

## Interim Report Q2 2014



**Q2 revenues increased by 25% compared to last year**  
Total revenues of NOK 283m vs. NOK 226m last year

**Operating costs of NOK 150m vs. NOK 144m last year**

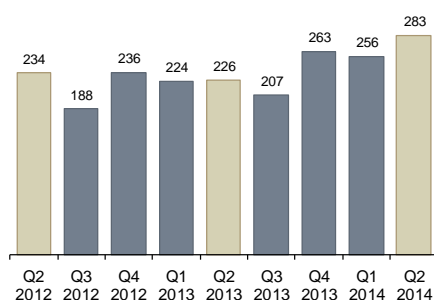
**Pre-bonus operating profit increased by 62%**  
EPS up to NOK 0.11 vs. NOK 0.07 last year

**Balance sheet remains liquid and capitalisation is robust**  
Group capital adequacy ratio of 3.3x regulatory minimum requirements

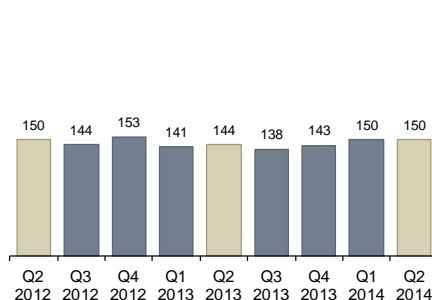
## KEY FIGURES

		Q2 2014	Q2 2013	Y-o-Y	YTD 2014	YTD 2013	Y-o-Y
Total revenues	NOKm	283	226	25%	539	450	20%
Total operating costs	NOKm	-150	-144	4%	-300	-285	5%
EBIT pre-bonus and profit to partners	NOKm	133	82	62%	239	165	45%
Bonus and profit to partners	NOKm	-68	-42	63%	-121	-84	44%
EBIT post-bonus and profit to partners	NOKm	64	40	61%	118	81	46%
EPS (basic)	NOK	0.11	0.07	57%	0.21	0.15	40%
EPS (diluted)	NOK	0.11	0.06	83%	0.19	0.14	36%
Book value per share	NOK	2.45	2.50	-2%	2.45	2.50	-2%
Headcount (period end)	#	251	248	1%	251	248	1%
Headcount (average)	#	252	253	0%	252	256	-2%
Revenues per head (average)	NOKm	1.12	0.89	26%	2.14	1.76	22%
Operating costs per head (average)	NOKm	-0.60	-0.57	5%	-1.19	-1.11	7%
Op. cost (pre-bonus) / Revenues	%	53.1%	63.6%		55.6%	63.4%	
Total compensation / Revenues	%	54.5%	56.3%		54.7%	56.5%	
EBIT margin %	%	22.8%	17.8%		22.0%	18.0%	

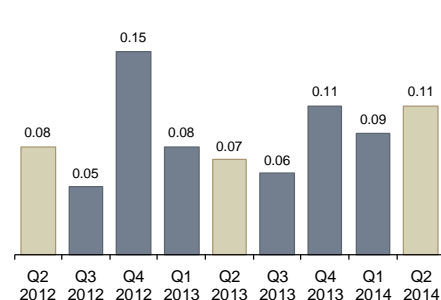
**Total revenues (NOKm)**



**Total operating costs (NOKm)**



**EPS (basic) (NOK)**



## COMMENTS FROM THE CEO

The global macro environment remained stable during the second quarter. US GDP was weak in Q1, due to bad weather and lower healthcare costs, but we expect to see growth pick up from Q2 and onwards. Europe continues, albeit slowly, on its path to recovery, and there are also clear signs of more stability in China. On the negative side, Japan's economic growth is suffering a temporary setback following the increase in consumer tax, and geopolitical risk has increased following recent events in Iraq and Ukraine.

Nordic equity markets continued to perform satisfactorily in Q2. The strongest market was Norway, with a total return of 9.9%, while the other Nordic markets returned 3-5%. This performance was driven by a mix of lower government bond yields, lower equity risk premiums (in the case of Denmark and Norway) and slightly improved expectations for earnings. As bond yields in general continue to decline, there are signs of income driven investors switching out of bonds into equities with high and stable dividend yields.

We are pleased to report that our Q2 revenues increased by 25% compared to Q2 last year. We observed improvements in most of the firm's business areas, while at the same time maintaining our cost focus and control. Our goals of diversifying revenue streams both product wise and geographically are progressing well, but there is still room for continued growth based on our competitive position and strong competence base.

Revenues from our Markets division increased by 18% y-o-y with secondary equity commissions continuing to increase on the back of market activity increasing and improvements in our rankings.

During 2014, ABGSC has further strengthened its track record within debt capital markets and fixed income, and accordingly we have increased our market share of the Scandinavian fixed income and credit markets. So far this year, we have successfully completed 15 bond issues with aggregated proceeds of close to NOK 7,000m. Correspondingly, ABGSC has over the last 18 months contributed to raising more than NOK 16,600m of debt for a broad range of corporate issuers. Twenty of these transactions have been managed with ABGSC as the sole manager, providing firm evidence that over the last few years we have established a strong distribution platform and competitive offering within the corporate bond market. The revenues related to our fixed income and debt capital markets operations are currently growing faster than the firm average, and thus contributing to a better balanced and more diversified revenue base.

The overall sentiment for M&A transactions continued to be somewhat muted during Q2, but finally appears to be picking up some steam. Having been advisor in more than 15 M&A transactions so far this year, ABGSC seems to have cemented a leading position in this area. Furthermore, the window for launching new companies to the market is open with 19 completed IPOs in the Nordic market as at the end of Q2. ABGSC has managed four IPOs so far this year and we have a solid pipeline for the remainder of the year.

For the second year in a row, ABGSC was voted "Best Nordic broker" in the annual Thomson Reuters Extel survey, in which both local and international investors participate. ABGSC won two out of the four Nordic 'grand slam' titles; 'Best Sales Team' and 'Best Research Team', and we are now ranked number two on Sales Trading and Corporate Access. The top-ranking was at an even greater margin than in 2013 and reflects the strength of ABGSC's equity sales and research platform which combines a strong local foothold with superior global distribution.

*Knut Brundtland, CEO*

**MARKETS DIVISION**

The Markets division consists of all secondary sales and trading activities. With offices in Oslo, Stockholm, Gothenburg, Copenhagen, London, Frankfurt and New York, we offer a powerful, integrated platform for the global delivery of financial services such as brokerage, trading and execution of equities, convertible bonds, bonds, derivatives, structured products and FX.

Revenues in the Markets division primarily comprise secondary commissions on client trades, sales fees from primary ECM and DCM corporate transactions and profits/losses from proprietary trading. During a year, secondary commissions tend to follow a seasonal pattern with slightly lower activity during holiday periods.

*Key figures and comments*

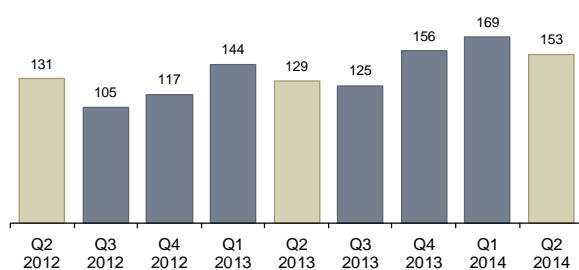
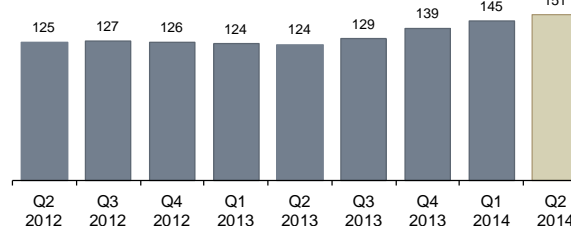
NOKm	Q2 2014	Q2 2013	Y-o-Y	YTD 2014	YTD 2013	Y-o-Y
Equities	124	97	27%	248	211	18%
Non-Equities (Fixed Income, CB & FX)	29	32	-9%	73	62	17%
<b>Revenues</b>	<b>153</b>	<b>129</b>	<b>18%</b>	<b>321</b>	<b>273</b>	<b>18%</b>
Revenues - 4 quarter rolling avg.	151	124	22%	295	248	19%

NOKm	Q2 2014	Q2 2013	Y-o-Y	YTD 2014	YTD 2013	Y-o-Y
Total revenues	153	129	18%	321	273	18%
Total operating costs	-102	-97	5%	-208	-196	6%
<b>EBIT pre-bonus and profit to partners</b>	<b>51</b>	<b>32</b>	<b>58%</b>	<b>114</b>	<b>77</b>	<b>47%</b>
Headcount (period end)	81	87	-7%	81	87	-7%
Headcount (average)	82	90	-9%	82	91	-10%

Revenues per head (average)	1.87	1.43	31%	3.92	2.99	31%
Operating costs per head (average)	-1.25	-1.08	16%	-2.53	-2.14	18%

**Revenues (NOKm)**

**Revenues - 4 quarter rolling avg. (NOKm)**


Revenues from Markets increased by 18% from NOK 129m last year to NOK 153m for Q2 2014. The y-o-y increase in revenues was driven by growth in the Equities segment (+27% y-o-y) while revenues from the Non-Equities segment declined in the quarter (-9% y-o-y). The positive equity commission trend observed in recent quarters has continued throughout Q2. Secondary equity commissions improved y-o-y and the fixed income deal flow was strong during the quarter. Sentiment for convertible bonds, however, has been weak in a market with low reference interest rates and low volatility in equities.

In addition to the previously mentioned top ranking in Extel, ABGSC was ranked number two on Research in the annual Swedish Financial Hearings survey.

The average headcount in Markets was 82, down 9% y-o-y with average revenue per head up 31%. EBIT before bonus is up from NOK 32m to NOK 51m compared with the same period last year.

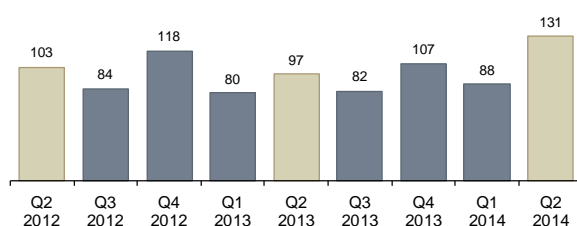
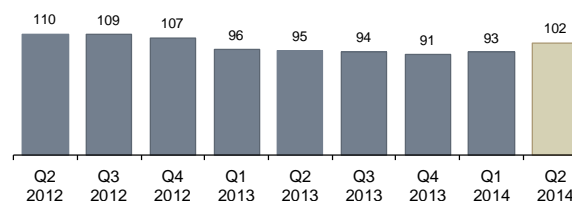
**INVESTMENT BANKING DIVISION**

The Investment Banking division comprises all primary operations and corporate advisory services. We combine superior industry knowledge within the most important sectors in the Nordic markets, with extensive transaction experience within ECM, DCM, M&A and financial restructuring.

Revenues within the Investment Banking division are mainly transaction fees which to a large extent are based on a successful completion of the respective transactions.

*Key figures and comments*

NOKm	Q2 2014	Q2 2013	Y-o-Y	YTD 2014	YTD 2013	Y-o-Y
Total revenues	131	97	35%	219	176	24%
Total operating costs	-48	-47	3%	-92	-89	3%
<b>EBIT pre-bonus and profit to partners</b>	<b>83</b>	<b>50</b>	<b>66%</b>	<b>127</b>	<b>87</b>	<b>45%</b>
Headcount (period end)	62	53	17%	62	53	17%
Headcount (average)	62	55	13%	62	56	11%
Revenues per head (average)	2.11	1.76	20%	3.52	3.17	11%
Operating costs per head (average)	-0.77	-0.85	-9%	-1.48	-1.60	-8%

**Revenues (NOKm)**

**Revenues - 4 quarter rolling avg. (NOKm)**


Net Investment Banking revenues totalled NOK 131m in Q2 2014, up 35% from Q2 2013. During the quarter, ABGSC managed several DCM and ECM transactions, including three IPOs. In addition, ABGSC advised in ten announced or completed M&A transactions. The business mix was well diversified with transactions across a broad range of industries and with solid contributions from all locations.

The average headcount for Investment Banking was 62, up 13% y-o-y and average revenue per head was up 20%. EBIT before bonus is up from NOK 50m to NOK 83m when comparing to the same period last year.

**Selected announced transactions**

Completed ECM transactions included the SEK 690m IPO of D. Carnegie, a real estate company focusing on residential properties in the Stockholm region situated outside the city centre and the NOK 214m IPO of Zalaris, a cloud-based HR and payroll service provider. A number of placings were completed in Q2 including a NOK 800m private placement for software developer Opera Software, a NOK 250m private placement for Nordic Nanovector, a clinical stage biotech company focusing on targeted anticancer radio-immunotherapeutics, and a SEK 1,073m secondary placement of shares in Atrium Ljungberg for Konsumentförening Stockholm, Atrium Ljungberg and the Ljungberg family.

Several bond issues were completed in the quarter including a NOK 750m senior secured bond for the salmonid aquaculture company Cermaq, a NOK 400m senior unsecured bond issue for Norwegian Air Shuttle, a EUR 80m senior secured bond issue for solar energy company Etrion Corporation, a NOK 650m senior secured bond issue for IT consultancy Crayon and a SEK 400m senior unsecured bond issue for Corem Property Group. Also in Q2, we completed a SEK 350m senior secured bond issue for Telecare Service, a leading Danish supplier of repair and service of mobile phones, in connection with the merger with two of the company's largest competitors, Delta Services in Norway and Optima in Finland. ABGSC acted as exclusive M&A advisor in connection with the merger.

During the quarter, Visma, the leading provider of business management software and services in the Nordic region, announced that it will expand its shareholder base. European private equity firm, Cinven, joined HgCapital and KKR as a joint shareholder in the transaction in which ABGSC advised HgCapital, KKR and the management shareholders of Visma. The transaction is the largest sponsor transaction ever in the Norwegian market. Also, the sale of Nordics and Baltics focused salted snacks manufacturer, Estrella Maarud, to Intersnack Group, a pan-European salted snack manufacturer, was completed during the quarter. ABGSC advised the seller, Herkules Private Equity, in the transaction. During the quarter, the acquisition of Scandinavian Air Ambulance by Investindustrial, KKR and Avincis Group was completed, where ABGSC acted as financial advisor to the acquirer. In Denmark the merger of Topotarget and BioAlliance was approved by an EGM, where ABGSC acted as exclusive financial advisor to Topotarget, creating a leading biopharmaceutical company specialising in “orphan” cancers treatment.

## FINANCIAL STATEMENTS

### *Financial review*

ABGSC did well in an improving market with total Q2 revenues up 25% to NOK 283m vs. NOK 226m in Q2 last year. For the first six months, revenues were NOK 539m compared to NOK 450m for the same period last year.

Operating costs increased by 4% from NOK 144m to NOK 150m compared to Q2 last year, with the y-o-y weakening of the Norwegian krone being the main explanation for the net increase.

Allocation to bonuses and profit sharing for the employees and partners amounted to NOK 68m in Q2 compared to NOK 42m last year. The aggregated figures for the first six months were NOK 121m this year and NOK 84m last year.

Net financial income was NOK 7m in Q2, same as last year. Pre-tax profit was NOK 71m in Q2. The tax charge was NOK 19m. Net profit was NOK 52m in the quarter vs. NOK 30m last year.

Basic earnings per share (EPS) was NOK 0.11 for Q2, compared to NOK 0.07 in same period last year. The corresponding figures for the first six months were NOK 0.21 and NOK 0.15, respectively.

The balance sheet remains very strong and liquid with a significant portion of the asset base being bank deposits and short-term receivables. The Group's capital adequacy ratio as at 30 June 2014 was 26% (3.3x the regulatory requirement).

**Condensed consolidated income statement (unaudited)**

NOKm	Q2 2014	Q2 2013	YTD 2014	YTD 2013	2013
Brokerage revenues	133.6	119.4	269.2	241.4	485.1
Corporate Finance revenues	149.1	106.4	269.9	208.3	433.8
<b>Total revenues</b>	<b>282.7</b>	<b>225.8</b>	<b>539.1</b>	<b>449.7</b>	<b>918.9</b>
Personnel costs	-85.8	-85.0	-174.3	-170.5	-346.7
Other operating costs	-61.4	-55.5	-119.8	-108.0	-205.9
Depreciation	-2.8	-3.2	-5.8	-6.5	-13.3
<b>Total operating costs</b>	<b>-150.1</b>	<b>-143.7</b>	<b>-299.9</b>	<b>-285.0</b>	<b>-565.8</b>
<b>EBIT pre-bonus and profit to partners</b>	<b>132.6</b>	<b>82.1</b>	<b>239.2</b>	<b>164.7</b>	<b>353.1</b>
Bonus and profit to partners	-68.3	-42.0	-120.8	-83.6	-178.0
<b>EBIT post-bonus and profit to partners</b>	<b>64.4</b>	<b>40.1</b>	<b>118.5</b>	<b>81.1</b>	<b>175.1</b>
Net financial result	6.9	6.6	9.9	12.2	20.9
<b>Earnings before tax</b>	<b>71.2</b>	<b>46.7</b>	<b>128.4</b>	<b>93.3</b>	<b>196.0</b>
Taxes	-19.2	-17.1	-35.9	-28.2	-57.9
<b>Net earnings for the period</b>	<b>52.0</b>	<b>29.6</b>	<b>92.5</b>	<b>65.1</b>	<b>138.1</b>

**Condensed other comprehensive income**

NOKm	Q2 2014	Q2 2013	YTD 2014	YTD 2013	2013
<b>Net earnings for the period</b>	<b>52.0</b>	<b>29.6</b>	<b>92.5</b>	<b>65.1</b>	<b>138.1</b>
<b>Items that may be reclassified to profit or loss</b>					
Exchange differences on translating foreign operations	11.4	10.7	5.4	18.0	37.5
Hedging of investment in foreign subsidiaries	-10.6	-8.5	-5.5	-15.4	-37.0
Income tax relating to items that may be reclassified	2.9	2.4	1.5	4.3	10.3
<b>Items that will not be reclassified to profit or loss</b>					
Remeasurement of pension liability	0.0	0.0	0.0	0.0	-12.2
Income tax relating to items not reclassified	0.0	0.0	0.0	0.0	3.3
Total other comprehensive income	<b>3.6</b>	<b>4.6</b>	<b>1.4</b>	<b>6.9</b>	<b>1.9</b>
<b>Total comprehensive income for the period</b>	<b>55.6</b>	<b>34.1</b>	<b>93.9</b>	<b>72.0</b>	<b>140.0</b>



**Condensed consolidated balance sheet (unaudited)**

NOKm	30/06/2014	30/06/2013	31/12/2013	
Total intangible assets	70.9	63.0	69.2	
Plant and equipment	23.5	28.4	28.3	
Financial non-current assets	67.7	27.4	73.4	
<b>Total non-current assets</b>	<b>162.2</b>	<b>118.7</b>	<b>170.9</b>	
Receivables	3,101.5	1,985.6	2,030.4	
Investments	332.3	568.8	218.6	
Cash and bank deposits	1,000.4	896.1	980.8	
<b>Total current assets</b>	<b>4,434.2</b>	<b>3,450.5</b>	<b>3,229.8</b>	
<b>Total assets</b>	<b>4,596.3</b>	<b>3,569.3</b>	<b>3,400.8</b>	
Paid-in capital	260.2	212.6	206.2	
Retained earnings	862.1	891.5	989.6	
<b>Total equity</b>	<b>1,122.3</b>	<b>1,104.1</b>	<b>1,195.8</b>	
Other long-term liabilities	24.1	17.1	23.5	
Short-term interest bearing liabilities	134.5	385.5	34.3	
Other short-term liabilities	3,315.5	2,062.5	2,147.1	
<b>Total liabilities</b>	<b>3,474.1</b>	<b>2,465.1</b>	<b>2,205.0</b>	
<b>Total equity and liabilities</b>	<b>4,596.3</b>	<b>3,569.3</b>	<b>3,400.8</b>	

**Condensed statement of changes in equity**

NOKm	Q2 2014	Q2 2013	YTD 2014	YTD 2013	2013
<b>Shareholders equity - opening balance</b>	<b>1,248.5</b>	<b>1,233.4</b>	<b>1,195.8</b>	<b>1,189.6</b>	<b>1,189.6</b>
Comprehensive income for the period	55.6	34.1	93.9	72.0	140.0
Payment to shareholders	-223.9	-214.4	-223.9	-214.4	-214.4
New issuing of shares	41.6	50.3	54.0	50.3	62.0
Change in own shares	0.4	0.7	2.6	6.6	19.5
Other	0.0	0.0	0.0	0.0	-0.9
<b>Shareholders equity - closing balance</b>	<b>1,122.3</b>	<b>1,104.1</b>	<b>1,122.3</b>	<b>1,104.1</b>	<b>1,195.8</b>

**Condensed consolidated cash flow statement**

NOKm	Q2 2014	Q2 2013	YTD 2014	YTD 2013	2013
<b>Cash and cash equivalents - opening balance</b>	<b>952.3</b>	<b>912.0</b>	<b>980.8</b>	<b>838.3</b>	<b>838.3</b>
Net cash flow from operating activities	278.0	296.9	261.2	182.8	230.2
Net cash flow from investing activities	-47.3	-288.4	-174.1	-290.8	72.6
Net cash flow from financing activities	-182.6	-24.5	-67.6	165.8	-160.3
<b>Net change in cash and cash equivalents</b>	<b>48.1</b>	<b>-15.9</b>	<b>19.6</b>	<b>57.8</b>	<b>142.5</b>
<b>Cash and cash equivalents - closing balance</b>	<b>1,000.4</b>	<b>896.1</b>	<b>1,000.4</b>	<b>896.1</b>	<b>980.8</b>

## *Notes*

### *1) Accounting principles*

The quarterly report is prepared in accordance with IAS 34 Interim Financial Reporting and International Financial Reporting Standards (IFRS) published by the International Accounting Standards Board (IASB) and all interpretations from the Financial Reporting Interpretations Committee (IFRIC), which have been endorsed by the EU commission for adoption within the EU. The quarterly report is prepared using the same principles as those used for the 2013 annual report. The quarterly report is unaudited.

### *2) Judgments, estimates and assumptions*

The preparation of condensed consolidated interim financial statements in accordance with IFRS and applying the chosen accounting policies requires management to make judgments, estimates and assumptions that affect the reported amounts of assets, liabilities, income and expenses. The estimates and associated assumptions are based on historical experience and various other factors that are believed to be reasonable under the circumstances. Actual results may differ from these estimates. The estimates and underlying assumptions are reviewed on a continuous basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised if the revision affects only that period, or in the period of the revision and future periods if the revision affects both current and future periods. When preparing these condensed consolidated interim financial statements, the significant judgments made by management in applying the Group's accounting policies and the key sources of estimation uncertainty, were the same as those that applied to the consolidated financial statements as of the period ended 31 December 2013.

### *3) Risk and uncertainty*

As described in ABGSC's 2013 annual report, ABGSC's total risk exposure is analysed and evaluated at the group level. Risk evaluations are integrated in all business activities both at the group and business unit levels, increasing ABGSC's ability to take advantage of business opportunities. There has not been any significant change in the risk exposures or the risks and uncertainties described in the 2013 annual report.

### *4) Related parties*

There have not been any changes or transactions with any related parties that significantly impact the Group's financial position or result for the period.

**5) Segment information**

ABGSC's two business segments are Markets and Investment Banking. The management system is matrix-based, where revenues and expenses are recorded by both business segment and geographical markets. Assets and liabilities except from items subject to direct allocation, and equity and cash flow are recorded by geographical markets. Bonus and profit sharing, financial results and income taxes are all treated as unallocated items in the internal reporting.

<b>Markets</b>		<b>Q2 2014</b>	<b>Q2 2013</b>	<b>YTD 2014</b>	<b>YTD 2013</b>
Revenues - external	NOKm	113	112	248	231
Revenues - allocated to/from other operating segments	NOKm	40	17	74	43
<b>Total revenues</b>	<b>NOKm</b>	<b>153</b>	<b>129</b>	<b>321</b>	<b>273</b>
Total operating costs	NOKm	102	97	208	196
<b>EBIT pre-bonus and profit to partners</b>	<b>NOKm</b>	<b>51</b>	<b>32</b>	<b>114</b>	<b>77</b>
<b>Investment Banking</b>		<b>Q2 2014</b>	<b>Q2 2013</b>	<b>YTD 2014</b>	<b>YTD 2013</b>
Revenues - external	NOKm	171	113	293	219
Revenues - allocated to/from other operating segments	NOKm	-40	-17	-74	-43
<b>Total revenues</b>	<b>NOKm</b>	<b>131</b>	<b>97</b>	<b>219</b>	<b>176</b>
Total operating costs	NOKm	48	47	92	89
<b>EBIT pre-bonus and profit to partners</b>	<b>NOKm</b>	<b>83</b>	<b>50</b>	<b>127</b>	<b>87</b>
<b>Total assets</b>				<b>30/06/14</b>	<b>30/06/13</b>
Markets	NOKm			3,985	2,350
Investment Banking	NOKm			101	104
Unallocated	NOKm			510	1,115
<b>Total</b>	<b>NOKm</b>			<b>4,596</b>	<b>3,569</b>
<b>Total liabilities</b>				<b>30/06/14</b>	<b>30/06/13</b>
Markets	NOKm			3,096	1,858
Investment Banking	NOKm			55	54
Unallocated	NOKm			323	553
<b>Total</b>	<b>NOKm</b>			<b>3,474</b>	<b>2,465</b>
<b>Operating revenues from external customers by geographical segments</b>		<b>Q2 2014</b>	<b>Q2 2013</b>	<b>YTD 2014</b>	<b>YTD 2013</b>
Norway	NOKm	122	111	219	215
Sweden	NOKm	86	60	163	119
Other Europe	NOKm	59	41	124	90
US	NOKm	16	13	33	27
<b>Total</b>	<b>NOKm</b>	<b>283</b>	<b>226</b>	<b>539</b>	<b>450</b>

**SHAREHOLDER MATTERS**
*Number of shares*

Several partners in the firm have, as part of the partner share incentive programme, entered into forward contracts for the future delivery of shares. Under the programme, new and certain existing partners are given the opportunity to acquire restricted partner shares at a 15% discount (reflecting the restrictions imposed on partner shares).

The settlement price is based on the 30 days volume weighted average market price for shares at the initial contract date. The final settlement price will be adjusted to reflect any distribution to shareholders paid prior to settlement. The interest element in the forward contract will also lead to an adjustment of the settlement price in cases where the contract is settled prior to original expiry date.

The forward contracts have settlement in the period 2015 to 2017.

		Q2 2013	Q3 2013	Q4 2013	Q1 2014	Q2 2014
<b>Shares outstanding (period end)</b>	<b>(1,000)</b>	<b>441,482</b>	<b>441,482</b>	<b>444,506</b>	<b>447,865</b>	<b>457,879</b>
- Treasury shares (period end)	(1,000)	2,950	2,748	552	422	322
+ Forward contracts outstanding (period end)	(1,000)	54,218	53,239	48,818	54,778	45,714
<b>Diluted shares (period end)</b>	<b>(1,000)</b>	<b>492,749</b>	<b>491,973</b>	<b>492,773</b>	<b>502,221</b>	<b>503,271</b>
<b>Shares outstanding (average)</b>	<b>(1,000)</b>	<b>434,932</b>	<b>441,482</b>	<b>442,599</b>	<b>445,832</b>	<b>452,263</b>
- Treasury shares (average)	(1,000)	2,651	3,082	830	681	331
+ Forward contracts outstanding (average)	(1,000)	61,371	54,109	50,764	50,730	50,693
<b>Diluted shares (average)</b>	<b>(1,000)</b>	<b>493,652</b>	<b>492,509</b>	<b>492,534</b>	<b>495,881</b>	<b>502,624</b>

ABGSC sold during the quarter 100,000 treasury shares to a partner as settlement of a forward contract previously entered into. In addition, ABGSC sold 1,050,000 shares on forward contracts to new partners joining ABGSC during the quarter.

ABGSC issued 10,014,604 new shares during the quarter. The shares were issued as part of settlement of forward contracts previously entered into.

ABGSC did not purchase any shares during the quarter.

*Shareholder structure*

<b>Shares held by Directors and staff</b>	Q2 2013	Q3 2013	Q4 2013	Q1 2014	Q2 2014
Shares held by Directors and Staff / Shares outstanding	26%	26%	25%	24%	24%
Shares and fwd contracts held by Directors and Staff / Diluted shares	35%	34%	33%	33%	31%

<b>Shareholders by country (shares outstanding)</b>	Q2 2013	Q3 2013	Q4 2013	Q1 2014	Q2 2014
Norway	72%	64%	62%	62%	61%
Great Britain	9%	16%	18%	17%	16%
USA	10%	11%	11%	11%	12%
Sweden	5%	5%	5%	4%	5%
Other	5%	5%	5%	5%	6%

## Largest shareholders

20 largest shareholders registered in VPS as of 30 June 2014:

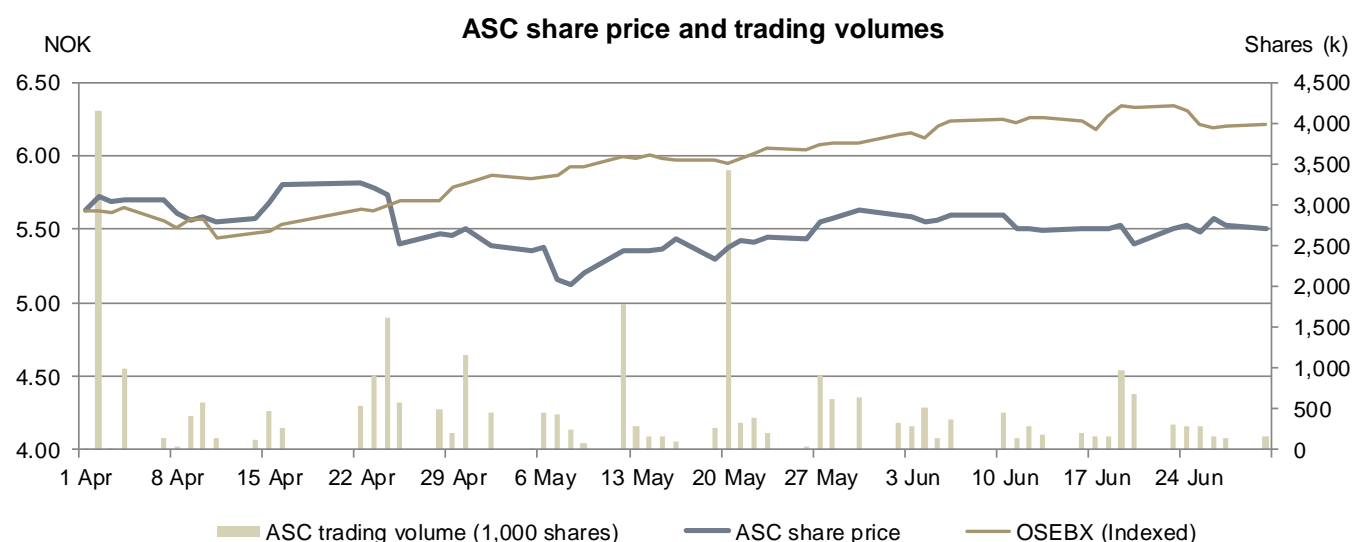
Shareholder	Number of shares	%
J.P. Morgan Luxembourg (nominee)	45,200,980	9.9%
Sanden A/S *	38,399,100	8.4%
Ferd AS	35,790,102	7.8%
Perestroika AS	30,000,000	6.6%
The Bank of New York Mellon	8,386,016	1.8%
Erling Neby	8,000,000	1.7%
The Bank of New York Mellon (nominee)	7,299,951	1.6%
State Street Bank (nominee)	6,866,695	1.5%
Stenshagen Invest AS	6,820,691	1.5%
Goldman Sachs & Co (nominee)	5,410,256	1.2%
Amphytron Invest AS	4,670,744	1.0%
DNB Bank ASA	4,578,581	1.0%
State Street Bank (nominee)	4,311,003	0.9%
Paul Sisson	4,280,000	0.9%
Peter Schofield	4,258,000	0.9%
Millenium AS	3,800,000	0.8%
Madra Invest AS	3,742,231	0.8%
UBS AG (nominee)	3,696,225	0.8%
KLP Aksje Norge Indeks	3,616,586	0.8%
Skandinaviska Enskilda Banken (nominee)	3,526,898	0.8%
<b>Total top 20</b>	<b>232,654,059</b>	<b>50.8%</b>
Other	225,225,336	49.2%
<b>Total</b>	<b>457,879,395</b>	<b>100.0%</b>

\* Jan Petter Collier, who is a board member in ABG Sundal Collier Holding ASA, and family own a total of 40,000,000 shares including shares owned by Sanden AS.

An updated list of the 20 largest shareholders can be found under the Investor Relations section on the ABGSC web site ([www.abgsc.com](http://www.abgsc.com)).

## Share price development

The ABG Sundal Collier Holding ASA share is listed on the Oslo Stock Exchange with the ticker symbol "ASC".



The daily average traded volume during the quarter was 513k shares. The closing share price as of 31 March 2014 was NOK 5.70 and NOK 5.50 as of 30 June 2014. The highest closing share price observed during the period was NOK 5.82 and the lowest was NOK 5.12. The share traded ex the NOK 0.50 dividend to shareholders from 25 April 2014.

On 20 May 2014, ABGSC announced a placement of 3,318,300 shares from partners in the firm to institutional investors and a board member. The shares were sold at a price of NOK 5.43 per share.

## *Policy for distribution to shareholders*

The Board is committed to return excess capital to shareholders through stable cash distribution and buy-backs of shares over time. Excess capital will be evaluated on a continuous basis, taking into consideration among other market conditions, regulatory requirements, counterparty and market perceptions and the nature of our business.

The Board currently has a mandate from the shareholders to acquire a number of ASC shares corresponding to approximately 10% of the share capital. The one year mandate is valid until the end of June 2015.

## *Financial calendar*

ABGSC has approved the financial calendar for the accounting year 2014:

- 16 October 2014, Earnings release Q3 2014
- 12 February 2015, Earnings release Q4 / preliminary full year figures 2014

**SUPPLEMENTARY INFORMATION**
*Historical figures – nine quarters*

<b>Income statement</b>		<b>Q2 2012</b>	<b>Q3 2012</b>	<b>Q4 2012</b>	<b>Q1 2013</b>	<b>Q2 2013</b>	<b>Q3 2013</b>	<b>Q4 2013</b>	<b>Q1 2014</b>	<b>Q2 2014</b>
Total revenues	NOKm	234	188	236	224	226	207	263	256	283
Total operating costs	NOKm	-150	-144	-153	-141	-144	-138	-143	-150	-150
<b>EBIT pre-bonus and profit to partners</b>	<b>NOKm</b>	<b>84</b>	<b>45</b>	<b>83</b>	<b>83</b>	<b>82</b>	<b>69</b>	<b>120</b>	<b>107</b>	<b>133</b>
Bonus and profit to partners	NOKm	-39	-21	-73	-42	-42	-34	-60	-52	-68
<b>EBIT post-bonus and profit to partners</b>	<b>NOKm</b>	<b>45</b>	<b>24</b>	<b>10</b>	<b>41</b>	<b>40</b>	<b>34</b>	<b>60</b>	<b>54</b>	<b>64</b>
Net financial result	NOKm	4	4	58	6	7	4	5	3	7
<b>Earnings before tax</b>	<b>NOKm</b>	<b>48</b>	<b>28</b>	<b>68</b>	<b>47</b>	<b>47</b>	<b>38</b>	<b>64</b>	<b>57</b>	<b>71</b>
Taxes	NOKm	-14	-8	-5	-11	-17	-12	-18	-17	-19
<b>Net earnings for the period</b>	<b>NOKm</b>	<b>34</b>	<b>19</b>	<b>63</b>	<b>36</b>	<b>30</b>	<b>26</b>	<b>47</b>	<b>40</b>	<b>52</b>

<b>Balance sheet</b>		<b>Q2 2012</b>	<b>Q3 2012</b>	<b>Q4 2012</b>	<b>Q1 2013</b>	<b>Q2 2013</b>	<b>Q3 2013</b>	<b>Q4 2013</b>	<b>Q1 2014</b>	<b>Q2 2014</b>
<b>Total non-current assets</b>	<b>NOKm</b>	<b>120</b>	<b>118</b>	<b>125</b>	<b>135</b>	<b>119</b>	<b>120</b>	<b>171</b>	<b>166</b>	<b>162</b>
Receivables	NOKm	1,371	1,747	1,047	2,197	1,986	3,633	2,030	3,219	3,101
Investments	NOKm	242	197	278	274	569	410	219	280	332
Cash and bank deposits	NOKm	1,013	1,024	838	912	896	993	981	952	1,000
<b>Total current assets</b>	<b>NOKm</b>	<b>2,626</b>	<b>2,969</b>	<b>2,164</b>	<b>3,383</b>	<b>3,451</b>	<b>5,037</b>	<b>3,230</b>	<b>4,451</b>	<b>4,434</b>
<b>Total assets</b>	<b>NOKm</b>	<b>2,746</b>	<b>3,087</b>	<b>2,288</b>	<b>3,517</b>	<b>3,569</b>	<b>5,157</b>	<b>3,401</b>	<b>4,618</b>	<b>4,596</b>
<b>Total equity</b>	<b>NOKm</b>	<b>1,102</b>	<b>1,112</b>	<b>1,190</b>	<b>1,233</b>	<b>1,104</b>	<b>1,135</b>	<b>1,196</b>	<b>1,249</b>	<b>1,122</b>
Long-term interest bearing liabilities	NOKm	0	0	0	0	0	0	0	0	0
Other long-term liabilities	NOKm	30	33	16	13	17	16	24	22	24
Short-term interest bearing liabilities	NOKm	303	253	62	246	386	334	34	135	135
Other short-term liabilities	NOKm	1,311	1,689	1,021	2,024	2,063	3,671	2,147	3,211	3,315
<b>Total liabilities</b>	<b>NOKm</b>	<b>1,644</b>	<b>1,975</b>	<b>1,099</b>	<b>2,284</b>	<b>2,465</b>	<b>4,022</b>	<b>2,205</b>	<b>3,369</b>	<b>3,474</b>
<b>Total equity and liabilities</b>	<b>NOKm</b>	<b>2,746</b>	<b>3,087</b>	<b>2,288</b>	<b>3,517</b>	<b>3,569</b>	<b>5,157</b>	<b>3,401</b>	<b>4,618</b>	<b>4,596</b>

<b>Revenue split</b>		<b>Q2 2012</b>	<b>Q3 2012</b>	<b>Q4 2012</b>	<b>Q1 2013</b>	<b>Q2 2013</b>	<b>Q3 2013</b>	<b>Q4 2013</b>	<b>Q1 2014</b>	<b>Q2 2014</b>
Equities	NOKm	84	84	99	114	97	97	120	124	124
Non-Equities (Fixed Income, CB & FX)	NOKm	47	21	18	31	32	28	36	44	29
<b>Markets</b>	<b>NOKm</b>	<b>131</b>	<b>105</b>	<b>117</b>	<b>144</b>	<b>129</b>	<b>125</b>	<b>156</b>	<b>169</b>	<b>153</b>
<b>Investment Banking</b>	<b>NOKm</b>	<b>103</b>	<b>84</b>	<b>118</b>	<b>80</b>	<b>97</b>	<b>82</b>	<b>107</b>	<b>88</b>	<b>131</b>
<b>Revenues</b>	<b>NOKm</b>	<b>234</b>	<b>189</b>	<b>235</b>	<b>224</b>	<b>226</b>	<b>207</b>	<b>263</b>	<b>256</b>	<b>284</b>

<b>Key figures</b>		<b>Q2 2012</b>	<b>Q3 2012</b>	<b>Q4 2012</b>	<b>Q1 2013</b>	<b>Q2 2013</b>	<b>Q3 2013</b>	<b>Q4 2013</b>	<b>Q1 2014</b>	<b>Q2 2014</b>
Headcount (period end)	#	265	270	257	251	248	250	248	250	251
<b>Headcount (average)</b>	<b>#</b>	<b>276</b>	<b>269</b>	<b>274</b>	<b>255</b>	<b>253</b>	<b>250</b>	<b>253</b>	<b>252</b>	<b>252</b>
Revenues per head (average)	NOKm	0.85	0.70	0.86	0.88	0.89	0.83	1.04	1.02	1.12
Operating costs per head (average)	NOKm	-0.54	-0.53	-0.56	-0.55	-0.57	-0.55	-0.56	-0.59	-0.60
Op. cost (pre-bonus) / Revenues	%	64%	76%	65%	63%	64%	67%	54%	58%	53%
Total compensation / Revenues	%	55%	57%	72%	57%	56%	56%	59%	55%	55%
EBIT margin %	%	19%	13%	4%	18%	18%	17%	23%	21%	23%

<b>Shares outstanding (period end)</b>	<b>(1,000)</b>	<b>428,872</b>	<b>428,872</b>	<b>428,872</b>	<b>428,872</b>	<b>441,482</b>	<b>441,482</b>	<b>444,506</b>	<b>447,865</b>	<b>457,879</b>
Treasury shares (period end)	(1,000)	-2,183	-4,142	-4,132	-2,814	-2,950	-2,748	-552	-422	-322
Forward contracts outstanding (period end)	(1,000)	53,257	58,157	56,612	67,210	54,218	53,239	48,818	54,778	45,714
<b>Diluted shares (period end)</b>	<b>(1,000)</b>	<b>479,946</b>	<b>482,887</b>	<b>481,352</b>	<b>493,268</b>	<b>492,749</b>	<b>491,973</b>	<b>492,773</b>	<b>502,221</b>	<b>503,271</b>
Earnings per share (basic)	NOK	0.08	0.05	0.15	0.08	0.07	0.06	0.11	0.09	0.11
<b>Earnings per share (diluted)</b>	<b>NOK</b>	<b>0.08</b>	<b>0.05</b>	<b>0.14</b>	<b>0.08</b>	<b>0.06</b>	<b>0.06</b>	<b>0.10</b>	<b>0.08</b>	<b>0.11</b>
Book value per share (basic)	NOK	2.57	2.60	2.78	2.88	2.50	2.58	2.69	2.79	2.45
Book value per share (diluted)	NOK	2.86	2.84	3.03	3.04	2.69	2.76	2.85	2.98	2.57
<b>Total capital adequacy ratio</b>	<b>%</b>	<b>23%</b>	<b>25%</b>	<b>28%</b>	<b>27%</b>	<b>24%</b>	<b>25%</b>	<b>36%</b>	<b>30%</b>	<b>26%</b>
Minimum requirement coverage (pro forma)	x	2.9x	3.1x	2.7x	2.6x	3.0x	3.1x	3.7x	3.0x	3.3x

<b>Markets</b>		<b>Q2 2012</b>	<b>Q3 2012</b>	<b>Q4 2012</b>	<b>Q1 2013</b>	<b>Q2 2013</b>	<b>Q3 2013</b>	<b>Q4 2013</b>	<b>Q1 2014</b>	<b>Q2 2014</b>
Total revenues	NOKm	131	105	117	144	129	125	156	169	153
Total operating costs	NOKm	104	99	101	99	97	96	94	106	102
<b>EBIT pre-bonus and profit to partners</b>	<b>NOKm</b>	<b>27</b>	<b>6</b>	<b>16</b>	<b>45</b>	<b>32</b>	<b>29</b>	<b>62</b>	<b>63</b>	<b>51</b>
Headcount (period end)	#	96	95	93	89	87	84	80	80	81
Headcount (average)	#	100	95	97	92	90	84	83	82	82

<b>Investment Banking</b>		<b>Q2 2012</b>	<b>Q3 2012</b>	<b>Q4 2012</b>	<b>Q1 2013</b>	<b>Q2 2013</b>	<b>Q3 2013</b>	<b>Q4 2013</b>	<b>Q1 2014</b>	<b>Q2 2014</b>
Total revenues	NOKm	103	84	118	80	97	82	107	88	131
Total operating costs	NOKm	46	45	52	42	47	42	49	44	48
<b>EBIT pre-bonus and profit to partners</b>	<b>NOKm</b>	<b>57</b>	<b>39</b>	<b>66</b>	<b>37</b>	<b>50</b>	<b>40</b>	<b>58</b>	<b>44</b>	<b>83</b>
Headcount (period end)	#	61	63	55	55	53	60	62	62	62
Headcount (average)	#	63	63	64	55	55	58	62	62	62



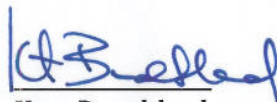
## RESPONSIBILITY STATEMENT

We confirm to the best of our knowledge that the condensed set of financial statements for the period 1 January 2014 to 30 June 2014 has been prepared in accordance with the IAS 34 "Interim Financial Reporting" and gives a true and fair view of the Group's assets, liabilities, financial position and results for the period viewed in their entirety, and that the interim report includes a fair review of any significant events that arose during the six months period and their effect on the half-yearly financial report and any significant related parties' transactions. The report includes, to the best of our knowledge a description of the material risks that the Board of Directors, at the time of this report deem might have a significant impact on the financial performance of the Group.

Oslo, 16 July 2014



Geir B. Olsen



Knut Brundtland



Sindre Oksvoll