



Interim report for FöreningsSparbanken (Swedbank)
January – June 2005
August 18, 2005

Operating profit rose by 33 percent

First half year 2005 in summary:

- Operating profit rose by 33 percent to SEK 6,752 M (5,073)
- Profit for the period rose by 33 percent to SEK 5,242 M (3,933) *
- The return on equity rose to 23.3 percent (19.1) *
- Earnings per share rose by 37 percent to SEK 10.22 (7.45) *
- Total income rose by 15 percent to SEK 14,023 M (12,171)
- Capital gain of SEK 810 M on the sale of part of credit and charge card operations
- Expenses rose by 3 percent to SEK 7,075 M (6,836)
- Loan losses decreased by 25 percent to SEK 196 M (262)
- Hansabank's reported operating profit rose by 27 percent to SEK 1,105 M (869)
- The market share for total new savings from Swedish households rose to 19 percent (17)
- Robur's assets under management rose to SEK 322 billion (280), a record high
- Lending rose by 7 percent to SEK 745 billion.

*) Based on profit and equity attributable to FöreningsSparbanken's shareholders.

Profit trend for the Group in first half year 2005

Comparative figures refer to the first half year 2004. Key ratios are based on profit and equity attributable to FöreningsSparbanken's shareholders unless indicated otherwise.

Operating profit rose by 33 percent to SEK 6,752 M (5,073). Income rose by 15 percent to SEK 14,023 M (12,171), while expenses rose by 3 percent to SEK 7,075 M (6,836). Income includes a capital gain of SEK 810 M on the sale of 40 percent of EnterCard's Swedish and Norwegian card operations to Barclay Card. Excluding this capital gain, operating profit rose by 17 percent. Loan losses decreased by 25 percent to SEK 196 M (262). The return on equity rose to 23.3 percent (19.1), while earnings per share increased to SEK 10.22 (7.45).

Income rose 15 percent

Income rose by 15 percent to SEK 14,023 M (12,171). Net interest income and net commission income rose by 11 percent, while net gains and losses on items at fair value decreased by 9 percent. The introduction of IAS 39 affected income positively by SEK 439 M. Net interest income increased by SEK 63 M and net gains and losses on items at fair value by SEK 376 M.

Strong trend in net interest income

Net interest income rose by 11 percent to SEK 7,967 M (7,181). Despite continued tight competition in the lending market with shrinking margins, the Swedish Retail operations raised its net interest income by SEK 71 M to SEK 6,115 M (6,044). Net interest income was positively affected by further increases in lending and deposit volumes, while margin pressure affected negatively. Swedbank Markets' net interest income decreased by SEK 74 M. In International Banking, net interest income rose by SEK 194 M through a strong volume trend at Hansabank. Net interest income was also charged with the accrual of Hansabank's revalued loan portfolio. In Treasury and central units, net interest income rose by SEK 42 M.

Net commission income rose 11 percent

Net commission income rose by 11 percent to SEK 3,364 M (3,035). Greater use of debit and credit cards and an increase in clearance volumes raised payment commissions by 15 percent or SEK 169 M to SEK 1,264 M (1,095). Mutual fund contributions and a favorable stock market climate raised assets management commissions by 9 percent or SEK 1,450 M (1,334). In First Securities, which is reported as a subsidiary as of June 15, 2005, net commission income amounted to SEK 168 M.

Net gains and losses on items at fair value

Net gains and losses on items at fair value decreased to SEK 1,120 M (1,227). Income from financial assets and liabilities classified as trading as well as derivatives amounted to SEK -122 M (790). Income from other financial instruments at fair value rose by SEK 803 M to SEK 870 M (67). Changes in the value of other financial instruments at fair value largely correspond to the opposite changes in the value of derivatives. Changes in exchange rates amounted to SEK 372 M (370).

Net insurance

Net insurance includes life and non-life insurance operations in Robur Försäkring and Hansabank. Income from unit-linked insurance is included in net commission income. Net insurance premiums and provisions amounted to SEK 49 M (64).

Share of profit/loss of associated companies

The share of profit/loss of associated companies reported according to the equity method amounted to SEK 129 M (150).

Other income

Other income rose by SEK 880 M to SEK 1,394 M (514). The increase is due to the capital gain of SEK 810 M on the sale of 40 percent of EnterCard's Swedish and Norwegian card operations during the second quarter and one-time income of slightly over SEK 100 M during the first quarter.

Expenses rose 3 percent

The Group's expenses rose by 3 percent or SEK 239 M to SEK 7,075 M (6,836). The increase is mainly due to higher expenses in International Banking. In the Swedish operations, expenses amounted to SEK 6,004 M (5,994), while in International Banking they totaled SEK 1,071 M (842).

Staff costs

Staff costs rose by 5 percent to SEK 4,033 M (3,826). Staff costs excluding profit-based staff costs and staff change costs rose by 1 percent to SEK 3,269 M (3,224). Included in profit-based costs is an allocation to the employee profit-sharing fund, Kopparmyntet, of SEK 348 M (221). In the Swedish operations, total staff costs increased by 3 percent to SEK 3,493 M (3,383). Staff costs excluding profit-based staff costs and staff change costs were unchanged. In International Banking, staff costs amounted to SEK 540 M (443). Of the increase, SEK 52 M was profit-based.

Change in the number of Group employees expressed in terms of full-time positions

	June 30 2005	Dec. 31 2004	June 30 2004
Total number of employees	15,516	15,156	15,289
<i>Of which Swedish operations</i>	<i>9,013</i>	<i>9,081</i>	<i>9,186</i>
<i>Of which International banking operations</i>	<i>6,503</i>	<i>6,075</i>	<i>6,103</i>

Other general and administrative costs

Other general administrative costs rose by 1 percent to SEK 2,733 M (2,717). The increase is mainly due to higher expenses in International Banking. In the Swedish operations, expenses amounted to SEK 2,326 M (2,409), while in International Banking they totaled SEK 407 M (308).

Depreciation/amortization and write-down of tangible and intangible fixed assets

Depreciation/amortization and write-down of tangible and intangible fixed assets rose by 5 percent to SEK 309 M (293).

IT expenses

IT expenses include all development and production expenditures 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 1,029 M (1,066). The corresponding expense in the Swedish operations was SEK 908 M (934).

Loan losses continued to decrease

The loan loss level fell to 0.05 percent (0.08). Loan losses declined by 25 percent to SEK 196 M (262). Hansabank's loan losses amounted to SEK 122 M (113) with a loan loss level of 0.45 percent (0.55). The Group's doubtful claims, gross, amounted to SEK 2,508 M (3,497). Loan loss reserves amounted to SEK 3,988 M (5,007). A specification of loan losses and claims is provided in Notes 3 and 4.

Tax expense 19 percent

Profit before tax amounted to SEK 6,752 M (5,073) and the tax expense was SEK 1,277 M (1,120), or an effective tax rate of 19 percent (22). The low tax rate in the first half year 2005 compared with the corresponding period of 2004 is mainly due to the fact that the capital gain on the EnterCard sale is tax exempt as well as to tax provisions from previous years.

Profit from discontinued operations after tax

Profit from discontinued operations after tax amounted to SEK 394 M in the first half year 2004. Discontinued operations relate to FI-Holding, which was sold to Kaupthing Bank in September 2004.

Profit trend for the Group in second quarter 2005

Operating profit for the second quarter rose by SEK 1,248 M or 48 percent compared with the second quarter of 2004 to SEK 3,845 M (2,597). Compared with the previous quarter operating income rose by SEK 938 M. This year's second quarter includes a capital gain of SEK 810 M on the sale of 40 percent of EnterCard's card operations to Barclay Card. First Securities, which is reported as a subsidiary as of June 15, 2005, reported income of SEK 165 M, expenses of SEK 85 M and operating profit of SEK 80 M. Comparative figures refer to the second quarter of 2004 unless indicated otherwise.

Income

Income rose by SEK 1,577 M or 26 percent to SEK 7,684 M (6,107). Compared with the previous quarter income rose by SEK 1,345 M.

Net interest income rose by SEK 306 M or 8 percent to SEK 4,028 M (3,722). Compared with the previous quarter net interest income rose by SEK 89 M. Net interest income was charged with the accrual of Hansabank's revalued loan portfolio

Net commission income rose by SEK 303 M or 20 percent to SEK 1,834 M (1,531). Net commission income from payment operations rose by 18 percent and from asset management by 11 percent. Compared with the previous quarter net commission income rose by SEK 304 M. First Securities' net commission income amounted to SEK 168 M.

Net gains and losses on items at fair value rose by SEK 218 M to SEK 678 M. Compared with the previous quarter the increase was SEK 236 M.

Expenses

Expenses rose by SEK 352 M or 10 percent to SEK 3,742 M (3,390). Profit-based staff costs rose by SEK 231 M to SEK 444 M. Included in profit-based costs is an allocation to the employee profit-sharing fund, Kopparmyntet, of SEK 261 M (90). Staff change costs amounted to SEK 79 M (89) during the second quarter. Expenses in First Securities amounted to SEK 85 M.

Loan losses

Loan losses remain low, having declined by SEK 23 M or 19 percent to SEK 97 M (120).

A quarterly profit trend for the Group can be found on page 12.

Interest rate risk

An increase in all market interest rates of one percentage point as of June 30, 2005 would have reduced the value of the Group's interest-bearing assets and liabilities, including derivatives, by SEK 1,358 M (650). This calculation includes part of the Bank's deposits which have been assigned a duration of approximately 2 years. The decrease in the value of positions in SEK would have been SEK 1,175 M (714), while positions in foreign currency would have decreased in value by SEK 183 M (-64). Comparative figures refer to December 31, 2004.

An interest rate increase of one percentage point would have raised the Group's net gain and losses on items at fair value by SEK 577 M (220) as of June 30, 2005.

Capital adequacy

The capital adequacy ratio, which is calculated for the financial companies group, was 9.3 percent (11.6) on June 30, 2005, of which the primary capital ratio was 5.8 percent (8.2).

During the first half year 2005 FöreningsSparbanken acquired all the outstanding shares in Hansabank for SEK 15.8 billion. The acquisition reduced the primary capital ratio by approximately 2.3 percentage points.

Primary capital as of June 30 includes profit for the period after deducting the estimated dividend. The risk-weighted amount for credit risks rose to SEK 563 billion (503) mainly due to volume increases in the Bank, Spintab and Hansabank. The risk-weighted amount for market risks rose to SEK 29 billion (21).

Specification of capital adequacy

SEK M	June 30 2005	Dec. 31 2004	June 30 2004
Primary capital	34,386	42,995	41,726
Supplementary capital	24,013	20,034	23,521
Less shares, etc.	-4,040	-3,109	-2,919
Expanded portion of capital base	880	820	780
Capital base	55,239	60,740	63,108
Risk-weighted amount for credit risks	563,045	503,172	585,101
Risk-weighted amount for market risks	28,500	21,378	28,695
Total risk-weighted amount	591,545	524,550	613,796
Capital adequacy ratio, %	9.3	11.6	10.3
Primary capital ratio, %	5.8	8.2	6.8

As of June 30, 2005 the FöreningsSparbanken financial companies group included the FöreningsSparbanken Group, Eskilstuna Rekarne Sparbank AB, Färs and Frosta Sparbank AB, FöreningsSparbanken Sjuhärad AB, FöreningsSparbanken Söderhamn AB, Bergslagens Sparbank AB, Vimmerby Sparbank AB and BoStocken 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 681 billion (596) as of June 30, 2005, an increase of 14 percent or SEK 85 billion since the beginning of the year. Customers' deposits, excluding repurchase agreements (repos), rose by 15 percent or SEK 41 billion to SEK 318 billion (277). Deposits in SEK rose to SEK 238 billion (215) and deposits in foreign currency to SEK 80 billion (62). Robur's share of fund investments (net contributions) in the Swedish mutual fund market was 17 percent (23). For new sales of household deposits, the market share increased to 24 percent (10) and for issue volumes of equity linked bonds it was 23 percent (27). The market share for total new savings from Swedish households rose to 19 percent (17).

Savings and investments, the Group

SEK billion	June 30 2005	Dec. 31 2004	Change %	June 30 2004
Deposits from the public				
Households	147.0	136.4	8	137.8
Households, foreign currency	26.2	20.3	29	18.9
<i>Of which Hansabank</i>	26.0	20.2	29	18.9
Other	90.7	78.7	15	85.7
Other, foreign currency	53.8	41.7	29	44.8
<i>Of which Hansabank</i>	31.8	24.6	29	23.1
Total deposits from the public	317.7	277.1	15	287.2
Discretionary asset management *	20.8	21.3	-2	20.4
Fund management	328.9	285.9	15	273.6
<i>Of which unit-linked insurance in own companies</i>	48.4	41.3	17	41.7
Retail bonds, interest-bearing	2.0	1.6	25	1.5
Retail bonds, equity linked	11.5	9.9	16	8.7
Total savings and investments	680.9	595.8	14	591.4

* excluding investments in Robur's funds

Lending

The Group's total credit exposure, including contingent liabilities and derivatives, amounted to SEK 942 billion (894). Credit exposure in the Swedish market has risen by SEK 25 billion since December 31, 2004 and in the Baltic market by SEK 23 billion.

Lending, the Group

SEK billion	June 30 2005	Dec. 31 2004	Change %	June 30 2004
Private individuals	389.7	367.8	6	351.8
<i>Of which Spintab</i>	315.6	300.7	5	288.1
Real estate management	155.4	142.1	9	139.8
Retail, hotels, restaurants	26.4	24.2	9	23.6
Construction	9.9	9.3	7	9.6
Manufacturing	22.2	20.9	6	21.4
Transportation	12.3	11.1	11	11.3
Forestry and agriculture	38.6	37.2	4	35.6
Other service businesses	21.2	16.7	27	18.8
Other business lending	54.9	51.2	7	48.7
Municipalities excl. municipal cos.	14.3	13.8	4	13.5
Total lending to the public	744.9	694.3	7	674.1
FI-Holding				67.7
Total	744.9	694.3	7	741.8
<i>Of which Hansabank</i>	69.3	52.7	32	45.8
Credit institutions incl. Nat'l Debt Office	63.5	60.0	6	90.7
Repurchase agreements (repos)	100.0	80.6	24	70.4
Total lending	908.4	834.9	9	902.9

The acquisition of additional shares in Hansabank necessitated a revaluation of lending of SEK 1.7 billion. Excluding the revaluation, the Group's lending to the public rose by 7 percent or SEK 49 billion.

In the Swedish operations, lending rose by slightly over 5 percent to SEK 676 billion (641). Lending to private customers rose by 4 percent, while lending to corporate customers climbed 6 percent.

Lending by Hansabank rose to 69 SEK billion (53), which, excluding the revaluation, is an increase of 28 percent since the start of the year. Lending to private customers rose by 36 percent to SEK 25 billion, while lending to corporate customers climbed 29 percent to SEK 44 billion.

Payments

Card payments

FöreningsSparbanken has 3.1 million bank cards in issue in the Swedish market. The trend toward greater card use is continuing. Compared with the corresponding period of 2004 the number of card purchases rose by 17 percent and the number of card transactions cleared by 22 percent.

Giro payments

Customers continue to switch from paper-based giro payments to an electronic, Internet-based giro system through the Internet bank. The number of private customers in the Swedish market with giro accounts is 2.7 million (2.6), of whom 1.3 million (1.2) are Internet-based.

Electronic payments

With e-billing, bills are sent directly to the Internet bank, where customers can securely and conveniently approve payment. A total of 307 companies in Sweden offer the service, compared with 272 on December 31, 2004. The number of e-bills is rising steadily. During the first half year 672,000 e-bills were sent, against 466,000 in the corresponding period of 2004.

Other

FöreningsSparbanken's and Barclay Card's joint venture begins operations

On June 30 EnterCard – the joint venture between FöreningsSparbanken and British Barclay Card offering credit and charge cards as well as other consumer finance solutions – began operations. EnterCard has acquired FöreningsSparbanken's Norwegian subsidiary EnterCard AS and FöreningsSparbanken's Swedish credit and charge card operations. EnterCard started with over 600,000 customers and a lending volume of SEK 4 billion. FöreningsSparbanken's capital gain on the sale of 40 percent of EnterCard's charge and credit card operations to Barclay Card amounted to SEK 810 M. FöreningsSparbanken's bank card and card clearance operations are not affected by the sale.

FöreningsSparbanken is majority owner of First Securities

By exercising the option it acquired in 2002 together with its previous holding of 33.3 percent in First Securities, FöreningsSparbanken acquired an additional 17.7 percent of the shares in First Securities for SEK 99 M. FöreningsSparbanken's ownership interest is now 51 percent. The sellers were SpareBank 1 Gruppen and the employees of First Securities. The acquisition of First Securities increased group operating profit for the period by SEK 53 M.

First Securities offers trading in securities and derivatives as well as professional research and advice. At the time of the acquisition, First Securities had total assets of SEK 1,454 M and liabilities of 1,343 M. The acquisition preliminarily resulted in SEK 84 M of goodwill.

Hansabank becomes wholly owned subsidiary

During the first half year FöreningsSparbanken acquired all the outstanding shares in Hansabank for SEK 15.8 billion. The acquired shares correspond to 40.29 percent of the capital and votes.

A revaluation was made of 40.29 percent of its assets and liabilities. As a result, the reported value of Hansabank's lending was raised by SEK 1.8 billion and an intangible asset for customer relationship tied to deposits has been reported at SEK 0.8 billion. Moreover, the Hansabank trademark has been valued at SEK 0.7 billion. The increased value of its lending, SEK 1.8 billion, is accrued over the remaining term of the loans and is reported against net interest income. The intangible asset is subject to amortization over the lending's estimated remaining term. The trademark is reported as an intangible asset and is subject to an impairment test when its useful life cannot be determined.

Goodwill is preliminarily estimated at SEK 9.2 billion. Goodwill is calculated as the difference between acquisition value and the acquired share of the company's net assets valued at fair value as of the acquisition day. The goodwill value is subject to impairment testing.

The acquisition analysis may change after final analysis of the acquisition.

Events after June 30, 2005

Erkki Raasuke appointed CEO of Hansabank

Erkki Raasuke, currently acting CEO, has been appointed CEO of Hansabank. Previously he was Deputy CEO and Managing Director of the Estonian business unit.

Since FöreningsSparbanken has acquired all the shares in Hansabank, the Hansabank share has been delisted from the Tallinn Stock Exchange.

Ownership interest in Aktia reduced to 9.6 percent

FöreningsSparbanken has signed an agreement with Livrönteanstalten Hereditas and Oy Hammarén & Co Ab to sell 1.8 million shares in Aktia Sparbank Abp to each of them. The sales price is SEK 238 M. As a result, FöreningsSparbanken's ownership in Aktia Sparbank was reduced from 19.8 percent to 9.6 percent. The transaction has a limited financial effect for FöreningsSparbanken

FöreningsSparbanken divests Kundinkasso to Lindorff

FöreningsSparbanken has entered into an agreement with Lindorff Sverige AB on the sale of the shares in Kundinkasso AB KIAB and a future cooperation in the collections area. The sale of the shares in Kundinkasso results in an estimated capital gain of slightly over SEK 1.4 billion for FöreningsSparbanken during the third quarter. In August, the Swedish Competition Authority's approved the transaction.

Accounting principles compared with annual report 2004

General

From 2005 all listed companies in the European Union (EU) must prepare their consolidated accounts according to the standards adopted by the EU – the International Financial Reporting Standards, IFRS. The standards are issued by the International Accounting Standards Board (IASB) and become mandatory for listed companies once approved by the EU. The introduction of IFRS principles in reports for 2005 also means that comparative periods in 2004 must be restated according to the principles that apply an interim report. There is an exemption from the requirement to restate comparative periods for 2004 according to the new standards applied by the Group for IAS 39 Financial Instruments: Recognition and Measurement, which instead applies from 2005. It is the accounting standard as of December 31, 2005 that is to be used for the annual report which means that previously reported figures may be adjusted.

As in previous periods, the Bank has prepared its financial statements in accordance with the Annual Accounts Act for Credit Institutions and Securities Companies.

The interim report for the Group has been prepared in accordance with IAS 34, Interim Financial Reporting, which means that it follows the same accounting principles as the last annual report with the exception of the changes described in the report. The amount of the differences is detailed in the attachment. The effects of the changes in accounting rules on equity are also indicated in the equity statement.

Consolidated accounts

Minority interests are now included in both equity and profit. In connection with the profit and loss statement, information is provided on how profit is allocated between the shareholders and minority. Within equity, shareholders and minority equity are reported separately.

In the preparation of the acquisition analysis, acquisition values are divided between the fair value of the identified assets, liabilities and contingent liabilities on the date of acquisition. Acquired balances comprise

all intangible assets that can be identified and valued separately even if they are not reported by the acquired company. The remainder that cannot be separated constitutes goodwill, which is tested for impairment instead of amortized.

Financial instruments

Financial assets are divided into the categories financial instruments at fair value via the profit and loss account and loan receivables.

Financial instruments at fair value comprise instruments held for trading and all derivatives, regardless of the purpose of the holding of derivatives. Derivatives were previously reported according to the principle for deferred hedge accounting when they hedged other financial instruments valued at accrued acquisition value. The category also includes other financial assets that were initially reported irrevocably at fair value. The Group has chosen to value certain shares and participations that are not held for sale and are not subsidiaries or associated companies at fair value with changes in value reported in the profit and loss account. The Bank has decided to value a well-defined portfolio of fixed-rate loans at fair value, since the interest rate exposure has been hedged with derivatives. Holdings of securities where the customers bear the investment risk have also been reported at fair value with changes in value reported in the profit and loss account.

As in previous reports, loan receivables are reported at accrued acquisition value as long as they are not considered uncertain, in which case they are instead valued at their estimated recovery value. Certain types of commission income in connection with new loans are accrued as interest. Such commissions were previously reported as commission income.

Financial liabilities held for trading, derivatives and liabilities where the customer bears the investment risk constitute financial instruments at fair value reported in the profit and loss account. Other financial liabilities are valued at accrued acquisition value.

Net gains and losses on items at fair value in the profit and loss account comprise changes in the value of financial instruments valued at fair value, the instruments' dividends and interest on trading instruments. It also includes differences that arise when financial instruments valued at accrued acquisition value are redeemed in advance or repurchased.

Hedge accounting

Hedge accounting at fair value is applied in certain cases when the interest exposure in financial instruments is hedged with derivatives. With hedge accounting, the hedged risk in the hedged instrument is also revalued at fair value. Both the change in the value of the hedging instrument (i.e., the derivative) and the change in the value of the hedged risk are reported in the profit and loss account in Net gains and losses on items at fair value.

Insurance contracts

Insurance contracts with an insignificant insurance risk, including unit-linked insurance, are reported as financial instruments. In the profit and loss account, the income is included in net commission income. Other insurance contracts are reported in the balance sheet under provisions. In the profit and loss account, premiums received and insurance provisions for these contracts are reported on separate lines.

Discontinued operations

Discontinued operations are reported on an aggregate basis after tax on a separate line in the profit and loss account after profit for the period from continuing operations.

Changes in IAS 39

The EU did not approve IAS 39 as issued by IASB and made a significant change in the autumn of 2004 when the recommendation was introduced in EU legislation. The so-called fair value option was eliminated with respect to the valuation of liabilities, whereby liabilities, with the exception of those categorized as trading and liabilities reported as hedges, will be valued at accrued acquisition value. The option of valuing financial liabilities at fair value is important if FöreningsSparbanken is going to accurately report the results from operations involving fixed-rate financial instruments. If it is unable to value lending, matching

funding and related derivatives at fair value, there will be situations where reported results may be more volatile than economic conditions would imply.

In June 2005 IASB issued a revised fair value option, which is expected to be approved by the EU Commission in September 2005. If the EU approves the revised version of IAS 39, the effects on reported profit and financial position in 2005 may change.

Key ratios for the Group

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

	June 30 2005	June 30 2004	Full-year 2004
Return on equity, %	23.3	19.1	21.8
Return on total equity, %	1.24	0.95	1.00
Earnings per share, SEK ¹⁾	10.22	7.45	17.50
Earnings per share after dilution, SEK ²⁾	10.22	7.45	17.50
Equity per share, SEK ³⁾	89.33	78.10	86.16
Equity per share after dilution, SEK ⁴⁾	89.33	78.09	86.14
C/I ratio before loan losses	0.50	0.56	0.55
Capital adequacy ratio, %	9.3	10.3	11.6
Primary capital ratio, %	5.8	6.8	8.2
Loan loss ratio, net, %	0.05	0.08	0.07
Share of doubtful claims, %	0.17	0.23	0.18
Provision ratio for doubtful claims, % ⁵⁾	159	143	151
No. of shares outstanding at end of period	512,871,312	526,158,126	512,871,312
Avg. no. of shares outstanding during the year	512,871,312	527,752,614	523,171,365
1) Average number of shares outstanding	512,871,312	527,752,614	523,171,365
2) Average number of shares outstanding after dilution	512,903,531	527,827,952	523,272,978
3) Number of shares outstanding	512,871,312	526,158,126	512,871,312
4) Number of shares outstanding after dilution	512,903,531	526,233,464	512,972,925
5) See Note 4			

Profit and loss account, the Group

SEK M	Jan-Jun 2005	Jan-Jun 2004	%	Q2 2005	Q2 2004	%	Full-year 2004
<i>Interest receivable</i>	17,350	17,890	-3	8,725	8,863	-2	35,442
<i>Interest payable</i>	-9,383	-10,709	-12	-4,697	-5,141	-9	-20,243
Net interest income	7,967	7,181	11	4,028	3,722	8	15,199
<i>Commissions receivable</i>	4,515	4,116	10	2,427	2,087	16	8,382
<i>Commissions payable</i>	-1,151	-1,081	6	-593	-556	7	-2,260
Net commission income (Note 1)	3,364	3,035	11	1,834	1,531	20	6,122
Net gains and losses on financial items at fair value (Note 2)	1,120	1,227	-9	678	460	47	1,807
<i>Insurance premiums</i>	577	489	18	280	232	21	888
<i>Insurance provisions</i>	-528	-425	24	-262	-195	34	-745
Net insurance	49	64	-23	18	37	-51	143
Share of profit/loss in associated companies	129	150	-14	57	69	-17	366
Other income	1,394	514		1,069	288		1,046
Total income	14,023	12,171	15	7,684	6,107	26	24,683
General administrative costs							
Staff costs excluding profit-based staff costs	-3,406	-3,326	2	-1,709	-1,651	4	-6,569
Profit-based staff costs	-627	-500	25	-444	-213		-1,022
Other costs	-2,733	-2,717	1	-1,416	-1,383	2	-5,457
Total general administrative costs	-6,766	-6,543	3	-3,569	-3,247	10	-13,048
Depreciation and write-off of tangible and intangible fixed assets	-309	-293	5	-173	-143	21	-563
Total costs	-7,075	-6,836	3	-3,742	-3,390	10	-13,611
Profit before loan losses	6,948	5,335	30	3,942	2,717	45	11,072
Loan losses (Note 3)	-196	-262	-25	-97	-120	-19	-494
Operating profit	6,752	5,073	33	3,845	2,597	48	10,578
Tax	-1,277	-1,120	14	-706	-532	33	-2,399
Profit from continuing operations	5,475	3,953	39	3,139	2,065	52	8,179
Profit from discontinued operations after tax		394			164		1,770
Profit for the period	5,475	4,347	26	3,139	2,229	41	9,949
<i>Profit for the period allocated to:</i>							
FöreningsSparbanken's shareholders	5,242	3,933	33	3,107	2,039	52	9,157
Minority	233	414	-44	32	190	-83	792
Earnings per share, SEK ¹⁾	10.22	7.45	37	6.06	3.86	57	17.50
Earnings per share after dilution, SEK ¹⁾	10.22	7.45	37	6.06	3.86	57	17.50

¹⁾ See key ratios on page 10 for number of shares.

Quarterly profit trend for the Group

SEK M	Q2 2005	Q1 2005	Q4 2004	Q3 2004	Q2 2004	Q1 2004
Net interest income	4,028	3,939	4,039	3,979	3,722	3,459
Net commission income	1,834	1,530	1,554	1,533	1,531	1,504
Net gains and losses on financial items at fair value	678	442	413	167	460	767
Net insurance	18	31	43	36	37	27
Share of profit/loss in associated companies	57	72	88	128	69	81
Other income	1,069	325	260	272	288	226
Total income	7,684	6,339	6,397	6,115	6,107	6,064
Staff costs	-1,709	-1,697	-1,561	-1,682	-1,651	-1,675
Profit-based staff costs	-444	-183	-222	-300	-213	-287
Other costs	-1,416	-1,317	-1,458	-1,282	-1,383	-1,334
Total general administrative costs	-3,569	-3,197	-3,241	-3,264	-3,247	-3,296
Depreciation and write-off of tangible and intangible fixed assets	-173	-136	-135	-135	-143	-150
Total costs	-3,742	-3,333	-3,376	-3,399	-3,390	-3,446
Profit before loan losses	3,942	3,006	3,021	2,716	2,717	2,618
Loan losses	-97	-99	-99	-133	-120	-142
Operating profit	3,845	2,907	2,922	2,583	2,597	2,476
Tax	-706	-571	-687	-592	-532	-588
Profit from continuing operations	3,139	2,336	2,235	1,991	2,065	1,888
Profit from discontinued operations after tax			14	1,362	164	230
Profit for the period	3,139	2,336	2,249	3,353	2,229	2,118
Attributable to:						
FöreningsSparbanken's shareholders	3,107	2,135	2,063	3,161	2,039	1,894
Minority	32	201	186	192	190	224

Business area report

SEK M	Swedish Retail		Swedbank		Asset		International		Shared		Eliminations	
	Banking		Markets		Management and Insurance		Banking		Services and Group Staffs			
January - June	2005	2004	2005	2004	2005	2004	2005	2004	2005	2004	2005	2004
Net interest income	6,115	6,044	411	485	14	15	1,254	1,060	74	31	99	-454
Net commission income	1,903	1,674	375	305	615	631	502	405	-31	13	0	7
Net gains and losses on financial items at fair value	161	96	372	283	8	8	469	253	209	125	-99	462
Share in profit of associated	78	72	22	18			1	51	28	9		
Other income	1,348	419	40	14	56	58	64	103	1,521	1,480	-1,586	-1,496
Total income	9,605	8,305	1,220	1,105	693	712	2,290	1,872	1,801	1,658	-1,586	-1,481
Staff costs	-2,231	-2,136	-393	-305	-143	-134	-540	-443	-734	-842	8	34
IT costs	-383	-318	-113	-107	-50	-43	-82	-66	-397	-391	407	356
Other costs	-2,177	-2,185	-157	-158	-114	-112	-325	-242	-513	-542	1,171	1,091
Depreciation/amortization	-45	-53	-4	-6	-1	-1	-124	-91	-135	-142		
Costs	-4,836	-4,692	-667	-576	-308	-290	-1,071	-842	-1,779	-1,917	1,586	1,481
Profit before loan losses	4,769	3,613	553	529	385	422	1,219	1,030	22	-259		
Loan losses	-35	-162	-26	9			-122	-113	-13	4		
Operating profit	4,734	3,451	527	538	385	422	1,097	917	9	-255		
Return on allocated equity, %	27.5	20.3	28.1	32.3	38.5	39.8	13.3	18.5	37.5	neg.		
C/I ratio before loan losses	50.4	56.5	54.7	52.1	44.4	40.7	46.8	45.0	98.8	115.6		
Full-time employees	6,447	6,722	656	544	250	253	6,503	6,103	1,660	1,667		

Business area accounting principles

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

Market-based compensation is applied between business areas, while all costs for IT, other shared services and Group Staffs 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 (the year's opening equity balance excluding the dividend) is allocated to each business area at the beginning of the year. The allocation is based on capital adequacy rules and estimated capital requirements during the year. Estimated interest on allocated equity is calculated based on average Swedish demand loan rates.

Goodwill and other surplus values, including the effects on profit, financial expense and amortization, is allocated to each business area.

Return on equity is based on allocated equity for the business areas. The return for the business areas is based on operating profit less estimated tax and minority interests.

Swedish Retail Banking

Swedish Retail Banking has responsibility for private and commercial customers, organizations, municipalities and county councils in Sweden as well as the Bank's distribution channels in the form of branches, ATM's, and the telephone and Internet banks. Also included are the unit for customer offerings and products (including the subsidiaries Spintab, FöreningsSparbanken Finans and Kundinkasso), EnterCard, partly owned Swedish banks, private banking operations in Luxembourg, FöreningsSparbanken Fastighetsbyrå AB (real estate brokerage) and FöreningsSparbanken Juristbyrå AB (legal services). Since May 2005 banking operations are carried out in Copenhagen as well.

The branch network in Sweden is organized in 64 local banks in six regions throughout the country. With 484 branches, FöreningsSparbanken has the largest branch network of any Swedish bank. The cooperation with the savings banks and partly owned banks and adds another 282 branches. The branch network is complemented by 206 in-store banking locations. The agreement with Svensk Kassaservice (the Swedish postal service) also gives customers access to certain transactions at 679 post offices, while the agreement with ICA Banken allows customers to withdraw cash at 1,400 ICA food stores.

Approximately 2.2 million customers use the Telephone bank. A total of 1.9 million use the Internet bank, of whom 1.7 million were private customers, or 30 percent of private customers at FöreningsSparbanken, including savings banks and partly owned banks. Forty-four percent of business customers use the Internet bank.

Profit trend

	Jan-Jun 2005	Jan-Jun 2004	Q2 2005	Q1 2005	Q4 2004	Q3 2004	Q2 2004	Q1 2004
SEK M								
Net interest income	6,115	6,044	2,996	3,119	3,166	3,293	3,021	3,023
Net commission income	1,903	1,674	1,013	890	883	837	858	816
Net gains and losses on financial items at fair value	161	96	131	30	14	28	31	65
Other income	1,348	419	1,036	312	219	243	218	201
Share in profit of associated companies	78	72	32	46	0	97	28	44
Income	9,605	8,305	5,208	4,397	4,282	4,498	4,156	4,149
Staff costs	-2,231	-2,136	-1,188	-1,043	-1,056	-1,231	-1,051	-1,085
IT costs	-383	-318	-193	-190	-190	-178	-165	-153
Other costs	-2,177	-2,185	-1,131	-1,046	-1,141	-1,052	-1,120	-1,065
Depreciation/amortization	-45	-53	-23	-22	-24	-27	-26	-27
Costs	-4,836	-4,692	-2,535	-2,301	-2,411	-2,488	-2,362	-2,330
Profit before loan losses	4,769	3,613	2,673	2,096	1,871	2,010	1,794	1,819
Loan losses	-35	-162	25	-60	-50	-77	-81	-81
Operating profit	4,734	3,451	2,698	2,036	1,821	1,933	1,713	1,738
Tax	-1,071	-,983	-501	-570	-522	-538	-497	-486
Profit for the period	3,663	2,468	2,197	1,466	1,299	1,395	1,216	1,252
Profit for the period attributable to:								
FöreningsSparbanken's shareholders	3,651	2,466	2,187	1,464	1,300	1,394	1,215	1,251
Minority	12	2	10	2	-1	1	1	1
Allocated equity	26,524	24,325	26,524	26,524	24,325	24,325	24,325	24,325
Return on allocated equity, %	27.5	20.3	33.0	22.1	21.4	22.9	20.0	20.6
Income items								
Income from external customers	8,920	7,754	4,874	4,046	4,011	4,230	3,871	3,883
Income from transactions with other segments	685	551	334	351	271	268	285	266
Business volumes, SEK billion								
Lending	661	614	661	639	629	619	614	601
Deposits	230	214	230	224	216	217	214	206
Mutual funds & insurance	215	185	215	198	190	186	185	183
Other investment volume	10	8	10	10	9	8	8	12
Shares and participating interests in associated companies, SEK billion	1	1	1	1	2	1	1	1
Risk-weighted volume, SEK billion	455	406	455	434	429	417	406	398
Total assets, SEK billion	774	689	774	743	704	704	689	675
Total liabilities, SEK billion	747	665	747	716	680	679	665	651
Full-time employees	6,447	6,722	6,447	6,473	6,615	6,669	6,722	6,843

Operating profit amounted to SEK 4,734 M, an increase of SEK 1,283 M or 37 percent from the previous year.

Income rose by SEK 1,300 M or 16 percent to SEK 9,605 M, of which SEK 810 M related to the capital gain on the sale of 40 percent of EnterCard to Barclays. Costs rose by SEK 144 M or 3 percent to SEK 4,836 M.

Loan losses amounted to SEK 35 M, a decrease of SEK 127 M or 78 percent compared with the previous year. The loan loss ratio was 0.02 percent (0.05). The return on allocated equity was 27.5 percent (20.3).

Operating profit for the second quarter 2005 was SEK 662 M higher than the first quarter of 2005. The quarter was affected positively by capital gains and negatively by higher allocations for profit-based compensation.

The number of full-time positions was reduced by 275 compared with the previous year and by 26 compared with the previous quarter.

Swedbank Markets

Swedbank Markets comprises Investment Banking and Merchant Banking as well as responsibility for financial institutions. In addition to operations in Sweden, the business area includes the international branches in Oslo, London and New York, First Securities in Norway and the 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 steady stream of analyses on around 150 Nordic companies. For individual investors, Swedbank Markets offers stock trading and broad-market products, such as equity linked bonds, through the Group's Swedish branch network, through savings banks and partly owned banks, and through the Internet bank and telephone bank.

Profit trend

SEK M	Jan-Jun 2005	Jan-Jun 2004	Q2 2005	Q1 2005	Q4 2004	Q3 2004	Q2 2004	Q1 2004
Net interest income	411	485	211	200	270	241	236	249
Net commission income	375	305	273	102	133	145	146	159
Net gains and losses on financial items at fair value	372	283	212	160	171	-8	127	156
Other income	40	14	29	11	12	13	9	5
Share in profit of associated companies	22	18	7	15	19	2	9	9
Income	1,220	1,105	732	488	605	393	527	578
Staff costs	-393	-305	-241	-152	-153	-148	-145	-160
IT costs	-113	-107	-62	-51	-50	-47	-48	-59
Other costs	-157	-158	-84	-73	-60	-75	-83	-75
Depreciation/amortization	-4	-6	-2	-2	-2	-2	-3	-3
Expenses	-667	-576	-389	-278	-265	-272	-279	-297
Profit before loan losses	553	529	343	210	340	121	248	281
Net interest income	-26	9	-25	-1	-21	-2	19	-10
Operating profit	527	538	318	209	319	119	267	271
Tax	-147	-150	-88	-59	-89	-34	-74	-76
Profit for the period	380	388	230	150	230	85	193	195
Profit for the period attributable to:								
FöreningsSparbanken's shareholders	351	388	201	150	230	85	193	195
Minority	29		29					
Allocated equity	2,497	2,405	2,497	2,497	2,405	2,405	2,405	2,405
Return on allocated equity, %	28.1	32.3	32.2	24.0	38.3	14.1	32.1	32.4
Income items								
Income from external customers	1 070	956	649	421	521	328	455	501
Income from transactions with other segments	150	149	83	67	84	65	72	77
Business volumes, SEK billion								
Lending	15	14	15	11	12	12	14	14
Deposits	30	32	30	31	16	25	32	32
Mutual funds & insurance	1	1	1	1	1	1	1	1
Other investment volume	13	10	13	13	12	11	10	10
Shares and participating interests in associated companies, SEK billion	0	0	0	0	0	0	0	0
Risk-weighted volume, SEK billion	47	57	47	36	31	44	57	45
Total assets, SEK billion	373	319	373	336	311	307	319	276
Total liabilities, SEK billion	371	317	371	334	309	305	317	274
Full-time employees	656	544	656	542	534	554	544	536

Swedbank Markets' operating profit amounted to SEK 527 M, in line with the previous year. In Investment Banking, income was unchanged, while in Merchant Banking's fixed income and foreign exchange trading

income fell by 4 percent or SEK 23 M. In First Securities, which is reported as a subsidiary as of June 15, 2005, income amounted to SEK 165 M. Costs amounted to SEK 85 M.

The return on allocated equity was 28.1 percent (32.3).

Asset Management and Insurance

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

Profit trend

SEK M	Jan-Jun 2005	Jan-Jun 2004	Q2 2005	Q1 2005	Q4 2004	Q3 2004	Q2 2004	Q1 2004
Net interest income	14	15	6	8	7	7	5	10
Net commission income	615	631	313	302	331	330	317	314
Net gains and losses on financial items at fair value	8	8	5	3	4	-2	3	5
Other income	56	58	28	28	37	29	31	27
Income	693	712	352	341	379	364	356	356
Staff costs	-143	-134	-77	-66	-50	-70	-65	-69
IT costs	-50	-43	-27	-23	-30	-23	-25	-18
Other costs	-114	-112	-54	-60	-55	-54	-55	-57
Depreciation/amortization	-1	-1	0	-1	-1	-1	-1	0
Costs	-308	-290	-158	-150	-136	-148	-146	-144
Profit before loan losses	385	422	194	191	243	216	210	212
Loan losses								
Operating profit	385	422	194	191	243	216	210	212
Tax	-87	-114	-44	-43	-89	-56	-55	-59
Profit for the period	298	308	150	148	154	160	155	153
Profit for the period allocated to:								
FöreningsSparbanken's shareholders	298	308	150	148	154	160	155	153
Allocated equity	1,547	1,547	1,547	1,547	1,547	1,547	1,547	1,547
Return on allocated equity, %	38.5	39.8	38.8	38.3	39.8	41.4	40.1	39.6
Income items								
Income from external customers	1,508	1,409	758	750	754	703	707	702
Commissions paid to other business areas	-815	-697	-406	-409	-375	-339	-351	-346
Business volumes, SEK billion								
Lending								
Deposits								
Mutual funds & insurance	323	274	323	297	280	273	274	270
Other investment volume	21	21	21	20	21	22	21	22
Risk-weighted volume, SEK billion	0	0	0	0	0	0	0	0
Total assets, SEK billion	54	46	54	50	46	46	46	46
Total liabilities, SEK billion	53	44	52	49	44	44	44	44
Full-time employees	250	253	250	247	249	251	253	257

Operating profit amounted to SEK 385 M, a decrease of SEK 37 M or 9 percent from the previous year. The decrease arose due to higher sales commissions paid to local banks.

The return on allocated equity was 38.5 percent (39.8).

Fund savings, volumes and flows

Net contributions to Robur's own mutual funds and those it markets amounted to SEK 7.9 billion during the first half year 2005, against SEK 10 billion in the corresponding period a year earlier. Of net contributions, SEK 3.9 billion (3.2) was from premium pension investments and SEK 0.6 billion (2.2) from unit-linked insurance in Robur Försäkring.

Robur's assets under management as of June 31, 2005 amounted to SEK 322 billion (280). The change is due to the appreciation in the value of fund assets of SEK 34 billion, mainly from rising stock prices during the

year. After net fund contributions of SEK 8 billion, the increase in fund assets during the year was SEK 42 billion. The institutional asset management operations managed SEK 47 billion (43), of which SEK 26 billion (22) was invested in Robur funds.

Robur's share of net contributions in the Swedish mutual fund market was 17 percent (23) in the first half year 2005. Its share of assets under management in the fund market was 28 percent (28) on March 31, 2005.

	June 30	Dec 31	June 30
Fund management	2005	2004	2004
Assets under management (SEK billion)	322	280	274
<i>Of which: Swedish equities, %</i>	<i>28.8</i>	<i>29.4</i>	<i>27.7</i>
<i>Foreign equities, %</i>	<i>37.1</i>	<i>34.2</i>	<i>36.8</i>
<i>Interest-bearing securities, %</i>	<i>34.1</i>	<i>36.4</i>	<i>35.5</i>
Number of customers (thousands)	2,792	2,795	2,795
Unit-linked insurance			
Assets under management (SEK billion)	48.7	41.4	41.7
<i>Of which in Robur funds</i>	<i>48.4</i>	<i>41.3</i>	<i>41.7</i>
Number of policies (thousands)	760	724	725
Discretionary asset management			
Assets under management (SEK billion)	47	43	41
<i>Of which in Robur funds</i>	<i>26</i>	<i>22</i>	<i>21</i>

Unit-linked insurance

Sales (premiums paid) of unit-linked insurance during the first half year 2005 amounted to SEK 4.3 billion (3.8). Robur Försäkring's assets under management amounted to SEK 48.7 billion (41.4) on June 30, 2005. The market share for new unit-linked insurance was 12 percent (13) on March 31, 2005. Robur Försäkring had 760,000 (725,000) policies at the end of June, in addition to around 1 million group life insurance policies.

Fund management results

The majority of Robur's funds had positive returns during the period. Swedish equity funds rose in value by more than 14 percent, while public savings funds returned nearly 14 percent. Robur's blend funds rose between 8 and 13 percent, while its Swedish fixed income funds gained between 1 and 4 percent. Among equity funds, 67 percent posted higher returns than their comparative indexes. The Sweden and Small Cap funds had the highest returns relative to their indexes. The blend funds outperformed their indexes, while the fixed income funds fell slightly short of theirs. Morningstar's average rating on Robur's funds at the end of the quarter was 3.30 (3.28).

International Banking

The International Banking business area includes the subsidiary Hansabank and the shareholdings in SpareBank 1 Gruppen and Aktia. Due to smaller ownership interests, SpareBank 1 Gruppen is no longer reported as an associated company as of June 2004, nor Aktia as of December 2004.

Allocated equity for the business area rose by SEK 3.7 billion. Due to the acquisition of the remaining shares in Hansabank for SEK 15.8 billion, allocated equity for Hansabank rose by SEK 8.7 billion, while the sale of FI-Holding reduced equity by SEK 4.7 billion.

Profit trend

SEK M	Jan-Jun 2005	Jan-Jun 2004	Q2 2005	Q1 2005	Q4 2004	Q3 2004	Q2 2004	Q1 2004
Net interest income	1,254	1,060	614	640	650	577	551	509
Net commission income	502	405	268	234	220	210	206	199
Net gains and losses on financial items at fair value	469	253	384	85	107	-17	133	120
Other income	64	103	43	21	48	73	72	31
Share in profit of associated companies	1	51	1	0	11	25	24	27
Income	2,290	1,872	1,310	980	1,036	868	986	886
Staff costs	-540	-443	-281	-259	-255	-221	-228	-215
IT costs	-82	-66	-47	-35	-45	-36	-36	-30
Other costs	-325	-242	-188	-137	-181	-123	-125	-117
Depreciation/amortization	-124	-91	-81	-43	-45	-40	-42	-49
Costs	-1,071	-842	-597	-474	-526	-420	-431	-411
Profit before loan losses	1,219	1,030	713	506	510	448	555	475
Loan losses	-122	-113	-81	-41	-25	-67	-63	-50
Operating profit	1,097	917	632	465	485	381	492	425
Tax	-85	-124	-55	-30	-33	-6	-95	-29
Discontinued operations		394			14	1,362	164	230
Profit for the period	1,012	1,187	577	435	466	1,737	561	626
Profit for the period attributable to:								
FöreningsSparbanken's shareholders	805	779	574	231	285	1,550	373	406
Minority	207	408	3	204	181	187	188	220
Allocated equity	12,121	8,406	12,121	12,121	8,406	8,406	8,406	8,406
Return on allocated equity, %	13.3	18.5	18.9	7.6	13.6	73.8	17.7	19.3
Income items								
Income from external customers	2,290	1,872	1,310	980	1,036	868	986	886
Business volumes, SEK billion								
Lending	69	114	69	61	53	49	114	110
Deposits	58	42	58	49	45	43	42	40
Mutual funds & insurance	6	4	6	5	6	5	4	4
Shares and participating interests in associated companies, SEK billion	0	1	0	0	0	1	1	1
Risk-weighted volume, SEK billion	81	145	81	73	61	77	145	155
Total assets, SEK billion	103	154	103	95	83	77	154	150
Total liabilities, SEK billion	91	146	91	83	75	69	146	142
Full-time employees	6,503	6,103	6,503	6,261	6,075	6,054	6,103	6,110

Operating profit amounted to SEK 1,097 M, an increase of SEK 180 M or 20 percent from the previous year.

Income in Hansabank rose by SEK 242 M or 13 percent compared with the previous year to SEK 2,063 M. Expenses rose by SEK 217 M or 26 percent to SEK 1,051 M. Loan losses rose by SEK 9 M to SEK 122 M.

For Hansabank, the return on allocated equity was 10.5 percent (31.8). The reasons for the change were the increase in Hansabank's own allocated equity, the accrual of a revaluation and the amortization of intangible assets attributable to the acquisition of Hansabank. The reported return for Hansabank as an independent company was 25.3 percent (24.3)

Hansabank's operating profit for the second quarter of 2005 was SEK 94 M lower than the first quarter of 2005. Operating profit was affected by accrual and amortization of revalued assets from the acquisition.

The number of full-time employees at Hansabank rose by 562 compared with the previous year and 242 compared with the previous quarter. The increase was due to organic growth in the Baltic states and increased presence on the Russian market.

Shared Services and Group Staffs

Shared Services and Group Staffs comprise IT and other shared services, Treasury, Group Staffs and the Group's own insurance company, Sparia.

Profit trend

SEK M	Jan-Jun 2005	Jan-Jun 2004	Q2 2005	Q1 2005	Q4 2004	Q3 2004	Q2 2004	Q1 2004
Net interest income	74	31	1	73	12	-39	51	-20
Net commission income	-31	13	-30	-1	-24	22	-2	15
Net gains and losses on financial items at fair value	209	125	146	63	47	63	20	105
Other income	1,521	1,480	782	739	698	709	739	741
Share in profit of associated companies	28	9	17	11	58	4	8	1
Income	1,801	1,658	916	885	791	759	816	842
Staff costs	-734	-842	-365	-369	-272	-324	-394	-448
IT costs	-397	-391	-210	-187	-181	-190	-191	-200
Other costs	-513	-542	-255	-258	-218	-259	-250	-292
Depreciation/amortization	-135	-142	-67	-68	-63	-65	-71	-71
Costs	-1,779	-1,917	-897	-882	-734	-838	-906	-1,011
Profit before loan losses	22	-259	19	3	57	-79	-90	-169
Loan losses	-13	4	-16	3	-3	13	5	-1
Operating profit	9	-255	3	6	54	-66	-85	-170
Appropriations			0		0	0	0	
Tax	113	251	-18	131	46	42	189	62
Profit for the period	122	-4	-15	137	100	-24	104	-108
Profit for the period attributable to:								
FöreningsSparbanken's shareholders	137	-8	-5	142	94	-28	103	-111
Minority	-15	4	-10	-5	6	4	1	3
Allocated equity	731	638	731	731	638	638	638	638
Return on allocated equity, %	37.5	neg.	neg.	77.7	58.9	neg.	64.6	neg.
Income items								
Income from external customers	449	352	235	214	224	67	197	155
Income from transactions with other segments	1,352	1,306	681	671	567	692	619	687
Business volumes, SEK billion								
Lending	0	0	0	0	0	0	0	1
Shares and participating interests in associated companies, SEK billion	0	0	0	1	0	0	0	0
Risk-weighted volume, SEK billion	8	6	8	5	4	5	6	7
Total assets, SEK billion	116	75	116	107	95	86	75	85
Total liabilities, SEK billion	115	74	115	106	94	85	74	84
Full-time employees	1,660	1,667	1,660	1,664	1,683	1,655	1,667	1,637

The business area reported operating profit of SEK 9 M, an increase of SEK 264 M compared with the previous year. Operating profit was unchanged compared with the previous quarter.

Eliminations

SEK M	Jan-Jun 2005	Jan-Jun 2004	Q2 2005	Q1 2005	Q4 2004	Q3 2004	Q2 2004	Q1 2004
Net interest income	99	-454	200	-101	-66	-100	-142	-312
Net commission income	0	7	-3	3	11	-11	6	1
Net gains and losses on financial items at fair value	-99	462	-200	101	70	103	146	316
Other income	-1,586	-1,496	-831	-755	-711	-759	-744	-752
Total income	-1,586	-1,481	-834	-752	-696	-767	-734	-747
Staff costs	8	34	-1	9	3	12	19	15
IT costs	407	356	207	200	138	172	168	188
Other costs	1,171	1,091	628	543	555	583	547	544
Total costs	1,586	1,481	834	752	696	767	734	747
Business volumes, SEK billion								
Mutual funds & insurance	-216	-186	-216	-199	-191	-187	-186	-184
Other investment volume	-10	-8	-10	-10	-9	-8	-8	-9
Total assets, SEK billion	-258	-190	-258	-243	-218	-215	-190	-176
Total liabilities, SEK billion	-258	-190	-258	-243	-218	-215	-190	-176

Profit and loss account, the Bank

SEK M	Jan-Jun			Q2			Full-year 2004
	2005	2004	%	2005	2004	%	
<i>Interest receivable</i>	9,556	8,544	12	5,169	4,261	21	16,741
<i>Interest payable</i>	-6,262	-4,866	29	-3,567	-2,383	50	-9,606
Net interest income	3,294	3,678	-10	1,602	1,878	-15	7,135
Dividends received	356	360	-1	238	302	-21	7,896
<i>Commissions receivable</i>	2,810	2,681	5	1,458	1,343	9	5,402
<i>Commissions payable</i>	-570	-551	3	-293	-281	4	-1,153
Net commission income (Note 1)	2,240	2,130	5	1,165	1,062	10	4,249
Net profit on financial operations (Note 2)	619	316	96	301	88		1,011
Other operating income	1,335	471		1,121	256		1,901
Total income	7,844	6,955	13	4,427	3,586	23	22,192
General administrative expenses							
- Staff costs	-3,155	-3,094	2	-1,666	-1,499	11	-6,154
- Other	-2,151	-2,167	-1	-1,149	-1,101	4	-4,356
Total general administrative expenses	-5,306	-5,261	1	-2,815	-2,600	8	-10,510
Depreciation and write-off of tangible fixed assets	-156	-179	-13	-78	-89	-12	-339
Amortization of goodwill	-59	-50	18	-29	-25	16	-119
Total costs	-5,521	-5,490	1	-2,922	-2,714	8	-10,968
Profit before loan losses	2,323	1,465	59	1,505	872	73	11,224
Loan losses (Note 3)	-135	-259	-48	-39	-124	-69	-504
Write-off of financial fixed assets		-21			-21		-21
Reversal of write-off of financial fixed assets		7			7		7
Profit before appropriations and tax	2,188	1,192	84	1,466	734		10,706
Appropriations	-9	9		-4	14		4,857
Tax	-283	-259	9	-108	-138	-22	-3,322
Profit for the period	1,896	942		1,354	610		12,241

Balance sheet

SEK M	Group			Bank		
	June 30 2005	Dec. 31 2004	June 30 2004	June 30 2005	Dec. 31 2004	June 30 2004
<i>Assets</i>						
Loans to credit institutions	126,200	108,215	142,215	220,714	181,622	208,343
Loans to the public	782,177	726,675	760,722	241,276	221,069	207,700
Interest-bearing securities	79,915	80,370	92,342	89,916	92,462	96,561
Shares and participating interests	56,712	48,714	48,133	44,221	27,608	36,102
- for which customers bear the investment risk	49,073	41,576	41,823			
Derivatives	59,495	33,102	21,567	46,981	34,973	21,437
Other assets	56,393	23,929	27,778	18,624	16,238	9,486
Total assets	1,160,892	1,021,005	1,092,757	661,732	573,972	579,629
<i>Liabilities, provisions and equity</i>						
Amounts owed to credit institutions	139,977	101,924	105,146	180,663	137,125	134,629
Deposits and borrowings from the public	318,581	285,540	295,930	258,960	240,471	252,473
Debt securities in issue	480,598	433,830	503,636	81,714	71,507	82,617
Liabilities for which customers bear the investment risk	49,106	41,580	41,823			
Derivatives	47,297	37,586	26,437	44,492	35,629	21,857
Other liabilities and provisions	47,486	46,758	46,378	35,132	31,493	33,480
Subordinated liabilities	31,713	26,430	29,427	26,406	21,792	23,148
Untaxed reserves				3,122	3,122	7,940
Equity	46,134	47,357	43,980	31,243	32,833	23,485
- Minority's	318	3,169	2,886			
- Shareholders'	45,816	44,188	41,094	31,243	32,833	23,485
Total liabilities, provisions and equity	1,160,892	1,021,005	1,092,757	661,732	573,972	579,629
Assets pledged for own liabilities	89,512	100,921	101,994	39,376	59,076	59,871
Other assets pledged	11,736	17,583	12,267	11,683	17,529	12,263
Contingent liabilities	29,350	23,077	26,104	32,752	27,027	27,164
Commitments	4,865,817	4,083,592	4,018,822	4,598,405	3,857,216	3,660,410

Statement of cash flows

January – June, SEK M	Group		Bank	
	2005	2004	2005	2004
Liquid assets at beginning of period *)	80,032	66,241	69,537	52,240
Operating activities				
Operating profit	6,752	5,073	2,188	1,192
Adjustments for non-cash items	-4,273	-2,431	5,557	6,727
Taxes	-4,479	-751	-3,918	-707
Change in receivables from credit institutions	-19,917	-16,726	-41,692	-33,738
Change in loans to the public	-23,698	-7,925	3,567	7,521
Change in securities classified as current assets	947	-9,022	-91	-10,693
Change in deposits and borrowings from the public, including retail bonds	35,226	17,067	22,011	23,735
Change in amounts owned to credit institutions	22,373	7,819	28,490	17,330
Change in other assets and liabilities, net	-22,362	-1,627	-8,466	5,074
Cash flow from operating activities	-9,431	-8,523	7,646	16,441
<i>Of which discontinued operations</i>		-170		
Investing activities				
Purchase of fixed assets	-17,185	-3,424	-16,417	-4,038
Sale of fixed assets	2,780	687	2,130	924
Cash flow from investing activities	-14,405	-2,737	-14,287	-3,114
<i>Of which discontinued operations</i>		-4		
Financing activities				
Issuance of interest-bearing securities	85,302	143,771	10,057	13,416
Redemption of interest-bearing securities	-79,345	-140,548	-1,872	-287
Change in other funding	39,528	53,963	14,730	17,511
Share repurchase		-238		-238
Dividend paid	-3,334	-3,035	-3,334	-3,035
Cash flow from financing activities	42,151	53,913	19,581	27,367
<i>Of which discontinued operations</i>		149		
Cash flow for the period	18,315	42,653	12,940	40,694
Exchange rate differences in liquid assets	629	178		
Acquired liquid assets	327	0		
Liquid assets at end of period *)	99,303	109,072	82,477	92,934
*) of which securities pledged for OM, etc.				
- at beginning of period	2,296	3,207	2,296	3,207
- at end of period	2,595	2,151	2,595	2,151

Change in equity, the Group

SEK M	Minority equity	Equity attributable to shareholders			Equity
		Restricted	Non-restricted	Total	
Opening balance Jan. 1, 2004	5,198	30,113	10,243	40,356	45,554
Transfers between restricted and non-restricted equity		-860	860		
Share repurchase			-238	-238	-238
Dividend	-377		-3,035	-3,035	-3,412
Translation difference	40		144	144	184
Change in value of hedge of foreign net investment			-66	-66	-66
Acquisition from minority	-2,389				-2,389
Profit for the period	414		3,933	3,933	4,347
Closing balance June 30, 2004	2,886	29,253	11,841	41,094	43,980
Closing balance Dec. 31, 2004	3,169	26,766	17,422	44,188	47,357
Change in accounting principle for IAS 39 Financial Instruments: Recognition and Measurement		-2,309	1,521	-788	-788
Opening balance Jan. 1, 2005	3,169	24,457	18,943	43,400	46,569
Transfers between restricted and non-restricted equity		-11	11		
Dividend	-1		-3,334	-3,334	-3,335
Translation difference	62		866	866	928
Change in value of hedge of foreign net investment			-352	-352	-352
Revaluation of net assets from acquisition of subsidiary			-6	-6	-6
New minority from acquisition of subsidiary	44				44
Acquisition from minority	-3,327				-3,327
Partial divestment to minority	138				138
Profit for the period	233		5,242	5,242	5,475
Closing balance June 30, 2005	318	24,446	21,370	45,816	46,134
<i>Reconciliation with previous accounting principles</i>					
Closing balance Dec. 31, 2003 according to previous accounting principles		30,137	11,782	41,919	41,919
New minority	5,198				5,198
Change in accounting principle for RR 29 Employee Benefits		-24	-1,539	-1,563	-1,563
Closing balance IFRS Jan. 1, 2004	5,198	30,113	10,243	40,356	45,554
Closing balance June 30, 2004 according to previous accounting principles		29,239	11,548	40,787	40,787
New minority	2,861				2,861
Effect of goodwill amortization on profit for the period of elimination	25		307	307	332
Transfers between restricted and non-restricted equity due to elimination of goodwill amortization for associated companies		14	-14		
Closing balance IFRS June 30, 2004	2,886	29,253	11,841	41,094	43,980
Closing balance Dec. 31, 2004 according to previous accounting principles		26,673	16,951	43,624	43,624
New minority	3,145				3,145
Change in accounting principle for IFRS 3, Business Combinations					
- Translation difference			-1	-1	-1
- Acquisition from minority	-12				-12
- Effect on profit for the year	36	93	472	565	601
Closing balance IFRS Dec. 31, 2004	3,169	26,766	17,422	44,188	47,357

Change in equity, the Bank

SEK M	Restricted equity	Non-restricted equity	Total
Opening balance Jan. 1, 2004	19,127	6,689	25,816
Transfers between restricted and non-restricted equity	-193	193	
Share repurchase		-2,218	-2,218
Dividend		-3,035	-3,035
Group contributions, net		-42	-42
Merger result FSB Bolåndirekt Bank		71	71
Profit for the year		12,241	12,241
Closing balance Dec. 31, 2004	18,934	13,899	32,833
Change in accounting principle for financial instruments to Annual Accounts Act for Credit Institutions and Securities Companies (ÅRKL) 2004:1175: Recognition and Measurement	-2,090	2,290	200
Adjusted opening balance Jan. 1, 2005	16,844	16,189	33,033
Dividend		-3,334	-3,334
Change in value of hedge of foreign net investment		-352	-352
Profit for the year		1,896	1,896
Closing balance June 30, 2005	16,844	14,399	31,243

Note 1. Net commission income

Group, SEK M	Jan – Jun 2005	Jan–Jun 2004	Q2 2005	Q2 2004	Full-year 2004
Payment processing commissions	1,796	1,603	955	837	3,365
Lending commissions	172	225	83	132	435
Brokerage	244	227	133	91	407
Asset management	1,450	1,334	748	671	2,713
Other securities commissions	41	80	21	18	169
Other commissions receivable	812	647	487	338	1,293
Total commissions receivable	4,515	4,116	2,427	2,087	8,382
Payment processing commissions	-532	-508	-278	-262	-1,068
Securities commissions	-98	-102	-56	-52	-208
Other commissions payable	-521	-471	-259	-242	-984
Total commissions payable	-1,151	-1,081	-593	-556	-2,260
Total commissions, net	3,364	3,035	1,834	1,531	6,122

Bank, SEK M	Jan–Jun 2005	Jan–Jun 2004	Q2 2005	Q2 2004	Full-year 2004
Payment processing commissions	1,285	1,194	666	619	2,489
Lending commissions	212	216	123	122	417
Brokerage	169	189	85	72	334
Asset management	723	623	377	314	1,256
Other securities commissions	38	80	19	18	168
Other commissions receivable	383	379	188	198	738
Total commissions receivable	2,810	2,681	1,458	1,343	5,402
Payment processing commissions	-432	-422	-219	-215	-884
Securities commissions	-68	-73	-39	-36	-150
Other commissions payable	-70	-56	-35	-30	-119
Total commissions payable	-570	-551	-293	-281	-1,153
Total commissions, net	2,240	2,130	1,165	1,062	4,249

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

Group, SEK M	Jan – Jun 2005	Jan–Jun 2004	Q2 2005	Q2 2004	Full-year 2004
Financial instruments classified as trading as well as derivatives					
Shares and participating interests	165	97	107	34	306
- <i>Change in value</i>	28	77	-30	14	282
- <i>Dividend</i>	137	20	137	20	24
Interest-bearing instruments	-318	693	-484	194	999
- <i>Change in value</i>	-196	31	-266	-50	320
- <i>Interest</i>	-122	662	-218	244	679
Other financial instruments	31	0	0	-71	-2
- <i>Change in value</i>	31	0	0	-71	-2
Total	-122	790	-377	157	1,303
Other financial instruments at fair value					
Shares and participating interests	248	61	268	57	62
- <i>Change in value</i>	186		209		
- <i>Dividend</i>	62	61	59	57	62
Interest-bearing instruments	622	6	519	2	17
- <i>Change in value</i>	622	6	519	2	17
Total	870	67	787	59	79
Change in exchange rates	372	370	268	244	425
Total	1,120	1,227	678	460	1,807

Net profit on financial operations Bank, SEK M	Jan – Jun 2005	Jan–Jun 2004	Q2 2005	Q2 2004	Full-year 2004
Capital gains/losses					
Shares and participating interests	146	132	156	140	284
Interest-bearing securities	108	-299	-474	173	9
Other financial instruments		0		0	
Total	254	-167	-318	313	293
Unrealized changes in value					
Shares and participating interests	101	-54	48	-104	-15
Interest-bearing securities	32	310	373	-240	282
Other financial instruments		0	-1	0	
Total	133	256	420	-344	267
Change in exchange rates	232	227	199	119	451
Total	619	316	301	88	1,011

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

Group, SEK M	Jan – Jun 2005	Jan–Jun 2004	Q2 2005	Q2 2004	Full-year 2004
<i>Specific provisions for claims assessed individually</i>					
The period's write-off for established loan losses	-273	-476	-135	-203	-927
Reversal of previous provisions for anticipated loan losses reported in the period's accounts as established	160	300	80	106	459
The period's provisions for anticipated loan losses	-169	-241	-95	-124	-403
Recoveries from previous periods' established loan losses	188	232	91	111	446
Reversal of provisions for anticipated loan losses	112	145	74	76	258
The period's net expense	18	-40	15	-34	-167
<i>Collective provisions for individually assessed claims</i>					
Allocations to collective provisions	-116	-157	-49	-54	-218
<i>Collectively valued homogeneous groups of claims with limited value and similar credit risk</i>					
The period's write-off for established loan losses	-65	-57	-36	-28	-118
Recoveries from previous years' established loan losses	6	4	3	3	13
Allocations/withdrawals from loan loss reserve	-14	0	-13	2	21
The period's net expense for collectively assessed homogeneous claims	-73	-53	-46	-23	-84
<i>Contingent liabilities</i>					
The period's net expense for discharged guarantees and other contingent liabilities	-25	-12	-17	-9	-25
The period's net loan loss expense	-196	-262	-97	-120	-494
Change in the value of property taken over	0	0	0	0	0
Total loan losses, net, and change in value of property taken over	-196	-262	-97	-120	-494

Bank, SEK M	Jan–Jun 2005	Jan–Jun 2004	Q2 2005	Q2 2004	Full-year 2004
<i>Specific provisions for claims assessed individually</i>					
The period's write-off for established loan losses	-207	-335	-123	-134	-608
Reversal of previous provisions for anticipated loan losses reported in the period's accounts as established	117	225	69	73	325
The period's provisions for anticipated loan losses	-60	-125	-47	-83	-250
Recoveries from previous periods' established loan losses	26	65	14	30	103
Reversal of provisions for anticipated loan losses	47	56	37	36	92
The period's net expense	-77	-114	-50	-78	-338
<i>Collective provisions for individually assessed claims</i>					
Allocations to collective provisions	7	-103	62	-22	-63
<i>Collectively valued homogeneous groups of claims with limited value and similar credit risk</i>					
The period's write-off for established loan losses	-41	-33	-26	-17	-76
Recoveries from previous years' established loan losses	0	1	0	1	1
Allocations/withdrawals from loan loss reserve	-5	-6	-4	-5	3
The period's net expense for collectively assessed homogeneous claims	-46	-38	-30	-21	-72
<i>Contingent liabilities</i>					
The period's net expense for discharged guarantees and other contingent liabilities	-19	-4	-21	-3	-31
The period's net loan loss expense	-135	-259	-39	-124	-504
Change in the value of property taken over	0	0	0	0	0
Total loan losses, net, and change in value of property taken over	-135	-259	-39	-124	-504

Note 4. Claims

(Loans to credit institutions and loans to the public)

SEK M	Group			Bank		
	June 30 2005	Dec. 31 2004	June 30 2004	June 30 2005	Dec. 31 2004	June 30 2004
Book value (before accounting for provisions)	912,365	838,794	907,944	464,695	405,533	418,945
Specific provisions for individually assessed claims	-785	-858	-1,199	-526	-624	-635
Provisions for collectively valued homogeneous groups of claims with limited value and similar credit risk	-173	-184	-205	-73	-105	-114
Collective provisions for individually assessed claims	-3,030	-2,862	-3,603	-2,106	-2,113	-2,153
Total provisions	-3,988	-3,904	-5,007	-2,705	-2,842	-2,902
Book value	908,377	834,890	902,937	461,990	402,691	416,043
Book value of doubtful claims	1 550	1 537	2 093	684	743	911
Book value of unsettled claims not included in doubtful claims and for which accrued interest has been entered as income	293	271	410	86	77	79
Property taken over to protect claims:						
- Buildings and land	1	1	5	0	0	0
- Shares and participating interests	12	12	14	7	7	9
- Other	2	2	2	0	0	0
Total	15	15	21	7	7	9
Doubtful claims as % of total lending	0.17	0.18	0.23	0.15	0.18	0.22
Excl. discontinued operations			0.21			
Total provision ratio for doubtful claims, % *	159	151	143	211	193	175
Excl. discontinued operations			137			
Provision ratio for individually identified doubtful claims, %	38	40	40	47	50	45
Excl. discontinued operations			38			

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

Specification of claims

Sector/Industry SEK M June 30, 2005	Book value before accounting for provisions	Specific provisions for individually assessed claims	Collective provisions for individually assessed claims	Provisions for	Book value of claims after accounting for provisions	Book value of doubtful claims (unsettled)	Book value of unsettled claims for which interest is entered as income
				collectively valued homogeneous groups of claims			
Private individuals	390,090	35	192	173	389,690	411	199
Real estate management	155,758	76	254		155,428	104	44
Retail, hotels, restaurants	26,760	84	306		26,370	375	4
Construction	10,085	20	122		9,943	36	3
Manufacturing	22,864	243	455		22,166	251	2
Transportation	12,387	18	68		12,301	69	0
Forestry and agriculture	38,950	28	320		38,602	59	2
Other service businesses	21,494	19	257		21,218	60	36
Other business lending	56,166	225	1,056		54,885	185	3
Municipalities	14,321				14,321		
Lending	748,875	748	3,030	173	744,924	1,550	293
Credit institutions incl. Nat'l Debt Office	63,486	37			63,449	0	
Repurchase agreements - credit institutions incl. Nat'l Debt Office	71,501				71,501		
Repurchase agreements - public	28,503				28,503		
Total lending to credit institutions and the public	912,365	785	3,030	173	908,377	1,550	293

Warrant program

In the spring of 2000, employees of FöreningsSparbanken and wholly owned Group companies in Sweden and members of local bank boards were offered the opportunity to buy warrants in FöreningsSparbanken on market terms. The 8,008,100 outstanding warrants carry the right to subscribe for an equal number of shares during the period from May until September 2005, as detailed in their terms and conditions. The premium was SEK 15 and the subscription price SEK 187. On June 30, 2005 the price of the FöreningsSparbanken share was SEK 172 and the warrant SEK 0.69.

Derivatives in the Group on June 30, 2005

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	Other
Derivatives with positive book values	28,525	29,789	1,587	24
Derivatives with negative book values	31,338	14,890	1,475	24

Ratings, June 30, 2005

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

* Bank Financial Strength Rating

Stockholm, August 18, 2005

Jan Lidén

President and Chief Executive Officer

Audit report

We have reviewed this interim report in accordance with the recommendation issued by the Swedish Institute of Authorized Public Accountants. A review is considerably limited in scope compared with an audit. Nothing has come to our attention that causes us to believe that the interim report does not comply with the requirements of the Securities and Clearing Operations Act, the Annual Accounts Act for Credit Institutions and Securities Companies and IAS 34 Interim Financial Reporting.

Stockholm, August 18, 2005

Deloitte & Touche AB

Ernst & Young AB

Jan Palmqvist

Authorized Public Accountant

Lars Träff

Authorized Public Accountant

Ulf Järlebro

Authorized Public Accountant

Appointed by Financial Supervisory
Authority

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 publish financial reports on the following dates:

- Interim report third quarter 2005 on October 27
- Year-end report 2005 on February 14, 2006
- Interim report first quarter 2006 on May 3, 2006
- Interim report second quarter 2006 on August 23, 2006
- Interim report first quarter 2006 on November 2, 2006

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Attachment

Restatement of consolidated profit and loss account Q2 2004 for transition to IFRS

SEK M	Profit and loss account according to previous accounting rules	Restatement of profit	Reclassifications	Discontinued operations	Profit and loss account restated to IFRS
Net interest income	4,145		-139	-284	3,722
Net commission income	1,702		-130	-41	1,531
Net gains and losses on items at fair value	114		321	25	460
Net insurance			37		37
Share of profit/loss of associated companies		13	64	-8	69
Other income	383		-89	-6	288
Total income	6,344	13	64	-314	6,107
Staff costs	-1,696			45	-1,651
Profit based staff costs	-213				-213
Other costs	-1,414			31	-1,383
Total general administrative expenses	-3,323			76	-3,247
Depreciation and write off of tangible and intangible fixed assets	-302	153		6	-143
Total costs	-3,625	153		82	-3,390
Profit before loan losses	2,719	166	64	-232	2,717
Loan losses	-120				-120
Share of profit/loss of associated companies	64		-64		0
Operating profit	2,663	166	0	-232	2,597
Tax	-600			68	-532
Minority interests	-179	-11	190		
Profit for the period from continuing operations	1,884	155	190	-164	2,065
Profit from discontinued operations after tax				164	164
Profit for the period	1,884	155	190		2,229
Profit for the period attributable to: FöreningsSparbanken's shareholders					2,039
Minority					190

Restatement of consolidated profit and loss account for first half year 2004 for transition to IFRS

SEK M	Profit and loss account according to previous accounting rules	Restatement of profit	Reclassifications	Discontinued operations	Profit and loss account restated to IFRS
Net interest income	8,249		-483	-585	7,181
Net commission income	3,313		-224	-54	3,035
Net gains and losses on items at fair value	502		748	-23	1,227
Net insurance			64		64
Share of profit/loss of associated companies		27	167	-44	150
Other income	630		-105	-11	514
Total income	12,694	27	167	-717	12,171
Staff costs	-3,405			79	-3,326
Profit based staff costs	-500				-500
Other costs	-2,779			62	-2,717
Total general administrative expenses	-6,684			141	-6,543
Depreciation and write off of tangible and intangible fixed assets	-608	305		10	-293
Total costs	-7,292	305		151	-6,836
Profit before loan losses	5,402	332	167	-566	5,335
Loan losses	-283			21	-262
Share of profit/loss of associated companies	167		-167		
Operating profit	5,286	332	0	-545	5,073
Tax	-1,271			151	-1,120
Minority interests	-389	-25	414		
Profit for the period from continuing operations	3,626	307	414	-394	3,953
Profit from discontinued operations after tax				394	394
Profit for the period	3,626	307	414		4,347
Profit for the period attributable to: FöreningsSparbanken's shareholders					3,933
Minority					414

Restatement has been done with the operational profit and loss account as the starting point, but profit for the period does not differ between the operational and legal profit and loss account that were used 2004.

Restatement of consolidated balance sheet for transition to IFRS

SEK M	Adopted acc. to annual report 2004	Reclassi- fications	Re- valuation IFRS 3	Restated balance sheet Dec. 31 2004	Revaluation IAS 39	Balance sheet Jan. 1, 2005
Loans to credit institutions	108,039	176		108,215		108,215
Loans to the public	726,701	-26		726,675	493	727,168
Interest-bearing securities	79,007	1,363		80,370	2	80,372
Assets in insurance operations	43,366	-43,366				
Shares and participating interests - for which customers bear the investment risk		48,604	110	48,714	457	49,171
Derivatives		41,576		41,576		41,576
Other assets	63,346	33,102		33,102	2,930	36,032
Total assets	1,020,459	-42	588	1,021,005	3,791	1,024,796
Amounts owed to credit institutions	101,924			101,924	-1,058	100,866
Deposits and borrowings from the public	285,540			285,540		285,540
Debt securities in issue	433,830			433,830	-4,467	429,363
Liabilities in insurance operations	43,280	-43,280				
Liabilities for which customers bear the investment risk		41,580		41,580		41,580
Derivatives		37,586		37,586	9,522	47,108
Other liabilities and provisions	82,686	-35,928		46,758	-819	45,939
Subordinated liabilities	26,430			26,430	1,401	27,831
Minority interests	3,145	-3,145				
Equity	43,624	3,145	588	47,357	-788	46,569
- <i>Minority's</i>		3,145	24	3,169		3,169
- <i>Shareholders'</i>		43,624	564	44,188	-788	43,400
Total liabilities, provisions and equity	1,020,459	-42	588	1,021,005	3,791	1,024,796