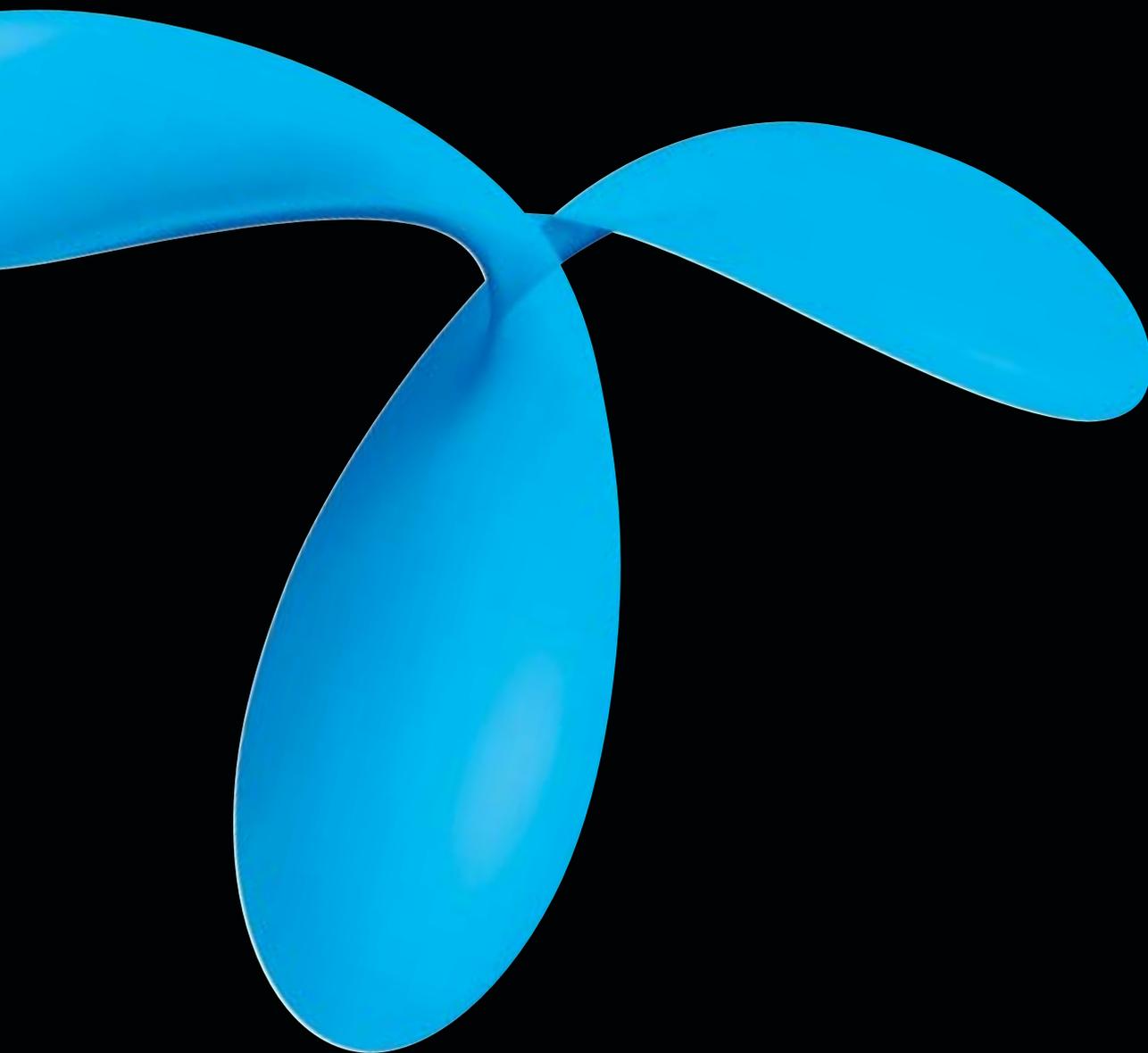
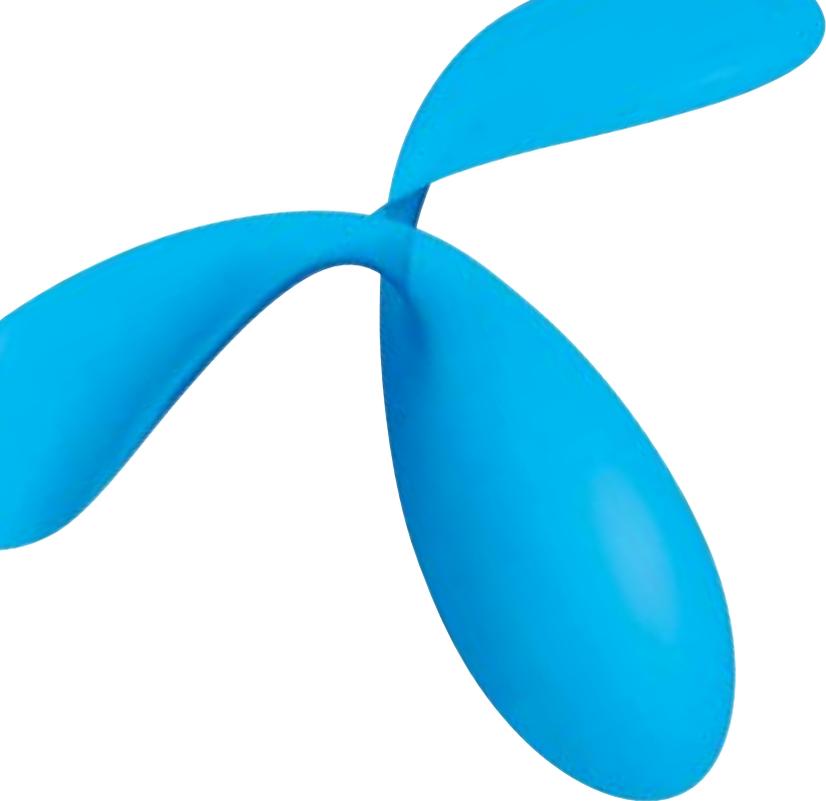


Q2 2009

Interim report January–June 2009





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Commitment to priorities remains firm

Highlights first half and second quarter 2009

(including Kyivstar and Unitech Wireless)

- Revenues in line with last year
- EBITDA margin of 35%
- Cash flow margin of 23%
- Earnings per share YTD of NOK 1.81 (0.83 in Q2)



“The trends from the first quarter of 2009 continued into this quarter, with a challenging business environment also affecting the telecom sector. In spite of pressure on the top line development our operations are improving their performance, resulting in a record high operating cash flow. At the end of the quarter, we reached a total of 168 million mobile subscriptions.

Grameenphone in Bangladesh and Mobile Norway are delivering a particularly strong quarter, both in terms of revenue growth and margins. In addition we are happy to see that Telenor Pakistan this quarter reached its highest margins so far. During this quarter the margins and market positions in CEE remained strong and Kyivstar distributed dividends for 2006 and 2007. The Telenor portion amounted to NOK 2.1 billion.

In June the Telenor brand was successfully launched in the Danish market. The rebranding will strengthen Telenor Denmark's ability to provide unified products and services, in addition to creating a stronger company identity. In Sweden we continue to focus on improving efficiency. In addition to initiatives

in sales and distribution channels, downsizing of staff has been announced and will be completed during the second half of 2009.

In India we are building our operation and preparing for launch. Key agreements are now in place, including GSM equipment and IT outsourcing, in addition to infrastructure sharing. We plan to launch services in five circles in the fourth quarter. The current roll-out plan is embedded in our updated outlook for 2009.

Our shares in VimpelCom are under arrest since 11 March 2009 related to the unfounded Farimex case. Telenor's appeal of previous rulings is scheduled to be heard in the Federal Court of Tyumen 30 September 2009.

For the rest of the year we expect revenues to remain under pressure. We will continue to scale our activities to deliver a strong operating cash flow and sustain our market positions.”

KEY FIGURES¹⁾

	2nd quarter		1st half year		Year
	2009	2008	2009	2008	2008
(NOK in millions except earnings per share)	Proforma Group		Proforma Group		Proforma Group
Revenues	26 923	27 058	53 879	53 302	109 970
EBITDA before other income and expenses	9 332	9 362	18 602	18 611	38 491
EBITDA before other income and expenses/Revenues (%)	34.7	34.6	34.5	34.9	35.0
Adjusted operating profit	5 071	5 621	10 112	11 189	22 640
Adjusted operating profit/Revenues (%)	18.8	20.8	18.8	21.0	20.6
Profit after taxes and non-controlling interests	1 375	3 536	2 997	8 107	13 065
Earnings per share from total operations, basic, in NOK	0.83	2.11	1.81	4.84	7.83
Capex	3 249	6 386	6 540	11 475	22 715
Capex excl. licences and spectrum	3 249	4 836	6 540	9 925	20 680
Capex excl. licences and spectrum/Revenues (%)	12.1	17.9	12.1	18.6	18.8
Operating cash flow ²⁾	6 083	4 526	12 062	8 686	17 811
Net interest-bearing liabilities			34 728	35 702	39 309

EXTRACT FROM OUTLOOK FOR 2009

Based on the proforma group structure including Kyivstar (Unitech Wireless not included), and using currency rates as of 30 June 2009, Telenor expects organic revenues³⁾ in line with 2008, however on the negative side. The EBITDA margin before other income and expenses is expected to be around 34%, while capital expenditure as a proportion of revenues, excluding licences and spectrum, is expected to be in the range of 13–15%.

Telenor expects that Unitech Wireless will contribute marginally to Group revenues in 2009. Including Unitech Wireless, Telenor expects to deliver an EBITDA margin before other income and expenses in the range of 32–33% and capital expenditures as a proportion of revenues, excluding licences and spectrum in the range of 16–19%.

Please refer to page 11 for the full outlook for 2009, and page 21 for definitions.

¹⁾ Kyivstar was deconsolidated and accounted for as an associated company from 29 December 2006. From the fourth quarter of 2007 Kyivstar resumed its financial reporting to Telenor. Kyivstar's figures are reflected in the line "Profit (loss) from associated companies". Proforma figures for 2008 and 2009, assuming Kyivstar was still consolidated, are included in the table.

²⁾ Operating cash flow is defined as EBITDA before other income and expenses – Capex, excluding licences and spectrum

³⁾ Organic revenue is defined as revenue adjusted for the effects of acquisition and disposal of operations and currency effects

Management interim report

Telenor's operations

Unless otherwise stated, the statements below are related to Telenor's development in the second quarter of 2009 compared to the second quarter of 2008. All comments on EBITDA are made on development in EBITDA before other income and expenses (other items). Please refer to page 9 for comments on other income and expenses.

Additional information is available at: www.telenor.com/ir

As a consequence of Alfa Group's previous collusive litigation in Ukraine and boycott of Kyivstar's board and shareholder meetings in defiance of an international arbitration award and two court orders, Telenor has been unable to consolidate Kyivstar's financial results since 29 December 2006.

Kyivstar was deconsolidated, due to injunctions in Ukraine prohibiting Kyivstar's management from providing financial information to Kyivstar's external auditors and its shareholders, including Telenor. In response to the termination of the last of the three injunctions by a Ukrainian court on 23 November 2007 Kyivstar was included in the line associated companies. After the termination of the injunctions, Kyivstar provided Telenor with unaudited financial information until audited financial information was received as described below.

To restore corporate governance in Kyivstar, Telenor filed on 23 January 2008 a contempt motion with the federal court in New York against Storm LLC, its two direct shareholders Alpren Ltd. and Hardlake Ltd., and Altimo Holdings & Investments Ltd. The court ruled on 19 November 2008, finding for Telenor on all accounts and ordering Storm to take all steps necessary to restore corporate governance in Kyivstar.

On 16 December 2008 the shareholders met at two Extraordinary General Meetings of Shareholders (EGMS) to bring the charter in compliance with Ukrainian law. Furthermore the EGMSs elected a new company Board, appointed the Auditing Commission and declared dividends for the years 2004 and 2005. The company board met and elected Ernst & Young as the company's external auditor. On 1 June 2009 the EGMS approved the audited Financial Statements for 2006 and 2007 and declared dividends. The audit of the 2008 accounts will be finalised in the third quarter 2009. There is a possibility that when external auditors have completed the audit of Kyivstar's financial statements, discrepancies may emerge between the unaudited financial information for 2008 that has been provided by Kyivstar and the final audited financial statements.

On 13 March 2009 Telenor initiated arbitration against Storm and Alfa entities under the Kyivstar shareholder agreement with a claim for compensation for losses occurred as a consequence of the Storm/Alfa boycott of corporate governance in Kyivstar since 2005.

NORDIC

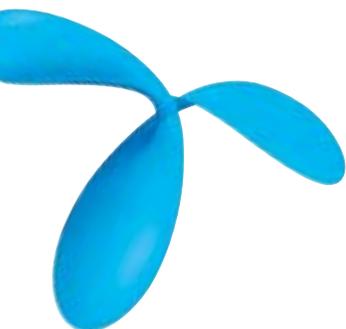
Telenor Mobile – Norway

(NOK in millions)	2nd quarter		1st half year		Year
	2009	2008	2009	2008	2008
Revenues					
Subscription and traffic	2 347	2 318	4 580	4 498	9 154
Interconnect revenues	486	479	953	926	1 841
Other mobile revenues	390	285	768	665	1 390
Non-mobile revenues	133	126	274	239	492
Total revenues	3 356	3 208	6 575	6 328	12 877

EBITDA before other items	1 339	1 166	2 588	2 293	4 610
Operating profit	1 104	964	2 130	1 876	3 774

EBITDA before other items/					
Total revenues (%)	39.9	36.3	39.4	36.2	35.8
Capex	174	227	426	464	994
Investments in businesses	-	-	-	-	29
No. of subscriptions (in thousands):					
– Change in quarter/Total	28	51	2 928	2 796	2 893
ARPU – monthly (NOK)	325	337	317	328	327

- The total number of voice and stand alone data subscriptions increased by 28,000 during the quarter. After publication of fourth quarter figures 2008 from The Norwegian Post and Telecommunications Authority (NPT), the estimated voice subscription market share declined to 52%. The total number of mobile broadband subscriptions increased by 47,000 to 233,000 and an estimated market share of 59% was maintained.
- Average revenue per user (ARPU) decreased by 4% driven by lower average prices (APPM).
- Total revenues increased by 5%, mainly due to an increase in other mobile revenues from the national roaming agreement with Network Norway and a larger subscription base.
- The EBITDA margin increased by 4 percentage points due to higher revenues and reduced sales and marketing expenses.
- Capital expenditure was reduced by 23% primarily due to lower network investments.
- With effect from 1 July 2009 NPT lowered Telenor's and NetCom's interconnect rate from NOK 0.6 to NOK 0.5.



Fixed – Norway

(NOK in millions)	2nd quarter		1st half year		Year
	2009	2008	2009	2008	2008
Revenues					
Telephony	1 078	1 194	2 204	2 423	4 678
xDSL/Internet	691	674	1 367	1 339	2 674
Data services	159	176	335	358	712
Other	395	318	785	567	1 379
Total retail	2 323	2 362	4 691	4 687	9 443
Wholesale	1 316	1 294	2 629	2 600	5 264
Total revenues	3 639	3 656	7 320	7 287	14 707
EBITDA before other items	1 306	1 324	2 639	2 605	5 279
Operating profit	814	794	1 662	1 467	3 009

EBITDA before other items/					
Total revenues (%)	35.9	36.2	36.1	35.7	35.9
Capex	458	561	936	1 079	2 071
Investments in businesses	-	-	5	-	212
No. of subscriptions – Change in quarter/Total (in thousands):					
Telephony	(28)	(22)	1 245	1 340	1 301
– of which PSTN	(17)	(13)	807	867	841
– of which ISDN	(10)	(12)	294	337	317
– of which VoIP	(1)	3	144	136	143
xDSL	(7)	1	635	646	647

- Telenor's estimated market share for telephony, measured in traffic minutes, was 60% and estimated subscription market share for xDSL in the retail market was 59%, both in line with previous quarters.
- Datamatrix was consolidated from 2 September 2008, and contributed with NOK 88 million in revenues in the second quarter of 2009. Adjusted for the effect of Datamatrix revenues decreased by 3%.
- Telephony revenues decreased due to continued reduction in the number of subscriptions and lower traffic volumes per subscription. The decline in the number of subscriptions was in line with the previous quarter.
- Revenues from xDSL/Internet increased due to an increase in ARPU being only partly offset by a decrease in the number of subscriptions.
- Wholesale revenues increased by 2% following increase in international interconnect, transit traffic and leased lines, partly offset by declining revenues from telephony and xDSL.
- EBITDA remained stable primarily due to decreased operating and maintenance expenses.
- Capital expenditure decreased by 18% primarily due to reduced investments in IS/IT systems.

Telenor Sweden

(NOK in millions)	2nd quarter		1st half year		Year
	2009	2008	2009	2008	2008
Revenues mobile operation					
Subscription and traffic	1 088	1 116	2 114	2 209	4 452
Interconnect revenues	221	241	417	455	863
Other mobile revenues	81	105	141	196	398
Non-mobile revenues	198	135	379	278	647
Total revenues mobile operation	1 588	1 597	3 051	3 138	6 360
Revenues fixed operation	716	810	1 431	1 641	3 258
Eliminations	(26)	(15)	(44)	(27)	(86)
Total revenues	2 278	2 392	4 438	4 752	9 532

EBITDA before other items	408	442	793	956	2 040
Operating profit (loss)	(128)	(50)	(254)	(25)	(149)

EBITDA before other items/					
Total revenues (%)	17.9	18.5	17.9	20.1	21.4
Capex	218	709	461	959	1 528
Investments in businesses	-	-	-	11	12

Mobile ARPU – monthly (NOK)	227	243	221	239	238
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No. of subscriptions – Change in quarter/Total (in thousands):					
Mobile	34	31	1 946	1 884	1 900
Telephony	1	(8)	439	442	438
– of which PSTN	(8)	(11)	197	230	214
– of which VoIP	9	3	242	212	224
xDSL	(14)	(12)	413	456	438
LAN	-	(2)	183	181	182

Exchange rate		0.8192	0.8478	0.8548	
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- The number of mobile subscriptions increased by 34,000 during the quarter, driven by growth in contract and mobile broadband subscriptions. The estimated subscription market share was stable at 17%.
- Fixed broadband subscriptions decreased by 14,000 mainly resulting from focus shifting from broadband services based on third party wholesale xDSL to mobile broadband. The estimated subscription market share for fixed broadband in the consumer market decreased to 21%.
- Total revenues in local currency decreased by 1%.
- Mobile revenues in local currency increased by 3% mainly due to higher retail revenues and higher handset sales, only partly offset by lower roaming and interconnect revenues. Interconnect rates were reduced from 1 July 2008 and roaming charges from 1 September 2008.
- Fixed revenues in local currency decreased by 8% primarily driven by the decreased number of telephony and broadband subscriptions.
- The EBITDA margin decreased by 1 percentage point mainly due to lower gross margin, partly offset by lower personnel, sales and marketing expenses.
- Capital expenditure was significantly lower than last year, as the 2008 figures included capitalisation of the 2x20 MHz in the 2.6 GHz spectrum of approximately NOK 450 million.
- With effect from 1 July 2009 the Swedish Post and Telecom Agency (PTS) lowered Telenor's interconnect rate from SEK 0.43 to SEK 0.32.

Telenor Denmark

(NOK in millions)	2nd quarter		1st half year		Year
	2009	2008	2009	2008	2008
Revenues mobile operation					
Subscription and traffic	980	814	1 941	1 613	3 449
Interconnect revenues	391	351	773	693	1 420
Other mobile revenues	99	123	202	202	431
Non-mobile revenues	116	128	244	258	514
Total revenues mobile operation	1 586	1 416	3 160	2 766	5 814
Revenues fixed operation	414	473	872	955	1 904
Eliminations	(19)	(27)	(35)	(41)	(91)
Total revenues	1 981	1 862	3 997	3 680	7 627

EBITDA before other items	453	416	919	802	1 793
Operating profit	13	104	48	223	441

EBITDA before other items/					
Total revenues (%)	22.9	22.3	23.0	21.8	23.5
Capex	275	337	547	595	1 290
Investments in businesses	111	-	111	-	-

Mobile ARPU – monthly (NOK)	240	230	242	227	234
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No. of subscriptions – Change in quarter/Total (in thousands):

Mobile	132	45	1 965	1 728	1 813
Telephony	(17)	(2)	292	340	326
– of which PSTN	(15)	(11)	161	224	192
– of which VoIP	(2)	9	131	116	134
xDSL	(5)	2	263	280	272

Exchange rate		1.1944	1.0660	1.1024	
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In May Telenor Denmark acquired BiBob, a service provider on Telenor's network. BiBob is consolidated with effect from 5 May 2009. The revenue and EBITDA effect of the consolidation is marginal.

- The number of mobile subscriptions increased by 132,000 during the quarter, which includes 70,000 subscriptions from BiBob. Following the acquisition of BiBob, the estimated subscription market share increased to 28%.
- The number of xDSL subscriptions declined slightly during the quarter, primarily due to fierce competition in the xDSL market.
- Mobile ARPU in local currency decreased by 6%, mainly as a consequence of lower roaming charges from 1 May 2008 and 1 May 2009 combined with lower ARPU from BiBob subscriptions.
- Total revenues in local currency decreased by 5%. Mobile revenues increased slightly compared to last year, while fixed revenues decreased by 22% resulting from declining PSTN subscription base and continuous price pressure in the xDSL market.
- Capital expenditure in local currency was reduced by 27% primarily due to high capex spending in the second quarter last year related to xDSL infrastructure.
- In June 2009, Sonofon and Cybercity were rebranded to Telenor Denmark.
- With effect from 1 May 2009 the National IT and Telecom Agency (NITA) lowered the interconnect rate from DKK 0.62 to DKK 0.54.

CENTRAL EASTERN EUROPE

Kyivstar – Ukraine

(NOK in millions)	2nd quarter		1st half year		Year
	2009	2008	2009	2008	2008
Revenues					
Subscription and traffic	1 846	2 575	3 633	4 983	10 607
Interconnect revenues	503	691	982	1 308	2 911
Other mobile revenues	37	55	85	97	171
Non-mobile revenues	33	28	67	54	145
Total revenues	2 419	3 349	4 767	6 442	13 834
EBITDA before other items	1 436	2 012	2 806	3 884	8 058
Operating profit	957	1 574	1 948	3 013	6 077

EBITDA before other items/					
Total revenues (%)	59.4	60.1	58.9	60.3	58.2
Capex	241	404	537	744	2 096
No. of subscriptions (in thousands):					
– Change in quarter/Total	(504)	(380)	22 223	23 307	23 531
ARPU – monthly (NOK)	35	46	34	45	48
Exchange rate			0.8390	1.0572	1.0794

* The number of subscriptions has been restated for the first quarter of 2009 due to a correction of inactive prepaid subscriptions, resulting in an accumulated reduction of 325,000. ARPU and AMPU were restated accordingly.

The figures for Kyivstar are included under associated companies. For further information, please see page 2 and page 9. At the end of the second quarter of 2009 Telenor's ownership interest in Kyivstar was 56.5%.

- Kyivstar maintained its position as the market leader in Ukraine, with a stable estimated revenue market share of around 51% at the end of the second quarter.
- The number of subscriptions decreased by 504,000 during the quarter, due to the continued pressure from competitors' zero on-net pricing. Estimated subscription market share dropped to 41%.
- ARPU in local currency decreased by 4%, reflecting the market decline and was due to lower pricing to combat competitors' activities, slightly offset by higher AMPU.
- Total revenues in local currency decreased by 8% primarily as a result of lower ARPU, but also reflecting the lower subscription base.
- In local currency, EBITDA decreased by 9% driven by the decline in revenue, partly offset by reduced operating expenses. The EBITDA margin remained stable.
- Capital expenditure in local currency decreased by 24% as a result of adjusting network investments to current traffic volumes.

Pannon – Hungary

(NOK in millions)	2nd quarter		1st half year		Year
	2009	2008	2009	2008	2008
Revenues					
Subscription and traffic	1 029	1 057	2 016	2 042	4 404
Interconnect revenues	277	350	554	668	1 421
Other mobile revenues	23	24	38	47	84
Non-mobile revenues	45	51	88	105	250
Total revenues	1 374	1 482	2 696	2 862	6 159

EBITDA before other items	572	612	1 130	1 196	2 516
Operating profit	395	441	788	857	1 800

EBITDA before other items/					
Total revenues (%)	41.6	41.3	41.9	41.8	40.9
Capex	116	160	207	267	600
No. of subscriptions (in thousands):					
– Change in quarter/Total	(17)	14	3 577	3 415	3 731
ARPU – monthly (NOK)	122	138	118	133	140
Exchange rate			0.0307	0.0314	0.0327

- The number of subscriptions decreased by 17,000 during the quarter, due to churn from previous campaigns in the consumer segment. The subscription market share increased slightly to 34%.
- AMPU decreased by 5% following lower consumer spending and no free usage campaigns in 2009.
- ARPU measured in local currency decreased by 8% mainly due to lower interconnect rates from 1 January 2009 and reduced roaming charges from 30 August 2008 as well as the reduction in average usage.
- Total revenues measured in local currency decreased by 4% mainly due to lower ARPU and reduced handset sales, only partly offset by increased mobile broadband revenues.
- EBITDA in local currency decreased by 3% mainly driven by higher losses on receivables and increased operation and maintenance expenses. The increase in operating expenses was partly offset by reduced interconnect rates and lower handset subsidies. The EBITDA margin remained stable.
- Capital expenditure in local currency decreased by 30% mainly due to reduced network investments. A major part of the investments during the quarter was related to the company's new headquarter, inhabited from June 2009.

Telenor – Serbia

(NOK in millions)	2nd quarter		1st half year		Year
	2009	2008	2009	2008	2008
Revenues					
Subscription and traffic	545	557	1 062	1 058	2 277
Interconnect revenues	155	162	301	312	663
Other mobile revenues	22	32	59	64	145
Non-mobile revenues	23	22	43	37	81
Total revenues	745	773	1 465	1 471	3 166

EBITDA before other items	297	337	607	621	1 433
Operating profit	(1 844)	171	(1 706)	296	737

EBITDA before other items/					
Total revenues (%)	39.9	43.6	41.4	42.2	45.3
Capex	74	92	140	231	517
Investments in businesses	-	-	31	-	-
No. of subscriptions (in thousands):					
– Change in quarter/Total	(32)	(8)	2 831	2 722	2 844
ARPU – monthly (NOK)	82	88	80	83	89
Exchange rate			0.0947	0.0973	0.1010

Telenor Serbia is part of 'Other mobile operations' in Note 6.

- The number of subscriptions decreased by 32,000 during the quarter, mainly driven by prepaid churn following Christmas campaigns. The estimated subscription market share remained stable at 35%.
- Revenues in local currency increased by 1% primarily due to a higher number of contract subscriptions.
- The EBITDA margin decreased by 4 percentage points mainly as a result of increased handset subsidies as well as maintenance and support fees. Depreciation in local currency also contributed to decrease in margins.
- Capital expenditure in local currency decreased by 15% due to reduced network investments.
- During the second quarter, goodwill has been impaired by NOK 1,970 million. See Note 4 for further details.
- As of 1 June 2009 Telenor Serbia implemented the 10% mobile communication tax imposed on all operators by the Government in Serbia.

Promonte – Montenegro

(NOK in millions)	2nd quarter		1st half year		Year
	2009	2008	2009	2008	2008
Revenues	186	187	352	351	775
EBITDA before other items	79	78	147	135	326
Operating profit	57	30	101	36	157

EBITDA before other items/					
Total revenues (%)	42.5	41.7	41.8	38.5	42.1
Capex	10	24	16	34	67
No. of subscriptions (in thousands):					
– Change in quarter/Total	23	61	436	521	431
Exchange rate			8.8977	7.9485	8.2194

Promonte is part of 'Other mobile operations' in Note 6.

- The number of subscriptions increased by 23,000 during the quarter, while the subscription market share remained stable at 39%.
- Revenues in local currency decreased by 11% mainly due to lower number of subscriptions and reduced roaming revenues resulting from fewer tourists visiting Montenegro.
- EBITDA in local currency decreased by 8%, as lower revenues were only partly offset by reduced sales and marketing expenses and lower handset subsidies. The EBITDA margin increased by 1 percentage point.



ASIA

DTAC – Thailand

(NOK in millions)	2nd quarter		1st half year		Year
	2009	2008	2009	2008	2008
Revenues					
Subscription and traffic	2 270	1 897	4 646	4 049	8 331
Interconnect revenues	640	667	1 327	1 390	2 738
Other mobile revenues	75	485	207	628	849
Non-mobile revenues	24	19	48	37	82
Total revenues	3 009	3 068	6 228	6 104	12 000
EBITDA before other items	890	1 251	1 827	2 265	3 980
Operating profit	474	968	1 006	1 641	2 635
EBITDA before other items/					
Total revenues (%)	29.6	40.8	29.3	37.1	33.2
Capex	283	414	545	792	1 921
Investments in businesses	-	14	-	23	26
No. of subscriptions (in thousands):					
- Change in quarter/Total	255	777	19 200	17 433	18 682
ARPU – monthly (NOK)	50	50	52	54	53
Exchange rate			0.1909	0.1644	0.1703

At the end of the second quarter of 2009, Telenor's economic stake in DTAC was 65.5%.

- The number of subscriptions increased by 255,000 during the quarter and the estimated subscription market share remained stable at around 30%.
- Total revenues measured in local currency decreased by 17%. Adjusted for the positive one-time effect of approximately NOK 400 million in the second quarter last year, related to the settlement with Digital Phone Co. Ltd (DPC), the decline was 6%. The decrease was driven by a sharp decline in international roaming, lower International Direct Dial (IDD) traffic and interconnect revenues.
- EBITDA in local currency decreased by 40% mainly due to the receipt of one-time settlement of the dispute with DPC last year, unfavourable interconnect balance and less international roaming.
- Capital expenditure in local currency decreased by 42% as a result of adjusting network investments to lower growth in subscriptions and reduced traffic volumes following the uncertain economic environment.
- The National Telecommunications Commission (NTC) has stated its intention to open the 3G auction by the end of 2009. NTC is currently working on the licensing framework and has announced that regulations and policy guidelines should be available in the third quarter this year.

DiGi – Malaysia

(NOK in millions)	2nd quarter		1st half year		Year
	2009	2008	2009	2008	2008
Revenues					
Subscription and traffic	1 907	1 660	3 913	3 353	7 109
Interconnect revenues	243	185	485	368	804
Other mobile revenues	28	22	59	47	103
Non-mobile revenues	30	22	58	42	96
Total revenues	2 208	1 889	4 515	3 810	8 112
EBITDA before other items	965	886	1 997	1 804	3 666
Operating profit	605	632	1 326	1 267	2 575
EBITDA before other items/					
Total revenues (%)	43.7	46.9	44.2	47.3	45.2
Capex	250	1 394	527	1 602	2 675
No. of subscriptions (in thousands):					
- Change in quarter/Total	75	84	7 230	6 637	7 062
ARPU – monthly (NOK)	99	93	102	95	99
Exchange rate			1.8633	1.6143	1.6850

At the end of the second quarter of 2009 Telenor's ownership interest in DiGi was 49.0%.

- The number of subscriptions increased by 75,000 during the quarter.
- ARPU measured in local currency decreased by 8% compared to last year primarily due to cautious spending by price sensitive segments.
- Total revenues in local currency increased by 1% mainly due to a higher subscription base, partly offset by lower ARPU.
- The EBITDA margin decreased by 3 percentage points primarily resulting from increased traffic costs and higher operating expenses to cater for 3G roll-out.
- Capital expenditure was significantly lower than last year, as the 2008 figures included the capitalisation of the 3G spectrum licence of approximately NOK 1.1 billion.



Grameenphone – Bangladesh

(NOK in millions)	2nd quarter		1st half year		Year
	2009	2008	2009	2008	2008
Revenues					
Subscription and traffic	1 391	996	2 741	2 051	4 486
Interconnect revenues	133	93	348	183	536
Other mobile revenues	4	3	9	7	14
Non-mobile revenues	9	2	13	6	13
Total revenues	1 537	1 094	3 111	2 247	5 049

EBITDA before other items	909	301	1 843	846	2 342
Operating profit	521	40	1 051	329	1 111

EBITDA before other items/					
Total revenues (%)	59.1	27.5	59.2	37.7	46.4
Capex	184	418	465	851	2 258
No. of subscriptions (in thousands):					
– Change in quarter/Total	106	2 503	21 163	20 308	20 993
ARPU – monthly (NOK)	24	19	24	21	22
Exchange rate			0.0970	0.0758	0.0822

At the end of the second quarter of 2009, Telenor's ownership interest in Grameenphone was 62.0%.

- The number of subscriptions increased by 106,000 during the quarter, while there was a slight decline in subscription market share to 45%.
- ARPU in local currency decreased by 1% due to lower usage and reduced interconnect rates, partly offset by higher average prices (APPM).
- Measured in local currency, total revenues increased by 10%, mainly due to a higher number of subscriptions, higher APPM and increased interconnect revenues following the introduction of International Gateway (IGW) from the fourth quarter of 2008. The increase was partly offset by reduced rates on local interconnect calls.
- The EBITDA margin improved significantly compared to last year mainly due to higher revenues combined with lower subscription acquisition costs. In 2008 the EBITDA was negatively affected by one-time effects amounting to accrual of approximately NOK 150 million related to compensation for Grameenphone's involvement in international interconnect through VoIP prior to February 2007.
- Capital expenditure in local currency decreased by 65% as a result of adjusting network investments to lower growth in subscriptions and traffic volumes.
- Followed by the reduction in local interconnect rates in previous quarter, The Bangladesh Telecommunication Regulatory Commission (BTRC) has lowered the international interconnect rate to minimum USD 0.03 from USD 0.04 with effect from 19 May 2009.
- On 2 July 2009, The Securities and Exchange Commission (SEC) in Bangladesh gave formal approval for Grameenphone's Initial Public Offering (IPO). The approval is subject to satisfactory and successful completion of certain conditions, including increasing the size of the primary offer from 8.95% to 10%. When completed this will be the largest IPO in Bangladesh.

Telenor – Pakistan

(NOK in millions)	2nd quarter		1st half year		Year
	2009	2008	2009	2008	2008
Revenues					
Subscription and traffic	915	797	1 829	1 644	3 243
Interconnect revenues	195	173	380	356	691
Other mobile revenues	4	2	8	5	18
Non-mobile revenues	18	19	36	28	59
Total revenues	1 132	991	2 253	2 033	4 011

EBITDA before other items	260	206	492	385	709
Operating loss	(54)	(5)	(144)	(61)	(310)

EBITDA before other items/					
Total revenues (%)	23.0	20.8	21.8	18.9	17.7
Capex	182	966	523	1 604	3 061
Investments in businesses	-	-	-	-	95
No. of subscriptions (in thousands):					
– Change in quarter/Total	908	1 423	20 893	18 125	19 388
ARPU – monthly (NOK)	18	19	18	20	19
Exchange rate			0.0835	0.0808	0.0796

- The number of subscriptions increased by 908,000 during the quarter, resulting in a stable subscription market share at 22%. During the quarter subscription growth regained momentum compared to recent quarters, partly due to reduced churn resulting from competitive offerings and successful churn reduction activities.
- ARPU in local currency decreased by 7%, mainly as a result of a decline in average prices following intense competition and general economic slowdown in Pakistan.
- Total revenues in local currency increased by 7% as a result of a subscription growth of close to 3 million compared to last year, partially offset by lower ARPU.
- EBITDA increased by 19% in local currency mainly due to higher revenues. In the second quarter Telenor Pakistan reported the highest quarterly EBITDA margin so far, of 23%.
- Capital expenditure in local currency continued to decrease, mainly due to adjusting network investments to lower growth in subscriptions and traffic volumes.

Unitech Wireless – India

(NOK in millions)	2nd quarter		1st half year		Year
	2009	2008	2009	2008	2008
Revenues	-	-	-	-	-
EBITDA before other items	(80)	-	(80)	-	-
Operating loss	(80)	-	(80)	-	-

Capex	424	-	424	-	-
Investments in businesses	17	-	17	-	-
Exchange rate			0.1358	-	-

Unitech Wireless is part of 'Other mobile operations' in Note 6.

- On 19 May 2009, Telenor completed the second tranche of the capitalisation of Unitech Wireless, through a capital injection of approximately NOK 1.9 billion, bringing the ownership share up to 49%.
- Capital expenditure was mainly related to IT contract, GSM equipment and provisions for capitalisation of interest for licence fee.
- During the quarter, Unitech Wireless has entered into a number of contracts, including an IT outsourcing agreement with WIPRO with an estimated contractual obligation in the range of NOK 2.0–2.5 billion over the lifetime of the contract, and GSM equipment supplier contracts with Huawei, Alcatel Lucent and Ericsson.
- On 23 June 2009, Unitech Wireless acquired Unitech Long Distance Communication Services Limited for a consideration of approximately NOK 17 million, in order to get immediate access to licenses to provide national long distance (NLD) and international long distance (ILD) services.
- Unitech Wireless is preparing for commercial launch during the fourth quarter of 2009.

BROADCAST

(NOK in millions)	2nd quarter		1st half year		Year
	2009	2008	2009	2008	2008
Revenues					
Canal Digital Group	1 637	1 633	3 269	3 110	6 392
Transmission & Encryption	577	563	1 170	1 117	2 265
Other/Eliminations	(130)	(130)	(253)	(239)	(487)
Total revenues	2 084	2 066	4 186	3 988	8 170
EBITDA before other items					
Canal Digital Group	190	40	327	164	474
Transmission & Encryption	314	309	626	620	1 245
Other/Eliminations	(7)	(20)	(21)	(32)	(89)
Total EBITDA before other items	497	329	932	752	1 630
Operating profit (loss)					
Canal Digital Group	113	(27)	170	34	174
Transmission & Encryption	198	186	397	392	791
Other/Eliminations	(20)	(28)	(56)	(85)	(220)
Total operating profit	291	131	511	341	745
EBITDA before other items/					
Total revenues (%)	23.8	15.9	22.3	18.9	20.0
Capex	228	323	473	1 721	2 365
Investments in businesses	-	25	88	25	44
No. of subscriptions – Change in quarter/Total (in thousands):					
DTH TV	(17)	(3)	1 079	1 121	1 113
Cable TV	(7)	24	732	734	746
Cable TV Internet access	12	9	216	149	188

- The number of DTH subscribers decreased by 17,000, and the number of Cable TV Internet access subscriptions increased by 12,000 during the quarter.
- In the Canal Digital Group, revenues mainly increased as an effect of higher penetration of additional services for cable in Norway. Revenues in 2008 were positively affected by the resale of content rights for the UEFA Euro 2008 football event. The EBITDA in 2008 was negatively affected by costs related to the acquisition of the UEFA Euro 2008 content rights, being the main reason for the increase in EBITDA compared to last year. In addition there was a reduction in marketing, hardware and logistics costs following lower new DTH sales in the second quarter of 2009.
- Revenues in Transmission & Encryption increased due to higher revenues from satellite transmission. This was partly offset by lower revenues from conditional access services and also lower revenues from terrestrial transmission due to analogue shut off in Norway.
- In the second quarter of 2009, the 49% owned associated company in Belgium, Norkring België, was awarded a DTT licence in Flanders, Belgium.
- On 9 July 2009 Telenor Satellite Broadcasting signed a contract for satellite transmission to UPC Direct's DTH customers in Central and Eastern Europe.

OTHER UNITS

(NOK in millions)	2nd quarter		1st half year		Year
	2009	2008	2009	2008	2008
Revenues					
EDB Business Partner	1 930	2 004	3 863	3 830	7 807
New Business	44	26	82	49	119
Corporate functions and Group activities	639	529	1 202	1 064	2 193
Other/eliminations	(14)	(23)	(25)	(46)	(101)
Total revenues	2 599	2 536	5 122	4 897	10 018
EBITDA before other items					
EDB Business Partner	225	202	452	433	938
New Business	(40)	(35)	(88)	(58)	(166)
Corporate functions and Group activities	(165)	(149)	(351)	(292)	(586)
Other/eliminations	(25)	(11)	(50)	(12)	(39)
Total EBITDA before other items	(5)	7	(37)	71	147
Operating profit (loss)					
EDB Business Partner	113	78	246	210	422
New Business	(54)	(48)	(116)	(79)	(214)
Corporate functions and Group activities	(261)	(252)	(545)	(503)	(992)
Other/eliminations	(25)	(11)	(50)	(13)	(42)
Total operating profit (loss)	(227)	(233)	(465)	(385)	(826)
Capex from continuing operations	132	353	314	527	1 258
Capex from discontinued operations	2	9	3	14	31
Investments in businesses	32	37	76	1 415	1 448

EDB Business Partner

- Revenues decreased by 4%, mainly due to lower demand in the business area Application Services.

New Business

- As of the second quarter, Telenor Cinclus is presented as a discontinued operation. Figures for prior periods have been reclassified accordingly. See Note 5 for further details.

Other

- The increase in revenues within Corporate Functions is mainly related to higher activities within staff functions, Telenor Consult and Telenor Key Partner.



Group overview

The statements below are related to Telenor's development in the first half of 2009 compared to the first half of 2008, unless otherwise stated. The statements are based on reported figures, where Kyivstar is included as an associated company. Please refer to the section Telenor's operations, Note 6, Telenor's first quarter report 2009 and Telenor's Annual Report 2008 for further information.

As of the second quarter 2009, Telenor Cinclus is reported as discontinued operation. Prior periods' income statements have been reclassified accordingly. Please refer to Note 5 for further details.

REVENUES

- Revenues increased by NOK 2,249 million, or 5%, mainly as a result of a positive currency effects from the general weakening of the Norwegian Krone, subscription growth in our Asian operations and the acquisitions of IS Partner in EDB Business Partner and Datamatrix in Fixed Norway.

EBITDA

- EBITDA increased by NOK 1,240 million compared to last year. Higher revenues were only partly offset by higher operating expenses.

SPECIFICATION OF OTHER INCOME AND EXPENSES

(NOK in millions)	2nd quarter		1st half year		Year
	2009	2008	2009	2008	2008
EBITDA before other income and expenses	7 896	7 350	15 796	14 727	30 433
EBITDA margin before other income and expenses (%)	32.2	31.0	32.2	31.4	31.6
Gains (losses) on disposal of fixed assets and operations	(22)	7	(17)	(75)	(202)
Workforce reductions and loss contracts	(54)	(32)	(72)	(185)	(422)
EBITDA	7 820	7 325	15 707	14 467	29 809
EBITDA margin (%)	31.9	30.9	32.0	30.9	31.0

- Losses on disposal of fixed assets and operations in the first half of 2009 were mainly related to Telenor Sweden.
- Workforce reductions and loss contracts in the first half of 2009 were mainly related to workforce reductions in Telenor Norway and Telenor Denmark.

OPERATING PROFIT

- Operating profit decreased by NOK 1,893 million compared to last year. The main reason for the decline in operating profit is the impairment of goodwill in Telenor Serbia of NOK 1,970 million. In addition to the factors mentioned above, the operating profit was affected by higher depreciation and amortisation due to increased investments in 2008.

ASSOCIATED COMPANIES

(NOK in millions)	2nd quarter		1st half year		Year
	2009	2008	2009	2008	2008
Telenors share of ¹⁾					
Profit after taxes	1 650	1 908	1 536	3 359	5 515
Amortisation of Telenor's net excess values	(81)	(62)	(166)	(130)	(282)
Impairment losses of Telenor's net excess values	-	-	-	-	(17)
Gains (losses) on disposal of ownership interests	-	4	-	1 619	1 620
Profit (loss) from associated companies	1 569	1 850	1 370	4 848	6 836

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 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 income statement contains only the line 'Profit (loss) from associated companies'.

- As of 30 June 2009, Telenor's voting interest in VimpelCom in Russia was 29.9%, with a corresponding share of 33.6% of the common stock. The value of Telenor's share of the company, based on the quoted share price as of 30 June 2009, was NOK 26 billion. According to telecom analysts, VimpelCom had approximately 64 million mobile subscriptions at the end of June 2009.
- In the first half of 2009, Telenor's share of profit (loss) from associated companies was negatively affected by foreign exchange loss related to VimpelCom's loan portfolio. In addition, Telenor's share of profit (loss) from the associated company VimpelCom was negatively affected by NOK 414 million due to adjustment of estimated figures for 2008, including impairment of goodwill in Golden Telecom and URS Wellcom and reversal of Telenor's remaining eliminated internal gain related to the disposal of Golden Telecom in 2008.
- On 27 February 2008 Telenor completed the disposal of its 18.3% ownership interest in Golden Telecom to VimpelCom. Telenor recognised a sales gain of NOK 1,610 million after elimination of the gain related to Telenor's ownership in VimpelCom.
- As a consequence of Kyivstar having resumed its financial reporting to Telenor, Kyivstar is included as an associated company using the equity method. For further information, see page 2.

FINANCIAL ITEMS

(NOK in millions)	2nd quarter		1st half year		Year
	2009	2008	2009	2008	2008
Financial income	119	124	289	394	704
Financial expenses	(661)	(677)	(1 368)	(1 404)	(3 003)
Net foreign currency gains (losses)	(26)	(144)	(103)	(196)	(426)
Change in fair value of financial instruments	155	182	109	91	(452)
Net gains (losses) and impairment losses	1	7	-	-	5
Net financial items	(412)	(508)	(1 073)	(1 115)	(3 172)
Gross interest expenses	(701)	(676)	(1 400)	(1 403)	(3 006)
Net interest expenses	(617)	(597)	(1 235)	(1 176)	(2 541)

- The change in fair value of financial instruments was primarily related to derivatives used for economic hedges that do not fulfil the requirements for hedge accounting.
- The net foreign currency losses were primarily related to liabilities in other currencies than functional currencies.

TAXES

- The estimated effective tax rate for the second quarter and the first half of 2009 is 42% and 38%, respectively, while the estimated annual effective tax rate for 2009 is 33%. The effective tax rate for the first half of 2009 increased compared to last year, mainly due to the non-deductible goodwill impairment in Telenor Serbia during this quarter and the non-taxable gain from the sale of Golden Telecom in the first quarter of 2008. Adjusted for associated companies, which are included in profit before taxes on an after tax basis, and goodwill impairment, the estimated underlying tax rate for 2009 is 35%.

INVESTMENTS

- Capital expenditure including new licences and spectrum for the first half of 2009 decreased by NOK 4.7 billion mainly due to the investment in the satellite Thor 5 of approximately NOK 1.1 billion, capitalisation of the 3G spectrum licence in DiGi of approximately NOK 1.1 billion and the acquisition of 2x20 MHz in the 2.6 GHz spectrum in Sweden for approximately NOK 450 million during the first half of 2008. In addition there have been lower network investments in most operations so far in 2009.

(NOK in millions)	2nd quarter		1st half year		Year
	2009	2008	2009	2008	2008
Capex	3 008	5 982	6 003	10 731	20 619
Capex excl. licences and spectrum	3 008	4 432	6 003	9 181	18 584
Capex excl. licences and spectrum/Revenues (%)	12.3	18.7	12.2	19.6	19.3

FINANCIAL POSITION

- Net interest-bearing liabilities decreased by NOK 10.2 billion to NOK 35.3 billion during the first half of 2009. NOK 3.1 billion of the decrease is due to the appreciation of the Norwegian Krone.
- Translation differences decreased equity in the first half of 2009 by NOK 8.7 billion due to the appreciation of the Norwegian Krone compared to most of the functional currencies of Telenor's foreign subsidiaries and associated companies as of 30 June 2009, compared to 31 December 2008.

CASH FLOW

- The net cash inflow from operating activities in the first half of 2009 was NOK 17.6 billion, an increase of NOK 5.4 billion. Dividend received from Kyivstar amounted to NOK 3.5 billion. Income taxes paid in the first half of 2009 were 1.4 billion, a decrease of NOK 1.2 billion, due to the jointly taxed Norwegian entities not being in a taxpaying position from the end of 2008. Working capital includes positive effect from revenue share accruals in DTAC.
- The net cash outflow from investing activities in the first half of 2009 was NOK 7.8 billion, an increase of NOK 1.8 billion. This is mainly due to the sale of shares in Golden Telecom of NOK 4.1 billion, partly offset by the acquisition of IS Partner of NOK 1.0 billion in 2008, as well as NOK 2.1 billion lower capex payments in 2009.
- The net cash outflow from financing activities in the first half of 2009 was NOK 2.4 billion, a decrease of NOK 3.4 billion. Dividends and share buy-back amounting to NOK 6.2 billion were paid in the first half of 2008, while net repayments of debt increased the cash outflow by NOK 2.8 billion in the first half of 2009.
- Cash and cash equivalents in the first half of 2009 increased by NOK 7.3 billion to NOK 16.2 billion as of 30 June 2009.

TRANSACTIONS WITH RELATED PARTIES

For detailed information on related party transactions refer to Note 33 in Telenor's Annual Report for 2008. In addition to transactions described in the Annual Report the following new significant related party transactions occurred in the first half of 2009:

- On 1 June 2009, the extraordinary general meeting of shareholders of Kyivstar approved total dividends of UAH 4.6 billion (approximately NOK 3.8 billion) for the fiscal years 2006 and 2007. Telenor's share of the dividends of NOK 2.1 billion has been received as of 30 June 2009.

EU INTERNATIONAL ROAMING REGULATION

New EU regulation on international roaming with effect from 1 July 2009 will impact our future revenues in Telenor Sweden, Telenor Denmark and Pannon. Implementation in Norway, according national implementation procedures of EU regulations under the EFTA pillar, is expected late 2009.

Outlook for 2009

Based on the proforma group structure including Kyivstar (Unitech Wireless not included), and using currency rates as of 30 June 2009:

- Telenor's outlook for 2009 is affected by uncertainty in terms of future global growth. Our estimate at this point is that organic revenues for 2009 will be in line with 2008, however on the negative side.
- The EBITDA margin before other income and expenses is expected to be around 34%.
- We expect capital expenditure as a proportion of revenues, excluding licences and spectrum, to be in the range of 13–15%.

Telenor expects that Unitech Wireless will contribute to a marginal increase in revenues, an EBITDA loss in the range of NOK 1.5–2.0 billion and capital expenditure in the range of NOK 3.5–4.5 billion for 2009.

Based on the proforma group structure including Kyivstar and Unitech Wireless, and using currency rates as of June 2009:

- The organic revenues for 2009 will be in line with 2008, however on the negative side.
- The EBITDA margin before other income and expenses is expected to be in the range of 32–33%.
- The capital expenditure as a proportion of revenues, excluding licences and spectrum, is expected to be in the range of 16–19%.

RISKS AND UNCERTAINTIES

The existing risks and uncertainties described below are expected to remain for the next six months.

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 Kroner. Political risk, including regulatory conditions, may also influence the profits.

For additional explanations regarding risks and uncertainties, please refer to the Report of the Board of Directors for 2008, section Risk Factors and Risk Management, and Telenor's Annual Report 2008 Note 30 Financial Instruments and Risk Management and Note 34 Commitments and Contingencies. Readers are also referred to the disclaimer at the end of this section.

New aspects of risks and uncertainties since the publication of Telenor's Annual Report for 2008 are:

Financial aspects

- Telenor's exposure to exchange rates, interest rates and credit risk has increased after the consolidation of Unitech Wireless in the financial statements of 2009.
- The exposure to credit risk related to cash and deposits held in associated companies is significantly reduced due to dividend payments from Kyivstar for the fiscal years from 2004 to 2007. Dividends for these periods are fully received as of 30 June 2009.
- The long term credit rating of Telenor ASA was upgraded to A- by S&P on 3 July 2009, still with negative outlook. The A- rating on Telenor is based on the company's stand-alone credit profile, which S&P's Rating Services assesses at BBB+, as well as a new emphasis in S&P's opinion, that there is a moderate likelihood that the Norwegian government would provide timely and sufficient extraordinary support to Telenor in the event of financial distress.

VimpelCom

Farimex Products. Inc – Telenor East Invest et.al.

In its hearing on the merits 26 May 2009, Tyumen Court postponed the case since Mikhail Friedman and Alexey Reznikovich had not been duly notified of the time and date of the hearing. A second hearing took place 10 June 2009, at which Farimex filed a motion to postpone the hearing on the basis that Farimex had not had an opportunity to study the amended complaint filed by Telenor East Invest in another case brought forward by Telenor in New York. The Court postponed the hearing till 30 September 2009.

On 12 May 2009, Telenor East Invest filed a motion with the Moscow Arbitrazh Court seeking to nullify the 27 April ruling in the Federal Service of Enforcement Officers (the "Bailliff's Service") imposing an enforcement fee of USD 121.0 million on Telenor East Invest and to suspend the enforcement on that ruling until such motion could be heard. On 17 July, 2009, the Moscow Arbitrazh Court denied Telenor's motion.

On 7 July 2009 Telenor filed a motion within the Moscow Arbitrazh court to halt the transfer of the assignment to sell Telenor's shares in VimpelCom to Rosimuschestvo (The Federal Property Management Agency). The case was scheduled for 21 July 2009, but was postponed until 28 July 2009 because the Farimex lawyers did not appear in court.

Based on the advice of our Russian lawyers, we believe Farimex's claims lack merit and that Telenor East Invest has strong legal defences to such claims and are therefore of the opinion that it is more likely than not that this case would not have a material adverse effect on the financial position of the Group, and accordingly no provision has been made for any liability or loss of shares in these financial statements.

DISCLAIMER

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 2009' 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.



Condensed interim financial information

CONSOLIDATED INCOME STATEMENT

Telenor Group

(NOK in millions except earnings per share)	2nd quarter		1st half year		Year
	2009	2008	2009	2008	2008
Revenues	24 509	23 717	49 123	46 874	96 167
Costs of materials and traffic charges	(6 245)	(6 293)	(12 598)	(12 400)	(25 312)
Salaries and personnel costs	(3 627)	(3 453)	(7 235)	(6 732)	(13 335)
Other operating expenses	(6 741)	(6 621)	(13 494)	(13 015)	(27 087)
Other income and (expenses)	(76)	(25)	(89)	(260)	(624)
EBITDA	7 820	7 325	15 707	14 467	29 809
Depreciation and amortisation	(3 891)	(3 325)	(7 739)	(6 580)	(14 088)
Impairment losses	(1 972)	(1)	(1 977)	(3)	(13)
Operating profit	1 957	3 999	5 991	7 884	15 708
Profit (loss) from associated companies	1 569	1 850	1 370	4 848	6 836
Net financial items	(412)	(508)	(1 073)	(1 115)	(3 172)
Profit before taxes	3 114	5 341	6 288	11 617	19 372
Taxes	(1 308)	(1 232)	(2 366)	(2 459)	(4 329)
Profit from continuing operations	1 806	4 109	3 922	9 158	15 043
Profit (loss) from discontinued operations	(54)	(134)	(52)	(157)	(233)
Net income	1 752	3 975	3 870	9 001	14 810

Net income attributable to:

Non-controlling interests (Minority interests)	377	439	873	894	1 745
Equity holders of Telenor ASA	1 375	3 536	2 997	8 107	13 065

Earnings per share in NOK

From continuing operations:

Basic	0.86	2.19	1.84	4.93	7.97
Diluted	0.86	2.19	1.84	4.93	7.96

From total operations:

Basic	0.83	2.11	1.81	4.84	7.83
Diluted	0.83	2.11	1.81	4.83	7.82

The interim financial information has not been subject to audit or review.

CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

Telenor Group

(NOK in millions except earnings per share)	2nd quarter		1st half year		Year
	2009	2008	2009	2008	2008
		(Restated)		(Restated)	(Restated)
Net income	1 752	3 975	3 870	9 001	14 810
Translation differences on net investment in foreign operations	1 581	1 020	(9 329)	(1 397)	9 054
Income tax	136	11	(391)	137	552
Net gain (loss) on hedge of net investment	(420)	130	1 438	(57)	(2 665)
Income tax	131	(36)	(403)	16	746
Available-for-sale investments valuation gains (losses)	(1)	5	(38)	5	(49)
Cash flow hedges valuation gains (losses)	373	155	(123)	154	(375)
Income tax	(105)	(46)	33	(45)	106
Share of other comprehensive income (loss) from associated companies	(110)	278	(94)	259	259
Other comprehensive income (loss) for the period, net of tax	1 585	1 517	(8 907)	(928)	7 628
Total comprehensive income for the period	3 337	5 492	(5 037)	8 073	22 438

Total comprehensive income attributable to:

Non-controlling interests (Minority interests)	336	270	364	360	2 720
Equity holders of Telenor ASA	3 001	5 222	(5 401)	7 713	19 718

The interim financial information has not been subject to audit or review.



CONSOLIDATED STATEMENT OF FINANCIAL POSITION
Telenor Group

	30 June 2009	31 March 2009	30 June 2008	31 December 2008
(NOK in millions)				
Deferred tax assets	877	1 362	2 510	2 815
Goodwill	31 023	31 368	30 911	34 227
Intangible assets	31 214	31 483	26 059	31 153
Property, plant and equipment	55 430	56 258	50 360	59 772
Associated companies	17 708	18 345	20 513	20 811
Other non-current assets	4 916	4 955	2 413	6 020
Total non-current assets	141 168	143 771	132 766	154 798
Trade receivables	8 972	8 851	8 879	10 204
Other current assets	9 717	10 429	11 344	12 166
Assets classified as held for sale	678	-	-	-
Other financial current assets	1 107	864	737	1 079
Cash and cash equivalents	16 191	11 235	6 994	8 925
Total current assets	36 665	31 379	27 954	32 374
Total assets	177 833	175 150	160 720	187 172
Equity attributable to equity holders of Telenor ASA	75 359	72 334	69 128	80 947
Non-controlling interests (Minority interests)	9 117	8 979	6 142	7 621
Total equity	84 476	81 313	75 270	88 568
Non-current interest-bearing financial liabilities	40 663	39 865	38 517	40 452
Non-current non-interest-bearing liabilities	939	1 129	820	944
Deferred tax liabilities	4 371	4 588	3 688	4 696
Pension obligations	2 611	2 537	2 523	2 634
Other provisions	1 778	1 662	1 117	1 681
Total non-current liabilities	50 362	49 781	46 665	50 407
Current interest-bearing financial liabilities	12 358	12 803	10 575	15 581
Trade payables	7 886	6 857	7 332	7 354
Current non-interest-bearing liabilities	22 333	24 396	20 878	25 262
Liabilities classified as held for sale	418	-	-	-
Total current liabilities	42 995	44 056	38 785	48 197
Total equity and liabilities	177 833	175 150	160 720	187 172
Equity ratio including non-controlling interests (%)	47.5	46.4	46.8	47.3
Net interest-bearing liabilities	35 254	39 874	41 647	45 547

Kyivstar is included in the line Associated companies in the statement of financial position.

The interim financial information has not been subject to audit or review.

CONSOLIDATED STATEMENT OF CASH FLOWS

Telenor Group

(NOK in millions)	2nd quarter		1st half year		Year
	2009	2008	2009	2008	2008
Profit before taxes	3 059	5 206	6 235	11 459	19 003
Income taxes paid	(747)	(1 690)	(1 402)	(2 651)	(3 870)
Net (gains) losses from disposals, and change in fair value of financial items incl. Impairment losses	(132)	(194)	(91)	(14)	394
Depreciation, amortisation and impairment losses	5 862	3 329	9 719	6 590	14 210
Profit and loss from associated companies	(1 569)	(1 850)	(1 370)	(4 848)	(6 836)
Dividends received from associated companies	2 126	-	3 553	-	1 258
Currency (gains) losses not related to operating activities	(95)	(27)	(179)	37	441
Change in other operating working capital assets and liabilities	361	1 103	1 499	1 677	1 029
Net cash flow from operating activities	8 865	5 877	17 964	12 250	25 629
Purchases of property, plant and equipment (PPE) and intangible assets	(3 231)	(4 692)	(7 035)	(9 113)	(17 465)
Purchases of subsidiaries and associated companies, net of cash acquired	(504)	62	(529)	(1 131)	(1 321)
Sales of PPE, intangible assets and businesses, net of cash disposed	23	20	40	4 197	4 291
Sales and purchases of other investments	(172)	41	(248)	42	(308)
Net cash flow from investing activities	(3 884)	(4 569)	(7 772)	(6 005)	(14 803)
Proceeds from and repayments of borrowings	485	310	(1 771)	996	(534)
Proceeds from issuance of shares, incl from non-controlling interests in subsidiaries	-	(2)	-	(23)	338
Purchase of treasury shares	-	-	-	(761)	(2 108)
Dividends paid and repayment of equity to non-controlling interests in subsidiaries	(627)	(565)	(627)	(565)	(1 514)
Dividends paid to shareholders of Telenor ASA	-	(5 416)	-	(5 416)	(5 678)
Net cash flow from financing activities	(142)	(5 673)	(2 398)	(5 769)	(9 496)
Effects of exchange rate changes on cash and cash equivalents	130	(117)	(515)	(323)	754
Net change in cash and cash equivalents	4 969	(4 482)	7 279	153	2 084
Cash and cash equivalents at the beginning of the period	11 235	11 476	8 925	6 841	6 841
Cash and cash equivalents at the end of the period ¹⁾	16 204	6 994	16 204	6 994	8 925
Of which cash and cash equivalents in discontinued operations at the end of the period	13		13		
Cash and cash equivalents at the end of the period in continuing operations	16 191	6 994	16 191	6 994	8 925

¹⁾ The 2009 figure includes restricted cash of NOK 1 237 million.

The statement includes discontinued operations prior to their disposal.

Cash Flow from discontinued operations

(NOK in millions)	2nd quarter		1st half year		Year
	2009	2008	2009	2008	2008
Net cash flow from operating activities	119	(125)	91	(271)	(358)
Net cash flow from investing activities	(2)	(7)	(3)	(14)	(31)
Net cash flow from financing activities	(20)	103	(56)	70	186

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.

The interim financial information has not been subject to audit or review.



CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
Telenor Group

(NOK in millions)	Attributable to equity holders of Telenor ASA					Non-controlling interests	Total equity
	Total paid in capital	Other reserves	Retained earnings	Cumulative translation differences	Total		
Balance as of 31 December 2007	14 406	9 428	48 803	(3 840)	68 797	5 858	74 655
Total comprehensive income for the period	-	(13)	13 065	6 666	19 718	2 720	22 438
Business combinations and increased ownership interests in subsidiaries	-	(9)	-	-	(9)	-	(9)
Transactions with non-controlling interests	-	493	-	-	493	631	1 124
Income tax on items taken directly to equity	-	(5)	-	-	(5)	-	(5)
Equity adjustments in associated companies	-	(282)	-	-	(282)	-	(282)
Transfer from share premium account	(3 000)	3 000	-	-	-	-	-
Cancellation of shares	(1 274)	1 274	-	-	-	-	-
Dividends	-	-	(5 678)	-	(5 678)	(1 590)	(7 268)
Share buy back	(116)	(1 992)	-	-	(2 108)	-	(2 108)
Sale of shares, share issue, and share options to employees	-	21	-	-	21	2	23
Balance as of 31 December 2008 (Restated)	10 016	11 915	56 190	2 826	80 947	7 621	88 568
Total comprehensive income for the period	-	(236)	2 997	(8 162)	(5 401)	364	(5 037)
Transactions with non-controlling interests	-	(3)	-	-	(3)	1 817	1 814
Equity adjustments in associated companies	-	(115)	-	-	(115)	-	(115)
Dividends	-	-	-	-	-	(685)	(685)
Share buy back	(13)	(70)	-	-	(83)	-	(83)
Sale of shares, share issue, and share options to employees	-	14	-	-	14	-	14
Balance as of 30 June 2009	10 003	11 505	59 187	(5 336)	75 359	9 117	84 476

(NOK in millions)	Attributable to equity holders of Telenor ASA					Non-controlling interests	Total equity
	Total paid in capital	Other reserves	Retained earnings	Cumulative translation differences	Total		
Balance as of 31 December 2007	14 406	9 428	48 803	(3 840)	68 797	5 858	74 655
Total comprehensive income for the period	-	351	8 107	(745)	7 713	360	8 073
Business combinations and increased ownership interests in subsidiaries	-	(5)	-	-	(5)	-	(5)
Transactions with non-controlling interests	-	471	-	-	471	586	1 057
Equity adjustments in associated companies	-	(73)	-	-	(73)	-	(73)
Dividends	-	-	(5 678)	-	(5 678)	(663)	(6 341)
Share buy back	(117)	(1 991)	-	-	(2 108)	-	(2 108)
Sale of shares, share issue, and share options to employees	-	11	-	-	11	1	12
Balance as of 30 June 2008 (Restated)	14 289	8 192	51 232	(4 585)	69 128	6 142	75 270

The interim financial information has not been subject to audit or review.

Notes to the consolidated interim financial statements

NOTE 1 – GENERAL ACCOUNTING PRINCIPLES

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 interim condensed consolidated financial statements for the half year ending 30 June 2009 have been prepared in accordance with IAS 34 Interim Financial Reporting. The interim condensed consolidated financial statements do not include all the information and disclosures required in the annual financial statements and should be read in conjunction with Telenor's Annual Report 2008.

The accounting policies adopted in the preparation of the interim consolidated financial statements are consistent with those followed in the preparation of the Group's Annual Financial Statements for the year ended 31 December 2008, except for the adoption of new standards and interpretations as of 1 January 2009 noted below.

IAS 1 Revised Financial statement presentation

The revised standard separates owner and non-owner changes in equity. The statement of changes in equity includes only details on transactions with owners, with non-owners changes in equity presented as a single line. In addition the standard introduces a statement of comprehensive income presenting income and expenses of non-owner transactions either as addition in the income statement or as a separate statement of comprehensive income. The Group has elected to present two statements.

IFRS 7 Financial Instruments – disclosure. The amendments require enhanced disclosures about fair value measurements and liquidity risk. The amendments will impact Telenor's disclosures for the year 2009.

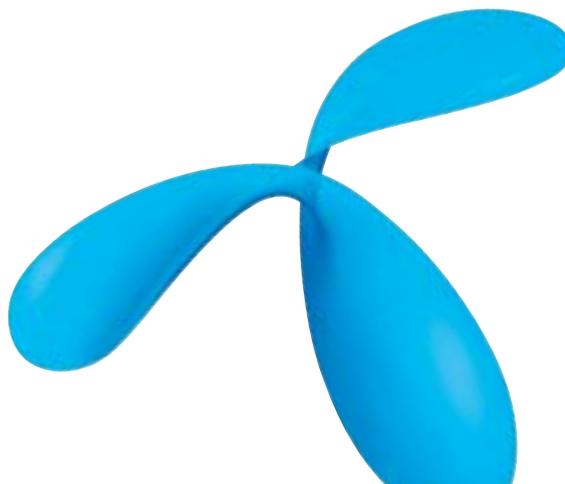
Other standards and interpretations as mentioned in Telenor's Annual Report 2008 Note 1 and effective from 1 January 2009 have no impact on Telenor's financial statements.

NOTE 2 – CRITICAL ACCOUNTING JUDGEMENTS AND KEY SOURCES OF ESTIMATION UNCERTAINTY

Refer to Note 3 in Telenor's Annual Report 2008 for critical accounting judgements and key sources of estimation uncertainty.

As of 30 June 2009, Telenor's assessment is that corporate governance and control has still not been sufficiently restored in Kyivstar. Significant influence still exists and Kyivstar continues to be accounted for as an associated company.

VimpelCom has changed its presentation currency from USD to its functional currency Russian rubles (RUB) with effect from 1 January 2009. In prior periods, Telenor's estimated share of VimpelCom's own translation differences from RUB to USD were reported on the line "Share of other comprehensive income (loss) from associated companies" in Other comprehensive income (loss). As of 30 June 2009, these amounts have been reclassified to the line "Translation differences on net investment in foreign operations", with no net effect on Other comprehensive income (loss). The comparative figures have been reclassified accordingly.



NOTE 3 – BUSINESS COMBINATIONS

Unitech Wireless

On 17 March 2009, Telenor announced the acquisition of a 33.5% ownership interest in Unitech Wireless. The acquisition was completed 20 March 2009 by a capital contribution in Unitech Wireless of NOK 1.7 billion paid in cash. Telenor gained control through the shareholder agreement. The value was set based on fair value after negotiations between the parties.

Unitech Wireless will offer mobile services to residential and business customers in India.

The initial purchase price allocation, which is performed with assistance from third-party valuation experts, has been determined to be provisional. This is due to uncertainty in the valuation of the licences. The carrying values at the date of acquisition are reported according to IFRS. The preliminary net assets acquired in the transaction, and the goodwill arising, are as follows:

	Unitech Wireless carrying amount at acquisition date	Fair value adjustments	Preliminary fair values at acquisition date	Preliminary fair values at acquisition date included in annual report 2008
Licences	2 353	1 227	3 580	3 581
Property, plant and equipment	3	-	3	4
Other financial non-current assets	1	-	1	-
Trade and other receivables	47	-	47	26
Cash and cash equivalents	1 749	-	1 749	1 758
Non-current interest-bearing financial liabilities	-	-	-	(2 320)
Deferred tax liabilities	-	(417)	(417)	(478)
Provisions and obligations	(42)	-	(42)	-
Trade and other payables	(188)	-	(188)	(60)
Current non-interest-bearing liabilities	-	-	-	(447)
Current interest-bearing liabilities	(2 718)	-	(2 718)	-
Net assets	1 205	810	2 015	2 064
Non-controlling interests	801	538	1 339	1 372
Net assets acquired	404	272	676	692
Goodwill			1 000	974
Total consideration for the shares, satisfied by cash			1 676	1 666
Liabilities assumed			-	-
Total consideration, satisfied by cash			1 676	1 666

Useful life of licences at the date of acquisition was estimated to 19 years. The goodwill arising on the acquisition of Unitech Wireless is a residual value and is attributable to assembled workforce, anticipated profitability of the operations and includes deferred tax liabilities related to the excess values.

Unitech Wireless had net income of negative NOK 96 million in the period between the date of consolidation and 30 June 2009, which is included in the Telenor Group's net income. This does not include Telenor's interest expenses related to the financing of the acquisition.

On 19 May 2009, Telenor acquired a 15.5% ownership interest in addition to the first acquisition of 33.5%. The transaction was completed by a capital contribution of NOK 1.5 billion and is treated as acquisition of non-controlling interests. The goodwill arising from the transaction was NOK 0.5 billion.

NOTE 4 – IMPAIRMENT TESTING OF GOODWILL

As stated in Telenor's Annual Report 2008, minor changes in assumptions for revenue growth, EBITDA margin and discount rates would result in impairment loss for Telenor Serbia, which is a separate cash generating unit. The negative effects of the global financial crises on the Serbian economy have led to an increase in the country risk premium included in the discount rates, and also to lowered margin and growth expectations. This has resulted in an impairment of NOK 1,970 million, which is recognised under impairment losses in the income statement and as reduction of goodwill in the statement of financial position, in the second quarter of 2009. Key assumptions applied in the updated value-in-use calculation for Telenor Serbia are discount rate after tax (WACC) of 20.3%–11.4% (pre tax 22.6%–12.7%) and revenue growth rate year 4–9 of 5%–4%.

For further information on impairment testing of goodwill see Note 18 in Telenor's Annual Report 2008.

NOTE 5 – DISCONTINUED OPERATIONS

During the first half of 2009, Telenor has initiated a process to dispose of Telenor Cinclus. As of 30 June 2009, Telenor Cinclus is presented on the lines "Assets classified as held for sale" and "Liabilities classified as held for sale" in the statement of financial position, and is classified as a discontinued operation in the income statement. Discontinued operations remain consolidated in the consolidated financial statements, which means that any internal transactions between continued and discontinued operations are eliminated as usual in the consolidation. As a consequence, the amounts reclassified to discontinued operations are income and expenses only from external transactions. Thus, the results presented as discontinued operations will not represent the activities of the operations on a stand alone basis. Prior period's income statements have been reclassified to be comparable. The gain or loss will be recognised in the income statement when Telenor Cinclus is disposed.

NOTE 6 – SEGMENT TABLE AND RECONCILIATION OF EBITDA BEFORE OTHER INCOME AND EXPENSES

Second quarter

(NOK in millions)	Total revenues			of which internal		EBITDA before other income and expenses*)			
	2009	2008	Growth	2009	2008	2009	Margin	2008	Margin
Mobile – Norway	3 356	3 208	4.6%	193	208	1 339	39.9%	1 166	36.3%
Fixed – Norway	3 639	3 656	(0.5%)	550	533	1 306	35.9%	1 324	36.2%
Sweden	2 278	2 392	(4.8%)	41	29	408	17.9%	442	18.5%
Denmark	1 981	1 862	6.4%	50	41	453	22.9%	416	22.3%
Kyivstar – Ukraine	2 419	3 349	(27.8%)	5	8	1 436	59.4%	2 012	60.1%
Pannon – Hungary	1 374	1 482	(7.3%)	-	6	572	41.6%	612	41.3%
DTAC – Thailand	3 009	3 068	(1.9%)	1	7	890	29.6%	1 251	40.8%
DiGi – Malaysia	2 208	1 889	16.9%	3	1	965	43.7%	886	46.9%
Grameenphone – Bangladesh	1 537	1 094	40.5%	-	-	909	59.1%	301	27.5%
Telenor – Pakistan	1 132	991	14.2%	8	9	260	23.0%	206	20.8%
Other mobile operations	931	960	(3.0%)	33	26	296	31.8%	415	43.2%
Broadcast	2 084	2 066	0.9%	24	24	497	23.8%	329	15.9%
Other operations	2 599	2 536	2.5%	716	603	(5)	nm	7	0.3%
Eliminations	(1 624)	(1 495)	-	(1 624)	(1 495)	6	-	(5)	-
Operating segments	26 923	27 058	(0.5%)	-	-	9 332	34.7%	9 362	34.6%
Kyivstar reclassified as associated company	2 414	3 341				1 436		2 012	
Group	24 509	23 717	3.3%			7 896	32.2%	7 350	31.0%

First half year

(NOK in millions)	Total revenues			of which internal		EBITDA before other income and expenses*)			
	2009	2008	Growth	2009	2008	2009	Margin	2008	Margin
Mobile – Norway	6 575	6 328	3.9%	378	393	2 588	39.4%	2 293	36.2%
Fixed – Norway	7 320	7 287	0.5%	1 097	1 066	2 639	36.1%	2 605	35.7%
Sweden	4 438	4 752	(6.6%)	84	55	793	17.9%	956	20.1%
Denmark	3 997	3 680	8.6%	104	82	919	23.0%	802	21.8%
Kyivstar – Ukraine	4 767	6 442	(26.0%)	11	14	2 806	58.9%	3 884	60.3%
Pannon – Hungary	2 696	2 862	(5.8%)	3	11	1 130	41.9%	1 196	41.8%
DTAC – Thailand	6 228	6 104	2.0%	10	32	1 827	29.3%	2 265	37.1%
DiGi – Malaysia	4 515	3 810	18.5%	5	3	1 997	44.2%	1 804	47.3%
Grameenphone – Bangladesh	3 111	2 247	38.5%	-	-	1 843	59.2%	846	37.7%
Telenor – Pakistan	2 253	2 033	10.8%	18	11	492	21.8%	385	18.9%
Other mobile operations	1 817	1 822	(0.3%)	56	43	674	37.1%	756	41.5%
Broadcast	4 186	3 988	5.0%	48	47	932	22.3%	752	18.9%
Other operations	5 122	4 897	4.6%	1 332	1 193	(37)	nm	71	1.4%
Eliminations	(3 146)	(2 950)	-	(3 146)	(2 950)	(1)	-	(4)	-
Operating segments	53 879	53 302	1.1%	-	-	18 602	34.5%	18 611	34.9%
Kyivstar reclassified as associated company	4 756	6 428				2 806		3 884	
Group	49 123	46 874	4.8%			15 796	32.2%	14 727	31.4%

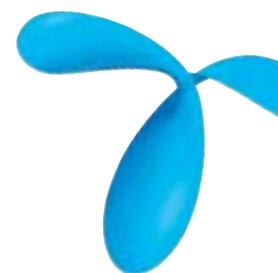
*) The segment profit is EBITDA before other income and expenses

Reconciliation

(NOK in millions)	2nd quarter		1st half year		Year
	2009	2008	2009	2008	2008
Net income	1 752	3 975	3 870	9 001	14 810
Profit (loss) from discontinued operations	(54)	(134)	(52)	(157)	(233)
Profit from continuing operations	1 806	4 109	3 922	9 158	15 043
Taxes	(1 308)	(1 232)	(2 366)	(2 459)	(4 329)
Profit before taxes	3 114	5 341	6 288	11 617	19 372
Net financial items	(412)	(508)	(1 073)	(1 115)	(3 172)
Associated companies	1 569	1 850	1 370	4 848	6 836
Depreciation and amortisation	(3 891)	(3 325)	(7 739)	(6 580)	(14 088)
Impairment losses	(1 972)	(1)	(1 977)	(3)	(13)
EBITDA	7 820	7 325	15 707	14 467	29 809
Gains (losses) on disposal of fixed assets and operations	(22)	7	(17)	(75)	(202)
Workforce reductions and loss contracts	(54)	(32)	(72)	(185)	(422)
EBITDA before other income and expenses	7 896	7 350	15 796	14 727	30 433
Kyivstar presented as an operating segment	1 436	2 012	2 806	3 884	8 058
EBITDA before other income and expenses in operating segments	9 332	9 362	18 602	18 611	38 491

EBITDA				Operating profit (loss)			
2009	Margin	2008	Margin	2009	Margin	2008	Margin
1 335	39.8%	1 163	36.3%	1 104	32.9%	964	30.0%
1 293	35.5%	1 294	35.4%	814	22.4%	794	21.7%
376	16.5%	445	18.6%	(128)	nm	(50)	nm
432	21.8%	428	23.0%	13	0.7%	104	5.6%
1 439	59.5%	1 991	59.5%	957	39.6%	1 574	47.0%
562	40.9%	613	41.4%	395	28.7%	441	29.8%
892	29.6%	1 253	40.8%	474	15.8%	968	31.6%
961	43.5%	886	46.9%	605	27.4%	632	33.5%
909	59.1%	304	27.8%	521	33.9%	40	3.7%
258	22.8%	206	20.8%	(54)	nm	(5)	nm
296	31.8%	414	43.1%	(1 867)	nm	201	20.9%
505	24.2%	327	15.8%	291	14.0%	131	6.3%
(5)	nm	(3)	nm	(227)	nm	(233)	nm
6	-	(5)	-	16	-	12	-
9 259	34.4%	9 316	34.4%	2 914	10.8%	5 573	20.6%
1 439		1 991		957		1 574	
7 820	31.9%	7 325	30.9%	1 957	8.0%	3 999	16.9%

EBITDA				Operating profit (loss)				Total assets as of	
2009	Margin	2008	Margin	2009	Margin	2008	Margin	2009	2008
2 579	39.2%	2 267	35.8%	2 130	32.4%	1 876	29.6%	10 875	11 146
2 621	35.8%	2 461	33.8%	1 662	22.7%	1 467	20.1%	20 720	17 384
761	17.1%	959	20.2%	(254)	nm	(25)	nm	30 180	28 761
895	22.4%	814	22.1%	48	1.2%	223	6.1%	13 040	11 572
2 809	58.9%	3 855	59.8%	1 948	40.9%	3 013	46.8%	9 051	18 659
1 120	41.5%	1 194	41.7%	788	29.2%	857	29.9%	10 594	10 298
1 828	29.4%	2 233	36.6%	1 006	16.2%	1 641	26.9%	21 198	18 118
2 001	44.3%	1 795	47.1%	1 326	29.4%	1 267	33.3%	9 165	7 807
1 843	59.2%	849	37.8%	1 051	33.8%	329	14.6%	9 607	6 798
490	21.7%	385	18.9%	(144)	nm	(61)	nm	10 229	8 680
673	37.0%	755	41.4%	(1 685)	nm	332	18.2%	33 132	27 482
930	22.2%	713	17.9%	511	12.2%	341	8.6%	15 861	15 091
(33)	nm	46	0.9%	(465)	nm	(385)	nm	56 612	46 926
(1)	-	(4)	-	17	-	22	-	(67 798)	(57 474)
18 516	34.4%	18 322	34.4%	7 939	14.7%	10 897	20.4%	182 466	171 248
2 809		3 855		1 948		3 013		4 633	10 528
15 707	32.0%	14 467	30.9%	5 991	12.2%	7 884	16.8%	177 833	160 720



Responsibility Statement

"We confirm that, to the best of our knowledge, the condensed set of financial statements for the first half of 2009 which has been prepared in accordance with IAS 34 Interim Financial Reporting gives a true and fair view of the Company's consolidated assets, liabilities, financial position and results of operations, and that the interim management report includes a fair review of the information required under the Norwegian Securities Trading Act section 5-6 fourth paragraph."

Fornebu, 22 July 2009

Harald Norvik
Chairman of the Board of Directors

John Giverholt
Vice-Chairman of the Board of Directors

Burckhard Bergmann
Board member

Liselott Kilaas
Board member

Kjersti Kleven
Board member

Olav Volldal
Board member

Barbara Milian Thoralfsson
Board member

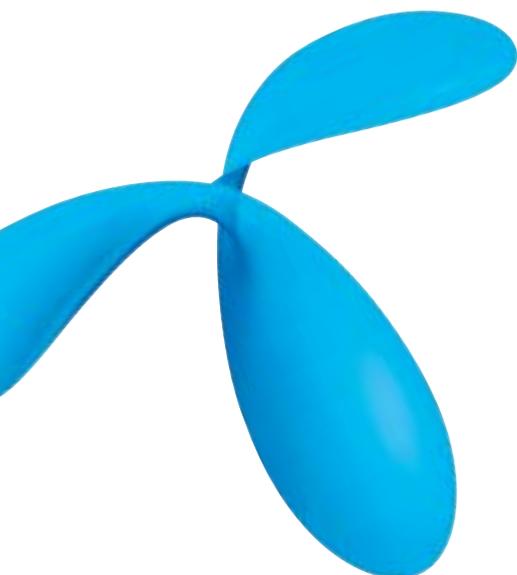
Harald Stavn
Board member

Sanjiv Ahuja
Board member

Bjørn Andre Anderssen
Board member

Per Gunnar Salomonsen
Deputy Board member

Jon Fredrik Baksaas
President and CEO



Definitions

- Organic revenue is defined as revenue adjusted for the effects of acquisition and disposal of operations and currency effects.
- Capital expenditure (Capex) is investments in tangible and intangible assets.
- Operating cash flow is defined as 'EBITDA before other income and expenses – Capex, excluding licences and spectrum'.
- Investments in businesses comprise acquisitions of shares and participations, including acquisitions of subsidiaries and businesses not organised as separate companies.

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.

Interconnect

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

Other mobile

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

Non-mobile

- 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.

Total subscriptions are voice subscriptions plus broadband stand alone data subscriptions.

Mobile broadband subscriptions

Mobile broadband subscriptions include stand alone data subscriptions and voice supplementary data users.

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 from company's own subscriptions

– consist of 'Subscription and traffic' and 'Interconnect 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

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

Wholesale

- 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

Canal Digital Group

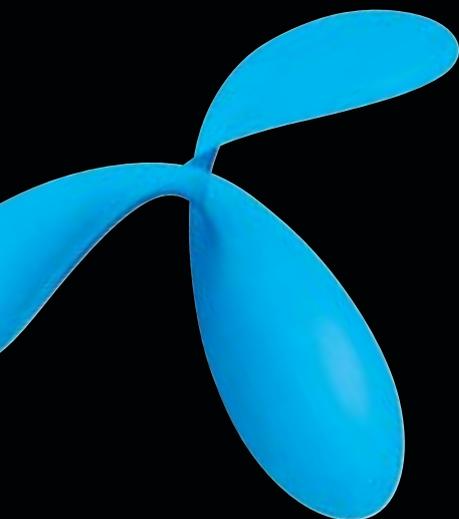
- consists of revenues from our DTH subscribers, cable TV subscribers, households in SMATV networks and DTT subscribers in the Nordic region.

Transmission & Encryption

- consist of revenues from satellite services from satellite position 1-degree west, and revenues from terrestrial radio and TV transmission in Norway and revenues from conditional access systems.

Other

- consist of revenues not directly related to the Canal Digital Group and Transmission & Encryption.



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