

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):

TABLE OF CONTENTS

SIGNATURES

TELENOR ASA THIRD QUARTER 2006 RESULTS

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)