SVEA EKONOMI AB

ANNUAL REPORT 2007

The Board of Directors and the President of Svea Ekonomi AB, Corp. Reg. No. 556489-2924, hereby submit the annual report and consolidated financial statements for the 2007 fiscal year.

REPORT OF THE BOARD OF DIRECTORS

Operations

The Group's business concept is to use personal service to offer the market efficient and customized solutions within debt collection, sales-ledger administration and financing. Within the framework of the business concept, the following services are offered:

Sales-ledger service - invoicing service - invoice-payment guarantee - factoring - invoice purchases - deposits - lending - VAT recovery - debt collection - legal services - credit information - training.

The financial division of the Group consists of the Parent Company, Svea Ekonomi AB, and its Norwegian branch Svea Finans NUF, the Svea Ekonomi AB branch in Finland, and the wholly owned subsidiaries Svea Finantseerimine OÜ (Estonia), Svea Finans A/S (Denmark), as well as Svea Luotto OY (Finland, formerly Svea Rahoitus OY) with its subsidiaries Svea Osamaksurahoitus OY (Finland, formerly Helsingin Ostoluotto OY).

Otherwise, the Group consists of the subsidiaries KundGirot AB with its subsidiaries Svea Vat Adviser AB and KundGirot Finans AB, Svea Kreditinfo AB, Svea Juridiska AB, Svea Kredit AB, Avidi Ekonomi AB, Scandinavian Billing Services Group AB with its subsidiary Scandinavian Billing Services AB, Svea Billing Systems AB (formerly Muzun Aviation AB), Viatel Sweden AB, Finansor AB, Dial IT Communications BV and Svea Inkasso AB with its subsidiaries Svea Finans AS, Incassoservice Danmark A/S and Svea Perintä Suomi OY.

Under a permit from the Swedish Financial Supervisory Authority, Svea Ekonomi AB conducts financial operations in accordance with the Banking and Financing Business Act (2004:297). Svea Ekonomi also offers administrative services, such as sales-ledger and invoicing services. Additionally, the company outsources employees to other Swedish Group companies.

KundGirot AB offers sales-ledger administration services to companies with large invoicing volumes and VAT-recovery services via the subsidiary Svea Vat Adviser AB.

Svea Kreditinfo AB conducts credit information operations and Svea Juridiska AB provides legal services.

Svea Billing Systems AB and Scandinavian Billing Services AB (in 2007) offer billing services to such industries as the telecom industry.

Viatel Sweden AB offers intelligent telephony and payment functions.

Svea Kredit AB, Avidi Ekonomi AB, Finansor AB, KundGirot Finans AB and Svea Finans AB are dormant.

Svea Inkasso AB and its subsidiaries conduct debt-collection operations.

The Group is one of the largest Nordic players in debt-collection, sales-ledger administration and financing.

Events during the year

For the Svea Ekonomi Group, the year was characterized by expansion and increased lending and deposits. This mainly occurred through increased volumes of loans to private individuals. The increased volumes of loans were made possible by Svea Ekonomi's competitive offers through both private loans and lending to companies. This trend led to an increase in net interest and commission income, a positive trend that is expected to continue.

The increase in loans to private individuals also entailed an increase in loan losses. Loan losses pertaining to companies also increased, although these losses are attributable to a few commitments.

On May 2, 2007, the financial operations of Svea Luotto OY and Svea Osamaksurahoitus OY were sold to the Finnish branch Svea Ekonomi AB, branch in Finland.

On May 8, 2007, the subsidiary KundGirot AB acquired all of the shares in Svea Finans AB, which is dormant until further notice.

On May 15, 2007, an increased syndicated credit facility for the Parent Company, totaling SEK 450 M, was agreed.

On July 2, 2007, the subsidiary Svea Billing Systems AB acquired the billing operations of INAP.

In December, the debt-collection company Svea Inkasso OÜ was founded in Estonia. This company is in turn a wholly owned subsidiary of Svea Perintä OY and will commence business activities in 2008.

Volumes in the debt-recovery operation increased during the year as a result of a steady inflow of new assignments. Debt-recovery operations in Sweden, Norway and Finland performed better than planned, while the Danish operation performed worse than planned.

Lending

As of December 31, 2007, external lending to the public amounted to SEK 1,492.1 M (1.467.6) in the Group and SEK 1,473.6 M (1354.5) in the Parent Company.

Financing

The Group's lending to the public is financed in part through deposits from the public, in part through internal operations and in part through other credit institutions. As of December 31, 2007, deposits from the public amounted to SEK 2,021.9 M (1,611.3) in the Group and SEK 2,040.0 M (1,598.0) in the Parent Company. As of December 31, 2007, liabilities to credit institutions amounted to SEK 35.1 M (217.5) in the Group and SEK 7.6 M (160.0) in the Parent Company.

Operating income and profit

Operating income amounted to SEK 549.3 M (470.5) in the Group and SEK 466.0 M (332.7) in the Parent Company Operating profit amounted to SEK 137.6 M (118.7) in the Group and SEK 142.4 M (76.6) in the Parent Company.

Liquidity

As of December 31, 2007, lending to credit institutions, meaning cash and bank balances, plus granted but unutilized lines of credit amounted to SEK 1,033.2 M (436.0) in the Group, and SEK 928.1 M (308.6) in the Parent Company.

Personnel

The average number of annual employees in the Group was 370 (318), of whom 231 were women (204). The number of employees in the Group on December 31, 2007 was 365 (282).

Capital adequacy

Under the Swedish FSA regulations, the company shall calculate risk weighted amounts in other activities, which shall be covered by a capital adequacy of 8% until December 31, 2007 in accordance with the Basel I regulations.

The capital adequacy ratio according to the Basel I regulations on December 31, 2007 was 14.84% (13.06) in the Parent Company and 14.69% (12.43) in the financial corporate group.

New capital-adequacy regulations, known as the Basel II regulations, were introduced on February 1, 2007. These new rules have led to changes in the manner in which the company calculates its capital requirements. As of 2008, the capital requirements for credit risks, market risks and operational risks will be calculated. The total effect entails an increased capital requirement of about SEK 20 M, due to the effect of the new capital requirements for operational risks not being counterbalanced by a lower capital requirement for credit risks pertaining to retail exposures.
The new set of regulations comprises three parts. The first part refers to how the minimum capital requirements are fulfilled and calculated and the second part deals with the valuation and handling of capital and risks and also supervision by government authorities. Finally, the third part refers to the publication of information regarding risk control and capital adequacy.

Work on adapting the company to the Basel II regulations in 2007 focused on the process and methods needed to implement the internal capital adequacy assessment process (ICAAP) in the operations. This process describes all of the company's risks and has resulted in a calculation of the company's capital requirements, which fully meet those resulting from the Basel II regulations on the operations.

The leverage ratio under the Basel II regulations on December 31. 2007 amounted to 1.65 in the Parent Company (1.63 according to Basel I in the preceding year) and to 1.63 in the financial corporate group (1.55 according to Basel I in the preceding year).

For more information about risk and capital management, refer to pages 4-6 and Notes 34-35.

Outlook

The Group's lending is expected to grow in 2008, but at a slower pace than in the preceding year, although an increase in loan losses is anticipated, pertaining to lending to private individuals. Deposits from the public are also expected to increase at a slower pace in 2008 than in the preceding year. The Group's operating income for 2008 is estimated to amount to approximately SEK 570 M, resulting in a profit and a positive cash flow.

Events after balance-sheet date

Operations performed according to plan during the first quarter of 2008. Volumes rose in both financial and administrative services. Deposits displayed strong growth during the quarter.

Transition to legally restricted IFRS

As of 2007, so-called legally restricted IFRS (International Financial Reporting Standards) shall be applied to both the consolidated accounts and the Parent Company's accounts. Accordingly, the Annual Report contains restated comparative figures for 2006, whereby January 1, 2006 is considered to be Svea Ekonomi's transition date to legally restricted IFRS, see Note 39.

Proposed distribution of profit

The Board of Directors and the President of the company propose that the unappropriated earnings at the disposal of the Annual General Meeting:

Earnings brought forward from the preceding year	189 786 039
Group contribution received	26 616 189
Tax effect of Group contribution received	-7 452 533
Group contribution paid	-72 695 489
Tax effect of Group contribution paid	20 354 736
Fair value reserve	10 333 362
Exchange-rate difference	173 887
Net profit for the year	126 521 736
Total	293 637 927

be distributed as follows:

To be paid as dividends to shareholders (800,000 x SEK 18.75 per share)	15 000 000
To be carried forward	278 637 927
Total	293 637 927

Decision proposal regarding dividend

The Board of Directors proposes that a dividend of SEK 15,000,000.00 be paid which corresponds to SEK 18.75 per share.

The Board proposes that the Annual General Meeting to be held on May 22, 2008 authorize the Board to determine the date of payment.

The Board of Directors and the President consider that the proposed dividend is defensible considering the requirements that the nature, scope and risks of the operations impose on the size of shareholders' equity and the company's solvency requirements, liquidity and position otherwise.

This statement shall be considered in the light of the information presented in the Annual Report.

With regard to the Group's and the Parent Company's position and performance otherwise, please refer to the following income statements and balance sheets, including associated supplemental disclosures and notes to the financial statements.

Risk and capital management

Risk exposure is an integrated part of all financial operations and means that Svea Ekonomi is exposed to credit, liquidity, market and operational risks. For this reason, the operations require a well-defined organization and segregation of duties, as well as efficient processes in each area of risk

Risk-control organization

Board of Directors
The Board of Directors of Svea Ekonomi AB bears the ultimate responsibility for limiting and following up the company's and the Group's risks and also determining the Group's capital-adequacy target. Risk are measured and reported within Svea Ekonomi following standardized principles and policies that are annually adopted by the Board. The Board decides on guidelines for credit, liquidity, market and operational risks, and the internal capital adequacy assessment process (ICAAP), which is revised at leased once a year. Using the special credit instructions, the Board decides on the authorization of the credit committees at various levels in Svea Ekonomi's product areas. This authority various between different decision-making levels, primarily regarding the size of limits, and also depend on each financial product. The Board also determines limits for the company's liquidity risk. In addition, the Board monitors the trend in the credit portfolio, including exposure to industries and major customers.

Risk -control function
The Risk Controller is responsible for the ongoing control to ensure that risk exposure is kept within decided parameters, and that the line organization controls the operations in the intended manner. This also involves reporting relevant risk information to management and the Board. Furthermore, the function is responsible for coordinating and offering advice on risk-control issues and continued personnel training.

Line organization
This risk originates in the line organization, which is thus initially responsible for risk control. In this context, guidelines and credit instructions form an important basis for continuously identifying, measuring, controlling and following up the risks of the operations.

Compliance
The term compliance refers to the observance of external frameworks of regulations. The Compliance function, which is externally procured, has an important preventive responsibility by ensuring that changes in legislation and regulations are implemented in the operations and that they are complied with

Internal audit
Internal audit is an independent auditing function procured externally. The function examines and evaluates the risk-control and governance processes in the Group. It is independent from the operating activities and reports directly to the Board of Svea Ekonomi AB. The audit plan and priorities for the focus of the work are determined by the Board. The reports prepared by the function are submitted to the units encompassed by each audit. The function audits both the ongoing operations in the line organization and the Group's various risk-control functions and also serves as an advisor to the company.

Credit risks
Credit risk is defined as the risk that the company's counterparty does not fulfill his contractual obligations and that any collateral provided does not cover the company's receivable. This risk is limited by ensuring that quality and discipline are maintained within the credit process. The credit policy and credit instructions provide a framework and guidance for credit activities. The granting of credit is based on the counterparty's financial position and solvency, and on the assumption, based on solid grounds, that the counterparty will be able to fulfill its commitments.

Credit policy and organization
Svea Ekonomi's credit policy describes the opinion, organization, responsibility and process required for a credit decision. Here, the Group is divided into credit units with the management of each unit responsible for ensuring that credit processing complies with applicable regulations. This policy is based on the assessment that credit decisions require local expertise and, accordingly, is best handled with a decentralized structure. The natures of the credit units differ in many respects and they also differ from each other in their respective legal environments. Accordingly, the credit unit's management may decide on specific application instructions subject to the condition that the requirements are met.

Credit process
The credit process is initiated by a proposed credit decision being submitted by a business or customer manager in a credit unit. The credit rating is determined after the case has been investigated, following which a credit decision is made and executed accordingly. Exposure vis-à-vis the counterparty is continuously monitored by the credit manager in the respective credit unit and is also performed by the Board in the event of major exposure. The responsibility for the credit risk lies with the customer manager unit, which continuously assesses the customer's ability to fulfill his commitments and identifies deviations from agreed terms and weaknesses in the customers' financial position. Based on reports of past-due payments and other available information, the customer manager unit also determines whether the receivable is doubtful, something that indicates that the customer's ability to repay may be jeopardized. If it is unlikely that the customer will be able to repay the entire liability (the principal, interest and fees), and the situation cannot be solved in a reasonable manner, the receivables will be considered to be doubtful. If customer exposure is deemed to be weak, the exposure is put under special monitoring and an action plan is prepared to minimize the potential customer loss.

Individual and group impairment testing
The company continuously examines the quality of the credit portfolio in order to identify any impairment requirements. Weak and doubtful exposure is monitored and continuously examined with respect to current and future ability to make repayments. A receivable is reported as doubtful and a provision is made if objective evidence exists, in the form of cases of losses or observable data, showing that the customer's future cash flow has been affected to such an extent that full repayment, including collateral, is no longer probable. The amount of the provision corresponds with that of the expected loss, with respect to the discounted value of the future cash flow and the value of pledged property.

In addition to individual impairment testing being carried out, a collective impairment test is performed for groups of receivables that have not necessarily been individually assessed as doubtful. Impairment of a group of loan receivables is a temporary measure pending impairment being identified for a specific customer. The company applies individual impairment testing for lending to companies and group testing for lending to private individuals.

Lending and credit risk
Financial assets that can expose the Group to credit risks consist of lending to credit institutions, lending to the public, accounts receivable and derivative contracts.

The assessment is that significant concentrations of credit risks do not normally exist, since lending is spread across different counterparties and industries, and is also spread geographically.

The Group's lending to credit institutions primarily consists of bank balances with established banks and credit institutions in which the risk of losses is deemed to be extremely small.

As collateral for its lending to companies, the Group has accounts receivable, cash flows, property and guarantees that on the balance sheet date essentially covered the amount lent following individual analysis.

As a part of the business, the Group has acquired past-due stocks of receivables and works on collecting them. All rights as well as risks in the receivables are thereby assumed. The stocks of receivables are acquired at prices that are considerably lower than the nominal value of the receivables. To minimize risk in these operations, the Group observes caution in acquisition decisions. Emphasis lies on small stocks of receivables of relatively low average amounts, which contributes to risk spreading.

The Group's lending to private individuals primarily comprises unsecured credit. These credits are attributable to a large number of parties liable for payment with relatively low average amounts. Credit is granted after a rigorous credit rating of each individual customer, which is why losses can be considered to be minimized. A significant portion of unsecured credit is also covered by payment insurance, which provides protection against inability to pay as a result of involuntary unemployment, illness/accident and death.

The Group's accounts receivable are attributable to customers and parties liable for payment, who are active in different industries and are not concentrated to any particular geographic region. The risk of losses is assessed to be small.

The credit risk in the Parent Company's currency swap/forward agreements is dependent on the counterparty, a major bank, which is why the risk of losses is extremely small.

Liquidity risks
Liquidity risk is defined as the risk of a negative impact on earnings due to efforts to ensure that the Group's payment commitments are fulfilled in good time. The risk that Svea Ekonomi will be unable to meet its payment commitments is deemed to be low.
The Group's long-term liquidity risk is minimized by ensuring long-term financing in the form of confirmed credit lines. On May 15, 2007 an extended three-year syndicated credit facility was signed for the Parent Company for a total of SEK 450 M. The Parent Company has also raised a subordinated debenture of SEK 30 M, valid until December 2012.
Liquidity risks are managed in line with a decision by the company's Board that a satisfactory portion of deposited funds from private individuals shall at all times be available through lending to credit institutions, shares and participations, and the unutilized portion of confirmed credit facilities.

Market risks
Market risk is defined as the risk of losses resulting from changes in interest rates, exchange rate and share prices. Svea Ekonomi has limited market risks, for further information see below.

Interest-rate risk
Lending and borrowing essentially take place at variable interest rates, which is why the interest risk is insignificant. Accordingly, no capital requirement is deemed to be necessary.

Currency risk
Currency risk is the risk that changes in exchange rates negatively impact the Group's income statement, balance sheet and/or cash flows. Currency risk can be divided into transaction exposure and translation exposure. Transaction exposure consists of the net of operational and financial incoming and outgoing currency flows. Translation exposure primarily consists of the equity of foreign subsidiaries in foreign currency.

Transaction exposure
Because operations are local, every subsidiary has most of its income and expenses denominated in the local currency, which is why currency fluctuations only have a limited effect on the company's operating profit in local currency. The foreign operations seldom have receivables or liabilities in other currencies, which limits transaction exposure. The Parent Company has receivables in foreign currency and, to minimize risk, larger currency exposures in NOK, EUR and DKK have been hedged through currency swaps/forwards; see Note 1.

Translation exposure
Svea Ekonomi conducts business in five countries. Fluctuations in exchange rates affect the value of net assets in foreign currencies. When the balance sheets of foreign subsidiaries are translated to SEK, balance-sheet exposure arises as a result of these balance sheets being expressed in other currencies. The subsidiaries' performance and financial position are reported in the respective countries' currencies and then translated to SEK prior to inclusion in the consolidated financial statements. Consequently, fluctuations in the exchange rates between local currencies and SEK will affect the consolidated income statement and balance sheet. The effect of this exposure is minimized through the limited need for equity and by financing in local currency. There is no hedging of net exposure in foreign net assets.

Share price risks - asset management
The goal of asset management is to secure a satisfactory return exceeding the normal bank interest rate, while keeping the company's payment capacity intact. Available funds shall be allocated to interest-bearing bank accounts, interest-bearing bonds or listed shares and participations or funds, according to the company's investment policy. The company's investments in listed shares and participations do not comprise a trading inventory. Investments are spread over a number of well-known listed companies in various industries and thereby provide a sound diversification of risks. However, there are risks of price fluctuations, but these are not deemed to result in any capital requirements from a capital-adequacy perspective.

Operational risks
Operational risk is defined as the risk that a direct or indirect loss or damaged reputation will be incurred as a result of shortcomings or errors attributable to internal processes, human behavior, systems or external events.
The company works continuously on development to optimize its internal processes and thereby reduce the risk of operational incidents. This work includes methodology for identifying and reporting operational risks and training personnel. Information security and crime prevention are key parts of managing operational risks.
The Group continuously evaluates its operations and takes the necessary measures in the event of incidents or quality shortcomings. Process development focuses on the analysis of events linked to potential operating risk and other warning signs.

MULTIYEAR REVIEW FOR THE GROUP (SEK 000s)

Income statements		2007	2006	2005	2004	2003
Net interest income	1)	159 011	125 273	71 387	57 879	33 225
Net commission income		371 710	302 347	257 033	186 488	163 467
Other operating income		18 549	42 928	6 588	2 879	3 194
Operating income		**549 270**	**470 548**	**335 008**	**247 246**	**199 886**
Operating expenses	2)	-418 621	-359 132	-293 918	-212 852	-175 237
Operating profit before loan losses		**130 649**	**111 416**	**41 090**	**34 394**	**24 649**
Loan losses, net		-47 001	-26 805	-10 649	-12 143	-2 624
Operating profit		**83 648**	**84 611**	**30 441**	**22 251**	**22 025**

Balance sheets					
Lending to credit institutions	603 556	382 121	302 696	427 844	104 112
Lending to the public	1 492 053	1 467 610	831 487	318 185	186 424
Other assets	434 359	342 722	248 538	124 479	86 393
Assets	**2 529 968**	**2 192 453**	**1 382 721**	**870 508**	**376 929**
Liabilities to credit institutions	35 058	217 513	46 452	8 385	132 550
Deposits from the public	2 021 895	1 611 308	1 141 434	720 078	115 388
Other liabilities	147 713	125 423	64 714	49 701	39 838
Shareholders' equity	325 302	238 209	130 121	92 344	89 153
Liabilities and shareholders' equity	**2 529 968**	**2 192 453**	**1 382 721**	**870 508**	**376 929**

Key data						
Return on total capital, %	3)	3,5	4,7	2,7	3,6	5,9
Return on shareholders' equity, %	4)	29,7	44,4	27,4	24,5	25,9
Acid-test ratio, %		70,9	60,5	69,2	98,1	114,8
Debt-equity ratio	5)	7,4	8,4	9,1	5,9	3,4
Equity/assets ratio, %	6)	12,9	10,9	9,4	10,6	23,7
Income/costs excl. loan losses		1,3	1,3	1,1	1,2	1,1
Income/costs incl. loan losses		1,2	1,2	1,1	1,1	1,1
Credit loss rate, %	7)	3,2	2,3	1,9	4,8	1,6
Cash flow from operating activities, SEK 000s	8)	151 254	106 705	62 440	43 120	30 402
Average number of annual employees		370	318	272	204	183

1) Net interest income before depreciation according to plan of leased items.
2) The operating costs for 2005, 2006 and 2007 have been adjusted for a reversal of negative goodwill.
3) Operating profit as a % of average total capital.
4) Operating profit as a % of average shareholders' equity.
5) Average liabilities divided by average shareholders' equity.
6) Shareholders' equity as a % of total assets at the end of the year.
7) Loan losses as a % of average lending to the public.
8) Cash flow from operating activities before changes in the assets and liabilities of operations.
9) Comparative figures for 2006 have been restated due to the application of legally restricted IFRS.

MULTIYEAR REVIEW FOR THE PARENT COMPANY (SEK 000s)

Income statements		2007	2006	2005	2004	2003
Net interest income	1)	154 205	113 963	62 285	49 676	30 899
Dividends received		105 733	32 163	29 275	33 845	27 815
Net commission income		88 121	54 259	31 987	20 543	14 869
Other operating income		117 922	132 284	89 696	78 956	73 932
Operating income		**465 981**	**332 669**	**213 243**	**183 020**	**147 515**
Operating expenses		-263 289	-230 881	-172 590	-144 598	-112 795
Operating profit before loan losses		**202 692**	**101 788**	**40 653**	**38 422**	**34 720**
Loan losses, net		-45 290	-25 189	-7 471	-6 680	-2 458
Impairment losses on financial assets		-14 970	0	-1 180	0	0
Operating profit		**142 432**	**76 599**	**32 002**	**31 742**	**32 262**
Appropriations		0	-12 200	0	1 605	-399
Net profit before tax		**142 432**	**64 399**	**32 002**	**33 347**	**31 863**
Tax on net profit for the year		-15 910	-8 786	-1 293	-41	-1 241
Net profit for the year		**126 522**	**55 613**	**30 709**	**33 306**	**30 622**

Balance sheets					
Lending to credit institutions	538 158	308 637	231 638	368 171	74 029
Lending to the public	1 582 417	1 458 009	887 924	366 446	191 122
Other assets	350 888	332 384	203 640	132 422	94 140
Assets	**2 471 463**	**2 099 030**	**1 323 202**	**867 039**	**359 291**
Liabilities to credit institutions	7 558	160 000	0	0	113 000
Deposits from the public	2 039 971	1 598 023	1 124 290	706 119	111 145
Other liabilities	108 497	93 479	38 620	25 009	18 627
Untaxed reserves	12 200	12 200	0	0	1 605
Shareholders' equity	303 237	235 328	160 292	135 911	114 914
Liabilities and shareholders' equity	**2 471 463**	**2 099 030**	**1 323 202**	**867 039**	**359 291**

Key data						
Return on total capital, %	2)	6,2	4,5	2,9	5,2	9,2
Return on shareholders' equity, %	3)	51,2	37,0	21,6	25,2	30,9
Acid-test ratio, %		70,1	55,2	68,7	90,7	108,6
Debt-equity ratio	4)	7,2	7,3	6,4	3,9	2,4
Equity/assets ratio, %	5)	12,6	11,6	12,1	15,7	32,3
Income/costs excl. loan losses		1,8	1,4	1,2	1,3	1,3
Income/costs incl. loan losses		1,5	1,3	1,2	1,2	1,3
Credit loss rate, %	6)	3,0	2,2	1,2	2,4	1,5
Leverage ratio		1,6	-	-	-	-
Capital adequacy rate, %		14,8	13,1	11,8	21,3	32,1
Cash flow from operating activities, SEK 000s	7)	113 890	65 688	22 621	10 172	9 794
Number of employees on the balance sheet date		142	107	75	61	40

1) Net interest income before depreciation according to plan of leased items.

2) Operating profit as a % of average total capital.

3) Operating profit as a % of average shareholders' equity.

4) Average liabilities divided by average shareholders' equity. Untaxed reserves have been allocated to liabilities and shareholders' equity, respectively.

5) Shareholders' equity including 72% of untaxed reserves as a % of total assets at year-end.

6) Loan losses as a % of lending to the public.

7) Cash flow from operating activities before changes in the assets and liabilities of operations.

8) Comparative figures for 2006 have been restated due to the application of legally restricted IFRS.

INCOME STATEMENTS (SEK 000s)	Note	Group 2007	Group 2006	Parent Company 2007	Parent Company 2006
Interest income	3	230 090	166 397	223 207	152 431
Leasing income	3	3 289	1 766	3 289	1 766
Interest expense	3	-74 368	-42 890	-72 291	-40 234
Dividends received	4	4 621	3 295	105 733	32 163
Commission income	5	384 134	314 101	96 775	62 375
Commission expense	6	-12 424	-11 754	-8 654	-8 116
Net profit from financial transactions	7	4 858	34 795	4 376	27 262
Other operating income	8	9 070	4 838	113 546	105 022
Operating income		**549 270**	**470 548**	**465 981**	**332 669**
General administrative costs					
Personnel costs	9	-179 014	-158 078	-131 512	-118 463
Other administrative costs		-213 617	-178 835	-118 577	-102 573
Depreciation/amortization of intangible and tangible fixed assets etc.	10	28 016	12 853	-13 185	-9 841
Other operating expenses		-39	-990	-15	-4
Operating expenses		**-364 654**	**-325 050**	**-263 289**	**-230 881**
Operating profit before loan losses		**184 616**	**145 498**	**202 692**	**101 788**
Loan losses, net	11	-47 001	-26 805	-45 290	-25 189
Impairment losses on financial assets	12	0	0	-14 970	0
Operating profit		**137 615**	**118 693**	**142 432**	**76 599**
Appropriations	13	0	0	0	-12 200
Net profit before tax		**137 615**	**118 693**	**142 432**	**64 399**
Tax on net profit for the year	14	-26 893	-23 091	-15 910	-8 786
Net profit for the year		**110 722**	**95 602**	**126 522**	**55 613**

	2007	2006
Shareholders' share of net profit for the year	110 792	95 767
Minority share of net profit for the year	-70	-165
Total	**110 722**	**95 602**

BALANCE SHEETS (SEK 000s)	Note	Group Dec. 31, 2007	Group Dec. 31, 2006	Parent Company Dec. 31, 2007	Parent Company Dec. 31, 2006
Lending to credit institutions	15, 31	603 556	382 121	538 158	308 637
Lending to the public	16, 31	1 492 053	1 467 610	1 582 417	1 458 009
Shares and participations	17	163 881	148 249	158 749	142 532
Other participations	18, 31	1 289	1 289	0	0
Shares in Group companies	19	0	0	131 086	134 812
Intangible assets	20	45 341	65 802	21 071	24 266
Tangible assets	21	24 666	20 920	14 284	11 496
Deferred tax assets	22	135 063	62 436	230	0
Other assets	23	35 659	20 259	4 124	4 034
Prepaid expenses and accrued income	24	28 460	23 767	21 344	15 244
Assets		**2 529 968**	**2 192 453**	**2 471 463**	**2 099 030**
Liabilities to credit institutions	25, 31	35 058	217 513	7 558	160 000
Deposits from the public	26	2 021 895	1 611 308	2 039 971	1 598 023
Other liabilities	27	69 379	53 554	48 613	32 003
Accrued expenses and deferred income	28	48 334	41 869	25 865	21 553
Liabilities		**2 174 666**	**1 924 244**	**2 122 007**	**1 811 579**
Provisions	22	**0**	**0**	**4 019**	**9 923**
Subordinated liabilities	29	**30 000**	**30 000**	**30 000**	**30 000**
Untaxed reserves	30	**0**	**0**	**12 200**	**12 200**
Shareholders' equity					
Minority interests		0	70		
Share capital		8 000	8 000	8 000	8 000
Statutory reserve				1 600	1 600
Reserves/Fair value reserve		11 856	25 032	10 332	25 689
Profit/ brought forward		305 446	205 107	156 783	144 426
Net profit for ther year				126 522	55 613
Shareholders' equity		**325 302**	**238 209**	**303 237**	**235 328**
Liabilities and shareholders' equity		**2 529 968**	**2 192 453**	**2 471 463**	**2 099 030**
For own liabilities, pledged assets	31	658 534	287 470	626 745	232 214
Contingent liabilities	32	5 159	4 961	5 159	48 174
Commitments	33	177 956	141 018	177 956	136 138

CHANGES IN SHAREHOLDERS' EQUITY - GROUP

Group	Minority interests	Capital contributed: Share capital	Capital contributed: Statutory reserve	Reserves: Revaluation reserve	Reserves: Translation reserve	Profit brought forward	Total shareholders' equity
Shareholders' equity, Dec. 31, 2005	0	8 000	1 600	0	0	120 521	130 121
Adjusted legally restricted IFRS			-1 600	15 468	-49	-1 181	12 638
Adjusted shareholders' equity, Dec. 31, 2005	0	8 000	0	15 468	-49	119 340	142 759
Dividends						-10 000	-10 000
Change in value, shares and participations				14 219			14 219
Change in value, deferred tax				-3 982			-3 982
Reclassification	235						235
Exchange-rate differences					-624		-624
Net profit for the year	-165					95 767	95 602
Shareholders' equity, Dec. 31, 2006	**70**	**8 000**	**0**	**25 705**	**-673**	**205 107**	**238 209**

Shareholders' equity, Dec. 31, 2006	0	8 000	10 570	0	0	194 038	212 608
Adjusted legally restricted IFRS	70		-10 570	25 705	-673	11 069	25 601
Adjusted shareholders' equity, Dec. 31, 2006	70	8 000	0	25 705	-673	205 107	238 209
Dividends						-10 000	-10 000
Change in value, shares and participations				-21 352			-21 352
Change in value, deferred tax				5 979			5 979
Amortized cost							
Lending to the public						242	242
Change in value, deferred tax						-68	-68
Adjusted deferred tax 2006						-627	-627
Exchange-rate differences					2 197		2 197
Net profit for the year	-70					110 792	110 722
Shareholders' equity, Dec. 31, 2007	**0**	**8 000**	**0**	**10 332**	**1 524**	**305 446**	**325 302**

The translation reserve includes exchange-rate differences arising from the translation of foreign Group companies and branches.
At April 30, 2008, the translation reserve was valued at zero due to the trend in the prices of shares and participations.

CHANGES IN SHAREHOLDERS' EQUITY - PARENT COMPANY

	Restricted shareholders' equity		Non-restricted equity		
Parent Company	Share capital	Statutory reserve	Fair value reserve	Profit brought forward	Total shareholders' equity
Shareholders' equity, Dec. 31, 2005	8 000	1 600	0	150 692	160 292
Adjusted legally restricted IFRS			12 450	-2 830	9 620
Adjusted shareholders' equity, Dec. 31, 20	8 000	1 600	12 450	147 862	169 912
Group contributions received				24 652	24 652
Tax effect of Group contributions received				-6 902	-6 902
Group contribution paid				-15 428	-15 428
Tax effect of Group contributions paid				4 320	4 320
Dividends				-10 000	-10 000
Change in value, shares and participations			18 388		18 388
Change in value, deferred tax			-5 149		-5 149
Exchange-rate differences				-78	-78
Net profit for the year				55 613	55 613
Shareholders' equity, Dec. 31, 2007	**8 000**	**1 600**	**25 689**	**200 039**	**235 328**

Shareholders' equity, Dec. 31, 2006	8 000	1 600	0	200 213	209 813
Adjusted legally restricted IFRS			25 689	-174	25 515
Adjusted shareholders' equity, Dec. 31, 20	8 000	1 600	25 689	200 039	235 328
Group contributions received				26 616	26 616
Tax effect of Group contributions received				-7 453	-7 453
Group contribution paid				-72 695	-72 695
Tax effect of Group contributions paid				20 355	20 355
Dividends				-10 000	-10 000
Change in value, shares and participations			-21 329		-21 329
Change in value, deferred tax			5 972		5 972
Amortized cost					
Lending to the public				242	242
Change in value, deferred tax				-68	-68
Adjusted deferred tax 2006				-627	-627
Exchange-rate differences				374	374
Net profit for the year				126 522	126 522
Shareholders' equity, Dec. 31, 2007	**8 000**	**1 600**	**10 332**	**283 305**	**303 237**

Share capital comprises 800,000 shares.
Exchange-rate differences peratin to the translation of foreign branches.
At April 30, 2008, the translation reserve was valued at zero due to the trend in the prices of shares and participations.

CASH FLOW STATEMENTS (SEK 000s)	Note	Group 2007	Group 2006	Parent Company 2007	Parent Company 2006
Operating profit before loan losses		184 616	145 498	202 692	101 788
Non-cash items:					
Anticipated dividend		0	0	-101 116	-28 900
Capital gain/impairment losses, shares and participations		-8 753	-40 836	-8 414	-33 182
Depreciation		-28 016	-12 853	13 185	9 841
Capital gain/disposal, equipment		46	864	-13	-75
Deferred tax		-6 687	4 117	-6 611	5 149
Exchange-rate difference		2 197	-624	374	-78
Other		15 981	21 390	16 392	21 480
Income taxes paid		-8 200	-11 016	-2 599	-10 335
Minority share of net profit for the year		70	165	0	0
Cash flow from operating activities before change in assets and liabilities of operations		**151 254**	**106 705**	**113 890**	**65 688**
Lending to the public		-87 810	-688 249	-114 693	-582 696
Shares and participations		-22 252	25 320	-23 160	4 635
Other assets		-20 093	3 686	-6 190	-7 288
Liabilities to credit institutions		-201 946	171 070	-152 442	160 000
Deposits from the public		410 587	469 874	425 203	473 868
Other liabilities		22 290	30 709	20 922	14 936
Change in assets and liabilities of operations		**100 776**	**12 410**	**149 640**	**63 455**
Cash flow from operating activities		**252 030**	**119 115**	**263 530**	**129 143**
Acquisition of shares in Group companies	19, 36	0	0	-11 244	-45 010
Acquisition of intangible assets		-1 475	-33 825	-8 694	-23 762
Adjustement of acquisition of intangible assets		3 987	0	3 987	0
Acquisition of tangible assets		-11 904	-10 480	-8 111	-7 024
Sale of tangible assets		110	495	53	396
Sale of shares in Group companies		0	0	0	3 256
Acquisition of deferred tax assets	36	-30 734	-15 941	0	0
Cash flow from investing activities		**-40 016**	**-59 751**	**-24 009**	**-72 144**
Liabilities to credit institutions, long-term		19 491	-9	0	0
Subordinated loan		0	30 000	0	30 000
Minority interest		-70	70	0	0
Dividend		-10 000	-10 000	-10 000	-10 000
Cash flow from financing activities		**9 421**	**20 061**	**-10 000**	**20 000**
Change in lending to credit institutions		**221 435**	**79 425**	**229 521**	**76 999**
Lending to credit institutions at the beginning of the year		382 121	302 696	308 637	231 638
Lending to credit institutions at the end of the year		**603 556**	**382 121**	**538 158**	**308 637**

Note 1 Accounting and valuation principles

The Annual Report has been prepared in accordance with the Annual Accounts Act for credit institutions and securities companies (ÅRKL/1995:1559) applying the Swedish Financial Supervisory Authority's regulations (FFFS 2006:16, 2007:6 and 2007:13) and the Swedish Financial Account Standards Council's recommendations.

Legally restricted IFRS (International Financial Reporting Standards) have been applied to both the consolidated and the Parent Company's accounts since 2007. Accordingly, the Annual Report contains restated comparative figures for 2006, for which January 1, 2006 is considered to be Svea Ekonomi's date of transition to legally restricted IFRS, see Note 40.

The effects pertain to the valuation of shares and participations and lending to the public, due to the application of IAS 39 Financial Instruments. Shares and participations (categorized as financial assets available for sale) are measured at fair value and the change in value is recognized directly in shareholders' equity in the fair value reserve, taking deferred tax into account. Lending to the public pertaining to acquired receivables (categorized as *loan receivables and accounts receivable*) are valued at amortized cost according to the effective interest method and are reported in the income statement. The effects on shareholders' equity for the Parent Company and Group are described in Note 40.

Subsidiaries that prepare their own annual reports in accordance with the Annual Accounts Act are adjusted to ÅRKL in the consolidated financial statements, whereby the item Net sales is recognized as Commission income.

All companies in the Group apply uniform accounting principles.

The accounting principles have not been changed compared with the preceding year.

All amounts in the financial statements for the Group and Parent Company are stated in SEK 000s, unless otherwise expressly indicated. The Parent Company's functional currency is SEK.

Critical assessments and important sources of uncertainty in estimates
Preparing the financial statements in accordance with legally restricted IFRS requires that company management make assessments and estimates and also make assumptions that affect the application of the accounting principles and the reported amounts of assets, liabilities, off-balance-sheet assumptions and for income and costs. These estimates and assumptions are based on past experiences and other factors that management deems to be fair and reasonable.

Certain accounting principles are deemed to be of particular importance to the Group's financial position since they are based on complex and subjective assessments and estimates on the part of management, most of which refer to circumstances that are uncertain. These critical assessments and estimates are primarily attributable to impairment testing of shares in the Group companies, goodwill and lending - for further information, see below.

Impairment testing of shares in Group companies
The acquisition values are tested annually for impairment by the Board.

Impairment testing of goodwill
Goodwill will continue to be amortized according to established plans. Significant portions are tested annually to identify any impairment. A test includes performing an analysis to determine whether the carrying amount of goodwill is fully recoverable. In determining the recoverable amount, the value in use is established, measured as the present value of expected cash flows from the cash-generating units to which goodwill has been allocated. The discount rate applied is the risk-free interest rate plus a risk factor. Forecasts of future cash flows are based on Svea Ekonomi's best estimate of future income and costs for the cash-generating units. Refer also to the section entitled Intangible assets below.

Impairment testing of lending
The most critical assessment, and the one containing the highest level of uncertainty, associated with impairment testing of lending is estimating the most probable cash flow that the customer can generate. Refer also to the section entitled Financial assets below.

Consolidated financial statements
The consolidated financial statements have been compiled in accordance with the Financial Accounting Standards Council's recommendation, applying the purchase method.

The consolidated accounts include the Parent Company and all of the companies in which the Parent Company directly or indirectly has a controlling influence. A controlling influence is deemed to exist when the participating interest amounts to at least 50% of the votes in the subsidiary, but can also be attained other than through shareholdings. In all cases, the Parent Company directly or indirectly owns all shares in the companies encompassed by the consolidated accounts. Subsidiaries are included in the consolidated accounts from the date on which the controlling influence is obtained and are excluded from the accounts from the date on which the controlling influence ceases.

All internal transactions between subsidiaries and inter-company transactions are eliminated in the consolidated accounts. The subsidiaries' accounting principles have been adjusted when necessary, to ensure that they concur with the Group's accounting principles. The equity portion of untaxed reserves is reported in shareholders' equity as "profit brought forward." The tax portion of untaxed reserves is reported as deferred tax liabilities based on the current tax rate in each country.

Subsidiaries are reported in accordance with the purchase method, meaning that acquired, identifiable assets, liabilities and contingent liabilities are measured at fair value on the acquisition date. The surplus comprising the difference between the acquisition value of the acquired participations and the total fair value of the acquired, identified net assets is reported as goodwill. If the acquisition value is less than the fair value of the subsidiary's net assets, the difference is reported directly in the income statement as reversal of negative goodwill.

The acquisition value of a subsidiary comprises the total fair value of assets provided, incurred or assumed liabilities plus costs directly attributable to the acquisition.

The foreign subsidiaries and branches are considered to be independent foreign operations and are translated in accordance with the current method - for further information, see below.

Foreign currencies

Parent Company

Assets and liabilities in foreign currencies are translated at the exchange rate applying on the balance-sheet date. Exchange-rate differences are recognized in the income statement under Net profit from financial transactions. To minimize exchange rate differences, net positions in NOK, EUR and DKK have been hedged through currency swaps/forwards as shown below. Swaps/forward contracts are translated on an ongoing basis at fair value and are recognized in the income statement under Net profit from financial transactions.

The Parent Company had the following net positions in other currencies as of December 31, 2007:

	Net position	Balance sheet date rate	Currency swap/ currency forward
NOK (000s)	417 020	1,1875	410 000
EUR (000s)	12 942	9,4415	12 000
DKK (000s)	-739	1,2705	2 000
GBP (000s)	34	12,905	-
USD (000s)	0	6,4675	-
CHF (000s)	283	5,6985	-

The effect on the net profit for the year before tax upon translation of receivables in foreign currencies amounts to negative SEK 4,038,000 (negative: 5,920,000).

Group

Assets and liabilities in foreign currencies are translated at the exchange rate applying on the balance-sheet date while the items in the income statement are translated at the average exchange rate for the year. The foreign subsidiaries prepare their accounts in the local functional currency in the country in which they conduct their operations. Exchange-rate differences arise in the translation of the subsidiaries' accounts because the exchange rate applying on the balance sheet date changes between accounting periods and because the average rate deviates from the balance sheet date rate. Exchange-rate differences attributable to the translation of subsidiaries are charged directly against the translation reserve in shareholders' equity.

Income recognition

Interest income

Interest income is accrued over the maturity of the loan in accordance with the effective interest method and deducted in arrears. Income attributable to acquired but not matured receivables is allocated up to the date of payment. Income attributable to acquired past-due stocks of receivables is recognized when payment has been received and is matched by costs attributable to these payments.

Leasing income

Leasing income is invoiced on a monthly basis in advance and is allocated.

Dividend income

Dividend income from Group companies is recognized when the right to receive payment has been established and dividends from other shares and participations is recognized when payment is received.

Commission income

Income for services rendered is recognized in the same month that the assignment was completed or the service rendered and at the value expected to be invoiced, which is performed in arrears. Subscription income is invoiced on an annual basis in advance and is accrued over the maturity of the subscription.

Net profit from financial transactions

Net profit from financial transactions comprises realized gains and unrealized changes in values of financial instruments based on the fair value of derivatives. The item also includes exchange-rate fluctuations.

Other operating income

Other operating income in the Parent Company primarily refers to the leasing of personnel and re-invoicing of other costs to other Group companies. Otherwise, the item refers to income that is not attributable to other income lines and is normally recognized after the transactions have been completed.

Remuneration to employees

Remuneration to employees in the form of salaries, paid vacation, paid sickness absence, other short-term remuneration and similar benefits and pensions is recognized as earned.

Pension commitments
The Group has only defined-contribution plans, meaning that the Group's obligations are limited to the contributions that it has undertaken to pay to an insurance company. The costs for defined-contribution pension plans are reported in the income statement in line with the benefits being vested which normally coincides with the dates on which the pension premiums are paid. The costs for special employer's contribution are allocated in line with the pension costs arising.

Leasing
Svea Ekonomi as lessor
Svea Ekonomi's leasing operations primarily encompass operational leasing and the assets involved are reported in the balance sheet as tangible assets. Leasing income is reported according to the straight-line method over the term of the leasing agreement; refer to Note 21. The leased item is depreciated in accordance with the declining balance method to the agreed residual value and is recognized in the income statement as depreciation of tangible assets.

Svea Ekonomi as lessee
All leasing agreements for own use are reported as operational leasing. Leasing charges are reported as expenses in the income statement according to the straight-line method distributed over the leasing period; refer to Note 21. Operational leasing is primarily attributable to normal agreements for the operations relating to office premises and office

Taxes
Current tax
Current tax pertains to income tax payable on the current year's taxable income.

Deferred tax
Deferred tax is calculated for tax-loss carryforwards in Group companies insofar as it is probable that the loss carryforwards will be deducted against surpluses at future taxation. Deferred tax is also calculated on temporary differences, such as changes in untaxed reserves and fair value fund. From 2007, deferred tax in the Parent Company attributable to temporary differences in foreign branches is reported.

Tax effect of Group contributions
Group contributions are reported in accordance with their financial implication directly against non-restricted shareholders' equity. The resulting tax effect is also taken into account, based on the current rate of income tax of 28%.

Financial instruments - classification of financial assets and liabilities
A financial instrument is defined as every type of agreement that gives rise to a financial asset in a company and a financial liability or equity instrument in the counterparty.

Every financial instrument within the IAS 39 framework has been classified in one of the following categories and forms the basis of how these instruments are valued in the balance sheet and how the change in the value of the instruments are reported - for further information, refer to Note 40.

Financial assets
- Financial assets measured at fair value in the income statement
- Loan receivables and accounts receivable
- Financial assets available for sale

Financial liabilities
- Financial liabilities measured at fair value in the income statement
- Other financial liabilities

Financial assets measured at fair value in the income statement
Financial assets measured at fair value in the income statement are measured at fair value. All changes in the values of these items are reported directly in the income statement under the item "Net profit from financial transactions."

Loan receivables and accounts receivable
Loan receivables and accounts receivable, which comprise financial assets that are not derivatives and that are not listed on an active market, are valued at amortized cost.

Financial assets available for sale
Financial assets available for sale are measured at fair value. Changes in fair value, apart from impairment losses, are recognized directly against revaluation reserves under shareholders' equity. Impairment losses pertaining to these assets are reported in the income statement under the item "Net profit from financial transactions." When a financial asset available for sale is sold, accumulated changes in fair value, which were previously reported under shareholders' equity, are transferred from shareholders' equity and are recognized under the item "Net profit from financial transactions" instead.

Financial liabilities measured at fair value in the income statement
Financial liabilities measured at fair value in the income statement are measured at fair value. All changes in the values of these items are recognized directly in the income statement under the item "Net profit from financial transactions."

Other financial liabilities
Other financial liabilities, which have not been classified as belonging to the category of Financial liabilities measured at fair value in the income statement, are valued at amortized cost.

Financial assets and liabilities
Financial assets in the balance sheet include lending to credit institutions, lending to the public, shares and participations, accounts receivable and derivatives instruments.

Financial liabilities include liabilities to credit institutions, deposits from the public, accounts payable, derivative instruments and subordinated liabilities.

Lending to credit institutions
Lending to credit institutions is categorized as loan receivables and accounts receivable and comprises bank balances and short-term liquid investments and is valued at amortized cost.

Lending to the public
Lending to the public is categorized as loan receivables and accounts receivable and is valued at amortized cost. The item includes lending to private individuals and companies, factoring, acquired receivables, acquired but not matured receivables and acquired past-due stocks of receivables. The acquisition values of acquired past-due stocks of receivables is expensed over their assessed maturity and is matched against payments taken up as income.
The Group monitors lending in the manner described in the separate section on Risk and capital management. Impairment testing is conducted to identify loans attributable to individual customers or groups of customers if there is objective evidence of impairment and impairment testing indicates a loss.

Impairment testing of loans attributable to individual customers
Svea Ekonomi applies individual impairment testing for lending to companies. Testing involves determining whether there is objective evidence, in the form of cases of losses or observable data, indicating that the customer's future cash flow has been affected to such an extent that full repayment, including collateral, is no longer probable. The amount of the impairment loss recognized corresponds to the amount of the anticipated loss.

Impairment testing of loans attributable to groups of customers
Svea Ekonomi applies group impairment testing for lending to private individuals that have similar risk characteristics. Testing includes an assessment of the amount of cash flow the customer is expected to generate in the future. These cash flows are subsequently discounted using an effective rate and result in a present value. Collateral received to limit the credit risk is measured at fair value. If the carrying amount of the loan exceeds the total of the present value of the expected cash flows, including the fair value of the collateral, the difference comprises an impairment loss. Impairment testing of groups of loan receivables is a temporary measure pending impairment being identified for a specific customer. Such identification occurs if the customer actually defaults or on the basis of other indicators.

Loan losses
If the impairment is not deemed to be definitive, it is reported in a reserve account showing the accumulated impairment losses. Changes in the credit risk and the accumulated impairment losses are recognized as changes in the reserve accounts and as "Loan losses, net" in the income statement. If the impairment is deemed to be definitive, it is recognized as a confirmed loan loss. Impairment is considered to be definitive when a bankruptcy petition is submitted to the borrower and the receiver in bankruptcy has presented the financial outcome of the bankruptcy proceedings, or when Svea Ekonomi waives its receivable through reconstruction or for other reasons deems the recovery of the receivable to be improbable.

Shares and participations
Shares and participations are categorized as financial assets available for sale. Shares and participations comprise listed and unlisted shares and participations, which are reported at estimated fair value against the revaluation reserve/fair value reserve under shareholders' equity.

Accounts receivable
Accounts receivable are categorized as loan receivables and accounts receivable and comprise part of "Other assets," and are valued at amortized cost.

Derivative instruments
Derivative instruments are categorized as financial assets/liabilities measured at fair value in the income statement. Changes in fair value are reported as "Net profit from financial transactions" in the income statement. If the fair value is positive, it is reported as an assets and comprises part of the item "Other assets." If the fair value is negative, the derivative instrument is reported as a liability and comprises part of the item "Other liabilities." Svea Ekonomi's derivative instruments comprise currency swaps and hedging of net positions in NOK, EUR and DKK.

Liabilities to credit institutions
Liabilities to credit institutions are categorized as other financial liabilities and valued at amortized cost. The item comprises bank loans and loans from other credit institutions.

Deposits from the public
Deposits from the public are categorized as other financial liabilities and valued at amortized cost. The item comprises deposits from both private individuals and companies.

Accounts payable
Accounts payable are categorized as other financial liabilities and valued at amortized cost. The item is part of "Other liabilities."

Subordinated liabilities
Subordinated liabilities are categorized as other financial liabilities and valued at amortized cost. The item pertains to subordinated loans from banks.

Financial guarantees
Guarantees are reported off balance sheet as contingent liabilities. In line with its being deemed necessary to realize guarantees, the item is reported as a provision in the balance sheet and a loan loss in the income statement, respectively. The provision is calculated as the discounted best estimate of the amount required to settle the guarantee in question.

Fixed assets
Fixed assets are reported at acquisition value less accumulated depreciation/amortization according to plan. Depreciation/ amortization has been calculated on the basis of the original acquisition value and is applied straight line based on the assets' useful life. All equipment for own use via leasing contracts and for rental is reported as operational leases. This also applies in the consolidated financial statements as these have marginal effects on the Group's earnings and financial position. Equipment for rental is depreciated following the declining balance method based on their contractual useful life down to the contractual residual value. Fixed assets are impaired if and when a potential impairment is assessed to be lasting.

Intangible assets
Group goodwill is amortized according to plan over 5-10 years.
Net-asset goodwill is amortized according to plan over 4-5 years.
Customer contracts are amortized according to plan over 5 years.
Negative goodwill in the Group is dissolved directly via the income statement.

Tangible assets
Buildings are depreciated according to plan over 50 years.
Computer equipment is depreciated according to plan over 4-5 years.
Other equipment is depreciated according to plan over 6-7 years.
Leased items for rental are depreciated according to plan over 1-5 years.

Financial assets
Shares in Group companies are classified as financial assets and reported at acquisition value.

Other assets and liabilities
Other assets and liabilities are reported at the acquisition value unless otherwise indicated.

Memorandum items
Assets pledged, contingent liabilities and commitments are reported in connection with the signing of contracts. For assets pledged, the carrying amount of the asset placed as collateral is reported. For contingent liabilities and commitments, the maximum guaranteed amount or the amount granted is reported.

Segments
A segment for accounting purposes is an identifiable part of the Group that provides either products or services (business segment), or products and services in a certain economic environment (geographical area), and which is exposed to risks and opportunities that differ from other segments. Svea Ekonomi views the business segments as the primary basis of division and geographical areas as the secondary basis. The business segments are Administrative and financial services (AFS) and Debt recovery. The geographical areas are Sweden, Norway, Finland, Denmark and Estonia.

Note 2 Costs and income by Group company	Parent Company 2007	2006
Costs	-1 230	-3 381
Income [1]	112 073	106 177

[1] Income has been adjusted for dividends received.

Note 3 Net interest income	Group 2007	Group 2006	Parent Company 2007	Parent Company 2006
Interest income				
Lending to credit institutions	15 438	4 063	13 440	2 613
Lending to the public, Group	0	0	2 707	4 194
Lending to the public, external	214 652	162 334	207 060	145 624
Total	230 090	166 397	223 207	152 431
Leasing income				
Leasing income, gross	3 289	1 766	3 289	1 766
Depreciation according to plan of leased items	-2 713	-1 338	-2 713	-1 338
Impairment losses on leased items	-127	0	-127	0
Total	449	428	449	428
Interest expense				
Liabilities to credit institutions	-3 601	-9 337	-1 142	-6 458
Deposits from the public, Group	0	0	-588	-464
Deposits from the public, external	-68 403	-33 553	-68 197	-33 312
Subordinated liabilities	-2 364	0	-2 364	0
Total	-74 368	-42 890	-72 291	-40 234
Net interest income	156 171	123 935	151 365	112 625

Note 4 Dividends received	Group 2007	Group 2006	Parent Company 2007	Parent Company 2006
Shares and participations	4 621	3 295	4 617	3 263
Anticipated dividend from KundGirot AB	0	0	35 560	4 292
Anticipated dividend from Svea Inkasso AB	0	0	5 000	8 323
Anticipated dividend from Avidi Ekonomi AB	0	0	7 000	0
Anticipated dividend from Svea Billing Systems AB	0	0	53 556	0
Anticipated dividend from Svea Juridiska AB	0	0	0	16 285
Total	4 621	3 295	105 733	32 163

Note 5 Commission income	Group 2007	Group 2006	Parent Company 2007	Parent Company 2006
Lending commissions	75 221	49 789	70 032	44 688
Other commissions	308 913	264 312	26 743	17 687
Total	384 134	314 101	96 775	62 375

Note 6 Commission expenses	Group 2007	Group 2006	Parent Company 2007	Parent Company 2006
Payment brokerage	-8 810	-6 467	-5 702	-3 576
Information brokerage	-551	-500	0	0
Other commissions	-3 063	-4 787	-2 952	-4 540
Total	-12 424	-11 754	-8 654	-8 116

Note 7 Net profit from financial transactions	Group 2007	Group 2006	Parent Company 2007	Parent Company 2006
Capital gain on shares and participations	8 753	40 836	8 414	33 182
Exchange-rate gains/losses	-3 895	-6 041	-4 038	-5 920
Total	4 858	34 795	4 376	27 262

Note 8 Other operating income	Group **2007**	**2006**	Parent Company **2007**	**2006**
Group	0	0	109 366	101 983
External	9 070	4 838	4 180	3 039
Total	9 070	4 838	113 546	105 022

Note 9 Personnel, etc.	Group **2007**	**2006**	Parent Company **2007**	**2006**
Wages, salaries and other remuneration				
Sweden				
to Board of Directors and President	-5 016	-3 242	-2 780	-2 508
to other employees	-69 636	-62 303	-67 331	-61 374
	-74 652	-65 545	-70 111	-63 882
Finland				
to Board of Directors and President	-2 498	-2 186	0	0
to other employees	-19 521	-15 104	-5 014	0
	-22 019	-17 290	-5 014	0
Norway				
to Board of Directors and President	-776	-762	0	0
to other employees	-24 554	-19 804	-15 876	-13 566
	-25 330	-20 566	-15 876	-13 566
Denmark				
to Board of Directors and President	-1 452	-1 436	0	0
to other employees	-3 768	-2 646	0	0
	-5 220	-4 082	0	0
Estonia				
to Board of Directors and President	0	0	0	0
to other employees	-415	-30	0	0
	-415	-30	0	0
Total	-127 636	-107 513	-91 001	-77 448
Social security expenses	-35 015	-29 918	-28 298	-24 365
Pension costs				
to Board of Directors and President	-986	-946	-458	-557
to other employees	-7 395	-6 750	-6 182	-6 046
	-8 381	-7 696	-6 640	-6 603
Other personnel costs	-7 982	-12 951	-5 573	-10 047
Total	-179 014	-158 078	-131 512	-118 463

No severance pay or pension commitments are payable to the Board and company management beyond premium-based fees.

Average number of annual employees	Group **2007**	**2006**	Parent Company **2007**	**2006**
Women	231	204	162	145
Men	139	114	99	75
Total	370	318	261	220

The average number of annual employees in the Parent Company also pertains to personnel in the branches Svea Finans NUF and Svea Ekonomi AB, in Finland. During the year, personnel were outsourced from the Parent Company to the operations conducted by Svea Inkasso AB, Svea Kreditinfo AB Juridiska AB, KundGirot AB, Svea Vat Adviser AB, Scandinavian Billing Services AB and Svea Billing Systems AB.

Number of employees	**Dec. 31, 2007**	**Dec. 31, 2006**	**Dec. 31, 2007**	**Dec. 31, 2006**
Sweden				
Women	131	143	39	42
Men	75	71	26	21
	206	214	65	63
Finland				
Women	57	48	10	0
Men	24	24	16	0
	81	72	26	0
Norway				
Women	35	28	28	20
Men	33	33	23	24
	68	61	51	44
Denmark				
Women	10	10	0	0
Men	7	7	0	0
	17	17	0	0
Estonia				
Women	2	1	0	0
Men	1	0	0	0
	3	1	0	0
Total	375	365	142	107
Board members				
Women			0	0
Men			5	5
			5	5
Of whom, external members			3	3
Company management				
Women	0	0	0	0
Men	10	10	3	2
	10	10	3	2

	Parent Company	
Sickness absence	**2007**	**2006**
Women	4,85%	4,32%
Men	2,49%	2,13%
All employees	4,11%	3,69%
29 years or younger	4,66%	3,70%
30 - 49 years	4,09%	3,96%
50 years or older	3,36%	2,75%
Of which, long-term sickness absence exceeding 60 days	1,42%	0,73%

The information regarding sickness absence refers only to personnel employees in Sweden.

	Group		Parent Company	
Other fees - auditors	**2007**	**2006**	**2007**	**2006**
Audit	2 088	693	1 266	684
Consultation	264	103	153	92
Of which, foreign Group companies	584	340		

Note 10 Depreciation/amortization, etc.	Group **2007**	**2006**	Parent Company **2007**	**2006**
Group goodwill	-6 705	-8 053	0	0
Net-asset goodwill	-8 253	-7 460	-6 913	-6 472
Customer contracts	-2 991	-312	-989	0
Building	-31	-31	0	0
Computer equipment	-2 348	-1 987	-1 742	-1 509
Other equipment	-2 783	-2 048	-701	-522
Leased items	-2 713	-1 338	-2 713	-1 338
Impairment loss, leased items	-127	0	-127	0
Reversal of negative goodwill in Group	53 967	34 082	0	0
Total	28 016	12 853	-13 185	-9 841

Note 11 Loan losses, net	Group **2007**	**2006**	Parent Company **2007**	**2006**
Year's write-off of confirmed loan losses	-1 077	-780	-1 077	-768
Reversal of previously posted provisions for probable loan losses that are reported in the annual accounts as confirmed losses	423	285	423	285
Year's provision for probable loan losses	-4 694	-3 387	-4 135	-1 971
Paid in for previous years' confirmed loan losses	170	46	170	0
Reversal of no longer required provisions for probable loan losses	907	752	907	702
Year's net cost for individually valued loan receivables	-4 271	-3 084	-3 712	-1 752
Year's write-off of confirmed loan losses	-14 951	-2 477	-11 216	-2 351
Paid in for previous years' confirmed loan losses	9 860	213	4 217	4
Provision/reversal of reserves for probable loan losses	-37 639	-21 457	-34 579	-21 090
Year's net cost for group-valued homogeneous loan receivables	-42 730	-23 721	-41 578	-23 437
Year's net cost for realization of guarantees, etc.	0	0	0	0
Year's net cost for loan losses	-47 001	-26 805	-45 290	-25 189

The loan losses are entirely attributable to lending to the public.

Note 12 Impairment losses on financial assets	Parent Company **2007**	**2006**
Impairment loss on shares in Scandinavian Billing Services Group AB	-8 370	0
Impairment loss on shares in Avidi Ekonomi AB	-6 600	0
Total	-14 970	0

Note 13 Appropriations	Parent Company **2007**	**2006**
Provision for tax allocation reserve	0	-12 200
Total	0	-12 200

	Group		Parent Company	
Note 14 Tax on net profit for the year	**2007**	**2006**	**2007**	**2006**
Tax effect of Group contributions received/paid	0	0	-12 902	2 582
Adjustment of current tax on previous years' earnings	-217	0	-217	0
Current tax on net profit for the year	-7 983	-11 016	-2 382	-10 335
Current tax expense	-8 200	-11 016	-15 501	-7 753
Temporary differences	-1 014	-3 485	-409	0
Utilization of tax-loss carryforward	-19 726	-7 604	0	0
Other	2 047	-986	0	-1 033
Deferred tax expense	-18 693	-12 075	-409	-1 033
Total	-26 893	-23 091	-15 910	-8 786

	Group		Parent Company	
	2007	**2006**	**2007**	**2006**
Net profit before tax	137 615	118 693	142 432	64 399
Tax of 28% as per current tax rate for the Parent Company	-38 532	-33 234	-39 881	-18 032
Effect of other tax rates for foreign branches and Group companies	-238	-136	-80	0
Non-deductible costs/non-taxable income/Group contributions, etc.	-7 632	2 675	24 268	9 246
Current tax on previous years' earnings	-217	0	-217	0
Utilization of tax-loss carryforward	19 726	7 604	0	0
Tax expense	-26 893	-23 091	-15 910	-8 786
Reported effective tax	19,5%	19,5%	11,2%	13,6%

		Group		Parent Company	
Note 15 Lending to credit institutions		**Dec. 31, 2007**	**Dec. 31, 2006**	**Dec. 31, 2007**	**Dec. 31, 2006**
Current assets - information on maturities					
SEK		478 192	268 020	443 885	232 792
Foreign currencies		125 364	114 101	94 273	75 845
Total		603 556	382 121	538 158	308 637
Payable on demand		603 056	367 407	538 158	294 423
Maximum of 3 months		0	0	0	0
Restricted bank funds	see Note 31	500	14 714	0	14 214
Total		603 556	382 121	538 158	308 637

As of December 31, 2007, there was no lending to credit institutions with a maturity exceeding one day, apart from restricted bank funds. Restricted bank funds have a maturity of more than one year as a rule.

	Group		Parent Company	
Note 16 Lending to the public	**Dec. 31, 2007**	**Dec. 31, 2006**	**Dec. 31, 2007**	**Dec. 31, 2006**
SEK	888 599	938 919	978 074	990 889
Foreign currencies	603 454	528 691	604 343	467 120
Total	1 492 053	1 467 610	1 582 417	1 458 009
Lending to the public, external	1 492 053	1 467 610	1 473 615	1 354 482
Lending to the public, Group	0	0	108 802	103 527
Total	1 492 053	1 467 610	1 582 417	1 458 009
Information on maturities				
Payable on demand	0	0	0	0
Maximum of 3 months	468 572	372 538	568 451	336 716
3 months - 1 year	203 312	210 313	196 905	194 682
1 year - 5 years	592 737	627 902	589 629	669 754
More than 5 years	227 432	256 857	227 432	256 857
Total	1 492 053	1 467 610	1 582 417	1 458 009

Lending to the public, external	Group Dec. 31, 2007	Group Dec. 31, 2006	Parent Company Dec. 31, 2007	Parent Company Dec. 31, 2006
Loan receivables				
Private individuals	1 253 403	1 179 514	1 230 293	1 093 368
Of which doubtful loan receivables	171 416	90 041	166 117	79 259
Companies	379 956	366 161	379 080	323 814
Of which doubtful loan receivables	20 266	16 659	20 017	12 076
Total loan receivables	1 633 359	1 545 675	1 609 373	1 417 182
Of which doubtful loan receivables	191 682	106 700	186 134	91 335
Reserve for loan receivables				
Private individuals	-121 040	-61 406	-115 741	-50 624
Companies	-20 266	-16 659	-20 017	-12 076
Total reserve for doubtful loan receivables	-141 306	-78 065	-135 758	-62 700
Carrying amount, loan receivables	1 492 053	1 467 610	1 473 615	1 354 482

Recognition of reserves for doubtful loan receivables/loan losses	Individually valued doubtful receivables	Group valued doubtful receivable	Total
Group			
Opening reserve for loan losses, January 1 2006	-14 517	-5 181	-19 698
Impairment of loan losses for the year	-3 387	-23 235	-26 622
Reversal of loan losses for the year	1 037	1 778	2 815
Changes reported in the balance sheet	-2 350	-21 457	-23 807
Provisions via acquisitions of loan receivables	0	-36 026	-36 026
Exchange-rate differences	208	1 258	1 466
Closing reserve for loan losses, December 31, 2006	-16 659	-61 406	-78 065
Impairment of loan losses for the year	-4 694	-45 490	-50 184
Reversal of loan losses for the year	1 330	7 850	9 180
Changes reported in the balance sheet	-3 364	-37 640	-41 004
Provisions via acquisitions of loan receivables	0	-17 416	-17 416
Adjustment, legally restricted IFRS 2006	0	-602	-602
Exchange-rate differences	-243	-3 976	-4 219
Closing reserve for loan losses, December 31, 2007	-20 266	-121 040	-141 306
Parent Company			
Opening reserve for loan losses, January 1 2006	-7 968	-5 181	-13 149
Impairment for loan losses during the year	-1 971	-22 414	-24 385
Reversal of loan losses for the year	987	1 324	2 311
Changes recognized in the balance sheet	-984	-21 090	-22 074
Provisions via acquisitions of loan receivables	0	-25 356	-25 356
Reserve via acquisition from Group company, Avidi Ekonomi AB	-3 160	0	-3 160
Exchange-rate differences	36	1 003	1 039
Closing reserve for loan losses, December 31, 2006	-12 076	-50 624	-62 700
Impairment for loan losses during the year	-4 135	-42 431	-46 566
Reversal of loan losses for the year	1 330	7 850	9 180
Changes recognized in the balance sheet	-2 805	-34 581	-37 386
Provisions via acquisitions of loan receivables	0	-11 717	-11 717
Reserve via acquisition from Group company, Svea Luotto OY	-5 019	-14 639	-19 658
Adjustment, legally restricted IFRS 2006	0	-602	-602
Exchange-rate differences	-117	-3 578	-3 695
Closing reserve for loan losses, December 31, 2007	-20 017	-115 741	-135 758

Note 17 Shares and participations	Group Dec. 31, 2007		Parent Company Dec. 31, 2007	
Current assets/Financial assets available for sale	Carrying amount	Fair value	Carrying amount	Fair value
Listed shares and participations				
Acquisition value	148 573		143 583	
Unrealized change in value	14 351		14 351	
Total	162 924	162 924	157 934	157 934
Unlisted shares and participations				
Acquisition value	40		0	
Impairment	-34		0	
Total	6		0	
Bonds	951	951	815	815
Total	163 881	163 875	158 749	158 749

Note 18 Other participations	Group Dec. 31, 2007	Dec. 31, 2006	Parent Company Dec. 31, 2007	Dec. 31, 2006
Fixed assets				
Opening accumulated acquisition value	1 289	1 289	0	0
Purchases/sales	0	0	0	0
Closing accumulated acquisition value	1 289	1 289	0	0
Total	1 289	1 289	0	0

Pertains to share in tenant-owner association in Sälen.

Note 19 Shares in Group companies	Parent Company Dec. 31, 2007	Dec. 31, 2006
Fixed assets		
Opening accumulated acquisition value	134 812	94 238
Acquisition Svea Finans A/S	0	1 251
Acquisition Scandinavian Billing Services Group AB	0	475
Acquisition Svea Billing Systems AB	0	6 677
Acquisition Viatel Sweden AB	0	9 900
Acquisition Finansor AB	0	26 161
Acquisition Dial IT Communications BV	0	171
Acquisition Svea Finantseerimine OÜ	25	0
Divestment Svea Finans AS	0	-4 436
Conditional shareholders' contribution, Svea Finans A/S	3 494	0
Conditional shareholders' contribution, Billing Services Group AB	7 725	375
Closing accumulated acquisition value	146 056	134 812
Opening accumulated impairment losses	0	-1 180
Sales, accumulated impairment losses	0	1 180
Impairment losses during the year	-14 970	0
Closing accumulated impairment losses	-14 970	0
Total	131 086	134 812

Note 19 Shares in Group companies, continued **Dec. 31, 2007**

	Reg. HQ	Corp. Reg. No.	Number of shares	Share	Par value	Carrying amount
KundGirot AB	Stockholm	556022-9980	50 000	100%	SEK 5,000,000	35 000
Svea Vat Adviser AB	Stockholm	556567-1327	12 000	100%	SEK 1,200,000	-
KundGirot Finans AB	Stockholm	556600-8875	175 550	100%	SEK 175,000	-
Svea Finans AB	Stockholm	556710-5878	100 000	100%	SEK 100,000	
Svea Inkasso AB	Stockholm	556214-1423	50 000	100%	SEK 5,000,000	23 000
Svea Finans AS	Oslo	980 121 798	1 106 195	100%	NOK 1,106,000	-
Svea Perintä OY	Helsinki	0800502-5	26	100%	EUR 61,000	-
Incassoservice Danmark A/S	Copenhagen/Allerød	11038484	500 000	100%	DKK 500,000	-
Svea Kreditinfo AB	Stockholm	556521-6792	15 769 936	100%	SEK 2,365,000	5 000
Svea Juridiska AB	Stockholm	556496-7254	6 475	100%	SEK 648,000	8 052
Svea Kredit AB	Stockholm	556654-2865	100	100%	SEK 100,000	100
Avidi Ekonomi AB	Stockholm	556649-0768	1 000	100%	SEK 1,000,000	1 000
Scandinavian Billing Services Group AB	Stockholm	556670-0810	1 533	100%	SEK 153,000	205
Scandinavian Billing Services AB	Stockholm	556626-5947	1 000	100%	SEK 100,000	-
Svea Billing Systems AB	Stockholm	556555-4622	10 000	100%	SEK 100,000	6 677
Viatel Sweden AB	Stockholm	556601-6571	1 000	100%	SEK 100,000	9 900
Finansor AB	Stockholm	556433-8266	1 050	100%	SEK 105,000	26 161
Svea Luotto OY	Helsinki	1789131-3	25 000	100%	EUR 200,000	11 050
Svea Osamaksurahoitus OY	Helsinki	0576671-8	155	100%	EUR 26, 000	-
Svea Finantseerimine OÜ	Tallinn	11200943	400	100%	EEK 40,000	25
Svea Finans A/S	Copenhagen/Allerød	29616116	10 000	100%	DKK 1,000,000	4 745
DialIT Communications BV	Amsterdam	33163838	180	100%	EUR 18,000	171
Total						131 086

Note 20 Intangible assets	Group **Dec. 31, 2007**	 **Dec. 31, 2006**	Parent Company **Dec. 31, 2007**	 **Dec. 31, 2006**
Goodwill - fixed assets				
Opening accumulated acquisition value	107 260	84 480	32 306	8 012
Exchange-rate difference	1 573	-1 167	1 735	-410
Acqusitions/adjustment acquisitions	-3 987	23 947	-3 987	24 704
Sales/ disposal	0	0	0	0
Closing accumulated acquisition value	104 846	107 260	30 054	32 306
Opening accumulated amortization	-52 123	-36 678	-8 040	-1 036
Sales/ disposal	0	0	0	0
Exchange-rate difference	-276	68	-576	-532
Amortization for the year	-14 958	-15 513	-6 913	-6 472
Closing accumulated amortization	-67 357	-52 123	-15 529	-8 040
Closing planned residual value	37 489	55 137	14 525	24 266
of which, Group goodwill	24 903	31 548		
Customer contracts - fixed assets				
Opening accumulated acquisition value	10 968	0	0	0
Exchange-rate difference	59	0	131	0
Acquisitions	150	10 968	7 422	0
Closing accumulated acquisition value	11 177	10 968	7 553	0
Opening accumulated amortization	-303	0	0	0
Exchange-rate difference	-31	9	-18	0
Amortization for the year	-2 991	-312	-989	0
Closing accumulated amortization	-3 325	-303	-1 007	0
Closing planned residual value	7 852	10 665	6 546	0
Total	45 341	65 802	21 071	24 266

Note 21 Tangible assets	Group Dec. 31, 2007	Group Dec. 31, 2006	Parent Company Dec. 31, 2007	Parent Company Dec. 31, 2006
Byggnad - anläggningsAssets				
Opening accumulated acquisition value	1 566	1 566	0	0
Purchases	0	0	0	0
Closing accumulated acquisition value	1 566	1 566	0	0
Opening accumulated depreciation	-59	-28	0	0
Depreciation for the year	-32	-31	0	0
Closing accumulated depreciation	-91	-59	0	0
Land - fixed assets	1 734	1 734	0	0
Closing planned residual value	3 209	3 241	0	0
Equipment - fixed assets				
Opening accumulated acquisition value	29 656	27 944	12 384	9 743
Purchases	7 108	8 684	3 595	3 883
Exchange-rate difference	84	-686	96	-62
Sales/ disposal	-1 593	-6 286	-845	-1 180
Closing accumulated acquisition value	35 255	29 656	15 230	12 384
Opening accumulated depreciation	-17 240	-17 572	-6 151	-5 140
Sales/ disposal/ purchases	1 477	3 985	845	1 012
Exchange-rate difference	237	382	-55	8
Depreciation for the year	-5 130	-4 035	-2 443	-2 031
Closing accumulated depreciation	-20 656	-17 240	-7 804	-6 151
Closing planned residual value	14 599	12 416	7 426	6 233
Leased items - fixed assets				
Opening accumulated acquisition value	6 375	4 379	6 375	4 379
Purchases	4 475	3 359	4 475	3 359
Sales/ disposal	-76	-1 363	-76	-1 363
Closing accumulated acquisition value	10 774	6 375	10 774	6 375
Opening accumulated depreciation	-1 112	-820	-1 112	-820
Sales/ disposal	36	1 046	36	1 046
Depreciation for the year	-2 713	-1 338	-2 713	-1 338
Closing accumulated depreciation	-3 789	-1 112	-3 789	-1 112
Impairment losses during the year	-127	0	-127	0
Closing carrying amount	6 858	5 263	6 858	5 263
Total	24 666	20 920	14 284	11 496

Buildings pertain in part to the office property in Åseda and in part to the property in Haninge. The tax assessment value amounts to SEK 848,000 (2006: 741,000) for the buildings and SEK 1,054,000 for land (2006: 1,032,000).

Leasingavtal och övriga hyresavtal	Group **Dec. 31, 2007**	 **Dec. 31, 2006**	Parent Company **Dec. 31, 2007**	 **Dec. 31, 2006**
Equipment used via leasing contracts:				
Acquisition value, financial leasing	0	0	0	0
Of which, contracts newly signed during the year	0	0	0	0
Of which, contracts redeemed during the year	0	0	0	0
Economic life, months	0	0	0	0
Remaining economic life, months	0	0	0	0
Leasing costs during the year	0	0	0	0
Acquisition value, operational leasing	3 956	4 042	3 956	4 042
Of which, newly signed contracts during the year	454	1 663	454	1 663
Of which, contracts redeemed during the year	-540	-616	-540	-616
Leasing costs during the year	1 199	1 181	1 078	920
Other rental agreements:				
Rental costs during the year	19 199	16 657	13 394	11 667
Future leasing and rental payments as lessee				
Within one year	20 819	15 238	13 965	11 008
Between one and five years	23 972	14 701	15 078	5 721
Later than five years	1 977	2 082	0	0
Future leasing and rental payments as lessor				
Within one year	2 569	1 137	2 569	1 137
Between one and five years	5 004	3 102	5 004	3 102
Later than five years	0	0	0	0

Note 22 Deferred tax assets/provisions	Group **Dec. 31, 2007**	 **Dec. 31, 2006**	Parent Company **Dec. 31, 2007**	 **Dec. 31, 2006**
Fixed assets				
Lending to the public	0	68	0	68
Tangible assets	519	734	230	0
Intangible assets	3 045	1 590	0	0
Other assets	523	108	0	0
Tax-loss carryforward	138 411	73 436	0	0
Accrued expenses	0	80	0	0
Deferred tax assets	142 498	76 016	230	68
Other	0	-37	0	0
Fair value reserve	-4 019	-9 998	-4 019	-9 991
Untaxed reserves	-3 416	-3 545	0	0
Deferred tax liabilities	-7 435	-13 580	-4 019	-9 991
Total	135 063	62 436	-3 789	-9 923
Lending to the public	0	-1 033	0	-1 033
Tangible assets	-904	11	-409	0
Intangible assets	1 489	-109	0	0
Other assets	401	66	0	0
Tax-loss carryforward	-19 726	-7 604	0	0
Accrued expenses	-82	82	0	0
Untaxed reserves	129	-3 488	0	0
Change reported in income statement	-18 693	-12 075	-409	-1 033
Change in deferred tax, fair value reserve	5 979	-3 982	5 972	-5 149
Change in deferred tax, lending to the public	-68	0	-68	0
Adjustment, deferred tax assets, 2006	627	0	627	0
Exchange-rate differences	81	-135	12	0
Reported directlty against shareholders' equity	6 619	-4 117	6 543	-5 149
Acquired deferred tax assets	84 701	50 117	0	0
Acquired deferred tax liabilities	0	-94	0	0
Total change	72 627	33 831	6 134	-6 182

On December 31, 2007, the Group had unutilized tax-loss carryforwards amounting to SEK 496,929,000, of which SEK 0 derived from the Parent Company. A deferred tax asset amounting to SEK 138,411,000 has been recognized pertaining to these carryforwards.

Note 23 Other assets	Group Dec. 31, 2007	Group Dec. 31, 2006	Parent Company Dec. 31, 2007	Parent Company Dec. 31, 2006
Current assets				
Accounts receivable	22 552	8 640	3 152	1 524
Current tax assets	1 191	1 473	294	0
Positive value of currency swaps	0	2 114	0	2 114
Other	11 916	8 032	678	396
Total	35 659	20 259	4 124	4 034

Note 24 Prepaid expenses and accrued income	Group Dec. 31, 2007	Group Dec. 31, 2006	Parent Company Dec. 31, 2007	Parent Company Dec. 31, 2006
Current assets				
Interest income	10 353	5 734	11 582	5 757
Commission income	8 295	8 046	1 888	3 295
Rental/subscription costs	4 139	3 446	3 944	3 150
Other expenses	5 673	6 541	3 930	3 042
Total	28 460	23 767	21 344	15 244

Note 25 Liabilities to credit institutions	Group Dec. 31, 2007	Group Dec. 31, 2006	Parent Company Dec. 31, 2007	Parent Company Dec. 31, 2006
Current liabilities/long-term liabilities				
SEK	26 235	160 739	5	160 000
Foreign currencies	8 823	56 774	7 553	0
Total	35 058	217 513	7 558	160 000
Bank loans	730	739	0	0
Granted credit facilities	573 978	270 663	547 208	210 000
Unutilized credit facilities	-539 650	-53 889	-539 650	-50 000
Total	35 058	217 513	7 558	160 000
Maturity information				
Maximum of 3 months	9 060	216 776	7 558	160 000
3 months - 1 year	5 776	6	0	0
1 year - 5 years	19 534	34	0	0
More than 5 years	688	697	0	0
Total	35 058	217 513	7 558	160 000

On May 15, 2007, an extended syndicated credit facility totaling SEK 450 M was signed for the Parent Company.

Note 26 Deposits from the public	Group Dec. 31, 2007	Group Dec. 31, 2006	Parent Company Dec. 31, 2007	Parent Company Dec. 31, 2006
Current liabilities				
SEK	1 942 036	1 546 279	1 948 387	1 550 740
Foreign currencies	79 859	65 029	91 584	47 283
Total	2 021 895	1 611 308	2 039 971	1 598 023
Deposits from the public, external	2 021 895	1 611 308	1 996 436	1 576 463
Deposits from the public, Group	0	0	43 535	21 560
Total	2 021 895	1 611 308	2 039 971	1 598 023
of which, funds managed on behalf of the company	42 244	38 567	42 893	30 686
of which, funds managed on behalf of private individuals	1 776 847	1 422 894	1 776 847	1 422 894

	Group		Parent Company	
Note 26 Deposits from the public, continued	**Dec. 31, 2007**	**Dec. 31, 2006**	**Dec. 31, 2007**	**Dec. 31, 2006**
Maturity information				
Payable on demand	1 779 762	1 443 291	1 823 297	1 447 960
Maximum of 3 months	242 133	168 017	216 674	150 063
3 months - 1 year	0	0	0	0
1 year - 5 years	0	0	0	0
Total	2 021 895	1 611 308	2 039 971	1 598 023

	Group		Parent Company	
Note 27 Other liabilities	**Dec. 31, 2007**	**Dec. 31, 2006**	**Dec. 31, 2007**	**Dec. 31, 2006**
Current liabilities				
Accounts payable	20 809	16 965	12 247	8 588
Tax liability	3 737	9 186	0	8 934
Negative value of currency swaps	7 977	0	7 977	0
Other	36 856	27 403	28 389	14 481
Total	69 379	53 554	48 613	32 003

	Group		Parent Company	
Note 28 Accrued expenses and deferred income	**Dec. 31, 2007**	**Dec. 31, 2006**	**Dec. 31, 2007**	**Dec. 31, 2006**
Current liabilities				
Interest income	982	1 652	982	1 343
Leasing income	213	137	213	137
Interest expense	252	956	252	930
Subscription income, etc.	3 426	2 549	768	670
Personnel costs	23 641	19 338	17 926	13 717
Other costs	19 820	17 237	5 724	4 756
Total	48 334	41 869	25 865	21 553

	Group		Parent Company	
Note 29 Subordinated liabilities	**Dec. 31, 2007**	**Dec. 31, 2006**	**Dec. 31, 2007**	**Dec. 31, 2006**
Subordinated loan, interest rate STIBOR 3 month + 4%	30 000	30 000	30 000	30 000
Total	30 000	30 000	30 000	30 000

The loan matures in six years and is due in its entirety on December 21, 2012. The costs for the subordinated loan for the year amounted to SEK 2,364,000.

	Parent Company	
Note 30 Untaxed reserves	**Dec. 31, 2007**	**Dec. 31, 2006**
Tax allocation reserve, 2007 tax assessment	12 200	12 200
Total	12 200	12 200

	Group		Parent Company	
Note 31 For own liabilities, assets pledged	**Dec. 31, 2007**	**Dec. 31, 2006**	**Dec. 31, 2007**	**Dec. 31, 2006**
For guarantees provided by bank				
Lending to credit institutions - part of	1 688	850	1 188	350
Shares and participations - part of	0	1 213	0	0
For the subsidiary Svea Rahoitus OY's liabilities to credit institutions				
Lending to credit institutions - part of	0	13 864	0	13 864
For liabilities to credit institutions				
Chattel mortgages	30 000	215 202	0	160 000
Lending to credit institutions	55 744	0	55 744	0
Lending to the public	569 813	0	569 813	0
Other participations	1 289	1 289	0	0
Shares in Group companies	0	55 052	0	58 000
Total	658 534	287 470	626 745	232 214

	Group		Parent Company	
Note 32 Contingent liabilities	**Dec. 31, 2007**	**Dec. 31, 2006**	**Dec. 31, 2007**	**Dec. 31, 2006**
Guarantees for Svea Luotto OY	0	0	0	43 213
Guratantees, other	5 159	4 961	5 159	4 961
Total	5 159	4 961	5 159	48 174

	Group		Parent Company	
Note 33 Commitments	**Dec. 31, 2007**	**Dec. 31, 2006**	**Dec. 31, 2007**	**Dec. 31, 2006**
Granted credit	1 811 366	1 655 651	1 787 378	1 554 217
Disbursed credit	-1 633 410	-1 514 633	-1 609 422	-1 418 079
Non-disbursed credit	177 956	141 018	177 956	136 138
Of which, risk weighting at 0%	177 956	141 018	177 956	136 138

Pertains to external lending to the public before provision for loan losses.

Note 34 Capital adequacy analysis - Basel I

Under the Swedish FSA regulations, the company shall calculate risk-weighted amounts in other activities which, up to December 31. 2007, shall be covered by a capital adequacy of 8% under the Basel I rules. Risks have been weighted as per the following criteria.

Items in the balance sheet:

Group A - risk weighting 0%
Pertains to intangible assets, and shares in or lending to companies included in the same financial corporate group.
Group B - risk weighting 20%
Pertains to lending to credit institutions.
Group C - risk weighting 50%
The company has no items in the balance sheet for which risk weighting is performed in this group.
Group D - risk weighting 100%
Pertains to total assets in accordance with the balance sheet except for items that are risk-weighted in Groups A-C above and accrued exchange gains on derivative instruments.

Items off the balance sheet:

Group A - risk weighting 0%
Pertains to commitments for granted, unutilized credit lines that can be withdrawn without previous notice.
Group B - risk weighting 20%
The company has no items off the balance sheet for which risk weighting is done in this group.
Group C - risk weighting 50%
Pertains to commitments for granted, unutilized credit lines with a maturity exceeding one year and which are elegally binding.
Group D - risk weighting 100%
Pertains to contingent liabilities for guarantees provided that are linked to the granting of credit.
Derivative contracts tied to exchange rates - risk weighting 20%
Pertains to 1% of nominal amounts for currency swaps and accrued exchange gains on them.
Exchange-rate risks - risk weighting 100%
Pertains to net positions in foreign currencies.

Capital adequacy for the Parent Company	Dec. 31, 2007	Dec. 31, 2006
Shareholders' equity	303 237	235 328
Less, fair value reserve	-10 332	-25 689
72% of untaxed reserves	8 784	8 784
Proposed dividends	-15 000	-10 000
Less, intangible assets	-21 071	-24 266
Less, deferred tax assets	-230	0
Total core capital	265 388	184 157
Subordinated loan	24 000	30 000
Fair value reserve	10 332	25 689
Total supplementary capital	34 332	55 689
Total core and supplementary capital	299 720	239 846
Deductions in accordance with Chapter 7, Section 11 of the Swedish Banking and Financing Business Act (2004:297).	0	0
Capital base	299 720	239 846
Risk-weighted amount	2 019 810	1 836 196
Capital adequacy ratio, %	14,84%	13,06%

Under the Swedish FSA regulations, the capital adequacy ratio shall amount to at least 8%. Comparative figures for December 31, 2006 have been restated due to the application of legally restricted IFRS. Under the previous accounting principles, the capital adequacy ratio on December 31, 2006 amounted to 11.57%.

Risk-weighted amounts pertaining to risks in other operations		Dec. 31, 2007		Dec. 31, 2006	
Items in balance sheet		Investment	Risk weighted	Investment	Risk weighted
Group A	0%	54 657	0	82 326	0
Group B	20%	538 158	107 632	308 637	61 727
Group C	50%	0	0	0	0
Group D	100%	1 878 648	1 878 648	1 705 953	1 705 953
Total		2 471 463	1 986 279	2 096 915	1 767 680
Items off balance sheet					
Group A	0%	177 956	0	136 138	0
Group B	20%	0	0	0	0
Group C	50%	0	0	0	0
Group D	100%	5 159	5 159	48 174	48 174
Sub-total		183 115	5 159	184 312	48 174
Derivative contracts tied to exchange rates	20%	5 947	1 189	6 953	1 391
Total			6 348		49 565
Total risk-weighted amounts for credit risks			1 992 628		1 817 245
Current risks			27 183		18 952
Total risk-weighted amounts			2 019 810		1 836 196

Capital adequacy for the financial corporate group	Dec. 31, 2007	Dec. 31, 2006
Shareholders' equity	311 162	244 477
Less, fair value reserve	-10 332	-25 689
72% of untaxed reserves	0	0
Proposed dividends	-15 000	-10 000
Less, intangible assets	-15 710	-25 826
Less, deferred tax assets	-1 917	0
Total core capital	268 203	182 962
Subordinated loan	24 000	30 000
Fair value reserve	10 332	25 689
Total supplementary capital	34 332	55 689
Total core and supplementary capital	302 535	238 651
Deductions in accordance with Chapter 7, Section 11 of the Swedish Banking and Financing Business Act (2004:297).	0	0
Capital base	302 535	238 651
Risk-weighted amount	2 059 805	1 920 443
Capital adequacy ratio, %	14,69%	12,43%

Under the Swedish FSA regulations, the capital adequacy ratio shall amount to at least 8%. Comparative figures for December 31, 2006 have been restated due to the application of legally restricted IFRS. Under the previous accounting principles, the capital adequacy ratio on December 31, 2006 amounted to 10.99%.

Risk-weighted amounts pertaining to risks in other operations		Dec. 31, 2007		Dec. 31, 2006	
Items in balance sheet		Investment	Risk weighted	Investment	Risk weighted
Group A	0%	17 627	0	25 826	0
Group B	20%	543 534	108 707	325 168	65 034
Group C	50%	0	0	0	0
Group D	100%	1 897 123	1 897 123	1 817 441	1 817 441
Total		2 458 284	2 005 830	2 168 435	1 882 475
Items off balance sheet					
Group A	0%	177 956	0	141 018	0
Group B	20%	0	0	0	0
Group C	50%	0	0	0	0
Group D	100%	5 159	5 159	4 961	4 961
DelTotal		183 115	5 159	145 979	4 961
Derivative contracts tied to exchange rates	20%	5 947	1 189	6 953	1 391
Total			6 348		6 352
Total risk-weighted amounts for credit risks			2 012 178		1 888 826
Currency risks			47 627		31 617
Total risk-weighted amounts			2 059 805		1 920 443

The financial corporate group during the year comprised Svea Ekonomi AB with the branches Svea Finans NUF (Norway)and Svea Ekonomi AB branch in Finland, and the subsidiaries Svea Luotto OY (Finland), Svea Osamaksurahoitus OY (Finland), Svea Finantseerimine OÜ (Estonia) and Svea Finans A/S (Denmark).

Note 35 Capital adequacy analysis - Basel II

The capital adequacy regulations express the legislator's view of the amount of the capital base that a credit-market company is required to have in relation to the level of risk assumed by the credit-market company. The new capital adequacy regulations (Basel II) came into effect on February 1, 2007. In accordance with the Swedish Capital Adequacy and Large Exposures (Credit Institutions and Securities Companies) Act, the capital base is, as a minimum, to correspond to the total capital requirement for credit risks, market risks and operational risks. Accordingly, the leverage ratio, meaning the capital base divided by the capital requirement, is to exceed 1. These regulations apply to both individual institutions and, where applicable, to financial corporate groups. The target for Svea Ekonomi AB and the financial corporate group is a leverage ratio of at least 1.2. The Board's decisions on dividend proposals take into account such factors as distributable earnings, market situation and other capital requirements as well as other issues that the Board deems to be relevant. The risk capital requirements of the operations are determined through the company's internal capital adequacy assessment process (ICAAP).

Capital base
Capital base refers to the total of core and supplementary capital, after deductions. core capital is defined as the capital which almost corresponds to paid capital and certain reserves. Earnings may only be included after deductions for proposed dividends. Intangible assets and deferred tax liabilities are not included in core capital. Supplementary capital comprises timed subordinated loans, which with a remaining maturity of less than five years may be reported in amounts corresponding to a maximum of 20% of the par value for every full-year remaining until the date of maturity. Supplementary capital also includes a revaluation reserve for shares and participations measured at fair value. The capital base is increased annually with Group contributions and dividends from subsidiaries.

Minimum capital requirements - Pillar 1
The legal requirement for credit risk, market risk and operational risks is found in Pillar 1.
Credit risks - Svea Ekonomi applies the Standardized Approach for calculating credit risk.
Operational risks - Svea Ekonomi applies the Basic Indicator Approach entailing that the capital requirement is calculated at 15% of an average of operating income in the three most recent years, adjusted for received dividend income from Group companies.
Market risks - Svea Ekonomi uses the Swedish SFA's standardized model.

Capital adequacy assessment and risk management - Pillar 2
The Pillar 2 regulations entail that an institution shall have a process for assessing its total capital requirements in relation to its risk profile and a strategy to maintain the capital level for which the Board is responsible for establishing the risk tolerance of the institution. This process is known as the internal capital adequacy assessment process (ICAAP). All material risks are to be identified, measured and reported in the ICAAP. The assessment focuses in particular on the risks that are not managed under Pillar 1. Certain risks are to be covered by capital, meaning that the institution is expected to possess a larger capital base than the minimum level specified by Pillar 1 below.

Publication of information - Pillar 3
Information to be published primarily includes more detailed information about credit risks and information on models and data used to calculate the Pillar 1 requirements and is available at www.sveaekonomi.se.

Comparative figures for December 31, 2006 have been restated as a result of the application of legally restricted IFRS.

For more information on risk and capital management, refer to pages 4-6.

Capital adequacy for the Parent Company	**Dec. 31, 2007**	**Dec. 31, 2006**
Capital base	299 720	239 846
Capital requirements	181 924	146 896
Capital surplus	117 796	92 951
Leverage ratio	1,65	1,63
Core capital ratio	1,46	1,25
Shareholders' equity	303 237	235 328
Less, fair value reserve	-10 332	-25 689
72% of untaxed reserves	8 784	8 784
Proposed dividends	-15 000	-10 000
Less, intangible assets	-21 071	-24 266
Less, deferred tax assets	-230	0
Total core capital	265 388	184 157
Subordinated loan	24 000	30 000
Fair value reserve	10 332	25 689
Total supplementary capital	34 332	55 689
Total core and supplementary capital	299 720	239 846
Deductions in accordance with Chapter 7, Section 11 of the Swedish Banking and Financing Business Act (2004:297).	0	0
Capital base	**299 720**	**239 846**

	Basel II		Basel I	
	Dec. 31, 2007		Dec. 31, 2006	
Credit risks	Risk-weighted	Capital requirements	Risk-weighted	Capital requirements
Exposures to institutions	108 821	8 706	63 118	5 049
Exposures to corporates	455 463	36 437	416 429	33 314
Retail exposures	835 914	66 873	1 042 744	83 420
Other exposures	313 792	25 103	294 953	23 596
Capital requirements for credit risks, 8 %	1 713 990	**137 119**	1 817 244	**145 380**
Market risks				
Currency risks	27 183	2 175	18 952	1 516
Capital requirements for market risks, 8 %	27 183	**2 175**	18 952	**1 516**
Operational risks				
Operating income 2005	183 968			
Operating income 2006	303 769			
Operating income 2007	364 865			
Income indicator: Average operating income for the past three years	284 201	42 630		
Capital requirements for operational risks, 15 %	284 201	**42 630**		
Totalt capital requirements		**181 924**		**146 896**

Capital adequacy for financial corporate group	**Dec. 31, 2007**	**Dec. 31, 2006**
Capital base	302 535	238 651
Capital requirements	185 939	153 635
Capital surplus	116 596	85 016
Leverage ratio	1,63	1,55
Core capital ratio	1,44	1,19
Shareholders' equity	311 162	244 477
Less, fair value reserve	-10 332	-25 689
72% of untaxed reserves	0	0
Proposed dividends	-15 000	-10 000
Less, intangible assets	-15 710	-25 826
Less, deferred tax assets	-1 917	0
Total core capital	268 203	182 962
Subordinated loan	24 000	30 000
Fair value reserve	10 332	25 689
Total supplementary capital	34 332	55 689
Total core and supplementary capital	302 535	238 651
Deductions in accordance with Chapter 7, Section 11 of the Swedish Banking and Financing Business Act (2004:297).	0	0
Capital base	**302 535**	**238 651**

		Basel II Dec. 31, 2007		Basel I Dec. 31, 2006
Credit risks	Risk-weighted	Capital requirements	Risk-weighted	Capital requirements
Exposures to institutions	109 896	8 792	66 424	5 314
Exposures to corporates	456 090	36 487	414 876	33 190
Retail exposures	849 272	67 942	1 118 108	89 449
Other exposures	313 829	25 106	289 418	23 153
Capital requirements for credit risks, 8 %	1 729 088	**138 327**	1 888 826	**151 106**
Market risks				
Currency risks	47 627	3 810	31 617	2 529
Capital requirements for market risks, 8 %	47 627	**3 810**	31 617	**2 529**
Operational risks				
Operating income 2005	183 968			
Operating income 2006	317 375			
Operating income 2007	374 703			
Income indicator: Average operating income for the past three years	292 015	43 802		
Capital requirements for operational risks, 15 %	292 015	**43 802**		
Totalt capital requirements		**185 939**		**153 635**

The financial corporate group during the year comprised Svea Ekonomi AB with the branches Svea Finans NUF (Norway) and Svea Ekonomi AB branch in Finland, and the subsidiaries Svea Luotto OY (Finland), Svea Osamaksurahoitus OY (Finland), Svea Finantseerimine OÜ (Estonia) and Svea Finans A/S (Denmark).

Note 36 Acquisitions of shares in Group companies

	Carrying amount in the company for acquisitions	Adjustment	Fair value reported in the Group
On May 8, 2007, the subsidiary KundGirot AB acquired all of the shares in Svea Finans AB (formally Nyholmenkvarnen 1 AB).			
Lending to credit institutions	827		827
Deferred tax assets		84 701	84 701
Net assets	827	84 701	85 528
Negative Group goodwill			-53 967
Purchase consideration paid including acquisition costs			31 561
Lending to credit institutions in the acquired company			827
Impact on the Group's lending to credit institutions			-30 734
In 2006, 75% of the shares in Scandinavian Billing Services Group AB were acquired.			
Lending to credit institutions	158		158
Other assets	2 892		2 892
Liabilities	-2 718		-2 718
Net assets	332		332
Group goodwill			143
Purchase consideration paid including acquisition costs			475
Lending to credit institutions in the acquired company			158
Impact on the Group's lending to credit institutions			-317
In 2006, Svea Billing Systems AB. was acquired.			
Lending to credit institutions	144		144
Deferred tax assets		17 352	17 352
Other assets	13		13
Net assets	157	17 352	17 509
Negative Group goodwill			-10 832
Purchase consideration paid including acquisition costs			6 677
Lending to credit institutions in the acquired company			144
Impact on the Group's lending to credit institutions			-6 533
In 2006, Viatel Sweden AB was acquired.			
Lending to credit institutions	3 618		3 618
Other assets	3 786		3 786
Liabilities	-6 942		-6 942
Deferred tax liabilities	-57		-57
Net assets	405		405
Customer contracts			9 495
Purchase consideration paid including acquisition costs			9 900
Lending to credit institutions in the acquired company			3 618
Impact on the Group's lending to credit institutions			-6 282

Note 36 Acquisitions of shares in Group companies, continued

	Carrying amount in the company for acquisitions	Adjustment	Fair value reported in the Group
In 2006, Finansor AB was acquired.			
Lending to credit institutions	23 023		23 023
Deferred tax assets		11 233	11 233
Other assets	223		223
Liabilities	-70		-70
Net assets	23 176	11 233	34 409
Negative Group goodwill			-8 248
Purchase consideration paid including acquisition costs			26 161
Lending to credit institutions in the acquired company			23 023
Impact on the Group's lending to credit institutions			-3 138
The subsidiary KundGirot AB acquired all of the shares in Kundgirot Finans AB in 2006.			
Lending to credit institutions	40		40
Deferred tax assets		20 837	20 837
Other assets	75 218		75 218
Net assets	75 258	20 837	96 095
Negative Group goodwill			-15 002
Purchase consideration paid including acquisition costs			81 093
Lending to credit institutions in the acquired company			40
Impact on the Group's lending to credit institutions			-81 053
The subsidiary Svea Finans AS acquired all of the shares in Acme Associates AS in 2006.			
Lending to credit institutions	387		387
Deferred tax assets		658	658
Other assets	1 303		1 303
Liabilities	-1 802		-1 802
Net assets	-112	658	546
Purchase consideration paid including acquisition costs			546
Lending to credit institutions in the acquired company			387
Impact on the Group's lending to credit institutions			-159

Other acquisitions in 2006 pertain to ready-made companies.

Note 37 Information by business segment	AFT	Inkasso	Eliminering	Total
Group 2007				
Interest income	230 790	2 543	-3 243	230 090
Leasing income	3 289	0	0	3 289
Interest expense	-74 086	-3 522	3 240	-74 368
Dividends received	9 617	4	-5 000	4 621
Commission income	153 087	221 120	9 927	384 134
Commission expense	-9 745	-2 687	8	-12 424
Net profit from financial transactions	4 372	481	5	4 858
Other operating income	94 016	-329	-84 617	9 070
Total operating income	**411 340**	**217 610**	**-79 680**	**549 270**
Operating expenses	-306 664	-187 125	75 168	-418 621
Operating profit before loan losses	**104 676**	**30 485**	**-4 512**	**130 649**
Loan losses, net	-47 001	0	0	-47 001
Operating profit	**57 675**	**30 485**	**-4 512**	**83 648**
Group 2006				
Interest income	166 836	721	-1 160	166 397
Leasing income	1 766	0	0	1 766
Interest expense	-42 668	-1 515	1 293	-42 890
Dividends received	11 586	32	-8 323	3 295
Commission income	105 250	200 868	7 983	314 101
Commission expense	-9 762	-1 992	0	-11 754
Net profit from financial transactions	27 353	7 442	0	34 795
Other operating income	85 226	1 999	-82 387	4 838
Total operating income	**345 587**	**207 555**	**-82 594**	**470 548**
Operating expenses	-260 210	-174 456	75 534	-359 132
Operating profit before loan losses	**85 377**	**33 099**	**-7 060**	**111 416**
Loan losses, net	-26 805	0	0	-26 805
Operating profit	**58 572**	**33 099**	**-7 060**	**84 611**
Group 2007				
Assets	2 522 452	152 678	-145 162	2 529 968
Liabilities and provisions	2 171 519	147 678	-114 531	2 204 666
Group 2006				
Assets	2 172 649	103 794	-83 990	2 192 453
Liabilities and provisions	1 908 529	95 400	-49 685	1 954 244
Group 2007				
Investments in tangible and intangible assets	5 950	3 442	0	9 392
Depreciation/amortization	-19 333	-7 106	488	-25 951
Group 2006				
Investments in tangible and intangible assets	40 939	3 366	0	44 305
Depreciation/amortization	-16 266	-6 093	1 130	-21 229

The business segments are divided into administrative and financial services (AFS) and debt recovery.
Operating profit before loan losses within AFS in 2007 and 2006 have been adjusted for the reversal of negative goodwill.

Note 38 Information by geographical area	Sverige	Norge	Finland	Danmark	Estland	Eliminering	Total
Group 2007							
Interest income	135 227	64 376	28 651	343	1 493	0	230 090
Leasing income	3 289	0	0	0	0	0	3 289
Interest expense	-72 629	-352	-1 129	-260	0	2	-74 368
Dividends received	4 621	0	0	0	0	0	4 621
Commission income	242 098	69 504	50 866	11 943	0	9 723	384 134
Commission expense	-9 028	-1 794	-1 228	-376	-6	8	-12 424
Net profit from financial transactions	4 242	-3	294	0	0	325	4 858
Other operating income	7 046	1 989	23	12	0	0	9 070
Total operating expenses	**314 866**	**133 720**	**77 477**	**11 662**	**1 487**	**10 058**	**549 270**
Group 2006							
Interest income	115 654	35 202	15 081	327	449	-316	166 397
Leasing income	1 766	0	0	0	0	0	1 766
Interest expense	-40 136	-200	-2 476	-132	0	54	-42 890
Dividends received	3 295	0	0	0	0	0	3 295
Commission income	206 838	51 755	38 801	10 534	0	6 173	314 101
Commission expense	-8 885	-1 990	-878	-1	0	0	-11 754
Net profit from financial transactions	35 225	0	7	0	0	-437	34 795
Other operating income	2 378	2 506	0	0	0	-46	4 838
Total operating expenses	**316 135**	**87 273**	**50 535**	**10 728**	**449**	**5 428**	**470 548**
Group 2007							
Assets	2 754 669	580 983	205 767	16 708	18 109	-1 046 268	2 529 968
Group 2006							
Assets	2 249 193	497 772	155 209	14 121	7 586	-731 428	2 192 453

Division into geographical areas is performed on the basis of where the customers are located and covers Sweden, Norway, Finland, Denmark and Estonia.

Note 39 Assets and liabilities in SEK 000s by underlying currency

Group , Dec. 31, 2007	SEK	NOK	EUR	DKK	EEK	Other	Total
Lending to credit institutions	478 192	84 218	32 325	5 464	474	2 883	603 556
Lending to the public	888 599	471 112	113 412	1 465	17 465	0	1 492 053
Other assets	374 998	13 457	24 671	21 039	194	0	434 359
Total assets	1 741 789	568 787	170 408	27 968	18 133	2 883	2 529 968
Liabilities to credit institutions	26 235	0	7 553	1 270	0	0	35 058
Deposits from the public	1 942 036	58 682	19 327	852	169	829	2 021 895
Other liabilities	89 024	15 434	11 637	1 513	105	0	117 713
Subordinated liabilities	30 000	0	0	0	0	0	30 000
Shareholders' equity	326 537	3 880	5 081	-10 088	-108	0	325 302
Total liabilities and shareholders' equity	2 413 832	77 996	43 598	-6 453	166	829	2 529 968
Currency swaps	0	-480 496	-111 775	-2 466	0	0	-594 737
Net position	-672 043	10 295	15 035	31 955	17 967	2 054	-594 737
Parent Company, Dec. 31, 2007							
Lending to credit institutions	443 885	69 904	21 456	30	0	2 883	538 158
Lending to the public	978 074	472 727	131 125	491	0	0	1 582 417
Other assets	318 545	19 372	12 971	0	0	0	350 888
Total assets	1 740 504	562 003	165 552	521	0	2 883	2 471 463
Liabilities to credit institutions	5	0	7 553	0	0	0	7 558
Deposits from the public	1 948 387	57 216	32 080	1 459	0	829	2 039 971
Other liabilities	61 234	9 543	3 701	0	0	0	74 478
Provisions	4 019	0	0	0	0	0	4 019
Subordinated liabilities	30 000	0	0	0	0	0	30 000
Untaxed reserves	12 200	0	0	0	0	0	12 200
Shareholders' equity	294 045	6 185	3 007	0	0	0	303 237
Total liabilities, provisions and shareholders' equity	2 349 890	72 944	46 341	1 459	0	829	2 471 463
Currency swaps	0	-480 496	-111 775	-2 466	0	0	-594 737
Net position	-609 386	8 563	7 436	-3 404	0	2 054	-594 737

Note 40 Accounting in accordance with legally restricted IFRS

As of January 1, 2007, Svea Ekonomi prepares its financial statements in accordance with legally restricted International Financial Reporting Standards (IFRS). Accordingly, the 2007 Annual Report and interim reports contain restated comparative figures for 2006, whereby January 1, 2006 is considered to be Svea Ekonomi's transition date to legally restricted IFRS.

Legally restricted IFRS is applied to the Parent Company and the financial corporate group and is the Swedish FSA's adaptation to annual accounting legislation and the Swedish Financial Accounting Standards Council's recommendation RR 32. The figures below have been adjusted to the latest version, RR 32:06. Under IFRS, new rules apply to the preparation of acquisition analyses. Under legally restricted IFRS, goodwill will continue to be amortized. Shares and participations will be recognized at fair value, where the said value can be reliably obtained. The reporting of amortized costs of acquired receivables is calculated according to the effective interest method, in which the carrying amount for every portfolio consists of the present value of all anticipated future cash flows discounted with an effective interest rate. The total estimated effects of legally restricted IFRS on the income statement and balance sheet for 2006, including the effect on deferred tax, compared with previously applied accounting principles, are presented below. The transition to legally restricted IFRS is a requirement for the operations requiring permits conducted in the Parent Company and the financial corporate group.

PARENT COMPANY BALANCE SHEET (SEK 000s)	As per applied principles Dec. 31, 2005	Adjustments: Shares and participations	Adjustments: Acquired receivables	As per legally restricted IFRS Jan. 1, 2006
Assets				
Lending to the public	887 924		-3 931	883 993
Shares and participations	83 454	17 292		100 746
Other assets	351 824			351 824
Assets	**1 323 202**	**17 292**	**-3 931**	**1 336 563**
Liabilities	**1 162 910**			**1 162 910**
Provisions	**0**	**4 842**	**-1 101**	**3 741**
Shareholders' equity	**160 292**	**12 450**	**-2 830**	**169 912**
Liabilities and shareholders' equity	**1 323 202**	**17 292**	**-3 931**	**1 336 563**

OPENING BALANCE LEGALLY RESTRICTED IFRS

CONSOLIDATED BALANCE SHEET (SEK 000s)	As per applied principles Dec. 31, 2005	Adjustments: Shares and participations	Adjustments: Acquired receivables	As per legally restricted IFRS Jan. 1, 2006
Assets				
Lending to the public	831 487		-3 931	827 556
Shares and participations	101 012	21 484		122 496
Other assets	450 222			450 222
Assets	**1 382 721**	**21 484**	**-3 931**	**1 400 274**
Liabilities	**1 252 600**			**1 252 600**
Provisions	**0**	**6 016**	**-1 101**	**4 915**
Shareholders' equity	**130 121**	**15 468**	**-2 830**	**142 759**
Liabilities and shareholders' equity	**1 382 721**	**21 484**	**-3 931**	**1 400 274**

PARENT COMPANY BALANCE SHEET (SEK 000s)	As per applied principles 2006	Adjustments: Shares and participations	Adjustments: Acquired receivables	As per legally restricted IFRS 2006
Interest income	149 344		3 087	152 431
Other operating income	180 238			180 238
Operating income	**329 582**		**3 087**	**332 669**
Operating expenses	**-230 881**		**0**	**-230 881**
Operating profit before loan losses	**98 701**		**3 087**	**101 788**
Loan losses, net	-25 791		602	-25 189
Operating profit	**72 910**		**3 689**	**76 599**
Appropriations	-12 200			-12 200
Net profit before tax	**60 710**		**3 689**	**64 399**
Tax on net profit for the year	-7 753		-1 033	-8 786
Net profit for the year	**52 957**		**2 656**	**55 613**

CONSOLIDATED INCOME STATEMENT (SEK 000s)	As per applied principles 2006	Adjustments: Acquired receivables	As per legally restricted IFRS 2006
Interest income	163 310	3 087	166 397
Other operating income	304 151		304 151
Operating income	**467 461**	**3 087**	**470 548**
Operating expenses	**-325 050**	**0**	**-325 050**
Operating profit before loan losses	**142 411**	**3 087**	**145 498**
Loan losses, net	-27 407	602	-26 805
Operating profit	**115 004**	**3 689**	**118 693**
Tax on net profit for the year	-22 058	-1 033	-23 091
Net profit for the year	**92 946**	**2 656**	**95 602**
Shareholders' share	93 111		95 767
Minority interests' share	-165		-165
Total	**92 946**		**95 602**

PARENT COMPANY BALANCE SHEET (SEK 000s)	As per applied principles Dec. 31, 2006	Adjustments: Opening balance Jan. 1, 2006	Adjustments: Shares and participations	Adjustments: Acquired receivables	As per legally restricted IFRS Dec. 31, 2006
Assets					
Lending to the public	1 458 251	-3 931		3 689	1 458 009
Shares and participations	106 852	17 292	18 388		142 532
Other assets	498 489				498 489
Assets	**2 063 592**	**13 361**	**18 388**	**3 689**	**2 099 030**
Liabilities	**1 811 579**				**1 811 579**
Provisions	**0**	**3 741**	**5 149**	**1 033**	**9 923**
Subordinated liabilities	**30 000**				**30 000**
Untaxed reserves	**12 200**				**12 200**
Shareholders' equity	**209 813**	**9 620**	**13 239**	**2 656**	**235 328**
Liabilities and shareholders' equity	**2 063 592**	**13 361**	**18 388**	**3 689**	**2 099 030**

CONSOLIDATED BALANCE SHEET (SEK 000s)	As per applied principles Dec. 31, 2006	Justeringar: Opening balance Jan. 1, 2006	Justeringar: Minority interests	Justeringar: Shares and participations	Justeringar: Acquired receivables	As per legally restricted IFRS Dec. 31, 2006
Assets						
Lending to the public	1 467 852	-3 931			3 689	1 467 610
Shares and participations	113 835	21 484		14 219		149 538
Deferred tax assets	72 366	-4 915		-3 982	-1 033	62 436
Other assets	512 869					512 869
Assets	**2 166 922**	**12 638**		**10 237**	**2 656**	**2 192 453**
Liabilities	**1 924 244**					**1 924 244**
Subordinated liabilities	**30 000**					**30 000**
Minority interests	**70**		**-70**			**0**
Shareholders' equity	**212 608**	**12 638**	**70**	**10 237**	**2 656**	**238 209**
Liabilities and shareholders' equity	**2 166 922**	**12 638**	**0**	**10 237**	**2 656**	**2 192 453**

Note 41 Financial instruments - classification of financial assets and liabilities

Group 2007	Financial assets measured at fair value in the income statement	Loan receivables and customer receivables	Financial assets available for sale	Financial liabilities measured at fair value in the income statement	Other financial liabilities	Other balance sheet items	Total carrying amount
Lending to credit institutions		603 556					603 556
Lending to the public		1 492 053					1 492 053
Shares and participations			163 881			1 289	165 170
Intangible assets						45 341	45 341
Tangible assets						24 666	24 666
Deferred tax assets						135 063	135 063
Other assets		22 552				13 107	35 659
Prepaid expenses and accrued income						28 460	28 460
Total assets	0	2 118 161	163 881			247 926	2 529 968
Liabilities to credit institutions					35 058		35 058
Deposits from the public					2 021 895		2 021 895
Other liabilities				7 977	20 809	40 593	69 379
Accrued expenses and deferred income						48 334	48 334
Subordinated liabilities					30 000		30 000
Total liabilities				7 977	2 107 762	88 927	2 204 666
Shareholders' equity						325 302	325 302
Total assets							2 529 968

Parent Company 2007	Financial assets measured at fair value in the income statement	Loan receivables and customer receivables	Financial assets available for sale	Financial liabilities measured at fair value in the income statement	Other financial liabilities	Other balance sheet items	Total carrying amount
Lending to credit institutions		538 158					538 158
Lending to the public		1 582 417					1 582 417
Shares and participations			158 749				158 749
Shares in Group companies						131 086	131 086
Intangible assets						21 071	21 071
Tangible assets						14 284	14 284
Deferred tax assets						230	230
Other assets		3 152				972	4 124
Prepaid expenses and accrued income						21 344	21 344
Total assets	0	2 123 727	158 749			188 987	2 471 463
Liabilities to credit institutions					7 558		7 558
Deposits from the public					2 039 971		2 039 971
Other liabilities				7 977	12 247	28 389	48 613
Accrued expenses and deferred income						25 865	25 865
Provisions						4 019	4 019
Subordinated liabilities					30 000		30 000
Untaxed reserves						12 200	12 200
Total liabilities and untaxed reserves				7 977	2 089 776	70 473	2 168 226
Shareholders' equity						303 237	303 237
Total assets							2 471 463

The Board of Directors and President hereby certify that the Annual Report and the consolidated accounts have been prepared in accordance with the Annual Accounts Act for credit institutions and securities companies (ÅRKL/1995:1559), in accordance with legally restricted International Financial Reporting Standards (IFRS), applying the Swedish Financial Supervisory Authority's regulations (FFFS 2006:16, 2007:6 and 2007:13) and the Swedish Financial Account Standards Council's recommendations, and provide a true and fair view of the Group's and the Parent Company's financial position and earnings and that the Board of Directors' Report provides a true and fair overview of the performance of the Group's and Parent Company's operations, financial position and earnings and describes the significant risks and uncertainties to which the Parent Company and the companies included in the Group are exposed.

Stockholm, May 22, 2008

Anders Lidefelt
Chairman

Mats Kärsrud

Mats Hellström

Ulf Geijer

Lennart Ågren
President

Our audit report on this Annual Report was issued on May 22, 2008

Per Fridolin
Authorized Public Accountant
Grant Thornton Sweden AB

Micael Schultze
Authorized Public Accountant
BDO Nordic Stockholm AB
Appointed by the Swedish Financial Supervisory Authority