

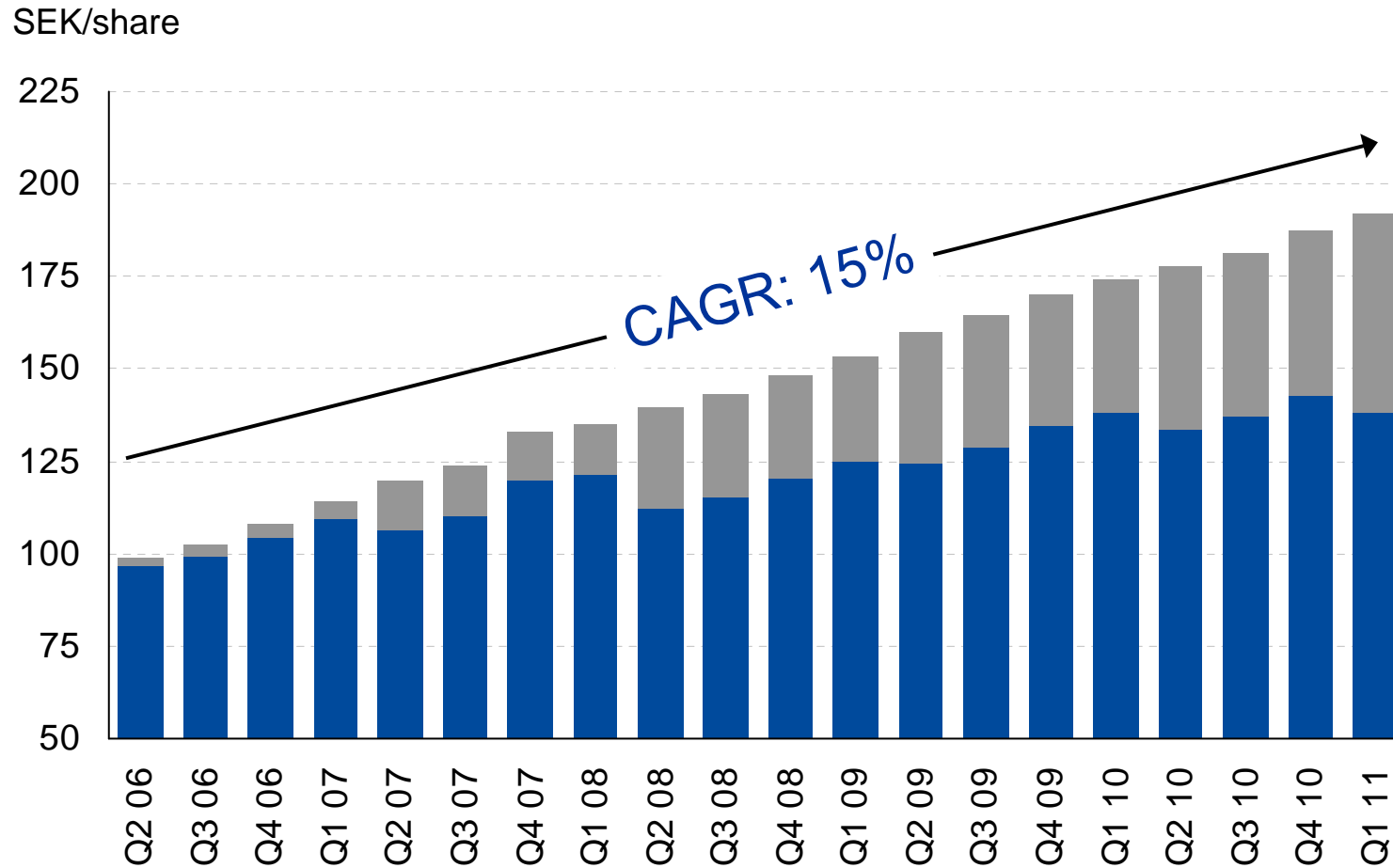
Handelsbanken

January - March 2011

27 April 2011

Annual growth in equity including dividends

- Accumulated dividends in past 5 years
- Adjusted equity per share



First quarter

15 per cent annual value growth (equity and dividend per share) in past 5 years

Financial stability

- Increased capitalisation
- Enhanced liquidity reserve
- Funding moved forward in time

Effects in the income statement

- Negative currency effects
- Doubled fees to the stabilisation fund

Stable performance in the Swedish branch office operations

Continued growth in Great Britain

Change in net interest income due to items affecting comparability

SEK m	Compared with Q1 2010	SEK m	Compared with Q4 2010
Net interest income Q1 2011	5,507	Net interest income Q1 2011	5,507
Change	4%	Change	-2%
Increased mandatory fees	83	Increased mandatory fees	117
Benchmark effect	107	Benchmark effect	42
Exchange rate movements	158	Exchange rate movements	39
Fewer interest days	-	Fewer interest days	29
Pre-funding	120	Pre-funding	30
Adjusted net interest income	5,975	Adjusted net interest income	5,764
Net interest income Q1 2010	5,316	Net interest income Q4 2010	5,612
Underlying change	12%	Underlying change	3%

Summary January – March 2011

Operating profit went up by 4 per cent compared to Q1-10 and by 3 per cent quarter-on-quarter

Net interest income increased 3 per cent compared to Q4-10 adjusted for items affecting comparability

The loan loss ratio was halved to 0.06 per cent compared to last year

Return on equity after tax was 13.2 per cent

The Tier 1 ratio increased to 17.2 per cent

Continued to pre-fund, all bond maturities until April 2012 already refunded

Liquidity reserve continued to increase and exceeded SEK 600 billion

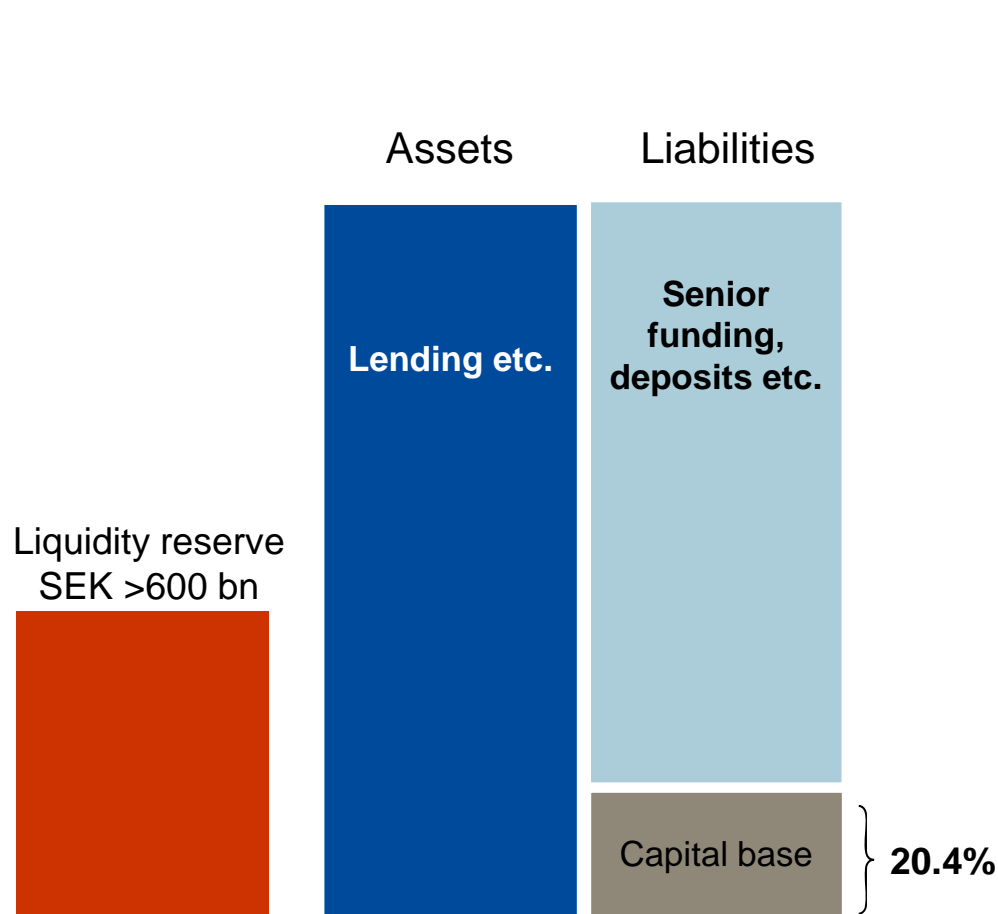
Income statement, January – March

SEK m	Jan-Mar 2011	Jan-Mar 2010	Change
Net interest income	5,507	5,316	4%
Net fee and commission income	1,944	1,983	-2%
Net gains/losses on financial items at fair value	361	500	-28%
Risk result - insurance	81	37	119%
Other income	45	173	-74%
Total income	7,938	8,009	-1%
Staff costs	-2,457	-2,356	4%
Other expenses	-1,307	-1,310	0%
Total expenses	-3,764	-3,666	3%
Profit before loan losses	4,174	4,343	-4%
Net loan losses	-244	-551	-56%
Disposal tangible / intangible assets	0	0	
Operating profit	3,930	3,792	4%

Income statement, quarterly change

SEK m	Q1 2011	Q4 2010	Change
Net interest income	5,507	5,612	-2%
Net fee and commission income	1,944	2,127	-9%
Net gains/losses on financial items at fair value	361	276	31%
Risk result - insurance	81	67	21%
Other income	45	46	-2%
Total income	7,938	8,128	-2%
Staff costs	-2,457	-2,466	0%
Other expenses	-1,307	-1,531	-15%
Total expenses	-3,764	-3,997	-6%
Profit before loan losses	4,174	4,131	1%
Net loan losses	-244	-293	-17%
Disposal tangible / intangible assets	0	-5	
Operating profit	3,930	3,833	3%

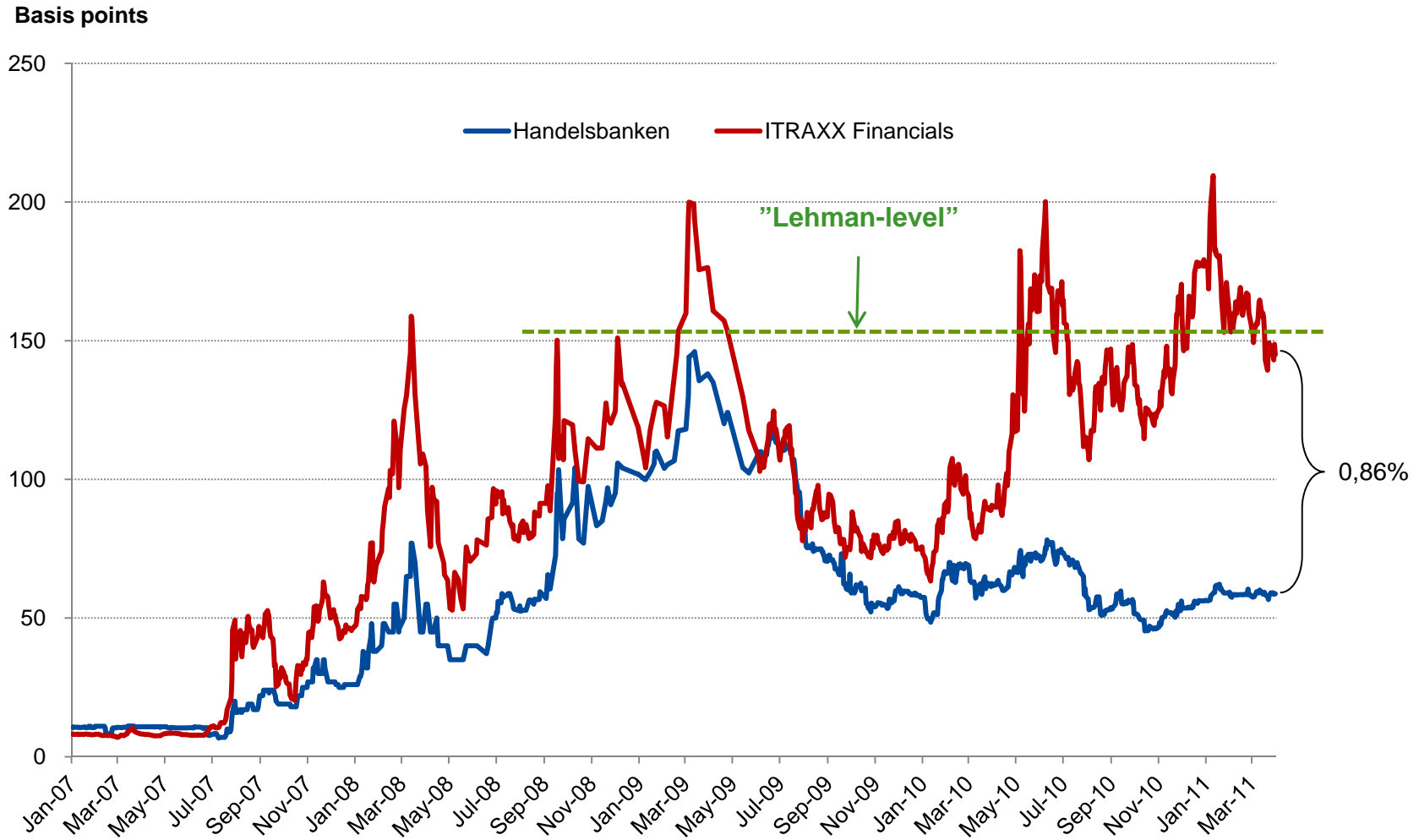
Financial strength



Key ratios, Capital situation	2011 Mar	2010 Mar	Change
Capital ratio, Basel II, %	20.4	19.6	+ 0.6
Tier I ratio, Basel II, %	17.2	14.6	+ 2.3
Tier I capital, SEK bn	89	86	+ 3
Equity, SEK bn	85	85	-

Rating	Long-term	Short-term
Moody's	Aa2	P-1
S&P	AA-	A-1+
Fitch	AA-	F1+
DBRS	AA (low)	

Itraxx Senior Financial 5Y and Handelsbanken's 5Y CDS spread

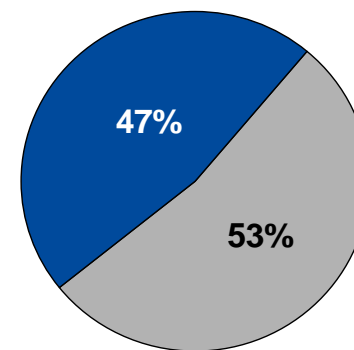


Source: Ecwin, Bloomberg

Funding Q1 2011

Bond issuance, SEK bn	Q1 2011	Full year 2010
Senior bonds	36	75
Covered bonds	32	161
Total	68	236

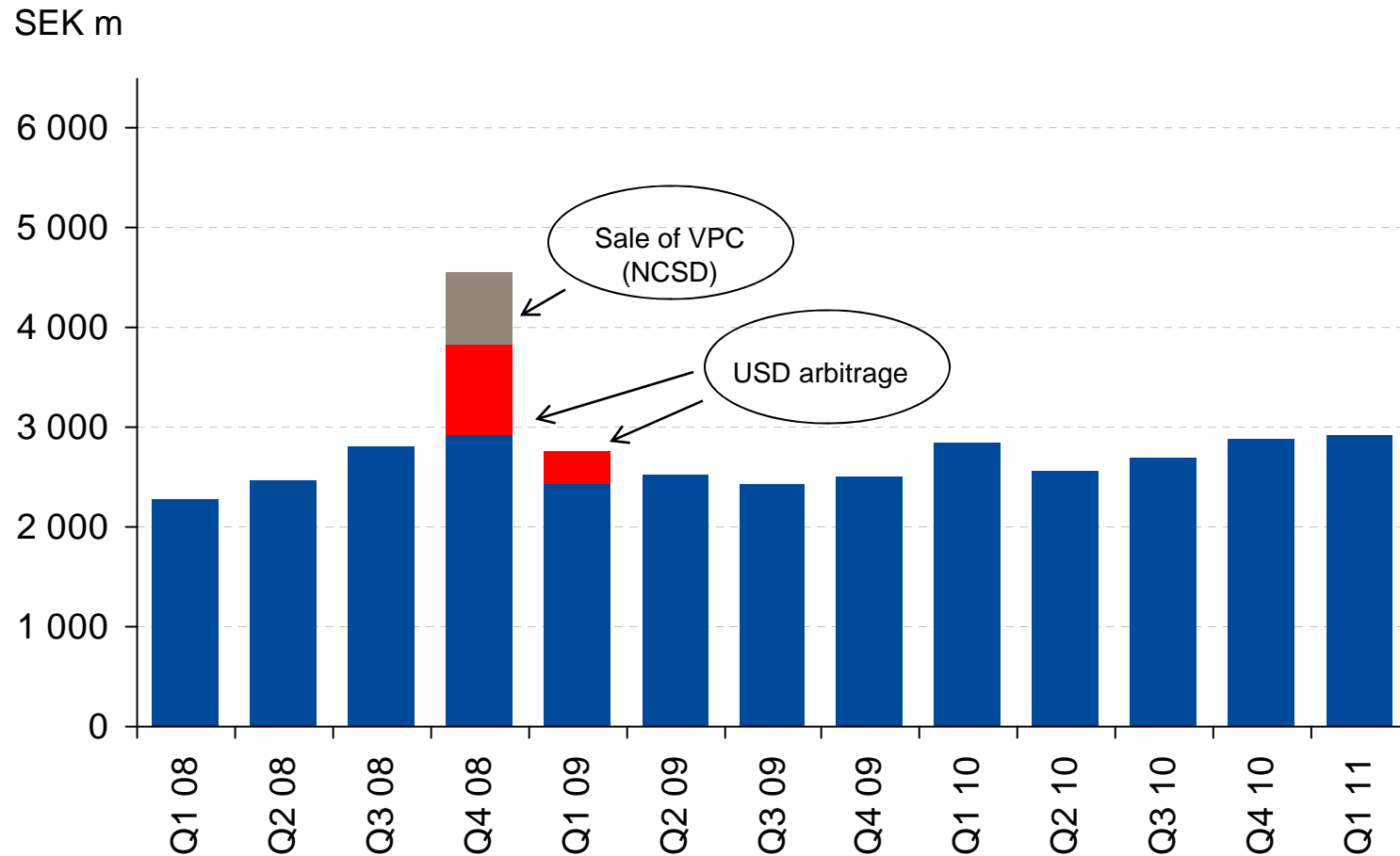
Q1 2011



- Senior bonds
- Covered bonds

All bonds maturing up to the first quarter of 2012 are pre-funded

Quarterly results, during the financial crisis, after losses and tax



Expense – trend

SEK m	Jan-Mar 2011	Jan-Mar 2010	Change	Q1-11/ Q4-10
Staff costs	-2,457	-2,356	4%	
Other administrative expenses	-1,189	-1,195	-1%	
Depreciation and amortisation	-118	-115	3%	
Total expenses	-3,764	-3,666	3%	-6%

Branch office operations in Sweden

Jan – Mar 2011

Operating profit SEK	3,222m
RoE	18.8%
C/I ratio before loan losses	36.3%
Number of branch offices	461
Average number of employees	4,395

Average volumes, SEK bn

Loans	1,017
Deposits	347

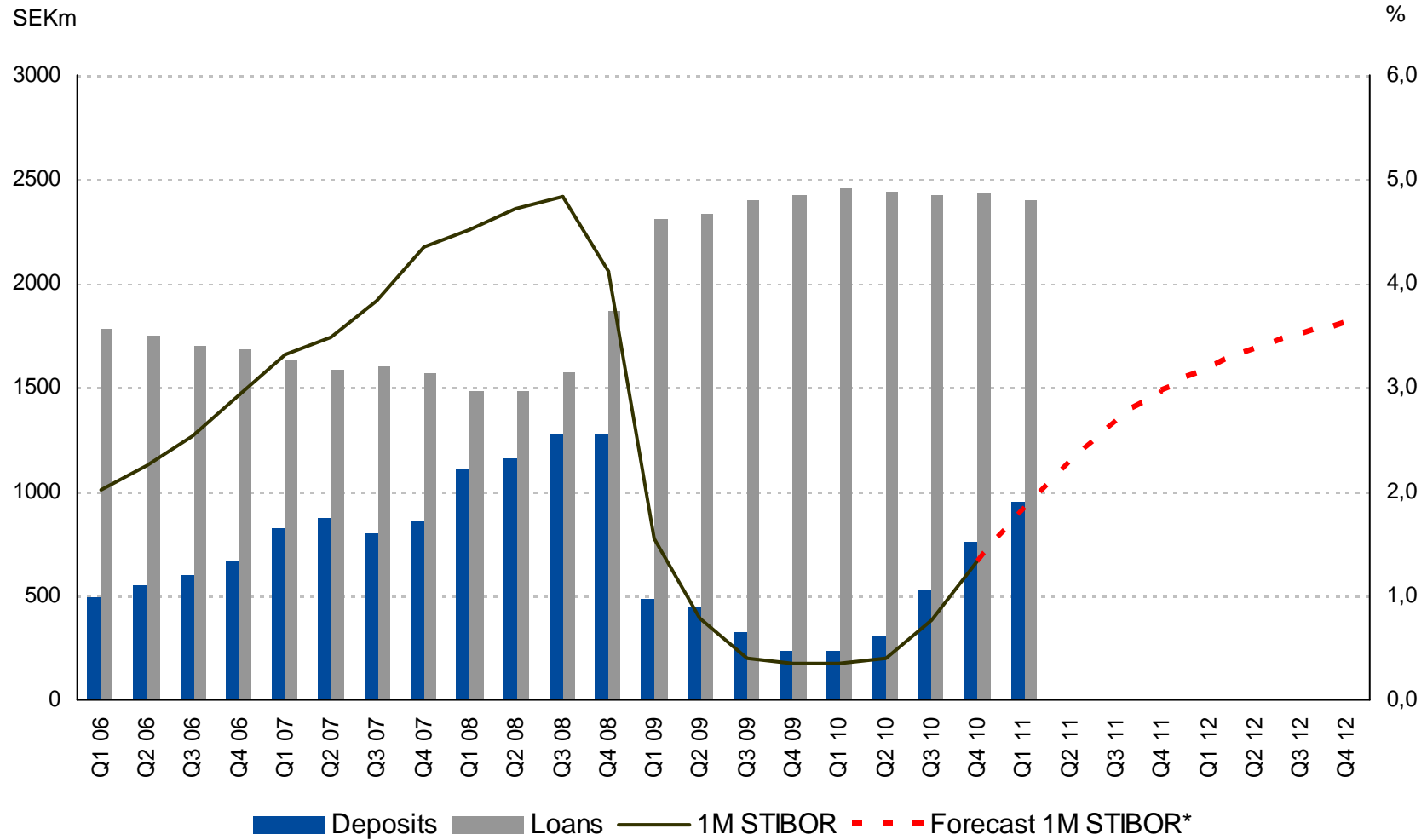
**Handelsbanken has a branch
in Härnösand**



and in 460 other locations in Sweden

Handelsbanken

Earning capacity – Deposits and loans for Swedish branch operations



Reference rate until 30 June 2008, 1M STIBOR and subsequently 3M STIBOR for variable deposits and loans

* Source: Bloomberg

Branch office operations outside Sweden

Jan – Mar 2011

Operating profit SEK	641m
RoE	7.6%
C/I ratio before loan losses	54.8%
Number of branch offices	273
Average number of employees	3,062
<i>Average volumes, SEK bn</i>	
Loans	442
Deposits	142

Handelsbanken has a branch
in Southampton



and in 89 other locations in Great Britain

Handelsbanken

Branch operations in the UK

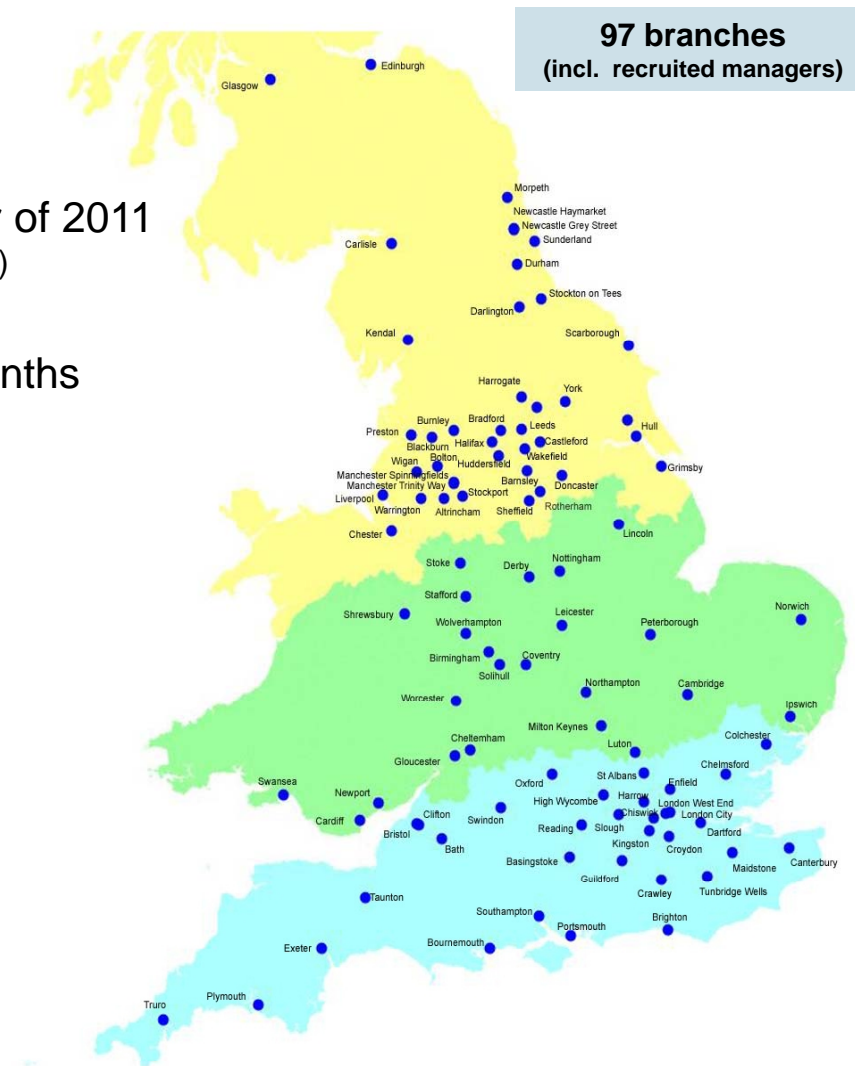
7 new branches opened during the first quarter of 2011
(On average, a new branch is opened every tenth banking day)

90 branches, 24 of them opened in past 12 months

Managers recruited for 7 future branches

A 3rd British regional bank was started,
based in Birmingham

Joint management organisation in London



Summary January – March 2011

Operating profit went up by 4 per cent compared to Q1-10 and by 3 per cent quarter on quarter

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The loan loss ratio was halved to 0.06 per cent compared to last year

Return on equity after tax was 13.2 per cent

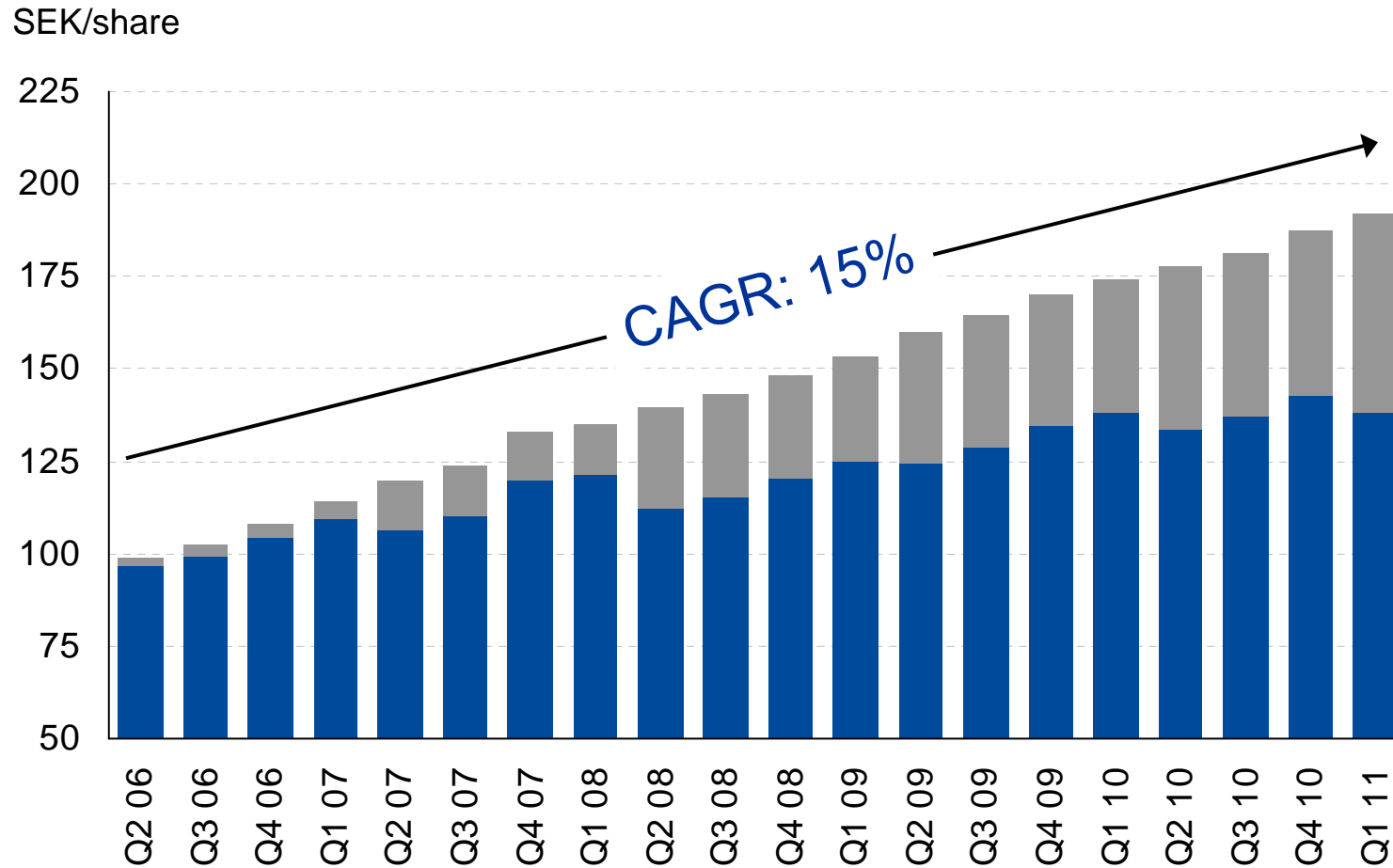
The Tier 1 ratio increased to 17.2 per cent

Continued pre-funding of borrowing, all bond maturities until April 2012 already replaced

Liquidity reserve continued to increase and exceeded SEK 600 billion

Annual growth in equity including dividends

- Accumulated dividends in past 5 years
- Adjusted equity per share



Appendix

Income statement, five quarters

SEK m	Q1 2011	Q4 2010	Q3 2010	Q2 2010	Q1 2010
Net interest income	5,507	5,612	5,327	5,082	5,316
Net fee and commission income	1,944	2,127	1,924	1,988	1,983
Net gains/losses on financial items at fair value	361	276	177	424	500
Risk result - insurance	81	67	42	59	37
Other income	45	46	36	100	173
Total income	7,938	8,128	7,506	7,653	8,009
Staff costs	-2,457	-2,466	-2,330	-2,352	-2,356
Other expenses	-1,307	-1,531	-1,280	-1,393	-1,310
Total expenses	-3,764	-3,997	-3,610	-3,745	-3,666
Profit before loan losses	4,174	4,131	3,896	3,908	4,343
Net loan losses	-244	-293	-294	-369	-551
Disposal tangible / intangible assets	0	-5	4	0	0
Operating profit	3,930	3,833	3,606	3,539	3,792
Operating profit discontinued operations	63	65	47	55	42
Total operating profit	3,993	3,898	3,653	3,594	3,834

Change in net interest income

SEK m

Net interest income Q4 2010	5,612	
Deposits, branch offices in Sweden – margins	193	
- volumes	20	
Lending, branch offices in Sweden – margins	-44	
- volumes	27	
Deposits & lending, branch offices outside Sweden	-60	
Mandatory government fees (deposit insurance, stabilisation fund etc)	-117	
Exchange rate movements	-39	
Other	-43	
Benchmark effect	-42	
Change in net interest income	-105	
Net interest income Q1 2011	5,507	-2%

3M STIBOR reference.rate

Fee to the Stabilisation Fund, January – March

SEK bn	2011
Total liabilities and equity	2,507
Reduction for total equity, untaxed reserves and subordinated loans	-186
Reduction for intercompany liabilities	-317
Basis for calculation of fee*	2,004

SEK m	
Fee 0.036%	721
No reduction from 2011	
Total fee 2010	180

* Applies to credit institutions within the Group affected by the new Stabilisation Fund law.

Fees and commissions

SEK m	Jan-Mar 2011	Jan-Mar 2010	Change
Brokerage and other securities commissions	413	467	-12%
Mutual funds	452	366	23%
Custody	101	117	-14%
Advisory services	44	39	13%
Insurance	152	173	-12%
Payments	590	570	4%
Lending and deposits	283	330	-14%
Guarantees	115	129	-11%
Other	91	85	7%
Commission income	2,241	2,276	-2%
Commission expense	-297	-293	1%
Net fee and commission income	1,944	1,983	-2%

Fees and commissions, quarterly change

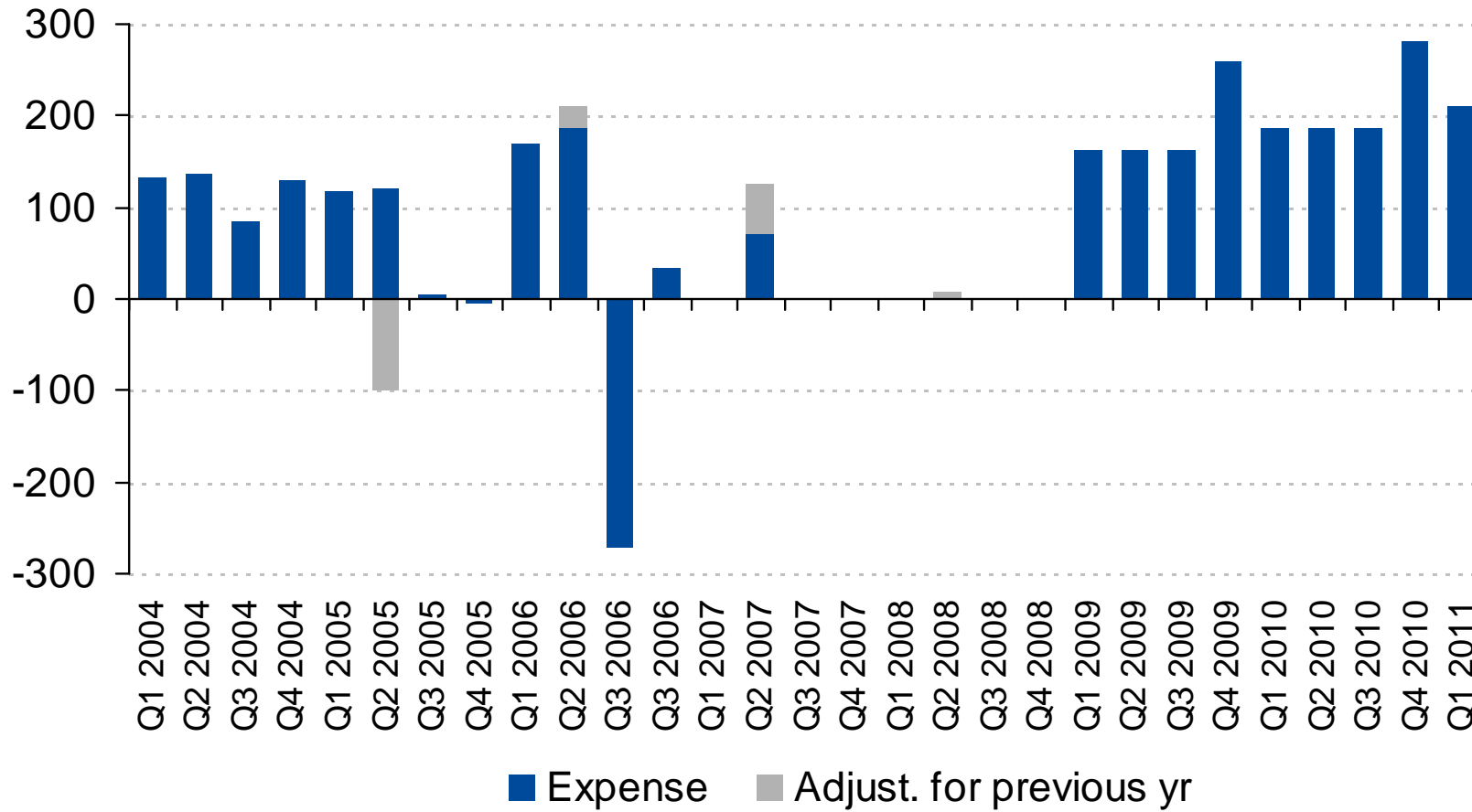
SEK m	Q1 2011	Q4 2010	Change
Brokerage and other securities commissions	413	522	-21%
Mutual funds	452	440	3%
Custody	101	96	5%
Advisory services	44	73	-40%
Insurance	152	106	43%
Payments	590	648	-9%
Lending and deposits	283	313	-10%
Guarantees	115	126	-9%
Other	91	126	-28%
Commission income	2,241	2,450	-9%
Commission expense	-297	-323	-8%
Net fee and commission income	1,944	2,127	-9%

Equity-related commissions

SEK m	Q1 2011	Q4 2010	Q3 2010	Q2 2010	Q1 2010
Brokerage	392	498	413	434	449
Mutual funds and custody	537	525	465	475	444
Corporate finance	44	73	52	60	39
Commission expense	-52	-54	-50	-58	-57
Total	921	1,042	880	911	875

Oktagonen quarterly 2004 – 2011

SEK m



Key ratios, January - March

	Jan-Mar 2011	Jan-Mar 2010
Return on equity, total operations	13.2%	13.5%
Return on equity, continuing operations	12.9%	13.3%
C/I ratio, continuing operations	47.4%	45.8%
Earnings per share, total operations, SEK	4.71	4.59
- after dilution	4.63	4.51

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:

Q1 2011	26.6%
Q4 2010	26.9%
Q1 2010	25.5%
January – December 2010	26.8%

Balance sheet

SEK bn	31 Mar 2011	31 Mar 2010	Change
Loans to the public	1,532	1,490	3%
Loans to other credit institutions	120	100	18%
Interest-bearing securities	124	191	-35%
Other assets	474	440	8%
Total assets	2,250	2,222	1%
Deposits and borrowing from the public	642	596	8%
Due to credit institutions	248	203	22%
Issued securities	985	1,026	-4%
Other liabilities	290	312	-7%
Total equity	85	85	0%
Total liabilities and equity	2,250	2,222	1%

Loans to the public, quarterly

Average volumes, SEK bn	Q1 2011	Q4 2010	Q3 2010	Q2 2010	Q1 2010
Household	557	552	541	527	515
Corporate	460	457	463	470	466
Branch office operations in Sweden	1,017	1,009	1,004	997	981
Household	146	143	142	142	142
Corporate	296	306	315	326	326
Branch office operations outside Sweden	442	449	457	468	468
Other operations	27	17	18	17	14
Household	704	695	683	669	657
Corporate	782	780	796	813	806
Total loans to the public	1,486	1,475	1,479	1,482	1,463

Deposits from the public, quarterly

Average volumes, SEK bn	Q1 2011	Q4 2010	Q3 2010	Q2 2010	Q1 2010
Household	191	190	185	178	173
Corporate	156	148	149	149	155
Branch office operations in Sweden	347	338	334	327	328
Household	39	40	41	42	42
Corporate	103	102	99	100	111
Branch office operations outside Sweden	142	142	140	142	153
Other operations	106	61	70	68	69
Household	230	230	226	220	215
Corporate	365	311	317	317	335
Total deposits from the public	595	541	544	537	550

Average volumes – Lending, Home markets outside Sweden

	31 Mar 2011	31 Dec 2010	Change
Private, local currency			
Denmark, DKK bn	21.2	20.3	4.4%
Finland, EUR m	3,209	3,196	0.4%
Norway, NOK bn	60.9	57.5	5.9%
Great Britain, GBP m	1,667	1,516	10.0%
Corporate, local currency			
Denmark, DKK bn	19.4	20.3	-4.4%
Finland, EUR m	6,600	6,684	-1.3%
Norway, NOK bn	100.9	103.7	-2.7%
Great Britain, GBP m	5,081	4,972	2.2%

Average volumes – Lending, Home markets outside Sweden

Private, local currency	31 Mar 2011	31 Mar 2010	Change
Denmark, DKK bn	21.2	19.0	11.6%
Finland, EUR m	3,209	3,122	2.8%
Norway, NOK bn	60.9	53.3	14.3%
Great Britain, GBP m	1,667	1,165	43.1%

Corporate, local currency

Denmark, DKK bn	19.4	20.2	-4.0%
Finland, EUR m	6,600	6,747	-2.2%
Norway, NOK bn	100.9	101.3	-0.4%
Great Britain, GBP m	5,081	4,519	12.4%

Average volumes – Deposits, Home markets outside Sweden

Private, local currency	31 Mar 2011	31 Dec 2010	Change
Denmark, DKK bn	8.1	8.4	-3.6%
Finland, EUR m	1,214	1,248	-2.7%
Norway, NOK bn	10.8	10.3	4.9%
Great Britain, GBP m	361	347	4.0%

Corporate, local currency

Denmark, DKK bn	12.2	12.0	1.7%
Finland, EUR m	2,249	2,512	-10.5%
Norway, NOK bn	38.4	34.5	11.3%
Great Britain, GBP m	1,110	1,158	-4.1%

Average volumes – Deposits, Home markets outside Sweden

Private, local currency	31 Mar 2011	31 Mar 2010	Change
Denmark, DKK bn	8.1	8.4	-3.6%
Finland, EUR m	1,214	1,267	-4.2%
Norway, NOK bn	10.8	9.0	20.0%
Great Britain, GBP m	361	315	14.6%

Corporate, local currency

Denmark, DKK bn	12.2	12.1	0.8%
Finland, EUR m	2,249	2,604	-13.6%
Norway, NOK bn	38.4	35.7	7.6%
Great Britain, GBP m	1,110	1,035	7.2%