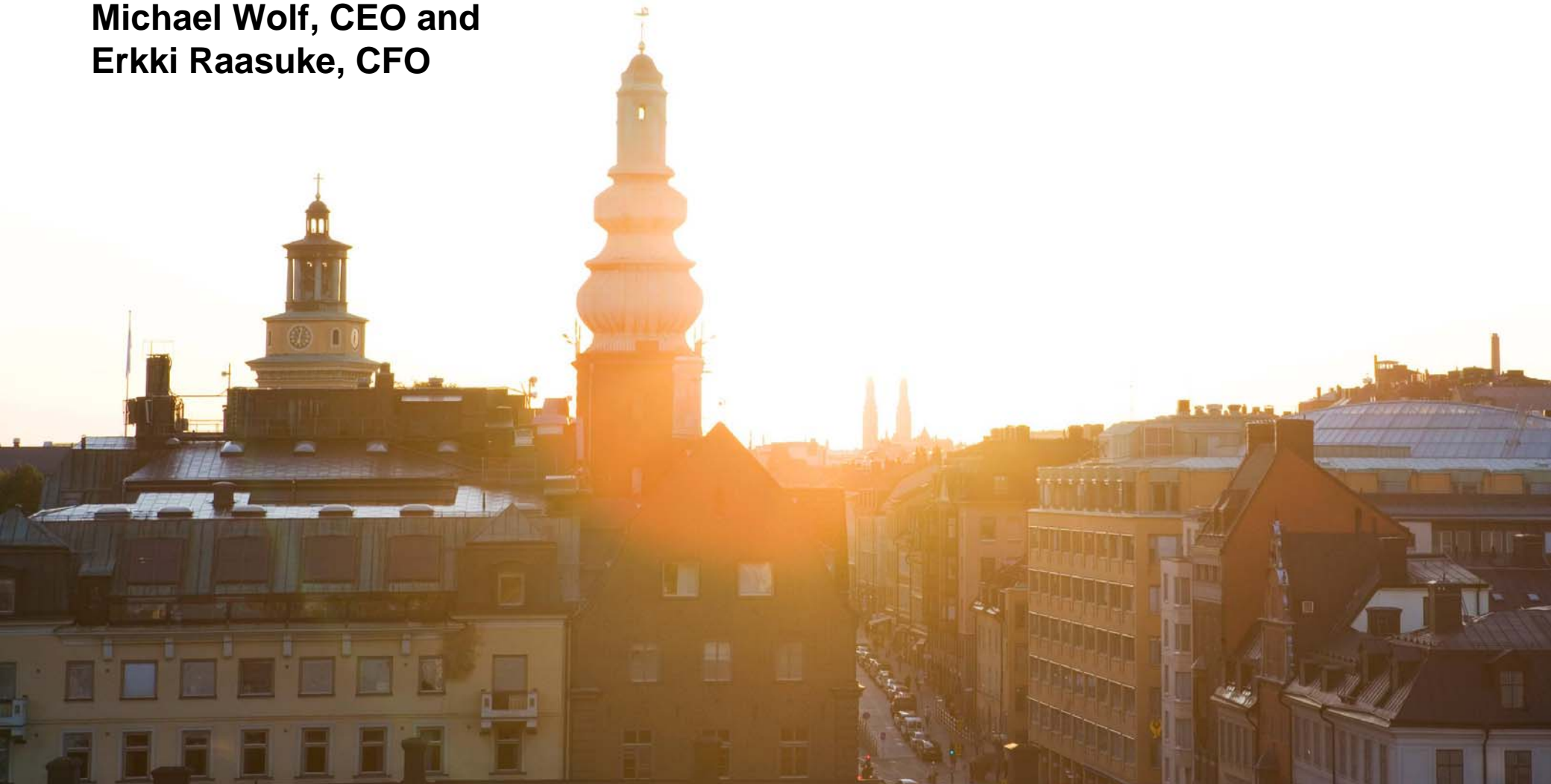


First quarter results 2009
23 April 2009

Michael Wolf, CEO and
Erkki Raasuke, CFO



Reduce current risk levels

1. Secure asset quality by pro-active measures
2. Protect earnings capacity throughout the downturn
3. Funding strategy – improve liquidity and extend maturity profile



We have initiated change

Secure asset quality

- Prudent provisions due to low visibility
- Intensified Financial Restructuring & Recovery (FR&R) activities
- Proactive measures in Sweden
- Short to medium term aim to decrease risk weighted assets in absolute terms



Provision ratio expected to decline during 2009

Decentralisation through formalisation

- Shared leadership – joint responsibility
- Implement committee structures at board and management level to ensure duality, integrity and accountability
- Strong governance and formalisation processes



Empowering the
front-line

Determine the post-crisis position

Review of earnings' capacity and goodwill



Enhanced medium-term earnings



Target improved ratings



Secured funding capacity

Unique repositioning opportunity for Swedbank

Unique customer base

Dedicated staff

The preferred partner for the many households, companies and institutions in Sweden, Estonia, Latvia and Lithuania

A journey over 3-5 years

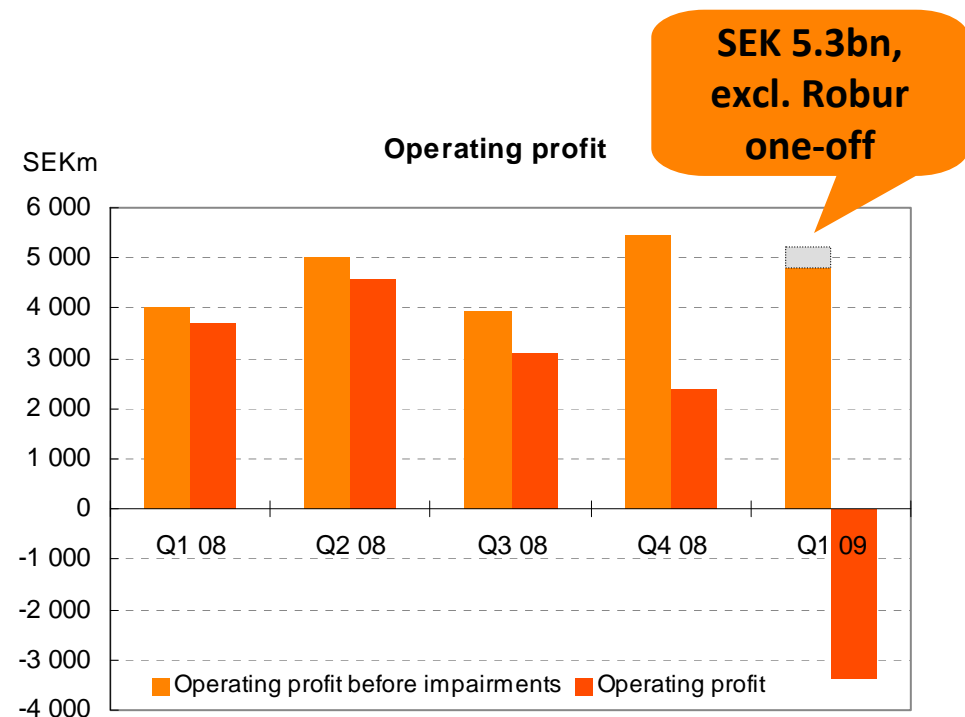
Strong relationship with the Swedish savings banks

Long history and strong market position

First quarter results 2009

Deteriorating economic environment affecting results

- Main drivers behind the SEK -3.4bn operating profit
 - Prudent provisions due to low visibility and increasing impaired loans in Baltic Banking and Ukrainian Banking Operation
 - Impairment of intangible assets in Ukrainian Banking Investment
 - Strong trading result
- Operating profit before impairments SEK 5.3bn, excl. Swedbank Robur one-off of SEK 480m



Results by business area

Swedish Banking

- Stable results, low impairment losses

Baltic Banking

- Severe increase of impaired loans, declining NII

International Banking

- Severe increase of impaired loans, goodwill impairment

Swedbank Markets

- Best ever quarterly results

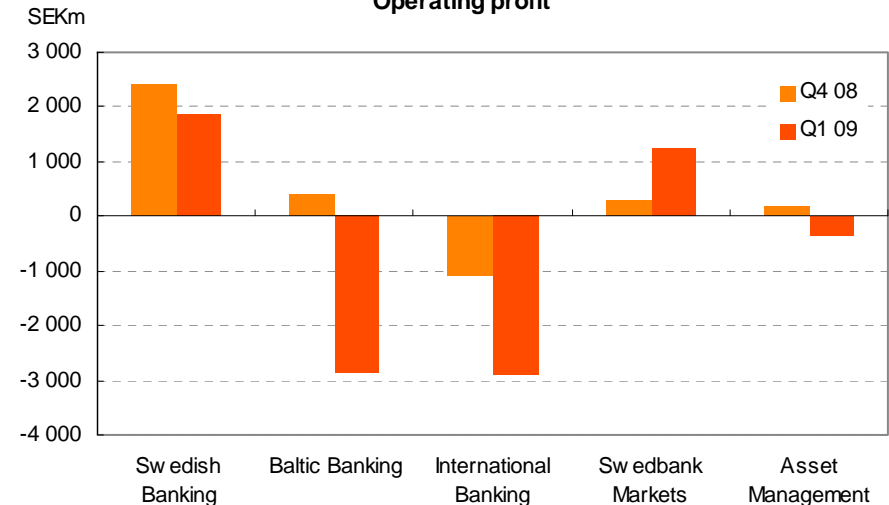
Asset Management

- Results affected by declining AUM, one-off pricing error

Result before impairments and provisions



Operating profit



First quarter results

Income statement

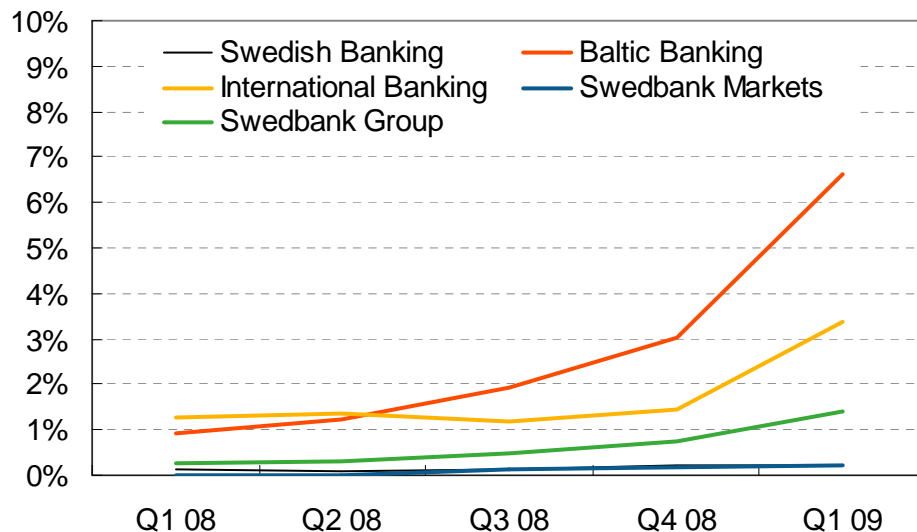
SEKm	Q1 2009	Q4 2008	Change
Net interest income	5 803	5 742	61
Net commission income	1 374	2 011	-637
Net gains/losses on financial items, fair value	1 711	1 244	467
Other income	536	1 349	-813
Total income	9 424	10 346	-922
Staff costs	2 335	2 340	-5
Profit-based staff costs	206	262	-56
Other expenses	2 090	2 300	-210
Total expenses	4 631	4 902	-271
Profit before impairments	4 793	5 444	-651
Impairment of intangible assets	1 305	1 403	-98
Impairment losses on loans and other credit risk provisions	6 845	1 633	5 212
Operating profit	-3 357	2 408	-5 765
Tax expense	-13	500	-513
Profit for the period	-3 344	1 908	-5 252
Profit for the period attributable to: Shareholders of Swedbank AB	-3 358	1 915	-5 273

Asset quality

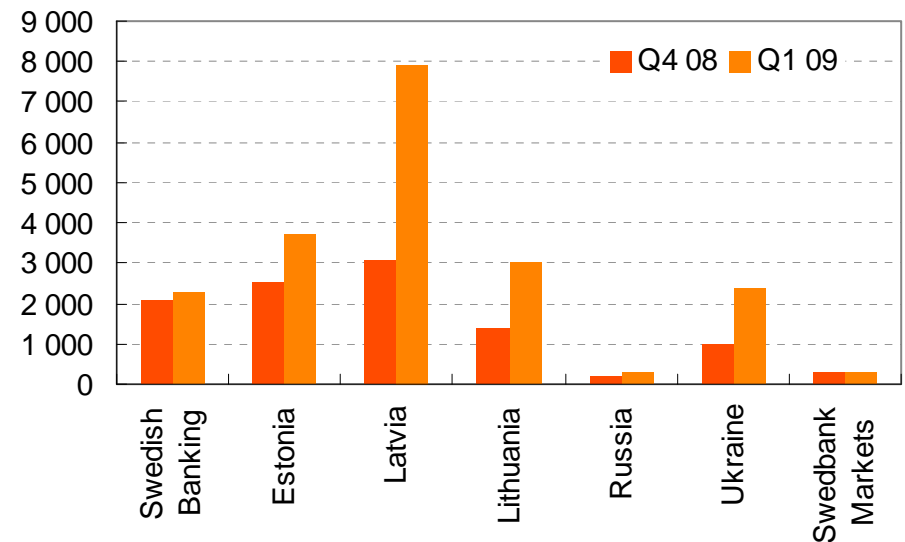
Impaired loans

- Increased covenant breaches, whilst level of impaired loans in Swedish Banking remained low
- Sharp increase of impaired loans in Baltic and Ukrainian Banking

Share of impaired loans

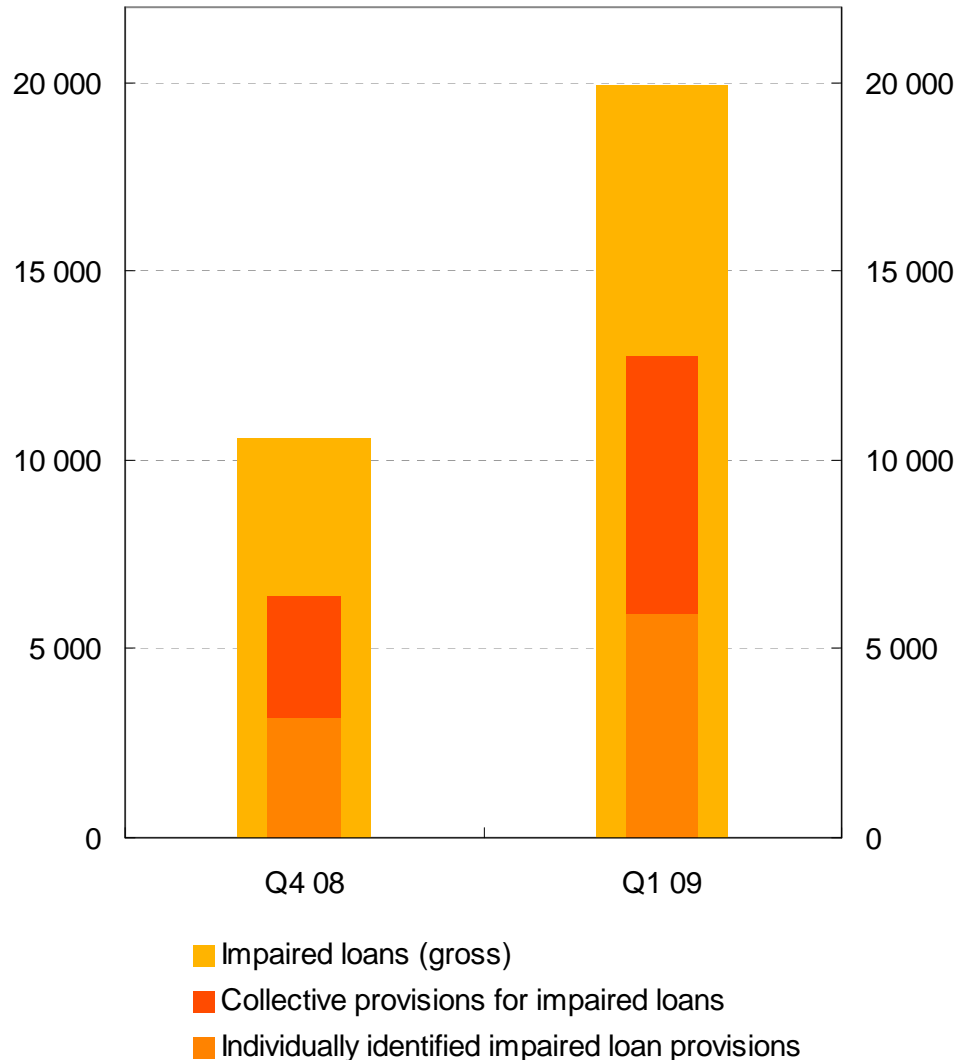


Impaired loans by business area (gross, SEKm)



Asset quality

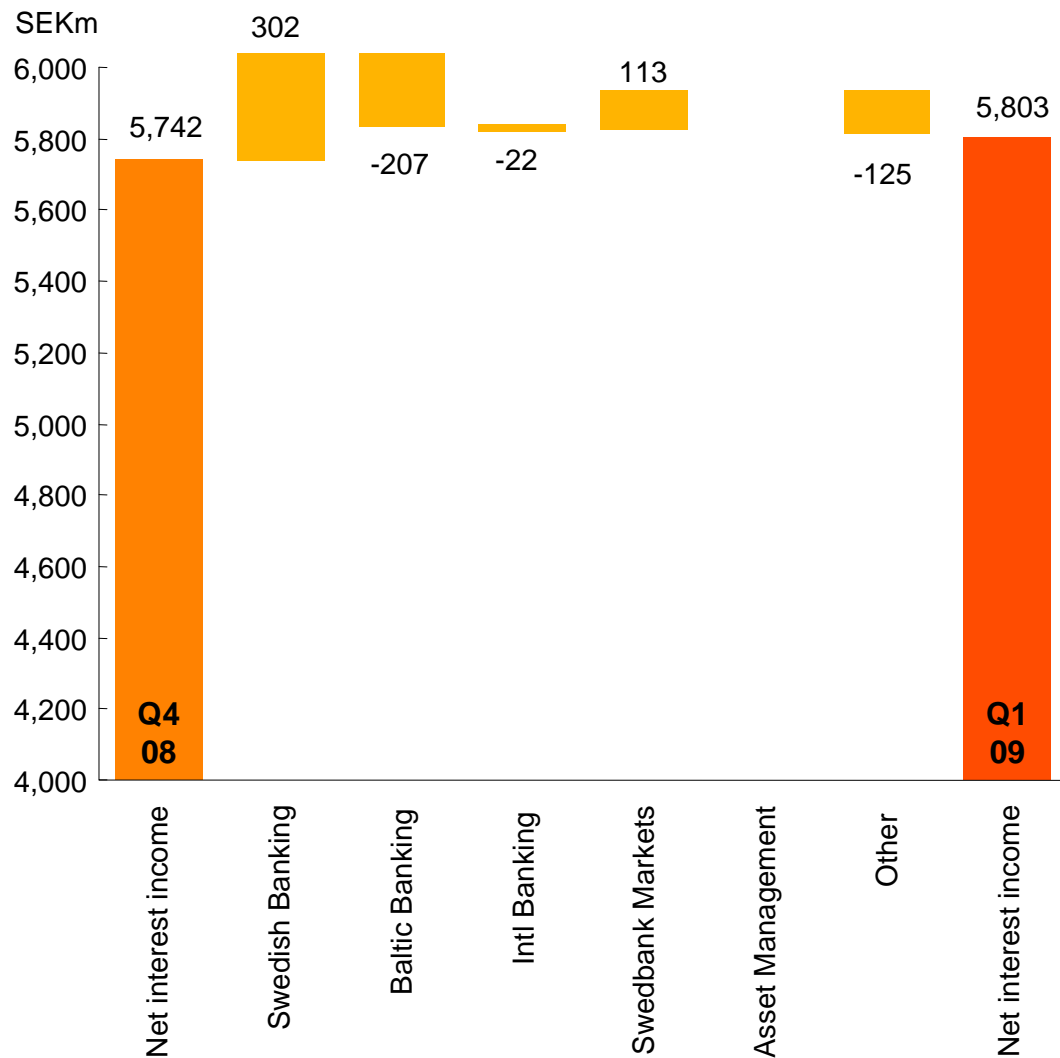
Provisioning



- Formation of additional collective provisions of SEK 3.7bn
- Total provisions of SEK 6.8bn
- Maintained provision ratio in Baltic Banking
- Increased provision ratio in Ukraine to 101%
- Swedbank Group provision ratio at 64%
- Impaired loans expected to level off during the year

Earnings capacity

Net interest income



- Highest ever net interest income
- Improved lending margins and reduced deposit margins in Swedish Banking
- Reduced lending and deposit margins in Baltic Banking
- Strong NII in Swedbank Markets

Earnings capacity

Net gains and losses

- Favourable market conditions provided good trading opportunities for Swedbank Markets
- Net gains and losses related to Swedbank Mortgage (part of Swedish Banking) will continue to be volatile

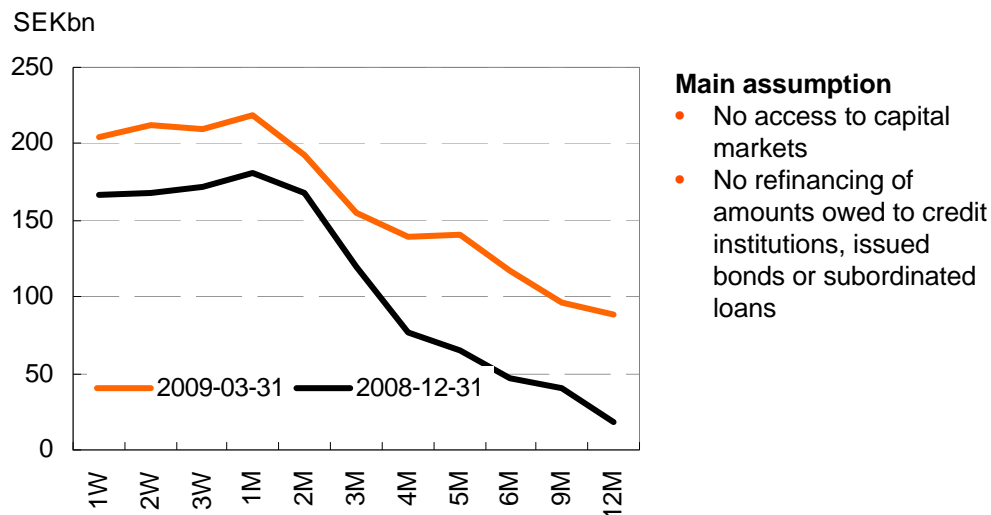
SEKm	Q1 09	Q4 08	Q1 08
Swedish Banking	100	828	16
Baltic Banking	285	12	78
International Banking	18	229	22
Swedbank Markets	1,221	304	244
Asset Management & Insurance	3	1	-15
Shared Services and Group Staffs	36	-156	-270
Eliminations	48	26	0
Swedbank Group	1,711	1,244	75

Liquidity & Funding

Strengthened position in challenging environment

- Improved liquidity position
- Ongoing efforts to strengthen liquidity further
- Active use of state guarantee programme SEK 227bn
- Action taken to extend maturity profile
 - Capital market funding over 1Y maturity, as of 31 December 37%
 - As of 31 March 45%

Stress test of liquidity as of 31 March 2009



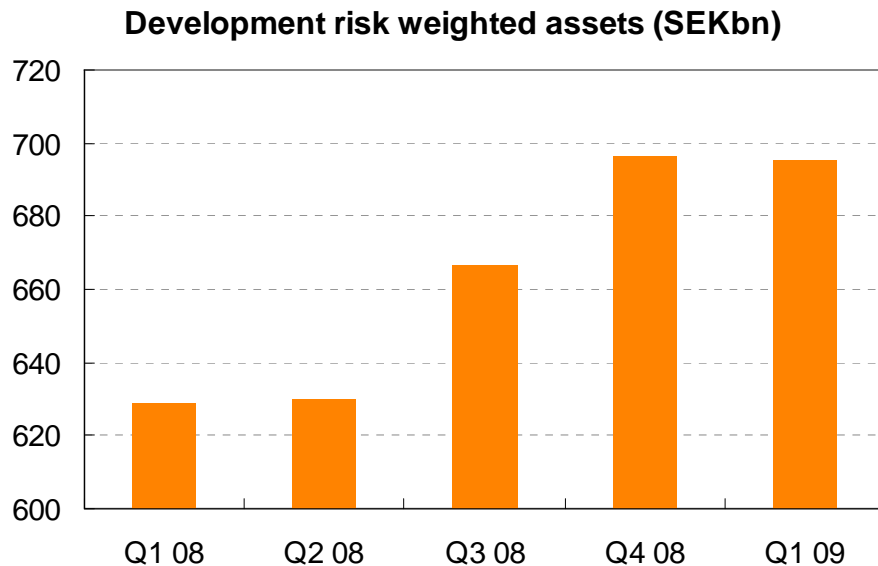
Q1 09 Nominal figures SEKbn	Non-covered bonds (Swedbank AB)	Covered bonds Swedbank Mortgage	Total
Bonds in issue ¹	66	25	91
Of which with			
state guarantee	65	0	65
Expired bonds	18	10	28
Repurchased	0	60	60

¹ Excluding issues tied to index-linked bonds

Capital management

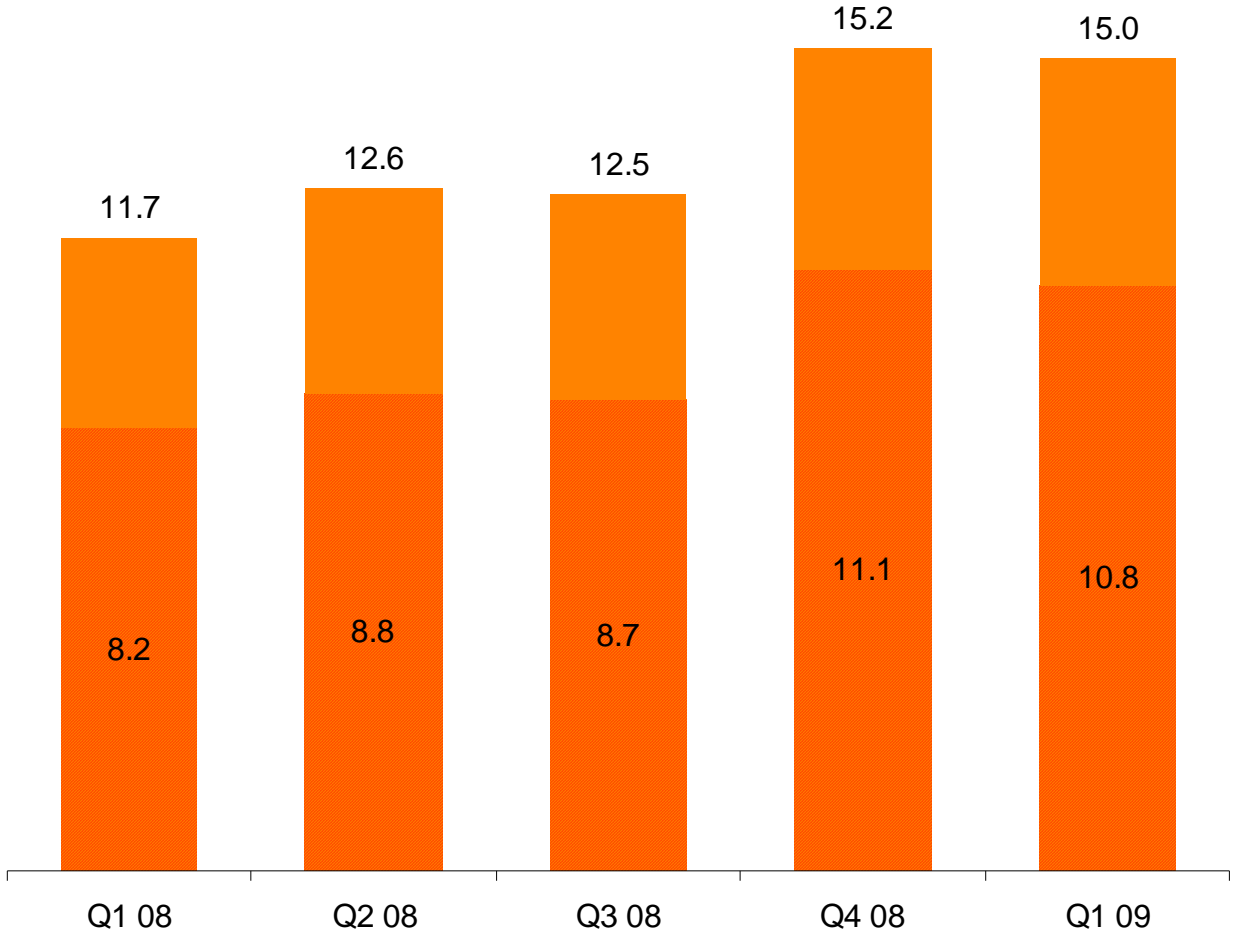
Actively manage risk weighted assets

- Improved documentation and processes
- Increased focus on risk return
- Declining lending volumes
- Through the cycle methodology



Capital management

Solid capitalisation following last year's rights issue



Summary

- Economical challenges of historical dimensions
- Strong measures taken in Q1 to address RWA and credit quality
- Prudence in provisioning levels as impaired loans continue to increase but we expect it to level off during the year
- Q2 focus will be to take firm control of our destiny in the ongoing economical downturn

Appendix

Balance sheet

Swedbank Group SEKm	Mar 09	Dec 08	%
Loans to credit institutions	141 996	128 536	10%
Loans to the public	1 282 258	1 287 424	0%
Interest-bearing securities	169 813	133 694	27%
Shares and participating interests	59 484	60 182	-1%
- for which customers bear the investment risk	52 551	51 638	2%
Derivatives	111 752	128 055	-13%
Other assets	65 493	73 799	-11%
Total assets	1 830 796	1 811 690	1%
Amounts owed to credit institutions	358 812	316 730	13%
Deposits and borrowings from the public	471 833	508 456	-7%
Debt securities in issue	610 256	593 365	3%
"Financial liabilities for which customers bear the investment risk"	53 126	52 074	2%
Derivatives	103 409	116 720	-11%
Other liabilities and provisions	104 471	93 128	12%
Subordinated liabilities	45 874	44 755	3%
Equity	83 015	86 462	-4%
- Non-controlling interest	257	232	11%
- Equity attributable to shareholders	82 758	86 230	-4%
Total liabilities and equity	1 830 796	1 811 690	1%

Provisioning (P&L effect)

	Q1 2009	Q4 2008	Change	Change
Specific provisions for individually assessed loan	2 423	832	1 591	191%
Provisions for contingent liabilities, net	10	-6	16	-267%
Provisions for collectively valued homogenous groups of loans with limited value and similar credit risk	126	34	92	271%
Collective provisions for individually assessed loans	491	574	-83	-14%
Additional collective provisions	3 680		3 680	
Total provisions, gross	6 730	1 434	5 296	369%
Reversal of individual provisions no longer required	-178	-25	-153	612%
Total provisions, net	6 552	1 409	5 143	365%

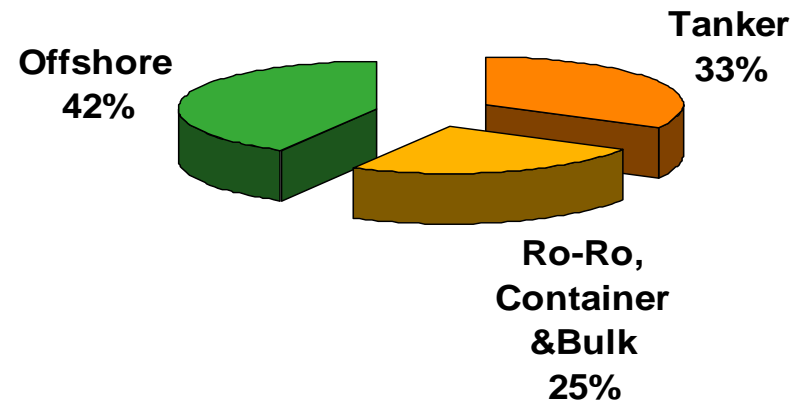
Lehman Brothers

- Collateralised exposure related to Lehman Brothers is USD 1,350m
 - Collateral consists of 69 commercial real estate loans, secured by 55 properties
 - 9 loans were non-performing at March 31
 - Aggregate notional value of assets well above book value of Lehman exposure
- Additional stress tests performed due to the further deteriorating CRE market in the US
 - Appr. 2/3 of the notional portfolio consists of loans to high quality* commercial real estate. No need for provisions
 - Appr. 1/3 of the notional portfolio consists of development projects in different stages of completion. These have been valued mark to market

*strong DSCR, stable contract situation and/or very low LTV

Exposures FAQ

- Private Equity related exposures is EUR 1,425m in total
 - Nordic related LBO's
 - 99% Senior lending
 - Largest sector is health care with 45%
 - Average size of single exposure is EUR 60m
- Lending exposure to shipping sector is EUR 2,081m plus unutilised commitments of EUR 693m
 - Portfolio duration is 4y
 - Average fleet age is 6y
 - 9% is dry bulk
 - 2.7% is car carriers
 - Strong employment profiles

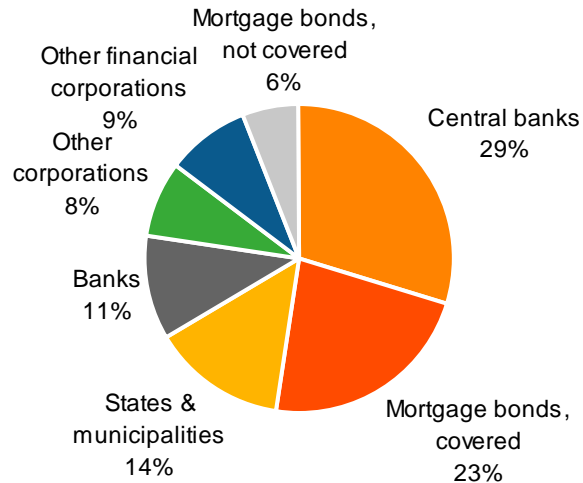


Exposure FAQ

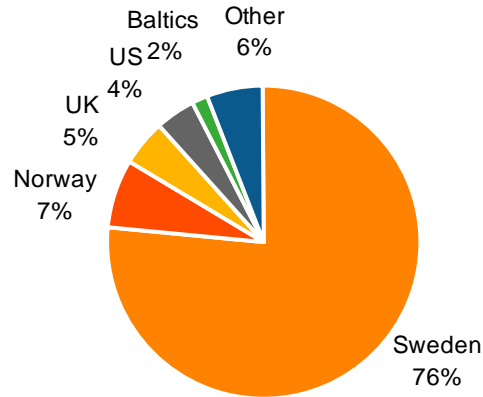
- Hedge Fund Exposure is EUR 94m
 - All collateralised
- Total exposure to SIV's and Conduits is EUR 8m
- Total Exposure to CDO's is EUR 2m

Low risk in interest-bearing securities (SEK 170bn)

Holding distributed by sector

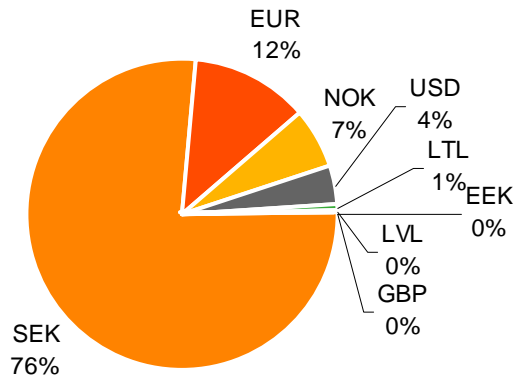


Geographic distribution of issuers

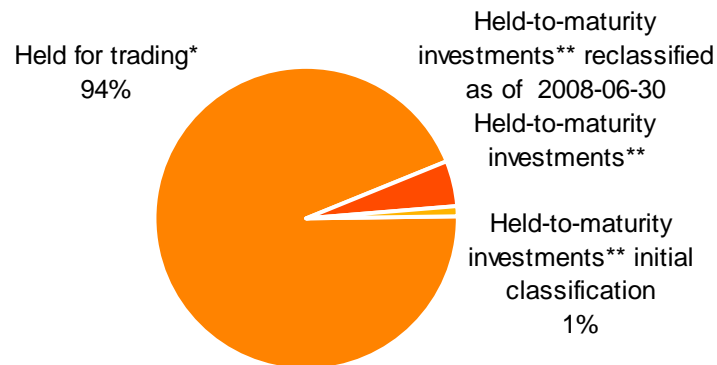


As of 31 March 2009, around 15% of the Group's interest-bearing securities were valued using valuation models against 19% as of 31 December 2008.

Holding distributed by currency



Accounting classification

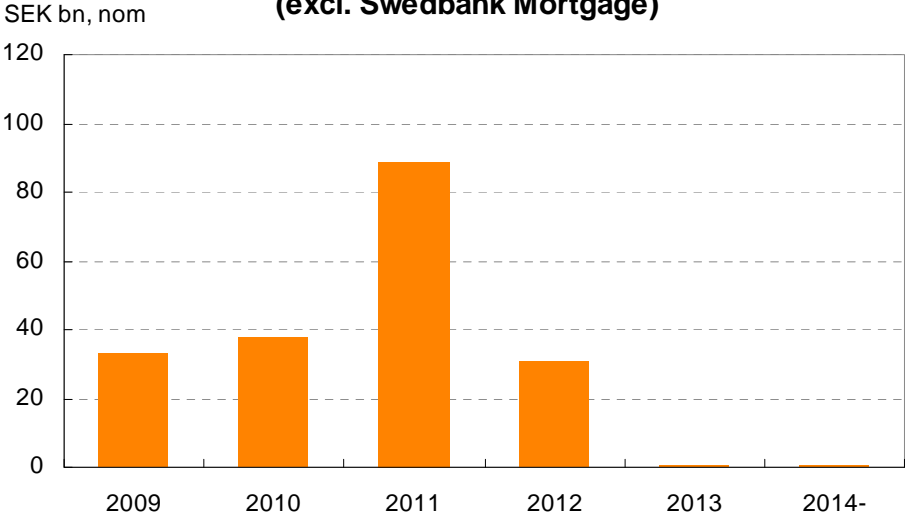


* Recognised at fair value with changes in value through P&L.

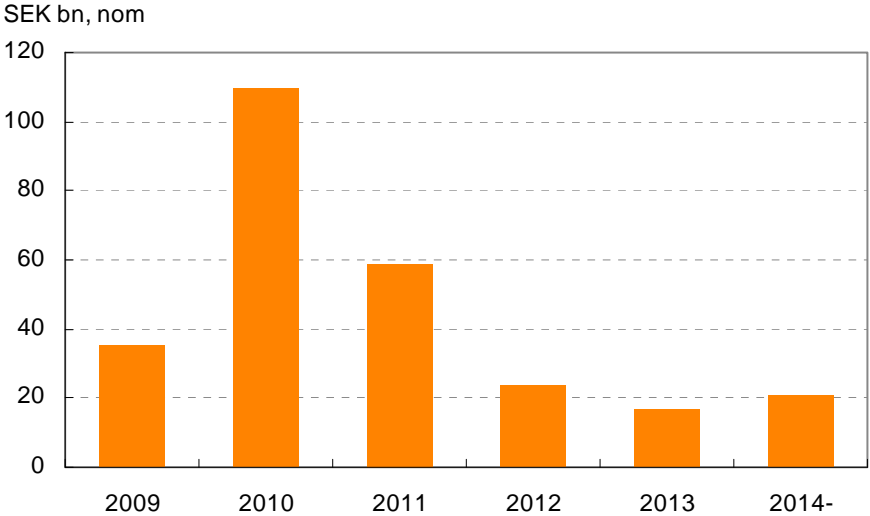
** Measured at amortised cost

Maturity profile – long-term funding

**Swedbank AB, long-term maturity profile
(excl. Swedbank Mortgage)**

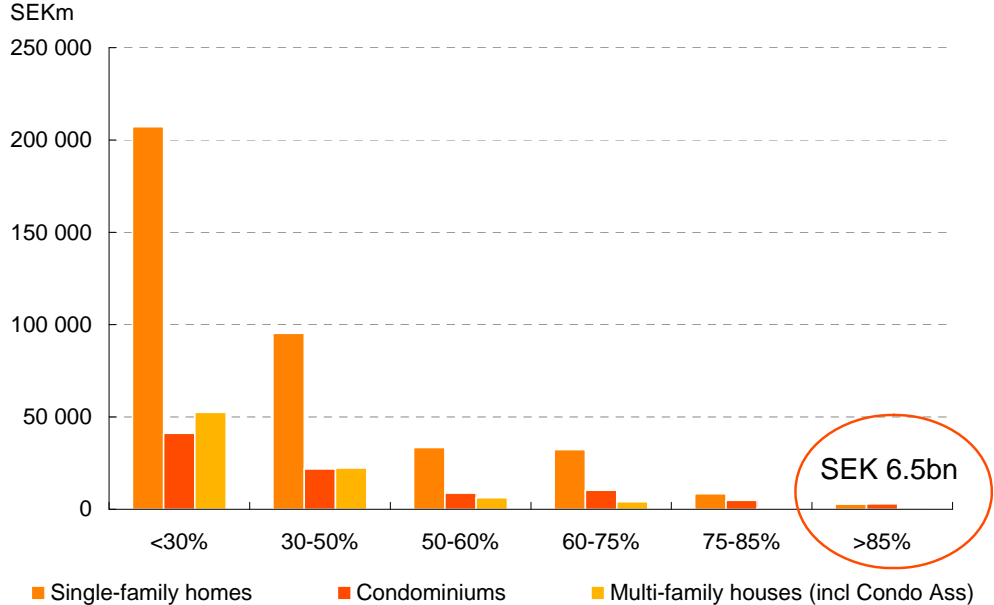


Swedbank Mortgage, long-term maturity profile

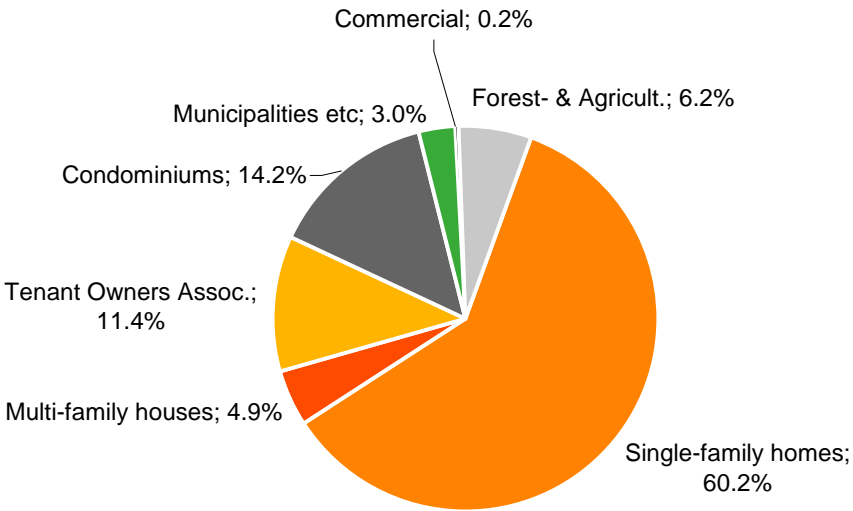


Swedbank Mortgage, Q1 2009, total loan portfolio SEK 642bn (Euro 59bn)

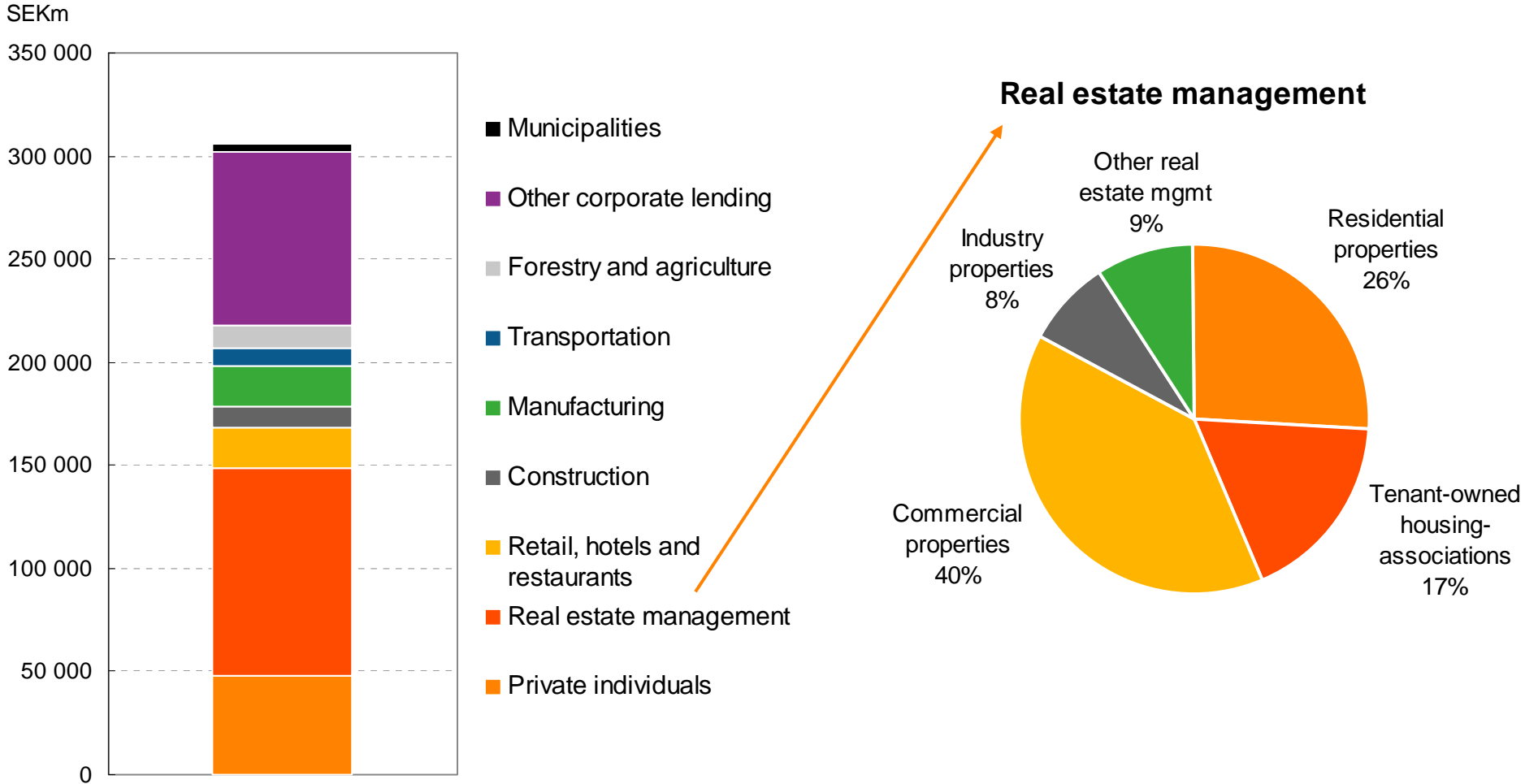
Loan to value (LTV)



Lending



Other lending to the public, Sweden, SEK 306bn (excl. Swedbank Mortgage)



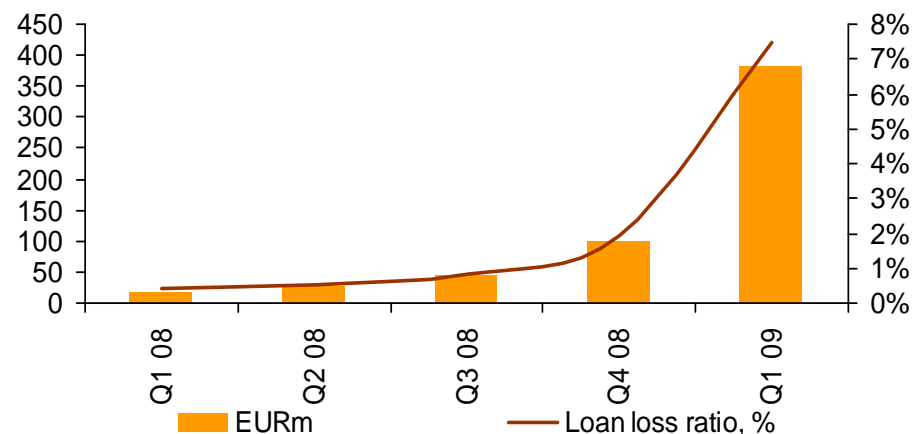
Appendix – Baltic Banking

Asset quality

Impairment losses

%	Q1 09	Q4 08
Estonia	3.31	1.32
Latvia	14.13	3.70
Lithuania	6.00	0.77
Baltic Banking	7.50	1.91

Loan loss ratio

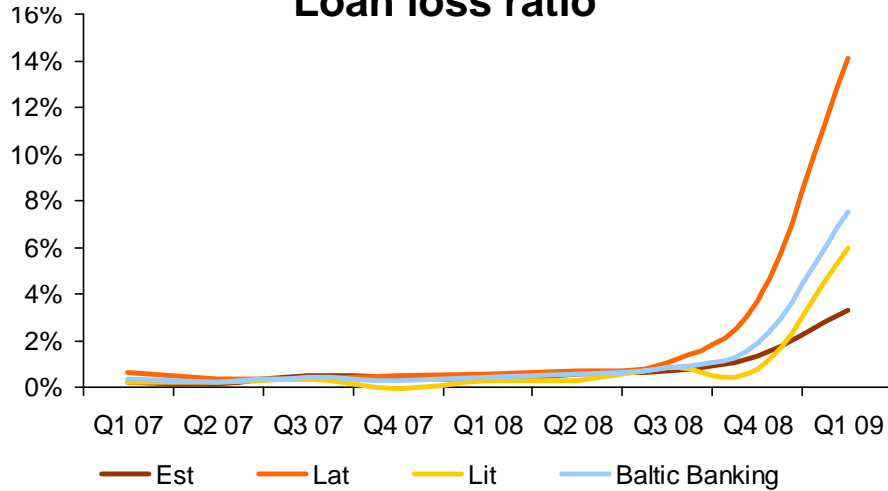


Risk indicators

	Q109	2008YE	2007YE
Overdues >60 days, EURm	1,113	536	101
Overdues >60 days, %	5.9	2.7	0.5

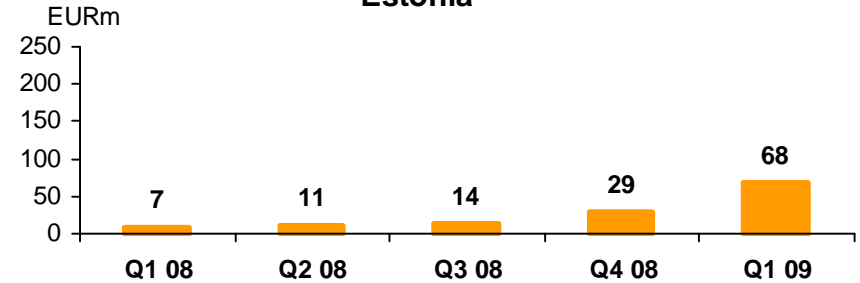
Asset quality by country

Loan loss ratio

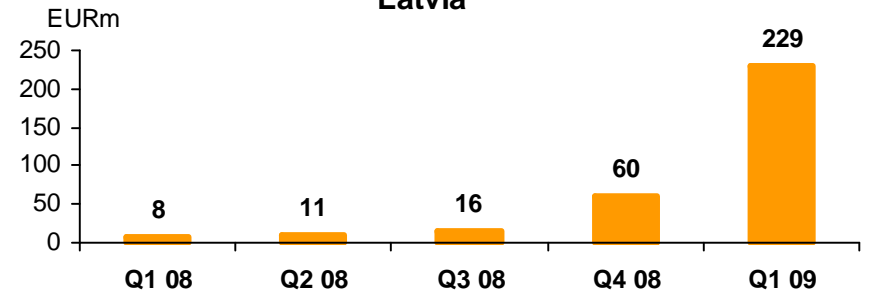


Impairment loss dynamics

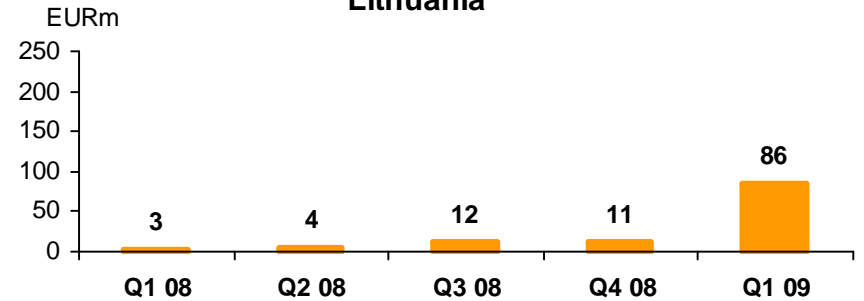
Estonia



Latvia

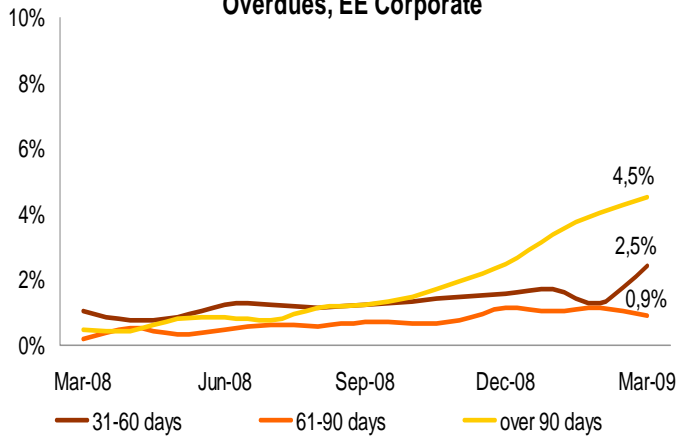


Lithuania

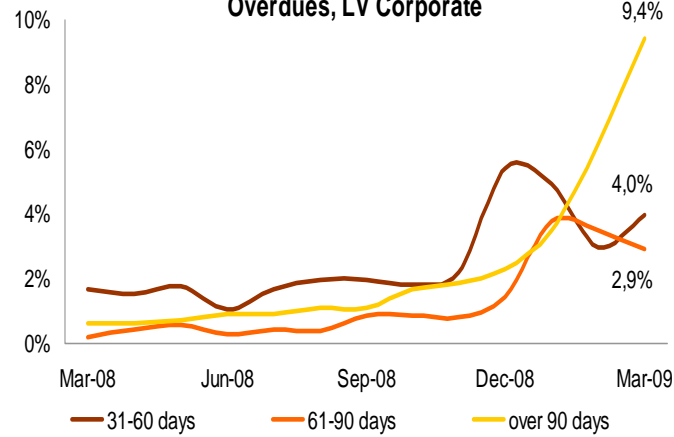


Overdue developments

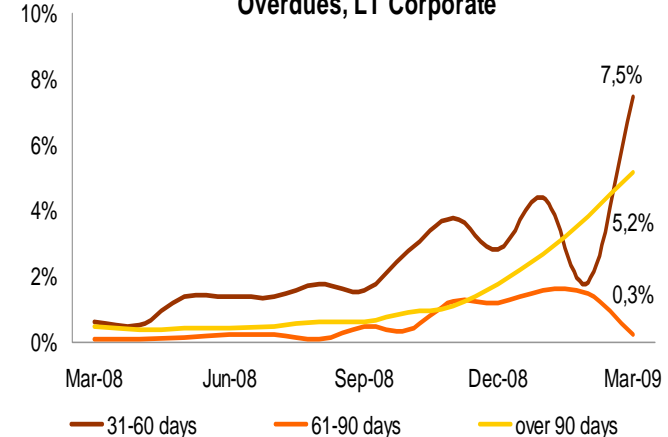
Overdues, EE Corporate



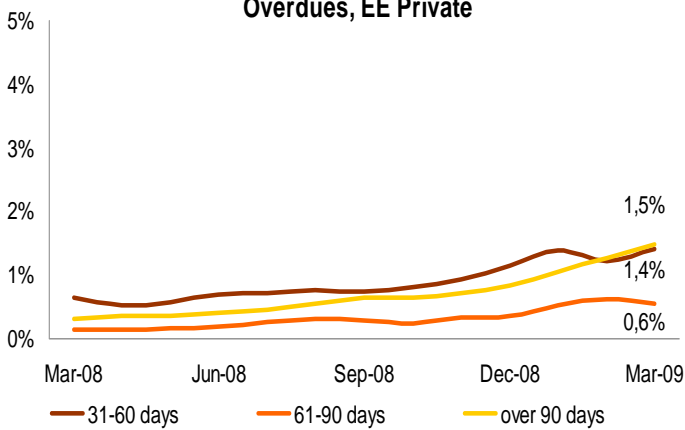
Overdues, LV Corporate



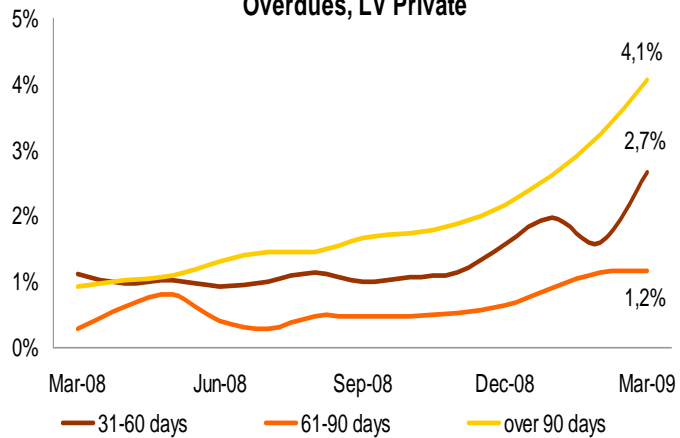
Overdues, LT Corporate



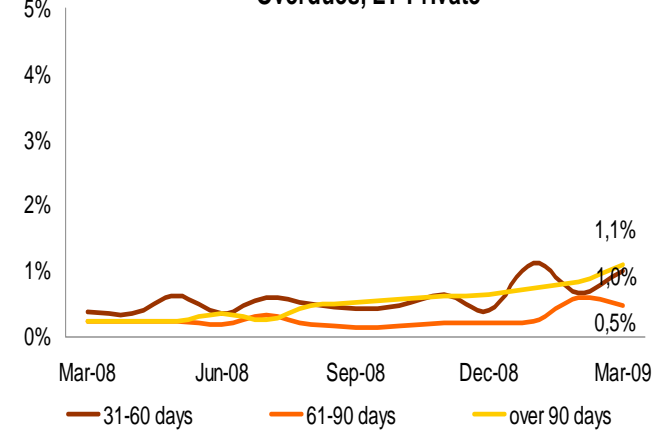
Overdues, EE Private



Overdues, LV Private



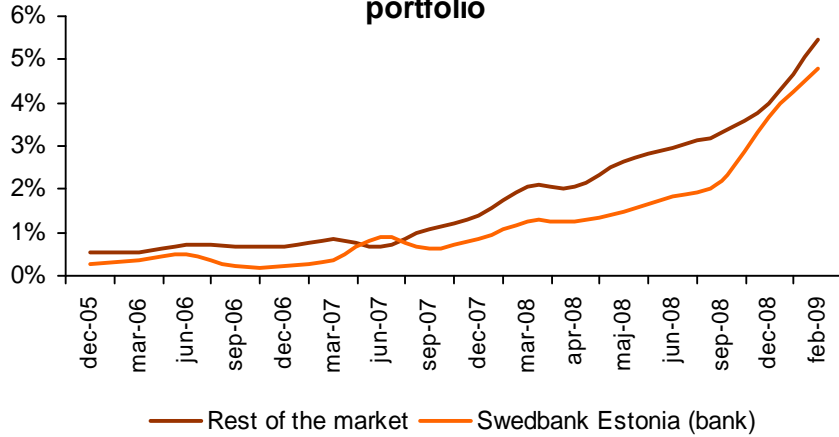
Overdues, LT Private



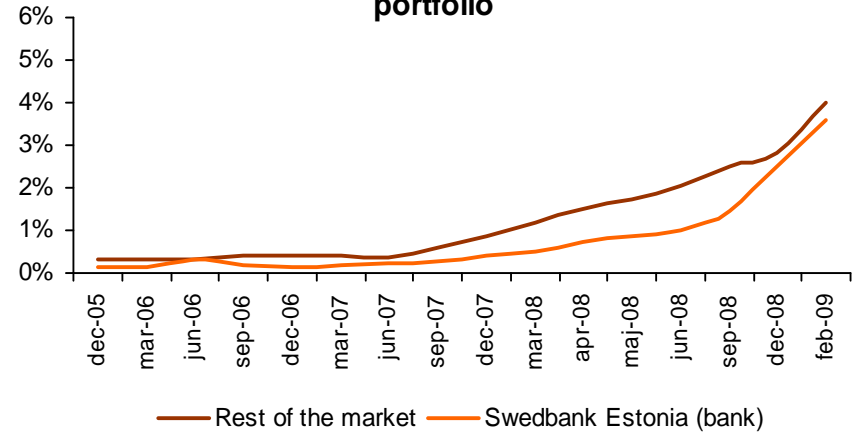
* Overdues / current portfolio

Overdue loans – Swedbank Estonia and Swedbank Latvia vs market

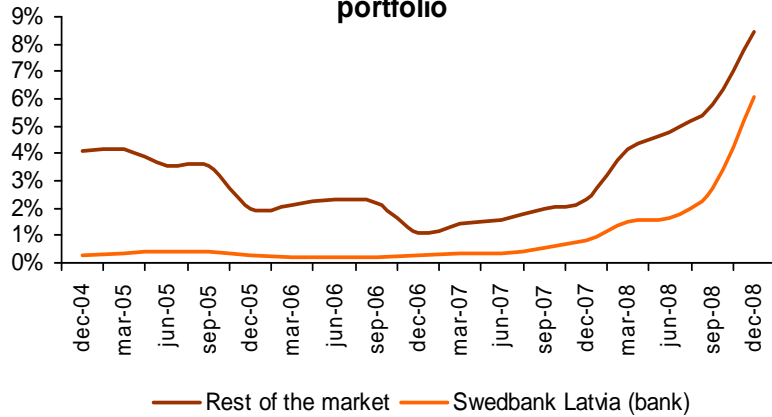
Estonia - overdues over 30 days / current portfolio



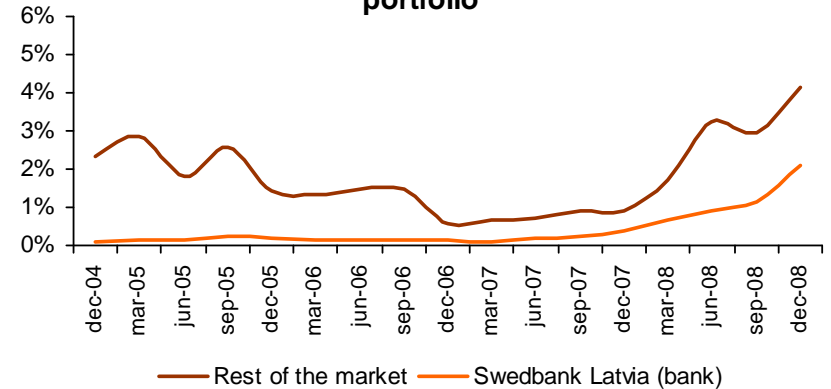
Estonia - overdues over 60 days / current portfolio



Latvia - overdues over 30 days / current portfolio

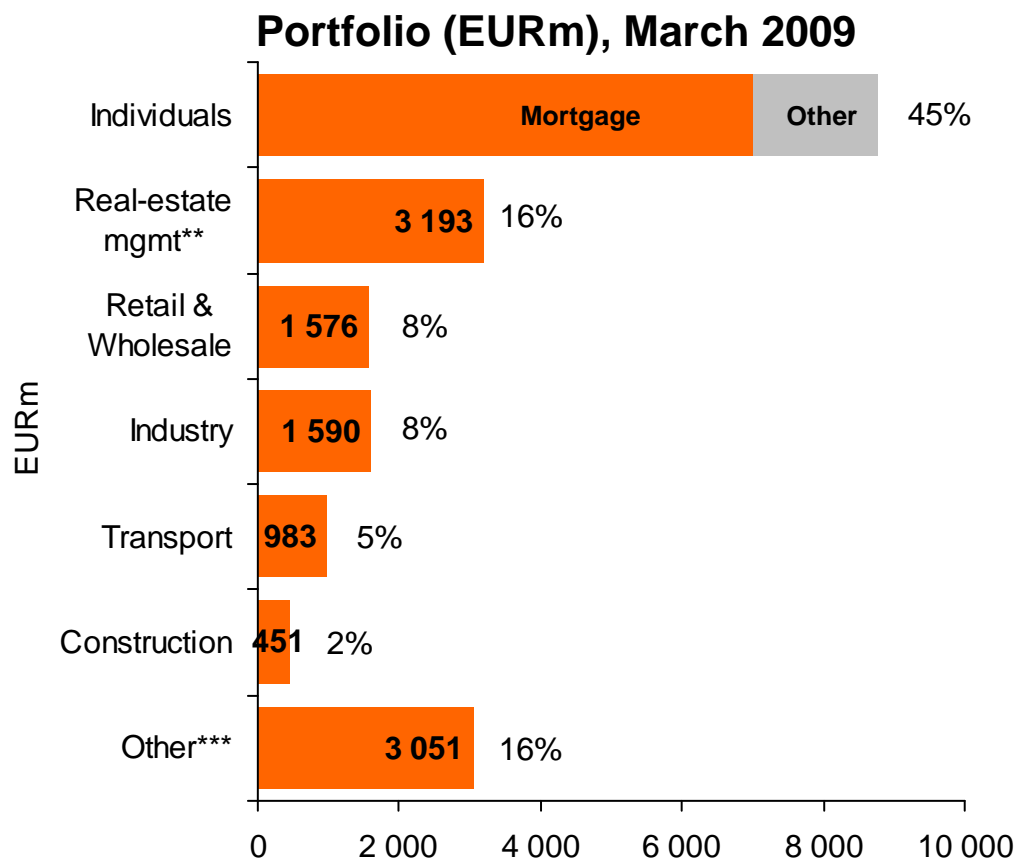


Latvia - overdues over 90 days / current portfolio

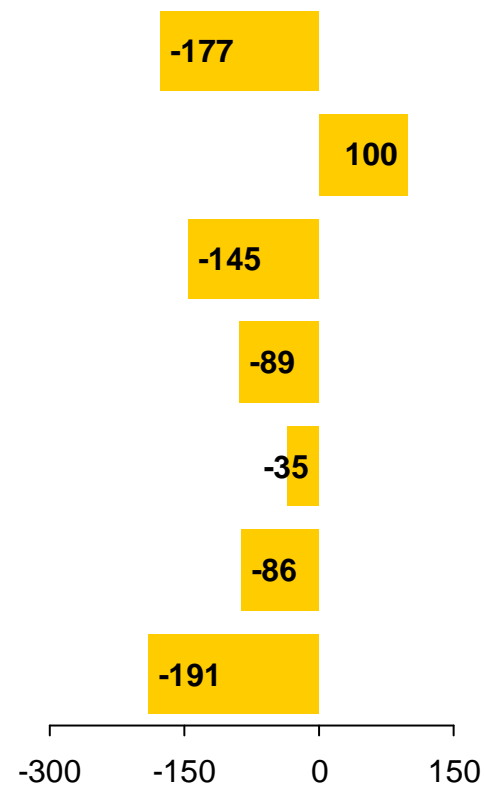


Source: Bank of Estonia. FKTK of Latvia. Baltic Banking data

Baltic lending by sectors*



Portfolio growth (EURm), Q1 09



% share of portfolio

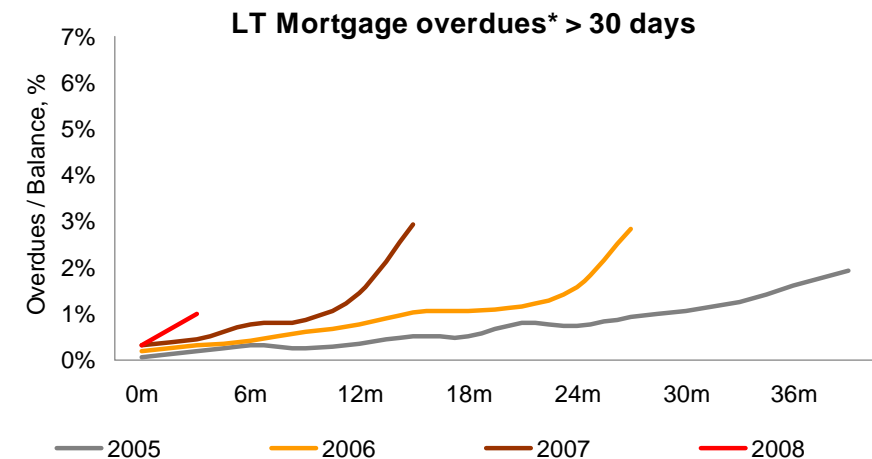
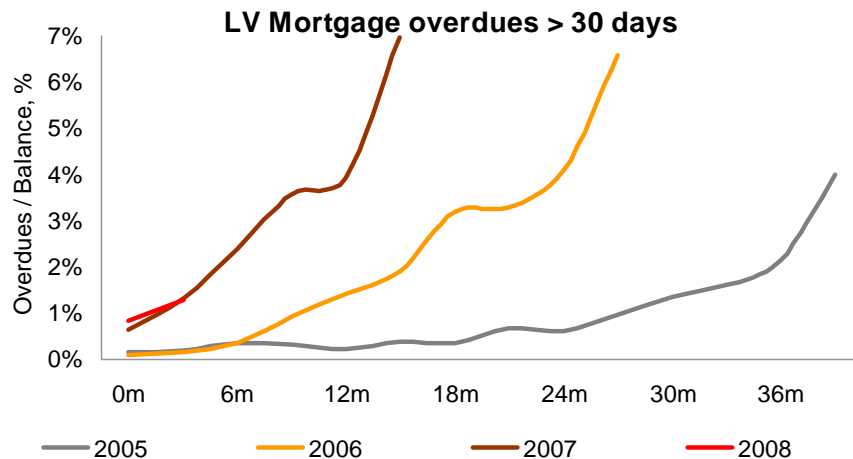
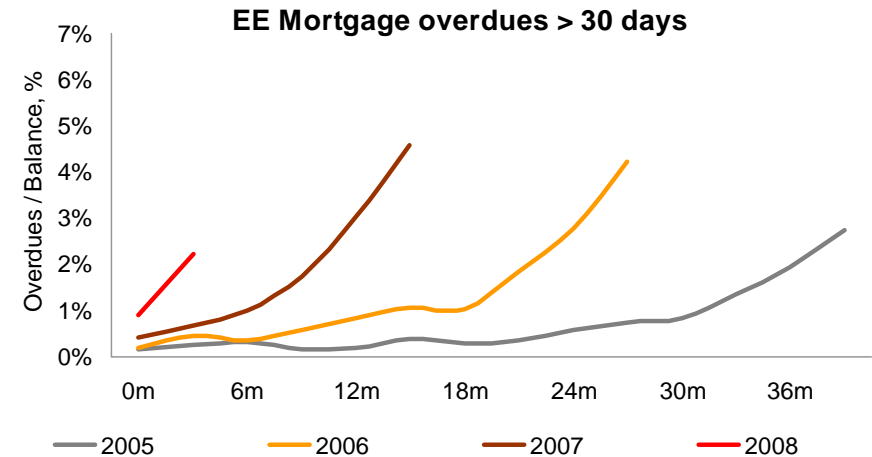
* Lending portfolio split is based on NACE classification as presented to Central Bank

** In Q109 certain loans were reclassified to Real estate management. As a result real estate portfolio grew by EUR 107m while Construction decreased by EUR 62m. Other business services EUR -37m and Energy EUR -1m

*** Other portfolio includes Other business services, Energy, Agriculture, State & Municipality and Other loans

Mortgage portfolio

- All vintages are converging to the same level of overdues. Complicated to separate the effects of origination quality from the downturn impact



* Part of loans issued backed by guarantee of the State insurance company

Mortgage portfolio quality indicators

- High risk concentration in mortgage portfolios stays ~12% in Estonia and ~20% in Latvia, Lithuania. High risk is defined as all loans with loan to value ratio (LTV) over 75% and loan servicing ratio over 50%
- Due to the residential price drop, Baltic Banking has a higher share of under-collateralised loans. More than 1/5th of loans issued in Latvia and Lithuania already have LTV>100%. A further drop by 20% will mean that close to 50% of the portfolio will be under-collateralised

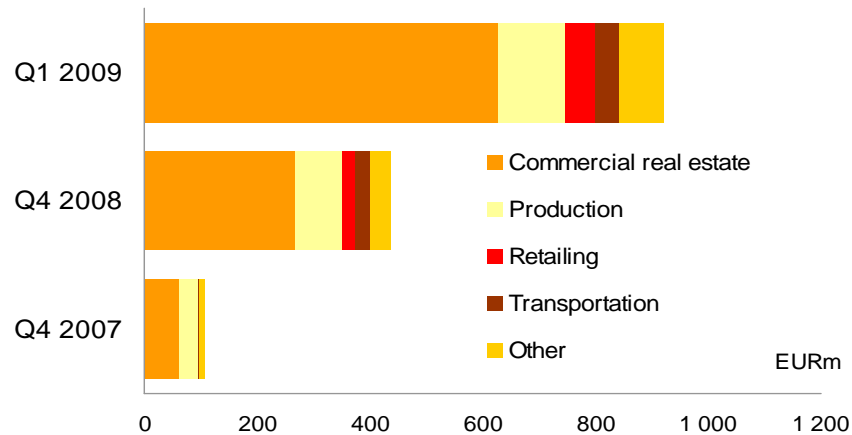
	Est	Lat	Lit*
LTV, total portfolio: Q1 09	69%	78%	79%
LTV, total portfolio: Q4 08	67%	71%	70%
LTV>80%	33%	46%	46%
LTV>100%	14%	23%	24%

* Part of loans issued backed by guarantee of the State insurance company

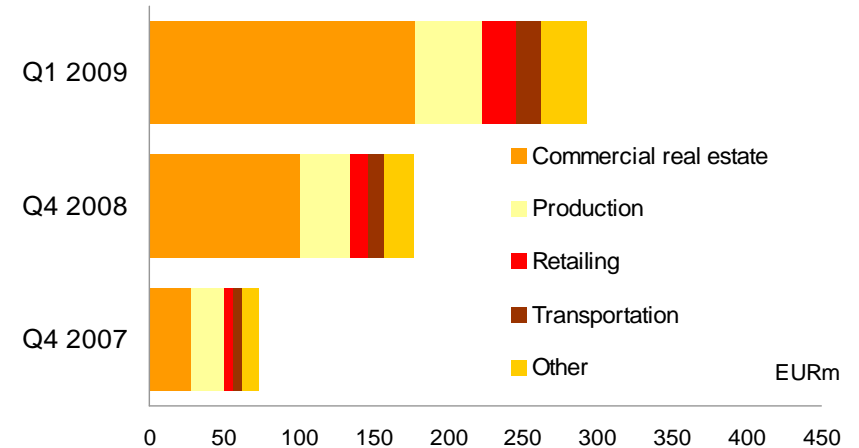
Corporate client portfolio

- The effect of the downturn has shown a deterioration of Baltic Banking real estate, in particular residential development portfolio
- Downgrades have led to provisions increase by EUR 116.6m in Q1 2009 (not including the additional collective provision)

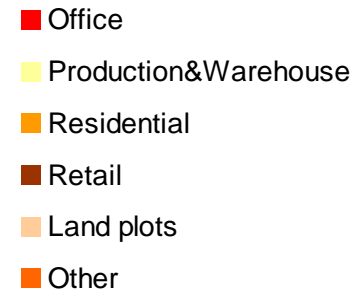
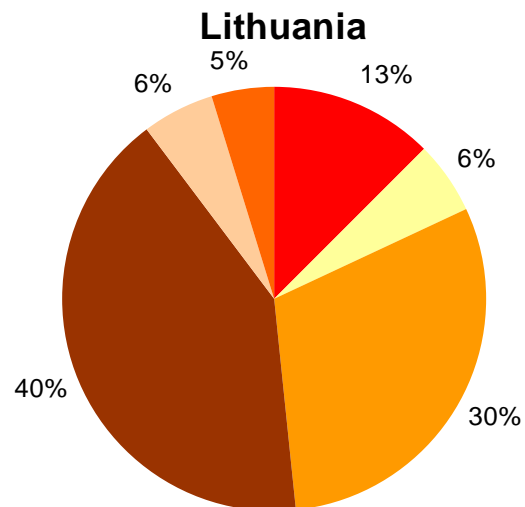
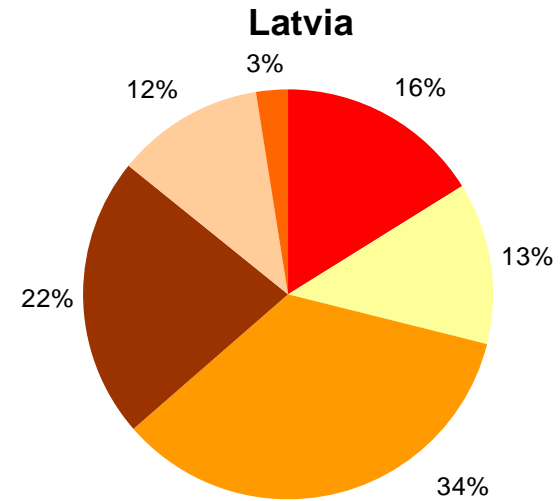
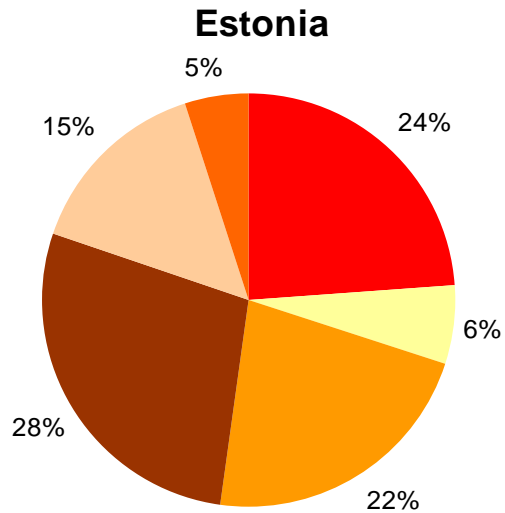
BB Rating 6 & 7 exposures



BB Total provisions, YTD



Baltic lending by sectors – real estate



Collateral breakdown

- Baltic Banking loan portfolio is adequately secured
- Private mortgage portfolio is fully covered with family houses and apartments (as a rule owner occupied)
- Commercial real estate collaterals are revaluated at least once per year. Valuation is performed by independent experts
- Full asset pledge, including tangible assets and current assets, is most common case for Corporate portfolio. Collateral position enhancement with owner guarantees and additional collateral is used for more risky customers and SME segments
- The share of unsecured loans is low: 7% (used for top ratings in corporate segment and consumer products in private)

Baltic Collateral (EURm)

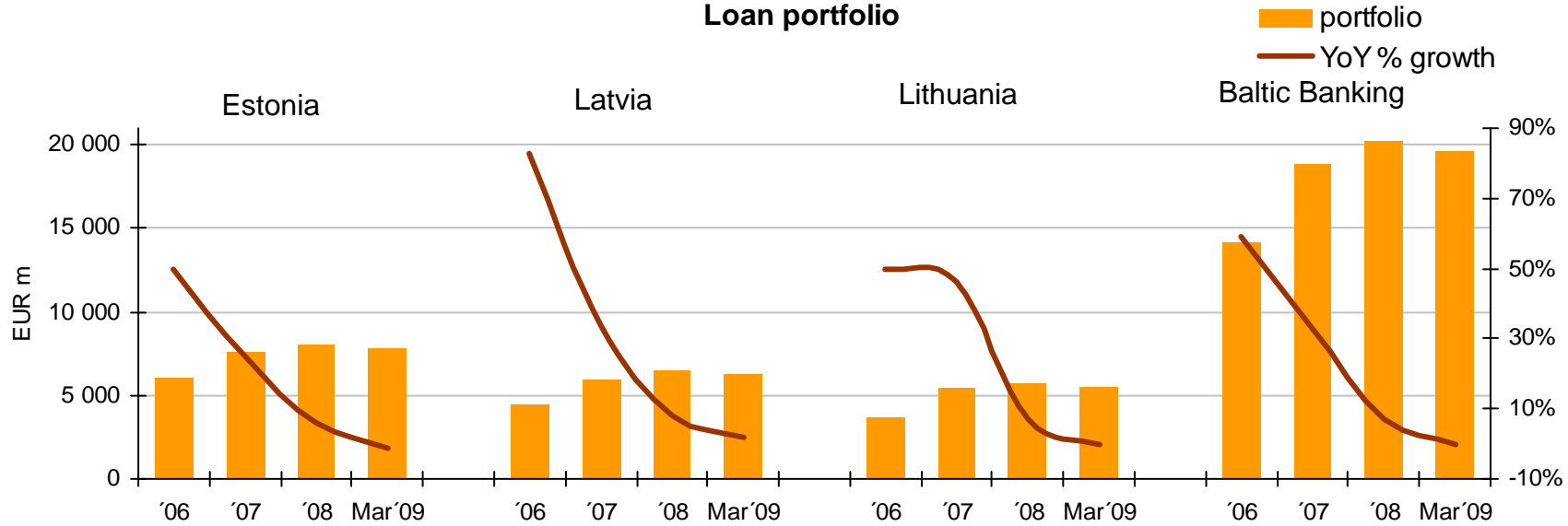
	Mar 2009	%	Dec 2008	%
State	396	2	370	2
Private real-estate	7 481	37	7 321	36
Corporate real-estate	6 898	35	7 715	38
Guarantees	361	2	317	2
Other collateral*	3 547	18	3 742	18
Unsecured	1 299	7	1 104	5
<i>Unsecured corporate</i>	505	3	776	4
<i>Unsecured private</i>	794	4	328	2
Total**	19 980	100	20 569	100

*Other collateral is deposits, customer payments, vehicles, etc

** Total loans including repos

Volumes development

Loan portfolio



Loan/Deposit ratio

