

# Consolidated statements of changes in shareholders' equity, IFRS

EURm	Number of shares (1 000's)	Share capital	Share issue premium	Treasury shares	Translation differences	Fair value and other reserves	Reserve for invested non-restrict equity	Retained earnings	Before minority interests	Minority interests	Total
<b>Balance at December 31, 2004</b>	<b>4 486 941</b>	<b>280</b>	<b>2 366</b>	<b>-2 022</b>	<b>-126</b>	<b>13</b>	<b>—</b>	<b>13 874</b>	<b>14 385</b>	<b>168</b>	<b>14 553</b>
Tax benefit on stock options exercised			-2						-2		-2
Translation differences					406				406	31	437
Net investment hedge losses					-211				-211		-211
Cash flow hedges, net of tax						-132			-132		-132
Available-for-sale investments, net of tax						-57			-57		-57
Other decrease, net								-55	-55	1	-54
Profit								3 616	3 616	74	3 690
<b>Total recognized income and expense</b>		<b>—</b>	<b>-2</b>	<b>—</b>	<b>195</b>	<b>-189</b>	<b>—</b>	<b>3 561</b>	<b>3 565</b>	<b>106</b>	<b>3 671</b>
Stock options exercised	125		2						2		2
Stock options exercised related to acquisitions			-1						-1		-1
Share-based compensation <sup>1</sup>			79						79		79
Acquisition of treasury shares	-315 174			-4 268					-4 268		-4 268
Reissuance of treasury shares	484			10					10		10
Cancellation of treasury shares		-14	14	2 664				-2 664	—		—
Dividend								-1 463	-1 463	-69	-1 532
<b>Total of other equity movements</b>		<b>-14</b>	<b>94</b>	<b>-1 594</b>	<b>—</b>	<b>—</b>	<b>—</b>	<b>-4 127</b>	<b>-5 641</b>	<b>-69</b>	<b>-5 710</b>
<b>Balance at December 31, 2005</b>	<b>4 172 376</b>	<b>266</b>	<b>2 458</b>	<b>-3 616</b>	<b>69</b>	<b>-176</b>	<b>—</b>	<b>13 308</b>	<b>12 309</b>	<b>205</b>	<b>12 514</b>
Tax benefit on stock options exercised			23						23		23
Excess tax benefit on share-based compensation			14						14		14
Translation differences					-141				-141	-13	-154
Net investment hedge gains, net of tax					38				38		38
Cash flow hedges, net of tax						171			171		171
Available-for-sale investments, net of tax						-9			-9		-9
Other decrease, net								-52	-52	-1	-53
Profit								4 306	4 306	60	4 366
<b>Total recognized income and expense</b>		<b>—</b>	<b>37</b>	<b>—</b>	<b>-103</b>	<b>162</b>	<b>—</b>	<b>4 254</b>	<b>4 350</b>	<b>46</b>	<b>4 396</b>
Stock options exercised	3 046	0	43						43		43
Stock options exercised related to acquisitions			-1						-1		-1
Share-based compensation <sup>1</sup>			219						219		219
Settlement of performance and restricted shares	2 236		-69	38					-31		-31
Acquisition of treasury shares	-212 340			-3 413					-3 413		-3 413
Reissuance of treasury shares	412			4					4		4
Cancellation of treasury shares		-20	20	4 927				-4 927	—		—
Dividend								-1 512	-1 512	-40	-1 552
Acquisition of minority interests								—	—	-119	-119
<b>Total of other equity movements</b>		<b>-20</b>	<b>212</b>	<b>1 556</b>	<b>—</b>	<b>—</b>	<b>—</b>	<b>-6 439</b>	<b>-4 691</b>	<b>-159</b>	<b>-4 850</b>
<b>Balance at December 31, 2006</b>	<b>3 965 730</b>	<b>246</b>	<b>2 707</b>	<b>-2 060</b>	<b>-34</b>	<b>-14</b>	<b>—</b>	<b>11 123</b>	<b>11 968</b>	<b>92</b>	<b>12 060</b>
Excess tax benefit on share-based compensation			128						128		128
Translation differences					-167				-167	16	-151
Net investment hedge gains, net of tax					38				38		38
Cash flow hedges, net of tax						-11			-11		-11
Available-for-sale investments, net of tax						48			48		48
Other decrease, net								-40	-40		-40
Profit								7 205	7 205	-459	6 746
<b>Total recognized income and expense</b>		<b>—</b>	<b>128</b>	<b>—</b>	<b>-129</b>	<b>37</b>	<b>—</b>	<b>7 165</b>	<b>7 201</b>	<b>-443</b>	<b>6 758</b>
Stock options exercised	57 269	0	46				932		978		978
Stock options exercised related to acquisitions			-3						-3		-3
Share-based compensation			228						228		228
Settlement of performance and restricted shares	3 138		-104	58			9		-37		-37
Acquisition of treasury shares	-180 590			-3 884					-3 884		-3 884
Reissuance of treasury shares	403			7					7		7
Cancellation of treasury shares				2 733				-2 733	—		—
Share premium reduction and transfer			-2 358				2 358		—		—
Dividend								-1 685	-1 685	-75	-1 760
Minority interest on formation of Nokia Siemens Networks								—	—	2 991	2 991
<b>Total of other equity movements</b>		<b>0</b>	<b>-2 191</b>	<b>-1 086</b>	<b>—</b>	<b>—</b>	<b>3 299</b>	<b>-4 418</b>	<b>-4 396</b>	<b>2 916</b>	<b>-1 480</b>
<b>Balance at December 31, 2007</b>	<b>3 845 950</b>	<b>246</b>	<b>644</b>	<b>-3 146</b>	<b>-163</b>	<b>23</b>	<b>3 299</b>	<b>13 870</b>	<b>14 773</b>	<b>2 565</b>	<b>17 338</b>

1 In 2005 and 2006, share-based compensation is shown net of deferred compensation recorded related to social security costs on share-based payments.

Dividends declared per share were EUR 0.53 for 2007 (EUR 0.43 for 2006 and EUR 0.37 for 2005), subject to shareholders' approval.