

Income statement

SEKm	In accordance with IFRS	
	Group	
	2008	2007
Interest income	79 563	67 087
Interest expenses	-57 861	-47 930
Net interest income	21 702	19 157
Dividends received		
Commission income	12 241	12 939
Commission expenses	-3 411	-3 059
Net commissions	8 830	9 880
Net gains and losses on financial items at fair value	2 351	1 691
Insurance premiums	1 563	1 711
Insurance provisions	-1 111	-1 163
Net insurance	452	548
Share of profit or loss of associates	512	424
Other income	2 616	1 224
Total income	36 463	32 924
Staff costs	10 092	9 792
Other general administrative expenses	6 994	6 222
Total general administrative expenses	17 086	16 014
Depreciation/amortisation and impairment of tangible and intangible fixed assets	999	705
Total expenses	18 085	16 719
Profit before loan losses	18 378	16 205
Impairment of goodwill	1 403	
Loan losses, net	3 156	619
Impairment of financial fixed assets		
Operating profit	13 819	15 586
Appropriations		
Tax expense	2 880	3 450
Profit for the year	10 939	12 136
Profit for the year attributable to:		
Shareholders of Swedbank AB	10 887	11 996
Minority interest	52	140
SEK		
2008	2007	
Earnings per share	19.44	21.78
Earnings per share after dilution	19.44	21.78

The increase in net interest income was mainly the result of higher deposit and lending volumes.

The decrease in net commission income was mainly due to lower income from stockmarket-related operations and corporate finance. Income from payment commissions rose.

Swedbank's expansion outside Sweden contributed to the higher expenses.

Goodwill related to the acquisition of the Ukrainian operations was written down by SEK 1 403m due to diminished macroeconomic prospects in Ukraine.

The recession led to an increase in the loan loss level from 0.07 percent to 0.25 percent.