4				

Key figures

	Retail Banking		Large Corporates and International		DNB Markets		Insurance and Asset Management		Other operations		DNB Group	
	2Q13	2Q12	2Q13	2Q12	2Q13	2Q12	2Q13	2Q12	2Q13	2Q12	2Q13	2Q12
<i>Per cent</i>												
Cost/income ratio ^{4) 5)}	52.1	52.9	33.6	31.0	39.6	31.7	45.3	63.1			48.0	43.1
Ratio of deposits to loans ^{1) 6)}	52.5	52.3	83.1	69.6							68.4	61.1
Return on allocated capital, annualised ³⁾	19.7	20.3	11.2	12.7	15.8	28.8	12.2	9.5			11.9	11.7
Full-time positions as at 30 June	4 677	4 971	3 748	4 457	687	717	957	1 045	2 481	2 402	12 550	13 592

- Loans to customers include accrued interest, impairment and value adjustments. Correspondingly, deposits from customers include accrued interest and value adjustments.
- The figures include total assets in DNB Livsforsikring which was NOK 280.8 billion as at 30 June 2013 and NOK 266.6 billion as at 30 June 2012.
- Allocated capital for the business areas are calculated on the basis of allocated capital which corresponds to the external capital adequacy requirement (Basel II) which must be met by the Group. Recorded capital is used for the Group.
- Total operating expenses relative to total income.
- Due to changes in principles, some comparative figures have been restated. See further details in note 1 Accounting principles in the DNB Group's quarterly reports 2013.
- Deposits from customers relative to loans to customers. Calculated on the basis of main average balance sheet items.

Key figures – Norwegian and international units ¹⁾

Norwegian units

<i>Per cent</i>	2Q13	1Q13	2Q12
Share of Group income	81.5	79.9	81.6
Cost/income ratio ^{2) 3)}	47.2	52.1	41.7
Share of net Group loans to customers	83.0	82.9	81.9
Non-performing and doubtful loans and guarantees relative to total loans	0.8	0.8	0.7
Provision ratio (per cent) ⁴⁾	41.1	40.0	40.1
Individual impairment in relation to net loans, annualised	0.14	0.04	0.06

International units

<i>Per cent</i>	2Q13	1Q13	2Q12
Share of Group income	18.5	20.1	18.4
Cost/income ratio ³⁾	51.7	51.8	49.5
Share of net Group loans to customers	17.0	17.1	18.1
Non-performing and doubtful loans and guarantees relative to total loans	6.3	5.0	4.8
Provision ratio (per cent) ⁴⁾	37.6	42.7	41.4
Individual impairment in relation to net loans, annualised	0.75	0.93	0.75

- The figures are based on the financial accounts.
- During the first quarter of 2013, NOK 450 million was charged to the income statement in connection with the Supreme Court ruling regarding certain debt-financed structured products.
- Due to changes in principles, some comparative figures have been restated. See further details in note 1 Accounting principles in the DNB Group's quarterly reports 2013.
- Provision ratio includes individual and collective impairment as a percentage of gross non-performing and gross doubtful loans and guarantees.

Retail Banking

The business area Retail Banking serves private customers and small and medium-sized corporate customers through the branch network and customer service centres in Norway. DNB aspires to be a local bank for the whole of Norway, while offering the expertise of a large bank.

In the second quarter of 2013 Retail Banking included

- The retail market activities (private individuals and small and medium-sized enterprises) of DNB Bank and Nordlandsbanken
- DNB Boligkreditt (excluding funding activities)
- DNB Finans
- Residential real estate broking activities in Norway through DNB Eiendom
- Residential real estate broking activities in Sweden through Svensk Fastighetsförmedling

Customers and markets

- Serving 2.1 million private customers and 220 000 corporate customers, including 815 000 customers with loans
- 1.5 million customers subscribe to loyalty programmes and product packages
- 1.6 million customers have agreed to receive notifications from the bank, such as account statements, via e-mail
- 40 million payment transactions were carried out through the Internet banks in the first half of 2013
- 2.7 million payment transactions were carried out through in-store postal and banking outlets in the first half of 2013
- 36 million SMS messages were received in the first half
- Brand names
 - DNB
 - Nordlandsbanken ¹⁾
 - Cresco

1) Nordlandsbanken ASA was formally merged with DNB Bank on 1 October 2012. For a transitional period of up to two years, Nordlandsbanken will be a brand in DNB.

Organisation and distribution

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

- Branch offices/private customer service centres: 150
- Investment advisory services centres for private customers: 36
- Investment advisory services centres for corporate customers: 73
- In-store postal and banking outlets: 2 381
- Post offices: 150
- Internet and telephone
- Real estate outlets in Norway: 135
- Real estate outlets in Sweden: 227

DNB Bank ASA and Norway Post have renewed the agreement relating to the distribution of financial services through the postal network as well as through in-store postal outlets where customers can carry out everyday banking transactions in their local supermarkets. The new agreement expires end-2019, and is an important step in DNB's overall distribution strategy. The distribution of standard banking services through in-store banking outlets is based on an agreement between DNB and NorgesGruppen.

Cooperation with other group entities

Cross selling of products is one of the major strengths of the DNB Group. Through its distribution network Retail Banking offers:

- Asset management services, life and pension insurance and non-life insurance (Insurance and Asset Management)
- Financial instruments (DNB Markets)

Financial performance

<i>Amounts in NOK million</i>	2Q13	1Q13	4Q12	3Q12	2Q12	First half	
						2013	2012
Net interest income - ordinary operations	4 652	4 091	4 274	4 107	3 789	8 743	7 501
Interest on allocated capital ¹⁾	176	178	186	194	199	355	425
Net interest income	4 829	4 269	4 460	4 302	3 988	9 098	7 927
Other operating income	1 063	926	937	1 047	1 089	1 990	1 986
Income attributable to product suppliers	313	295	297	242	297	608	595
Net other operating income	1 377	1 221	1 234	1 289	1 386	2 598	2 582
Total income	6 205	5 490	5 695	5 590	5 374	11 696	10 508
Other operating expenses	3 070	2 749	2 717	2 781	2 699	5 818	5 397
Cost attributable to product suppliers	162	148	148	125	142	310	289
Operating expenses	3 232	2 896	2 865	2 906	2 841	6 128	5 686
Pre-tax operating profit before impairment	2 973	2 594	2 830	2 684	2 533	5 567	4 822
Net gains on fixed and intangible assets	0	0	1	0	(1)	(1)	(1)
Impairment loss on loans and guarantees ²⁾	354	166	467	154	196	520	518
Impairment loss attributable to product suppliers	0	0	0	0	0	0	0
Profit from repossessed operations ³⁾	(14)	4	(35)	(5)	(3)	(10)	(7)
Pre-tax operating profit	2 605	2 431	2 329	2 525	2 333	5 036	4 296
Taxes	729	681	652	707	653	1 410	1 203
Profit from operations held for sale, after taxes	(4)	11	4	0	0	7	0
Profit for the period	1 872	1 762	1 681	1 818	1 680	3 633	3 093

Loans to customers (NOK billion) ⁴⁾	882.5	875.6	868.7	855.8	840.3	879.1	832.4
Deposits from customers (NOK billion) ⁴⁾	463.2	462.2	463.6	459.4	439.5	462.7	435.9
Allocated capital (NOK billion) ¹⁾	38.1	38.1	37.6	34.8	33.3	38.1	33.3
Cost/income ratio (%)	52.1	52.8	50.3	51.1	52.9	52.4	54.9
Ratio of deposits to loans (%)	52.5	52.8	53.4	53.7	52.3	52.6	52.4
Return on allocated capital, annualised (%) ¹⁾	19.7	18.8	17.8	20.8	20.3	19.2	18.7

Number of full-time positions at end of period	4 677	4 722	4 897	4 909	4 971	4 677	4 971
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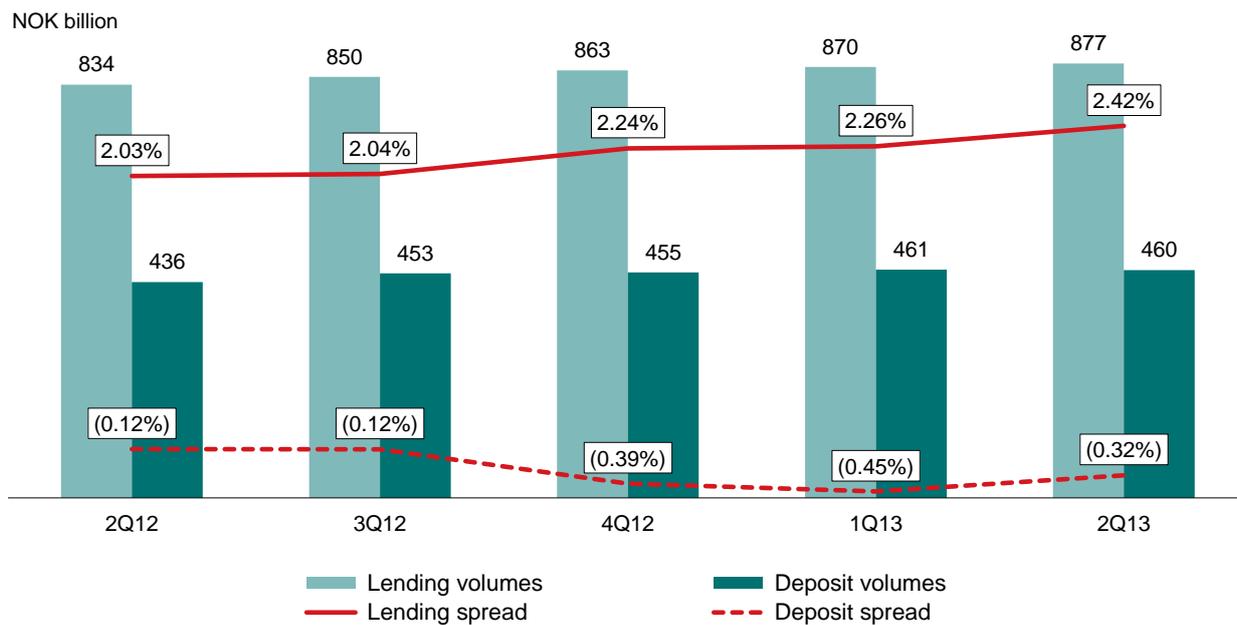
1) Allocated capital corresponds to the external capital adequacy requirement (Basel II) which must be met by the Group.

2) Including collective impairment.

3) Profits from repossessed operations which are fully consolidated in the DNB Group are presented net under "Profit from repossessed operations" in the business areas.

4) Average balances. Loans to customers include accrued interest and impairment. Amounts due from credit institutions are not included. Correspondingly, deposits from customers include accrued interest. Due to credit institutions are not included.

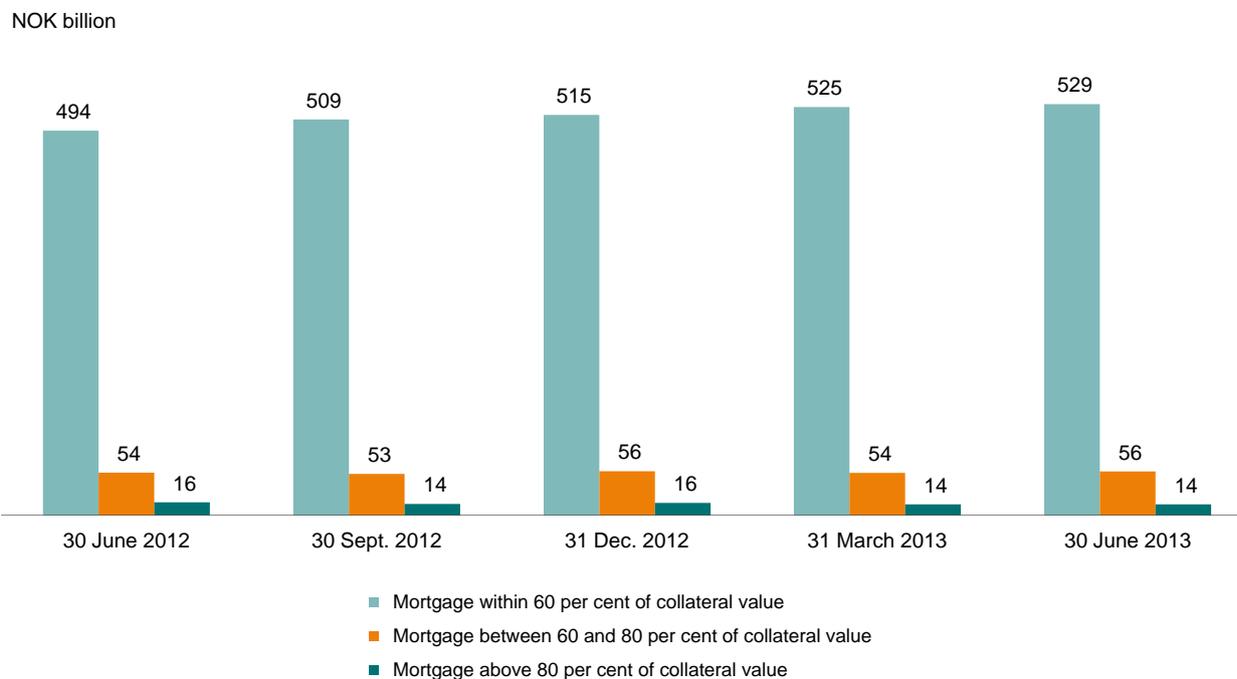
Development in average volumes and interest spreads ¹⁾



1) Lending to and deposits from customers. Nominal values, excluding impaired loans.

Residential mortgages

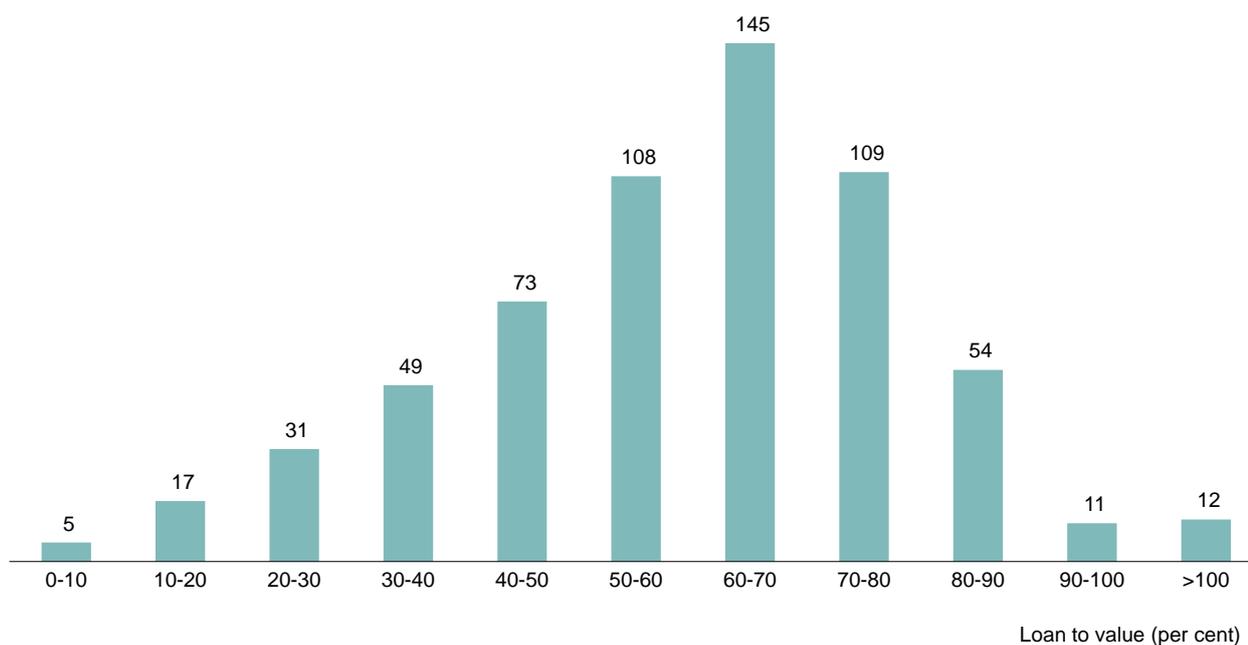
Distribution of lending according to collateral value ¹⁾



1) Distribution of residential mortgages in the business area Retail Banking within actual collateral categories.

Distribution of loan to value as at 30 June 2013 ¹⁾

NOK billion



1) Total residential mortgages in DNB Bank ASA and DNB Boligkreditt AS distributed by collateral value.

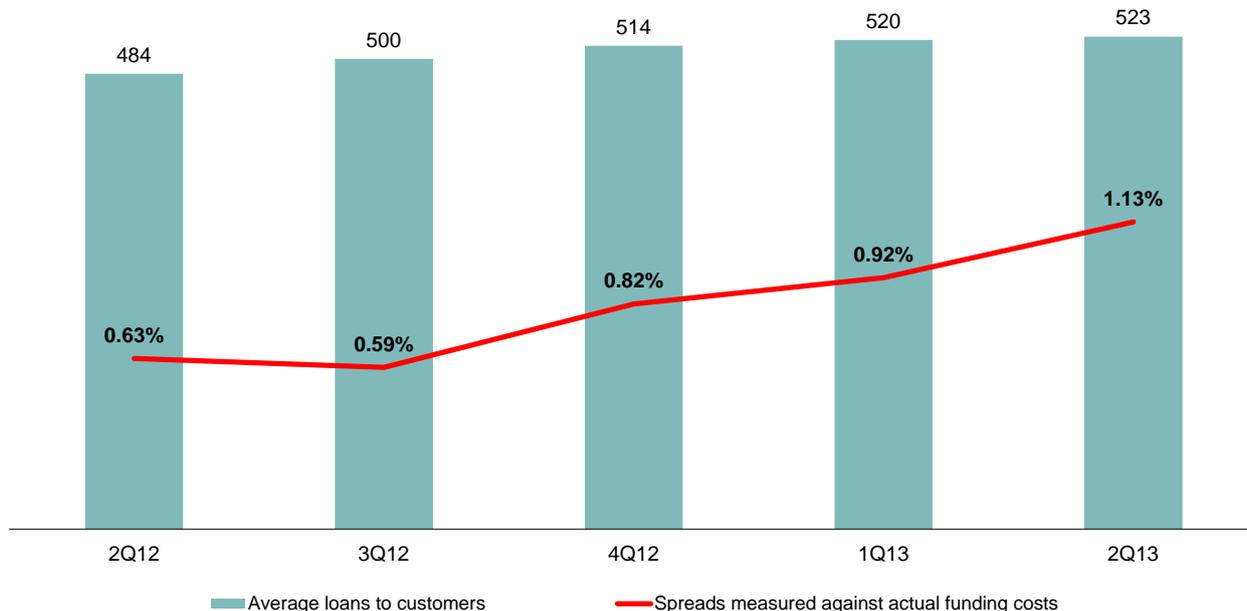
Distribution of loan to value per risk grade ¹⁾

	Risk grade			Total
	1-4	5-7	8-12	
Loan to value in per cent:				
0-40	14.1 %	2.5 %	0.2 %	16.8 %
40-60	23.5 %	5.6 %	0.4 %	29.4 %
60-75	25.4 %	8.1 %	0.6 %	34.0 %
75-85	9.1 %	4.4 %	0.4 %	13.8 %
>85	3.8 %	1.9 %	0.3 %	5.9 %
Totalt	75.9 %	22.4 %	1.7 %	100.0 %

1) Residential mortgages distributed by collateral value and risk grade.

DNB Boligkreditt - Average mortgage lending - volumes and spreads ¹⁾

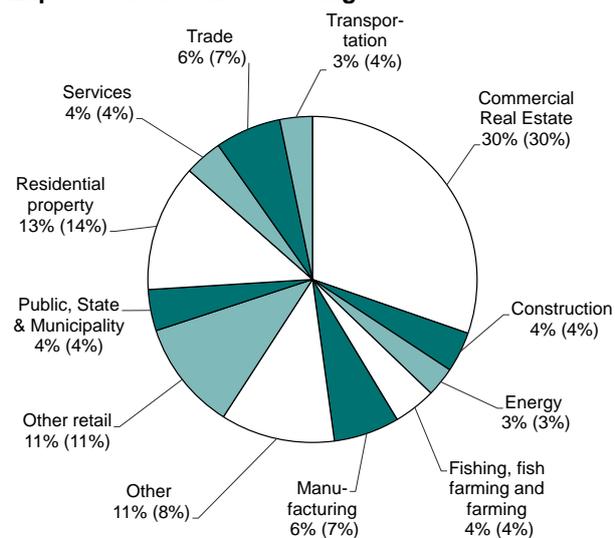
NOK billion



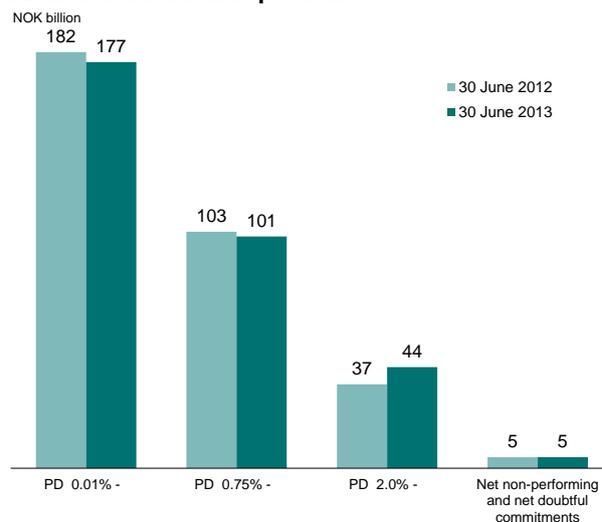
1) Residential mortgages in DNB Boligkreditt represented around 90 per cent of Retail Banking's total residential mortgages to customers in Norway. The lending spreads measured against actual funding costs for the company are gross spreads before administrative expenses, risk cost and cost of capital.

Corporate customers in Retail Banking

Exposure at default according to sector ¹⁾



Risk classification of portfolio ²⁾



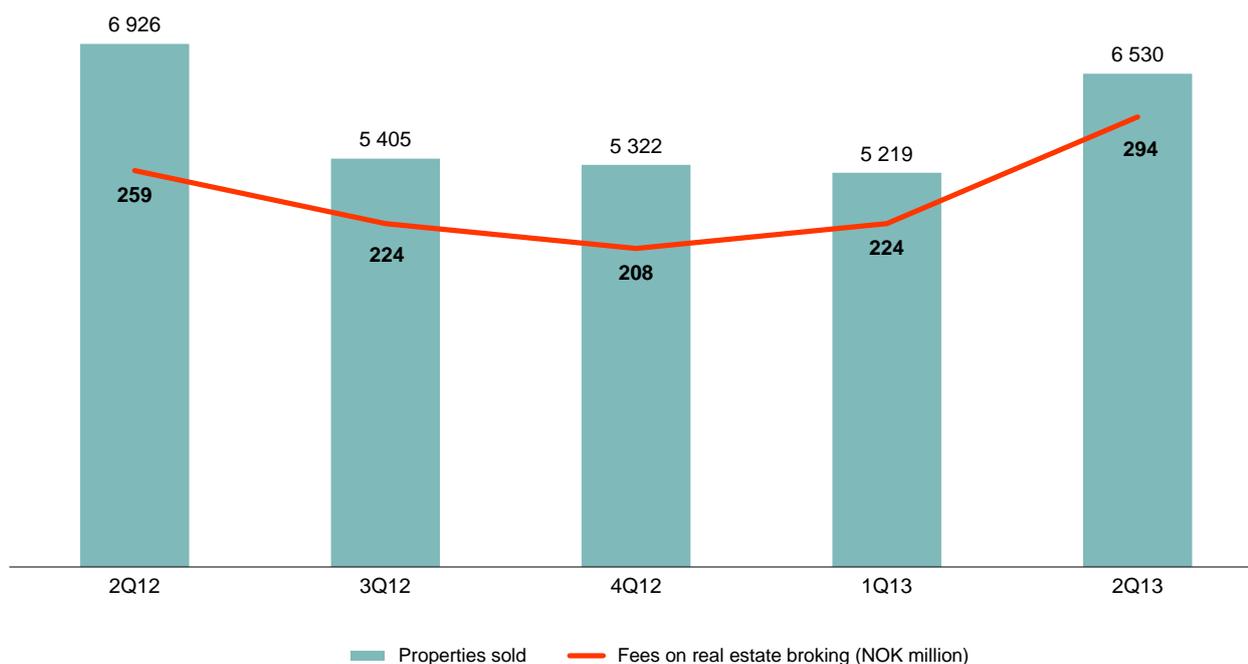
1) Corporate customers. Figures as at 30 June 2013. Comparable figures as at 30 June 2012 in parentheses.

2) Based on DNB's risk classification system. The volumes represent the expected outstanding amount in the event of default. PD = probability of default.

Residential real estate broking

DNB is a market leader within the real estate broking business in Norway. DNB is also the largest provider of real estate brokerage services in the Nordic region through the operations in DNB Eiendom and Svensk Fastighetsförmedling. DNB Eiendom had 135 sales offices located in DNB branches at end-May 2013, and Svensk Fastighetsförmedling had 227 outlets in Sweden. In addition to fee income, real estate broking operations generate business in the form of residential mortgages and savings.

Real estate broking in Norway



Properties sold ¹⁾

Properties sold	2Q13	1Q13	4Q12	3Q12	2Q12	First half	
						2013	2012
DNB Eiendom ²⁾	6 530	5 219	4 810	5 111	6 127	11 749	10 889
Postbanken Eiendom ²⁾			512	294	799		2 069
Total properties sold	6 530	5 219	5 322	5 405	6 926	11 749	12 958
Market shares, per cent ³⁾	19.0	19.7				19.4	19.7

1) Norwegian operations only.

2) As from the first quarter of 2013, Postbanken Eiendom was merged with DNB Eiendom.

3) Management's estimates.

DNB Finans

DNB Finans provides consumer and equipment finance and card based products.

Net lending to customers - average volumes

<i>Amounts in NOK billion</i>	2Q13	1Q13	4Q12	3Q12	2Q12	First half	
						2013	2012
Motor vehicle finance, leasing and factoring	52.3	52.1	52.0	52.2	50.7	52.2	50.6
Consumer finance	18.9	18.3	18.4	17.8	17.9	18.6	17.5
Total net lending to customers	71.3	70.4	70.3	70.0	68.7	70.8	68.2

- The value of new leasing and loan contracts was down 8.7 per cent in the second quarter of 2013 compared to the same period in 2012.
- The value of processed factoring invoices was up 10.1 per cent in the second quarter of 2013 compared to the same period in 2012.
- Consumer finance activities generated healthy profits in the period.
- As at 31 May 2013, the entity had issued nearly 2.2 million credit and charge cards.

Business profile

DNB Finans is the leading provider of consumer and equipment finance in Norway. DNB Finans coordinates DNB's credit card based products and consumer finance activities, servicing both the bank's own customers and customers acquired through cooperation with vendors. Within asset based finance, DNB Finans offers automotive and equipment leasing and loans to both the bank's and own direct customers as well as through vendors. In addition, DNB Finans is the market leader within factoring in Norway, and, through the Autolease brand, a top three player in the Scandinavian market for operational vehicle leasing and fleet management.

DNB Finans' operations in Denmark are concentrated around Autolease. In Sweden there is a broader presence, with both automotive and equipment finance products and services targeted at bank, direct and vendor distribution. Within automotive finance DNB Finans holds a top five position in Sweden. Credit card based products are being developed for the Swedish market.

Large Corporates and International

Large Corporates and International (LCI) aims to offer good solutions to large Norwegian customers and DNB's international customers including local customers in the Baltics, Russia and Poland. LCI will continue to build strong customer relationships for the future.

LCI is organised in four global industry divisions, six geographic divisions and a product and support division. The global industry divisions are responsible for DNB's industry sector strategies. Together with the geographic divisions, they serve our largest corporate customers within the scope of our strategies in Norway and internationally.

The presentation of LCI is based on the global industry divisions including related activities in the geographic divisions.

- Global industry divisions
 - Nordic Corporates
 - International Corporates
 - Energy
 - Shipping, Offshore and Logistics
- Geographic divisions
 - Americas
 - Central Europe, Middle East and Africa
 - Asia
 - Northern Europe
 - Baltics
 - Poland
- Product and support division
 - Business Management and Products

The subsidiary DNB Luxembourg S.A. is a separate entity in LCI.

Financial performance

<i>Amounts in NOK million</i>	2Q13	1Q13	4Q12	3Q12	2Q12	First half	
						2013	2012
Net interest income - ordinary operations	2 399	2 345	2 501	2 410	2 420	4 744	4 878
Interest on allocated capital ¹⁾	224	230	233	259	281	454	614
Net interest income	2 624	2 575	2 734	2 669	2 701	5 199	5 493
Other operating income	619	533	581	531	557	1 152	1 084
Income attributable to product suppliers	627	501	634	530	622	1 127	1 180
Net other operating income	1 245	1 034	1 214	1 060	1 179	2 279	2 264
Total income	3 869	3 609	3 949	3 730	3 881	7 478	7 756
Other operating expenses	1 053	1 038	1 187	985	959	2 091	1 986
Cost attributable to product suppliers	245	185	268	240	242	430	464
Operating expenses	1 298	1 223	1 455	1 225	1 202	2 521	2 449
Pre-tax operating profit before impairment	2 571	2 385	2 493	2 505	2 679	4 956	5 307
Net gains on fixed and intangible assets	(6)	1	(6)	(1)	2	(5)	4
Impairment loss on loans and guarantees ²⁾	559	568	706	307	456	1 127	917
Impairment loss attributable to product suppliers	0	(1)	0	0	0	(1)	0
Profit from repossessed operations ³⁾	(2)	(26)	(2)	(63)	36	(28)	(83)
Pre-tax operating profit	2 005	1 793	1 779	2 135	2 260	3 797	4 311
Taxes	601	538	519	623	660	1 139	1 259
Profit for the period	1 403	1 255	1 259	1 511	1 600	2 658	3 052

Loans to customers (NOK billion) ⁴⁾	428.4	425.0	436.3	452.1	456.2	426.8	454.2
Deposits from customers (NOK billion) ⁴⁾	355.9	342.5	338.0	323.8	317.3	349.2	302.8
Allocated capital (NOK billion) ¹⁾	50.5	50.5	52.0	50.7	50.7	50.5	51.4
Cost/income ratio (%)	33.6	33.9	36.9	32.8	31.0	33.7	31.6
Ratio of deposits to loans (%)	83.1	80.6	77.5	71.6	69.6	81.8	66.7
Return on allocated capital, annualised (%) ¹⁾	11.2	10.1	9.6	11.9	12.7	10.6	12.0

Number of full-time positions at end of period	3 748	4 089	4 201	4 346	4 457	3 748	4 457
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1) Allocated capital corresponds to the external capital adequacy requirement (Basel II) which must be met by the Group.

2) Including collective impairment.

3) Profits from repossessed operations which are fully consolidated in the DNB Group are presented net under "Profit from repossessed operations" in the business areas.

4) Average balances. Loans to customers include accrued interest and impairment losses. Amounts due from credit institutions are not included. Correspondingly, deposits from customers include accrued interest. Amounts due to credit institutions are not included.

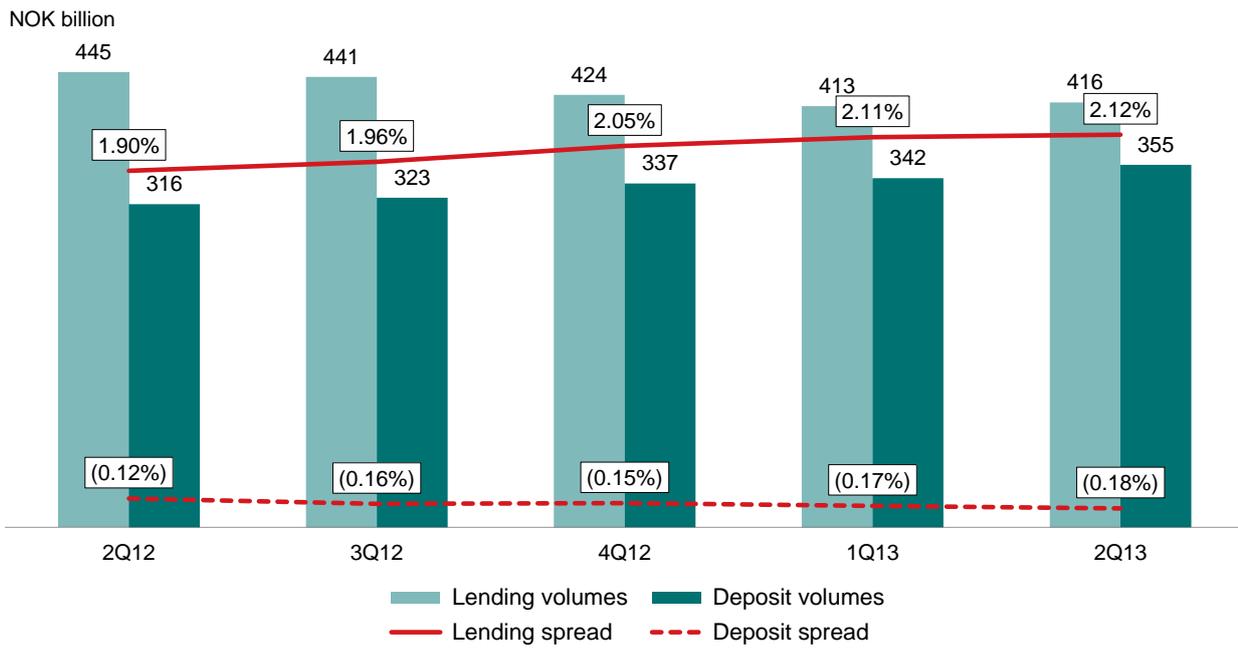
Average total volumes

<i>Amounts in NOK billion</i>	2Q13	1Q13	4Q12	3Q12	2Q12	First half	
						2013	2012
Loans to customers ¹⁾	428	425	436	452	456	427	454
Guarantees	73	72	73	75	76	72	75
Total loans and guarantees	501	497	510	527	532	499	529
Adjusted for exchange rate movements	501	507	520	527	532	499	525
Commercial paper issues during the period	12	17	17	17	17	29	33
Syndicated loans during the period ²⁾	9	1	4	1	3	10	9
Bond issues during the period	14	19	16	13	10	33	29

1) Average balances. Loans to customers includes accrued interest and impairment losses. Amounts due from credit institutions are not included.

2) Difference between DNB underwriting and DNB final hold. Figures for previous quarters in 2012 have been restated.

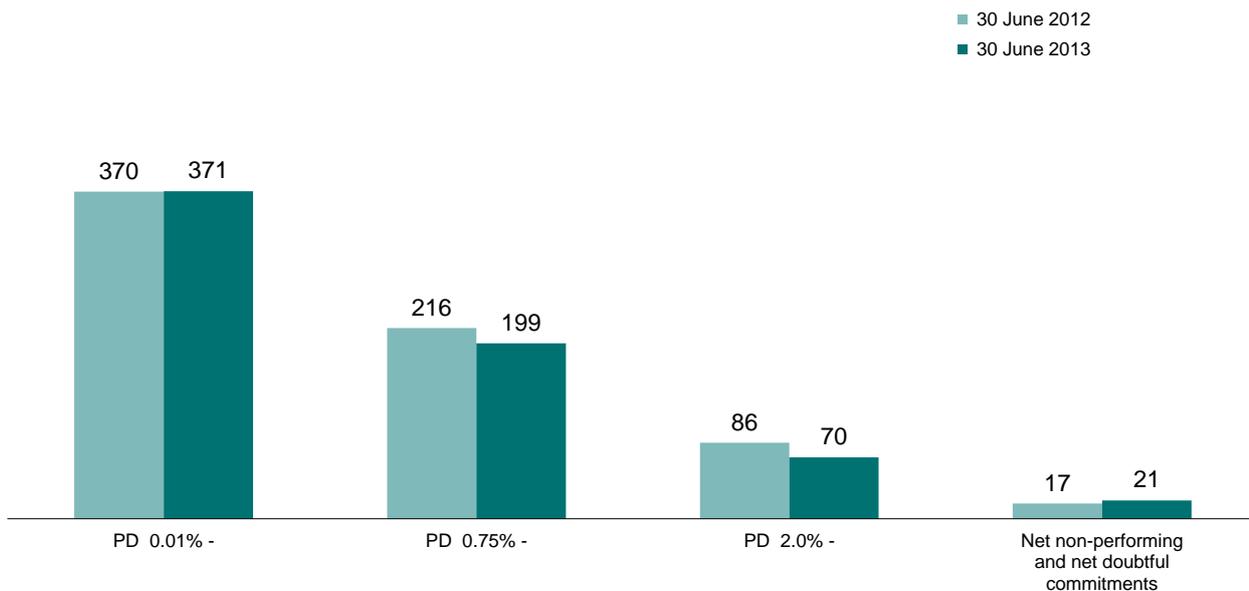
Development in average volumes and interest spreads ¹⁾



1) Lending to and deposits from customers. Nominal values, excluding impaired loans.

Risk classification of portfolio ¹⁾

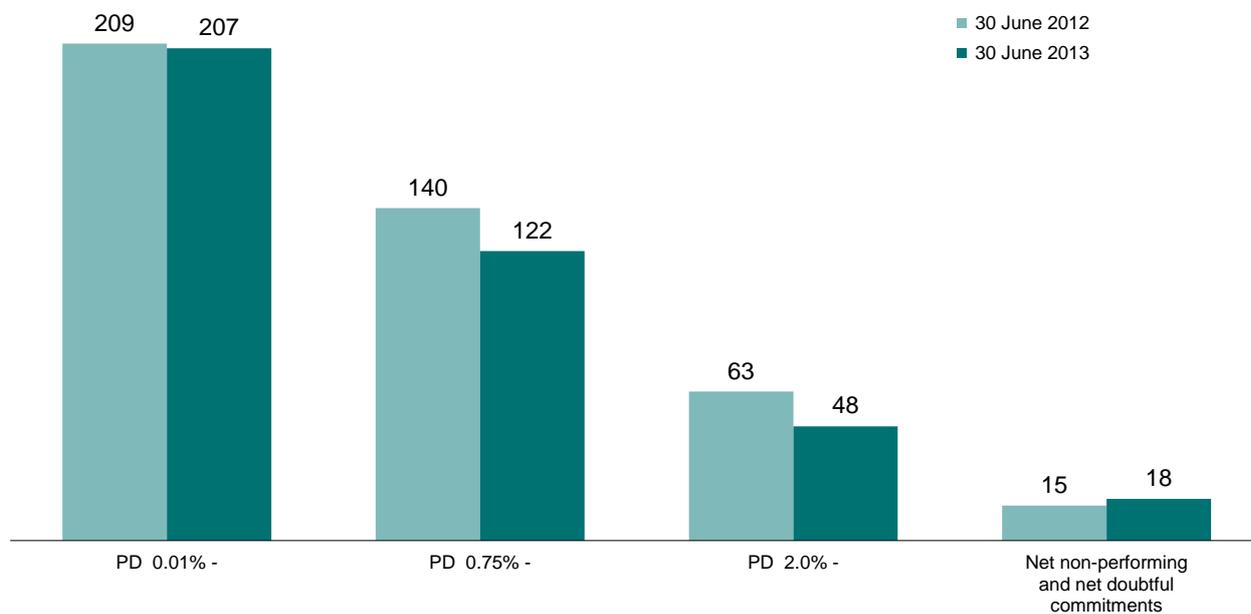
NOK billion



1) Based on DNB's risk classification system. The volumes represent the expected outstanding amount in the event of default. Figures as at 30 June 2012 have been restated in consequence of an upward adjustment of PD for certain large corporate models. PD = probability of default.

Risk classification of international portfolio ^{1) 2)}

NOK billion

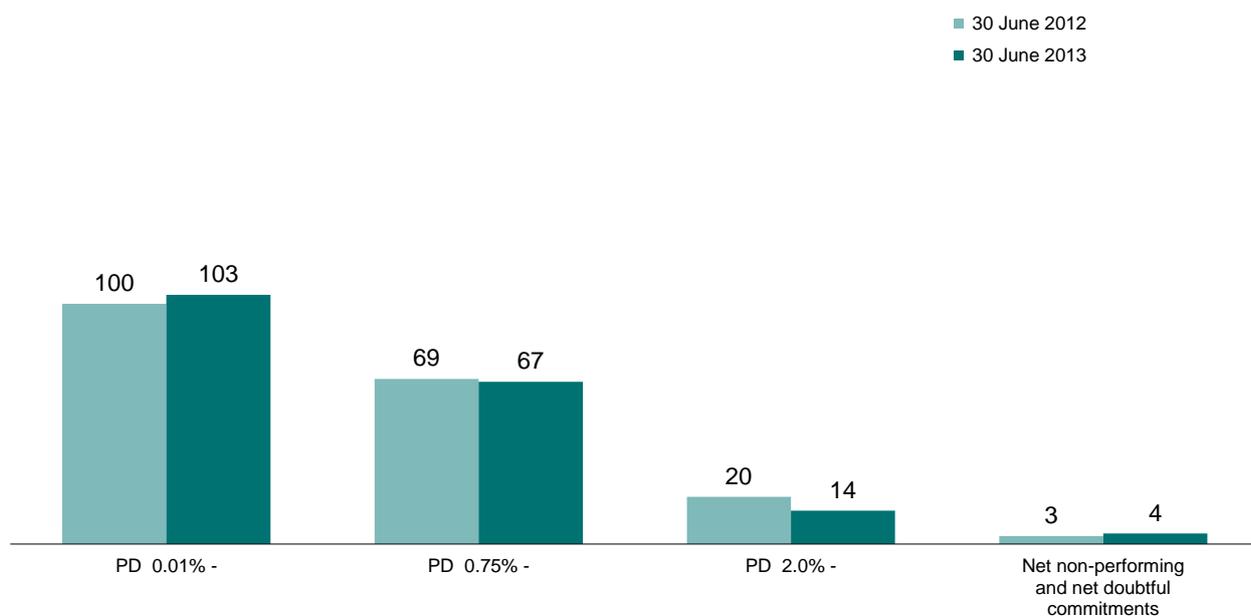


1) Based on DNB's risk classification system. The volumes represent the expected outstanding amount in the event of default. Figures as at 30 June 2012 have been restated in consequence of an upward adjustment of PD for certain large corporate models. PD = probability of default.

2) The international portfolio comprises business recorded outside Norway.

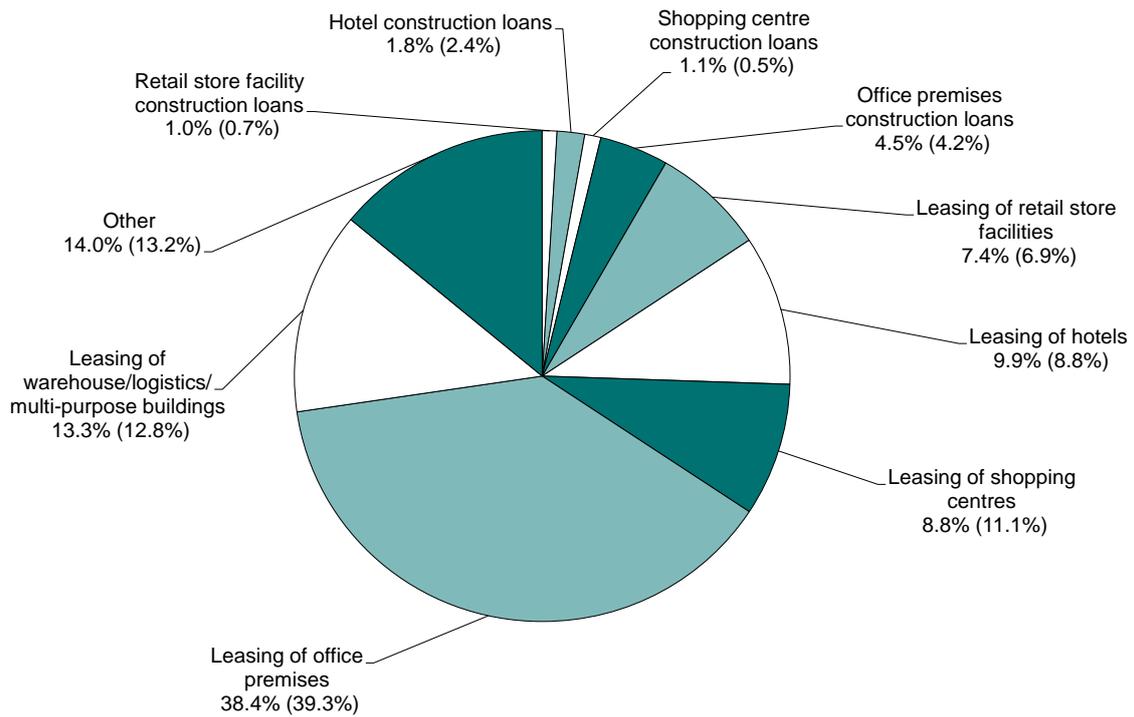
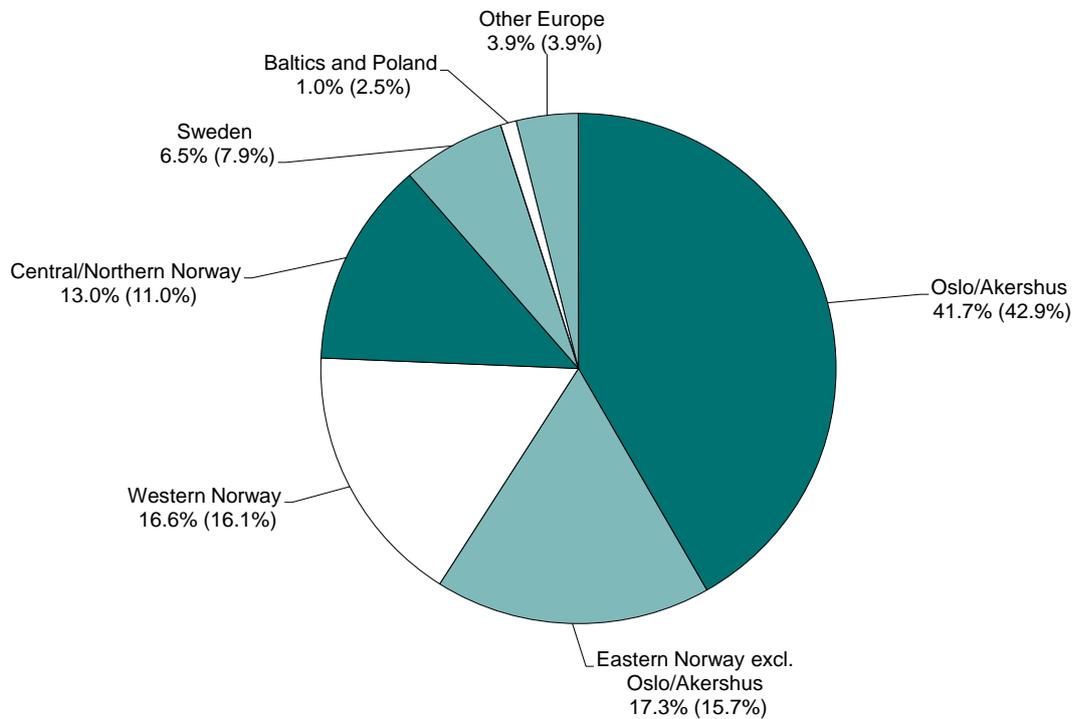
Risk classification of commercial real estate ^{1) 2)}

NOK billion



1) Based on DNB's risk classification system. The volumes represent the expected outstanding amount in the event of default. Figures as at 30 June 2012 have been restated in consequence of an upward adjustment of PD for certain large corporate models. PD = probability of default.

2) The numbers are totals for the DNB Group and include exposure recorded in both LCI and Retail Banking. The definition of this segment reflects the actual underlying commercial property risk.

Commercial real estate exposure according to segment as at 30 June 2013 ¹⁾**Geographic distribution of commercial real estate exposure as at 30 June 2013 ¹⁾**

1) The numbers are totals for the DNB Group and include exposure recorded in both LCI and Retail Banking. The definition of this segment reflects the actual underlying commercial property risk. Comparable figures as at 30 June 2012 in parentheses.

Nordic Corporates Division

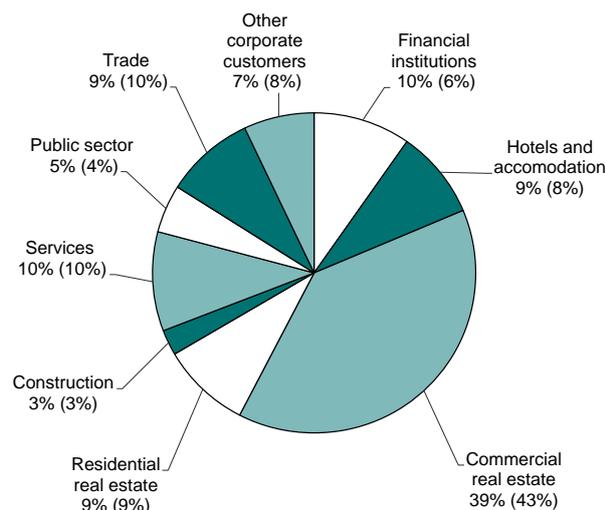
- The Nordic Corporates Division serves the bank's largest Norwegian and Nordic corporate clients within the retail and service industries, commercial real estate and contractors, financial institutions, the public sector and non-government organisations. The division also serves international clients in the same segments.
- DNB has a very strong market position in these segments in Norway. The majority of Norway's largest corporations are banking with DNB.
- Commercial real estate broking services are offered through the subsidiary DNB Næringsmegling AS.

Average volumes

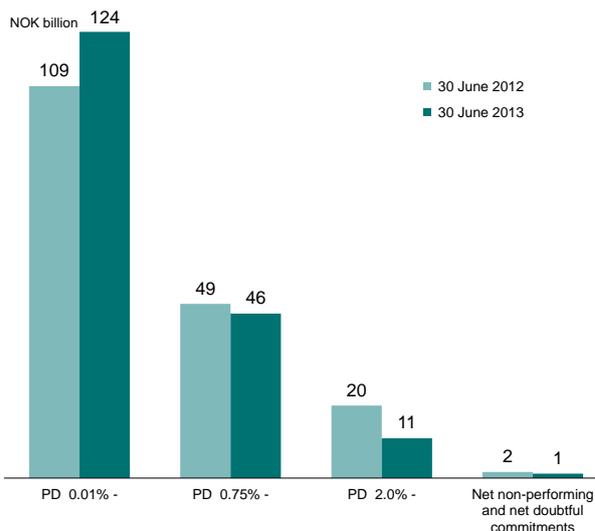
Amounts in NOK billion	2Q13	1Q13	4Q12	3Q12	2Q12	First half	
						2013	2012
Loans to customers ¹⁾	127	126	131	135	138	126	136
- Adjusted for exchange rate movements ¹⁾	127	127	133	135	139	126	136
Guarantees	14	14	15	16	15	14	15
Deposits from customers ¹⁾	131	126	127	124	115	129	106

1) Loans to customers includes accrued interest, impairment losses and value adjustments. Amounts due from credit institutions are not included. Correspondingly, deposits from customers include accrued interest. Amounts due to credit institutions are not included.

Exposure at default according to sector ¹⁾



Risk classification of portfolio ²⁾



1) Figures as at 30 June 2013. Comparable figures as at 30 June 2012 in parentheses.

2) Based on DNB's risk classification system. The volumes represent the expected outstanding amount in the event of default. Figures as at 30 June 2012 have been restated in consequence of an upward adjustment of PD for certain large corporate models. PD = probability of default.

International Corporates Division

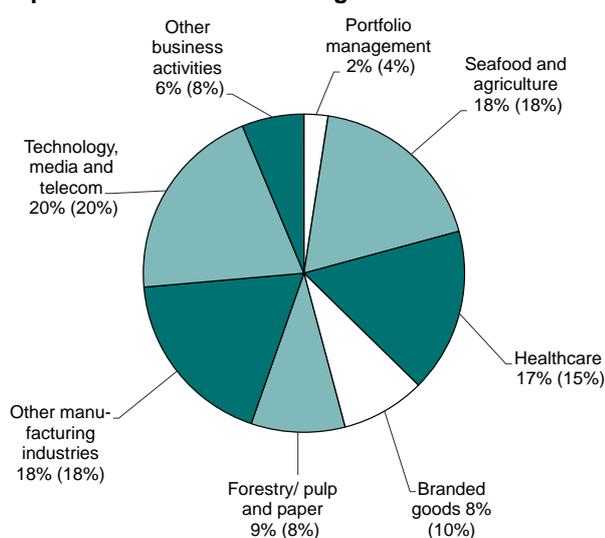
- The International Corporates Division serves large Norwegian corporates, international companies with business in Norway and international customers in the following sectors: foods, sea food, telecom, media, technology, healthcare, packaging industry and general manufacturing.
- The division serves a majority of the Norwegian companies in the defined industries as lead bank as well as selected corporates internationally within LCI's international sector strategies.

Average volumes

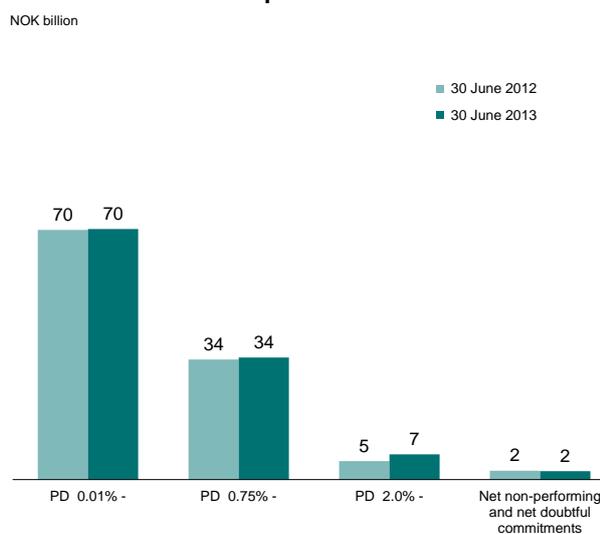
Amounts in NOK billion	2Q13	1Q13	4Q12	3Q12	2Q12	First half	
						2013	2012
Loans to customers ¹⁾	68	67	67	69	72	67	69
- Adjusted for exchange rate movements ¹⁾	68	68	68	69	72	67	69
Guarantees	13	13	12	11	11	13	10
Deposits from customers ¹⁾	51	50	50	41	42	51	33

1) Loans to customers includes accrued interest, impairment losses and value adjustments. Amounts due from credit institutions are not included. Correspondingly, deposits from customers include accrued interest. Amounts due to credit institutions are not included.

Exposure at default according to sector ¹⁾



Risk classification of portfolio ²⁾



1) Figures as at 30 June 2013. Comparable figures as at 30 June 2012 in parentheses.

2) Based on DNB's risk classification system. The volumes represent the expected outstanding amount in the event of default. Figures as at 30 June 2012 have been restated in consequence of an upward adjustment of PD for certain large corporate models. PD = probability of default.

Energy Division

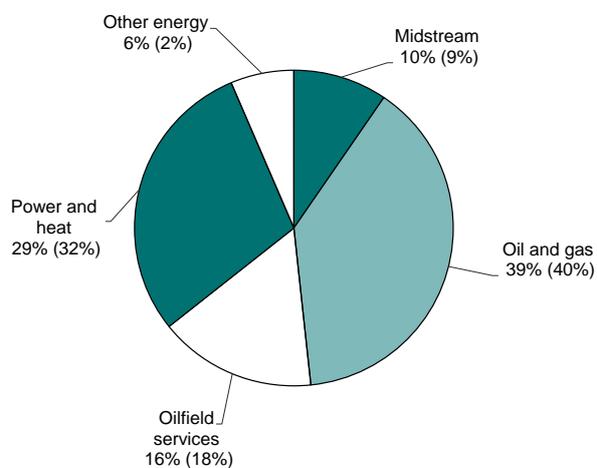
- The Energy Division serves customers in Norway and internationally in the oil and gas, oilfield services, power and renewable industries.
- The oil and gas and oilfield services industries are amongst the largest sectors in the world. Huge investments are needed in order to meet future demand for oil and gas. DNB has been active in these sectors for over 40 years.
- The power and renewable industries are fast growing sectors with focus on low-carbon-emission energy production. Considerable investments are needed in order to meet future ambitions within renewable energy. The bank has a strong focus on renewable energy, with main emphasis on hydro power, but also on wind and solar power.

Average volumes

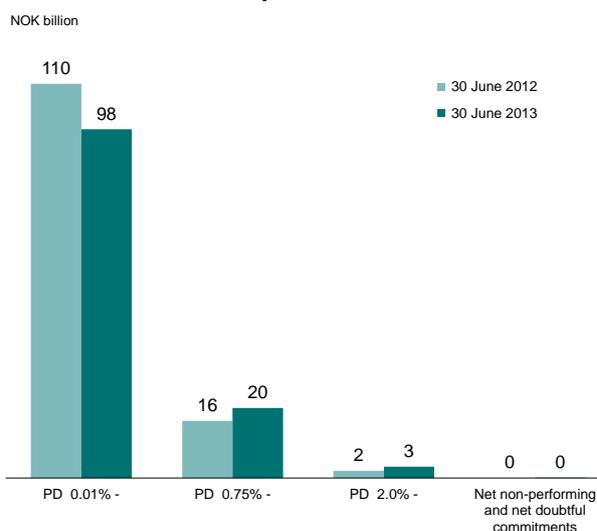
Amounts in NOK billion	2Q13	1Q13	4Q12	3Q12	2Q12	First half	
						2013	2012
Loans to customers ¹⁾	48	47	50	53	51	47	49
- Adjusted for exchange rate movements ¹⁾	48	48	51	53	51	47	49
Guarantees	30	31	32	34	38	31	38
Deposits from customers ¹⁾	64	65	59	57	58	64	58

1) Loans to customers includes accrued interest, impairment losses and value adjustments. Amounts due from credit institutions are not included. Correspondingly, deposits from customers include accrued interest. Amounts due to credit institutions are not included.

Exposure at default according to sector ¹⁾



Risk classification of portfolio ²⁾



1) Figures as at 30 June 2013. Comparable figures as at 30 June 2012 in parentheses.

2) Based on DNB's risk classification system. The volumes represent the expected outstanding amount in the event of default. Figures as at 30 June 2012 have been restated in consequence of an upward adjustment of PD for certain large corporate models. PD = probability of default.

Shipping, Offshore and Logistics Division

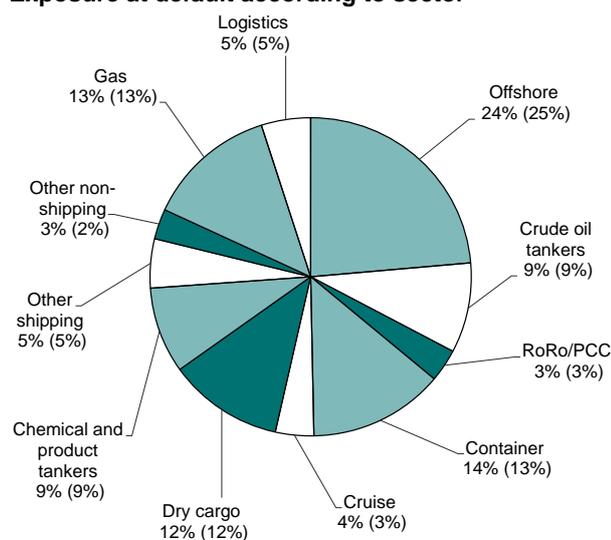
- The Shipping, Offshore and Logistics Division provides commercial and investment banking services to high-quality Norwegian and international shipping, offshore and logistics clients.
- DNB is a world leading arranger of syndicated loans to the shipping and offshore sectors.
- The division aims to achieve satisfactory risk-adjusted profitability by being one of the leading international shipping banks.
- The division aims to be the preferred strategic discussion partner for clients.

Average volumes

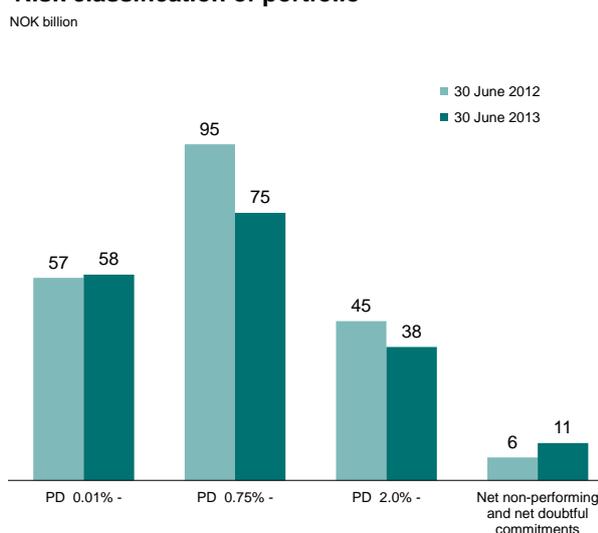
Amounts in NOK billion	2Q13	1Q13	4Q12	3Q12	2Q12	First half	
						2013	2012
Loans to customers ¹⁾	129	128	132	139	140	129	141
- Adjusted for exchange rate movements ¹⁾	129	133	135	137	139	129	138
Guarantees	10	9	10	10	9	9	9
Deposits from customers ¹⁾	67	64	65	67	70	65	66

1) Loans to customers includes accrued interest, impairment losses and value adjustments. Amounts due from credit institutions are not included. Correspondingly, deposits from customers include accrued interest. Amounts due to credit institutions are not included.

Exposure at default according to sector ¹⁾



Risk classification of portfolio ²⁾



1) Figures as at 30 June 2013. Comparable figures as at 30 June 2012 in parentheses.

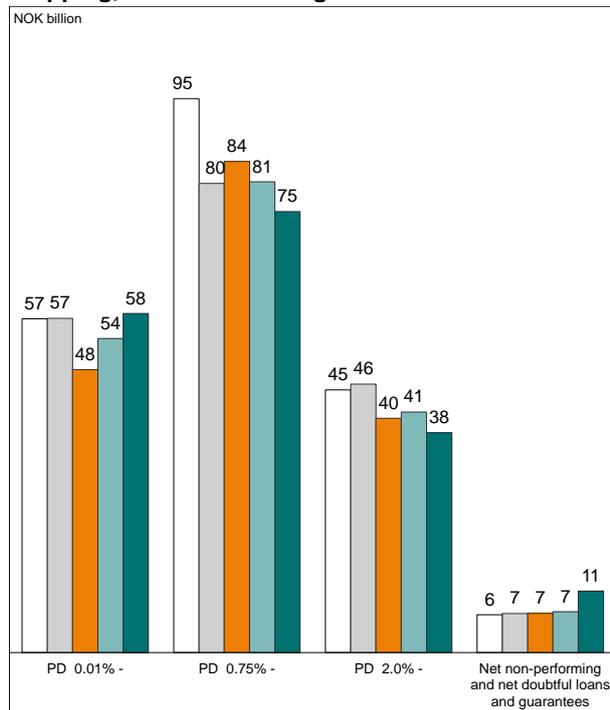
2) Based on DNB's risk classification system. The volumes represent the expected outstanding amount in the event of default. Figures as at 30 June 2012 have been restated in consequence of an upward adjustment of PD for certain large corporate models. PD = probability of default.

Portfolio

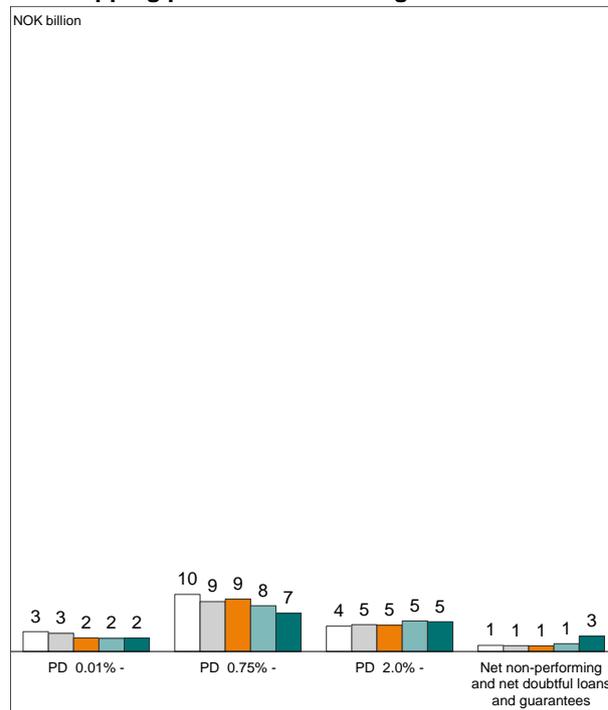
- DNB has a diversified portfolio in the maritime sector, as shown above.
- DNB expects weak dry bulk, container and tanker markets.
- Clients within the dry bulk segment are mainly well-established operators.
- The container portfolio mainly comprises companies that are among the major operators and tonnage providers.
- Within the crude tanker portfolio, clients are mainly leading international tanker owners.

Risk classification of portfolio – according to segment ¹⁾

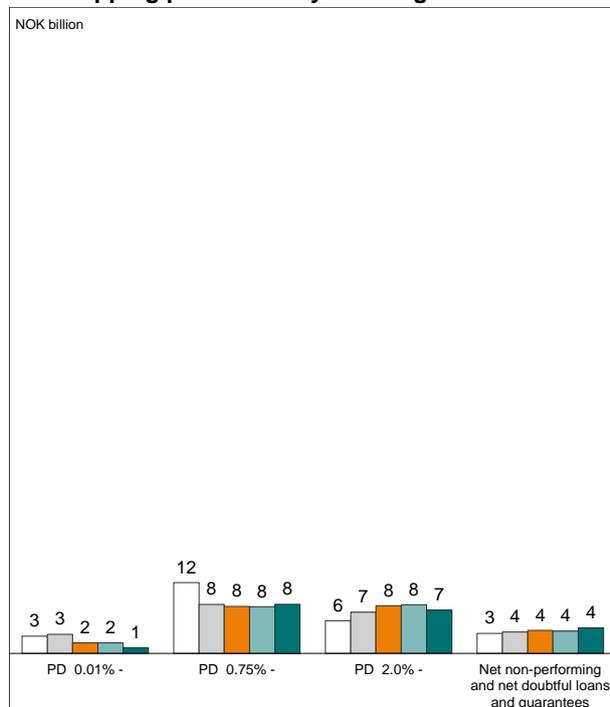
Shipping, Offshore and Logistics Division total



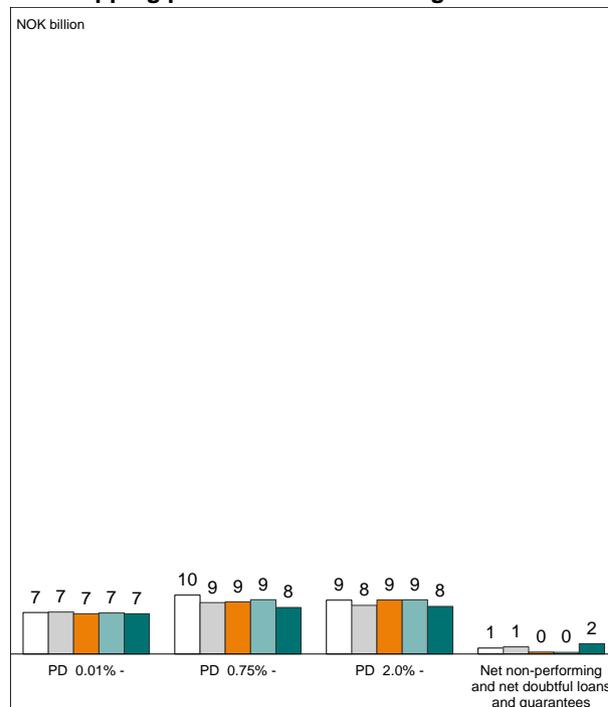
The shipping portfolio - tanker segment



The shipping portfolio - dry bulk segment



The shipping portfolio - container segment



30 June 2012
 30 Sept. 2012
 31 Dec. 2012
 31 March 2013
 30 June 2013

1) Based on DNB's risk classification system. The volumes represent the expected outstanding amount in the event of default. Figures for previous periods have been restated in consequence of an upward adjustment of PD for certain large corporate models. PD = probability of default.

Baltics, Russia and Poland

- DNB Baltics and Poland serves customers in Estonia, Lithuania, Latvia and Poland, where the bank has either a strong market position or a long-term growth potential.
- In the Baltics, the bank provides a broad range of products to both the retail and corporate markets and is committed to developing a strong brand as a full-service bank.
- The strategy in Poland has been changed, whereby future operations will focus on the corporate market within the DNB Group's international priority areas. In accordance with this strategy, the retail portfolio and the related branch network were sold in the second quarter of 2013.
- JSC DNB Bank (Russia) is a regional bank serving corporate and retail customers and has a firm foothold in the Murmansk region in Russia. The bank holds a general licence for banking operations throughout Russia.

Financial performance

Amounts in NOK million	2Q13	1Q13	4Q12	3Q12	2Q12	First half	
						2013	2012
Net interest income ¹⁾	266	252	271	262	285	518	572
Net other operating income	221	218	230	233	243	439	452
Total income	487	470	501	495	528	957	1 025
Operating expenses	419	424	532	353	383	843	733
Pre-tax operating profit before impairment	68	47	(31)	142	145	114	292
Net gains on fixed and intangible assets	(6)	1	(6)	(1)	2	(5)	4
Impairment loss on loans and guarantees ²⁾	56	67	45	57	99	123	162
Pre-tax operating profit	6	(19)	(82)	84	48	(14)	134
Taxes	13	1	10	(4)	1	14	20
Profit for the period	(7)	(21)	(93)	88	47	(28)	114

Loans to customers (NOK billion) ³⁾	53.2	53.3	53.1	53.3	54.2	53.3	54.6
Deposits from customers (NOK billion) ³⁾	31.8	31.3	29.6	29.6	29.3	31.6	28.6
Allocated capital (NOK billion) ¹⁾	4.4	4.5	4.6	4.6	4.9	4.4	4.9
Cost/income ratio (%)	86.1	90.1	106.1	71.3	72.5	88.0	71.5
Ratio of deposits to loans (%)	59.8	58.7	55.8	55.6	54.0	59.3	52.4

Number of full-time positions at end of period	2 860	3 187	3 274	3 403	3 515	2 860	3 515
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1) Including interest on allocated capital. Allocated capital corresponds to the external capital adequacy requirement (Basel II) which must be met by the Group.

2) Including collective impairment.

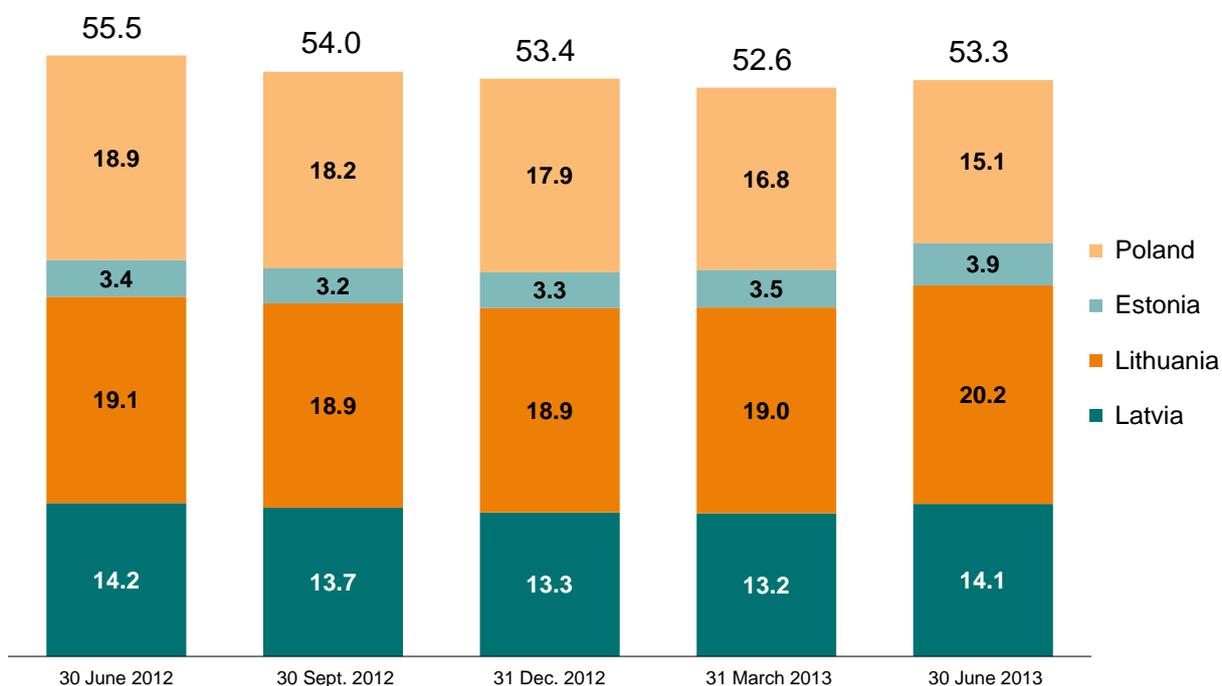
3) Average balances. Loans to customers include accrued interest and impairment losses. Amounts due from credit institutions are not included. Correspondingly, deposits from customers include accrued interest. Amounts due to credit institutions are not included.

Loans and impairment

Amounts in NOK million	Net loans 30 June 2013	Of which net non-performing and net doubtful loans and guarantees		Individual impairment 2Q13	Collective impairment 2Q13	Total impairment 2Q13
		NOK million	As a percentage of net loans			
Estonia	3 886	222	5.7	(2)	(1)	(3)
Latvia	14 090	1 853	13.2	52	(14)	38
Lithuania	20 210	2 468	12.2	7	(11)	(4)
Russia	725	39	5.3	(5)	0	(5)
Poland	15 088	749	5.0	31	(1)	30
Total	53 999	5 330	9.9	83	(27)	56

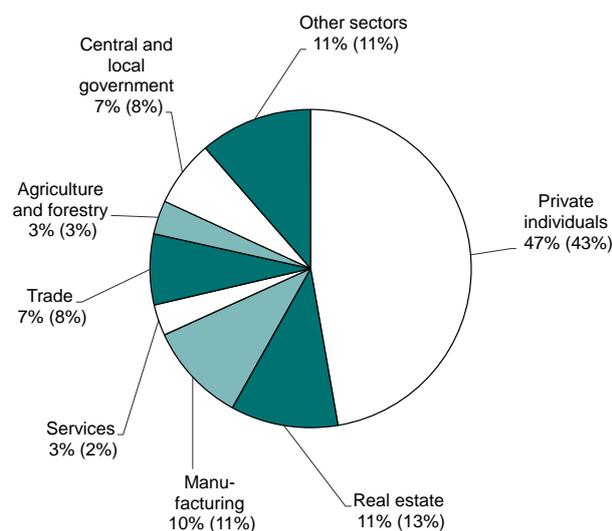
Development in lending volumes - Baltics and Poland ¹⁾

NOK billion

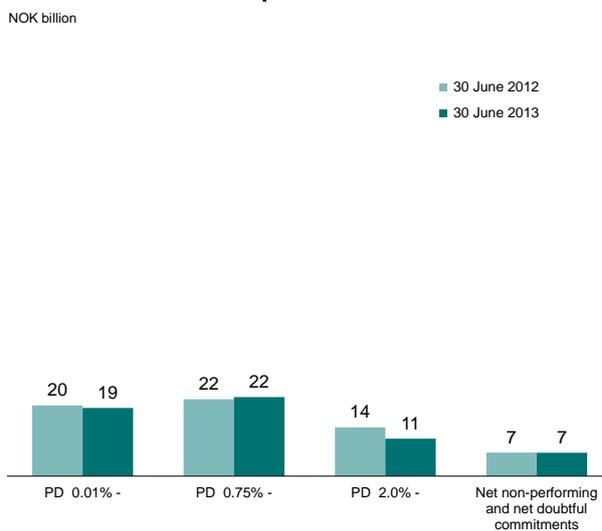


1) Lending volumes represents loans to customer including accrued interest, impairment losses and value adjustments. Amounts due from credit institutions are not included.

Exposure at default according to sector ¹⁾



Risk classification of portfolio ²⁾



1) Figures as at 30 June 2013. Comparable figures as at 30 June 2012 in parentheses.

2) Based on DNB's risk classification system. The volumes represent the expected outstanding amount in the event of default. Figures as at 30 June 2012 have been restated in consequence of an upward adjustment of PD for certain large corporate models. PD = probability of default.

DNB Luxembourg S.A.

DNB Luxembourg S.A. is a fully licensed bank with two business areas: Private banking and mortgage-financing of secondary homes outside Norway. The target customer base is Norwegians living outside Norway and/or with international interests.

Average volumes

<i>Amounts in NOK billion</i>	2Q13	1Q13	4Q12	3Q12	2Q12	First half	
						2013	2012
Loans to customers ¹⁾	2.5	2.1	1.8	1.8	1.8	2.3	1.7
Guarantees	-	-	-	-	-	-	-
Deposits from customers ¹⁾	7.2	3.8	3.9	4.4	5.3	5.5	5.1

1) Loans to customers includes accrued interest, impairment losses and value adjustments. Amounts due from credit institutions are not included. Correspondingly, deposits from customers include accrued interest. Amounts due to credit institutions are not included.

DNB Markets

DNB Markets is Norway's largest provider of securities and investment banking services.

DNB Markets comprises the following units:

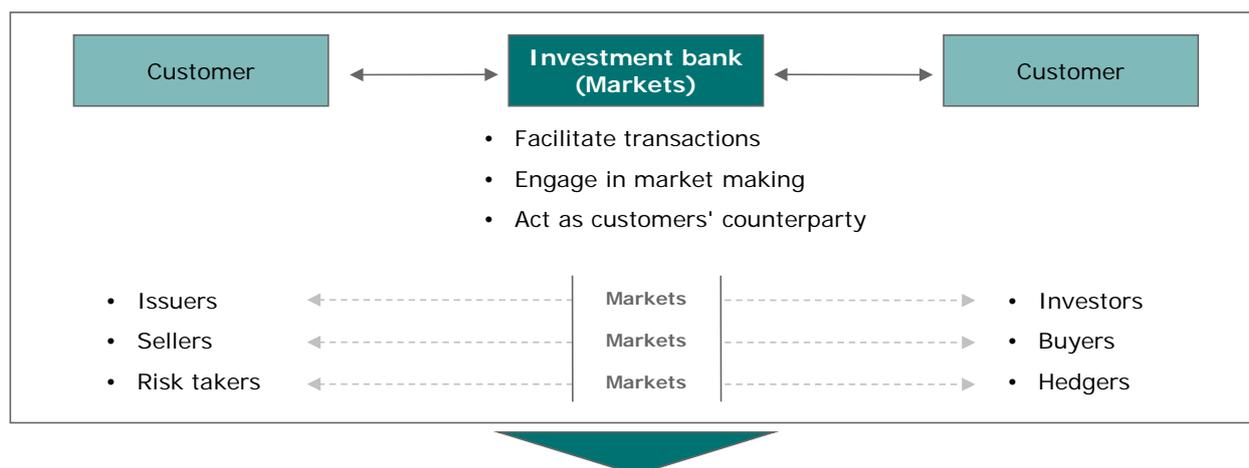
- Fixed Income/Currencies/Commodities
- Equities
- Corporate Finance
- Securities Services

The Group Treasury is organised within DNB Markets though profits and losses for the unit are not recorded under this business area.

DNB Markets aims to be the leading investment bank for Norwegian and Norwegian-related customers, as well as international clients requiring services relating to Norway and the Norwegian krone. Clients outside Norway are served through the Group's international units, especially shipping, energy and seafood clients.

DNB Markets is a full-service investment bank with leading market positions in Norway. The business area has:

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



Through its diversified business and products, DNB Markets is well positioned to capitalise on the Group's customer base and interest rate and currency positions.

Products and services

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

Customers and market shares

- In spite of intensifying competition, DNB Markets maintained its leading market position in Norway within foreign exchange and interest rate activities.
- Manager for the greatest number of Norwegian kroner bond and commercial paper issues in NOK in the domestic market in the second quarter of 2013 (Source: Stamdata, Bloomberg).
- The largest brokerage house on Oslo Børs within fixed income securities in the secondary market in the second quarter of 2013 (Source: Oslo Stock Exchange).
- Leading within domestic securities services (Source: Oslo Stock Exchange).
- 53.6 per cent of limited companies use DNB Markets as registrar in the Norwegian Central Securities Depository (Source: Norwegian Central Securities Depository).

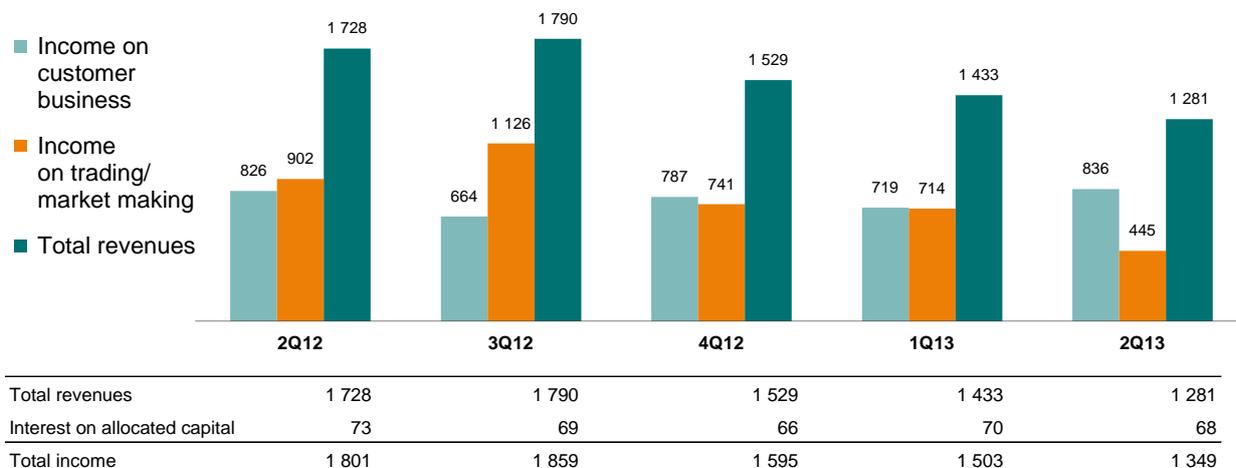
Financial performance

<i>Amounts in NOK million</i>	2Q13	1Q13	4Q12	3Q12	2Q12	First half	
						2013	2012
Net interest income - ordinary operations	104	117	79	111	169	221	363
Interest on allocated capital ¹⁾	68	70	66	69	73	138	155
Net interest income	172	187	145	180	242	359	518
Net other operating income	1 177	1 316	1 450	1 679	1 558	2 493	3 709
Total income	1 349	1 503	1 595	1 859	1 801	2 852	4 226
Operating expenses	534	501	513	541	571	1 035	1 116
Pre-tax operating profit before impairment	816	1 002	1 082	1 318	1 230	1 818	3 110
Net gains on fixed and intangible assets	0	0	(3)	0	0	0	0
Impairment loss on loans and guarantees	0	0	0	0	0	0	0
Pre-tax operating profit	816	1 002	1 079	1 318	1 230	1 818	3 110
Taxes	237	291	313	382	357	527	902
Profit for the period	579	712	766	936	873	1 291	2 208
Allocated capital (NOK billion) ¹⁾	14.7	15.0	13.4	12.4	12.2	14.8	12.1
Cost/income ratio (%)	39.6	33.3	32.1	29.1	31.7	36.3	26.4
Return on allocated capital, annualised (%) ¹⁾	15.8	19.3	22.8	29.9	28.8	17.5	36.6
Number of full-time positions at end of period	687	693	722	721	717	687	717

1) Allocated capital corresponds to the external capital adequacy requirement (Basel II) which must be met by the Group. The interest and return on allocated capital is calculated on this capital.

Income distribution

NOK million

**Revenues within various segments, quarterly**

<i>Amounts in NOK million</i>	2Q13	1Q13	4Q12	3Q12	2Q12
FX, interest rate and commodity derivatives	343	406	361	358	419
Investment products	95	97	81	70	107
Corporate finance	344	168	290	177	240
Securities services	53	49	56	59	60
Total customer revenues	836	719	787	664	826
Net income international bond portfolio	195	379	399	714	274
Other market making/trading revenues	250	335	342	413	628
Total trading revenues	445	714	741	1 126	902
Interest income on allocated capital	68	70	66	69	73
Total income	1 349	1 503	1 595	1 859	1 801

Revenues within various segments, annual

<i>Amounts in NOK million</i>	2012	2011	2010	2009	2008
FX, interest rate and commodity derivatives	1 554	1 476	1 317	1 665	1 936
Investment products	367	432	399	766	574
Corporate finance	920	770	903	570	643
Securities services	220	230	218	190	333
Total customer revenues	3 061	2 908	2 838	3 191	3 486
Net income international bond portfolio	2 168	591	1 151	1 147	(707)
Other market making/trading revenues	2 161	2 495	1 337	2 761	2 600
Total trading revenues	4 329	3 086	2 488	3 908	1 893
Interest income on allocated capital ¹⁾	290	165	145	144	305
Total income	7 680	6 159	5 471	7 243	5 685

1) Figures prior to 2012 have not been adjusted for changes in capital allocation. Allocated capital in 2012 corresponds to the external capital adequacy requirement (Basel II) which must be met by the Group. The interest and return on allocated capital in 2012 is calculated on this capital.

Distribution and cooperation with other entities

Maintaining a broad distribution network and effective cooperation with other business areas within the Group is a key priority for DNB Markets. Customers are served through:

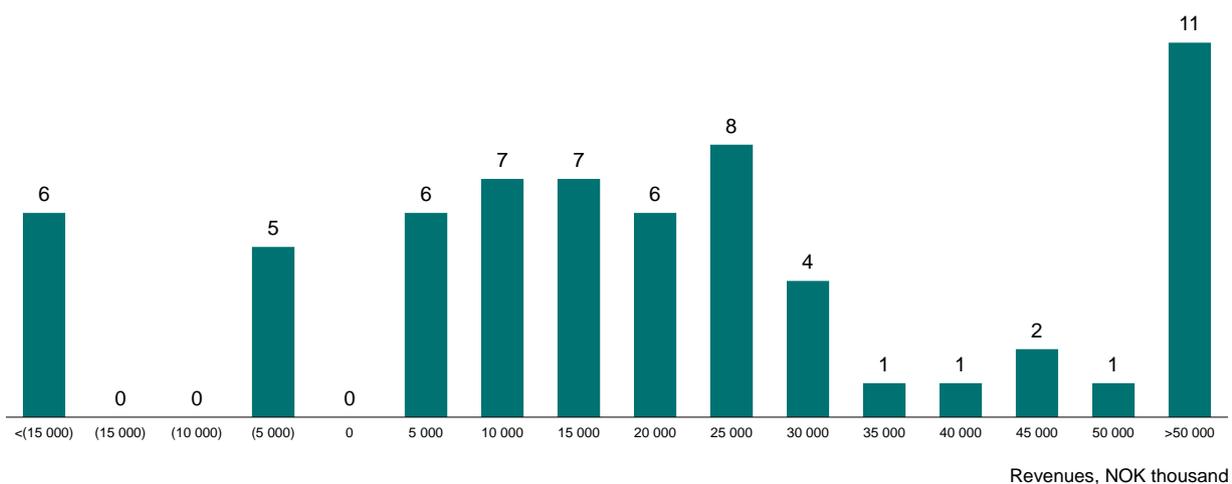
- Central units located in Oslo.
- International offices (Stockholm, London, New York, Houston, Singapore and Shanghai) and 12 regional offices in Norway.

Daily revenue statistics

<i>Amounts in NOK thousand</i>	Second quarter		Full year	
	2013	2012	2012	2011
Minimum	(61 196)	(31 002)	(35 177)	(123 659)
Maximum	93 887	163 780	163 748	116 728
Average	19 649	26 595	28 317	23 695
Loss days	11	8	27	34
Gain days	54	57	234	225

Daily revenue distribution in the second quarter of 2013

Number of days



Risk profile

DNB Markets has a moderate risk profile. Customer activities represent the main business. Trading activities support customer activities with products and prices, with focus on Norwegian kroner products.

Value-at-Risk ¹⁾

Market risk arises as a consequence of open positions in foreign exchange, interest rates and equities. The risk is linked to variations in financial results due to fluctuations in market prices or exchange rates. Value-at-Risk increased in June due to increased market volatility.

<i>Amounts in NOK thousand</i>	30 June 2013	Second quarter 2013		
	Actual	Average	Maximum	Minimum
Currency risk	67 450	25 699	77 100	15 060
Interest rate risk	58 020	33 477	58 020	20 820
Equities	3 379	5 600	12 202	917
Diversification effects ²⁾	(12 250)	(11 743)		
Total	116 599	53 031		

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

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

Interest rate sensitivity

The value of financial investments recorded on and off the balance sheet is affected by interest rate movements. The table below shows potential losses for DNB resulting from parallel one percentage point changes in all interest rates. The calculations are based on a hypothetical situation where interest rate movements in all currencies are unfavourable for DNB relative to the Group's positions. Also, all interest rate movements within the same interval are assumed to be unfavourable for the Group. The calculations are based on the Group's positions as at 30 June 2013 and market rates at the same date.

Potential losses for DNB resulting from parallel one percentage point changes in all interest rates

<i>Amounts in NOK million</i>	Up to 1 month	From 1 month to 3 months	From 3 months to 1 year	From 1 year to 5 years	More than 5 years	Total
Trading portfolio						
NOK	80	19	426	263	95	30
USD	63	29	74	74	10	44
EUR	1	18	22	12	48	63
GBP	3	2	1	7	4	16
SEK	21	34	1	5	2	63
Other currencies	44	16	9	9	5	45
Banking portfolio						
NOK	321	33	71	98	10	306
EUR	0	0	20	37	3	20
Total						
NOK	401	14	497	361	85	336
USD	63	29	74	74	10	44
EUR	1	18	3	48	51	83
GBP	3	2	1	7	4	16
SEK	21	34	1	5	2	63
Other currencies	44	16	9	9	5	45

Insurance and Asset Management

In the first half of 2013, the business area Insurance and Asset Management consisted of DNB Livsforsikring ASA and DNB Asset Management Holding AS and their respective subsidiaries, in addition to DNB Skadeforsikring.

Insurance and Asset Management was responsible for life insurance, pension savings, non-life insurance and asset management operations.

Financial performance

<i>Amounts in NOK million</i>	2Q13	1Q13	4Q12 ¹⁾	3Q12 ¹⁾	2Q12 ¹⁾	First half	
						2013	2012 ²⁾
Total income ²⁾	1 144	1 088	933	1 023	881	2 233	1 898
Operating expenses	519	541	470	561	556	1 060	1 142
Pre-tax operating profit ¹⁾	626	548	462	462	325	1 173	756
Taxes	88	62	(38)	(73)	(38)	150	(132)
Operating profit	538	486	500	534	363	1 023	888
Assets under management (NOK billion) ³⁾	509	505	481	543	529	509	529
Allocated capital (NOK billion) ²⁾	17.7	17.3	16.4	15.9	15.4	17.5	15.3
Return on allocated capital, annualised (%) ²⁾	12.2	11.4	12.1	13.4	9.5	11.8	11.7
Cost/income ratio (%)	45.3	49.7	50.4	54.9	63.1	47.5	60.2
Number of full-time positions at end of period ^{**)}	957	971	1 017	1 035	1 045	957	1 045

*) of which:

DNB Livsforsikring	499	462	313	356	237	961	643
DNB Asset Management	49	46	47	51	39	95	81
DNB Skadeforsikring	74	39	101	55	50	113	43

***) of which:

DNB Livsforsikring	622	639	692	703	718	622	718
DNB Asset Management	194	198	198	208	211	194	211
DNB Skadeforsikring	142	134	127	124	116	142	116

1) Due to changes in principles, some comparative figures have been restated. See further details in note 1 Accounting principles in the DNB Group's quarterly reports 2013.

2) Allocated capital corresponds to the external capital adequacy requirement (Basel II) which must be met by the Group.

3) Assets at end of period.

Descriptions of the financial performance of DNB Livsforsikring, DNB Asset Management and DNB Skadeforsikring are divided into three separate sections on the next pages.

DNB Livsforsikring

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

DNB Livsforsikring aims to be Norway's strongest provider of pension savings. DNB Livsforsikring seeks continued growth within the company's business segments and aims to deliver competitive results to its policyholders and owner. Devoting further efforts to improving cost efficiency, providing top-quality advisory services, maintaining high levels of service and customer relationship management, exploiting the DNB Group's distribution network and serving as an attractive entry portal for customers into the DNB Group will be instrumental in reaching these targets.

The business area is represented in most parts of Norway through sales offices and also provides services through DNB's distribution networks and independent agents, as well as via the Internet.

Financial performance

Amounts in NOK million	2Q13	1Q13	4Q12 ¹⁾	3Q12 ¹⁾	2Q12 ¹⁾	First half	
						2013	2012 ¹⁾
Net result from equities	662	1 228	234	837	(966)	1 890	538
Net result from other asset classes ²⁾	1 682	1 970	2 473	2 866	2 808	3 653	5 677
Value-adjusted financial result ^{2) 3)}	2 344	3 199	2 707	3 703	1 842	5 543	6 215
Guaranteed return on policyholders' funds	1 777	1 753	1 777	1 740	1 767	3 530	3 481
Financial result after guaranteed returns	567	1 446	931	1 963	75	2 013	2 734
+ From market value adjustment reserve	(227)	(661)	491	(1 033)	1 175	(888)	(135)
Recorded interest result before the application of/ (transfers to) additional allocations	340	784	1 422	930	1 250	1 125	2 599
Application of/(transfers to) additional allocations	154	0	0	0	0	154	0
Recorded interest result	494	784	1 422	930	1 250	1 279	2 599
Risk result ⁴⁾	93	29	(166)	(26)	(6)	122	(108)
Administration result	43	23	32	10	2	67	(2)
Upfront pricing of risk and guaranteed rate of return	194	190	145	146	146	384	288
Transferred from/(to) security reserve	(15)	(4)	(8)	(6)	5	(19)	(5)
Provisions for higher life expectancy, group pension ⁵⁾	234	414	929	663	998	648	1 731
Allocations to policyholders, products with guaranteed returns	77	148	184	36	162	225	398
Net profit	499	462	313	356	237	961	643
Taxes	53	38	(77)	(103)	(64)	91	(167)
Profit	446	424	390	459	301	870	809
Return on allocated capital, annualised ⁶⁾	10.7	10.6	10.1	12.2	8.4	10.7	11.4
Number of full-time positions at end of period	622	639	692	703	718	622	718
*) Of which property revaluation ⁷⁾	(48)	(27)	55	6	42	(75)	112

1) Due to changes in principles, some comparative figures have been restated. See further details in note 1 Accounting principles in the DNB Group's quarterly reports 2013.

2) Excluding unrealised gains on long-term securities.

3) See table below. For developments in the asset mix and return on assets from products with guaranteed returns, see tables on pages 75 and 74.

4) The risk result includes an increase in premium reserves for individual pensions. See the table "Provisions for higher life expectancy" on page 72.

5) See the table "Provisions for higher life expectancy" on page 72.

6) The return on allocated capital is calculated on the basis of average equity.

7) Changes in the value of directly owned properties, DNB Scandinavian Property Fund and properties owned through joint ventures.

Tax charge in DNB Livsforsikring ¹⁾

<i>Amounts in NOK million</i>	First half	Full year				
	2013 ²⁾	2012 ³⁾	2011	2010	2009	2008
Tax charge	91	(347)	101	(672)	(175)	427

- 1) With effect from the 2004 fiscal year, new rules were introduced for the taxation of dividends and income from shares for corporate shareholders, the so-called "exemption model". This model implies that as a rule, corporate shareholders will only be subject to a limited tax on dividends and income from shares etc. Correspondingly, there will be no tax deduction for losses upon the realisation of shares. The National Budget for 2013 included draft legislation to limit the use of the tax exemption method for life insurance and pension companies. The proposal was approved in December 2012. The exemption model still applies to the corporate portfolio.
- 2) The relatively low tax charge is mainly due to changes in deferred taxes on property investments which according to the IFRS regulations are not recognised in the balance sheet.
- 3) Due to changes in principles, some comparative figures have been restated. See further details in note 1 Accounting principles in the DNB Group's quarterly reports 2013.

Balance sheets ¹⁾

<i>Amounts in NOK million</i>	30 June 2013	31 March 2013	31 Dec. 2012 ²⁾	30 Sept. 2012 ²⁾	30 June 2012 ²⁾
Due from credit institutions	6 401	10 867	7 476	5 543	5 669
Loans to customers	1 976	1 994	1 941	1 927	2 044
Commercial paper and bonds	78 175	66 085	64 952	62 688	60 169
Shareholdings	36 532	45 905	37 816	39 072	39 328
Financial assets, customers bearing the risk	30 604	30 059	28 269	27 600	25 391
Financial derivatives	1 322	1 331	1 279	1 548	1 350
Commercial paper and bonds, held to maturity	89 441	89 554	88 948	88 493	88 308
Investment property	33 532	33 054	37 968	39 935	40 396
Investments in associated companies	17	17	17	17	16
Intangible assets	182	191	211	208	213
Deferred tax assets	250	319	357	410	287
Fixed assets	3	4	4	6	7
Other assets	2 376	3 201	1 314	3 170	3 451
Total assets	280 811	282 579	270 551	270 616	266 630
Financial derivatives	1 669	1 469	665	1 161	1 096
Insurance liabilities, customers bearing the risk ^{*)}	30 604	30 059	28 269	27 600	25 391
Liabilities to life insurance policyholders in DNB Livsforsikring ^{**)}	227 009	226 367	221 185	220 574	218 081
Payable taxes	2	17	16	20	2
Deferred taxes	0	0	0	0	0
Other liabilities	3 016	6 511	2 782	2 703	4 009
Pension commitments	336	448	368	859	789
Subordinated loan capital	1 342	1 322	1 302	2 502	2 516
Total liabilities	263 977	266 192	254 587	255 419	251 886
Share capital	1 621	1 621	1 621	1 621	1 621
Share premium reserve	3 875	3 875	3 875	3 875	3 875
Other equity	11 338	10 892	10 468	9 701	9 248
Total equity	16 833	16 387	15 964	15 197	14 744
Total liabilities and equity	280 811	282 579	270 551	270 616	266 630

*) Of which group pensions - defined contribution 22 474 21 667 19 997 18 984 17 021

**) Of which group pensions - defined benefit 172 146 172 374 168 248 166 573 164 045

- 1) The figures encompass DNB Livsforsikring ASA including subsidiaries as included in the DNB Group accounts before eliminations of intra-group transactions and balances.
- 2) Due to changes in principles, some comparative figures have been restated. See further details in note 1 Accounting principles in the DNB Group's quarterly reports 2013.

Solvency capital ^{1) 2)}

<i>Amounts in NOK million</i>	30 June 2013	31 March 2013	31 Dec. 2012	30 Sept. 2012	30 June 2012
Interim profit, accumulated	1 833	1 024	0	3 803	2 756
Market value adjustment reserve	1 974	1 747	1 085	1 577	544
Additional allocations	4 666	4 848	4 874	4 959	4 996
Security reserve	234	218	219	207	200
Risk equalisation fund	900	900	900	821	821
Equity	15 064	15 064	15 222	13 667	13 667
Subordinated loan capital and perpetual subordinated loan capital securities	1 339	1 319	1 300	2 485	2 508
Unrealised gains on long-term securities	5 250	5 939	5 881	5 137	3 226
Solvency capital	31 259	31 058	29 482	32 654	28 719
Buffer capital ³⁾	14 636	14 217	12 706	15 625	13 749

1) According to prevailing regulations for the statutory accounts of life insurance companies.

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

3) Buffer capital represents the sum of equity and subordinated loan capital in excess of the minimum statutory capital requirement, interim profits, additional allocations and the market value adjustment reserve.

Capital adequacy and solvency margin capital ¹⁾

<i>Amounts in NOK million</i>	30 June 2013	31 March 2013	31 Dec. 2012	30 Sept. 2012	30 June 2012
Capital adequacy ²⁾					
Total eligible primary capital	15 931	15 875	16 021	14 647	14 597
Capital adequacy ratio (%)	16.9	16.1	16.7	14.7	14.3
Core capital	14 817	14 781	14 947	13 492	13 414
Core capital (%)	15.8	15.0	15.6	13.6	13.1
Risk-weighted assets	94 007	98 399	95 689	99 403	102 183
Solvency margin capital ³⁾					
Solvency margin capital	18 895	18 847	19 007	17 630	17 596
Solvency margin capital exceeding minimum requirement	8 678	9 121	9 263	7 859	8 041
Solvency margin capital in per cent of solvency margin capital requirement (%)	185	194	195	180	184

1) Prepared in accordance with prevailing regulations for life insurance companies. New regulations are expected upon the introduction of Solvency II.

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

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

Provisions for higher life expectancy

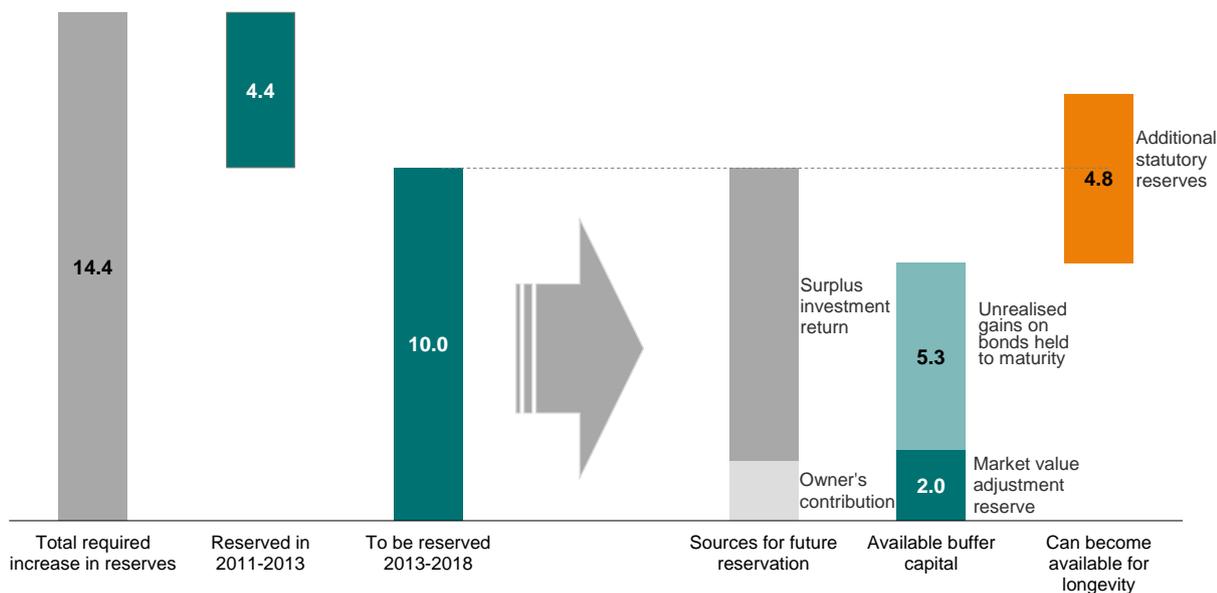
As Norwegian life insurance companies offer life-long pension payments, higher life expectancy in the population is one of many risk factors.

Amounts in NOK million	2Q13	1Q13	4Q12	3Q12	2Q12	First half		Accumulated balance 30 June 2013
						2013	2012	
Paid-up policies ^{1) *)}	188	53	328	155	436	241	502	1 101
Defined benefit ¹⁾	46	361	600	508	562	407	1 229	3 100
Total group pension	234	414	929	663	998	648	1 731	4 202
Individual pension ^{2) **)}	54	18	110	100	83	72	201	1 879
Total	288	432	1 039	763	1 080	720	1 932	6 080
*) Of which attributable to the owner	29	12	62	24	75	41	100	198
***) Of which attributable to the owner	19	6	39	35	29	25	70	490

- Provisions representing 7 per cent of the premium reserve within group pension schemes are required over the next six years. The owner will finance 20 per cent of the total premium reserve increase. Preliminary planning shows that there is a reasonable possibility that the remaining provisions can be built by retained earnings in the period. The escalation will be fulfilled at the end of 2018.
- DNB Livsforsikring strengthened its reserves during 2009 to 2012 in order to reflect higher life expectancy for individual pension insurance. At the start of 2013, the remaining required increase in reserves was estimated at NOK 72 million.

Longevity reserves, status as at 30 June 2013, for paid-up policies and group pension

NOK billion



Sub-portfolio

<i>Amounts in NOK million</i>	Reserves as at 30 June 2013 (NOK billion)	Annual guaranteed return on policyholders' funds ¹⁾ (per cent)
Defined contribution and Unit linked	31	-
Guaranteed products for retail	10	1.7
Risk products - corporate	2	-
Risk products - individual	0	-
Other	3	-
Total new pension products	45	-
Corporate sector - defined benefit	66	3.1
Paid-up policies (profit sharing 20/80)	64	3.5
Previously established individual products (profit sharing 35/65)	41	3.5
Total traditional pension products	170	28
Other products	40	2.8
Corporate portfolio	22	-
Total	277	-

1) Policyholders' funds include the premium reserve, the premium fund, the surplus fund and additional allocations. The market value adjustment reserve is not included.

Result per sub-portfolio

<i>Amounts in NOK million</i>	New pension products	Traditional pension products	Other products	Common portfolio	Total as at 30 June 2013
Upfront pricing of risk and guaranteed rate of return	48	257	79	-	384
Return on corporate portfolio	-	-	-	345	345
Owner's share of administration result	42	53	(54)	-	40
Owner's share of risk result	45	51	(21)	-	75
Owner's share of interest result	69	48	(1)	-	116
Pre-tax operating profit	204	409	3	345	961

<i>Amounts in NOK million</i>	New pension products	Traditional pension products	Other products	Common portfolio	Total full year 2012 ¹⁾
Upfront pricing of risk and guaranteed rate of return	80	389	111	-	580
Return on corporate portfolio	-	-	-	579	579
Owner's share of administration result	6	46	(88)	-	(36)
Owner's share of risk result	(159)	15	(35)	-	(179)
Owner's share of interest result	135	232	0	-	367
Pre-tax operating profit	62	683	(13)	579	1 311

1) Due to changes in principles, some comparative figures have been restated. See further details in note 1 Accounting principles in the DNB Group's quarterly reports 2013.

Value-adjusted return on assets

<i>Per cent</i>	2Q13	1Q13	4Q12	3Q12	2Q12	First half	
						2013	2012
Return - common portfolio ¹⁾							
Financial assets							
Norwegian equities	(1.17)	5.15	(1.49)	6.79	(4.20)	3.92	6.73
International equities ²⁾	0.92	8.08	2.78	4.99	(5.17)	9.03	4.33
Norwegian bonds	0.38	1.27	1.32	2.67	1.65	1.64	3.13
International bonds	(0.50)	0.37	1.46	2.64	2.70	(0.02)	5.03
Money market instruments	0.55	0.51	0.57	0.62	0.56	1.06	1.27
Bonds held to maturity	1.27	1.16	1.30	1.20	1.30	2.43	2.48
Investment property	1.30	1.10	1.10	1.30	1.50	2.40	3.00
Value-adjusted return on assets I ³⁾	0.97	1.37	1.19	1.64	0.84	2.36	2.80
Value-adjusted return on assets II ⁴⁾	0.64	1.36	1.49	2.48	0.88	2.00	3.13
Recorded return on assets ^{5) *)}	0.89	1.08	1.42	1.17	1.39	1.98	2.75
Value-adjusted return on assets I, annualised ³⁾	3.97	5.64	4.90	6.80	3.40	4.83	5.77
Value-adjusted return on assets II, annualised ⁴⁾	2.59	5.58	6.20	10.40	3.60	4.09	6.47
Return - corporate portfolio							
Value-adjusted return on assets I ³⁾	0.75	0.89	0.62	0.89	0.25	1.64	1.47

*) Recorded return broken down on sub-portfolios in the common portfolio:

Previously established individual products	1.04	1.00	1.36	0.92	1.33	2.05	2.73
Paid-up policies							
- with low risk	1.14	0.99	1.46	1.07	1.65	2.14	2.74
- with moderate risk	1.15	1.07	1.48	1.17	1.53	2.23	2.72
- with high risk	1.24	1.15	1.46	1.26	1.59	2.41	2.89
Common portfolio							
- with low risk	1.04	1.01	1.37	1.06	1.44	2.07	2.60
- with moderate risk	1.03	1.13	1.44	1.28	1.27	2.17	2.77
- with high risk	-	-	1.48	1.55	1.23	-	3.01
Guaranteed products for retail	1.16	1.47	-	-	-	2.64	-
Public market	0.01	1.10	1.38	1.19	1.38	1.11	2.63
Recorded return on assets	0.89	1.08	1.42	1.17	1.39	1.98	2.75

1) Returns are calculated on a quarterly basis.

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

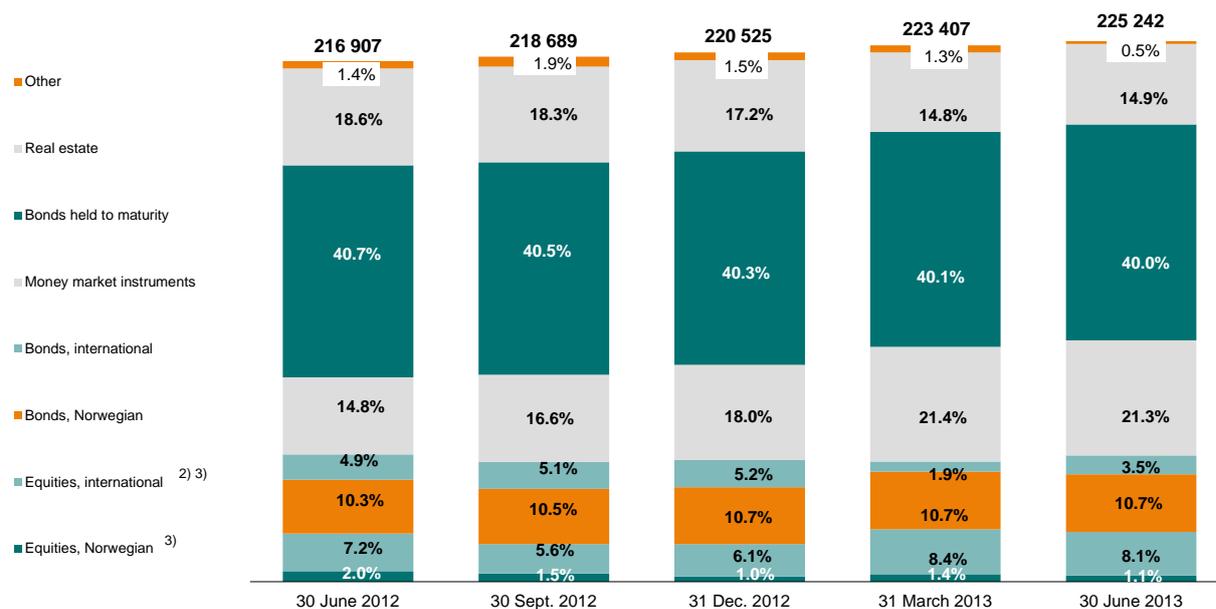
3) Excluding changes in value of commercial paper and bonds held to maturity.

4) Including unrealised gains on commercial paper and bonds held to maturity.

5) Excluding unrealised gains on financial instruments.

Financial exposure - common portfolio ¹⁾

Amounts in NOK million



1) The figures represent net exposure after derivative contracts.

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

3) Equity exposure per sub-portfolio in the common portfolio, see table below.

Financial exposure per sub-portfolio as at 30 June 2013

Amounts in NOK million	Common portfolio with		Guaranteed products for retail	Public market	Paid-up policies with			Previously established individual products	Total common portfolio	Corporate portfolio	Total
	Low risk	Moderate risk			Low risk	Moderate risk	High risk				
Equities, Norwegian	38	794	217	558	158	153	32	571	2 522	735	3 258
Equities, international	295	5 591	1 245	3 631	1 954	1 419	267	3 808	18 210	5	18 215
Bonds, Norwegian	416	7 084	1 045	4 097	4 060	2 438	422	4 437	23 998	0	23 998
Bonds, international	135	2 303	340	1 372	1 320	793	137	1 442	7 841	0	7 841
Money market instruments	1 060	17 307	2 031	10 728	3 950	2 069	330	10 461	47 936	17 300	65 236
Bonds held to maturity	1 340	22 790	3 361	13 165	20 575	12 359	2 137	14 275	90 002	0	90 002
Real estate	576	9 797	1 445	6 002	5 614	3 372	583	6 137	33 526	6	33 532
Other	21	350	52	224	200	120	21	219	1 206	2 755	3 961
Total	3 880	66 016	9 736	39 776	37 831	22 724	3 930	41 350	225 242	20 801	246 042

Reconciliation of DNB Livsforsikring's and the Group's income statement

The table below shows how items on DNB Livsforsikring's income statement are included in the Group's income statement.

	2Q13	1Q13	4Q12 ¹⁾	3Q12 ¹⁾	2Q12 ¹⁾	First half	
						2013	2012 ¹⁾
<u>DNB Group:</u>							
Net gains on assets in DNB Livsforsikring	2 051	3 960	3 482	4 318	1 935	6 011	6 483
Guaranteed returns, strengthened premium reserve and allocations to policyholders in DNB Livsforsikring	1 859	3 727	3 162	4 077	1 836	5 587	5 993
Premium income etc. included in the risk result in DNB Livsforsikring	1 303	1 355	1 196	1 586	991	2 659	2 321
Insurance claims etc. included in the risk result in DNB Livsforsikring	1 225	1 330	1 370	1 617	992	2 555	2 434
Net financial and risk result in DNB Livsforsikring	269	258	146	210	98	528	376
<u>DNB Livsforsikring:</u>							
Recorded interest result	494	784	1 422	930	1 250	1 279	2 599
Allocations to policyholders, products with guaranteed returns	310	562	1 113	699	1 160	872	2 129
Risk result	93	29	(166)	(26)	(6)	122	(108)
Transferred from/(to) security reserve	(15)	(4)	(8)	(6)	5	(19)	(5)
+ Costs from subsidiaries which are fully consolidated in DNB Livsforsikring's accounts	7	10	11	10	9	18	19
Net financial and risk result in DNB Livsforsikring	269	258	146	210	98	528	376

<u>DNB Group:</u>							
Commissions and fees income etc.	649	632	576	584	576	1 280	1 145
Commissions and fees expenses etc.	76	71	78	84	84	147	167
Other income	5	5	7	8	7	10	15
Operating expenses	349	362	339	362	360	711	726
Administration result including upfront pricing of risk and guaranteed rate of return	229	203	166	146	139	432	266
<u>DNB Livsforsikring:</u>							
Upfront pricing of risk and guaranteed rate of return	194	190	145	146	146	384	288
Administration result	43	23	32	10	2	67	(2)
- Costs from subsidiaries which are fully consolidated in DNB Livsforsikring's accounts	7	10	11	10	9	18	19
Administration result including upfront pricing of risk and guaranteed rate of return	229	203	166	146	139	432	266

1) Due to changes in principles, some comparative figures have been restated. See further details in note 1 Accounting principles in the DNB Group's quarterly reports 2013.

DNB Asset Management

DNB Asset Management provides mutual funds and discretionary portfolio management services to Norwegian, Nordic and European corporate clients, the public sector, private pension funds and retail clients.

DNB Asset Management seeks to provide first-class returns on customer funds within the preferred risk profile and investment horizon. The company aspires to be the leading asset manager for clients in the Nordic region, providing sound long-term returns and a high level of service based on a thorough understanding of customer needs.

Products and services

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

Organisation

- One holding company, DNB Asset Management Holding AS, with separate asset management companies in major markets.
- Customer activity is concentrated in Norway, Sweden and Luxembourg. In order to provide competitive global asset management, investment operations have also been established in Hong Kong and Chennai.
- A combination of regional and sector-oriented management teams.
- Asset management services are provided through channels adapted to the various markets:

Retail clients in Norway

- DNB's extensive network of branches and regional financial service centres
- Post offices and in-store postal outlets
- The Internet
- External channels including brokers, investment advisers and regional and local savings banks

Retail clients in Sweden

- Local distributors

Institutional markets in Sweden and Norway

- The business area's own sales force and, in Norway, also through cooperation with Large Corporates and International

Financial performance

<i>Amounts in NOK million</i>	2Q13	1Q13	4Q12	3Q12	2Q12	First half	
						2013	2012
Net interest income - ordinary operations	(5)	(5)	(6)	(9)	(8)	(9)	(17)
Interest on allocated capital ¹⁾	3	3	3	3	4	6	8
Net interest income	(2)	(2)	(3)	(6)	(4)	(3)	(9)
Net commission income							
- from retail customers	74	68	70	64	69	143	142
- from institutional clients	110	120	131	135	120	230	246
Other income	3	3	2	4	4	7	7
Total income	186	190	199	197	190	376	386
Operating expenses	138	143	152	146	151	281	305
Pre-tax operating profit	49	46	47	51	39	95	81
Taxes	14	13	13	14	11	27	23
Profit for the period	35	33	34	37	28	68	58

Assets under management (NOK billion) ²⁾							
Institutional	429	419	401	458	443	429	443
- of which DNB Livsforsikring ³⁾	239	235	227	222	215	239	215
Retail	38	37	35	35	34	38	34
Total	467	456	437	493	477	467	477

Key figures							
Cost/income ratio (%)	74.0	75.5	76.3	74.1	79.4	74.8	79.0
Return on allocated capital, annualised (%) ¹⁾	23.1	22.3	22.3	24.0	18.7	22.7	19.4

Number of full-time positions at end of period	194	198	198	208	211	194	215
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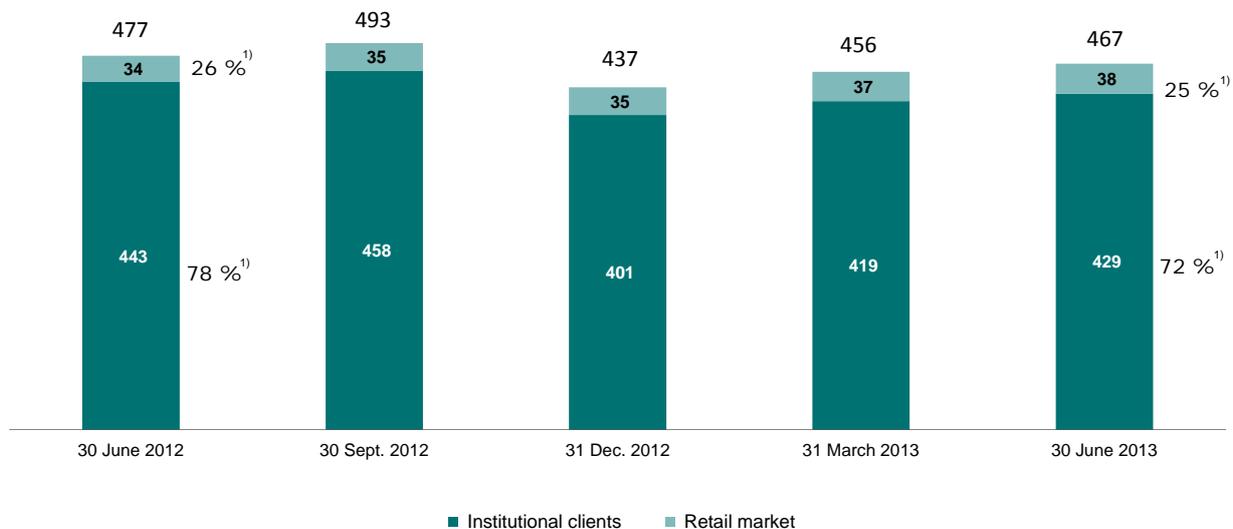
1) Allocated capital corresponds to the external capital adequacy requirement (Basel II) which must be met by the Group.

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

3) Managed on behalf of DNB Livsforsikring.

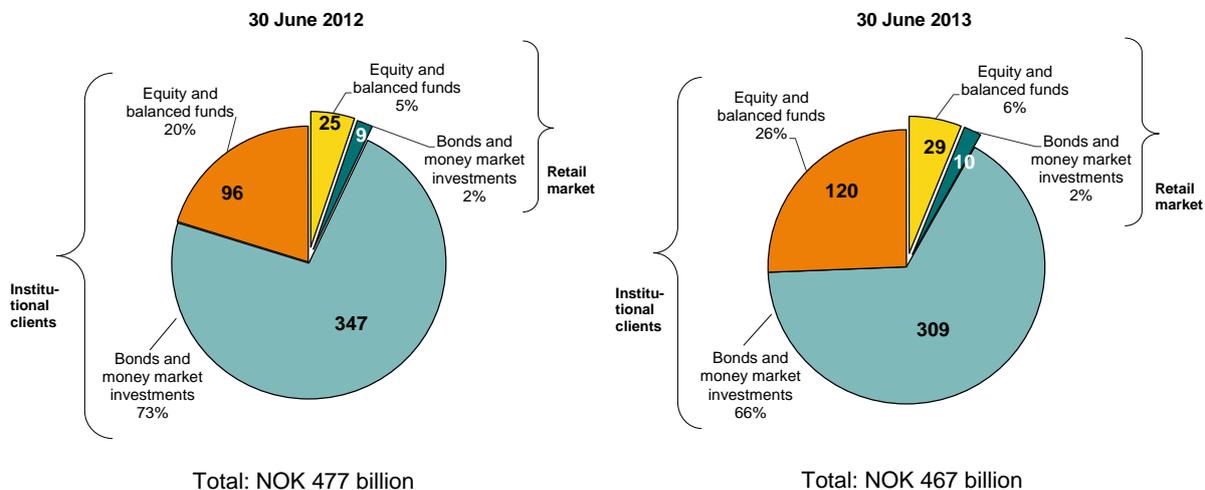
Assets under management - distribution by market segment

NOK billion



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

Assets under management - distribution by investment type



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

Changes in assets under management - net inflow

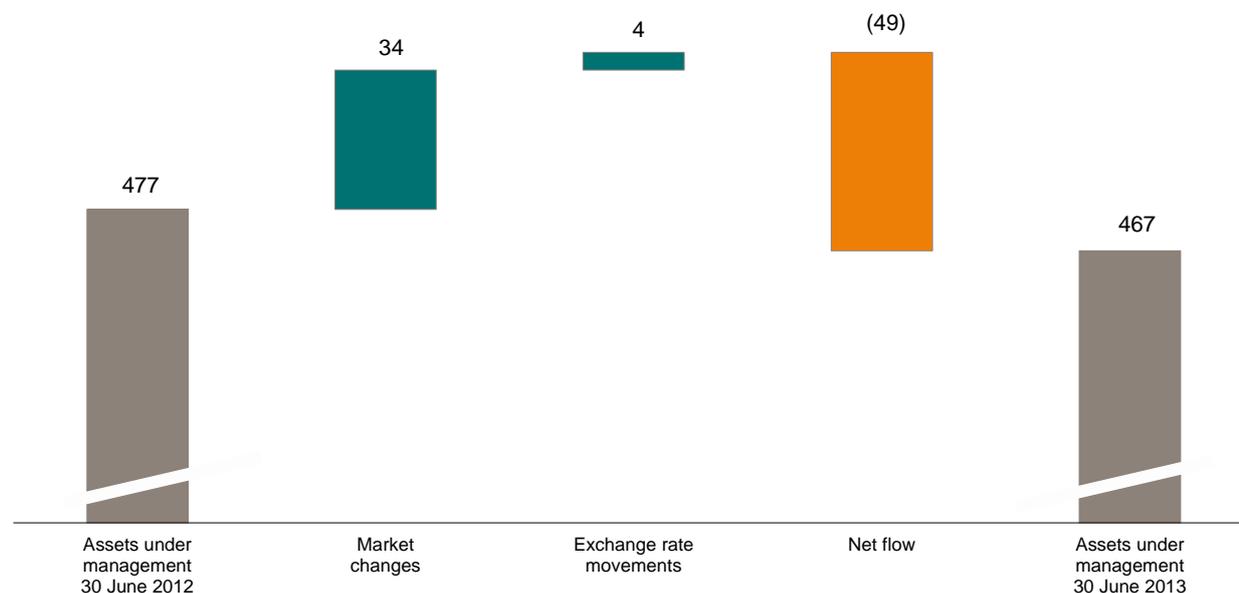
Amounts in NOK million	2Q13	1Q13 ¹⁾	4Q12	3Q12	2Q12	First half	
						2013 ¹⁾	2012 ²⁾
Retail market	104	222	365	(430)	(590)	326	(3 298)
Institutional clients	3 676	3 551	(55 104)	(1 049)	(2 196)	7 227	(9 501)
Total	3 781	3 772	(54 739)	(1 480)	(2 786)	7 553	(12 800)

1) Excluding dividends of NOK 2 342 million, of which NOK 292 million refers to retail and NOK 2 050 million to institutional clients.

2) Excluding dividends of NOK 2 252 million, of which NOK 312 million refers to retail and NOK 1 940 million to institutional clients.

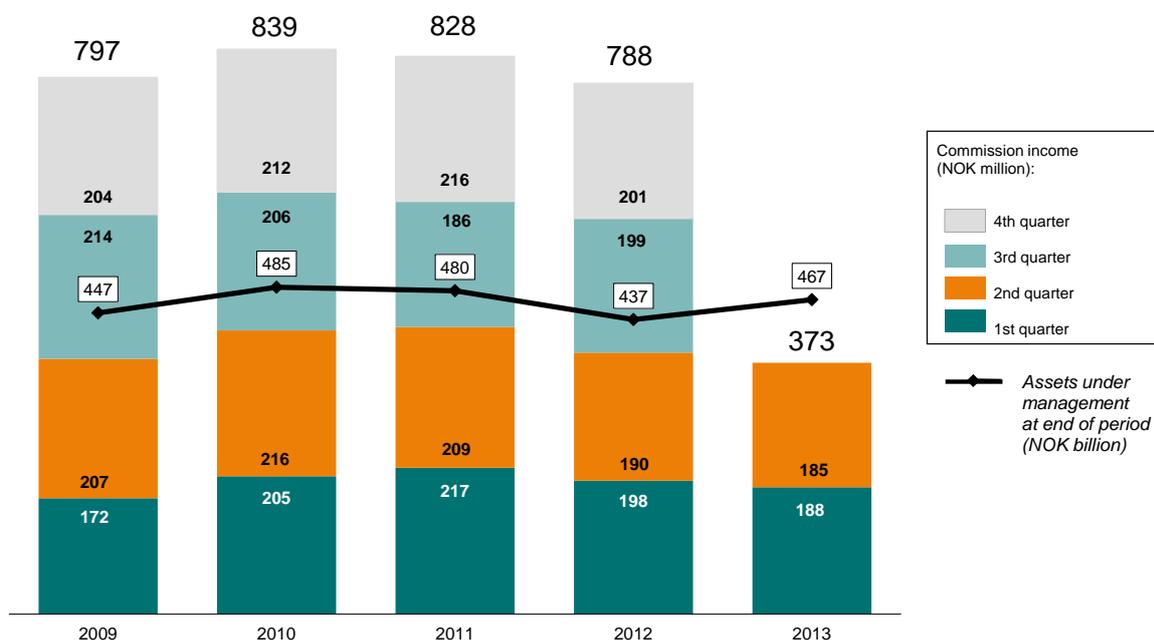
Changes in assets under management

NOK billion



Comments to changes in assets under management as from 30 June 2012

- Assets under management decreased by NOK 10.1 billion or 2.1 per cent.
 - Net flow:
 - There was a net outflow of funds from institutional clients of NOK 48.7 billion or 10.2 per cent. The reduction primarily referred to portfolios with low margins.
 - New institutional mandates were obtained in both Sweden and Norway.
 - There was a net inflow of funds from the retail market of NOK 0.3 billion or 0.1 per cent.
- Market changes:
 - Market developments led to a NOK 34.2 billion increase in assets under management, representing 7.2 per cent measured in clients' base currencies.
 - During the last four quarters, Morgan Stanley's global equity index increased by 18.6 per cent measured in USD and increased by 21.8 per cent measured in NOK.
 - Prices on the stock exchange in Stockholm (OMX) increased by 13.0 per cent, and the stock exchange in Oslo (OSEBX) experienced a 15.2 per cent increase in prices during the last four quarters.
- Exchange rate movements:
 - The appreciation of NOK against other currencies, especially SEK, increased assets under management by NOK 4.4 billion.

Development in commission income and assets under management ¹⁾

1) With effect from 2012, total assets in DNB Private Equity, totalling NOK 5.9 billion, have been included. Figures for previous periods have been restated.

Investment returns on assets under management as from 30 June 2012

- Returns on a number of major client portfolios and funds outperformed relevant benchmarks.
- Fund managers' specialisation has led to strong relative performance for several funds (return in excess of benchmark):
 - Equity funds:
 - DNB Private Equity 13.7 per cent
 - DNB Nordic Technology 12.3 per cent
 - Money market funds:
 - DNB Likviditet (IV) 1.9 per cent
 - DNB Rentespar 1.7 per cent
 - Bond funds:
 - DNB Lang Obligasjon 20 7.3 per cent
 - DNB Kredittobligasjon 6.0 per cent

Clients/markets

- DNB Asset Management serves the Nordic and European savings markets, offering domestic and international asset management services.
- A leading position in the institutional market in both Norway and Sweden with 234 institutional clients. The largest clients are DNB Livsforsikring and Skandia.
- The number of mutual fund clients in Norway was approximately 510 000 at the end of June 2013. The number of active savings schemes reached nearly 222 000.
- Market shares at the end of June 2013:
 - Retail mutual funds in Norway 28.1 per cent ¹⁾
 - Total mutual funds in Sweden and Luxembourg ≈ 1.2 per cent
 - Institutional market in Norway (mutual funds in Norway) 16.2 per cent ¹⁾
 - Institutional market in Sweden ≈ 10 per cent

1) Source: Norwegian Mutual Fund Association.

Cooperation with other group entities

- DNB's extensive network represents the major distribution channel in the Norwegian retail market.
- DNB Asset Management cooperates with Large Corporates and International and Retail Banking in providing a complete range of financial services to corporate clients.
- DNB Asset Management manages DNB Livsforsikring's equity and bond portfolios.
- DNB Asset Management cooperates with other group entities in developing products adapted to the various markets.

DNB Skadeforsikring

DNB Skadeforsikring primarily offers non-life insurance products to the retail market.

DNB Skadeforsikring is in an expansion phase. The company is well positioned to become an important player in the Norwegian market in the longer term.

Products:

- private house and contents insurance
- car insurance
- travel insurance etc.

Customers and markets shares

- Non-life insurance products are sold mainly through the bank's distribution network, and special initiatives in the large cities have produced good results. At end-June 2013, gross premiums written came to NOK 1 039 million. The number of policyholders increased by 9 000 from end-December 2012, to approximately 197 500 at end-June 2013.
- DNB's share of total non-life insurance products to the retail market was 5.3 per cent at end-June 2013.

Financial performance

<i>Amounts in NOK million</i>	2Q13	1Q13	4Q12	3Q12	2Q12	First half	
						2013	2012
Premium income for own account	336	330	323	311	308	666	610
Cost of claims for own account ¹⁾	219	251	200	222	227	470	496
Insurance-related operating expenses for own account ¹⁾	51	51	41	48	38	102	85
Technical insurance profits	67	28	82	41	43	94	29
Net investment income	12	15	13	16	12	26	25
Security reserve	7	5	(6)	4	6	12	10
Other income and costs	3	1	0	1	2	5	(6)
Pre-tax profit	74	39	101	55	50	113	38
Taxes	21	11	28	15	14	-	13
Profit for the period	53	28	73	39	36	113	24

Key figures							
Claims ratio for own account	65.1	76.2	61.8	71.2	73.7	70.6	81.3
Cost ratio for own account	15.1	15.4	12.7	15.5	12.5	15.3	14.0
Combined ratio for own account (per cent)	80.2	91.6	74.5	86.7	86.2	85.9	95.3

Number of full-time positions at end of period	142	134	127	124	116	142	116
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1) Due to new regulations, claims-handling costs are included in "Cost of claims for own account". Insurance-related operating expenses have been reduced by an equal amount. All figures are adjusted according to the new principle.

The combined ratio for own account at end-June 2013 had decreased by 9.4 per cent compared to end-June 2012, and has reached a profitable level.

Section 3

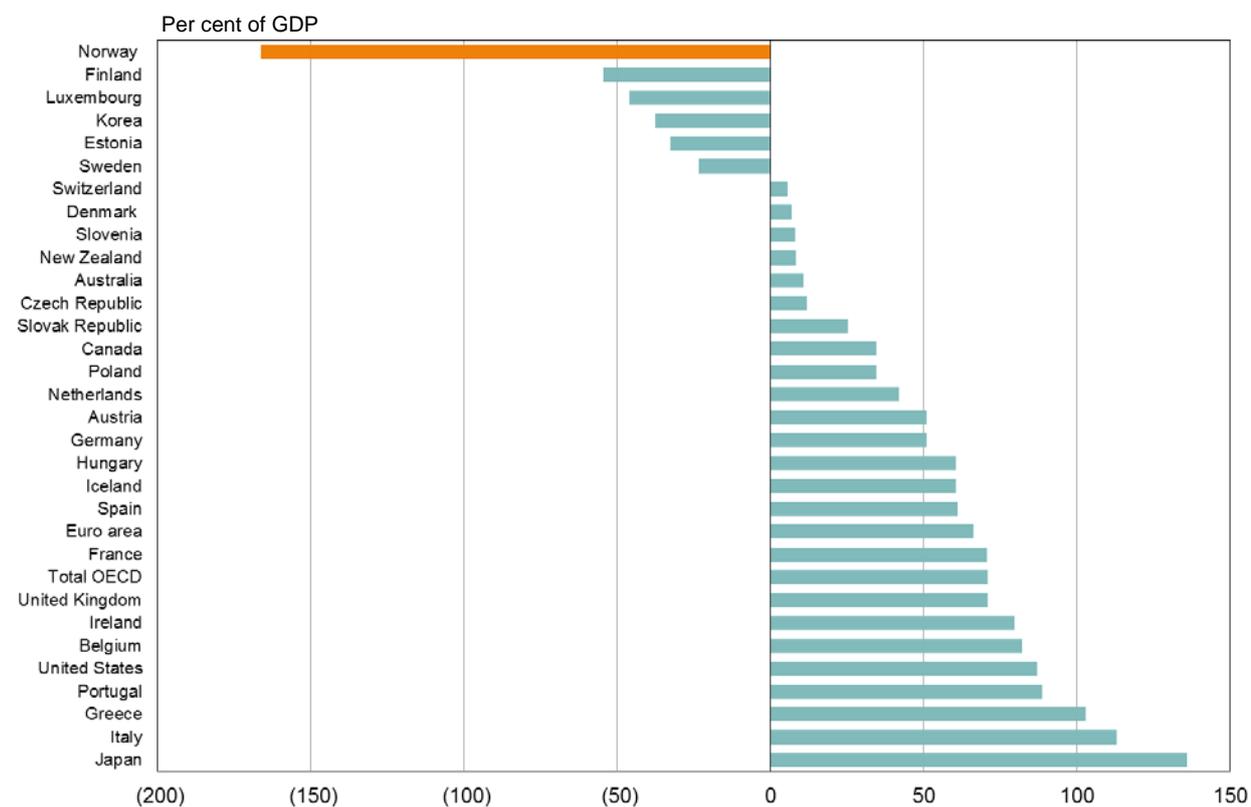
The Norwegian economy

Basic information about Norway

Area	385 199 square kilometres
Population	5.1 million
Fertility rate	1.9
Life expectancy	M: 79.4 F: 83.4
Work participation rate, per cent 15–74 years	71.0 (M: 73.8 F:68.1)
Gross domestic product 2012	USD 501.3 billion
GDP per capita 2012	USD 99 900
Rating	AAA, Aaa
Currency exchange rate used	5.82 USD/NOK (Average 2012)
Current balance 2012	USD 71.2 billion or 14.2 per cent of GDP

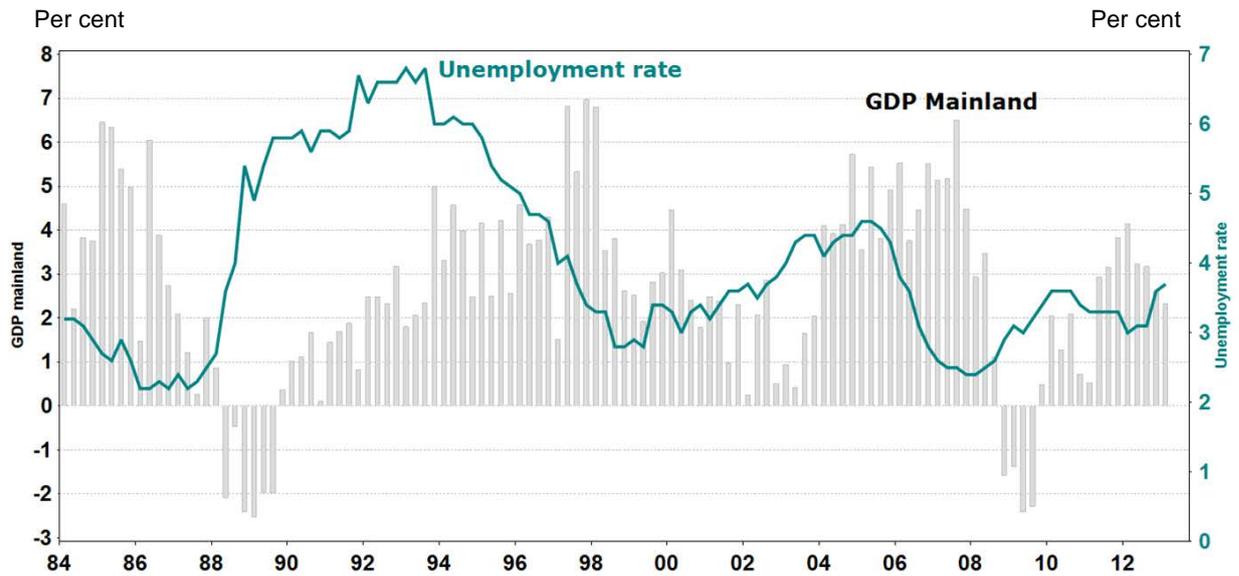
Source: Statistics Norway.

Government net financial liabilities 2012



Source: OECD Economic Outlook No. 93, May 2013.

GDP growth mainland Norway and unemployment rate



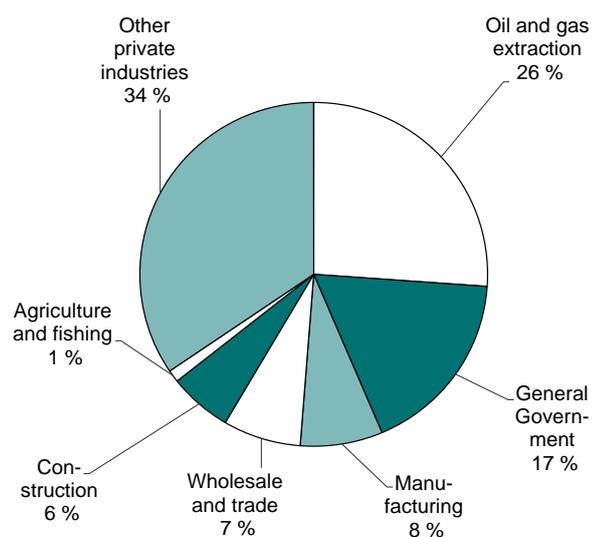
Source: Statistics Norway

Contribution to volume growth in GDP, mainland Norway

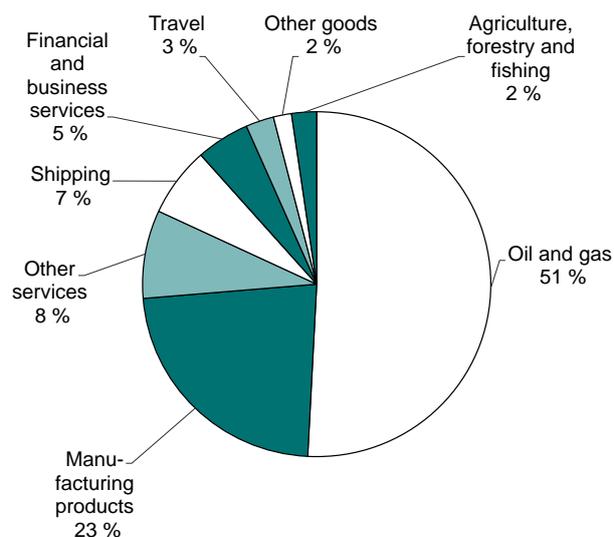
Per cent	2011	2012	F 2013	F 2014	F 2015	F 2016
Household demand	1.7	2.0	2.1	2.0	1.9	1.8
Gross fixed capital formation, mainland companies	0.3	0.3	0.1	0.1	0.3	0.4
Gross fixed capital formation, petroleum activity	0.0	1.7	0.6	0.4	0.1	(0.1)
Public sector demand	0.6	0.5	0.6	0.5	0.6	0.6
Exports, mainland Norway	0.0	0.6	0.6	0.6	1.0	1.3
Imports, mainland Norway	(1.1)	(1.4)	(1.7)	(1.6)	(1.6)	(1.5)
Changes in stocks and statistical discrepancies	0.2	(0.3)	(0.4)			
GDP, mainland Norway	2.5	3.4	2.6	1.9	2.0	2.1

Source: Statistics Norway and DNB Markets.

Composition of GDP in 2012



Composition of exports in 2012



Source: Statistics Norway.

Key macro-economic indicators, Norway

Per cent	2011	2012	F 2013	F 2014	F 2015	F 2016
GDP growth						
- mainland Norway	2.5	3.4	2.6	1.9	2.0	2.1
- Norway, total	1.2	3.1	1.5	1.4	1.5	1.6
Private consumption	2.5	3.0	3.2	3.2	3.0	2.7
Gross fixed investment	7.6	8.0	5.1	2.8	2.3	1.5
Inflation (CPI)	1.3	0.7	1.6	1.6	1.9	2.0
Savings ratio ¹⁾	7.3	8.7	8.6	8.3	7.7	6.9
Unemployment rate	3.3	3.2	3.5	3.7	4.0	4.3

1) Per cent of household disposable income.

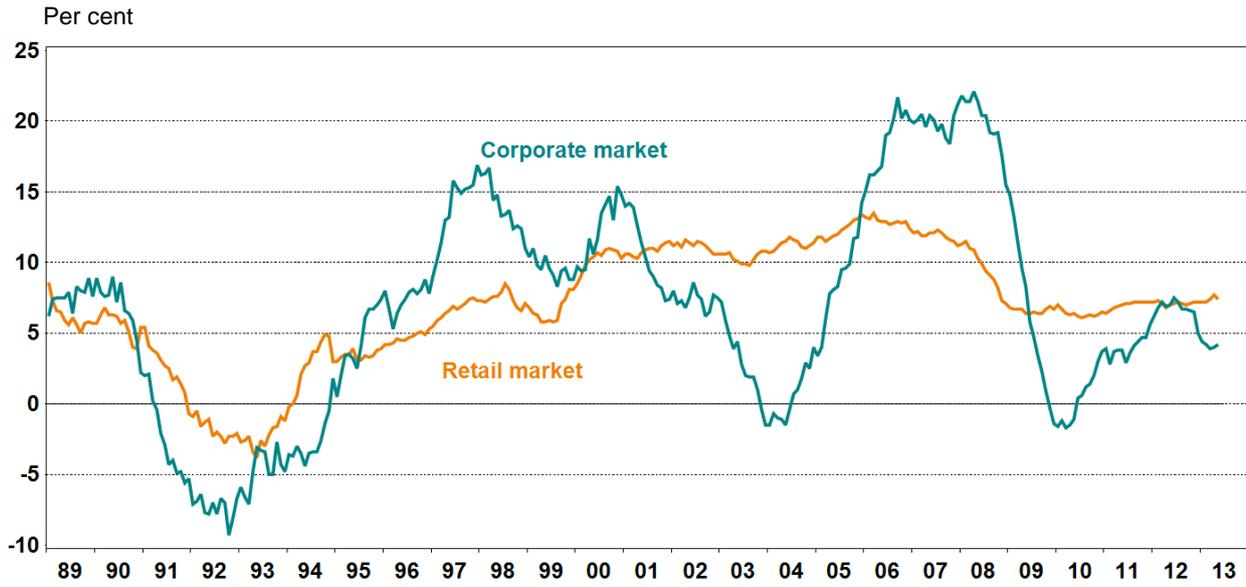
Source: Statistics Norway and DNB Markets.

Key macro-economic indicators, Baltics and Poland

<i>Percentage change from previous year</i>	2011	2012	F 2013	F 2014
Estonia				
GDP	8.3	3.2	2.7	3.6
Private consumption	3.6	4.5	3.3	3.5
Gross fixed investments	25.9	20.9	3.1	5.5
Inflation (CPI)	5.0	3.9	3.3	2.9
Latvia				
GDP	5.5	5.6	3.7	4.1
Private consumption	4.8	5.4	3.6	3.8
Gross fixed investments	27.9	12.3	6.1	7.9
Inflation (CPI)	4.4	2.2	1.3	2.6
Lithuania				
GDP	5.9	3.7	3.3	3.6
Private consumption	6.8	4.3	3.2	3.3
Gross fixed investments	18.3	(2.5)	4.4	5.7
Inflation (CPI)	4.1	3.2	2.3	2.9
Poland				
GDP	4.5	1.9	1.2	2.6
Private consumption	2.6	0.8	0.6	2.0
Gross fixed investments	8.5	(0.8)	(1.6)	3.1
Inflation (CPI)	4.3	3.7	1.2	2.1

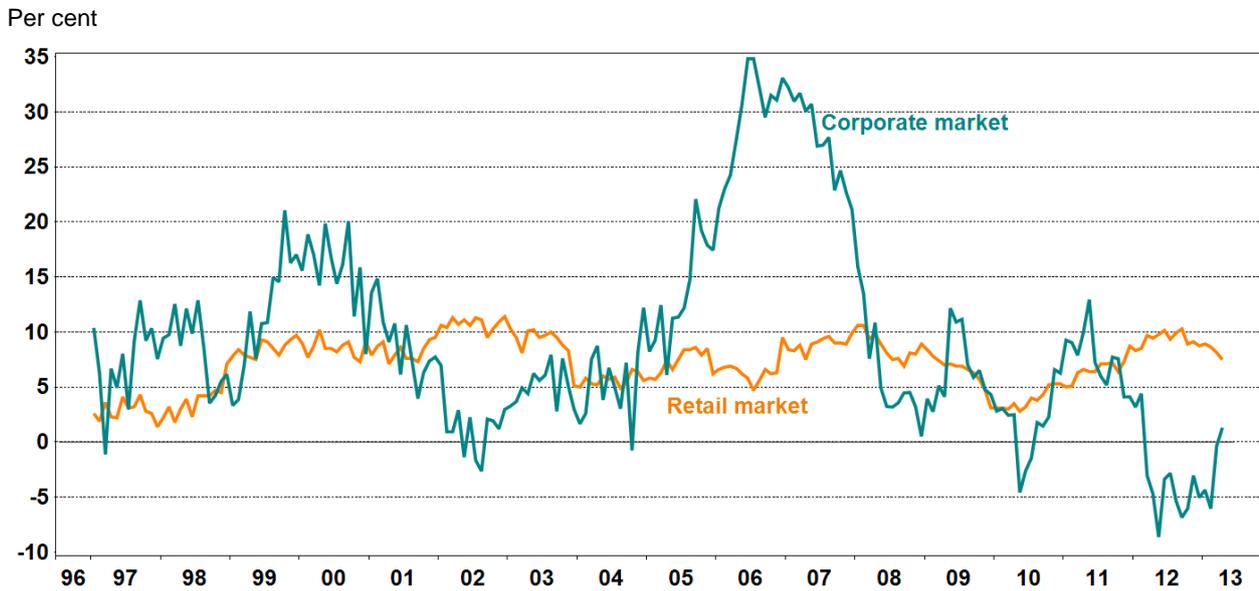
Source: Consensus Economics Inc.

Credit market, 12 month percentage growth



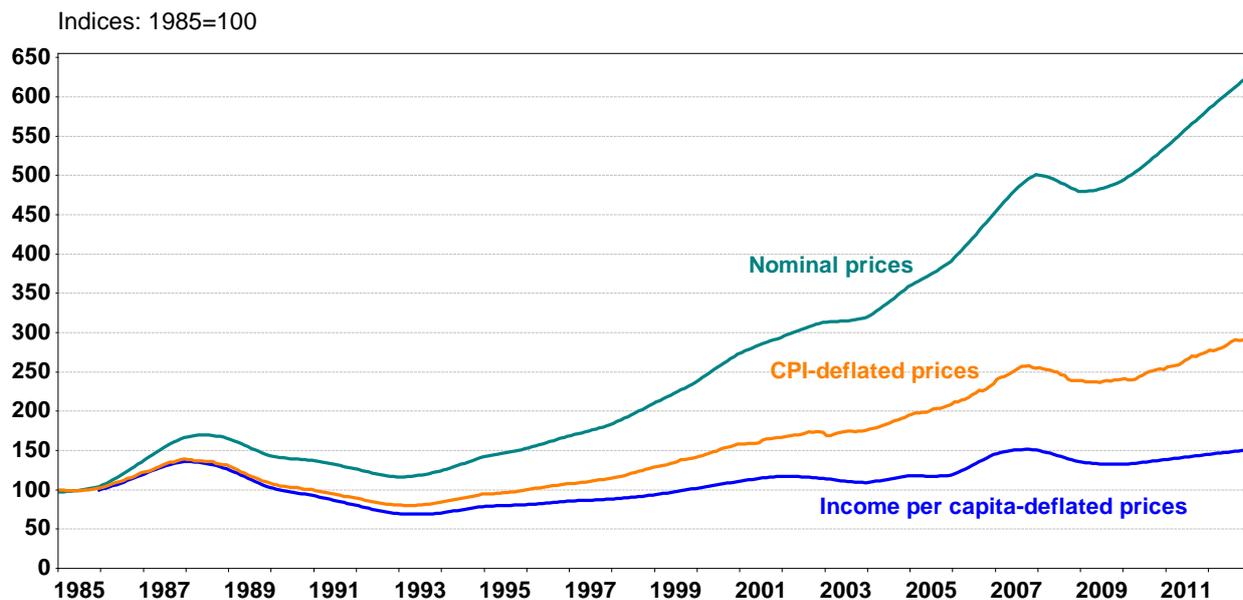
Source: Statistics Norway.

Deposit market, 12 month percentage growth



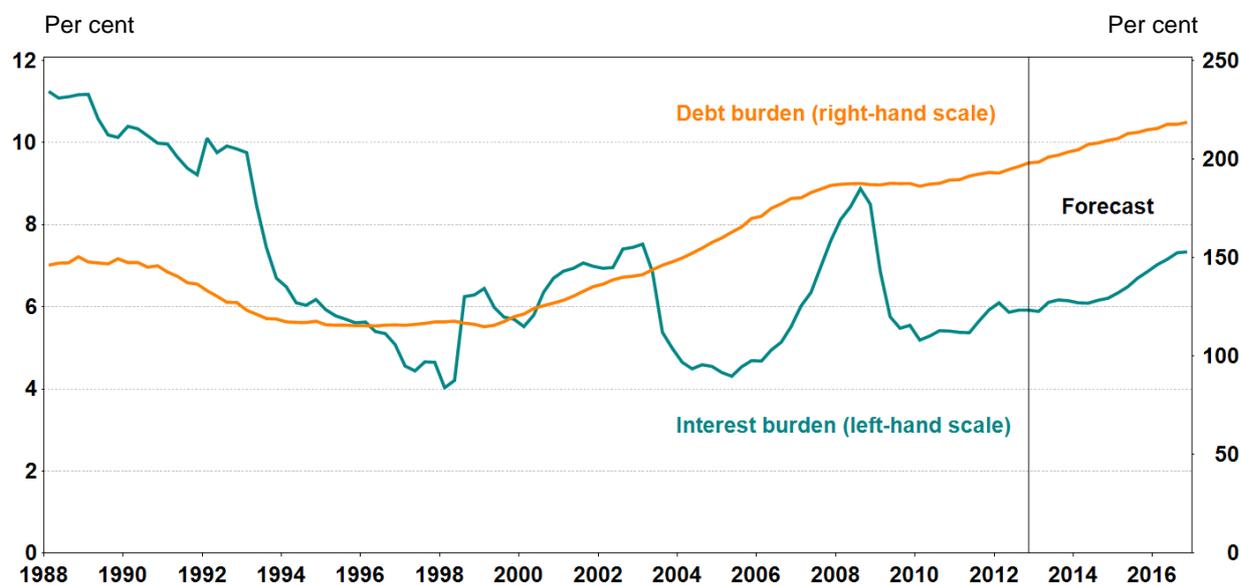
Source: Statistics Norway.

House prices



Source: Association of Norwegian Real Estate Agents, Finn.no, Econ Pöyry and Statistics Norway.

Household debt burden ¹⁾ and interest burden ²⁾



Source: Norges Bank.

- 1) Loan debt as a percentage of disposable income.
- 2) Interest expenses after tax as a percentage of disposable income.

Section 4

DNB – an overview

DNB – Norway's leading financial services group

DNB Group

As at 30 June 2013

• Total combined assets	NOK	2 749 billion
• Total balance sheet	NOK	2 523 billion
• Loans to customers	NOK	1 330 billion
• Deposits from customers	NOK	996 billion
• Market capitalisation	NOK	143 billion

Insurance and Asset Management

• Total assets under management	NOK	509 billion
of which:		
▪ total assets under management (external clients)	NOK	226 billion
· mutual funds	NOK	66 billion
· discretionary management	NOK	160 billion
▪ total assets in DNB Livsforsikring	NOK	281 billion
· financial assets, customers bearing the risk	NOK	31 billion
▪ total assets in DNB Skadeforsikring	NOK	3 billion

Customer base

- Serving 2.1 million private individuals throughout Norway, of whom 1.7 million use one of the Group's Internet banks and 1.6 million use the Internet in active communication (e-dialogue customers)
- Some 220 000 corporate customers in Norway
- Some 1 000 000 individuals insured in Norway
- Approximately 510 000 mutual fund customers in Norway and 234 institutional asset management clients in Norway and Sweden

Distribution network

- 150 domestic branches
- 9 international branches
- 5 international representative offices
- 107 branches in the Baltics
- 6 branches in Russia
- DNB Luxembourg (subsidiary)
- Internet banking
- Mobile bank and SMS services
- Telephone banking
- Online equities trading in 16 markets
- Online mutual fund trading
- 150 post office counters ¹⁾
- About 1 270 in-store postal outlets ¹⁾
- About 1 640 rural postmen ¹⁾
- About 1 100 in-store banking outlets ²⁾
- 135 DNB Eiendom sales offices
- 227 Svensk Fastighetsförmedling sales offices
- 13 DNB Livsforsikring sales offices
- 39 DNB Livsforsikring agent companies

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

2) Provided by NorgesGruppen.

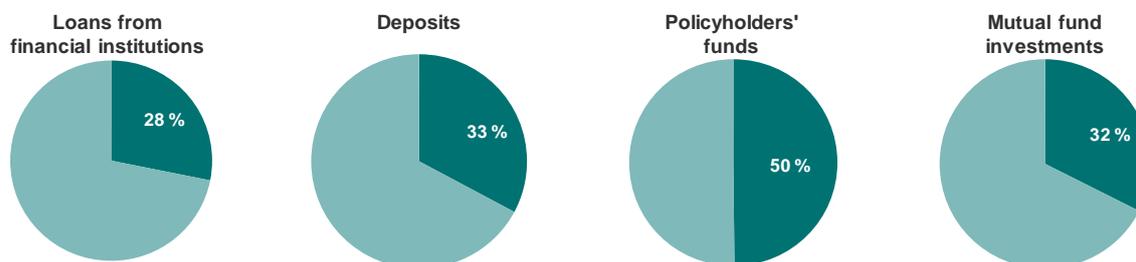
Credit ratings from international rating agencies

	Moody's		Standard & Poor's		Dominion Bond Rating Service	
	Long-term	Short-term	Long-term	Short-term	Long-term	Short-term
DNB Bank ASA	A-1 ¹⁾	P-1	A+ ¹⁾	A-1	AA	R-1 (high)

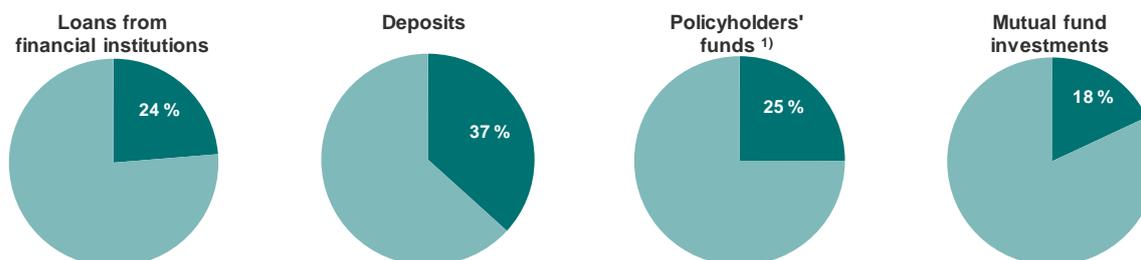
1) Outlook stable.

DNB's market shares in Norway

Retail market as at 31 December 2012



Corporate market as at 31 December 2012



 DNB's market shares

1) Includes the public sector.

Source: Statistics Norway and Finance Norway

Development in market shares, loans and deposits

Retail customers ¹⁾

Per cent	30 April 2013	31 March 2013	31 Dec. 2012	30 Sept. 2012	30 June 2012	31 March 2012	31 Dec. 2011	30 Sept. 2011	30 June 2011
Total loans to households ^{2) 3)}	27.5	27.7	27.8	27.8	27.8	27.8	27.9	27.8	27.6
Bank deposits from households ^{2) 4)}	32.5	32.6	32.8	32.8	32.7	32.6	32.7	32.5	32.4

1) Based on nominal values.

2) Households are defined as employees, recipients of property income, pensions and social contributions, students etc., housing cooperatives etc. and unincorporated enterprises within households.

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

4) Domestic commercial and savings banks.

Source: Statistics Norway, DNB

Corporate customers ¹⁾

Per cent	30 April 2013	31 March 2013	31 Dec. 2012	30 Sept. 2012	30 June 2012	31 March 2012	31 Dec. 2011	30 Sept. 2011	30 June 2011
Total loans to corporate customers ²⁾	13.0	13.1	13.4	13.6	13.6	13.7	13.7	13.6	13.5
Deposits from corporate customers ³⁾	36.9	36.9	36.6	37.4	37.5	37.5	37.4	36.6	34.9

1) Based on nominal values.

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

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

Source: Statistics Norway, DNB

DNB Livsforsikring

<i>Per cent</i>	31 March 2013	31 Dec. 2012	31 March 2012
Of insurance funds including products with a choice of investment profile	28.1	28.0	28.9
- Corporate market - defined benefit	40.3	40.5	41.0
- Corporate market - defined contribution	28.2	28.8	28.5
- Public market	10.5	10.2	10.5
- Retail market	52.1	51.4	52.2

Source: Finance Norway (FNO)

DNB Asset Management – market shares retail market

<i>Per cent</i>	30 June 2013	31 Dec. 2012	30 June 2012
Equity funds	26.1	25.4	25.6
Balanced funds	51.8	52.7	52.5
Fixed-income funds	24.5	26.1	27.0
Total mutual funds	28.1	28.2	28.5

Source: Norwegian Mutual Fund Association

Financial ambitions towards 2015

DNB will give priority to long-term value creation for its shareholders and aims to achieve a return on equity and a market capitalisation which are competitive in relation to its Nordic peers.

DNB presented new long-term financial ambitions on its Capital Markets Day in September 2012. The financial ambitions are conditional on relatively positive future developments in the macroeconomy and in the general framework conditions for the financial services industry.

Financial ambitions:

- annual growth in net interest income above 6 per cent
- maximum 2 per cent average annual growth in nominal costs including restructuring costs; cost/income ratio below 45 per cent in 2015
- return on equity above 12 per cent in 2015

Capital strategy and dividend policy:

- Common Equity Tier 1 capital ratio (Basel III) at 12.0-12.5 per cent in 2015
- AA level ratings for long-term funding to DNB Bank ASA
- long-term dividend payments representing approximately 50 per cent of annual profits. Temporary payout ratio of 25-50 per cent in 2012-2014

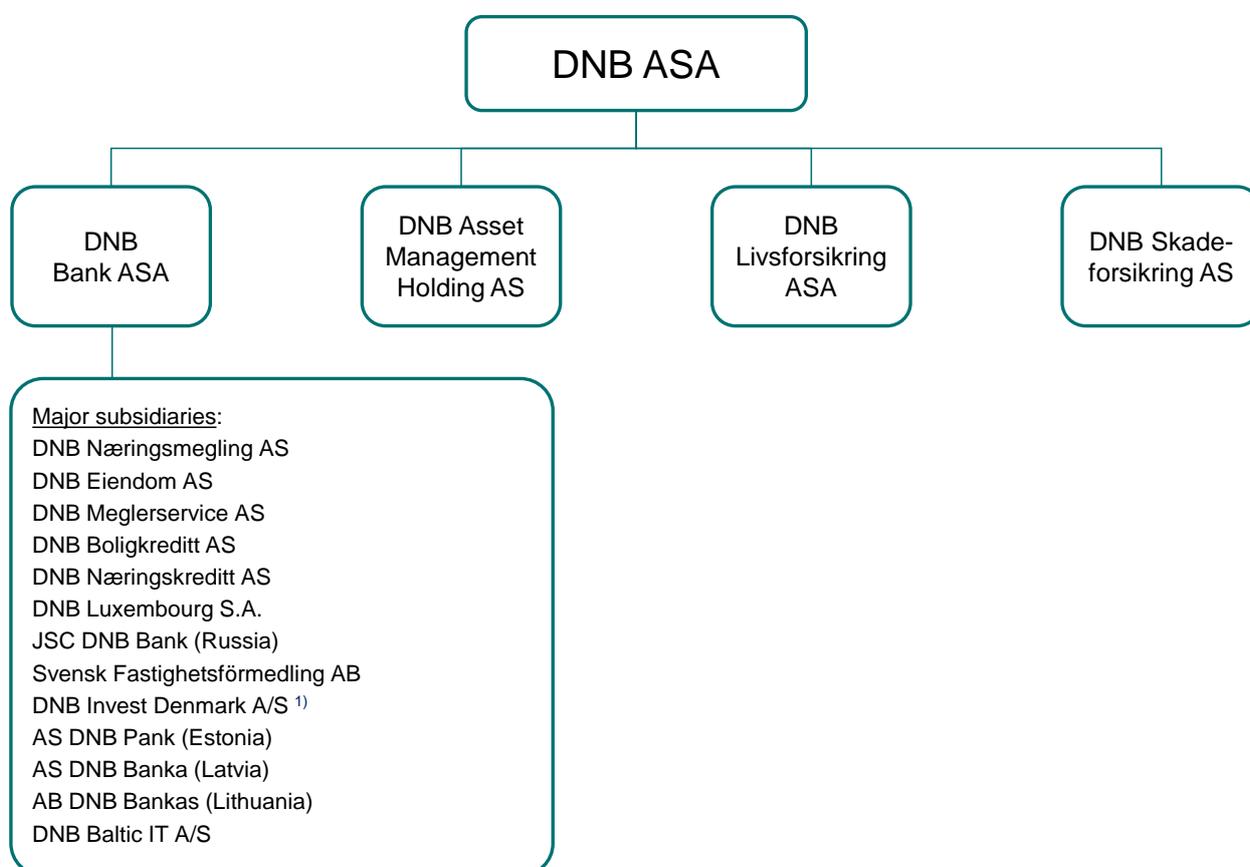
Dividends will be determined on the basis of expected profit levels in a normal situation, external parameters and the need to maintain capital adequacy at a satisfactory level.

Legal structure

In accordance with the requirements of the Norwegian regulatory authorities, the banking, asset management and insurance activities of the DNB Group are organised in separate limited companies under the holding company DNB ASA. Banking activities are organised in DNB Bank ASA and its subsidiaries. All asset management activities are organised under a common holding company, DNB Asset Management Holding AS. DNB Livsforsikring ASA offers life insurance and pension saving products, both products with guaranteed returns and products with a choice of investment profile. DNB Skadeforsikring AS offers non-life insurance products as part of a total product package for retail customers and small and medium-sized companies.

The chart below shows the legal structure of the DNB Group.

DNB Group – legal structure at end-June 2013



1) As at 30 June 2013, DNB Invest Denmark A/S still owned the operations in Poland, but the ownership was transferred to DNB Bank ASA on 5 July. In the future, DNB Invest Denmark A/S will only engage in investment activity.

Group business structure

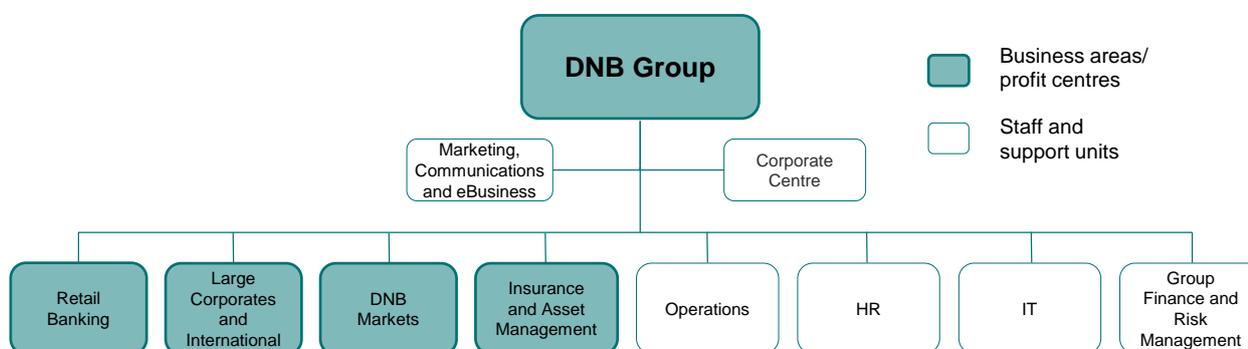
In the second quarter of 2013, the activities in DNB were reported in the business areas Retail Banking, Large Corporates and International, DNB Markets and Insurance and Asset Management. The business areas operate as independent profit centres and have responsibility for serving the Group's customers and for the total range of products. The operations in the Baltics and Poland were from 2013 included in reported figures for the business area Large Corporates and International.

- *Retail Banking* was responsible for serving private customers and small and medium-sized corporate customers in the regional network in Norway.
- The largest corporate clients in Norway and the international customers were served by the business area *Large Corporates and International*.
- *DNB Markets* is the Group's investment firm.
- *Insurance and Asset Management* was responsible for life insurance, pension savings, non-life insurance and asset management in the Group.

Operational tasks and group services are carried out by the Group's staff and support units, which provide infrastructure and cost efficient services to the business areas. In addition, they perform functions for governing bodies and group management. The business areas have the opportunity to influence staff and support units in the Group by changing their demand patterns and levels of ambition.

The operational structure of DNB deviates from its legal structure. The operational structure is adapted to the Group's business operations and should ensure good customer service, innovative product development and more efficient operations. All activities in subsidiaries fall within the business area relevant to the company's primary operations.

DNB Group – reporting structure at end-June 2013 ¹⁾



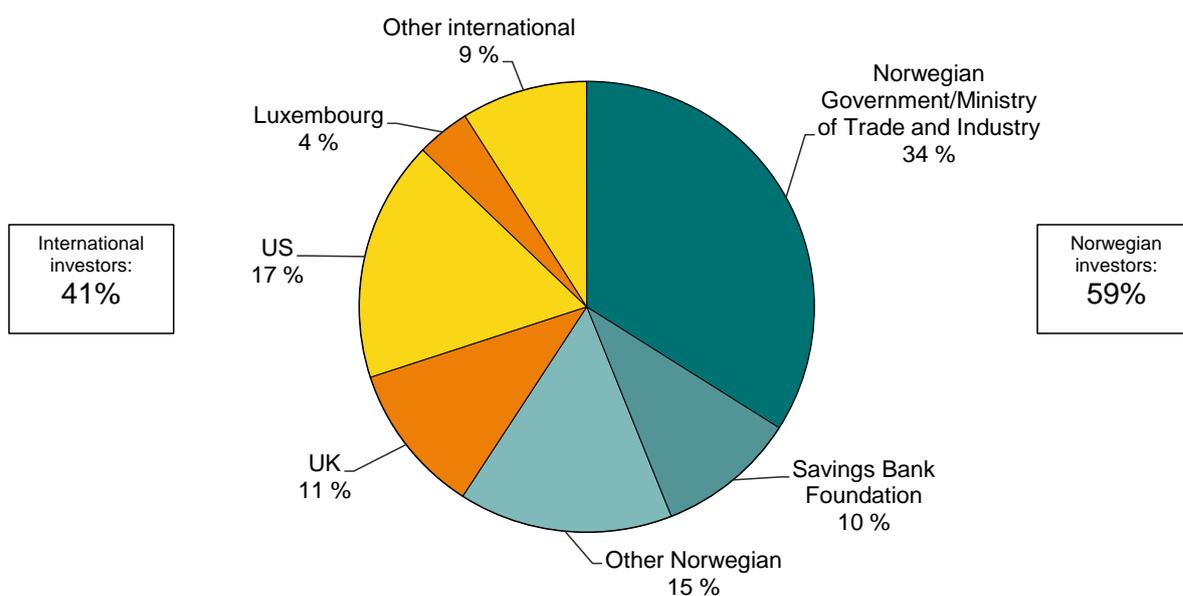
1) The DNB Group was restructured in January 2013. However, the accounts for the first and second quarter of 2013 are reported according to the former operational structure. Reporting according to the new structure will start in the third quarter.

Shareholder structure

Major shareholders as at 30 June 2013

	Shares in 1 000	Ownership in per cent
Norwegian Government/Ministry of Trade and Industry	553 792	34.00
Sparebankstiftelsen DNB (Savings Bank Foundation)	161 900	9.94
Folketrygdfondet	93 747	5.76
Fidelity (FIL/FMR)	30 131	1.85
People's Bank of China	27 540	1.69
Vanguard Investment Funds	20 064	1.23
Blackrock Investments	20 024	1.23
DNB AM funds and managed assets	20 267	1.24
Danske Capital funds and managed assets	19 992	1.23
Capital Research/Capital International	16 532	1.01
Jupiter Funds	16 371	1.01
KLP AM funds, insurance and managed assets	16 171	0.99
Newton Investment Management	14 731	0.90
Schroder Investment	14 101	0.87
T. Rowe Price International	13 026	0.80
MFS Massachusetts Financial Services	11 785	0.72
Storebrand AM funds, insurance and managed assets	10 417	0.64
Societe General Bank & Trust	10 220	0.63
TIAA-CREF	8 530	0.52
Statoil Pensjon & Forsikring	7 923	0.49
Total largest shareholders	1 087 262	66.75
Other	541 536	33.25
Total	1 628 799	100.00

Ownership according to investor category as at 30 June 2013



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