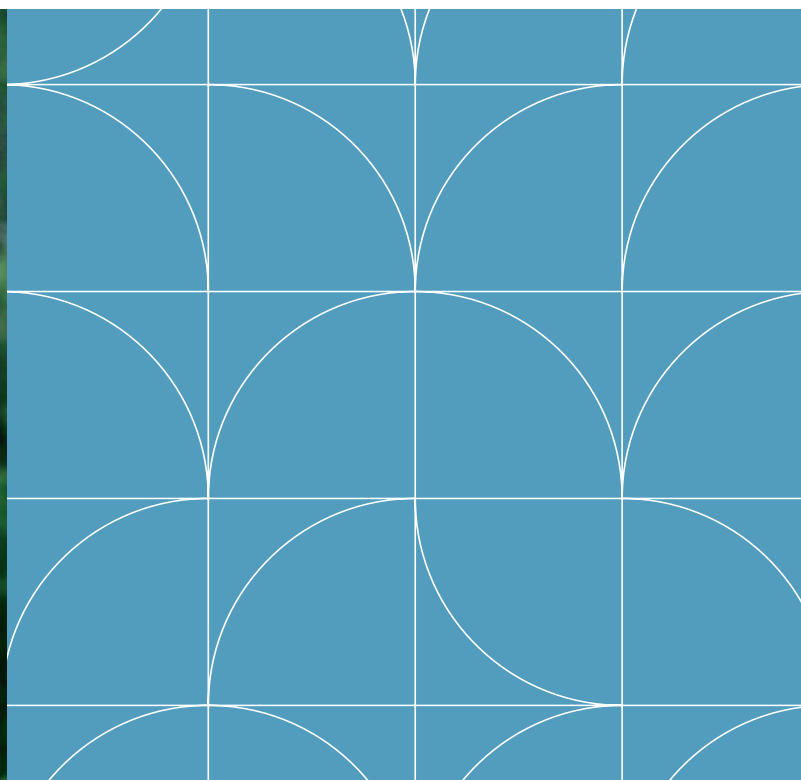


Storebrand Bank Group

3rd Quarter 2007

 storebrand



Storebrand Bank Group

- interim results for Q3 2007

(Figures for the corresponding period in 2006 shown in brackets)

- Storebrand Bank reported consolidated pre-tax profit of NOK 54 million for Q3
- Net interest income as a percentage of average total assets was 1.08% in Q3 and 1.07% for the first nine months (annualised figures)
- Net fee and commission income amounted to NOK 15 million in Q3 – reflecting good sales of savings products
- Continuing growth in lending to the retail market – up by 21% for the first nine months
- Measures to improve efficiency continue to deliver benefits - cost ratio at 65.9% for the first nine months

Storebrand Bank reported ordinary operating profit before write-downs for loan losses of NOK 43 million (NOK 36 million) for Q3 2007 and NOK 128 million (NOK 113 million) in the first nine months. After a net write-back of earlier loan loss write-downs of NOK 11 million, pre-tax profit for Q3 was NOK 54 million (NOK 47 million). Consolidated operating profit for the first nine months was NOK 188 million (NOK 154 million).

Net interest income amounted to NOK 108 million (NOK 109 million) in Q3. Net interest income for the first nine months totalled NOK 303 million (NOK 318 million), representing a net interest margin calculated on average total assets of 1.08% (1.36%) for Q3 and 1.07% (1.36%) for the first nine months. Net interest margin reflects competitive pricing and sound growth in the bank's lending, and is also affected in the short term by Norges Bank's increases in interest rates. Pricing changes were implemented in Q3 and are expected to have a positive effect in Q4.

Net fee and commission income amounted to NOK 15 million in Q3 (NOK 12 million) and NOK 43 million for the first nine months (NOK 21 million). This included net commission income on sales of Storebrand Optimér ASA and real estate investment fund products.

Other operating income amounted to NOK 3 million in Q3 (NOK 8 million) and NOK 29 million (NOK 34 million) for the first nine months.

Operating expenses amounted to NOK 83 million in Q3 (NOK 93 million) and NOK 247 million (NOK 259 million) for the first nine months. This represents a cost ratio (costs as percentage of income) of 65.9% for the first nine months (69.6%). The cost ratio for full-year 2006 was 71.3%. The improvement in cost ratio reflects the measures implemented by the bank to increase efficiency.

Changes in realised loan losses and loan loss write-downs in Q3 resulted in a net write-back of NOK 11 million (NOK 11 million). Gross non-performing and loss-exposed loans totalled NOK 392 million at the close of Q3, representing a reduction of NOK 175 million in the quarter. The bank's loan

loss write-downs totalled NOK 326 million at the end of Q3, of which grouped write-downs accounted for NOK 43 million.

The bank's assets totalled NOK 40 billion at the close of Q3. Gross lending has increased by NOK 4.4 billion since the start of the year, representing growth of almost 14% over the first nine months. The net increase of 0.7 billion in Q3 was made up of just over NOK 1.0 billion of lending to the retail market and a net reduction of almost NOK 0.4 billion in lending to the corporate market. In addition, lending by Storebrand Life Insurance managed by Storebrand Bank ASA fell by NOK 0.2 billion in the quarter. The bank's deposit-to-loan ratio was 44.4% at the end of Q3, representing a marginal increase since the start of the year.

Storebrand Bank ASA applied the liquidity generated by the issue of a bond loan in May 2007 to repay the old bond loan that matured in August 2007 and to finance balance sheet growth. Recent turbulence in the financial markets has affected the bank in that its funding costs on new borrowings have increased, which will have an effect in net profit in Q4. The availability of funding has been virtually as normal. The bank's liquidity at the close of the quarter is considered to be good.

The bank's capital ratio at the end of Q3 was 10.4% and its core capital ratio was 7.9%.

The marketing activities and pricing implemented by Storebrand Bank have played a major role in making the bank competitive. This is reflected in continuing strong growth in lending and in customer numbers.

Storebrand was granted authorisation in Q3 to establish a credit institution to issue covered bonds. The establish is expected to give funding on favourable terms, and this will help to maintain competitive pricing on retail mortgage lending. The new credit institution will be an independent company wholly owned by Storebrand Bank ASA. Its business will be closely allied with the bank's activities, and will be driven by the bank's activities. The new company is expected to commence operations from Q1 2008.

Oslo, 16 October 2007

The Board of Directors of Storebrand Bank ASA

Storebrand Bank Group

PROFIT AND LOSS ACCOUNT 1)

| NOK MILLION | NOTE | Q3 | | 01.01. - 30.09. | | YEAR |
|---|------|--------------|--------------|-----------------|---------------|---------------|
| | | 2007 | 2006 | 2007 | 2006 | 2006 |
| Interest income | | 518.7 | 311.5 | 1 365.7 | 881.5 | 1 220.0 |
| Interest expense | | -410.5 | -202.8 | -1 063.2 | -564.0 | -801.2 |
| Net interest income | | 108.1 | 108.7 | 302.5 | 317.5 | 418.8 |
| Fee and commission income from banking services | | 29.3 | 32.7 | 108.0 | 74.7 | 112.3 |
| Fee and commission expenses for banking services | | -14.6 | -20.5 | -65.3 | -53.8 | -80.3 |
| Net fee and commission income | | 14.7 | 12.2 | 42.7 | 20.9 | 31.9 |
| Net income and gains from associated companies | | 0.0 | 0.0 | 0.0 | 14.0 | 10.6 |
| Net gains on financial instruments at fair value | | -0.2 | 4.6 | 6.8 | 9.9 | 22.9 |
| Other income | | 3.1 | 3.3 | 22.4 | 9.7 | 13.3 |
| Total other operating income | | 2.9 | 7.9 | 29.1 | 33.6 | 46.8 |
| Staff expenses and general administration expenses | | -51.3 | -53.0 | -161.8 | -155.0 | -218.9 |
| Other operating costs | | -31.9 | -40.0 | -84.9 | -103.7 | -135.6 |
| Total operating costs | | -83.2 | -93.0 | -246.7 | -258.7 | -354.5 |
| Operating profit before losses and other items | | 42.6 | 35.7 | 127.6 | 113.3 | 143.0 |
| Net write-back in loan losses | 9 | 10.9 | 10.9 | 60.0 | 40.6 | 47.0 |
| Profit before tax | | 53.5 | 46.6 | 187.6 | 154.0 | 190.0 |
| Tax | 4 | -15.1 | -13.7 | -48.8 | -39.7 | -42.7 |
| Profit for the year | | 38.4 | 32.9 | 138.8 | 114.3 | 147.3 |
| Allocated to: | | | | | | |
| Shareholders | | 38.7 | 33.0 | 139.0 | 114.5 | 147.1 |
| Minority interests | | -0.3 | -0.1 | -0.2 | -0.2 | 0.2 |

1) Comparable figures for 3rd quarter of 2006 have been reclassified.

Storebrand Bank Group

BALANCE SHEET

| NOK MILLION | NOTE | 30.09.2007 | 30.09.2006 | 31.12.2006 |
|--|------|-----------------|-----------------|-----------------|
| Cash and deposits with central banks | | 431.1 | 563.9 | 394.4 |
| Loans to and deposits with credit institutions | | 803.8 | 200.5 | 114.9 |
| Financial assets designated at fair value through profit and loss: | | | | |
| Equity instruments | | 9.9 | 10.8 | 8.2 |
| Bonds and other fixed-income securities | 8 | 2 322.3 | 2 002.3 | 1 698.6 |
| Derivatives | | 744.4 | 582.3 | 642.9 |
| Other current assets | | 348.6 | 799.8 | 293.7 |
| Gross lending | | 35 567.2 | 28 557.7 | 31 181.1 |
| - Write-downs of individual loans | 9 | -253.1 | -358.8 | -360.0 |
| - Write-downs of groups of loans | | -72.5 | -80.8 | -73.3 |
| Net lending to customers | | 35 241.7 | 28 118.1 | 30 747.8 |
| Investments in associated companies | | 29.5 | 30.0 | 29.2 |
| Tangible assets | 10 | 7.2 | 8.4 | 7.2 |
| Intangible assets | 10 | 69.2 | 37.2 | 46.1 |
| Deferred tax assets | | 123.1 | 170.6 | 172.5 |
| TOTAL ASSETS | | 40 130.8 | 32 524.1 | 34 155.5 |
| Liabilities to credit institutions | 11 | 2 264.2 | 1 834.5 | 2 786.0 |
| Deposits from and due to customers | | 15 794.4 | 13 074.3 | 13 533.7 |
| Other financial liabilities: | | | | |
| Derivatives | | 914.3 | 460.1 | 607.2 |
| Commercial paper and bonds issued | 11 | 17 639.4 | 14 361.1 | 14 396.7 |
| Other liabilities | | 540.7 | 437.7 | 339.0 |
| Provision for accrued expenses and liabilities | | 0.0 | 4.0 | 4.0 |
| Pension liabilities | | 70.1 | 53.4 | 70.1 |
| Subordinated loan capital | 11 | 909.3 | 659.6 | 759.3 |
| TOTAL LIABILITIES | | 38 132.4 | 30 884.7 | 32 495.9 |
| Paid in capital | | 1 116.6 | 916.6 | 916.6 |
| Retained earnings | | 878.7 | 719.6 | 739.6 |
| Minority interests | | 3.2 | 3.1 | 3.5 |
| TOTAL EQUITY | | 1 998.4 | 1 639.3 | 1 659.6 |
| TOTAL EQUITY AND LIABILITIES | | 40 130.8 | 32 524.1 | 34 155.5 |

Oslo, 16 October 2007

The Board of Directors of Storebrand Bank ASA

Storebrand Bank Group

CHANGES IN EQUITY

| NOK MILLION | 30.09.07 | | | | 30.09.06 | | | |
|---|----------------------------|-------------------|-------------------|----------------|----------------------------|-------------------|-------------------|----------------|
| | MAJORITY'S SHARE OF EQUITY | | | TOTAL EQUITY | MAJORITY'S SHARE OF EQUITY | | | TOTAL EQUITY |
| | PAID IN CAPITAL | RETAINED EARNINGS | MINORITY INTEREST | | PAID IN CAPITAL | RETAINED EARNINGS | MINORITY INTEREST | |
| Equity as at 31.12.06 / 31.12.05 | 916.6 | 739.6 | 3.5 | 1 659.6 | 916.5 | 792.9 | 3.0 | 1 712.4 |
| New accounting principle for pensions | | 0.0 | | 0.0 | | 30.4 | | 30.4 |
| Equity at the beginning of the period | 916.6 | 739.6 | 3.5 | 1 659.6 | 916.5 | 823.3 | 3.0 | 1 742.9 |
| The year's change in estimate regarding new accounting principle for pensions | | 0.0 | | 0.0 | | 4.1 | | 4.1 |
| Profit for the period | | 139.0 | -0.2 | 138.8 | | 114.5 | -0.2 | 114.3 |
| Equity transactions with the owner: | | | | | | | | |
| Dividend paid | | | | 0.0 | | -222.4 | | -222.4 |
| Group contribution | 200.0 | | | 200.0 | 0.0 | 0.0 | 0.0 | 0.0 |
| Other changes | | | | 0.0 | | 0.1 | 0.4 | 0.5 |
| Equity at the end of the period | 1 116.6 | 878.6 | 3.2 | 1 998.4 | 916.5 | 719.6 | 3.1 | 1 639.3 |

CASH FLOW STATEMENT

| NOK MILLION | 01.01. - 30.09. | |
|--|-----------------|---------------|
| | 2007 | 2006 |
| Cash flow from operations | | |
| Net receipts/payments of interest, commissions and fees from customers | 252.5 | 287.8 |
| Net disbursement/payments on customer loans | -5 131.8 | -1 957.5 |
| Net receipts/payments of deposits from banking customers | 1 738.9 | 2 257.3 |
| Net receipts/payments on other operating activities | -370.7 | -912.5 |
| Net cash flow from operating activities | -3 511.1 | -324.9 |
| Cash flow from investment activities | | |
| Net receipts from sale of subsidiaries and associated companies | 0.0 | 9.5 |
| Net payments on purchase/sale of fixed assets etc. | -31.6 | 5.3 |
| Net cash flow from investment activities | -31.6 | 14.8 |
| Cash flow from financing activities | | |
| Net receipts/payment from borrowing | 3 379.4 | 672.5 |
| Dividend/group contribution payments | 0.0 | -222.4 |
| Paid back share capital | 200.0 | 0.0 |
| Net cash flow from financing activities | 3 579.4 | 450.1 |
| Net cash flow in period | 36.7 | 140.0 |
| Cash and cash equivalent assets at the start of the period | 394.4 | 423.9 |
| Cash and cash equivalent assets at the end of the period | 431.1 | 563.9 |

Notes to the account

NOTE 1 ACCOUNTING PRINCIPLES

The consolidated interim accounts for the group include Storebrand Bank ASA together with subsidiaries, joint ventures and associated companies. The interim accounts for Q3 have been prepared in accordance with IAS 34 Interim Financial Reporting. The interim accounts do not include all the information required for full annual accounts prepared in accordance with IFRS.

The annual report and accounts of Storebrand Bank ASA for 2006 is available on request from the company's registered office at Filipstad Brygge 1, Oslo, and is also available at www.storebrand.no. Information on the accounting principles used in the interim accounts can be found in the accounting principles note to the 2006 accounts.

NOTE 2 ESTIMATES

In preparing the quarterly accounts, Storebrand Bank has used assumptions and estimates that affect reported amounts of assets, liabilities, revenues, costs and information in the notes to the accounts, as well as the information provided on contingent liabilities. Actual results may differ from these estimates.

NOTE 3 CHANGES IN THE COMPOSITION OF THE GROUP

Storebrand Bank ASA, acting in collaboration with Lindorff Accounting AS, has established a company in Lithuania known as Evoco UAB. Evoco UAB will provide back office services for Storebrand Bank, principally in respect of processing loan applications. The two parties each own 50% of the company, and it is classified as a jointly controlled company in the Storebrand Bank consolidated accounts. Evoco's accounts will be consolidated on an item by item basis proportionate to the bank's shareholding interest.

The subsidiary company Neskollen Eiendom AS was sold in the second quarter. A gain of NOK 6.5 million was recognized to the consolidated profit and loss account.

NOTE 4 TAX

Tax cost is based on an expected average tax rate of 28% of group profit before tax adjusted for permanent differences.

NOTE 5 CLOSE ASSOCIATES

Transactions with group companies as at 30 September 2007:

| NOK MILLION | OTHER GROUP COMPANIES *) |
|--------------------|--------------------------|
| Interest income | 0.0 |
| Interest expense | 2.3 |
| Services sold | 2.8 |
| Services purchased | 40.8 |
| Due from | 0.0 |
| Liabilities to | 35.3 |

*) Other group companies are companies in other sub-groups within Storebrand group.

Transactions with group companies are based on the principle of transactions at arm's length.

NOTE 6 SHARE PURCHASES BY EMPLOYEES

In February 2007, employees of Storebrand Group were offered the opportunity to buy shares in the company at a discounted price. The basis for the purchase price was the weighted market share price from 5 March to 7 March, and employees were offered shares at a 20% discount to the calculated average. A total of 236,300 shares were sold from Storebrand ASA's holdings of its own shares.

Notes to the account

NOTE 7 SEGMENT INFORMATION

Analysis of profit and loss account and balance sheet items by activity:

| NOK MILLION | CORPORATE | | | | | RETAIL | | | | |
|--|-------------|-------------|------------------------------|--------------|--------------|---------------------|------------|------------------------------|-------------|--------------|
| | Q3 2007 | 2006 | 01.01. - 30.09. 2007 2006 | | YEAR 2006 | Q3 2007 | 2006 | 01.01. - 30.09. 2007 2006 | | YEAR 2006 |
| Profit and loss items: | | | | | | | | | | |
| Net interest income | 51.5 | 50.0 | 145.2 | 143.0 | 189.6 | 52.5 | 55.8 | 143.1 | 156.7 | 206.2 |
| Net fee and commission income | 1.3 | 7.4 | 3.3 | 4.9 | 8.0 | 1.9 | 0.1 | 5.1 | 8.1 | 5.5 |
| Total operating income | -1.0 | 1.0 | 14.4 | 6.7 | 11.0 | -1.8 | 3.6 | 2.7 | 15.2 | 21.7 |
| Total operating costs | -22.6 | -32.1 | -78.8 | -92.4 | -123.5 | -46.9 | -51.7 | -134.1 | -135.6 | -180.3 |
| Operating profit before loan losses | 29.2 | 26.3 | 84.1 | 62.2 | 85.0 | 5.7 | 7.9 | 16.8 | 44.4 | 53.1 |
| Loan losses and write-downs | 10.8 | 14.1 | 66.7 | 51.2 | 54.6 | 0.1 | -3.2 | -6.7 | -10.1 | -7.7 |
| Ordinary profit from continuing operations | 40.0 | 40.4 | 150.8 | 113.3 | 139.7 | 5.8 | 4.7 | 10.1 | 34.2 | 45.4 |
| Ordinary profit from businesses discontinued | 0.0 | 0.0 | 0.0 | 0.0 | 0.2 | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 |
| Balance sheet items: | | | | | | | | | | |
| Gross lending to customers | 11 883.8 | 10 331.0 | 11 883.8 | 10 331.0 | 11 545.1 | 23 683.5 | 18 226.0 | 23 683.5 | 18 226.0 | 19 636.0 |
| Deposits from and due to customers | 6 373.4 | 5 078.0 | 6 373.4 | 5 078.0 | 5 373.9 | 9 421.0 | 8 030.6 | 9 421.0 | 7 996.3 | 8 159.8 |
| Key figures: | | | | | | | | | | |
| Costs as % of income | 44% | 55% | 48% | 60% | 59% | 89% | 87% | 89% | 75% | 77% |
| Deposits from and due to customers as % of gross lending | 54% | 49% | 54% | 49% | 47% | 40% | 44% | 40% | 44% | 42% |
| | | | | | | | | | | |
| NOK MILLION | MARKETS | | | | | REAL ESTATE BROKING | | | | |
| | Q3 2007 | 2006 | 01.01. - 30.09. 2007 2006 | | YEAR 2006 | Q3 2007 | 2006 | 01.01. - 30.09. 2007 2006 | | YEAR 2006 |
| Profit and loss items: | | | | | | | | | | |
| Net interest income | 4.1 | 2.9 | 14.0 | 17.7 | 22.8 | 0.0 | 0.0 | 0.2 | 0.1 | 0.2 |
| Net fee and commission income | 11.5 | 4.7 | 34.3 | 8.0 | 18.4 | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 |
| Total operating income | 0.1 | 0.0 | 0.3 | 2.1 | 0.0 | 5.8 | 3.2 | 11.7 | 9.7 | 14.2 |
| Total operating costs | -6.9 | -7.4 | -21.0 | -20.9 | -36.9 | -6.8 | -1.9 | -12.8 | -9.9 | -13.8 |
| Operating profit before loan losses | 8.7 | 0.2 | 27.6 | 6.9 | 4.3 | -1.0 | 1.4 | -0.9 | 0.0 | 0.6 |
| Loan losses and write-downs | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 | -0.4 | 0.0 |
| Ordinary profit from continuing operations | 8.7 | 0.2 | 27.6 | 6.9 | 4.3 | -1.0 | 1.4 | -0.9 | -0.5 | 0.6 |
| Ordinary profit from businesses discontinued | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 |
| Balance sheet items: | | | | | | | | | | |
| Gross lending to customers | | | | | | | | | | |
| Deposits from and due to customers | | | | | | | | | | |
| Key figures: | | | | | | | | | | |
| Costs as % of income | 44% | 98% | 43% | 75% | 90% | 117% | 58% | 108% | 100% | 96% |
| Deposits from and due to customers as % of gross lending | | | | | | | | | | |
| | | | | | | | | | | |
| BELØP I MILLIONER KRONER | TOTAL | | | | | | | | | |
| | 2007 | Q3 2006 | 01.01. - 30.09. 2007 2006 | | YEAR 2006 | | | | | |
| Profit and loss items: | | | | | | | | | | |
| Net interest income | 108.1 | 108.7 | 302.5 | 317.5 | 418.8 | | | | | |
| Net fee and commission income | 14.7 | 12.2 | 42.7 | 20.9 | 31.9 | | | | | |
| Total operating income | 2.9 | 7.9 | 29.1 | 33.6 | 46.8 | | | | | |
| Total operating costs | -83.2 | -93.0 | -246.7 | -258.7 | -354.5 | | | | | |
| Operating profit before loan losses | 42.6 | 35.7 | 127.6 | 113.3 | 143.0 | | | | | |
| Loan losses and write-downs | 10.9 | 10.9 | 60.0 | 40.6 | 47.0 | | | | | |
| Ordinary profit from continuing operations | 53.5 | 46.6 | 187.6 | 154.0 | 190.0 | | | | | |
| Ordinary profit from businesses discontinued | 0.0 | 0.0 | 0.0 | 0.0 | 0.2 | | | | | |
| Balance sheet items: | | | | | | | | | | |
| Gross lending to customers | 35 567.2 | 28 557.0 | 35 567.2 | 28 557.0 | 31 181.1 | | | | | |
| Deposits from and due to customers | 15 794.4 | 13 108.6 | 15 794.4 | 13 074.3 | 13 533.7 | | | | | |
| Key figures: | | | | | | | | | | |
| Costs as % of income | 66% | 72% | 66% | 70% | 71% | | | | | |
| Deposits from and due to customers as % of gross lending | 44% | 48% | 44% | 48% | 43% | | | | | |

continues on next page

Notes to the account

NOTE 7 SEGMENT INFORMATION (continued)

Business segments are the group's primary reporting segments.

Description of the segments:

Corporate: This segment includes deposits from and loans to corporate customers, principally in the real estate investor/developer sector.

Retail: Deposits from and lending to private individuals, including credit card services. Lending is principally secured against residential property.

Markets: This is a new business area with effect from Q3 2007, and will also include the new business established in accordance with the bank's authorisation under the Securities Trading Act. This business area also includes all structured products, real estate investment funds, Storebrand Optimèr, which earlier were reported as Saving products, and stockbroking activities, which earlier was reported as an own segment.

Real estate broking: This segment is made up solely of Ring Eiendomsmegling AS, in which the bank had a 70 % interest at the close of 3rd quarter 2007.

Income and costs that cannot be directly attributed to a segment are allocated on the basis of the segments' share of total assets.

NOTE 8 OFF BALANCE SHEET LIABILITIES AND CONTINGENT LIABILITIES

| NOK MILLION | 30.09.2007 | 30.09.2006 | 31.12.2006 |
|---|----------------|----------------|----------------|
| Guarantees | 366.1 | 275.6 | 290.2 |
| Undrawn credit limits | 1 975.0 | 2 059.6 | 1 687.4 |
| Other contingent liabilities | 0.5 | 0.0 | 0.0 |
| Total contingent liabilities | 2 341.6 | 2 335.2 | 1 977.6 |
| Book value of bonds pledged as security for the bank's D-loan facility with the Norwegian central bank | 2 035.1 | 2 002.3 | 1 698.6 |
| Total book value of off balance sheet liabilities | 2 035.1 | 2 002.3 | 1 698.6 |

NOTE 9 LOSSES AND PROVISIONS FOR NON-PERFORMING AND LOSS-EXPOSED LOANS, GUARANTEES ETC.

| NOK MILLION | 30.09.2007 | 30.09.2006 | 31.12.2006 |
|---|---------------|---------------|---------------|
| Non-performing and loss-exposed loans | | | |
| Non-performing loans without evidence of impairment | 80.7 | 142.8 | 109.0 |
| Non-performing and loss-exposed loans with evidence of impairment | 310.9 | 448.1 | 423.7 |
| Gross defaulted and loss-exposed loans | 391.6 | 590.9 | 532.7 |
| Provisions for individual impairment losses | -253.1 | -358.8 | -360.0 |
| Net defaulted and loss-exposed loans | 138.5 | 232.1 | 172.7 |

| NOK MILLION | 2007 | Q3 2006 | 01.01.07 - 30.09.07 | 01.01.06 - 30.09.06 | YEAR 2006 |
|---|-------------|-------------|------------------------|------------------------|--------------|
| Losses on loans and guarantees etc. during period | | | | | |
| Change in individual impairment loss provisions | 44.1 | 2.0 | 107.0 | 31.7 | 29.6 |
| Change in grouped impairment loss provisions | 1.5 | 2.3 | 0.8 | 8.4 | 15.9 |
| Other write-down effects | -0.5 | 11.2 | 0.7 | 6.0 | 22.4 |
| Change in individual impairment loss provisions guarantees | 4.0 | 0.0 | 4.0 | 0.0 | 0.0 |
| Realised losses specifically provided for previously | -39.4 | -4.1 | -55.3 | -4.1 | -17.2 |
| Realised losses not specifically provided for previously | -0.2 | -0.5 | -0.9 | -1.8 | -6.2 |
| Recoveries on previous realised losses | 1.4 | 0.0 | 3.6 | 0.4 | 2.4 |
| Net write-back in loan losses | 10.9 | 10.9 | 60.0 | 40.6 | 47.0 |

Notes to the account

NOTE 10 INTANGIBLE ASSETS AND FIXED ASSETS

Costs of NOK 9.5 million were capitalised in the third quarter as intangible assets and fixed assets. This relates principally to costs incurred on systems development, data warehouse, systems licenses and similar costs.

NOTE 11 FUNDING

Drawdowns and repayments of funding by type of transaction during the course of the first nine months of 2007 were as follows:

| NOK MILLION | NOMINAL VALUE | BOOK VALUE |
|--|------------------|-----------------|
| Balance brought forward as at 1.1.2007 | 15 273.7 | 17 942.0 |
| Drawdowns: | | |
| Interbank | | 17 349.1 |
| Commercial paper | 4 957.0 | 4 951.6 |
| Bond loans ¹⁾ | 6 049.3 | 6 031.0 |
| Structured bond loans | 105.4 | 91.5 |
| Repayments: | | |
| Interbank | | -17 862.3 |
| Commercial paper | -4 405.0 | -4 402.4 |
| Bond loans | -2 609.1 | -2 748.8 |
| Structured bond loans | -547.4 | -525.5 |
| Changes in amortisation and in fair value | | -13.3 |
| Balance carried forward as at 30.9.2007 | 18 823.9 | 20 812.9 |

1) Includes a bond loan of EUR 450 million listed on the Luxembourg stock exchange that was issued in May 2007.

Specification of commercial paper and bonds issued at 30 September 2007:

| NOK MILLION | NOMINAL VALUE | BOOK VALUE |
|--|------------------|-----------------|
| Commercial paper | 4 286.0 | 4 279.7 |
| Bond loans | 11 856.2 | 11 855.1 |
| Structured bond loans | 1 582.0 | 1 504.7 |
| Total commercial paper and bonds issued | 17 724.2 | 17 639.4 |

NOTE 12 RISK

The group's objectives and principles for the management of financial risk are as described in the 2006 annual report.

Notes to the account

NOTE 13 CAPITAL ADEQUACY ¹⁾

| NOK MILLION | 30.09.2007 | 30.09.2006 | 31.12.2006 |
|--|-----------------|-----------------|-----------------|
| Equity 30.9. / 31.12. | 1 859.7 | 1 490.3 | 1 830.6 |
| Tier 1 hybrid capital | 275.6 | 230.8 | 275.1 |
| Intangible assets | -192.2 | -221.1 | -219.1 |
| Proportion of pension experience adjustments not amortised | 25.9 | 38.9 | 38.9 |
| Core capital | 1 969.0 | 1 538.9 | 1 925.5 |
| Supplementary capital | 633.7 | 428.8 | 484.1 |
| Net primary capital | 2 602.7 | 1 967.7 | 2 409.7 |
| Total assets | 24 724.6 | 20 418.5 | 21 868.3 |
| Total off-balance sheet items | 583.4 | 399.2 | 482.8 |
| Foreign exchange risk | 1.9 | 4.0 | 4.0 |
| Deduction for loss provisions | -325.5 | -442.7 | -437.3 |
| Total risk-weighted assets | 24 984.4 | 20 379.0 | 21 917.7 |
| Capital ratio | 10.4 % | 9.7 % | 11.0 % |
| Excess capital | 603.9 | 337.4 | 656.3 |
| Core capital ratio | 7.9 % | 7.6 % | 8.8 % |

1) Key figures are in accordance with the current Kredittilsynet guidelines. Storebrand Bank ASA has elected to apply the transitional rules which allow capital adequacy to reported in accordance with the existing Basel I regulations in 2007. From 2008, the bank will use the standard method for credit risk and market risk, and the basic method for operational risk in accordance with the new capital adequacy regulations (Basel II). Storebrand Bank ASA aims to implement internal rating-based methods (IRB). The bank's preparations for Basel II are focusing on the business opportunities the new regulations represent.

NOTE 14 QUARTERLY PROFIT AND LOSS

| NOK MILLION | Q3 2007 | Q2 2007 | Q1 2007 | Q4 2006 | Q3 2006 |
|---|--------------|--------------|--------------|--------------|--------------|
| Interest income | 518.7 | 460.6 | 386.5 | 338.6 | 311.5 |
| Interest expense | -410.5 | -358.7 | -293.9 | -237.3 | -202.8 |
| Net interest income | 108.1 | 101.8 | 92.6 | 101.3 | 108.7 |
| Fee and commission income from banking services | 29.3 | 38.3 | 40.4 | 37.6 | 32.7 |
| Fee and commission expenses for banking services | -14.6 | -21.3 | -29.4 | -26.6 | -20.5 |
| Net fee and commission income | 14.7 | 17.0 | 11.0 | 11.1 | 12.2 |
| Net income and gains from associated companies | 0.0 | 0.0 | 0.0 | -0.8 | 0.0 |
| Net gains on financial instruments at fair value | -0.2 | 3.5 | 2.8 | 10.4 | 4.6 |
| Other income | 3.1 | 10.9 | 9.0 | 3.6 | 3.3 |
| Total other operating income | 2.9 | 14.4 | 11.8 | 13.2 | 7.9 |
| Staff expenses and general administration expenses | -51.3 | -54.6 | -55.9 | -63.9 | -53.0 |
| Other operating costs | -31.9 | -28.1 | -25.0 | -31.9 | -40.0 |
| Total operating costs | -83.2 | -82.7 | -80.8 | -95.8 | -93.0 |
| Operating profit before losses and other items | 42.6 | 50.5 | 34.5 | 29.7 | 35.7 |
| Net write-back in loan losses | 10.9 | 4.2 | 44.9 | 6.3 | 10.9 |
| Profit before tax | 53.5 | 54.7 | 79.4 | 36.0 | 46.6 |
| Tax | -15.1 | -12.9 | -20.8 | -3.0 | -13.7 |
| Profit for the year | 38.4 | 41.8 | 58.6 | 33.0 | 32.9 |

Notes to the account

NOTE 15 KEY FIGURES

| NOK MILLION AND PERCENTAGE | Q3 | | | | |
|---|----------|----------|------------|------------|------------|
| | 2007 | 2006 | 30.09.2007 | 30.09.2006 | 31.12.2006 |
| Profit and Loss account: (as % of avg. total assets) ¹⁾ | | | | | |
| Net interest income ³⁾ | 1.08% | 1.36% | 1.07% | 1.36% | 1.32% |
| Other operating income ⁴⁾ | 0.18% | 0.25% | 0.25% | 0.23% | 0.25% |
| Main balance sheet figures: | | | | | |
| Total assets | | | 40 130.8 | 32 524.1 | 34 155.5 |
| Average total assets | 40 065.0 | 31 911.2 | 37 850.7 | 31 075.8 | 31 691.8 |
| Total lending to customers | | | 35 567.2 | 28 557.7 | 31 181.1 |
| Deposits from and due to customers as % of gross lending | | | 44.41% | 45.78% | 43.40% |
| Equity | | | 1 998.4 | 1 639.3 | 1 659.6 |
| Other key figures: | | | | | |
| Total non-interest income as % of total income | 14.04% | 15.55% | 19.18% | 14.65% | 15.82% |
| Loan losses and provisions as % of average total lending | -0.12% | -0.15% | -0.24% | -0.20% | -0.17% |
| Individual impairment loss as % of gross defaulted loans ⁵⁾ | | | 81.40% | 80.07% | 84.96% |
| Costs as % of operating income | 66.14% | 72.27% | 65.90% | 69.54% | 71.25% |
| Return on equity after tax ²⁾ | 7.70% | 8.12% | 10.16% | 8.53% | 8.39% |
| Capital ratio | | | 10.4% | 9.7% | 11.0% |

Definitions:

- 1) Average total assets is calculated on the basis of quarterly total assets for the year
- 2) Annualised profit after tax adjusted for one-off effects as % of average equity
- 3) Annualised net interest income adjusted for one-off effects
- 4) Other operating income includes net fee and commission income
- 5) Gross defaulted loans with identified loss of value

Company information

Address:

Storebrand Bank ASA
Filipstad Brygge 1
PO Box 1693 Vika
N-0120 Oslo
Norway

Telephone: + 47 - 22 31 50 50
Call centre (within Norway): 08880
Website: www.storebrand.no
E-mail address: bank@storebrand.no

Company registration number: 953 299 216

Senior Management:

| | |
|-------------------------|------------------------------|
| Klaus-Anders Nysteen | Managing Director |
| Trond Fladvad | Head of Business Development |
| Robert Fjelli | Head of Markets |
| Monica Kristoffersen | Head of Retail Banking |
| Mikkel Andreas Vogt | Head of Corporate Banking |
| Anne Grete T. Wardeberg | Head of Staff Functions |

Board of Directors:

| | |
|------------------|-----------------|
| Idar Kreutzer | Chairman |
| Stein Wessel-Aas | Deputy Chairman |
| Kristine Schei | Board Member |
| Ida Helliesen | Board Member |
| Roar Thoresen | Board Member |
| Maalfrid Brath | Board Member |
| Heidi Storruste | Board Member |

Contact persons:

Klaus-Anders Nysteen, Managing Director. Tel: + 47 - 99 26 56 91.
Trond Fladvad, Head of Business Development. Tel: + 47 - 92 89 71 73.

