

LANDSHYPOTEK AB

INTERIM REPORT JANUARY – MARCH

2012 # 1

- **The volume of loans outstanding amounted to MSEK 56,772 (52,572)**

Loans outstanding increased MSEK 1,143 (2.1 percent) to MSEK 56,772 in the first quarter. Demand for credit from Sweden's farmers and foresters was healthy and was driven by increased investment, primarily, production equipment and through land acquisition.

- **Operating profit excluding "Net result of financial transactions" amounted to MSEK 66.9 (77.9)**

The decline in profit during the first quarter of MSEK 11.0 compared with the year-earlier period was attributable to increased costs of MSEK 4.0 from investment in a new business system and increased provisions for loan losses of MSEK 7.0 year-on-year.

- **LOAN LOSS RATE 0.01 PERCENT (NEG: 0.01 PERCENT)**

Loan losses in the first quarter amounted to MSEK 5.2, corresponding to 0.01 percent of loans outstanding. The reported loan losses are primarily a change in the net provision for doubtful credits.

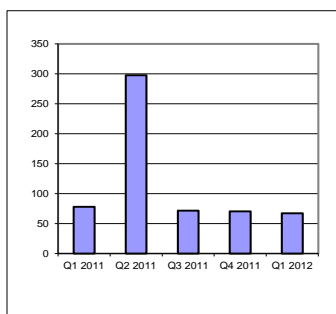
- **CAPITAL ADEQUACY was 35.7 percent according to Basel II rules.**

Calculated according to transition rules, the capital ratio to 9.0 percent

Landshypotek AB

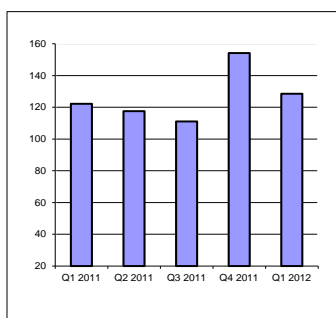
Landshypotek AB
(Corporate Registration
Number 556500-2762) Interim
report for the period 1
January – 31 March 2012.

Operating profit excluding “Net result of financial transactions”



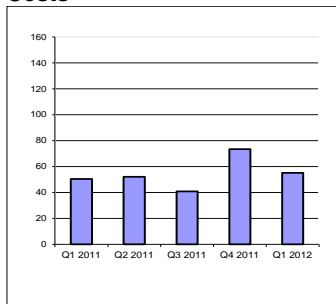
Operating profit for the first quarter 2012, excluding "Net result of financial transactions" amounted to MSEK 66.9.

Net interest income



Net interest income for the first quarter 2012 amounted to MSEK 128.5. The amount of the Company's net interest income is determined by the volume of loans outstanding, the margin between the interest rates on deposits and lending and the return obtained on the equity invested in lending operations.

Costs



Costs in the first quarter 2012 amounted to MSEK 55.1, up MSEK 4.5 or approximately 9 percent year-on-year.

Landshypotek is a member-owned company tasked with providing competitive financing to Sweden's farm and forest owners. With loans outstanding of slightly more than SEK 56.7 billion, Landshypotek accounts for 29.2 percent of total lending for agricultural and forestry properties in Sweden and is thus the market leader. Lending is characterised by adequate property collateral which, historically, has resulted in extremely low loan losses. Landshypotek has 110 employees at 18 offices throughout Sweden.

Operating profit 2012

Summary of income statement

MSEK	2012	2011
	Jan - Mar	Jan - Mar
Net interest income	128.5	122.2
Other operating income	18	-22.1
<i>of which Net result of financial transactions</i>	19.4	-26.5
<i>of which Capital gain from the sale of operating property</i>	0.0	0.0
Expenses	-55.1	-50.5
<i>Cost income ratio adjust for property sales and financial transactions</i>	0.43	0.40
Loan losses	-5.2	1.9
<i>Loan loss level, %</i>	0.01%	-0.01%
Operating profit	86.3	51.5
<i>Operating profit not including Net result of financial transactions</i>	66.9	77.9

Consolidated operating profit for the first quarter 2012 amounted to MSEK 86.3, up MSEK 34.8 year-on-year (51.5).

Excluding Net result of financial transactions, operating profit totalled MSEK 66.9 (77.9). The decline in profit excluding Net result of financial transactions was partly attributable to increased costs from investment in the new business system of MSEK 4.0 and partly to increased provisions for doubtful credits of MSEK 7.0 compared with the year-earlier period. Income remained unchanged compared with the preceding year.

Landshypotek AB is the Parent Company of a sub-group. More than 90 percent of activities in the sub-group are accounted for by the Parent Company Landshypotek AB. Other companies in the sub-group are Landshypotek Jordbrukskredit AB and Lantbrukskredit AB, which are both wholly owned by Landshypotek AB.

Net interest income

Net interest income for the first quarter 2012 was MSEK 128.5, up 5.2 percent compared with 2011 (122.2). Margins between interest rates on deposits and lending remained unchanged compared with the year-earlier period. Accordingly, the increase in net interest income is attributable to increased lending.

Other operating income

Other operating income excluding Net interest income amounted to MSEK 18.0 for the period, up MSEK 40.0 compared with the corresponding period in 2011. The increase was primarily attributable to an increase of MSEK 45.8 in Net result of financial transactions year-on-year. In addition, income from property declined MSEK 5.6 due to the sale of the property on Strandvägen in Stockholm.

In 2012, Net result of financial transactions amounted to profit of MSEK 19.4 compared with a loss of MSEK 26.5 in 2011. The profit of MSEK 19.4 comprised an unrealised result of MSEK 17.7 and a realised result of MSEK 1.7. The Net result of financial transactions included realised results from the purchase and sale of financial instruments, as well as the result from the repurchase of own bonds. In addition, this item includes the result from the revaluation of financial instruments. To gain an understanding of the total effect of market revaluations, the revaluations carried directly against equity must also be taken into account. Net, after taxes recognized, revaluation of financial instruments in equity amounted to MSEK 8.6 in 2012.

Costs

Costs for the first quarter 2012 amounted to MSEK 55.1. The increase in costs of MSEK 4.5 or 9.0 percent was primarily attributable to investment in the ongoing implementation of a new business system.

Loan losses and doubtful credits

Loan losses for the first quarter 2012 amounted to MSEK 5.2 (recoveries: 1.9). Confirmed loan losses totalled MSEK 0.2 (3.1). Provisions for suspected loan losses during the period amounted to MSEK 6.7 (3.1). Recoveries of previously confirmed losses, or previously doubtful credits, totalled MSEK 1.2 (8.0). Recoveries of preceding years' confirmed loan losses amounted to MSEK 0.5 (0.1).

At 31 March 2012, doubtful credits amounted to MSEK 56.1, corresponding to 0.10 percent of loans outstanding. At 31 March 2011, doubtful credits amounted to MSEK 25.7, corresponding to 0.05 percent of total loans outstanding. The increase in doubtful debts is explained by a greater proportion of customers with lagging payments.

Comparison with the fourth quarter of 2011

Compared with the fourth quarter 2011, operating profit for the first quarter 2012 declined MSEK 3.4. The reduction in earnings was attributable to lower net interest income which was partly offset by lower costs.

Market overview

Market trend

In general terms, profitability in Swedish agriculture developed favourably in the first quarter 2012.

Revenue for grain, beef and pork production increased with higher settlement prices. In parallel, costs have declined due to lower electricity costs and interest rates. However, costs for petrol and diesel increased following increased political uncertainty in several key oil-producing countries.

The year did not start as positively for dairy farmers and settlement prices for milk have declined slightly since the end of 2011. Profitability, however, varies widely between dairy companies in Sweden.

Price levels for pulpwood and timber declined at the start of 2012. The degree varies around the country but in general terms price levels fell about 5 percent. Demand for timber and pulpwood remains strong and the decline in price levels should be viewed as a correction of the high price levels prevalent in the summer and early autumn of 2011.

The price of agricultural and forestry properties rose in 2011. The most substantial increase in price was noted by agricultural properties with a rise of 7 percent in 2011 though regional differences were large. Generally, the price of forestry properties rose 1 percent in 2011 and again regional differences were substantial. In the first quarter of 2012, price levels remained stable both for agricultural and forestry properties. However, price levels for prime agricultural land continued to climb while a slight decline was noted for land in less favourable locations and for smaller farms far from urban areas.

Landshypotek's performance

Landshypotek increased its net lending by SEK 1.1 billion for the first quarter, corresponding to lending growth of 2.1 percent, compared with 1.5 percent in 2011. To date in 2012, demand for credit from Sweden's forestry and agriculture sector was healthy, primarily attributable to increased investment, primarily in production facilities but also due to land acquisition.

Financing

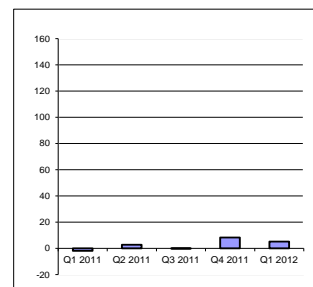
Borrowing

Landshypotek's ambition is to borrow funds on the best possible terms given a low risk profile:

- borrowing is well diversified as regards programmes, currencies and investors
- borrowing has a tenor that corresponds well to the tenor of assets
- substantial concentrations of borrowings maturing during a short duration are avoided.

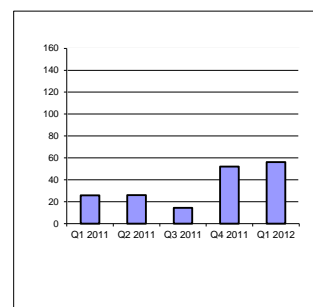
Landshypotek operates with considerable flexibility and actively raises funds via national and international bond markets, as well as strives to always respond to investors' concerns regarding tenors and interest-rate structure.

Loan losses



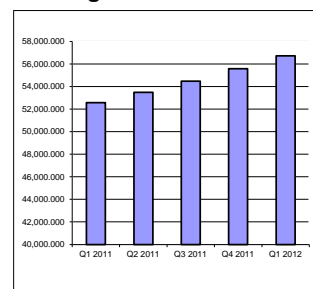
Loan losses for the first quarter 2012 amounted to MSEK 5.2.

Doubtful credits



Doubtful credits amounted to MSEK 56.1 on 31 March 2012.

Lending volume



Landshypotek's lending increased 2.1 percent to SEK 56.7 billion for the first quarter.

Landshypotek works continuously with investor relations to ensure levels of awareness and interest are maintained in the company.

In the first quarter, Landshypotek issued covered bonds to a value of approximately SEK 5.7 billion and no senior bonds were issued in the first quarter.

The finance market for Nordic banks functioned smoothly at the start of 2012. Landshypotek has been very successful in its financing activities and demand for Landshypotek's bonds was favourable.

Programme (MSEK)	Issued 31-03-2012	Maximum amount	Issued 31-12-2011
Swedish commercial paper	3,200	10,000	3,650
MTN programme	36,388	50,000	35,710
EMTN programme	20,331	30,933*	20,729
RCB**	3,292		3,322
Other bonds	0		0
Subordinated loans	550		550

* MEUR 3 500

** Registered Covered Bonds

Liquidity

Landshypotek has a substantial portfolio of interest-bearing securities, valued at SEK 13.7 billion at 31 March 2012. The portfolio primarily comprises Swedish covered bonds with the highest credit rating and to a minor extent, bonds issued by Swedish municipalities. Securities can be sold or borrowed against, as required, to manage the financing of maturing debt. At 31 March 2012, the portfolio was 1.3 (1.4) times larger than market financing maturing in the next six months.

Rating

All credit ratings remained unchanged throughout the year. However, Moody's notified that ratings may be lowered for a substantial number of European banks as a result of the testing that is currently being conducted by the rating institute. Landshypotek is included in the banks and institutes currently being reviewed by Moody's.

	Long	Short
S&P Covered bonds	AAA	
S&P	A	A1, K1
Fitch	A+	F1
Moody's	A3	P2

Capital adequacy

The capital base on 31 March 2012 was MSEK 4,227. On 31 March 2012, the capital requirement according to Basel II amounted to MSEK 948, corresponding to a capital adequacy of 35.66 percent.

The capital adequacy regulations pursuant to Basel II should have been applied in full from 1 January, 2010. However, the transition to Basel II has been deferred to a later date and the transitional rules are still being applied. Capital adequacy pursuant to the transitional rules amounted to 9.29 percent at 31 March 2012 to 8.96 percent.

Financial Corporate Group * 31-03-2012		
SEK thousand	Basel II	Transitional rules
Tier 1 capital	3,730,280	3,730,280
Tier 2 capital	496,462	496,462
Capital base (after deductions)	4,226,742	4,226,742
Deduction for deferred tax assets	-40,085	0
Deduction Intangible non-current assets	-18,286	0
Deduction in accordance with Chapter 3, Section 8 of the Swedish Capital Adequacy and Large Exposures Act	-107,011	0
Capital requirement for credit risks in accordance with the standardized approach	480,041	480,041
Capital requirement for credit risks in accordance with IRB	386,256	386,256
Capital requirement for operative risks - Base method	82,017	82,017
Additional capital requirement in accordance with the transitional rules	-	2,825,073
Capital requirement	948,314	3,773,387
Capital adequacy ratio	4.46	1.12
Capital adequacy	35.7%	9.0%
Tier 1 capital adequacy	31.5%	7.9%

* The Financial Corporate Group includes Landshypotek, ekonomisk förening (incorporated association) and Landshypotek AB Group.

Risk and capital management

Landshypotek's loans outstanding amounted to just less than SEK 57 billion to about 50,000 customers against collateral in the form of liens on agricultural and forestry properties.

The risks on which Landshypotek actively focuses its efforts are classified in the risk categories of credit risk, market risk, operating risks and other risks.

Credit risk is defined as the risk that Landshypotek does not receive payment as agreed in combination with the risk that the value of the collateral is not adequate and thus will not cover the outstanding claim. The risk encompasses all Landshypotek's retail receivables including concentration risk, environmental risk and political risk. Lending is secured by collateral in forest and agricultural properties, which may amount to a maximum of 75 percent of a conservatively adjusted market value (loan value). The collateral in combination with Landshypotek's methods for assessing and limiting counterparty risk have resulted in highly limited credit risk in the portfolio, as reflected in the company's very low loan losses over time.

Market risk comprises interest-rate risks, exchange-rate risks, liquidity risks and counterparty risks. Through its financial risk policy, the Board of Directors establishes how risks are to be measured, reported and limited. Landshypotek is exposed to a generally low market risk.

Operating risk is defined as "the risk of losses as a result of inappropriate or failed internal processes, human error, faulty systems or external events that affect business operations." Incidents that occur are reported and followed up by Landshypotek's risk organisation and reported to the Board of Directors in the case of serious events.

Group structure

All borrowers at Landshypotek AB are members of Landshypotek, ekonomisk förening. Landshypotek, ekonomisk förening owns 100 percent of the shares in Landshypotek AB and is the parent association of the group of financial companies.

Landshypotek AB is the Parent Company of the sub-group, and more than 90 percent of operations in the sub-group are conducted by the Parent Company Landshypotek AB. Other companies in the subgroup are Landshypotek Jordbrukskredit AB and Lantbrukskredit AB, which are both 100-percent owned by Landshypotek AB.

Since 31 December 2011, Lantbrukskredit AB conducts no operations, a merger process has been initiated which means that Lantbrukskredit AB will merge with Landshypotek AB in 2012.

Events after the end of the period under review

There are no events of material importance to report that occurred after the end of the reporting period.

Stockholm, 25 April 2012

Kjell Hedman, Managing Director

This Interim Report encompasses the Group comprising Landshypotek AB, subsidiaries Lantbrukskredit AB and Landshypotek Jordbrukskredit AB. Landshypotek AB is reported separately. Amounts in parentheses refer to the corresponding period in the preceding year. This Interim Report has been prepared in accordance with IAS 34 Interim Financial Reporting. Amendments have been introduced in IAS 34 and these came into effect on 1 January 2011. The changes provide guidance on the application of disclosure policies under IAS 34 and provide additional disclosure requirements including: The circumstances likely to affect fair values of financial instruments and their classification, Transfers of financial instruments between different levels of the fair value hierarchy and Changes in classification of financial assets. The amendments in IAS 34 had no impact on Landshypotek's interim report January – March 2012. Interim reporting. The accounting policies applied in this Interim Report are unchanged compared to those applied in the most recent Annual Report.

Income statement

GROUP

SEK thousand	2012 Q1	2011 Q1	2011 Q4	2012 Jan-Mar	2011 Full year
Interest income	681,780	547,592	676,051	681,780	2,491,985
Interest expense	-553,270	-425,399	-521,949	-553,270	-1,987,026
Net interest income <i>Note 1</i>	128,510	122,193	154,102	128,510	504,959
Dividend income	0	0	0	0	0
Commission income	3,577	3,335	2,324	3,577	13,666
Commission expense	-5,562	-5,127	-5,695	-5,562	-22,238
Net result of financial transactions	19,384	-26,458	27,719	19,384	-3,381
Other operating income	585	6,189	1,297	585	246,496
Total operating income	146,494	100,132	179,747	146,494	739,502
General administrative expense	-52,904	-42,181	-70,567	-52,904	-194,056
Depreciation, amortisation and impairment of intangible non-current assets	-273	-2,595	-464	-273	-5,368
Other operating expenses	-1,884	-5,674	-2,396	-1,884	-17,316
Total expenses before loan losses	-55,061	-50,449	-73,427	-55,061	-216,741
Profit before loan losses	91,433	49,683	106,320	91,433	522,761
Loan losses, net Impairment of financial assets <i>Note 2</i>	-5,158	1,866	-8,297	-5,158	-8,910
Operating profit	86,275	51,548	98,023	86,275	513,851
Income tax	-23,042	0	-20,185	-23,042	-23,810
Net profit for the period	63,233	38,274	77,838	63,233	490,041

Statement of comprehensive income

GROUP

SEK thousand	2012 Q1	2011 Q1	2011 Q4	2012 Jan-Mar	2011 Full year
Net profit for the period	63,233	38,274	77,838	63,233	490,041
Other comprehensive profit and loss					
Change in instruments for cash flow hedges	46,444	16,585	19,825	46,444	-34,237
Change in available-for-sale financial instruments	-34,730	-23,340	29,837	-34,730	211,172
Taxes related to other comprehensive income loss	-3,081	1,777	-13,061	-3,081	-46,534
Total other comprehensive profit and loss	8,632	-4,978	36,601	8,632	130,401
Total comprehensive profit for the period	71,865	33,296	114,439	71,865	620,442

Income statement

LANDSHYPOTEK AB PARENT COMPANY

SEK thousand	2012 Q1	2011 Q1	2011 Q4	2012 Jan-Mar	2011 Full year
Interest income	677,711	543,985	672,039	677,711	2,476,472
Interest expense	-555,781	-426,753	-524,020	-555,781	-1,994,416
Net interest income <i>Note 1</i>	121,931	117,232	148,019	121,931	482,056
Dividend income	0	0	0	0	0
Commission income	3,509	3,226	2,268	3,509	13,081
Commission expense	-5,562	-5,127	-5,695	-5,562	-22,238
Net result of financial transactions	19,384	-26,458	27,719	19,384	-3,381
Other operating income	569	6,188	1,297	569	245,874
Total operating income	139,831	95,060	173,608	139,831	715,393
General administrative expense	-55,417	-44,094	-74,603	-55,417	-204,290
Depreciation, amortisation and impairment of intangible non-current assets	-273	-2,595	-464	-273	-5,368
Other operating expenses	-1,878	-5,671	-2,394	-1,878	-17,300
Total expenses before loan losses	-57,568	-52,360	-77,461	-57,568	-226,958
Profit before loan losses	82,263	42,700	96,147	82,263	488,434
Loan losses, net <i>Note 2</i>	-2,576	1,859	-4,331	-2,576	-3,132
Impairment of financial assets					
Operating profit	79,687	44,559	91,816	79,687	485,302
Income tax	-20,911	-11,436	-18,536	-20,911	-16,284
Net profit for the period	58,777	33,124	73,280	58,777	469,018

Statement of Comprehensive Income

LANDSHYPOTEK AB PARENT COMPANY

SEK thousand	2012 Q1	2011 Q1	2011 Q4	2012 Jan-Mar	2011 Full year
Net profit for the period	58,777	33,124	73,280	58,777	469,018
Other comprehensive profit and loss					
Change in instruments for cash flow hedges	46,444	16,585	19,825	46,444	-34,237
Change in available-for-sale financial instruments	-34,730	-23,340	29,837	-34,730	211,172
Taxes related to other comprehensive profit and loss	-3,081	1,777	-13,061	-3,081	-46,534
Total other comprehensive profit and loss	8,632	-4,978	36,601	8,632	130,401
Total comprehensive profit for the period	67,409	28,146	109,881	67,409	599,419

Balance sheet

SEK Thousand	GROUP			PARENT COMPANY		
	2012 31-Mar	2011 31-Dec	2011 31-Mar	2012 31-Mar	2011 31-Dec	2011 31-Mar
ASSETS						
Cash and balances with central banks	37,937	6,374	7,448	37,937	6,374	7,448
Due from financial institutions	107,573	164,561	52,526	188,805	145,106	44,246
Loans to customers <i>Note 3</i>	56,722,318	55,579,600	52,571,931	56,436,640	55,303,336	52,272,207
Bonds and other interest-bearing securities	13,665,017	13,237,313	12,019,463	13,665,017	13,237,313	12,019,463
Derivative financial instruments	443,632	495,554	72,763	443,632	495,554	72,763
Shares	1	1	1	0	0	0
Shares in Group companies	0	0	100	514,827	514,827	514,927
Intangible non-current assets	18,286	14,058	0	18,286	14,058	0
Tangible assets				0	0	0
Equipment	3,476	1,788	2,307	3,476	1,788	2,307
Buildings and land	15,581	15,735	346,606	15,581	15,735	346,593
Other assets	384,455	376,236	243,454	369,895	360,166	223,362
Prepaid expenses and accrued income	1,010,576	912,456	841,974	1,010,801	910,985	840,828
TOTAL ASSETS	72,408,852	70,803,676	66,158,574	72,704,895	71,005,241	66,344,143
LIABILITIES, PROVISIONS AND EQUITY						
Due to financial institutions	1,801,025	162,157	725,449	2,220,025	487,157	1,038,208
Borrowing from the public	586,857	312,453	102,000	586,857	312,453	102,000
Debt securities in issue, etc.	64,045,854	64,305,540	59,397,142	64,045,854	64,305,540	59,397,142
Derivative financial instruments	210,050	273,551	1,061,678	210,050	273,551	1,061,678
Other liabilities	189,554	200,170	137,800	185,827	193,980	129,532
Accrued expenses and prepaid income	1,034,104	1,080,270	724,644	1,035,930	1,081,705	725,672
Provisions	51,693	51,685	71,980	37,679	35,590	48,559
Subordinated liabilities	549,968	549,949	549,968	549,968	549,949	549,968
TOTAL LIABILITIES	68,469,105	66,935,775	62,770,662	68,872,190	67,239,926	63,052,759
Untaxed reserves						
Equity	3,939,747	3,867,901	3,387,913	3,832,705	3,765,315	3,291,385
TOTAL LIABILITIES, PROVISIONS AND EQUITY	72,408,852	70,803,676	66,158,574	72,704,895	71,005,241	66,344,143

Cash-flow Statement

SEK thousand	GROUP			PARENT COMPANY		
	2012 Q3	2011 Q3	2011 Full Year	2012 Q3	2011 Q3	2011 Full Year
Cash and cash equivalents at beginning of period	6,374	5,393	5,393	6,374	5,393	5,393
Cash flow from operating activities	37,579	2,013	-313,600	37,579	2,012	-313,588
Cash flow from investing activities	-6,035	23	314,581	-6,035	24	314,569
Cash flow from financing activities	19	19	0	19	19	0
Cash flow for the period	31,563	2,055	981	31,563	2,055	981
Cash and cash equivalents at end of period	37,937	7,448	6,374	37,937	7,448	6,374

Statement of Changes in Equity

GROUP

SEK thousand	Other		Hedging reserve	Fair value reserve	Retained earnings	Total
	Share contributed capital	capital				
Equity 31 December 2011	1,927,000	1,026,254	-25,398	87,878	852,167	3,867,901
Net profit for the period			34,229	-25,597	63,233	71,865
Total change before transactions with the owners	0	0	34,229	-25,597	63,233	71,865
Other					-19	-19
Equity 31 March 2012	1,927,000	1,026,254	8,831	62,281	915,381	3,939,747

SEK thousand	Other		Hedging reserve	Fair value reserve	Retained earnings	Total
	Share contributed capital	capital				
Equity 31 December 2010	1,927,000	1,026,254	-166	-67,757	469,287	3,354,618
Net profit for the period			-25,232	155,635	490,041	620,444
Total change before transactions with the owners	0	0	-25,232	155,635	490,041	620,444
Dividend/group contribution rendered					-145,400	-145,400
Taxes on group contribution rendered					38,240	38,240
Equity 31 December 2011	1,927,000	1,026,254	-25,398	87,878	852,167	3,867,901

LANDSHYPOTEK AB PARENT COMPANY

SEK thousand	Other		Hedging reserve	Fair value reserve	Retained earnings	Total
	Share contributed capital	capital				
Equity 31 December 2011	1,927,000	1,016,694	-25,398	87,878	759,142	3,765,315
Net profit for the period			34,229	-25,597	58,777	67,409
Total change before transactions with the owners	0	0	34,229	-25,597	58,777	67,409
Other					-19	-19
Equity 31 March 2012	1,927,000	1,016,694	8,831	62,281	817,900	3,832,705

SEK thousand	Other		Hedging reserve	Fair value reserve	Retained earnings	Total
	Share contributed capital	capital				
Equity 31 December 2010	1,927,000	1,010,000	-166	-67,757	394,163	3,263,240
Capital gain due to liquidation of subsidiary		6,694			3,122	9,816
Net profit for the period			-25,232	155,635	469,018	599,421
Total change before transactions with the owners	0	6,694	-25,232	155,635	472,140	609,237
Dividend/group contribution rendered					-145,400	-145,400
Taxes on group contribution rendered					38,240	38,240
Equity 31 December 2011	1,927,000	1,016,694	-25,398	87,878	759,142	3,765,315

Notes

NOTE 1 NET INTEREST INCOME

GROUP

TSEK	2012 Q1	2011 Q1	2011 Q4	2012 Jan-Mar	2011 Full year
Interest income					
Interest income on loans to credit institutions	256	264	213	256	1,081
Interest income on loans to Group companies	0	0	0	0	0
Interest income on loans to customers	587,277	466,067	585,202	587,277	2,132,184
- less interest losses	-177	-93	-865	-177	-1,640
Interest income on interest-bearing securities	94,406	81,348	91,474	94,406	360,313
- of which interest income on financial assets values at fair value in the income statement	64,258	31,248	61,992	64,258	128,764
- of which interest income on available-for-sale financial assets	30,148	50,100	29,482	30,148	231,549
Other interest income	18	5	26	18	46
Total	681,780	547,591	676,051	681,780	2,491,985
All interest income is attributable to the Swedish market.					
Interest expense					
Interest expense for liabilities to Group companies	-1,029	-415	-787	-1,029	-2,033
Interest expense for liabilities to credit institutions - other	-3,446	-2,030	-3,149	-3,446	-9,107
interest expense for borrowing from the public	0	0	0	0	0
Interest expense for interest-bearing securities	-547,386	-443,451	-516,453	-547,386	-1,967,626
- of which interest expense for other financial liabilities	-158,056	-148,215	-115,320	-158,056	-525,098
- of which interest expense on financial assets valued at fair value in the income statement	-389,330	-295,236	-401,133	-389,330	-1,442,528
Interest expense on subordinated liabilities	-4,982	-4,281	-4,868	-4,982	-18,630
Interest expense for derivative instruments	6,835	24,901	2,607	6,835	13,736
- of which interest expense on derivatives valued at fair value in the income statement	669	24,022	2,055	669	19,980
- of which interest expense on derivatives indentified as hedging instruments	6,166	879	552	6,166	-6,244
Other interest expense	-3,261	-122	702	-3,261	-3,365
Total	-553,270	-425,398	-521,949	-553,270	-1,987,026
Total net interest income	128,510	122,193	154,102	128,510	504,959

LANDSHYPOTEK AB PARENT COMPANY

TSEK	2012 Q1	2011 Q1	2011 Q4	2012 Jan-Mar	2011 Full year
Interest income					
Interest income on loans to credit institutions	221	231	155	221	931
Interest income on loans to Group companies	374	9	31	374	97
Interest income on loans to customers	582,871	462,488	581,227	582,871	2,116,706
- less interest losses	-176	-91	-851	-176	-1,578
Interest income on interest-bearing securities	94,406	81,348	91,474	94,406	360,313
- of which interest income on financial assets values at fair value in the income statement	64,258	31,248	61,992	64,258	128,764
- of which interest income on available-for-sale financial assets	30,148	50,100	29,482	30,148	231,549
Other interest income	14	0	2	14	2
Total	677,711	543,985	672,039	677,711	2,476,472
All interest income is attributable to the Swedish market.					
Interest expense					
Interest expense for liabilities to Group companies	-3,540	-1,770	-2,858	-3,540	-9,423
Interest expense for liabilities to credit institutions - other	-3,447	-2,030	-3,149	-3,447	-9,107
interest expense for borrowing from the public	0	0	0	0	0
Interest expense for interest-bearing securities	-547,386	-443,451	-516,452	-547,386	-1,967,626
- of which interest expense for other financial liabilities	-158,056	-148,215	-115,320	-158,056	-525,098
- of which interest expense on financial assets valued at fair value in the income statement	-389,330	-295,236	-401,133	-389,330	-1,442,528
Interest expense on subordinated liabilities	-4,982	-4,281	-4,868	-4,982	-18,630
Interest expense for derivative instruments	6,835	24,901	2,607	6,835	13,736
- of which interest expense on derivatives valued at fair value in the income statement	669	24,022	2,055	669	19,980
- of which interest expense on derivatives indentified as hedging instruments	6,166	879	552	6,166	-6,244
Other interest expense	-3,261	-122	702	-3,261	-3,365
Total	-555,781	-426,753	-524,020	-555,781	-1,994,416
Total net interest income	121,931	117,232	148,019	121,931	482,056

NOTE 2 LOAN LOSSES NET

GROUP

SEK thousand	2012 Q1	2011 Q1	2011 Q4	2012 Jan-Mar	2011 Full year
The period's impairment charge for realised losses	-218	-3,141	-317	-218	-5,922
Reversal of prior provisions for probable loan losses, reported as realised losses	218	2,641	317	218	5,422
Impairment charge for probable loan losses	-6,719	-3,099	-8,569	-6,719	-19,307
Recovery of previous realised losses	580	62	68	580	1,963
Reversal of provisions no longer required for probable loan losses	981	5,403	204	981	8,934
Total loan losses	-5,158	1,866	-8,297	-5,158	-8,910

All loan losses are attributable to loans to customers

LANDSHYPOTEK AB PARENT COMPANY

SEK thousand	2012 Q1	2011 Q1	2011 Q4	2012 Jan-Mar	2011 Full year
The period's impairment charge for realised losses	-218	-2,105	-316	-218	-3,945
Reversal of prior provisions for probable loan losses, reported as realised losses	218	1,605	316	218	3,445
Impairment charge for probable loan losses	-4,137	-3,099	-4,601	-4,137	-13,514
Recovery of previous realised losses	579	55	66	579	1,948
Reversal of provisions no longer required for probable loan losses	981	5,403	204	981	8,934
Total loan losses	-2,576	1,859	-4,331	-2,576	-3,132

All loan losses are attributable to loans to customers

NOTE 3 PAST DUE RECEIVABLES ETC.

SEK Thousand	GROUP			PARENT COMPANY		
	2012 Q1	2011 Q4	2011 Q1	2012 Q1	2011 Q4	2011 Q1
Nonperforming loans where interest is recognised as income	418,706	427,454	198,846	413,539	414,022	190,169
Nonperforming loans that are doubtful credits	60,742	50,842	17,700	53,253	45,936	17,646
Total nonperforming loans	479,448	478,296	216,546	466,792	459,958	207,815
Doubtful credits that are not nonperforming	13,290	14,232	11,100	13,290	14,232	11,100
Less provisions set aside	-17,941	-12,986	-3,052	-10,452	-8,080	-2,998
Doubtful credits that are not performing	60,742	50,842	17,700	53,253	45,936	17,646
Total doubtful loans	56,091	52,088	25,747	56,091	52,088	25,748
Shares taken over to protect claims	1	1	1	0	0	0