

NOTE 27 HEDGE ACCOUNTING - OPERATIONS

The hedging reserve comprises the effective portion of the cumulative net change in fair value of cash flow hedges related to hedged transactions that have not yet taken place. Movements in the hedging reserve are described in the table below.

NOK 1 000	Interest rate swaps	Currency futures	Commodity derivatives	2012	Interest rate swaps	Currency futures	Commodity derivatives	2011
				Total				Total
Opening balance	- 23 938	11 050	- 19 011	- 31 899	- 16 705	13 037	19 721	16 053
Gain/loss on cash flow hedges	11 394	59 593	- 56 202	13 315	- 19 512	14 064	- 22 205	- 27 653
Income/expense recognised in the income statement	- 16 379	- 83 635	80 390	- 19 624	10 527	- 15 661	- 25 623	- 30 757
Deferred tax (note 14)	935	4 510	- 4 537	2 378	1 752	- 390	9 096	10 458
Effect of cash flow hedging in comprehensive income	- 4 051	- 19 532	19 651	- 3 931	- 7 233	- 1 987	- 38 732	- 47 952
Closing balance	- 27 989	- 8 482	640	- 35 830	- 23 938	11 050	- 19 011	- 31 899

Negative amounts represent a liability and a reduction in equity.

Gain/loss transferred from other income and expenses in the income statement is included in the following items in the income statement:

NOK 1 000	2012	2011
Sales revenue	- 727	2 485
Raw material costs and changes in inventories	8 486	28 801
Other operating expenses	375	10 498
Net financial result	11 490	- 11 027
Total	19 624	30 757

Negative amounts represent income.