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NOKIA CORP  
Form 11-K  
June 25, 2007

Registration No. 001-13202

SECURITIES AND EXCHANGE COMMISSION  
Washington, D.C. 20549

FORM 11-K

ANNUAL REPORT PURSUANT TO SECTION 15(d) OF THE  
SECURITIES EXCHANGE ACT OF 1934  
for the fiscal year ended December 31, 2006  
OR

TRANSITION REPORT PURSUANT TO SECTION 15(d) OF THE  
SECURITIES EXCHANGE ACT OF 1934  
for the transition period from to

Commission File Number: 001-13202

- A. Full title of the plan and the address of the plan, if different from that of the issuer named below:

Nokia Retirement Savings and Investment Plan  
Nokia Inc.  
6000 Connection Drive  
Irving, Texas 75039

- B. Name of issuer of the securities held pursuant to the plan and the address of its principal executive office:

Nokia Corporation  
Keilalahdentie 4, P.O. Box 226  
FIN-00045 NOKIA GROUP  
Espoo, Finland

Nokia Retirement Savings and Investment Plan

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Nokia Retirement Savings  
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Report on Audit of Financial Statements and  
Supplemental Schedule  
December 31, 2006 and 2005

Nokia Retirement Savings and Investment Plan  
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Note: Other schedules required by section 2520-103.10 of the Department of Labor's Rules and Regulations for Reporting and Disclosure under ERISA have been omitted because they are not applicable.

Report of Independent Registered Public Accounting Firm

To the Participants and Administrator of  
Nokia Retirement Savings and Investment Plan:

In our opinion, the accompanying statements of net assets available for benefits and the related statement of changes in net assets available for benefits present fairly, in all material respects, the net assets available for benefits of the Nokia Retirement Savings and Investment Plan (the "Plan") at December 31, 2006 and 2005, and the changes in net assets available for benefits for the year ended December 31, 2006 in conformity with accounting principles generally accepted in the United States of America. These financial statements are the responsibility of the Plan's management. Our responsibility is to express an opinion on these financial statements based on our audits. We conducted our audits of these statements in accordance with the standards of the Public Company Accounting Oversight Board (United States). Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements, assessing the accounting principles used and significant estimates made by management, and evaluating the overall financial statement presentation. We believe that our audits provide a reasonable basis for our opinion.

Our audits were conducted for the purpose of forming an opinion on the basic financial statements taken as a whole. The supplemental schedule of assets held at end of year is presented for the purpose of additional analysis and is not a required part of the basic financial statements but is supplementary information required by the Department of Labor's Rules and Regulations for Reporting and Disclosure under the Employee Retirement Income Security Act of 1974. This supplemental schedule is the responsibility of the Plan's management. The supplemental schedule has been subjected to the auditing procedures applied in the audits of the basic financial statements and, in our opinion, is fairly stated in all material respects in relation to the basic financial statements taken as a whole.

/s/ PricewaterhouseCoopers LLP

PricewaterhouseCoopers LLP

Dallas, Texas  
June 25, 2007

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Nokia Retirement Savings and Investment Plan  
 Statements of Net Assets Available for Benefits  
 December 31, 2006 and 2005

	2006	2005
Assets		
Investments, at fair value	\$600,736,511	\$490,737,740
Receivables		
Employer contributions	1,420,022	12,255,610
Participant contributions	1,995,858	1,793,695
	3,415,880	14,049,305
Cash	35,915	30,944
Total assets	604,188,306	504,817,989
Liabilities		
Accrued expenses	124,579	76,964
Net assets available for benefits	\$604,063,727	\$504,741,025

The accompanying notes are an integral part of these financial statements.

Nokia Retirement Savings and Investment Plan  
 Statement of Changes in Net Assets Available for Benefits  
 For the Year Ended December 31, 2006

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Investment income	
Net appreciation in fair value of investments	\$39,858,256
Dividend and interest income	26,784,822
	-----
	66,643,078
	-----
Contributions	
Employer	35,538,225
Participant	48,839,818
Rollovers	5,855,672
	90,233,715
	-----
Deductions	
Benefit payments and withdrawals	(57,106,937)
Administrative expenses	(447,154)
	-----
Total deductions	(57,554,091)
	-----
Increase in net assets available for benefits	99,322,702
Net assets available for benefits	
Beginning of year	504,741,025
	-----
End of year	\$604,063,727
	-----

The accompanying notes are an integral part of these financial statements.

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Nokia Retirement Savings and Investment Plan  
Notes to Financial Statements

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1. Description of Plan  
The following description of the Nokia Retirement Savings and Investment Plan (the "Plan") provides only general information. More complete

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information regarding items such as eligibility requirements, vesting and benefit provisions may be found in the summary plan description, which has been distributed to all Plan participants, and also in the Plan document, which is available to all Plan participants upon request.

### General

The Plan is a defined contribution plan that covers eligible employees of Nokia, Inc. (the "Company" or "Nokia"). The Plan is subject to the provisions of the Employee Retirement Income Security Act of 1974, as amended ("ERISA").

The Plan administrator, Nokia, retains responsibility for oversight of the Plan and the Plan's day-to-day administration.

### Eligibility

Employees are eligible to participate in the Plan after completing one hour of service and attaining age 18; however, individuals identified as interns, part time and cooperatives in the payroll system are not eligible to participate in the Plan.

### Contributions

Participant contributions take the form of before-tax contributions and are deferred from federal income taxes. The Plan does not allow for voluntary after-tax contributions for employees working in the United States. Voluntary after-tax contributions are permitted with respect to those participants who are working outside the United States on temporary assignments.

Participants may also contribute rollover contributions from other qualified plans.

Participants contribute a percentage of their compensation, as defined in the Plan agreement. The maximum contribution rate is 50% of eligible compensation of which up to \$15,000 (the maximum annual salary deferral contribution limit as set forth by the Internal Revenue Code (the "Code") for 2006 plan year) may be made pre-tax. All participants who are eligible to make elective deferrals under the Plan and those who have attained age 50 before the close of the Plan year are eligible to make additional catch-up contributions of up to \$5,000 during fiscal 2006.

Participant contributions are matched by the Company in cash at the rate of one dollar per dollar up to 8% of the participants' eligible earnings. Contributions made by participants and the related company match are invested based on each participant's election and can be in any combination of investment options under the Plan including Fidelity mutual funds, Nokia ADR shares, and common stocks and other mutual funds through a self-directed brokerage option. There are no restrictions on moving participant money and related Company contributions out of the Nokia stock investment option.

The employer may also make a discretionary contribution based on the Company meeting its performance targets as determined by the employer at its sole discretion. In 2006, the Company did not make a discretionary contribution.

Participant and Company contributions are subject to certain IRS limitations.

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Nokia Retirement Savings and Investment Plan  
Notes to Financial Statements

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### Participant Accounts

Each participant's account is credited with the participant's voluntary contributions, the employer's matching contribution, an allocation of the employer's discretionary contribution, if any, and an allocation of investment income from each fund as defined in the Plan agreement. The benefit to which a participant is entitled is the benefit that can be provided from the participant's vested account. Additionally, the Plan has certain expenses that are deducted from participant accounts.

Plan earnings are allocated to a participant's account at the rate attributable to the participant's specific account balance on each day the New York Stock Exchange is open for business or any other day selected by the Plan's 401(k) committee.

### Participant Loans

Participants are able to borrow from their fund accounts a minimum of \$1,000 up to a maximum of the lesser of \$50,000 or 50% of their vested account balance at market interest rates payable under various term lengths specified in the loan agreement. The loans, maturing at various dates through 2036, are collateralized by the balance in the participant's account. The loans bear interest rates that reflect the prime rate for the month when issued and ranged from 4 percent to 9.5 percent at December 31, 2006. Principal and interest is repaid ratably through bi-monthly payroll deductions.

### Vesting

Participants vest in employer contributions at a rate of 25% per year of service, reaching full vesting after four years of service. Participants are always fully vested in their contributions and earnings thereon.

### Payment of Benefits

Upon termination of employment for reasons other than disability or death, participants' benefits will be payable as follows (subject to spousal rights, if any):

- Nokia ADR shares are paid out in cash or certificates as requested by the participant. Fractional shares are paid in cash.
- A participant whose vested account is more than \$1,000 may elect to have benefits paid in a lump-sum payment or may choose to leave funds in the Plan up to age 70 1/2.
- A participant who has a vested account balance of \$1,000 or less will automatically be paid in a lump-sum payment.

### Forfeitures

At December 31, 2006 and 2005, forfeited non-vested accounts totaled \$1,080,998 and \$644,728 respectively. These accounts will be used to reduce future employer contributions and/or pay Plan administrative fees and certain investment charges. In 2006, employer contributions were reduced by \$1,055,420, and Plan administrative fees and certain investment charges of \$370,392 were paid, from forfeited non-vested accounts.

Nokia Retirement Savings and Investment Plan  
Notes to Financial Statements

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Plan Termination

While it has not expressed any intent to do so, the Company may discontinue the Plan at any time subject to the provisions of ERISA. In the event of Plan termination participants will become 100% vested in their accounts.

2. Summary of Significant Accounting Policies

Basis of Presentation

The accompanying financial statements have been prepared on the accrual basis of accounting, in accordance with accounting principles generally accepted in the United States.

Investment Valuation and Income Recognition

Investments in Nokia American Depository Shares (Nokia ADR shares) and common stocks are valued at quoted market prices on the last business day of the year. Mutual funds are valued at the net asset value of shares held by the Plan at year-end. Participant loans are valued at cost, plus accrued interest, which approximates fair value. Purchases and sales of securities are recorded on a trade-date basis. Dividend income is recorded on the ex-dividend date. Interest income is recognized on the accrual basis.

The Plan presents in the statement of changes in net assets available for benefits the net appreciation (depreciation) in the fair value of its investments which consists of the realized gains and losses and the unrealized appreciation (depreciation) on those investments.

Plan Expenses

Expenses incurred by the Plan for audit fees, certain administration fees and certain investment charges are paid by the Plan. All other operating expenses of the Plan are paid by the Company.

Risks and Uncertainties

The Plan invests in various investment securities. Investment securities are exposed to various risks such as interest rate, market, and credit risks. Due to the level of risk associated with certain investment securities, it is at least reasonably possible that changes in the values of investment securities will occur in the near term and that such changes could materially affect participants' account balances and the amounts reported in the statement of net assets available for benefits.

Financial instruments which potentially subject the Plan to concentrations of credit risk consist of the Plan's investments and contributions receivable.

Use of Estimates

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements. Estimates also affect the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.



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### Benefits

Benefit distributions to participants are recorded when paid.

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### Nokia Retirement Savings and Investment Plan Notes to Financial Statements

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#### 3. Investments

As of December 31, 2006, net assets available for benefits in the amount of \$477,222,502, \$98,002,852, \$5,853,870 and \$8,737,518 were invested in mutual funds, Nokia ADR shares, common stocks and money market funds, respectively, managed by Fidelity Investments.

At December 31, 2006, approximately 16% of the Plan's assets are invested in the Nokia ADR shares (22% at December 31, 2005). There were 4,822,975 shares at 20.32 per share at December 31, 2006. There were 5,655,732 shares at \$18.30 per share at December 31, 2005.

Investments that individually represent 5% or more of the Plan's net assets, at fair value as of December 31, 2006 and 2005:

	2006	2005
	-----	-----
American Depository Shares		
Nokia ADR shares	\$98,002,852	\$103,499,896
Mutual Funds		
Allianz NFJ Small Cap Value Fund	59,063,785	46,854,868
American Balanced Fund	29,827,415	27,063,265
American EuroPacific Growth Fund	80,166,921	50,804,321
American Funds Growth Fund of America	38,596,218	27,710,988
Fidelity Managed Income Portfolio II Fund	71,798,473	66,546,670
PIMCO Total Return Fund	32,257,660	30,269,138
Vanguard Institutional Index Fund	62,929,982	53,137,164

During 2006, the Plan's investments (including investments bought, sold and held during the year) appreciated in value by \$39,858,256 as follows:

Nokia ADR shares	11,702,951	
Common stocks	151,715	
Mutual funds	28,003,590	
	-----	
	\$ 39,858,256	

#### 4. Tax Status

The Internal Revenue Service has determined and informed the Company in a letter dated November 22, 2002 that the Plan, as then designed, was in compliance with the applicable requirements of the Code. The Plan has been amended since receipt of the determination letter; however, the Plan administrator believes that the Plan is currently designed and being

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operated in compliance with the applicable requirements of the Code. Therefore, no provision for income taxes has been included in the Plan's financial statements.

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Nokia Retirement Savings and Investment Plan  
Notes to Financial Statements

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5. Related Party Transactions

The Plan purchased and sold approximately \$11,866,023 and \$28,847,837 in Nokia ADR shares, respectively, during 2006. The Nokia ADR shares were bought/sold in the open market at quoted fair market values at the date of purchase/sale.

The Plan is administered by Fidelity Investments Institutional Operations Company as the record keeper and Fidelity Management Trust Company as the trustee. Accordingly, transactions with the Fidelity Managed Income Portfolio II Fund and the Fidelity Institutional Cash Portfolio Money Market Class I Fund investments qualify as party-in-interest transactions. Fees of \$2,528,014 were paid to Fidelity in 2006 as an adjustment to the rate of return on Plan investments.

6. Subsequent Event

In 2007, Nokia Siemens Network, a 50-50 joint venture between Nokia and Siemens was formed. Effective April 1, 2007, the Plan was revised to become a Multi Employer Plan to include participants from Nokia Siemens Network.

Effective January 1, 2007, the Plan implemented automatic enrollment at 3% of eligible compensation for new hires and are invested into the American Balanced Fund Class R4 until the employee designates their own investment allocation.

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Nokia Retirement Savings and Investment Plan  
Notes to Financial Statements

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SUPPLEMENTAL SCHEDULE

Nokia Retirement Savings and Investment Plan  
 Schedule H, Line 4i - Schedule of Assets (Held at End of Year)  
 At December 31, 2006

(a)	(b)	(c)	(d)
	Identity of Issue, Borrower, Lessor or Similar Party	Description of Investment	Cost**
	Allianz NFJ Small Cap Value Fund	Mutual fund	
	American Balanced Fund	Mutual fund	
	American EuroPacific Growth Fund	Mutual fund	
	American Funds Growth Fund of America	Mutual fund	
	Calamos Growth Fund	Mutual fund	
*	Fidelity Managed Income Portfolio II Fund	Mutual fund	
*	Nokia ADR Shares	ADR shares	
*	Fidelity Institutional Cash Portfolio Money Market Class I Fund	Mutual fund	
	PIMCO Total Return Fund	Mutual fund	
	Vanguard Institutional Index Fund	Mutual fund	
	Vanguard Small Cap Growth Fund	Mutual fund	
	Vanguard Target Retirement 2005 Fund	Mutual fund	
	Vanguard Target Retirement 2015 Fund	Mutual fund	
	Vanguard Target Retirement 2025 Fund	Mutual fund	
	Vanguard Target Retirement 2035 Fund	Mutual fund	
	Vanguard Target Retirement 2045 Fund	Mutual fund	
	Vanguard Target Retirement Fund	Mutual fund	
	Vanguard Windsor II Fund	Mutual fund	
	Wells Fargo Mid-Cap Value Fund	Mutual fund	
	BrokerageLink	Common stocks and mutual funds	
*	Participant loans receivable	Interest rates varying between 4% and 9.5% maturing at various dates through 2036	

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\* Party-in-interest  
\*\* Not applicable due to investments being participant-directed.

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SIGNATURES

The Plan. Pursuant to the requirements of the Securities Exchange Act of 1934, the trustees (or other persons who administer the Plan) have duly caused this Annual Report to be signed on its behalf by the undersigned hereunto duly authorized.

Nokia Retirement Savings and Investment Plan

Date: June 25, 2007

By: /s/ Linda Fontenaux

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Name: Linda Fontenaux  
Title: Plan Administrator

INDEX TO EXHIBITS

Exhibit No.	Exhibit	Page Number
23	Consent of PricewaterhouseCoopers LLP, Independent Registered Public Accounting Firm	