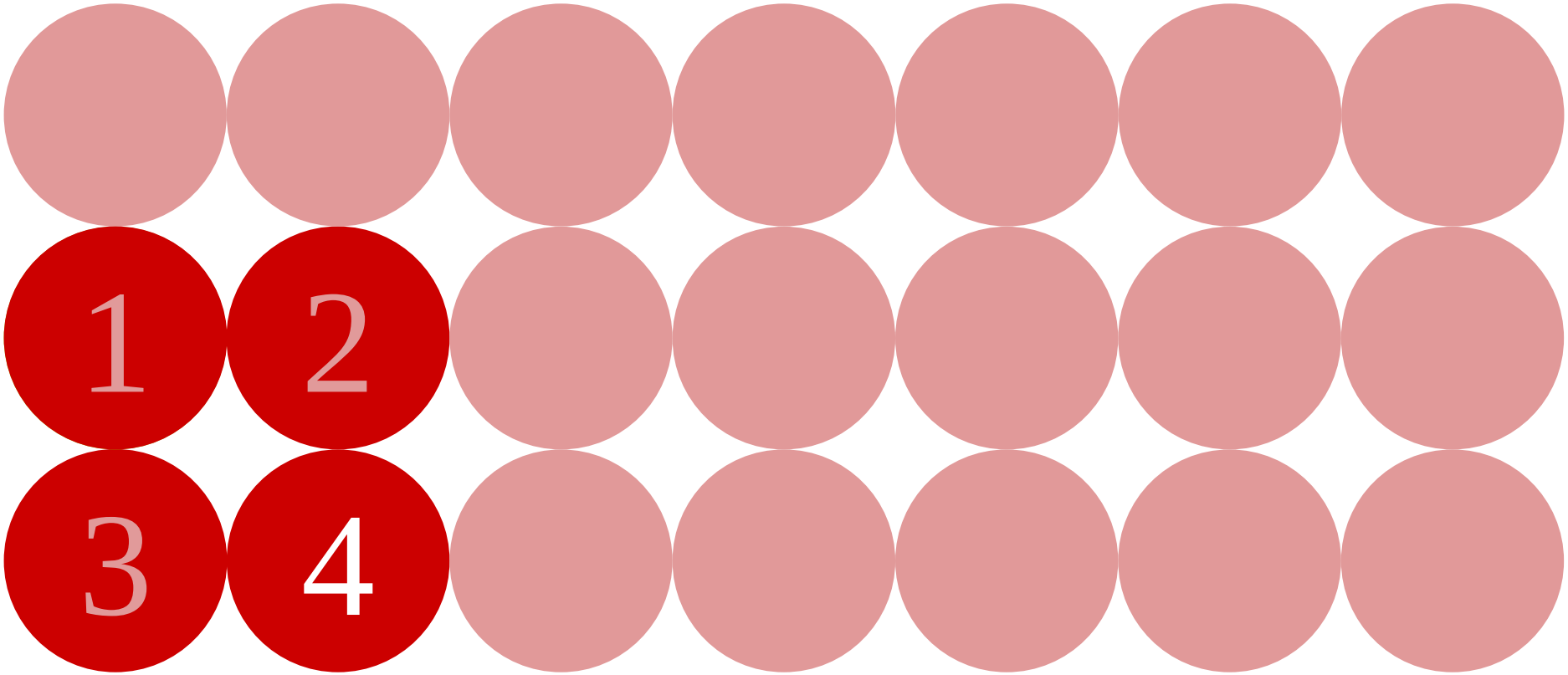
Fourth quarter 2007



February 19, 2008

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Highlights

- Strong year for Hydro
- Q4 hit by lower aluminium prices in NOK and weaker downstream markets
- Solid operational performance
- Qatalum on track, 9% complete by end 2007
- Proposed cash return to shareholders
  - Dividend NOK 5 per share
  - Buyback authorization NOK 4 billion

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Market review & outlook

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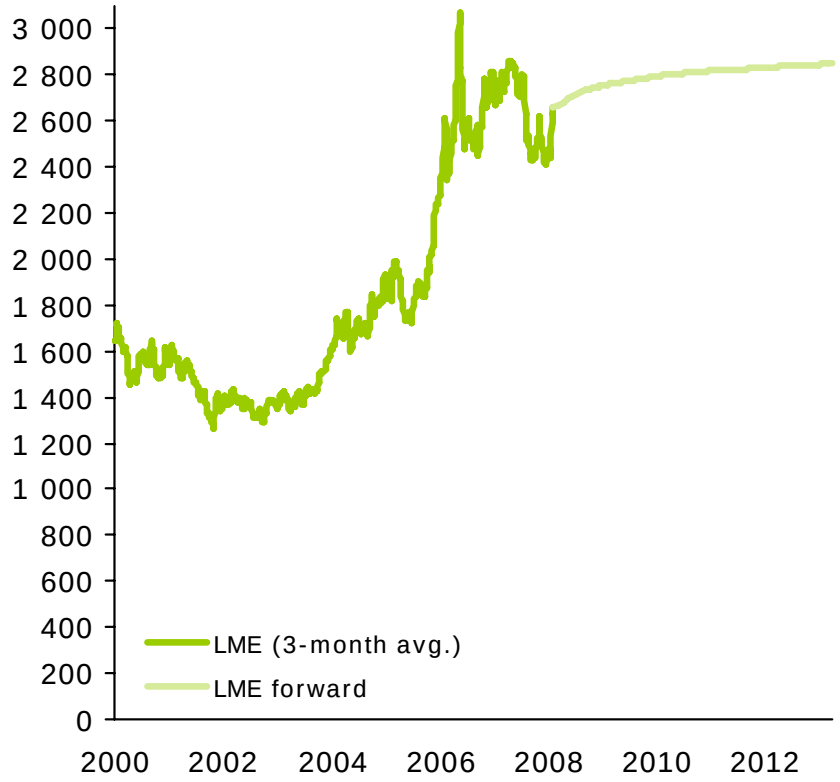
Strong aluminium price

USD per tonne



Primary aluminium LME	USD / tonne
Q4 2007 average	2 495
Q4 2007 end	**2 405**
Q3 2007 average	2 605
Q3 2007 end	**2 520**
Average 2007	2 661
Average 2006	2 594

Source: Reuters Ecowin / Bloomberg, forward curve as of February 15, 2008

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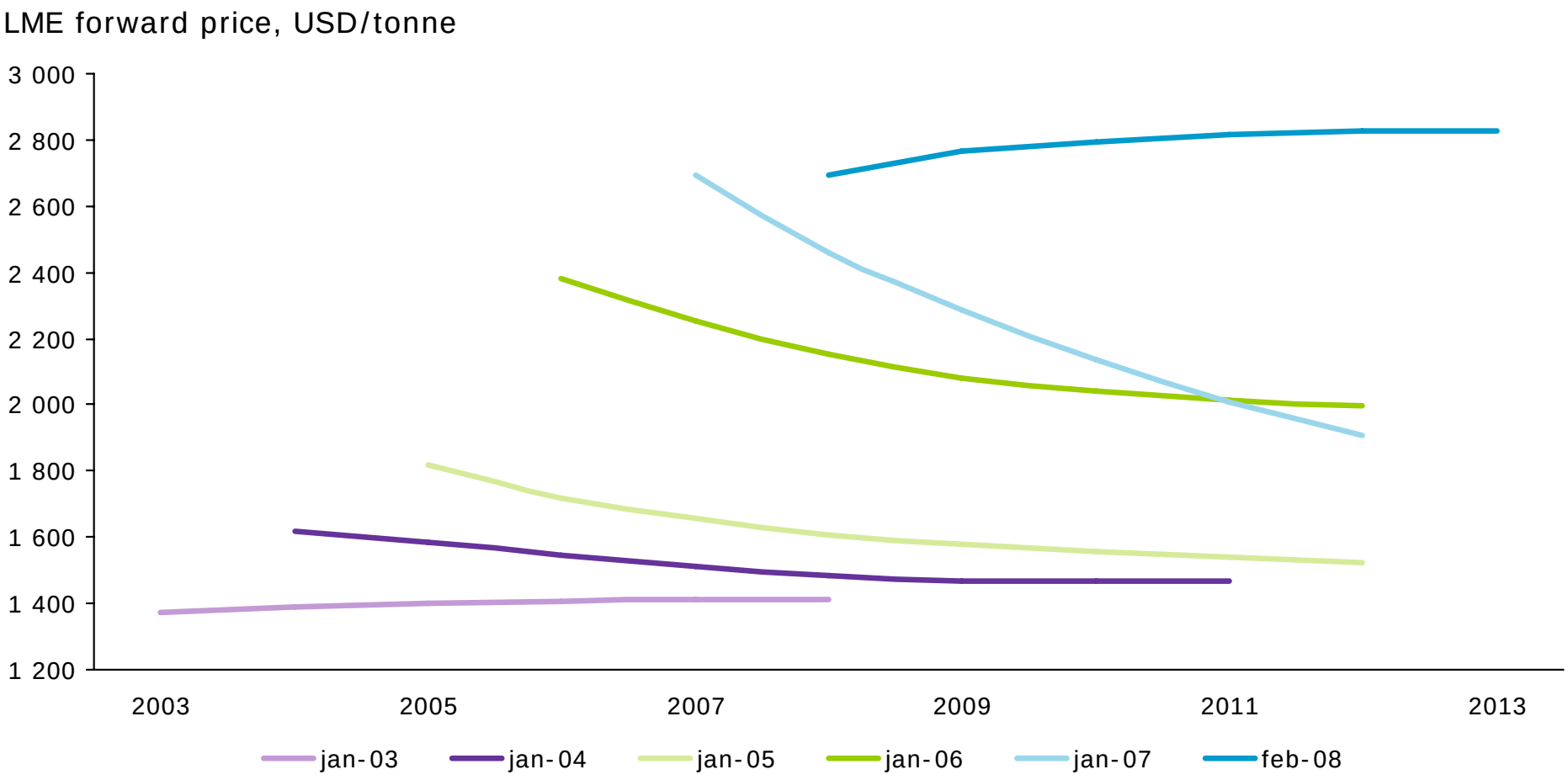
Significant change in forward curve



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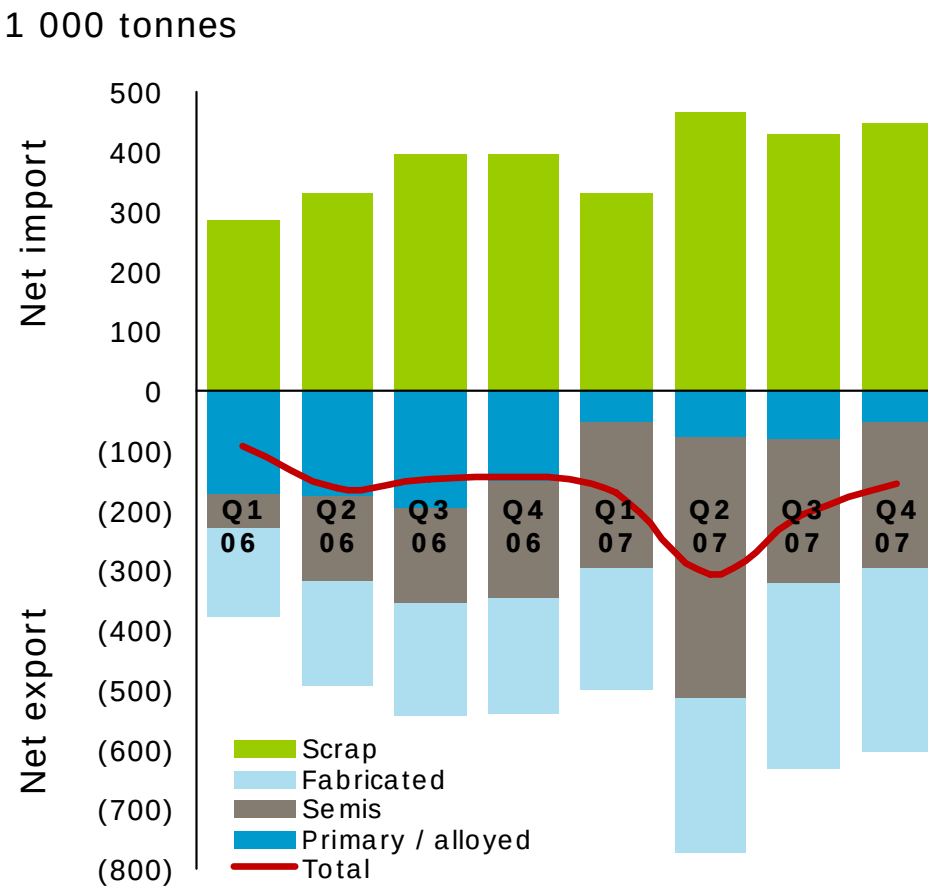
China striving for balance



- Export tax on metal and low value-added products
- Majority of export to Asian markets
- China expected to be balanced, medium to long-term

Source: Hydro 2007 / Antaike

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2008 outlook

- Rapidly growing global demand for primary metal
  - Driven by China and despite weakening development in the US economy
- Supply disturbances bolster the aluminium price
- Uncertain global economic outlook

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Restructuring

Divestments

- Polymers
- Automotive Castings
- Meridian Technologies
- Magnesium remelters
- Nordisk Aviation Products
- Automotive Structures Worcester

Turnaround in progress

- Automotive Structures
- U.S. extrusion
- U.S. remelt

Closures

- Årdal Søderberg line
- U.S. Ellenville extrusion and casthouse
- Magnesium plant Bécancour, Canada

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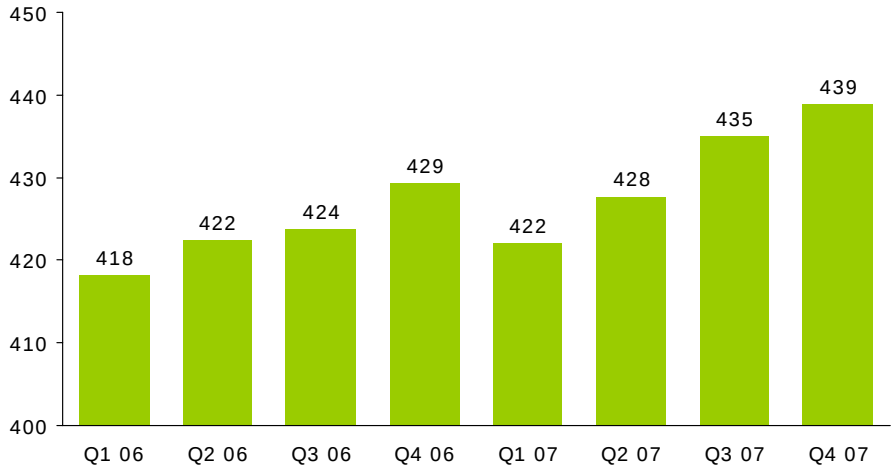
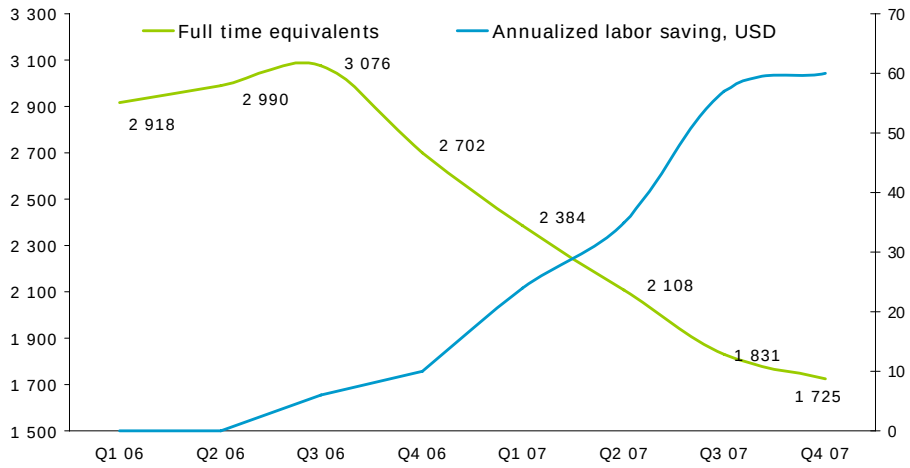
Continuous improvement in operations

Primary metal production increase

1 000 mt, excluding closed capacity

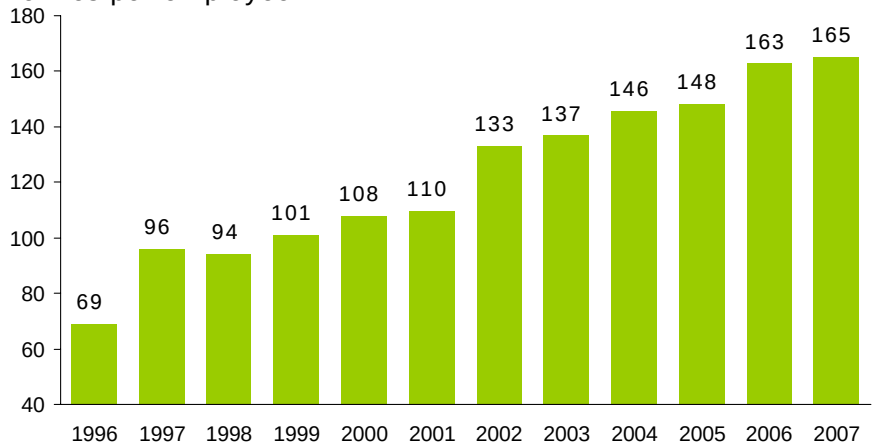


U.S. extrusion manning reductions



Productivity improvements Extrusion in Europe

Tonnes per employee



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2

Financials & performance

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Key financials

NOK million	Q4 2007	Q3 2007	Q4 2006	Year 2007	Year 2006
Revenue	21 651	21 966	23 234	94 316	98 752
Underlying EBITDA	2 625	3 355	3 381	13 472	14 278
Underlying EBIT	**1 731**	**2 507**	**2 235**	**9 930**	**10 165**
Underlying income from continuing operations	1 425	1 981	1 960	7 847	7 811
Underlying EPS from continuing operations, NOK	**1.10**	**1.50**	**1.60**	**6.10**	**6.10**
Reported EBIT	338	2 013	(664)	9 025	7 200
Reported income from continuing operations	527	2 792	324	9 158	5 966
Reported EPS from continuing operations, NOK	0.40	2.20	0.30	7.20	4.60

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Reconciliation reported to underlying

NOK million	Q4 2007	Q3 2007	Q4 2006	Year 2007	Year 2006
Reported EBIT	**338**	**2 013**	**(664)**	**9 025**	**7 200**
Unrealized effects power contracts	666	265	1 848	928	1 605
Unrealized LME and other derivative effects	127	114	359	(229)	81
Metal effect, Rolled Products	301	55	164	235	(261)
Significant rationalization charges and closure costs	55	20	436	224	1 023
Impairment charges	-	-	303	144	728
(Gains)/losses on divestments	(5)	40	-	(641)	-
Other	249	-	(211)	244	(211)
Underlying EBIT	**1 731**	**2 507**	**2 235**	**9 930**	**10 165**

Underlying income from continuing operations also excludes net foreign exchange gain/loss and special tax items

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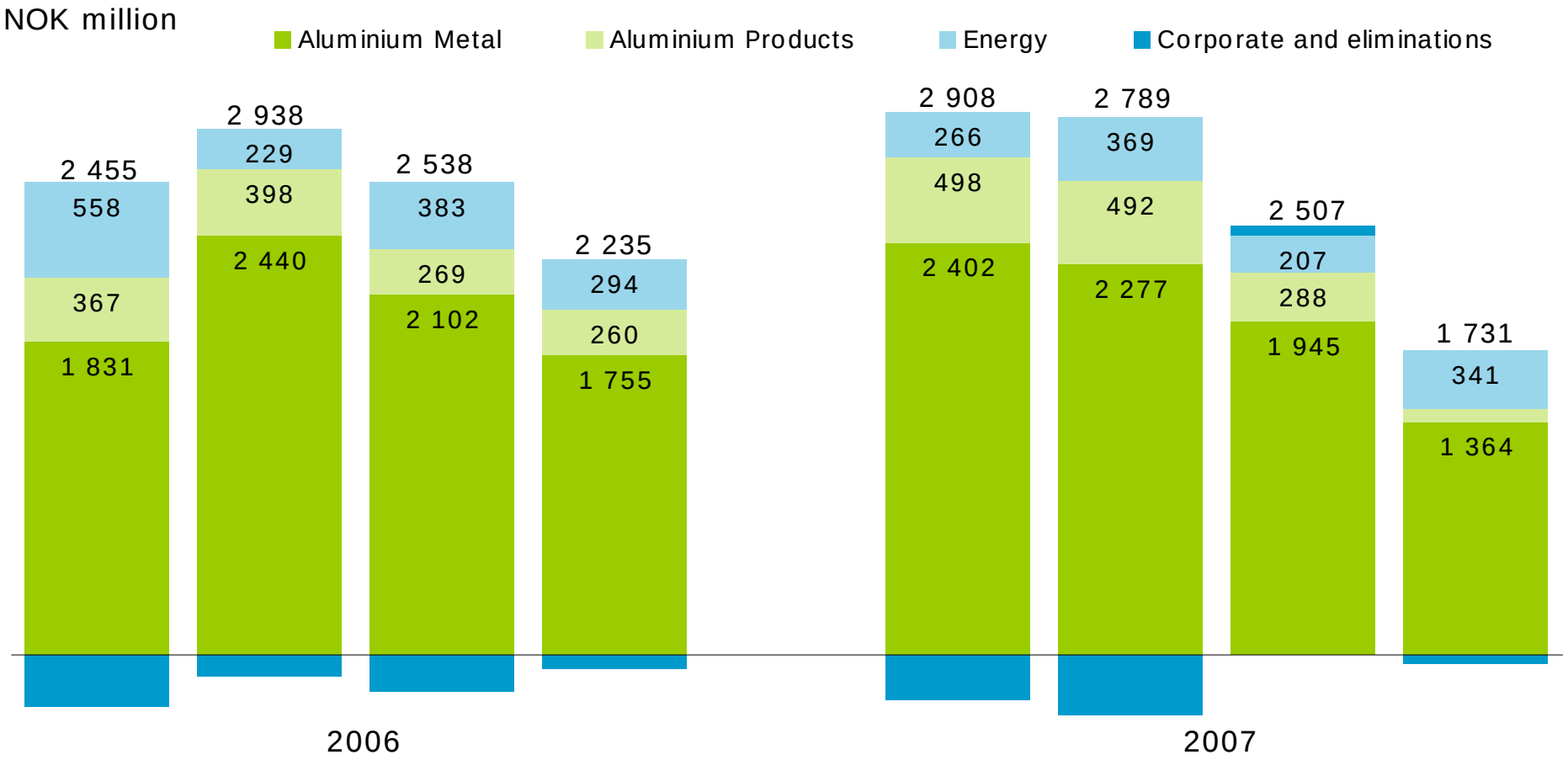
Underlying EBIT per segment



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Bauxite & Alumina

Key figures

	Q4 2007	Q3 2007	Q4 2006
Alumina production, kmt	541	512	522
Alunorte, NOK million [1)]	52	76	203
Other, NOK million	(25)	24	41
Underlying EBIT, NOK million	27	100	244

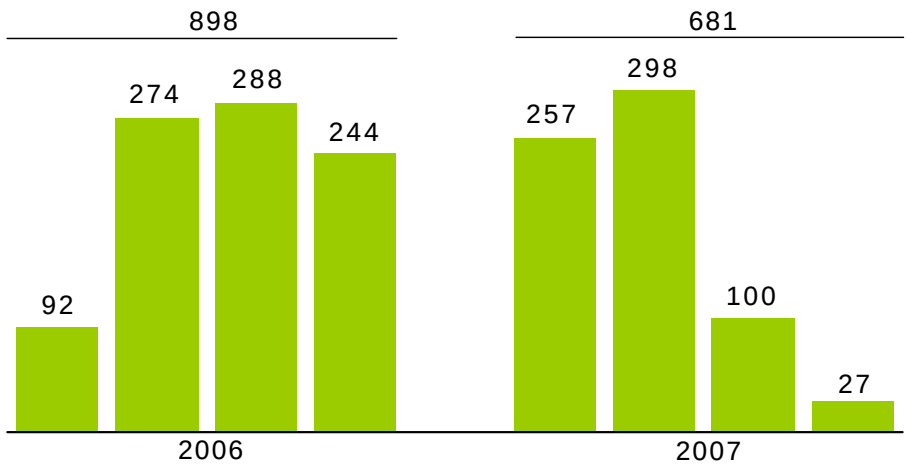
1) Underlying share of net income

Q4 operating results

- Production increase
- Realized alumina prices affected by lower LME prices
- Higher energy costs

Underlying EBIT

NOK million



Outlook

- Change partly to coal – key element in reducing energy cost
- Third Alunorte expansion expected to start up on time and budget in Q4 2008

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Primary Aluminium

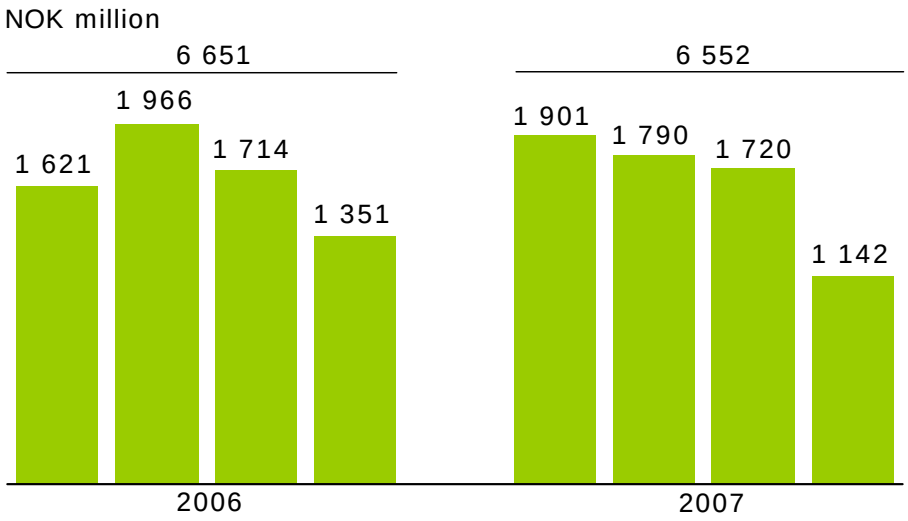
Key figures

	Q4 2007	Q3 2007	Q4 2006
Primary production, kmt	439	435	450
Realized LME price, USD/mt	2 447	2 597	2 430
Realized LME price, NOK/mt	13 921	15 512	15 793
Total casthouse production, kmt	539	546	535
Underlying EBIT, NOK million	1 142	1 720	1 351

Q4 operating results

- Production well maintained
- Lower realized prices in USD and NOK

Underlying EBIT



Outlook

- 98% of Q1 production priced at USD 2 442 per mt
- Strong LME price, weak USD
- Expected 9% consumption growth in 2008

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Commercial

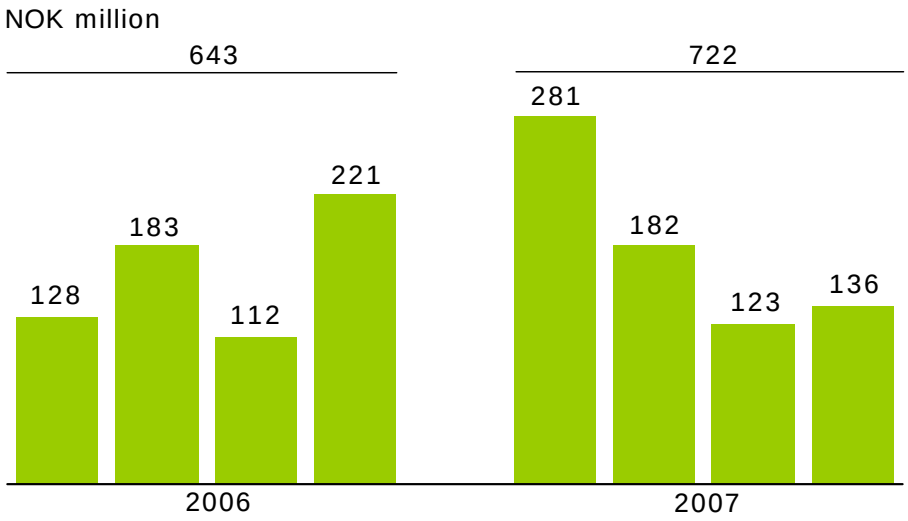
Key figures

	Q4 2007	Q3 2007	Q4 2006
Remelted production, kmt	153	163	165
Total metal products sales, kmt	753	779	760
Underlying EBIT, NOK million	136	123	221

Q4 operating results

- Strong results in Europe
- Weak U.S. market
- Stable premiums
- Lower trading results

Underlying EBIT



Outlook

- Demand for casthouse products in Europe in line with Q4
- Continued weak U.S. market

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Rolled Products

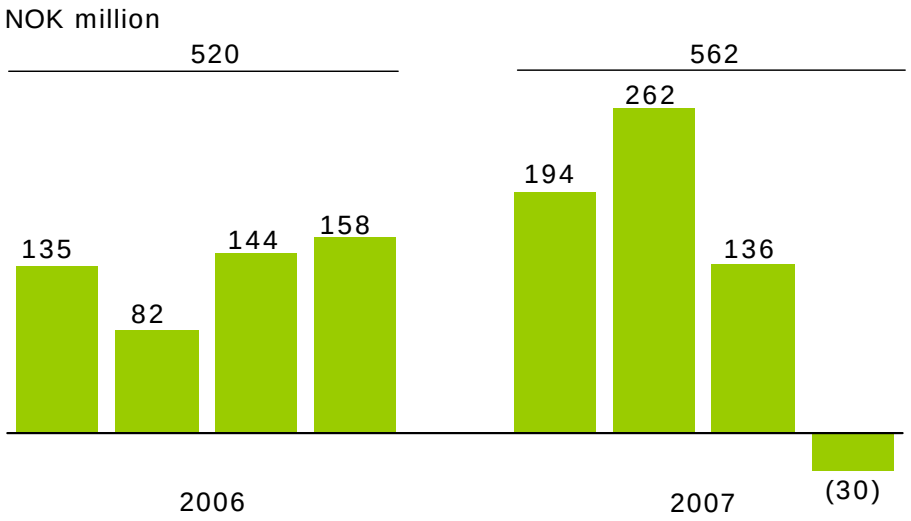
Key figures

	Q4 2007	Q3 2007	Q4 2006
External sales volumes, kmt	246	254	247
Underlying EBIT, NOK million	(30)	136	158

Q4 operating results

- Shipments down for high value-added products
- Weakening USD versus EUR
- Increased cost, mainly energy and maintenance

Underlying EBIT



Outlook

- Firm demand in Europe
- Weak U.S. market could lead to increased competition in Europe

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Extrusion

Key figures

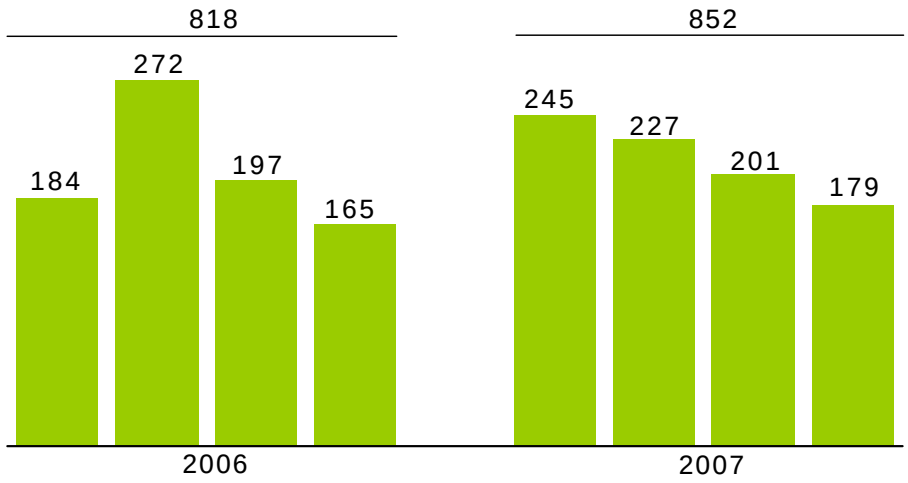
	Q4 2007	Q3 2007	Q4 2006
External sales volumes, kmt	117	123	124
Underlying EBIT, NOK million	179	201	165

Q4 operating results

- High margins for Extrusion in Europe and Building Systems
- Volume decline for U.S. operations
- Strong operational performance

Underlying EBIT

NOK million



Outlook

- Softer European markets
- Strong South American markets
- Continuing weak U.S. market

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Automotive

Key figures

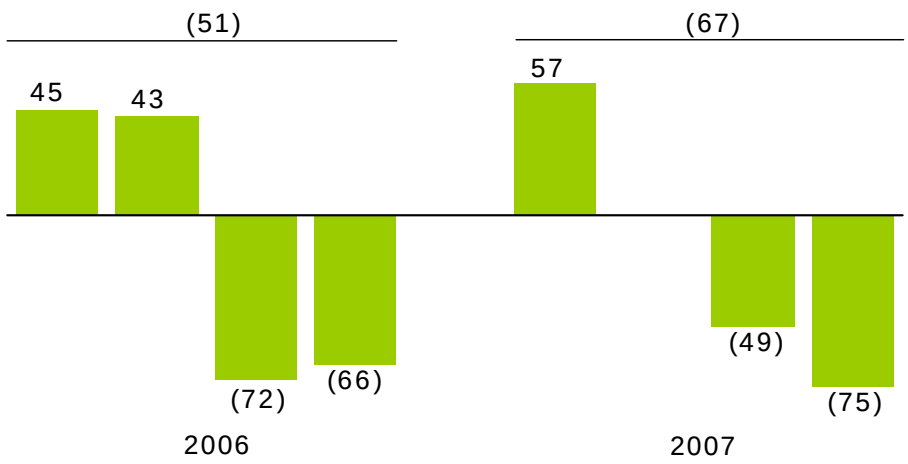
	Q4 2007	Q3 2007	Q4 2006
External sales volumes, kmt	29	29	25
Underlying EBIT, NOK million	(75)	(49)	(66)

Q4 operating results

- Automotive Structures affected by start-up costs
- Improved results in Precision Tubing

Underlying EBIT

NOK million

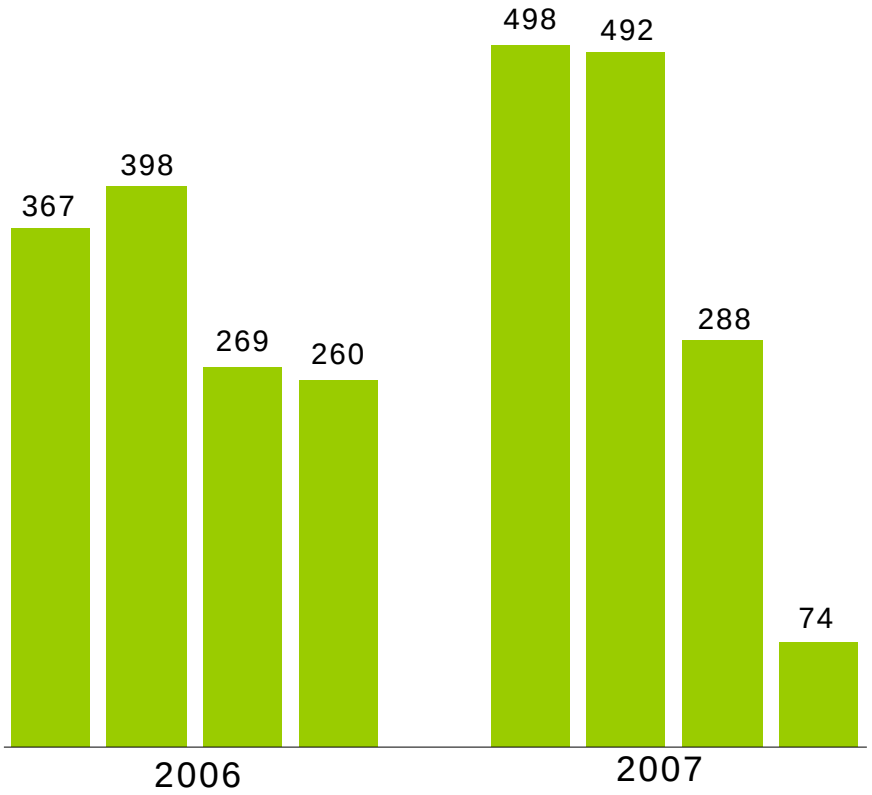


Outlook

- Focus on turnaround
- Long lead time for new businesses and improvements to be realized
- Demand growth in Asia and South America

Aluminium Products outlook

Underlying EBIT, NOK million



- Strong markets throughout 2007
- Seasonal upturn in first half
- More demanding markets in 2008

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Energy

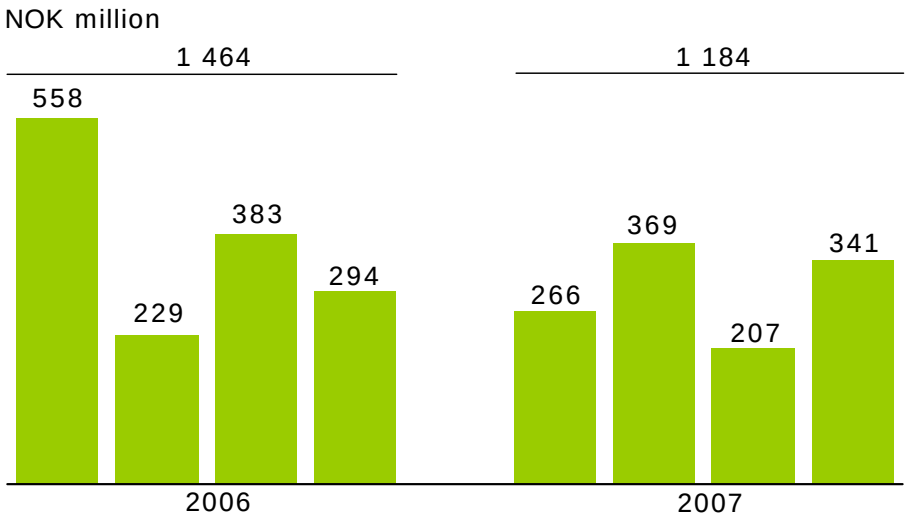
Key figures

	Q4 2007	Q3 2007	Q4 2006
Power production, GWh	2 321	3 294	1 823
Net spot sales, GWh	748	1 996	367
South Norway spot electricity price (NO1), NOK/MWh	338.0	95.5	380.2
Underlying EBIT, NOK million	341	207	294

Q4 operating results

- Higher spot prices offset lower output
- Normalizing hydrological conditions

Underlying EBIT



Outlook

- Production and market prices driven by hydrological conditions
- Nordic power prices increasingly linked to European power prices
- Solar business development in progress

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Capital allocation

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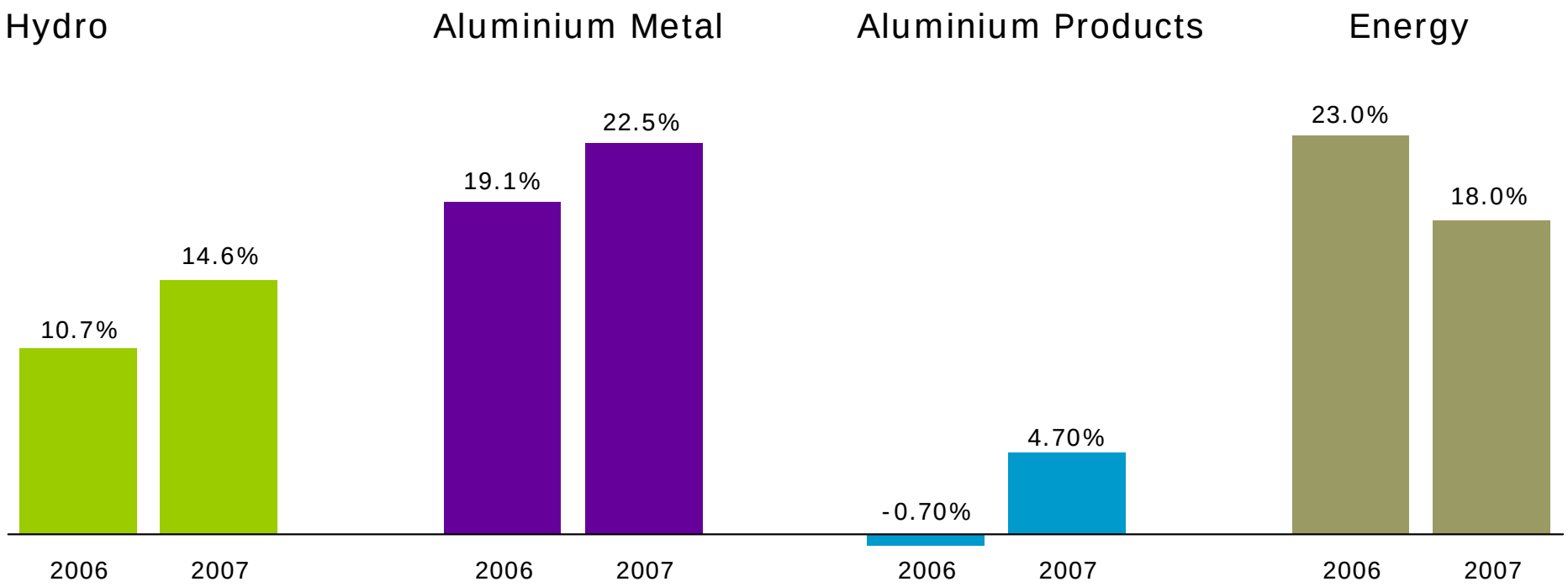
Improved return on capital

RoaCE



Capital employed – December 31, 2007 (NOK billion)

Hydro	Aluminium Metal	Aluminium Products	Energy
44.2	27.1	14.5	4.2

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Solid financial position

NOK million	31 December 2007
Cash and cash equivalents	9 330
Short-term investments	2 742
Short-term debt	(1 045)
Long-term debt	(263)
Net cash / (debt)	**10 764**
Net pension liability	(5 785)
Expected tax benefit, 30%	1 736
Operating lease commitments	(744)
Interest-bearing debt in equity accounted investments	(3 283)
Net adjusted cash / (debt)	**2 687**

1) Excluding Qatar Vinyl Company to be divested in a separate transaction

- Strong cash generation in 2007
  - Cash flow from operations NOK 14.3 billion
  - Investments NOK 4.9 billion
  - Divestments NOK 4.5 billion
  - **Net** **NOK 13.9 billion**
- Proceeds from Polymers sale received in February
  - ~NOK 4.6 billion[1)]
- Net pension liability reduced due to higher interest rates

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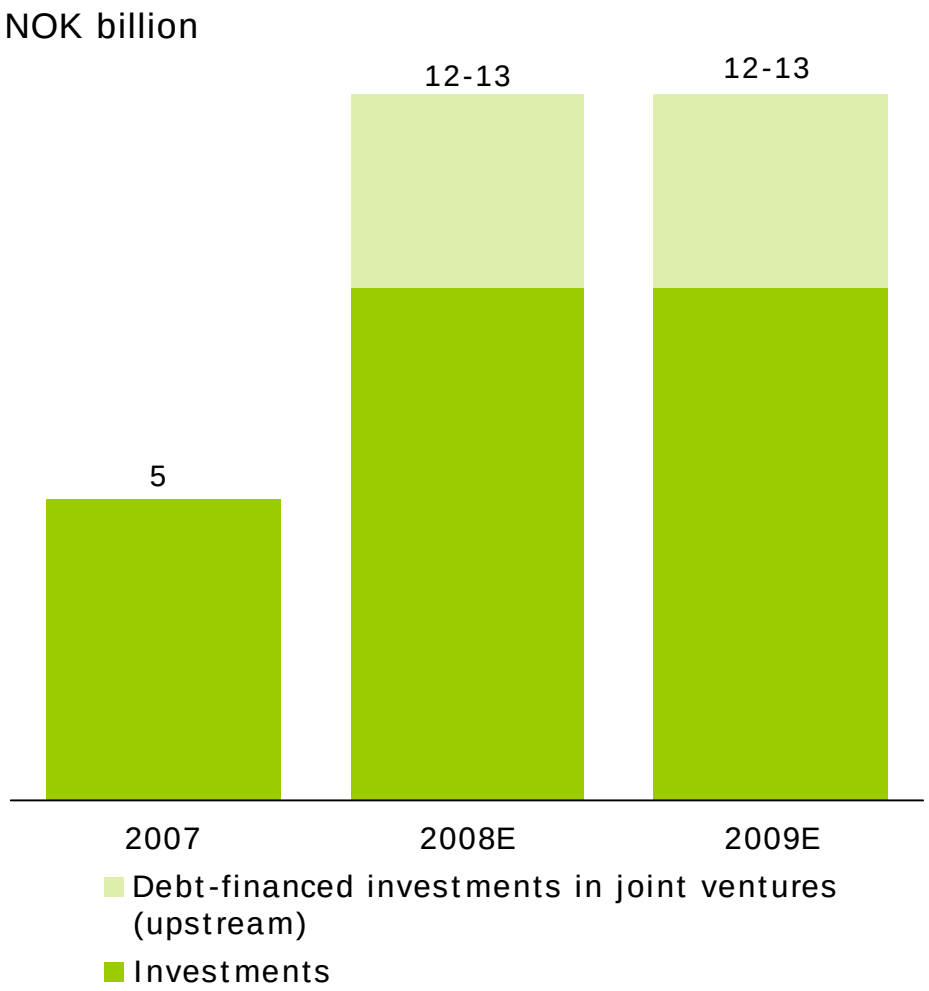
Significant new investments



- ~80% of 2008-2009 investments upstream
- Qatalum: USD 2.8 billion
- Alunorte 3: USD 0.3 billion
- Aluminium Products
  - Selective growth initiatives in Extrusion and Building Systems
- Sustaining capex NOK 3 billion annually

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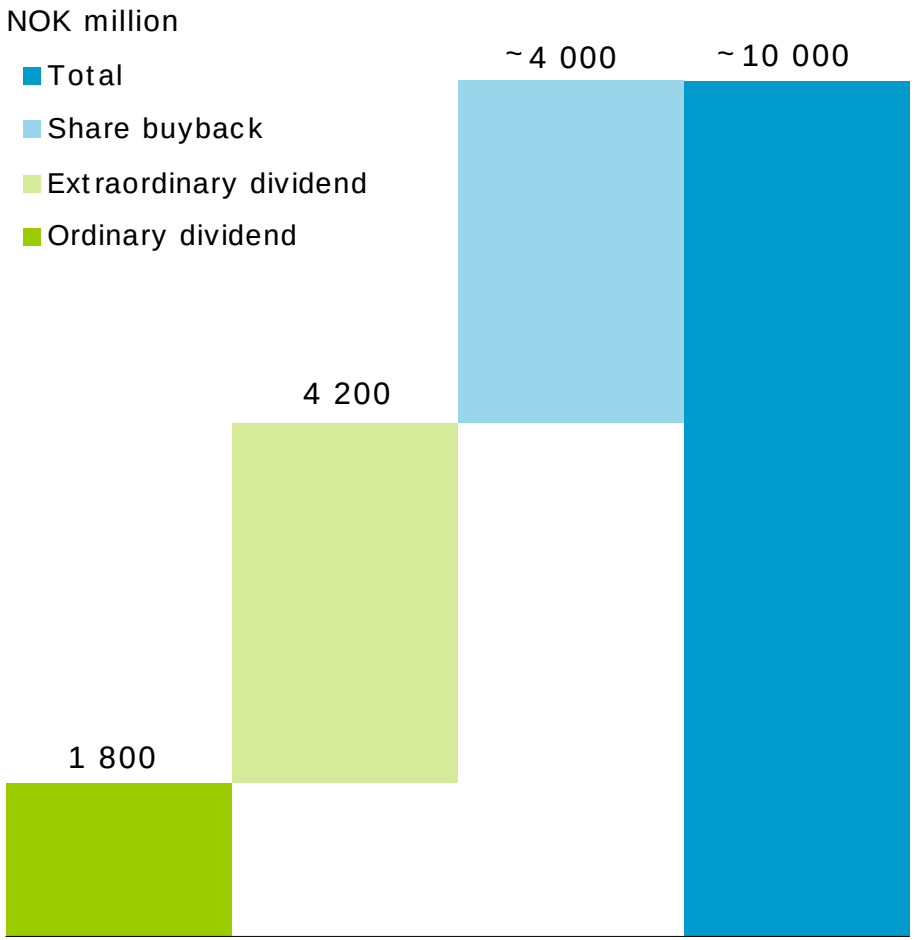
Dividend and share buyback for 2007



- Dividend
  - Ordinary NOK 1.50 per share
  - Extraordinary NOK 3.50 per share
  - **Total** **NOK 5.00 per share**
- Share buyback authorization
  - ~NOK 4 billion
- Maintain flexibility to pursue business opportunities in an uncertain financial environment
- Proposal to be considered by the Annual General Meeting on May 6

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Qatalum on track

- 9% complete end-07
- Challenges:
  - Cost pressure
  - On-time delivery for sub-contractors
- Investment estimate (100%) ~USD 5.6 billion
- Satisfactory project economics at LME 1 900 USD/tonne

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Hydro priorities 2008

- Operational excellence
- Upstream growth opportunities
- Build on leading downstream positions
- Qatalum execution

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Cautionary note in relation to certain forward-looking statements

Certain statements contained in this announcement constitute “forward-looking information” within the meaning of Section 27A of the US Securities Act of 1933, as amended, and Section 21E of the US Securities Exchange Act of 1934, as amended. In order to utilize the “safe harbors” within these provisions, we are providing the following cautionary statement.

Certain statements included within this announcement contain (and oral communications made by us or on our behalf may contain) forward-looking information, including, without limitation, those relating to (a) forecasts, projections and estimates, (b) statements of management’s plans, objectives and strategies for Hydro, such as planned expansions, investments or other projects, (c) targeted production volumes and costs, capacities or rates, start-up costs, cost reductions and profit objectives, (d) various expectations about future developments in Hydro’s markets, particularly prices, supply and demand and competition, (e) results of operations, (f) margins, (g) growth rates, (h) risk management, as well as (i) statements preceded by “expected”, “scheduled”, “targeted”, “planned”, “proposed”, “intended” or similar statements.

Although we believe that the expectations reflected in such forward-looking statements are reasonable, these forward-looking statements are based on a number of assumptions and forecasts that, by their nature, involve risk and uncertainty. Various factors could cause our actual results to differ materially from those projected in a forward-looking statement or affect the extent to which a particular projection is realized. Factors that could cause these differences include, but are not limited to: our continued ability to reposition and restructure our upstream and downstream Aluminium business; changes in availability and cost of energy and raw materials; global supply and demand for aluminium and aluminium products; world economic growth, including rates of inflation and industrial production; changes in the relative value of currencies and the value of commodity contracts; trends in Hydro’s key markets and competition; and legislative, regulatory and political factors. For a detailed description of factors that could cause our results to differ materially from those expressed or implied by such statements, please refer to the risk factors specified under “Risk review – Risk factors” on page 134 of our Annual Report 2006 (including Form 20-F) and subsequent filings on Form 6-K with the US Securities and Exchange Commission.

No assurance can be given that such expectations will prove to have been correct. Hydro disclaims any obligation to update or revise any forward-looking statements, whether as a result of new information, future events or otherwise.

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5 Additional information

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Underlying income
Q4 2007

NOK million	Reported income	Adjustments	Underlying income
Aluminium Metal	1 194	170	1 364
Aluminium Products	(326)	400	74
Energy	376	(35)	341
Corporate and other	(907)	858	(49)
Total EBIT	338	1 393	1 731
Financial income (expense), net	131	(74)	57
Income continuing operations before tax	468	1 319	1 787
Income tax expense [1]	58	(370)	(312)
Change in tax rate Germany	-	(50)	(50)
Income from continuing operations	**527**	**899**	**1 425**
Income from discontinued operations	**3**	**-**	**3**
Net income	**529**	**899**	**1 428**
Net income attributable to minority interest	**91**		
Net income attributable to equity holders of the parent	**438**		
Earnings per share from continuing operations – NOK [2]	**0.40**		

1) Estimated tax effect on income statement adjustments using the tax rate for the period
2) Calculated using income from continuing operations less net income attributable to minority interests

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Underlying income
Q3 2007

NOK million	Reported income	Adjustments	Underlying income
Aluminium Metal	2 172	(227)	1 945
Aluminium Products	(247)	535	288
Energy	242	(35)	207
Corporate and other	(154)	221	67
Total EBIT	2 013	494	2 507
Financial income (expense), net	1 544	(1 199)	345
Income continuing operations before tax	3 557	(705)	2 852
Income tax expense [1]	(765)	144	(621)
Change in tax rate Germany	-	(250)	(250)
Income from continuing operations	**2 792**	**(811)**	**1 981**
Income from discontinued operations	**3 629**	**-**	**3 629**
Net income	**6 421**	**(811)**	**5 610**
Net income attributable to minority interest	**106**		
Net income attributable to equity holders of the parent	**6 315**		
Earnings per share from continuing operations – NOK [2]	**2.20**		

1) Estimated tax effect on income statement adjustments using the tax rate for the period
2) Calculated using income from continuing operations less net income attributable to minority interests

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Underlying income
Q4 2006

NOK million	Reported income	Adjustments	Underlying income
Aluminium Metal	899	856	1 755
Aluminium Products	(481)	741	260
Energy	415	(121)	294
Corporate and other	(1 498)	1 423	(75)
Total EBIT	(664)	2 899	2 235
Financial income (expense), net	296	(93)	203
Income continuing operations before tax	(368)	2 805	2 437
Income tax expense [1]	692	(669)	23
Change in tax rate Germany	-	(500)	(500)
Income from continuing operations	**324**	**1 636**	**1 960**
Income from discontinued operations	3 037	-	3 037
Net income	**3 361**	**1 636**	**4 997**
Net income attributable to minority interest	**8**		
Net income attributable to equity holders of the parent	**3 353**		
Earnings per share from continuing operations – NOK [2]	**0.30**		

1) Estimated tax effect on income statement adjustments using the tax rate for the period
2) Calculated using income from continuing operations less net income attributable to minority interests

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Underlying EBIT per segment

NOK million	Q4 2007	Q3 2007	Q4 2006	Year 2007	Year 2006
Bauxite & Alumina	27	100	244	681	898
Primary Aluminium	1 142	1 720	1 351	6 552	6 651
Commercial	136	123	221	722	643
Other and eliminations	60	2	(60)	84	(65)
Aluminium Metal	**1 364**	**1 945**	**1 755**	**8 041**	**8 127**
Rolled Products	(30)	136	158	562	520
Extrusion	179	201	165	852	818
Automotive	(75)	(49)	(66)	(67)	(51)
Other and eliminations	-	-	3	6	8
Aluminium Products	**74**	**288**	**260**	**1 353**	**1 294**
Energy	**341**	**207**	**294**	**1 184**	**1 464**
Corporate and other	**(49)**	**67**	**(75)**	**(648)**	**(721)**
Total	**1 731**	**2 507**	**2 234**	**9 930**	**10 165**

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Reported and underlying results

Hydro

NOK million	Q1 2006	Q2 2006	Q3 2006	Q4 2006	Q1 2007	Q2 2007	Q3 2007	Q4 2007	Year 2006	Year 2007
Reported EBIT	3 111	2 697	2 056	(664)	3 672	3 001	2 013	338	7 200	9 025
Underlying EBIT	**2 455**	**2 937**	**2 538**	**2 235**	**2 909**	**2 788**	**2 507**	**1 731**	**10 165**	**9 930**
Income from continuing operations	2 306	1 938	1 398	324	3 258	2 581	2 792	527	5 966	9 158
Underlying income from continuing operations	**1 864**	**2 085**	**1 903**	**1 960**	**2 364**	**2 082**	**1 981**	**1 425**	**7 811**	**7 847**
Earnings per share from continuing operations [1)]	**1.90**	**1.50**	**0.90**	**0.30**	**2.60**	**2.00**	**2.20**	**0.40**	**4.60**	**7.20**
Underlying earnings per share from continuing operations [1)]	**1.60**	**1.60**	**1.30**	**1.60**	**1.80**	**1.60**	**1.50**	**1.10**	**6.10**	**6.10**

1) Calculated using income from continuing operations less net income attributable to minority interests

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Special items 2007

NOK million		Q1 2007	Q2 2007	Q3 2007	Q4 2007	2007
Equity accounted units – Monetary adjustments Alunorte	Alumina & Bauxite	(33)	(64)	(35)	(35)	(167)
Equity accounted units - unrealized (gains)/losses on LME contracts Alunorte	Alumina & Bauxite	(13)	40	(108)	(82)	(163)
Closure costs	Primary Aluminium	17	66	20	8	114
Unrealized (gains)/losses on power contracts	Primary Aluminium	127	(175)	80	76	108
Equity accounted units - unrealized (gains)/losses power contracts Søral	Primary Aluminium	47	(25)	(1)	(2)	19
Embedded currency derivatives Qatar	Primary Aluminium	-	-	-	30	30
Impairment Ellenville [1)]	Commercial	-	144	-	-	144
Unrealized (gains)/losses on LME contracts	Other and eliminations	(277)	(177)	(183)	110	(527)
Correction of elimination of gain on inventory	Other and eliminations	-	-	-	65	118
Total impact	**Aluminium Metal**	**(132)**	**(191)**	**(227)**	**170**	**(324)**
Metal effect	Rolled Products	(149)	28	55	301	235
Rationalization costs	Rolled Products	-	-	-	29	29
Equity accounted units – Change in tax rate Germany	Rolled Products	-	-	-	(47)	(47)
Rationalization costs US and UK	Extrusion	-	63	-		63
(Gains)/losses on divestments	Extrusion	-	-	-	(17)	(17)
(Gains)/losses on divestments	Automotive	(691)	15	40	12	(624)
Rationalization costs	Automotive	-	-	-	18	18
Unrealized (gains)/losses on LME contracts	Other and Elim.	23	31	440	104	598
Total impact	**Aluminium Products**	**(817)**	**137**	**535**	**400**	**255**
Unrealized (gains) / losses on power contracts	**Energy**	**(22)**	**(27)**	**(35)**	**(35)**	**(119)**
Unrealized (gains) / losses on power contracts	**Corporate and other**	**207**	**(135)**	**221**	**627**	**920**
Correction of elimination of gain on inventory	**Corporate and other**	**-**	**-**	**-**	**231**	**173**
Total EBIT	**Hydro**	**(764)**	**(213)**	**494**	**1 393**	**905**
Net foreign exchange (gain)/loss	Hydro	(464)	(517)	(1 199)	(74)	(2 254)
Income from continuing operations before tax	**Hydro**	**(1 227)**	**(730)**	**(705)**	**1 319**	**(1 349)**
Estimated income tax effect	Hydro	333	231	144	(370)	339
Germany, change in tax rate	Hydro	-	-	(250)	(50)	(300)
Income from continuing operations	**Hydro**	**(894)**	**(499)**	**(811)**	**899**	**(1 310)**

1) Not included in EBITDA

HYDRO

Special items 2006

NOK million		Q1 2006	Q2 2006	Q3 2006	Q4 2006	Year 2006
Associates/JVs - unrealized currency (gains)/losses Alunorte	Alumina & Bauxite	(66)	8	(6)	(12)	(76)
Associates/JVs - unrealized (gains)/losses on LME contracts Alunorte	Alumina & Bauxite	24	3	(21)	137	143
Closure costs	Primary Aluminium	499	11	14	48	572
Unrealized (gains)/losses on power contracts	Primary Aluminium	191	(25)	(163)	180	183
Associates/JVs - unrealized (gains)/losses power contracts Søral	Primary Aluminium	(84)	5	(52)	155	24
Impairment Ellenville [1)]	Commercial	-	-	-	67	67
Unrealized (gains)/losses on LME contracts	Other and eliminations	(439)	105	(35)	281	(88)
Total impact	**Aluminium Metal**	**125**	**107**	**(263)**	**856**	**825**
Inventory (gains)/losses	Rolled Products	(349)	(149)	73	164	(261)
UK defined pension plan	Rolled Products	15	-	-	-	15
Impairment Malaysia [1)]	Rolled Products	-	-	-	150	150
Impairment loss Extrusion Ellenville operations [1)]	Extrusion	-	116	-	-	116
UK defined pension plan	Extrusion	340	-	-	-	340
Rationalization costs US and UK	Extrusion	-	-	50	53	103
Closure costs Magnesium	Automotive	-	69	9	306	384
UK defined pension plan	Automotive	25	-	-	-	25
Impairment losses [1)]	Automotive	-	23	47	86	156
Rationalization costs	Automotive	-	-	-	29	29
Associates/JVs - write-down Meridian Technologies Inc [1)]	Automotive	-	-	239	-	239
Unrealized (gains)/losses on LME contracts	Other and Elim.	(150)	13	286	(47)	102
Total impact	**Aluminium Products**	**(119)**	**72**	**704**	**741**	**1 398**
Unrealized (gains)/losses on power contracts	**Energy**	**118**	**(49)**	**59**	**(121)**	**7**
Reversal of insurance loss provision	Corporate and other	-	-	-	(211)	(211)
Unrealized (gains)/losses on power contracts	Corporate and other	(400)	175	(18)	1 634	1 391
Elimination of demanning costs Magnesium operations Porsgrunn	Corporate and other	-	(65)	-	-	(65)
Elimination of UK defined pension plan	Corporate and other	(380)	-	-	-	(380)
Total impact	**Corporate and other**	**(780)**	**110**	**(18)**	**1 423**	**735**
Total EBIT	**Hydro**	**(655)**	**240**	**482**	**2 898**	**2 964**
Net foreign exchange (gain)/loss	**Hydro**	4	(20)	257	(93)	148
Income from continuing operations before tax	**Hydro**	**(651)**	**220**	**740**	**2 805**	**3 112**
Estimated income tax effect	**Hydro**	209	(72)	(235)	(669)	(767)
Reversal of valuation allowance Canada	**Hydro**	**-**	**-**	**-**	(500)	(500)
Income from continuing operations	**Hydro**	**(443)**	**148**	**504**	**1 636**	**1 846**

1) Not included in EBITDA

HYDRO

Operating segment information
Underlying EBIT

NOK million	Q1 2006	Q2 2006	Q3 2006	Q4 2006	Q1 2007	Q2 2007	Q3 2007	Q4 2007	Year 2006	Year 2007
Bauxite & Alumina	92	274	288	244	257	298	100	27	898	681
Primary Aluminium	1 621	1 966	1 714	1 351	1 901	1 790	1 720	1 142	6 651	6 552
Commercial	128	183	112	221	281	182	123	136	643	722
Other and eliminations	(9)	18	(13)	(60)	(37)	7	2	60	(65)	84
Aluminium Metal	**1 831**	**2 440**	**2 102**	**1 755**	**2 402**	**2 277**	**1 945**	**1 364**	**8 127**	**8 041**
Rolled Products	135	82	144	158	194	262	136	(30)	520	562
Extrusion	184	272	197	165	245	227	201	179	818	852
Automotive	45	43	(72)	(66)	57	-	(49)	(75)	(51)	(67)
Other and eliminations	-	1	-	3	2	3	-	-	8	6
Aluminium Products	**367**	**398**	**269**	**260**	**498**	**492**	**288**	**74**	**1 294**	**1 353**
Energy	**558**	**229**	**383**	**294**	**266**	**369**	**207**	**341**	**1 464**	**1 184**
Corporate and other	**(301)**	**(129)**	**(216)**	**(75)**	**(258)**	**(349)**	**67**	**(49)**	**(721)**	**(648)**
Total	**2 455**	**2 938**	**2 538**	**2 235**	**2 908**	**2 789**	**2 507**	**1 731**	**10 165**	**9 930**

HYDRO

Operating segment information
Underlying EBITDA

NOK million	Q1 2006	Q2 2006	Q3 2006	Q4 2006	Q1 2007	Q2 2007	Q3 2007	Q4 2007	Year 2006	Year 2007
Bauxite & Alumina	97	278	293	249	262	302	104	31	917	699
Primary Aluminium	2 072	2 407	2 161	1 913	2 396	2 266	2 190	1 628	8 553	8 479
Commercial	188	244	165	291	321	217	156	172	888	865
Other and eliminations	(9)	18	(13)	(60)	(37)	7	2	60	(65)	84
Aluminium Metal	**2 348**	**2 948**	**2 605**	**2 392**	**2 942**	**2 792**	**2 452**	**1 890**	**10 294**	**10 129**
Rolled Products	278	216	283	300	339	393	266	100	1 077	1 099
Extrusion	317	399	320	296	366	344	304	286	1 332	1 300
Automotive	221	206	95	148	137	68	15	(8)	673	212
Other and eliminations	3	1	-	3	2	3	-	-	8	6
Aluminium Products	**819**	**822**	**699**	**747**	**844**	**808**	**585**	**378**	**3 090**	**2 616**
Energy	**594**	**265**	**419**	**311**	**294**	**392**	**236**	**390**	**1 589**	**1 313**
Corporate and other	**(289)**	**(127)**	**(205)**	**(70)**	**(241)**	**(333)**	**82**	**(33)**	**(692)**	**(533)**
Total	**3 472**	**3 908**	**3 518**	**3 381**	**3 839**	**3 659**	**3 355**	**2 625**	**14 278**	**13 472**

HYDRO

Operating segment information
EBIT

NOK million	Q1 2006	Q2 2006	Q3 2006	Q4 2006	Q1 2007	Q2 2007	Q3 2007	Q4 2007	Year 2006	Year 2007
Bauxite & Alumina	134	263	315	119	303	322	243	144	831	1 011
Primary Aluminium	1 015	1 975	1 915	968	1 710	1 921	1 621	1 030	5 872	6 281
Commercial	128	183	112	154	281	38	123	136	576	578
Other and eliminations	430	(87)	22	(341)	240	184	185	(115)	23	493
Aluminium Metal	**1 706**	**2 333**	**2 365**	**899**	**2 534**	**2 465**	**2 172**	**1 194**	**7 302**	**8 365**
Rolled Products	469	231	71	(156)	343	234	81	(313)	616	345
Extrusion	(156)	156	147	112	245	164	201	196	259	806
Automotive	20	(49)	(367)	(487)	748	(15)	(89)	(105)	(884)	539
Other and eliminations	153	(12)	(286)	50	(21)	(28)	(440)	(104)	(94)	(592)
Aluminium Products	**486**	**326**	**(435)**	**(481)**	**1 315**	**355**	**(247)**	**(326)**	**(104)**	**1 098**
Energy	**440**	**278**	**324**	**415**	**288**	**396**	**242**	**376**	**1 457**	**1 303**
Corporate and other	**479**	**(239)**	**(198)**	**(1 498)**	**(465)**	**(214)**	**(154)**	**(907)**	**(1 456)**	**(1 741)**
Total	**3 111**	**2 697**	**2 056**	**(664)**	**3 672**	**3 001**	**2 013**	**338**	**7 200**	**9 025**

HYDRO

Operating segment information
EBITDA

NOK million	Q1 2006	Q2 2006	Q3 2006	Q4 2006	Q1 2007	Q2 2007	Q3 2007	Q4 2007	Year 2006	Year 2007
Bauxite & Alumina	139	267	320	124	308	326	247	148	850	1 029
Primary Aluminium	1 466	2 416	2 362	1 530	2 205	2 397	2 091	1 516	7 774	8 208
Commercial	188	244	165	291	321	217	156	172	888	865
Other and eliminations	430	(87)	22	(341)	240	184	185	(115)	23	493
Aluminium Metal	**2 223**	**2 841**	**2 868**	**1 603**	**3 074**	**3 124**	**2 679**	**1 720**	**9 536**	**10 597**
Rolled Products	612	365	210	136	488	365	211	(183)	1 323	882
Extrusion	(23)	399	270	243	366	281	304	303	889	1 254
Automotive	196	140	86	(187)	828	53	(25)	(38)	235	818
Other and eliminations	153	(12)	(286)	50	(21)	(28)	(440)	(104)	(94)	(592)
Aluminium Products	**938**	**892**	**281**	**242**	**1 661**	**671**	**50**	**(22)**	**2 353**	**2 361**
Energy	**476**	**314**	**360**	**432**	**316**	**419**	**271**	**425**	**1 582**	**1 432**
Corporate and other	**491**	**(237)**	**(187)**	**(1 493)**	**(449)**	**(198)**	**(139)**	**(892)**	**(1 427)**	**(1 678)**
Total	**4 128**	**3 810**	**3 322**	**785**	**4 602**	**4 016**	**2 861**	**1 232**	**12 044**	**12 711**

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Operating segment information

Total revenue

NOK million	Q1 2006	Q2 2006	Q3 2006	Q4 2006	Q1 2007	Q2 2007	Q3 2007	Q4 2007	Year 2006	Year 2007
Bauxite & Alumina	952	1 062	1 167	1 300	1 108	1 192	929	948	4 481	4 176
Primary Aluminium	9 620	9 545	8 927	8 815	10 377	9 876	8 920	7 991	36 907	37 164
Commercial	19 229	19 435	16 802	18 100	18 232	17 114	14 926	14 625	73 566	64 898
Other and eliminations	(11 868)	(12 136)	(10 715)	(11 976)	(12 433)	(12 199)	(10 550)	(9 464)	(46 695)	(44 646)
Aluminium Metal	**17 933**	**17 906**	**16 182**	**16 239**	**17 284**	**15 983**	**14 226**	**14 099**	**68 259**	**61 592**
Rolled Products	5 535	5 669	5 875	6 053	6 630	6 835	6 021	5 841	23 132	25 327
Extrusion	5 095	5 377	5 207	4 722	5 497	5 470	4 821	4 633	20 402	20 421
Automotive	2 566	2 686	2 382	2 683	2 328	1 605	1 386	1 186	10 317	6 506
Other and eliminations	(228)	(194)	(202)	361	(209)	(226)	(236)	(184)	(263)	(855)
Aluminium Products	**12 967**	**13 538**	**13 263**	**13 819**	**14 246**	**13 685**	**11 991**	**11 477**	**53 588**	**51 399**
Energy	**2 006**	**1 181**	**1 961**	**2 161**	**1 421**	**1 370**	**1 416**	**2 261**	**7 309**	**6 468**
Corporate and other	**(6 858)**	**(7 198)**	**(7 363)**	**(8 985)**	**(7 294)**	**(5 996)**	**(5 667)**	**(6 185)**	**(30 404)**	**(25 143)**
Total	**26 048**	**25 427**	**24 043**	**23 234**	**25 657**	**25 042**	**21 966**	**21 651**	**98 752**	**94 316**

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Operating segment information

External revenue

NOK million	Q1 2006	Q2 2006	Q3 2006	Q4 2006	Q1 2007	Q2 2007	Q3 2007	Q4 2007	Year 2006	Year 2007
Bauxite & Alumina	1	-	-	-	-	-	-	3	1	3
Primary Aluminium	827	735	347	435	594	684	602	670	2 344	2 551
Commercial	10 419	11 012	9 530	10 379	10 663	9 893	8 954	8 441	41 340	37 952
Other and eliminations	356	(141)	36	(332)	37	37	108	(182)	(82)	-
Aluminium Metal	**11 602**	**11 606**	**9 912**	**10 482**	**11 294**	**10 614**	**9 665**	**8 933**	**43 603**	**40 506**
Rolled Products	5 498	5 618	5 842	5 993	6 506	6 699	5 919	5 729	22 951	24 853
Extrusion	4 879	5 193	5 042	5 086	5 379	5 347	4 728	4 540	20 200	19 994
Automotive	2 467	2 654	2 346	2 661	2 287	1 565	1 361	1 163	10 128	6 375
Other and eliminations	66	10	(25)	-	17	2	(62)	(14)	51	(56)
Aluminium Products	**12 910**	**13 476**	**13 205**	**13 740**	**14 190**	**13 612**	**11 946**	**11 418**	**53 331**	**51 166**
Energy	**1 119**	**(27)**	**737**	**(823)**	**(83)**	**562**	**125**	**664**	**1 007**	**1 268**
Corporate and other	**417**	**371**	**188**	**(165)**	**256**	**253**	**230**	**636**	**811**	**1 376**
Total	**26 048**	**25 427**	**24 043**	**23 234**	**25 657**	**25 042**	**21 966**	**21 651**	**98 752**	**94 316**

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Operating segment information

Internal revenue

NOK million	Q1 2006	Q2 2006	Q3 2006	Q4 2006	Q1 2007	Q2 2007	Q3 2007	Q4 2007	Year 2006	Year 2007
Bauxite & Alumina	951	1 062	1 167	1 300	1 108	1 192	929	944	4 480	4 173
Primary Aluminium	8 793	8 810	8 581	8 380	9 782	9 192	8 318	7 321	34 564	34 613
Commercial	8 811	8 423	7 272	7 720	7 569	7 221	5 972	6 184	32 226	26 946
Other and eliminations	(12 224)	(11 995)	(10 750)	(11 643)	(12 470)	(12 236)	(10 658)	(9 282)	(46 613)	(44 646)
Aluminium Metal	**6 331**	**6 299**	**6 270**	**5 757**	**5 990**	**5 369**	**4 561**	**5 166**	**24 657**	**21 086**
Rolled Products	37	50	33	60	123	137	101	112	180	474
Extrusion	215	184	166	(363)	118	124	93	93	202	427
Automotive	99	32	36	22	41	40	26	24	189	131
Other and eliminations	(294)	(204)	(177)	361	(226)	(228)	(174)	(170)	(314)	(798)
Aluminium Products	**58**	**62**	**58**	**80**	**57**	**73**	**45**	**59**	**257**	**233**
Energy	**887**	**1 208**	**1 224**	**2 983**	**1 504**	**808**	**1 291**	**1 597**	**6 302**	**5 200**
Corporate and other	**(7 276)**	**(7 569)**	**(7 551)**	**(8 820)**	**(7 550)**	**(6 250)**	**(5 897)**	**(6 822)**	**(31 216)**	**(26 519)**
Total	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**

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Operating segment information

Share of profit in equity accounted investments

NOK million	Q1 2006	Q2 2006	Q3 2006	Q4 2006	Q1 2007	Q2 2007	Q3 2007	Q4 2007	Year 2006	Year 2007
Bauxite & Alumina	93	195	258	78	238	228	219	169	624	854
Primary Aluminium	140	56	126	(90)	(3)	96	56	(28)	232	121
Commercial	-	(1)	-	-	-	-	-	-	(2)	-
Aluminium Metal	**233**	**249**	**385**	**(12)**	**236**	**323**	**275**	**141**	**854**	**975**
Rolled Products	(4)	1	7	(6)	7	(7)	(6)	42	(2)	36
Extrusion	4	5	4	4	2	-	3	2	17	7
Automotive	18	24	(235)	10	4	-	-	(1)	(183)	2
Aluminium Products	**18**	**30**	**(224)**	**9**	**14**	**(8)**	**(3)**	**43**	**(168)**	**46**
Energy	**5**	**2**	**(1)**	**16**	**-**	**10**	**(8)**	**(25)**	**22**	**(24)**
Corporate and other	**5**	**5**	**3**	**15**	**(1)**	**1**	**2**	**1**	**27**	**3**
Total	**260**	**285**	**163**	**27**	**248**	**326**	**265**	**160**	**736**	**1 000**

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Operating segment information
Depreciation

NOK million	Q1 2006	Q2 2006	Q3 2006	Q4 2006	Q1 2007	Q2 2007	Q3 2007	Q4 2007	Year 2006	Year 2007
Bauxite & Alumina	-	-	-	-	-	-	-	-	-	-
Primary Aluminium	447	437	441	557	490	471	465	473	1 882	1 899
Commercial	60	60	52	138	40	179	33	36	311	287
Aluminium Metal	**507**	**497**	**494**	**694**	**530**	**649**	**498**	**508**	**2 192**	**2 186**
Rolled Products	129	120	125	277	131	117	116	117	651	481
Extrusion	133	243	123	131	121	118	103	106	630	448
Automotive	175	188	213	301	80	68	64	67	878	279
Aluminium Products	**437**	**552**	**462**	**709**	**332**	**302**	**283**	**290**	**2 159**	**1 207**
Energy	**35**	**35**	**34**	**16**	**28**	**20**	**24**	**24**	**120**	**97**
Corporate and other	**12**	**8**	**13**	**12**	**16**	**16**	**15**	**16**	**45**	**62**
Total	**991**	**1 092**	**1 002**	**1 431**	**906**	**988**	**820**	**839**	**4 516**	**3 552**

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Income statement

NOK million	Q4 2007	Q3 2007	Q4 2006	Year 2007	Year 2006
Revenue	21 651	21 966	23 234	94 316	98 752
Share of the profit in equity accounted investments	160	265	27	1 000	736
Other income, net	174	8	253	1 093	558
Total revenue and income	**21 986**	**22 239**	**23 514**	**96 409**	**100 045**
Depreciation, amortization and impairment	839	820	1 431	3 552	4 516
Other expenses	20 809	19 406	22 748	83 833	88 329
Earnings before financial items and tax (EBIT)	**338**	**2 013**	**(664)**	**9 025**	**7 200**
Financial income (expense), net	131	1 544	296	3 208	718
Income from continuing operations before tax	468	3 557	(368)	12 233	7 918
Income tax expense	58	(765)	692	(3 075)	(1 952)
Tax rate	(12)%	22%	188%	25%	25%
Income from continuing operations	**527**	**2 792**	**324**	**9 158**	**5 966**
Income from discontinued operations	3	3 629	3 037	9 447	11 967
Net income	**529**	**6 421**	**3 361**	**18 604**	**17 933**
Net income attributable to minority interest	91	106	8	408	273
Net income attributable to equity holders of the parent	438	6 315	3 353	18 196	17 660
Earnings per share from continuing operations – NOK 1)	**0.40**	**2.20**	**0.30**	**7.20**	**4.60**

1) Calculated using income from continuing operations less net income attributable to minority interests

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Income statements 2007

NOK million	Q1 2007	Q2 2007	Q3 2007	Q4 2007	Year 2007
Revenue	25 657	25 042	21 966	21 651	94 316
Share of the profit in equity accounted investments	248	326	265	160	1 000
Other income, net	849	62	8	174	1 093
Total revenue and income	**26 755**	**25 430**	**22 239**	**21 986**	**96 409**
Depreciation, amortization and impairment	906	988	820	839	3 552
Other expenses	22 177	21 441	19 406	20 809	83 833
Earnings before financial items and tax (EBIT)	**3 672**	**3 001**	**2 013**	**338**	**9 025**
Financial income (expense), net	801	733	1 544	131	3 208
Income from continuing operations before tax	4 473	3 734	3 557	468	12 233
Income tax expense	(1 215)	(1 153)	(765)	58	(3 075)
Tax rate	27%	31%	22%	(12)%	25%
Income from continuing operations	**3 258**	**2 581**	**2 792**	**527**	**9 158**
Income from discontinued operations	2 336	3 479	3 629	3	9 447
Net income	**5 594**	**6 060**	**6 421**	**529**	**18 604**
Net income attributable to minority interest	103	108	106	91	408
Net income attributable to equity holders of the parent	5 491	5 952	6 315	438	18 196
Earnings per share from continuing operations – NOK [1)]	**2.60**	**2.00**	**2.20**	**0.40**	**7.20**

1) Calculated using income from continuing operations less net income attributable to minority interests

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Income statements 2006

NOK million	Q1 2006	Q2 2006	Q3 2006	Q4 2006	Year 2006
Revenue	26 048	25 427	24 043	23 234	98 752
Share of the profit in equity accounted investments	260	285	163	27	736
Other income, net	104	102	99	253	558
Total revenue and income	**26 411**	**25 814**	**24 305**	**23 514**	**100 045**
Depreciation, amortization and impairment	991	1 092	1 002	1 431	4 516
Other expenses	22 309	22 025	21 247	22 748	88 329
Earnings before financial items and tax (EBIT)	**3 111**	**2 697**	**2 056**	**(664)**	**7 200**
Financial income (expense), net	284	123	15	296	718
Income from continuing operations before tax	3 395	2 820	2 071	(368)	7 918
Income tax expense	(1 089)	(882)	(673)	692	(1 952)
Tax rate	32%	31%	32%	188%	25%
Income from continuing operations	**2 306**	**1 938**	**1 398**	**324**	**5 966**
Income from discontinued operations	2 476	3 995	2 459	3 037	11 967
Net income	**4 783**	**5 932**	**3 858**	**3 361**	**17 933**
Net income attributable to minority interest	(77)	103	238	8	273
Net income attributable to equity holders of the parent	4 859	5 829	3 619	3 353	17 660
Earnings per share from continuing operations – NOK 1)	**1.90**	**1.50**	**0.90**	**0.30**	**4.60**

1) Calculated using income from continuing operations less net income attributable to minority interests

HYDRO

Balance sheets 2007

NOK million	Dec 31 2007	Sep 30 2007	Jun 30 2007	Mar 31 2007
Cash and cash equivalents	9 330	33 948	20 735	21 780
Short-term investments	2 742	2 197	6 273	14 981
Receivables and other current assets	16 531	18 906	19 942	21 833
Inventories	12 227	12 579	13 611	14 380
Assets held for sale / Discontinued operations	6 741	124 579	127 385	122 480
Property, plant and equipment	26 750	26 513	27 352	31 345
Other non-current assets	17 724	17 379	17 288	18 260
Total assets	**92 046**	**236 100**	**232 586**	**245 058**
Bank-loans and other short-term interest-bearing debt	1 045	2 153	2 227	2 502
Other current liabilities	17 310	18 890	18 997	20 613
Liabilities in disposal group / Discontinued operations	2 021	98 098	94 350	102 955
Long-term interest-bearing debt	263	270	307	335
Other long-term liabilities	14 152	13 735	14 175	14 419
Deferred tax liabilities	2 246	2 630	2 754	3 375
Minority interest	959	872	825	848
Equity attr. to equity holders of the parent	54 049	99 452	98 952	100 011
Total liabilities and equity	**92 046**	**236 100**	**232 586**	**245 058**

HYDRO

Balance sheets 2006

NOK million	Dec 31 2006	Sep 30 2006	Jun 30 2006	Mar 31 2006	Jan 1 2006
Cash and cash equivalents	6 609	16 340	7 367	20 484	10 266
Short-term investments	15 020	12 698	12 669	3 850	3 859
Receivables and other current assets	20 151	25 971	25 423	25 433	19 011
Inventories	14 220	14 641	14 427	13 706	12 952
Assets held for sale / Discontinued operations	127 670	126 708	123 726	124 882	123 959
Property, plant and equipment	32 151	34 627	34 125	35 080	35 823
Other non-current assets	18 639	17 719	17 396	17 489	19 499
Total assets	**234 459**	**248 704**	**235 133**	**240 924**	**225 369**
Bank-loans and other short-term interest-bearing debt	2 509	2 294	2 725	2 930	2 863
Other current liabilities	20 372	22 762	22 741	19 223	17 759
Liabilities in disposal group / Discontinued operations	97 543	110 096	102 008	107 429	95 298
Long-term interest-bearing debt	367	665	720	695	722
Other long-term liabilities	14 258	13 044	13 056	13 190	14 272
Deferred tax liabilities	2 808	3 716	2 746	3 451	3 713
Minority interest	771	792	700	871	980
Equity attr. to equity holders of the parent	95 831	95 336	90 436	93 135	89 763
Total liabilities and equity	**234 459**	**248 704**	**235 133**	**240 924**	**225 369**

HYDRO

Pensions

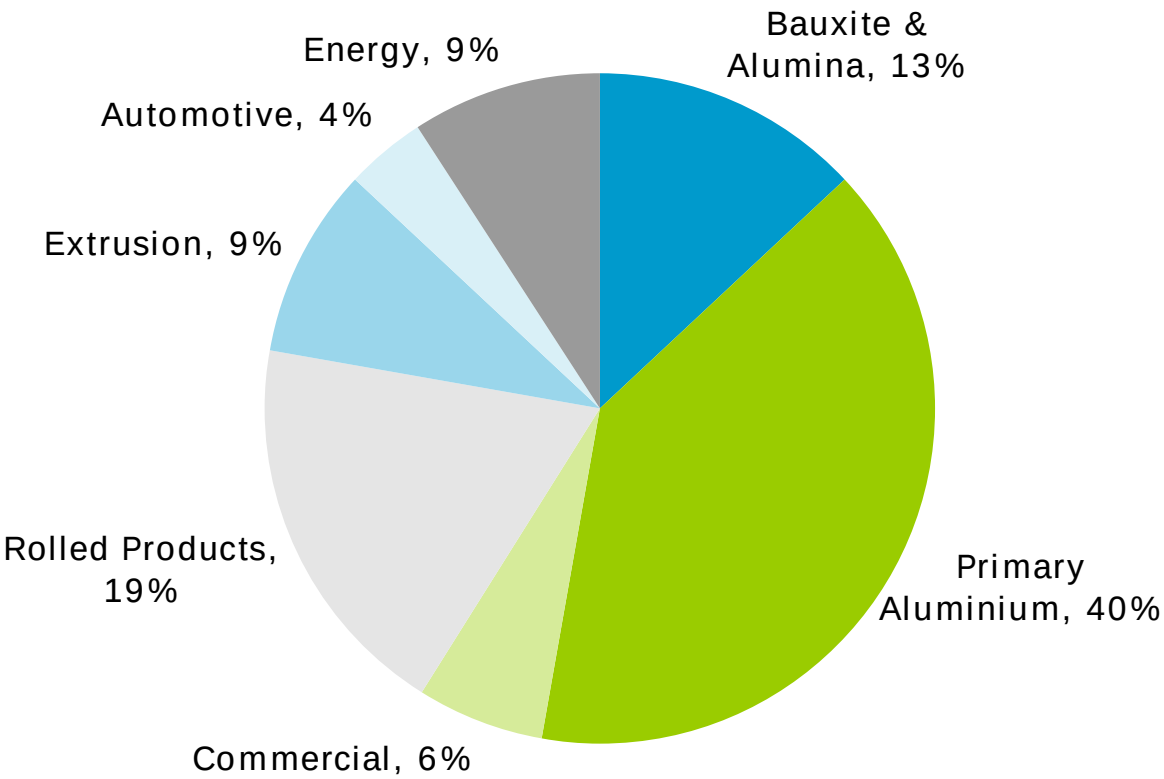
NOK million	December 31, 2007	December 31, 2006
Projected benefit obligation	(20 584)	(23 695)
Fair value of plan assets	15 579	16 843
Termination benefits and other	(780)	(881)
Net pension liability	**(5 785)**	**(7 734)**
Unrecognized amount	(1 890)	(453)
Net pension liability recognized in the balance sheet	**(7 675)**	**(8 185)**

NOK million	2007	2006
Benefits earned	560	541
Interest cost	945	837
Expected return on assets	(872)	(721)
Amortizations	33	32
Curtailments and Settlements	(8)	(83)
Contribution plans	25	25
Termination benefits and other	218	248
Net periodic pension cost	**900**	**879**

Weighted average assumptions used to determine pension obligation at end of year	December 31, 2007	December 31, 2006
Discount rate	5.0%	4.5%
Rate of compensation increase	3.7%	3.4%

HYDRO

Capital employed – upstream focus



NOK million	December 31 2007
Bauxite & Alumina	6 078
Primary Aluminium	18 337
Commercial	2 776
Other and eliminations	(52)
Aluminium Metal	**27 139**
Rolled Products	8 700
Extrusion	4 215
Automotive	1 817
Other and eliminations	(190)
Aluminium Products	**14 542**
Energy	**4 227**
Corporate and other	**(1 663)**
Total	**44 244**

1) Including NOK 1.7 billion in negative capital employed in “Corporate and Other” not shown in graph

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Price and currency sensitivities

NOK million	Income before tax	Net income	Change
Aluminium price per tonne	700	500	100 USD
Aluminium price per tonne excl. strategic hedges	800	600	100 USD

NOK million	Income before tax	Net income	Change
USD before financial items	3 800	2 700	1 NOK
USD financial items	(2 700)	(1 900)	1 NOK
USD Net income	1 100	800	1 NOK

- Based on expected business volumes for 2008 and the following prices:
  - Aluminium 2 500 USD/tonne
  - NOK/USD 5.50
- LME sensitivity includes the effect of strategic hedges, but excludes and unrealized effects related to operational hedging
- USD sensitivity includes both USD revenues and USD costs
- Total USD sensitivity for financial items is based on actual financial positions December 31, 2007

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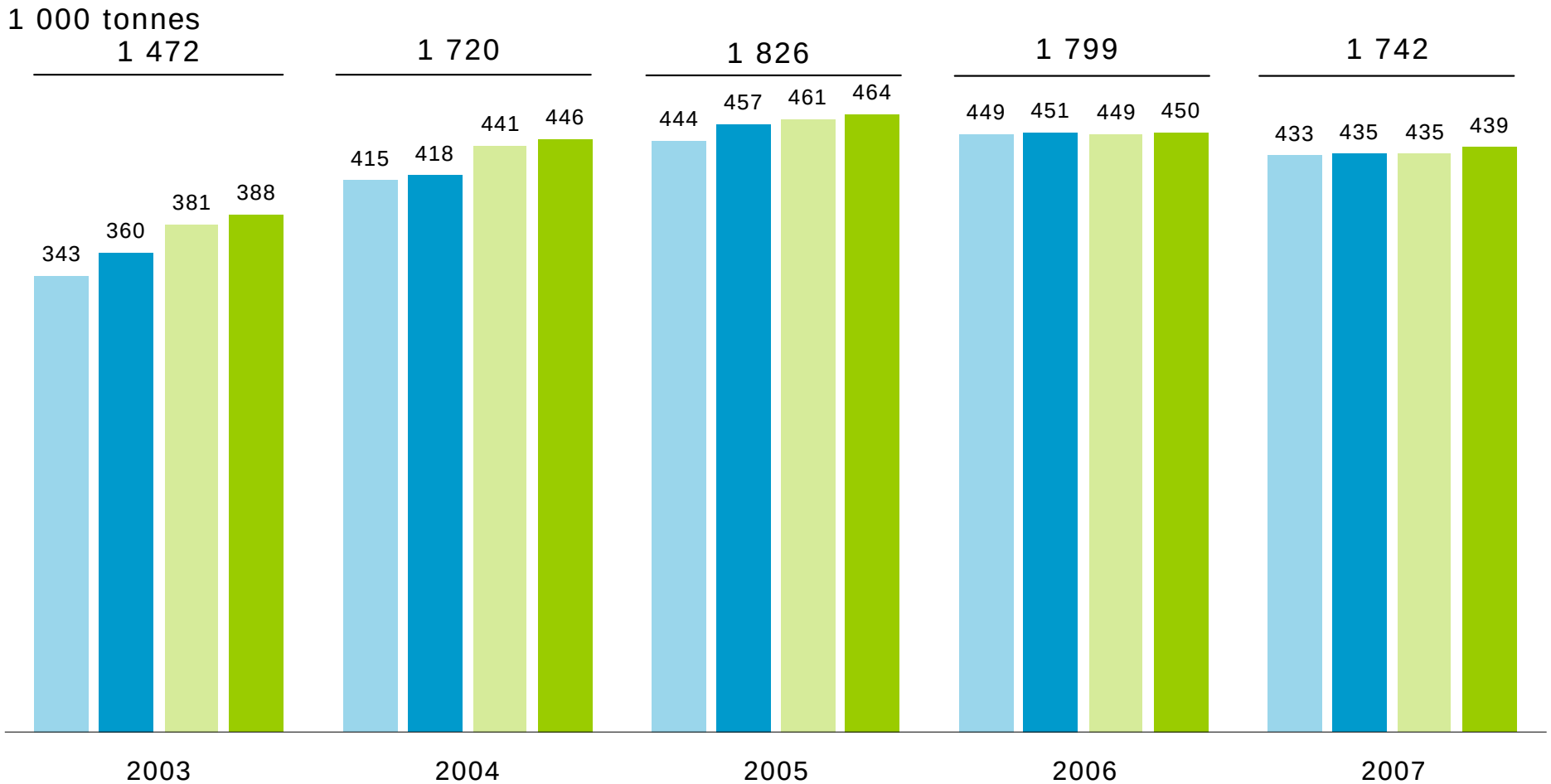
Primary aluminium production



Slovalco consolidated from Q1 2004

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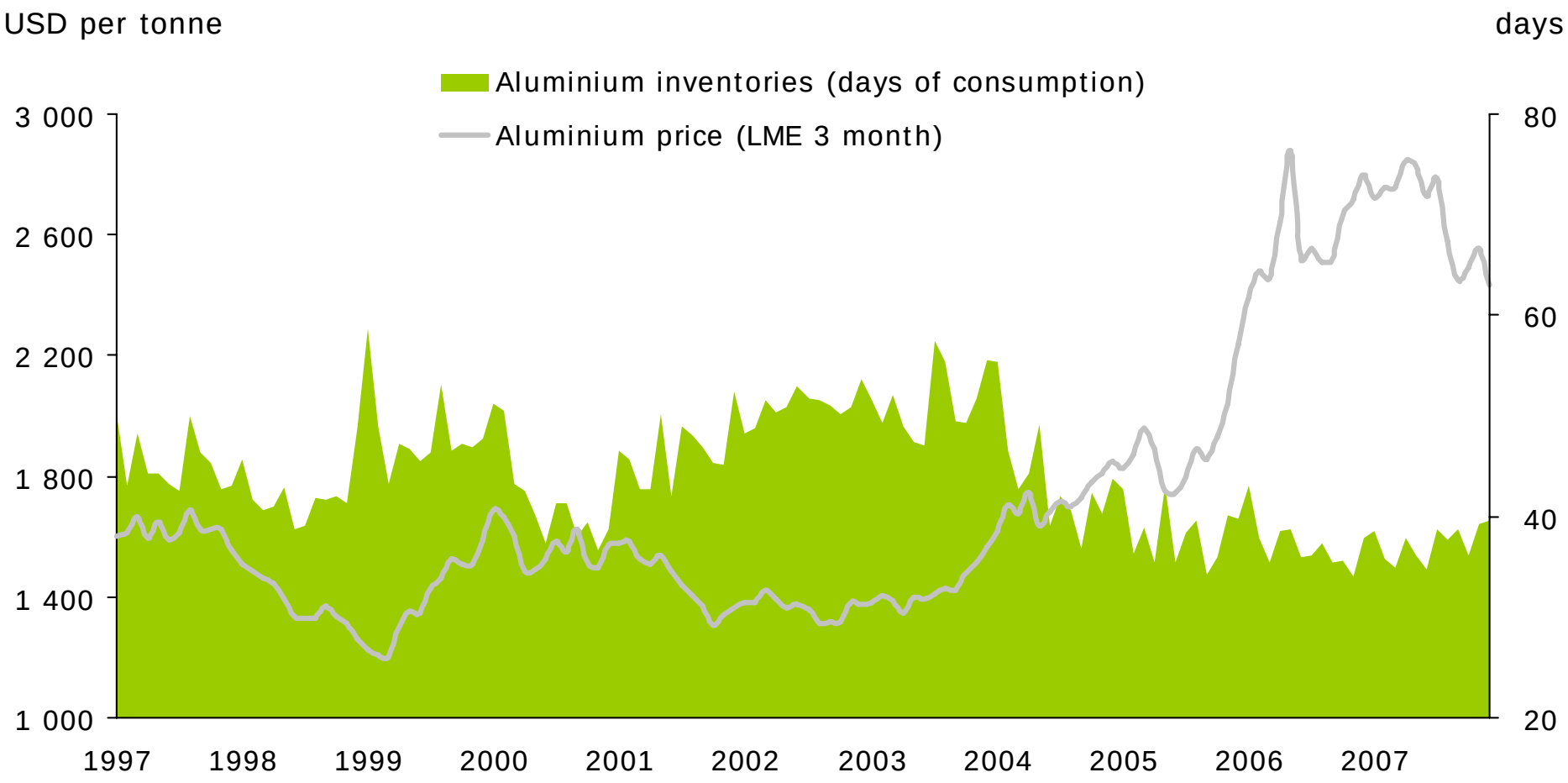
Primary aluminium market



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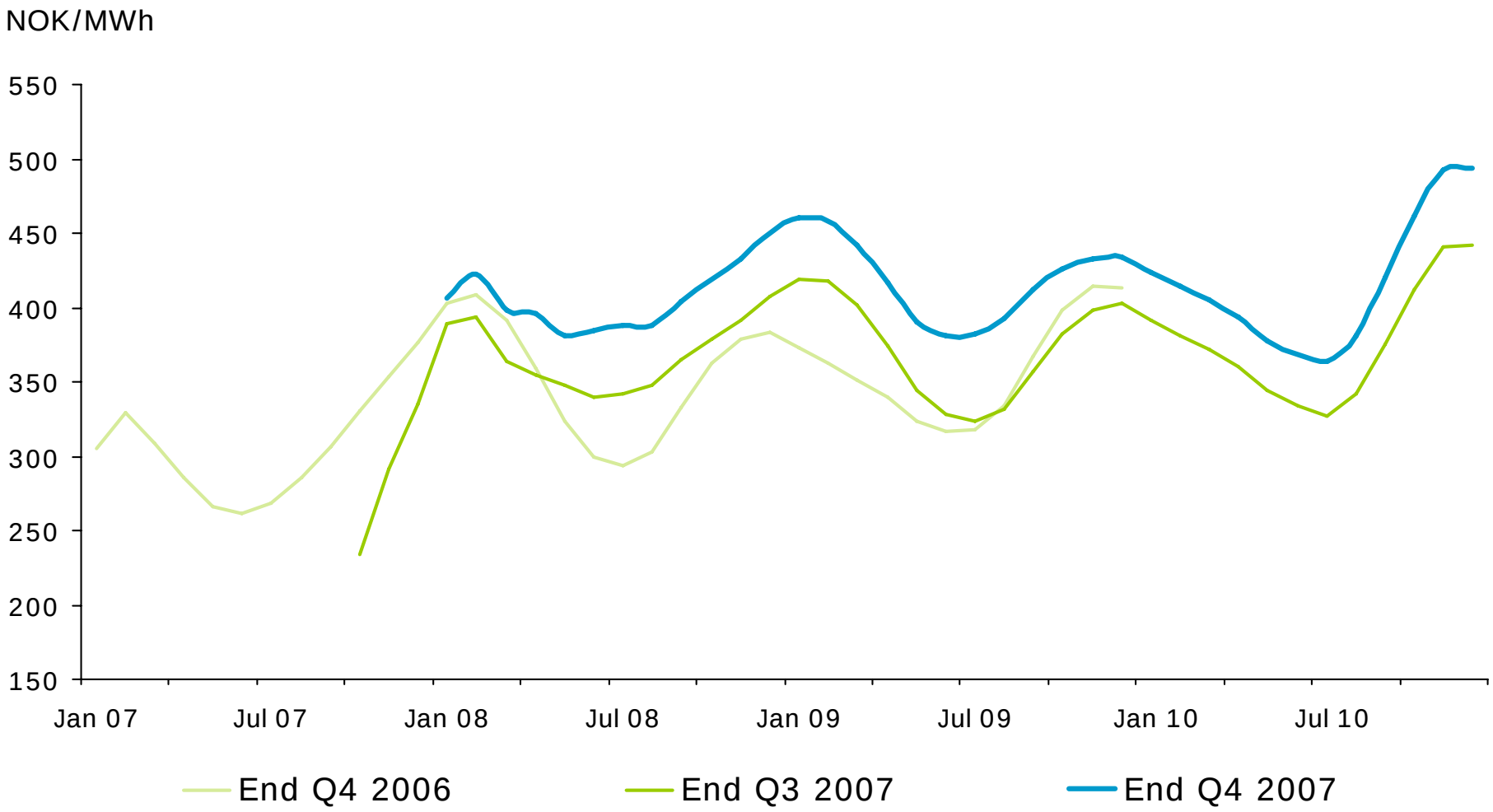
Nordic power market – forward curves



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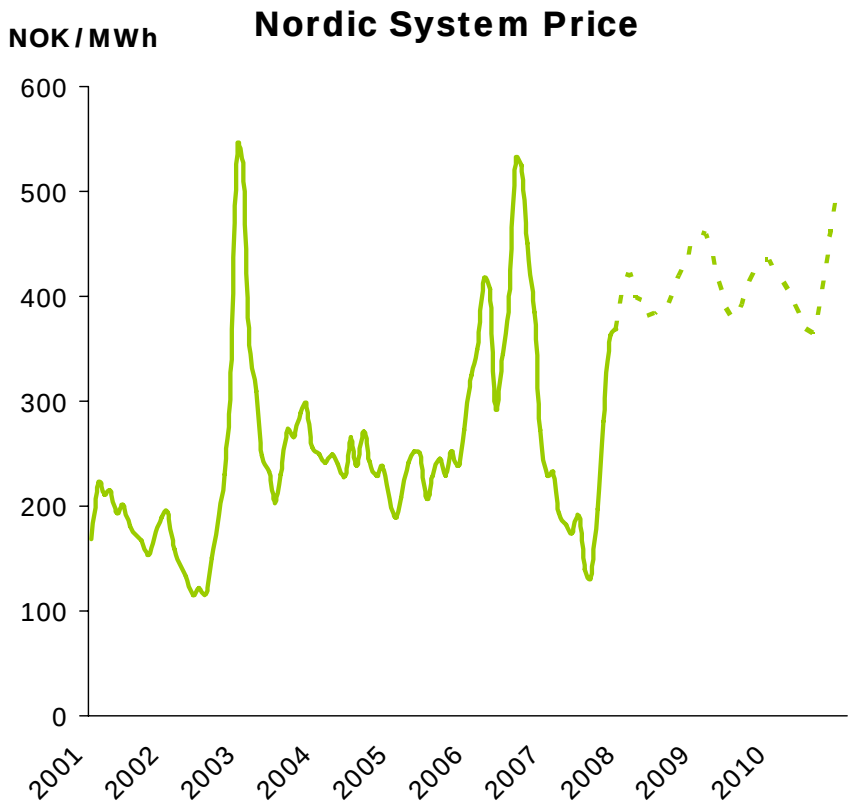
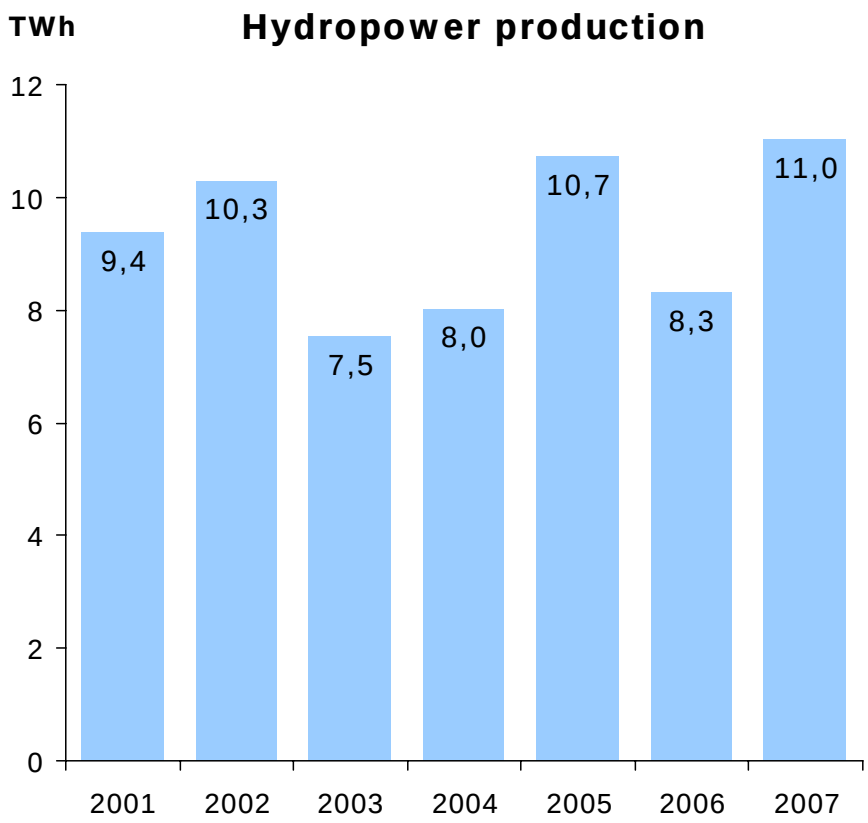
Significant uncertainty in price and volume





HYDRO

Aluminium Metal – operational data

Volumes and prices [1)]	Q4 2007	Q3 2007	Q2 2007	Q1 2007	Q4 2006	Q3 2006	Q2 2006	Q1 2006
Realized premium above LME (USD/mt)	346	344	353	329	292	278	273	264
Realized premium above LME (NOK/mt)	1 934	2 001	2 143	2 056	1 887	1 760	1 725	1 758
Bauxite & Alumina:								
Alumina production (1 000 mt)	541	512	480	474	522	492	490	387
Primary Aluminium:								
Primary production (1 000 mt)	439	435	435	433	450	449	451	449
Total casthouse production	539	546	542	539	535	544	543	541
LME realized (USD/mt) including hedges	2 447	2 597	2 606	2 588	2 430	2 462	2 368	2 146
NOK/USD realized including hedges[1)]	5.69	5.97	6.21	6.37	6.50	6.36	6.47	6.85
LME realized (NOK/mt) including hedges	13 921	15 512	16 174	16 480	15 793	15 662	15 331	14 697
LME realized (USD/mt) excluding hedges	2 564	2 755	2 762	2 734	2 560	2 614	2 476	2 192
NOK/USD realized excluding hedges[1)]	5.59	5.82	6.07	6.25	6.46	6.33	6.32	6.66
LME realized (NOK/mt) excluding hedges	14 330	16 038	16 780	17 082	16 536	16 537	15 638	14 591

1) Difference between realized exchange rate and spot rate at the transaction date is reported as currency gain/loss and not included in EBITDA (except currency hedges where hedge accounting is applied)

HYDRO

Aluminium Metal – operational data

Volumes and prices	Q4 2007	Q3 2007	Q2 2007	Q1 2007	Q4 2006	Q3 2006	Q2 2006	Q1 2006
Commercial:								
Remelt production (1 000 mt)	153	163	179	190	165	177	191	186
Sale of metal products from own production (1 000 mt)	680	699	738	771	682	714	756	764
Sale of third-party metal products (1 000 mt)	73	80	85	77	78	81	76	72
Total metal products sales excluding ingot trading (1 000 mt)	753	779	823	848	760	795	832	836
Hereof external sales (1 000 mt)	449	459	471	479	422	416	463	483
External sales revenue (NOK million)	8 441	8 954	9 893	10 664	10 379	9 530	11 012	10 419

Strategic hedges, Primary Aluminium	2008	2009	2010
Volume, mt	187 000	15 000	10 000
LME price USD/mt	2 230	2 400	2 300

HYDRO

Aluminium Products – operational data

	Q4 2007	Q3 2007	Q2 2007	Q1 2007	Q4 2006	Q3 2006	Q2 2006	Q1 2006
Rolled Products external shipments (1 000 tonnes)	246	253	262	264	246	249	251	253
Extrusion external shipments (1 000 tonnes)	117	123	135	134	124	129	138	136
Automotive external shipments (1 000 tonnes)	28	29	30	43	43	39	47	45
Rolled Products – EBIT per tonne, NOK[1)]	(122)	538	1 000	735	642	580	327	534
Extrusion – EBIT per tonne, NOK[1)]	1 560	1 633	1 686	1 860	1 335	1 525	1 978	1 354

1) Underlying EBIT

HYDRO

Energy – operational data

Volumes and prices	Q4 2007	Q3 2007	Q2 2007	Q1 2007	Q4 2006	Q3 2006	Q2 2006	Q1 2006	Q4 2005
Power production, GWh	2 321	3 294	2 749	2 654	1 823	1 922	1 832	2 749	2 793
Net spot sales, GWh	748	1 996	1 070	815	367	675	345	1 311	1 192
Nordic spot electricity price, NOK/MWh	337.0	156.1	182.2	218.3	370.0	482.8	348.0	364.0	254.6
South Norway spot electricity price (NO1), NOK/MWh	338.0	95.5	176.4	215.4	380.2	489.1	358.7	357.8	253.8

HYDRO

Variance analysis Hydro

NOK million	Year	Q4
2007	9 025	338
2006	7 200	(664)
Variance EBIT	**1 825**	**1 002**
•Price and currency	386	(914)
•Margin	(330)	(174)
•Variable costs	(647)	329
•Volume	1 006	90
•Strategic hedges	(96)	164
•Derivatives	190	794
•Associates and JCE	(340)	(272)
•Other operational costs, net	(1 303)	(539)
•Depreciation	212	(23)
•Portfolio	1 168	238
Variance underlying EBIT	**246**	**(307)**
Items excluded from underlying EBIT	1 579	1 309
Variance EBIT	**1 825**	**1 002**

HYDRO

Variance analysis Aluminium Metal

NOK million	Year	Q4
2007	8 365	1 194
2006	7 302	899
Variance EBIT	**1 062**	**295**
•Price and currency	386	(914)
•Margin	451	5
•Variable costs	(647)	329
•Volume	(231)	(95)
•Strategic hedges	(96)	164
•Derivatives	194	361
•Associates and JCE	(252)	(216)
•Other operational costs, net	(16)	(133)
•Depreciation	32	67
•Portfolio	40	40
Variance underlying EBIT	**(139)**	**(392)**
Items excluded from underlying EBIT	1 201	688
Variance EBIT	**1 062**	**296**

HYDRO

Variance analysis Bauxite & Alumina

NOK million	Year	Q4
2007	1 011	144
2006	831	119
Variance EBIT	**181**	**25**
•Margin	(22)	(49)
•Associates and JCE	(167)	(151)
•Other operational costs, net	(27)	(16)
Variance underlying EBIT	**(216)**	**(217)**
Items excluded from underlying EBIT	397	242
Variance EBIT	**181**	**25**

HYDRO

Variance analysis Primary Aluminium

NOK million	Year	Q4
2007	6 281	1 030
2006	5 872	968
Variance EBIT	**409**	**62**
•Price and currency	386	(914)
•Margin	800	454
•Variable costs	(647)	329
•Volume	(192)	(76)
•Strategic hedges	(96)	164
•Derivatives	-	(298)
•Associates and JCE	(86)	(64)
•Other operational costs, net	(247)	110
•Depreciation	(17)	84
Variance underlying EBIT	**(98)**	**(210)**
Items excluded from underlying EBIT	507	272
Variance EBIT	**409**	**62**

HYDRO

Variance analysis Commercial

NOK million	Year	Q4
2007	578	136
2006	576	154
Variance EBIT	**2**	**(18)**
•Margin	(440)	160
•Volume	(39)	(19)
•Derivatives	194	11
•Associates and JCE	2	-
•Other operational costs, net	274	(259)
•Depreciation	49	(17)
•Portfolio	40	40
Variance underlying EBIT	**79**	**(85)**
Items excluded from underlying EBIT	(77)	67
Variance EBIT	**2**	**(18)**

HYDRO

Variance analysis Aluminium Products

NOK million	Year	Q4
2007	1 098	(326)
2006	(104)	(481)
Variance EBIT	**1 201**	**155**
•Margin	(21)	(390)
•Volume	183	7
•Derivatives	7	449
•Associates and JCE	(18)	(1)
•Other operational costs, net	(96)	208
•Depreciation	176	(78)
•Portfolio	1 128	198
Variance underlying EBIT	**1 358**	**392**
Items excluded from underlying EBIT	(157)	(236)
Variance EBIT	**1 202**	**155**

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Variance analysis Rolled Products

NOK million	Year	Q4
2007	345	(313)
2006	616	(156)
Variance EBIT	**(271)**	**(157)**
•Margin	411	(56)
•Volume	143	3
•Derivatives	2	2
•Associates and JCE	(8)	1
•Other operational costs, net	(516)	(122)
•Depreciation	61	24
•Portfolio	(45)	(26)
Variance underlying EBIT	**49**	**(173)**
Items excluded from underlying EBIT	(321)	16
Variance EBIT	**(271)**	**(158)**

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Variance analysis Extrusion

NOK million	Year	Q4
2007	806	196
2006	259	112
Variance EBIT	**547**	**84**
•Margin	(216)	(163)
•Volume	(288)	(108)
•Associates and JCE	(10)	(2)
•Other operational costs, net	503	320
•Depreciation	47	(110)
•Portfolio	16	16
Variance underlying EBIT	**52**	**(46)**
Items excluded from underlying EBIT	495	131
Variance EBIT	**547**	**84**

HYDRO

Variance analysis Automotive

NOK million	Year	Q4
2007	539	(105)
2006	(884)	(487)
Variance EBIT	**1 423**	**382**
•Margin	(148)	(54)
•Volume	327	111
•Derivatives	5	4
•Associates and JCE	-	-
•Other operational costs, net	(150)	(7)
•Depreciation	68	8
•Portfolio	1 157	209
Variance underlying EBIT	**1 259**	**270**
Items excluded from underlying EBIT	164	112
Variance EBIT	**1 423**	**382**

HYDRO

Variance analysis Energy

NOK million	Year	Q4
2007	1 303	376
2006	1 457	415
Variance EBIT	**(155)**	**(39)**
•Margin	(1 100)	(14)
•Volume	1 054	179
•Derivatives	(11)	(16)
•Associates and JCE	(45)	(41)
•Other operational costs, net	(201)	(51)
•Depreciation	23	(9)
Variance underlying EBIT	**(281)**	**48**
Items excluded from underlying EBIT	126	(87)
Variance EBIT	**(155)**	**(39)**

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