

CONSOLIDATED BALANCE SHEET
at 31 December 2004 (after profit appropriation)

<i>(in EUR millions)</i>	<i>2004</i>	<i>2003</i>
Assets		
Cash	7,204	7,117
Short-term government paper	4,132	3,211
<i>Professional securities transactions</i>	<i>26,134</i>	<i>30,199</i>
<i>Other banks</i>	<i>14,454</i>	<i>11,720</i>
Banks	40,588	41,919
<i>Public sector lending</i>	<i>2,201</i>	<i>2,161</i>
<i>Private sector lending</i>	<i>252,996</i>	<i>235,425</i>
<i>Professional securities transactions</i>	<i>20,973</i>	<i>13,211</i>
Lending	276,170	250,797
Interest-bearing securities	91,889	71,141
Shares	15,168	10,093
Participating interests	510	201
Property and equipment	3,927	3,964
Other assets	5,468	4,984
Prepayments and accrued income	30,033	9,878
Total assets	475,089	403,305

<i>(in EUR millions)</i>	<i>2004</i>	<i>2003</i>
Liabilities		
<i>Professional securities transactions</i>	22,898	20,180
<i>Other banks</i>	73,368	62,676
Banks	96,266	82,856
<i>Savings</i>	77,737	71,559
<i>Professional securities transactions</i>	4,119	3,309
<i>Other funds entrusted</i>	110,267	97,703
Funds entrusted	192,123	172,571
Debt securities	92,578	80,695
Other liabilities	12,447	11,907
Accruals and deferred income	34,314	12,513
Provisions	20,752	19,177
	448,480	379,719
<i>Fund for general banking risks</i>	1,756	1,679
<i>Subordinated loans</i>	2,091	2,211
	3,847	3,890
<i>Member Capital</i>	3,841	3,853
<i>Revaluation Reserves</i>	136	222
<i>Other Reserves</i>	12,287	11,158
<i>Trust Preferred Securities III, IV, V and VI</i>	1,879	-
<i>Reserves</i>	18,143	15,233
<i>Third-party interests</i>	4,619	4,463
Group equity	26,609	23,586
Total liabilities	475,089	403,305
Contingent liabilities	7,612	6,435
Irrevocable facilities	30,114	26,117

**CONSOLIDATED PROFIT AND LOSS ACCOUNT
for 2004**

<i>(in EUR millions)</i>	<i>2004</i>	<i>2003</i>
Income		
<i>Interest income</i>	<i>18,773</i>	<i>17,794</i>
<i>Interest expense</i>	<i>12,524</i>	<i>11,838</i>
Interest	6,249	5,956
Income from securities and participating interests	482	353
<i>Commission income</i>	<i>2,458</i>	<i>2,146</i>
<i>Commission expense</i>	<i>346</i>	<i>294</i>
Commission	2,112	1,852
Results on financial transactions	312	170
Other income	900	687
Total income	10,055	9,018
Expenses		
<i>Staff costs</i>	<i>4,029</i>	<i>3,770</i>
<i>Other administrative expenses</i>	<i>2,335</i>	<i>2,101</i>
Staff costs and other administrative expenses	6,364	5,871
Depreciation	368	372
Operating expenses	6,732	6,243
Value adjustments to receivables	525	575
Value adjustments to financial fixed assets	(11)	(148)
Total expenses	7,246	6,670
Operating profit before taxation	2,809	2,348
Taxation on operating profit	957	712
Operating profit/Group profit after taxation	1,852	1,636
Third-party interests	316	266
Net profit	1,536	1,370

CASH FLOW STATEMENT

<i>(in EUR millions)</i>	2004	2003
Cash flow from operating activities		
Operating profit/Group profit after taxation	1,852	1,636
<i>Adjustments for:</i>		
- depreciation	368	372
- value adjustments to receivables	525	575
- value adjustments to financial fixed assets	(11)	(148)
- movements in technical reserves relating to the insurance business	1,363	1,119
- movements in other provisions	212	(280)
- movements in accrued and deferred items	1,646	1,729
	<u>4,103</u>	<u>3,367</u>
Cash flow from business operations	5,955	5,003
Movements in short-term government paper	(921)	(1,398)
Movements in securities trading portfolio	(19,723)	2,665
Movements in securitised loans	(963)	(50)
Movements in banks	14,741	633
Movements in lending	(25,898)	(26,120)
Movements in funds entrusted	19,552	939
Other movements from operating activities	(1,550)	4,609
	<u>(14,762)</u>	<u>(18,722)</u>
Net cash flow from operating activities	(8,807)	(13,719)
Cash flow from investing activities		
Investments and purchases		
- investment portfolios	(24,469)	(24,222)
- participating interests	(321)	(45)
- tangible fixed assets	(534)	(686)
	<u>(25,324)</u>	<u>(24,953)</u>
Disposals, redemptions and sales		
- investment portfolio	20,575	19,900
- participating interests	11	15
- tangible fixed assets	239	227
	<u>20,825</u>	<u>20,142</u>
Net cash flow from investing activities	(4,499)	(4,811)
Cash flow from financing activities		
Movements in Member Capital and Trust Preferred Securities III, IV, V and VI	1,867	2
Movements in subordinated loans	(120)	1,450
Movements in debt securities	11,883	18,956
Payment on Member Capital and Trust Preferred Securities III, IV, V and VI	(237)	(215)
Net cash flow from financing activities	13,393	20,193
Net cash flow	87	1,663

The cash flow statement provides a summary of the net movements in operating, investing and financing activities.

MOVEMENTS IN RESERVES

	2004	2003
Reserves can be broken down as follows:		
Member Capital	3,841	3,853
Revaluation Reserves	136	222
Other Reserves	12,287	11,158
Trust Preferred Securities III, IV, V and VI	1,879	-
	<u>18,143</u>	<u>15,233</u>
Movements in reserves:		
<i>Member Capital</i>		
Balance at 1 January	3,853	3,851
Movements relating to market making	(12)	2
Balance at 31 December	<u>3,841</u>	<u>3,853</u>
<i>Revaluation reserves</i>		
Balance at 1 January	222	246
Revaluation	156	32
Transferred to/from other reserves	(11)	16
Released to profit and loss account	(231)	(72)
Balance at 31 December	<u>136</u>	<u>222</u>
This item includes the revaluation reserves for property, shares and participating interests.		
<i>Other reserves</i>		
Balance at 1 January	11,158	10,164
Transferred from/to revaluation reserves	11	(16)
Goodwill	(172)	(213)
Other movements	(9)	68
Payment on Member Capital and Trust Preferred Securities III, IV, V and VI	(237)	(215)
Net profit	1,536	1,370
Balance at 31 December	<u>12,287</u>	<u>11,158</u>
The goodwill relates to Telia Finans AB and BGZ SA		
<i>Trust Preferred Securities III, IV, V and VI</i>		
Balance at 1 January	-	-
Issue	1,879	-
Balance at 31 December	<u>1,879</u>	<u>-</u>