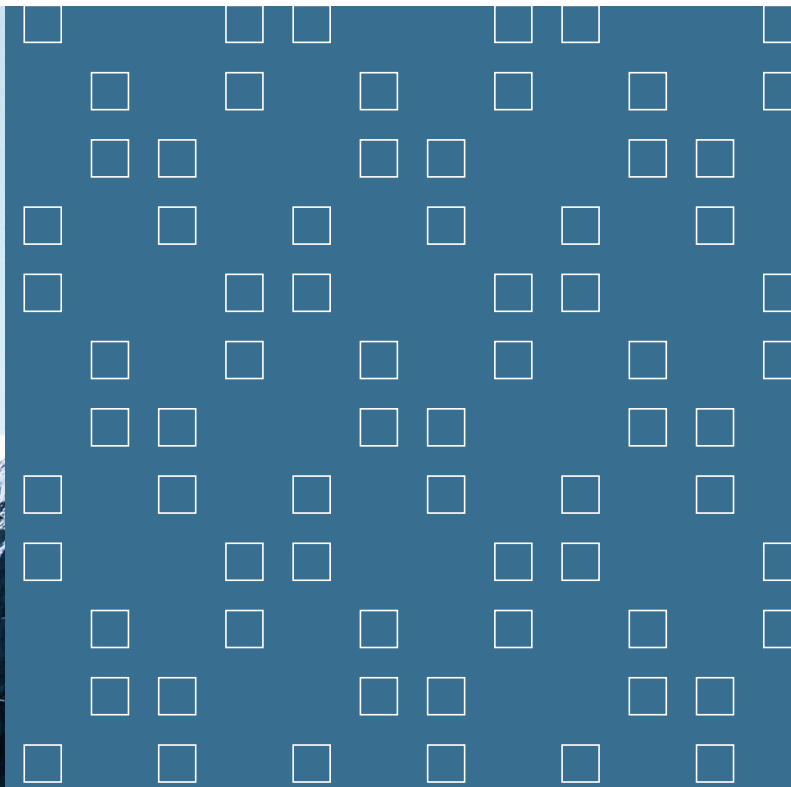


# Interim Report

1<sup>st</sup> Quarter 2007

 storebrand

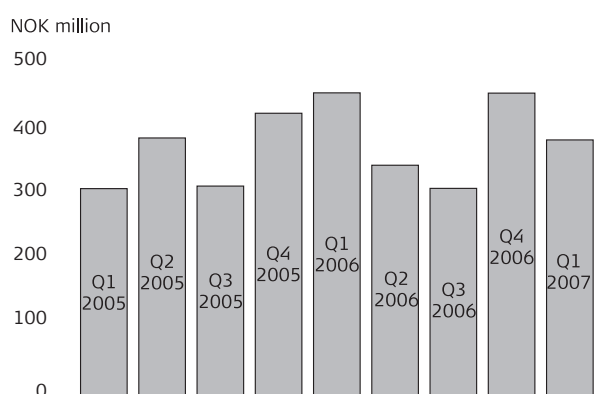


# Interim results for the Storebrand group - first quarter 2007

## MAIN FEATURES

- Storebrand reports group profit of NOK 389 million for Q1.
- Good value creation for the life insurance company's customers and owners.
- Value-adjusted investment return of 2.1% and an increase of NOK 900 million in unrealised gains.
- Continuing improvement in earnings at Storebrand Investments.
- Strong growth in long-term savings and insurance.

## Group profit by quarter:



Growth reflects strong sales of pension products to the corporate market. Total premium income, excluding transfers of pension reserves, was 10% higher than in the same quarter of 2006 at NOK 5.4 billion.

Storebrand Life Insurance's investment portfolio performed well. The value-adjusted investment return was 2.1% in Q1.

Asset management activities reported continuing improvement in profitability. Pre-tax profit for Q1 increased to NOK 31 million from NOK 20 million in 2006. The quarter's results reflect growth in assets under management and good investment performance.

The group result, which represents the owners' share of operating profit, showed a profit of NOK 389 million in Q1 (NOK 466 million). Operating profit for Q1 was NOK 917 million (NOK 1,193 million). Figures for the corresponding period in 2006 are shown in brackets.

Storebrand Life Insurance again reported growth in business volumes. Transfers of pension business produced a net inflow of pension reserves of NOK 384 million in Q1.

At the close of Q1, Storebrand Investments had NOK 220 billion of assets under management, representing an increase of NOK 3 billion from the start of the year. The increase was driven by large inflows to mutual funds and growth in value for the portfolios managed.

Storebrand Bank's lending to the retail market increased by 7% for the year to date, and 5,900 new accounts were opened in Q1. Measures implemented to improve profitability are expected to show a gradual effect over the course of 2007.

## Group profit:

NOK million	Q1		Full year 2006
	2007	2006	
Life insurance	272	304	1 198
Asset management	31	20	156
Storebrand Bank	79	48	190
Other activities	7	94	41
<b>Group profit</b>	<b>389</b>	<b>466</b>	<b>1 585</b>

The newly established P&C insurance business of Storebrand Skadeforsikring has been well received. The company attracted 3,329 new customers in Q1, bringing total customer numbers to 5,373 at the end of March. A sizeable 55% of the new customers have purchased P&C insurance products through the company's web site.

## LIFE INSURANCE

### Profit and loss - Storebrand Life Insurance and other life insurance activities:

NOK million	Q1		Full year
	2007	2006	2006
Interest result	870	1 047	5 523
Risk result	80	87	220
Administration result	-135	-95	-551
Change in security and premium reserves	-9	-10	-18
Operating profit	806	1 030	5 175
Profit allocated to policyholders	-532	-732	-3 994
Of which allocated to additional statutory reserves			-1 000
Profit to owner - Storebrand Livsforsikring AS	274	299	1 181
Profit to owner - Storebrand Livsforsikring Group	276	300	1 182
Storebrand Helseforsikring AS (50%)	3	1	7
IFRS effects	-8	3	8
Total for life insurance activities	272	304	1 198

### Storebrand Livsforsikring Storebrand Life Insurance

Storebrand Livsforsikring AS reported an operating profit of NOK 806 million for Q1 (NOK 1,030 million). Operating profit for the Storebrand Life Insurance group in Q1 was NOK 808 million (NOK 1,031 million). The decline in operating profit reflects the build-up of almost NOK 900 million of unrealised gains on the quarter.

Risk result was NOK 80 million for Q1 2007, a decline of NOK 7 million from the same quarter of 2006.

The administration result showed a loss of NOK 135 million for Q1, (loss of NOK 95 million), of which products with profit sharing accounted for a loss of NOK 96 million (loss of NOK 67 million). The deterioration in administration result is due in part to higher investment management fees as a result of the good investment return achieved. Investment management fees were some NOK 40 million higher in Q1 than in the same quarter of 2006.

The interest result for Q1 was NOK 870 million (NOK 1,047 million). Net realised gains on securities totalled NOK 11 million (NOK 713 million). The real estate portfolio recorded upward revaluations and capital gains on disposals totalling NOK 580 million in Q1. Unrealised gains on investments held as current assets increased by NOK 896 million in Q1 to NOK 6,786 million at the end of the quarter. Unrealised gains on investments held to maturity fell by NOK 358 million in Q1 to NOK 739 million at the end of the quarter.

Storebrand Life Insurance reports pre-tax profit for the owners of NOK 274 million (NOK 299 million) for Q1. The result includes a loss from life insurance products with investment choice of NOK 24 million (loss of NOK 3 million), while life insurance products not subject to profit sharing with policyholders (including group life and personal risk

products) contributed NOK 46 million (NOK 37 million). The Swedish branch reported a loss of NOK 13 million (loss of NOK 10 million), which is charged to the owner's profit.

Total premium income, (excluding premium reserves transferred to Storebrand Life Insurance) amounted to NOK 5.4 billion in Q1 2007, an increase of 10% from the same period in 2006. Group insurance products with investment choice showed growth in Q1 of 173% from the same period last year due to increased customer numbers for mandatory employers' pension products.

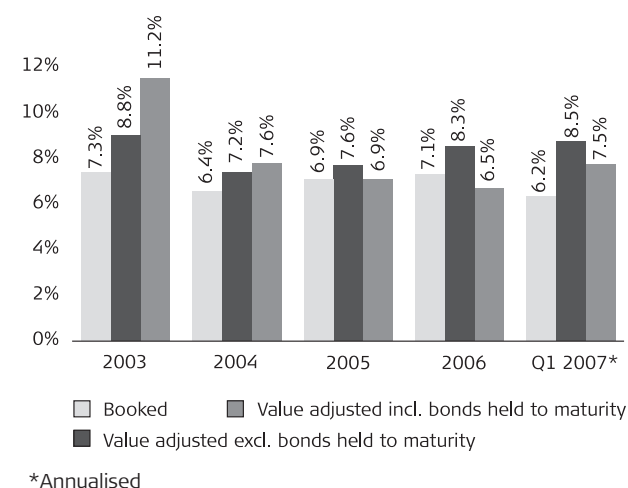
By April 2007, Storebrand had arranged mandatory occupational pension schemes for approximately 16,000 companies representing some NOK 900 million of annual premiums. New schemes were recognised in the accounts in Q1 for around 3,600 companies with 27,000 employed in total, representing annual premium volume of some NOK 190 million.

Defined benefit group pension products showed an increase of 9%, reflecting both higher one-off premiums and final premium payments. Traditional individual endowment insurance showed an increase of 4%, while personal annuity and pension insurance products were at the same level as the first quarter of 2006. Group life insurance showed an increase of 6%, while non-life lines fell by 10%.

Transfers of pension business produced a net inflow to Storebrand of NOK 384 million in Q1 2007. Sales of pension products to the corporate market were strong in Q1, but retail market sales were affected by withdrawals from savings-related products with no fixed maturity dates.

Storebrand Life Insurance achieved a value-adjusted investment return of 2.1% (2.8%) for Q1 2007, equivalent to an annualised return of 8.5% (11.7%). Value-adjusted return including unrealised gains on financial fixed assets was 1.8% (2.2%), equivalent to an annualised return of 7.5% (9.3%). The booked investment return for Q1 was 1.5% (1.6%), equivalent to an annualised return of 6.2% (6.6%).

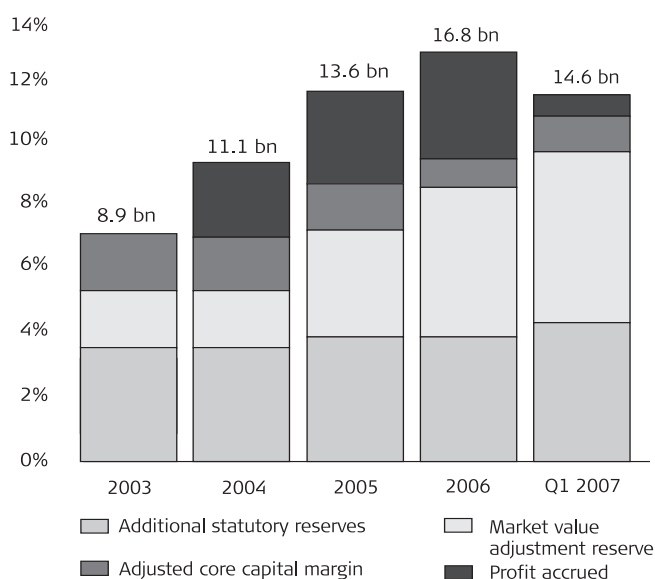
### Development in investment returns:





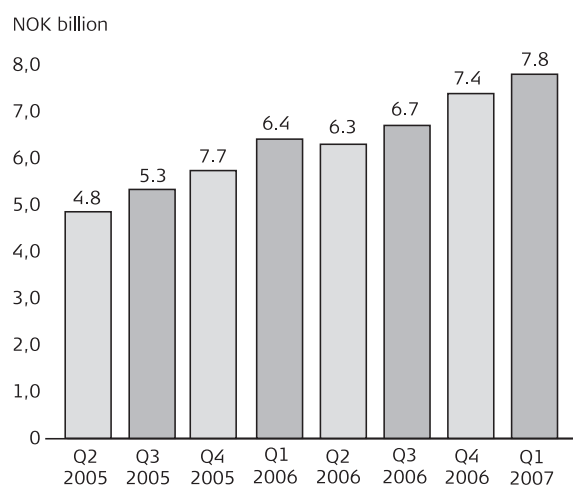
Storebrand Life Insurance's total assets increased by NOK 5.4 billion in the quarter to stand at NOK 188 billion at the close of Q1 2007. The life company's overall exposure to equities, including derivative positions, was 28% at the end of Q1, little changed from the start of the year. Net investment in bonds held to maturity reduced by NOK 1.8 billion in Q1 2007. Bonds, commercial paper and money market investments held as current assets have increased by NOK 2.1 billion since the start of the year. Other asset classes showed little change in Q1.

#### Risk capital in NOK and % of customers' funds excl. additional statutory reserves:



Risk capital at the close of Q1 amounted to NOK 14.6 billion. Risk capital includes NOK 0.6 billion of statutory additional reserves in excess of one year's interest rate guarantee. The capital ratio was unchanged in Q1 from 9.7% at the start of the year. The company's solvency margin was 177.3% at the close of Q1 as compared to

#### Assets under management - defined contribution pensions and Unit Linked:



174.6% at the close of 2006. The company satisfies all capital adequacy requirements by a satisfactory margin.

77% of customers' assets with investment choice (defined contribution pensions and unit linked products) were invested in equity and combination funds as compared to 78% at the end of 2006. The returns in Q1 on the investment alternatives recommended for defined contribution pension products were 1.3%, 1.9% and 2.3% respectively for the cautious, balanced and aggressive investment profiles.

#### Storebrand Helseforsikring AS

Storebrand Helseforsikring AS generated operating profit of NOK 6 million (NOK 1 million) in Q1. Premium income from health insurance products rose by 16% in Q1 to NOK 47 million. Growth in premium income earned for own account was equally divided between the Norwegian and Swedish markets. Storebrand Helseforsikring AS provides health insurance products for the corporate and retail markets, and Storebrand has a 50% interest in the company.

#### ASSET MANAGEMENT ACTIVITIES

Asset management activities reported a pre-tax profit of NOK 31 million (NOK 20 million) for Q1.

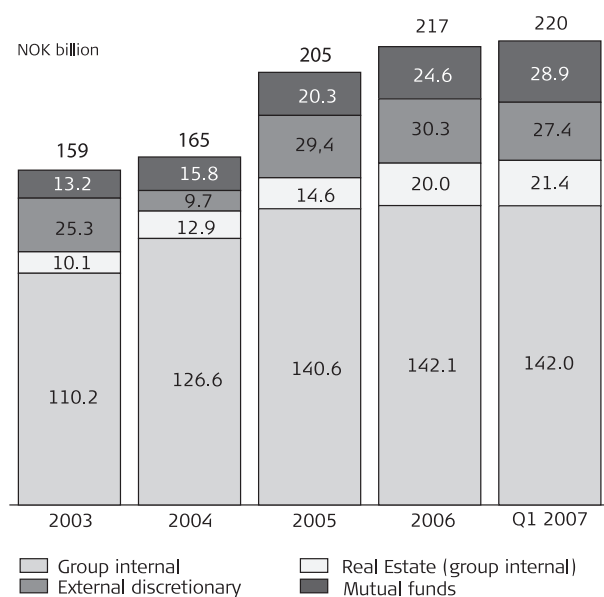
#### Profit and loss - Storebrand Investments:

NOK million	Q1		Full year 2006
	2007	2006	
Total revenue	90	74	399
Total costs	-65	-58	-280
Net financial income/ other income	6	3	37
Pre-tax profit	31	20	156

The quarter's results reflect growth in assets under management and a good investment performance for managed assets. Revenue from fixed and volume-based fees increased with growth in assets under management. In addition, performance-based fee income was higher than in the same quarter last year due to the good investment performance achieved on assets managed for Storebrand Life Insurance. Performance-based fee income is recognised to profit gradually over the course of the year. Costs were also somewhat higher, but this was largely due to an increased level of activity seen for mutual funds and an increase in performance-based salary payments.

Storebrand Investments had assets under management of NOK 220 billion at the close of Q1. This represents an increase of NOK 3 billion from the start of the year. The increase was driven by large inflows to mutual funds and growth in value for the portfolios managed. Total assets under management were made up of NOK 163 billion of internal funds (including real estate) and NOK 56 billion of assets/funds managed for external clients.

## Total assets under management:



All distribution channels produced an increase in net sales in Q1, with total net sales of NOK 2.8 billion of assets under management as compared to NOK 0.3 billion in the same quarter of 2006 and NOK 3.7 billion for 2006 as a whole. Assets under management for external clients increased by NOK 1 billion from the close of 2006. The quarter saw some degree of shift from discretionary asset management into mutual funds.

Storebrand Investments produced a better return than the comparable benchmark indices (before deducting management fees) in Q1 on 67% of the securities funds it manages. In addition to good results from the European and North American equity funds, almost all the Norwegian equity funds outperformed the index in Q1. Fixed income funds also performed very strongly.

## BANKING ACTIVITIES

Storebrand Bank group reported ordinary operating profit for Q1 of NOK 35 million (NOK 34 million) before write-downs for loan losses. After a net write-back of earlier loan losses and write-downs of NOK 45 million, pre-tax profit for Q1 was NOK 79 million (NOK 48 million).

## Profit and loss - Storebrand Bank Group:

NOK million	Q1		Full year 2006
	2007	2006	
Net interest income	93	106	419
Net fee and commission income	11	12	32
Other income	12	9	47
<b>Total income</b>	<b>115</b>	<b>127</b>	<b>498</b>
Operating costs	-81	-94	-355
<b>Profit before loan losses</b>	<b>35</b>	<b>34</b>	<b>143</b>
Loan losses	45	15	47
<b>Pre-tax profit</b>	<b>79</b>	<b>48</b>	<b>190</b>

Net interest income amounted to NOK 93 million (NOK 106 million) in Q1, representing a net interest margin calculated on average total assets of 1.08% (1.41%). The decline reflects the bank's strong growth driven by its competitive pricing. In addition the continuing shift in the balance of the portfolio towards retail lending, where the main product is mortgage lending within 80% and 60% of valuation, causes a reduction in net interest income relative to total assets. Net interest income was also affected by increases in official interest rates, continuing strong competition and pressure on margins in the lending market.

Net fee and commission income amounted to NOK 11 million in Q1 (NOK 12 million). This included net commission income on sales of Storebrand Optimér ASA and real estate investment fund products. Sales of both real estate investment fund units and Storebrand Optimér were strong in Q1.

Other operating income amounted to NOK 12 million in Q1 (NOK 9 million). Income from real estate broking exceeded NOK 3 million in Q1 (NOK 3 million), and a sale of real estate by one of the bank's subsidiaries generated a capital gain of almost NOK 6 million.

Operating expenses amounted to NOK 81 million in Q1 (NOK 94 million). The decline in expenses is the result of the steps taken by the bank in 2006 to increase efficiency and continuously improve its internal processes.

Changes in realised loan losses and loan loss write-downs in Q1 resulted in a net write-back of NOK 45 million. A settlement was reached in April 2007 on legal proceedings following the insolvency of one of the bank's customers. The settlement gives the bank compensation of NOK 35 million, and the equivalent amount was recognised to post-tax profit in Q1 by a reversal of this amount in the individual loan write-down.

Gross non-performing and loss-exposed loans totalled NOK 597 million at the close of Q1, representing an increase of NOK 64 million since the start of the year. The increase in non-performing and loss-exposed loans relates mainly to an exposure that was in default at the close of the quarter but where the customer is now up to date with payments. Total non-performing and loss-exposed loans reflect a positive shift in the composition of the lending portfolio towards a higher proportion of lending with a lower risk profile. This is reflected in reversals of grouped write-downs. The bank's loan loss write-downs totalled NOK 386 million at the end of Q1, of which grouped write-downs accounted for NOK 69 million. This represents a level of provisioning relative to non-performing and loss-exposed loans of 65% (68%).

The bank's assets totalled NOK 37.1 billion at the close of Q1. Gross lending increased by NOK 1.5 billion in Q1, representing growth of almost 5%. The increase in Q1 was made up of just over NOK 1.3 billion of lending to the retail market and NOK 0.1 billion to the corporate market. In addition, lending by Storebrand Life Insurance managed by Storebrand Bank ASA increased by NOK 430 million in Q1. The bank's deposit-to-loan ratio increased in Q1 to stand at 44.6% by the end of the quarter.

The bank's capital ratio at the end of Q1 was 10.5% and its core capital ratio was 8.4%. Net primary capital amounted to NOK 2.4 billion at the close of Q1. The capital ratio calculations at the close of Q1 include in core capital a group contribution of NOK 200 million received from Storebrand ASA. The level of capital ratio is in line with expectations given the growth in the bank's total assets.

The 2007 Norsk Finansbarometer consumer survey carried out by TNS Gallup in collaboration with the Norwegian Financial Services Association reported increasing customer satisfaction for Storebrand Bank. The marketing activities and pricing implemented by Storebrand Bank have strengthened the bank's competitiveness. This is reflected in continuing strong growth in lending and in customer numbers. Lending to the retail market has increased by 7% for the year to date, and 5,900 new accounts were opened in Q1.

## OTHER ACTIVITIES

Other activities principally comprise Storebrand ASA (the holding company), and Storebrand Skadeforsikring.

### Profit and loss - Other activities:

NOK million	Q1		Full year 2006
	2007	2006	
Storebrand ASA*)	1 052	1 040	1 012
Storebrand Skadeforsikring**)	-14	48	21
Other companies/ eliminations ***)	-1 031	-994	-991
Pre-tax profit	7	94	41

\*) Including dividends/group contributions from subsidiaries

\*\*\*) Figures for 2006 include return of NOK 49 million from the guarantee fund

\*\*\*) Including elimination of dividends/group contributions from subsidiaries

### Storebrand Skadeforsikring

Storebrand Skadeforsikring (P&C insurance business), including Oslo Reinsurance Company ASA, reported an operating loss of NOK 14 million in Q1 (profit of NOK 48 million).

The profit figure for 2006 includes a non-recurring refund of NOK 49 million from the guarantee fund. Storebrand Skadeforsikring AS produced an operating loss of NOK 13 million (profit of NOK 48 million), while Oslo Reinsurance Company ASA reported an operating loss of NOK 1 million (profit of NOK 1 million). Operating costs for Storebrand Skadeforsikring AS amounted to NOK 17 million in Q1 (NOK 1 million), while premium income for own account in the quarter was NOK 6 million (0). The operating loss reported by Storebrand Skadeforsikring was in line with expectations and reflects the start-up costs of the new business.

The new P&C business generated strong sales on an upward trend in the first three months of 2007. The company attracted 3,329 new customers in the quarter bringing total customer numbers to 5,373 at the end of March. Storebrand Skadeforsikring's portfolio at the close of Q1 represented NOK 41 million of annual premiums.

Internet sales are now the strongest sales channel for Storebrand Skadeforsikring, and 55% of new customers have purchased P&C insurance products through the company's web site. In order to strengthen its distribution capacity, the company signed agreements in Q1 with Ring Eiendoms-megling and Storebrand Livsforsikring for P&C products to be sold through certain of their sales channels.

### Storebrand ASA (holding company)

Storebrand ASA reports a profit of NOK 1,052 million for Q1 (profit of NOK 1,040 million). Q1 profit includes group contributions and dividends from subsidiaries which, in accordance with IFRS, are only recognised to profit and loss when approved by the annual general meeting of the company in question. Financial items represented income of NOK 39 million in Q1 (NOK 34 million). Q1 operating costs were NOK 20 million (NOK 23 million). Profit for the first quarter excluding group contributions and dividends from subsidiaries was NOK 19 million (NOK 11 million).

### Profit and loss - Storebrand ASA:

NOK million	Q1		Full year 2006
	2007	2006	
Group contributions and dividends	1 033	1 028	1 028
Interest income	19	16	73
Interest expense	-23	-17	-77
Gains/losses on securities	44	39	70
Other financial items	-1	-3	0
Net financial items	39	34	66
Operating costs	-20	-23	-82
Pre-tax profit	1 052	1 040	1 012

Storebrand ASA held liquid assets of NOK 3.1 billion at the close of Q1, of which over NOK 2.8 billion was invested in short term interest-bearing securities with good credit ratings.

Storebrand ASA held 1.7% of the company's own shares at the close of Q1 (4,263,700 shares). The Board of Directors holds a mandate granted by Storebrand's Annual General Meeting held on 25 April 2007 to buy back up to 10% of the company's share capital in the period to the next Annual General Meeting.

# Storebrand Group

## PROFIT AND LOSS ACCOUNT

NOK MILLION	Q1		FULL YEAR
	2007	2006	2006
Net premium income	6 335.1	8 475.5	19 539.1
Net interest income - banking	92.6	106.5	418.8
Net income and gains from financial assets at fair value:			
- shares and other equity participations	950.1	2 753.7	6 057.5
- bonds and other fixed-income securities	119.5	-164.9	1 356.1
- financial derivatives	768.3	896.3	673.3
- income from financial assets with investment choice	96.8	306.0	685.4
Net income from bonds at amortised cost	565.5	583.2	2 397.2
Income from investment properties	883.3	324.5	1 997.5
Profit from investment in associated companies	2.0	1.6	19.1
Other income	165.5	208.4	930.9
<b>Total income</b>	<b>9 978.7</b>	<b>13 490.8</b>	<b>34 074.9</b>
Insurance claims for own account	-5 606.8	-3 392.0	-14 493.0
Change in insurance reserves	-1 870.2	-6 259.6	-9 238.8
Interest expense	-66.0	-53.7	-212.9
Loan losses/write-backs of earlier losses	44.9	14.6	47.0
Operating costs	-647.0	-617.9	-2 520.7
Other costs	-20.6	-144.5	-79.8
<b>Total costs</b>	<b>-8 165.7</b>	<b>-10 453.1</b>	<b>-26 498.2</b>
To/from market value adjustment reserve	-896.1	-1 844.4	-2 027.3
<b>Operating profit/loss</b>	<b>916.9</b>	<b>1 193.3</b>	<b>5 549.4</b>
To/from additional statutory reserves - life insurance			-1 000.0
Funds allocated to policyholders - life insurance	-528.3	-727.8	-2 964.1
<b>Group profit/loss</b>	<b>388.6</b>	<b>465.5</b>	<b>1 585.3</b>
Changes in security reserves etc. - non life insurance	-0.8	-1.9	-0.2
<b>Profit/loss before extraordinary items</b>	<b>387.8</b>	<b>463.6</b>	<b>1 585.1</b>
Tax payable	-24.0	-32.3	-79.3
<b>Profit/loss for the period</b>	<b>363.8</b>	<b>431.3</b>	<b>1 505.8</b>
Profit is due to:			
Minority interests' share of profit	0.6	0.5	9.5
Majority interest's share of profit	363.2	430.8	1 496.3
<b>Total</b>	<b>363.8</b>	<b>431.3</b>	<b>1 505.8</b>
Earnings per ordinary share	1.48	1.72	6.03
Average number of shares as basis for calculation (million)	245.4	251.2	248.0

Storebrand has not issued any options or other financial instruments that could cause dilution of its shares.

# Storebrand Group

## BALANCE SHEET

NOK MILLION	Q1		
	2007	2006	31.12.2006
<b>Assets</b>			
Deferred tax assets	182.6	226.1	207.0
Intangible assets	554.6	473.8	540.7
Pension assets	58.6	89.9	58.4
Tangible fixed assets	902.8	755.2	842.9
Investments in associated companies	238.6	138.5	237.1
Bonds at amortised cost	41 283.6	42 595.2	43 098.8
Lending to financial institutions	592.4	101.2	114.9
Lending to customers	34 945.5	28 198.5	33 087.6
Reinsurers' share of technical reserves	1 666.0	2 222.3	1 799.7
Real estate at fair value	17 693.9	15 318.4	17 447.0
Other assets	71.8	123.9	73.1
Due from customers and other current receivables	5 862.7	7 746.5	5 046.5
<i>Financial assets at fair value:</i>			
- Shares and other equity participations	50 195.7	40 877.8	46 604.0
- Bonds and other fixed-income securities	51 545.1	58 175.8	50 782.7
- Derivatives	2 097.7	2 036.5	2 117.7
- Life insurance assets with investment choice	7 777.2	6 391.5	7 364.1
Other current assets	126.3	155.3	119.8
Bank deposits and other short-term placements with credit institutions	16 024.3	7 651.4	13 216.0
<b>Total assets</b>	<b>231 819.4</b>	<b>213 277.8</b>	<b>222 758.0</b>
<b>Equity and liabilities</b>			
Paid in capital	3 046.4	3 067.7	3 045.2
Retained earnings	6 195.8	6 241.7	5 817.1
Value adjustment fund	29.3	13.4	24.0
Minority interests	5.0	4.8	13.5
<b>Total equity</b>	<b>9 276.5</b>	<b>9 327.6</b>	<b>8 899.8</b>
Subordinated loan capital	3 681.8	3 509.8	3 711.7
Market value adjustment reserve	6 785.8	5 707.0	5 889.7
Insurance reserves - life insurance	147 647.9	140 479.1	146 203.4
Reserve for life insurance with investment choice	7 777.2	6 391.5	7 364.1
Premium and claims reserves - P&C insurance	2 187.4	2 769.2	2 268.7
Security reserves etc. - P&C insurance	41.6	40.9	40.9
Pension liabilities	871.3	714.4	870.9
Deferred tax	116.5	156.5	116.5
<i>Financial liabilities</i>			
- Liabilities to financial institutions	2 751.6	1 389.7	2 786.0
- Deposits from banking customers	14 554.8	12 930.0	13 533.7
- Securities issued	18 064.4	15 686.7	16 395.3
- Derivatives	1 727.9	1 148.6	1 797.2
Other current liabilities	16 334.7	13 026.8	12 880.1
<b>Total equity and liabilities</b>	<b>231 819.4</b>	<b>213 277.8</b>	<b>222 758.0</b>



# Storebrand Group

## STOREBRAND GROUP - RECONCILIATION OF CHANGES IN EQUITY

NOK MILLION	MAJORITY'S SHARE OF EQUITY						TOTAL EQUITY 31.3.2007	TOTAL EQUITY 31.3.2006
	PAID-IN CAPITAL	VALUE ADJUSTMENT FUND	OTHER EQUITY			MINORITY INTERESTS		
			REVENUE AND COSTS APPLIED TO EQUITY	OTHER EQUITY	TOTAL OTHER EQUITY			
<b>Equity at 31.12.</b>	<b>3 045.2</b>	<b>24.0</b>	<b>-459.8</b>	<b>6 276.9</b>	<b>5 817.1</b>	<b>13.5</b>	<b>8 899.8</b>	<b>9 108.3</b>
<b>Profit and loss items applied directly to equity</b>								
Revaluation of properties for own use		5.3		1.0	1.0		6.3	1.4
Re-statement differences			-3.5		-3.5		-3.5	
Profit for the period				363.2	363.2	0.6	363.8	431.3
<b>Total revenue and costs for the period</b>		<b>5.3</b>	<b>-3.5</b>	<b>364.2</b>	<b>360.7</b>	<b>0.6</b>	<b>366.6</b>	<b>432.7</b>
<b>Equity transactions with owners:</b>								
Own shares	1.2			15.8	15.8		17.0	-210.5
Dividend paid						-9.0	-9.0	-2.9
Other				2.2	2.2	-0.1	2.1	
<b>Equity at 31.3.</b>	<b>3 046.4</b>	<b>29.3</b>	<b>-463.3</b>	<b>6 659.1</b>	<b>6 195.8</b>	<b>5.0</b>	<b>9 276.5</b>	<b>9 327.6</b>

## CASH FLOW ANALYSIS - STOREBRAND GROUP

NOK MILLION	Q1 2007	Q1 2006
<b>Cash flow from operational activities</b>		
Net receipts/payments - insurance	-197	4 429
Net receipts/payments - interest, commissions and fees	38	1 322
Net receipts/payments - lending	-2 289	-1 296
Net receipts/payments - deposits from others (banking activities)	987	1 668
Net receipts/payments - trading portfolio securities	-2 376	205
Net receipts/payments - other operational activities	2 079	-516
<b>Net cash flow from operational activities</b>	<b>-1 758</b>	<b>5 813</b>
<b>Cash flow from investment activities</b>		
Net receipts/payments - bonds held to maturity	2 391	-1 930
Net receipts/payments on sale/purchase of real estate and operational assets	539	-1 765
<b>Net cash flow from investment activities</b>	<b>2 929</b>	<b>-3 694</b>
<b>Cash flow from financing activities</b>		
Net receipts/payments - borrowing	1 642	-20
Net receipts/payments - share capital	5	-211
Payments - group contribution/dividend	-9	-3
<b>Net cash flow from financing activities</b>	<b>1 637</b>	<b>-233</b>
<b>Net cash flow for the period</b>	<b>2 808</b>	<b>1 886</b>
<b>Net movement in cash and cash equivalent assets</b>	<b>2 808</b>	<b>1 886</b>
Cash and cash equivalent assets at start of the period	13 216	5 766
<b>Cash and cash equivalent assets at the end of the period</b>	<b>16 024</b>	<b>7 651</b>

# Notes to the interim accounts

## NOTE 1: ACCOUNTING PRINCIPLES

The consolidated interim accounts include Storebrand ASA together with subsidiaries and associated companies. The interim accounts for the first quarter have been prepared in accordance with the Stock Exchange Regulations, the Stock Exchange Rules and IAS 34 Interim Financial Reporting. The interim accounts do not include all the information required for full annual accounts, and should be read in conjunction with the consolidated accounts for 2006.

The 2006 annual report and accounts for Storebrand ASA and the Storebrand Group can be ordered from the company's head office, Filipstad Brygge 1, Oslo, and is also available at [www.storebrand.no](http://www.storebrand.no). The accounting principles used for the quarterly accounts are described in the accounting principles section of the notes to the accounts in the 2006 annual report.

## NOTE 2: USE OF ESTIMATES

In preparing the quarterly accounts, Storebrand has used assumptions and estimates that affect reported amounts of assets, liabilities, revenues, costs and information in the notes to the accounts, as well as the information provided on contingent liabilities. Actual results may differ from these estimates.

## NOTE 3: CHANGE IN COMPARABLE FIGURES

The Storebrand group changed its accounting principles for the recognition of pension liabilities in the second quarter of 2006, and the effects of differences between assumptions and actual experience (experience adjustments) are now applied directly to equity. Comparable figures at 31 March 2006 have been restated.

The change in accounting principles has caused the following changes in balance sheet items:

NOK million	31.03.06
<b>Assets</b>	
Deferred tax assets	-9.1
Pension assets	-126.2
<b>Equity and liabilities</b>	
Retained earnings	-225.8
Pension liabilities	90.5

Storebrand Livsforsikring and Storebrand Helseforsikring changed the accounting principles used for classification of security reserves in their 2006 accounts so that security reserves are classified as equity. This caused changes to the group's profit and loss account and balance sheet at 31 March 2006 by increasing profit by NOK 5 million and increasing equity by NOK 58 million.

## NOTE 4: TAX

The effective rate of tax for the Storebrand group is low relative to the normal tax rate of 28%. This reflects the fact that the group has significant tax-free income from investments in shares within the EEA area, and this income is largely earned by Storebrand Livsforsikring. The group has sizeable tax losses carried forward that are not capitalised.

## NOTE 5: SHARE PURCHASES BY EMPLOYEES

In February 2007, employees of Storebrand ASA were offered the opportunity to buy shares in the company at a discounted price. The basis for the purchase price was the weighted market share price from 5 March to 7 March, and employees were offered shares at a 20% discount to the calculated average. A total of 236,300 shares were sold from the company's holdings of its own shares.

## NOTE 6: CHANGES IN THE COMPOSITION OF THE GROUP

Storebrand Bank ASA, acting in collaboration with Lindorff Accounting AS, has established a company in Lithuania known as Evoco UB. Evoco UB will provide back office services for Storebrand Bank, principally in respect of processing loan applications. The two parties each own 50% of the company, and it is classified as a jointly controlled company in the Storebrand consolidated accounts. Paid-in share capital amounted to NOK 0.4 million at 31 March 2007.

# Notes to the interim accounts

## NOTE 7: NET INTEREST INCOME - BANKING ACTIVITIES

NOK MILLION	Q1		
	2007	2006	FULL YEAR 2006
Total interest income	387	279	1 220
Total interest expense	-294	-172	-801
<b>Net interest income</b>	<b>93</b>	<b>107</b>	<b>419</b>

## NOTE 8: SEGMENT INFORMATION - ANALYSIS OF PROFIT AND LOSS BY BUSINESS AREA

NOK MILLION	Q1		
	2007	2006	FULL YEAR 2006
Life insurance	272	304	1 198
Asset management	31	20	156
Storebrand Bank	79	48	190
Other activities	7	94	41
<b>Total</b>	<b>389</b>	<b>466</b>	<b>1 585</b>

## NOTE 9: OPERATING COSTS

NOK MILLION	Q1		
	2007	2006	FULL YEAR 2006
Personnel costs	-317	-306	-1 176
Depreciation	-19	-22	-88
Other operating costs	-311	-290	-1 257
<b>Total operating costs</b>	<b>-647</b>	<b>-618</b>	<b>-2 521</b>

## NOTE 10: NOTE 10: PROFIT AND LOSS BY QUARTER

NOK MILLION	Q1 2007	Q4 2006	Q3 2006	Q2 2006	Q1 2006	Q4 2005	Q3 2005	Q2 2005
Total operating income	9 979	9 861	8 410	2 282	13 491	5 964	7 153	7 725
Total costs	-8 166	-5 766	-6 205	-4 038	-10 453	-4 789	-4 775	-6 272
Operating profit	917	2 040	714	1 601	1 193	1 646	1 128	1 193
Group profit	389	444	321	355	466	429	318	392
Pre-tax profit	388	445	320	357	464	441	318	390
Profit for the period	364	441	298	337	431	452	305	366
<b>Profit by business area</b>								
Life insurance	272	362	250	282	304	376	291	307
Asset management	31	67	38	32	20	4	-2	14
Storebrand Bank	79	36	47	59	48	59	42	69
Other activities	7	-21	-13	-18	94	-9	-13	1
<b>Group profit</b>	<b>389</b>	<b>444</b>	<b>321</b>	<b>355</b>	<b>466</b>	<b>429</b>	<b>318</b>	<b>392</b>

# Notes to the interim accounts

## NOTE 11: KEY FIGURES BY BUSINESS AREA - CUMULATIVE FIGURES

NOK MILLION	Q1 2007	Q4. 2006	Q3. 2006	Q2 2006	Q1 2006	Q4 2005	Q3 2005	Q2 2005
<b>Group</b>								
Earnings per ordinary share (NOK)	1.48	6.03	4.19	3.01	1.72	5.41	3.73	2.55
Equity	9 277	8 900	8 615	8 478	9 328	9 108	8 965	8 725
Capital ratio	10.6 %	10.6 %	10.4 %	10.6 %	10.6 %	11.2 %	12.6 %	13.6 %
<b>Life Insurance</b>								
<b>Storebrand Livsforsikring *)</b>								
Premiums for own account	6 340	19 619	15 816	11 384	8 445	19 227	16 120	13 089
- of which products with investm. choice	675	1 763	1 158	833	490	992	641	357
Policyholders' fund inc. accrued profit	155 377	153 490	150 740	146 866	146 855	140 228	138 428	135 874
- of which products with investm. choice	7 777	7 364	6 684	6 281	6 392	5 719	5 317	4 838
Investment yield I **) annualised	6.2 %	7.1 %	6.5 %	7.0 %	6.6 %	6.9 %	6.5 %	6.4 %
Investment yield II **) year to date	2.1 %	8.3 %	4.7 %	2.4 %	2.8 %	7.6 %	7.7 %	3.4 %
Capital ratio (Storebrand Life group)	9.7 %	9.7 %	10.3 %	10.4 %	10.7 %	10.9 %	11.8 %	12.5 %
Operating costs as % of policyholders' funds	1.15 %	1.10 %	1.06 %	1.14 %	1.12 %	1.10 %	0.94 %	1.04 %
<b>Storebrand Bank</b>								
Interest margin %	1.08 %	1.32 %	1.36 %	1.36 %	1.41 %	1.59 %	1.59 %	1.64 %
Cost/income %	70 %	71 %	70 %	68 %	74 %	62 %	60 %	58 %
Non-interest income/total income %	20 %	16 %	15 %	14 %	16 %	17 %	18 %	20 %
Net lending	32 274	30 748	28 118	27 490	26 797	26 286	25 082	23 990
Capital ratio	10.5 %	11.0 %	9.7 %	9.8 %	10.3 %	10.5 %	11.9 %	12.2 %
<b>Storebrand Investments (Asset management)</b>								
Total funds under management	219 722	216 902	215 056	206 355	209 276	204 825	177 048	172 001
Funds under mgmt. for external clients	56 389	54 825	55 962	50 707	50 790	49 716	24 688	23 995

\*) Figures presented in accordance with NGAAP except for policyholders' fund, which is presented in accordance with IFRS.

\*\*\*) Investment yield I: Realised financial income including revaluations (positive or negative) of real estate.  
Investment yield II: As Investment yield I but including change in unrealised gains on financial current assets.

