

Additional Information Q1 2007

STOCKHOLM 4 MAY 2007

Appendix 1 Division Life

SEB Trygg Liv is one of the leading life insurance groups in the Nordic region. Operations comprise insurance solutions within the investment and social security area for individuals and corporations. SEB Trygg Liv provides both unit-linked and traditional insurance. The division operates in Sweden, Denmark, Finland, Ireland, the UK, Luxembourg, Estonia, Latvia and Lithuania and serves close to 2 million customers.

The traditional life insurance operations in Sweden are conducted in the mutually operated insurance companies Nya and Gamla Livförsäkringsaktiebolaget, which are not consolidated with the division's results.

Comments on the first quarter

The division achieved a strong result with operating profit of SEK 458m (294), an increase of 56 per cent. Premium payments and continued strong stock market trends, creating higher fund values, resulted in growing unit-linked incomes. Also the result for traditional life, sickness insurance and other risk products show an improving trend during the quarter. Operating profit improved in all business areas compared to the first quarter last year. International includes a one-off income of SEK 33m from a revaluation of technical reserves, partly due to a lower cost base as a result of the sale of the UK subsidiary last autumn.

Total sales, weighted volume, amounted to SEK 11,854m (12,519), a decrease of 5 per cent. Legislative actions in Sweden stopped sales of the high volume product "Kapitalpension". The product is also sold by SEB Life (Ireland). In addition, the government has announced the abolition of wealth tax and reduced tax deductibility for private pension payments. This has created some uncertainty regarding short term sales trends. Sales in Denmark and the Baltic countries continued to develop well.

Total premium income (premiums paid) amounted to SEK 6,785m (8,221), a decrease of 17 per cent. The decrease relates entirely to the Swedish market and the stop for "Kapitalpension" as well as the stop of transfers from SalusAnsvar due to the new legislation.

The underlying operating expenses have a declining trend. This is a result of the continued efforts to improve the efficiency as well as the lower sales volume during the

first quarter. The decrease, excluding the effect of deferred acquisition costs, was 11 per cent.

Total assets under management, net assets, amounted to SEK 408bn (380). The value of unit-linked funds was SEK 129bn (106), an increase of 22 per cent. Since year-end the unit fund values increased by SEK 9bn or 8 per cent.

SEB Trygg Liv, Sweden

The Swedish operations are conducted partly according to a bancassurance concept, i.e. an integrated banking and insurance business, and partly through insurance mediators and other external mediators. The purpose of the bancassurance concept is to offer SEB's customers a complete range of products and services within the financial area. Savings in life insurance products, including pension savings, represent a growing share of the Swedish households' financial assets. According to the SEB "Sparbarometern" this share was 44 per cent by the end of year 2006.

Stable market position

Sales focus is on unit-linked, which represents more than 80 per cent of total sales. SEB Trygg Liv is the market leader in Sweden within unit-linked insurance with a share of new sales of 29.1 per cent (32.6) for year 2006. The market share for 2005 was influenced by the initially dominant position for the new product "Kapitalpension".

Distribution channels are SEB's branch offices, own sales force and insurance mediators.

Significant occupational pension business

Corporate sales have gradually grown and increased their share of total sales. SEB Trygg Liv is the market leader within new business unit-linked occupational pension, with a share of 26.5 per cent (27.3) for year 2006.

SEB Trygg Liv also offers administration and management of pension foundations. SEB Trygg Liv Pensionstjänst (Pension Service) is the leading Swedish company in this field.

Strong in the private market

In the private market SEB Trygg Liv has a strong position within new business unit-linked endowment insurance, with a market share of 32.1 per cent (42.4) for year 2006. SEB Trygg Liv was the first company in 2005 to launch the

new product "Kapitalpension" and is still the market leader.

Sales of private pension savings are relatively stable. SEB's sales in this area consist mainly of IPS - Individual Pension Savings and "Enkla Pensionen", a unit-linked product with a guarantee.

SEB Pension, Denmark

SEB Pension's traditional life insurance operations in Denmark are carried out in a profit-sharing company and therefore included in the division's result. By hedging the investment portfolios, the market and investment risks are controlled in relation to guaranteed commitments to policyholders. Variations in investment returns can be absorbed to a great extent by accumulated buffer funds, called "collective bonus potential".

The first quarter results include accrued income of SEK 50m from the traditional life portfolios in Denmark. The amount is placed in a "shadow account", following the local Danish legislation regarding shareholder fee available for distribution in profit-sharing traditional life insurance. The restriction of distribution to the shareholder fee is relevant in relation to the full year results only.

SEB Pension's products

SEB Pension sells savings, life, sickness and disability insurance to private individuals and corporate clients through private and corporate sales personnel, insurance mediators and Codan Forsikring (general insurance).

Savings insurance is available both as unit-linked and traditional insurance (in a profit-sharing company). In the private market unit-linked insurance accounts for almost 90 per cent of sales, while approximately 50 per cent of the corporate market consists of traditional insurance, since certain business areas still do not allow unit-linked insurance to form part of an occupational pension plan.

The market for non-traditional life insurance, such as unit-linked, keeps expanding. This growth emanates mainly from the corporate segment, via insurance mediators.

Growing occupational pension market

The Danish occupational pension market has grown by approximately 10 per cent annually since year 2000, while the private market has shown virtually zero-growth. SEB Pension's growth rate within occupational pension has been in the range of 15-18 per cent in recent years, and the company has gained market shares, accordingly.

SEB Pension's development in the private market has been in line with the general trend. Measured in terms of premium income SEB Pension is the fourth largest life insurance company in Denmark, with a market share of nearly 10 per cent.

Distribution

Most insurance companies, including SEB Pension, have developed specialised private pension sales units that primarily concentrate on high-salary groups and customers with qualified advisory requirements.

Insurance mediators and the insurance companies' corporate sales personnel comprise the two dominant sales channels in the occupational pension market.

SEB Life & Pension, International

SEB Life & Pension International includes operating subsidiaries in Ireland, Estonia, Latvia and Lithuania. Also in Ukraine a subsidiary is being established. The UK subsidiary, which ceased selling new business in 1996, was sold during the third quarter in 2006 with a positive net effect of SEK 30m. Prior to the sale the business related to Swedish customers was transferred to a UK branch of the Irish subsidiary.

The operations of the Irish company SEB Life (Ireland) are focused primarily on sales of Portfolio Bond (depot investments), existing in the form of an international endowment insurance, and Personal Life Portfolio Bond (endowment pension). The sale is primarily concentrated on the Swedish market. Since 2004, the company has also a branch office in Luxembourg via SEB Private Banking, with sales focused on Swedes living abroad.

Profit & loss account

SEKm	Q1 2007	Q4 2006	Q3 2006	Q2 2006	Q1 2006	Full year 2006
Income unit-linked	524	523	470	446	439	1 878
Income other insurance	333	275	368	273	265	1 181
Other income	115	132	100	84	81	397
Total operating income	972	930	938	803	785	3 456
Operating expenses	-570	-617	-505	-622	-637	-2 381
Other expenses	-15	-5	-6	-30	-21	-62
Change in deferred acquisition costs	71	151	45	144	167	507
Total expenses	-514	-471	-466	-508	-491	-1 936
Operating profit ¹⁾	458	459	472	295	294	1 520
Change in surplus value, net	244	359	381	492	423	1 655
Business result	702	818	853	787	717	3 175
Financial effects due to market fluctuations ²⁾	343	433	399	-852	548	528
Change in assumptions ²⁾	0	-72	0	0	0	-72
Total result	1 045	1 179	1 252	-65	1 265	3 631
Business equity	7 500	7 000	7 000	7 000	7 000	7 000
Return on business equity ³⁾						
based on operating profit, %	21,5%	23,1%	23,7%	14,8%	14,8%	19,1%
based on business result, %	32,9%	41,1%	42,9%	39,6%	36,1%	39,9%
Expense ratio, % ⁴⁾	8,4	6,6	8,7	8,1	7,7	7,7
¹⁾ SEB Trygg Liv, Sweden	290	286	260	198	249	993
SEB Pension, Denmark	139	142	145	103	32	422
SEB Life & Pension, International	62	52	117	25	29	223
Other including central functions etc	-33	-21	-50	-31	-16	-118
	458	459	472	295	294	1 520

²⁾ Effect on surplus values.

³⁾ Annual basis after 12 per cent tax which reflects the divisions effective tax rate.

⁴⁾ Operating expenses as percentage of premium income.

Sales volume insurance (weighted)

SEKm	Q1 2007	Q4 2006	Q3 2006	Q2 2006	Q1 2006	Full year 2006
Total	11 854	13 078	9 556	11 972	12 519	47 125
SEB Trygg Liv Sweden	7 691	8 245	5 848	8 414	8 735	31 242
Traditional life and sickness/health insurance	504	529	416	440	504	1 889
Unit-linked insurance	7 187	7 716	5 432	7 974	8 231	29 353
Private paid	1 731	3 164	1 009	2 750	2 615	9 538
Corporate paid	5 960	5 081	4 839	5 664	6 120	21 704
SEB Pension Denmark	3 419	3 215	2 835	3 053	3 291	12 394
Traditional life	1 335	1 257	1 466	1 248	1 054	5 025
Unit-linked insurance	2 084	1 958	1 369	1 805	2 237	7 369
Private paid	1 009	915	554	616	827	2 912
Corporate paid	2 410	2 300	2 281	2 437	2 464	9 482
SEB Life & Pension International	744	1 618	873	505	493	3 489
Traditional life and sickness insurance	165	199	156	148	111	614
Unit-linked insurance	579	1 419	717	357	382	2 875
Private paid	573	1 462	783	425	446	3 116
Corporate paid	171	156	90	80	47	373

Premium income and Assets under management

SEKm	Q1 2007	Q4 2006	Q3 2006	Q2 2006	Q1 2006	Full year 2006
Premium income						
Total	6 785	9 374	5 782	7 705	8 221	31 082
SEB Trygg Liv Sweden	4 432	5 660	3 859	5 632	6 108	21 259
Traditional life and sickness/health insurance	869	1 079	700	790	908	3 477
Unit-linked insurance	3 563	4 581	3 159	4 842	5 200	17 782
SEB Pension Denmark	1 622	2 242	1 349	1 516	1 398	6 505
Traditional life and sickness insurance	865	1 462	935	945	896	4 238
Unit-linked insurance	757	780	414	571	502	2 267
SEB Life & Pension International	731	1 472	574	557	715	3 318
Traditional life and sickness insurance	95	197	145	85	84	511
Unit-linked insurance	636	1 275	429	472	631	2 807
Assets under management, net assets *						
Total	407 700	395 300	381 400	364 200	380 000	395 300
SEB Trygg Liv Sweden	303 900	295 400	282 300	269 400	277 900	295 400
Traditional life and sickness/health insurance	197 000	194 200	188 400	181 900	187 400	194 200
Unit-linked insurance	106 900	101 200	93 900	87 500	90 500	101 200
SEB Pension Denmark	87 600	84 700	86 000	82 100	88 500	84 700
Traditional life and sickness insurance	80 900	80 400	82 200	78 800	85 600	80 400
Unit-linked insurance	6 700	4 300	3 800	3 300	2 900	4 300
SEB Life & Pension International	16 200	15 200	13 100	12 700	13 600	15 200
Traditional life and sickness insurance	900	1 000	800	700	700	1 000
Unit-linked insurance	15 300	14 200	12 300	12 000	12 900	14 200

* rounded to whole 100 millions

Surplus value accounting

SEKm	Q1 2007	Q4 2006	Q3 2006	Q2 2006	Q1 2006	Full year 2006
Surplus values, opening balance	12 872	12 148	11 369	11 729	10 755	10 755
Present value of new sales ¹⁾	482	765	403	658	719	2 545
Return/realised value on policies from previous periods	-62	-45	-58	-35	-35	-173
Actual outcome compared to assumptions ²⁾	-105	-210	81	13	-94	-210
Change in surplus values from ongoing business, gross	315	510	426	636	590	2 162
Capitalisation of acquisition costs for the period	-189	-243	-157	-248	-263	-911
Amortisation of capitalised acquisition costs	118	92	112	104	96	404
Change in surplus values from ongoing business, net ³⁾	244	359	381	492	423	1 655
Financial effects due to short term market fluctuations ⁴⁾	343	433	399	-852	548	528
Change in assumptions ⁵⁾		-72				-72
Total change in surplus values	587	720	780	-360	971	2 111
Exchange rate differences etc	-7	4	-1	0	3	6
Surplus values, closing balance ⁶⁾	13 452	12 872	12 148	11 369	11 729	12 872

¹⁾ Sales defined as new contracts and extra premiums in existing contracts.

²⁾ The reported actual outcome of contracts signed can be placed in relation to the operative assumptions that were made. Thus, the value of the deviations can be estimated. The most important components consist of extensions of contracts as well as cancellations. However, the actual income and administrative expenses are included in full in the operating result.

³⁾ Deferred acquisition costs are capitalised in the accounts and amortised according to plan. The reported change in surplus values is therefore adjusted by the net result of the capitalisation and amortisation during the period.

⁴⁾ Assumed unit growth is 6 per cent, i.e. 1.5 per cent per quarter. Actual growth results in positive or negative financial effects.

⁵⁾ In Q4 2006 the assumption of a 1% transfer of ITPK policies was introduced in Sweden with a negative effect. The surrender rate was changed from 10 per cent to 6 or 12 per cent depending on years past since signement of contracts. Administrative costs per policy were also adjusted with a positive effect.

⁶⁾ Estimated surplus value according to the above are not included in the SEB Group's consolidated accounts. The closing balance is shown after the deduction of capitalised acquisition costs (SEK 2,922m at March 31, 2007).

Surplus values

Surplus values are the present values of future profits from written insurance policies. They are calculated to better evaluate the profitability of a life insurance business since an insurance policy often has a long duration. Income accrues regularly throughout the duration of the policy. Costs, on the other hand, mainly arise at the point of sale, which leads to an imbalance between income and costs at the time when a policy is signed.

SEB Trygg Liv uses the method of surplus value calculations since 1997 for both internal management accounting and external reporting. The reporting is according to international practice and is reviewed by an external party. Surplus values are not consolidated in the SEB Group accounts. For the Danish business, surplus values are included for the unit linked business but not for the traditional insurance business. For traditional insurance in Denmark, profit distribution between shareholders and policyholders is defined by the so-called contribution principle. No surplus values are included for the Baltic insurance business.

Assumptions for calculating surplus values

The surplus value calculation is based on different assumptions, which are adjusted when necessary to correspond to the long-term actual development.

Discount rate	8%
Surrender rate of endowment insurance, contracts signed within 5 years / thereafter	6% / 12%
Lapse rate of regular premiums, unit-linked	10%
Growth in fund units	6%
Inflation CPI / Inflation expenses	2% / 3%
Right to transfer policy (unit-linked)	1%
Mortality	According to the Group's experience

The sensitivity analysis

The calculation of surplus values is relatively sensitive to changes in assumptions. A change of the discount rate by +1/-1 percentage point gives an effect in surplus values of SEK -1,367/+1,610m. A higher or lower actual return/growth in fund units will result in positive or negative effects when the surplus value change of the period is calculated. A change in the growth assumption by +1/-1 percentage point will give a change in surplus values of SEK +1,434/-1,238m.

New business profit

One way of measuring profitability of sales is to calculate the new business profit. Profit from new business, the net of present value of new sales and sales expenses, is measured in relation to the weighted sales volume.

SEKm	Jan-Mar 2007	Full year 2006	Full year 2005	Full year 2004
SEB Trygg Liv Sweden				
Sales volume weighted (regular + single/10)	801	3 345	3 678	2 962
Present value of new sales	431	1 788	1 924	1 525
Sales expenses	-224	-970	-1 116	-947
Profit from new business	207	818	808	578
Sales margin new business	25,8%	24,5%	22,0%	19,5%

In the sales margin calculations for 2006, the volume transferred from SalusAnsvar was not included.

Embedded value

SEKm	31 Mar 2007	31 Dec 2006	31 Dec 2005	31 Dec 2004
Equity ¹⁾	8 873	8 450	7 696	6 482
Surplus values	13 452	12 872	10 755	7 757

¹⁾ During 2006 a dividend of SEK 400m was paid to the parent company.

Traditional life insurance, Sweden

Gamla and Nya Livförsäkringsaktiebolaget

The traditional insurance business is operated in Gamla and Nya Livförsäkringsaktiebolaget SEB Trygg Liv. The entities are operated according to mutual principles and are not consolidated in SEB Trygg Liv's result. Gamla Livförsäkringsaktiebolaget is closed for new business.

The policyholder organisation, Trygg Stiftelsen (the Trygg Foundation), has the purpose to secure policy holders' influence in Gamla Livförsäkringsaktiebolaget. The Trygg Foundation is entitled to:

- Appoint two board members of Gamla Livförsäkrings-aktiebolaget and, jointly with SEB, appoint the Chairman of the Board, which consists of five members.
- Appoint the majority of members and the Chairman of the Finance Delegation, which is responsible for the asset management of Gamla Livförsäkringsaktiebolaget.

For more facts concerning these companies see SEB Trygg Liv at: www.sebgroup.com.

Appendix 2 Credit Exposure

Credit Exposure by Industry, SEKbn

(before provisions for possible credit losses)

	TOTAL			
	31 Mar 2007	%	31 Dec 2006	%
Banks	210.4	14.8	168.6	12.8
Corporate	519.5	36.7	485.0	36.9
Finance and insurance	38.2	2.7	36.3	2.8
Wholesale and retail	71.5	5.0	65.6	5.0
Transportation	49.3	3.5	46.0	3.5
Other service sectors	104.1	7.4	61.8	4.7
Construction	18.6	1.3	16.8	1.3
Manufacturing	135.9	9.6	125.3	9.5
Other	101.9	7.2	133.3	10.1
Property Management	184.8	13.0	190.7	14.5
Public Administration	107.1	7.6	96.6	7.3
Households	395.6	27.9	374.3	28.5
Housing loans	293.4	20.7	269.6	20.5
Other	102.2	7.2	104.7	8.0
Total credit portfolio	1 417.4	100.0	1 315.3	100.0
Of which:				
Loans & leasing	1 022.4		937.1	
Contingent Liabilities & Commitments	328.5		322.4	
Derivatives*	66.5		55.8	
Repos	233.7		195.3	
Credit institutions	94.4		82.9	
General public	139.7		112.4	
Bonds and other interest bearing securities	508.4		487.3	

Credit Exposure*, Emerging Markets, SEKbn

	31 Mar 2007	31 Dec 2006
Asia	8.7	8.2
China	3.0	3.0
Hong Kong	2.1	2.1
India	1.1	0.8
Latin America	1.6	1.4
Brazil	0.9	0.8
Eastern and Central Europe	5.8	5.2
Russia	3.2	2.6
Africa and Middle East	3.5	4.0
UAE	0.8	0.8
Turkey	0.5	0.6
Iran	0.4	0.5
Saudi Arabia	0.4	0.6
Total - gross	19.6	18.8
Reserve	0.3	0.3
Total - net	19.3	18.5

*) Exposure on the domestic market for the Baltic subsidiary banks has been excluded from the table

Appendix 3a Capital base of the SEB financial group of undertakings

SEKm	31 March 2007	31 December 2006
Total equity according to balance sheet (1)	66 014	67 267
./. Dividend for year 2006 (excl repurchased shares)		-4 070
./. Estimated dividend for current year (excl repurchased shares)	-1 020	
./. Deductions for investments outside the financial group of undertakings (2)	-86	
./. Other deductions outside the financial group of undertakings (3)	-2 958	-2 622
= Total equity in the capital adequacy	61 950	60 575
Core capital contribution	7 722	7 543
Adjustment for hedge contracts (4)	305	51
Provisioning shortfall for IRB-reported credit exposures (5)	-139	
./. Unrealised value changes on available-for-sale financial assets (6)	-296	-388
./. Goodwill (7)	-5 432	-5 341
./. Other intangible assets	-568	-712
./. Deferred tax assets	-857	-1 066
= Core capital (tier 1)	62 685	60 662
Dated subordinated debt	23 497	22 770
./. Deduction for remaining maturity	-1 578	-1 289
Perpetual subordinated debt	14 303	13 973
Provisioning shortfall for IRB-reported credit exposures (5)	-139	
Unrealised gains on available-for-sale financial assets (6)	422	381
= Supplementary capital (tier 2)	36 505	35 835
./. Deductions for investments in insurance companies (8)	-10 583	-10 500
./. Deductions for other investments outside the financial group of undertakings (2)	-86	-464
./. Deduction for pension assets in excess of related liabilities (9)	-1 233	-611
= Capital base	87 288	84 922

To note:

Total equity according to the balance sheet (1) includes the current year's profit which has been reviewed by the auditors.

Deductions (2) for investments outside the financial group of undertakings should be made with equal parts from core and supplementary capital. However, investments in insurance companies made before 20 June 2006 can be deducted from supplementary capital (8) – this holds for SEB's investments in insurance companies.

The deduction (3) consists of retained earnings in subsidiaries outside the financial group of undertakings.

The adjustment (4) refers to differences in how hedging contracts are acknowledged according to the capital adequacy regulation, as compared with the preparation of the balance sheet.

If provisions and value adjustments for credit exposures reported according to the Internal Rating Based approach fall short of expected losses on these exposures, the difference (5) should be deducted in equal parts from primary and supplementary capital.

Surplus values in Available For Sale portfolios (6) must not be included in the core capital. However, if the surplus is attributable to equity instruments it may be included in the supplementary capital.

Goodwill in the capital adequacy differs from what is stated in the balance sheet due to the inclusion of companies in the capital adequacy calculation that are not consolidated in the Group's balance sheet. Goodwill in (7) relates only to companies in the financial group of undertakings. Goodwill related to insurance companies (SEK 5,721m) is included in the deductions (8).

Pension surplus values (9) should be deducted from the capital base, excepting such indemnification as prescribed in the Swedish Act on safeguarding of pension undertakings.

On 31 March 2007, the parent company's core capital (tier 1) was SEK 46,847m (46,662), and the reported core capital ratio was 10.0 per cent (16.5 according to Basel I).

Appendix 3b Capital requirements for the SEB financial group of undertakings

To facilitate comparison with previous reporting, the regulatory capital requirements below are expressed also as risk weighted assets (RWA, 12.5 times the capital requirement). For operational and market risk these are derived entities, since the new regulation is formulated directly in terms of capital requirements. SEB's own capital targets are set considerably higher than the regulatory minima.

31 March 2007	Capital req't SEKm	RWA SEKm
Companies that report according to Basel II (1)		
Credit risk, IRB approach: Institutions	2 962	37 021
Credit risk, IRB approach: Corporates (2)	19 711	246 382
Credit risk, IRB approach: Retail mortgages	3 363	42 034
Total for credit risk, IRB approach	26 035	325 437
Credit risk, Standardised approach (3)	6 563	82 034
Operational risk, Basic Indicator approach	3 723	46 540
Currency price risk	332	4 149
Trading book risks	3 717	46 468
Total, companies that report according to Basel II	40 370	504 628
Companies that report according to Basel I		
Credit risk	12 215	152 687
Currency price risk	0	0
Trading book risks	39	485
Total, companies that report according to Basel I	12 254	153 172
Summary		
Credit risk, Basel II	32 598	407 471
Credit risk, Basel I	12 215	152 687
Operational risk	3 723	46 540
Market risk	4 088	51 102
Total	52 624	657 800
Adjustment for flooring rules		
Additional requirement according to transitional flooring (4)	7 597	94 964
Total reported	60 221	752 764

To note:

The capital requirement for the individual company (both in solo and in consolidated reporting) is computed either fully according to Basel I or fully according to Basel II. The companies (1) that in 31 March 2007 reporting follow Basel II are SEB AB, SEB BoLån AB, SEB Finans AB, SEB AG, and SEB Gyllenberg Ab.

In Basel II, counterparty risk (repos, securities lending, derivatives) in the trading book is referred to credit risk, and not to market risk as in Basel I.

Corporate exposures (2) exclude such small companies where the total exposure does not exceed certain regulatory-defined thresholds.

Reporting according to the Standardised approach (3) mainly refers to exposures to the public sector, to small companies as described in the previous paragraph, and to other household exposures than those secured by residential mortgage.

Swedish law (2006:1372) stipulates that during the year 2007 institutions should have a capital base not below 95 per cent of the capital requirement according to previous (Basel I) regulation. The addition (4) is made in consequence with this transitional rule.

Appendix 3c Capital adequacy analysis

The new regulation had a slight negative effect on the capital base since SEB should deduct a provisioning shortfall (compared with expected losses) of SEK 277m for credit exposures reported according to the IRB approach. Changed rules for deduction of investments outside the financial group of undertakings meant that SEK 86m was moved from core to supplementary capital.

SEB has decided on a gradual roll-out of the new framework, which means that the aggregate capital requirement is calculated using a combination of Basel I and Basel II rules. At the first reporting as per 31 March 2007 more than 70 per cent of the total credit portfolio is reported according to the IRB approach. Operational risk reporting follows the Basic Indicator approach, awaiting supervisory processing of SEB's application to use the Advanced Measurement approach.

The part of the Group that follows Basel II reports credit risk RWA of SEK 407bn and operational risk RWA of SEK 46.5bn; a total of 454bn. The same part of the Group would report credit risk RWA of 577bn under Basel I. The lower Basel II number can be derived from considerably lower capital requirements for mortgages and for corporate exposures, while the risk weight for exposures to institutions is roughly the same under the two frameworks.

Capital adequacy	31 March 2007	31 December 2006
Capital resources		
Core capital (tier 1)	62 685	60 662
Capital base	87 288	84 922
Capital adequacy as reported		
Risk weighted assets	752 764	740 513
Core capital ratio	8,3%	8,2%
Total capital ratio	11,6%	11,5%
Capital adequacy following Basel I		
Risk weighted assets	796 032	740 513
Core capital ratio	7,9%	8,2%
Total capital ratio	11,0%	11,5%
Capital adequacy without transitional floor		
Risk weighted assets	657 800	
Core capital ratio	9,5%	
Total capital ratio	13,3%	

The regulatory requirements can be expressed as a total capital ratio of at least 8 per cent and a core capital ratio of at least 4 per cent. However, and following the "second pillar" of the new framework, banks are expected to operate above this level. The margin supports SEB's high rating ambitions, covering risks that are not included in the capital adequacy regulation, and representing a buffer for the less benign phases of the business cycle. The Group's internal capital assessment process is based on the long term business plans and utilises SEB's economic capital model, supplemented e.g. with macro economic analysis and stress testing.

Appendix 4 Market risk

The Group's risk-taking in trading operations is measured by so-called value at risk, VaR. The Group has chosen a probability level of 99 per cent and a ten-day time horizon. The table below shows the risk by risk type. Total VaR by the reporting date was SEK 91m (65 at year end 2006). Average VaR level during the first quarter was SEK 86m, compared with 96m during the calendar year 2006.

During the quarter VaR levels for interest rate and foreign exchange risk have remained relatively stable due to low volatilities and only small position changes. The equity VaR was however affected by higher market volatility. The increase in equity VaR was entirely volatility driven since the positions were reduced during this period.

SEKm	Min	Max	31 March 2007	Average 2007	Average 2006
Interest risk	28	76	45	42	63
Currency risk	8	83	35	23	30
Equity risk	31	150	109	68	48
Diversification			-98	-47	-45
Total	57	155	91	86	96

Appendix 5 Profit and loss accounts by division, business area and quarter

The SEB Group

Total

SEKm	Q 1 2006	Q 2 2006	Q 3 2006	Q 4 2006	Q 1 2007	Full year 2006
Net interest income	3 596	3 578	3 503	3 604	3 767	14 281
Net fee and commission income	3 993	4 107	3 772	4 274	4 277	16 146
Net financial income	979	1 047	890	1 120	1 311	4 036
Net life insurance income	583	607	739	732	743	2 661
Net other income	459	352	538	274	95	1 623
Total operating income	9 610	9 691	9 442	10 004	10 193	38 747
Staff costs	-3 722	-3 463	-3 443	-3 735	-3 796	-14 363
Other expenses	-1 736	-1 853	-1 664	-1 634	-1 678	-6 887
Depreciation of assets	-312	-321	-343	-311	-328	-1 287
Total operating expenses	-5 770	-5 637	-5 450	-5 680	-5 802	-22 537
Profit before credit losses etc	3 840	4 054	3 992	4 324	4 391	16 210
Gains less losses from assets	28	14	6	22		70
Net credit losses including change in value of seized assets	-198	-162	-136	-222	-234	-718
Operating profit	3 670	3 906	3 862	4 124	4 157	15 562
Income tax expense	-843	-959	-803	-334	-895	-2 939
Net profit continued operations	2 827	2 947	3 059	3 790	3 262	12 623
Discontinued operations						
Net profit	2 827	2 947	3 059	3 790	3 262	12 623
Attributable to minority interests	5	4	6	3	4	18
Attributable to equity holders	2 822	2 943	3 053	3 787	3 258	12 605

Merchant Banking
Total

SEKm	Q 1 2006	Q 2 2006	Q 3 2006	Q 4 2006	Q 1 2007	Full year 2006
Net interest income	1 280	1 283	1 174	1 072 *	1 323	4 809
Net fee and commission income	1 479	1 504	1 376	1 515	1 557	5 874
Net financial income	875	847	695	1 259 *	1 094	3 676
Net other income	196	225	193	165	45	779
Total operating income	3 830	3 859	3 438	4 011	4 019	15 138
Staff costs	-1 184	-887	-953	-1 058	-1 117	-4 082
Other expenses	-760	-881	-830	-756	-826	-3 227
Depreciation of assets	-25	-18	-21	-25	-23	-89
Total operating expenses	-1 969	-1 786	-1 804	-1 839	-1 966	-7 398
Profit before credit losses etc	1 861	2 073	1 634	2 172	2 053	7 740
Gains less losses from assets	-18		3	13		-2
Net credit losses	-54	-85	-80	-101	-113	-320
Operating profit	1 789	1 988	1 557	2 084	1 940	7 418

* Isolated quarterly effects from structured products in 2006, shifting income to net interest income from net financial income, were: Q1: SEK 5m; Q2: SEK 41m; Q3: SEK 72m; Q4: SEK 201m

Merchant Banking
Trading and Capital Markets

SEKm	Q 1 2006	Q 2 2006	Q 3 2006	Q 4 2006	Q 1 2007	Full year 2006
Net interest income	283	184	126	-91 *	146	502
Net fee and commission income	704	621	483	652	629	2 460
Net financial income	866	813	698	1 285 *	1 084	3 662
Net other income	7	206	19	1	9	233
Total operating income	1 860	1 824	1 326	1 847	1 868	6 857
Staff costs	-571	-419	-452	-503	-531	-1 945
Other expenses	-316	-358	-352	-312	-350	-1 338
Depreciation of assets	-8	-6	-6	-8	-7	-28
Total operating expenses	-895	-783	-810	-823	-888	-3 311
Profit before credit losses etc	965	1 041	516	1 024	980	3 546
Gains less losses from assets						
Net credit losses	-7	-14	-15	21	-23	-15
Operating profit	958	1 027	501	1 045	957	3 531

* Isolated quarterly effects from structures products in 2006, shifting income to net interest income from net financial income, were: Q1: SEK 5m; Q2: SEK 41m; Q3: 72m; Q4: SEK 201m.

Merchant Banking
Corporate Banking

SEKm	Q 1 2006	Q 2 2006	Q 3 2006	Q 4 2006	Q 1 2007	Full year 2006
Net interest income	746	792	765	820	852	3 123
Net fee and commission income	425	512	552	500	541	1 989
Net financial income	-21	9	-21	-43	-13	-76
Net other income	185	16	168	153	31	522
Total operating income	1 335	1 329	1 464	1 430	1 411	5 558
Staff costs	-505	-376	-404	-442	-480	-1 727
Other expenses	-132	-202	-176	-115	-172	-625
Depreciation of assets	-16	-12	-13	-15	-14	-56
Total operating expenses	-653	-590	-593	-572	-666	-2 408
Profit before credit losses etc	682	739	871	858	745	3 150
Gains less losses from assets	-18		3	12		-3
Net credit losses	-45	-69	-63	-125	-90	-302
Operating profit	619	670	811	745	655	2 845

Merchant Banking
Global Transaction Services

SEKm	Q 1 2006	Q 2 2006	Q 3 2006	Q 4 2006	Q 1 2007	Full year 2006
Net interest income	251	307	282	344	325	1 184
Net fee and commission income	349	370	342	364	388	1 425
Net financial income	29	25	18	17	23	89
Net other income	5	4	5	11	4	25
Total operating income	634	706	647	736	740	2 723
Staff costs	-108	-92	-97	-113	-105	-410
Other expenses	-312	-321	-303	-329	-305	-1 265
Depreciation of assets	-1	-1	-1	-2	-2	-5
Total operating expenses	-421	-414	-401	-444	-412	-1 680
Profit before credit losses etc	213	292	246	292	328	1 043
Gains less losses from assets						
Net credit losses	-1	-1	-1	2		-1
Operating profit	212	291	245	294	328	1 042

Retail Banking
Total

SEKm	Q 1 2006	Q 2 2006	Q 3 2006	Q 4 2006	Q 1 2007	Full year 2006
Net interest income	1 995	2 083	2 205	2 231	2 338	8 514
Net fee and commission income	1 438	1 479	1 317	1 518	1 526	5 752
Net financial income	119	148	128	219	166	614
Net other income	22	47	114	52	35	235
Total operating income	3 574	3 757	3 764	4 020	4 065	15 115
Staff costs	-1 174	-1 220	-1 254	-1 237	-1 231	-4 885
Other expenses	-1 073	-1 080	-971	-1 079	-1 065	-4 203
Depreciation of assets	-104	-115	-120	-101	-102	-440
Total operating expenses	-2 351	-2 415	-2 345	-2 417	-2 398	-9 528
Profit before credit losses etc	1 223	1 342	1 419	1 603	1 667	5 587
Gains less losses from assets	17	14	3	11		45
Net credit losses	-132	-95	-60	-125	-119	-412
Operating profit	1 108	1 261	1 362	1 489	1 548	5 220

Retail Banking
Retail Sweden

SEKm	Q 1 2006	Q 2 2006	Q 3 2006	Q 4 2006	Q 1 2007	Full year 2006
Net interest income	923	960	976	981	975	3 840
Net fee and commission income	471	455	345	474	462	1 745
Net financial income	43	58	39	109	56	249
Net other income	3	5	4	3	5	15
Total operating income	1 440	1 478	1 364	1 567	1 498	5 849
Staff costs	-428	-441	-477	-444	-429	-1 790
Other expenses	-466	-494	-407	-474	-441	-1 841
Depreciation of assets	-2	-10	-2	-5	-4	-19
Total operating expenses	-896	-945	-886	-923	-874	-3 650
Profit before credit losses etc	544	533	478	644	624	2 199
Gains less losses from assets						
Net credit losses	-26	-13	-21	-21	-25	-81
Operating profit	518	520	457	623	599	2 118

Retail Banking
Retail Estonia

SEKm	Q 1 2006	Q 2 2006	Q 3 2006	Q 4 2006	Q 1 2007	Full year 2006
Net interest income	144	162	173	193	211	672
Net fee and commission income	76	92	90	87	98	345
Net financial income	17	24	19	32	39	92
Net other income	6	13	8	8	8	35
Total operating income	243	291	290	320	356	1 144
Staff costs	-66	-70	-72	-76	-84	-284
Other expenses	-34	-31	-36	-45	-44	-146
Depreciation of assets	-12	-10	-11	-8	-9	-41
Total operating expenses	-112	-111	-119	-129	-137	-471
Profit before credit losses etc	131	180	171	191	219	673
Gains less losses from assets	13		5	13		31
Net credit losses	-3	2	-6	-13	-12	-20
Operating profit	141	182	170	191	207	684

Retail Banking
Retail Latvia

SEKm	Q 1 2006	Q 2 2006	Q 3 2006	Q 4 2006	Q 1 2007	Full year 2006
Net interest income	172	195	214	244	252	825
Net fee and commission income	55	62	62	60	46	239
Net financial income	22	20	22	22	22	86
Net other income	2	2	3	1	6	8
Total operating income	251	279	301	327	326	1 158
Staff costs	-55	-63	-57	-73	-62	-248
Other expenses	-41	-42	-36	-43	-49	-162
Depreciation of assets	-19	-18	-18	-17	-17	-72
Total operating expenses	-115	-123	-111	-133	-128	-482
Profit before credit losses etc	136	156	190	194	198	676
Gains less losses from assets	4		-1			3
Net credit losses	2	-6	3	-24	-8	-25
Operating profit	142	150	192	170	190	654

Retail Banking
Retail Lithuania

SEKm	Q 1 2006	Q 2 2006	Q 3 2006	Q 4 2006	Q 1 2007	Full year 2006
Net interest income	201	234	265	272	339	972
Net fee and commission income	82	83	83	85	103	333
Net financial income	41	44	49	58	50	192
Net other income	7	7	9	11	10	34
Total operating income	331	368	406	426	502	1 531
Staff costs	-81	-87	-87	-92	-102	-347
Other expenses	-60	-53	-60	-68	-65	-241
Depreciation of assets	-19	-17	-21	-16	-18	-73
Total operating expenses	-160	-157	-168	-176	-185	-661
Profit before credit losses etc	171	211	238	250	317	870
Gains less losses from assets		14	2			16
Net credit losses	-12	-12	-7	-10	-12	-41
Operating profit	159	213	233	240	305	845

Retail Banking
Retail Germany

SEKm	Q 1 2006	Q 2 2006	Q 3 2006	Q 4 2006	Q 1 2007	Full year 2006
Net interest income	452	435	475	456	473	1 818
Net fee and commission income	337	325	291	326	374	1 279
Net financial income	-3	1	-1	-2		-5
Net other income	-2	13	14	23	5	48
Total operating income	784	774	779	803	852	3 140
Staff costs	-385	-392	-395	-391	-383	-1 563
Other expenses	-307	-298	-298	-271	-321	-1 174
Depreciation of assets	-44	-53	-61	-46	-48	-204
Total operating expenses	-736	-743	-754	-708	-752	-2 941
Profit before credit losses etc	48	31	25	95	100	199
Gains less losses from assets			-2	-3	-1	-5
Net credit losses	-60	-41	-11	-44	-31	-156
Operating profit	-12	-10	12	48	68	38

Retail Banking Cards

SEKm	Q 1 2006	Q 2 2006	Q 3 2006	Q 4 2006	Q 1 2007	Full year 2006
Net interest income	103	98	102	85	89	388
Net fee and commission income	416	456	441	479	436	1 792
Net other income	5	14	78	12	8	109
Total operating income	524	568	621	576	533	2 289
Staff costs	-159	-166	-167	-163	-170	-655
Other expenses	-164	-163	-132	-177	-145	-636
Depreciation of assets	-8	-7	-7	-7	-8	-29
Total operating expenses	-331	-336	-306	-347	-323	-1 320
Profit before credit losses etc	193	232	315	229	210	969
Gains less losses from assets				1		1
Net credit losses	-33	-26	-17	-13	-31	-89
Operating profit	160	206	298	217	179	881

Wealth Management Total

SEKm	Q 1 2006	Q 2 2006	Q 3 2006	Q 4 2006	Q 1 2007	Full year 2006
Net interest income	142	158	165	179	186	644
Net fee and commission income	934	960	848	1 094	1 024	3 836
Net financial income	14	19	10	12	14	55
Net other income	20	24	5	11	6	60
Total operating income	1 110	1 161	1 028	1 296	1 230	4 595
Staff costs	-338	-371	-355	-376	-383	-1 440
Other expenses	-189	-206	-199	-207	-215	-801
Depreciation of assets	-11	-12	-13	-15	-14	-51
Total operating expenses	-538	-589	-567	-598	-612	-2 292
Profit before credit losses etc	572	572	461	698	618	2 303
Gains less losses from assets	29					29
Net credit losses	6	11	4	4	-4	25
Operating profit	607	583	465	702	614	2 357

Wealth Management
Asset Management

SEKm	Q 1 2006	Q 2 2006	Q 3 2006	Q 4 2006	Q 1 2007	Full year 2006
Net interest income	20	22	29	36	35	107
Net fee and commission income	610	653	603	783	720	2 649
Net financial income	2	4	4		2	10
Net other income	4	3	2	11	5	20
Total operating income	636	682	638	830	762	2 786
Staff costs	-172	-203	-184	-203	-202	-762
Other expenses	-111	-120	-125	-122	-128	-478
Depreciation of assets	-5	-5	-5	-6	-5	-21
Total operating expenses	-288	-328	-314	-331	-335	-1 261
Profit before credit losses etc	348	354	324	499	427	1 525
Operating profit	348	354	324	499	427	1 525

Wealth Management
Private Banking

SEKm	Q 1 2006	Q 2 2006	Q 3 2006	Q 4 2006	Q 1 2007	Full year 2006
Net interest income	122	136	135	143	150	536
Net fee and commission income	324	307	246	309	304	1 186
Net financial income	12	15	7	12	12	46
Net other income	16	21	2	1	1	40
Total operating income	474	479	390	465	467	1 808
Staff costs	-165	-168	-171	-173	-181	-677
Other expenses	-78	-86	-74	-85	-87	-323
Depreciation of assets	-6	-7	-8	-9	-8	-30
Total operating expenses	-249	-261	-253	-267	-276	-1 030
Profit before credit losses etc	225	218	137	198	191	778
Gains less losses from assets	29					29
Net credit losses	5	11	4	5	-4	25
Operating profit	259	229	141	203	187	832

Life
Total

SEKm	Q 1 2006	Q 2 2006	Q 3 2006	Q 4 2006	Q 1 2007	Full year 2006
Net interest income	-2	-4	-5	-4	-9	-15
Net life insurance income	786	808	943	934	981	3 471
Net other income	1	-1				
Total operating income	785	803	938	930	972	3 456
Staff costs	-247	-267	-236	-258	-256	-1 008
Other expenses	-135	-125	-106	-108	-128	-474
Depreciation of assets	-109	-116	-124	-105	-130	-454
Total operating expenses	-491	-508	-466	-471	-514	-1 936
Operating profit *	294	295	472	459	458	1 520
Change in surplus values	423	492	381	359	244	1 655
Business result	717	787	853	818	702	3 175

* Consolidated in the Group accounts

Other and eliminations
Total

SEKm	Q 1 2006	Q 2 2006	Q 3 2006	Q 4 2006	Q 1 2007	Full year 2006
Net interest income	181	58	-36	126	-71	329
Net fee and commission income	142	164	231	147	170	684
Net financial income	-29	33	57	-370	37	-309
Net life insurance income	-203	-201	-204	-202	-238	-810
Net other income	220	57	226	46	9	549
Total operating income	311	111	274	-253	-93	443
Staff costs	-779	-718	-645	-806	-809	-2 948
Other expenses	421	439	442	516	556	1 818
Depreciation of assets	-63	-60	-65	-65	-59	-253
Total operating expenses	-421	-339	-268	-355	-312	-1 383
Profit before credit losses etc	-110	-228	6	-608	-405	-940
Gains less losses from assets				-2		-2
Net credit losses	-18	7			2	-11
Operating profit	-128	-221	6	-610	-403	-953

The SEB Group
Net fee and commission income

SEKm	Q 1 2006	Q 2 2006	Q 3 2006	Q 4 2006	Q 1 2007	Full year 2006
Issue of securities	42	99	51	98	32	290
Secondary market shares	915	1 070	556	759	891	3 300
Secondary market other	109	154	63	205	177	531
Custody and mutual funds	1 487	1 535	1 500	1 662	1 692	6 184
Securities commissions	2 553	2 858	2 170	2 724	2 792	10 305
Payments	442	444	438	463	459	1 787
Card fees	868	949	928	985	957	3 730
Payment commissions	1 310	1 393	1 366	1 448	1 416	5 517
Advisory	403	372	511	456	499	1 742
Lending	250	258	207	231	231	946
Deposits	24	28	36	36	27	124
Guarantees	63	74	70	71	68	278
Derivatives	110	111	81	82	96	384
Other	181	193	222	253	226	849
Other commissions	1 031	1 036	1 127	1 129	1 147	4 323
Total commission income	4 894	5 287	4 663	5 301	5 355	20 145
Securities commissions	-164	-419	-117	-198	-204	-898
Payment commissions	-494	-537	-530	-589	-576	-2 150
Other commissions	-243	-224	-244	-240	-298	-951
Commission expense	-901	-1 180	-891	-1 027	-1 078	-3 999
Securities commissions	2 389	2 439	2 053	2 526	2 588	9 407
Payment commissions	816	856	836	859	840	3 367
Other commissions	788	812	883	889	849	3 372
Net fee and commission income	3 993	4 107	3 772	4 274	4 277	16 146

The SEB Group
Net financial income

SEKm	Q 1 2006	Q 2 2006	Q 3 2006	Q 4 2006	Q 1 2007	Full year 2006
Equity instruments and related derivatives	143	114	153	-68	147	342
Interest bearing instruments and related derivatives	320	288	287	529	645	1 424
Capital market related	463	402	440	461	792	1 766
Currency related	516	645	450	659	519	2 270
Net financial income	979	1 047	890	1 120	1 311	4 036

Appendix 6 Profit and loss accounts by geography and quarter

Sweden

	Q 1	Q 2	Q 3	Q 4	Q 1	Full year
SEKm	2006	2006	2006	2006	2007	2006
Total operating income	4 904	5 023	4 879	5 005	4 965	19 811
Total operating expenses	-3 192	-3 367	-3 133	-2 438	-3 157	-12 130
Profit before credit losses etc	1 712	1 656	1 746	2 567	1 808	7 681
Gains less losses from assets						
Net credit losses	-59	-44	-68	-61	-13	-232
Operating profit	1 653	1 612	1 678	2 506	1 795	7 449

Norway

	Q 1	Q 2	Q 3	Q 4	Q 1	Full year
SEKm	2006	2006	2006	2006	2007	2006
Total operating income	624	827	710	881	853	3 042
Total operating expenses	-361	-409	-372	-532	-442	-1 674
Profit before credit losses etc	263	418	338	349	411	1 368
Gains less losses from assets						
Net credit losses	-11	8	10	8	-37	15
Operating profit	252	426	348	357	374	1 383

Denmark

	Q 1	Q 2	Q 3	Q 4	Q 1	Full year
SEKm	2006	2006	2006	2006	2007	2006
Total operating income	614	632	672	715	754	2 633
Total operating expenses	-314	-339	-326	-508	-356	-1 487
Profit before credit losses etc	300	293	346	207	398	1 146
Gains less losses from assets						
Net credit losses	-7	-6	-9	-2		-24
Operating profit	293	287	337	205	398	1 122

Finland

	Q 1	Q 2	Q 3	Q 4	Q 1	Full year
SEKm	2006	2006	2006	2006	2007	2006
Total operating income	238	236	222	280	247	976
Total operating expenses	-144	-112	-119	-204	-137	-579
Profit before credit losses etc	94	124	103	76	110	397
Gains less losses from assets						
Net credit losses	-1	-1	-2	-1	-4	-5
Operating profit	93	123	101	75	106	392

Germany

	Q 1	Q 2	Q 3	Q 4	Q 1	Full year
SEKm	2006	2006	2006	2006	2007	2006
Total operating income	1 730	1 644	1 526	1 664	1 620	6 564
Total operating expenses	-1 139	-1 126	-1 172	-1 181	-1 140	-4 618
Profit before credit losses etc	591	518	354	483	480	1 946
Gains less losses from assets	-18		1	8		-9
Net credit losses	-113	-86	-75	-118	-149	-392
Operating profit	460	432	280	373	331	1 545

Estonia

	Q 1	Q 2	Q 3	Q 4	Q 1	Full year
SEKm	2006	2006	2006	2006	2007	2006
Total operating income	282	297	324	392	388	1 295
Total operating expenses	-121	-118	-128	-151	-151	-518
Profit before credit losses etc	161	179	196	241	237	777
Gains less losses from assets	13		5	13		31
Net credit losses	-3	2	-6	-13	-12	-20
Operating profit	171	181	195	241	225	788

Latvia

	Q 1	Q 2	Q 3	Q 4	Q 1	Full year
SEKm	2006	2006	2006	2006	2007	2006
Total operating income	256	286	309	332	329	1 183
Total operating expenses	-120	-130	-119	-134	-137	-503
Profit before credit losses etc	136	156	190	198	192	680
Gains less losses from assets	4	1	-1			4
Net credit losses	2	-6	3	-24	-8	-25
Operating profit	142	151	192	174	184	659

Lithuania

	Q 1	Q 2	Q 3	Q 4	Q 1	Full year
SEKm	2006	2006	2006	2006	2007	2006
Total operating income	346	387	429	441	508	1 603
Total operating expenses	-169	-168	-180	-188	-195	-705
Profit before credit losses etc	177	219	249	253	313	898
Gains less losses from assets		14	2			16
Net credit losses	-12	-32	13	-10	-12	-41
Operating profit	165	201	264	243	301	873

Other countries and eliminations

	Q 1	Q 2	Q 3	Q 4	Q 1	Full year
SEKm	2006	2006	2006	2006	2007	2006
Total operating income	616	359	371	294	529	1 640
Total operating expenses	-210	132	99	-344	-89	-323
Profit before credit losses etc	406	491	470	-50	440	1 317
Gains less losses from assets	29	-1	-1	1		28
Net credit losses	6	3	-2	1	1	8
Operating profit	441	493	467	-49	442	1 352

SEB Group Total

	Q 1	Q 2	Q 3	Q 4	Q 1	Full year
SEKm	2006	2006	2006	2006	2007	2006
Total operating income	9 610	9 691	9 442	10 004	10 193	38 747
Total operating expenses	-5 770	-5 637	-5 450	-5 680	-5 802	-22 537
Profit before credit losses etc	3 840	4 054	3 992	4 324	4 391	16 210
Gains less losses from assets	28	14	6	22		70
Net credit losses	-198	-162	-136	-222	-234	-718
Operating profit	3 670	3 906	3 862	4 124	4 157	15 562

Appendix 7 Skandinaviska Enskilda Banken (parent company)

In accordance with SFSA regulations SEKm	Q1			Q4			Jan - Mar			Full year
	2007	2006	%	2007	2006	%	2007	2006	%	2006
Interest income	9 739	9 506	2				9 739	7 074	38	32 316
Leasing income	223	222	0				223	216	3	877
Interest expense	-8 736	-8 600	2				-8 736	-6 026	45	-28 482
Net interest income ¹⁾										
Dividends received	10	1 095	-99				10	1		1 407
Commission income ²⁾	2 178	2 164	1				2 178	1 732	26	8 374
Commission costs ²⁾	-320	-311	3				-320	-274	17	-1 211
Net commission income ²⁾	1 858	1 853	0				1 858	1 458	27	7 163
Net financial income ³⁾	1 057	1 024	3				1 057	770	37	3 515
Other operating income	316	631	-50				316	296	7	2 108
Total income	4 467	5 731	-22				4 467	3 789	18	18 904
Staff costs	-2 139	-2 118	1				-2 139	-2 005	7	-8 409
Other administrative and operating costs	-1 010	-1 061	-5				-1 010	-1 125	-10	-4 664
Depreciation of assets	-100	-109	-8				-100	-84	19	-399
Total costs	-3 249	-3 288	-1				-3 249	-3 214	1	-13 472
Profit/loss from banking operations before credit losses	1 218	2 443	-50				1 218	575 112		5 432
Net credit losses ⁴⁾	6	-45	-113				6	-18	-133	-134
Change in value of seized assets										
Impairment financial assets		-89	-100							-100
Operating profit	1 224	2 309	-47				1 224	557 120		5 198
Pension compensation	87	93	-6				87	74	18	343
Profit before appropriation and tax	1 311	2 402	-45				1 311	631 108		5 541
Other appropriations	-90	-155	-42				-90	-178	-49	-688
Current tax	-118	925	-113				-118	-135	-13	-200
Deferred tax	-11	-833	-99				-11	11	-200	-491
Net profit	1 092	2 339	-53				1 092	329		4 162

1) Net interest income - Skandinaviska Enskilda Banken

SEKm	Q1			Q4			Jan - Mar			Full year
	2007	2006	%	2007	2006	%	2007	2006	%	2006
Interest income	9 739	9 506	2				9 739	7 074	38	32 316
Leasing income	223	222	0				223	216	3	877
Interest costs	-8 736	-8 600	2				-8 736	-6 026	45	-28 482
Leasing depreciation	-74	-75	-1				-74	-75	-1	-302
Net interest income	1 152	1 053	9				1 152	1 189	-3	4 409

2) Net fee and commission income - Skandinaviska Enskilda Banken

SEKm	Q1		%	Jan - Mar			Full year 2006
	2007	2006		2007	2006	%	
Securities commissions	1 237	1 260	-2	1 237	857	44	4 633
Payment commissions	333	323	3	333	322	3	1 279
Other commissions	608	581	5	608	553	10	2 462
Commission income	2 178	2 164	1	2 178	1 732	26	8 374
Securities commissions	-47	-48	-2	-47	-39	21	-174
Payment commissions	-126	-137	-8	-126	-106	19	-490
Other commissions	-147	-126	17	-147	-129	14	-547
Commission expense	-320	-311	3	-320	-274	17	-1 211
Securities commissions, net	1 190	1 212	-2	1 190	818	45	4 459
Payment commissions, net	207	186	11	207	216	-4	789
Other commissions, net	461	455	1	461	424	9	1 915
Net fee and commission income	1 858	1 853	0	1 858	1 458	27	7 163

3) Net financial income - Skandinaviska Enskilda Banken

SEKm	Q1		%	Jan - Mar			Full year 2006
	2007	2006		2007	2006	%	
Equity instruments and related derivatives	78	-47		78	-24		189
Debt instruments and related derivatives	592	581	2	592	367	61	1 557
Capital market related	670	534	25	670	343	95	1 746
Currency-related	387	490	-21	387	427	-9	1 769
Net financial income	1 057	1 024	3	1 057	770	37	3 515

4) Net credit losses - Skandinaviska Enskilda Banken

SEKm	Q1		Q4		Jan - Mar			Full year 2006
	2007	2006		%	2007	2006	%	
<i>Provisions:</i>								
Net collective provisions	29	- 7			29	- 23		- 138
Specific provisions		- 22	- 100			- 14	- 100	- 46
Reversal of specific provisions no longer required	1	14	- 93		1	8	- 88	36
Net provisions for contingent liabilities		2	- 100					
Net provisions	30	- 13			30	- 29		- 148
<i>Write-offs:</i>								
Total write-offs	- 48	- 95	- 49		- 48	- 36	33	- 265
Reversal of specific provisions utilized for write-offs	20	48	- 58		20	24	- 17	182
Write-offs not previously provided for	- 28	- 47	- 40		- 28	- 12	17	- 83
Recovered from previous write-offs	4	15	- 73		4	23	- 83	97
Net write-offs	- 24	- 32	- 25		- 24	11		14
Net credit losses	6	- 45	- 113		6	- 18	- 133	- 134
Change in value of seized assets								
Net credit losses incl. change in value of seized assets	6	- 45	- 113		6	- 18	- 133	- 134

Balance sheet - Skandinaviska Enskilda Banken

Condensed SEKm	31 March 2007	31 December 2006	31 March 2006
Cash and cash balances with central banks	4 131	1 828	5 361
Loans to credit institutions	454 453	360 728	391 704
Loans to the public	381 332	333 129	305 273
Financial assets at fair value	380 666	349 764	414 807
Available-for-sale financial assets	34 505	22 057	21 622
Held-to-maturity investments	3 691	3 820	3 715
Discontinued operations			661
Investments in associates	1 080	1 059	1 127
Shares in subsidiaries	56 669	55 306	56 443
Tangible and intangible assets	15 408	15 397	15 026
Other assets	21 407	28 961	50 987
Total assets	1 353 342	1 172 049	1 266 726
Deposits by credit institutions	397 667	332 371	371 659
Deposits and borrowing from the public	397 014	389 127	355 200
Debt securities	255 850	172 288	162 893
Financial liabilities at fair value	159 454	141 501	238 975
Other liabilities	54 096	46 166	51 483
Provisions	358	416	696
Subordinated liabilities	44 080	42 278	42 196
Untaxed reserves	12 176	12 089	11 580
Total equity	32 647	35 813	32 044
Total liabilities and shareholders' equity	1 353 342	1 172 049	1 266 726

Memorandum items - Skandinaviska Enskilda Banken

SEK m	31 March 2007	31 December 2006	31 March 2006
Collateral and comparable security pledged for own liabilities	220 716	231 121	164 988
Other pledged assets and comparable collateral	99 548	70 051	83 653
Contingent liabilities	42 961	55 721	61 423
Commitments	247 876	233 895	144 171

Statement of changes in equity - Skandinaviska Enskilda Banken

SEKm	Reserve for cash flow hedges	Reserve for financial assets	Share capital	Restricted reserves	Retained earnings	Total
Jan-mar 2007						
Opening balance	367	212	6 872	12 804	15 558	35 813
Dividend to shareholders					- 4 123	- 4 123
Dividend, own holdings of shares					44	44
Group contributions net after tax					384	384
Neutralisation of PL impact and utilisation of employee stock options*					- 168	- 168
Neutralisation of 2004 employee stock options**					- 539	- 539
Eliminations of repurchased shares for employee stock option programme***					146	146
Other changes				32	- 32	
Change in market value	-35	35				
Recognised in income statement		- 8				- 8
Translation difference					6	6
Net income recognised directly in equity	-35	27			6	-2
Net profit					1 092	1 092
Total recognised income	-35	27			1 098	1 090
Closing balance	332	239	6 872	12 836	12 368	32 647
Jan-dec 2006						
Opening balance	818	191	6 872	12 260	10 696	30 837
Effect of merger of SEB IT and Enskilda Securities					1 031	1 031
Dividend to shareholders					- 3 264	- 3 264
Dividend, own holdings of shares					75	75
Group contributions net after tax					1 627	1 627
Neutralisation of PL impact and utilisation of employee stock options*					580	580
Eliminations of repurchased shares for employee stock option programme***					1 232	1 232
Other changes				544	- 544	
Change in market value	- 451	45				- 406
Recognised in income statement		- 24				- 24
Translation difference					- 37	- 37
Net income recognised directly in equity	-451	21			-37	-467
Net profit					4 162	4 162
Total recognised income	-451	21			4 125	3 695
Closing balance	367	212	6 872	12 804	15 558	35 813
Jan-mar 2006						
Opening balance	818	191	6 872	12 260	10 696	30 837
Dividend to shareholders						
Dividend, own holdings of shares						
Group contributions net after tax					451	451
Neutralisation of PL impact and utilisation of employee stock options*					364	364
Eliminations of repurchased shares for employee stock option programme***					252	252
Other changes					- 1	- 1
Change in market value	-240	56				- 184
Recognised in income statement						
Translation difference					- 4	- 4
Net income recognised directly in equity	-240	56			-4	-188
Net profit					329	329
Total recognised income	-240	56			325	141
Closing balance	578	247	6 872	12 260	12 087	32 044

* Includes changes in nominal amounts of equity swaps used for hedging of stock option programmes.

** Reclassification from equity instruments to financial instruments.

*** As of 31 December 2006 SEB owned 8.9 million Class A shares for the employee stock option programme. The acquisition cost for these shares is deducted from shareholders' equity. During 2007 1.5 million of these shares have been sold as employee stock options have been exercised. Thus, as of 31 March SEB owned 7.4 million Class A-shares with a market value of SEK 1,663m for hedging of the long-term incentive programmes.

Cash flow analysis - Skandinaviska Enskilda Banken

SEKm	Jan - Mar			Full year
	2007	2006	%	2006
Cash flow from the profit and loss statement	789	1 368	-42	3 924
Increase (-)/decrease (+) in portfolios	-22 737	-33 508	-32	-32 945
Increase (+)/decrease (-) in issued short term securities	68 820	1 546		60 688
Increase (-)/decrease (+) in lending to credit institutions	-58 419	-125 815	-54	-18 537
Increase (-)/decrease (+) in lending to the public	-48 248	-13 453		-41 796
Increase (+)/decrease (-) in liabilities to credit institutions	65 295	26 149	150	-13 138
Increase (+)/decrease (-) in deposits and borrowings from the public	7 889	30 481	-74	64 407
Change in other balance sheet items	12 999	23 144	-44	9 411
Cash flow, current operations	26 388	-90 088	-129	32 014
Cash flow, investment activities	-1 257	1 332	-194	5 208
Cash flow, financing activities	12 464	22 486	-45	-30 396
Cash flow	37 595	-66 270	-157	6 826
Liquid funds at beginning of year	89 198	82 666	8	82 666
Exchange difference in liquid funds	-13	32	-141	-294
Cash flow	37 595	-66 270	-157	6 826
Liquid funds at end of period¹⁾	126 780	16 428		89 198

Only liquid funds have been adjusted for exchange rate differences.

1) Cash and cash equivalents at end of period is defined as Cash and cash balances with central banks and Loans to credit institutions - payable on demand. Cash and cash equivalents March 2006 is restated.

Derivative contracts - Skandinaviska Enskilda Banken

31 March 2007			
Book value, SEK m	Derivatives with positive amounts	Derivatives with negative amounts	
Interest-related	32 543	32 459	
Currency-related	16 951	16 746	
Equity-related	6 062	1 120	
Other	26	64	
Total	55 582	50 389	