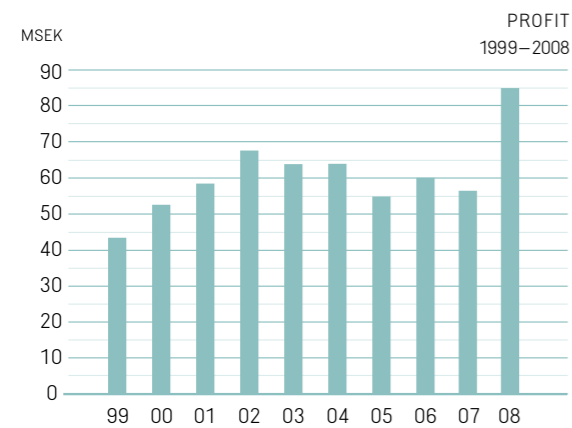


KEY FIGURES

SWEDISH SHIPS' MORTGAGE BANK	2008	2007	2006	2005	2004
Profit for the year, MSEK	85.3	57.7	60.4	55.9	63.5
Balance sheet total, MSEK	8,644.0	6,841.8	6,737.6	6,653.6	7,236.0
Reserve fund, MSEK	1,398.3	1,313.1	1,255.4	1,195.0	1,139.1
Return on average balance sheet total, per cent	1.1	0.8	0.9	0.8	1.0
Return on equity, per cent	6.3	4.5	5.1	4.9	5.9
Equity/assets ratio, per cent	16.2	19.2	17.7	18.0	15.7
Capital adequacy quotient	2.12	2.64	-	-	-
Capital adequacy ratio, per cent	-	-	20.1	21.1	18.1
Number of employees	8	8	8	8	8



FACTS ABOUT THE BANK'S OPERATIONS

The Bank's operations are governed by the Swedish Ships' Mortgage Bank Act (SFS 1980:1097).

- The Bank can finance Swedish shipping companies and foreign shipping companies with a significant Swedish influence or interest.
- The maximum loan term is 15 years.
- The loan must be paid off in full when the ship reaches the age of 20 years (unless there are special circumstances).
- Loans are to be secured by collateral in ships (or balances in or guarantee from a bank or the Swedish State).
- Loans may be granted for up to 70 per cent of the value the Bank estimates the ship to have (in special cases 80 per cent).
- Interest rates are determined individually.
- Loans may in some cases be granted for up to 90 per cent of the value of the ship according to a special ordinance. Preference is to be given to smaller shipping companies.
- Lending takes place in foreign or Swedish currency at a floating or fixed interest rate.

**SVENSKA
SKEPPSHYPOTEKS
KASSAN**

Office: Götgatan 15, Göteborg • Postal address: Box 11010, SE-404 21 Göteborg, Sweden
Phone: +46 31 63 12 50 • Fax: +46 31 15 80 85 • e-mail: loan@skeppshypotek.se
www.skeppshypotek.se

SWEDISH SHIPS' MORTGAGE BANK
SUMMARY OF THE YEAR 2008



SUMMARY 2008

81st year of operations

The following three pages are a summary of the 2008 annual report. The full annual report is available in Swedish and can be downloaded from our website.

The Swedish Ships' Mortgage Bank is a credit institution financing Swedish shipping companies or foreign shipping companies with a significant Swedish influence against ship mortgages as collateral.

The Bank disbursed loans during the year totalling SEK 1,542 million (previous year SEK 1,545 million). Loans amounting to SEK 197 million were prepaid during the same period. The total amount of loans receivable at the end of the year at current exchange rates was SEK 7,891 million (SEK 5,830 million). Higher USD and EUR exchange rates effected the loan portfolio.

Loans granted by the Board but not yet disbursed amounted to approximately SEK 200 million (SEK 200 million) at the end of the year. The loans will be disbursed during 2009 when the vessels for which the loans have been granted are delivered.

The Bank's operations produced a profit of SEK 85 million (SEK 58 million). Net interest income increased with SEK 20 million compared with 2007. The change in net interest income due to higher Swedish interest rate, increased lending and higher USD and EUR exchange rates. The profit 2007 was charged with non-recurring costs of salary and pension commitments due to a new model for calculating pension costs, IAS 19.

No credit losses have occurred. As of the balance sheet day, the Bank does not have any non-performing credits or doubtful credits, or credits with interest remission.

The profit for the year of SEK 85 million was allocated to the reserve fund, which subsequently amounts to SEK 1,398 million.

On 20 December 1994, the Swedish Parliament passed a new Act concerning capital adequacy ratios and major risk exposures of credit institutions and investment companies. Under this act, the Bank is exempt from the provisions relating to the limitation of major exposures, but remains subject to the provisions on capital adequacy.

INCOME STATEMENT

SEK	2008	2007
INTEREST INCOME		
Lending to shipping companies:		
interest	310,480,389	295,268,374
Short-term investments:		
Swedish financial institutions	617,457	259,760
interest-bearing securities	18,806,942	22,026,323
Long-term investments:		
interest-bearing securities	9,330,092	14,033,776
INTEREST COSTS	-242,713,786	-254,677,080
NET INTEREST INCOME	96,521,094	76,911,153
General administrative costs	-8,789,272	-16,590,221
Guarantee fund fee paid to the state	2,100,000	-2,100,000
Inventory depreciation	-203,689	-217,428
Other operating expenses	-176,250	-296,496
Profit allocated to the reserve fund	85,251,883	57,707,008

BALANCE SHEET

SEK	2008-12-31	2007-12-31
ASSETS		
Cash	10,000	10,000
Lending to credit institutions	96,630,792	5,721,318
Bonds and other interest-bearing securities:		
short-term investments	412,394,591	715,984,440
long-term investments	190,875,832	227,251,777
Lending to shipping companies	7,891,270,993	5,830,308,728
Tangible assets	72,359	276,048
Other receivables	743,143	933,939
Accrued interest income	48,738,401	58,192,064
Prepaid expenses and other accrued income	3,216,684	3,091,960
Total assets	8,643,952,795	6,841,770,274
LIABILITIES AND EQUITY		
Liabilities		
Liabilities to credit institutions	7,194,036,564	5,476,803,602
Accounts payable	340,459	333,635
Other liabilities	166,665	293,055
Accrued interest expenses	36,693,035	36,737,161
Deferred income and other accrued expenses	3,370,149	1,033,244
Other provisions	11,025,000	13,500,537
Equity		
Reserve fund, whereof profit for the year MSEK 85.3 (57.7)	1,398,320,923	1,313,069,040
Total liabilities and equity	8,643,952,795	6,841,770,274
GUARANTEE FUND		
Swedish State guarantee (valid until 2025-06-30)	350,000,000	350,000,000
COLLATERAL PLEDGED	none	none
CONTINGENT LIABILITIES	none	none

