

TELENOR ASA
Form 6-K
July 24, 2006

SECURITIES AND EXCHANGE COMMISSION
Washington, D.C. 20549

FORM 6-K
REPORT OF FOREIGN PRIVATE ISSUER
PURSUANT TO RULE 13a-16 OR 15d-16 OF
THE SECURITIES EXCHANGE ACT OF 1934
Date: 21st July, 2006, for 2nd Quarter, 2006

TELENOR ASA

(Registrant's Name)

Snarøyveien 30,

1331 Fornebu,

Norway

(Registrant's Address)

Indicate by check mark whether the registrant files or will file annual reports under cover of Form 20-F or Form 40-F.

Form 20-F : Form 40-F

Indicate by check mark whether the registrant by furnishing the information contained in this Form is also thereby furnishing the information to the Commission pursuant to Rule 12g3-2(b) under the Securities Exchange Act of 1934.

Yes No

If Yes is marked, indicate below the file number assigned to the registrant in connection with Rule 12g3-2(b):

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SIGNATURES

TELENOR ASA SECOND QUARTER 2006 RESULTS

In the second quarter of 2006, Telenor`s revenues increased by 37 per cent compared to the second quarter of 2005, reaching NOK 22.6 billion. The underlying revenue growth was 12 per cent and the EBITDA margin increased from 34 to 35 per cent. Profit before taxes was NOK 3.9 billion. During the second quarter, the total number of mobile subscriptions increased by six million, reaching 96 million.

Highlights Second Quarter 2006:

96 million mobile subscriptions Revenue growth of 37% underlying growth of 12% EBITDA margin increased from 34% to 35% Strong operating cash flow

Outlook for 2006:

We are maintaining our outlook from the first quarter.

The strong growth in mobile subscriptions during 2005 gives Telenor a solid foundation for further growth in revenues. We expect a growth in reported revenues of around 30%.

We expect a continued high growth in EBITDA, in particular driven by the international mobile operations. Telenor will continue previously introduced initiatives and identify new means of improving cost efficiency.

We expect the EBITDA margin before other income and expenses for 2006 to be above 34%.

We expect high capital expenditure to continue, and capital expenditure as a proportion of revenues is expected to be above 20%. Capital expenditure is expected to continue to be driven by high subscription growth within Telenor`s mobile operations in emerging markets.

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.

Please find attached the second quarter presentation

PROFIT AND LOSS STATEMENT

| Description | 2004 | | | | 2005 | | | | 2006 | |
|---|--------------|--------------|--------------|----------------|--------------|--------------|--------------|--------------|--------------|--------------|
| | Q1 | Q2 | Q3 | Q4 | Q1 | Q2 | Q3 | Q4 | Q1 | Q2 |
| Operating income (except earnings per share) | 14,245 | 15,226 | 15,608 | 15,512 | 15,270 | 16,542 | 17,641 | 19,474 | 21,872 | 22,580 |
| Depreciation and traffic charges | 3,625 | 3,957 | 4,169 | 4,173 | 3,996 | 4,355 | 4,561 | 4,799 | 5,621 | 5,826 |
| Capitalized | (124) | (164) | (103) | (166) | (122) | (186) | (141) | (255) | (175) | (123) |
| Personnel costs | 2,514 | 2,506 | 2,212 | 2,738 | 2,536 | 2,562 | 2,412 | 2,726 | 3,075 | 3,044 |
| Marketing expenses | 3,162 | 3,398 | 3,658 | 3,653 | 3,775 | 4,247 | 4,211 | 5,373 | 5,431 | 5,876 |
| Other income and expenses | 20 | (169) | 17 | (20) | (21) | (66) | 220 | 109 | 64 | 27 |
| | 5,048 | 5,698 | 5,655 | 5,134 | 5,106 | 5,630 | 6,378 | 6,722 | 7,856 | 7,930 |
| Goodwill and amortization | 2,508 | 2,707 | 2,719 | 2,703 | 2,704 | 2,751 | 2,902 | 3,187 | 3,546 | 3,543 |
| | 3 | 1 | 41 | 3,486 | (23) | 20 | 4 | 586 | 3 | 88 |
| Operating profit | 2,537 | 2,990 | 2,895 | (1,055) | 2,425 | 2,859 | 3,472 | 2,949 | 4,307 | 4,299 |
| Income from other companies | 225 | 290 | 331 | 140 | 239 | 494 | 435 | 65 | 312 | 362 |
| Other items | 2,271 | (297) | (238) | (215) | 151 | (28) | (122) | (348) | 1,206 | (724) |
| Income tax expense | 5,033 | 2,983 | 2,988 | (1,130) | 2,815 | 3,325 | 3,785 | 2,666 | 5,825 | 3,937 |
| | (1,610) | (911) | (926) | 986 | (845) | (997) | (1,136) | (475) | (1,573) | (1,063) |
| Income from continuing operations | 3,423 | 2,072 | 2,062 | (144) | 1,970 | 2,328 | 2,649 | 2,191 | 4,252 | 2,874 |
| Income from discontinued operations | | | | | | | | (4) | (22) | |
| Income from total operations | 3,423 | 2,072 | 2,062 | (144) | 1,970 | 2,328 | 2,649 | 2,187 | 4,230 | 2,874 |
| Income available to: | | | | | | | | | | |
| Common shareholders (Minority interests) | 292 | 363 | 379 | 286 | 260 | 287 | 449 | 492 | 580 | 590 |
| Non-controlling interests of Telenor ASA (Net income) | 3,131 | 1,709 | 1,683 | (430) | 1,710 | 2,041 | 2,200 | 1,695 | 3,650 | 2,284 |
| Income per share in NOK | | | | | | | | | | |
| Income from continuing operations: | 1.77 | 0.97 | 0.97 | (0.25) | 0.99 | 1.19 | 1.30 | 1.00 | 2.17 | 1.35 |
| | 1.77 | 0.97 | 0.97 | (0.25) | 0.99 | 1.19 | 1.29 | 1.00 | 2.17 | 1.35 |
| Income from discontinued operations: | 1.77 | 0.97 | 0.97 | (0.25) | 0.99 | 1.19 | 1.30 | 1.00 | 2.15 | 1.35 |
| | 1.77 | 0.97 | 0.97 | (0.25) | 0.99 | 1.19 | 1.29 | 1.00 | 2.15 | 1.35 |
| Income per share in NOK (basic), | 2,991 | 1,569 | 1,649 | (570) | 1,625 | 1,904 | 2,225 | 1,673 | 3,621 | 2,352 |
| Income per share in NOK (diluted), | 1.69 | 0.89 | 0.95 | (0.33) | 0.94 | 1.11 | 1.31 | 0.99 | 2.14 | 1.39 |
| Income per share in NOK (diluted), | 1.69 | 0.89 | 0.95 | (0.33) | 0.94 | 1.11 | 1.31 | 0.99 | 2.14 | 1.39 |

BALANCE SHEET

| Telenor group | 2005 | | | | 2006 | | 30 Sep | 31 Dec |
|--|--------------------------|----------------|----------------|----------------|----------------|----------------|-------------------|-------------------|
| | (NOK in millions) | 31 Mar | 30 Jun | 30 Sep | 31 Dec | 31 Mar | | |
| Deferred tax assets | 2,890 | 1,951 | 1,317 | 3,052 | 2,501 | 1,908 | | |
| Goodwill | 13,378 | 12,816 | 18,273 | 20,700 | 22,648 | 22,969 | | |
| Intangible assets | 10,809 | 10,229 | 11,389 | 21,245 | 23,178 | 22,735 | | |
| Tangible assets | 38,952 | 39,292 | 40,688 | 43,958 | 49,132 | 48,767 | | |
| Associated companies | 6,980 | 7,832 | 8,320 | 7,424 | 7,501 | 7,616 | | |
| Other financial assets | 2,679 | 3,388 | 3,161 | 2,129 | 2,407 | 2,337 | | |
| Total non-current assets | 75,688 | 75,508 | 83,148 | 98,508 | 107,367 | 106,332 | | |
| Accounts receivable | 6,078 | 6,523 | 7,146 | 6,921 | 7,404 | 8,191 | | |
| Other current assets | 7,050 | 7,229 | 8,205 | 10,970 | 10,248 | 10,391 | | |
| Assets held for sale | | | | 667 | | | | |
| Liquid assets | 8,187 | 10,900 | 6,444 | 7,191 | 9,691 | 7,983 | | |
| Total current assets | 21,315 | 24,652 | 21,795 | 25,749 | 27,343 | 26,565 | | |
| Total assets | 97,003 | 100,160 | 104,943 | 124,257 | 134,710 | 132,897 | | |
| Shareholders equity | 41,936 | 40,309 | 42,714 | 46,399 | 47,583 | 44,359 | | |
| Minority interests | 4,289 | 4,630 | 5,198 | 7,134 | 7,621 | 7,457 | | |
| Total equity and minority interests | 46,225 | 44,939 | 47,912 | 53,533 | 55,204 | 51,816 | | |
| Pension obligations | 2,443 | 2,286 | 2,403 | 2,440 | 2,645 | 2,543 | | |
| Deferred tax liabilities | 2,293 | 2,050 | 2,290 | 2,669 | 3,611 | 3,336 | | |
| Other provisions | 748 | 748 | 787 | 790 | 811 | 873 | | |
| Provisions | 5,484 | 5,084 | 5,480 | 5,899 | 7,067 | 6,752 | | |
| Non-current interest-bearing liabilities | 21,492 | 22,359 | 22,406 | 27,139 | 25,397 | 26,654 | | |
| Non-current non-interest-bearing liabilities | 572 | 556 | 542 | 580 | 590 | 583 | | |
| Total non-current liabilities | 22,064 | 22,915 | 22,948 | 27,719 | 25,987 | 27,237 | | |

| | | | | | | |
|--|---------------|----------------|----------------|----------------|----------------|----------------|
| Current interest-bearing liabilities | 3,681 | 7,269 | 6,592 | 11,908 | 20,024 | 20,069 |
| Accounts payable | 4,900 | 4,471 | 5,402 | 6,215 | 6,448 | 6,572 |
| Current non-interest-bearing liabilities | 14,649 | 15,482 | 16,609 | 18,696 | 19,980 | 20,451 |
| Current non-interest-bearing liabilities (held for sale) | | | | 287 | | |
| Total current liabilities | 23,230 | 27,222 | 28,603 | 37,106 | 46,452 | 47,092 |
| Total equity and liabilities | 97,003 | 100,160 | 104,943 | 124,257 | 134,710 | 132,897 |
| Equity ratio including minority interests (%) | 47.7 | 44.9 | 45.7 | 43.1 | 41.0 | 39.0 |
| USGAAP | | | | | | |
| Shareholders equity | 43,930 | 42,670 | 44,900 | 47,457 | 48,536 | 45,669 |

CASH FLOW STATEMENT

| Telenor group (NOK in millions) | 2005 | | | | 2006 | | 30 Sep | 31 Dec |
|---|-------------------|----------------|-----------------|-----------------|-----------------|-----------------|-------------------|-------------------|
| | 31 Mar | 30 Jun | 30 Sep | 31 Dec | 31 Mar | 30 Jun | | |
| Profit before taxes and minority interests | 2,815 | 6,140 | 9,925 | 12,591 | 5,825 | 9,762 | | |
| Taxes paid | (231) | (434) | (728) | (1,369) | (638) | (1,162) | | |
| Net (gains) losses, including write-downs and change in fair value of financial items | (466) | (584) | (738) | (929) | (1,817) | (1,605) | | |
| Depreciation, amortization and write-downs | 2,681 | 5,452 | 8,358 | 12,131 | 3,549 | 7,180 | | |
| Associated companies | (239) | (733) | (1,168) | (1,233) | (312) | (674) | | |
| Difference between expensed and paid pensions | 169 | 42 | 203 | 211 | 156 | 52 | | |
| Currency (gains) losses not related to operating activities | 25 | (162) | (203) | (18) | 109 | 95 | | |
| Change in other accruals | 453 | 4 | 532 | 956 | (100) | (561) | | |
| Net cash flows from operating activities | 5,207 | 9,725 | 16,181 | 22,340 | 6,772 | 13,087 | | |
| Purchases of property, plant and equipment and intangible assets | (2,271) | (5,538) | (9,078) | (14,213) | (4,097) | (8,562) | | |
| Purchases of subsidiaries and associated companies, net of cash received | (3) | (109) | (5,653) | (8,128) | (8,578) | (9,425) | | |
| Sales of property, plant and equipment, intangible assets and businesses, net of cash transferred | 59 | 741 | 1,161 | 1,279 | 438 | 472 | | |
| Sales and purchases of other investments | 768 | 1,078 | 1,000 | 1,064 | 2,196 | 1,707 | | |
| Net cash flows from investing activities | (1,447) | (3,828) | (12,570) | (19,998) | (10,041) | (15,808) | | |

| | | | | | | |
|--|----------------|---------------|----------------|--------------|--------------|--------------|
| Proceeds from and repayments of interest-bearing liabilities | (686) | 2,735 | 2,210 | 4,175 | 6,185 | 7,399 |
| Proceeds from issuance of shares, including from minorities in subsidiaries | 22 | 24 | 47 | 74 | 61 | 86 |
| Share buy-back | (329) | (657) | (2,267) | (2,267) | | (87) |
| Dividends paid and repayment of equity to minority interests in subsidiaries | (25) | (209) | (209) | (219) | | (426) |
| Dividends paid to Telenor's shareholders | | (2,460) | (2,595) | (2,595) | | (3,202) |
| Net cash flows from financing activities | (1,018) | (567) | (2,814) | (832) | 6,246 | 3,770 |
| Effect on cash and cash equivalents of changes in foreign exchange rates | 47 | 130 | 155 | 215 | (100) | (321) |
| Net change in cash and cash equivalents | 2,789 | 5,460 | 952 | 1,725 | 2,877 | 728 |
| Cash and cash equivalents at the beginning of the period | 5,081 | 5,081 | 5,081 | 5,081 | 6,806 | 6,806 |
| Cash and cash equivalents at the end of the period | 7,870 | 10,541 | 6,033 | 6,806 | 9,683 | 7,534 |

SPECIAL ITEMS

| Telenor group (NOK in millions) | 2004 | | | | 2005 | | | | 2006 | | | |
|---|-------------|------------|-----------|------------|-------------|------------|-----------|-----------|-------------|-----------|-----------|-----------|
| | Q1 | Q2 | Q3 | Q4 | Q1 | Q2 | Q3 | Q4 | Q1 | Q2 | Q3 | Q4 |
| Gains on disposal of fixed assets and operations | | | | | | | | | | | | |
| Telenor Mobile Norway | | | | | | | | | | | | |
| Sonofon Denmark | | | | | | | 1 | | | | | |
| Telenor Mobile Sweden | | | | | | | | | | | | |
| Kyivstar Ukraine | | | | | | | | | | | | |
| Pannon Hungary | 1 | | 2 | 2 | 5 | 1 | 4 | | 4 | 1 | | |
| DTAC Thailand | | | | | | | | | | | | |
| DiGi Malaysia | | | | | | | | | | | | |
| GrameenPhone Bangladesh | | | | | | | | | | | 1 | |
| Other mobile operations | | | | | | | | | | | | |
| Fixed | | | 1 | 9 | 3 | 50 | (2) | 37 | 5 | | | |
| Broadcast | 1 | (1) | | 1 | 1 | | | | | | 4 | |
| EDB Business Partner | | 300 | | 3 | | | 25 | 6 | | | | |
| Other business units | 4 | | 69 | 71 | | 12 | 8 | 2 | 17 | 21 | | |
| Corporate functions and Group activities | 2 | 59 | 3 | 35 | 22 | 57 | 58 | 26 | 5 | 12 | | |
| Eliminations | | | | | | | | 4 | | | | |
| Total gains on disposal of fixed assets and operations | 8 | 358 | 75 | 121 | 31 | 120 | 94 | 75 | 31 | 39 | | |
| Losses on disposal of fixed assets and operations | | | | | | | | | | | | |
| Telenor Mobile Norway | | | | | 4 | 3 | 6 | 3 | | | | |
| Sonofon Denmark | | 1 | 1 | (2) | | | | | | | | |
| Telenor Mobile Sweden | | | | | | | | | 2 | 2 | | |
| Kyivstar Ukraine | | | | | | | | | | | 1 | |
| Pannon Hungary | | | 3 | | 4 | 1 | 17 | (3) | 2 | 2 | | |

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| | | | | | | | | | | |
|--|----------|-----------|-----------|------------|----------|-----------|-----------|-----------|----------|-----------|
| DTAC Thailand | | | | | | | | | | |
| DiGi Malaysia | | | | | | | 5 | | | |
| GrameenPhone | | | | | | | | | | |
| Bangladesh | | | 4 | 4 | | | 10 | | | 1 |
| Other mobile | | | | | | | | | 1 | |
| operations | | | | | | | | | 65 | (12) |
| Fixed | | 2 | 24 | (1) | | | | | | 1 |
| Broadcast | | | | 1 | | | 1 | | | 2 |
| EDB Business | | | | | | | | | | |
| Partner | | | | | | | | | | |
| Other business | | | | | | | | | | |
| units | 2 | | 32 | (13) | | | | | 1 | |
| Corporate | | | | | | | | | | |
| functions and | | | | | | | | | | |
| Group activities | 1 | 23 | 2 | 5 | | 28 | 1 | 4 | 9 | 30 |
| Eliminations | | | (16) | 1 | | | | 1 | | |
| Total losses on disposal of fixed assets and operations | 3 | 26 | 50 | (5) | 8 | 32 | 40 | 72 | 3 | 37 |

Expenses for workforce reductions and loss contracts

| | | | | | | | | | | |
|------------------|-----------|------------|-----------|------------|----------|-----------|------------|------------|-----------|-----------|
| Telenor Mobile | | | | | | | | | | |
| Norway | 4 | (4) | | 24 | (1) | | | (1) | 9 | 3 |
| Sonofon Denmark | | | | 28 | | 3 | | 9 | 3 | 2 |
| Telenor Mobile | | | | | | | | | | |
| Sweden | | | | 562 | | | 123 | 291 | 48 | (8) |
| Kyivstar Ukraine | | | | | | | | | | |
| Pannon Hungary | | 11 | 4 | 1 | | | | 10 | | |
| DTAC Thailand | | | | | | | | | | |
| DiGi Malaysia | | | | | | | | | | |
| GrameenPhone | | | | | | | | | | |
| Bangladesh | | | | | | | | | | |
| Other mobile | | | | | | | | | | |
| operations | | | | | | | | | | |
| Fixed | 18 | 24 | 5 | 39 | 7 | 9 | 135 | 8 | 25 | 22 |
| Broadcast | | 1 | 1 | 3 | | | | | | |
| EDB Business | | | | | | | | | | |
| Partner | | 27 | 16 | (10) | | 5 | | 13 | | |
| Other business | | | | | | | | | | |
| units | 1 | 1 | 15 | 11 | (1) | 1 | 7 | 8 | 6 | 2 |
| Corporate | | | | | | | | | | |
| functions and | | | | | | | | | | |
| Group activities | 2 | 103 | 1 | 10 | (3) | 5 | 11 | 16 | 1 | 9 |
| Eliminations | | | | (562) | | (1) | (2) | (242) | | (1) |
| | 25 | 163 | 42 | 106 | 2 | 22 | 274 | 112 | 92 | 29 |

**Total workforce
reductions and
loss contracts**

**Total other
(income) and
expenses**

20 (169) 17 (20) (21) (66) 220 109 64 27

| Telenor group (NOK in millions) | Q1 | 2004 | | | Q1 | 2005 | | | Q1 | 2006 | | |
|------------------------------------|----------|------------|------------|--------------|-------------|------------|----------|------------|----------|-----------|----|----|
| | | Q2 | Q3 | Q4 | | Q2 | Q3 | Q4 | | Q2 | Q3 | Q4 |
| Write-downs | | | | | | | | | | | | |
| Telenor Mobile | | | | | | | | | | | | |
| Norway | | 1 | 3 | 11 | (2) | 12 | 4 | 2 | | 33 | | |
| Sonofon Denmark | | | | 3,290 | | | | | | | | |
| Telenor Mobile | | | | | | | | | | | | |
| Sweden | | | | 75 | | | | | | | | |
| Kyivstar Ukraine | | | | | | | | 15 | | | | |
| Pannon Hungary | | | | 21 | | 2 | 1 | 4 | | 33 | | |
| DTAC Thailand | | | | | | | | | | | | |
| DiGi Malaysia | | | | | 1 | | 1 | 3 | | 7 | | |
| GrameenPhone | | | | | | | | | | | | |
| Bangladesh | | | | 3 | | | | | | | | |
| Other mobile | | | | | | | | | | | | |
| operations | | | | | | | | | | | | |
| Fixed | | | | 40 | (22) | 2 | (2) | 609 | | 15 | | |
| Broadcast | | | | 44 | | 4 | | (57) | 3 | | | |
| EDB Business | | | | | | | | | | | | |
| Partner | | | | | | | | | | | | |
| Other business | | | | | | | | | | | | |
| units | 3 | | 36 | 2 | | | | 8 | | | | |
| Corporate | | | | | | | | | | | | |
| functions and | | | | | | | | | | | | |
| Group activities | | | 2 | | | | | 2 | | | | |
| Eliminations | | | | | | | | | | | | |
| Total | | | | | | | | | | | | |
| write-downs | 3 | 1 | 41 | 3,486 | (23) | 20 | 4 | 586 | 3 | 88 | | |
| Special items | | | | | | | | | | | | |
| associated | | | | | | | | | | | | |
| companies | | | | | | | | | | | | |
| (Gains) losses on | | | | | | | | | | | | |
| disposal of | | | | | | | | | | | | |
| ownership | | | | | | | | | | | | |
| interests | | (9) | (8) | (15) | | (3) | 7 | (3) | | (6) | | |
| Write-downs | | | | | | | | | | | | |
| associated | | | | | | | | | | | | |
| companies | | | | | | | | 172 | | 11 | | |
| Write-downs BB | | | | | | | | | | | | |
| Other write-downs | | | | | | | | | | | | |
| associated | | | | | | | | | | | | |
| companies | | | | | | | | | | | | |
| (Gains) losses on | | (9) | (8) | (15) | | (3) | 7 | 169 | | 5 | | |
| disposal and | | | | | | | | | | | | |
| write-downs of | | | | | | | | | | | | |

**associated
companies**

**Net (gains) losses
and write-downs
financial items**

(2,613) (17) (22) (21) (417) (67) (3) (31) (1,815) 15

RECONCILIATIONS

| Telenor group (NOK in millions) | 2004 | | | | 2005 | | | | 2006 | | | |
|--|--------------|--------------|--------------|----------------|--------------|--------------|--------------|--------------|--------------|--------------|----|----|
| | Q1 | Q2 | Q3 | Q4 | Q1 | Q2 | Q3 | Q4 | Q1 | Q2 | Q3 | Q4 |
| Profit from total operations | 3,423 | 2,072 | 2,062 | (144) | 1,970 | 2,328 | 2,649 | 2,187 | 4,230 | 2,874 | | |
| Profit (loss) from discontinued operations | | | | | | | | (4) | (22) | | | |
| Profit from continuing operations | 3,423 | 2,072 | 2,062 | (144) | 1,970 | 2,328 | 2,649 | 2,191 | 4,252 | 2,874 | | |
| Taxes | (1,610) | (911) | (926) | 986 | (845) | (997) | (1,136) | (475) | (1,573) | (1,063) | | |
| Profit before taxes | 5,033 | 2,983 | 2,988 | (1,130) | 2,815 | 3,325 | 3,785 | 2,666 | 5,825 | 3,937 | | |
| Net financial items | 2,271 | (297) | (238) | (215) | 151 | (28) | (122) | (348) | 1,206 | (724) | | |
| Associated companies | 225 | 290 | 331 | 140 | 239 | 494 | 435 | 65 | 312 | 362 | | |
| Depreciation and amortization | 2,508 | 2,707 | 2,719 | 2,703 | 2,704 | 2,751 | 2,902 | 3,187 | 3,546 | 3,543 | | |
| Write-downs | 3 | 1 | 41 | 3,486 | (23) | 20 | 4 | 586 | 3 | 88 | | |
| EBITDA | 5,048 | 5,698 | 5,655 | 5,134 | 5,106 | 5,630 | 6,378 | 6,722 | 7,856 | 7,930 | | |
| EBITDA | 5,048 | 5,698 | 5,655 | 5,134 | 5,106 | 5,630 | 6,378 | 6,722 | 7,856 | 7,930 | | |
| Other (income) and expenses | 20 | (169) | 17 | (20) | (21) | (66) | 220 | 109 | 64 | 27 | | |
| EBITDA before other income and expenses | 5,068 | 5,529 | 5,672 | 5,114 | 5,085 | 5,564 | 6,598 | 6,831 | 7,920 | 7,957 | | |
| Operating profit | 2,537 | 2,990 | 2,895 | (1,055) | 2,425 | 2,859 | 3,472 | 2,949 | 4,307 | 4,299 | | |
| Write-downs | 3 | 1 | 41 | 3,486 | (23) | 20 | 4 | 586 | 3 | 88 | | |
| Other (income) and expenses | 20 | (169) | 17 | (20) | (21) | (66) | 220 | 109 | 64 | 27 | | |
| Adjusted operating profit | 2,560 | 2,822 | 2,953 | 2,411 | 2,381 | 2,813 | 3,696 | 3,644 | 4,374 | 4,414 | | |
| Profit before taxes | 5,033 | 2,983 | 2,988 | (1,130) | 2,815 | 3,325 | 3,785 | 2,666 | 5,825 | 3,937 | | |
| Net (gains) losses and write-downs financial items | (2,613) | (17) | (22) | (21) | (417) | (67) | (3) | (31) | (1,815) | 15 | | |
| | | (9) | (8) | (15) | | (3) | 7 | 169 | | 5 | | |

| | | | | | | | | | | |
|--|--------------|--------------|--------------|--------------|--------------|--------------|--------------|--------------|--------------|--------------|
| (Gains) losses on disposal and write downs of associated companies | | | | | | | | | | |
| Write-downs | 3 | 1 | 41 | 3,486 | (23) | 20 | 4 | 586 | 3 | 88 |
| Other (income) and expenses | 20 | (169) | 17 | (20) | (21) | (66) | 220 | 109 | 64 | 27 |
| Adjusted profit before taxes | 2,443 | 2,789 | 3,016 | 2,300 | 2,354 | 3,209 | 4,013 | 3,499 | 4,077 | 4,072 |

Capex

| Telenor group (NOK in millions) | 2004 | | | | 2005 | | | | 2006 | | | |
|---|--------------|--------------|--------------|--------------|--------------|--------------|--------------|--------------|--------------|--------------|-----------|-----------|
| | Q1 | Q2 | Q3 | Q4 | Q1 | Q2 | Q3 | Q4 | Q1 | Q2 | Q3 | Q4 |
| Telenor Mobile | | | | | | | | | | | | |
| Norway | 214 | 255 | 332 | 172 | 194 | 343 | 220 | 461 | 129 | 143 | | |
| Sonofon Denmark | 66 | 144 | 102 | 76 | 28 | 140 | 137 | 757 | 109 | 170 | | |
| Telenor Mobile | | | | | | | | | | | | |
| Sweden | 4 | 4 | 3 | 6 | | | | | 135 | 137 | | |
| Kyivstar Ukraine | 331 | 566 | 687 | 1,024 | 735 | 919 | 1,106 | 890 | 830 | 770 | | |
| Pannon Hungary | 104 | 121 | 121 | 820 | 109 | 243 | 150 | 261 | 71 | 235 | | |
| Promonte | | | | | | | | | | | | |
| Montenegro | | | 3 | 13 | 5 | 4 | 8 | 21 | 4 | 7 | | |
| DTAC Thailand | | | | | | | | 146 | 605 | 543 | | |
| DiGi Malaysia | 103 | 162 | 228 | 427 | 108 | 178 | 310 | 574 | 226 | 199 | | |
| GrameenPhone | | | | | | | | | | | | |
| Bangladesh | 160 | 258 | 418 | 482 | 496 | 357 | 590 | 1,153 | 389 | 516 | | |
| Telenor Pakistan | | 1,821 | 19 | 153 | 1,139 | (91) | 299 | 496 | 351 | 754 | | |
| Fixed Norway | 355 | 315 | 346 | 457 | 337 | 503 | 412 | 917 | 479 | 371 | | |
| Fixed Sweden | 15 | 72 | 58 | 134 | 40 | 48 | 142 | 255 | 83 | 230 | | |
| Fixed Denmark | | | | | | | 40 | 57 | 55 | 42 | | |
| Fixed Other/Fixed | | | | | | | | | | | | |
| Eliminations | 8 | (2) | 15 | 18 | 4 | 5 | 8 | 8 | | | | |
| Broadcast | 23 | 70 | 716 | 71 | 47 | 96 | 116 | 133 | 92 | 106 | | |
| Other units | 88 | 241 | 99 | 269 | 125 | 193 | 193 | 321 | 156 | 203 | | |
| Eliminations | | (15) | (7) | | (7) | (15) | (11) | (14) | (11) | (4) | | |
| Total capex | 1,471 | 4,012 | 3,140 | 4,122 | 3,360 | 2,923 | 3,720 | 6,436 | 3,703 | 4,422 | | |

Investments in businesses

| Telenor group (NOK in millions) | 2004 | | | | 2005 | | | | 2006 | | | |
|---|-------------|-----------|-----------|-----------|-------------|-----------|-----------|-----------|-------------|-----------|-----------|-----------|
| | Q1 | Q2 | Q3 | Q4 | Q1 | Q2 | Q3 | Q4 | Q1 | Q2 | Q3 | Q4 |
| Telenor Mobile | | | | | | | | | | | | |
| Norway | | | | 52 | | | | | | | | |
| Sonofon Danmark | 3,641 | 145 | | | | | | 4 | | | | |
| Telenor Mobile | | | | | | | | | | | | |
| Sweden | | | | | | | | | 7,739 | 8 | | |
| Kyivstar Ukraine | | 35 | | | | | | | | | | |
| Pannon Hungary | | | | | | | | | | | | |
| Promonte | | | | | | | | | | | | |
| Montenegro | | | 540 | 1 | | | | | | | | |
| DTAC Thailand | | | | | | | | 2,664 | 85 | 31 | | |
| DiGi Malaysia | | | | | | | | | | | | |
| GrameenPhone | | | | | | | | | | | | |
| Bangladesh | | | | 298 | | | | | | | | |
| Telenor Pakistan | | | | | | | | | | | | |

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| | | | | | | | | | | |
|--|--------------|------------|------------|--------------|-----------|------------|--------------|--------------|--------------|------------|
| Fixed Norway | | 1 | | 1 | 43 | 1 | | | 1 | |
| Fixed Sweden | 78 | 9 | | 6 | | | 4,479 | (27) | 460 | 75 |
| Fixed Denmark | | | | | | | 1,313 | 7 | | |
| Fixed Other/Fixed Eliminations | 8 | | | 2 | | | | | | |
| Broadcast | | | | | | | 17 | 25 | | 98 |
| Other units | 22 | 441 | 104 | 762 | 7 | 263 | 15 | 47 | 658 | 616 |
| Eliminations | | (337) | | | | | | | | |
| Total investments in businesses | 3,749 | 294 | 644 | 1,122 | 50 | 264 | 5,824 | 2,720 | 8,943 | 828 |

Telenor Mobile Norway

| (NOK in millions) | 2004 | | | | 2005 | | | | 2006 | | | |
|--|--------------|--------------|--------------|--------------|--------------|--------------|--------------|--------------|--------------|--------------|----|----|
| | Q1 | Q2 | Q3 | Q4 | Q1 | Q2 | Q3 | Q4 | Q1 | Q2 | Q3 | Q4 |
| Subscription and traffic | 1 846 | 1 968 | 2 044 | 2 021 | 1 927 | 2 003 | 2 098 | 2 120 | 2 023 | 2 170 | | |
| Interconnection revenues | 378 | 402 | 403 | 430 | 407 | 452 | 441 | 454 | 446 | 474 | | |
| Mobile revenues company s subscriptions | 2 224 | 2 370 | 2 447 | 2 451 | 2 334 | 2 455 | 2 539 | 2 574 | 2 469 | 2 644 | | |
| Other mobile revenues | 304 | 405 | 434 | 370 | 362 | 453 | 484 | 526 | 532 | 505 | | |
| Total mobile revenues | 2 528 | 2 775 | 2 881 | 2 821 | 2 696 | 2 908 | 3 023 | 3 100 | 3 001 | 3 149 | | |
| Non-mobile revenues | 276 | 179 | 128 | 142 | 142 | 141 | 98 | 135 | 104 | 124 | | |
| Total revenues ¹⁾ | 2 804 | 2 954 | 3 009 | 2 963 | 2 838 | 3 049 | 3 121 | 3 235 | 3 105 | 3 273 | | |
| ¹⁾ Of which internal revenues | 311 | 315 | 311 | 289 | 278 | 313 | 299 | 281 | 266 | 257 | | |
| EBITDA | 1 002 | 1 081 | 1 103 | 1 119 | 1 001 | 1 066 | 1 218 | 1 186 | 1 323 | 1 365 | | |
| Depreciation and amortization ²⁾ | 239 | 275 | 267 | 281 | 213 | 230 | 224 | 222 | 216 | 215 | | |
| Write-downs ³⁾ | | 1 | 3 | 11 | - 2 | 12 | 4 | 2 | | 33 | | |
| Operating profit | 763 | 805 | 833 | 827 | 790 | 824 | 990 | 962 | 1 107 | 1 117 | | |
| ²⁾ Of which amortization of Telenor s net excess values | | | | 1 | 1 | 1 | 1 | 1 | 1 | 1 | | |
| ³⁾ Of which write-downs of Telenor s net excess values | | | | | | | | | | | | |
| EBITDA/Total revenues (%) | 35.7 | 36.6 | 36.7 | 37.8 | 35.3 | 35.0 | 39.0 | 36.7 | 42.6 | 41.7 | | |
| Operating profit/Total revenues (%) | 27.2 | 27.3 | 27.7 | 27.9 | 27.8 | 27.0 | 31.7 | 29.7 | 35.7 | 34.1 | | |
| Capex | 214 | 255 | 332 | 172 | 194 | 343 | 220 | 461 | 129 | 143 | | |

Investments in
businesses

| | | | | | | | | | | |
|--|-------|-------|-------|-------|-------|-------|-------|-------|-------|-------|
| 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 |
| of which prepaid | 1 091 | 1 118 | 1 178 | 1 228 | 1 218 | 1 267 | 1 285 | 1 222 | 1 185 | 1 133 |
| Average traffic minutes per subscription per month (AMPU) in the quarter | 179 | 187 | 187 | 182 | 175 | 191 | 186 | 184 | 186 | 196 |
| Average revenue per subscription per month (ARPU) in the quarter | 315 | 332 | 328 | 318 | 297 | 308 | 314 | 317 | 305 | 324 |
| of which contract | 464 | 491 | 499 | 491 | 453 | 465 | 475 | 472 | 446 | 461 |
| of which prepaid | 147 | 146 | 129 | 119 | 117 | 129 | 133 | 136 | 126 | 141 |

Sonofon Denmark

| (NOK in millions) | 2004 | | | | 2005 | | | | 2006 | | | |
|--|-------------|--------------|--------------|----------------|--------------|--------------|--------------|--------------|--------------|--------------|----|----|
| | Q1 | Q2 | Q3 | Q4 | Q1 | Q2 | Q3 | Q4 | Q1 | Q2 | Q3 | Q4 |
| Subscription and traffic | 274 | 496 | 541 | 502 | 571 | 595 | 600 | 595 | 622 | 630 | | |
| Interconnection revenues | 140 | 280 | 274 | 292 | 300 | 328 | 325 | 347 | 348 | 338 | | |
| Mobile revenues company s subscriptions | 414 | 776 | 815 | 794 | 871 | 923 | 925 | 942 | 970 | 968 | | |
| Other mobile revenues | 97 | 161 | 170 | 143 | 143 | 158 | 181 | 156 | 145 | 152 | | |
| Total mobile revenues | 511 | 937 | 985 | 937 | 1,014 | 1,081 | 1,106 | 1,098 | 1,115 | 1,120 | | |
| Non-mobile revenues | 159 | 288 | 281 | 306 | 179 | 227 | 250 | 236 | 238 | 227 | | |
| Total revenues ¹⁾ | 670 | 1,225 | 1,266 | 1,243 | 1,193 | 1,308 | 1,356 | 1,334 | 1,353 | 1,347 | | |
| ¹⁾ Of which internal revenues | 4 | 8 | 21 | 20 | 20 | 35 | 43 | 34 | 30 | 48 | | |
| EBITDA | 167 | 238 | 260 | 16 | 253 | 308 | 307 | 308 | 305 | 307 | | |
| Depreciation and amortization ²⁾ | 189 | 355 | 369 | 277 | 353 | 328 | 308 | 296 | 286 | 271 | | |
| Write-downs ³⁾ | | | | 3,290 | | | | | | | | |
| Operating profit (loss) | (22) | (117) | (109) | (3,551) | (100) | (20) | (1) | 12 | 19 | 36 | | |
| ²⁾ Of which amortization of Telenor s net excess values | 75 | 160 | 160 | 156 | 157 | 134 | 131 | 133 | 137 | 132 | | |
| ³⁾ Of which write-downs of Telenor s net excess values | | | | 3,075 | | | | | | | | |
| EBITDA/Total revenues (%) | 24.9 | 19.4 | 20.5 | 1.3 | 21.2 | 23.5 | 22.6 | 23.1 | 22.5 | 22.8 | | |
| Operating profit/Total revenues (%) | nm | nm | nm | nm | nm | nm | nm | 0.9 | 1.4 | 2.7 | | |
| Capex | 66 | 144 | 102 | 76 | 28 | 140 | 137 | 757 | 109 | 170 | | |

| | | | | | | | | | | |
|--|-------|-------|-------|-------|-------|-------|-------|-------|-------|-------|
| Investments in businesses | 3 641 | 145 | | | | | | 4 | | |
| 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 |
| of which prepaid | 250 | 451 | 485 | 462 | 413 | 420 | 420 | 425 | 429 | 436 |
| Average traffic minutes per subscription per month (AMPU) in the quarter | 147 | 157 | 139 | 151 | 153 | 182 | 183 | 195 | 200 | 209 |
| Average revenue per subscription per month (ARPU) in the quarter | 250 | 233 | 219 | 207 | 229 | 253 | 243 | 246 | 250 | 248 |
| of which contract | 287 | 291 | 281 | 267 | 284 | 306 | 292 | 285 | 292 | 290 |
| of which prepaid | 135 | 111 | 120 | 111 | 126 | 146 | 146 | 166 | 164 | 163 |

Telenor Mobile Sweden

| (NOK in millions) | 2004 | | | | 2005 | | | | 2006 | | | |
|--|-------------|-------------|-------------|--------------|-------------|-------------|--------------|--------------|--------------|--------------|----|----|
| | Q1 | Q2 | Q3 | Q4 | Q1 | Q2 | Q3 | Q4 | Q1 | Q2 | Q3 | Q4 |
| Subscription and traffic | 32 | 34 | 37 | 38 | 37 | 33 | 34 | 26 | 902 | 972 | | |
| Interconnection revenues | 9 | 15 | 13 | 15 | 15 | 18 | 15 | 12 | 206 | 235 | | |
| Mobile revenues company s subscriptions | 41 | 49 | 50 | 53 | 52 | 51 | 49 | 38 | 1,108 | 1,207 | | |
| Other mobile revenues | 5 | 6 | 11 | 8 | 11 | 14 | 19 | 10 | 89 | 96 | | |
| Total mobile revenues | 46 | 55 | 61 | 61 | 63 | 65 | 68 | 48 | 1,197 | 1,303 | | |
| Non-mobile revenues | | | | | | | | | 104 | 127 | | |
| Total revenues ¹⁾ | 46 | 55 | 61 | 61 | 63 | 65 | 68 | 48 | 1,301 | 1,430 | | |
| ¹⁾ Of which internal revenues | 14 | 21 | 27 | 25 | 28 | 33 | 39 | 24 | 48 | 27 | | |
| EBITDA | (25) | (36) | (45) | (619) | (10) | (18) | (139) | (309) | 170 | 241 | | |
| Depreciation and amortization ²⁾ | 8 | 7 | 8 | 26 | | | | | 358 | 395 | | |
| Write-downs ³⁾ | | | | 75 | | | | | | | | |
| Operating profit (loss) | (33) | (43) | (53) | (720) | (10) | (18) | (139) | (309) | (188) | (154) | | |
| ²⁾ Of which amortization of Telenor s net excess values | | | | | | | | | 52 | 64 | | |
| ³⁾ Of which write-downs of Telenor s net excess values | | | | | | | | | | | | |
| EBITDA/Total revenues (%) | nm | nm | nm | nm | nm | nm | nm | nm | 13.1 | 16.9 | | |
| Operating profit/Total revenues (%) | nm | nm | nm | nm | nm | nm | nm | nm | nm | nm | | |
| Capex | 4 | 4 | 3 | 6 | | | | | 135 | 137 | | |

| | | | | | | | | | | |
|--|-----|-----|-----|-----|-----|-----|-----|-----|-------|-------|
| Investments in businesses | | | | | | | | | 7 739 | 8 |
| No. of mobile subscriptions (in thousands) | 84 | 92 | 96 | 105 | 107 | 99 | 97 | 95 | 1 660 | 1 676 |
| of which prepaid | 48 | 55 | 56 | 57 | 56 | 51 | 50 | 48 | 575 | 571 |
| Average traffic minutes per subscription per month (AMPU) in the quarter | 73 | 96 | 104 | 108 | 113 | 141 | 144 | 129 | 160 | 185 |
| Average revenue per subscription per month (ARPU) in the quarter | 169 | 181 | 182 | 169 | 164 | 167 | 164 | 136 | 229 | 242 |
| of which contract | 252 | 262 | 265 | 241 | 215 | 216 | 215 | 183 | 330 | 340 |
| of which prepaid | 106 | 122 | 125 | 117 | 121 | 121 | 115 | 90 | 49 | 54 |

Kyivstar Ukraine

| (NOK in millions) | 2004 | | | | 2005 | | | | 2006 | | | |
|--|------------|------------|--------------|--------------|--------------|--------------|--------------|--------------|--------------|--------------|----|----|
| | Q1 | Q2 | Q3 | Q4 | Q1 | Q2 | Q3 | Q4 | Q1 | Q2 | Q3 | Q4 |
| Subscription and traffic | 610 | 703 | 838 | 810 | 807 | 1 158 | 1 437 | 1 720 | 1 749 | 1 952 | | |
| Interconnection revenues | 186 | 236 | 319 | 327 | 313 | 428 | 541 | 606 | 528 | 562 | | |
| Mobile revenues company s subscriptions | 796 | 939 | 1 157 | 1 137 | 1 120 | 1 586 | 1 978 | 2 326 | 2 277 | 2 514 | | |
| Other mobile revenues | 16 | 27 | 54 | 25 | 23 | 30 | 72 | 33 | 36 | 50 | | |
| Total mobile revenues | 812 | 966 | 1 211 | 1 162 | 1 143 | 1 616 | 2 050 | 2 359 | 2 313 | 2 564 | | |
| Non-mobile revenues | 13 | 15 | 18 | 22 | 20 | 27 | 26 | 31 | 16 | 16 | | |
| Total revenues ¹⁾ | 825 | 981 | 1 229 | 1 184 | 1 163 | 1 643 | 2 076 | 2 390 | 2 329 | 2 580 | | |
| ¹⁾ Of which internal revenues | | | 1 | 1 | 1 | 2 | 2 | 1 | | 1 | | |
| EBITDA | 505 | 592 | 772 | 712 | 632 | 911 | 1 148 | 1 359 | 1 432 | 1 596 | | |
| Depreciation and amortization ²⁾ | 125 | 128 | 145 | 157 | 231 | 331 | 322 | 325 | 379 | 381 | | |
| Write-downs ³⁾ | | | | | | | | 15 | | | | |
| Operating profit | 380 | 464 | 627 | 555 | 401 | 580 | 826 | 1 019 | 1 053 | 1 215 | | |
| ²⁾ Of which amortization of Telenor s net excess values | 24 | 24 | 24 | 21 | 22 | 23 | 24 | 24 | 24 | 23 | | |
| ³⁾ Of which write-downs of Telenor s net excess values | | | | | | | | | | | | |
| EBITDA/Total revenues (%) | 61.2 | 60.3 | 62.8 | 60.1 | 54.3 | 55.4 | 55.3 | 56.9 | 61.5 | 61.9 | | |
| Operating profit/Total revenues (%) | 46.1 | 47.3 | 51.0 | 46.9 | 34.5 | 35.3 | 39.8 | 42.6 | 45.2 | 47.1 | | |
| Capex | 331 | 566 | 687 | 1 024 | 735 | 919 | 1 106 | 890 | 830 | 770 | | |

Investments in
businesses

| | | | | | | | | | | |
|--|-------|-------|-------|-------|-------|-------|--------|--------|--------|--------|
| 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 |
| - of which prepaid | 2 675 | 3 031 | 4 211 | 5 532 | 6 892 | 8 500 | 10 021 | 12 901 | 13 895 | 14 886 |
| Average traffic minutes per subscription per month (AMPU) in the quarter | 68 | 74 | 95 | 95 | 91 | 90 | 103 | 108 | 110 | 118 |
| Average revenue per subscription per month (ARPU) in the quarter | 84 | 93 | 95 | 68 | 53 | 62 | 66 | 64 | 53 | 54 |
| - of which contract | 191 | 213 | 223 | 184 | 165 | 187 | 200 | 197 | 175 | 180 |
| - of which prepaid | 62 | 69 | 72 | 52 | 40 | 49 | 53 | 53 | 43 | 45 |

Pannon Hungary

| (NOK in millions) | 2004 | | | | 2005 | | | | 2006 | | | |
|--|--------------|--------------|--------------|--------------|--------------|--------------|--------------|--------------|--------------|--------------|----|----|
| | Q1 | Q2 | Q3 | Q4 | Q1 | Q2 | Q3 | Q4 | Q1 | Q2 | Q3 | Q4 |
| Subscription and traffic | 872 | 872 | 1005 | 920 | 880 | 903 | 1025 | 960 | 926 | 913 | | |
| Interconnection revenues | 423 | 443 | 423 | 442 | 430 | 458 | 416 | 431 | 400 | 400 | | |
| Mobile revenues company s subscriptions | 1 295 | 1 315 | 1 428 | 1 362 | 1 310 | 1 361 | 1 441 | 1 391 | 1 326 | 1 313 | | |
| Other mobile revenues | 25 | 39 | 46 | 32 | 28 | 44 | 52 | 20 | 23 | 35 | | |
| Total mobile revenues | 1 320 | 1 354 | 1 474 | 1 394 | 1 338 | 1 405 | 1 493 | 1 411 | 1 349 | 1 348 | | |
| Non-mobile revenues | 81 | 90 | 78 | 116 | 77 | 93 | 90 | 154 | 64 | 79 | | |
| Total revenues ¹⁾ | 1 401 | 1 444 | 1 552 | 1 510 | 1 415 | 1 498 | 1 583 | 1 565 | 1 413 | 1 427 | | |
| ¹⁾ Of which internal revenues | 1 | 2 | | 3 | 2 | 2 | 2 | 4 | 3 | 2 | | |
| EBITDA | 556 | 556 | 561 | 420 | 517 | 484 | 650 | 534 | 540 | 567 | | |
| Depreciation and amortization ²⁾ | 331 | 326 | 326 | 312 | 316 | 276 | 294 | 285 | 279 | 254 | | |
| Write-downs ³⁾ | | | | 21 | | 2 | 1 | 4 | | 33 | | |
| Operating profit | 225 | 230 | 235 | 87 | 201 | 206 | 355 | 245 | 261 | 280 | | |
| ²⁾ Of which amortization of Telenor s net excess values | 89 | 89 | 91 | 89 | 90 | 85 | 86 | 84 | 84 | 79 | | |
| ³⁾ Of which write-downs of Telenor s net excess values | | | | | | | | | | | | |
| EBITDA/Total revenues (%) | 39.7 | 38.5 | 36.1 | 27.8 | 36.5 | 32.3 | 41.1 | 34.1 | 38.2 | 39.7 | | |
| Operating profit/Total revenues (%) | 16.1 | 15.9 | 15.1 | 5.8 | 14.2 | 13.8 | 22.4 | 15.7 | 18.5 | 19.6 | | |
| Capex | 104 | 121 | 121 | 820 | 109 | 243 | 150 | 261 | 71 | 235 | | |

Investments in
businesses

| | | | | | | | | | | |
|--|-------|-------|-------|-------|-------|-------|-------|-------|-------|-------|
| 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 |
| - of which prepaid | 1 977 | 1 935 | 1 886 | 1 991 | 1 955 | 1 915 | 1 894 | 1 904 | 1 878 | 1 854 |
| Average traffic minutes per subscription per month (AMPU) in the quarter | 111 | 121 | 127 | 131 | 125 | 143 | 145 | 149 | 143 | 159 |
| Average revenue per subscription per month (ARPU) in the quarter | 165 | 170 | 184 | 171 | 157 | 162 | 166 | 162 | 150 | 148 |
| - of which contract | 399 | 389 | 400 | 356 | 327 | 316 | 314 | 299 | 272 | 254 |
| - of which prepaid | 92 | 96 | 103 | 96 | 84 | 89 | 89 | 86 | 80 | 86 |

Promonte Montenegro

| (NOK in millions) | 2004 | | | | 2005 | | | | 2006 | | | |
|--|------|----|-----|-----|------|-----|-----|-----|------|-----|----|----|
| | Q1 | Q2 | Q3 | Q4 | Q1 | Q2 | Q3 | Q4 | Q1 | Q2 | Q3 | Q4 |
| Total revenues | | | 82 | 118 | 104 | 123 | 180 | 112 | 114 | 139 | | |
| EBITDA | | | 45 | 46 | 55 | 60 | 98 | 47 | 55 | 65 | | |
| Operating profit (loss) ¹⁾²⁾ | | | 26 | (2) | 12 | 18 | 58 | 7 | 16 | 27 | | |
| ¹⁾ Of which amortization of Telenor s net excess values | | | 7 | 25 | 20 | 20 | 20 | 20 | 20 | 20 | | |
| ²⁾ Of which write-downs of Telenor s net excess values | | | | | | | | | | | | |
| Capex | | | 3 | 13 | 5 | 4 | 8 | 21 | 4 | 7 | | |
| No. of mobile subscriptions (in thousands) | | | 340 | 279 | 279 | 303 | 394 | 310 | 324 | 363 | | |
| - of which prepaid | | | 297 | 234 | 235 | 263 | 352 | 265 | 276 | 309 | | |
| Average traffic minutes per subscription per month (AMPU) in the quarter | | | 113 | 87 | 91 | 105 | 109 | 92 | 104 | 121 | | |
| Average revenue per subscription per month (ARPU) in the quarter | | | 139 | 107 | 115 | 129 | 126 | 95 | 111 | 120 | | |
| - of which contract | | | 309 | 284 | 288 | 338 | 339 | 269 | 284 | 297 | | |
| - of which prepaid | | | 111 | 79 | 82 | 97 | 103 | 71 | 81 | 90 | | |

DTAC Thailand

| (NOK in millions) | Q1 | 2004 | | | Q1 | 2005 | | | Q1 | 2006 | | |
|--|----|------|----|----|----|------|----|--------------|--------------|--------------|----|----|
| | | Q2 | Q3 | Q4 | | Q2 | Q3 | Q4 | | Q2 | Q3 | Q4 |
| Subscription and traffic | | | | | | | | 1 074 | 1 852 | 1 760 | | |
| Interconnection revenues | | | | | | | | 25 | 33 | 33 | | |
| Mobile revenues company s subscriptions | | | | | | | | 1 099 | 1 885 | 1 793 | | |
| Other mobile revenues | | | | | | | | 74 | 131 | 85 | | |
| Total mobile revenues | | | | | | | | 1 173 | 2 016 | 1 878 | | |
| Non-mobile revenues | | | | | | | | 18 | 16 | 15 | | |
| Total revenues ¹⁾ | | | | | | | | 1 191 | 2 032 | 1 893 | | |
| ¹⁾ Of which internal revenues | | | | | | | | 6 | 11 | 8 | | |
| EBITDA | | | | | | | | 445 | 719 | 698 | | |
| Depreciation and amortization ²⁾ | | | | | | | | 220 | 337 | 335 | | |
| Write-downs ³⁾ | | | | | | | | | | | | |
| Operating profit | | | | | | | | 225 | 382 | 363 | | |
| ²⁾ Of which amortization of Telenor s net excess values | | | | | | | | 35 | 51 | 50 | | |
| ³⁾ Of which write-downs of Telenor s net excess values | | | | | | | | | | | | |
| EBITDA/Total revenues (%) | | | | | | | | 37.4 | 35.4 | 36.9 | | |
| Operating profit/Total revenues (%) | | | | | | | | 18.9 | 18.8 | 19.2 | | |
| Capex | | | | | | | | 146 | 605 | 543 | | |
| | | | | | | | | 2 664 | 85 | 31 | | |

Investments in
businesses

| | | | |
|--|-------|-------|--------|
| No. of mobile subscriptions (100% in thousands) | 8 677 | 9 823 | 10 622 |
| of which prepaid | 7 212 | 8 185 | 8 806 |
| Average traffic minutes per subscription per month (AMPU) in the quarter | 231 | 295 | 327 |
| Average revenue per subscription per month (ARPU) in the quarter | 71 | 70 | 62 |
| of which contract | 161 | 157 | 132 |
| of which prepaid | 54 | 53 | 45 |

DiGi Malaysia

| (NOK in millions) | 2004 | | | | 2005 | | | | 2006 | | | |
|--|------------|------------|--------------|--------------|--------------|--------------|--------------|--------------|--------------|--------------|----|----|
| | Q1 | Q2 | Q3 | Q4 | Q1 | Q2 | Q3 | Q4 | Q1 | Q2 | Q3 | Q4 |
| Subscription and traffic | 642 | 662 | 751 | 739 | 792 | 924 | 1 035 | 1 198 | 1 279 | 1 331 | | |
| Interconnection revenues | 147 | 137 | 144 | 143 | 137 | 143 | 155 | 159 | 166 | 127 | | |
| Mobile revenues company s subscriptions | 789 | 799 | 895 | 882 | 929 | 1 067 | 1 190 | 1 357 | 1 445 | 1 458 | | |
| Other mobile revenues | 17 | 18 | 17 | 13 | 14 | 15 | 18 | 18 | 21 | 20 | | |
| Total mobile revenues | 806 | 817 | 912 | 895 | 943 | 1 082 | 1 208 | 1 375 | 1 466 | 1 478 | | |
| Non-mobile revenues | 130 | 141 | 136 | 109 | 91 | 79 | 77 | 77 | 80 | 66 | | |
| Total revenues ¹⁾ | 936 | 958 | 1 048 | 1 004 | 1 034 | 1 161 | 1 285 | 1 452 | 1 546 | 1 544 | | |
| ¹⁾ Of which internal revenues | 1 | 1 | 1 | | 1 | | 1 | 2 | 2 | 1 | | |
| EBITDA | 426 | 410 | 453 | 443 | 451 | 499 | 560 | 632 | 700 | 700 | | |
| Depreciation and amortization ²⁾ | 229 | 226 | 231 | 215 | 257 | 253 | 255 | 273 | 252 | 227 | | |
| Write-downs ³⁾ | | | | | 1 | | 1 | 3 | | 7 | | |
| Operating profit | 197 | 184 | 222 | 228 | 193 | 246 | 304 | 356 | 448 | 466 | | |
| ²⁾ Of which amortization of Telenor s net excess values | 19 | 18 | 18 | 17 | 17 | 17 | 13 | 4 | 4 | 4 | | |
| ³⁾ Of which write-downs of Telenor s net excess values | | | | | | | | | | | | |
| EBITDA/Total revenues (%) | 45.5 | 42.8 | 43.2 | 44.1 | 43.6 | 43.0 | 43.6 | 43.5 | 45.3 | 45.3 | | |
| Operating profit/Total revenues (%) | 21.0 | 19.2 | 21.2 | 22.7 | 18.7 | 21.2 | 23.7 | 24.5 | 29.0 | 30.2 | | |
| Capex | 103 | 162 | 228 | 427 | 108 | 178 | 310 | 574 | 226 | 199 | | |

Investments in
businesses

| | | | | | | | | | | |
|--|-------|-------|-------|-------|-------|-------|-------|-------|-------|-------|
| 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 |
| of which prepaid | 2 301 | 2 453 | 2 653 | 3 067 | 3 259 | 3 525 | 3 880 | 4 441 | 4 704 | 5 018 |
| Average traffic minutes per subscription per month (AMPU) in the quarter | 167 | 164 | 170 | 165 | 163 | 170 | 175 | 169 | 162 | 163 |
| Average revenue per subscription per month (ARPU) in the quarter | 113 | 107 | 110 | 98 | 92 | 99 | 100 | 102 | 97 | 93 |
| of which contract | 312 | 312 | 297 | 238 | 233 | 216 | 192 | 174 | 172 | 180 |
| of which prepaid | 104 | 97 | 100 | 90 | 84 | 93 | 93 | 97 | 92 | 86 |

| GrameenPhone (NOK in millions) | Bangladesh | | | | | | | | | | | |
|--|------------|------------|------------|------------|------------|------------|------------|------------|------------|------------|----|----|
| | 2004 | | | | 2005 | | | | 2006 | | | |
| | Q1 | Q2 | Q3 | Q4 | Q1 | Q2 | Q3 | Q4 | Q1 | Q2 | Q3 | Q4 |
| Subscription and traffic | 470 | 500 | 565 | 529 | 598 | 659 | 715 | 769 | 871 | 911 | | |
| Interconnection revenues | 9 | 20 | 26 | 35 | 34 | 39 | 52 | 63 | 73 | 78 | | |
| Mobile revenues company s subscriptions | 479 | 520 | 591 | 564 | 632 | 698 | 767 | 832 | 944 | 989 | | |
| Other mobile revenues | 7 | 6 | 5 | 6 | 5 | 5 | 6 | 6 | 6 | 5 | | |
| Total mobile revenues | 486 | 526 | 596 | 570 | 637 | 703 | 773 | 838 | 950 | 994 | | |
| Non-mobile revenues | 3 | 3 | 2 | | 3 | 2 | 2 | 12 | 5 | 3 | | |
| Total revenues ¹⁾ | 489 | 529 | 598 | 570 | 640 | 705 | 775 | 850 | 955 | 997 | | |
| ¹⁾ Of which internal revenues | | | | | | | | 1 | | 1 | | |
| EBITDA | 283 | 309 | 383 | 338 | 329 | 334 | 441 | 455 | 659 | 488 | | |
| Depreciation and amortization ²⁾ | 34 | 51 | 58 | 72 | 77 | 89 | 107 | 166 | 159 | 148 | | |
| Write-downs ³⁾ | | | | 3 | | | | | | | | |
| Operating profit | 249 | 258 | 325 | 263 | 252 | 245 | 334 | 289 | 500 | 340 | | |
| ²⁾ Of which amortization of Telenor s net excess values | | | | | | | | | | | | |
| ³⁾ Of which write-downs of Telenor s net excess values | | | | | | | | | | | | |
| EBITDA/Total revenues (%) | 57.9 | 58.4 | 64.0 | 59.3 | 51.4 | 47.4 | 56.9 | 53.5 | 69.0 | 48.9 | | |
| Operating profit/Total revenues (%) | 50.9 | 48.8 | 54.3 | 46.1 | 39.4 | 34.8 | 43.1 | 34.0 | 52.4 | 34.1 | | |
| Capex | 160 | 258 | 418 | 482 | 496 | 357 | 590 | 1 153 | 389 | 516 | | |
| | | | | 298 | | | | | | | | |

Investments in
businesses

| | | | | | | | | | | |
|--|-------|-------|-------|-------|-------|-------|-------|-------|-------|-------|
| 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 |
| of which prepaid | 1 258 | 1 501 | 1 730 | 2 092 | 2 625 | 3 375 | 3 860 | 5 159 | 6 030 | 8 015 |
| Average traffic minutes per subscription per month (AMPU) in the quarter | 239 | 246 | 249 | 241 | 237 | 223 | 223 | 250 | 196 | 213 |
| Average revenue per subscription per month (ARPU) in the quarter | 120 | 106 | 103 | 87 | 81 | 69 | 65 | 56 | 51 | 45 |
| of which contract | 331 | 287 | 302 | 257 | 288 | 284 | 282 | 258 | 258 | 234 |
| of which prepaid | 71 | 69 | 67 | 60 | 54 | 47 | 45 | 39 | 37 | 33 |

Telenor Pakistan

| (NOK in millions) | 2004 | | | | 2005 | | | | 2006 | | | |
|--|------|-------|------|------|-------|-------|-------|-------|-------|-------|----|----|
| | Q1 | Q2 | Q3 | Q4 | Q1 | Q2 | Q3 | Q4 | Q1 | Q2 | Q3 | Q4 |
| Total revenues | | | | | 1 | 48 | 76 | 140 | 215 | 265 | | |
| EBITDA | | (13) | (20) | (45) | (133) | (172) | (134) | (133) | (77) | (117) | | |
| Operating profit (loss) ¹⁾²⁾ | | (13) | (20) | (45) | (147) | (232) | (201) | (218) | (175) | (220) | | |
| ¹⁾ Of which amortization of Telenor's net excess values | | | | | | | | | | | | |
| ²⁾ Of which write-downs of Telenor's net excess values | | | | | | | | | | | | |
| Capex | | 1,821 | 19 | 153 | 1,139 | (91) | 299 | 496 | 351 | 754 | | |
| No. of mobile subscriptions (in thousands) | | | | | 344 | 836 | 1,200 | 1,868 | 2,527 | 3,205 | | |
| - of which prepaid | | | | | 342 | 829 | 1,183 | 1,836 | 2,495 | 3,165 | | |
| Average traffic minutes per subscription per month (AMPU) in the quarter | | | | | | 74 | 93 | 131 | 136 | 146 | | |
| Average revenue per subscription per month (ARPU) in the quarter | | | | | | 22 | 25 | 30 | 32 | 30 | | |
| - of which contract | | | | | | 154 | 99 | 72 | 59 | 59 | | |
| - of which prepaid | | | | | | 21 | 24 | 29 | 31 | 30 | | |

FIXED

| (NOK in millions) | 2004 | | | | 2005 | | | | 2006 | | | |
|---|--------------|--------------|--------------|--------------|--------------|--------------|--------------|--------------|--------------|--------------|----|----|
| | Q1 | Q2 | Q3 | Q4 | Q1 | Q2 | Q3 | Q4 | Q1 | Q2 | Q3 | Q4 |
| Revenues | | | | | | | | | | | | |
| Norway | 4,483 | 4,427 | 4,282 | 4,353 | 4,163 | 4,367 | 4,151 | 4,186 | 4,178 | 3,983 | | |
| Other operations | 469 | 474 | 419 | 467 | 436 | 418 | 840 | 887 | 919 | 1,047 | | |
| Eliminations | (29) | (24) | (26) | (39) | (28) | (32) | (27) | (48) | (30) | (31) | | |
| Total revenues ¹⁾ | 4,923 | 4,877 | 4,675 | 4,781 | 4,571 | 4,753 | 4,964 | 5,025 | 5,067 | 4,999 | | |
| ¹⁾ Of which internal revenues | | | | | | | | | | | | |
| EBITDA | 1,632 | 1,631 | 1,515 | 1,560 | 1,408 | 1,504 | 1,430 | 1,543 | 1,559 | 1,567 | | |
| Depreciation and amortization ²⁾ | 954 | 897 | 855 | 867 | 783 | 729 | 874 | 850 | 761 | 733 | | |
| Write-downs ³⁾ | | | | 40 | (22) | 2 | (2) | 609 | | 15 | | |
| Operating profit | 678 | 734 | 660 | 653 | 647 | 773 | 558 | 84 | 798 | 819 | | |
| ²⁾ Of which amortization of Telenor's net excess values | | | 1 | 6 | 1 | 2 | 69 | (6) | 33 | 33 | | |
| ³⁾ Of which write-downs of Telenor's net excess values | | | | (22) | (31) | | (3) | 10 | | | | |
| EBITDA/Total revenues (%) | 33.2 | 33.4 | 32.4 | 32.6 | 30.8 | 31.6 | 28.8 | 30.7 | 30.8 | 31.3 | | |
| Operating profit/Total revenues (%) | 13.8 | 15.1 | 14.1 | 13.7 | 14.2 | 16.3 | 11.2 | 1.7 | 15.7 | 16.4 | | |
| Capex | 378 | 385 | 419 | 609 | 381 | 556 | 602 | 1,237 | 617 | 643 | | |
| Investments in businesses | 86 | 10 | | 9 | 43 | 1 | 5,792 | (20) | 461 | 75 | | |

Fixed Norway

| (NOK in millions) | 2004 | | | | 2005 | | | | 2006 | | | |
|--|--------------|--------------|--------------|--------------|--------------|--------------|--------------|--------------|--------------|--------------|----|----|
| | Q1 | Q2 | Q3 | Q4 | Q1 | Q2 | Q3 | Q4 | Q1 | Q2 | Q3 | Q4 |
| Revenues | | | | | | | | | | | | |
| Telephony | 2,183 | 2,117 | 1,959 | 2,009 | 1,871 | 1,867 | 1,743 | 1,751 | 1,703 | 1,627 | | |
| xDSL/Internet | 426 | 417 | 444 | 466 | 461 | 508 | 534 | 536 | 568 | 581 | | |
| Data services | 247 | 267 | 259 | 249 | 232 | 243 | 250 | 238 | 215 | 199 | | |
| Other revenues | 456 | 386 | 428 | 386 | 342 | 400 | 357 | 366 | 357 | 315 | | |
| Total retail revenues | 3,312 | 3,187 | 3,090 | 3,110 | 2,906 | 3,018 | 2,884 | 2,891 | 2,843 | 2,722 | | |
| Wholesale revenues | 1,171 | 1,240 | 1,192 | 1,243 | 1,257 | 1,349 | 1,267 | 1,295 | 1,335 | 1,261 | | |
| Total revenues ¹⁾ | 4,483 | 4,427 | 4,282 | 4,353 | 4,163 | 4,367 | 4,151 | 4,186 | 4,178 | 3,983 | | |
| ¹⁾ Of which internal revenues | 438 | 454 | 428 | 522 | 463 | 522 | 582 | 623 | 545 | 510 | | |
| EBITDA | 1,631 | 1,606 | 1,523 | 1,570 | 1,438 | 1,532 | 1,354 | 1,377 | 1,390 | 1,417 | | |
| Depreciation and amortization ²⁾ | 880 | 819 | 778 | 774 | 705 | 658 | 652 | 692 | 602 | 561 | | |
| Write-downs ³⁾ | | | | 2 | (22) | | (2) | (1) | | 13 | | |
| Operating profit | 751 | 787 | 745 | 794 | 755 | 874 | 704 | 686 | 788 | 843 | | |
| ²⁾ Of which amortization of Telenor's net excess values | | | 1 | 1 | | | | | | | | |
| ³⁾ Of which write-downs of Telenor's net excess values | | | | 2 | (31) | | (3) | (2) | | | | |
| EBITDA/Total revenues (%) | 36.4 | 36.3 | 35.6 | 36.1 | 34.5 | 35.1 | 32.6 | 32.9 | 33.3 | 35.6 | | |
| Operating profit/Total revenues (%) | 16.8 | 17.8 | 17.4 | 18.2 | 18.1 | 20.0 | 17.0 | 16.4 | 18.9 | 21.2 | | |
| Capex | 355 | 315 | 346 | 457 | 337 | 503 | 412 | 917 | 479 | 371 | | |
| Investments in businesses | | 1 | | 1 | 43 | 1 | | | 1 | | | |

Retail market

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| | | | | | | | | | | |
|---|-------|-------|-------|-------|-------|-------|-------|-------|-------|-------|
| 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 |
| - 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 |
| - of which ISDN subscriptions (in thousands) | 684 | 667 | 642 | 618 | 592 | 562 | 538 | 509 | 479 | 454 |
| - of which VoIP subscriptions (in thousands) | | | | | | 4 | 8 | 24 | 44 | 74 |
| No. of xDSL subscriptions (in thousands) | 208 | 235 | 270 | 326 | 385 | 415 | 444 | 475 | 511 | 527 |
| 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 |
| Wholesale market | | | | | | | | | | |
| No. of Telephony subscriptions (in thousands) | 227 | 266 | 285 | 301 | 309 | 316 | 316 | 314 | 316 | 308 |
| - of which PSTN subscriptions (in thousands) | 151 | 170 | 180 | 188 | 192 | 200 | 202 | 202 | 203 | 201 |
| - of which ISDN subscriptions (in thousands) | 76 | 96 | 105 | 113 | 117 | 116 | 114 | 112 | 113 | 107 |
| No. of xDSL subscriptions (in thousands) | 76 | 86 | 90 | 91 | 77 | 87 | 97 | 109 | 117 | 123 |
| No. of LLUB (in thousands) | 96 | 108 | 123 | 145 | 172 | 192 | 209 | 235 | 254 | 265 |

Fixed Sweden

| (NOK in millions) | 2004 | | | | 2005 | | | | 2006 | | | |
|---|-------------|-------------|-------------|--------------|-------------|-------------|--------------|--------------|------------|-------------|----|----|
| | Q1 | Q2 | Q3 | Q4 | Q1 | Q2 | Q3 | Q4 | Q1 | Q2 | Q3 | Q4 |
| External revenues | 403 | 404 | 350 | 400 | 367 | 342 | 622 | 650 | 724 | 876 | | |
| Internal revenues | 23 | 26 | 26 | 22 | 25 | 32 | 32 | 26 | 3 | (10) | | |
| Tota revenues | 426 | 430 | 376 | 422 | 392 | 374 | 654 | 676 | 727 | 866 | | |
| EBITDA | (3) | 24 | (9) | (3) | (29) | (27) | 31 | 183 | 109 | 100 | | |
| Depreciation and amortization ²⁾ | 61 | 65 | 65 | 71 | 64 | 63 | 165 | 124 | 113 | 115 | | |
| Write-downs ³⁾ | | | | 36 | | | | 608 | | 2 | | |
| Operating profit (loss) | (64) | (41) | (74) | (110) | (93) | (90) | (134) | (549) | (4) | (17) | | |

²⁾ Of which amortization of Telenor's net excess values

5 1 2 69 (25) 23 24

³⁾ Of which write-downs of Telenor's net excess values

(24) 12

| | | | | | | | | | | | | |
|-------------------------------------|----|----|----|-----|----|----|-------|------|------|------|--|--|
| EBITDA/Total revenues (%) | nm | nm | nm | nm | nm | nm | 4.7 | 27.1 | 15.0 | 11.5 | | |
| Operating profit/Total revenues (%) | nm | nm | nm | nm | nm | nm | nm | nm | nm | nm | | |
| Capex | 15 | 72 | 58 | 134 | 40 | 48 | 142 | 255 | 83 | 230 | | |
| Investments in businesses | 78 | 9 | | 6 | | | 4,479 | (27) | 460 | 75 | | |

Bredbandsbolaget

| | | | | | | | | | | | | |
|--|--|--|--|--|--|--|-----|-----|-----|-----|--|--|
| No. of xDSL subscriptions (in thousands) | | | | | | | 200 | 214 | 229 | 242 | | |
| No. of LAN subscriptions (in thousands) | | | | | | | 156 | 155 | 156 | 158 | | |
| No. of VoIP subscriptions (in thousands) | | | | | | | 91 | 104 | 119 | 134 | | |

Glocalnet

| | | |
|--|-----|-----|
| No. of xDSL subscriptions (in thousands) | 113 | 117 |
| No. of PSTN subscriptions (in thousands) | 285 | 284 |

Fixed Denmark

| (NOK in millions) | 2004 | | | | 2005 | | | | 2006 | | | |
|--|------|----|----|----|------|----|------------|------------|------------|------------|----|----|
| | Q1 | Q2 | Q3 | Q4 | Q1 | Q2 | Q3 | Q4 | Q1 | Q2 | Q3 | Q4 |
| External revenues | | | | | | | 142 | 164 | 174 | 180 | | |
| Internal revenues | | | | | | | | | | 1 | | |
| Tota revenues | | | | | | | 142 | 164 | 174 | 181 | | |
| EBITDA | | | | | | | 48 | 49 | 55 | 59 | | |
| Depreciation and amortization ²⁾ | | | | | | | 46 | 22 | 43 | 57 | | |
| Write-downs ³⁾ | | | | | | | | | | | | |
| Operating profit | | | | | | | 2 | 27 | 12 | 2 | | |
| ²⁾ Of which amortization of Telenor's net excess values | | | | | | | | 19 | 10 | 9 | | |
| ³⁾ Of which write-downs of Telenor's net excess values | | | | | | | | | | | | |
| EBITDA/Total revenues (%) | | | | | | | 33.8 | 29.9 | 31.6 | 32.6 | | |
| Operating profit/Total revenues (%) | | | | | | | 1.4 | 16.5 | 6.9 | 1.1 | | |
| Capex | | | | | | | 40 | 57 | 55 | 42 | | |
| Investments in businesses | | | | | | | 1,313 | 7 | | | | |
| No. of xDSL subscriptions (in thousands) | | | | | | | 109 | 122 | 138 | 152 | | |
| No. of VoIP subscriptions (in thousands) | | | | | | | 18 | 26 | 37 | 41 | | |

BROADCAST

| (NOK in millions) | 2004 | | | | 2005 | | | | 2006 | | | |
|---|--------------|--------------|--------------|--------------|--------------|--------------|--------------|--------------|--------------|--------------|----|----|
| | Q1 | Q2 | Q3 | Q4 | Q1 | Q2 | Q3 | Q4 | Q1 | Q2 | Q3 | Q4 |
| Revenues | | | | | | | | | | | | |
| Distribution | 1,061 | 1,064 | 1,072 | 1,112 | 1,139 | 1,147 | 1,139 | 1,190 | 1,251 | 1,299 | | |
| Transmission | 303 | 310 | 303 | 295 | 297 | 298 | 299 | 313 | 312 | 317 | | |
| Other/Eliminations | (58) | (39) | (45) | (32) | (46) | (44) | (46) | (37) | (46) | (52) | | |
| Total revenues ¹⁾ | 1,306 | 1,335 | 1,330 | 1,375 | 1,390 | 1,401 | 1,392 | 1,466 | 1,517 | 1,564 | | |
| ¹⁾ Of which internal revenues | 35 | 33 | 33 | 34 | 28 | 35 | 33 | 35 | 35 | 38 | | |
| EBITDA | | | | | | | | | | | | |
| Distribution | 192 | 218 | 213 | 126 | 213 | 242 | 216 | 147 | 234 | 251 | | |
| Transmission | 153 | 161 | 183 | 191 | 174 | 175 | 181 | 183 | 175 | 191 | | |
| Other/Eliminations | 4 | 13 | 29 | 15 | (7) | (6) | (3) | 1 | (1) | (5) | | |
| Total EBITDA | 349 | 392 | 425 | 332 | 380 | 411 | 394 | 331 | 408 | 437 | | |
| Depreciation and amortization ²⁾ | 187 | 174 | 173 | 170 | 144 | 133 | 133 | 144 | 154 | 153 | | |
| Write-downs ³⁾ | | | | 44 | | 4 | | (57) | 3 | | | |
| Operating profit | 162 | 218 | 252 | 118 | 236 | 274 | 261 | 244 | 251 | 284 | | |
| Of which: | | | | | | | | | | | | |
| Distribution | 74 | 115 | 117 | (4) | 143 | 179 | 159 | 13 | 172 | 189 | | |
| Transmission | 87 | 94 | 110 | 118 | 106 | 107 | 111 | 240 | 89 | 110 | | |
| Other/Eliminations | 1 | 9 | 25 | 4 | (13) | (12) | (9) | (9) | (10) | (15) | | |
| ²⁾ Of which amortization of Telenor's net excess values | 14 | 17 | 16 | 16 | 14 | 14 | 14 | 14 | 11 | 10 | | |
| ³⁾ Of which write-downs of Telenor's net excess values | | | | 25 | | | | 75 | | | | |
| EBITDA/Total revenues (%) | 26.7 | 29.4 | 32.0 | 24.1 | 27.3 | 29.3 | 28.3 | 22.6 | 26.9 | 27.9 | | |
| Operating profit/Total revenues (%) | 12.4 | 16.3 | 18.9 | 8.6 | 17.0 | 19.6 | 18.8 | 16.6 | 16.5 | 18.2 | | |
| Capex | 23 | 70 | 716 | 71 | 47 | 96 | 116 | 133 | 92 | 106 | | |
| | | | | | | | 17 | 25 | | 98 | | |

Investments in
businesses

| | | | | | | | | | | |
|--|-------|-------|-------|-------|-------|-------|-------|-------|-------|-------|
| No. of DTH pay TV subscribers (in thousands) | 778 | 782 | 800 | 824 | 851 | 853 | 876 | 906 | 918 | 921 |
| No. of Cable TV subscribers (in thousands) | 605 | 611 | 614 | 624 | 616 | 619 | 636 | 681 | 684 | 687 |
| No. of 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 |
| No. of Cable TV Internet access (in thousands) | 34 | 35 | 38 | 44 | 48 | 50 | 53 | 73 | 78 | 81 |

OTHER UNITS

| (NOK in millions) | 2004 | | | | 2005 | | | | 2006 | | | |
|---|--------------|--------------|--------------|--------------|--------------|--------------|--------------|--------------|--------------|--------------|----|----|
| | Q1 | Q2 | Q3 | Q4 | Q1 | Q2 | Q3 | Q4 | Q1 | Q2 | Q3 | Q4 |
| Revenues | | | | | | | | | | | | |
| EDB Business | | | | | | | | | | | | |
| Partner | 1,047 | 1,044 | 1,042 | 1,154 | 1,231 | 1,285 | 1,217 | 1,258 | 1,335 | 1,449 | | |
| Satellite Services | 601 | 616 | 595 | 573 | 589 | 592 | 610 | 637 | 607 | 596 | | |
| Venture | 217 | 245 | 213 | 226 | 116 | 125 | 123 | 126 | 133 | 146 | | |
| Corporate functions and | | | | | | | | | | | | |
| Group activities | 529 | 552 | 515 | 558 | 582 | 603 | 517 | 564 | 522 | 568 | | |
| Other | 70 | 62 | 28 | 14 | 18 | 9 | (1) | (1) | | 1 | | |
| Eliminations | (94) | (106) | (97) | (64) | (69) | (72) | (46) | (46) | (45) | (45) | | |
| Total revenues ¹⁾ | 2,370 | 2,413 | 2,296 | 2,461 | 2,467 | 2,542 | 2,420 | 2,538 | 2,552 | 2,715 | | |
| 1) Of which | | | | | | | | | | | | |
| internal revenues | 734 | 710 | 717 | 768 | 788 | 803 | 647 | 669 | 638 | 657 | | |
| EBITDA | | | | | | | | | | | | |
| EDB Business | | | | | | | | | | | | |
| Partner | 138 | 456 | 188 | 196 | 177 | 187 | 224 | 197 | 191 | 141 | | |
| Satellite Services | 125 | 103 | 84 | 97 | 68 | 90 | 115 | 120 | 77 | 88 | | |
| Venture | (3) | 1 | 62 | 70 | 6 | (1) | 7 | (14) | (17) | (4) | | |
| Corporate functions and | | | | | | | | | | | | |
| Group activities | (95) | (75) | (79) | (168) | (6) | (34) | 67 | (104) | (104) | (131) | | |
| Other/eliminations | 16 | 24 | (52) | 26 | (3) | (11) | 11 | (5) | (11) | (10) | | |
| Total EBITDA | 181 | 509 | 203 | 221 | 242 | 232 | 423 | 194 | 136 | 84 | | |
| Depreciation and amortization ²⁾ | | | | | | | | | | | | |
| | 232 | 260 | 240 | 243 | 250 | 262 | 258 | 263 | 243 | 277 | | |
| Write-downs ³⁾ | | | | | | | | | | | | |
| | 3 | 1 | 37 | 2 | | | | 10 | | | | |
| Operating profit (loss) | (54) | 248 | (74) | (24) | (8) | (30) | 165 | (79) | (107) | (193) | | |
| Of which | | | | | | | | | | | | |
| EDB Business | | | | | | | | | | | | |
| Partner | 89 | 396 | 121 | 130 | 81 | 80 | 120 | 96 | 99 | 37 | | |
| Satellite Services | 55 | 36 | 17 | 25 | 4 | 26 | 48 | 47 | 14 | 25 | | |
| Venture | (14) | (7) | 55 | 63 | 2 | (6) | 3 | (22) | (25) | (13) | | |
| Corporate functions and | | | | | | | | | | | | |
| Group activities | (181) | (182) | (178) | (268) | (92) | (120) | (16) | (192) | (182) | (229) | | |
| Other/eliminations | (3) | 5 | (89) | 26 | (3) | (10) | 10 | (8) | (13) | (13) | | |

| | | | | | | | | | | |
|--|----|-----|-----|-----|-----|-----|-----|-----|-----|-----|
| 2) Of which amortization of Telenor's net excess values | 2 | 2 | 2 | 2 | 2 | 2 | 3 | 1 | 3 | 3 |
| 3) Of which write-downs of Telenor's net excess values | 2 | | | 1 | | | | 5 | | |
| Capex | 88 | 241 | 99 | 269 | 125 | 193 | 193 | 321 | 156 | 203 |
| Investments in businesses | 22 | 441 | 104 | 762 | 7 | 263 | 15 | 47 | 658 | 616 |

PRESENTATION MATERIAL

Q2 2006

In the second quarter of 2006, Telenor's revenues amounted to NOK 22.6 billion, which was an increase of 37% compared to the second quarter of 2005. Profit before taxes was NOK 3.9 billion.

Delivering a solid quarter

Highlights second quarter 2006:

96 million mobile subscriptions

Revenue growth of 37% underlying growth of 12%

EBITDA margin increased from 34% to 35%

Strong operating cash flow

We are delivering yet another solid quarter, with high growth in revenues and increased EBITDA margin. We are very satisfied that several of our mobile operations are performing so well in their markets. In particular, GrameenPhone improved its market position by increasing its customer base by more than 30% during this quarter alone. DTAC also increased its market share, but is facing price erosion in the Thai market. In the second quarter, the companies in which we have ownership interests increased the number of mobile subscriptions by 6 million, reaching a customer base of 96 million.

We are constantly evaluating how we can improve our performance. This can be seen in the strong margins within our mobile operations and the positive cost development in Fixed Norway. In Sweden, following recent acquisitions, we will reorganise the operations in order to reach our goal of becoming a leading provider of communication services , said President and CEO of Telenor, Jon Fredrik Baksaas.

Key Figures

| (NOK in millions except earnings per share) | 2nd quarter | | 1st half-year | | Year |
|---|-------------|--------|---------------|--------|--------|
| | 2006 | 2005 | 2006 | 2005 | 2005 |
| Revenues | 22 580 | 16 542 | 44 452 | 31 812 | 68 927 |
| EBITDA before other income and expenses | 7 957 | 5 564 | 15 877 | 10 649 | 24 078 |
| EBITDA before other income and expenses/Revenues (%) | 35.2 | 33.6 | 35.7 | 33.5 | 34.9 |
| Adjusted operating profit | 4 414 | 2 813 | 8 788 | 5 194 | 12 534 |
| Adjusted operating profit/Revenues (%) | 19.5 | 17.0 | 19.8 | 16.3 | 18.2 |
| Profit after taxes and minority interests (Net income) | 2 284 | 2 041 | 5 934 | 3 751 | 7 646 |
| Earnings per share from total operations, basic, in NOK | 1.35 | 1.19 | 3.51 | 2.17 | 4.47 |
| Capex | 4 422 | 2 923 | 8 125 | 6 283 | 16 439 |
| Investments in businesses | 828 | 264 | 9 771 | 314 | 8 858 |
| Net interest-bearing liabilities | | | 38 210 | 17 814 | 30 858 |

Extract from outlook for 2006

We are maintaining our outlook from the first quarter. For 2006, Telenor expects a revenue growth of around 30% with an EBITDA margin before other income and expenses above 34%. Capital expenditure as a proportion of revenues is expected to be above 20%.

Refer to page 9 for the full outlook for 2006, for definitions, refer to page 20.

Telenor's operations

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

Nordic Mobile Operations

Telenor Mobile Norway

| (NOK in millions) | 2nd quarter | | 1st half-year | | Year |
|---|--------------|--------------|---------------|--------------|---------------|
| | 2006 | 2005 | 2006 | 2005 | 2005 |
| Subscription and traffic | 2 170 | 2 003 | 4 193 | 3 930 | 8 148 |
| Interconnection revenues | 474 | 452 | 920 | 859 | 1 754 |
| Mobile revenues company's subscriptions | 2 644 | 2 455 | 5 113 | 4 789 | 9 902 |
| Other mobile revenues | 505 | 453 | 1 037 | 815 | 1 825 |
| Total mobile revenues | 3 149 | 2 908 | 6 150 | 5 604 | 11 727 |
| Non-mobile revenues | 124 | 141 | 228 | 283 | 516 |
| Total revenues 1) | 3 273 | 3 049 | 6 378 | 5 887 | 12 243 |
| 1) Of which internal revenues | 257 | 313 | 523 | 591 | 1 171 |
| EBITDA | 1 365 | 1 066 | 2 688 | 2 067 | 4 471 |
| Depreciation and amortization 2) | 215 | 230 | 431 | 443 | 889 |
| Write-downs | 33 | 12 | 33 | 10 | 16 |
| Operating profit | 1 117 | 824 | 2 224 | 1 614 | 3 566 |
| 1) Of which amortization of Telenor's net excess values | 1 | 1 | 2 | 2 | 4 |
| EBITDA/Total revenues (%) | 41.7 | 35.0 | 42.1 | 35.1 | 36.5 |
| Operating profit/Total revenues (%) | 34.1 | 27.0 | 34.9 | 27.4 | 29.1 |
| Capex | 143 | 343 | 272 | 537 | 1 218 |
| ARPU monthly (NOK) | 324 | 308 | 314 | 303 | 309 |
| No. of subscriptions (in thousands) | | | 2 709 | 2 687 | 2 731 |

The number of subscriptions decreased by 13,000 in the second quarter of 2006.

Telenor Mobile's estimated market share was 55% in the second quarter compared to 56% in the first quarter of 2006.

ARPU increased due to higher average usage per subscription (AMPU) as a result of a higher share of contract subscriptions reaching 58% up from 53%.

Total mobile revenues increased by approximately 8% and were positively affected by an increase in the number of contract subscriptions and ARPU. Other mobile revenues increased due to higher revenues from the sale of capacity on a wholesale basis.

Non-mobile revenues decreased due to lower sales of customer equipment.

The EBITDA margin increased mainly due to higher total mobile revenues and lower costs, including sales and marketing costs.

Capital expenditure decreased primarily due to completion of EDGE roll-out in 2005.

Telenor Mobil won its case in the Appeal Court 3 April 2006, in which Telenor Mobil had been sued by Reitan group/Sense for charging excessive reseller prices in previous years. The case has been appealed to the Supreme Court.

Sonofon Denmark

| (NOK in millions) | 2nd quarter | | 1st half-year | | Year |
|---|--------------|--------------|---------------|--------------|--------------|
| | 2006 | 2005 | 2006 | 2005 | 2005 |
| Subscription and traffic | 630 | 595 | 1 252 | 1 166 | 2 361 |
| Interconnection revenues | 338 | 328 | 686 | 628 | 1 300 |
| Mobile revenues company s subscriptions | 968 | 923 | 1 938 | 1 794 | 3 661 |
| Other mobile revenues | 152 | 158 | 297 | 301 | 638 |
| Total mobile revenues | 1 120 | 1 081 | 2 235 | 2 095 | 4 299 |
| Non-mobile revenues | 227 | 227 | 465 | 406 | 892 |
| Total revenues 1) | 1 347 | 1 308 | 2 700 | 2 501 | 5 191 |
| 1) Of which internal revenues | 48 | 35 | 78 | 55 | 132 |
| EBITDA | 307 | 308 | 612 | 561 | 1 176 |
| Depreciation and amortization 2) | 271 | 328 | 557 | 681 | 1 285 |
| Operating profit (loss) | 36 | (20) | 55 | (120) | (109) |
| 2) Of which amortization of Telenor s net excess values | 132 | 134 | 269 | 291 | 555 |
| EBITDA/Total revenues (%) | 22.8 | 23.5 | 22.7 | 22.4 | 22.7 |
| Operating profit/Total revenues (%) | 2.7 | nm | 2.0 | nm | nm |
| Capex | 170 | 140 | 279 | 168 | 1 062 |
| Investments in businesses | | | | | 4 |
| ARPU monthly (NOK) | 248 | 253 | 248 | 241 | 243 |
| No. of subscriptions (in thousands) | | | 1 310 | 1 250 | 1 284 |

Compared to the second quarter of 2005, the Norwegian Krone appreciated against the Danish Krone by approximately 2% in the second quarter of 2006.

The number of subscriptions increased by 11,000 in the second quarter of 2006.

Sonofon s estimated market share was 27%, in line with the previous quarter.

ARPU in local currency remained stable. Increased average usage driven by flat rate products was offset by a reduction of interconnect charges effective 1 May 2006.

Total revenues in local currency increased by 6% primarily due to a higher contract subscription base.

EBITDA measured in local currency increased by 2% mainly driven by higher revenues. This was partially offset by lower interconnect charges and higher handset subsidies as a result of the strong competition.

Depreciation and amortization decreased mainly as a result of certain assets becoming fully depreciated.

Increased capital expenditure was primarily related to roll-out of the UMTS network.

Telenor Mobile Sweden

| (NOK in millions) | 2nd quarter | | 1st half-year | | Year 2005 |
|--|--------------|-------------|---------------|-------------|--------------|
| | 2006 | 2005 | 2006 | 2005 | |
| Subscription and traffic | 972 | 33 | 1 874 | 70 | 130 |
| Interconnection revenues | 235 | 18 | 441 | 33 | 60 |
| Mobile revenues company s subscriptions | 1 207 | 51 | 2 315 | 103 | 190 |
| Other mobile revenues | 96 | 14 | 185 | 25 | 54 |
| Total mobile revenues | 1 303 | 65 | 2 500 | 128 | 244 |
| Non-mobile revenues | 127 | | 231 | | |
| Total revenues 1) | 1 430 | 65 | 2 731 | 128 | 244 |
| 1) Of which internal revenues | 27 | 33 | 75 | 61 | 124 |
| EBITDA | 241 | (18) | 411 | (28) | (476) |
| Depreciation and amortization 2) | 395 | | 753 | | |
| Operating loss | (154) | (18) | (342) | (28) | (476) |
| 2) Of which amortization of Telenor s net excess values | 64 | | 116 | | |
| EBITDA/Total revenues (%) | 16.9 | nm | 15.0 | nm | nm |
| Capex | 137 | | 272 | | |
| Investments in businesses | 8 | | 7 747 | | |
| ARPU monthly (NOK) | 242 | 167 | 234 | 166 | 158 |
| No. of subscriptions (in thousands) | | | 1 676 | 99 | 95 |

The provisionally purchase price allocation of Mobile Sweden has been revised during the second quarter of 2006, which has resulted in a negative adjustment of EBITDA and depreciation and amortization for the first quarter of 2006 of NOK 31 million and NOK 25 million, respectively. The provisionally purchase price allocation is still due for adjustments. Mobile Sweden is consolidated with effect from 5 January 2006. Compared to the second quarter of 2005, the Norwegian Krone appreciated against the Swedish Krone by approximately 3% in the second quarter of 2006.

The following comments are related to the second quarter of 2006 compared to the whole first quarter of 2006.

In the second quarter of 2006 the number of subscriptions increased by 16,000.

Mobile Sweden's estimated market share was stable at 17%.

ARPU in local currency increased by 7% mainly due to increased average usage of voice and SMS, which led to a 6% increase in total revenues measured in local currency.

EBITDA increased primarily due to growth in revenues. In addition, the first quarter of 2006 included costs related to workforce reductions.

In 2004, the Swedish regulatory authorities decided to reduce the interconnection charges in the Swedish market for mobile telephony. The regulator stated that the price cap should be SEK 0.64 with effect from 1 July 2006. The new interconnection charge is applicable for TeliaSonera, Tele2 and Telenor. Telenor does not agree with the new rates and will give a response to the regulator.

Central Eastern European Operations
Kyivstar Ukraine

| (NOK in millions) | 2nd quarter | | 1st half-year | | Year |
|---|--------------|--------------|---------------|--------------|--------------|
| | 2006 | 2005 | 2006 | 2005 | 2005 |
| Subscription and traffic | 1 952 | 1 158 | 3 701 | 1 965 | 5 122 |
| Interconnection revenues | 562 | 428 | 1 090 | 741 | 1 888 |
| Mobile revenues company s subscriptions | 2 514 | 1 586 | 4 791 | 2 706 | 7 010 |
| Other mobile revenues | 50 | 30 | 86 | 53 | 158 |
| Total mobile revenues | 2 564 | 1 616 | 4 877 | 2 759 | 7 168 |
| Non-mobile revenues | 16 | 27 | 32 | 47 | 104 |
| Total revenues 1) | 2 580 | 1 643 | 4 909 | 2 806 | 7 272 |
| 2) Of which amortization of Telenor s net excess values | 23 | 23 | 47 | 45 | 93 |
| EBITDA | 1 596 | 911 | 3 028 | 1 543 | 4 050 |
| Depreciation and amortization 2) | 381 | 331 | 760 | 562 | 1 209 |
| Write-downs | | | | | 15 |
| Operating profit | 1 215 | 580 | 2 268 | 981 | 2 826 |
| 1) Of which amortization of Telenor s net excess values | | | 24 | 22 | 93 |
| EBITDA/Total revenues (%) | 61.9 | 55.4 | 61.7 | 55.0 | 55.7 |
| Operating profit/Total revenues (%) | 47.1 | 35.3 | 46.2 | 35.0 | 38.9 |
| Capex | 770 | 919 | 1 600 | 1 654 | 3 650 |
| ARPU monthly (NOK) | 54 | 62 | 54 | 58 | 61 |
| No. of subscriptions (100% in thousands) | | | 16 | 13 | 13 |
| | | | 005 | 9 335 | 925 |

At the end of the second quarter of 2006, Telenor s ownership interest in Kyivstar was 56.5%. Compared to the second quarter of 2005, the Norwegian Krone appreciated against the Ukrainian Hryvnia by approximately 1% in the second quarter of 2006.

The number of subscriptions increased by 1 million during the second quarter of 2006 and by 6.7 million from the second quarter of 2005.

Kyivstar maintained its position as market leader with an estimated market share of 44%.

ARPU in local currency decreased by 12% mainly due to lower average prices as a result of increased competition and penetration.

Total revenues in local currency increased by 57% due to a significant increase in the number of subscriptions, partially offset by lower ARPU.

The EBITDA margin increased by 6.4 percentage points. EBITDA in local currency increased by 75%, primarily due to higher revenues, while operating expenses increased by approximately 30%.

Depreciation and amortization increased as a result of a higher level of capital expenditure in the intervening quarters and a reduction of the estimated useful life of certain assets from 2005.

Capital expenditure was mainly related to increased capacity to accommodate the subscription growth. The decrease in capital expenditure compared to the second quarter of 2005 was primarily as a result of lower prices from suppliers.

Pannon Hungary

| (NOK in millions) | 2nd quarter | | 1st half-year | | Year |
|---|--------------|--------------|---------------|--------------|--------------|
| | 2006 | 2005 | 2006 | 2005 | 2005 |
| Subscription and traffic | 913 | 903 | 1 839 | 1 783 | 3 768 |
| Interconnection revenues | 400 | 458 | 800 | 888 | 1 735 |
| Mobile revenues company s subscriptions | 1 313 | 1 361 | 2 639 | 2 671 | 5 503 |
| Other mobile revenues | 35 | 44 | 58 | 72 | 144 |
| Total mobile revenues | 1 348 | 1 405 | 2 697 | 2 743 | 5 647 |
| Non-mobile revenues | 79 | 93 | 143 | 170 | 414 |
| Total revenues 1) | 1 427 | 1 498 | 2 840 | 2 913 | 6 061 |
| 1) Of which internal revenues | 2 | 2 | 5 | 4 | 10 |
| EBITDA | 567 | 484 | 1 107 | 1 001 | 2 185 |
| Depreciation and amortization 2) | 254 | 276 | 533 | 592 | 1 171 |
| Write-downs | 33 | 2 | 33 | 2 | 7 |
| Operating profit | 280 | 206 | 541 | 407 | 1 007 |
| 2) Of which amortization of Telenor s net excess values | 79 | 85 | 163 | 175 | 345 |
| EBITDA/Total revenues (%) | 39.7 | 32.3 | 39.0 | 34.4 | 36.1 |
| Operating profit/Total revenues (%) | 19.6 | 13.8 | 19.0 | 14.0 | 16.6 |
| Capex | 235 | 243 | 306 | 352 | 763 |
| ARPU monthly (NOK) | 148 | 162 | 150 | 160 | 162 |
| No. of subscriptions (in thousands) | | | 2 947 | 2 824 | 2 929 |

Compared to the second quarter of 2005, the Norwegian Krone appreciated against the Hungarian Forint by approximately 8% in the second quarter of 2006.

The number of subscriptions increased by 8,000 in the second quarter of 2006.

Pannon's market share was 33% compared to 34% at the end of the first quarter of 2006.

ARPU in local currency remained stable. Lower average prices were offset by higher average usage.

Total mobile revenues measured in local currency increased by 3% due to a higher number of contract subscriptions and increased average usage. The positive variance was somewhat offset by a decline in interconnection revenues as a result of price reductions, effective from the third quarter of 2005.

The EBITDA margin improved primarily due to higher subscription and traffic revenues and lower costs related to sales and marketing activities. Measured in local currency, EBITDA increased by 25%.

ProMonte Montenegro

| (NOK in millions) | 2nd quarter | | 1st half-year | | Year 2005 |
|---|-------------|-----------|---------------|-----------|--------------|
| | 2006 | 2005 | 2006 | 2005 | |
| Total revenues | 139 | 123 | 253 | 227 | 519 |
| EBITDA | 65 | 60 | 120 | 115 | 260 |
| Operating profit 1) | 27 | 18 | 43 | 30 | 95 |
| Capex | 7 | 4 | 11 | 9 | 38 |
| No. of subscriptions (in thousands) | | | 363 | 303 | 310 |
| 1) Includes amortization of Telenor's net excess values | 20 | 20 | 40 | 40 | 80 |

Compared to the second quarter of 2005, the Norwegian Krone appreciated against the Euro, which is the functional currency of Promonte, by approximately 2% in the second quarter of 2006. Promonte is part of Other mobile operations in the table on page 17.

In the second quarter of 2006 the number of subscriptions increased by 39,000.

Promonte's estimated market share remained stable at 60% compared to the first quarter of 2006.

Asian Operations
DTAC Thailand

| (NOK in millions) | 2nd quarter | | 1st half-year | | Year |
|---|--------------|------|---------------|------|--------------|
| | 2006 | 2005 | 2006 | 2005 | 2005 |
| Subscription and traffic | 1 760 | | 3 612 | | 1 074 |
| Interconnection revenues | 33 | | 66 | | 25 |
| Mobile revenues company s subscriptions | 1 793 | | 3 678 | | 1 099 |
| Other mobile revenues | 85 | | 216 | | 74 |
| Total mobile revenues | 1 878 | | 3 894 | | 1 173 |
| Non-mobile revenues | 15 | | 31 | | 18 |
| Total revenues 1) | 1 893 | | 3 925 | | 1 191 |
| 1) Of which internal revenues | 8 | | 19 | | 6 |
| EBITDA | 698 | | 1 417 | | 445 |
| Depreciation and amortization 2) | 335 | | 672 | | 220 |
| Write-downs | | | | | |
| Operating profit | 363 | | 745 | | 225 |
| 2) Of which amortization of Telenor s net excess values | 50 | | 101 | | 35 |
| EBITDA/Total revenues (%) | 36.9 | | 36.1 | | 37.4 |
| Operating profit/ Total revenues (%) | 19.2 | | 19.0 | | 18.9 |
| Capex | 543 | | 1 148 | | 146 |
| Investments in businesses | 31 | | 116 | | 2 664 |
| ARPU monthly (NOK) | 62 | | 64 | | 71 |
| | | | 10 | | |
| No. of subscriptions (100% in thousands) | | | 622 | | 8 677 |

At the end of the second quarter of 2006, Telenor s economic stake in DTAC was 70.6%. Compared to the first quarter of 2006, the Norwegian Krone appreciated against the Thai Baht by approximately 3% in the second 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 whole fourth quarter of 2005.

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

DTAC continued to grow its subscriptions in the second quarter of 2006 by 799,000 and is estimated to have increased its market share to around 31%.

Despite a high increase in average usage per subscription, ARPU in local currency declined primarily due to lower average rates per minute. As a result, total revenues in local currency fell by 3%.

Capital expenditure was high, but in line with the first quarter, and related to increased capacity to accommodate for higher usage as well as network expansion.

The Thai regulator, NTC, has proposed new and more restrictive foreign ownership and management control rules, but states that the proposed draft regulations would need further public consultations.

NTC issued the interconnection framework on 17 May and operators submitted their Reference Interconnect Offer (RIO) to the regulator on 1 June. There is now an interactive process with the regulator until 1 September before an eventual approval of the RIO. Once approved, the concessionaries RIO, bilateral negotiations will start with the seven other mobile and fixed operators in Thailand.

DiGi Malaysia

| (NOK in millions) | 2nd quarter | | 1st half-year | | Year |
|---|--------------|--------------|---------------|--------------|--------------|
| | 2006 | 2005 | 2006 | 2005 | 2005 |
| Subscription and traffic | 1 331 | 924 | 2 610 | 1 716 | 3 949 |
| Interconnection revenues | 127 | 143 | 293 | 280 | 594 |
| Mobile revenues company s subscriptions | 1 458 | 1 067 | 2 903 | 1 996 | 4 543 |
| Other mobile revenues | 20 | 15 | 41 | 29 | 65 |
| Total mobile revenues | 1 478 | 1 082 | 2 944 | 2 025 | 4 608 |
| Non-mobile revenues | 66 | 79 | 146 | 170 | 324 |
| Total revenues 1) | 1 544 | 1 161 | 3 090 | 2 195 | 4 932 |
| 1) Of which internal revenues | 1 | | 3 | 1 | 4 |
| EBITDA | 700 | 499 | 1 400 | 950 | 2 142 |
| Depreciation and amortization 2) | 227 | 253 | 479 | 510 | 1 038 |
| Write-downs | 7 | | 7 | 1 | 5 |
| Operating profit | 466 | 246 | 914 | 439 | 1 099 |
| 2) Of which amortization of Telenor s net excess values | 4 | 17 | 8 | 34 | 51 |
| EBITDA/Total revenues (%) | 45.3 | 43.0 | 45.3 | 43.3 | 43.4 |
| Operating profit/Total revenues (%) | 30.2 | 21.2 | 29.6 | 20.0 | 22.3 |
| Capex | 199 | 178 | 425 | 286 | 1 170 |
| ARPU monthly (NOK) | 93 | 99 | 95 | 96 | 98 |
| No. of subscriptions (100% in thousands) | | | 5 440 | 3 765 | 4 795 |

At the end of the second quarter of 2006, Telenor's ownership interest in DiGi was 61.0%. Compared to the second quarter of 2005, the Norwegian Krone depreciated against the Malaysian Ringgit by approximately 2% in the second quarter of 2006.

The number of subscriptions increased by 354,000 in the second quarter of 2006 and by 1.7 million from the second quarter of 2005.

DiGi's market share was estimated at 25%, in line with the previous quarter.

ARPU measured in local currency decreased by 8% primarily due to lower incoming traffic coupled with a reduction in the interconnect pricing.

Total revenues measured in local currency increased by 31% driven by growth in subscriptions.

The EBITDA margin improved by 2.3 percentage points mainly due to economy of scale gained from increase in revenue. Measured in local currency, EBITDA increased by 38%.

Depreciation and amortization decreased due to certain fixed assets becoming fully depreciated.

The increase in capital expenditure was related to network investments accommodating increased usage, a higher subscription base and improved coverage.

GrameenPhone Bangladesh

| (NOK in millions) | 2nd quarter | | 1st half-year | | Year 2005 |
|--|-------------|------------|---------------|--------------|--------------|
| | 2006 | 2005 | 2006 | 2005 | |
| Subscription and traffic | 911 | 659 | 1 782 | 1 257 | 2 741 |
| Interconnection revenues | 78 | 39 | 151 | 73 | 188 |
| Mobile revenues company's subscriptions | 989 | 698 | 1 933 | 1 330 | 2 929 |
| Other mobile revenues | 5 | 5 | 11 | 10 | 22 |
| Total mobile revenues | 994 | 703 | 1 944 | 1 340 | 2 951 |
| Non-mobile revenues | 3 | 2 | 8 | 5 | 19 |
| Total revenues 1) | 997 | 705 | 1 952 | 1 345 | 2 970 |
| 1) Of which internal revenues | 1 | | 1 | | 1 |
| EBITDA | 488 | 334 | 1 147 | 663 | 1 559 |
| Depreciation and amortization | 148 | 89 | 307 | 166 | 439 |
| Operating profit | 340 | 245 | 840 | 497 | 1 120 |
| EBITDA/Total revenues (%) | 48.9 | 47.4 | 58.8 | 49.3 | 52.5 |
| Operating profit/Total revenues (%) | 34.1 | 34.8 | 43.0 | 37.0 | 37.7 |
| Capex | 516 | 357 | 905 | 853 | 2 596 |
| ARPU monthly (NOK) | 45 | 69 | 48 | 75 | 68 |
| No. of subscriptions (100% in thousands) | | | 8 459 | 3 704 | 5 542 |

At the end of the second quarter of 2006, Telenor's ownership interest in GrameenPhone was 62.0%. Compared to the second quarter of 2005, the Norwegian Krone appreciated against the Bangladeshi Taka by approximately 10% in the second quarter of 2006.

GrameenPhone experienced a record high subscriptions growth of more than 2 million during the second quarter of 2006. Compared to the second quarter of 2005, total net additional subscriptions were 4.8 million.

GrameenPhone's estimated market share increased by 1 percentage point to 63% from the previous quarter.

ARPU in local currency decreased by 29% primarily due to a reduction in average prices and dilution due to strong subscription growth.

Measured in local currency, total revenues increased by 56% primarily due to the increased number of subscriptions. However, this was partially offset by a reduction in ARPU.

The EBITDA margin increased mainly due to growth in revenues, partially offset by increased sales and acquisition costs as a result of strong subscription growth and strong competition. EBITDA measured in local currency increased by 64%.

Depreciation and amortization increased as a result of higher capital expenditure in the intervening quarters.

Increased capital expenditure was related to increased capacity to accommodate the growth in subscriptions.

In the latest national budget of Bangladesh, tax on SIM cards was reduced by BDT 100 to BDT 800 with effect from 9 June 2006.

Telenor Pakistan

| (NOK in millions) | 2nd quarter | | 1st half-year | | Year 2005 |
|-------------------------------------|--------------|--------------|---------------|--------------|--------------|
| | 2006 | 2005 | 2006 | 2005 | |
| Total revenues | 265 | 48 | 480 | 49 | 265 |
| EBITDA | (117) | (172) | (194) | (305) | (572) |
| Operating loss | (220) | (232) | (395) | (379) | (798) |
| Capex | 754 | (91) | 1 105 | 1 048 | 1 843 |
| No. of subscriptions (in thousands) | | | 3 205 | 836 | 1 868 |

Compared to the second quarter of 2005, the Norwegian Krone appreciated against the Pakistani Rupee by approximately 3% in the second quarter of 2006. Pakistan is part of Other mobile operations in the table on page 17.

The number of subscriptions increased by 678,000 in the second quarter of 2006.

Telenor Pakistan's estimated market share increased to 10%.

ARPU in local currency increased by 2% compared to the first quarter driven by increase in average usage, partially offset by reduction in prices.

Compared to the first quarter of 2006, total revenues in local currency increased by 31% mainly due to subscription growth and increase in ARPU.

The EBITDA loss in the second quarter of 2006 was affected by high costs related to sales and marketing activities.

Capital expenditure increased substantially due to strong coverage and capacity expansion in the network. In the second quarter of 2006, capital expenditure also included NOK 57 million related to acquisition of a license to offer mobile services in the Azad Jammu and Kashmir region. The licence period is 15 years.

Fixed

| (NOK in millions) | 2nd quarter | | 1st half-year | | Year 2005 |
|--|--------------|--------------|---------------|--------------|---------------|
| | 2006 | 2005 | 2006 | 2005 | |
| Revenues | | | | | |
| Norway | 3 983 | 4 367 | 8 161 | 8 530 | 16 867 |
| Other operations | 1 047 | 418 | 1 966 | 854 | 2 581 |
| Eliminations | (31) | (32) | (61) | (60) | (135) |
| Total revenues 1) | 4 999 | 4 753 | 10 066 | 9 324 | 19 313 |
| 1) Of which internal revenues | 471 | 522 | 989 | 983 | 2 173 |
| EBITDA | 1 567 | 1 504 | 3 126 | 2 912 | 5 885 |
| Depreciation and amortization 2) | 733 | 729 | 1 494 | 1 512 | 3 236 |
| Write-downs 3) | 15 | 2 | 15 | (20) | 587 |
| Operating profit | 819 | 773 | 1 617 | 1 420 | 2 062 |
| 2) Of which amortization of Telenor's net excess values | 33 | 2 | 66 | 3 | 66 |
| 3) Of which write-downs of Telenor's net excess values | | | | (31) | (24) |
| EBITDA/Total revenues (%) | 31.3 | 31.6 | 31.1 | 31.2 | 30.5 |
| Operating profit/Total revenues (%) | 16.4 | 16.3 | 16.1 | 15.2 | 10.7 |
| Capex | 643 | 556 | 1 260 | 937 | 2 776 |
| Investments in businesses | 75 | 1 | 536 | 44 | 5 816 |

Fixed Norway

| (NOK in millions) | 2nd quarter | | 1st half-year | | Year |
|--|--------------|--------------|---------------|--------------|---------------|
| | 2006 | 2005 | 2006 | 2005 | 2005 |
| Revenues | | | | | |
| Telephony | 1 627 | 1 867 | 3 330 | 3 738 | 7 232 |
| xDSL/Internet | 581 | 508 | 1 149 | 969 | 2 039 |
| Data services | 199 | 243 | 414 | 475 | 963 |
| Other revenues | 315 | 400 | 672 | 742 | 1 465 |
| Total retail revenues | 2 722 | 3 018 | 5 565 | 5 924 | 11 699 |
| Wholesale revenues | 1 261 | 1 349 | 2 596 | 2 606 | 5 168 |
| Total revenues 1) | 3 983 | 4 367 | 8 161 | 8 530 | 16 867 |
| 1) Of which internal revenues | 510 | 522 | 1 055 | 985 | 2 190 |
| EBITDA | 1 417 | 1 532 | 2 807 | 2 970 | 5 701 |
| Depreciation and amortization | 561 | 658 | 1 163 | 1 363 | 2 707 |
| Write-downs 2) | 13 | | 13 | (22) | (25) |
| Operating profit | 843 | 874 | 1 631 | 1 629 | 3 019 |
| 2) Of which write-downs of Telenor's net excess values | | | | (31) | (36) |
| EBITDA/Total revenues (%) | 35.6 | 35.1 | 34.4 | 34.8 | 33.8 |
| Operating profit/Total revenues (%) | 21.2 | 20.0 | 20.0 | 19.1 | 17.9 |
| Capex | 371 | 503 | 850 | 840 | 2 169 |
| Investments in businesses | | 1 | 1 | 44 | 44 |
| No. of subscriptions (in thousands): | | | | | |
| Telephony | | | 1 545 | 1 705 | 1 622 |
| of which PSTN | | | 1 017 | 1 139 | 1 089 |
| of which ISDN | | | 454 | 562 | 509 |
| of which VoIP | | | 74 | 4 | 24 |
| xDSL | | | 527 | 415 | 475 |

The trend from previous quarters continued with an increase in the number of xDSL and VoIP subscriptions and a decrease in the number of PSTN/ISDN subscriptions.

Telenor's estimated market share for xDSL in the retail market was 58%, in line with previous quarters. Measured in traffic minutes, Telenor's estimated market share was 65%, in line with the first quarter of 2006.

Revenues decreased by 8.8%. Adjusted for the sale of contractor business in the second quarter of 2006, revenues decreased by 6.7%. Adjusted revenues in the first half year of 2006 decreased by 3.3% compared to the first half year of 2005.

Revenues from telephony decreased due to a reduction in the number of subscriptions and lower traffic volumes. The number of subscriptions decreased primarily due to migration to VoIP telephony with other fixed network operators as well as a decrease in the total market for fixed telephony subscriptions. Decreased traffic volumes were due to the decrease in the number of telephony subscriptions and the number of voice minutes per subscription. The latter was mainly due to migration of voice 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 lower revenues per subscription and a reduction in revenues from Internet traffic and Internet subscriptions.

The decrease in revenues from Data services was due to lower revenues per subscription partially offset by an increase in the number of subscriptions.

Wholesale revenues decreased mainly as a result of a fall in contractor revenues due to outsourcing from 1 April 2006.

The increase in EBITDA margin was due to a reduction in operating expenses as well as a shift in the revenue portfolio towards products with higher gross margin.

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.

Capital expenditure decreased mainly due to reduced investments in broadband coverage and IS/IT.

From 1 June 2006, the prices for unbundled access to the local loop were reduced in accordance with the instruction from the Ministry of Transport and Communications. The price for full access was reduced by NOK 30 to NOK 105 per month.

Fixed Other operations

| (NOK in millions) | 2nd quarter | | 1st half-year | | Year 2005 |
|--|--------------|--------------|---------------|--------------|--------------|
| | 2006 | 2005 | 2006 | 2005 | |
| Revenues | | | | | |
| Fixed Sweden | 866 | 374 | 1 593 | 766 | 2 096 |
| Fixed Denmark | 181 | | 355 | | 306 |
| Other countries/eliminations | | 44 | 18 | 88 | 179 |
| Total revenues 1) | 1 047 | 418 | 1 966 | 854 | 2 581 |
| 1) Of which internal revenues | (9) | 32 | (6) | 58 | 118 |
| EBITDA | | | | | |
| Fixed Sweden | 100 | (27) | 209 | (56) | 158 |
| Fixed Denmark | 59 | | 114 | | 97 |
| Other countries/eliminations | | (1) | 10 | 1 | (70) |
| Total EBITDA | 159 | (28) | 333 | (55) | 185 |
| Depreciation and amortization 2) | 172 | 70 | 331 | 148 | 528 |
| Write-downs 3) | 2 | 3 | 2 | 3 | 617 |
| Operating loss | (15) | (101) | | (206) | (960) |
| Of which: | | | | | |
| Fixed Sweden | (17) | (90) | (21) | (183) | (866) |
| Fixed Denmark | 2 | | 14 | | 29 |
| Other countries/eliminations | | (11) | 7 | (23) | (123) |
| 2) Of which amortization of Telenor s net excess values | 33 | 2 | 66 | 3 | 66 |
| 3) Of which write-downs of Telenor s net excess values | | | | | 12 |
| Capex | | | | | |
| Fixed Sweden | 230 | 48 | 313 | 88 | 485 |
| Fixed Denmark | 42 | | 97 | | 97 |
| Other countries | | 5 | | 9 | 25 |

Fixed Sweden consists of Telenor AB, Bredbandsbolaget and Glocalnet. Bredbandsbolaget and Glocalnet are consolidated with effect from 8 July 2005 and 1 March 2006, respectively. As of 30 June 2006 Telenor s ownership interest in Glocalnet was 98.5%. Fixed Denmark consists of Cybercity, which is consolidated with effect from 5 July 2005. Compared to the second quarter of 2005, the Norwegian Krone appreciated against the Swedish Krone by approximately 3% and against the Danish Krone by approximately 2% in the second quarter of 2006. Operations in Other countries were sold with effect from 30 January 2006.

Fixed Sweden

The number of xDSL and LAN subscriptions in Bredbandsbolaget increased by 15,000 to 400,000 in the second quarter of 2006, and the number of VoIP subscriptions increased by 15,000 to 134,000.

The number of xDSL subscriptions in Glocalnet increased by 4,000 to 117,000 in the second quarter of 2006, and the number of telephony subscriptions decreased by 1,000 to 284,000.

Revenues in Telenor AB decreased, primarily due to decreased revenues from wholesale telephony.

In Telenor AB, EBITDA increased and turned positive as a result of increased gross margin for voice traffic and xDSL and a reduction in operating expenses. EBITDA was positively affected by the change in accounting treatment for transactions that provide the rights to use assets, which was implemented in the fourth quarter of 2005. Changes in estimated costs for termination of traffic in other networks in partially related to previous quarters affected EBITDA positively.

Fixed Denmark

In the first quarter of 2006, the number of xDSL subscriptions increased by 14,000 to 152,000, and the number of VoIP subscriptions increased by 4,000 to 41,000.

Broadcast

| (NOK in millions) | 2nd quarter | | 1st half-year | | Year |
|---|--------------|--------------|---------------|--------------|--------------|
| | 2006 | 2005 | 2006 | 2005 | 2005 |
| Revenues | | | | | |
| Distribution | 1 299 | 1 147 | 2 550 | 2 286 | 4 615 |
| Transmission | 317 | 298 | 629 | 595 | 1 207 |
| Other/Eliminations | (52) | (44) | (98) | (90) | (173) |
| Total revenues 1) | 1 564 | 1 401 | 3 081 | 2 791 | 5 649 |
| 1) Of which internal revenues | 38 | 35 | 73 | 63 | 131 |
| EBITDA | | | | | |
| Distribution | 251 | 242 | 485 | 455 | 818 |
| Transmission | 191 | 175 | 366 | 349 | 713 |
| Other/Eliminations | (5) | (6) | (6) | (13) | (15) |
| Total EBITDA | 437 | 411 | 845 | 791 | 1 516 |
| Depreciation and amortization 2) | 153 | 133 | 307 | 277 | 554 |
| Write-downs 3) | | 4 | 3 | 4 | (53) |
| Operating profit | 284 | 274 | 535 | 510 | 1 015 |
| Of which: | | | | | |
| Distribution | 189 | 179 | 361 | 322 | 494 |
| Transmission | 110 | 107 | 199 | 213 | 564 |
| Other/Eliminations | (15) | (12) | (25) | (25) | (43) |
| 2) Of which amortization of Telenor's net excess values | 10 | 14 | 21 | 28 | 56 |
| 3) Of which write-downs of Telenor's net excess values | | | | | 75 |
| EBITDA/Total revenues (%) | 27.9 | 29.3 | 27.4 | 28.3 | 26.8 |
| Operating profit/Total revenues (%) | 18.2 | 19.6 | 17.4 | 18.3 | 18.0 |
| Capex | 106 | 96 | 198 | 143 | 392 |
| Investments in businesses | 98 | | 98 | | 42 |
| No. of subscribers (in thousands): | | | | | |
| DTH pay TV | | | 921 | 853 | 906 |
| Cable TV | | | 687 | 619 | 681 |
| Households in satellite master antenna TV networks | | | 1 119 | 1 205 | 1 177 |
| Cable TV Internet access | | | 81 | 50 | 73 |

The number of DTH pay TV subscribers increased by 3,000 in the second quarter of 2006, the number of Cable TV (CATV) subscribers increased by 3,000, and the number of Cable TV internet access subscribers increased by 3,000.

Total revenues increased primarily due to higher number of subscribers in Distribution and higher revenues from satellite and terrestrial distribution in Transmission.

The increase in EBITDA was primarily due to higher revenues, partially offset by increased content cost and higher costs related to sales and marketing activities.

In the second quarter, Norsk Televisjon AS (NTV), which is jointly owned by Telenor, the TV2 Group and NRK, was awarded the licence for operation and maintenance of the digital terrestrial network (DTT) in Norway.

On 14 July 2006, NTV announced that it had chosen Telenor as a full-range supplier of DTT network for television in Norway. The agreement involves development and operation of the transmission network for 15 years.

Telenor has acquired 45% of the shares in the Norwegian TV channel TV2 Zebra. The remaining shares are owned by the TV2 Group.

Other Units

| (NOK in millions) | 2nd quarter | | 1st half-year | | Year |
|---|--------------|--------------|---------------|--------------|--------------|
| | 2006 | 2005 | 2006 | 2005 | 2005 |
| Revenues | | | | | |
| EDB Business Partner | 1 449 | 1 285 | 2 784 | 2 516 | 4 991 |
| Satellite Services | 596 | 592 | 1 203 | 1 181 | 2 428 |
| Venture | 146 | 125 | 279 | 241 | 490 |
| Corporate functions and Group activities | 568 | 603 | 1 090 | 1 185 | 2 266 |
| Other | 1 | 9 | 1 | 27 | 25 |
| Eliminations | (45) | (72) | (90) | (141) | (233) |
| Total revenues 1) | 2 715 | 2 542 | 5 267 | 5 009 | 9 967 |
| 1) Of which internal revenues | 657 | 803 | 1 295 | 1 591 | 2 907 |
| EBITDA | | | | | |
| EDB Business Partner | 141 | 187 | 332 | 364 | 785 |
| Satellite Services | 88 | 90 | 165 | 158 | 393 |
| Venture | (4) | (1) | (21) | 5 | (2) |
| Corporate functions and Group activities | (131) | (34) | (235) | (40) | (77) |
| Other/eliminations | (10) | (10) | (21) | (13) | (8) |
| Total EBITDA | 84 | 232 | 220 | 474 | 1 091 |
| Depreciation and amortization 2) | 277 | 262 | 520 | 512 | 1 033 |
| Write-downs 3) | | | | | 10 |
| Operating profit (loss) | (193) | (30) | (300) | (38) | 48 |
| Of which | | | | | |
| EDB Business Partner | 37 | 80 | 136 | 161 | 377 |
| Satellite Services | 25 | 26 | 39 | 30 | 125 |
| Venture | (13) | (6) | (38) | (4) | (23) |
| Corporate functions and Group activities | (229) | (120) | (411) | (212) | (420) |
| Other/eliminations | (13) | (10) | (26) | (13) | (11) |
| 2) Of which amortization of Telenor's net excess values | 3 | 2 | 6 | 4 | 8 |
| 3) Of which write-downs of Telenor's net excess values | | | | | 5 |
| Capex | 203 | 193 | 359 | 318 | 832 |
| Investments in businesses | 616 | 263 | 1 274 | 270 | 332 |

EDB Business Partner

Revenues increased mainly due to acquisition of operations in the fourth quarter of 2005 and the first half year of 2006. In the second quarter of 2006, EDB acquired Guide Konsult for a total consideration of NOK 566 million.

EBITDA decreased mainly due to lower sales of maintenance contracts partially offset by EBITDA from acquired operations.

Satellite Services

Increased revenues were primarily due to growth within the VSAT business, partially offset by decreased revenues in the Inmarsat segment due to lower volumes and prices. Operating profit was in line with the second quarter of 2005.

Venture

The increase in revenues was primarily due to acquisition of new business within Opplysningen in the second half of 2005. Operating profit decreased primarily due to the new business.

Corporate Functions and Group Activities

The increased EBITDA loss is largely due to less gain on sales and lower intra-group revenues.

Other Profit and Loss Items for the Group

Depreciation, amortization and write-downs

| (NOK in millions) | 2nd quarter | | 1st half-year | | Year |
|---|--------------|--------------|---------------|--------------|---------------|
| | 2006 | 2005 | 2006 | 2005 | 2005 |
| Depreciation 1) | 2 189 | 2 006 | 4 454 | 3 955 | 8 083 |
| Amortization 2) | 1 354 | 745 | 2 635 | 1 500 | 3 461 |
| Total depreciation and amortization | 3 543 | 2 751 | 7 089 | 5 455 | 11 544 |
| Write-downs 1) | 74 | 20 | 77 | 28 | 488 |
| Write-downs of goodwill | | | | (31) | 46 |
| Write-downs 2) | 14 | | 14 | | 53 |
| Total write-downs | 88 | 20 | 91 | (3) | 587 |
| Total depreciation, amortization and write-downs | 3 631 | 2 771 | 7 180 | 5 452 | 12 131 |

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 is also affected by changes in exchange rates and investment levels in the previous quarters.

Associated companies

| (NOK in millions) | 2nd quarter | | 1st half-year | | Year |
|---|-------------|------------|---------------|------------|--------------|
| | 2006 | 2005 | 2006 | 2005 | 2005 |
| Telenor's share of 1) | | | | | |
| Profit after taxes | 370 | 505 | 686 | 760 | 1 452 |
| Amortization of Telenor's net excess values | (3) | (14) | (7) | (30) | (46) |
| Write-downs of Telenor's net excess values | (11) | | (11) | | (172) |
| Gains (losses) on disposal of ownership interests | 6 | 3 | 6 | 3 | (1) |
| Net result from associated companies | 362 | 494 | 674 | 733 | 1 233 |

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 1 November 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 second 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 30 June 2006, was NOK 17.5 billion. According to telecom analysts, VimpelCom had approximately 51 million mobile subscriptions at the end of the second quarter of 2006.

On 6 July 2006 VimpelCom announced that it had received the final decision of the review of VimpelCom's 2003-2004 Russian tax filings. VimpelCom informed that of the total claim of RUB 1,809 million in taxes and fines, the total net amount to be paid is RUB 652 million. VimpelCom states that it does not agree with the claims and plans to subsequently appeal its position in court. Telenor cannot make any reliable estimate of the net effect of the tax claim and has not made any adjustments to the results from associated companies in Telenor's consolidated financial statements.

On 1 June 2006 VimpelCom withdrew its proposal to both Telenor and Altimo to acquire 100% of Kyivstar for USD 5 billion. Telenor has stated that a market-based separation agreement between Telenor and Altimo and the associated Federal Anti-Monopoly Service (FAS) approvals are necessary conditions to the sale of Kyivstar to VimpelCom.

Financial items

| (NOK in millions) | 2nd quarter | | 1st half-year | | Year |
|---|--------------|-------------|---------------|------------|--------------|
| | 2006 | 2005 | 2006 | 2005 | 2005 |
| Financial income | 114 | 138 | 231 | 215 | 447 |
| | | | (1) | | (1) |
| Financial expenses | (608) | (373) | 195) | (717) | 639) |
| Net foreign currency gains (losses) | (16) | 177 | (129) | 152 | 84 |
| Change in fair value of financial instruments | (199) | (37) | (225) | (11) | 243 |
| Net gains (losses) and write-downs | (15) | 67 | 1 800 | 484 | 518 |
| Net financial items | (724) | (28) | 482 | 123 | (347) |
| | | | (1) | | (1) |
| Gross interest expenses | (609) | (383) | 185) | (737) | 594) |
| | | | (1) | | (1) |
| Net interest expenses | (519) | (314) | 019) | (605) | 309) |

Increased financial expenses were due to increased long term interest-bearing liabilities following the acquisition of businesses.

Change in fair value of financial instruments was primarily related to interest rate 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%. The effective tax rate for the Telenor Group for the fiscal year 2006 is estimated at approximately 27% of profit before taxes and minority interests. The gain on sale of shares in Inmarsat in the first quarter of NOK 1.8 billion is not taxable. Adjusted for this gain, the effective tax rate for 2006 is estimated at 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

Net interest-bearing liabilities increased by NOK 3.3 billion in the quarter to NOK 38.2 billion as of 30 June 2006. The Annual General Meeting (AGM) of Telenor at 23 May 2006 declared dividends of NOK 3.4 billion, of which NOK 3.2 billion was paid in the second quarter of 2006. In addition, shareholders equity was reduced and short-term interest-bearing liabilities increased by NOK 0.8 billion as a result of the AGM's approval of the redemption of shares owned by the Kingdom of Norway. The AGM decided further to cancel 12.1 million of Telenor's own shares. After the cancellation of these shares and the redemption of shares owned by the Kingdom of Norway, the total number of outstanding shares will be 1,680,274,570. The AGM authorized the Board to acquire 165 million of Telenor's own shares. As of 30 June 2006, Telenor had not made any purchase of its own shares according to the new authorization.

Translation differences reduced equity in the second quarter of 2006 by NOK 1.3 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 2006 compared to 31 March 2006, of which Pannon contributed the largest amount.

Outlook for 2006

We are maintaining our outlook from the first quarter.

The strong growth in mobile subscriptions during 2005 gives Telenor a solid foundation for further growth in revenues. We expect a growth in reported revenues of around 30%.

We expect a continued high growth in EBITDA, in particular driven by the international mobile operations. Telenor will continue previously introduced initiatives and identify new means of improving cost efficiency. We expect the EBITDA margin before other income and expenses for 2006 to be above 34%.

We expect high capital expenditure to continue, and capital expenditure as a proportion of revenues is expected to be above 20%. Capital expenditure is expected to continue to be driven by high subscription growth within Telenor's mobile operations in emerging markets.

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.

The accounts submitted with the report have not been audited. 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 2006 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/).

Oslo, 20 July 2006

The Board of Directors of Telenor ASA

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.

SIGNATURES

Pursuant to the requirements of the Securities Exchange Act of 1934, the registrant has duly caused this report to be signed on its behalf by the undersigned, thereunto duly authorized.

Telenor ASA

By: /s/ Trond Westlie

Name: Trond Westlie
(sign.)

Title: CFO

Date: 21st July, 2006