

TELENOR ASA
Form 6-K
November 01, 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: 26th October, 2006, for 3rd 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

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: 26th October, 2006

TELENOR ASA THIRD QUARTER 2006 RESULTS

In the third quarter of 2006, Telenor`s revenues increased by 35 per cent compared to the third quarter of 2005, reaching NOK 23.9 billion. The underlying revenue growth was 12 per cent. The reported EBITDA was NOK 9.1 billion while profit before taxes was NOK 6.1 billion. During the quarter, the total number of mobile subscriptions increased by nine million, reaching 105 million.

Highlights third quarter 2006:

Revenue growth of 35% underlying growth of 12% Record high EBITDA margin Improved results in Nordic mobile operations Continued impressive performance in Kyivstar Telenor Serbia consolidated from 1 September

Outlook for 2006:

Based upon the strong results and positive development in the third quarter of 2006, the outlook for the full year has been adjusted compared to the report for the second quarter of 2006.

The strong growth in mobile subscriptions gives Telenor a solid foundation for further growth in revenues. We expect a growth in reported revenues of around 35%.

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 around 36%.

We expect high capital expenditure to continue, and capital expenditure as a proportion of revenues is expected to be around 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.

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	2120	2 023	2 170	2 264	
Interconnection revenues	378	402	403	430	407	452	441	454	446	474	443	
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	2 707	
Other mobile revenues	304	405	434	370	362	453	484	526	532	505	624	
Total mobile revenues	2 528	2 775	2 881	2 821	2 696	2 908	3 023	3 100	3 001	3 149	3 331	
Non-mobile revenues	276	179	128	142	142	141	98	135	104	124	127	
Total revenues ¹⁾	2 804	2 954	3 009	2 963	2 838	3 049	3 121	3 235	3 105	3 273	3 458	
¹⁾ Of which internal revenues	311	315	311	289	278	313	299	281	266	257	221	
EBITDA	1 002	1 081	1 103	1 119	1 001	1 066	1 218	1 186	1 323	1 365	1 513	
Depreciation and amortization ¹⁾	239	275	267	281	213	230	224	222	216	215	206	
Write-downs ²⁾		1	3	11	-2	12	4	2		33		
Operating profit	763	805	833	827	790	824	990	962	1 107	1 117	1 307	
¹⁾ Of which amortization of Telenor s net excess values				1	1	1	1	1	1	1	1	
²⁾ 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	43.8	
Operating profit/Total revenues (%)	27.2	27.3	27.7	27.9	27.8	27.0	31.7	29.7	35.7	34.1	37.8	
Capex	214	255	332	172	194	343	220	461	129	143	220	

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	2 711
of which prepaid	1 091	1 118	1 178	1 228	1 218	1 267	1 285	1 222	1 185	1 133	1 097
Average traffic minutes per subscription per month (AMPU) in the quarter	179	187	187	182	175	191	186	184	186	196	199
Average revenue per subscription per month (ARPU) in the quarter	315	332	328	318	297	308	314	317	305	324	331
of which contract	464	491	499	491	453	465	475	472	446	461	469
of which prepaid	147	146	129	119	117	129	133	136	126	141	134

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	693	
Interconnection revenues	140	280	274	292	300	328	325	347	348	338	327	
Mobile revenues company s subscriptions	414	776	815	794	871	923	925	942	970	968	1 020	
Other mobile revenues	97	161	170	143	143	158	181	156	145	152	169	
Total mobile revenues	511	937	985	937	1 014	1 081	1 106	1 098	1 115	1 120	1 189	
Non-mobile revenues	159	288	281	306	179	227	250	236	238	227	239	
Total revenues ¹⁾	670	1 225	1 266	1 243	1 193	1 308	1 356	1334	1 353	1 347	1 428	
¹⁾ Of which internal revenues	4	8	21	20	20	35	43	34	30	48	55	
EBITDA	167	238	260	16	253	308	307	308	305	307	390	
Depreciation and amortization ¹⁾	189	355	369	277	353	328	308	296	286	271	280	
Write-downs ²⁾				3 290								
Operating profit / (loss)	(22)	(117)	(109)	(3,551)	(100)	(20)	(1)	12	19	36	110	
¹⁾ Of which amortization of Telenor s net excess values	75	160	160	156	157	134	131	133	137	132	138	
²⁾ Of which write-downs of Telenor s net excess values				3075								
EBITDA/Total revenues (%)	24.9	19.4	20.5	1.3	21.2	23.5	22.6	23.1	22.5	22.8	27.3	
Operating profit/Total revenues (%)	nm	nm	nm	nm	nm	nm	nm	0.9	1.4	2.7	7.7	
Capex	66	144	102	76	28	140	137	757	109	170	168	

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	1 342
of which prepaid	250	451	485	462	413	420	420	425	429	436	464
Average traffic minutes per subscription per month (AMPU) in the quarter	147	157	139	151	153	182	183	195	200	209	203
Average revenue per subscription per month (ARPU) in the quarter	250	233	219	207	229	253	243	246	250	248	257
of which contract	287	291	281	267	284	306	292	285	292	290	306
of which prepaid	135	111	120	111	126	146	146	166	164	163	161

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	1 050	
Interconnection revenues	9	15	13	15	15	18	15	12	206	235	219	
Mobile revenues company s subscriptions	41	49	50	53	52	51	49	38	1 108	1 207	1 269	
Other mobile revenues	5	6	11	8	11	14	19	10	89	96	133	
Total mobile revenues	46	55	61	61	63	65	68	48	1 197	1 303	1 402	
Non-mobile revenues									104	127	148	
Total revenues ¹⁾	46	55	61	61	63	65	68	48	1 301	1 430	1 550	
¹⁾ Of which internal revenues	14	21	27	25	28	33	39	24	48	27	42	
EBITDA	(25)	(36)	(45)	(619)	(10)	(18)	(139)	(309)	170	241	371	
Depreciation and amortization ¹⁾	8	7	8	26					358	395	435	
Write-downs ²⁾				75							6	
Operating profit / (loss)	(33)	(43)	(53)	(720)	(10)	(18)	(139)	(309)	(188)	(154)	(70)	
¹⁾ Of which amortization of Telenor s net excess values									52	64	260	
²⁾ 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	23.9	
Operating profit/Total revenues (%)	nm	nm	nm	nm	nm	nm	nm	nm	nm	nm	nm	
Capex	4	4	3	6					135	137	112	

Investments in businesses									7739	8	
No. of mobile subscriptions (in thousands)	84	92	96	105	107	99	97	95	1 660	1 676	1 708
of which prepaid	48	55	56	57	56	51	50	48	575	571	571
Average traffic minutes per subscription per month (AMPU) in the quarter	73	96	104	108	113	141	144	129	160	185	184
Average revenue per subscription per month (ARPU) in the quarter	169	181	182	169	164	167	164	136	229	242	249
of which contract	252	262	265	241	215	216	215	183	330	340	346
of which prepaid	106	122	125	117	121	121	115	90	49	54	58

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	2 321	
Interconnection revenues	186	236	319	327	313	428	541	606	528	562	606	
Mobile revenues company s subscriptions	796	939	1 157	1 137	1 120	1 586	1 978	2 326	2 277	2 514	2 927	
Other mobile revenues	16	27	54	25	23	30	72	33	36	50	82	
Total mobile revenues	812	966	1 211	1 162	1 143	1 616	2 050	2 359	2 313	2 564	3 009	
Non-mobile revenues	13	15	18	22	20	27	26	31	16	16	16	
Total revenues ¹⁾	825	981	1 229	1 184	1 163	1 643	2 076	2 390	2 329	2 580	3 025	
¹⁾ Of which internal revenues			1	1	1	2	2	1		1	5	
EBITDA	505	592	772	712	632	911	1 148	1 359	1 432	1 596	1 827	
Depreciation and amortization ¹⁾	125	128	145	157	231	331	322	325	379	381	395	
Write-downs ²⁾								15			13	
Operating profit	380	464	627	555	401	580	826	1 019	1 053	1 215	1 419	
¹⁾ Of which amortization of Telenor s net excess values	24	24	24	21	22	23	24	24	24	23	23	
²⁾ 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	60.4	
Operating profit/Total revenues (%)	46.1	47.3	51.0	46.9	34.5	35.3	39.8	42.6	45.2	47.1	46.9	
Capex	331	566	687	1024	735	919	1 106	890	830	770	992	

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	17 709
- of which prepaid	2 675	3 031	4 211	5 532	6 892	8 500	10 021	12 901	13 895	14 886	16 535
Average traffic minutes per subscription per month (AMPU) in the quarter	68	74	95	95	91	90	103	108	110	118	123
Average revenue per subscription per month (ARPU) in the quarter	84	93	95	68	53	62	66	64	53	54	57
- of which contract	191	213	223	184	165	187	200	197	175	180	197
- of which prepaid	62	69	72	52	40	49	53	53	43	45	47

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	940	
Interconnection revenues	423	443	423	442	430	458	416	431	400	400	415	
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	1 355	
Other mobile revenues	25	39	46	32	28	44	52	20	23	35	45	
Total mobile revenues	1 320	1 354	1 474	1 394	1 338	1 405	1 493	1 411	1 349	1 348	1 400	
Non-mobile revenues	81	90	78	116	77	93	90	154	64	79	64	
Total revenues ¹⁾	1 401	1 444	1 552	1 510	1 415	1 498	1 583	1 565	1 413	1 427	1 464	
¹⁾ Of which internal revenues	1	2		3	2	2	2	4	3	2	3	
EBITDA	556	556	561	420	517	484	650	534	540	567	581	
Depreciation and amortization ¹⁾	331	326	326	312	316	276	294	285	279	254	251	
Write-downs ²⁾				21		2	1	4		33		
Operating profit	225	230	235	87	201	206	355	245	261	280	330	
¹⁾ Of which amortization of Telenor s net excess values	89	89	91	89	90	85	86	84	84	79	79	
²⁾ 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	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	22.5	
Capex	104	121	121	820	109	243	150	261	71	235	168	

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	2 981
- of which prepaid	1 977	1 935	1 886	1 991	1 955	1 915	1 894	1 904	1 878	1 854	1 848
Average traffic minutes per subscription per month (AMPU) in the quarter	111	121	127	131	125	143	145	149	143	159	157
Average revenue per subscription per month (ARPU) in the quarter	165	170	184	171	157	162	166	162	150	148	150
- of which contract	399	389	400	356	327	316	314	299	272	254	248
- of which prepaid	92	96	103	96	84	89	89	86	80	86	87

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	211	
EBITDA			45	46	55	60	98	47	55	65	122	
Operating profit 1)2)			26	(2)	12	18	58	7	16	27	84	
1) Of which amortization of Telenor s net excess values			7	25	20	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	24	
No. of mobile subscriptions (in thousands)			340	279	279	303	394	310	324	363	479	
- of which prepaid			297	234	235	263	352	265	276	309	424	
Average traffic minutes per subscription per month (AMPU) in the quarter			113	87	91	105	109	92	104	121	120	
Average revenue per subscription per month (ARPU) in the quarter			139	107	115	129	126	95	111	120	125	
- of which contract			309	284	288	338	339	269	284	297	303	
- of which prepaid			111	79	82	97	103	71	81	90	100	

DTAC Thailand

(NOK in millions)	2004				2005				2006			
	Q1	Q2	Q3	Q4	Q1	Q2	Q3	Q4	Q1	Q2	Q3	Q4
Subscription and traffic								1 074	1 852	1 760	1 887	
Interconnection revenues								25	33	33	41	
Mobile revenues company s subscriptions								1 099	1 885	1 793	1 928	
Other mobile revenues								74	131	85	93	
Total mobile revenues								1 173	2 016	1 878	2 021	
Non-mobile revenues								18	16	15	20	
Total revenues ¹⁾								1 191	2 032	1 893	2 041	
¹⁾ Of which internal revenues								6	11	8	6	
EBITDA								445	719	698	732	
Depreciation and amortization ¹⁾								220	337	335	356	
Write-downs ²⁾												
Operating profit								225	382	363	376	
¹⁾ Of which amortization of Telenor s net excess values								35	51	50	51	
²⁾ Of which write-downs of Telenor s net excess values												
EBITDA/Total revenues (%)								37.4	35.4	36.9	35.9	
Operating profit/Total revenues (%)								18.9	18.8	19.2	18.4	
Capex								146	605	543	565	
								2 664	85	31		

Investments in
businesses

No. of mobile subscriptions (100% in thousands)	8 677	9 823	10 622	11 241
- of which prepaid	7 212	8 185	8 806	9 274
Average traffic minutes per subscription per month (AMPU) in the quarter	231	295	327	314
Average revenue per subscription per month (ARPU) in the quarter	66	69	59	58
- of which contract	141	150	126	123
- of which prepaid	51	53	45	44

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	1 355	
Interconnection revenues	147	137	144	143	137	143	155	159	166	127	138	
Mobile revenues company s subscriptions	789	799	895	882	929	1 067	1 190	1 357	1 445	1 458	1 493	
Other mobile revenues	17	18	17	13	14	15	18	18	21	20	33	
Total mobile revenues	806	817	912	895	943	1 082	1 208	1 375	1 466	1 478	1 526	
Non-mobile revenues	130	141	136	109	91	79	77	77	80	66	58	
Total revenues ¹⁾	936	958	1 048	1 004	1 034	1 161	1 285	1 452	1 546	1 544	1 584	
¹⁾ Of which internal revenues	1	1	1		1		1	2	2	1	2	
EBITDA	426	410	453	443	451	499	560	632	700	700	721	
Depreciation and amortization ¹⁾	229	226	231	215	257	253	255	273	252	227	296	
Write-downs ²⁾					1		1	3		7	1	
Operating profit	197	184	222	228	193	246	304	356	448	466	424	
¹⁾ Of which amortization of Telenor s net excess values	19	18	18	17	17	17	13	4	4	4	3	
²⁾ 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	45.5	
Operating profit/Total revenues (%)	21.0	19.2	21.2	22.7	18.7	21.2	23.7	24.5	29.0	30.2	26.8	
Capex	103	162	228	427	108	178	310	574	226	199	371	

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	5 590
- of which prepaid	2 301	2 453	2 653	3 067	3 259	3 525	3 880	4 441	4 704	5 018	5 126
Average traffic minutes per subscription per month (AMPU) in the quarter	167	164	170	165	163	170	175	169	162	163	162
Average revenue per subscription per month (ARPU) in the quarter	113	107	110	98	92	99	100	102	97	93	90
- of which contract	312	312	297	238	233	216	192	174	172	180	163
- of which prepaid	104	97	100	90	84	93	93	97	92	86	84

GrameenPhone Bangladesh

(NOK in millions)	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	1 032	
Interconnection revenues	9	20	26	35	34	39	52	63	73	78	94	
Mobile revenues company s subscriptions	479	520	591	564	632	698	767	832	944	989	1 126	
Other mobile revenues	7	6	5	6	5	5	6	6	6	5	3	
Total mobile revenues	486	526	596	570	637	703	773	838	950	994	1 129	
Non-mobile revenues	3	3	2		3	2	2	12	5	3	4	
Total revenues ¹⁾	489	529	598	570	640	705	775	850	955	997	1 133	
¹⁾ Of which internal revenues								1		1		
EBITDA	283	309	383	338	329	334	441	455	659	488	645	
Depreciation and amortization ¹⁾	34	51	58	72	77	89	107	166	159	148	169	
Write-downs ²⁾				3								
Operating profit	249	258	325	263	252	245	334	289	500	340	476	
¹⁾ Of which amortization of Telenor s net excess values												
²⁾ 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	56.9	
Operating profit/Total revenues (%)	50.9	48.8	54.3	46.1	39.4	34.8	43.1	34.0	52.4	34.1	42.0	
Capex	160	258	418	482	496	357	590	1 153	389	516	435	
				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	9 404
- of which prepaid	1 258	1 501	1 730	2 092	2 625	3 375	3 860	5 159	6 030	8 015	8 904
Average traffic minutes per subscription per month (AMPU) in the quarter	239	246	249	241	237	223	223	250	196	213	214
Average revenue per subscription per month (ARPU) in the quarter	120	106	103	87	81	69	65	56	51	45	41
- of which contract	331	287	302	257	288	284	282	258	258	234	220
- of which prepaid	71	69	67	60	54	47	45	39	37	33	31

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	333	
EBITDA		(13)	(20)	(45)	(133)	(172)	(134)	(133)	(77)	(117)	(87)	
Operating profit / (loss) ¹⁾²⁾		(13)	(20)	(45)	(147)	(232)	(201)	(218)	(175)	(220)	(199)	
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	701	
No. of mobile subscriptions (in thousands)					344	836	1,200	1,868	2,527	3,205	4,597	
- of which prepaid					342	829	1,183	1,836	2,495	3,165	4,555	
Average traffic minutes per subscription per month (AMPU) in the quarter						74	93	131	136	146	123	
Average revenue per subscription per month (ARPU) in the quarter						22	25	30	32	30	27	
- of which contract						154	99	72	59	59	51	
- of which prepaid						21	24	29	31	30	27	

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	3,796	
Other operations	469	474	419	467	436	418	840	887	919	1,047	1,056	
Eliminations	(29)	(24)	(26)	(39)	(28)	(32)	(27)	(48)	(30)	(31)	(11)	
Total revenues ¹⁾	4,923	4,877	4,675	4,781	4,571	4,753	4,964	5,025	5,067	4,999	4,841	
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	1,671	
Depreciation and amortization ¹⁾	954	897	855	867	783	729	874	850	761	733	769	
Write-downs ²⁾				40	(22)	2	(2)	609		15	9	
Operating profit	678	734	660	653	647	773	558	84	798	819	893	
¹⁾ Of which amortization of Telenor's net excess values			1	6	1	2	69	(6)	33	41	44	
²⁾ 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	34.5	
Operating profit/Total revenues (%)	13.8	15.1	14.1	13.7	14.2	16.3	11.2	1.7	15.7	16.4	18.4	
Capex	378	385	419	609	381	556	602	1,237	617	643	561	
Investments in businesses	86	10		9	43	1	5,792	(20)	461	75	2	

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	1,501	
xDSL/Internet	426	417	444	466	461	508	534	536	568	581	579	
Data services	247	267	259	249	232	243	250	238	215	199	204	
Other revenues	456	386	428	386	342	400	357	366	357	315	285	
Total retail revenues	3,312	3,187	3,090	3,110	2,906	3,018	2,884	2,891	2,843	2,722	2,569	
Wholesale revenues	1,171	1,240	1,192	1,243	1,257	1,349	1,267	1,295	1,335	1,261	1,227	
Total revenues ¹⁾	4,483	4,427	4,282	4,353	4,163	4,367	4,151	4,186	4,178	3,983	3,796	
¹⁾ Of which internal revenues	438	454	428	522	463	522	582	623	545	510	517	
EBITDA	1,631	1,606	1,523	1,570	1,438	1,532	1,354	1,377	1,390	1,417	1,460	
Depreciation and amortization ¹⁾	880	819	778	774	705	658	652	692	602	561	540	
Write-downs ²⁾				2	(22)		(2)	(1)		13		
Operating profit	751	787	745	794	755	874	704	686	788	843	920	
¹⁾ Of which amortization of Telenor's net excess values			1	1								
²⁾ 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	38.5	
Operating profit/Total revenues (%)	16.8	17.8	17.4	18.2	18.1	20.0	17.0	16.4	18.9	21.2	24.2	
Capex	355	315	346	457	337	503	412	917	479	371	354	
Investments in businesses		1		1	43	1			1			
Retail market	1,932	1,886	1,838	1,800	1,757	1,705	1,664	1,622	1,577	1,545	1,513	

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No. of Telephony subscriptions (in thousands)											
- of which PSTN subscriptions	1,248	1,219	1,196	1,182	1,165	1,139	1,118	1,089	1,054	1,017	991
- of which ISDN subscriptions	684	667	642	618	592	562	538	509	479	454	434
- of which VoIP subscriptions						4	8	24	44	74	88
No. of xDSL subscriptions (in thousands)	208	235	270	326	385	415	444	475	511	527	542
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	1,721
Wholesale market											
No. of Telephony subscriptions (in thousands)	227	266	285	301	309	316	316	314	316	308	296
- of which PSTN subscriptions	151	170	180	188	192	200	202	202	203	201	194
- of which ISDN subscriptions	76	96	105	113	117	116	114	112	113	107	102
No. of xDSL subscriptions (in thousands)	76	86	90	91	77	87	97	109	117	123	130
No. of LLUB (in thousands)	96	108	123	145	172	192	209	235	254	265	276

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	893	
Internal revenues	23	26	26	22	25	32	32	26	3	(10)	(36)	
Tota revenues	426	430	376	422	392	374	654	676	727	866	857	
EBITDA	(3)	24	(9)	(3)	(29)	(27)	31	183	109	100	128	
Depreciation and amortization ¹⁾	61	65	65	71	64	63	165	124	113	115	172	
Write-downs ²⁾				36				608		2	9	
Operating profit / (loss)	(64)	(41)	(74)	(110)	(93)	(90)	(134)	(549)	(4)	(17)	(53)	
¹⁾ Of which amortization of Telenor's net excess values				5	1	2	69	(25)	23	32	35	
²⁾ Of which write-downs of Telenor's net excess values				(24)				12				
EBITDA/Total revenues (%)	nm	5.6	nm	nm	nm	nm	4.7	27.1	15.0	11.5	14.9	
Operating profit/Total revenues (%)	nm	nm	nm	nm	nm	nm	nm	nm	nm	nm	nm	
Capex	15	72	58	134	40	48	142	255	83	230	155	
Investments in businesses	78	9		6			4,479	(27)	460	75	2	

Bredbandsbolaget

No. of xDSL subscriptions (in thousands)							200	214	229	242	264	
No. of LAN subscriptions (in thousands)							156	155	156	158	165	
No. of VoIP subscriptions (in thousands)							91	104	119	134	147	

Glocalnet

No. of xDSL subscriptions (in thousands)									113	117	119	
No. of PSTN subscriptions (in thousands)									285	284	273	

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	197	
Internal revenues										1	2	
Tota revenues							142	164	174	181	199	
EBITDA							48	49	55	59	61	
Depreciation and amortization ¹⁾							46	22	43	57	56	
Write-downs ²⁾												
Operating profit							2	27	12	2	5	
¹⁾ Of which amortization of Telenor s net excess values								19	10	9	9	
²⁾ Of which write-downs of Telenor s net excess values												
EBITDA/Total revenues (%)							33.8	29.9	31.6	32.6	30.7	
Operating profit/Total revenues (%)							1.4	16.5	6.9	1.1	2.5	
Capex							40	57	55	42	52	
Investments in businesses							1,313	7				
No. of xDSL subscriptions (in thousands)							109	122	138	152	164	
No. of VoIP subscriptions (in thousands)							18	26	37	41	52	

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	1,350	
Satellite Services	601	616	595	573	589	592	610	637	607	596	632	
Venture	217	245	213	226	116	125	123	126	133	146	140	
Corporate functions and Group activities												
	529	552	515	558	582	603	517	564	522	568	507	
Other	70	62	28	14	18	9	(1)	(1)		1	19	
Eliminations	(94)	(106)	(97)	(64)	(69)	(72)	(46)	(46)	(45)	(45)	(43)	
Total revenues ¹⁾	2,370	2,413	2,296	2,461	2,467	2,542	2,420	2,538	2,552	2,715	2,605	
¹⁾ Of which internal revenues	734	710	717	768	788	803	647	669	638	657	613	
EBITDA												
EDB Business												
Partner	138	456	188	196	177	187	224	197	191	141	39	
Satellite Services	125	103	84	97	68	90	115	120	77	88	116	
Venture	(3)	1	62	70	6	(1)	7	(14)	(17)	(4)	10	
Corporate functions and Group activities												
	(95)	(75)	(79)	(168)	(6)	(34)	67	(104)	(104)	(131)	(63)	
Other/eliminations	16	24	(52)	26	(3)	(11)	11	(5)	(11)	(10)	(19)	
Total EBITDA	181	509	203	221	242	232	423	194	136	84	83	
Depreciation and amortization ¹⁾												
	232	260	240	243	250	262	258	263	243	277	280	
Write-downs ²⁾												
	3	1	37	2				10				
Operating profit / (loss)	(54)	248	(74)	(24)	(8)	(30)	165	(79)	(107)	(193)	(197)	
Of which												
EDB Business												
Partner	89	396	121	130	81	80	120	96	99	37	(67)	
Satellite Services	55	36	17	25	4	26	48	47	14	25	51	
Venture	(14)	(7)	55	63	2	(6)	3	(22)	(25)	(13)	3	
Corporate functions and Group activities												
	(181)	(182)	(178)	(268)	(92)	(120)	(16)	(192)	(182)	(229)	(161)	
Other/eliminations	(3)	5	(89)	26	(3)	(10)	10	(8)	(13)	(13)	(23)	

1) Of which amortization of Telenor s net excess values	2	2	2	2	2	2	3	1	3	3	4
2) Of which write-downs of Telenor s net excess values	2			1				5			
Capex	88	241	99	269	125	193	193	321	156	203	291
Investments in businesses	22	441	104	762	7	263	15	47	658	616	301

PROFIT AND LOSS STATEMENTS

Group (in millions except earnings per share)	2004				2005				2006	
	Q1	Q2	Q3	Q4	Q1	Q2	Q3	Q4	Q1	Q2
	14,245	15,226	15,608	15,512	15,270	16,542	17,641	19,474	21,872	22,580
Materials 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)
and 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
(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
Depreciation and amortization	2,508	2,707	2,719	2,703	2,704	2,751	2,902	3,187	3,546	3,543
Provisions	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
Share of profit of joint venture companies	225	290	331	140	239	494	435	65	312	362
Financial 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
Income tax benefit	(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 attributable to:										
Noncontrolling interests (Minority interests)	292	363	379	286	260	287	449	492	580	590
Shareholders of Telenor ASA (Net income)	3,131	1,709	1,683	(430)	1,710	2,041	2,200	1,695	3,650	2,284
Earnings 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
Income from total operations:	1.77	0.97	0.97	(0.25)	0.99	1.19	1.29	1.00	2.17	1.35
Income from continuing operations:	1.77	0.97	0.97	(0.25)	0.99	1.19	1.30	1.00	2.15	1.35
Income from total operations:	1.77	0.97	0.97	(0.25)	0.99	1.19	1.29	1.00	2.15	1.35
Earnings per share in NOK (basic), excluding treasury shares	2,991	1,569	1,649	(570)	1,625	1,904	2,225	1,673	3,621	2,352
Earnings per share in NOK (diluted), excluding treasury shares	1.69	0.89	0.95	(0.33)	0.94	1.11	1.31	0.99	2.14	1.39
Earnings per share in NOK (diluted), including treasury shares	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			31 Dec
	31 Mar	30 Jun	30 Sep	31 Dec	31 Mar	30 Jun	30 Sep	
(NOK in millions)								
Deferred tax assets	2,890	1,951	1,317	3,052	2,501	1,908	1,481	
Goodwill	13,378	12,816	18,273	20,700	22,648	22,969	31,415	
Intangible assets	10,809	10,229	11,389	21,245	23,178	22,735	27,613	
Tangible assets	38,952	39,292	40,688	43,958	49,132	48,767	52,994	
Associated companies	6,980	7,832	8,320	7,424	7,501	7,616	8,303	
Other financial assets	2,679	3,388	3,161	2,129	2,407	2,337	3,119	
Total non-current assets	75,688	75,508	83,148	98,508	107,367	106,332	124,925	
Accounts receivable	6,078	6,523	7,146	6,921	7,404	8,191	9,160	
Other current assets	7,050	7,229	8,205	10,970	10,248	10,391	10,837	
Assets held for sale				667				
Liquid assets	8,187	10,900	6,444	7,191	9,691	7,983	17,255	
Total current assets	21,315	24,652	21,795	25,749	27,343	26,565	37,252	
Total assets	97,003	100,160	104,943	124,257	134,710	132,897	162,177	
Shareholders equity	41,936	40,309	42,714	46,399	47,583	44,359	50,940	
Minority interests	4,289	4,630	5,198	7,134	7,621	7,457	8,082	
Total equity and minority interests	46,225	44,939	47,912	53,533	55,204	51,816	59,022	
Pension obligations	2,443	2,286	2,403	2,440	2,645	2,543	2,461	
Deferred tax liabilities	2,293	2,050	2,290	2,669	3,611	3,336	4,036	
Other provisions	748	748	787	790	811	873	1,074	
Provisions	5,484	5,084	5,480	5,899	7,067	6,752	7,571	
Non-current interest-bearing liabilities	21,492	22,359	22,406	27,139	25,397	26,654	52,201	
Non-current non-interest-bearing liabilities	572	556	542	580	590	583	568	
Total non-current liabilities	22,064	22,915	22,948	27,719	25,987	27,237	52,769	
Current interest-bearing liabilities	3,681	7,269	6,592	11,908	20,024	20,069	13,418	

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Accounts payable	4,900	4,471	5,402	6,215	6,448	6,572	7,404
Current non-interest-bearing liabilities	14,649	15,482	16,609	18,696	19,980	20,451	21,993
Current non-interest-bearing liabilities (held for sale)				287			
Total current liabilities	23,230	27,222	28,603	37,106	46,452	47,092	42,815
Total equity and liabilities	97,003	100,160	104,943	124,257	134,710	132,897	162,177
Equity ratio including minority interests (%)	47.7	44.9	45.7	43.1	41.0	39.0	36.4
USGAAP							
Shareholders equity	43,930	42,670	44,900	47,457	48,536	45,669	52,093
No. of man-years	21,900	22,400	23,400	27,600	30,450	31,750	33,250
- of which outside Norway	10,600	11,100	12,400	16,700	19,400	21,000	22,500

CASH FLOW STATEMENT

Telenor group	2005				2006			31 Dec
	31 Mar	30 Jun	30 Sep	31 Dec	31 Mar	30 Jun	30 Sep	
(NOK in millions)								
Profit before taxes and minority interests	2,815	6,140	9,925	12,591	5,825	9,762	15,812	
Taxes paid	(231)	(434)	(728)	(1,369)	(638)	(1,162)	(1,708)	
Net (gains) losses, including write-downs and change in fair value of financial items	(466)	(584)	(738)	(929)	(1,817)	(1,605)	(2,486)	
Depreciation, amortization and write-downs	2,681	5,452	8,358	12,131	3,549	7,180	10,958	
Associated companies	(239)	(733)	(1,168)	(1,233)	(312)	(674)	(1,236)	
Difference between expensed and paid pensions	169	42	203	211	156	52	(65)	
Currency (gains) losses not related to operating activities	25	(162)	(203)	(18)	109	95	278	
Change in other accruals	453	4	532	956	(100)	(561)	11	
Net cash flows from operating activities	5,207	9,725	16,181	22,340	6,772	13,087	21,564	
Purchases of property, plant and equipment and intangible assets	(2,271)	(5,538)	(9,078)	(14,213)	(4,097)	(8,562)	(13,473)	
Purchases of subsidiaries and associated companies, net of cash received	(3)	(109)	(5,653)	(8,128)	(8,578)	(9,425)	(21,761)	
Sales of property, plant and equipment, intangible assets and businesses, net of cash transferred	59	741	1,161	1,279	438	472	589	
Sales and purchases of other investments	768	1,078	1,000	1,064	2,196	1,707	2,131	
Net cash flows from investing activities	(1,447)	(3,828)	(12,570)	(19,998)	(10,041)	(15,808)	(32,514)	
Proceeds from and repayments of interest-bearing liabilities	(686)	2,735	2,210	4,175	6,185	7,399	25,759	
Proceeds from issuance of shares, including from minorities in subsidiaries	22	24	47	74	61	86	91	
Share buy-back	(329)	(657)	(2,267)	(2,267)		(87)	(864)	
Dividends paid and repayment of equity to minority interests in subsidiaries	(25)	(209)	(209)	(219)		(426)	(665)	
Dividends paid to Telenor's shareholders		(2,460)	(2,595)	(2,595)		(3,202)	(3,389)	

Net cash flows from financing activities	(1,018)	(567)	(2,814)	(832)	6,246	3,770	20,932
Effect on cash and cash equivalents of changes in foreign exchange rates	47	130	155	215	(100)	(321)	11
Net change in cash and cash equivalents	2,789	5,460	952	1,725	2,877	728	9,993
Cash and cash equivalents at the beginning of the period	5,081	5,081	5,081	5,081	6,806	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	16,799

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	1	
DTAC Thailand											1	
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	(1)	
Corporate functions and Group activities	2	59	3	35	22	57	58	26	5	12	3	
Eliminations								4				
Total gains on disposal of fixed assets and operations	8	358	75	121	31	120	94	75	31	39	4	
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	(4)	
Kyivstar Ukraine										1		
Pannon Hungary			3		4	1	17	(3)	2	2	2	

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DTAC Thailand											
DiGi Malaysia							5				
GrameenPhone											
Bangladesh			4	4			10			1	19
Other mobile											
operations									1		
Fixed		2	24	(1)				65	(12)	1	4
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	1
Eliminations			(16)	1				1			
Total losses on disposal of fixed assets and operations	3	26	50	(5)	8	32	40	72	3	37	22
Expenses for workforce reductions and loss contracts											
Telenor Mobile											
Norway	4	(4)		24	(1)			(1)	9	3	1
Sonofon Denmark				28		3		9	3	2	37
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	17
Broadcast		1	1	3							
EDB Business											
Partner		27	16	(10)		5		13			144
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	6
Eliminations				(562)		(1)	(2)	(242)		(1)	1
	25	163	42	106	2	22	274	112	92	29	206

**Total workforce
reductions and
loss contracts**

**Total other
(income) and
expenses**

20	(169)	17	(20)	(21)	(66)	220	109	64	27	224
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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								6
Kyivstar Ukraine								15				13
Pannon Hungary				21		2	1	4		33		
DTAC Thailand												
DiGi Malaysia					1		1	3		7		1
GrameenPhone												
Bangladesh				3								
Other mobile												
operations												
Fixed				40	(22)	2	(2)	609		15		9
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	29	
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 (5)

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	4,417	
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	4,417	
Taxes	(1,610)	(911)	(926)	986	(845)	(997)	(1,136)	(475)	(1,573)	(1,063)	(1,633)	
Profit before taxes	5,033	2,983	2,988	(1,130)	2,815	3,325	3,785	2,666	5,825	3,937	6,050	
Net financial items	2,271	(297)	(238)	(215)	151	(28)	(122)	(348)	1,206	(724)	193	
Associated companies	225	290	331	140	239	494	435	65	312	362	562	
Depreciation and amortization	2,508	2,707	2,719	2,703	2,704	2,751	2,902	3,187	3,546	3,543	3,749	
Write-downs	3	1	41	3,486	(23)	20	4	586	3	88	29	
EBITDA	5,048	5,698	5,655	5,134	5,106	5,630	6,378	6,722	7,856	7,930	9,073	
EBITDA	5,048	5,698	5,655	5,134	5,106	5,630						