Krogstad, a low-level employee at the bank where Torvald works, arrives and proceeds into Torvald’s study. Nora reacts uneasily to Krogstad’s presence, and Dr. Rank, coming out of the study, says Krogstad is “morally sick.” Once he has finished meeting with Krogstad, Torvald comes into the living room and says that he can probably hire Mrs. Linde at the bank.

Dr. Rank, Torvald, and Mrs. Linde then depart, leaving Nora by herself. Nora’s children return with their nanny, Anne-Marie, and Nora plays with them until she notices Krogstad’s presence in the room. The two converse, and Krogstad is revealed to be the source of Nora’s secret loan.

Krogstad states that Torvald wants to fire him from his position at the bank and alludes to his own poor reputation. He asks Nora to use her influence to ensure that his position remains secure. When she refuses, Krogstad points out that he has in his possession a contract that contains Nora’s forgery of her father’s signature.

Krogstad blackmails Nora, threatening to reveal her crime and to bring shame and disgrace on both Nora and her husband if she does not prevent Torvald from firing him. Krogstad leaves, and when Torvald returns, Nora tries to convince him not to fire Krogstad, but Torvald will hear nothing of it. He declares Krogstad an immoral man and states that he feels physically ill in the presence of such people.

Act Two opens on the following day, Christmas. Alone, Nora paces her living room, filled with anxiety. Mrs. Linde arrives and helps sew Nora’s costume for the ball that Nora will be attending at her neighbors’ home the following evening. Nora tells Mrs. Linde that Dr. Rank has a mortal illness that he inherited from his father.

Nora’s suspicious behavior leads Mrs. Linde to guess that Dr. Rank is the source of Nora’s loan. Nora denies Mrs. Linde’s charge but refuses to reveal the source of her distress. Torvald arrives, and Nora again begs him to keep Krogstad employed at the bank, but again Torvald refuses.

When Nora presses him, he admits that Krogstad’s moral behavior isn’t all that bothers him—he dislikes Krogstad’s overly familiar attitude. Torvald and Nora argue until Torvald sends the maid to deliver Krogstad’s letter of dismissal.