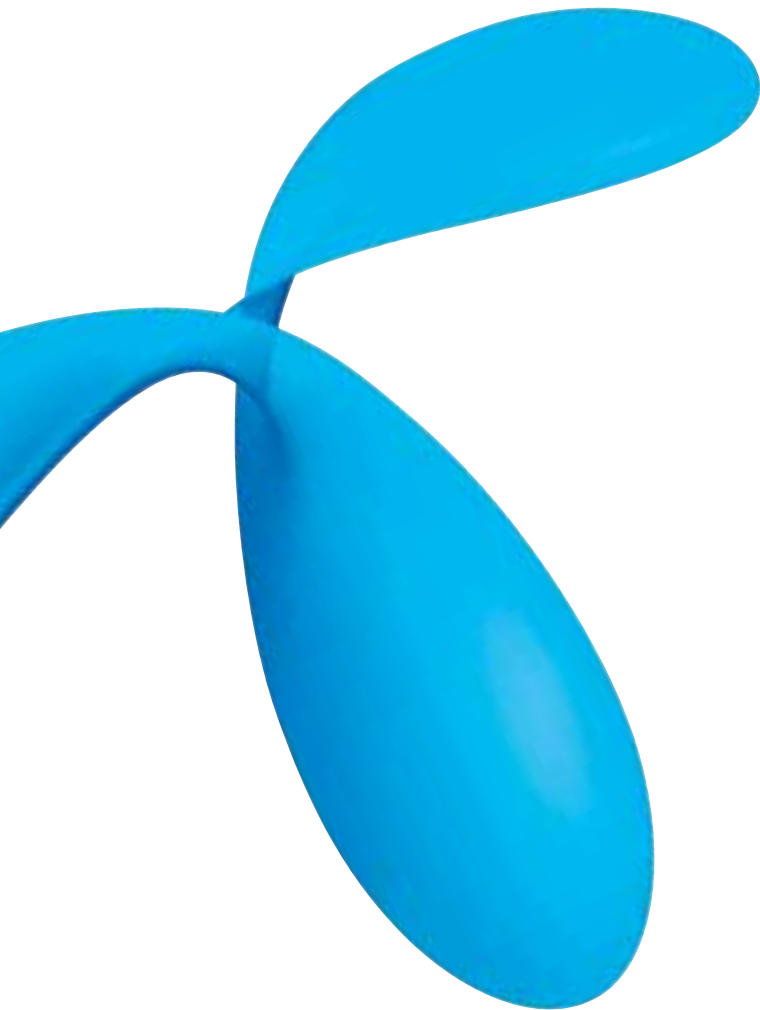


Q4 2006

In the fourth quarter of 2006, Telenor's revenues amounted to NOK 24.5 billion, which was an increase of 30% compared to the fourth quarter of 2005. Profit before taxes was NOK 5.9 billion.



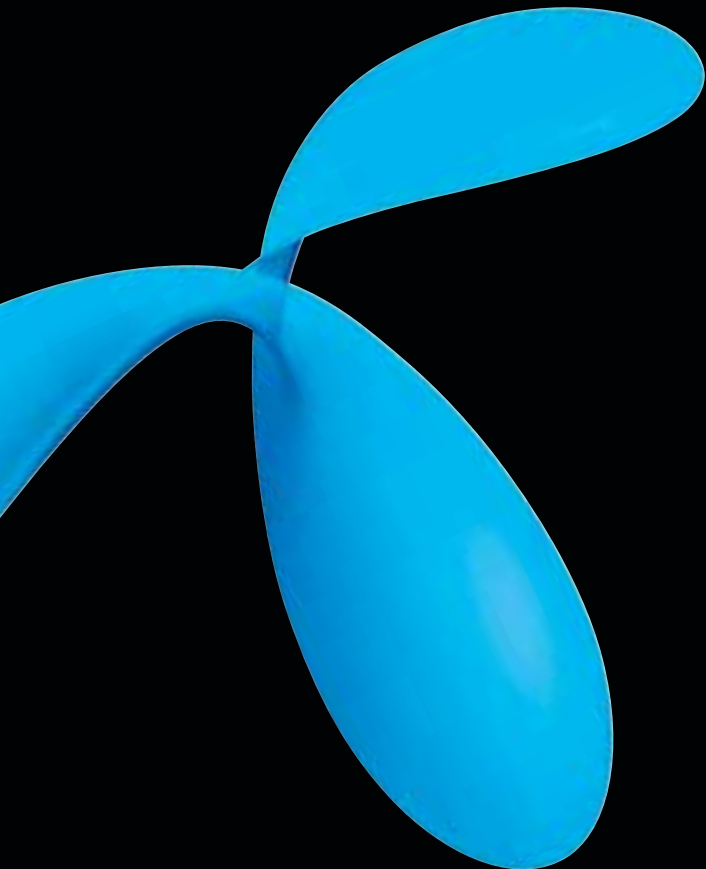
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Record high subscription growth

HIGHLIGHTS FOURTH QUARTER 2006:

- Revenue growth of 30% – underlying growth of 11%
- 10 million new mobile subscriptions
- EBITDA margin of 33%
- Proposed dividend per share of NOK 2.50 for 2006



President and CEO
Jon Fredrik Baksaas

“2006 has been an outstanding year with high growth in revenues and profits, significantly improving our operating cash flow. The number of subscriptions in our mobile operations increased by more than 30 million, reaching 115 million. I’m proud to see that our consistent strategy of investing in emerging markets combined with a strengthened position in the Nordic has led to such strong results. Building on this strong position, we expect the high underlying growth to continue in 2007.

We have had another quarter of record-high subscription growth, mainly driven by impressive net additions in Kyivstar and Telenor Pakistan. Operationally and financially our mobile operations have performed very well. However, the quarterly results from Fixed Norway and Broadcast have been affected by higher costs related to operational conditions and marketing activities.

During 2006, the Group’s new visual identity was adopted by ten of our operations in eight countries. The distinctive brand reflects our unique approach, utilizing global scale combined with local market expertise and decision making. With this highly experienced and dedicated organisation, I am confident that we are well prepared to meet future opportunities and challenges”, said Jon Fredrik Baksaas, President and CEO.

KEY FIGURES *

(NOK in millions except earnings per share)	4th quarter		Year	
	2006	2005	2006	2005
Revenues	24 535	18 860	91 077	66 566
EBITDA before other income and expenses	8 186	6 678	32 992	23 530
EBITDA before other income and expenses/Revenues (%)	33.4	35.4	36.2	35.3
Adjusted operating profit	4 110	3 559	18 271	12 249
Adjusted operating profit/Revenues (%)	16.8	18.9	20.1	18.4
Profit after taxes and minority interests (Net income)	6 184	1 695	15 899	7 646
Earnings per share from total operations, basic, in NOK	3.68	1.00	9.43	4.47
Capex	6 095	6 436	19 036	16 439
Investments in businesses	20	2 720	22 124	8 858
Net interest-bearing liabilities			43 210	30 858

EXTRACT FROM OUTLOOK FOR 2007

For 2007, Telenor expects a revenue growth of 15% to 20% with an EBITDA margin before other income and expenses of around 35%. Capital expenditure, as a proportion of revenues, is expected to be around 20%.

Please refer to page 9 for the full outlook for 2007, and page 20 for definitions.

* Profit and Loss figures for 2005 and previous quarters in 2006 have been reclassified. Please refer to ‘Discontinued Operations’ on page 9 and ‘Satellite Services’ on page 8 for more information.

Telenor's Operations

Unless otherwise stated, the statements below are related to Telenor's development in the fourth quarter of 2006 compared to the fourth quarter of 2005.

Nordic Mobile Operations

Telenor Mobile – Norway

(NOK in millions)	4th quarter		Year	
	2006	2005	2006	2005
Subscription and traffic	2 125	2 120	8 582	8 148
Interconnection revenues	452	454	1 815	1 754
Mobile revenues company's subscriptions	2 577	2 574	10 397	9 902
Other mobile revenues	530	526	2 191	1 825
Total mobile revenues	3 107	3 100	12 588	11 727
Non-mobile revenues	119	135	474	516
Total revenues ¹⁾	3 226	3 235	13 062	12 243
¹⁾ Of which internal revenues	215	281	959	1 171
EBITDA	1 293	1 186	5 494	4 471
Depreciation and amortization ²⁾	216	222	853	889
Write-downs	4	2	37	16
Operating profit	1 073	962	4 604	3 566
²⁾ Of which amortization of Telenor's net excess values	(3)	1	-	4
EBITDA/Total revenues (%)	40.1	36.7	42.1	36.5
Operating profit/Total revenues (%)	33.3	29.7	35.2	29.1
Capex	272	461	764	1 218
ARPU – monthly (NOK)	316	317	319	309
No. of subscriptions (in thousands)			2 723	2 731

- The number of subscriptions increased by 12,000, while the estimated market share was 55%, in line with the previous quarter.
- ARPU remained stable. The effects from increased average usage (AMPU) were offset by lower average prices.
- Total mobile revenues remained stable. Price reductions and initiatives to encourage loyalty have led to lower revenue growth.
- The increase in EBITDA margin was mainly due to lower costs related to sales and marketing activities, partially due to reduced costs of acquiring customers.
- In the fourth quarter of 2005, capital expenditure included renewal of a GSM licence. Adjusted for this, capital expenditure remained stable.

Sonofon – Denmark

(NOK in millions)	4th quarter		Year	
	2006	2005	2006	2005
Subscription and traffic	693	595	2 638	2 361
Interconnection revenues	355	347	1 368	1 300
Mobile revenues company's subscriptions	1 048	942	4 006	3 661
Other mobile revenues	162	156	628	638
Total mobile revenues	1 210	1 098	4 634	4 299
Non-mobile revenues	263	236	967	892
Total revenues ¹⁾	1 473	1 334	5 601	5 191
¹⁾ Of which internal revenues	63	34	196	132
EBITDA	378	308	1 380	1 176
Depreciation and amortization ²⁾	291	296	1 128	1 285
Operating profit (loss)	87	12	252	(109)
²⁾ Of which amortization of Telenor's net excess values	139	133	546	555
EBITDA/Total revenues (%)	25.7	23.1	24.6	22.7
Operating profit/Total revenues (%)	5.9	0.9	4.5	nm
Capex	251	757	698	1 062
Investments in businesses	-	4	-	4
ARPU – monthly (NOK)	255	246	252	243
No. of subscriptions (in thousands)			1 398	1 284

Compared to the fourth quarter of 2005, the Norwegian Krone depreciated against the Danish Krone by approximately 4% in the fourth quarter of 2006.

- The number of subscriptions increased by 56,000, while Sonofon's market share increased by 0.5 percentage point to 24% * compared to the previous quarter.
- ARPU in local currency remained stable. The effects from increased average usage were offset by lower average prices.
- Total revenues in local currency increased by 7% primarily due to a higher customer base.
- EBITDA margin increased primarily driven by higher revenues and improved gross margin, partially due to lower costs because Sonofon now is using its own fibre network. EBITDA measured in local currency increased by 19%.
- In the fourth quarter of 2005, capital expenditure included investments in a UMTS license. Adjusted for this, capital expenditure increased, primarily related to the roll-out of the UMTS network.

*New methodology based on official statistics

Telenor Mobile – Sweden

(NOK in millions)	4th quarter		Year	
	2006	2005	2006	2005
Subscription and traffic	1 083	26	4 007	130
Interconnection revenues	255	12	915	60
Mobile revenues company's subscriptions	1 338	38	4 922	190
Other mobile revenues	118	10	436	54
Total mobile revenues	1 456	48	5 358	244
Non-mobile revenues	161	-	540	-
Total revenues¹⁾	1 617	48	5 898	244
¹⁾ Of which internal revenues	42	24	159	124
EBITDA	326	(309)	1 108	(476)
Depreciation and amortization ²⁾	405	-	1 593	-
Write-downs	-	-	6	-
Operating loss	(79)	(309)	(491)	(476)
²⁾ Of which amortization of Telenor's net excess values	68	-	444	-
EBITDA/Total revenues (%)	20.2	nm	18.8	nm
Capex	224	-	608	-
Investments in businesses	(241)	-	7 506	-
ARPU – monthly (NOK)	260	136	251	158
No. of subscriptions (in thousands)			1 733	95

Mobile Sweden is consolidated with effect from 5 January 2006. Compared to the fourth quarter of 2005, the Norwegian Krone depreciated against the Swedish Krone by approximately 8% in the fourth quarter of 2006.

The following comments are related to the fourth quarter of 2006 compared to the third quarter of 2006.

- The number of subscriptions increased by 25,000, while the estimated market share remained stable at 17% compared to the previous quarter.
- Mobile revenues from own subscriptions in local currency increased by 2% as a result of increased usage, partially offset by lower average prices. Total revenues remained stable.
- The reduction in EBITDA margin was mainly due to higher costs related to sales and marketing activities including the introduction of the Glocalnet mobile brand. This was partially offset by reversal of previously expensed costs for workforce reductions.
- The fourth quarter of 2005 included a loss on the MVNO agreement of NOK 291 million.
- In the fourth quarter of 2006, investments in businesses for 2006 were reduced following the final settlement of the purchase of Vodafone.

Central Eastern European Operations

Kyivstar – Ukraine

(NOK in millions)	4th quarter		Year	
	2006	2005	2006	2005
Subscription and traffic	2 347	1 720	8 369	5 122
Interconnection revenues	616	606	2 312	1 888
Mobile revenues company's subscriptions	2 963	2 326	10 681	7 010
Other mobile revenues	43	33	211	158
Total mobile revenues	3 006	2 359	10 892	7 168
Non-mobile revenues	16	31	64	104
Total revenues¹⁾	3 022	2 390	10 956	7 272
¹⁾ Of which internal revenues	3	1	9	6
EBITDA	1 661	1 359	6 516	4 050
Depreciation and amortization ²⁾	430	325	1 585	1 209
Write-downs	18	15	31	15
Operating profit	1 213	1 019	4 900	2 826
²⁾ Of which amortization of Telenor's net excess values	24	24	94	93
EBITDA/Total revenues (%)	55.0	56.9	59.5	55.7
Operating profit/Total revenues (%)	40.1	42.6	44.7	38.9
Capex	1 039	890	3 631	3 650
ARPU – monthly (NOK)	52	64	54	61
No. of subscriptions (100% in thousands)			21 510	13 925

At the end of the fourth quarter of 2006, Telenor's ownership interest in Kyivstar was 56.5%. Compared to the fourth quarter of 2005, the Norwegian Krone appreciated against the Ukrainian Hryvnia by approximately 4% in the fourth quarter of 2006.

- The strong growth in the Ukrainian market continued in the fourth quarter. The number of subscriptions in Kyivstar increased by 3.8 million during the fourth quarter of 2006 and by 7.6 million compared to the fourth quarter of 2005.
- Kyivstar maintained its market leader position with an estimated market share of 43%, a reduction of 0.5 percentage point compared to the previous quarter.
- ARPU in local currency decreased by 15% mainly due to lower average prices and seasonal campaigns.
- Total revenues in local currency increased by 31%, primarily related to the growth in the number of subscriptions, partially offset by reduction in ARPU.
- EBITDA in local currency increased by 26% as a result of higher revenues, while the EBITDA margin decreased due to higher costs, including costs related to sales and marketing activities.
- Depreciation and amortization increased as a result of increased capital expenditure in the preceding quarters.
- Higher capital expenditure was mainly related to increased capacity to accommodate the subscription growth.
- There are litigation and arbitration proceedings pending in New York involving Kyivstar's shareholders relating to Kyivstar's shareholders agreement. Further proceedings have recently been brought in Ukrainian courts by Storm LLC (43.5% shareholder in Kyivstar) and a related party challenging the authority of the company to appoint auditors. An injunction from Krasnoluts'k City Court of Lugansk Region has been issued that, among other things, purports to prohibit Kyivstar's management from providing financial information to Kyivstar's international auditors, the company's shareholders, including Telenor, from using financial information already provided by Kyivstar and Kyivstar and Telenor's auditors from carrying out any audit work in relation to Kyivstar's year-end IFRS financial statements. Telenor is contesting these actions. As a result of not having the ability to obtain relevant financial information from Kyivstar, the information contained in Telenor's fourth quarter results relating to Kyivstar is based on estimated figures. Actual results could differ from these estimates.

Pannon – Hungary

(NOK in millions)	4th quarter		Year	
	2006	2005	2006	2005
Subscription and traffic	1 030	960	3 809	3 768
Interconnection revenues	453	431	1 668	1 735
Mobile revenues company's subscriptions	1 483	1 391	5 477	5 503
Other mobile revenues	30	20	133	144
Total mobile revenues	1 513	1 411	5 610	5 647
Non-mobile revenues	134	154	341	414
Total revenues ¹⁾	1 647	1 565	5 951	6 061
¹⁾ Of which internal revenues	6	4	14	10
EBITDA	517	534	2 205	2 185
Depreciation and amortization ²⁾	294	285	1 078	1 171
Write-downs	26	4	59	7
Operating profit	197	245	1 068	1 007
²⁾ Of which amortization of Telenor's net excess values	86	84	328	345
EBITDA/Total revenues (%)	31.4	34.1	37.1	36.1
Operating profit/Total revenues (%)	12.0	15.7	17.9	16.6
Capex	145	261	619	763
ARPU – monthly (NOK)	161	162	154	162
No. of subscriptions (in thousands)			3 153	2 929

Compared to the fourth quarter of 2005, the Norwegian Krone depreciated against the Hungarian Forint by approximately 1% in the fourth quarter of 2006.

- The number of subscriptions increased by 172,000 achieving the highest net additions amongst the operators in the last quarter of 2006.
- Pannon's market share increased to around 34% compared to the previous quarter.
- Total mobile revenues in local currency increased by 6% mainly due to a higher share of contract subscriptions and higher interconnection revenues due to growth in incoming traffic.
- The EBITDA margin declined mainly due to higher interconnection costs and sales and marketing related costs. The fourth quarter of 2006 included a provision for Universal Services Obligations for 2003, while the fourth quarter of 2005 included a reversal of previously expensed Universal Service Obligations for 2004. Adjusted for this, the EBITDA margin decreased by approximately 1 percentage point.
- Write-downs include obsolete core and radio network assets as a result of converting the network to EDGE capability.
- Capital expenditure decreased due to reduced network roll-out.

Telenor – Serbia

(NOK in millions)	4th quarter		Year	
	2006	2005	2006	2005
Total revenues	551	-	726	-
EBITDA	206	-	309	-
Operating profit ¹⁾	46	-	132	-
Capex	114	-	163	-
Investments in businesses	1	-	11 981	-
No. of subscriptions (in thousands)			2 464	-
¹⁾ Includes amortization of Telenor's net excess values	32	-	37	-

Telenor – Serbia is consolidated from 1 September 2006 and is part of 'Other mobile operations' in the table on page 17. Compared to the third quarter of 2006, the Norwegian Krone depreciated against the Serbian Dinar by approximately 8% in the fourth quarter of 2006.

- In the fourth quarter of 2006 the number of subscriptions increased by 180,000 leading to an estimated market share of around 41%.
- The EBITDA margin of 37% reflects an increased activity level, including sales and marketing activities, compared to the previous quarter.
- Since the acquisition, several activities related to the turnaround of the operation have been implemented, including establishing

distribution channels, re-branding and launch of marketing campaigns. Most of these activities will continue in 2007.

Promonte – Montenegro

(NOK in millions)	4th quarter		Year	
	2006	2005	2006	2005
Total revenues	148	112	612	519
EBITDA	65	47	307	260
Operating profit ¹⁾	24	7	151	95
Capex	41	21	76	38
No. of subscriptions (in thousands)			365	310
¹⁾ Includes amortization of Telenor's net excess values	20	20	80	80

Compared to the fourth quarter of 2005, the Norwegian Krone depreciated against the Euro, which is the functional currency of Promonte, by approximately 4% in the fourth quarter of 2006. Promonte is part of 'Other mobile operations' in the table on page 17.

- In the fourth quarter of 2006 the number of subscriptions decreased by 114,000, which was mainly related to the end of the tourist season.
- Total revenues in local currency increased by 26% while EBITDA margin improved by 2 percentage points.
- An International Public Tender for 3G licences and a third 2G licence was published 11 November 2006, aiming submission of bids by 14 February 2007. Selection of bidders will be made by 15 March 2007. Promonte submitted a bid within the deadline 14 February.

Asian Operations

DTAC – Thailand

(NOK in millions)	4th quarter		Year	
	2006	2005	2006	2005
Subscription and traffic	1 991	1 074	7 490	1 074
Interconnection revenues	39	25	146	25
Mobile revenues company's subscriptions	2 030	1 099	7 636	1 099
Other mobile revenues	109	74	418	74
Total mobile revenues	2 139	1 173	8 054	1 173
Non-mobile revenues	19	18	70	18
Total revenues ¹⁾	2 158	1 191	8 124	1 191
¹⁾ Of which internal revenues	11	6	36	6
EBITDA	795	445	2 944	445
Depreciation and amortization ²⁾	385	220	1 413	220
Operating profit	410	225	1 531	225
²⁾ Of which amortization of Telenor's net excess values	53	35	205	35
EBITDA/Total revenues (%)	36.8	37.4	36.2	37.4
Operating profit/Total revenues (%)	19.0	18.9	18.8	18.9
Capex	737	146	2 450	146
Investments in businesses	-	2 664	116	2 664
ARPU – monthly (NOK)	59	66	61	66
No. of subscriptions (100% in thousands)			11 869	8 677

At the end of the fourth quarter of 2006, Telenor's economic stake in DTAC was 73.2%. Compared to the third quarter of 2006, the Norwegian Krone depreciated against the Thai Baht by approximately 5% in the fourth quarter of 2006. The preceding table shows figures for DTAC from the time of consolidation, 26 October 2005.

The following comments are made against the third quarter of 2006.

- DTAC increased the number of its subscriptions by 628,000 and is estimated to have maintained its market share at around 31%.
- Despite a high increase in average usage, ARPU in local currency declined by 4%, due to lower average prices. Total revenues in local currency increased by 1%, which was primarily driven by the increase in total number of subscriptions.
- EBITDA margin increased by 1 percentage point. The revenue share,

which DTAC is required to pay to the Communications Authorities of Thailand (CAT Telecom) on a material part of its services, increased as scheduled from 20% to 25% from 16 September 2006. The full impact of this increase in the fourth quarter was more than offset by the amendment of access charge payments with interconnection costs (interconnection and transit) to the fixed line operator TOT.

- Capital expenditure increased following continuous investments in network capacity and network expansion to accommodate the increasing subscription base and usage.
- The National Telecommunications Commission (NTC) in Thailand has approved DTAC's Reference Interconnect Offer and, on 4 October 2006, DTAC requested bilateral negotiations with the other fixed and mobile operators in Thailand. On 17 November 2006, DTAC signed an interconnection agreement with the mobile operator True Move, on 30 November 2006 with AIS and on 22 December with the broadband operator Triple T. The interconnection rates between DTAC and AIS / True Move have been set at THB 1 per minute and the companies expect to start billing for traffic in the first quarter of 2007.
- On 17 November 2006, DTAC informed TOT that the terms in respect to the Access Charge Agreement are no longer enforceable as they are contrary to the law. From 18 November 2006, the access charge agreement has been amended to reflect the new NTC approved Reference Interconnect Offer rates.

DiGi – Malaysia

(NOK in millions)	4th quarter		Year	
	2006	2005	2006	2005
Subscription and traffic	1 488	1 198	5 453	3 949
Interconnection revenues	144	159	575	594
Mobile revenues company's subscriptions	1 632	1 357	6 028	4 543
Other mobile revenues	8	18	82	65
Total mobile revenues	1 640	1 375	6 110	4 608
Non-mobile revenues	59	77	263	324
Total revenues ¹⁾	1 699	1 452	6 373	4 932
¹⁾ Of which internal revenues	1	2	6	4
EBITDA	824	632	2 945	2 142
Depreciation and amortization ²⁾	328	273	1 103	1 038
Write-downs	(1)	3	7	5
Operating profit	497	356	1 835	1 099
²⁾ Of which amortization of Telenor's net excess values	4	4	15	51
EBITDA/Total revenues (%)	48.5	43.5	46.2	43.4
Operating profit/Total revenues (%)	29.3	24.5	28.8	22.3
Capex	513	574	1 309	1 170
ARPU – monthly (NOK)	96	102	94	98
No. of subscriptions (100% in thousands)			5 312	4 795

At the end of the fourth quarter of 2006, Telenor's ownership interest in DiGi was 61.0%. Compared to the fourth quarter of 2005, the Norwegian Krone remained stable against the Malaysian Ringgit in the fourth quarter of 2006.

- Adjusted for the termination of around 500,000 subscriptions following the mandatory prepaid registration in Malaysia, the number of subscriptions increased by 230,000 during the fourth quarter of 2006.
- ARPU measured in local currency declined by 6% primarily due to lower incoming traffic combined with a reduction in interconnect access prices.
- Total revenues measured in local currency increased by 17% driven by an 11% increase in the subscription base.
- EBITDA margin improved by 5 percentage points primarily contributed by higher revenues. A reduction in provision for licence fees for 2006 affected the EBITDA margin positively by approximately 2 percentage points. Measured in local currency, EBITDA increased by 30%.
- Depreciation and amortization increased primarily due to accelerated depreciation resulting from the re-assessment of assets useful lives with effect from 1 July 2006.

- Capital expenditure declined mainly due to a higher roll-out volume and completion of capacity upgrades in the fourth quarter of 2005.

Grameenphone – Bangladesh

(NOK in millions)	4th quarter		Year	
	2006	2005	2006	2005
Subscription and traffic	1 106	769	3 920	2 741
Interconnection revenues	114	63	359	188
Mobile revenues company's subscriptions	1 220	832	4 279	2 929
Other mobile revenues	4	6	18	22
Total mobile revenues	1 224	838	4 297	2 951
Non-mobile revenues	5	12	17	19
Total revenues ¹⁾	1 229	850	4 314	2 970
¹⁾ Of which internal revenues	-	1	1	1
EBITDA	724	455	2 516	1 559
Depreciation and amortization	204	166	680	439
Operating profit	520	289	1 836	1 120
EBITDA/Total revenues (%)	58.9	53.5	58.3	52.5
Operating profit/Total revenues (%)	42.3	34.0	42.6	37.7
Capex	683	1 153	2 023	2 596
ARPU – monthly (NOK)	41	56	44	68
No. of subscriptions (100% in thousands)			10 759	5 542

At the end of the fourth quarter of 2006, Telenor's ownership interest in Grameenphone was 62.0%. Compared to the fourth quarter of 2005, the Norwegian Krone appreciated against the Bangladeshi Taka by approximately 6% in the fourth quarter of 2006.

- The number of subscriptions increased by almost 1.4 million in the fourth quarter of 2006 and by 5.2 million from the fourth quarter of 2005.
- Grameenphone's estimated market share remained stable at 63%.
- ARPU in local currency decreased by 22% primarily due to decreasing average prices.
- Measured in local currency, total revenues increased by 57% mainly due to the subscription growth. This was partially offset by reduction in ARPU.
- The EBITDA margin increased by 5 percentage points due to higher revenues and reversal of provisions. The fourth quarter of 2005 was positively affected by a change in accounting treatment of operating lease. The normalized EBITDA margin is estimated at 52%.
- Depreciation and amortization increased as a result of increased capital expenditure, as well as a reduction in useful life for certain assets.
- Capital expenditure decreased primarily due to the change in accounting treatment of operating lease in the fourth quarter of 2005.
- From January 2007, the inter-operator mobile call termination price in Bangladesh changed from Taka 0.90 peak time and Taka 0.50 off peak time to a flat rate of Taka 0.66.

Telenor – Pakistan

(NOK in millions)	4th quarter		Year	
	2006	2005	2006	2005
Subscription and traffic	394	91	1 002	167
Interconnection revenues	83	45	275	93
Mobile revenues company's subscriptions	477	136	1 277	260
Other mobile revenues	3	-	7	-
Total mobile revenues	480	136	1 284	260
Non-mobile revenues	6	4	15	5
Total revenues ¹⁾	486	140	1 299	265
¹⁾ Of which internal revenues	4	3	11	11
EBITDA	(47)	(133)	(328)	(572)
Depreciation and amortization	136	85	449	226
Operating loss	(183)	(218)	(777)	(798)
Capex	847	496	2 653	1 843
ARPU – monthly (NOK)	28	30	29	19
No. of subscriptions (100% in thousands)			6 661	1 868

Compared to the fourth quarter of 2005, the Norwegian Krone appreciated against the Pakistani Rupee by approximately 6% in the fourth quarter of 2006. Telenor – Pakistan is part of 'Other mobile operations' in the table on page 17.

- Telenor – Pakistan experienced a significant growth in the number of subscriptions with net additions of 2.1 million during this quarter alone and an increase of almost 5 million compared to the fourth quarter of 2005.
- Telenor – Pakistan's estimated market share increased significantly by 3 percentage points to 14% from the previous quarter.
- Despite the high subscription growth, ARPU in local currency increased by 3% compared to the third quarter of 2006.
- Compared to the third quarter of 2006, total revenues in local currency increased by 46% mainly due to the subscription growth. EBITDA improved further, mainly due to higher revenues.
- Capital expenditure was related to the roll-out of the mobile network.

Fixed

(NOK in millions)	4th quarter		Year	
	2006	2005	2006	2005
Revenues				
Norway	3 867	4 186	15 824	16 867
Other operations	1 145	887	4 167	2 581
Eliminations	(45)	(48)	(117)	(135)
Total revenues ¹⁾	4 967	5 025	19 874	19 313
¹⁾ Of which internal revenues	460	602	1 919	2 173
EBITDA	1 269	1 543	6 066	5 885
Depreciation and amortization ²⁾	821	850	3 084	3 236
Write-downs ³⁾	57	609	81	587
Operating profit	391	84	2 901	2 062
²⁾ Of which amortization of Telenor's net excess values	73	(6)	191	66
³⁾ Of which write-downs of Telenor's net excess values	-	10	-	(24)
EBITDA/Total revenues (%)	25.5	30.7	30.5	30.5
Operating profit/Total revenues (%)	7.9	1.7	14.6	10.7
Capex	702	1 237	2 523	2 776
Investments in businesses	90	(20)	628	5 816

Fixed – Norway

(NOK in millions)	4th quarter		Year	
	2006	2005	2006	2005
Revenues				
Telephony	1 477	1 751	6 308	7 232
xDSL/Internet	611	536	2 339	2 039
Data services	209	238	827	963
Other revenues	323	366	1 280	1 465
Total retail revenues	2 620	2 891	10 754	11 699
Wholesale revenues	1 247	1 295	5 070	5 168
Total revenues ¹⁾	3 867	4 186	15 824	16 867
¹⁾ Of which internal revenues	508	623	2 080	2 190
EBITDA	1 150	1 377	5 417	5 701
Depreciation and amortization ²⁾	559	692	2 262	2 707
Write-downs ³⁾	-	(1)	13	(25)
Operating profit	591	686	3 142	3 019
²⁾ Of which amortization of Telenor's net excess values	4	-	4	-
³⁾ Of which write-downs of Telenor's net excess values	-	(2)	-	(36)
EBITDA/Total revenues (%)	29.7	32.9	34.2	33.8
Operating profit/Total revenues (%)	15.3	16.4	19.9	17.9
Capex	528	917	1 732	2 169
Investments in businesses	87	-	88	44
No. of subscriptions (in thousands):				
Telephony			1 480	1 622
– of which PSTN			965	1 089
– of which ISDN			413	509
– of which VoIP			102	24
xDSL subscriptions			572	475

- Measured in traffic minutes, Telenor's estimated market share was 65%, while the estimated market share for xDSL in the retail market was 57%, both in line with the previous quarter.
- Total revenues decreased by 7.6%. Adjusted for the outsourcing of contractor activities from 1 April 2006, total revenues decreased by 5.5%. Adjusted total revenues for the full year 2006 decreased by 4.6% compared to the full year 2005.
- Revenues from telephony decreased due to a reduction in the number of subscriptions, lower traffic volumes and price reductions implemented from 1 September 2006. The number of PSTN/ISDN subscriptions decreased primarily due to migration to VoIP telephony with other fixed network operators, as well as a decrease in the total market. Lower traffic volumes were due to the decrease in the number of telephony subscriptions and the number of minutes per subscription. The latter was mainly due to migration of traffic from fixed to mobile telephony.
- Revenues from xDSL/Internet increased due to growth in the number of xDSL subscriptions. This was partially offset by reduction in revenues from dial-up Internet traffic and Internet subscriptions.
- The decrease in Other revenues was mainly related to lower intra-group sales and lower revenues from large installation contracts.
- Wholesale revenues, adjusted for the outsourcing of contractor activities from 1 April 2006, increased mainly as a result of growth in the number of subscriptions partially offset by price reductions.
- The decrease in EBITDA margin was primarily due to decreased gross margin and high costs related to operational conditions in the network, partially offset by lower operating expenses. Total operating expenses declined mainly due to reduction in the number of man-years.
- The decrease in depreciation and amortization was primarily due to lower capital expenditure in recent years. This was partially offset by increased amortization for expenses associated with transactions that provide the rights to use assets, such as local loop unbundling, and decreased estimated useful life for some IT-systems.
- Capital expenditure decreased primarily due to the change in accounting treatment of prepaid costs in leases in the fourth quarter of 2005, which increased capital expenditure by NOK 463 million.

Fixed – Other operations

(NOK in millions)	4th quarter		Year	
	2006	2005	2006	2005
Revenues				
Fixed Sweden	926	676	3 376	2 096
Fixed Denmark	219	164	773	306
Other countries/eliminations	-	47	18	179
Total revenues¹⁾	1 145	887	4 167	2 581
¹⁾ Of which internal revenues	(4)	27	(44)	118
EBITDA				
Fixed Sweden	63	183	400	158
Fixed Denmark	62	49	237	97
Other countries/eliminations	3	(66)	12	(70)
Total EBITDA	128	166	649	185
Depreciation and amortization ²⁾	262	158	822	528
Write-downs ³⁾	57	614	68	617
Operating loss	(191)	(606)	(241)	(960)
Of which:				
Fixed Sweden	(145)	(549)	(219)	(866)
Fixed Denmark	(49)	27	(30)	29
Other countries/eliminations	3	(84)	8	(123)
²⁾ Of which amortization of Telenor's net excess values	69	(6)	187	66
³⁾ Of which write-downs of Telenor's net excess values	-	12	-	12
Capex				
Fixed Sweden	114	255	582	485
Fixed Denmark	60	57	209	97
Other countries	-	8	-	25

Bredbandsbolaget and Glocalnet are consolidated with effect from 8 July 2005 and 1 March 2006, respectively. As of 31 December 2006 Telenor's ownership interest in Glocalnet was 98.8%. Cybercity is consolidated in Fixed Denmark with effect from 5 July 2005. Compared to the fourth quarter of 2005, the Norwegian Krone depreciated against the Swedish Krone by approximately 8% and against the Danish Krone by approximately 4% in the third quarter of 2006. Operations in Other countries were sold with effect from 30 January 2006.

Fixed Sweden

- Revenues, adjusted for the acquisition of Glocalnet, increased due to growth in the number of subscriptions. In the fourth quarter of 2006, the number of xDSL subscriptions increased by 20,000 to 403,000, while the number of LAN subscriptions increased by 7,000 to 172,000.
- EBITDA, adjusted for the acquisition of Glocalnet, decreased due to positive effects in the fourth quarter of 2005 related to the change in accounting treatment of transactions that provide the rights to use assets, such as local loop unbundling. In the fourth quarter of 2006 EBITDA was negatively affected by a loss on a rental contract of NOK 65 million.
- Write-downs in the fourth quarter of 2005 were mainly related to fixed assets in Telenor AB.
- On 1 January 2007 Spray Telecom AB was acquired for SEK 172 million.

Fixed Denmark

- Revenues increased due to growth in the number of xDSL and VoIP subscriptions, partially offset by lower prices on xDSL subscriptions.
- EBITDA increased mainly due to higher revenues.
- The number of xDSL subscriptions increased by 10,000 to 174,000 and the number of VoIP subscriptions increased by 11,000 to 63,000.
- Write-downs in the fourth quarter of 2006 were related to goodwill due to recognition of not previously recognised deferred taxes in the business combination of Cybercity. According to IFRS, the acquirer shall write down the carrying amount of goodwill with the same amount as not previously recognised deferred tax assets are recognised as a tax income.

Broadcast

(NOK in millions)	4th quarter		Year	
	2006	2005	2006	2005
Revenues				
Distribution	1 356	1 190	5 197	4 615
Transmission	332	313	1 280	1 207
Other/Eliminations	(33)	(37)	(168)	(173)
Total revenues¹⁾	1 655	1 466	6 309	5 649
¹⁾ Of which internal revenues	52	35	164	131
EBITDA				
Distribution	57	147	810	818
Transmission	183	183	748	713
Other/Eliminations	20	1	32	(15)
Total EBITDA	260	331	1 590	1 516
Depreciation and amortization ²⁾	152	144	606	554
Write-downs ³⁾	15	(57)	18	(53)
Operating profit	93	244	966	1 015
Of which:				
Distribution	(12)	13	563	494
Transmission	97	240	413	564
Other/Eliminations	8	(9)	(10)	(43)
²⁾ Of which amortization of Telenor's net excess values	2	14	27	56
³⁾ Of which write-downs of Telenor's net excess values	-	75	-	75
EBITDA/Total revenues (%)	15.7	22.6	25.2	26.8
Operating profit/Total revenues (%)	5.6	16.6	15.3	18.0
Capex	260	133	615	392
Investments in businesses	71	25	219	42
No. of subscribers (in thousands):				
DTH pay TV			943	906
Cable TV			696	681
Households in satellite master antenna TV networks			1 155	1 177
Cable TV Internet access			91	73

- In the fourth quarter of 2006 the number of DTH pay TV subscribers increased by 14,000, the number of Cable TV subscribers increased by 5,000, and the number of Cable TV internet access subscribers increased by 7,000.
- Total revenues increased primarily due to higher number of subscribers, and higher revenues from the sale of cards and services related to Pay TV access control.
- The decrease in EBITDA and EBITDA margin was partially driven by free installation and hardware campaigns on DTH and Cable-TV, and the introduction of HDTV in Sweden. Furthermore, the decrease was partially due to higher content costs as a result of renegotiation of the contract with SBS Broadcasting Group/Canal+ with effect from 1 January 2006.
- Capital expenditure increased due to start up of the construction of the Norwegian digital terrestrial TV (DTT) network in the third quarter of 2006.
- Telenor, together with TV2 in Norway and Denmark and TV4 in Sweden, acquired the Scandinavian TV distribution rights to UEFA EURO 2008.
- Telenor, together with Canal+, secured the Nordic TV distribution rights to English F.A. Premier League for three more seasons.
- Write-downs in the fourth quarter of 2005 were related to reversal of an impairment loss previously recognised.

Other Units

(NOK in millions)	4th quarter		Year	
	2006	2005	2006	2005
Revenues				
EDB Business Partner	1 599	1 258	5 733	4 991
Venture	149	126	568	490
Corporate functions and Group activities	433	564	2 030	2 266
Other/eliminations	(1)	(24)	(57)	(141)
Total revenues¹⁾	2 180	1 924	8 274	7 606
¹⁾ Of which internal revenues	555	669	2 463	2 907
EBITDA				
EDB Business Partner	249	197	620	785
Venture	153	(14)	142	(2)
Corporate functions and Group activities	(251)	(104)	(549)	(77)
Other/eliminations	(137)	(32)	(262)	(149)
Total EBITDA	14	47	(49)	557
Depreciation and amortization ²⁾	216	195	822	770
Write-downs	19	6	19	6
Operating loss	(221)	(154)	(890)	(219)
Of which				
EDB Business Partner	153	96	222	377
Venture	144	(22)	109	(23)
Corporate functions and Group activities	(371)	(192)	(943)	(420)
Other/eliminations	(147)	(36)	(278)	(153)
²⁾ Of which amortization of Telenor's net excess values	2	-	5	-
Capex from continuing operations	200	252	738	650
Capex from discontinued operations	74	69	186	182
Investments in businesses	99	47	1 674	332

- In the fourth quarter of 2006, operating profit included gains on disposal of operations in Venture of NOK 79 million and gains on disposal of properties of NOK 33 million.
- Investments in businesses in the fourth quarter of 2006 were mainly related to the acquisitions within EDB Business Partner and the acquisition of the joint venture company AeroMobile Ltd.

EDB Business Partner

- Revenues and EBITDA increased mainly due to acquisition of operations in the fourth quarter of 2005 and the first half year of 2006.
- EDB Business Partner has entered into an agreement to purchase 60% of the shares in Infopulse Ukraine, with an option to acquire the remaining shares.

Satellite Services

- On 25 October 2006, Telenor entered into an agreement with Apax Partners France for the sale of Telenor Satellite Services (TSS) to funds managed by Apax Partners for a cash consideration of USD 400 million. The agreement is expected to be closed during the first half year of 2007. The post tax results from external transactions in TSS are excluded from Continuing Operations and reported separately as results from Discontinued Operations. Prior periods' profit and loss statements have been reclassified to be comparable. The gain will be recognised when the agreement is closed. Please refer to page 9 for further details about discontinued operations.

Venture

- Revenues increased mainly due to acquired business.

Corporate Functions and Group Activities

- The increased EBITDA loss was largely due to lower intra-group revenues.

Other Profit and Loss Items for the Group

Depreciation, amortization and write-downs

(NOK in millions)	4th quarter		Year	
	2006	2005	2006	2005
Depreciation ¹⁾	2 432	1 948	8 938	7 854
Amortization ²⁾	1 644	1 171	5 783	3 427
Total depreciation and amortization	4 076	3 119	14 721	11 281
Write-downs ¹⁾	46	451	150	486
Write-downs of goodwill	67	78	67	44
Write-downs ²⁾	25	53	41	53
Total write-downs	138	582	258	583
Total depreciation, amortization and write-downs	4 214	3 701	14 979	11 864

¹⁾ Tangible assets (property, plant and equipment)

²⁾ Other intangible assets and prepaid lease payments.

See page 19 for more specifications.

- The increase in total depreciation and amortization was primarily due to acquired businesses and increased capital expenditure, partially offset by fully depreciated assets.
- In general, depreciation and amortization are also affected by changes in exchange rates and investment levels in the previous quarters.
- Write-downs of tangible assets in the fourth quarter of 2005 were mainly related to Telenor AB.
- Write-downs of goodwill in the fourth quarter of 2006 were due to recognition of not previously recognised deferred taxes in business combinations. According to IFRS, the acquirer shall write down the carrying amount of goodwill with the same amount as not previously recognised deferred tax assets are recognised as a tax income.

Associated companies

(NOK in millions)	4th quarter		Year	
	2006	2005	2006	2005
Telenor's share of¹⁾				
Profit after taxes	595	236	1 839	1 446
Amortization of Telenor's net excess values	(6)	(4)	(16)	(46)
Write-downs of Telenor's net excess values	169	(172)	158	(172)
Gains (losses) on disposal of ownership interests	366	3	372	(1)
Net result from associated companies	1 124	63	2 353	1 227

¹⁾ For certain associated companies, financial statements as of the Group's balance sheet date are not available. In such instances, the most recent financial statements (as of a date not more than three months prior to the Group's balance sheet date) are used, and estimates for the last period are made based on publicly available information. Actual figures may deviate from the preliminary figures. The consolidated profit and loss statement contains only the line 'Net result from associated companies'. The preceding table includes Telenor's share of profit after taxes from DTAC and UCOM until 26 October 2005. Thereafter DTAC is consolidated, while UCOM is treated as a discontinued operation. Glocalnet is included until 28 February 2006. Thereafter Glocalnet is consolidated as a subsidiary.

- At the end of the fourth quarter of 2006, Telenor's ownership interest in VimpelCom in Russia was 29.9%. The value of Telenor's share of the company, based on the quoted share price as of 31 December 2006, was NOK 30 billion. According to telecom analysts, VimpelCom had approximately 55 million mobile subscriptions at the end of the fourth quarter of 2006.
- On 30 October 2006, Telenor entered into an agreement to sell its 46.9% ownership interest in Bravida ASA, which has resulted in a gain of NOK 351 million, recognised in the fourth quarter of 2006.

Financial items

(NOK in millions)	4th quarter		Year	
	2006	2005	2006	2005
Financial income	526	172	903	440
Financial expenses	(442)	(566)	(2 306)	(1 637)
Net foreign currency gains (losses)	16	(116)	(301)	90
Change in fair value of financial instruments	624	157	1 293	243
Net gains (losses) and write-downs	74	51	1 878	518
Net financial items	798	(302)	1 467	(346)
Gross interest expenses	(701)	(490)	(2 555)	(1 594)
Net interest expenses	(243)	(396)	(1 811)	(1 309)

- Increased financial income was mainly due to interest income of NOK 280 million related to the tax settlement in the Sonofon case against the Kingdom of Norway.
- Decreased financial expenses were mainly related to reversal of provision for interest expenses of NOK 304 million related to the Sonofon case, partially offset by increased financial expenses due to increased long-term interest-bearing liabilities following the acquisition of businesses.
- The change in fair value of financial instruments was primarily related to the total return swap agreement in the underlying VimpelCom share and to derivatives used for economic hedge of interest-bearing liabilities that do not fulfil the requirements for hedge accounting.

Taxes

- The nominal Norwegian corporate income tax rate is 28%. Taxes in the fourth quarter of 2006 were positively impacted by a tax income of NOK 2,414 million related to the Sonofon case. In the fourth quarter of 2006, the Telenor Group reported a tax income of NOK 1,016 million.
- The estimated effective tax rate for the Telenor Group for the fiscal year 2006 is approximately 15% of profit before taxes. The low effective tax rate for the full year was mainly due to the tax free gain on the sale of shares in Inmarsat of NOK 1.8 billion in the first quarter and the tax income of NOK 2.4 billion related to the Sonofon case that was recognised in the fourth quarter.
- Adjusted for these effects, the effective tax rate for 2006 is approximately 30%. The effective tax rate is also affected by taxes related to companies outside Norway and non-deductible expenses.
- The actual effective tax rate for 2006 may deviate from the estimated rate.

Balance sheet

- Total assets as of 31 December 2006 decreased by NOK 4.8 billion compared to 30 September 2006, primarily due to down payment of debt in the fourth quarter.
- Net interest-bearing liabilities decreased by NOK 4.1 billion in the quarter to NOK 43.2 billion as of 31 December 2006.
- Assets and liabilities directly associated with those assets that will be transferred in connection with the sale of Telenor Satellite Services (TSS) are presented separately as held for sale in the balance sheet. As a consequence of this, non-current assets of NOK 1,194 million and current assets of NOK 925 million were reclassified to Assets held for sale in the fourth quarter of 2006. Correspondingly, NOK 718 million in current and non-current liabilities related to TSS were reclassified to Liabilities held for sale. For more information regarding Discontinued Operations, see further explanation under Discontinued Operations below.
- The provisionally purchase price allocation of Mobile Sweden and Telenor Serbia has been revised during the fourth quarter of 2006, and resulted in a reduction of goodwill by NOK 545 million in the fourth quarter of 2006. The increase in intangible assets was mainly related to the same adjustment. The provisionally purchase price allocation is still due for adjustments.
- Translation differences increased equity in the fourth quarter of 2006 by NOK 1.0 billion, due to the depreciation of the Norwegian Krone compared to most of the functional currencies of Telenor's foreign subsidiaries and associated companies as of 31 December 2006, compared to 30 September 2006.

Discontinued Operations

- Discontinued operations remain consolidated in the Group's financial statements, which means that any internal transactions between continuing and discontinued operations are eliminated as usual in the consolidation. As a consequence, the amounts ascribed to continuing and discontinued operations are revenues and expenses only from external transactions. Prior period's profit and loss statements have been reclassified to be comparable. This means that the results presented for continuing and discontinued operations do not indicate the profit of these operations, as if they were stand-alone entities, for past or future periods. External assets and liabilities are presented separately as held for sale in the balance sheet with effect from the time Telenor entered into the agreement. However, internal assets and liabilities have not been reclassified. The balance sheet has not been reclassified for prior periods.

US GAAP

- Net income and equity according to United States Generally Accepted Accounting Principles (US GAAP) will be published in Form 20-F for 2006.

Outlook for 2007

Based upon the current group structure:

- In 2007 we expect a growth in reported revenues of between 15% and 20%.
- The EBITDA margin before other income and expenses is expected to be around 35%.
- We expect capital expenditure as a proportion of revenues to be around 20% in 2007, mainly driven by high subscription growth within our mobile operations in emerging markets.
- The effects from the introduction of an interconnect regime in Thailand, both when it comes to timing as well as magnitude, represents the main uncertain factor related to Telenor's outlook for 2007.
- A growing share of Telenor's revenues and profits is derived from operations outside Norway. Currency fluctuations may to an increasing extent influence the reported figures in Norwegian Krone. Political risk, including regulatory conditions, may also influence the profits. We expect seasonal variations between the quarters.

Telenor (the Group) consists of Telenor ASA (the Company) and its subsidiaries. Telenor ASA is a limited company, incorporated in Norway. The condensed consolidated interim financial statements consist of the Group and the Group's interest in associated companies and joint ventures.

These condensed consolidated interim financial statements have been prepared in accordance with International Financial Reporting Standards (IFRS) IAS34 Interim Financial Reporting. They do not include all of the information required for full annual consolidated financial statements, and should be read in conjunction with consolidated financial statements of the Group as at and for the year ended 31 December 2005. These condensed consolidated interim financial statements are unaudited.

This report contains statements regarding the future in connection with Telenor's growth initiatives, profit figures, outlook, strategies and objectives. In particular, the section 'Outlook for 2007' contains forward-looking statements regarding the group's expectations. All statements regarding the future are subject to inherent risks and uncertainties, and many factors can lead to actual profits and developments deviating substantially from what has been expressed or implied in such statements. These factors include the risk factors relating to Telenor's activities described in Telenor's 2005 Annual Report on Form 20-F filed with the Securities and Exchange Commission in the USA under the headings 'Cautionary Statement Regarding Forward-Looking Statements' and 'Risk Factors' (available at www.telenor.com/ir/).

Barcelona, 15 February 2007
The Board of Directors of Telenor ASA

Profit and Loss Statement

Telenor Group

(NOK in millions except earnings per share)	4th quarter		Year	
	2006	2005	2006	2005
Revenues	24 535	18 860	91 077	66 566
Costs of materials and traffic charges	6 165	4 467	22 605	16 432
Own work capitalized	(192)	(255)	(611)	(704)
Salaries and personnel costs	3 227	2 648	11 738	9 917
Other operating expenses	7 149	5 322	24 353	17 391
Other (income) and expenses	(8)	102	305	228
EBITDA	8 194	6 576	32 687	23 302
Depreciation and amortization	4 076	3 119	14 721	11 281
Write-downs	138	582	258	583
Operating profit	3 980	2 875	17 708	11 438
Associated companies	1 124	63	2 353	1 227
Net financial items	798	(302)	1 467	(346)
Profit before taxes	5 902	2 636	21 528	12 319
Taxes	1 016	(465)	(3 206)	(3 370)
Profit from continuing operations	6 918	2 171	18 322	8 949
Profit (loss) from discontinued operations	38	16	155	185
Profit from total operations	6 956	2 187	18 477	9 134
Attributable to:				
Non-controlling interests (Minority interests)	772	492	2 578	1 488
Equity holders of Telenor ASA (Net income)	6 184	1 695	15 899	7 646
Earnings per share in NOK				
From continuing operations:				
Basic	3.66	0.99	9.34	4.36
Diluted	3.65	0.99	9.33	4.36
From total operations:				
Basic	3.68	1.00	9.43	4.47
Diluted	3.68	1.00	9.43	4.47

Balance Sheet
Telenor Group

(NOK in millions)	31 December 2006	30 September 2006	31 December 2005
Deferred tax assets	1 934	1 481	3 052
Goodwill	30 870	31 415	20 700
Intangible assets	29 076	27 613	21 245
Tangible assets	53 712	52 994	43 958
Associated companies	8 826	8 303	7 424
Other financial assets	3 068	3 119	2 129
Total non-current assets	127 486	124 925	98 508
Accounts receivable	9 129	9 160	6 921
Other current assets	10 247	10 708	9 118
Assets held for sale	2 119	-	667
Other liquid assets	510	585	2 237
Cash and cash equivalents	7 849	16 799	6 806
Total current assets	29 854	37 252	25 749
Total assets	157 340	162 177	124 257
Shareholders equity	57 974	50 940	46 399
Minority interests	8 351	8 082	7 134
Total equity and minority interests	66 325	59 022	53 533
Pension obligations	2 350	2 461	2 440
Deferred tax liabilities	4 460	4 036	2 669
Other provisions	1 028	1 074	790
Provisions	7 838	7 571	5 899
Non-current interest-bearing liabilities	42 683	52 201	27 139
Non-current non-interest-bearing liabilities	702	568	580
Total non-current liabilities	43 385	52 769	27 719
Current interest-bearing liabilities	9 952	13 418	11 908
Accounts payable	7 358	7 404	6 215
Current non-interest-bearing liabilities	21 764	21 993	18 696
Current non-interest-bearing liabilities (held for sale)	718	-	287
Total current liabilities	39 792	42 815	37 106
Total equity and liabilities	157 340	162 177	124 257
Equity ratio including minority interests (%)	42.2	36.4	43.1

Consolidated Statement of Changes in Equity
Telenor Group

(NOK in millions)	Attributable to equity holders of Telenor ASA				Total	Minority interest	Total equity
	Total paid capital	Other reserves	Retained earnings	Cumulative translation differences			
Balance as of 1 January 2005	27 350	625	13 205	(605)	40 575	3 954	44 529
Translation differences	-	-	-	525	525	441	966
Business combinations and increased ownership interests in subsidiaries	-	1 829	-	-	1 829	-	1 829
Available-for-sale investments	-	1 052	-	-	1 052	(4)	1 048
Cash flow hedges	-	24	-	-	24	3	27
Equity adjustments in associated companies	-	1	-	-	1	-	1
Tax on items taken directly to or transferred from equity	-	(459)	-	(12)	(471)	(1)	(472)
Net income (loss) recognized directly in equity	-	2 447	-	513	2 960	439	3 399
Profit for the year 2005	-	-	7 646	-	7 646	1 488	9 134
Total recognized income and expense for the period	-	2 447	7 646	513	10 606	1 927	12 533
Dividends	-	-	(2 595)	-	(2 595)	(171)	(2 766)
Share buy back	(2 267)	-	-	-	(2 267)	-	(2 267)
Sale of shares, share issue, and share options to employees	74	6	-	-	80	5	85
Transactions with minorities in subsidiaries	-	-	-	-	-	1 419	1 419
Balance as of 31 December 2005	25 157	3 078	18 256	(92)	46 399	7 134	53 533
Translation differences	-	-	-	1 674	1 674	(203)	1 471
Business combinations and increased ownership interests in subsidiaries	-	(35)	-	-	(35)	-	(35)
Available-for-sale investments:							
- Valuation gains (losses) taken to equity	-	53	-	-	53	2	55
- Transferred to profit or loss on sale	-	(1 794)	-	-	(1 794)	(8)	(1 802)
Cash flow hedges:							
- Valuation gains (losses) taken to equity	-	(37)	-	-	(37)	(11)	(48)
- Transferred to profit or loss for the period	-	(1)	-	-	(1)	-	(1)
Tax on items taken directly to or transferred from equity	-	2	-	31	33	3	36
Net income (loss) recognized directly in equity	-	(1 812)	-	1 705	(107)	(217)	(324)
Profit for the period	-	-	15 899	-	15 899	2 578	18 477
Total recognized income and expenses for the period	-	(1 812)	15 899	1 705	15 792	2 361	18 153
Dividends	-	-	(3 389)	-	(3 389)	(287)	(3 676)
Share buy back	(901)	-	-	-	(901)	(28)	(929)
Sale of shares, share issue, and share options to employees	104	11	-	-	115	15	130
Equity adjustments in associated companies	-	(42)	-	-	(42)	-	(42)
Transactions with minorities in subsidiaries	-	-	-	-	-	(844)	(844)
Balance as of 31 December 2006	24 360	1 235	30 766	1 613	57 974	8 351	66 325

Cash Flow Statement

Telenor Group

(NOK in millions except earnings per share)	4th quarter		Year	
	2006	2005	2006	2005
Profit before taxes and minority interests	5 952	2 666	21 764	12 591
Income taxes paid	1 351	(641)	(357)	(1 369)
Net (gains) losses, including write-downs and change in fair value of financial items	(791)	(191)	(3 277)	(929)
Depreciation, amortization and write-downs	4 283	3 773	15 241	12 131
Associated companies	(1 126)	(65)	(2 362)	(1 233)
Difference between expensed and paid pensions	(101)	8	(166)	211
Currency (gains) losses not related to operating activities	(59)	185	219	(18)
Change in other accruals	(432)	424	(421)	956
Net cash flows from operating activities	9 077	6 159	30 641	22 340
Purchases of property, plant and equipment (PPE) and intangible assets	(5 751)	(5 135)	(19 224)	(14 213)
Purchases of subsidiaries and associated companies, net of cash acquired	(203)	(2 475)	(21 964)	(8 128)
Sales of PPE, intangible assets and businesses, net of cash transferred	582	118	1 171	1 279
Sales and purchases of other investments	1 391	64	3 522	1 064
Net cash flows from investing activities	(3 981)	(7 428)	(36 495)	(19 998)
Proceeds from and repayments of interest-bearing liabilities	(13 181)	1 965	12 578	4 175
Proceeds from issuance of shares, including from minorities in subsidiaries	19	27	110	74
Share buy-back	(89)	-	(953)	(2 267)
Dividends paid and repayment of equity to minority interests in subsidiaries	(311)	(10)	(976)	(219)
Dividends paid to Telenor's shareholders	-	-	(3 389)	(2 595)
Net cash flows from financing activities	(13 562)	1 982	7 370	(832)
Effects of exchange rate changes on cash and cash equivalents	(190)	60	(179)	215
Net change in cash and cash equivalents	(8 656)	773	1 337	1 725
Cash and cash equivalents at the beginning of the period	16 799	6 033	6 806	5 081
Cash and cash equivalents at the end of the period	8 143	6 806	8 143	6 806
Of which cash and cash equivalents in discontinued operations at the end of the period	294	-	294	-
Cash and cash equivalents at the end of the period - as per balance sheet	7 849	6 806	7 849	6 806

The statement includes cash flows from discontinued operations prior to their disposal.

Cash Flows from discontinued operations	4th quarter		Year	
	2006	2005	2006	2005
Net cash flows from operating activities	220	203	485	583
Net cash flows from investing activities	(72)	(64)	(197)	176
Net cash flows from financing activities	(3)	11	(3)	10

The cash flows ascribed to discontinued operations are only cash flows from external transactions. Hence, the cash flows presented for discontinued operations do not reflect these operations as if they were stand-alone entities.

Analytical Information

	2004			2005			2006					
	Q1	Q2	Q3	Q4	Q1	Q2	Q3	Q4	Q1	Q2	Q3	Q4
MOBILE OPERATIONS												
Telenor Mobile – Norway												
No. of mobile subscriptions (in thousands)	2 378	2 451	2 562	2 645	2 635	2 687	2 736	2 731	2 722	2 709	2 711	2 723
– of which prepaid	1 091	1 118	1 178	1 228	1 218	1 267	1 285	1 222	1 185	1 133	1 097	1 053
Average traffic minutes per subscription per month (AMPU) in the quarter	179	187	187	182	175	191	186	184	186	196	199	205
Average revenue per subscription per month (ARPU) in the quarter	315	332	328	318	297	308	314	317	305	324	331	316
– of which contract	464	491	499	491	453	465	475	472	446	461	469	441
– of which prepaid	147	146	129	119	117	129	133	136	126	141	134	127
Sonofon – Denmark												
No. of mobile subscriptions (in thousands)	987	1 203	1 253	1 275	1 232	1 250	1 261	1 284	1 299	1 310	1 342	1 398
– of which prepaid	250	451	485	462	413	420	420	425	429	436	464	491
Average traffic minutes per subscription per month (AMPU) in the quarter	147	157	139	151	153	182	183	195	200	209	203	205
Average revenue per subscription per month (ARPU) in the quarter	250	233	219	207	229	253	243	246	250	248	257	255
– of which contract	287	291	281	267	284	306	292	285	292	290	306	307
– of which prepaid	135	111	120	111	126	146	146	166	164	163	161	159
Telenor Mobile – Sweden												
No. of mobile subscriptions (in thousands)	84	92	96	105	107	99	97	95	1 660	1 676	1 708	1 733
– of which prepaid	48	55	56	57	56	51	50	48	575	571	571	553
Average traffic minutes per subscription per month (AMPU) in the quarter	73	96	104	108	113	141	144	129	160	185	184	195
Average revenue per subscription per month (ARPU) in the quarter	169	181	182	169	164	167	164	136	229	242	249	260
– of which contract	252	262	265	241	215	216	215	183	330	340	346	362
– of which prepaid	106	122	125	117	121	121	115	90	49	54	58	50
Kyivstar – Ukraine												
No. of mobile subscriptions (100% in thousands)	3 221	3 610	4 856	6 252	7 662	9 335	10 943	13 925	14 965	16 005	17 709	21 510
– of which prepaid	2 675	3 031	4 211	5 532	6 892	8 500	10 021	12 901	13 895	14 886	16 535	20 281
Average traffic minutes per subscription per month (AMPU) in the quarter	68	74	95	95	91	90	103	108	110	118	123	127
Average revenue per subscription per month (ARPU) in the quarter	84	93	95	68	53	62	66	64	53	54	57	52
– of which contract	191	213	223	184	165	187	200	197	175	180	197	198
– of which prepaid	62	69	72	52	40	49	53	53	43	45	47	41
Pannon – Hungary												
No. of mobile subscriptions (in thousands)	2 596	2 588	2 595	2 770	2 792	2 824	2 856	2 929	2 939	2 947	2 981	3 153
– of which prepaid	1 977	1 935	1 886	1 991	1 955	1 915	1 894	1 904	1 878	1 854	1 848	1 962
Average traffic minutes per subscription per month (AMPU) in the quarter	111	121	127	131	125	143	145	149	143	159	157	160
Average revenue per subscription per month (ARPU) in the quarter	165	170	184	171	157	162	166	162	150	148	150	161
– of which contract	399	389	400	356	327	316	314	299	272	254	248	269
– of which prepaid	92	96	103	96	84	89	89	86	80	86	87	90
Telenor – Serbia												
No. of mobile subscriptions (in thousands)	-	-	-	-	-	-	-	-	-	-	2 284	2 464
– of which prepaid	-	-	-	-	-	-	-	-	-	-	1 862	2 003
Average traffic minutes per subscription per month (AMPU) in the quarter	-	-	-	-	-	-	-	-	-	-	-	87
Average revenue per subscription per month (ARPU) in the quarter	-	-	-	-	-	-	-	-	-	-	-	75
– of which contract	-	-	-	-	-	-	-	-	-	-	-	166
– of which prepaid	-	-	-	-	-	-	-	-	-	-	-	53

	2004				2005				2006			
	Q1	Q2	Q3	Q4	Q1	Q2	Q3	Q4	Q1	Q2	Q3	Q4
Promonte – Montenegro												
No. of mobile subscriptions (in thousands)	-	-	340	279	279	303	394	310	324	363	479	365
– of which prepaid	-	-	297	234	235	263	352	265	276	309	424	305
Average traffic minutes per subscription per month (AMPU) in the quarter	-	-	113	87	91	105	109	92	104	121	120	105
Average revenue per subscription per month (ARPU) in the quarter	-	-	139	107	115	129	126	95	111	120	125	108
– of which contract	-	-	309	284	288	338	339	269	284	297	303	286
– of which prepaid	-	-	111	79	82	97	103	71	81	90	100	81
DTAC – Thailand												
No. of mobile subscriptions (100% in thousands)	-	-	-	-	-	-	-	8 677	9 823	10 622	11 241	11 869
– of which prepaid	-	-	-	-	-	-	-	7 212	8 185	8 806	9 274	9 833
Average traffic minutes per subscription per month (AMPU) in the quarter	-	-	-	-	-	-	-	231	295	327	314	329
Average revenue per subscription per month (ARPU) in the quarter	-	-	-	-	-	-	-	66	69	59	58	59
– of which contract	-	-	-	-	-	-	-	141	150	126	123	121
– of which prepaid	-	-	-	-	-	-	-	51	53	45	44	45
DiGi – Malaysia												
No. of mobile subscriptions (100% in thousands)	2 413	2 583	2 804	3 239	3 461	3 765	4 187	4 795	5 086	5 440	5 590	5 312
– of which prepaid	2 301	2 453	2 653	3 067	3 259	3 525	3 880	4 441	4 704	5 018	5 126	4 807
Average traffic minutes per subscription per month (AMPU) in the quarter	167	164	170	165	163	170	175	169	162	163	162	173
Average revenue per subscription per month (ARPU) in the quarter	113	107	110	98	92	99	100	97	97	93	90	96
– of which contract	312	312	297	238	233	216	192	174	172	180	163	157
– of which prepaid	104	97	100	90	84	93	93	97	92	86	84	91
Grameenphone – Bangladesh												
No. of mobile subscriptions (100% in thousands)	1 520	1 795	2 024	2 388	2 928	3 704	4 215	5 542	6 427	8 459	9 404	10 759
– of which prepaid	1 258	1 501	1 730	2 092	2 625	3 375	3 860	5 159	6 030	8 015	8 904	10 227
Average traffic minutes per subscription per month (AMPU) in the quarter	239	246	249	241	237	223	223	250	196	213	214	241
Average revenue per subscription per month (ARPU) in the quarter	120	106	103	87	81	69	65	56	51	45	41	41
– of which contract	331	287	302	257	288	284	282	258	258	234	220	169
– of which prepaid	71	69	67	60	54	47	45	39	37	33	31	34
Telenor – Pakistan												
No. of mobile subscriptions (in thousands)	-	-	-	-	344	836	1 200	1 868	2 527	3 205	4 597	6 661
– of which prepaid	-	-	-	-	342	829	1 183	1 836	2 495	3 165	4 555	6 621
Average traffic minutes per subscription per month (AMPU) in the quarter	-	-	-	-	-	74	93	131	136	146	123	132
Average revenue per subscription per month (ARPU) in the quarter	-	-	-	-	-	22	25	30	32	30	27	28
– of which contract	-	-	-	-	-	154	99	72	59	59	51	60
– of which prepaid	-	-	-	-	-	21	24	29	31	30	27	28
Associated companies												
No. of mobile subscriptions (100% in thousands)	21 028	24 594	28 662	33 763	38 645	42 328	46 615	40 593	41 869	43 042	45 173	46 818

Analytical Information (cont.)

	2004				2005				2006			
	Q1	Q2	Q3	Q4	Q1	Q2	Q3	Q4	Q1	Q2	Q3	Q4
FIXED – Norway												
Retail market												
No. of Telephony subscriptions (in thousands)	1 932	1 886	1 838	1 800	1 757	1 705	1 664	1 622	1 577	1 545	1 513	1 480
– of which PSTN subscriptions (in thousands)	1 248	1 219	1 196	1 182	1 165	1 139	1 118	1 089	1 054	1 017	991	965
– of which ISDN subscriptions (in thousands)	684	667	642	618	592	562	538	509	479	454	434	413
– of which VoIP subscriptions (in thousands)	-	-	-	-	-	4	8	24	44	74	88	102
No. of xDSL subscriptions (in thousands)	208	235	270	326	385	415	444	475	511	527	542	572
Telephony generated traffic (million minutes)	3 725	3 279	2 851	3 171	2 848	2 644	2 289	2 502	2 277	1 997	1 721	1 841
Wholesale market												
No. of Telephony subscriptions (in thousands)	227	266	285	301	309	316	316	314	316	308	296	289
– of which PSTN subscriptions (in thousands)	151	170	180	188	192	200	202	202	203	201	194	192
– of which ISDN subscriptions (in thousands)	76	96	105	113	117	116	114	112	113	107	102	97
No. of xDSL subscriptions (in thousands)	76	86	90	91	77	87	97	109	117	123	130	141
No. of LLUB (in thousands)	96	108	123	145	172	192	209	235	254	265	276	290
FIXED – Sweden												
Bredbandsbolaget												
No. of xDSL subscriptions (in thousands)	-	-	-	-	-	-	200	214	229	242	264	278
No. of LAN subscriptions (in thousands)	-	-	-	-	-	-	156	155	156	158	165	172
No. of VoIP subscriptions (in thousands)	-	-	-	-	-	-	91	104	119	134	147	161
Glocalnet												
No. of xDSL subscriptions (in thousands)	-	-	-	-	-	-	-	-	113	117	119	125
No. of PSTN subscriptions (in thousands)	-	-	-	-	-	-	-	-	285	284	273	257
FIXED – Denmark												
No. of xDSL subscriptions (in thousands)	-	-	-	-	-	-	109	122	138	152	164	174
No. of VoIP subscriptions (in thousands)	-	-	-	-	-	-	18	26	37	41	52	63
BROADCAST												
No. of television subscribers in the Nordic region												
– DTH pay TV subscribers (in thousands)	778	782	800	824	851	853	876	906	918	921	929	943
– Cable TV subscribers (in thousands)	605	611	614	624	616	619	636	681	684	687	691	696
– Households in satellite master antenna TV networks (in thousands)	1 132	1 161	1 190	1 212	1 197	1 205	1 184	1 177	1 120	1 119	1 154	1 155
– Cable TV Internet access (in thousands)	34	35	38	44	48	50	53	73	78	81	84	91
GROUP												
No. of man-years	20 600	20 200	20 700	20 900	21 900	22 400	23 400	27 600	30 450	31 750	33 250	34 350
– of which outside Norway	8 650	8 750	9 450	9 500	10 600	11 100	12 400	16 700	19 400	21 000	22 500	23 650

The Operations

Fourth Quarter

(NOK in millions)	Revenues			EBITDA			Operating profit (loss)			Profit (loss) before taxes		
	2006	2005	Growth	2006	Margin	2005	2006	Margin	2005	2006	Margin	2006
Telenor Mobile – Norway	3 226	3 235	(0.3 %)	1 293	40.1 %	1 186	1 073	33.3 %	962	29.7 %	1 084	994
Sonofon – Denmark	1 473	1 334	10.4 %	378	25.7 %	308	87	5.9 %	12	0.9 %	(147)	(37)
Telenor Mobile – Sweden	1 617	48	nm	326	20.2 %	(309)	(79)	nm	(309)	nm	(89)	(315)
Kyivstar – Ukraine	3 022	2 390	26.4 %	1 661	55.0 %	1 359	1 213	40.1 %	1 019	42.6 %	1 207	955
Pannon – Hungary	1 647	1 565	5.2 %	517	31.4 %	534	197	12.0 %	245	15.7 %	234	293
DTAC – Thailand	2 158	1 191	nm	795	36.8 %	445	410	19.0 %	225	18.9 %	362	254
DiGi – Malaysia	1 699	1 452	17.0 %	824	48.5 %	632	497	29.3 %	356	24.5 %	513	361
Grameenphone – Bangladesh	1 229	850	44.6 %	724	58.9 %	455	520	42.3 %	289	34.0 %	489	209
Other mobile operations	1 185	252	nm	224	18.9 %	(86)	(113)	nm	(211)	nm	446	(89)
Fixed	4 967	5 025	(1.2 %)	1 269	25.5 %	1 543	391	7.9 %	84	1.7 %	508	(237)
Broadcast	1 655	1 466	12.9 %	260	15.7 %	331	93	5.6 %	244	16.6 %	67	237
Other operations	2 180	1 924	13.3 %	14	0.6 %	47	(221)	nm	(154)	nm	1 316	(100)
Eliminations	(1 523)	(1 872)	nm	(91)	nm	131	(88)	nm	113	nm	(88)	111
Total	24 535	18 860	30.1 %	8 194	33.4 %	6 576	3 980	16.2 %	2 875	15.2 %	5 902	2 636

The operations for the year

(NOK in millions)	Revenues			EBITDA			Operating profit (loss)			Profit (loss) before taxes		
	2006	2005	Growth	2006	Margin	2005	2006	Margin	2005	2006	Margin	2006
Telenor Mobile – Norway	13 062	12 243	6.7 %	5 494	42.1 %	4 471	4 604	35.2 %	3 566	29.1 %	4 698	3 663
Sonofon – Denmark	5 601	5 191	7.9 %	1 380	24.6 %	1 176	252	4.5 %	(109)	nm	(148)	(283)
Telenor Mobile – Sweden	5 898	244	nm	1 108	18.8 %	(476)	(491)	nm	(476)	nm	(534)	(502)
Kyivstar – Ukraine	10 956	7 272	50.7 %	6 516	59.5 %	4 050	4 900	44.7 %	2 826	38.9 %	4 706	2 682
Pannon – Hungary	5 951	6 061	(1.8 %)	2 205	37.1 %	2 185	1 068	17.9 %	1 007	16.6 %	1 145	1 114
DTAC – Thailand	8 124	1 191	nm	2 944	36.2 %	445	1 531	18.8 %	225	18.9 %	1 119	254
DiGi – Malaysia	6 373	4 932	29.2 %	2 945	46.2 %	2 142	1 835	28.8 %	1 099	22.3 %	1 882	1 075
Grameenphone – Bangladesh	4 314	2 970	45.3 %	2 516	58.3 %	1 559	1 836	42.6 %	1 120	37.7 %	1 740	1 011
Other mobile operations	2 637	784	nm	288	10.9 %	(312)	(494)	nm	(703)	nm	1 210	581
Fixed	19 874	19 313	2.9 %	6 066	30.5 %	5 885	2 901	14.6 %	2 062	10.7 %	2 763	1 403
Broadcast	6 309	5 649	11.7 %	1 590	25.2 %	1 516	966	15.3 %	1 015	18.0 %	2 532	1 278
Other operations	8 274	7 606	8.8 %	(49)	nm	557	(890)	7.3 %	(219)	nm	729	(188)
Eliminations	(6 296)	(6 890)	nm	(316)	nm	104	(310)	nm	25	nm	(314)	231
Total	91 077	66 566	36.8 %	32 687	35.9 %	23 302	17 708	19.4 %	11 438	17.2 %	21 528	12 319

Special Items

(NOK in millions)	4th quarter		Year	
	2006	2005	2006	2005
Gains on disposal of fixed assets and operations				
Sonofon – Denmark	4	-	4	1
Pannon – Hungary	1	-	7	10
DTAC – Thailand	1	-	2	-
Grameenphone – Bangladesh	-	-	1	-
Fixed	1	37	6	88
Broadcast	1	-	5	1
EDB Business Partner	-	6	-	31
Other business units	79	-	116	20
Corporate functions and Group activities	33	26	53	163
Eliminations	-	4	-	4
Total gains on disposal of fixed assets and operations	120	73	194	318
Losses on disposal of fixed assets and operations				
Telenor Mobile – Norway	1	3	1	16
Sonofon – Denmark	2	-	2	-
Kyivstar – Ukraine	13	-	14	-
Pannon – Hungary	1	(3)	7	19
DTAC – Thailand	1	-	1	-
DiGi – Malaysia	1	-	1	5
Grameenphone – Bangladesh	5	-	25	10
Other mobile operations	-	1	-	1
Fixed	2	65	(5)	65
Broadcast	3	-	5	1
Corporate functions and Group activities	(1)	4	39	33
Eliminations	-	2	-	1
Total losses on disposal of fixed assets and operations	28	72	90	151
Expenses for workforce reductions and loss contracts				
Telenor Mobile – Norway	2	(1)	15	(2)
Sonofon – Denmark	-	9	42	12
Telenor Mobile – Sweden	(22)	291	18	414
Pannon – Hungary	2	10	2	10
Fixed	88	8	152	159
EDB Business Partner	-	13	144	18
Other business units	1	-	6	-
Corporate functions and Group activities	14	16	30	29
Eliminations	(1)	(243)	-	(245)
Total workforce reductions and loss contracts	84	103	409	395
Total other (income) and expenses	(8)	102	305	228
Write-downs				
(NOK in millions)				
	4th quarter		Year	
	2006	2005	2006	2005
Write-downs				
Telenor Mobile – Norway	4	2	37	16
Telenor Mobile – Sweden	-	-	6	-
Kyivstar – Ukraine	18	15	31	15
Pannon – Hungary	26	4	59	7
DiGi – Malaysia	(1)	3	7	5
Fixed	57	609	81	587
Broadcast	15	(57)	18	(53)
EDB Business Partner	1	-	1	-
Other business units	1	4	1	4
Corporate functions and Group activities	17	2	17	2
Total write-downs	138	582	258	583
Special items associated companies				
(Gains) losses on disposal of ownership interests	(366)	(3)	(372)	1
Write-downs associated companies	(169)	172	(158)	172
(Gains) losses on disposal and write-downs of associated companies	(535)	169	(530)	173
Net (gains) losses and write-downs financial items	(74)	(51)	(1 878)	(518)

Reconciliations

(NOK in millions)	4th quarter		Year	
	2006	2005	2006	2005
Profit from total operations	6 956	2 187	18 477	9 134
Profit (loss) from discontinued operations	38	16	155	185
Profit from continuing operations	6 918	2 171	18 322	8 949
Taxes	1 016	(465)	(3 206)	(3 370)
Profit before taxes	5 902	2 636	21 528	12 319
Net financial items	798	(302)	1 467	(346)
Associated companies	1 124	63	2 353	1 227
Depreciation and amortization	4 076	3 119	14 721	11 281
Write-downs	138	582	258	583
EBITDA	8 194	6 576	32 687	23 302
EBITDA	8 194	6 576	32 687	23 302
Other (income) and expenses	(8)	102	305	228
EBITDA before other income and expenses	8 186	6 678	32 992	23 530
Operating profit	3 980	2 875	17 708	11 438
Write-downs	138	582	258	583
Other (income) and expenses	(8)	102	305	228
Adjusted operating profit	4 110	3 559	18 271	12 249
Profit before taxes	5 902	2 636	21 528	12 319
Net (gains) losses and write-downs financial items	(74)	(51)	(1 878)	(518)
(Gains) losses on disposal and write downs of associated companies	(535)	169	(530)	173
Write-downs	138	582	258	583
Other (income) and expenses	(8)	102	305	228
Adjusted profit before taxes	5 423	3 438	19 683	12 785

Specification of Depreciation and Amortization

(NOK in millions)	4th quarter		Year	
	2006	2005	2006	2005
Depreciation of tangible assets				
Telenor Mobile – Norway	166	159	612	661
Sonofon – Denmark	99	92	383	416
Telenor Mobile – Sweden	219	-	837	-
Kyivstar – Ukraine	305	227	1 109	868
Pannon – Hungary	153	139	535	594
Telenor – Serbia	82	-	91	-
Promonte – Montenegro	18	16	68	70
DTAC – Thailand	35	26	133	26
DiGi – Malaysia	253	250	967	912
Grameenphone – Bangladesh	195	158	643	410
Telenor – Pakistan	101	52	317	117
Fixed	523	558	2 136	2 689
Broadcast	140	126	544	486
Other operations	162	148	630	608
Eliminations	(19)	(3)	(67)	(3)
Total depreciation of tangible assets	2 432	1 948	8 938	7 854
Amortization of other intangible assets and prepaid lease payments				
Telenor Mobile – Norway	50	63	241	228
Sonofon – Denmark	192	204	745	869
Telenor Mobile – Sweden	186	-	756	-
Kyivstar – Ukraine	125	98	476	341
Pannon – Hungary	141	146	543	577
Telenor – Serbia	78	-	86	-
Promonte – Montenegro	23	24	88	95
DTAC – Thailand	350	194	1 280	194
DiGi – Malaysia	75	23	136	126
Grameenphone – Bangladesh	9	8	37	29
Telenor – Pakistan	35	33	132	109
Fixed	298	292	948	547
Broadcast	12	18	62	68
Other operations	54	47	192	162
Eliminations	16	21	61	82
Total amortization of other intangible assets	1 644	1 171	5 783	3 427

Definitions

- Underlying growth is defined as revenue growth adjusted for the effects of acquisition and disposal of operations and currency effects.
- For reconciliation of EBITDA before other income and expenses and adjusted operating profit, see the table 'Reconciliations' on page 19.
- Capital expenditure (Capex) is investments in tangible and intangible assets.
- Investments in businesses comprise acquisitions of shares and participations, including acquisitions of subsidiaries and businesses not organised as separate companies.
- Operating cash flow is defined as EBITDA – Capex.

Mobile Operations

Revenues

Subscription and traffic

– consist of subscription and connection fees, revenues from voice outgoing airtime, non-voice traffic, outbound roaming and other mobile service revenues. Subscription and traffic includes only revenues from the company's own subscriptions.

Interconnection revenues

– consist of revenues from incoming traffic. Revenues from incoming traffic related to service provider subscriptions are not included.

Other mobile revenues

– consist of inbound roaming, national roaming and revenues related to service providers and MVNOs (Mobile Virtual Network Operators).

Non-mobile revenues

– consist of revenues from customer equipment and businesses that are not directly related to mobile operations.

Key Figures

Subscriptions

Contract subscriptions are counted until the subscription is terminated.

Prepaid subscriptions are counted as active if there has been outgoing or incoming traffic or if the SIM-card has been reloaded during the last three months. Service provider and MVNO subscriptions are not included. Data only SIM-cards are included, but SIM-cards used for telemetric applications are excluded. Telemetric is defined as machine-to-machine SIM-cards (M2M), for example, vending machines and meter readings.

Average traffic minutes per subscription per month (AMPU)

Traffic minutes per subscription per month are calculated based on total outgoing and incoming rated minutes from the company's own subscriptions. This includes zero rated minutes and outgoing minutes from own subscriptions while roaming. Outgoing and incoming minutes related to inbound roaming, national roaming, service providers and MVNOs are not included.

Average revenue per subscription per month (ARPU)

ARPU is calculated based on mobile revenues from the company's own subscriptions, divided by the average number of subscriptions for the relevant period.

'Mobile revenues company's subscriptions' consist of 'Subscription and traffic' and 'Interconnection revenues' and do not include revenues from inbound roaming, national roaming, service providers, MVNOs, sale of customer equipment and incoming traffic related to service provider subscriptions.

Fixed – Norway

Revenues

Telephony

– consist of subscription and connection fee, traffic (fixed to fixed, fixed to mobile, to other countries, value added services, other traffic) for PSTN/ISDN and Voice over Internet Protocol (VoIP).

xDSL/Internet

– consist of subscription fee for xDSL and Internet and traffic charges for Internet traffic (810/815).

Data services

– consist of Nordicom, Frame relay and IP-VPN.

Other revenue

– consist of leased lines, managed services and other retail products.

Wholesale revenues

– consist of sale to service providers of telephony (PSTN/ISDN) and xDSL, national and international interconnect, transit traffic, leased lines, other wholesale products and contractor services.

Broadcast

Revenues

Distribution

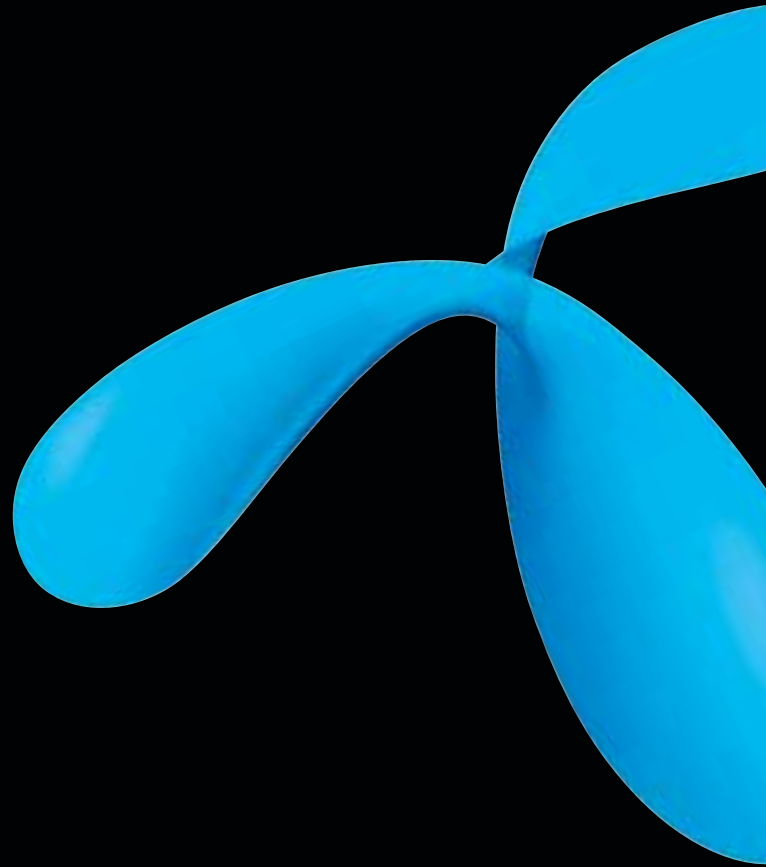
– consist of revenues from Pay TV subscribers and basic tier households on DTH (direct to home), cable TV subscribers, households in SMATV networks and DTT (Digital terrestrial TV) Pay TV subscribers.

Transmission

– consist of revenues from satellite services from satellite position 1-degree west and revenue from terrestrial radio and TV transmission in Norway.

Other

– consist of revenues from conditional access systems and revenue not directly related to Distribution and Transmission services.





Fourth quarter 2006
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