

# LANDSHYPOTEK BANK AB

## INTERIM REPORT JANUARY – JUNE

### 2013 # 2

■ **LENDING to Swedish agriculture and forestry amounted to MSEK 60,040 (57,736)**

Loans outstanding increased MSEK 1,155 (2.0 percent) to MSEK 60,040 during the first six months of the year. Demand for credit from Sweden's agriculture and forestry sector remained high. The primary driver for demand was property transactions presently occurring in Swedish agriculture and forestry. However, the pace of growth was lower than in the preceding years. For 2013, lending growth is anticipated to be 5.5 percent compared with 8.7 percent for 2012.

■ **OPERATING PROFIT amounted to MSEK 169.1 (183.1)**

The decline in profit of MSEK 14.0 was attributable to a decline in the net result of financial transactions year-on-year, as well as higher costs and net loan losses. The negative effects were offset by higher net interest income than in the preceding year.

■ **OPERATING PROFIT excluding the "Net result of financial transactions" was MSEK 166.1 (147.8)**

The improvement in earnings of MSEK 18.3 was primarily due to higher net interest income.

■ **RECOGNISED LOAN LOSSES, NET, AMOUNTED TO MSEK 16.9 (6.9)**

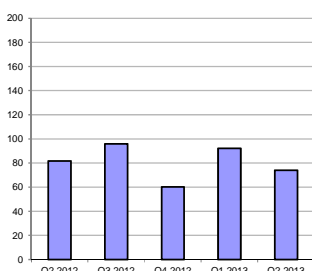
■ **THE CAPITAL ADEQUACY RATIO amounted to 35.2 (37.1) percent without taking into account the transitional rules linked to Basel 1**

The capital adequacy ratio amounted to 9.6 percent under the transitional rules.

# Landshypotek Bank AB

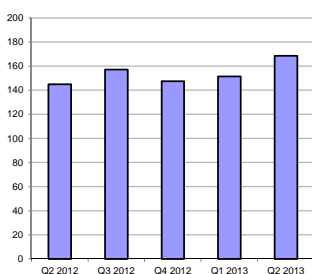
*Landshypotek Bank AB(publ)  
(Corp. Reg. No. 556500-2762)  
interim report for 1 January –  
31 June 2013.*

## Operating profit excluding the “Net result of financial transactions”



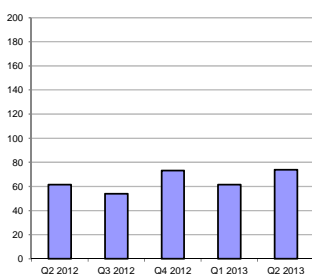
Operating profit for the first two quarters of 2013, excluding “Net result of financial transactions” amounted to MSEK 166.1.

## Net interest income



Net interest income for the first two quarters of 2013 amounted to MSEK 320.0. 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 for the first two quarters of 2013 amounted to MSEK 135.4, an increase of MSEK 18.0 (117.4) year-on-year.

Landshypotek Bank AB (Landshypotek) is a member-owned company tasked with providing competitive financing to Sweden’s farm and forest owners. With loans outstanding of SEK 60.0 billion, Landshypotek accounts for 28.5 percent of the 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 123 employees at 18 offices throughout Sweden.

## Operating profit 2013

### Summary of income statement

MSEK	2013	2012
	Jan - Jun	Jan - Jun
Net interest income	320.0	273.3
Other operating income	1.4	34.1
<i>of which Net result of financial transactions</i>	2.9	35.3
Expenses	-135.4	-117.4
<i>Cost income ratio adjust for property sales and financial trans</i>	0.43	0.43
Loan losses	-16.9	-6.9
<i>Loan loss level, %</i>	0,03 %	0,01 %
Operating profit	169.1	183.1
<i>Operating profit not including Net result of financial transactic</i>	166.1	147.8

Operating profit for the first two quarters of 2013 amounted to MSEK 169.1, down MSEK 14.0 compared with the year-earlier period. The decline in profit was primarily attributable to a decline of MSEK 32.4 in the net result of financial transactions year-on-year. Furthermore, the decline in profit was also due to an increase of MSEK 18.0 in costs and higher recognised net loan losses of MSEK 10.0, than in the year-earlier period. Net interest income rose MSEK 46.7 year-on-year and thus offset the negative effects.

Operating profit excluding “Net result of financial transactions” was MSEK 166.1 (147.8), an improvement of MSEK 18.3 compared with the year-earlier period.

## Net interest income

Net interest income for the first two quarters of 2013 was MSEK 320.0, representing an increase of 17.1 percent compared with the year-earlier period (MSEK 273.3). 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.

The rise in net interest income was attributable to increased lending and lower interest rates on borrowings.

## Other operating income

Other operating income amounted to MSEK 1.4 for the period. The fee of MSEK 12.0 payable to the stabilization fund, the profit of MSEK 2.9 from the “Net result of financial transactions,” net commission income (excluding the stabilization fund) of MSEK 8.6, and income from property including capital gains from the sale of property of MSEK 1.9 were recognised under other operating income.

Operating income was down MSEK 32.7 compared with the year-earlier period. The decrease was primarily due to a decline of MSEK 32.4 in the “Net result of financial transactions” to MSEK 2.9 (35.3). Of this MSEK 2.9, unrealised losses accounted for MSEK 8.3 and realised losses to MSEK 5.4. 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 valuations, the remeasurements recognised directly in equity via other comprehensive income must also be taken into account. Remeasurements in equity amounted to MSEK 41.7 (neg: 45.7) in the first half of 2013.

### Costs

Costs for the first two quarters of 2013 amounted to MSEK 135.4 (117.4). The increase in costs of MSEK 18.0 was primarily attributable to increased costs for personnel and services procured in connection with the introduction of a new business system, compared with the first half of 2012.

### Loan losses and doubtful credits

Net loan losses reported for the first two quarters of 2013 amounted to MSEK 16.9 (6.9). Confirmed loan losses amounted to MSEK 11.7 (1.6). Provisions for suspected loan losses amounted to MSEK 28.8 (11.4). Recoveries of previously confirmed losses, or previously suspected losses, amounted to MSEK 23.6 (6.2).

At 30 June 2013, doubtful credits amounted to MSEK 80.5, corresponding to 0.13 percent of total loans outstanding. At 30 June 2012, doubtful credits amounted to MSEK 81.1, corresponding to 0.14 percent of total loans outstanding.

During the first two quarters of 2013, a number of credit commitments were settled for which provisions were made in 2012. Accordingly, confirmed loan losses increased. The increase in settled credits could also be attributable to a few individual commitments. From a portfolio perspective, loan losses and the percentage of doubtful credits remained at a low level.

Viewed over the agricultural and forestry sectors, Landshypotek has not identified any general trend towards a decline in solvency. However, in individual cases, profitability may be under pressure, which negatively impacts the repayment capacity of these customers.

### Comparison with the first quarter of 2013

Compared with the first quarter of 2013, operating profit for the second quarter of 2013 improved by MSEK 16.0.

Excluding the "Net result of financial transactions," operating profit for the second quarter amounted to MSEK 74.0, down MSEK 18.1 compared with the first quarter of 2013. The decline in profit for the second quarter was primarily due to higher costs and higher recognised net loan losses.

## Market overview

### Market trend

For dairy companies, 2012 was dominated by declining profitability. A falling milk price, combined with rising prices for input goods, put pressure on profitability both in Sweden and the rest of the global market. During spring 2013, settlement prices increased for both conventional and ecological milk. However, costs for input goods remained at high levels.

Profitability for beef producers was stable in 2013. Settlement prices have increased, but prices for feed and animals have also increased.

Following a period of financial difficulty, pork producers had an improved 2012. Settlement prices rose. However, the prices of grain, feed and other input goods also rose. Accordingly, profitability did not improve at the same pace as rising settlement prices. The trend for 2013 has been stable.

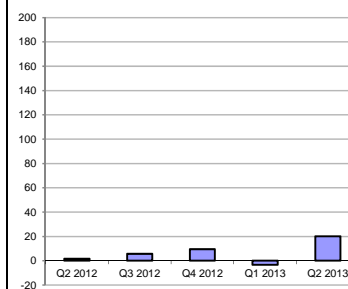
2012 was a good year for arable farming. For Swedish grain farmers, the general situation seems good ahead of the 2013 harvest, although there are substantial local deviations. Grain prices declined somewhat during spring 2013.

In forestry, prices for both timber and pulp declined during the first half of 2013.

The price of agricultural properties declined somewhat during 2012. The regional differences and the price of prime land continues to increase while a certain decrease can be noted for land in less favourable locations and for smaller isolated farms.

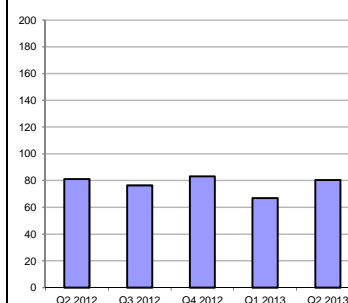
In 2012, the price of forestry properties declined for the first time in 15 years. The main underlying reason for this was the decline in prices for timber. However, major differences exist around Sweden.

### Loan losses



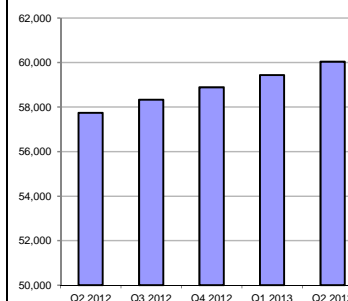
Loan losses for the first two quarters of 2013 amounted to MSEK 16.9.

### Doubtful credits



Doubtful credits amounted to MSEK 80.5 on 30 June 2013.

### Lending volume



In the first two quarters of 2013, Landshypotek's lending increased 2.0 percent to SEK 60.0 billion.

### Landshypotek's performance

Net lending has increased by SEK 1.2 billion in the first two quarters of 2013. The increase corresponds to lending growth of 2.0 percent, compared with 3.9 percent in the year-earlier period. Demand for credit from Sweden's agriculture and forestry sector remained high. However, the annual growth anticipated for 2013, about 5.5 percent, was lower than in the preceding years. The primary driver for demand was property transactions occurring in agriculture and forestry.

Deposits amounted to MSEK 1,667 (954) on 30 June 2013.

Through developing Landshypotek's market presence and a wider product offering, Landshypotek aims to grow in pace with the market.

## Financing

### Borrowing

Landshypotek's ambition is to borrow funds on the best possible terms given a low risk profile. The following also applies:

- 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 striving to always respond to investors' concerns regarding tenors and interest-rate structure.

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

During the year, Landshypotek issued covered bonds to a value of approximately SEK 8.9 billion. In addition, senior bonds were issued to a value of approximately SEK 2.0 billion. During the same period, bonds have matured or been repurchased to a value of about SEK 11.5 billion, of which covered bonds value SEK 10.2 billion.

In general, the finance market for Nordic banks functioned smoothly in the first two quarters of 2013. Landshypotek has been very successful in its financing activities and demand for Landshypotek's bonds has been favourable.

Programme (MSEK)	Issued 30-06-2013	Maximum amount	Issued 31-12-2012
Swedish commercial paper	2,875	10,000	4,005
MTN programme	43,510	60,000	42,530
EMTN programme	14,927	30,680 *	17,105
RCB**	3,265		3,206
Subordinated loans	700		700

\* MEUR 3,500

\*\* Registered Covered Bonds

### Liquidity

Landshypotek has a substantial liquidity portfolio of interest-bearing securities, valued at SEK 13.4 billion at 30 June 2013. 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 30 June 2013, the liquidity portfolio was 2.4 (1.6) times larger than market financing maturing in the next six months.

### Rating

	Long	Short
S&P Covered bonds	AAA	
S&P	A	A1, K1
Fitch	A+	F1

### Rating

Landshypotek has credit rating from two different rating agencies, Standard & Poor's and Fitch.

Standard & Poor's confirmed the AAA rating for covered bonds and A, A-1 with negative outlook for the company during 2013. Fitch confirmed the A+, F1 rating with stable outlook for the company for 2013.

## Risk management

Landshypotek's loans outstanding amounted to just over SEK 60 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, liquidity risk, market risk and operational 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. 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-to-value ratio). In addition, Landshypotek is exposed to credit risk that arises from the management of liquidity, interest and currency risk. Collateral requirements in combination with Landshypotek's methods for limiting credit risk result in highly limited credit risk in the portfolio, as reflected in the company's very low loan losses over time.

Naturally, Landshypotek's activities are exposed to liquidity risk, but Landshypotek has set low tolerance levels for this risk. Landshypotek maintains a substantial liquidity reserve and focuses on diversifying financing with deposits.

Landshypotek is exposed to market risk in the form of interest-rate, currency, basis-spread and credit-spread risk. Interest-rate and currency risk are mainly managed through swap agreements and are therefore low. Basis risk arises from entering into interest-rate and currency swap agreements. Credit-spread risk arises in Landshypotek's liquidity portfolio. Landshypotek monitors the limited market and liquidity risks on a daily basis.

Operational 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 management team and the Board of Directors in the case of serious events. Through its policy documents, the Board of Directors establishes how Landshypotek's risks are to be measured, reported and limited on a comprehensive level.

## Capital adequacy

At 30 June 2013, the capital adequacy ratio amounted to 35.2 percent without taking into account the transitional rules linked to Basel 1. The capital base was MSEK 4,757 and the capital requirement was MSEK 1,082. The capital adequacy ratio amounted to 9.6 percent according to the transitional rules (regulatory requirement).

The new European capital adequacy rules have been adopted and the ordinance will be implemented on 1 January 2014. The transitional rules linked to Basel 1 are to be extended further, although there is the possibility of applying for an exception. The Swedish Financial Supervisory Authority has not yet determined whether such an exception will be granted. Sweden intends to utilise the opportunities in the directive to implement more stringent rules than the basic rules. The government has announced that this work is not completed and the new legislation will probably not be implemented until 1 January 2014.

Financial Corporate Group* 30-06-2013		
SEK thousand	Basel II**	Transitional rules
Tier 1 capital	4,100,181	4,100,181
Tier 2 capital	656,641	656,641
<b>Capital base (after deductions)</b>	<b>4,756,822</b>	<b>4,756,822</b>
Deduction for deferred tax assets	0	
Deduction Intangible non-current assets	-11,654	
Deduction in accordance with Chapter 3, Section 8 of the Swedish Capital Adequacy and Large Exposures Act	-40,106	
	-86,678	
Capital requirement for credit risks in accordance with the standard method	506,053	506,053
Capital requirement for credit risks in accordance with IRB	480,773	480,773
Capital requirement for operative risks - Base method	95,248	95,248
Additional capital requirement in accordance with the transitional rules	-	2,868,694
<b>Capital requirement</b>	<b>1,082,074</b>	<b>3,950,768</b>
<b>Capital adequacy ratio</b>	4.4	1.2
<b>Capital adequacy</b>	35,2 %	9,6 %
<b>Tier 1 capital adequacy</b>	30,3 %	8,3 %

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

\*\* Regulatory requirements excluding transitional rules linked to Basel 1.

**Accounting policies**

This Report encompasses the Group comprising Landshypotek Bank AB and the subsidiary Landshypotek Jordbrukskredit AB. In addition, Landshypotek Bank 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. Accounting policies, calculation methods and risk management are unchanged compared to those applied in the most recent Annual Report (see [www.landshypotek.se](http://www.landshypotek.se), Financial info) with the exception of the changes in IAS 19 - Employee Benefits. The corridor approach has been eliminated which means that all actuarial gains and losses are to be recognised in other comprehensive income. See Note 7, Effect of changing accounting policy IAS 19 - Employee Benefits.

IFRS 13 Fair Value Measurement has been applied from 1 January 2013. The standard contains a new definition of fair value and states the disclosure requirements for fair value. For Landshypotek, the requirements stated in IFRS 13 correspond well with the requirements previously found in IFRS 7. This Interim Report has been supplemented with Note 4 Fair Value Hierarchy, Note 5 Fair Value Measurement and Note 6 Disclosures concerning offsetting.

**Group structure**

All borrowers of Landshypotek Bank AB are also members of Landshypotek ekonomisk förening. Landshypotek ekonomisk förening owns 100 percent of the shares in Landshypotek Bank AB and is the parent associates of the group of financial companies.

Landshypotek Bank 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 Bank AB. Other companies in the sub-group are Landshypotek Jordbrukskredit AB, which is 100-percent owned by Landshypotek Bank AB.

**Events after the end of the period**

No significant events occurred after the end of the reporting period.

Stockholm, 2 August 2013

Kjell Hedman, Managing Director

This interim report has been subject to review by the company's auditors.

**Review report - For translation purposes only**

We have reviewed this interim report for the period 1 January to 30 June 2013 for Landshypotek Bank AB. The board of directors and the CEO are responsible for the preparation and presentation of this interim report in accordance with IAS 34 and the Swedish Annual Accounts Act for Credit Institutions and Securities Companies. Our responsibility is to express a conclusion on this interim report based on our review.

We conducted our review in accordance with the Swedish Standard on Review Engagements SÖG 2410, Review of Interim Report Performed by the Independent Auditor of the Entity. A review consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with International Standards on Auditing, ISA, and other generally accepted auditing standards in Sweden. The procedures performed in a review do not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Based on our review, nothing has come to our attention that causes us to believe that the interim report is not prepared, in all material respects, in accordance with IAS 34 and the Swedish Annual Accounts Act for Credit Institutions and Securities Companies regarding the Group, and with the Swedish Annual Accounts Act for Credit Institutions and Securities Companies, regarding the Parent Company.

Stockholm, 2 August 2013

Ulf Westerberg  
Authorized Public Accountant

Christina Asséus Sylvén  
Authorized Public Accountant

# Income statement

## LANDSHYPOTEK BANK AB - GROUP

SEK thousand	2013 Q2	2012 Q2	2013 Q1	2013 Jan-Jun	2012 Jan-Jun	2012 Full year
Interest income	575,096	659,665	580,963	1,156,059	1,341,445	2,619,504
Interest expense	-406,497	-514,862	-429,540	-836,037	-1,068,132	-2,041,677
<b>Net interest income</b> <i>Note 1</i>	<b>168,600</b>	<b>144,803</b>	<b>151,423</b>	<b>320,023</b>	<b>273,313</b>	<b>577,827</b>
Commission income	5,074	4,554	3,958	9,032	8,131	15,188
Commission expense	-6,065	-4,986	-6,448	-12,514	-10,548	-24,512
Net result of financial transactions	18,524	15,948	-15,577	2,947	35,332	-49,057
Other operating income	510	594	1,401	1,911	1,179	2,147
<b>Total operating income</b>	<b>186,644</b>	<b>160,913</b>	<b>134,756</b>	<b>321,400</b>	<b>307,407</b>	<b>521,594</b>
General administrative expense	-66,542	-56,021	-55,292	-121,834	-109,763	-226,777
Depreciation, amortisation and impairment of intangible non-current assets	-2,997	-305	-783	-3,780	-578	-2,206
Other operating expenses	-4,399	-5,183	-5,423	-9,822	-7,067	-15,547
<b>Total expenses before loan losses</b>	<b>-73,938</b>	<b>-61,509</b>	<b>-61,498</b>	<b>-135,436</b>	<b>-117,409</b>	<b>-244,530</b>
<b>Profit before loan losses</b>	<b>112,706</b>	<b>99,404</b>	<b>73,259</b>	<b>185,964</b>	<b>189,998</b>	<b>277,064</b>
Loan losses, net <i>Note 2</i>	-20,198	-1,694	3,286	-16,912	-6,852	-22,117
<b>Operating profit</b>	<b>92,508</b>	<b>97,710</b>	<b>76,545</b>	<b>169,052</b>	<b>183,146</b>	<b>254,947</b>
Income tax for the period	-20,377	-25,607	-16,851	-37,228	-48,721	-76,228
<b>Net profit for the period</b> <i>Note 7</i>	<b>72,131</b>	<b>72,103</b>	<b>59,694</b>	<b>131,824</b>	<b>134,425</b>	<b>178,719</b>

# Statement of comprehensive income

## LANDSHYPOTEK BANK AB - GROUP

SEK thousand	2013 Q2	2012 Q2	2013 Q1	2013 Jan-Jun	2012 Jan-Jun	2012 Full year
<b>Net profit for the period</b>	<b>72,131</b>	<b>72,103</b>	<b>59,694</b>	<b>131,824</b>	<b>134,425</b>	<b>178,719</b>
<b>Other comprehensive profit and loss</b>						
<i>Items to be reclassified to profit or loss</i>						
Change in cash flow hedges	44,476	-17,130	13,115	57,591	29,314	-54,010
Change in available-for-sale financial assets	-2,420	-40,298	-13,467	-15,887	-75,028	-81,901
Taxes on items to be reclassified	-9,252	15,103	77	-9,175	12,023	27,168
<i>Total, items to be reclassified to profit or loss</i>	<i>32,804</i>	<i>-42,325</i>	<i>-275</i>	<i>32,529</i>	<i>-33,691</i>	<i>-108,743</i>
<i>Items that are not reclassified to profit or loss</i>						
Actuarial differences for defined-benefit pensions	4,463	-2,881	9,639	14,102	-5,762	-11,523
Tax items that are not reclassified	-982	634	-2,121	-3,102	1,268	2,535
<i>Total, items that are not reclassified to profit or loss</i>	<i>3,481</i>	<i>-2,247</i>	<i>7,518</i>	<i>11,000</i>	<i>-4,494</i>	<i>-8,988</i>
<b>Total other comprehensive profit and loss</b> <i>Note 5,7</i>	<b>36,285</b>	<b>-44,572</b>	<b>7,243</b>	<b>43,528</b>	<b>-38,185</b>	<b>-117,731</b>
<b>Total comprehensive profit for the period</b>	<b>108,416</b>	<b>27,531</b>	<b>66,937</b>	<b>175,353</b>	<b>96,240</b>	<b>60,988</b>



# Income statement

## LANDSHYPOTEK BANK AB - PARENT COMPANY

SEK thousand	2013 Q2	2012 Q2	2013 Q1	2013 Jan-Jun	2012 Jan-Jun	2012 Full year
Interest income	570,372	655,119	577,242	1,147,614	1,332,830	2,600,509
Interest expense	-406,516	-514,419	-429,648	-836,164	-1,070,200	-2,044,316
<b>Net interest income</b>	<b>163,855</b>	<b>140,700</b>	<b>147,594</b>	<b>311,449</b>	<b>262,631</b>	<b>556,192</b>
Dividends received from subsidiary	-	-	0	-	-	156,993
Commission income	4,637	3,661	3,562	8,199	7,170	13,491
Commission expense	-6,066	-4,986	-6,448	-12,514	-10,548	-24,512
Net result of financial transactions	18,524	15,948	-15,577	2,947	35,332	-49,057
Other operating income	510	593	1,398	1,908	1,162	2,127
<b>Total operating income</b>	<b>181,460</b>	<b>155,916</b>	<b>130,529</b>	<b>311,989</b>	<b>295,747</b>	<b>655,234</b>
General administrative expense	-68,185	-57,474	-56,539	-124,724	-112,891	-232,237
Depreciation, amortisation and impairment of intangible non-current assets	-2,997	-305	-783	-3,780	-578	-2,206
Other operating expenses	-4,395	-5,148	-5,420	-9,815	-7,026	-15,516
<b>Total expenses before loan losses</b>	<b>-75,576</b>	<b>-62,927</b>	<b>-62,742</b>	<b>-138,318</b>	<b>-120,496</b>	<b>-249,959</b>
<b>Profit before loan losses</b>	<b>105,884</b>	<b>92,989</b>	<b>67,787</b>	<b>173,671</b>	<b>175,251</b>	<b>405,276</b>
Loan losses, net	-21,077	465	3,451	-17,626	-2,111	-16,310
Impairment of shares in subsidiary	-	-	0	-	-	-65,000
<b>Operating profit</b>	<b>84,807</b>	<b>93,454</b>	<b>71,238</b>	<b>156,045</b>	<b>173,140</b>	<b>323,966</b>
Income tax for the period	-18,683	-24,594	-15,683	-34,366	-45,505	-73,488
<b>Net profit for the period</b>	<b>66,124</b>	<b>68,860</b>	<b>55,555</b>	<b>121,679</b>	<b>127,635</b>	<b>250,478</b>

# Statement of comprehensive income

## LANDSHYPOTEK BANK AB - PARENT COMPANY

SEK thousand	2013 Q2	2012 Q2	2013 Q1	2013 Jan-Jun	2012 Jan-Jun	2012 Full year
<b>Net profit for the period</b>	<b>66,124</b>	<b>68,860</b>	<b>55,555</b>	<b>121,679</b>	<b>127,635</b>	<b>250,478</b>
<b>Other comprehensive profit and loss</b>						
<i>Items to be reclassified to profit or loss</i>						
Change in cash flow hedges	44,476	-17,130	13,115	57,591	29,314	-54,010
Change in available-for-sale financial assets	-2,420	-40,298	-13,467	-15,887	-75,028	-81,901
Taxes on items to be reclassified	-9,252	15,103	77	-9,175	12,023	27,168
<i>Total, items to be reclassified to profit or loss</i>	<i>32,804</i>	<i>-42,325</i>	<i>-275</i>	<i>32,529</i>	<i>-33,691</i>	<i>-108,742</i>
<b>Total other comprehensive profit and loss</b>	<b>32,804</b>	<b>-42,325</b>	<b>-275</b>	<b>32,529</b>	<b>-33,691</b>	<b>-108,743</b>
<b>Total comprehensive profit for the period</b>	<b>98,927</b>	<b>26,535</b>	<b>55,280</b>	<b>154,207</b>	<b>93,944</b>	<b>141,735</b>

## Balance sheet

SEK Thousand	LANDSHYPOTEK BANK AB - GROUP				LANDSHYPOTEK BANK AB - PARENT COMPANY			
	2013 30-Jun	2013 31-Mar	2012 31-Dec	2012 30-Jun	2013 30-Jun	2013 31-Mar	2012 31-Dec	2012 30-Jun
<b>ASSETS</b>								
Cash and balances with central banks	34,627	31,424	45,400	21,127	34,627	31,424	45,400	21,127
Due from financial institutions	284,165	810,251	642,194	42,949	277,293	766,633	634,326	69,172
Loans to customers	Note 3 60,039,695	59,439,331	58,884,842	57,735,955	59,672,685	59,121,615	58,613,225	57,402,784
Bonds and other interest-bearing securities	13,412,665	14,677,978	15,715,556	13,096,603	13,412,665	14,677,978	15,715,556	13,096,603
Derivative financial instruments	633,248	629,435	1,011,692	469,785	633,248	629,435	1,011,692	469,785
Shares	1	1	1	1	1	1	1	1
Shares in Group companies					280,753	280,753	280,753	345,753
Intangible non-current assets	40,106	36,728	35,312	25,867	40,106	36,728	35,312	25,867
Tangible assets								
Equipment	5,899	5,509	5,424	7,757	5,899	5,509	5,424	7,757
Buildings and land	13,227	12,928	15,116	15,426	13,227	12,928	15,116	15,426
Other assets	868,959	59,421	234,767	611,474	979,415	158,208	250,237	598,717
Deferred tax asset	11,654	22,778	28,051	0	6,931	16,704	19,542	
Prepaid expenses and accrued income	485,918	893,703	858,434	697,683	485,666	893,507	858,582	696,551
<b>TOTAL ASSETS</b>	Note 4, 5, 6, 7 <b>75,830,164</b>	<b>76,619,487</b>	<b>77,476,789</b>	<b>72,724,628</b>	<b>75,842,516</b>	<b>76,631,423</b>	<b>77,485,166</b>	<b>72,749,544</b>
<b>LIABILITIES, PROVISIONS AND EQUITY</b>								
Due to financial institutions	1,747,127	837,186	620,419	62,369	1,753,127	841,186	620,419	158,369
Borrowing from the public	1,666,512	1,521,419	1,579,308	954,061	1,666,512	1,521,419	1,579,308	954,061
Debt securities in issue, etc.	65,656,454	67,032,389	68,203,114	65,769,812	65,656,455	67,032,389	68,203,114	65,769,812
Derivative financial instruments	909,353	1,375,846	1,078,647	247,205	909,353	1,375,846	1,078,647	247,205
Other liabilities	42,089	27,120	351,746	46,618	44,050	27,321	351,726	46,713
Accrued expenses and prepaid income	912,326	1,031,522	1,095,455	941,835	912,326	1,031,523	1,095,526	942,188
Provisions	24,947	31,090	42,155	50,876	3,477	3,477	3,477	15,382
Subordinated liabilities	699,980	699,952	699,921	697,387	699,980	699,952	699,921	697,387
<b>TOTAL LIABILITIES</b>	<b>71,658,788</b>	<b>72,556,524</b>	<b>73,670,765</b>	<b>68,770,163</b>	<b>71,645,280</b>	<b>72,533,113</b>	<b>73,632,137</b>	<b>68,831,117</b>
<b>Equity</b>	<b>4,171,377</b>	<b>4,062,963</b>	<b>3,806,024</b>	<b>3,954,464</b>	<b>4,197,236</b>	<b>4,098,310</b>	<b>3,853,029</b>	<b>3,918,427</b>
<b>TOTAL LIABILITIES, PROVISIONS AND EQUITY</b>	Note 4, 5, 6, 7 <b>75,830,164</b>	<b>76,619,487</b>	<b>77,476,789</b>	<b>72,724,628</b>	<b>75,842,516</b>	<b>76,631,423</b>	<b>77,485,166</b>	<b>72,749,544</b>

## Cash-flow statement

SEK thousand	LANDSHYPOTEK BANK AB - GROUP			LANDSHYPOTEK BANK AB - PARENT COMPANY		
	2013 Jan-Jun	2012 Jan-Jun	2012 Full Year	2013 Jan-Jun	2012 Jan-Jun	2012 Full Year
<b>Cash and cash equivalents beginning of period</b>	<b>125,130</b>	<b>170,935</b>	<b>170,935</b>	<b>117,268</b>	<b>151,480</b>	<b>151,480</b>
Cash flow from operating activities	159,184	-236,249	-19,598	160,177	-190,570	-164,998
Cash flow from investing activities	-6,243	-18,048	-30,779	-6,243	-18,048	126,214
Cash flow from financing activities	40,718	147,438	4,572	40,718	147,438	4,572
<b>Cash flow for the period</b>	<b>193,659</b>	<b>-106,859</b>	<b>-45,805</b>	<b>194,652</b>	<b>-61,180</b>	<b>-34,212</b>
<b>Cash and cash equivalents at end of period</b>	<b>318,789</b>	<b>64,076</b>	<b>125,130</b>	<b>311,920</b>	<b>90,300</b>	<b>117,268</b>

# Statement of changes in equity

## LANDSHYPOTEK BANK AB - GROUP

SEK thousand	Share contributed capital	Other capital	Hedging reserve	Fair value reserve	Defined-benefit pensions	Retained earnings	Total
Equity 31 December 2012	1,927,000	1,026,254	-69,008	22,745	-8,988	908,023	3,806,024
Total comprehensive profit for the period			44,922	-12,392	11,000	131,824	175,353
Total change before transactions with the owners	0	0	44,922	-12,392	11,000	131,824	175,353
Issue	190,000						190,000
Equity 30 June 2013	2,117,000	1,026,254	-24,086	10,353	2,012	1,039,848	4,171,377

SEK thousand	Share contributed capital	Other capital	Hedging reserve	Fair value reserve	Defined-benefit pensions	Retained earnings	Total
Equity 1 January 2012	1,927,000	1,026,254	-25,398	87,878	-	852,166	3,867,900
Effect of changing accounting policy IAS19 - Defined-benefit pensions						-9,676	-9,676
Adjusted opening balance 1 January 2012	1,927,000	1,026,254	-25,398	87,878	-	842,490	3,858,224
Total comprehensive profit for the period			21,605	-55,296	-4,494	134,425	96,240
Total change before transactions with the owners	0	0	21,605	-55,296	-4,494	134,425	96,240
Others						0	0
Equity 30 June 2012	1,927,000	1,026,254	-3,793	32,582	-4,494	976,915	3,954,464

## LANDSHYPOTEK BANK AB - PARENT COMPANY

SEK thousand	Share contributed capital	Other capital	Hedging reserve	Fair value reserve	Defined-benefit pensions	Retained earnings	Total
Equity 31 December 2012	1,927,000	1,016,694	-69,008	22,745		955,599	3,853,029
Total comprehensive profit for the period			44,922	-12,392		121,679	154,207
Total change before transactions with the owners	0	0	44,922	-12,392	0	121,679	154,207
Issue	190,000						190,000
Equity 30 June 2013	2,117,000	1,016,694	-24,086	10,353	0	1,077,279	4,197,236

SEK thousand	Share contributed capital	Other capital	Hedging reserve	Fair value reserve	Defined-benefit pensions	Retained earnings	Total
Equity 31 December 2011	1,927,000	1,016,694	-25,398	87,878		759,143	3,765,315
Capital gain due to liquidation of subsidiary						59,169	59,169
Total comprehensive profit for the period			21,605	-55,296		127,635	93,944
Total change before transactions with the owners	0	0	21,605	-55,296		186,804	153,113
Other						-1	-1
Equity 30 June 2012	1,927,000	1,016,694	-3,793	32,581	0	945,946	3,918,427

# Notes

## NOTE 1 NET INTEREST INCOME

### LANDSHYPOTEK BANK AB - GROUP

TSEK	2013 Q2	2012 Q2	2013 Q1	2013 Jan-Jun	2012 Jan - Jun	2012 Full year
<b>Interest income</b>						
Interest income on loans to credit institutions	1,128	-26	977	2,105	230	3,026
Interest income on loans to Group companies	0	0	0	0	0	0
Interest income on loans to customers	504,225	571,352	507,986	1,012,212	1,158,629	2,267,582
- less interest losses	-53	-625	-496	-549	-802	-2,279
Interest income on interest-bearing securities	69,816	88,963	72,488	142,304	183,369	350,422
- of which interest income on financial assets values at fair value through profit or loss	26,178	23,517	68,524	94,702	87,775	222,103
- of which interest income on available-for-sale financial assets	43,637	65,446	3,964	47,601	95,594	128,319
Other interest income	-20	2	8	-12	20	753
<b>Total</b>	<b>575,096</b>	<b>659,665</b>	<b>580,963</b>	<b>1,156,060</b>	<b>1,341,445</b>	<b>2,619,504</b>
All interest income is attributable to the Swedish market.						
<b>Interest expense</b>						
Interest expense for liabilities to Group companies	0	-936	-338	-338	-1,965	-4,480
Interest expense for liabilities to credit institutions - other interest expense for borrowing from the public	-7,832	-6,353	-2,220	-10,052	-9,799	-12,672
Interest expense for interest-bearing securities	-8,976	-6,362	-8,216	-17,192	-6,362	-21,713
Interest expense for interest-bearing securities	-397,197	-503,151	-413,251	-810,448	-1,050,537	-2,015,138
- of which interest expense on financial assets valued at fair value through profit or loss	-128,471	-125,325	-152,198	-280,669	-283,381	-561,603
- of which interest expense for other financial liabilities	-268,726	-377,826	-261,053	-529,779	-767,156	-1,453,536
Interest expense on subordinated liabilities	-8,853	-7,821	-8,957	-17,810	-12,803	-34,679
Interest expense for derivative instruments	16,382	8,208	3,441	19,823	15,043	49,645
- of which interest expense on derivatives valued at fair value through profit or loss	-9,916	7,279	-6,209	-16,125	7,948	38,196
- of which interest expense on derivatives indentified as hedging instruments	26,298	929	9,650	35,948	7,095	11,449
Other interest expense	-20	1,552	0	-20	-1,709	-2,639
<b>Total</b>	<b>-406,496</b>	<b>-514,862</b>	<b>-429,540</b>	<b>-836,037</b>	<b>-1,068,132</b>	<b>-2,041,677</b>
<b>Total net interest income</b>	<b>168,600</b>	<b>144,803</b>	<b>151,423</b>	<b>320,023</b>	<b>273,313</b>	<b>577,827</b>

### LANDSHYPOTEK BANK AB - PARENT COMPANY

TSEK	2013 Q2	2012 Q2	2013 Q1	2013 Jan-Jun	2012 Jan - Jun	2012 Full year
<b>Interest income</b>						
Interest income on loans to credit institutions	1,122	-25	962	2,084	196	2,959
Interest income on loans to Group companies	14	257	193	207	631	1,072
Interest income on loans to customers	499,479	566,545	504,087	1,003,566	1,149,416	2,247,591
- less interest losses	-39	-625	-496	-535	-801	-2,279
Interest income on interest-bearing securities	69,816	88,963	72,488	142,304	183,369	350,422
- of which interest income on financial assets values at fair value through profit or loss	26,178	23,517	68,524	94,702	87,775	222,103
- of which interest income on available-for-sale financial assets	43,637	65,446	3,964	47,601	95,594	128,319
Other interest income	-21	5	8	-13	19	742
<b>Total</b>	<b>570,371</b>	<b>655,119</b>	<b>577,242</b>	<b>1,147,614</b>	<b>1,332,830</b>	<b>2,600,509</b>
All interest income is attributable to the Swedish market.						
<b>Interest expense</b>						
Interest expense for liabilities to Group companies	-20	-493	-446	-466	-4,033	-7,120
Interest expense for liabilities to credit institutions - other interest expense for borrowing from the public	-7,832	-6,352	-2,220	-10,052	-9,799	-12,672
Interest expense for interest-bearing securities	-8,976	-6,362	-8,216	-17,192	-6,362	-21,713
Interest expense for interest-bearing securities	-397,197	-503,151	-413,251	-810,448	-1,050,537	-2,015,138
- of which interest expense on financial assets valued at fair value through profit or loss	-128,471	-125,325	-152,198	-280,669	-283,381	-561,603
- of which interest expense for other financial liabilities	-268,726	-377,826	-261,053	-529,779	-767,156	-1,453,536
Interest expense on subordinated liabilities	-8,853	-7,821	-8,957	-17,810	-12,803	-34,679
Interest expense for derivative instruments	16,382	8,208	3,441	19,823	15,043	49,645
- of which interest expense on derivatives valued at fair value through profit or loss	-9,916	7,279	-6,209	-16,125	7,948	38,196
- of which interest expense on derivatives indentified as hedging instruments	26,298	929	9,650	35,948	7,095	11,449
Other interest expense	-20	1,552	0	-20	-1,709	-2,639
<b>Total</b>	<b>-406,516</b>	<b>-514,419</b>	<b>-429,648</b>	<b>-836,165</b>	<b>-1,070,200</b>	<b>-2,044,316</b>
<b>Total net interest income</b>	<b>163,855</b>	<b>140,700</b>	<b>147,594</b>	<b>311,449</b>	<b>262,631</b>	<b>556,192</b>

## NOTE 2 LOAN LOSSES NET

### LANDSHYPOTEK BANK AB - GROUP

SEK thousand	2013 Q2	2012 Q2	2013 Q1	2013 Jan-Jun	2012 Jan - Jun	2012 Full year
The period's impairment charge for realised losses	-3,653	-1,419	-8,053	-11,706	-1,637	-6,575
Reversal of prior provisions for probable loan losses, reported as realised losses	2,054	1,082	6,446	8,500	1,300	6,135
Impairment charge for probable loan losses	-23,560	-4,729	-5,287	-28,847	-11,448	-32,787
Recovery of previous realised losses	395	875	261	656	1,455	2,439
Reversal of provisions no longer required for probable loan losses	4,566	2,496	9,919	14,485	3,477	8,671
<b>Total loan losses</b>	<b>-20,198</b>	<b>-1,694</b>	<b>3,286</b>	<b>-16,912</b>	<b>-6,852</b>	<b>-22,117</b>

All loan losses are attributable to loans to customers

### LANDSHYPOTEK BANK AB - PARENT COMPANY

SEK thousand	2013 Q2	2012 Q2	2013 Q1	2013 Jan-Jun	2012 Jan - Jun	2012 Full year
The period's impairment charge for realised losses	-3,582	-1,419	-5,098	-8,680	-1,637	-4,502
Reversal of prior provisions for probable loan losses, reported as realised losses	2,054	1,082	3,657	5,711	1,300	4,166
Impairment charge for probable loan losses	-22,615	-2,568	-5,287	-27,902	-6,705	-25,236
Recovery of previous realised losses	394	874	260	654	1,453	2,435
Reversal of provisions no longer required for probable loan losses	2,672	2,496	9,919	12,591	3,477	6,827
<b>Total loan losses</b>	<b>-21,077</b>	<b>465</b>	<b>3,451</b>	<b>-17,626</b>	<b>-2,111</b>	<b>-16,310</b>

All loan losses are attributable to loans to customers

## NOTE 3 PAST DUE RECEIVABLES ETC.

SEK Thousand	LANDSHYPOTEK BANK AB - GROUP				LANDSHYPOTEK BANK AB - PARENT COMPANY			
	2013 30-Jun	2013 31-Mar	2012 31-Dec	2012 30-Jun	2013 30-Jun	2013 31-Mar	2012 31-Dec	2012 30-Jun
Nonperforming loans where interest is recognised as income	706,730	740,181	863,822	572,451	684,991	726,794	846,673	566,555
Nonperforming loans that are doubtful credits	116,080	67,011	102,897	87,492	109,885	61,155	94,253	77,843
<b>Total nonperforming loans</b>	<b>822,810</b>	<b>807,192</b>	<b>966,719</b>	<b>659,943</b>	<b>794,876</b>	<b>787,949</b>	<b>940,926</b>	<b>644,398</b>
Doubtful credits that are not nonperforming	4,466	26,455	9,869	12,557	2,784	26,455	9,869	12,557
Less provisions set aside	-40,055	-26,600	-29,671	-18,962	-35,125	-17,956	-21,027	-9,313
Doubtful credits that are not performing	116,080	67,011	102,897	87,492	109,885	61,155	94,253	77,843
<b>Total doubtful loans</b>	<b>80,491</b>	<b>66,866</b>	<b>83,095</b>	<b>81,087</b>	<b>77,544</b>	<b>69,654</b>	<b>83,095</b>	<b>81,087</b>
Shares taken over to protect claims	1	1	1	1				

**NOTE 4 FAIR VALUE HIERARCHY FOR FINANCIAL INSTRUMENTS****LANDSHYPOTEK BANK AB - GROUP AND PARENT COMPANY**

30 Jun 2013				
SEK thousand	Level 1	Level 2	Level 3	Total
<b>Financial assets measured at fair value in profit or loss</b>				
Bonds and other interest-bearing securities	7,979,903			7,979,903
Interest-rate swaps		33,591		33,591
Cross-currency interest-rate swaps		17,423		17,423
<b>Derivatives identified as hedging instruments</b>				
Interest-rate swaps		418,189		418,189
Cross-currency interest-rate swaps		164,045		164,045
<b>Available-for-sale financial assets</b>				
Bonds and other interest-bearing securities	1,759,150	3,673,612		5,432,762
<b>Total assets measured at fair value</b>	<b>9,739,053</b>	<b>4,306,860</b>	-	<b>14,045,913</b>
<b>Financial liabilities measured at fair value in profit or loss</b>				
Interest-rate swaps		325,998		325,998
Cross-currency interest-rate swaps		304,714		304,714
<b>Derivatives identified as hedging instruments</b>				
Interest-rate swaps		121,229		121,229
Cross-currency interest-rate swaps		157,412		157,412
<b>Total financial liabilities measured at fair value</b>	-	<b>909,353</b>	-	<b>909,353</b>

No transfers were made between the levels. In Level 1, only quoted mortgage bonds and in Level 2 derivative instruments and bonds issued by municipalities and county councils for which there are well-established measuring models based on market data.

## Level 1

Quoted prices in active markets for identical assets or liabilities.

## Level 2

In all cases, listed swap curves were utilised as the basis for measurement. Listed spreads relative to the swap curve were utilised for measuring the value of bond assets. The interest-rate swap curve and FX-basis swap curve were used for measurement of interest-rate and cross-currency interest-rate swap respectively.

## Level 3

Input for assets/liabilities that are not based on observable market data.

## NOTE 5, FAIR VALUE DISCLOSURES

### LANDSHYPOTEK BANK AB - GROUP

	2013 30 Jun Book Value	2013 30 Jun Fair Value	2012 31 Dec Book Value	2012 31 Dec Fair Value
<b>SEK thousand</b>				
<b>Assets</b>				
Cash and balances with central banks	34,627	34,627	45,400	45,400
Loans to credit institutions	284,165	284,165	642,194	642,194
Loans to the public*	60,039,695	58,920,084	58,884,842	57,886,359
Bonds and other interest-bearing securities	13,412,665	13,412,665	15,715,556	15,715,556
Derivatives	633,248	633,248	1,011,692	1,011,692
Shares and participations	1	1	1	1
<b>Total Assets</b>	<b>74,404,401</b>	<b>73,284,790</b>	<b>76,299,685</b>	<b>75,301,202</b>
<b>Liabilities and Provisions</b>				
Liabilities to credit institutions	1,747,127	1,747,127	620,419	620,419
Borrowing from the public	1,666,512	1,666,512	1,579,308	1,579,308
Debt securities in issue, etc.	65,656,454	65,651,028	68,203,114	68,492,857
Derivatives	909,353	909,353	1,078,647	1,078,647
Subordinated liabilities	699,980	784,026	699,921	797,892
<b>Total liabilities</b>	<b>70,679,426</b>	<b>70,758,046</b>	<b>72,181,409</b>	<b>72,569,123</b>

### LANDSHYPOTEK BANK AB - PARENT COMPANY

	2013 30 jun Book value	2013 30 jun Fair value	2012 31 dec Book value	2012 31 dec Fair value
<b>TSEK</b>				
<b>Assets</b>				
Cash and balances with central banks	34,627	34,627	45,400	45,400
Loans to credit institutions	277,293	277,293	634,326	634,326
Loans to the public*	59,672,685	58,553,074	58,613,225	57,606,359
Bonds and other interest-bearing securities	13,412,665	13,412,665	15,715,556	15,715,556
Derivatives	633,248	633,248	1,011,692	1,011,692
Shares and participations	1	1	1	1
Shares in group companies	280,753	280,753	280,753	280,753
<b>Total Assets</b>	<b>74,311,272</b>	<b>73,191,661</b>	<b>76,300,953</b>	<b>75,294,087</b>
<b>Liabilities and Provisions</b>				
	0	0	0	0
Liabilities to credit institutions	1,753,127	1,753,127	620,419	620,419
Borrowing from the public	1,666,512	1,666,512	1,579,308	1,579,308
Debt securities in issue, etc.	65,656,455	65,651,028	68,203,114	68,492,857
Derivatives	909,353	909,353	1,078,647	1,078,647
Subordinated liabilities	699,980	784,026	699,921	797,892
<b>Total liabilities</b>	<b>70,685,427</b>	<b>70,764,046</b>	<b>72,181,409</b>	<b>72,569,123</b>

\* The difference between carrying amount and fair value stems from changes in market interest rates.

**NOTE 6 DISCLOSURES CONCERNING OFFSETTING**

**LANDSHYPOTEK BANK AB - GROUP AND PARENT COMPANY**

SEK thousand	30 Jun Book Values	Amount available for netting	30 Jun Net Amount
<b>Assets</b>			
Derivatives	633,248	-352,094	281,154
Repurchase agreements	-	-	-
<b>Debt</b>			
Derivatives	-909,353	352,094	-557,259
Repurchase agreements	-1,554,020	-	-1,554,020
<b>Net</b>	<b>-1,830,125</b>	<b>0</b>	<b>-1,830,125</b>

Financial assets and liabilities included in a legal entitlement to offset, but not offset in the balance sheet.



## NOTE 7, EFFECT OF CHANGING ACCOUNTING POLICY IAS 19 - EMPLOYEE BENEFITS

### LANDSHYPOTEK BANK AB - GROUP

#### Income statement

SEK thousand	Previously reported Q2 2012	Recalculated	Recalculated for Q2 2012	Previously reported Jan-Jun 2012	Recalculated	Recalculated for Jan-Jun 2012
General administrative expense	-55,183	-838	-56,021	-108,087	-1,676	-109,763
<b>Total expense before loan losses</b>	<b>-60,671</b>	<b>-838</b>	<b>-61,509</b>	<b>-115,733</b>	<b>-1,676</b>	<b>-117,409</b>
Income tax for the period	-25,536	-72	-25,607	-48,578	-143	-48,721
<b>Net profit for the period</b>	<b>73,012</b>	<b>-910</b>	<b>72,103</b>	<b>136,244</b>	<b>-1,819</b>	<b>134,425</b>

#### Total comprehensive profit or loss

SEK thousand	Previously reported Q2 2012	Recalculated	Recalculated for Q2 2012	Previously reported Jan-Jun 2012	Recalculated	Recalculated for Jan-Jun 2012
<b>Net profit for te period</b>	<b>73,012</b>	<b>-910</b>	<b>72,103</b>	<b>136,244</b>	<b>-1,819</b>	<b>134,425</b>
<b>Other comprehensive income</b> <i>Items that are not reclassified</i>						
Actuarial differences for defined-benefit pensions		-2,881	-2,881		-5,762	-5,762
Tax items that are not reclassified		634	634		1,268	1,268
<i>Total, items that are not reclassified</i>		<i>-2,247</i>	<i>-2,247</i>		<i>-4,494</i>	<i>-4,494</i>
<b>Total other comprehensive profit or loss</b>	<b>-42,325</b>	<b>-2,247</b>	<b>-44,572</b>	<b>-33,691</b>	<b>-4,494</b>	<b>-38,185</b>
<b>Total comprehensive profit/loss for the period</b>	<b>30,687</b>	<b>-3,157</b>	<b>27,531</b>	<b>102,553</b>	<b>-6,313</b>	<b>96,240</b>

#### Balance sheet

SEK thousand	Previously reported Jan-Jun 2012	Recalculated	Recalculated for Jan-Jun 2012	Previously reported full-year 2012	Recalculated	Recalculated for full-year 2012
<b>Assets</b>						
Deferred tax assets	606,896	4,578	611,474	22,349	5,702	28,051
<b>Total assets</b>	<b>72,720,050</b>	<b>4,578</b>	<b>72,724,628</b>	<b>77,471,087</b>	<b>5,702</b>	<b>77,476,789</b>
<b>Liabilities, provisions and equity</b>						
Other liabilities	49,612	-2,994	46,618	353,830	-2,084	351,746
Provisions	27,315	23,561	50,876	12,067	30,088	42,155
<b>Total liabilities</b>	<b>68,749,596</b>	<b>20,567</b>	<b>68,770,163</b>	<b>73,642,761</b>	<b>28,004</b>	<b>73,670,765</b>
<b>Equity</b>	<b>3,970,453</b>	<b>-15,989</b>	<b>3,954,464</b>	<b>3,828,326</b>	<b>-22,302</b>	<b>3,806,024</b>
<b>Total liabilities, provisions and equity</b>	<b>72,720,050</b>	<b>4,578</b>	<b>72,724,628</b>	<b>77,471,087</b>	<b>5,702</b>	<b>77,476,789</b>

The above calculation that is attributable to IAS 19 – Employee Benefits has removed the corridor approach for defined-benefit pensions. Plan assets are calculated by applying the discounts rate for mortgage bonds. The initial effect is charged to retained earnings on 1 January 2012. Thereafter, changes in the pension liability are recognized under General administrative expenses, Income tax for the period and Other comprehensive income.