



**Interim report for FöreningsSparbanken
(being changed to Swedbank)
January – June 2006
August 10, 2006**

Profit for the period for the second quarter 2006 increased by 23 percent to SEK 2.8 billion (compared with the first quarter 2006)

- **Profit for the second quarter attributable to the shareholders** increased by 23 percent to SEK 2,786 M (2,270 in Q1). Profit for the first half year decreased by 4 percent to SEK 5,056 M (5,272 in the same period of 2005)
- **Earnings per share** for the second quarter increased by 22 percent to SEK 5.40 (4.41 in Q1). Earnings per share for the first half year decreased by 5 percent to SEK 9.81 (10.28 in the same period of 2005)
- **Total income** for the second quarter increased by 16 percent to SEK 7,578 M (6,543 in Q1). Total income for the first half year was stable at SEK 14,121 M (14,065 in the same period of 2005)
- **The cost/income ratio** for the second quarter decreased to 0.51 (0.56 in Q1)
- **Operating profit** for the second quarter increased by 33 percent to SEK 3,792 M (2,843 in Q1)
- **Recoveries** for the second quarter exceeded loan losses and increased the result by SEK 116 M (-50 in Q1).

Comments by the President and CEO:

Swedish Banking's net interest income increased for the first time in seven quarters. The return on allocated equity increased to 23.2 percent (20.8).

Baltic Banking Operations continued its rapid income growth, 13 percent for the quarter, while maintaining a cost/income ratio below 0.5 (adjusted for provisions for Russian VAT in both Q1 and Q2 with SEK 114 M and SEK 30 M respectively). The return on allocated equity decreased to 24.2 percent (28.7). Adjusting for the Russian VAT claim dispute provision, return on equity amounted to 28,5 percent (29,9).

Swedbank Markets continued to grow rapidly, with income growth (39 percent) exceeding increased expenses (24 percent). The return on allocated equity increased to 35.4 percent (24.4 in Q1).

Total income for the second quarter 2006 was generated by Swedish Banking, 56 percent; Baltic Banking, 20 percent; Swedbank Markets, 15 percent; and Asset Management and Insurance, 6 percent. Divided into income categories, Group income consisted of net interest income, 50 percent; net commission income, 31 percent; and net gains and losses on financial items at fair value, 14 percent.

Total expenses increased by 5 percent or SEK 168 M compared with the first quarter (adjusted for provisions for Russian VAT in both Q1 and Q2). The cost increase comes mainly from continued expansion in Baltic Banking and profit-based costs in Swedbank Markets.

Profit trend for the Group in the second quarter 2006 compared to the first quarter 2006

Summary

- Operating profit increased by 33 percent to SEK 3,792 M (2,843)
- Profit for the period increased by 23 percent to SEK 2,786 M (2,270)
- The return on equity increased to 20.2 percent (16.6)
- Earnings per share increased by 22 percent to SEK 5.40 (4.41)
- Total income increased by 16 percent to SEK 7,578 M (6,543)
- Expenses increased by 7 percent to SEK 3,902 M (3,650)
- Recoveries exceeded loan losses, which have declined by SEK 166 M to SEK -116 M (50)

Expenses the second quarter 2006 and the first quarter 2006 includes provisions amounting to SEK 114 M respectively SEK 30 M for a VAT claim dispute in Russia.

Income

Income increased by SEK 1,035 M to SEK 7,578 M (6,543). Net interest income was stable and amounted to SEK 3,783 M (3,777) and net commission income increased by 12 percent to SEK 2,353 M (2,098), while net gains and losses on items at fair value increased to SEK 1,032 M (260).

Net interest income

Net interest income was stable and amounted to SEK 3,783 M (3,777). Despite continued tight competition in the lending market the decrease in margins has declined and Swedish Banking increased its net interest income by SEK 98 M to SEK 2 850 M (2,752). Net interest income was positively affected by further increases in lending and deposit volumes. In Baltic Banking Operations, net interest income increased by SEK 97 M due to a strong volume trend. The accrual of lending commission according to IFRS led to a decrease in net interest income by SEK 99 M (75). Net interest income in Baltic Banking Investments was charged with the accrual of interest in Hansabank's revalued loan portfolio and other investment adjustments amounting to SEK -114 M (-124). Swedbank Markets' net interest income was stable and amounted to SEK 183 M (185). In other business areas, net interest income decreased by SEK 197 M.

Net commissions

Net commissions increased by 12 percent or SEK 255 M to SEK 2,353 M (2,098). Asset management commissions increased by 3 percent or SEK 23 M and amounted to SEK 937 M (914). Brokerage commissions was stable and amounted to SEK 294 M (301). In Swedbank Markets net commissions increased by SEK 216 M mainly due to increased brokerage and corporate finance commissions in First Securities.

Net gains and losses on items at fair value

Net gains and losses on financial items at fair value increased to SEK 1,032 M (260). Net gains and losses in Swedish Banking increased by SEK 165 M, in Swedbank Markets by SEK 104 M and in the other business areas by SEK 503 M. Income from trading, derivatives and fair value option increased with SEK 534 M to SEK 772 M (238). Net gains in the second quarter include an increased market value of the shares in SpareBank 1 Gruppen amounting to SEK 342 M according to the agreement to sell the shares. Interest income compensation from prepaid loans, valued at cost, decreased from SEK 22 M to SEK 13 M. Changes in exchange rates amounted to SEK 247 M (0).

Net insurance

Net insurance includes life and non-life insurance operations in Asset Management and Insurance and Baltic Banking. Income from unit-linked insurance is included in net commissions. Net insurance premiums and provisions amounted to SEK 100 M (17).

Share of profit or loss in associates

The share of profit or loss in associates reported according to the equity method decreased by 58 percent to SEK 58 M (137).

Other income

Other income was stable and amounted to SEK 252 M (254).

Expenses

The Group's expenses increased by 7 percent or SEK 252 M to SEK 3,902 M (3,650). The increase is mainly due to higher expenses in Baltic Banking with SEK 165 M, and in Swedbank Markets with SEK 108 M, while the expenses in other business areas decreased.

Staff costs

Staff costs increased by 5 percent to SEK 2,203 M (2,104). Staff costs excluding profit-based staff costs and staff change costs decreased by 2 percent to SEK 1,772 M (1,806). Profit-based staff costs amounted to SEK 412 M (292). In Swedish Banking, total staff costs increased by 4 percent to SEK 1,035 M (998). In Baltic Banking, staff costs increased by 7 percent and amounted to SEK 375 M (352) and in Swedbank Markets staff costs increased by 32 percent and amounted to SEK 382 M (290).

Other general and administrative expenses

Other general and administrative expenses increased by 11 percent to SEK 1,543 M (1,391). The increase is mainly due to higher expenses in Baltic Banking. In the Swedish Banking, expenses amounted to SEK 1,126 M (1,121), while in Baltic Banking they totaled SEK 401 M (260). During the second quarter the result in Baltic Banking was charged with a provision of SEK 114 M and during the first quarter of SEK 30 M due to a VAT claim dispute in Russia.

Depreciation/amortization and impairments of tangible and intangible fixed assets

Depreciation/amortization of tangible and intangible fixed assets amounted to SEK 156 M (155).

Loan losses

Loan losses declined with SEK 166 M to SEK -116 M (50). In Baltic Banking loan losses amounted to SEK 79 M (57). The Group's doubtful claims, gross, amounted to SEK 1,905 M (1,970). Loan loss reserves amounted to SEK 3,563 M (3,692). A specification of loan losses and claims is provided in Notes 3 and 4.

Tax expenses

Profit before tax amounted to SEK 3,792 M (2,843) and the tax expense was SEK 938 M (539), or an effective tax rate of 25 percent (19). The lower tax rate in the first quarter was mainly due to tax recoveries in the first quarter 2006.

Profit trend for the Group in the second quarter 2006 compared to the second quarter 2005

Summary

- Operating profit decreased by 4 percent to SEK 3,792 M (3,952)
- Profit for the period decreased by 13 percent to SEK 2,786 M (3,184)
- The return on equity decreased to 20.2 percent (27.4)
- Earnings per share decreased by 13 percent to SEK 5.40 (6.21)
- Total income decreased by 3 percent to SEK 7,578 M (7,791)
- Expenses increased by 4 percent to SEK 3,902 M (3,742)
- Recoveries exceeded loan losses, and the net has declined by 213 M to SEK -116 M (97)

Income in the corresponding period of 2005 included a capital gain of SEK 810 M on the sale of 50 percent of EnterCard. Expenses the second quarter 2006 included a provision amounting to SEK 114 M for VAT claims dispute in Russia.

Income

Income decreased by SEK 213 M to SEK 7,578 M (7,791). Adjusted for the capital gain of SEK 810 M in 2005 income increased by SEK 597 M or 9 percent. Net interest income decreased by 6 percent and amounted to SEK 3,783 M (4,028). Net commissions increased by 28 percent to SEK 2,353 M (1,834) and net gains and losses on financial items at fair value increased to SEK 1,032 M (785).

Net interest income

Net interest income decreased by SEK 245 M or 6 percent to SEK 3,783 M (4,028). One important reason for the decrease was the margin pressure on mortgage lending in Sweden. In Baltic Banking, net interest income continued to develop well. The accrual of lending commission according to IFRS led to a decrease in net interest income by SEK 99 M.

Net commissions

Net commissions increased by SEK 519 M or 28 percent to SEK 2,353 M (1,834). Net commission income from asset management increased by SEK 189 M, from lending by SEK 106 M and from brokerage and corporate finance commissions in First Securities by SEK 206 M.

Net gains and losses on items at fair value

Net gains and losses on items at fair value increased by SEK 247 M to SEK 1,032 M. Net gains in the second quarter this year included an increase in the market value of the shares in SpareBank 1 Gruppen of SEK 342 M, according to the agreement to sell the shares.

Net insurance

Net insurance includes life and non-life insurance operations in Asset Management and Insurance and Baltic Banking. Income from unit-linked insurance is included in net commission income. Net insurance premiums and provisions amounted to SEK 100 M (18).

Share of profit or loss in associates

The share of profit or loss in associates reported according to the equity method was stable and amounted to SEK 58 M (57).

Other income

Other income decreased to SEK 252 M (1,069). Other income in the corresponding period of 2005 included a capital gain of SEK 810 M on the sale of 50 percent of EnterCard.

Expenses

Expenses increased by SEK 160 M or 4 percent to SEK 3,902 M (3,742). In Swedish Banking, expenses decreased by SEK 292 M or 12 percent. In Baltic Banking and Swedbank Markets, expenses increased by SEK 278 M and SEK 164 M, respectively. Expenses in Baltic Banking in the second quarter 2006 include a provision of SEK 114 M for a Russian VAT dispute. The increased expenses in Swedbank Markets were primarily due to profit-based staff costs in First Securities.

Staff costs

Staff costs increased by 2 percent to SEK 2,203 M (2,153). Staff costs excluding profit-based staff costs and staff change costs increased by 9 percent to SEK 1,772 M (1,630). Profit-based staff costs amounted to SEK 412 M (444) and staff change costs to SEK 19 M (79). In Swedish Banking, total staff costs decreased by SEK 150 M or 13 percent to SEK 1,035 M (1,185). In Baltic Banking, staff costs increased by SEK 99 M or 36 percent and amounted to SEK 375 M (276) and in Swedbank Markets staff costs increased by SEK 138 M or 57 percent and amounted to SEK 382 M (244).

Other general and administrative expenses

Other general and administrative expenses increased by 9 percent to SEK 1,543 M (1,416). The increase is mainly due to higher expenses in Baltic Banking. During the second quarter 2006 the result in Baltic Banking was charged with a provision of SEK 114 M due to a VAT claim dispute in Russia.

Depreciation/amortization and impairments of tangible and intangible fixed assets

Depreciation/amortization of tangible and intangible fixed assets amounted to SEK 156 M (173).

Loan losses

Recoveries exceeded loan losses, which declined with SEK 213 M to SEK -116 M (97).

Tax expenses

Profit before tax amounted to SEK 3,792 M (3,952) and the tax expense was SEK 938 M (736), or an effective tax rate of 25 percent (19). The lower tax rate last year was mainly due to a higher share of tax-exempt income compared to the second quarter 2006.

Profit trend for the Group in first half year 2006 compared with first half year 2005

Summary

- Operating profit decreased by 2 percent to SEK 6,635 M (6,794)
- Profit for the period decreased by 4 percent to SEK 5,056 M (5,272)
- The return on equity decreased to 18.5 percent (23.1)
- Earnings per share decreased by 5 percent to SEK 9.81 (10.28)
- Total income amounted to SEK 14,121 M (14,065)
- Expenses increased by 7 percent to SEK 7,552 M (7,075)
- Loan losses decreased to SEK -66 M (196)

Income in the corresponding period of 2005 included a capital gain of SEK 810 M on the sale of 50 percent of EnterCard. Expenses for the first half of 2006 included a provision of SEK 144 M for a VAT claims dispute in Russia.

Income

Income increased by SEK 56 M to SEK 14,121 M (14,065). Net interest income decreased by 5 percent and net commission income increased by 32 percent, while net gains and losses on items at fair value increased by 11 percent.

Net interest income

Net interest income decreased by 5 percent to SEK 7,560 M (7,967). Due to continued tight competition in the lending market with shrinking margins, Swedish Banking's net interest income decreased by SEK 669 M to SEK 5,602 M (6,271). Net interest income was positively affected by further increases in lending and deposit volumes, while margin pressure had a negative effect. Last year net interest income also included SEK 226 M from EnterCard and Kundinkasso AB. In Baltic Banking Operations, net interest income increased by SEK 343 M through a strong volume trend. The accrual of lending commission according to IFRS led to a decrease in net interest income by SEK 174 M. Net interest income in Baltic Banking Investments was charged with the accrual of interest in Hansabank's revalued loan portfolio and other investment adjustments amounting to SEK -238 M (-163). Swedbank Markets' net interest income decreased by SEK 61 M. In other business areas, net interest income increased by SEK 55 M.

Net commissions

Net commission income increased by 32 percent to SEK 4,451 M (3,364). Asset management commissions increased by 28 percent or SEK 1,851 M (1,450). Brokerage commissions more than doubled, increasing by SEK 351 M, from SEK 244 M to SEK 595 M.

Net commission income increased by SEK 475 M in Swedbank Markets, by SEK 353 M in Swedish Banking and Asset Management and Insurance, and by SEK 228 M in Baltic Banking.

Net gains and losses on financial items at fair value

Net gains and losses on items at fair value increased to SEK 1,292 M (1,162). Income from trading, derivatives and fair value options increased by SEK 295 M to SEK 1,010 M (715). Net gains and losses include an increased market value of the shares in SpareBank 1 Gruppen by SEK 342 M, according to the agreement to sell the shares. Interest income compensation from pre-paid loans, valued at cost, decreased from SEK 75 M to SEK 35 M. Changes in exchange rates amounted to SEK 247 M (372).

Net insurance

Net insurance includes life and non-life insurance operations in Asset Management and Insurance and Baltic Banking. Income from unit-linked insurance is included in net commission income. Net insurance premiums and provisions amounted to SEK 117 M (49).

Share of profit or loss in associates

The share of profit or loss in associates reported according to the equity method increased by 51 percent to SEK 195 M (129). EnterCard contributed SEK 35 M.

Other income

Other income decreased to SEK 506 M (1,394). Income in the corresponding period of 2005 included a capital gain of SEK 810 M on the sale of 50 percent of EnterCard.

Expenses

The Group's expenses increased by 7 percent or SEK 477 M to SEK 7,552 M (7,075). The increase is mainly due to higher expenses in Baltic Banking Operations of SEK 461 M, and in Swedbank Markets of SEK 334 M, while the expenses in Swedish Banking decreased by SEK 399 M.

Staff costs

Staff costs increased by 7 percent to SEK 4,307 M (4,033). Staff costs excluding profit-based staff costs and staff change costs increased by 9 percent to SEK 3,578 M (3,269). Profit-based staff costs amounted to SEK 704 M (627). In Swedish Banking, total staff costs decreased by 9 percent to SEK 2,033 M (2,226). In Baltic Banking Operations, staff costs amounted to SEK 727 M (531) and in Swedbank Markets to SEK 672 M (398).

Number of employees

	Jun 30	Dec 31	Jun 30
	2006	2005	2005
The Group excl. Baltic Banking	8,803	8,922	8,911
Baltic Banking	7,861	7,226	6,497
Total	16,664	16,148	15,408

Other general and administrative expenses

Other general administrative expenses increased by 7 percent to SEK 2,934 M (2,733). The increase is mainly due to higher expenses in Baltic Banking. In the Swedish Banking, expenses amounted to SEK 2,247 M (2,459), while in Baltic Banking they totaled SEK 661 M (395). During the period Baltic Banking's result was charged with a provision of SEK 144 M, due to the Russian VAT claims dispute.

Depreciation/amortization and impairments of tangible and intangible fixed assets

Depreciation/amortization of tangible and intangible fixed assets amounted to SEK 311 M (309).

IT expenses

IT expenses include all development and production expenses as well as computer equipment service costs and depreciation. IT expenses for the period, after deducting income from savings banks and partly owned banks, amounted to SEK 1,143 M (1,096).

Loan losses

The loan loss level decreased to -0.02 percent (0.05). Loan losses decreased to SEK -66 M (196). Baltic Banking Operation's loan losses amounted to SEK 136 M (122) with a loan loss level of 0.30 percent (0.45). The Group's doubtful claims, gross, amounted to SEK 1,905 M (2,261). Loan loss provisions amounted to SEK 3,563 M (3,988). A specification of loan losses and claims is provided in Notes 3 and 4.

Tax expense

Profit before tax amounted to SEK 6,635 M (6,794) and the tax expense was SEK 1,477 M (1,289), or an effective tax rate of 22 percent (19). The lower tax rate in the previous year was mainly due to a higher share of tax-exempt income compared with 2006.

Interest rate risk

An increase in all market interest rates of one percentage point as of June 30, 2006 would have reduced the value of the Group's interest-bearing assets and liabilities, including derivatives, by SEK 1,472 M (1,298). This calculation includes the portion of the parent company's deposits that have been assigned a duration of between 2 and 3 years. The decrease in the value of positions in Swedish Krona would have been SEK 1,493 M (1,276). Positions in foreign currency would have increased in value by SEK 21 M, whereas they would have decreased by SEK 22 M in the previous year. Comparative figures refer to December 31, 2005.

An interest rate increase of one percentage point would have reduced the Group's net gain and losses on items at fair value by SEK 208 M (19) as of June 30, 2006.

Capital adequacy

The capital adequacy ratio, which is calculated for the financial companies group, was 10.0 percent (9.7) on June 30, 2006, of which the primary capital ratio was 6.5 percent (6.5).

Primary capital as of June 30 includes profit for the period after deducting the estimated dividend. The risk-weighted amount for credit risks increased to SEK 643 billion (590) mainly due to volume increases in the parent company, Spintab and Hansabank. The risk-weighted amount for market risks decreased to SEK 21 billion (26).

Specification of capital adequacy

SEK M	Jun 30 2006	Dec 31 2005	Jun 30 2005
Primary capital	42,957	39,939	34,386
Supplementary capital	26,233	23,374	24,013
Less shares, etc.	-3,081	-3,945	-4,040
Expanded portion of capital base		361	880
Capital base	66,109	59,729	55,239
Risk-weighted amount for credit risks	643,178	590,261	563,045
Risk-weighted amount for market risks	20,513	25,791	28,500
Total risk-weighted amount	663,691	616,052	591,545
Capital adequacy ratio, %	10.0	9.7	9.3
Primary capital ratio, %	6.5	6.5	5.8

As of June 30, 2006 the FöreningsSparbanken financial companies group included the FöreningsSparbanken Group, EnterCard Holding AB, Eskilstuna Rekarne Sparbank AB, Färs och Frosta Sparbank AB, FöreningsSparbanken Sjuhärad AB, FöreningsSparbanken Söderhamn AB, Bergslagens Sparbank AB and Vimmerby Sparbank AB. The Group's insurance companies are not included according to the capital adequacy rules for financial groups.

Savings and investments

Customers' total savings and investments in FöreningsSparbanken amounted to SEK 763 billion (729) as of June 30, 2006, an increase of 5 percent or SEK 34 billion since the beginning of the year. Customers' deposits, excluding repurchase agreements (repos), increased by 6 percent or SEK 21 billion to SEK 346 billion (325). Deposits in Swedish kronor increased to SEK 258 billion (247) and deposits in foreign currency to SEK 88 billion (78). Robur's share of fund investments (net contributions) in the Swedish mutual fund market was 0 percent (17). For new sales of household deposits, the market share increased to 26 percent (24), and for new issue volumes of equity linked bonds it was 26 percent (21). The market share for total new savings from Swedish households decreased to 16 percent (19).

Savings and investments, Group

SEK billion	Jun 30 2006	Dec 31 2005	Change %	Jun 30 2005	Change %
Deposits from the public					
Households	169.8	151.3	12	147.0	16
Households, foreign currency	34.0	30.7	11	26.2	30
<i>of which Baltic Banking</i>	33.8	30.6	10	26.0	30
Businesses and other	88.2	96.1	-8	90.7	-3
Businesses and other, foreign currency	54.4	47.2	15	53.8	1
<i>of which Baltic Banking</i>	41.3	37.4	10	31.8	30
Total deposits from the public	346.4	325.3	6	317.7	9
Discretionary asset management *	24.3	24.0	1	20.8	17
Fund assets under management	371.0	364.5	2	328.9	13
<i>Of which unit-linked insurance in own companies</i>	57.4	54.0	6	48.4	19
Retail bonds, interest-bearing	1.1	2.0	-45	2.0	-45
Retail bonds, equity linked	20.4	12.7	61	11.5	77
Total savings and investments	763.2	728.5	5	680.9	12

* Excluding investments in Robur's funds.

Lending

The Group's total credit exposure, including contingent liabilities and derivatives, amounted to SEK 1,177 billion (1,106). Credit exposure in the Swedish market has increased by SEK 44 billion since December 31, 2005 and in the Baltic market by SEK 27 billion.

Lending, Group

SEK billion	Jun 30 2006	Dec 31 2005	Change %	Jun 30 2005	Change %
Private individuals	443.8	417.8	6	392.1	13
<i>of which Spintab</i>	<i>357.4</i>	<i>340.2</i>	<i>5</i>	<i>321.9</i>	<i>11</i>
Real estate management	174.9	164.0	7	157.2	11
Retail, hotels, restaurants	30.8	27.1	13	26.4	17
Construction	12.1	11.2	8	10.0	21
Manufacturing	28.0	23.7	18	22.2	26
Transportation	14.4	13.8	5	12.3	17
Forestry and agriculture	43.3	41.6	4	38.6	12
Other service businesses	30.4	25.5	20	21.2	43
Other business lending	60.2	57.0	6	58.4	3
Municipalities excl. municipal cos.	14.4	14.0	3	14.3	0
Total lending to the public	852.3	795.7	7	752.7	13
<i>of which Baltic Banking</i>	<i>108.9</i>	<i>88.5</i>	<i>23</i>	<i>69.3</i>	<i>57</i>
Credit institutions incl. Nat'l Debt Office	58.6	68.5	-14	63.2	-7
Repurchase agreements (repos)	132.5	110.6	20	100.0	32
Total lending	1,043.4	974.8	7	915.9	14

In the Swedish operations, lending increased by 5 percent to SEK 743 billion (707). Lending to private customers increased by 5 percent, while lending to corporate customers increased by 6 percent.

Lending by Baltic Banking increased to SEK 109 billion (88). Excluding the revaluation of the loan portfolio in connection with the acquisition of the remaining shares in Hansabank in 2005, this represents an increase of 24 percent since the start of the year. Lending to private customers increased by 26 percent to SEK 42 billion, while lending to corporate customers increased by 21 percent to SEK 67 billion.

Payments

Card payments

The trend towards greater card use continued in the second quarter of 2006. In Baltic Banking, 2.9 million bank cards are currently in issue, an increase of 21 percent since the corresponding period of 2005.

FöreningsSparbanken has 3.3 million bank cards in issue in the Swedish market. Compared with the corresponding period of 2005 the number of card purchases has increased by 18 percent and the number of card transactions cleared has increased by 23 percent in Sweden.

Giro payments

Customers continue to switch from paper-based giro payments to an electronic, Internet-based giro system through the Internet bank. Among private customers in the Swedish market, the number of paper-based giro accounts was 1.3 million (1.4) and the number of Internet-based accounts was 1.5 million (1.4). Comparative figures refer to December 31, 2005.

Electronic payments

With e-billing, bills are sent directly to the Internet bank, where customers can securely and conveniently approve payment. A total of 361 companies in Sweden offer the service, compared with 328 on December 31,

2005. The number of e-bills has increased steadily. During the first half year more than 750,000 e-bills were sent, compared with 631,000 in the corresponding period 2005.

Other

Sale of shares in SpareBank 1 Gruppen

FöreningsSparbanken has agreed to sell all its shares in SpareBank 1 Gruppen. The holding represents 19.5 percent of the shares in SpareBank 1 Gruppen. The total sale price is approximately SEK 800 M. The transaction is subject to approval from the Norwegian authorities, which was granted in August.

FöreningsSparbanken becomes Swedbank

FöreningsSparbanken AB will formally change its name to Swedbank AB in September 2006, when the Swedish Companies Registration Office is planned to register the changes in the articles of association necessary for the new name to take effect. October is the starting point for the external launch of the brand name Swedbank. The rebranding of the branches in Sweden will also start then, a task expected to take one year to complete.

Accounting principles

The interim report has been prepared in accordance with IAS 34. The accounting principles applied in the interim report comply with those applied in the preparation of the annual report for 2005.

As previously, the parent company prepares its accounts according to the Annual Accounts Act for Credit Institutions and Securities Companies, the directives of the Financial Supervisory Authority and recommendation RR 32 of the Swedish Financial Accounting Standards Council.

During the first quarter 2005 First Securities was consolidated using the equity method, which means that the net of income and expenses was accounted for in the share of profit or loss in associates. As of June 2005 First Securities was consolidated as a subsidiary due to increased shareholdings to 51 percent, resulting in a change to gross accounting of income and expenses in the profit and loss account.

The interim report for the second quarter 2005 was prepared according to the version of IAS 39 "Financial Instruments: Recognition and Measurement" then in effect. After the EU approved the use of the full fair value option for financial instruments in November 2005, FöreningsSparbanken began to value certain loan portfolios, securities in issue and deposits at fair value retroactively to the beginning of the year. The opening shareholders' equity balance in 2005 and the income statements and balance sheets for the first three quarters of the year have been restated. The effects are reported in the year-end report for 2005. Comparative figures for 2005 in this report are therefore restated and differ from those published in the interim report for the second quarter of 2005.

Events after June 30, 2006

No significant events have occurred since June 30, 2006.

Key ratios for the Group

Key ratios are based on profit and shareholders' equity allocated to shareholders of FöreningsSparbanken.

	Q2 2006	Q2 2005	Jan-Jun 2006	Jan-Jun 2005	Full-year 2005
Return on equity, %	20.2	27.4	18.5	23.1	24.6
Return on total assets, %			1.05	1.24	1.33
Earnings per share, SEK ¹⁾	5.40	6.21	9.81	10.28	23.14
Earnings per share after dilution ²⁾	5.40	6.21	9.81	10.28	23.14
Equity per share, SEK ³⁾			105.78	90.90	104.07
Equity per share after dilution, SEK ⁴⁾			105.78	90.89	104.07
C/I ratio before loan losses	0.51	0.48	0.53	0.50	0.48
Capital adequacy ratio, %			10.0	9.3	9.7
Primary capital ratio, %			6.5	5.8	6.5
Loan loss ratio, net, %			-0.02	0.05	0.04
Share of doubtful claims, %			0.09	0.17	0.12
Provision ratio for doubtful claims (Note 4), %			187	159	171
1) Average number of shares outstanding	515,373,412	512,871,312	515,373,412	512,871,312	513,412,862
2) Average number of shares outstanding after dilution				512,903,531	513,412,862
3) Number of shares outstanding	515,373,412	512,871,312	515,373,412	512,871,312	515,373,412
4) Number of shares outstanding after dilution				512,903,531	515,373,412

Consolidated income statement

SEK M	Jan-Jun 2006	Jan-Jun 2005	%	Q2 2006	Q2 2005	%	Full-year 2005
Interest income	18,339	17,350	6	9,429	8,725	8	34,204
Interest expenses	-10,779	-9,383	15	-5,646	-4,697	20	-18,665
Net interest income	7,560	7,967	-5	3,783	4,028	-6	15,539
Commission income	5,730	4,515	27	3,047	2,427	26	9,525
Commissions expenses	-1,279	-1,151	11	-694	-593	17	-2,355
Net commissions (Note 1)	4,451	3,364	32	2,353	1,834	28	7,170
Net gains and losses on financial items at fair value (Note 2)	1,292	1,162	11	1,032	785	31	2,957
Insurance premiums	652	577	13	344	280	23	1,114
Insurance provisions	-535	-528	1	-244	-262	-7	-960
Net insurance	117	49		100	18		154
Share of profit or loss in associates	195	129	51	58	57	2	301
Other income	506	1,394	-64	252	1,069	-76	3,339
Total income	14,121	14,065	0	7,578	7,791	-3	29,460
Staff costs	-4,307	-4,033	7	-2,203	-2,153	2	-8,191
Other general administrative expenses	-2,934	-2,733	7	-1,543	-1,416	9	-5,362
Total general administrative expenses	-7,241	-6,766	7	-3,746	-3,569	5	-13,553
Depreciation/amortization and impairments of tangible and intangible fixed assets	-311	-309	1	-156	-173	-10	-603
Total expenses	-7,552	-7,075	7	-3,902	-3,742	4	-14,156
Profit before loan losses	6,569	6,990	-6	3,676	4,049	-9	15,304
Loan losses, net (Note 3)	66	-196		116	-97		-294
Operating profit	6,635	6,794	-2	3,792	3,952	-4	15,010
Tax expenses	-1,477	-1,289	15	-938	-736	27	-2,781
Profit for the period	5,158	5,505	-6	2,854	3,216	-11	12,229
<i>Profit for the period attributable to:</i>							
Shareholders of FöreningsSparbanken AB	5,056	5,272	-4	2,786	3,184	-13	11,879
Minority interest	102	233	-56	68	32		350
Earnings per share, SEK ¹⁾	9.81	10.28		5.40	6.21		23.14
Earnings per share after dilution, SEK ¹⁾	9.81	10.28		5.40	6.21		23.14

¹⁾ See key ratios on page 12 for number of shares.

Quarterly profit trend for the Group

SEK M	Q2 2006	Q1 2006	Q4 2005	Q3 2005	Q2 2005	Q1 2005
Net interest income	3,783	3,777	3,712	3,860	4,028	3,939
Net commissions	2,353	2,098	1,896	1,910	1,834	1,530
Net gains and losses on financial items at fair value	1,032	260	1,006	789	785	377
Net insurance	100	17	67	38	18	31
Share of profit or loss in associates	58	137	48	124	57	72
Other income	252	254	268	1,677	1,069	325
Total income	7,578	6,543	6,997	8,398	7,791	6,274
Staff costs	-2,203	-2,104	-2,109	-2,049	-2,153	-1,880
Other general administrative expenses	-1,543	-1,391	-1,447	-1,182	-1,416	-1,317
Total general administrative expenses	-3,746	-3,495	-3,556	-3,231	-3,569	-3,197
Depreciation/amortization and impairments of tangible and intangible fixed assets	-156	-155	-161	-133	-173	-136
Total expenses	-3,902	-3,650	-3,717	-3,364	-3,742	-3,333
Profit before loan losses	3,676	2,893	3,280	5,034	4,049	2,941
Loan losses, net	116	-50	-1	-97	-97	-99
Operating profit	3,792	2,843	3,279	4,937	3,952	2,842
Tax expenses	-938	-539	-675	-817	-736	-553
Profit for the period	2,854	2,304	2,604	4,120	3,216	2,289
<i>Profit for the period attributable to:</i>						
Shareholders of FöreningsSparbanken AB	2,786	2,270	2,570	4,037	3,184	2,088
Minority interest	68	34	34	83	32	201

Business area report Jan-Jun 2006

SEK M	Swedish Banking		Baltic Banking Operations		Baltic Banking Investments		Swedbank Markets		Asset Management and Insurance		Shared Services and new operations		Eliminations		Group	
	2006	2005	2006	2005	2006	2005	2006	2005	2006	2005	2006	2005	2006	2005	2006	2005
Net interest income	5,602	6,271	1,741	1,398	-238	-163	368	429	11	16	25	-83	51	99	7,560	7,967
Net commissions	2,063	1,885	730	502			868	393	790	615	0	-31	0	0	4,451	3,364
Net gains and losses on financial items at fair value	259	177	293	258	-19	-19	654	349	0	8	139	488	-53	-99	1,292	1,162
Share of profit or loss in associates	165	79	2	1			0	22			28	27			195	129
Other income	302	1,243	125	56			21	49	85	56	1,585	1,640	-1,495	-1,601	623	1,443
Total income	8,391	9,655	2,891	2,215	-238	-182	1,911	1,242	886	695	1,777	2,041	-1,497	-1,601	14,121	14,065
Staff costs	-2,033	-2,226	-727	-531			-672	-398	-154	-143	-723	-743	2	8	-4,307	-4,033
IT expenses	-422	-380	-110	-80			-112	-113	-49	-50	-432	-401	518	406	-607	-618
Other expenses	-1,825	-2,079	-551	-315		-1	-218	-159	-124	-114	-586	-634	977	1,187	-2,327	-2,115
Depreciation/amortization	-51	-45	-79	-80		-44	-6	-4	-1	-1	-122	-135			-311	-309
Total expenses	-4,331	-4,730	-1,467	-1,006	-52	-45	-1,008	-674	-328	-308	-1,863	-1,913	1,497	1,601	-7,552	-7,075
Profit before loan losses	4,060	4,925	1,424	1,209	-290	-227	903	568	558	387	-86	128			6,569	6,990
Loan losses, net	197	-35	-136	-122		1	4	-26			1	-14			66	-196
Operating profit	4,257	4,890	1,288	1,087	-290	-226	907	542	558	387	-85	114			6,635	6,794
Return on allocated equity, %	22.0	29.2	26.3	33.0			30.0	22.9	48.1	35.9	6.3	6.7			18.5	23.1
C/I ratio before loan losses	0.52	0.49	0.51	0.45			0.53	0.54	0.37	0.44	1.05	0.94			0.53	0.50
Full-time employees	6,159	6,312	7,861	6,497			703	683	262	250	1,679	1,666			16,664	15,408

Business area accounting principles

The business area report is based on FöreningsSparbanken's accounting principles, organization and internal accounts.

As of the first quarter 2006 the business operations of Baltic Banking are separated in the business area report from the effects of FöreningsSparbanken's acquisition and ownership of Hansabank in the consolidated group accounting. This facilitates a clearer analysis of how the business operations of Baltic Banking are developing. Comparative figures have been restated accordingly. Comments on Baltic Banking in this report refer to business operations, unless otherwise indicated.

Market-based compensation is applied between business areas, while all expenses for IT, other shared service and group staff are transferred at full cost-based internal prices to the business areas. Executive management expenses are not distributed.

The Group's equity allocated to shareholders is distributed to each business area based on capital adequacy rules and estimated capital requirements.

Return on equity for the business areas is based on operating profit less estimated tax and minority interests in relation to allocated equity.

Swedish Banking

Swedish Banking is FöreningsSparbanken's dominant business area, comprising a network of 475 branches organized in 46 local banks in five regions. The cooperation with the savings and partly owned banks adds another 276 branches. The branch network is complemented by 193 in-store banking locations. The agreement with Svensk Kassaservice also gives customers access to certain transactions at 584 offices, while the agreement with ICA Banken allows customers to withdraw cash at 1,400 ICA supermarkets. Responsibility for Swedish customers, with the exception of financial institutions, rests with the bank branches or special business units within the regions. Of the business area's 6,200 full-time employees, around 4,800 are placed in the five regions.

The business area also comprises the Telephone bank and the Internet bank as well as the subsidiaries Spintab and FöreningsSparbanken Finans, whose products are sold through FöreningsSparbanken and the cooperating savings banks' distribution network. The subsidiaries FöreningsSparbanken Fastighetsbyrå (real estate brokerage), FöreningsSparbanken Juristbyrå (legal services) and FöreningsSparbanken Företagsförmedling (company sales) operate according to a franchise concept.

The Customer and Product Offerings unit produces and coordinates offerings for various customer groups and is responsible for the development and launch of new products based on customer needs.

Swedish Banking also includes the private banking operations of the subsidiary Swedbank Luxembourg, whose customers are predominantly Swedish expatriates, as well as the jointly owned card company EnterCard, with operations in Sweden and Norway. Robur, which specializes in mutual fund and asset management, pensions and insurance, is disclosed separately from Swedish Banking in the business area report.

Profit trend

SEK M	Jan-Jun 2006	Jan-Jun 2005	Q2 2006	Q1 2006	Q4 2005	Q3 2005	Q2 2005
Net interest income	5,602	6,271	2,850	2,752	2,916	3,099	3,108
Net commissions	2,063	1,885	1,023	1,040	986	983	1,004
Net gains and losses on financial items at fair value	259	177	212	47	111	258	288
Share of profit or loss in associates	165	79	42	123	31	95	33
Other income	302	1,243	150	152	170	1,610	983
Total income	8,391	9,655	4,277	4,114	4,214	6,045	5,416
Staff costs	-2,033	-2,226	-1,035	-998	-1,121	-1,052	-1,185
IT expenses	-422	-380	-209	-213	-193	-163	-192
Other expenses	-1,825	-2,079	-917	-908	-1,036	-924	-1,081
Depreciation/amortization	-51	-45	-28	-23	-23	-20	-23
Total expenses	-4,331	-4,730	-2,189	-2,142	-2,373	-2,159	-2,481
Profit before loan losses	4,060	4,925	2,088	1,972	1,841	3,886	2,935
Loan losses, net	197	-35	191	6	43	-35	25
Operating profit	4,257	4,890	2,279	1,978	1,884	3,851	2,960
Tax expenses	-1,192	-1,114	-640	-552	-535	-664	-574
Profit for the period	3,065	3,776	1,639	1,426	1,349	3,187	2,386
Profit for the period attributable to:							
Shareholders of FöreningsSparbanken AB	3,062	3,774	1,637	1,425	1,348	3,185	2,386
Minority interest	3	2	2	1	1	2	0
Allocated equity	27,838	25,818	28,238	27,438	27,201	26,813	26,247
Return on allocated equity, %	22.0	29.2	23.2	20.8	19.8	47.5	36.4
Income items							
Income from external customers	7,443	9,056	3,816	3,627	3,856	5,695	5,121
Income from transactions with other segments	948	599	461	487	358	350	295
Business volumes, SEK billion							
Lending	724	668	724	701	688	673	668
Deposits	248	230	248	235	234	234	230
Mutual funds & insurance	235	215	235	251	236	228	215
Other investment volume	18	13	18	17	16	13	13
Investments in associates, SEK billion	2	1	2	2	2	1	1
Risk-weighted volume, SEK billion	499	455	499	479	467	453	455
Total assets, SEK billion	818	765	818	775	766	752	765
Total liabilities, SEK billion	790	739	790	748	740	726	739
Full-time employees	6,159	6,312	6,159	6,205	6,266	6,287	6,312

Operating profit amounted to SEK 4,257 M and was SEK 633 M or 13 percent lower than the previous year.

Income decreased by SEK 1,264 M or 13 percent to SEK 8,391 M, and expenses decreased by SEK 399 M or 8 percent to SEK 4,331 M. The changes are primarily the result of ownership changes in Kundinkasso and EnterCard.

Recoveries exceeded loan losses, with the net amounting to SEK 197 M, against SEK -35 M in the previous year. The loan loss level was -0.06 percent (0.02). The return on allocated equity was 22.0 percent (29.2).

Operating profit for the second quarter 2006 amounted to SEK 2,279 M and was SEK 301 M or 15 percent higher than the first quarter 2006. The increase was mainly due to an increase in net interest income and lower loan losses.

The number of full-time positions decreased by 153 compared with the previous year.

Baltic Banking

Baltic Banking Operations is defined as the subsidiary Hansabank, including an adjustment for lower allocated equity compared with Hansabank's statutory equity. The adjustment is made in accordance with estimated equity needs. From this follows an adjustment compared with reports Hansabank publishes. Hansabank has business operations in Estonia, Latvia, Lithuania and Russia.

The effect of FöreningsSparbanken's acquisition and ownership of Hansabank is reported in Baltic Banking Investments. These effects include goodwill, deduction of the minority interest, the equity during the period the subsidiary was not wholly-owned and the amortization of the revalued loan portfolio identified during the acquisition in April 2005.

Baltic Banking Operations

Profit trend

SEK M	Jan-Jun 2006	Jan-Jun 2005	Q2 2006	Q1 2006	Q4 2005	Q3 2005	Q2 2005
Net interest income	1,741	1,398	919	822	852	785	746
Net commissions	730	502	378	352	316	284	268
Net gains and losses on financial items at fair value	293	258	146	147	142	167	137
Share of profit or loss in associates	2	1	2	0	2	1	1
Other income	125	56	87	38	29	33	35
Total income	2,891	2,215	1,532	1,359	1,341	1,270	1,187
Staff costs	-727	-531	-375	-352	-346	-297	-276
IT expenses	-110	-80	-60	-50	-56	-46	-45
Other expenses	-551	-315	-341	-210	-261	-163	-178
Depreciation/amortization	-79	-80	-40	-39	-40	-39	-39
Total expenses	-1,467	-1,006	-816	-651	-703	-545	-538
Profit before loan losses	1,424	1,209	716	708	638	725	649
Loan losses, net	-136	-122	-79	-57	-57	-65	-81
Operating profit	1,288	1,087	637	651	581	660	568
Tax expenses	-130	-75	-76	-54	-34	-32	-38
Profit for the period	1,158	1,012	561	597	547	628	530
Allocated equity	8,785	6,126	9,239	8,331	7,905	7,419	6,453
Return on allocated equity, %	26.3	33.0	24.2	28.7	27.7	33.9	32.9
Income items							
Income from external customers	2,891	2,215	1,532	1,359	1,341	1,270	1,187
Business volumes, SEK billion							
Lending	108	67	108	99	87	75	67
Deposits	75	58	75	72	68	59	58
Mutual funds & insurance	9	6	9	9	8	7	6
Investments in associates, SEK billion	0	0	0	0	0	0	0
Risk-weighted volume, SEK billion	110	92	110	101	91	79	92
Total assets, SEK billion	141	94	141	130	118	101	94
Total liabilities, SEK billion	132	88	132	122	111	94	88
Full-time employees	7,861	6,497	7,861	7,459	7,226	6,847	6,497

Operating profit amounted to SEK 1,288 M, an increase of SEK 201 M or 18 percent from the previous year. The return on allocated equity was 26.3 percent (33.0).

Operating profit for the second quarter 2006 amounted to SEK 637 M and was SEK 14 M or 2 percent lower than the first quarter 2006. The second quarter result was charged with a provision of SEK 114 M due to a VAT claim dispute in Russia. During the first quarter of 2006 an initial provision of SEK 30 M was allocated.

The number of employees increased by 1,364 compared with the previous year and by 402 compared with the previous quarter. The increase is due to organic growth in the Baltic region and expansion in Russia.

Baltic Banking, Operations and Investment, total

Profit trend

SEK M	Jan-Jun 2006	Jan-Jun 2005	Q2 2006	Q1 2006	Q4 2005	Q3 2005	Q2 2005
Net interest income	1,503	1,235	805	698	720	711	596
Net commissions	730	502	378	352	316	284	268
Net gains and losses on financial items at fair value	293	239	146	147	142	167	134
Share of profit or loss in associates	2	1	2	0	2	1	1
Other income	125	56	87	38	29	33	35
Total income	2,653	2,033	1,418	1,235	1,209	1,196	1,034
Staff costs	-727	-531	-375	-352	-346	-297	-276
IT expenses	-110	-80	-60	-50	-56	-46	-45
Other expenses	-551	-316	-341	-210	-248	-164	-178
Depreciation/amortization	-131	-124	-66	-65	-67	-42	-80
Total expenses	-1,519	-1,051	-842	-677	-717	-549	-579
Profit before loan losses	1,134	982	576	558	492	647	455
Loan losses, net	-136	-121	-79	-57	-57	-65	-80
Operating profit	998	861	497	501	435	582	375
Tax expenses	-130	-75	-76	-54	-42	-32	-38
Profit for the period	868	786	421	447	393	550	337
Profit for the period attributable to:							
Shareholders of FöreningsSparbanken AB	867	584	420	447	393	488	334
Minority interest	1	202	1	0	0	62	3
Allocated equity	16,144	7,586	16,275	16,013	15,199	14,714	10,743
Return on allocated equity, %	10.7	15.4	10.3	11.2	10.3	13.3	12.4
Income items							
Income from external customers	2,891	2,215	1,532	1,359	1,341	1,270	1,187
Business volumes, SEK billion							
Lending	109	69	109	99	89	77	69
Deposits	75	58	75	72	68	59	58
Mutual funds & insurance	9	6	9	9	8	7	6
Investments in associates, SEK billion	0	0	0	0	0	0	0
Risk-weighted volume, SEK billion	110	81	110	101	98	86	81
Total assets, SEK billion	153	104	153	143	130	113	104
Total liabilities, SEK billion	137	96	137	127	119	103	96
Full-time employees	7,861	6,497	7,861	7,459	7,226	6,847	6,497

Swedbank Markets

Swedbank Markets comprises capital market products and various types of project and corporate finance. It also has customer responsibility for financial institutions. In addition to operations in Sweden, the business area includes the international branch in New York, First Securities in Norway and a representative office in Shanghai.

Swedbank Markets offers trading in securities and derivatives in the equity, fixed income and foreign exchange markets, as well as financing solutions and professional analysis and advice. The research unit issues a continuous stream of analyses of about 150 Nordic companies. For individual investors, Swedbank Markets offers stock trading and broad-market products such as equity linked bonds. The sale of these products is done through the Group's Swedish branch network, through savings banks and partly owned banks, and through the Internet bank and telephone bank.

During the first quarter of 2005 First Securities was consolidated using the equity method, which means that the net of income and expenses was accounted for in the share of profit or loss of associates. As of June 2005 First Securities was consolidated as a subsidiary, resulting in a change to gross accounting of income and expenses in the profit and loss account.

Profit trend

SEK M	Jan-Jun 2006	Jan-Jun 2005	Q2 2006	Q1 2006	Q4 2005	Q3 2005	Q2 2005
Net interest income	368	429	183	185	250	210	205
Net commissions	868	393	542	326	283	250	282
Net gains and losses on financial items at fair value	654	349	379	275	262	143	185
Share of profit or loss in associates	0	22	0	0	3	0	7
Other income	21	49	9	12	14	15	33
Total income	1,911	1,242	1,113	798	812	618	712
Staff costs	-672	-398	-382	-290	-293	-250	-244
IT expenses	-112	-113	-53	-59	-59	-53	-62
Other expenses	-218	-159	-120	-98	-124	-86	-86
Depreciation/amortization	-6	-4	-3	-3	-5	-3	-2
Total expenses	-1,008	-674	-558	-450	-481	-392	-394
Profit before loan losses	903	568	555	348	331	226	318
Loan losses, net	4	-26	0	4	18	1	-25
Operating profit	907	542	555	352	349	227	293
Tax expenses	-254	-150	-156	-98	-98	-65	-71
Profit for the period	653	392	399	254	251	162	222
Profit for the period attributable to:							
Shareholders of FöreningsSparbanken AB	555	363	334	221	218	143	193
Minority interest	98	29	65	33	33	19	29
Allocated equity	3,696	3,177	3,773	3,619	3,879	3,879	3,365
Return on allocated equity, %	30.0	22.9	35.4	24.4	22.5	14.7	22.9
Income items							
Income from external customers	1,768	1,092	1,048	720	733	546	629
Income from transactions with other segments	143	150	65	78	79	72	83
Business volumes, SEK billion							
Lending	14	16	14	16	19	16	16
Deposits	23	30	23	24	23	26	30
Mutual funds & insurance	1	1	1	2	2	1	1
Other investment volume	20	15	20	20	18	16	15
Investments in associates, SEK billion	0	0	0	0	0	0	0
Risk-weighted volume, SEK billion	44	47	44	47	47	50	47
Total assets, SEK billion	333	313	333	356	305	312	313
Total liabilities, SEK billion	329	310	329	352	302	309	310
Full-time employees	703	683	703	690	714	686	683

Operating profit was SEK 907 M, which is SEK 365 M or 67 percent higher than the previous year.

Income from First Securities amounted to SEK 673 M (165) and expenses to SEK 399 M (85).

The return on allocated equity was 30.0 percent (22.9).

Operating profit for the second quarter 2006 amounted to SEK 555 M and was SEK 203 M or 58 percent higher than the first quarter 2006. Income from First Securities increased by SEK 193 M during the second quarter and amounted to SEK 433 M, compared with SEK 240 M in the first quarter 2006. Expenses amounted to SEK 248 M compared with SEK 151 M in the first quarter 2006.

Asset Management and Insurance

Asset Management and Insurance comprises the Robur Group and its operations in fund management, institutional and discretionary asset management, insurance and individual pension savings.

Profit trend

SEK M	Jan-Jun 2006	Jan-Jun 2005	Q2 2006	Q1 2006	Q4 2005	Q3 2005	Q2 2005
Net interest income	11	16	3	8	11	5	7
Net commissions	790	615	408	382	305	338	313
Net gains and losses on financial items at fair value	0	8	-3	3	3	3	5
Other income	85	56	58	27	74	31	28
Total income	886	695	466	420	393	377	353
Staff costs	-154	-143	-81	-73	-76	-71	-77
IT expenses	-49	-50	-29	-20	-34	-25	-27
Other expenses	-124	-114	-65	-59	-65	-53	-54
Depreciation/amortization	-1	-1	0	-1	0	-1	0
Total expenses	-328	-308	-175	-153	-175	-150	-158
Profit before loan losses	558	387	291	267	218	227	195
Operating profit	558	387	291	267	218	227	195
Tax expenses	-156	-87	-81	-75	-46	-50	-44
Profit for the period	402	300	210	192	172	177	151
Allocated equity	1,671	1,669	1,672	1,670	1,669	1,669	1,668
Return on allocated equity, %	48.1	35.9	50.2	46.0	41.2	42.4	36.2
Income items							
Income from external customers	1,902	1,510	946	956	915	824	759
Income from transactions with other segments	-1,016	-815	-480	-536	-522	-447	-406
Business volumes, SEK billion							
Mutual funds & insurance	362	323	362	388	357	343	323
Other investment volume	24	21	24	26	24	23	21
Risk-weighted volume, SEK billion	0	0	0	0	0	0	0
Total assets, SEK billion	64	54	64	68	60	58	54
Total liabilities, SEK billion	62	52	62	66	58	56	52
Full-time employees	262	250	262	262	255	251	250

Operating profit amounted to SEK 558 M, an increase of SEK 171 M or 44 percent compared with the previous year. Compared with the first quarter 2006 operating profit increased by 9 percent.

The return on allocated equity was 48.1 percent (35.9).

Fund savings, volumes and flows

Gross contributions to Robur's own mutual funds and those it markets amounted to SEK 54.9 billion (34.6) during the first half year 2006, while withdrawals amounted to SEK 54.7 billion (26.7). Thus, the net inflow to Robur's own and brokered funds during the first half of 2006 was SEK 0.2 billion, against SEK 7.9 billion during the corresponding period of the previous year. Of net contributions, SEK 4.3 billion (3.9) was from premium pension investments and SEK 2.6 billion (0.6) from unit-linked insurance in Robur Försäkring.

Robur's assets under management as of June 30, 2006 amounted to SEK 360 billion (355). The change is due to an appreciation in the value of fund assets of SEK 5.0 billion, mainly from rising stock prices during the year. The institutional asset management operations managed SEK 57 billion (54), of which SEK 33 billion (30) was invested in Robur funds.

Robur's share of net contributions in the Swedish mutual fund market was 0 percent (17) for the first half year 2006. Robur's share of assets under management in the fund market was 26 percent (28) on March 31, 2006.

	Jun 30	Dec 31	Jun 30
Fund management	2006	2005	2005
Assets under management (SEK billion)	360	355	322
<i>Of which: Swedish equities, %</i>	<i>30.9</i>	<i>30.5</i>	<i>28.8</i>
<i>Foreign equities, %</i>	<i>36.0</i>	<i>36.7</i>	<i>37.1</i>
<i>Interest-bearing securities, %</i>	<i>33.1</i>	<i>32.8</i>	<i>34.1</i>
Number of customers (thousands)	2,783	2,793	2,792
Unit-linked insurance			
Assets under management (SEK billion)	59.2	54.7	48.7
<i>Of which in Robur funds</i>	<i>57.4</i>	<i>54.0</i>	<i>48.4</i>
Number of policies (thousands)	810	758	760
Discretionary asset management			
Assets under management (SEK billion)	57	54	47
<i>Of which in Robur funds</i>	<i>33</i>	<i>30</i>	<i>26</i>

Unit-linked insurance

Sales (premiums paid) of unit-linked insurance during the first half of 2006 amounted to SEK 6.2 billion (4.3). Robur Försäkring's assets under management amounted to SEK 59.2 billion (54,7) as of June 30, 2006. The market share for new unit-linked insurance was 11 percent (12) on March 31, 2006. Robur Försäkring had 810,000 (760,000) policies as of June 30, 2006, in addition to around 1 million group life insurance policies.

Fund management results

The majority of Robur's funds had a positive return during the period. Swedish equity funds increased in value by between 5 and 7 percent, while the return on the Alleman funds was 2 percent. Balanced funds increased between 0 and 3 percent, while Swedish fixed income funds gained 0 to 1 percent. Among equity funds, 89 percent posted higher returns than their comparative indexes. The Small Cap European and Vasalopp funds had the highest returns relative to their indexes. All balanced funds outperformed their comparative indexes, while fixed income funds outperformed 38 percent of theirs. Morningstar's average rating on Robur's funds as of June 30 was 3.41 (3.33).

Shared Services and new operations

The business area includes IT and other service functions, Treasury, Group Staffs; the Group's own insurance company, Sparia, the international branches in Norway, Finland and Denmark, the representative office in Tokyo, the shareholding in SpareBank 1 Gruppen and the primary capital certificates in the Norwegian savings banks.

Profit trend

SEK M	Jan-Jun 2006	Jan-Jun 2005	Q2 2006	Q1 2006	Q4 2005	Q3 2005	Q2 2005
Net interest income	25	-83	7	18	-43	-88	-88
Net commissions	0	-31	1	-1	4	57	-30
Net gains and losses on financial items at fair value	139	488	235	-96	305	168	373
Share of profit or loss in associates	28	27	14	14	12	28	16
Other income	1,585	1,640	817	768	889	697	859
Total income	1,777	2,041	1,074	703	1,167	862	1,130
Staff costs	-723	-743	-332	-391	-287	-387	-370
IT expenses	-432	-401	-229	-203	-189	-166	-212
Other expenses	-586	-634	-288	-298	-227	-194	-334
Depreciation/amortization	-122	-135	-59	-63	-66	-67	-68
Total expenses	-1,863	-1,913	-908	-955	-769	-814	-984
Profit before loan losses	-86	128	166	-252	398	48	146
Loan losses, net	1	-14	4	-3	-5	2	-17
Operating profit	-85	114	170	-255	393	50	129
Tax expenses	255	137	15	240	46	-6	-9
Profit for the period	170	251	185	-15	439	44	120
Allocated equity	5,369	7,454	4,661	6,078	4,360	2,556	4,139
Return on allocated equity, %	6.3	6.7	15.9	neg.	40.3	6.9	11.6
Income items							
Income from external customers	443	513	367	76	288	196	388
Income from transactions with other segments	1,334	1,528	707	627	879	666	742
Business volumes, SEK billion							
Lending	5	0	5	4	0	0	0
Investments in associates, SEK billion	0	0	0	0	0	1	0
Risk-weighted volume, SEK billion	10	9	10	5	4	4	9
Total assets, SEK billion	210	150	210	172	167	149	150
Total liabilities, SEK billion	205	142	205	165	155	139	142
Full-time employees	1,679	1,666	1,679	1,679	1,687	1,681	1,666

Operating profit amounted to SEK -85 M, a decrease of SEK 199 M compared with the previous year. Compared with the first quarter of 2006 operating profit increased by SEK 425 M. The increase was mainly due to an increased market value of the shares in SpareBank 1 Gruppen, which is the result of the agreement to sell the shares.

Eliminations

SEK M	Jan-Jun 2006	Jan-Jun 2005	Q2 2006	Q1 2006	Q4 2005	Q3 2005	Q2 2005
Net interest income	51	99	-65	116	-142	-77	200
Net commissions	0	0	1	-1	2	-2	-3
Net gains and losses on financial items at fair value	-53	-99	63	-116	183	50	-200
Other income	-1,495	-1,601	-769	-726	-841	-671	-851
Total income	-1,497	-1,601	-770	-727	-798	-700	-854
Staff costs	2	8	2	0	14	8	-1
IT expenses	518	406	269	249	221	165	206
Other expenses	977	1,187	499	478	563	527	649
Total expenses	1,497	1,601	770	727	798	700	854
Business volumes, SEK billion							
Mutual funds & insurance	-236	-216	-236	-253	-246	-236	-216
Other investment volume	-16	-11	-16	-16	-14	-11	-11
Total assets	-304	-216	-304	-249	-231	-220	-216
Total liabilities	-304	-216	-304	-249	-231	-220	-216

Parent Company income statement

SEK M	Jan-Jun 2006	Jan-Jun 2005	%	Q2 2006	Q2 2005	%	Full-year 2005
Interest income	11,117	9,556	16	5,841	5,169	13	18,538
Interest expenses	-7,710	-6,262	23	-3,929	-3,567	10	-11,866
Net interest income	3,407	3,294	3	1,912	1,602	19	6,672
Dividends received	481	356	35	311	238	31	1,125
Commission income	3,269	2,810	16	1,694	1,458	16	5,943
Commission expenses	-714	-570	25	-386	-293	32	-1,284
Net commissions (Note 1)	2,555	2,240	14	1,308	1,165	12	4,659
Net gains and losses on financial items at fair value (Note 2)	814	619	32	350	301	16	1,844
Other income	459	1,335	-66	237	1,121	-79	3,550
Total income	7,716	7,844	-2	4,118	4,427	-7	17,850
General administrative expenses							
- Staff costs	-3,033	-3,155	-4	-1,513	-1,666	-9	-6,255
- Other expenses	-2,026	-2,151	-6	-1,022	-1,149	-11	-4,076
Total general administrative expenses	-5,059	-5,306	-5	-2,535	-2,815	-10	-10,331
Depreciation and impairments of tangible fixed assets	-137	-156	-12	-70	-78	-10	-306
Amortization of goodwill	-59	-59	0	-29	-29	0	-119
Total expenses	-5,255	-5,521	-5	-2,634	-2,922	-10	-10,756
Profit before loan losses	2,461	2,323	6	1,484	1,505	-1	7,094
Loan losses, net (Note 3)	212	-135		200	-39		-184
Impairment of financial fixed assets							-11
Operating profit	2,673	2,188	22	1,684	1,466	15	6,899
Appropriations	-8	-9	-11	-4	-4		-221
Tax expenses	-518	-283	83	-341	-108		-1,211
Profit for the period	2,147	1,896	13	1,339	1,354	-1	5,467

Balance sheet

SEK M	Group			Parent Company		
	Jun 30 2006	Dec 31 2005	Jun 30 2005	Jun 30 2006	Dec 31 2005	Jun 30 2005
Assets						
Loans to credit institutions	150,180	152,348	125,919	286,688	258,445	220,714
Loans to the public	893,206	822,425	789,968	268,201	235,095	241,276
Interest-bearing securities	86,190	87,506	79,915	92,211	91,396	89,916
Shares and participating interests - for which customers bear the investment risk	68,217 58,493	63,338 55,008	56,961 49,073	45,165	44,233	44,221
Derivatives	24,854	32,170	59,498	22,798	25,640	46,981
Other assets	51,481	39,496	55,951	15,467	12,612	18,624
Total assets	1,274,128	1,197,283	1,168,212	730,530	667,421	661,732
Liabilities and equity						
Amounts owed to credit institutions	128,886	110,066	139,968	177,549	145,799	180,663
Deposits and borrowings from the public	372,712	338,894	318,651	296,756	269,417	258,960
Debt securities in issue, etc	535,095	517,582	487,551	117,766	117,453	81,714
Financial liabilities for which customers bear the investment risk	58,643	55,249	49,106			
Derivatives	30,815	30,144	47,297	24,919	26,205	44,492
Other liabilities and provisions	58,607	59,258	47,185	46,473	42,428	35,132
Subordinated liabilities	34,512	32,221	31,655	30,491	27,982	26,406
Untaxed reserves				3,358	3,358	3,122
Equity	54,858	53,869	46,799	33,218	34,779	31,243
- <i>Minority</i>	341	232	180			
- <i>Shareholders</i>	54,517	53,637	46,619	33,218	34,779	31,243
Total liabilities and equity	1,274,128	1,197,283	1,168,212	730,530	667,421	661,732
Assets pledged for own liabilities				67,061	70,557	39,376
Other assets pledged				11,165	11,747	11,683
Contingent liabilities				40,302	33,791	32,752
Commitments				94,318	90,649	86,848

Cash flow statements

SEK M	Group			Parent Company		
	Q2 2006	Q2 2005	Full-year 2005	Q2 2006	Q2 2005	Full-year 2005
Cash and cash equivalents at beginning of period *)	89,514	80,032	80,032	96,074	69,537	69,537
Operating activities	-24,501	-9,431	-44,719	-14,093	7,646	1,011
Investing activities	-427	-14,405	-12,788	-74	-14,287	-11,939
Financing activities	24,315	42,151	66,192	7,120	19,581	37,465
Cash flow for the period	-613	18,315	8,685	-7,047	12,940	26,537
Exchange rate differences on cash and cash equivalents	-382	629	470			
Cash and cash equivalents in acquired entities		327	327			
Cash and cash equivalents at end of period *)	88,519	99,303	89,514	89,027	82,477	96,074
*) of which, securities pledged for OMX						
- at beginning of period	2,729	2,296	2,296	2,729	2,296	2,296
- at end of period	2,208	2,595	2,729	2,208	2,595	2,729

Turnover of own debt instruments

The FöreningsSparbanken Group issues and repurchases its own debt instruments. This turnover is mainly intended for the Group's securities operations and also as a component in financing its operations.

Turnover during the first six months was as follows:

Interest-bearing securities, bonds and commercial paper:

Issued (sold): SEK 115 billion

Redeemed (bought): SEK 129 billion

Statement of changes in equity, Group

SEK M	Minority interest	Shareholders' equity	Total equity
Opening balance January 1, 2005	3,169	44,175	47,344
Currency translation of foreign operations	62	375	437
Deferred tax		137	137
Income and expenses for the period reported directly in equity	62	512	574
Profit for the period reported via income statement	233	5,272	5,505
Total profit for the period	295	5,784	6,079
Dividend	-1	-3,334	-3,335
Revaluation of net assets from acquisitions of subsidiary		-6	-6
New minority interest on acquisitions of subsidiaries	44		44
Acquisition from minority	-3,327		-3,327
Closing balance June 30, 2005	180	46,619	46,799
Opening balance January 1, 2006	232	53,637	53,869
Currency translation of foreign operations	-2	-251	-253
Deferred tax		-61	-61
Income and expenses for the period reported directly in equity	-2	-312	-314
Profit for the period reported via income statement	102	5,057	5,159
Total profit for the period	100	4,745	4,845
Dividend	-107	-3,865	-3,972
Sold to minority	116		116
Closing balance June 30, 2006	341	54,517	54,858

Statement of changes in equity, Parent Company

SEK M	Restricted equity	Non-restricted equity	Total equity
Opening balance January 1, 2005	16,844	16,189	33,033
Dividend		-3,334	-3,334
Changes of value on hedging of net investments in foreign operations		-352	-352
Profit for the period		1,896	1,896
Closing balance June 30, 2005	16,844	14,399	31,243
Opening balance January 1, 2005	16,844	16,189	33,033
New share issue	468		468
Dividend		-3,334	-3,334
Group contributions, net		-588	-588
Changes of value on hedging of net investments in foreign operations		-267	-267
Profit for the period		5,467	5,467
Closing balance December 31, 2005	17,312	17,467	34,779
Opening balance January 1, 2006	17,312	17,467	34,779
Dividend		-3,865	-3,865
Changes of value on hedging of net investments in foreign operations		157	157
Profit for the period		2,147	2,147
Closing balance June 30, 2006	17,312	15,906	33,218

Notes

Note 1. Net commissions

Group, SEK M	Jan-Jun 2006	Jan-Jun 2005	Q2 2006	Q2 2005	Full-year 2005
Commission income					
Payment processing	1,905	1,796	995	955	3,690
Lending	318	172	189	83	454
Brokerage	595	244	294	133	698
Asset management	1,851	1,450	937	748	3,150
Other securities	57	41	33	21	106
Other	1,004	812	599	487	1,427
Total	5,730	4,515	3,047	2,427	9,525
Commission expenses					
Payment processing	-664	-532	-356	-278	-1,176
Securities	-116	-98	-62	-56	-206
Other	-499	-521	-276	-259	-973
Total	-1,279	-1,151	-694	-593	-2,355
Total net commissions	4,451	3,364	2,353	1,834	7,170
Parent Company, SEK M	Jan-Jun 2006	Jan-Jun 2005	Q2 2006	Q2 2005	Full-year 2005
Commission income					
Payment processing	1,342	1,285	697	666	2,639
Lending	282	212	179	123	430
Brokerage	261	169	119	85	375
Asset management	871	723	434	377	1,600
Other securities	53	38	31	19	102
Other	460	383	234	188	797
Total	3,269	2,810	1,694	1,458	5,943
Commission expenses					
Payment processing	-542	-432	-292	-219	-960
Securities	-75	-68	-39	-39	-144
Other	-97	-70	-55	-35	-180
Total	-714	-570	-386	-293	-1,284
Total net commissions	2,555	2,240	1,308	1,165	4,659

Note 2. Net gains and losses on financial items at fair value

Group, SEK M	Jan-Jun 2006	Jan-Jun 2005	Q2 2006	Q2 2005	Full-year 2005
Trading, derivatives and fair value option					
Shares and participating interests	594	413	428	375	1,139
- Of which change in value	300	214	147	179	930
- Of which dividend	294	199	281	196	209
Interest-bearing instruments	393	271	318	94	1,013
- Of which change in value	418	393	72	312	873
- Of which interest	-25	-122	246	-218	140
Other financial instruments	23	31	26		39
- Of which change in value	23	31	26		39
Total	1,010	715	772	469	2,191
Interest income compensation, claims valued at cost	35	75	13	48	177
Changes in exchange rates	247	372	247	268	589
Total net gains and losses on financial items at fair value	1,292	1,162	1,032	785	2,957

Net gains and losses on financial items at fair value

Parent Company, SEK M	Jan-Jun 2006	Jan-Jun 2005	Q2 2006	Q2 2005	Full-year 2005
Capital gains/losses					
Shares/participating interests	507	146	181	156	343
Interest-bearing securities	251	108	211	-474	130
Other financial instruments					
Total	758	254	392	-318	473
Unrealized changes in value					
Shares and participating interests	-214	101	7	48	529
Interest-bearing securities	258	32	-168	373	600
Other financial instruments				-1	
Total	44	133	-161	420	1,129
Changes in exchange rates	12	232	119	199	242
Total net gains and losses on financial items at fair value	814	619	350	301	1,844

Note 3. Loan losses, net and change in the value of property taken over

Group, SEK M	Jan-Jun 2006	Jan-Jun 2005	Q2 2006	Q2 2005	Full-year 2005
<i>Loans assessed individually</i>					
The period's write-off for established loan losses	-238	-273	-77	-135	-535
Reversal of previous provisions for anticipated loan losses reported in the period's accounts as established losses	133	160	56	80	270
The period's provisions for anticipated loan losses	-160	-169	-95	-95	-490
Recoveries from previous years' established loan losses	161	188	115	91	293
Recovered provisions no longer necessary for anticipated loan losses	109	112	59	74	179
Net expense for the period	5	18	58	15	-283
<i>Collective provisions for loans assessed individually</i>					
Allocations/withdrawals from collective provisions	118	-116	89	-49	123
<i>Collectively valued homogeneous groups of loans with limited value and similar credit risk</i>					
The period's write-off for established loan losses	-33	-65	-18	-36	-103
Recoveries from previous years' established loan losses	4	6	2	3	14
Allocations/withdrawals from loan loss reserve	-6	-14	-11	-13	-23
The period's net expense for collectively valued homogenous claims	-35	-73	-27	-46	-112
<i>Contingent liabilities</i>					
The period's net expense for discharged guarantees and other contingent liabilities	-5	-25	13	-17	-22
The period's net loan loss expense	83	-196	133	-97	-294
Change in the value of property taken over	-17	0	-17	0	0
Total loan losses, net and change in value of property taken over	66	-196	116	-97	-294

Parent Company, SEK M	Jan-Jun 2006	Jan-Jun 2005	Q2 2006	Q2 2005	Full-year 2005
<i>Specific provisions for claims assessed individually</i>					
The period's write-off for established loan losses	-195	-207	-61	-123	-424
Reversal of previous provisions for anticipated loan losses reported in the period's accounts as established	110	117	50	69	208
The period's provisions for anticipated loan losses	-77	-60	-59	-47	-294
Recoveries from previous years' established loan losses	99	26	83	14	41
Reversal of provisions for anticipated loan losses	57	47	43	37	82
The period's net expense	-6	-77	56	-50	-387
<i>Collective provisions for individually assessed claims</i>					
Allocations to/withdrawals from collective provisions	256	7	171	62	287
<i>Collectively valued homogeneous groups of claims with limited value and similar credit risk</i>					
The period's write-off for established loan losses	-24	-41	-12	-26	-70
Recoveries from previous years' established loan losses	0	0	0	0	1
Allocations to/withdrawals from loan loss reserve	0	-5	-6	-4	-7
The period's net expense for collectively assessed claims	-24	-46	-18	-30	-76
<i>Contingent liabilities</i>					
The period's net expense for discharged guarantees and other contingent liabilities	3	-19	8	-21	-8
The period's net loan loss expense	229	-135	217	-39	-184
Change in the value of property taken over	-17	0	-17	0	0
Total loan losses, net, and change in value of property taken over	212	-135	200	-39	-184

Note 4. Loans to credit institutions and loans to the public

SEK M	Group			Parent Company		
	Jun 30 2006	Dec 31 2005	Jun 30 2005	Jun 30 2006	Dec 31 2005	Jun 30 2005
Book value (before accounting for provisions)	1,046,949	978,556	912,365	557,066	496,069	464,695
Specific provisions for individually assessed claims	-807	-921	-785	-534	-630	-526
Provisions for collectively valued homogeneous groups of claims with limited value and similar credit risk	-161	-151	-173	-74	-74	-73
Collective provisions for individually assessed claims	-2,595	-2,711	-3,030	-1,569	-1,825	-2,106
Total provisions	-3,563	-3,783	-3,988	-2,177	-2,529	-2,705
Book value	1,043,386	974,773	908,377	554,889	493,540	461,990
Book value of doubtful claims	937	1,147	1,550	346	574	684
Book value of unsettled claims not included in doubtful claims and for which accrued interest has been entered as income	258	208	293	62	59	86
Property taken over to protect claims:						
- Buildings and land	1	1	1	0	0	0
- Shares and participating interests	45	12	12	40	7	7
- Other	2	2	2	0	0	0
Total	48	15	15	40	7	7
Doubtful claims as % of total lending, %	0.09	0.12	0.17	0.06	0.12	0.15
Total provision ratio for doubtful claims, % *	187	171	159	228	198	211
Provision ratio for individually identified doubtful claims, %	51	48	38	64	55	47

* Total provision, i.e., all provisions for claims in relation to doubtful claims, gross.

Specification of claims

Sector/Industry SEK M June 30, 2006				Provisions for collectively valued			Book value of unsettled claims for
	Book value before provisions	Specific provisions for individually assessed claims	Collective provisions for individually assessed claims	homogeneous groups of claims	Book value of claims after provisions	Book value of doubtful claims (unsettled)	which interest is entered as income
Private individuals	444,117	19	179	161	443,758	155	185
Real estate management	175,256	62	269		174,925	80	16
Retail, hotels, restaurants	31,284	79	445		30,760	108	8
Construction	12,215	44	81		12,090	35	
Manufacturing	28,615	231	413		27,971	199	2
Transportation	14,518	15	70		14,433	50	0
Forestry and agriculture	43,495	36	153		43,306	74	12
Other service businesses	30,606	20	145		30,441	84	35
Other business lending	61,375	271	840		60,264	152	0
Municipalities, excl. municipal cos.	14,390				14,390		
Lending	855,871	777	2,595	161	852,338	937	258
Credit institutions incl. Nat'l Debt Office	58,620	30			58,590	0	
Repurchase agreements - credit institutions incl. Nat'l Debt Office	94,604				94,604		
Repurchase agreements - public	37,854				37,854		
Total lending to credit institutions and the public	1,046,949	807	2,595	161	1,043,386	937	258

Derivatives in the Group on June 30, 2006

The Group trades in derivatives in the normal course of business and to hedge certain positions with regard to the value of equities, interest rates and foreign currencies. The following table is prepared in accordance with the directives of the Financial Supervisory Authority and includes all derivatives in the Group.

SEK M	Interest-related	Currency-related	Equity-related, etc.
Derivatives with positive book values	15,161	7,217	2,975
Derivatives with negative book values	16,093	11,916	3,305
Nominal amount	5,035,851	814,216	46,626

Ratings, June 30, 2006

	S&P		Moody's		BFSR*	Fitch	
	Short	Long	Short	Long		Short	Long
FöreningsSparbanken	A-1	A	P-1	Aa3	B	F1	A+
Spintab	A-1		P-1	Aa3		F1+	AA-
Hansabank			P-1	A1	C+	F1	A

*Bank Financial Strength Rating

No change in rating during the period.

Stockholm, August 10, 2006

Jan Lidén

President and Chief Executive Officer

This report is published in Swedish and English. In the event of any inconsistencies between these language versions the Swedish version shall prevail.

Review report

Introduction

We have reviewed the interim report for the period January 1 to June 30, 2006 for FöreningsSparbanken AB (publ). The Board of Directors and the CEO are responsible for the preparation and presentation of this interim financial information in accordance with the Annual Accounts Act for Credit Institutions and Securities Companies and IAS 34. Our responsibility is to express a conclusion on this interim financial information based on our review.

Scope of review

We conducted our review in accordance with the Standard on Review Engagements SÖG 2410 Review of Interim Financial Information Performed by the Independent Auditor of the Entity issued by FAR. 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 Standards on Auditing in Sweden RS and other generally accepted auditing practices. The procedures performed in a review do not enable us to obtain a level of assurance that would make us aware of all significant matters that might be identified in an audit. Therefore, the conclusion expressed based on a review does not give the same level of assurance as a conclusion expressed based on an audit.

Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the accompanying interim financial information for FöreningsSparbanken AB (publ) is not, in all material aspects, in accordance with the Annual Accounts Act for Credit Institutions and Securities Companies and IAS 34.

Stockholm August 10, 2006

Deloitte AB

Ernst & Young AB

Jan Palmqvist

Authorized Public Accountant

Lars Träff

Authorized Public Accountant

Ulf Järlebro

Authorized Public Accountant

Appointed by Financial Supervisory Authority

Publication of financial information

The Group's financial reports can be obtained or ordered on FöreningsSparbanken's website at <http://www.fsb.se/ir> or at the nearest branch of FöreningsSparbanken.

FöreningsSparbanken will (preliminarily) publish its interim report for the period January–September 2006 on October 26. A Capital Market Day will be held in November 16, 2006.

For further information, please contact:

Jan Lidén, President and CEO

Phone + 46 8 585 922 27

Mikael Inglander, CFO

Phone +46 8 585 913 14

Håkan Wilson, Head of Investor Relations

Phone + 46 8 585 917 36, + 46 706 360 854

FöreningsSparbanken AB (publ)

Registration no. 502017-7753

Brunkebergstorg 8

SE-105 34 Stockholm, Sweden

Tel.: +46 8 585 900 00

www.fsb.se

info@fsb.se