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AVANZA BANK INTERIM REPORT **JANUARY – JUNE** 2008

- Operating income decreased by 3 per cent (+10%) to SEK 268 million (SEK 275 m)
- The profit after tax totalled SEK 99 million (SEK 110 m)
- Earnings per share decreased by 9 per cent (+10%) to SEK 3.65 (SEK 4.01)
- Net savings increased to SEK 4,210 million (SEK 2,840 m), corresponding to 9 per cent (7%) of the savings capital at the beginning of the year, with accounts acquired from Ikanobanken accounting for SEK 490 million of this sum
- The number of accounts increased by 25 per cent (13%) to 205,800 (165,000 as of 31st December 2007). Accounts acquired from Ikanobanken contributed 15,500 accounts and SEK 490 million in savings capital during the first six months of the year

Second quarter

- Operating income decreased by 6 per cent (+11%) to SEK 130 million (SEK 139 m)
- The profit after tax totalled SEK 45 million (SEK 54 m)
- Earnings per share decreased by 16 per cent (+21%) to SEK 1.67 (SEK 1.98)

Interim Report **January – June** 2008

Comments from the Managing Director

“Avanza Bank has performed well in a very tough stock market climate. Avanza Bank’s income during the first six months of this year fell by only 3 per cent despite one third of the stock market’s value having been wiped out since 30th June last year. It should be noted that non-brokerage income covered 111 per cent of Avanza Bank’s costs during the first six months of this year. Profit fell by 10 per cent”, says Nicklas Storåkers, Managing Director of Avanza Bank.

“The explanation lies in our healthy underlying growth. Organic net savings were over 30 per cent up on the same period last year and customers opened over 25,000 new accounts. The inflow of new accounts achieved a new record figure for Avanza Bank.”

“It’s worth repeating that our goals remain the same, namely that our profit shall increase long-term by 15–25 per cent per year, given a normal stock market performance. The reasonableness of these goals has once again been confirmed by the healthy underlying growth during the first six months of the year. We have seen considerable interest in saving in endowment insurance and in a savings account offering good interest rates. A number of new services will be launched during the second half of the year, and are expected to further boost the already wide-spread interest in Avanza Bank.”

For additional information, please contact Nicklas Storåkers, Managing Director of Avanza Bank, tel: +46 70 861 80 01.

Business performance

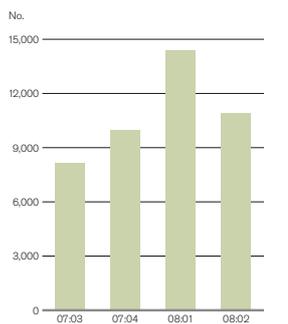
The total number of accounts increased during the first half of 2008 by 40,800 (16,900) to 205,800 (165,000 as of 31st December 2007), corresponding to an increase of 25 per cent (13%). Accounts acquired from Ikanobanken contributed 15,500 accounts to the total increase noted during the first half of 2008. The Pension and insurance-based accounts comprised 33 per cent (38%) of the total number of new accounts.

Net savings totalled SEK 4,210 million (SEK 2,840 m) during the first six months of 2008, corresponding to 9 per cent (7%) of the savings capital at the beginning of the year. Accounts acquired from Ikanobanken contributed SEK 490 million to this sum. Net pension- and insurance-based savings totalled 88 per cent (62%) of total net savings.

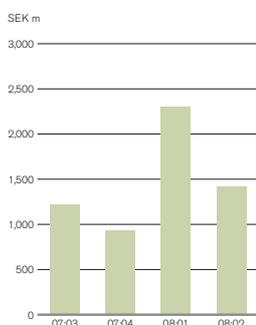
Avanza Bank launched a savings account with a competitive interest rate, currently 4.01 per cent, during the first quarter of the year. As of 30th June 2008, Avanza Bank had 6,800 savings accounts with a combined savings capital of SEK 540 million.

The change in value of the average account totalled –13 per cent (+8%) during the first six months of 2008 in comparison with a decrease by the OMX Stockholm Price Index of 21 per cent (+10%).

The total savings capital decreased during the first six months of 2008 by 5 per cent (+15%) to SEK 43,700 million (SEK 45,900 m as of 31st December 2007). Savings capital within Avanza Private Banking increased by 0.3 per cent (27%) to SEK 16,400 million (SEK 16,400 m as of 31st December 2007). Savings capital within Aktiespar.se decreased to SEK 710 million (SEK 800 m as of 31st December 2007).



Increase of accounts per quarter (excluding acquisitions)



Net savings per quarter (excluding acquisitions)

To date, 4,060 individuals (accounts) (1,040 as of 31st December 2007) have joined the Avanza Occupational Pension scheme, of which 2,560 comprised collective agreement pension accounts (70 as of 31st December 2007). Savings capital within the Avanza Occupational Pension scheme increased by 36 per cent (59%) during the first six months of the year to SEK 190 million (SEK 140 m as of 31st December 2007), of which collective agreement pension accounts comprised SEK 20 million (SEK 0.2 m as of 31st December 2007).

The temporary legislative block on the right to transfer pension insurance implemented in Sweden in early 2007 was lifted as of 1st May 2008. This means that the customer has a statutory right to transfer all pension insurance taken out since 1st July 2007. Older pension savings are, furthermore, more widely transferrable than before due to the ongoing debate regarding the right to transfer, which has resulted in more and more insurance companies allowing savers to transfer pension insurance taken out before 1st July 2007. The introduction of a statutory right of transfer for pension insurance taken out before 1st July 2007 is currently being investigated by the Ministry of Finance.

Avanza Bank has, to date, received 1,800 applications from customers to transfer their pension insurance to Avanza Bank. Not all of the pension insurance can be transferred, however, and the transfer process takes time. The first pension insurance transfers to Avanza Bank were completed during June after the lifting of the legislative block on the right to transfer.

The interest in the Avanza Occupational Pension Scheme is high and Avanza believes it has excellent potential for strong growth in this sector during the latter half of the year.

Savings capital invested in pension- and insurance-based savings totalled SEK 11,570 million as of 30th June 2008 (SEK 8,800 million as of 31st December 2007), corresponding to 26 per cent of the total savings capital (19% as of 31st December 2007).

The range of funds offered now comprises over 900 funds from over 70 fund management companies. Interest in Avanza Zero, the no-fee index fund, is an important factor in the increase in fund-based savings with Avanza Bank, and during the first six months of 2008, Avanza Bank executed 650,000 fund commission notes (450,000). Interest in exchange-traded funds has also increased markedly over the last six months. As of 30th June 2008, Avanza Zero had 33,800 unit holders (21,200 as of 31st December 2007) and SEK 540 million in fund capital (SEK 500 m as of 31st December 2007), including PPM. The return on Avanza Zero totalled -18 percent during the first six months of 2008, in comparison with the OMXS30 index, which decreased by 18 per cent, including dividends, during the same period. Interest in investments in structured products continues to be low as a result of the turbulence in global credit markets.

The total value of savings capital invested in funds was SEK 8,100 million, as of 30th June 2008 (SEK 8,960 m as of 31st December 2007), corresponding to 19 per cent of the total value of savings capital (20% as of 31st December

2007). The number of accounts with fund holdings increased during the first six months of 2008 to 88,900 (64,500 as of 31st December 2007), corresponding to 43 per cent (39% as of 31st December 2007) of all accounts.

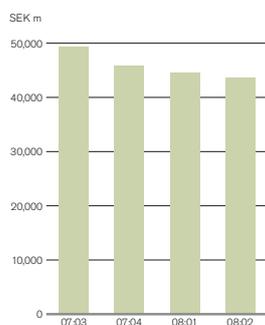
Avanza Bank's customers averaged 1.7 (2.2) commission notes per account per month during the first six months of 2008, corresponding to a decrease of 23 per cent (-4%) in comparison with the same period last year.

The average brokerage fee per commission note (excluding fund transactions) for private customers during the first six months of the year was SEK 95 (SEK 101). Operating income totalled 0.60 per cent (0.59%) of savings capital during the first half of 2008.

Deposits, including client funds, increased to SEK 7,530 million (SEK 7,080 m as of 31st December 2007). Lending totalled SEK 2,330 million (SEK 2,300 m as of 31st December 2007). Deposits and lending correspond to 17 per cent (15% as of 31st December 2007) and 5 per cent (5% as of 31st December 2007), respectively, of the total value of savings capital. Customers' net liquidity hence increased to 12 per cent of the total value of savings capital (10% as of 31st December 2007). The increase in net liquidity is due to the weak stock market performance.

Avanza Bank's market share of the Stockholm Stock Exchange (including First North) during the first six months of 2008 was 8.6 per cent (8.9%) of the total number of transactions and 3.5 per cent (2.5%) of turnover. In terms of the number of transactions Avanza Bank and SEB were the biggest members overall of the Stockholm Stock Exchange (including First North), at 2.5 million transactions each during the first six months of 2008.

The online savings magazine, Placera Nu (www.placera.nu), publishes daily analyses of investments in shares, investment funds and pensions. An editorial partnership with TV4 and the Dagens Nyheter daily broadsheet newspaper was launched during the second quarter. The number of unique visitors totalled 72,500 per week during the first half of 2008.



Savings capital at quarter end

By the end of June, Avanza Bank had 6,200 PPM customers under management. The number of customers increased by 2,100 during the first half of 2008. Avanza Bank will be launching asset management services for other types of savings during the third quarter of 2008 to ensure that those customers who lack the time or know-how can still benefit from the advantages offered by Avanza Bank. This launch has been postponed from the date announced in the previous Interim Report.

Avanza Bank has in partnership with a large group of leading Nordic banks and stockbrokers founded a new Nordic securities marketplace, Burgundy. Trading is expected to begin during the first half of 2009, and in the longer term, Burgundy is expected to reduce Avanza Bank's transaction costs for securities trading.

Additional services and offerings will be launched during the year to reinforce Avanza Bank's competitiveness.

The demand for Avanza Bank's services among new companies in the process of listing their shares continues to be high, but uncertainty has continued to prevail in 2008, due to the shaky market climate. Avanza Bank has offered its customers the opportunity to subscribe for two new IPOs during the first six months of the year. Avanza Bank makes every effort to ensure that the IPOs it offers its customers are of a high standard.

The operational availability of Avanza Bank's web service during the first six months of 2008 was 99.9 per cent (99.7%).

In July 2007, Avanza Bank concluded an agreement to acquire Ikanobanken's investment fund and pension savings operations. The purchase amount was SEK 7.5 million, which has been reported as an intangible asset, customer stock, that will be amortised, both in accounting terms and fiscally over the course of five years. The operations comprise direct fund-based saving and individual pension saving (IPS). The integration was completed during the second quarter and entailed the takeover by Avanza Bank of 15,500 accounts with a combined savings capital of SEK 490 million.

Results and financial position

Operating income decreased by 3 per cent (+10%) during the first six months of 2008 to SEK 268 million (SEK 275 m), corresponding to 0.60 per cent (0.59%) of the total savings capital. Good underlying growth in net savings and the number of new accounts resulted in a decrease in income of only 3 per cent. Net interest items and investment fund commissions totalled SEK 101 million (SEK 84 m) and SEK 26 million (SEK 30 m), respectively, during the first six months of 2008, corresponding to an increase of 20 per cent (26%) and a decrease of 13 per cent (0%), respectively, in comparison with the same period last year.

Brokerage income, less deductions for direct costs, comprised 42 per cent (47%) of total operating income during the first six months of 2008, whilst non-brokerage income made up the remaining 58 per cent (53%).

Non-brokerage income during the first six months of 2008 comprised 111 per cent (117%) of operating expenses. Non-brokerage income normally comprises net interest items, investment fund commissions and fees from corporate finance.

Operating expenses during the first six months of 2008 totalled SEK 139 million (SEK 125 m), corresponding to an increase of 11 per cent (12%) in comparison with last year. Marketing costs decreased during the first six months of 2008 to SEK 17 million (SEK 27 m). Increased staff overheads accounted for the majority of the increase in operating expenses.

The number of full-time employees (excluding those on leaves of absence and parental leave) at the end of June was 193 (210 as of 31st December 2007). The reduction is primarily due to a reduction in the number of temporary employees. It is calculated that the recruitment requirement will be lower, relatively speaking, in 2008 than was the case last year.

The pre-tax profit for the first six months of 2008 was SEK 129 million (SEK 150 m), corresponding to an operating margin of 48 per cent (55%). The tax expense was SEK 30 million (SEK 40 m).

The result after tax for the first six months of 2008 was SEK 99 million (SEK 110 m). Earnings per share totalled SEK 3.65 (SEK 4.01). The return on equity during the first six months of 2008 was 17 per cent (23%).

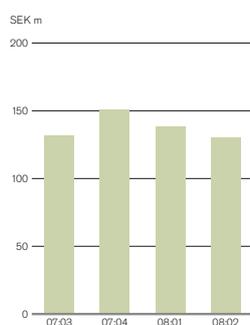
Depreciation and amortisation of tangible and intangible assets totalled SEK 6 million (SEK 5 m) and investments totalled SEK 9 million (SEK 7 m), including the acquisition of accounts from Ikanobanken for SEK 7.5 million, during the first half of 2008.

The Group's liquid assets totalled SEK 4,986 million as of 30th June 2008 (SEK 4,205 m as of 31st December 2007).

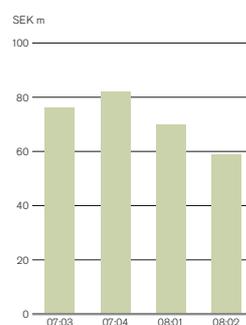
Shareholders' equity totalled SEK 527 million as of 30th June 2008 (SEK 573 m as of 31st December 2007), or SEK 19.26 (SEK 21.10 as of 31st December 2007) per share.

The capital base totalled SEK 354 million, as of 30th June 2008. When calculating the capital base during the course of an ongoing year, unaudited profits are excluded from the calculations. The capital base including unaudited profits for the first six months of 2008, but before dividend payments for the current year, totalled SEK 453 million. In accordance with current capital adequacy regulations, Avanza's Bank's internal capital assessment process, and the Swedish Financial Supervisory Authority's evaluation of the internal capital assessment process, the total capital requirement is currently SEK 312 million. Avanza Bank accordingly has up to SEK 141 million, corresponding to SEK 5.20 per share, available for disbursement to the shareholders or for the acquisition of own shares. A renewed internal capital assessment process will be carried out during the third quarter. It is calculated that in the long-term, Avanza Bank will be able to distribute at least 70 per cent of its profits to the shareholders.

Avanza Bank has not acquired any of its own shares during the first half of 2008.



Operating income per quarter



Operating result per quarter

The Parent Company Avanza Bank Holding AB

Avanza Bank Holding AB is the Parent Company of the Avanza Bank group. The Annual General Meeting held on 15th April 2008 resolved that the company's name should be changed from Avanza AB to Avanza Bank Holding AB. The operating profit/loss for the first six months of 2008 was SEK -5 million (SEK -5 m). The Parent Company reports no turnover. A total dividend payment of SEK 163 million has been disbursed to the company's shareholders.

Outlook for the future

Avanza Bank continues to be very ambitious about growth. Our long-term goal is for profit growth to total between 15 and 25 per cent per annum, given a normal stock market performance. The average profit growth between 2001 and 2007 was 78 per cent per annum.

The underlying growth, in net savings and number of accounts was very strong during the first six months of the year, with net savings during the first six months exceeding our long-term goals. The negative stock market performance that characterised the first six months of 2008 has, however, counteracted the effects of the strong underlying growth trend. If this market trend continues throughout the rest of the year, it will not be possible to achieve our long-term growth goals in 2008. The fundamental preconditions for long-term growth do, however, remain sound.

Avanza Bank has adopted a more cautious approach to cost increases. This is expected to gradually become effective during the coming quarters and it is calculated that the cost increases for 2008 as a whole will be on a par with or slightly lower than the 11 per cent by which costs increased during the first six months.

Avanza Bank does, however, operate in a rapidly changing market and can, therefore, also opt to invest in growth to a greater extent, which would entail a deviation from currently forecast costs.

Avanza Bank's strategy is to continue operating in a high tempo in 2008 with regard both to its sales activities and to the launch of new, improved products and services for Swedish savers. Some launches previously planned for the first six months will take place during the third quarter.

The long-term growth goals for operating income can be summarised as follows:

Annual growth (ca.)

	2001–2007	Goal
Net savings, % of savings capital at beginning of year	23 %*	13–17 %
Normal growth in value	14 %*	6–8 %
Savings capital, growth	33 %	20–25 %
Estimated pricing pressure	(2 %)	(3–7 %)
Growth in income	34 %	10–25 %
Cost increase	(20 %)	(10–20 %)
Growth in profit	78 %	15–25 %

* 2002–2007

Other corporate events

Significant risks and uncertainty factors

Avanza Bank's operations entail day to day risks that are quantified, monitored and, if necessary, acted upon in order to protect the company's capital and reputation. The ways in which Avanza Bank identifies, follows up on and manages these risks are important to the health of the company and its long-term profitability. Note 31 of Avanza Bank's 2007 Annual Report provides a detailed description of the Group's risk exposure and risk management. No significant risks over and above the risks described therein are adjudged to have arisen.

Transactions with associated parties

Avanza Bank's transactions with associated parties are shown in Note 32 of the 2007 Annual Report. No significant changes have subsequently occurred.

Board Member

Mattias Miksche was elected at the Annual General Meeting held on 15th April 2008 as a new Member of the Board.

Incentives programme

Avanza Bank implemented an incentives programme aimed at the Group's employees during the spring, in accordance with the resolution passed by the Annual General Meeting held on 15th April 2008. The stock option programme is the first of a total of three stock option programmes approved for implementation between 2008 and 2010. This year's programme comprises warrants corresponding to the entitlement to subscribe for 569,690 new shares, and the strike price is SEK 138.43. The term expires on 27th May 2011. The stock option programme has been implemented on market terms.

The term of programme 1 of the previous 2005–2008 stock option programme runs from 1st June to 30th September 2008. The strike price is SEK 67.20 per share. As of 30th June, 199,845 of a total of 443,400 shares had been issued in connection with this programme. There are a total of 27,665,519 registered shares and a total of 27,359,845 outstanding shares after this new share issue.

Buy-back of the company's own shares

The Annual General Meeting held on 15th April 2008 resolved to authorise the Board of Directors to acquire the company's own shares up to a maximum of 10 per cent of the shares in Avanza Bank Holding AB. The authorisation is valid until the conclusion of the next Annual General Meeting. No shares have been bought back during the first six months of 2008.

Reduction of share capital

The Annual General Meeting held on 15th April 2008 resolved to reduce the company's share capital by SEK 764,185. The reduction in the share capital will be effected by means of the withdrawal of the 305,674 shares owned by the company which were bought back during 2007. The Swedish Companies Registration Office had not yet, as of 30th June, granted permission for a reduction in the company's share capital. This will be carried out during the third quarter.

Change of the company's name

The Annual General Meeting held on 15th April 2008 resolved to change the company's name from Avanza AB to Avanza Bank Holding AB.

Financial calendar

Interim Report, January–September 2008	14th October 2008
Preliminary Financial Statement, 2008	21st January 2009

The Group's performance and key ratios*

	2008	2007	2008	2007	2007–2008	2007
	Apr–Jun	Apr–Jun	Jan–Jun	Jan–Jun	Jul–Jun	Jan–Dec
Operating income, SEK m	130	139	268	275	551	557
Operating expenses, SEK m	-71	-66	-139	-125	-265	-250
Pre-tax profit/loss, SEK m	59	73	129	150	286	307
Operating margin, %	45	53	48	55	52	55
Profit margin, %	35	39	37	40	40	42
Earnings per share, SEK	1.67	1.98	3.65	4.01	8.14	8.51
Earnings per share after dilution, SEK	1.66	1.96	3.62	3.99	8.08	8.45
Net interest income, MSEK	50	44	101	84	192	175
Net interest income/Savings capital, %	0.11	0.09	0.23	0.18	0.41	0.37
Brokerage income/Operating income, %	38	41	42	47	44	46
Non-brokerage income/Operating income, %	62	59	58	53	56	54
Non-brokerage income/Operating expenses, %	114	125	111	117	117	121
Operating income/Savings capital, %	0.30	0.29	0.60	0.59	1.18	1.19
Savings capital, SEK m	43,700	49,700	43,700	49,700	43,700	45,900
Savings capital: pension- and insurance-based savings, SEK m	11,570	7,160	11,570	7,160	11,570	8,880
Savings capital: investment funds, SEK m	8,100	8,290	8,100	8,290	8,100	8,960
Net savings, SEK m	1,420	1,090	4,210	2,840	6,370	5,000
Net savings/Savings capital, %	13	9	18	13	13	12
Deposits, SEK m	7,530	6,750	7,530	6,750	7,530	7,080
Lending, SEK m	2,330	2,230	2,330	2,230	2,330	2,300
Deposits/Lending, %	31	33	31	33	31	33
Net savings/Savings capital, %	12	9	12	9	12	10
No. accounts	205,800	146,900	205,800	146,900	205,800	165,000
No. managed accounts	6,200	1,800	6,200	1,800	6,200	4,000
No. accounts & managed accounts	212,000	148,700	212,000	148,700	212,000	169,000
No. commission notes per account and month	1.5	2.0	1.7	2.2	1.9	2.1
No. transactions per commission note	1.7	1.6	1.8	1.7	1.8	1.7
Brokerage per commission note, SEK	91	98	95	101	98	102
Average no. employees	200	170	203	164	193	178
No. employees	193	173	193	173	193	210
Equity per share, SEK	19.26	17.81	19.26	17.81	19.26	21.10
Return on equity, %	8	12	17	23	40	46
Capital adequacy ratio	1.77	2.14	1.77	2.14	1.77	1.78
Share price, SEK	92.00	127.25	92.00	127.25	92.00	135.50
Market capitalisation, SEK m	2,520	3,500	2,520	3,500	2,520	3,680

* Avanza Bank also publishes an Excel document containing its financial history. The information is provided in English and is updated quarterly.

The search path is www.avanza.se/keydata

Definitions

Operating margin: Operating profit/loss in relation to operating income.

Profit margin: Profit/loss after tax in relation to operating income.

Earnings per share: Profit/loss after tax in relation to the average number of shares during the period.

Net interest income/Savings capital: Net interest income in relation to average savings capital during the period.

Brokerage income: Brokerage income less direct costs.

Non-brokerage income: Income excluding brokerage income less direct costs.

Operating income/Savings capital: Operating income in relation to average savings capital during the period.

Deposits: Deposits, including client accounts.

Net savings/Savings capital: The period's net savings on an annual basis in relation to savings capital at the beginning of the period.

Net deposits/Savings capital: Deposits, including client accounts, minus lending, in relation to the savings capital at the end of the period.

Account: An account opened with holdings.

Brokerage per commission note: Gross brokerage income for account customers in relation to the number of commission notes excluding investment fund commission notes.

Transactions: Buying and selling transactions completed in different markets and involving different securities.

Commission note: Daily compilation of the buying and selling commissions completed by a customer and involving a specific security. A commission note may include one or more transactions. Brokerage fees are charged on the basis of the commission notes.

Equity per share: Shareholders' equity in relation to the number of ordinary shares before dilution at the end of the period.

Return on equity: Profit/loss after tax in relation to the average shareholders' equity during the period.

Capital adequacy ratio: The capital base in relation to the capital requirement.

Capital base: The financial corporate group's shareholders' equity adjusted in accordance with the Swedish Capital Adequacy and Large Exposures for Credit Institutions and Securities Companies Act. The formal capital base only includes audited results. If the profit/loss for the period has been audited, the capital base is also adjusted for the assumed dividend.

Consolidated Income Statements (SEK m)

	2008	2007	2008	2007	2007-2008	2007
	Apr-Jun	Apr-Jun	Jan-Jun	Jan-Jun	Jul-Jun	Jan-Dec
Operating income						
Commission income	96	111	201	222	427	448
Commission expenses	-17	-16	-35	-32	-69	-67
Interest income	103	73	200	136	366	302
Interest expenses	-53	-29	-99	-52	-174	-127
Net result of financial transactions	1	0	1	1	1	1
Other operating income	0	0	0	0	0	0
Total operating income	130	139	268	275	551	557
Operating expenses						
General administrative expenses	-55	-48	-108	-87	-201	-180
Depreciation of tangible and intangible fixed assets	-3	-3	-6	-5	-11	-10
Other operating expenses	-13	-15	-25	-32	-53	-59
Credit losses, net	0	0	0	-1	0	-1
Total operating expenses	-71	-66	-139	-125	-265	-250
Operating profit	59	73	129	150	286	307
Tax on profit for the period	-14	-19	-30	-40	-64	-74
Net profit/loss for the period	45	54	99	110	222	233
Earnings per share, SEK	1.67	1.98	3.65	4.01	8.14	8.51
Earnings per share after dilution, SEK	1.66	1.96	3.62	3.99	8.08	8.45
Average no. shares before dilution, thousand	27,260	27,466	27,227	27,466	27,322	27,405
Average no. shares after dilution, thousand	27,413	27,667	27,411	27,659	27,514	27,610
Outstanding no. shares before dilution, thousand	27,360	27,466	27,360	27,466	27,360	27,160
Outstanding no. shares after dilution, thousand	27,439	27,673	27,439	27,673	27,439	27,408
No. shares upon full dilution, thousand	28,965	28,309	28,965	28,309	28,965	28,376

Consolidated Balance Sheets (SEK m)

	30 Jun 2008	31 Dec 2007
Assets		
Loans to credit institutions	4,986	4,205
Loans to the public	Note 1	2,328
Shares and participations	2	1
Assets in insurance operations	10,016	7,280
Intangible fixed assets	39	34
Tangible assets	10	11
Other assets	98	589
Prepaid costs and accrued income	53	28
Total assets	17,532	14,449
Liabilities and shareholders' equity		
Deposits by the public	Note 2	6,846
Liabilities in insurance operations	10,016	7,280
Other liabilities	105	196
Accrued costs and prepaid income	38	30
Shareholders' equity	527	573
Total liabilities and shareholders' equity	17,532	14,449

Changes in the Group's shareholders' equity (SEK m)

	2008	2007	2007
	Jan-Jun	Jan-Jun	Jan-Dec
Shareholders' equity at the beginning of the period	573	489	489
Dividend	-163	-110	-110
Warrants issue	4	-	2
Exercise of warrants	14	-	-
Buyback of the company's own shares	-	-	-41
Net profit/loss for the period	99	110	233
Shareholders' equity at the end of the period	527	489	573

Consolidated Cash Flow Statements (SEK m)

	2008	2007	2008	2007
	Apr-Jun	Apr-Jun	Jan-Jun	Jan-Jun
Cash flow from operating activities	53	65	117	85
Cash flow from operating activities' assets and liabilities	213	462	819	1,319
Cash flow from investment operations	-1	-4	-9	-7
Cash flow from financial operations	-146	0	-146	-110
Cash flow for the period	119	523	781	1,287
Liquid assets at the beginning of the period*	4,867	3,644	4,205	2,880
Liquid assets at the end of the period*	4,986	4,167	4,986	4,167

* Liquid assets are defined as loans to credit institutions.

Parent Company Income Statements (SEK m)

	2008	2007
	Jan-Jun	Jan-Jun
Operating income	0	0
Operating expenses	-5	-5
Operating profit/loss	-5	-5
Profit/loss from financial investments	0	0
Tax on profit/loss for the period	1	1
Net profit/loss for the period	-4	-4

Parent Company Balance Sheets (SEK m)

	30 Jun 2008	31 Dec 2007
Assets		
Financial fixed assets	215	215
Current receivables	52	234
Liquid assets	0	0
Total assets	267	449
Shareholders' equity and liabilities		
Shareholders' equity	266	415
Current liabilities	1	34
Total shareholders' equity and liabilities	267	449

Accounting principles

The Consolidated Interim Report has been prepared in accordance with IAS 34, Interim Reporting, and with the guidelines and general advice issued by the Swedish Financial Supervisory Authority concerning the annual accounts of credit institutions and securities companies (FFFS 2006:16). The Interim Report for the Parent Company has been prepared in accordance with the provisions of the Swedish Annual Accounts Act. Accounting principles and calculation methods remain unchanged from those applied in the 2007 Annual Report.

Notes

Note 1 – Loans to the public

Loans to the public are reported after deductions for actual and anticipated credit losses. All loans, so called account credits, are secured by collateral in the form of securities.

Note 2 – Funds managed on behalf of third parties

In addition to the deposits reported in the Balance Sheet, Avanza also has, as of 30th June 2008, deposits by third parties in client fund accounts of SEK 687 million (SEK 708 million as of 31st December 2007).

Note 3 – Capital adequacy (SEK m)

	30 Jun 2008	31 Dec 2007
Capital base		
Shareholders' equity	429	411
<i>Less</i>		
Intangible fixed assets and deferred tax receivables	-36	-29
Deduction of shares and other contributions	-39	-38
Capital base, net	354	344
Capital requirement		
Capital requirement for credit risk, as per standard method	139	132
Capital requirement for trading stock risks	0	0
Capital requirement for operational risk	61	61
Total minimum capital requirement	200	193
Capital surplus	154	151
Capital adequacy ratio	1.77	1.78

The above table refers to the financial corporate group that comprises the following Group companies: Avanza Bank Holding AB, Avanza Bank AB and Avanza Fonder AB. The book value of Avanza Bank Holding AB's shares in the subsidiary company, Försäkringsaktiebolaget Avanza Pension, have been deducted from the capital base. Other companies in the Group are booked as an exposure and are, therefore, neither consolidated nor deducted from the capital base. The total capital requirement for the entire group, in accordance with applicable capital adequacy regulations and Avanza's internal capital assessment process, is SEK 312 million.

The Board of Directors and the Managing Director confirm that the Interim Report provides a true and fair view of the company's and Group's operations, financial position and results, and describes the significant risks and uncertainty factors to which the Group companies are exposed.

Stockholm, 11th July 2008

Sven Hagströmer
Chairman of the Board

Hans Bergenheim
Member of the Board

Anders Ellsell
Member of the Board

Mattias Miksche
Member of the Board

Mikael Nachemson
Member of the Board

Andreas Rosenlew
Member of the Board

Jacqueline Winberg
Member of the Board

Nicklas Storåkers
Managing Director

This report has not been subject to review by the company's auditors.

The information contained in this report comprises information that Avanza Bank Holding AB (publ.) is obliged to provide and has chosen to provide in accordance with the provisions of the Swedish Securities Market Act and the Swedish Financial Instruments Trading Act. The information has been released to the market for publication at 07.45 (CET) on 11th July 2008.

This Interim Report is published in Swedish and English. In the event of any difference between the English version and the Swedish original, the Swedish version shall prevail.

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