



Handelsbanken
January – March 2009

28 April 2009



Q1 2009 compared with Q1 2008

- Operating profit increased by 30% to SEK 3,806m
- Return on equity went up to 13.8%
- Net interest income rose by 23% to SEK 5,393m
- C/I ratio decreased to 43.9%
- Average lending volume increased by 15%
- Household deposits up by 23%
- Capital ratio increased to 16.7%
- Tier 1 ratio according to Basel II rose to 11.6%
- Liquidity reserve currently more than SEK 400bn

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Operating profit, Q1 2009 compared with Q4 2008

SEK m	2009 Q1	2008 Q4
Operating profit	3 806	5 216
Capital gain from sale of NCSD	-	-716
Fee to stabilisation fund	117	-
US dollar arbitrage	-325	-900
Adjusted profit	3 598	3 600

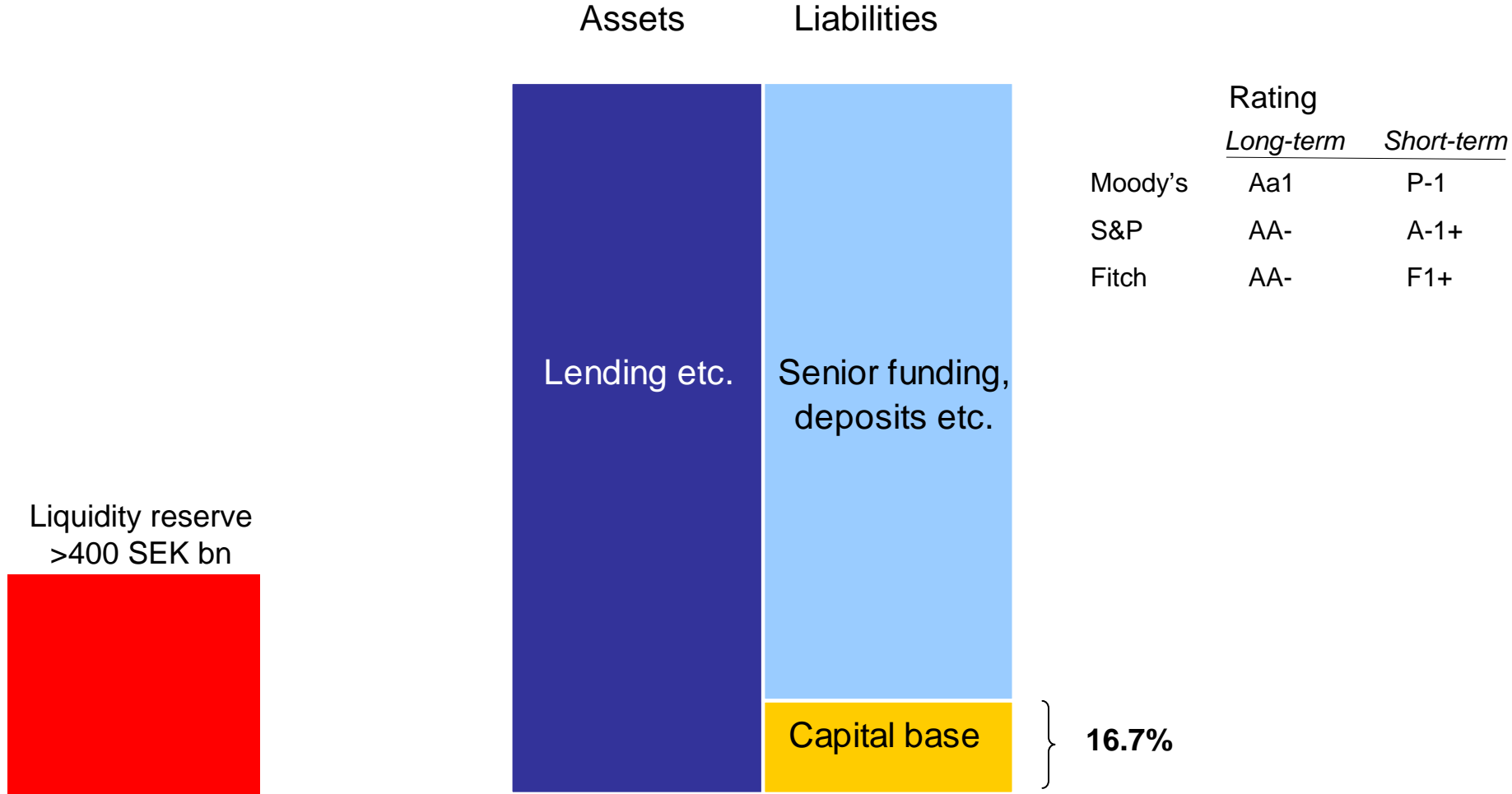
Income statement, January - March

SEK m	2009	2008	Change %
Net interest income	5,393	4,399	23
Net fee and commission income	1,739	1,739	0
Net gains/losses on financial items at fair value	1,141	-177	
Other income	113	94	20
Total income	8,386	6,055	38
Staff costs	-2,442	-1,983	23
Other expenses	-1,242	-1,318	-6
Total expenses	-3,684	-3,301	12
Profit before loan losses	4,702	2,754	71
Loan losses, net	-896	-107	
Disposal prop. equipmt./ intang. assets	0	272	
Operating profit	3,806	2,919	30

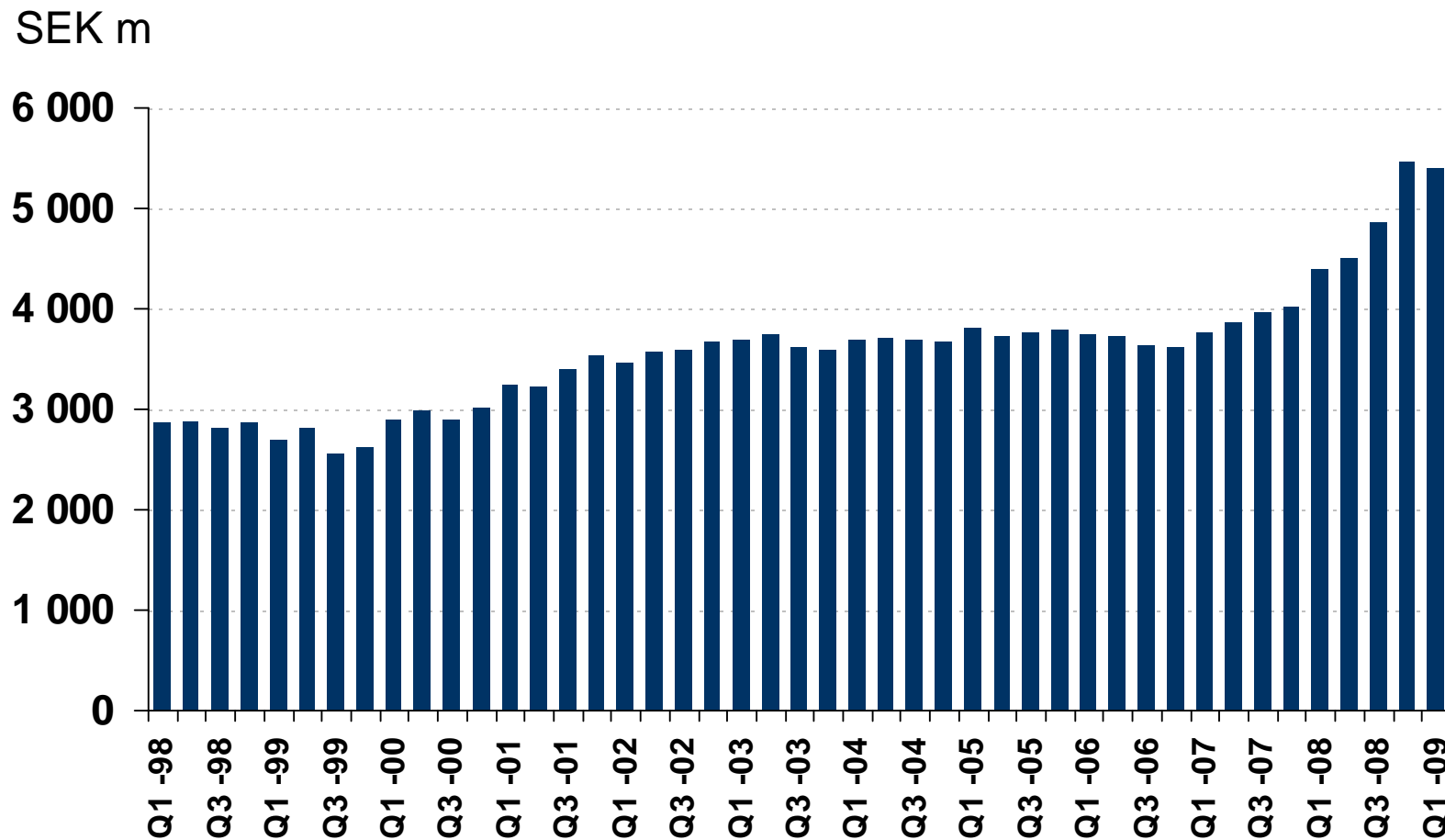
Key ratios

	Q1 2009	Q1 2008
RoE total operations, actual tax	13.8%	12.3%
RoE total operations, after standard tax	14.1%	11.5%
C/I-ratio, before loan losses continuing operations	43.9%	54.5%
Earnings per share total operations, SEK	4.43	3.68
moving 12 months	20.22	24.08
Capital ratio, Basel II	16.7%	16.2%
Tier I ratio, Basel II	11.6%	10.5%
Change Q1 Tier I ratio, SEK m	5,532	
Change Q1, Shareholder's equity, SEK m	2 971	

Illustration - Financial Strength



Net interest income, quarterly



Deposits from the public

Average volumes, SEK bn	Q 1 2009	Change Q4 2008	Change Q1 2008
Branch offices in Sweden			
Private	162	3%	20%
Corporate	152	4%	10%
Total	314	4%	15%
Branch offices outside Sweden			
Private	46	10%	34%
Corporate	122	6%	15%
Total	168	7%	20%
Other operations	50	7%	-39%
Total	532	5%	8%

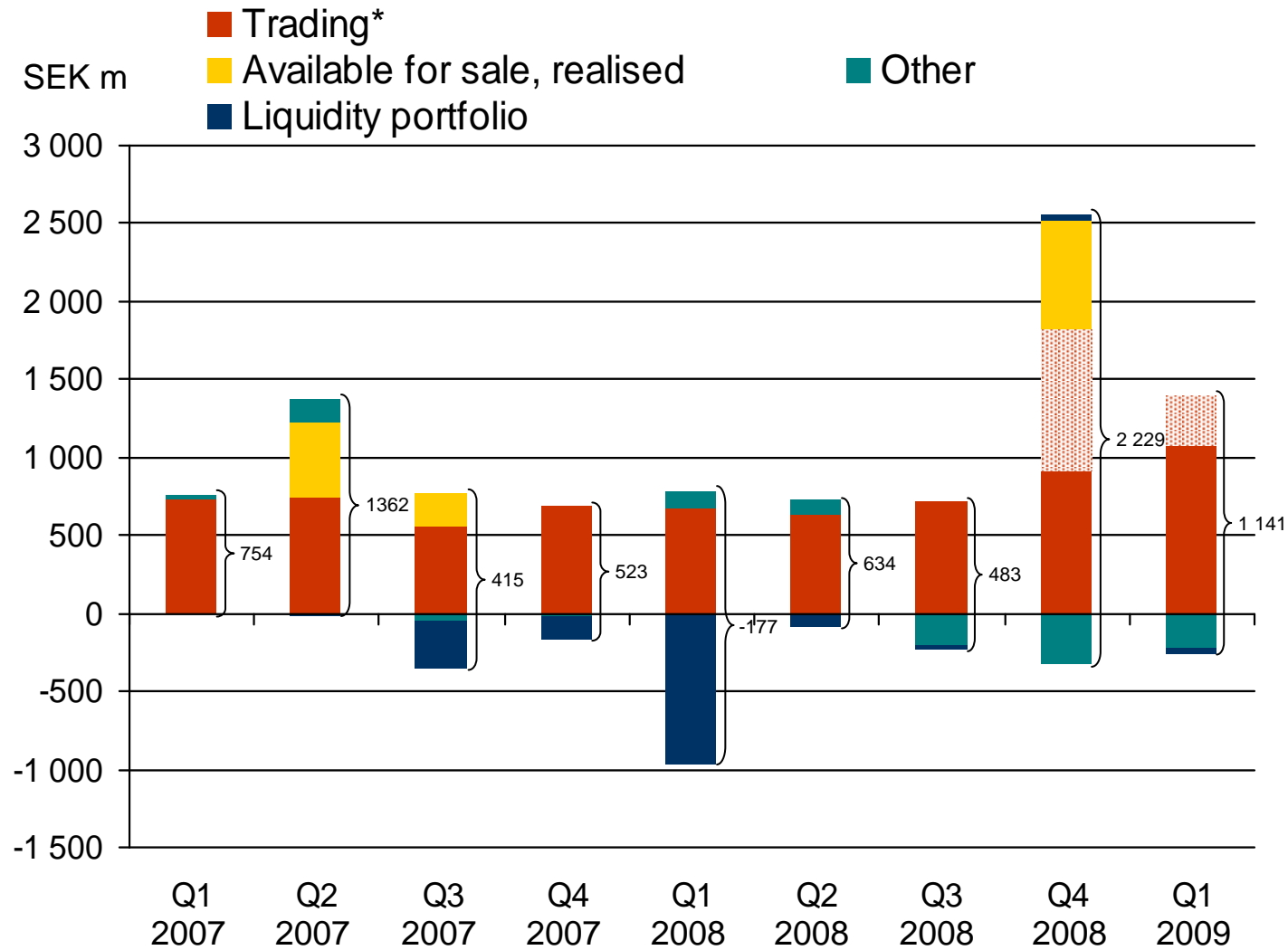
Loans to the public

Average volumes, SEK bn	Q 1 2009	Change Q 4 2008	Change Q 1 2008
Branch offices in Sweden			
Private	476	1%	8%
<i>Of which mortgage loans</i>	418	1%	9%
Corporate	494	1%	7%
Total	970	1%	8%
Branch offices outside Sweden			
Private	139	6%	23%
Corporate	381	7%	39%
Total	520	6%	34%
Other operations	19	+35%	-5%
Total	1 509	3%	15%

Fees and commissions, January – March

SEK m	2009	2008	Change %
Brokerage	445	436	2
Mutual funds and custody	348	444	-22
Advisory services	51	48	6
Insurance	131	136	-4
Payments	585	553	6
Lending & deposits	251	205	22
Guarantees	134	99	35
Other	94	121	-22
Commission expenses	-300	-303	-1
Total	1,739	1,739	0

Net gains/losses on financial items at fair value



Expenses, January – March

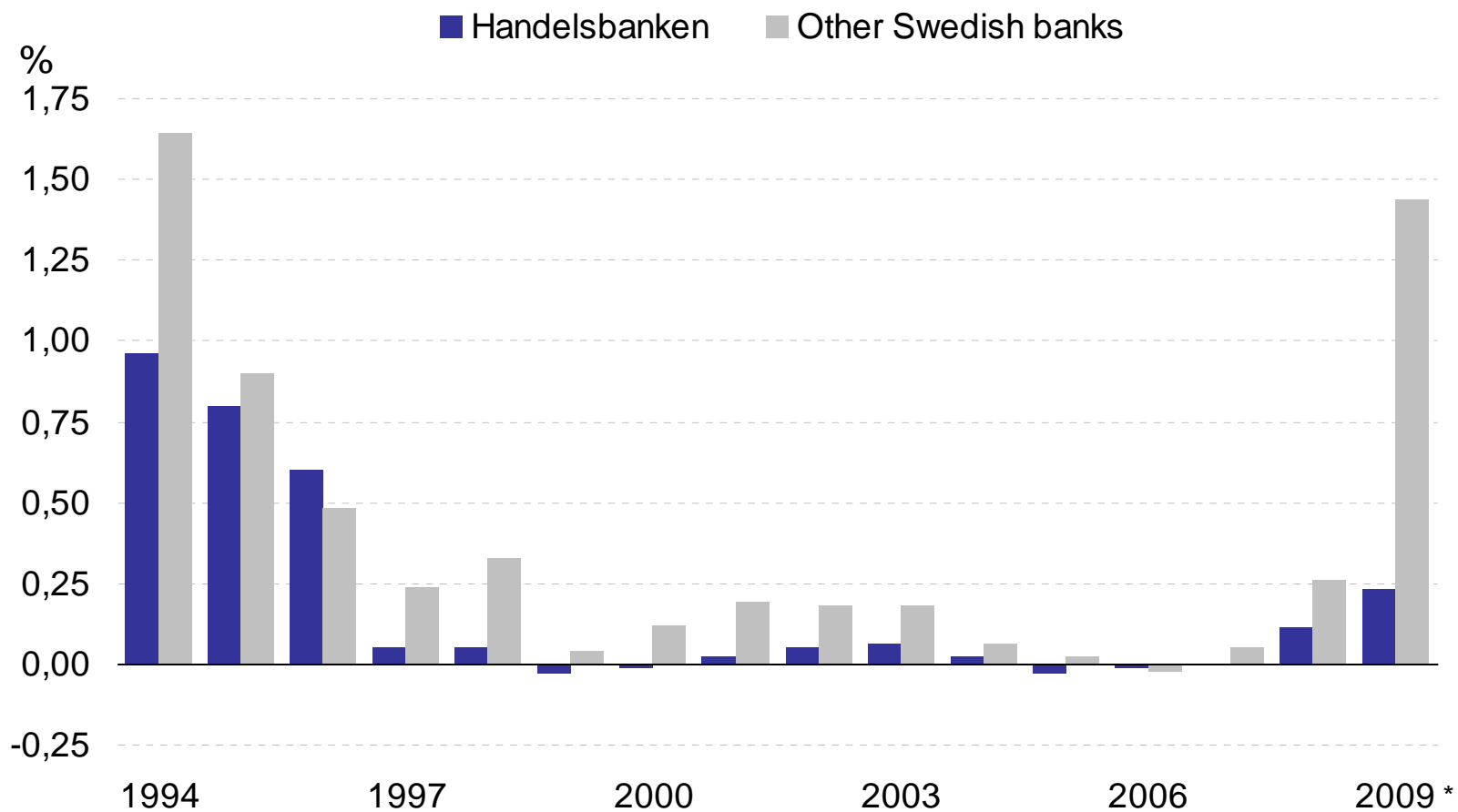
SEK m	2009 Q 1	2008 Q 1	Change SEK m	Change %
Staff costs	-2,442	-1,983	459	23.1
Other expenses	-1,122	-1,221	-99	-8.1
Depreciation	-120	-97	23	23.7
Total expenses	-3,684	-3,301	383	11.6
				%-points
Oktagonen			163	4.9
IAS19			77	2.3
Exchange rate fluctuations			112	3.4
Lokalbanken			71	2.2
			423	12.8
Running staff costs			113	3.4
Other expenses			-153	-4.6
			383	11.6

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Expenses, Q1 2009 compared to Q4 2008

SEK m	2009 Q 1	2008 Q 4	Change SEK m	Change %
Staff costs	-2,442	-2,170	272	12.5
Other expenses	-1,122	-1,309	-187	-14.3
Depreciation	-120	-121	-1	0.8
Total expenses	-3,684	-3,600	84	2.3
				%-points
Oktagonen			163	4.5
IAS19			77	2.1
Exchange rate fluctuations			152	4.2
			392	10.9
Running staff costs			-21	-0.5
Other expenses			-287	-8.0
			84	2.3

Loan losses as a percentage of lending



January – March 2009

■ Operating profit SEK	2,312m
■ RoE	17.8%
■ Income increased by	9%
■ Net interest income increased by	13%
■ C/I ratio before loan losses	36.0%
■ Number of branch offices	461
■ Average number of employees	4,536

Average volumes, SEK bn

■ Loans	970
■ Deposits	314



**Handelsbanken har
kontor i Skanör...**

*...och på ytterligare 460 platser
i Sverige*

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Net interest income, Branch office operations in Sweden

	Q 1 2009	Q 4 2008	Change %
Interest income, SEK m	9,554	13,163	- 27
Interest expenses, SEK m	- 6,103	- 9,381	- 35
Net interest income	3,452	3,781	- 9
Average volumes SEK bn	970	959	1

January – March 2009

■ Operating profit SEK	667m
■ RoE	7.5%
- excl. operating deficit	8.9%
■ Total income increased by	32%
■ Net interest income increased by	37%
■ C/I ratio	55%
■ Number of branch offices	245
■ Average number of employees	3,023

Average volumes, SEK bn

■ Loans	520
■ Deposits	168

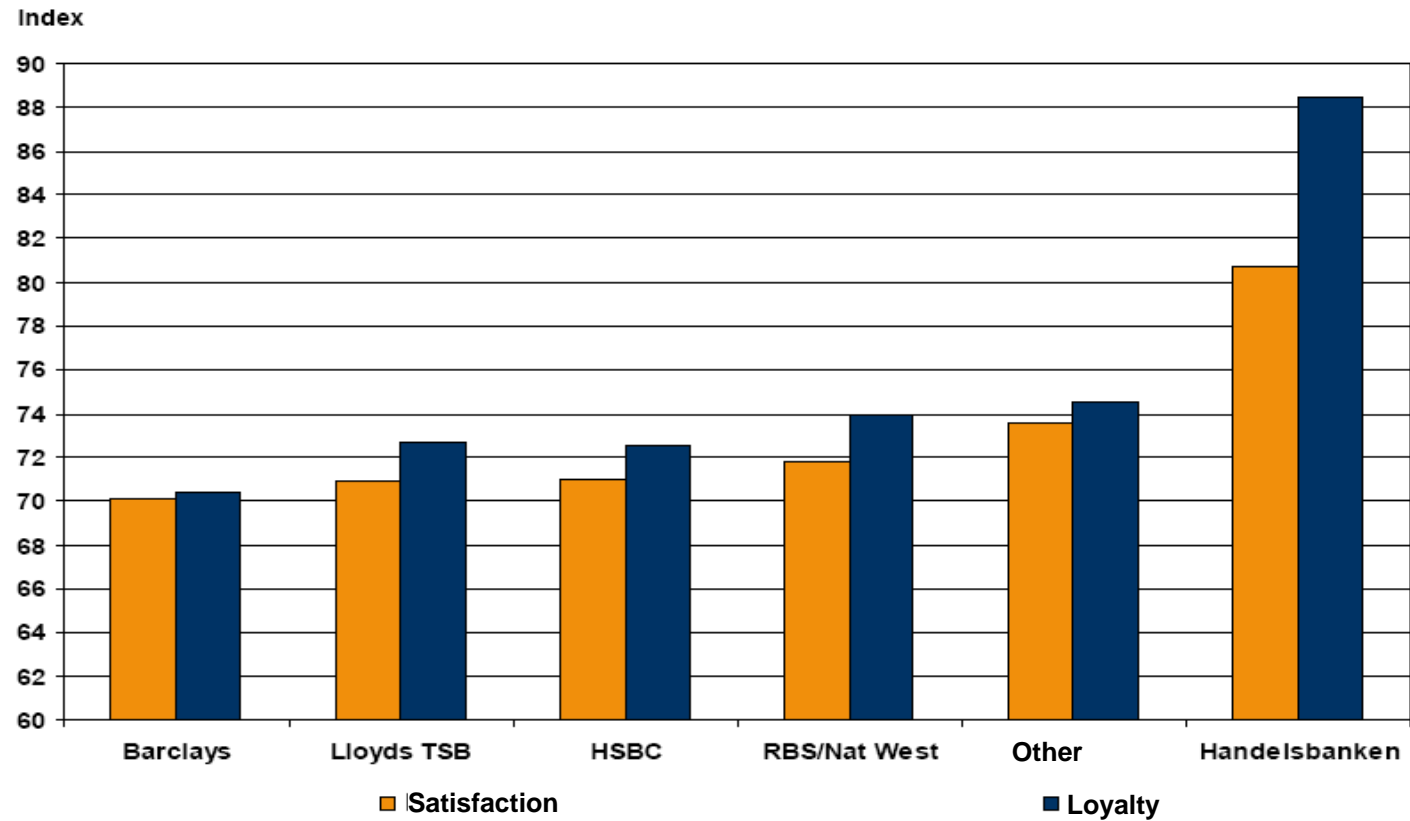


**Handelsbanken har
kontor i Carlisle...**

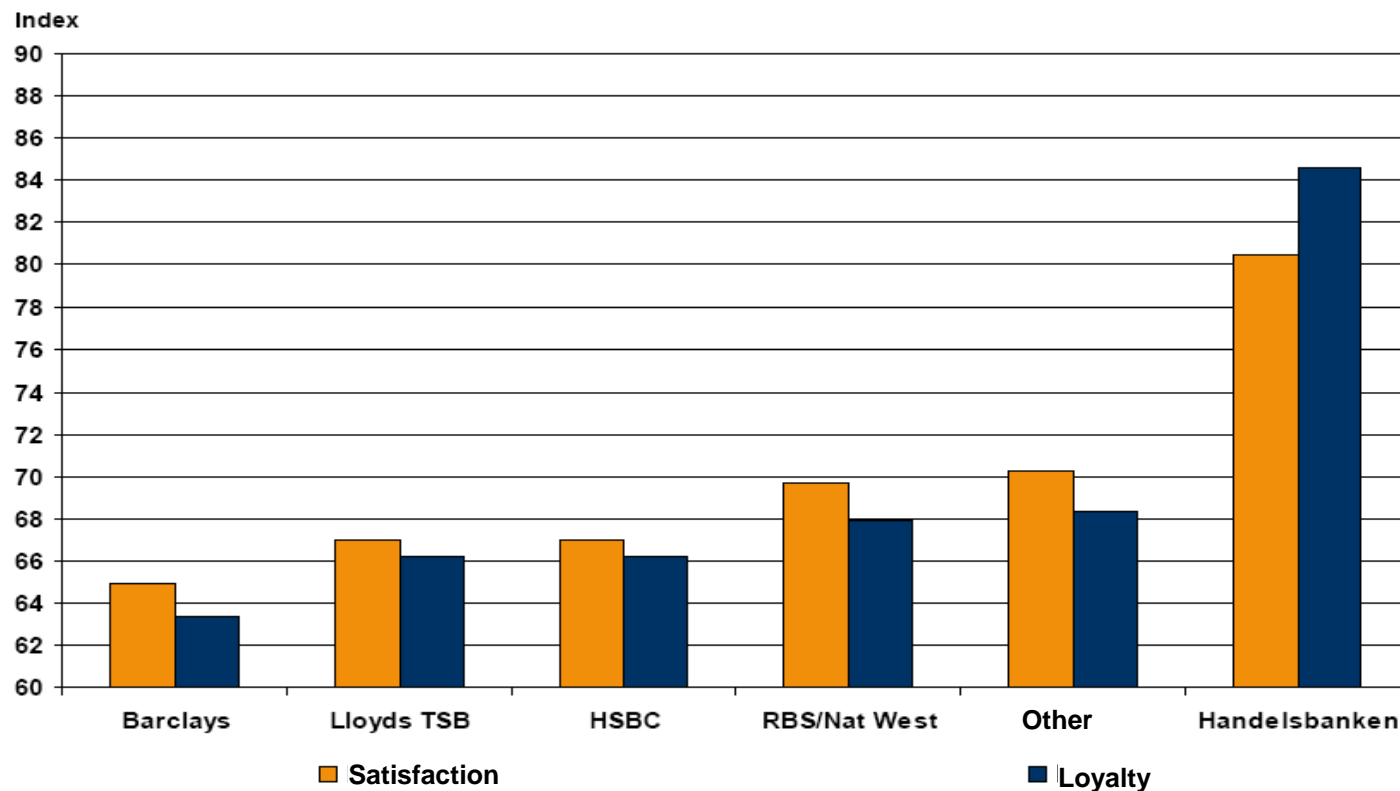
*...och på ytterligare 59 platser i
Storbritannien*

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Private customers



Corporate customers

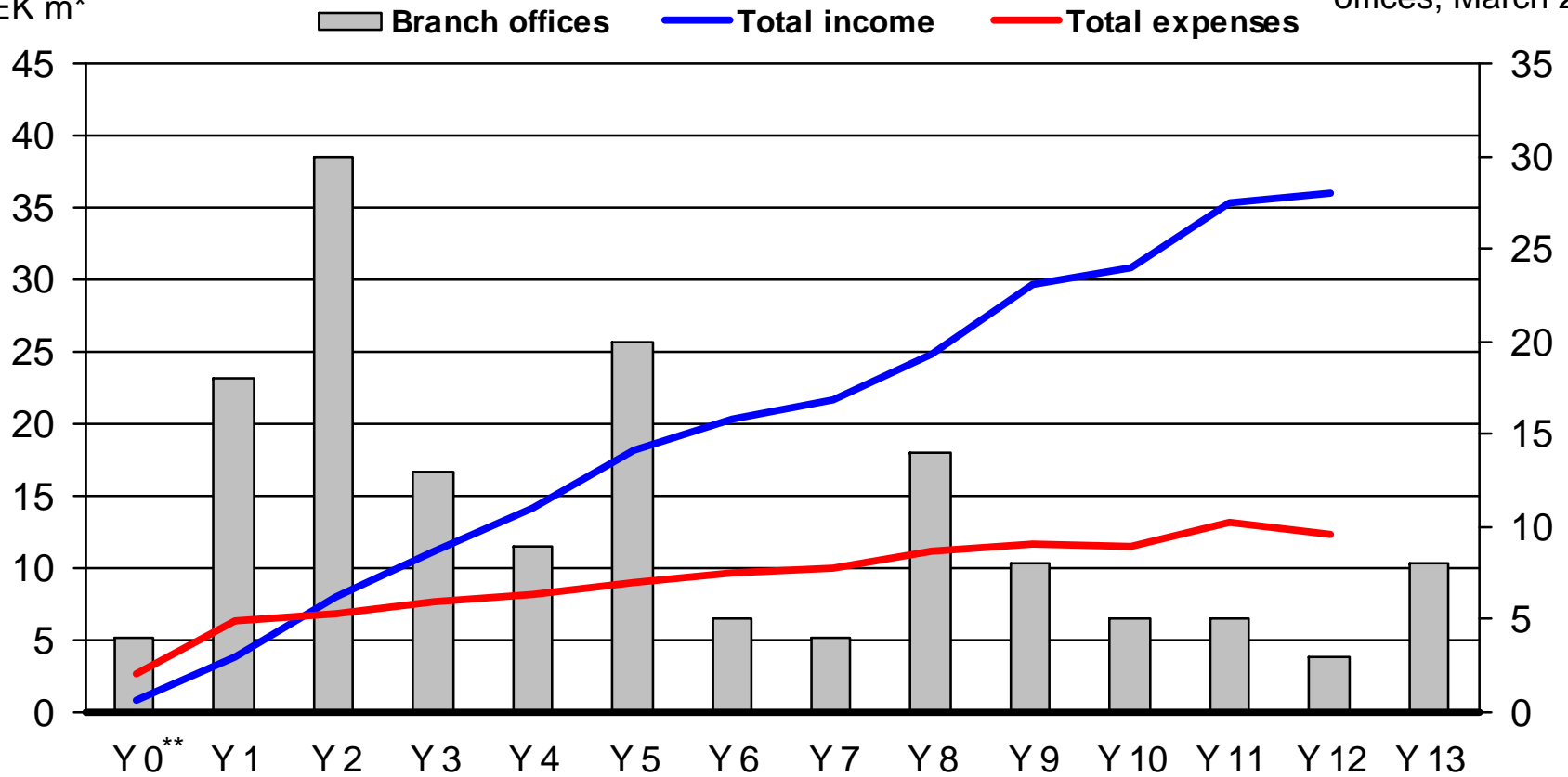


Handelsbanken Group - Regional banks outside Sweden

Income and expenses trend – 151 branches opened 1995-2009

Average per branch,
SEK m*

Number of branch
offices, March 2009



* Refers to figures for 2000 - 2008

** Refers to the period January – March 2009

- Stable underlying earnings on a par with the previous quarter
- Net interest income up by 23%
- Strong capital and liquidity situation
 - Tier 1 ratio increased to 11.6% according to Basel II
 - The capital ratio increased to 16.7% according to Basel II
 - More than SEK 400bn in liquidity reserves
- Return on equity increased to 13.8%



Appendix

Income statement, five quarters

SEK m	Q1 2009	Q4 2008	Q3 2008	Q2 2008	Q1 2008
Net interest income	5,393	5,474	4,856	4,494	4,399
Net fee and commission income	1,739	1,694	1,656	1,706	1,739
Net gains/losses on financial items at fair value	1,141	2,229	483	634	-177
Risk result - insurance	57	50	55	71	39
Other income	56	65	74	294	55
Total income	8,386	9,512	7,124	7,199	6,055
Staff costs	-2,442	-2,170	-2,015	-1,946	-1,983
Other expenses	-1,242	-1,430	-1,118	-1,249	-1,318
Total expenses	-3,684	-3,600	-3,133	-3,195	-3,301
Profit before loan losses	4,702	5,912	3,991	4,004	2,754
Loan losses, net	-896	-696	-231	-571	-107
Disposal prop. equipmt./ intang. assets	0	0	-2	0	272
Operating profit, continuing operations	3,806	5,216	3,758	3,433	2,919
Operating profit, discontinued operations	15	61	70	68	61
Operating profit, incl. discount. op.	3,821	5,277	3,828	3,501	2,980

Income statement, Q1 2009 compared to Q4 2008

SEK m	Q1 2009	Q4 2008	Change %
Net interest income	5,393	5,474	
Net fee and commission income	1,739	1,694	
Net gains/losses on financial items at fair value	1,141	2,229	
Risk result - insurance	57	50	
Other income	56	65	
Total income	8,386	9,512	
Staff costs	-2,442	-2,170	
Other expenses	-1,242	-1,430	
Total expenses	-3,684	-3,600	
Profit before loan losses	4,702	5,912	
Net loan losses	-896	-696	
Disposal prop. equipmt./ intang. assets	0	0	
Operating profit.	3,806	5,216	-27

Change in net interest income, Q1 2009 compared to Q4 2008

SEK m

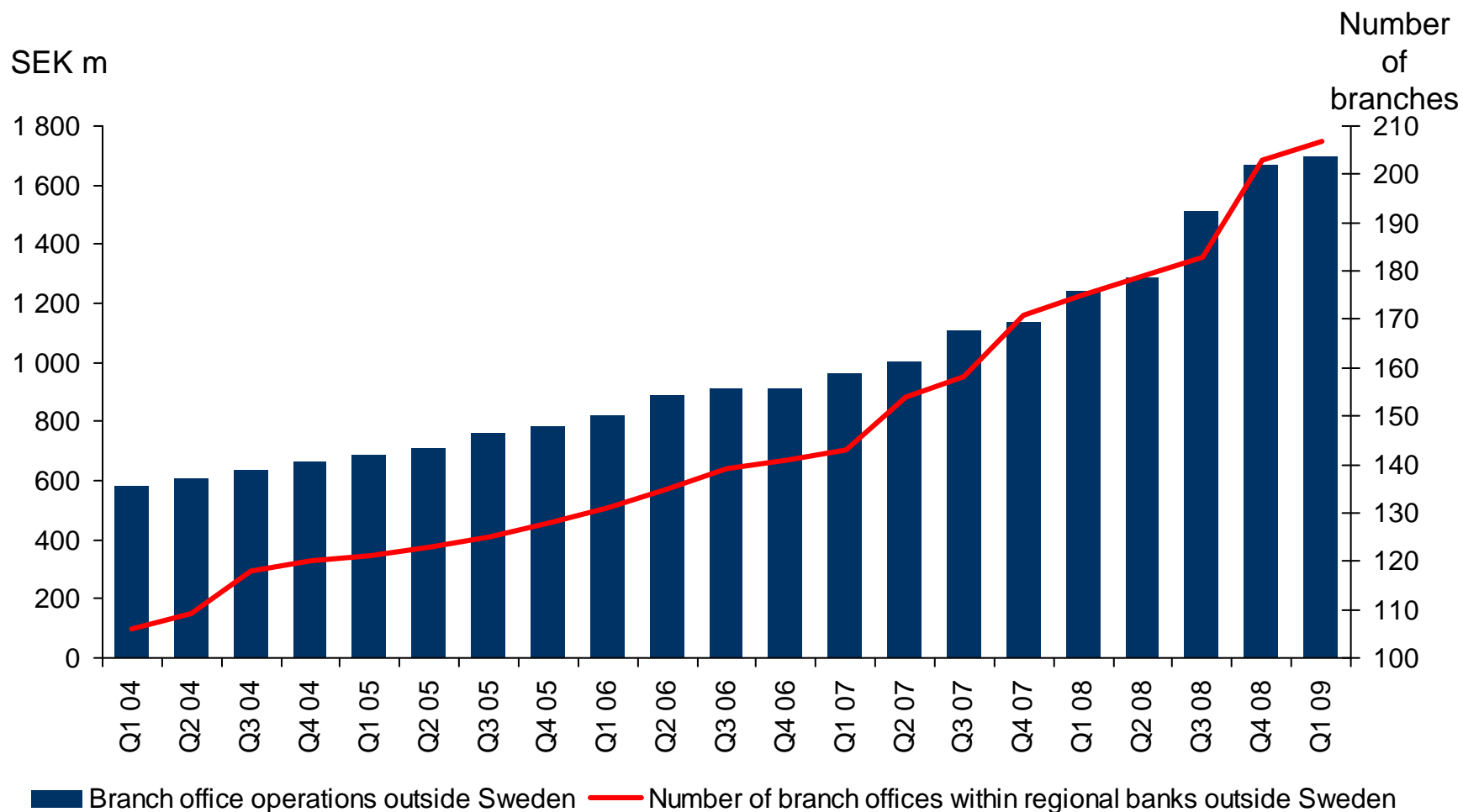
Net interest income Q4 2008	5 474	
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Deposits in Sweden - margin	-640	
- volume	18	
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Lending in Sweden - margin	437	
- volume	19	
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Volume & margin branch offices outside Sweden	82	
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Deposit guarantee and fee to the stability fund	-117	
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Other	120	
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Change in net interest income	-81	
<hr/>		
Net interest income Q1 2009	5 393	-1.5%
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Change in net interest income, Q1 2009 vs. Q1 2008

SEK m

Net interest income Q1 2008	4 399	
<hr/>		
Deposits in Sweden - margin	-691	
- volume	70	
<hr/>		
Lending in Sweden - margin	730	
- volume	145	
<hr/>		
Volume & margin branch offices outside Sweden	512	
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Deposit guarantee and fee to the stability fund	-140	
<hr/>		
Other	368	
<hr/>		
Change in net interest income	994	
<hr/>		
Net interest income Q1 2009	5 393	+23%
<hr/>		

Net interest income outside Sweden, quarterly



Fee to the Stabilisation fund, January – March

	2009
Total liabilities and equity (SEK bn)	2 467
reduction for total equity	-152
reduction for intercompany liabilities	-217
Base for calculation of fee*	2 098
Fee 0.036% (SEK m)	755
reduction 50% during 2009 and 2010	-377
Total fee 2009	378
Accrued fee in Q1	94

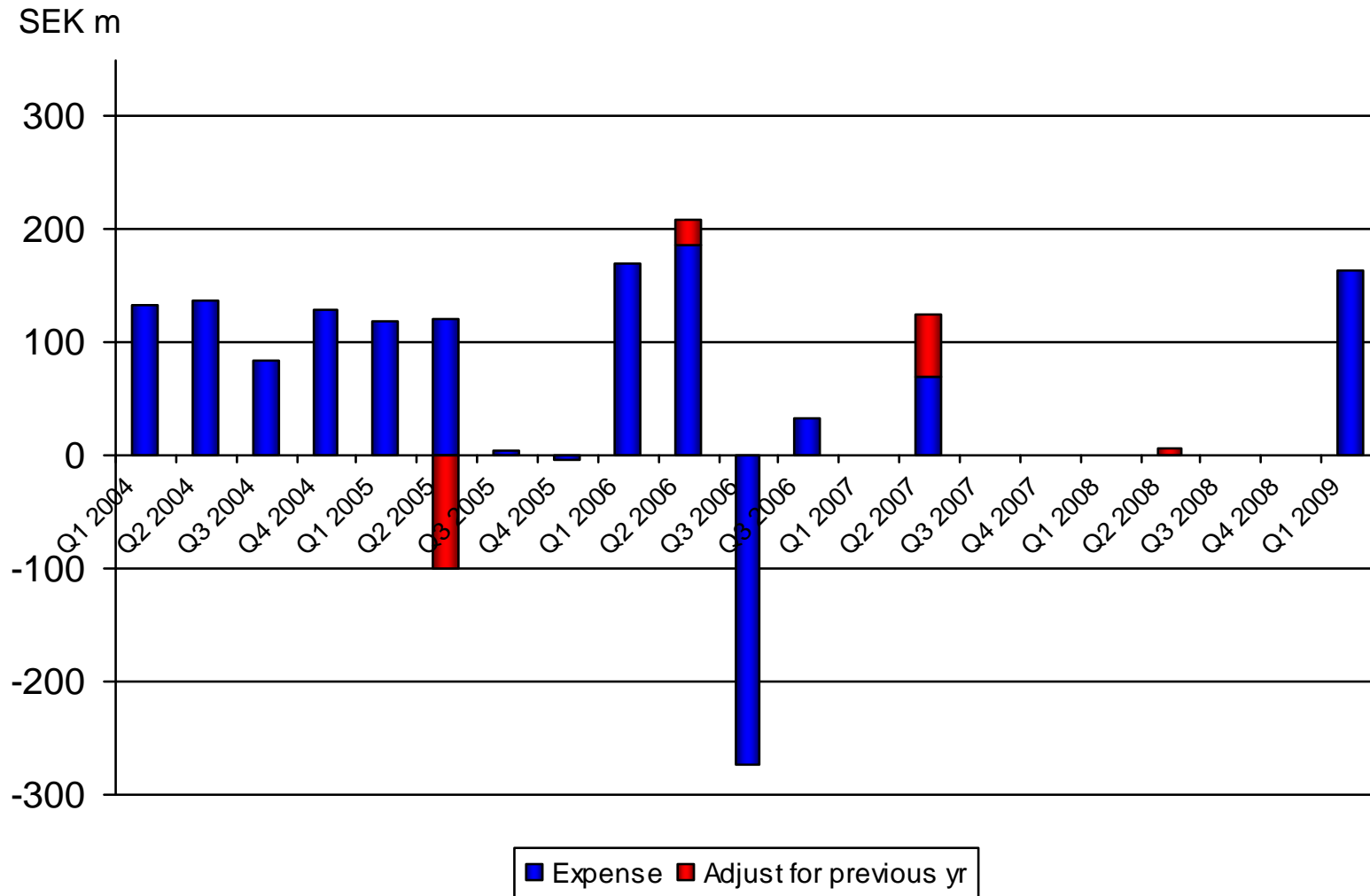
Fees and commissions, Q1 2009 compared to Q4 2008

SEK m	Q1	Q4	Change %
Brokerage	445	453	-2
Mutual funds and custody	348	317	10
Advisory services	51	49	4
Insurance	131	122	7
Payments	585	564	4
Lending & deposits	251	248	1
Guarantees	134	124	8
Other	94	126	-25
Commission expenses	-300	-309	-3
Total	1,739	1,694	3

Equity-related commissions, January – March

SEK m	2009	2008	Change %
Brokerage	395	424	-7
Mutual funds and custody	317	412	-23
Corporate finance	51	48	6
Commission expenses	-59	-71	-17
Total	704	813	-13

Oktagonen quarterly 2004 – 2009

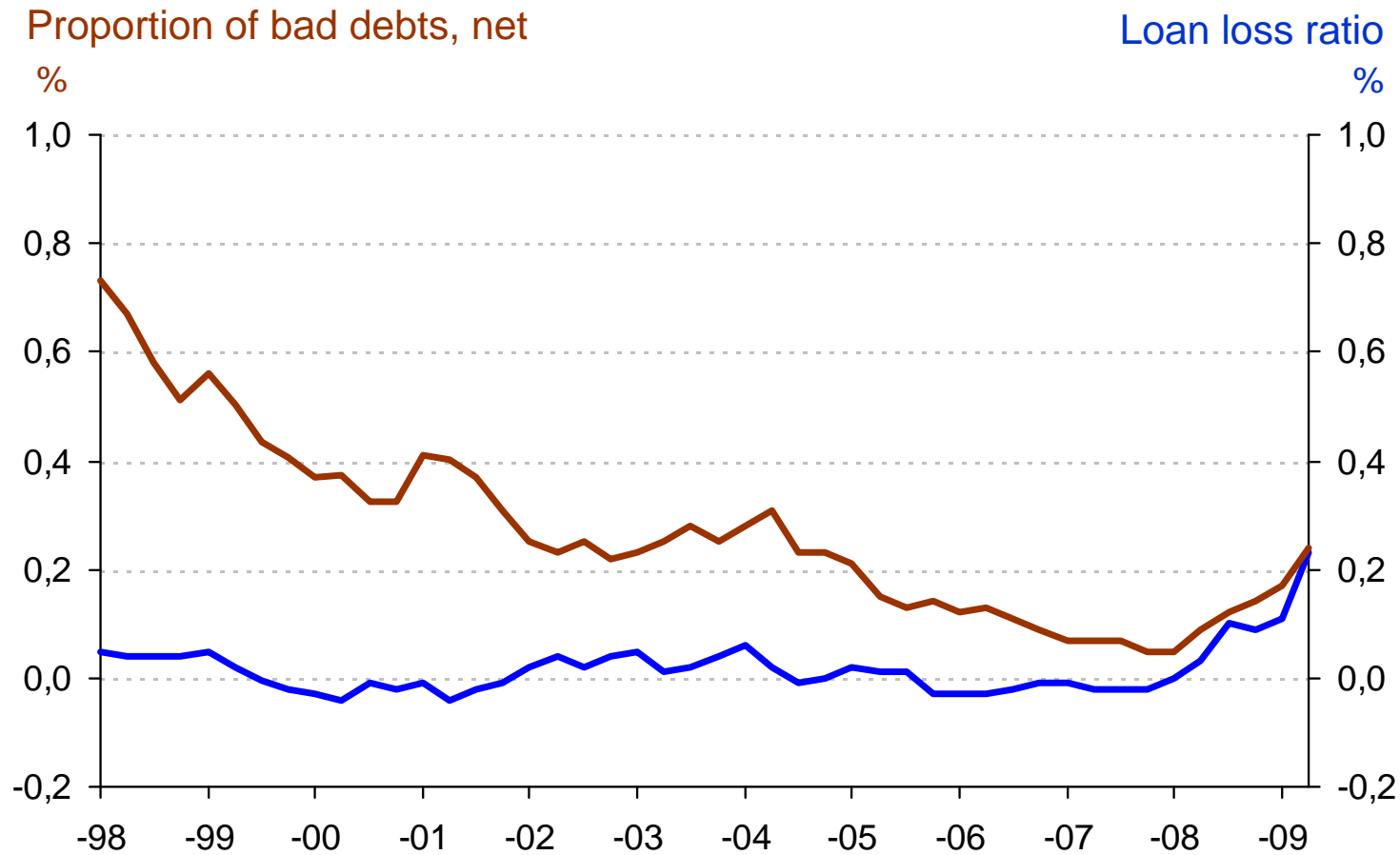


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Other administrative expenses

SEK m	2009 Q 1	2008 Q 1	Change %	2009 Q 1	2008 Q 4	Change %
Property and premises	-260	-234	11	-260	-290	-10
External IT costs	-330	-338	-2	-330	-348	-18
Communication	-108	-112	-4	-108	-105	3
Travel and marketing	-84	-107	-21	-84	-124	-40
Purchased services	-199	-178	12	-199	-212	-13
Supplies	-59	-64	-8	-59	-60	-1
Other expenses	-82	-188	-56	-82	-170	-88
Other administrative expenses	-1 122	-1 221	-8	-1 122	-1 309	-14

Bad debts and loan losses as a percentage of lending



Effective tax burden

- Corporation tax on the profit for banking operations
- No tax on the administration result and the risk result in the insurance operations, except for outright risk insurance
- The yield split has already been taxed
- Corporation tax on yield on shareholders' equity in the insurance operations
- Effective tax burden January-March 2009 was 27.6% and Q4 2008 13.5% (Q1 23.1%)
- The lower tax rate for Q4 2008 is due to
 - Profit on sale of property and shares in NCSD AB is not taxed
 - Changed corporation tax rate from 2009 affects the deferred taxes

Balance sheet, 31 March

SEK bn	2009	2008	Change %
Loans to the public	1,519	1,316	15
Loans to credit institutions	198	173	14
Interest-bearing securities	242	153	58
Other assets	316	234	35
Total assets	2,275	1,876	21
Deposits and borrowing from the public	566	497	14
Due to credit institutions	366	270	36
Issued securities	908	751	21
Other liabilities	357	282	27
Shareholders' equity	78	76	3
Total liabilities and equity	2,275	1,876	21

Loans to the public, quarterly

Average volumes SEK bn	Q1 2009	Q4 2008	Q3 2008	Q2 2008	Q1 2008
Branch offices in Sweden	970	960	938	921	903
Branch offices outside Sweden	520	489	447	410	387
Private	139	131	121	115	112
Corporate	381	358	326	295	275
Other operations	19	13	14	15	20
Total	1 509	1 462	1 399	1 346	1 310
Private	625	602	586	568	554
Corporate	884	860	813	778	756

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Lending outside Sweden

Average volumes	Jan-Mar 2009	Jan-Mar 2008	Change %
*Denmark, DKK bn	40.0	31.2	28
Finland, EUR m	10 462	9 085	15
Norway, NOK bn	153.2	132.8	15
Great Britain, GBP m	5 395	4 450	21
Rest of the world, SEK bn	94	51	85

74% growth in local currency

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Deposits from the public, quarterly

Average volumes SEK bn	Q1 2009	Q4 2008	Q3 2008	Q2 2008	Q1 2008
Branch offices in Sweden	314	303	283	278	273
Private	162	157	147	141	135
Corporate	152	146	136	137	138
Branch offices outside Sweden	168	157	142	139	140
Private	46	41	38	37	34
Corporate	122	116	104	102	106
Other operations	50	47	54	62	81
Total	532	507	479	479	494
Private	208	199	185	177	169
Corporate	324	308	294	302	325

Loans to the public – Branch offices in Sweden, quarterly

Average volumes SEK bn	Q1 2009	Q4 2008	Q3 2008	Q2 2008	Q1 2008
Mortgage loans	574	563	552	540	529
Private	418	413	406	396	386
Corporate	156	150	146	144	143
Bank loans	396	396	385	380	374
Private	58	58	59	57	56
Corporate	338	338	327	323	318
Total					
Branch offices in Sweden	970	960	938	921	903
Private	476	472	465	454	442
Corporate	494	488	473	467	461

Conditional bonus* in relation to total insurance assets

SEK m, end of period	Q1 2009	2008	2007	2006	2005	2004	2003
Conditional bonus	2,240	3,327	4,824	5,713	4,874	3,552	3,248
% of total insurance assets	8.9	12.8	18.0	21.7	20.3	16.7	16.7

Net lending in SEK in the Swedish interbank market

28 January 2008 – 31 March 2009, weekly

