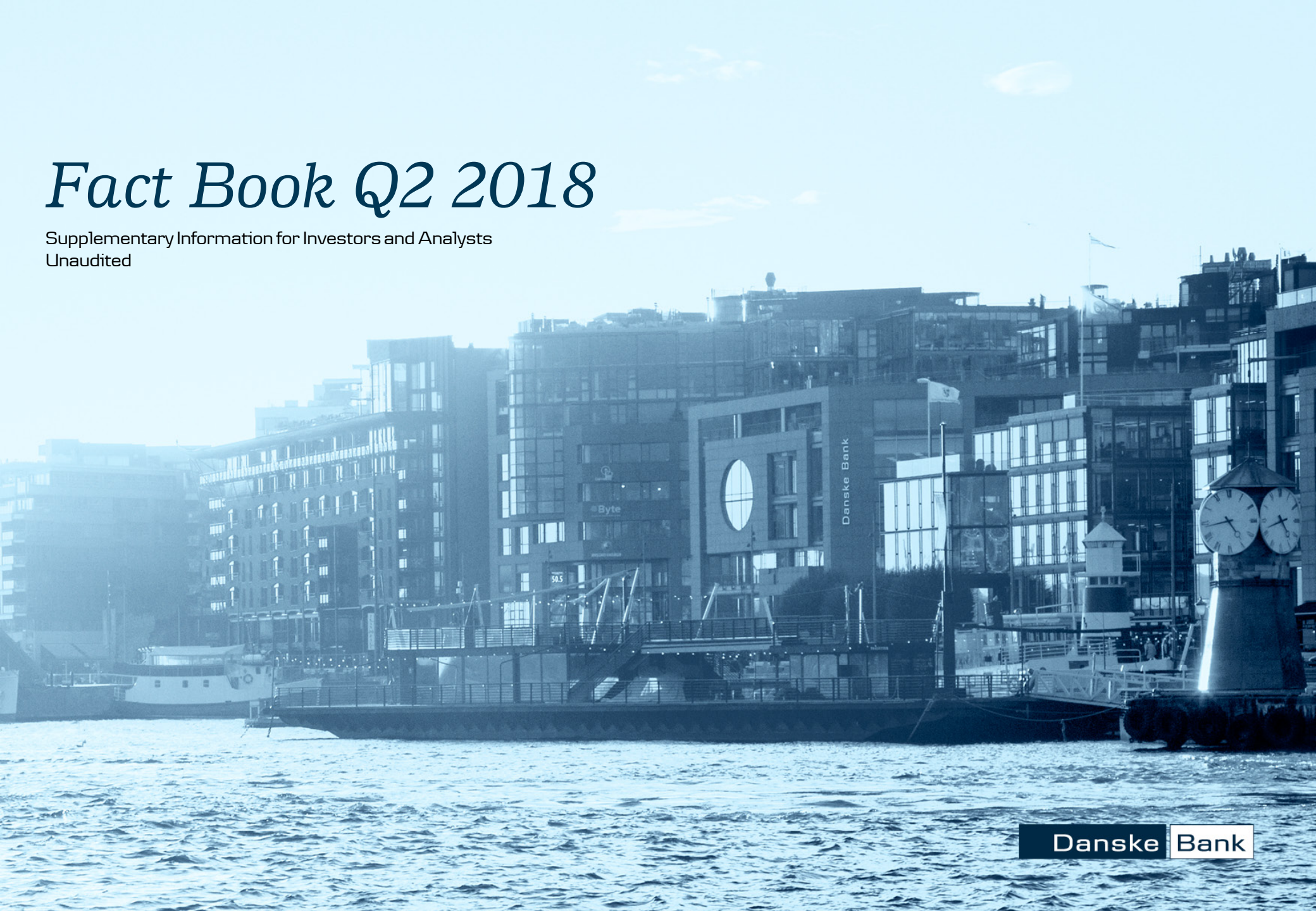
Fact Book Q2 2018

Supplementary Information for Investors and Analysts
Unaudited



Danske Bank

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1. Group

1.1 Financial result & key figures

1.1.1 Income statement, quarterly – Danske Bank Group

(DKK millions)	Q218	Q118	Q417	Q317	Q217	Q117	Q416	Q316	Year to date 2018	Year to date 2017
Net interest income	5,878	5,946	6,108	6,050	5,783	5,866	5,927	5,616	11,824	11,649
Net fee income	3,786	3,762	4,345	3,572	3,819	3,928	4,113	3,480	7,547	7,747
Net trading income	1,066	1,435	1,346	1,595	1,647	2,500	2,105	2,359	2,502	4,147
Other income	152	309	420	328	487	356	757	589	461	843
Total income	10,881	11,452	12,219	11,544	11,736	12,649	12,902	12,044	22,334	24,385
Operating expenses	5,788	5,612	5,757	5,480	5,760	5,724	6,056	5,471	11,400	11,484
Profit before loan impairment charges	5,094	5,841	6,462	6,064	5,976	6,925	6,847	6,573	10,934	12,901
Loan impairment charges	-377	-330	-241	-166	-231	-235	-160	264	-707	-466
Profit before tax, core	5,471	6,171	6,703	6,230	6,208	7,160	7,007	6,309	11,641	13,368
Profit before tax, Non-core	16	32	27	6	-25	-19	32	-42	48	-45
Profit before tax	5,487	6,202	6,729	6,236	6,182	7,140	7,039	6,267	11,689	13,323
Tax	1,256	1,329	1,081	1,305	1,392	1,610	1,449	1,362	2,585	3,002
Net profit for the period	4,231	4,873	5,649	4,931	4,790	5,530	5,590	4,905	9,104	10,321
Attributable to shareholders of Danske Bank A/S (the parent Company)	4,034	4,679	5,451	4,733	4,593	5,336	5,413	4,741	8,714	9,929
Attributable to additional tier 1 capital holders	197	194	197	198	197	194	177	164	390	391

1.1.1 Income statement, yearly – Danske Bank Group

(DKK millions)	2017	2016	2015	2014	2013
Net interest income	23,806	22,028	21,402	22,198	22,077
Net fee income	15,664	14,183	15,018	14,482	9,468
Net trading income	7,087	8,607	6,848	6,895	5,799
Other income	1,591	3,140	2,343	1,755	1,308
Net income from insurance business	-	-	-	-	1.088
Total income	48,149	47,959	45,611	45,330	39,740
Operating expenses	22,722	22,642	23,237	23,972	23,794
Goodwill impairment charges	-	-	4,601	9,098	-
Profit before loan impairment charges	25,427	25,317	17,773	12,260	15,947
Loan impairment charges	-873	-3	57	2,788	4,111
Profit before tax, core	26,300	25,320	17,716	9,472	11,836
Profit before tax, Non-core	-12	37	46	-1,503	-1,777
Profit before tax	26,288	25,357	17,762	7,969	10,059
Tax	5,388	5,500	4,639	4,020	2,944
Net profit for the period	20,900	19,858	13,123	3,948	7,115
Net profit for the period before goodwill imp. chg.	20,900	19,858	17,724	13,047	7,115
Attributable to additional tier 1 etc.	786	663	607	261	-
Return on avg. shareholders' equity (%)	13.6	13.1	8.5	2.5	5.0

1.1.2 Balance sheet – Danske Bank Group

(DKK millions)	Q218	Q118	Q417	Q317	Q217	Q117	Q416	Q316	Year to date 2018	Year to date 2017
Cash in hand and demand deposits with central banks	68,023	82,023	82,818	90,401	77,364	57,917	53,211	64,374	68,023	77,364
Due from credit institutions and central banks	219,213	259,510	277,631	244,051	286,541	288,956	200,544	222,344	219,213	286,541
Trading portfolio assets	523,449	466,739	449,292	467,607	489,463	463,751	509,678	552,920	523,449	489,463
Investment securities	274,104	281,317	324,618	324,181	331,817	337,105	343,337	335,425	274,104	331,817
Repo lending	277,778	267,075	228,538	230,134	225,869	236,614	244,474	231,599	277,778	225,869
Loans and advances (ex repos)	1,748,393	1,736,524	1,723,025	1,726,397	1,707,291	1,705,483	1,689,155	1,675,034	1,748,393	1,707,291
Assets under pooled schemes and unit-linked investment contracts	144,773	110,648	112,065	109,774	106,045	105,125	99,848	94,092	144,773	106,045
Assets under insurance contracts	385,833	284,603	296,867	297,538	290,620	289,697	285,398	309,412	385,833	290,620
Assets in Non-core	16,905	4,849	4,886	17,200	17,492	18,476	19,039	20,844	16,905	17,492
Holdings in associated undertakings	450	483	455	420	668	658	653	1,355	450	668
Intangible assets	11,125	7,174	7,177	7,087	6,963	6,852	6,790	6,670	11,125	6,963
Investment property	3,314	3,321	4,461	4,901	4,947	4,951	4,937	4,845	3,314	4,947
Tangible assets	7,378	7,146	7,047	6,883	6,552	6,024	5,849	5,619	7,378	6,552
Current tax assets	2,859	3,632	971	1,049	1,741	2,076	617	1,760	2,859	1,741
Deferred tax assets	546	575	362	496	542	560	566	614	546	542
Others	22,277	22,937	19,317	19,665	18,804	19,296	19,575	21,663	22,277	18,804
Total assets	3,706,419	3,538,555	3,539,528	3,547,785	3,572,717	3,543,540	3,483,670	3,548,569	3,706,419	3,572,717
Due to credit institutions and central banks	169,985	157,088	155,528	167,192	147,448	150,017	155,085	167,909	169,985	147,448
Trading portfolio liabilities	447,006	385,635	400,596	408,537	451,663	446,325	478,301	479,244	447,006	451,663
Repo deposits	213,372	235,903	220,371	214,623	234,219	208,196	199,724	248,049	213,372	234,219
Due to customers (ex repos)	926,794	939,988	911,852	923,352	913,639	883,538	859,435	872,027	926,794	913,639
Bonds issued by Realkredit Danmark	732,106	753,664	758,375	749,414	733,172	734,250	726,732	715,730	732,106	733,172
Deposits under pooled schemes and unit-linked investment contracts	153,702	119,809	119,901	117,390	114,537	112,298	106,418	101,950	153,702	114,537
Liabilities under insurance contracts	422,586	314,585	322,726	320,253	309,933	314,759	314,977	337,817	422,586	309,933
Liabilities in Non-core	11,230	3,078	3,094	2,693	2,499	2,892	2,816	3,549	11,230	2,499
Other issued bonds	387,879	388,115	405,080	409,035	428,134	449,234	392,512	382,487	387,879	428,134
Provisions	774	862	838	876	902	933	1,015	1,032	774	902
Current tax liabilities	835	783	1,040	669	514	387	476	449	835	514
Deferred tax liabilities	8,188	7,711	7,594	7,632	7,645	7,613	7,675	7,629	8,188	7,645
Others	37,221	42,856	35,158	31,349	35,403	36,639	34,057	32,182	37,221	35,403
Subordinated debt	33,847	28,840	29,120	29,390	30,110	35,922	37,831	38,249	33,847	30,110
Total liabilities	3,545,522	3,378,918	3,371,272	3,382,406	3,409,819	3,383,002	3,317,055	3,388,302	3,545,522	3,409,819
Share capital	8,960	9,368	9,368	9,368	9,368	9,837	9,837	9,837	8,960	9,368
Foreign currency translation reserve	-766	-706	-681	-654	-650	-636	-633	-595	-766	-650
Reserve for available-for-sale financial assets	132	125	130	236	256	258	186	115	132	256
Proposed dividends	-	-	9,368	-	-	-	8,853	-	-	-
Retained earnings	138,232	136,388	135,731	141,995	139,590	136,690	134,029	139,448	138,232	139,590
Shareholders' equity	146,557	145,175	153,916	150,945	148,564	146,149	152,272	148,806	146,557	148,564
Additional tier 1 capital holders	14,340	14,462	14,339	14,435	14,334	14,388	14,342	11,460	14,340	14,334
Non-controlling interests	-	-	-	-	-	-	-	-	-	-
Total equity	160,897	159,637	168,256	165,380	162,898	160,538	166,615	160,266	160,897	162,898
Total liabilities and equity	3,706,419	3,538,555	3,539,528	3,547,785	3,572,717	3,543,540	3,483,670	3,548,569	3,706,419	3,572,717
Total risk exposure amount, Group, end of period	753,986	755,277	753,409	769,133	778,668	799,363	815,249	814,343	753,986	778,668

1.1.3 Ratios and key figures

(DKK millions)	Q218	Q118	Q417	Q317	Q217	Q117	Q416	Q316	Year to date 2018	Year to date 2017
Profitability										
Net interest income as % p.a. of loans and deposits	0.88	0.89	0.93	0.91	0.87	0.91	0.93	0.88	0.88	0.87
Cost/income ratio for the period (%)	53.2	49.0	47.1	47.5	49.1	45.3	46.9	45.4	51.0	47.1
Cost/income ratio before goodwill impairments (%)	53.2	49.0	47.1	47.5	49.1	45.3	46.9	45.4	51.0	47.1
Return on avg. shareholders' equity (% p.a.)[1]	11.2	12.6	14.4	12.8	12.6	14.4	14.5	12.9	11.9	13.5
Return before goodwill impairments on avg. shareholders' equity (% p.a.)[1]	11.2	12.6	14.4	12.8	12.6	14.4	14.5	12.9	11.9	13.5
Return on avg. tangible equity (% p.a.)[1]	11.5	12.9	15.7	13.7	13.5	15.4	15.4	13.8	12.1	14.4
Loan loss ratio incl. Non-core (%)	-0.09	-0.08	-0.14	-0.08	-0.05	-0.05	-0.05	0.05	-0.08	-0.05
Capital & liquidity										
Common equity tier 1 capital ratio (%)	15.9	16.4	17.6	16.7	16.2	15.5	16.3	15.8	15.9	16.2
Tier 1 capital ratio (%)	19.0	18.9	20.1	19.1	18.6	17.9	19.1	18.3	19.0	18.6
Total capital ratio (%)	21.6	21.4	22.6	21.6	21.1	20.4	21.8	21.0	21.6	21.1
Total risk exposure amount (DKK billions)	754	755	753	769	779	799	815	814	754	779
Leverage ratio (transitional, %)	4.3	4.2	4.4	4.2	4.1	4.1	4.6	4.3	4.3	4.1
Leverage ratio (fully phased-in, %)	4.2	4.2	4.4	4.1	4.1	4.0	4.3	4.0	4.2	4.1
Liquidity coverage ratio (%)	141.7	144.1	170.8	149.7	163.1	156.0	158.3	137.1	141.7	163.1
Share data										
Earnings per share (DKK)[1]	4.7	5.3	6.1	5.3	5.0	5.8	5.8	5.0	9.8	10.8
Diluted earnings per share (DKK)[1]	4.7	5.3	6.1	5.3	5.0	5.8	5.8	5.0	9.8	10.8
Share price, end of period (DKK)	199.8	225.4	241.6	251.8	250.4	237.5	214.2	193.4	199.8	250.4
Book value per share, end of period (DKK)[1]	168.3	164.4	172.2	167.0	162.5	158.3	162.8	157.4	168.3	162.5
Price/earnings, end of period, p.a.	10.6	10.6	9.9	12.0	12.6	10.2	9.2	9.6	10.2	11.6
Shares outstanding, end of period (millions)	871.2	883.1	894.1	904.1	914.2	923.0	935.3	945.5	896.7	914.2
Issued shares, end of period (millions)	896.0	936.8	936.8	936.8	936.8	983.7	983.7	983.7	896.0	936.8
Share price/book value per share, end of period	1.4	1.4	1.4	1.5	1.5	1.5	1.3	1.2	1.4	1.5
Market capital, end of period (DKK millions)	205,873	199,047	216,003	227,642	228,910	219,216	200,333	182,863	205,873	228,910
Other										
Full-time-equivalent staff, end of period	20,357	19,709	19,768	19,653	19,490	19,316	19,303	19,433	20,357	19,490

[1] Ratios are calculated as if the additional tier 1 capital were classified as a liability. Average shareholders' equity is calculated as a quarterly average.

1.2.1 Net interest income by Business Unit

(DKK millions)	Q218	Q118	Q417	Q317	Q217	Q117	Q416	Q316	Year to date 2018	Year to date 2017
Personal Banking	1,926	1,960	1,978	2,007	1,963	1,963	1,938	1,899	3,886	3,926
Business Banking	2,350	2,336	2,328	2,265	2,209	2,171	2,193	2,123	4,686	4,380
Corporates & Institutions	931	893	914	832	843	849	887	857	1,824	1,692
Wealth Management	187	179	176	176	174	182	176	167	366	356
Northern Ireland	372	364	347	334	350	342	340	340	736	692
Other Activities	112	214	364	435	244	358	393	230	327	603
Total core activities	5,878	5,946	6,108	6,050	5,783	5,866	5,928	5,616	11,824	11,649
Non-core	75	9	39	42	46	47	48	49	84	93
Group Total	5,953	5,955	6,147	6,092	5,829	5,913	5,976	5,664	11,908	11,742

1.2.2 Net interest income (QoQ and YoY)

PERSONAL BANKING (DKK millions)		Change over the past quarter		Change over the past year
Net interest income	(Q118)	1,960	(YTD 2017)	3,926
Lending volume		8		120
Lending margin		-81		-4
Deposit volume		-1		5
Deposit margin		45		-68
Other interest		-5		-93
Net interest income	(Q218)	1,926	(YTD 2018)	3,886

BUSINESS BANKING (DKK millions)		Change over the past quarter		Change over the past year
Net interest income	(Q118)	2,336	(YTD 2017)	4,383
Lending volume		6		225
Lending margin		-21		95
Deposit volume		-4		26
Deposit margin		19		-14
Other interest		15		-29
Net interest income	(Q218)	2,350	(YTD 2018)	4,686

CORPORATES & INSTITUTIONS (DKK millions)		Change over the past quarter		Change over the past year
Net interest income	(Q118)	893	(YTD 2017)	1,691
Lending volume		0		-5
Lending margin		30		83
Deposit volume		-7		50
Deposit margin		12		-83
Other interest		4		87
Net interest income	(Q218)	931	(YTD 2018)	1,824

NORTHERN IRELAND (DKK millions)		Change over the past quarter		Change over the past year
Net interest income	(Q118)	364	(YTD 2017)	692
Lending volume		10		41
Lending margin		-7		-27
Deposit volume		4		6
Deposit margin		4		57
Other interest		-3		-33
Net interest income	(Q218)	372	(YTD 2018)	736

Danske Bank

1.3.1 Net fee income by Business Unit

(DKK millions)	Q218	Q118	Q417	Q317	Q217	Q117	Q416	Q316	Year to date 2018	Year to date 2017
Personal Banking	858	859	855	833	891	841	819	890	1,716	1,731
Business Banking	447	494	477	463	473	475	427	455	940	948
Corporates & Institutions	726	690	852	610	686	780	685	524	1,417	1,467
Wealth Management	1,722	1,701	2,149	1,621	1,761	1,749	2,147	1,533	3,423	3,510
Northern Ireland	106	95	101	100	113	115	108	129	201	228
Other Activities	-73	-76	-89	-56	-105	-33	-73	-51	-150	-137
Total	3,786	3,762	4,345	3,572	3,819	3,928	4,113	3,480	7,547	7,747

1.3.2 Net fee income breakdown

(DKK millions)	Q218	Q118	Q417	Q317	Q217	Q117	Q416	Q316	Year to date 2018	Year to date 2017
Investment	1,435	1,460	1,874	1,373	1,471	1,465	1,775	1,321	2,895	2,935
Pension & Insurance	819	781	847	735	763	778	842	678	1,600	1,540
Money transfers, account fees, cash management	730	704	689	689	740	754	630	742	1,434	1,494
Lending & Guarantees	477	515	501	529	502	545	522	541	993	1,047
Capital Markets	324	302	434	246	343	386	343	198	626	729
Total	3,786	3,762	4,345	3,572	3,819	3,928	4,113	3,480	7,547	7,747

1.4.1 Net trading income by Business Unit

(DKK millions)	Q218	Q118	Q417	Q317	Q217	Q117	Q416	Q316	Year to date 2018	Year to date 2017
Personal Banking	106	195	179	126	110	200	176	121	302	310
Business Banking	133	176	180	148	136	173	192	114	310	310
Corporates & Institutions	497	999	851	987	1,161	1,843	1,095	1,356	1,496	3,002
Wealth Management	34	-19	55	144	101	103	148	299	16	204
Northern Ireland	25	15	56	10	20	24	24	55	41	44
Other Activities	270	68	24	179	118	157	469	413	338	275
Hereof Group Treasury	157	25	-1	145	144	254	596	446	182	398
Total	1,066	1,435	1,346	1,595	1,647	2,500	2,104	2,359	2,502	4,147

1.5.1 Operating expenses by Business Unit

(DKK millions)	Q218	Q118	Q417	Q317	Q217	Q117	Q416	Q316	Year to date 2018	Year to date 2017
Personal Banking	1,822	1,757	1,917	1,819	1,900	1,896	1,995	1,926	3,580	3,796
Business Banking	1,231	1,213	1,263	1,131	1,196	1,145	1,296	1,229	2,444	2,342
Corporates & Institutions	1,109	1,154	1,228	1,097	1,155	1,184	1,119	1,145	2,263	2,339
Wealth Management	1,130	1,015	1,107	940	1,019	1,016	1,103	902	2,144	2,035
Northern Ireland	300	290	46	298	304	309	334	296	589	613
Other Activities	196	183	196	195	185	174	210	-27	379	359
Total	5,788	5,612	5,757	5,480	5,760	5,724	6,056	5,471	11,400	11,484

1.5.2 Expense breakdown

(DKK millions)	Q218	Q118	Q417	Q317	Q217	Q117	Q416	Q316	Year to date 2018	Year to date 2017
Staff costs	3,468	3,447	3,182	3,395	3,473	3,518	3,408	3,365	6,915	6,991
Severance pay	160	90	46	37	102	81	146	23	250	184
IT expenses	355	389	464	433	513	463	562	443	744	976
Other operating expenses	1,534	1,460	1,774	1,394	1,478	1,441	1,701	1,441	2,993	2,919
Staff and administration expenses, total	5,516	5,386	5,466	5,259	5,566	5,504	5,817	5,272	10,902	11,070
Depreciation, intangibles	175	154	167	135	130	123	129	110	329	254
Depreciation, tangibles	96	72	120	87	63	97	112	80	169	160
Other expenses	-	-	3	-	-	-	-2	10	-	1
Operating expenses	5,788	5,612	5,757	5,480	5,760	5,724	6,056	5,471	11,400	11,484

1.6.1 Impairments by Business Unit (ex. Non-core)

(DKK millions)	Q218	Q118	Q417	Q317	Q217	Q117	Q416	Q316	Year to date 2018	Year to date 2017
Personal Banking	-80	-100	-41	-25	-53	56	-188	-110	-180	3
Business Banking	-179	-272	-51	-226	-260	-286	-185	-78	-451	-545
Corporates & Institutions	-87	3	-33	138	167	81	286	515	-85	248
Wealth Management	-17	-16	-23	-25	-20	-25	-55	-8	-33	-45
Northern Ireland	-12	62	-93	-24	-69	-61	-22	-60	50	-130
Other Activities	-2	-7	-	-3	3	-	3	5	-8	3
Total	-377	-330	-241	-166	-231	-235	-160	264	-707	-466

1.6.2 Quarterly breakdown of impairments (ex. Non-core)

(DKK millions)	Q218	Q118	Q417	Q317	Q217	Q117	Q416	Q316	Year to date 2018	Year to date 2017
Expected credit losses under IFRS 9:	-377	-253	-	-	-	-	-	-	-630	-
New assets	502	1,388	-	-	-	-	-	-	1,890	-
Assets derecognised	-865	-1,501	-	-	-	-	-	-	-2,365	-
Impact of net remeasurement of ECL (incl. changes in models)	-14	-140	-	-	-	-	-	-	-154	-
Collective and individual impairment charges under IAS 39	-	-	-69	-37	-106	-59	-62	406	-	-165
Write-offs charged directly to income statement	153	129	70	43	50	71	100	94	282	121
Received on claims previously written off	-87	-126	-166	-75	-133	-176	-165	-185	-212	-308
Interest adjustment according to the effective interest method	-66	-81	-77	-97	-43	-71	-34	-50	-147	-114
Total	-377	-330	-241	-166	-231	-235	-160	264	-707	-466

1.6.3 Loan loss ratio

(%)	Q218	Q118	Q417	Q317	Q217	Q117	Q416	Q316	Year to date 2018	Year to date 2017
Personal Banking	-0.04	-0.05	-0.02	-0.01	-0.03	0.03	-0.10	-0.06	-0.05	0.00
Business Banking	-0.10	-0.15	-0.03	-0.13	-0.15	-0.17	-0.11	-0.02	-0.13	-0.16
Corporates & Institutions	-0.17	0.00	-0.03	0.14	0.17	0.08	0.27	0.42	-0.04	0.12
Wealth Management	-0.09	-0.08	-0.12	-0.13	-0.10	-0.13	-0.30	-0.04	-0.08	-0.12
Northern Ireland	-0.10	0.53	-0.80	-0.21	-0.59	-0.54	-0.20	-0.54	0.22	-0.58
Total core activities	-0.08	-0.07	-0.05	-0.03	-0.05	-0.05	-0.03	0.05	-0.07	-0.05
Non-core	-4.02	-6.61	-11.00	-5.37	-0.19	0.03	-1.36	-0.33	-2.54	-0.08
Group Total	-0.09	-0.08	-0.14	-0.08	-0.05	-0.05	-0.05	0.05	-0.08	-0.05

1.7.1 Loan portfolio by Business Unit

Volume (DKK billions)	Segment	Q218	Q118	Q417	Q317	Q217	Q117	Q416	Q316	Share of unit (%)	Share of total (%)
Personal Banking	Denmark	485.9	483.6	484.1	483.6	479.0	478.0	478.5	482.3	63.5	24.5
	Finland	91.1	91.0	91.0	91.1	90.5	90.1	90.1	90.2	11.9	4.6
	Sweden	84.1	82.8	84.5	83.2	79.9	77.2	74.6	70.9	11.0	4.2
	Norway	104.5	101.5	98.4	101.1	98.2	100.6	98.5	97.8	13.6	5.3
	Other	-	-	-	-	-	-	-	-	-	-
	Total	765.5	758.9	757.9	759.0	747.6	745.9	741.7	741.3	100.0	38.7
Business Banking	Denmark	409.3	403.0	405.0	405.5	404.2	400.0	398.0	396.6	58.7	20.7
	Finland	65.1	63.2	60.7	59.9	58.6	57.3	55.4	56.1	9.3	3.3
	Sweden	139.5	139.7	138.3	139.2	133.0	131.6	128.0	126.7	20.0	7.0
	Norway	72.9	71.2	69.0	71.2	67.7	68.4	66.3	67.6	10.5	3.7
	Baltics	1.2	14.9	15.0	15.1	14.7	14.5	14.4	14.5	0.2	0.1
	Other	9.3	9.7	9.4	9.4	9.2	9.9	9.2	9.1	1.3	0.5
	Total	697.3	701.7	697.4	700.1	687.4	681.7	671.4	670.6	100.0	35.2
Corporates & Institutions	Total	180.6	174.7	175.2	177.8	183.0	189.1	188.0	180.0	100.0	9.1
Wealth Management	Total	77.0	75.8	75.0	74.8	73.7	73.4	72.5	71.7	100.0	3.9
Northern Ireland	Total	48.9	49.0	46.3	46.2	46.1	46.5	45.6	45.7	100.0	2.5
Other Activities	Total	-2.0	-3.9	-9.4	-11.4	-9.9	-9.6	-7.1	-9.9	100.0	-0.1
Total before allowance account	Total	1,767.4	1,756.2	1,742.4	1,746.5	1,727.9	1,727.1	1,712.0	1,699.4		
Allowance account	Personal	-4.7	-4.9	-4.9	-5.0	-5.1	-5.2	-5.1	-5.4	25.0	-0.2
	Business	-10.7	-11.2	-11.0	-11.3	-11.7	-12.3	-13.0	-13.8	56.3	-0.5
	C&I	-2.0	-1.9	-2.0	-2.1	-2.0	-2.1	-2.4	-2.2	10.5	-0.1
	Wealth Management	-0.4	-0.4	-0.4	-0.4	-0.4	-0.5	-0.5	-0.6	2.1	-
	Northern Ireland	-0.9	-0.9	-0.8	-0.9	-1.0	-1.2	-1.3	-1.9	4.5	-
	Other	-0.3	-0.3	-0.3	-0.3	-0.3	-0.3	-0.4	-0.4	1.6	-
	Total	-19.0	-19.7	-19.4	-20.1	-20.6	-21.6	-22.8	-24.4	100.0	-1.0
Bank lending, total (ex repos, after allowance)	Personal	760.8	754.0	753.1	754.0	742.6	740.7	736.5	735.8	43.5	38.4
	Business	686.6	690.5	686.4	688.8	675.7	669.4	658.3	656.7	39.3	34.7
	C&I	178.6	172.8	173.1	175.6	181.0	187.0	185.5	177.9	10.2	9.0
	Wealth Management	76.6	75.4	74.6	74.3	73.2	72.9	71.9	71.1	4.4	3.9
	Northern Ireland	48.0	48.1	45.5	45.3	45.1	45.4	44.3	43.9	2.7	2.4
	Other	-2.3	-4.2	-9.6	-11.7	-10.3	-9.9	-7.5	-10.4	-0.1	-0.1
	Total	1,748.4	1,736.5	1,723.0	1,726.4	1,707.3	1,705.5	1,689.2	1,675.0	100.0	88.3
Repos		231.6	215.0	172.2	185.0	184.6	192.3	199.6	198.2	100.0	11.7
Lending, total		1,980.0	1,951.6	1,895.2	1,911.4	1,891.9	1,897.8	1,888.7	1,873.2	100.0	100.0

1.7.2 Deposit portfolio by Business Unit

Volume (DKK billions)	Segment	Q218	Q118	Q417	Q317	Q217	Q117	Q416	Q316	Share of unit (%)	Share of total (%)
Personal Banking	Denmark	193.2	185.8	182.8	183.7	184.8	179.0	178.1	178.3	67.1	18.5
	Finland	47.7	46.5	46.1	45.6	45.7	44.9	45.0	44.6	16.6	4.6
	Sweden	23.5	23.1	24.4	24.3	23.8	23.1	23.4	23.1	8.2	2.2
	Norway	23.3	21.2	20.3	20.7	20.8	20.3	20.6	21.4	8.1	2.2
	Other	-	-	-	-	-	-	-	-	-	-
	Total	287.7	276.7	273.5	274.4	275.1	267.3	267.1	267.4	100.0	27.5
Business Banking	Denmark	93.8	91.4	94.8	89.5	93.7	94.2	93.3	90.2	38.1	9.0
	Finland	37.7	38.2	37.9	35.6	35.9	35.2	35.9	37.0	15.3	3.6
	Sweden	42.4	42.1	43.3	41.7	43.6	43.6	43.0	40.4	17.2	6.0
	Norway	63.3	58.1	53.1	58.6	57.5	45.2	44.4	40.6	25.7	6.0
	Baltics	3.6	12.3	13.2	14.8	14.8	14.0	13.5	16.1	1.5	0.3
	Other	5.5	5.6	6.0	5.7	5.9	5.7	6.2	6.0	2.3	0.5
	Total	246.3	247.6	248.3	245.8	251.5	237.9	236.3	230.2	100.0	23.5
Corporates & Institutions		260.2	290.2	267.8	277.0	259.1	251.1	227.1	243.8	100.0	24.9
Wealth Management		71.1	67.7	65.8	66.3	66.7	61.9	62.9	63.9	100.0	6.8
Northern Ireland		63.0	60.5	59.0	59.5	59.0	58.9	59.2	57.6	100.0	6.0
Other Activities		-1.6	-2.8	-2.5	0.4	2.2	6.4	6.8	9.1	100.0	-0.2
Bank deposits, total (ex repos)		926.8	940.0	911.9	923.4	913.6	883.5	859.4	872.0	100.0	88.6
Repos		119.5	143.2	133.1	125.8	125.3	110.3	82.1	82.7	100.0	11.4
Deposits, total		1,046.3	1,083.2	1,044.9	1,049.2	1,039.0	993.8	941.5	954.8	100.0	100.0
Bonds issued by Realkredit Danmark[1]		797.2	791.4	792.0	789.4	777.4	775.4	771.3	771.8	-	-

[1] Before elimination of the Group's holding of Realkredit Danmark bonds.

1.7.3 Credit exposure by industry

(DKK millions)	Q218	Q118	Q417	Q317	Q217	Q117	Q416	Q316	% of total Q218	% of total Q217
Public Institutions	272,632	307,672	414,426	404,454	452,628	414,678	330,022	314,486	11.0	17.0
Banks	59,193	53,462	53,112	48,104	58,968	66,085	70,002	96,890	2.4	2.2
Credit Institutes	4,993	4,366	9,397	5,096	6,814	7,539	10,721	9,772	0.2	0.3
Insurance	9,935	9,824	38,178	47,775	47,319	51,099	47,369	49,823	0.4	1.8
Investment funds	25,028	22,775	24,693	26,762	30,731	41,462	40,628	46,813	1.0	1.2
Other financials	6,238	5,582	92,800	72,897	48,152	69,610	61,021	90,030	0.3	1.8
Agriculture	72,104	70,051	62,535	63,624	62,312	63,560	62,692	62,679	2.9	2.3
Commercial property	307,235	311,819	296,947	308,168	301,236	309,677	298,685	270,676	12.4	11.3
Construction & building products	38,573	41,650	44,585	43,431	38,119	36,335	38,516	40,988	1.6	1.4
Consumer discretionary	110,813	111,326	105,800	99,667	96,681	99,614	96,751	97,651	4.5	3.6
Consumer staples	60,416	59,621	57,591	56,467	56,986	55,955	54,936	53,094	2.4	2.1
Energy & Utilities	52,517	55,730	50,704	46,595	51,247	50,627	49,812	49,074	2.1	1.9
Health care	39,173	37,914	34,816	36,369	34,573	38,467	36,591	35,768	1.6	1.3
Industrial Services, Supplies & Machinery	114,943	104,322	95,616	101,857	105,988	104,558	102,557	101,031	4.7	4.0
IT & telecom	31,247	29,977	30,501	30,659	28,497	28,227	29,781	29,197	1.3	1.1
Materials	48,357	50,090	49,942	48,532	47,195	47,248	44,952	44,955	2.0	1.8
Non-profit & Associations	181,009	178,289	169,617	166,190	160,312	157,811	151,723	151,477	7.3	6.0
Other commercials	38,174	43,916	85,614	89,399	78,820	61,562	57,817	47,073	1.5	3.0
Shipping	37,868	34,087	35,993	36,225	38,717	38,382	38,973	39,205	1.5	1.5
Transportation	28,787	28,832	24,464	23,946	23,357	21,668	21,866	22,023	1.2	0.9
Personal customers	931,473	918,479	910,648	909,176	899,737	894,094	888,418	884,780	37.7	33.7
Total	2,470,707	2,479,784	2,687,980	2,665,393	2,668,389	2,658,260	2,533,833	2,537,486	100.0	100.0

1.7.4 Total loans and guarantees

(DKK billions)	Q218	Q118	Q417	Q317	Q217	Q117	Q416	Q316
Loans at amortised cost	954	949	936	942	935	935	923	909
Loans at fair value	794	788	787	785	772	770	766	766
Loans (excl. repo loans)	1,748	1,737	1,723	1,726	1,707	1,705	1,689	1,675
Repo loans	232	215	172	185	185	192	200	198
Guarantees	80	80	84	81	80	83	80	79
Total loans and guarantees	2,060	2,032	1,980	1,992	1,972	1,981	1,969	1,952

1.8 Capital figures and requirements

Danske Bank Group's total capital and ratios

(DKK millions)	30 June 2018	31 December 2017
Total equity	160,897	168,256
Adjustment to total equity	228	236
Total equity calculated according to the rules of the Danish FSA	161,125	168,492
Additional tier 1 (AT1) capital instruments included in total equity	-14,355	-14,158
Adjustments for accrued interest and tax effect on AT1 capital	-131	-132
Common equity tier 1 (CET1) capital instruments	146,640	154,202
IFRS 9 transitional arrangement	1,599	-
Deductions from CET1 capital	-28,018	-21,457
- Portion from goodwill	-7,186	-7,100
- Portion from statutory deductions for insurance subsidiaries	-6,391	-1,349
CET1 capital	120,221	132,744
AT1 capital	23,524	18,574
Deductions from AT1 capital	-	-169
- Portion from statutory deductions for insurance subsidiaries	-	-169
Tier1 capital	143,745	151,150
Tier 2 capital instruments	18,988	19,343
Deductions from tier 2 capital	-	-169
- Portion from statutory deductions from insurance subsidiaries	-	-169
Total capital	162,733	170,324
Total risk exposure amount	753,986	753,409
Common tier 1 capital ratio	15.9%	17.6%
Tier1 capital ratio	19.1%	20.1%
Total capital ratio	21.6%	22.6%

Capital ratios and requirements

(percentage of total risk exposure amount)	Q2 2018	Fully phased-in*
Capital ratios		
CET1 capital ratio	15.9	15.7
Total capital ratio	21.6	21.1
Capital requirements(incl. buffers)**		
CET1 capital minimum requirement (Pillar I)	4.5	4.5
Capital add-on to be met with CET1 capital (Pillar II)	1.8	1.8
Combined buffer requirement	4.9	6.3
- Portion from countercyclical capital buffer	0.6	0.8
- Portion from capital conservation buffer	1.9	2.5
- Portion from SIFI buffer	2.4	3.0
CET capital requirement	11.1	12.6
Minimum capital requirement (Pillar I)	8.0	8.0
Capital add-on (Pillar II)	3.2	3.2
Combined buffer requirement	4.9	6.3
Total capital requirement	16.1	17.6
Excess capital		
CET1 capital	4.8	3.1
Total capital	5.5	3.6

* Based on fully phased-in CRR and CRD IV rules and requirements.

** The total capital requirement consists of the solvency need and the combined buffer requirement. The fully phased-in countercyclical capital buffer is based on the buffer rates announced at the end of Q2 2018.

1.9.1 Non-performing loans (ex. Non-core)

(DKK billions)	Q218	Q118	Q417	Q317	Q217	Q117	Q416	Q316
Non-default								
Gross exposure	16.9	17.5	17.2	17.2	16.0	17.6	19.0	19.7
Accumulated expected credit losses (IFRS 9)	5.2	4.8	-	-	-	-	-	-
Accumulated individual impairment charges (IAS 39)	-	-	6.0	5.8	5.6	5.8	6.0	6.3
Net exposure	11.7	12.7	11.2	11.4	10.4	11.7	13.1	13.4
Collateral (after haircut)	9.0	9.4	9.0	8.3	7.9	8.4	9.9	9.5
Total unsecured exposure	2.8	3.4	2.3	3.1	2.5	3.3	3.2	3.9
NPL coverage ratio of which not in default (%) 1	65.2	58.6	72.6	65.1	69.2	63.9	65.4	61.6
Default								
Gross exposure	14.8	15.7	16.0	18.2	19.8	19.8	21.4	23.0
Accumulated expected credit losses (IFRS 9)	8.3	8.8	-	-	-	-	-	-
Accumulated individual impairment charges (IAS 39)	-	-	10.0	10.6	11.3	11.8	12.5	14.0
Net exposure	6.5	6.8	6.0	7.7	8.5	8.0	8.8	8.9
Collateral (after haircut)	6.1	6.4	5.7	7.1	8.0	7.2	8.1	8.5
Total unsecured exposure	0.4	0.4	0.3	0.5	0.5	0.8	0.7	0.5
NPL coverage ratio of which in default (%) 1	95.2	95.4	96.8	95.1	95.4	93.8	94.7	96.8
Total gross non-performing loans	31.7	33.2	33.3	35.4	35.9	37.4	40.4	42.7
NPL coverage ratio (%) 1	80.9	78.2	86.1	81.8	84.8	81.2	82.7	82.2

The Group defines non-performing loans as facilities with objective evidence of impairment and for which individual impairment charges have been booked.
For non-retail exposures with any non-performing loans, the entire amount of the customer's exposure is considered to be non-performing.
For retail exposures, only impaired facilities are included in non-performing loans. The Group's definition of non-performing loans differs from the EBA's definition by excluding fully covered exposures in default and previously forborne exposures that are now performing and are under probation.

[1] Accumulated individual impairment charges as a percentage of gross impaired loans net of collateral (after haircut).

1.9.2 Non-performing loans by Business Unit (ex. Non-core)

	Q218			Q417		
(DKK millions)	Gross exposure	Acc. individual imp. charges	Net exposure	Gross exposure	Acc. individual imp. charges	Net exposure
Non-default	16,900	5,168	11,732	17,220	5,979	11,241
Personal Banking	2,897	517	2,379	4,158	1,223	2,935
Business Banking	10,153	3,484	6,669	10,040	3,932	6,108
C&I	2,918	830	2,088	2,229	561	1,668
Wealth Management	459	119	340	391	130	261
Northern Ireland	473	217	255	399	132	267
Other	-	-	-	2	1	1
Default	14,788	8,273	6,515	16,035	9,986	6,049
Personal Banking	4,082	2,617	1,465	5,016	2,941	2,075
Business Banking	7,654	4,446	3,208	8,882	5,619	3,263
C&I	1,690	453	1,237	736	559	176
Wealth Management	355	215	141	387	271	117
Northern Ireland	1,006	542	464	1,012	595	418
Other	1	1	-	2	2	-
Total NPL core	31,688	13,441	18,247	33,255	15,965	17,290

1.9.3 Forbearance (ex. Non-core)

	Performing							
(DKK millions)	Q218	Q118	Q417	Q317	Q217	Q117	Q416	Q316
Active forbearance	10,495	13,710	8,255	2,890	3,990	1,900	2,162	316
Under probation	6,464	4,253	6,472	10,626	11,318	9,596	8,682	7,797
Total	16,959	17,963	14,727	13,516	15,308	11,496	10,844	8,113

	Non-performing*							
(DKK millions)	Q218	Q118	Q417	Q317	Q217	Q117	Q416	Q316
Active forbearance	9,247	9,044	12,718	13,264	12,859	14,399	13,793	15,270
Under probation	-	-	-	-	-	-	-	-
Total	9,247	9,044	12,718	13,264	12,859	14,399	13,793	15,270

* These loans are part of the total non-performing loan amount.

1.10.1 Total allowance account by Business Unit

(DKK millions)	Q218	Q118	Q417	Q317	Q217	Q117	Q416	Q316
Personal Banking	5,425	5,598	5,200	5,324	5,443	5,549	5,584	5,911
Stage 1	587	612	-	-	-	-	-	-
Stage 2	1,543	1,542	-	-	-	-	-	-
Stage 3	3,295	3,445	-	-	-	-	-	-
Business Banking	11,730	12,188	11,427	11,675	12,129	12,717	13,324	14,176
Stage 1	697	690	-	-	-	-	-	-
Stage 2	2,858	2,848	-	-	-	-	-	-
Stage 3	8,174	8,650	-	-	-	-	-	-
Corporates & Institutions	2,457	2,446	2,214	2,275	2,409	2,461	2,762	2,498
Stage 1	109	117	-	-	-	-	-	-
Stage 2	841	918	-	-	-	-	-	-
Stage 3	1,508	1,412	-	-	-	-	-	-
Wealth Management	436	471	460	464	480	513	534	603
Stage 1	28	27	-	-	-	-	-	-
Stage 2	62	64	-	-	-	-	-	-
Stage 3	346	381	-	-	-	-	-	-
Northern Ireland	905	959	764	922	989	1,173	1,273	1,891
Stage 1	42	62	-	-	-	-	-	-
Stage 2	77	93	-	-	-	-	-	-
Stage 3	786	805	-	-	-	-	-	-
Other Activities	3	5	3	2	2	1	1	-
Stage 1	1	2	-	-	-	-	-	-
Stage 2	1	1	-	-	-	-	-	-
Stage 3	1	2	-	-	-	-	-	-
Total Core	20,956	21,669	20,069	20,663	21,452	22,414	23,479	25,080
Non-core	773	581	680	1,810	2,223	2,433	2,677	2,916
Stage 1	68	7	-	-	-	-	-	-
Stage 2	33	35	-	-	-	-	-	-
Stage 3	672	539	-	-	-	-	-	-
Total allowance account	21,729	22,250	20,749	22,472	23,675	24,847	26,156	27,996
Stage 1	1,464	1,509	-	-	-	-	-	-
Stage 2	5,382	5,465	-	-	-	-	-	-
Stage 3	14,109	14,695	-	-	-	-	-	-

Impairment charges include amounts for credit institutions, loans and guarantees.

1.10.2 Change in allowance account (ex. Non-core)

(DKK millions)	Q218	Q118	Q417	Q317	Q217	Q117	Q416	Q316
Accumulated expected credit losses, beginning of quarter	21,669	22,631	20,663	21,452	22,414	23,479	25,080	25,257
Net changes in credit losses	-377	-253	-69	-37	-106	-59	-62	406
Foreign currency translation	85	-60	-145	6	-197	-25	16	-14
Write-offs debited to allowance account	-242	-685	695	767	582	787	-1,603	-687
Other additions and disposals	-179	35	314	8	-78	-193	49	117
Accumulated expected credit losses, end of quarter	20,956	21,669	20,069	20,663	21,452	22,414	23,479	25,080

Allowance account increased by DKK 2.6 bn in Q118 due to the implementation of IFRS 9.

2. Business Units

2.1 Personal Banking

2.1.1 Personal Banking, income statement

Serves personal customers. The unit focuses on providing proactive advice to customers and making day-to-day banking simple and efficient through innovative digital solutions. Personal Banking has 4,294 employees.

(DKK millions)	Q218	Q118	Q417	Q317	Q217	Q117	Q416	Q316	Year to date 2018	Year to date 2017
Net interest income	1,926	1,960	1,978	2,007	1,963	1,963	1,938	1,899	3,886	3,926
Net fee income	858	859	855	833	891	841	819	890	1,716	1,731
Net trading income	106	195	179	126	110	200	176	121	302	310
Other income	72	129	177	176	205	178	157	144	201	384
Total income	2,962	3,142	3,189	3,141	3,169	3,182	3,091	3,054	6,104	6,351
Operating expenses	1,822	1,757	1,917	1,819	1,900	1,896	1,995	1,926	3,580	3,796
Profit before loan impairment charges	1,140	1,385	1,271	1,322	1,269	1,286	1,096	1,128	2,525	2,555
Loan impairment charges	-80	-100	-41	-25	-53	56	-188	-110	-180	3
Profit before tax	1,219	1,485	1,312	1,347	1,322	1,230	1,284	1,238	2,704	2,552
Net interest income as % p.a. of loans and deposits[1]	0.73	0.76	0.77	0.78	0.77	0.78	0.77	0.76	0.74	0.77
Lending margin (%)	1.08	1.13	1.13	1.12	1.10	1.10	1.06	1.04	1.10	1.10
Deposit margin (%)	0.01	-0.06	-0.09	0.00	0.02	0.05	0.06	0.11	-0.02	0.03
Combined average weighted margin (%)[2]	0.79	0.82	0.81	0.82	0.82	0.83	0.80	0.80	0.80	0.82
Cost/income ratio before goodwill impairment charges (%)	61.5	55.9	60.1	57.9	60.0	59.6	64.5	63.1	58.7	59.8
Profit before loan impairment charges as % p.a. of allocated capital before goodwill impairment charges	17.7	21.8	20.1	20.9	21.9	21.6	18.6	19.7	19.8	21.7
Profit before tax as % p.a. of allocated capital (ROAC) before goodwill impairment charges	19.0	23.4	20.7	21.2	22.8	20.6	21.8	21.6	21.2	21.7
Loans, excluding reverse transactions before impairments	765,528	758,915	757,937	758,976	747,647	745,903	741,651	741,254	765,528	747,647
Allowance account, loans	4,748	4,926	4,876	4,978	5,067	5,170	5,133	5,426	4,748	5,067
Allowance account, guarantees	677	672	324	346	376	379	450	485	677	376
Deposits, excluding repo deposits	287,720	276,728	273,478	274,368	275,137	267,266	267,067	267,371	287,720	275,137
Bonds issued by Realkredit Danmark[3]	416,840	411,102	409,363	409,520	405,127	400,681	398,766	399,694	416,840	405,127
Allocated capital (average)	25,724	25,403	25,350	25,360	23,224	23,838	23,582	22,957	25,565	23,529
No. of customers, end of period (000s)[4]	2,651	2,652	2,682	2,681	2,688	2,688	2,700	2,706	2,651	2,688
No. of eBanking customers, end of period (000s)	1,813	1,818	1,817	1,800	1,801	1,799	1,789	1,774	1,813	1,801
No. of full-time employees, end of period	4,294	4,161	4,517	4,571	4,640	4,558	4,623	4,971	4,294	4,640

[1] Including bonds issued by Realkredit Danmark.

[2] Combined average weighted margin is calculated as: (Lending margin * Average lending volume + Deposit margin * Average deposit volume) / (Average Lending volume + average deposit volume)

[3] Before elimination of the Group's holding of Realkredit Danmark bonds.

[4] Figures for Q118 have been corrected.

2.1.2 Personal Banking, income statement by country

	Denmark										Finland									
(DKK millions)	Q218	Q118	Q417	Q317	Q217	Q117	Q416	Q316	Year to date 2018	Year to date 2017	Q218	Q118	Q417	Q317	Q217	Q117	Q416	Q316	Year to date 2018	Year to date 2017
Net interest income	1,253	1,251	1,243	1,260	1,273	1,298	1,329	1,281	2,504	2,572	224	218	221	225	218	209	204	209	442	426
Net fee income	606	605	585	565	616	565	537	596	1,211	1,181	174	171	185	192	200	201	210	206	345	401
Net trading income	87	182	164	105	95	178	163	101	269	273	4	4	4	3	2	7	1	6	8	9
Other income	60	53	105	78	85	62	35	32	113	147	12	40	33	30	16	15	14	11	52	31
Total income	2,006	2,091	2,097	2,008	2,069	2,104	2,063	2,011	4,097	4,173	413	433	442	450	436	432	430	432	846	869
Operating expenses	1,134	1,133	1,165	1,149	1,173	1,133	1,107	1,182	2,268	2,307	314	268	302	256	295	295	294	297	582	590
Profit before loan impairment charges	871	958	932	859	896	971	956	829	1,829	1,866	99	166	141	193	141	137	136	135	264	278
Loan impairment charges	-80	-101	-55	-32	-44	59	-203	-101	-181	15	6	-	11	4	18	-5	19	10	6	13
Profit before tax	952	1,059	987	891	940	912	1,159	931	2,011	1,852	93	166	130	189	123	142	118	126	259	265
Net interest income as % p.a. of loans and deposits	0.74	0.75	0.75	0.76	0.77	0.80	0.81	0.78	0.74	0.78	0.65	0.64	0.65	0.66	0.64	0.62	0.61	0.62	0.64	0.63
Cost/income ratio before goodwill impairment charges (%)	56.5	54.2	55.6	57.2	56.7	53.8	53.7	58.8	55.4	55.3	76.0	61.9	68.3	56.9	67.7	68.3	68.4	68.8	68.8	67.9
Loans, excluding reverse transactions before impairments	485,894	483,612	484,069	483,639	479,005	478,037	478,496	482,294	485,894	479,005	91,116	91,001	90,987	91,051	90,510	90,074	90,129	90,173	91,116	90,510
Allowance account, loans	3,799	3,966	4,008	4,114	4,207	4,310	4,269	4,568	3,799	4,207	468	468	570	562	566	552	562	557	468	566
Allowance account, guarantees	601	600	319	342	372	375	448	482	601	372	30	26	3	3	3	3	3	3	30	3
Deposits, excluding repo deposits	193,172	185,833	182,758	183,749	184,848	178,964	178,081	178,282	193,172	184,848	47,732	46,525	46,090	45,577	45,723	44,944	45,016	44,609	47,732	45,723

	Sweden										Norway									
(DKK millions)	Q218	Q118	Q417	Q317	Q217	Q117	Q416	Q316	Year to date 2018	Year to date 2017	Q218	Q118	Q417	Q317	Q217	Q117	Q416	Q316	Year to date 2018	Year to date 2017
Net interest income	244	262	241	237	211	210	189	178	506	421	202	220	262	279	253	236	219	234	422	489
Net fee income	44	49	57	50	51	50	46	59	92	101	34	33	27	25	24	25	26	31	67	49
Net trading income	1	2	2	2	2	3	4	3	3	5	14	7	9	16	11	11	9	12	22	22
Other income	-	-	-	-	-	-	-	-	-	-	1	36	84	78	124	101	90	100	36	226
Total income	289	313	300	288	265	263	239	240	602	527	251	296	383	398	412	374	344	376	547	786
Operating expenses	164	158	162	156	149	155	152	144	322	304	189	176	259	252	285	286	275	267	365	571
Profit before loan impairment charges	125	155	138	132	116	108	87	96	279	224	63	120	124	146	127	88	69	109	182	215
Loan impairment charges	3	1	5	-	-18	4	5	-3	4	-14	-8	-	-1	3	-9	-2	-9	-15	-8	-10
Profit before tax	122	154	133	132	134	104	82	99	276	238	70	120	125	143	136	89	78	123	190	225
Net interest income as % p.a. of loans and deposits	0.91	0.99	0.89	0.88	0.82	0.84	0.77	0.76	0.94	0.81	0.63	0.72	0.88	0.92	0.85	0.78	0.74	0.79	0.66	0.82
Cost/income ratio before goodwill impairment charges (%)	56.7	50.5	54.0	54.2	56.2	58.9	63.6	60.0	53.5	57.7	75.3	59.5	67.6	63.3	69.2	76.5	79.9	71.0	66.7	72.6
Loans, excluding reverse transactions before impairments	84,059	82,844	84,509	83,196	79,916	77,161	74,576	70,940	84,059	79,916	104,459	101,459	98,372	101,089	98,215	100,631	98,450	97,847	104,459	98,215
Allowance account, loans	283	289	124	121	123	140	137	135	283	123	198	204	174	181	171	168	165	166	198	171
Allowance account, guarantees	20	18	-	-	-	-	-	-	20	-	26	27	2	1	1	1	-	-	26	1
Deposits, excluding repo deposits	23,493	23,127	24,370	24,320	23,754	23,083	23,363	23,074	23,493	23,754	23,322	21,242	20,260	20,721	20,805	20,274	20,607	21,405	23,322	20,805

Danske Bank

2.1.2 Personal Banking, income statement by country

	Other[1]									
(DKK millions)	Q218	Q118	Q417	Q317	Q217	Q117	Q416	Q316	Year to date 2018	Year to date 2017
Net interest income	3	9	11	6	8	10	-4	-3	12	18
Net fee income	-	-	1	1	-	-	-	-1	-	-
Net trading income	-	-	-	-	-	-	-	-	-	-
Other income	-	-	-46	-10	-21	-	19	-	-	-21
Total income	3	9	-34	-3	-13	10	14	-4	13	-3
Operating expenses	21	22	29	5	-2	27	168	37	43	25
Profit before loan impairment charges	-18	-13	-63	-9	-11	-17	-154	-41	-30	-28
Loan impairment charges	-	-	-	-	-	-	-	-	-	-
Profit before tax	-18	-13	-63	-9	-11	-17	-154	-41	-30	-28
Allowance account, guarantees	-	-	-	-	-	-	-	-	-	-
Deposits, excluding repo deposits[2]	-	-	1	1	10	-	-	-	-	10
Loans, excluding reverse transactions before impairments	-	-	-	-	-	-	-	-	-	-
Cost/income ratio before goodwill impairment charges (%)	-	-	-	-	-	-	-	-	-	-
Allowance account, loans	-	-	-	-	-	-	-	-	-	-
Deposits, excluding repo deposits	-	-	-	-	-	-	-	-	-	-

[1] Other includes staff functions and other non-country specific costs.

[2] Figures for Q217, Q317 and Q417 have been adjusted.

2.1.3 Personal Banking, credit exposure

	Personal Banking					Total	% of total	Total	% of total
(DKK millions)	Denmark	Finland	Sweden	Norway	Other	Q218	Q218	Q217	Q217
Public Institutions	1	-	-	-	-	1	-	2	-
Banks	-	18	-	-	-	18	-	-	-
Credit Institutes	-	-	-	-	-	-	-	-	-
Insurance	-	-	19	-	-	19	-	-	-
Investment funds	1	-	6	4	-	11	-	2	-
Other financials	-	-	4	-	-	4	-	-	-
Agriculture	4	94	800	333	-	1,231	0.1	4	-
Commercial property	-	3	641	113	-	757	0.1	80	-
Construction & building products	2	22	287	102	-	412	-	5	-
Consumer discretionary	5	56	1,860	428	-	2,349	0.3	55	-
Consumer staples	-	14	54	106	-	174	-	13	-
Energy & Utilities	5	2	9	4	-	19	-	2	-
Health care	-	36	233	276	-	545	0.1	12	-
Industrial Services, Supplies & Machinery	-	17	1,352	203	-	1,573	0.2	20	-
IT & telecom	-	4	280	28	-	313	-	8	-
Materials	-	35	736	29	-	800	0.1	2	-
Non-profit & Associations	43	3	10	9	-	65	-	73	-
Other commercials	4	2	28	-	-	35	-	5	-
Shipping	-	-	11	-	-	11	-	-	-
Transportation	-	24	94	113	-	231	-	1	-
Personal customers	501,206	91,965	98,987	125,449	-	817,606	99.0	779,767	100.0
Total	501,273	92,293	105,410	127,197	-	826,173	100.0	780,051	100.0

2.2 Business Banking

2.2.1 Business Banking, income statement

Serves small and medium-sized businesses through a large network of national finance centres, branches, contact centres and online channels. The unit offers leading solutions within financing, investing, cash management and risk management. Business Banking has 2,485 employees.

(DKK millions)	Q218	Q118	Q417	Q317	Q217	Q117	Q416	Q316	Year to date 2018	Year to date 2017
Net interest income	2,350	2,336	2,328	2,265	2,209	2,171	2,193	2,123	4,686	4,380
Net fee income	447	494	477	463	473	475	427	455	940	948
Net trading income	133	176	180	148	136	173	192	114	310	310
Other income	142	146	146	131	134	141	183	117	288	274
Total income	3,072	3,152	3,131	3,007	2,952	2,961	2,995	2,809	6,224	5,913
Operating expenses	1,231	1,213	1,263	1,131	1,196	1,145	1,296	1,229	2,444	2,342
Profit before loan impairment charges	1,841	1,939	1,868	1,875	1,755	1,816	1,699	1,581	3,780	3,572
Loan impairment charges	-179	-272	-51	-226	-260	-286	-185	-78	-451	-545
Profit before tax	2,020	2,211	1,920	2,101	2,015	2,101	1,884	1,659	4,231	4,117
Net interest income as % p.a. of loans and deposits[1]	1.01	1.00	1.00	0.97	0.95	0.96	0.98	0.96	1.00	0.94
Lending margin (%)	1.31	1.32	1.30	1.28	1.29	1.27	1.27	1.26	1.31	1.28
Deposit margin (%)	0.29	0.26	0.24	0.29	0.27	0.29	0.28	0.29	0.28	0.28
Combined average weighted margin (%)[2]	1.03	1.02	1.01	1.00	1.00	1.00	1.00	1.00	1.03	1.00
Cost/income ratio before goodwill impairment charges (%)	40.1	38.5	40.3	37.6	40.5	38.7	43.3	43.8	39.3	39.6
Profit before loan impairment charges as % p.a. of allocated capital before goodwill impairment charges	17.0	17.7	16.7	16.6	15.3	15.9	16.1	15.0	17.3	15.6
Profit before tax as % p.a. of allocated capital (ROAC) before goodwill impairment charges	18.6	20.2	17.1	18.6	17.6	18.3	17.8	15.7	19.4	18.0
Loans, excluding reverse transactions before impairments	697,334	701,676	697,387	700,113	687,433	681,693	671,359	670,577	697,334	687,433
Allowance account, loans	10,696	11,197	11,014	11,308	11,728	12,327	13,016	13,835	10,696	11,728
Allowance account, guarantees	1,032	989	437	387	421	409	328	366	1,032	421
Deposits, excluding repo deposits	246,269	247,631	248,292	245,830	251,513	237,922	236,307	230,250	246,269	251,513
Bonds issued by Realkredit Danmark[3]	325,005	331,338	335,944	328,193	318,051	323,903	323,469	322,661	325,005	318,051
Allocated capital (average)	43,426	43,878	44,867	45,186	45,860	45,829	42,308	42,252	43,651	45,844
No. of customers, end of period (000s)	211	225	231	230	234	236	238	239	211	234
No. of eBanking customers, end of period (000s)[4]	186	197	198	196	200	202	202	199	186	200
No. of full-time employees, end of period	2,485	2,773	2,760	2,740	2,748	2,763	2,787	2,832	2,485	2,748

From 1 January 2018, the business activities in Germany, Poland and Russia has been transferred from Corporates & Institutions to Business Banking. The comparative information for 2017 has been restated to reflect this transfer. Note 3 to the interim report for Q1 provides further information.

[1] Including bonds issued by Realkredit Danmark.

[2] Combined average weighted margin is calculated as: (Lending margin * Average lending volume + Deposit margin * Average deposit volume) / (Average Lending volume + average deposit volume)

[3] Before elimination of the Group's holding of Realkredit Danmark bonds.

[4] From Q217, eBanking customers in Lithuania only includes Business Banking customers. Figures for Q317 have been corrected.

2.2.2 Business Banking, income statement by country

Denmark

(DKK millions)	Q218	Q118	Q417	Q317	Q217	Q117	Q416	Q316	Year to date 2018	Year to date 2017
Net interest income	1,129	1,087	1,116	1,074	1,077	1,057	1,099	1,068	2,216	2,134
Net fee income	186	198	191	191	188	189	147	186	385	378
Net trading income	66	108	107	62	61	90	119	49	175	151
Other income	128	135	133	117	121	120	157	102	263	240
Total income	1,510	1,529	1,547	1,444	1,447	1,456	1,523	1,405	3,039	2,903
Operating expenses	582	580	601	540	553	558	614	603	1,163	1,112
Profit before loan impairment charges	928	948	946	903	894	898	909	802	1,876	1,791
Loan impairment charges	-199	-199	-81	-364	-405	-175	-138	3	-398	-581
Profit before tax	1,127	1,148	1,026	1,268	1,299	1,073	1,047	799	2,275	2,372
Net interest income as % p.a. of loans and deposits	0.91	0.89	0.91	0.88	0.88	0.87	0.91	0.90	0.90	0.87
Cost/income ratio before goodwill impairment charges (%)	38.5	37.9	38.8	37.4	38.2	38.3	40.3	42.9	38.3	38.3
Loans, excluding reverse transactions before impairments	409,259	402,986	404,986	405,455	404,193	399,967	398,039	396,641	409,259	404,193
Allowance account, loans	8,009	8,274	8,523	8,726	9,196	9,713	10,207	10,798	8,009	9,196
Allowance account, guarantees	729	708	316	280	315	303	222	236	729	315
Deposits, excluding repo deposits	93,812	91,389	94,766	89,475	93,720	94,226	93,274	90,234	93,812	93,720

Finland

(DKK millions)	Q218	Q118	Q417	Q317	Q217	Q117	Q416	Q316	Year to date 2018	Year to date 2017
Net interest income	228	214	214	207	199	196	199	188	442	395
Net fee income	103	103	100	99	106	107	103	104	206	214
Net trading income	10	6	7	8	7	9	8	8	16	17
Other income	4	5	3	4	3	11	14	4	9	14
Total income	345	327	324	318	315	324	324	304	672	639
Operating expenses	178	162	174	148	163	155	184	166	340	318
Profit before loan impairment charges	167	166	150	170	152	169	140	137	333	321
Loan impairment charges	-9	-30	-30	-5	17	-10	1	-30	-39	7
Profit before tax	176	196	180	175	135	178	139	168	372	314
Net interest income as % p.a. of loans and deposits	0.89	0.85	0.87	0.88	0.85	0.86	0.88	0.81	0.87	0.84
Cost/income ratio before goodwill impairment charges (%)	51.6	49.5	53.7	46.5	51.7	47.8	56.8	54.6	50.6	49.8
Loans, excluding reverse transactions before impairments	65,064	63,213	60,723	59,905	58,624	57,307	55,383	56,077	65,064	58,624
Allowance account, loans	797	804	732	770	840	969	1,002	1,016	797	840
Allowance account, guarantees	48	63	11	9	10	6	9	17	48	10
Deposits, excluding repo deposits	37,662	38,154	37,935	35,576	35,916	35,245	35,919	37,020	37,662	35,916

Sweden

(DKK millions)	Q218	Q118	Q417	Q317	Q217	Q117	Q416	Q316	Year to date 2018	Year to date 2017
Net interest income	572	568	561	537	514	484	472	448	1,140	997
Net fee income	78	93	94	84	83	79	85	75	171	163
Net trading income	25	27	26	29	25	25	25	21	53	50
Other income	2	1	1	2	2	1	-	2	3	3
Total income	677	689	682	652	625	588	581	547	1,366	1,213
Operating expenses	221	219	240	217	223	212	249	210	440	435
Profit before loan impairment charges	456	470	441	435	402	376	332	337	926	777
Loan impairment charges	68	-54	-16	5	-1	-60	-15	1	14	-62
Profit before tax	388	524	457	431	403	436	348	336	913	839
Net interest income as % p.a. of loans and deposits	1.26	1.25	1.24	1.19	1.17	1.11	1.11	1.08	1.26	1.13
Cost/income ratio before goodwill impairment charges (%)	32.6	31.8	35.2	33.3	35.7	36.1	42.9	38.4	32.2	35.9
Loans, excluding reverse transactions before impairments	139,510	139,656	138,279	139,160	132,993	131,598	127,979	126,683	139,510	132,993
Allowance account, loans	641	600	413	444	455	479	586	617	641	455
Allowance account, guarantees	46	41	14	12	15	15	16	16	46	15
Deposits, excluding repo deposits	42,351	42,070	43,251	41,688	43,590	43,560	42,980	40,372	42,351	43,590

Norway

(DKK millions)	Q218	Q118	Q417	Q317	Q217	Q117	Q416	Q316	Year to date 2018	Year to date 2017
Net interest income	375	362	339	348	328	340	321	315	737	668
Net fee income	51	60	54	51	54	60	50	48	110	113
Net trading income	16	15	18	18	16	16	18	15	32	32
Other income	7	6	9	8	8	9	11	8	13	16
Total income	449	443	420	425	405	425	400	387	893	830
Operating expenses	154	146	148	139	140	132	154	134	300	273
Profit before loan impairment charges	296	297	272	287	265	292	245	253	593	557
Loan impairment charges	-26	39	83	134	148	-19	-18	-9	12	129
Profit before tax	322	258	189	153	117	312	263	262	580	429
Net interest income as % p.a. of loans and deposits	1.11	1.13	1.12	1.08	1.06	1.21	1.17	1.18	1.09	1.08
Cost/income ratio before goodwill impairment charges (%)	34.3	33.0	35.2	32.7	34.6	31.1	38.5	34.6	33.6	32.9
Loans, excluding reverse transactions before impairments	72,935	71,172	69,027	71,175	67,702	68,435	66,278	67,582	72,935	67,702
Allowance account, loans	1,214	1,259	1,153	1,130	986	893	926	1,090	1,214	986
Allowance account, guarantees	205	171	96	86	81	84	80	91	205	81
Deposits, excluding repo deposits	63,262	58,059	53,113	58,567	57,521	45,171	44,397	40,556	63,262	57,521

2.2.2 Business Banking, income statement by country

	Baltics										Other[1]									
(DKK millions)	Q218	Q118	Q417	Q317	Q217	Q117	Q416	Q316	Year to date 2018	Year to date 2017	Q218	Q118	Q417	Q317	Q217	Q117	Q416	Q316	Year to date 2018	Year to date 2017
Net interest income	7	63	63	65	62	62	61	64	70	124	39	42	35	34	29	32	41	41	81	61
Net fee income	6	19	19	19	20	20	21	21	25	40	22	22	20	20	22	20	22	20	43	41
Net trading income	3	5	6	6	6	6	6	7	8	12	13	14	17	25	21	27	16	14	26	49
Other income	1	-1	-	-	-	-	-	-	-	1	-	-	-	-	-	-	-	-	-	-
Total income	16	86	87	89	88	88	88	92	103	177	74	78	71	79	72	80	79	75	151	151
Operating expenses	31	59	67	58	61	59	55	64	90	119	65	47	32	29	56	29	40	52	112	85
Profit before loan impairment charges	-14	27	20	32	28	30	33	28	13	57	8	31	39	49	16	52	39	23	39	68
Loan impairment charges	-7	-29	-10	-	-12	-20	-10	4	-36	-32	-6	2	1	5	-6	-1	-4	-47	-3	-7
Profit before tax	-8	56	30	32	40	50	43	24	49	90	14	29	38	43	21	53	43	70	42	74
Net interest income as % p.a. of loans and deposits	0.58	0.93	0.90	0.88	0.85	0.88	0.88	0.84	2.88	0.85	1.05	1.09	0.91	0.90	0.77	0.82	1.06	1.09	1.09	0.81
Cost/income ratio before goodwill impairment charges (%)	193.8	68.6	77.0	65.2	69.3	67.0	62.5	69.6	87.4	67.2	87.8	60.3	45.1	36.7	77.8	36.3	50.6	69.3	74.2	56.3
Loans, excluding reverse transactions before impairments	1,226	14,903	14,954	15,063	14,715	14,506	14,443	14,502	1,226	14,715	9,340	9,746	9,417	9,355	9,206	9,881	9,236	9,091	9,340	9,206
Allowance account, loans	4	225	165	213	226	249	269	285	4	226	31	35	28	24	24	25	26	29	31	24
Allowance account, guarantees	1	4	-	-	-	-	-	2	1	-	2	3	1	-	-	1	1	3	2	-
Deposits, excluding repo deposits	3,635	12,331	13,206	14,778	14,837	14,003	13,520	16,101	3,635	14,837	5,547	5,629	6,021	5,747	5,930	5,717	6,217	5,968	5,547	5,930

[1] Other includes Germany, Poland and Russia as well as staff functions and other non-country specific costs.

2.2.3 Business Banking, credit exposure

	Business Banking						Total	% of total	Total	% of total
(DKK millions)	Denmark	Finland	Sweden	Norway	Baltics	Other	Q218	Q218	Q217	Q217
Public Institutions	18,765	7,182	1,865	1,120	171	126,549	155,652	16.1	222,308	22.4
Banks	24	5	32	15	865	42	984	0.1	5,586	0.6
Credit Institutes	-	3	621	-	-	-	624	0.1	589	0.1
Insurance	14	5	8	1	3	-	30	-	31	-
Investment funds	3,426	272	1,773	576	-	12	6,058	0.6	7,440	0.8
Other financials	5	603	718	-	-	-	1,327	0.1	2,006	0.2
Agriculture	50,225	1,095	8,001	903	70	425	60,718	6.3	52,922	5.3
Commercial property	146,691	21,391	77,815	36,411	392	981	283,681	29.4	270,574	27.3
Construction & building products	7,435	5,686	7,083	3,953	14	824	24,995	2.6	22,447	2.3
Consumer discretionary	32,121	6,841	18,794	6,635	223	1,425	66,039	6.8	63,033	6.4
Consumer staples	8,533	4,588	4,771	6,236	66	1,064	25,257	2.6	24,214	2.4
Energy & Utilities	5,013	4,378	505	5,603	83	1,446	17,028	1.8	16,715	1.7
Health care	6,449	906	2,020	834	10	1,475	11,694	1.2	8,893	0.9
Industrial Services, Supplies & Machinery	17,678	6,175	13,375	10,895	184	4,107	52,413	5.4	51,249	5.2
IT & telecom	3,954	1,952	3,533	1,697	211	312	11,658	1.2	10,924	1.1
Materials	5,122	3,795	6,176	2,146	93	519	17,850	1.9	15,994	1.6
Non-profit & Associations	147,411	14,122	13,241	1,353	-	4	176,132	18.3	155,728	15.7
Other commercials	3,335	2,707	2,269	2,470	-	5,687	16,468	1.7	12,410	1.3
Shipping	157	69	204	1,879	-	20	2,329	0.2	2,096	0.2
Transportation	4,998	3,049	5,408	3,018	16	2,481	18,970	2.0	16,926	1.7
Personal customers	11,016	3,167	221	432	-	11	14,847	1.5	28,370	2.9
Total	472,372	87,989	168,431	86,175	2,402	147,386	964,754	100.0	990,456	100.0

2.3 Corporates & Institutions

2.3.1 Corporates & Institutions, income statement

Serves large Nordic corporate and institutional customers in the Nordic countries and beyond. This wholesale division of the bank provides strategic advice, financial solutions and products within Capital Markets, Fixed Income, Currencies and Commodities, and Transaction Banking. Corporates & Institutions has 1,706 employees.

(DKK millions)	Q218	Q118	Q417	Q317	Q217	Q117	Q416	Q316	Year to date 2018	Year to date 2017
Net interest income	931	893	914	832	843	849	887	857	1,824	1,692
Net fee income	726	690	852	610	686	780	685	524	1,417	1,467
Net trading income	497	999	851	987	1,161	1,843	1,095	1,356	1,496	3,002
Other income	6	3	1	-	1	-	-5	5	9	1
Total income	2,160	2,585	2,618	2,430	2,691	3,472	2,662	2,741	4,746	6,162
Operating expenses	1,109	1,154	1,228	1,097	1,155	1,184	1,119	1,145	2,263	2,339
Profit before loan impairment charges	1,051	1,431	1,390	1,334	1,536	2,287	1,543	1,595	2,483	3,822
Loan impairment charges	-88	3	-33	138	167	81	286	515	-85	248
Profit before tax	1,139	1,429	1,422	1,197	1,368	2,207	1,257	1,080	2,568	3,574
Net interest income as % p.a. of loans and deposits[1]	0.85	0.77	0.83	0.74	0.77	0.78	0.86	0.81	0.83	0.77
Lending margin (%)	1.19	1.14	1.15	1.12	1.09	1.11	1.09	1.04	1.16	1.10
Deposit margin (%)	0.34	0.31	0.31	0.33	0.37	0.42	0.45	0.45	0.32	0.39
Combined average weighted margin (%)[2]	0.68	0.63	0.65	0.65	0.67	0.72	0.73	0.70	0.66	0.70
Cost/income ratio (%)	51.3	44.6	46.9	45.1	42.9	34.1	42.0	41.8	47.7	38.0
Profit before loan impairment charges as % p.a. of allocated capital	13.0	17.8	17.2	16.1	16.9	24.0	16.5	17.8	15.4	20.6
Profit before tax as % p.a. of allocated capital (ROAC)	14.0	17.7	17.6	14.4	15.1	23.2	13.5	12.0	15.9	19.2
Loans and advances, excluding reverse transactions before impairments	180,635	174,724	175,161	177,758	183,000	189,129	187,983	180,049	180,635	183,000
Allowance account, loans	1,994	1,917	2,044	2,117	2,037	2,139	2,446	2,186	1,994	2,037
Allowance account, credit institutions	15	14	10	10	12	13	40	38	15	12
Allowance account, guarantees	448	515	134	127	453	288	255	248	448	453
Deposits excluding repo deposits	260,202	290,171	267,797	277,049	259,120	251,120	227,104	243,771	260,202	259,120
Bonds issued by Realkredit Danmark[3]	18,300	15,202	14,373	17,765	19,455	18,620	17,722	18,640	18,300	19,455
Allocated capital (average)	32,440	32,234	32,310	33,187	36,271	38,110	37,369	35,884	32,338	37,186
VaR for trading-related activities in C&I (DKK millions) (Avg.)[4]	32.4	33.4	43.8	47.7	47.8	44.8	43.7	38.7	32.4	47.8
VaR for trading-related activities in C&I (DKK millions) (end of period)	35.2	32.3	37.1	46.9	52.9	53.2	66.5	37.1	35.2	52.9
No. of customers, end of period	1,976	1,938	1,826	1,761	1,773	1,715	1,706	1,665	1,976	1,773
No. of full-time employees, end of period	1,706	1,708	1,673	1,657	1,647	1,657	1,671	1,692	1,706	1,647

From 1 January 2018, the business activities in Germany, Poland and Russia has been transferred from Corporates & Institutions to Business Banking. In addition, income on derivatives with customers is no longer reclassified to net trading income in FICC.
The comparative information for 2017 has been restated to reflect these changes. Note 3 to the interim report for Q1 provides further information.

[1] Including bonds issued by Realkredit Danmark.

[2] Combined average weighted margin is calculated as: (Lending margin * Average lending volume + Deposit margin * Average deposit volume) / (Average Lending volume + average deposit volume)

[3] Before elimination of the Group's holding of Realkredit Danmark bonds.

[4] The internal VaR model is used to calculate the Group's market risk at portfolio level. The VaR is calculated at 95% confidence level, 1-day horizon. The average VaR is calculated as an average of daily VaR values during the period.

2.3.2 Corporates & Institutions, income breakdown

(DKK millions)	Q218	Q118	Q417	Q317	Q217	Q117	Q416	Q316	Year to date 2018	Year to date 2017
FICC	570	1,068	900	997	1,129	1,853	1,116	1,376	1,638	2,982
Capital markets	434	393	543	368	505	540	510	337	827	1,045
General banking	1,156	1,124	1,175	1,065	1,057	1,078	1,036	1,027	2,280	2,135
Total income	2,160	2,585	2,618	2,430	2,691	3,472	2,662	2,741	4,746	6,162

2.3.3 Corporates & Institutions, credit exposure

(DKK millions)	Total Q218	% of total Q218	Total Q217	% of total Q217
Public Institutions	92,518	18.6	201,622	27.9
Banks	54,150	10.9	49,100	6.8
Credit Institutes	4,369	0.9	6,225	0.9
Insurance	9,869	2.0	47,268	6.6
Investment funds	14,669	3.0	19,332	2.7
Other financials	3,791	0.8	46,016	6.4
Agriculture	4,619	0.9	4,597	0.6
Commercial property	14,768	3.0	23,456	3.3
Construction & building products	11,299	2.3	14,073	2.0
Consumer discretionary	38,089	7.7	29,419	4.1
Consumer staples	32,330	6.5	30,784	4.3
Energy & Utilities	35,247	7.1	34,370	4.8
Health care	25,076	5.0	24,236	3.4
Industrial Services, Supplies & Machinery	58,508	11.8	52,858	7.3
IT & telecom	18,648	3.8	17,410	2.4
Materials	28,261	5.7	29,596	4.1
Non-profit & Associations	166	-	178	-
Other commercials	6,738	1.4	48,797	6.8
Shipping	35,478	7.1	36,585	5.1
Transportation	8,627	1.7	5,623	0.8
Personal customers	43	-	49	-
Total	497,265	100.0	721,597	100.0

2.4 Wealth Management

2.4.1 Wealth Management, income statement

Serves the Group's entire customer base and encompasses expertise within pension savings, private banking, and wealth and asset management. The unit includes Danica Pension, Danske Capital and Private Banking customers with complex finances and began operating from 1 April 2016. Wealth Management has 2,203 employees.

(DKK millions)	Q218	Q118	Q417	Q317	Q217	Q117	Q416	Q316	Year to date 2018	Year to date 2017
Net interest income	187	179	176	176	174	182	176	167	366	356
Net fee income	1,722	1,701	2,149	1,621	1,761	1,749	2,147	1,533	3,423	3,510
Net trading income	34	-19	55	144	101	103	148	299	16	204
Other income	-63	16	53	24	69	28	224	90	-47	97
Total income	1,880	1,877	2,433	1,966	2,106	2,062	2,695	2,089	3,758	4,168
Operating expenses	1,130	1,015	1,107	940	1,019	1,016	1,103	902	2,144	2,035
Profit before loan impairment charges	751	863	1,326	1,027	1,087	1,046	1,592	1,188	1,613	2,132
Loan impairment charges	-17	-16	-23	-25	-20	-25	-55	-8	-33	-45
Profit before tax	768	878	1,350	1,052	1,107	1,070	1,647	1,195	1,646	2,177
Net interest income as % p.a. of loans and deposits	0.51	0.50	0.50	0.50	0.50	0.54	0.52	0.49	0.50	0.51
Lending margin (%)	1.05	1.08	1.09	1.06	1.05	1.05	1.01	0.96	1.07	1.05
Deposit margin (%)	0.24	0.19	0.17	0.23	0.24	0.28	0.26	0.28	0.22	0.26
Combined average weighted margin (%)[1]	0.66	0.66	0.65	0.66	0.67	0.69	0.66	0.64	0.66	0.68
Cost/income ratio(%)	60.1	54.1	45.5	47.8	48.4	49.3	40.9	43.2	57.1	48.8
Profit before loan impairment charges as % p.a. of allocated capital	22.2	25.5	39.0	29.3	30.2	30.9	48.2	38.1	23.9	30.5
Profit before tax as % p.a. of allocated capital (ROAC)	22.7	26.0	39.7	30.0	30.7	31.6	49.8	38.3	24.3	31.2
Loans, excluding reverse transactions before impairments	77,008	75,798	75,028	74,790	73,652	73,399	72,473	71,677	77,008	73,652
Allowance account, loans	405	438	434	444	438	475	532	595	405	438
Allowance account, guarantees	31	33	26	20	42	38	2	8	31	42
Deposits excluding repo deposits	71,145	67,696	65,849	66,280	66,707	61,911	62,881	63,948	71,145	66,707
Bonds issued by Realkredit Danmark[2]	37,018	33,716	32,278	33,938	34,750	32,226	31,341	30,795	37,018	34,750
Assets under management (DKK billions)[3]	1,648	1,513	1,530	1,515	1,493	1,463	1,420	1,383	1,648	1,493
Allocated capital (average)	13,515	13,524	13,610	14,030	14,403	13,529	13,225	12,480	13,520	13,969
No. of customers, end of period (000s)[4]	64	64	64	65	65	64	63	63	64	65
Assets under management margin (%)[5]	0.46	0.50	0.64	0.52	0.56	0.56	0.76	0.60	0.46	0.56
No. of full-time employees, end of period	2,203	1,898	1,851	1,870	1,906	1,946	1,948	1,980	2,203	1,906

Effective 7 June 2018, Danica Pension has qcquired SEB Pension Danmark. Income statement and balances include SEB Pension Danmark from this date.

[1] Combined average weighted margin is calculated as: (Lending margin * Average lending volume + Deposit margin * Average deposit volume) / (Average Lending volume + average deposit volume)

[2] Before elimination of the Group's holding of Realkredit Danmark bonds.

[3] Assets under management consists of our life conventional business (Danica Traditionel), asset management (Danica unit-linked and Danske Capital) and assets under advice from personal, business and private banking

[4] Private Banking customers only.

[5] Calculated as total income annualised as a percentage of Assets under management.

2.4.2 Wealth Management, fee breakdown

(DKK millions)	Q218	Q118	Q417	Q317	Q217	Q117	Q416	Q316	Year to date 2018	Year to date 2017
Management fees	1,421	1,421	1,440	1,356	1,475	1,466	1,112	1,242	2,842	2,941
Performance fees	6	23	368	8	24	16	483	4	29	39
Risk allowance fees	296	256	342	258	262	268	552	287	552	530
Total net fee income	1,722	1,701	2,149	1,621	1,761	1,749	2,147	1,533	3,423	3,510

2.4.3 Wealth Management, breakdown of assets under management

(DKK billions)	Q218	Q118	Q417	Q317	Q217	Q117	Q416	Q316	Year to date 2018	Year to date 2017
Life conventional	203	151	155	155	155	158	161	168	203	155
Asset management	951	890	911	894	878	875	848	801	951	878
Assets under advice	493	472	464	467	460	429	412	414	493	460
Total assets under management	1,648	1,513	1,530	1,515	1,493	1,463	1,420	1,383	1,648	1,493

Assets under management consists of our life conventional business (Danica Traditionel), asset management (Danica unit-linked and Asset Management) and assets under advise (the investment decision is taken by the customer) from personal, business and private banking customers.

2.4.4 Wealth Management, net sales & premiums

(DKK millions)	Q218	Q118	Q417	Q317	Q217	Q117	Q416	Q316	Year to date 2018	Year to date 2017
Net sales (Asset Management, DKK billions)	-4.3	0.8	9.9	-1.8	3.0	9.9	5.6	0.9	-3.5	12.9
Premiums (Danica, DKK billions)	10.0	12.9	10.4	8.9	9.0	11.4	9.2	8.7	22.9	20.4

2.4.5 Wealth Management, credit exposure

	Wealth Management						Total	% of total	Total	% of total
(DKK millions)	Denmark	Finland	Sweden	Norway	Luxembourg	Other	Q218	Q218	Q217	Q217
Public Institutions	1,584	-	-	-	1,138	-	2,721	3.1	2,310	2.8
Banks	-	-	-	-	1	-	1	-	-	-
Credit Institutes	-	-	-	-	-	-	-	-	-	-
Insurance	-	-	-	-	4	-	4	-	2	-
Investment funds	2,009	-	101	222	1,949	-	4,281	4.8	3,955	4.7
Other financials	-	21	-	-	3	-	25	-	26	-
Agriculture	151	6	430	16	2	-	604	0.7	276	0.3
Commercial property	479	24	472	434	125	-	1,534	1.7	1,184	1.4
Construction & building products	14	12	16	56	25	-	123	0.1	160	0.2
Consumer discretionary	113	30	122	49	8	-	322	0.4	416	0.5
Consumer staples	8	11	2	-	-	-	21	-	12	-
Energy & Utilities	3	-	-	2	-	-	5	-	28	-
Health care	5	4	11	26	-	-	46	0.1	30	-
Industrial Services, Supplies & Machinery	132	25	125	67	24	-	373	0.4	204	0.2
IT & telecom	7	-	30	-	-	-	38	-	23	-
Materials	22	1	311	-	-	-	334	0.4	82	0.1
Non-profit & Associations	163	1	19	10	81	-	274	0.3	140	0.2
Other commercials	1,644	120	159	43	17	-	1,982	2.2	1,953	2.3
Shipping	6	-	1	-	-	-	7	-	5	-
Transportation	22	-	-	-	-	-	22	-	55	0.1
Personal customers	52,146	2,979	4,778	10,858	5,078	-	75,840	85.6	73,023	87.1
Total	58,508	3,234	6,577	11,783	8,456	-	88,558	100.0	83,885	100.0

2.5 Northern Ireland

2.5.1 Northern Ireland, income statement

Serves personal and business customers through a network of branches in Northern Ireland and digital channels. Northern Ireland has 1,289 employees.

(DKK millions)	Q218	Q118	Q417	Q317	Q217	Q117	Q416	Q316	Year to date 2018	Year to date 2017
Net interest income	372	364	347	334	350	342	340	340	736	692
Net fee income	106	95	101	100	113	115	108	129	201	228
Net trading income	25	15	56	10	20	24	24	55	41	44
Other income	4	3	40	2	3	3	2	3	6	6
Total income	507	477	544	447	486	484	474	528	984	970
Operating expenses	300	290	46	298	304	309	334	296	589	613
Profit before loan impairment charges	207	187	499	148	181	176	140	232	394	357
Loan impairment charges	-12	62	-93	-24	-69	-61	-22	-60	50	-130
Profit before tax	219	125	591	173	250	237	162	293	344	487
Net interest income as % p.a. of loans and deposits[1]	1.34	1.34	1.33	1.27	1.35	1.31	1.31	1.34	1.33	1.33
Lending margin (%)	1.59	1.65	1.52	1.50	1.45	1.58	1.54	1.49	1.62	1.52
Deposit margin (%)	1.20	1.12	1.06	0.92	1.00	1.05	1.08	1.14	1.17	1.02
Combined average weighted margin (%)[2]	1.37	1.35	1.26	1.17	1.20	1.28	1.28	1.29	1.36	1.24
Cost/income ratio before goodwill impairment charges (%)	59.2	60.8	8.5	66.7	62.6	63.8	70.5	56.1	59.9	63.2
Profit before loan impairment charges as % p.a. of allocated capital before goodwill impairment charges	12.4	11.2	29.9	9.7	11.9	11.8	8.8	14.8	11.8	11.8
Profit before tax as % p.a. of allocated capital (ROAC) before goodwill impairment charges	13.1	7.5	35.4	11.4	16.4	15.9	10.1	18.7	10.3	16.1
Loans, excluding reverse transactions before impairments	48,854	48,985	46,272	46,241	46,078	46,541	45,575	45,741	48,854	46,078
Allowance account, loans	862	858	757	914	980	1,164	1,262	1,868	862	980
Allowance account, guarantees	43	101	7	9	9	9	11	23	43	9
Deposits excluding repo deposits	63,029	60,529	58,971	59,460	58,965	58,912	59,244	57,586	63,029	58,965
Allocated capital (average)[3]	6,673	6,700	6,684	6,081	6,107	5,980	6,394	6,268	6,686	6,044
No. of customers, end of period (000s)	431	429	429	426	424	423	424	423	431	424
No. of eBanking customers, end of period (000s)	192	196	193	190	186	185	182	179	192	186
No. of full-time employees, end of period	1,289	1,257	1,260	1,318	1,323	1,306	1,289	1,290	1,289	1,323

[1] Including bonds issued by Realkredit Danmark.

[2] Combined average weighted margin is calculated as: (Lending margin * Average lending volume + Deposit margin * Average deposit volume) / (Average Lending volume + average deposit volume)

[3] Allocated capital equals the legal entity's capital.

2.5.2 Northern Ireland, credit exposure

(DKK millions)	Total Q218	% of total Q218	Total Q217	% of total Q217
Public Institutions	17,087	24.2	15,288	24.0
Banks	106	0.1	124	0.2
Credit Institutes	-	-	-	-
Insurance	12	-	17	-
Investment funds	2	-	3	-
Other financials	8	-	7	-
Agriculture	4,865	6.9	4,513	7.1
Commercial property	5,720	8.1	5,653	8.9
Construction & building products	1,685	2.4	1,375	2.2
Consumer discretionary	3,984	5.6	3,757	5.9
Consumer staples	2,276	3.2	1,963	3.1
Energy & Utilities	130	0.2	132	0.2
Health care	1,781	2.5	1,401	2.2
Industrial Services, Supplies & Machinery	1,985	2.8	1,647	2.6
IT & telecom	238	0.3	132	0.2
Materials	779	1.1	1,186	1.9
Non-profit & Associations	4,294	6.1	4,193	6.6
Other commercials	2,711	3.8	3,022	4.8
Shipping	44	0.1	30	-
Transportation	815	1.2	752	1.2
Personal customers	22,152	31.3	18,376	28.9
Total	70,673	100.0	63,570	100.0

2.6 Non-core

2.6.1 Non-core, income statement

Non-core includes certain customer segments that are no longer considered part of the Group's core business. The Non-core unit is responsible for the controlled winding-up of this part of the loan portfolio. Existing exposures are either being wound up or divested. Non-core has 386 employees.

(DKK millions)	Q218	Q118	Q417	Q317	Q217	Q117	Q416	Q316	Year to date 2018	Year to date 2017
Total income	91	7	41	41	42	44	45	46	98	86
Operating expenses	122	54	484	268	76	62	79	105	176	138
Profit before loan impairment charges	-31	-47	-443	-227	-34	-18	-35	-60	-78	-52
Loan impairment charges	-48	-79	-470	-233	-9	1	-67	-17	-126	-7
Profit before tax	16	32	27	6	-25	-19	32	-42	48	-45
Net interest income as % p.a. of loans and deposits	1.11	0.54	2.35	0.88	0.95	0.91	0.90	0.87	0.62	0.96
Lending margin (%)	1.41	0.08	1.27	0.93	0.91	0.89	0.95	1.02	1.11	0.90
Deposit margin (%)	0.43	0.69	0.79	0.67	0.68	0.71	0.64	0.59	0.49	0.70
Combined average weighted margin (%)[1]	1.03	0.28	1.20	0.90	0.88	0.87	0.91	0.97	0.88	0.88
Cost/income ratio (%)	134.1	771.4	1,180.5	653.7	181.0	140.9	175.6	228.3	179.6	160.5
Profit before loan impairment charges as % p.a. of allocated capital	-6.2	-14.3	-74.4	-32.8	-5.0	-2.6	-5.6	-8.7	-9.4	-3.8
Profit before tax as % p.a. of allocated capital (ROAC)	3.2	9.7	4.5	0.9	-3.7	-2.7	5.1	-6.1	5.8	-3.3
Loans and advances, excluding reverse transactions before impairments	17,495	5,270	5,380	18,817	19,517	20,723	21,504	22,626	17,495	19,517
Allowance account, loans	749	570	653	1,781	2,192	2,405	2,644	2,885	749	2,192
Allowance account, guarantees	25	11	27	29	31	28	33	31	25	31
Deposits, excluding repo deposits	10,258	1,940	1,925	1,958	1,978	2,241	2,365	2,850	10,258	1,978
Allocated capital (average)	2,012	1,315	2,382	2,768	2,714	2,776	2,518	2,768	1,665	2,745
No. of full-time employees, end of period	386	123	122	124	131	143	153	154	386	131

[1] Combined average weighted margin is calculated as: (Lending margin * Average lending volume + Deposit margin * Average deposit volume) / (Average Lending volume + average deposit volume)

2.6.2 Non-core, loan impairment charges

(DKK millions)	Q218	Q118	Q417	Q317	Q217	Q117	Q416	Q316	Year to date 2018	Year to date 2017
Non-core banking[1]	-54	-67	-556	-233	-9	1	-67	-17	-121	-7
Non-core conduits etc.	6	-12	86	-	-	-	-	-	-6	-
Total	-48	-79	-470	-233	-9	1	-67	-17	-126	-7

[1] Non-core banking encompasses Non-core Baltics (personal customers in the Baltics) and Non-core Ireland.

2.7 Other activities

2.7.1 Other activities, income statement

Other Activities encompasses Group Treasury, Group IT, Group Services and eliminations, including the elimination of returns on own shares.
Group Treasury is responsible for the Group's liquidity management and funding. Other Activities has 7,994 employees.

(DKK millions)	Q218	Q118	Q417	Q317	Q217	Q117	Q416	Q316	Year to date 2018	Year to date 2017
Net interest income	112	214	364	435	244	358	393	230	327	603
Net fee income	-73	-76	-89	-56	-105	-33	-73	-51	-150	-137
Net trading income	270	68	24	179	118	157	470	414	338	275
Other income	-9	12	4	-6	75	6	196	230	3	81
Total income	300	218	304	553	334	488	986	823	518	822
Staff cost	1,124	1,052	898	981	966	970	939	862	2,176	1,936
Other costs	-928	-869	-702	-785	-781	-796	-729	-889	-1,797	-1,577
Operating expenses	196	183	196	195	185	174	210	-27	379	359
Profit before loan impairment charges	104	35	108	357	149	314	775	849	139	463
Loan impairment charges	-2	-7	1	-3	3	-	3	5	-8	3
Profit before tax	106	42	107	360	146	314	773	844	147	460

PROFIT BEFORE TAX (DKK millions)	Q218	Q118	Q417	Q317	Q217	Q117	Q416	Q316	Year to date 2018	Year to date 2017
Group Treasury	96	87	177	404	274	427	767	734	182	702
Own shares	104	28	34	-6	-43	-112	-67	-65	131	-155
Additional tier 1 capital	197	194	197	198	197	194	177	164	390	391
Group support functions	-291	-266	-301	-237	-283	-195	-104	12	-556	-478
Total Other Activities	106	42	107	360	146	314	773	844	147	460

3. Product Units

3.1 Realkredit Danmark

NEW LOANS BY LOAN TYPE, NOMINAL VALUE

RETAIL (DKK millions)	Q218	Q118	Q417	Q317	Q217	Q117	Q416	Q316	Year to date 2018	Year to date 2017
Interest-only										
RD BOR	-	-	-	-	-	14	-	-	-	14
FlexKort®	329	637	736	769	630	1,009	1,319	1,162	965	1,639
Flexlån® F1	308	647	890	642	592	471	386	392	955	1,063
Flexlån® F2	16	45	59	27	52	32	43	31	61	84
Flexlån® F3	391	725	969	655	496	528	439	607	1,117	1,024
Flexlån® F4	27	68	112	44	35	47	57	46	95	83
Flexlån® F5	3,969	6,142	6,803	3,957	3,223	4,011	4,411	3,725	10,111	7,234
Flexlån®F6 - F10	79	283	196	66	33	160	219	113	363	193
Fixed rate	2,495	2,866	2,326	3,665	2,570	2,528	3,868	4,961	5,361	5,098
Total Interest-only	7,614	11,413	12,091	9,826	7,633	8,799	10,741	11,037	19,027	16,433
Repayment										
RD BOR	-	-	-	-	-	-	4	-	-	-
FlexKort®	132	278	374	350	259	420	673	489	411	680
Flexlån® F1	118	312	440	262	261	257	197	233	429	519
Flexlån® F2	12	16	38	16	33	18	22	17	28	51
Flexlån® F3	174	412	420	251	261	321	187	219	586	582
Flexlån® F4	10	31	33	16	16	12	25	16	41	27
Flexlån® F5	1,882	3,266	3,228	1,994	1,772	2,471	2,472	2,064	5,148	4,243
Flexlån®F6 - F10	20	91	65	18	11	84	50	48	111	95
Fixed rate	4,831	5,682	5,776	8,746	5,303	5,526	11,355	13,518	10,514	10,829
Total Repayment	7,179	10,089	10,374	11,653	7,916	9,110	14,985	16,605	17,267	17,026
Total	14,793	21,502	22,464	21,479	15,549	17,909	25,727	27,642	36,295	33,458

3.1 Realkredit Danmark

NEW LOANS BY LOAN TYPE , NOMINAL VALUE

CORPORATE (DKK millions)	Q218	Q118	Q417	Q317	Q217	Q117	Q416	Q316	Year to date 2018	Year to date 2017
Interest-only										
RD BOR	2,193	2,352	5,823	2,709	834	2,114	7,647	900	4,546	2,947
FlexKort®	191	192	362	110	48	336	220	194	383	384
Flexlån® F1	43	390	190	15	107	45	467	12	432	151
Flexlån® F2	-	12	4	-	62	8	-	-	12	70
Flexlån® F3	371	726	647	226	184	315	221	184	1,097	499
Flexlån® F4	20	132	245	12	9	108	583	-	152	117
Flexlån® F5	633	1,797	2,323	1,193	530	955	2,911	364	2,430	1,485
Flexlån®F6 - F10	396	1,133	808	171	759	817	1,040	349	1,529	1,576
Fixed rate	1,310	560	840	1,208	474	504	1,451	649	1,869	979
Total Interest-only	5,157	7,294	11,241	5,642	3,007	5,202	14,540	2,652	12,451	8,208
Repayment										
RD BOR	1,554	753	1,292	1,098	1,005	1,177	1,362	860	2,307	2,182
FlexKort®	74	22	122	32	5	172	95	71	95	177
Flexlån® F1	699	872	178	61	82	52	484	29	1,570	134
Flexlån® F2	4	4	-	-	-	12	-	1	8	12
Flexlån® F3	235	193	616	263	84	71	188	123	428	154
Flexlån® F4	3	18	34	13	-	17	869	3	21	18
Flexlån® F5	551	734	2,738	1,629	873	2,824	1,995	427	1,286	3,697
Flexlån®F6 - F10	100	189	137	108	114	140	341	63	289	254
Fixed rate	3,107	4,041	3,644	3,914	3,551	4,068	7,952	5,371	7,148	7,619
Total Repayment	6,327	6,825	8,761	7,118	5,715	8,534	13,285	6,947	13,152	14,249
Total	11,484	14,119	20,002	12,760	8,722	13,735	27,825	9,599	25,603	22,457

3.1 Realkredit Danmark

STOCK OF LOANS BY LOAN TYPE AND SEGMENT END OF YEAR, NOMINAL VALUE

(DKK billions)	Retail	Rental Residential	Commercial	Agriculture	Total
Interest-only					
RD BOR	-	12	46	4	61
FlexKort®	15	1	1	6	22
Flexlån® F1	23	1	1	3	28
Flexlån® F2	3	-	-	-	4
Flexlån® F3	33	3	1	4	42
Flexlån® F4	4	-	1	-	7
Flexlån® F5	83	8	6	8	105
Flexlån®F6 - F10	5	10	4	1	20
Fixed rate	48	6	1	3	59
Total Interest-only	214	43	62	29	348
Repayment					
RD BOR	-	5	25	2	32
FlexKort®	6	1	1	2	11
Flexlån® F1	15	12	3	2	32
Flexlån® F2	1	-	-	-	2
Flexlån® F3	21	3	4	2	29
Flexlån® F4	1	-	1	-	3
Flexlån® F5	53	23	10	3	89
Flexlån®F6 - F10	2	3	2	-	7
Fixed rate	136	65	18	5	224
Total Repayment	234	112	64	18	428
Total	448	156	126	46	776

3.1 Realkredit Danmark

LOANS BY BUSINESS SEGMENT & LENDING SPREAD, NOMINAL VALUE (DKK billions)	Q218	Q118	Q417	Q317	Q217	Q117	Q416	Q316	Year to date 2018	Year to date 2017
Personal Banking	407	406	404	401	397	395	394	393	407	397
Business Banking	313	311	311	310	307	307	306	304	313	307
Denmark	302	301	301	300	297	297	296	295	302	297
Sweden	7	7	7	7	7	7	7	6	7	7
Norway	4	3	3	3	3	3	3	3	4	3
Corporates & Institutions	19	18	19	20	20	21	20	21	19	20
Wealth Management	37	36	36	35	35	34	34	33	37	35
Total loans, nominal value	776	772	769	766	758	757	754	751	776	758
Fair value	797	791	792	789	777	775	771	772	797	777
Lending spread (%)	0.81	0.82	0.81	0.81	0.81	0.83	0.82	0.77	0.81	0.81
Retail	0.84	0.86	0.84	0.84	0.84	0.86	0.85	0.78	0.84	0.84
Corporate	0.76	0.77	0.76	0.77	0.77	0.78	0.78	0.76	0.76	0.77

(DKK billions)	Q218	Q118	Q417	Q317	Q217	Q117	Q416	Q316	Year to date 2018	Year to date 2017
Loan to value, end of period (%)	61	62	63	63	64	64	64	65	61	64
Retail	62	63	63	64	64	65	65	66	62	64
Corporate	60	61	62	61	62	62	64	64	60	62
Rating (covered bond/long-term - S&P/Fitch)	AAA	AAA	AAA	AAA	AAA	AAA	AAA	AAA	AAA	AAA

BOND DEBT OUTSTANDING BY GEOGRAPHIC AREA, NOMINAL VALUE

(DKK millions)	Retail	Rental Residential	Commercial	Agriculture	Total DKK
- Metropolitan area	199,046	60,618	50,666	3,425	313,755
- Other Zealand	85,299	15,826	10,427	12,908	124,460
- Region South Denmark	70,006	27,223	23,386	15,910	136,526
- Region Central Jutland	71,284	37,069	18,570	8,496	135,420
- Region North Jutland	22,125	11,817	5,560	5,453	44,955
- Other area	1	3,082	17,686	-	20,769
Total	447,761	155,637	126,295	46,192	775,885

DISTRIBUTION OF LOAN PORTFOLIO BY LOAN-TO-VALUE RATIOS, FAIR VALUE

Sector (%)	0-20%	20-40%	40-60%	60-80%	>80%	Total (DKK billions)	Average LTV end of period
Private market	36.8	31.1	21.2	9.1	1.8	457.2	62.0
Corporate market	43.2	34.6	17.2	3.1	1.9	128.6	51.0
Agriculture	39.6	33.0	20.6	5.6	1.2	47.1	57.0
Residential rental property	42.8	27.1	16.5	7.8	5.9	164.3	67.0
Weighted share	39.3	31.0	19.5	7.7	2.6	100.0	61.0
Total (DKK billions) [1]	313.0	246.7	155.8	61.1	20.6	797.2	

[1] Before eliminations and impairment of mortgage loans, end of period

3.2 Online Banking

(End of period)	Q218	Q118	Q417	Q317	Q217	Q117	Q416	Q316
No. of eBanking customers, end of period (000s)[1]	2,191	2,211	2,208	2,186	2,187	2,186	2,173	2,152
Hereof eBanking customers from Denmark (000s)	1,197	1,208	1,208	1,196	1,199	1,202	1,191	1,180
No. of Mobile Banking customers, Denmark, end of period (000s)[2]	888	973	955	933	910	889	866	842
Mobile Banking customers/eBanking customers, Denmark (%)	74.2	80.6	79.0	78.0	75.9	74.0	72.7	71.4
No. of app downloads[3]	N/A	106,854	108,514	132,699	115,462	122,250	133,521	132,319
No. of app downloads, aggregated (000s)[3]	N/A	4,161	4,055	3,946	3,813	3,698	3,576	3,442
Number of self-service eBanking payments and transactions (000s)[4]	12,592	13,050	13,573	13,155	14,061	14,788	15,029	14,403
Number of self-service Mobile Banking payments and transactions (000s)	11,847	11,038	11,114	11,044	10,861	10,058	9,734	9,189
Number of self-service Tablet Banking payments and transactions (000s)	1,014	1,053	1,110	1,079	1,147	1,191	1,239	1,199
Number of teller payments and transactions (000s)	2,981	2,987	3,209	3,209	3,266	3,363	3,630	3,671

[1] Consists of active eBanking customers including Mobile Banking and Tablet Banking. From Q217, eBanking customers in Lithuania only includes Business Banking customers. Figures for Q317 have been corrected.

[2] Due to GDPR implementation in Q218, inactive Mobile Banking customers have been excluded.

[3] Figures for Q317 have been corrected. Figures for Q218 are not available.

[4] Direct debits and automatic payments are not included.

3.3 Mobile pay

MOBILEPAY Denmark

	Q218	Q118	Q417	Q317	Q217	Q117	Q416	Q316	Year to date 2018	Year to date 2017
Number of transactions (mio.)	75	59	63	58	60	50	50	44	134	110
Volume of transactions, DKK (mio.)	21,487	17,604	18,196	16,746	16,625	13,278	13,243	11,219	39,091	29,903
Number of registered users EOP	3,887,916	3,821,078	3,744,560	3,661,458	3,603,770	3,457,498	3,340,650	3,194,072	3,887,916	3,603,770

MOBILEPAY Finland

	Q218	Q118	Q417	Q317	Q217	Q117	Q416	Q316	Year to date 2018	Year to date 2017
Number of transactions (000s)	2,073	1,545	1,341	1,109	832	580	484	405	3,618	1,412
Volume of transactions, EUR (000s)	59,430	43,383	37,109	31,929	23,470	16,195	13,671	11,750	102,813	39,665
Number of registered users EOP	584,749	498,809	431,240	376,844	322,424	245,808	205,685	185,033	584,749	322,424

4. About Danske Bank

4.1 Market share

(%, end of period)	Segment	Q218	Q118	Q417	Q317	Q217	Q117	Q416	Q316
Denmark[1]	Lending	26.6	26.7	26.6	26.7	26.7	26.7	26.6	26.7
	Deposits	28.5	28.4	27.9	28.4	28.7	28.9	28.7	28.7
Finland	Lending	9.6	9.6	9.6	9.7	9.7	9.7	9.6	9.6
	Deposits	12.0	13,2	13.5	13.0	12.8	12.5	12.3	13.7
Sweden[2]	Lending	5.7	5.7	5.6	5.6	5.5	5.4	5.2	5.4
	Deposits	4.1	4.3	4.0	3.8	4.1	3.9	3.7	3.9
Norway	Lending	N/A	6.1	6.1	6.0	5.9	6.0	5.8	5.8
	Deposits	N/A	6.6	6.6	6.7	6.1	5.5	5.5	5.2
Northern Ireland	Personal	19.4	18.8	18.6	18.2	18.8	19.3	19.8	20.5
	Business	23.0	24.0	26.0	27.0	28.0	25.0	23.0	28.0
Ireland[3]	Lending, incl. property finance	0.3	0.3	1.9	1.9	2.0	2.1	2.2	2.5
	Deposits	1.1	1.0	1.1	1.1	1.4	1.4	1.4	1.4

Note: The market shares for Denmark, Finland, Sweden and Norway are based on the MFI3 reporting to the respective central banks.
The market share for Northern Ireland is based on an annual survey completed by PWC, where customers are asked who they consider to be their main bank.
Market shares Ireland are per end of February 2018, Northern Ireland are per end of March 2018 and all other market shares are per end of May 2018.
[1] The market share is excl. repo lending and deposits, but incl. Realkredit Danmark.
[2] The market share is excl. repo lending and deposits.
[3] Figures include both Corporates & Institutions Ireland and Non-core Ireland.

4.2 FTE by Business Unit

(End of period)	Q218	Q118	Q417	Q317	Q217	Q117	Q416	Q316	Year to date 2018	Year to date 2017
Personal Banking	4,294	4,161	4,517	4,571	4,640	4,558	4,623	4,971	4,294	4,640
Business Banking	2,485	2,773	2,625	2,611	2,621	2,639	2,662	2,712	2,485	2,621
Corporates & Institutions	1,706	1,708	1,808	1,786	1,774	1,781	1,796	1,812	1,706	1,774
Wealth Management	2,203	1,898	1,851	1,870	1,906	1,946	1,948	1,980	2,203	1,906
Northern Ireland	1,289	1,257	1,260	1,318	1,323	1,306	1,289	1,290	1,289	1,323
Other Activities	7,994	7,790	7,586	7,374	7,095	6,944	6,831	6,513	7,994	7,095
Total core	19,971	19,587	19,647	19,530	19,359	19,174	19,149	19,278	19,971	19,359
Non-core	386	123	122	124	131	143	153	154	386	131
Group total	20,357	19,709	19,768	19,653	19,490	19,316	19,303	19,433	20,357	19,490

4.3 Branches

(End of period)	Q218	Q118	Q417	Q317	Q217	Q117	Q416	Q316
Denmark	95	100	100	100	100	105	113	120
Finland	39	39	38	39	39	41	42	42
Sweden	35	34	34	34	34	35	35	35
Norway	25	25	25	26	26	27	27	28
Northern Ireland	44	44	44	44	44	46	46	46
Baltics								
Estonia	4	4	4	4	4	4	4	4
Latvia	1	1	1	1	1	1	1	1
Lithuania	4	4	4	4	4	4	4	4
Branches, total	247	251	250	252	252	263	272	280

4.4 Dividends and share buybacks

Danske Bank's longer-term ambition is to provide shareholders with a competitive return through share price appreciation and ordinary dividend payments of 40-60% of net profit.

We intend to return excess capital to our shareholders if capital is available after we have met our capital targets and paid out ordinary dividends.

At 30 June 2018, we had bought back 18.2 million shares for a total purchase amount of DKK 4.1 billion (figures at trade date) of our planned DKK 10.0 billion share buy-back programme.

PROFIT, DIVIDENDS AND SHARE BUYBACKS (DKK millions)	2017	2016	2015	2014	2013	2012	2011	2010	2009	2008	2007
Dividends	9,368	8,853	8,069	5,547	2,017	-	-	-	-	-	5,940
Share buybacks	10,026	8,147	5,000	-	-	-	-	-	-	-	-
Total	19,394	17,000	13,069	5,547	2,017	-	-	-	-	-	5,940
Net profit for the year before goodwill impairment charges	20,900	19,858	17,724	13,048	7,115	4,725	1,884	3,664	1,713	1,036	14,870
Dividend payout ratio	45	45	46	43	28	-	-	-	-	-	40
Dividend per share (DKK)	10.0	9.0	8.0	5.5	2.0	-	-	-	-	-	8.5
Dividend yield (%)	4.1	4.2	4.3	3.3	1.6	-	-	-	-	-	4.3

4.5 Share data

The Danske Bank Group is the largest financial services organisation in Denmark. The average daily trading volume of Danske Bank shares during the first half of 2018 was 2.0 million. With a total turnover of DKK 55.7 billion, the Danske Bank share was the fifth most actively traded share on the Copenhagen Stock Exchange (part of the OMX Exchange group) during the first half of 2018.

At the beginning of 2018, the share capital totalled DKK 9,368,277,220 and consisted of 936,827,722 shares with a nominal value of DKK 10 each.

Danske Bank shares are negotiable, and no special rights are attached to them. No shareholder is obligated to redeem shares in full or in part. The shares are issued to the bearer, but they can be registered by name in the Bank's register of shareholders.

Number of shares	
Issued shares at 1 January 2018	936,827,722
Issued shares at 30 June 2018	895,953,621
The Group's portfolio of own shares acquired under the share buy-back programme	-18,194,000
Not settled own shares acquired under the share buy-back programme	215,000
The Group's trading portfolio of own shares	-2,512,275
The Group's investments in own shares on customers' behalf	-4,281,093
Shares outstanding at 30 June 2018	871,181,253

Calculation of average number of outstanding shares [1]	Q218	Q118	Q417	Q317	Q217	Q117	Q416	Q316
Issued shares (beginning of period)	936,827,722	936,827,722	936,827,722	936,827,722	983,712,835	983,712,835	983,712,835	983,712,835
Adjustment for share buy-back	-40,874,101	-	-	-	-46,885,113	-	-	-
Issued shares (end of period)	895,953,621	936,827,722	936,827,722	936,827,722	936,827,722	983,712,835	983,712,835	983,712,835
Adjustment for average outstanding shares	5,282,397	-	-	-	12,365,305	-	-	-
Average number of issued shares	901,236,018	936,827,722	936,827,722	936,827,722	949,193,027	983,712,835	983,712,835	983,712,835
Average holding of own shares	20,461,512	49,951,774	39,758,530	29,302,993	19,108,869	56,019,086	45,028,064	34,254,773
Average number of outstanding shares	880,774,506	886,875,948	897,069,192	907,524,729	930,084,158	927,693,749	938,684,771	949,458,062
Average dilutive shares (related to share-based payments)	771,590	688,948	451,154	621,214	609,830	527,188	469,338	514,821
Average number of outstanding shares (diluted)	881,546,096	887,564,896	897,520,346	908,145,943	930,693,988	928,220,937	939,154,109	949,972,883

[1] The table shows how the denominator in the adjusted share-related key figures has been calculated.

4.6 Ratings

Danske Bank Group is currently rated by the three large international credit rating agencies: Moody's, S&P Global and Fitch Ratings.

The credit rating agencies each have their own rating scales, with AAA/Aaa being the highest rating (see the table below).
Ratings in the AAA/Aaa to BBB-/Baa3 range are considered to be investment grade.

In Q2 2018, all three rating agencies maintained their short- and long-term issuer and senior unsecured debt ratings on Danske Bank in the A category, with S&P revising its outlook from stable to positive, Moody's revising its outlook to stable from negative, and Fitch maintaining its stable outlook.

Mortgage bonds and mortgage-covered bonds issued by Realkredit Danmark are rated AAA by S&P Global (stable outlook). In addition, bonds issued from Realkredit Danmark's capital centre S are rated AAA (stable outlook) by Fitch, while bonds issued from capital centre T are rated AA+ (stable outlook).

Moody's Investors Service		S&P Global		Fitch Ratings	
Short-term	Long-term	Short-term	Long-term	Short-term	Long-term
P-1 Danske Bank	Aaa	A-1+	AAA Realkredit Danmark	F1+	AAA Realkredit Danmark
P-2	Aa1	A-1 Danske Bank	AA+	F1 Danske Bank	AA+ Realkredit Danmark
P-3	Aa2	A-2	AA	F2	AA
	Aa3	A-3	AA-	F3	AA-
	A1 Danske Bank		A+		A+
	A2		A Danske Bank		A Danske Bank
	A3		A-		A-
	Baa1		BBB+		BBB+
	Baa2		BBB		BBB

5. Macroeconomics

5.1 Exchange rates (cross currency: Danish kroner)

(End of period)	Q218	Q118	Q417	Q317	Q217	Q117	Q416	Q316
Euro (EUR)	745.25	745.09	744.51	744.22	743.66	743.80	743.43	745.14
US dollar (USD)	639.58	600.63	620.67	629.94	652.01	696.20	705.50	667.65
British pound sterling (GBP)	840.99	849.82	838.87	843.39	846.36	869.22	869.45	864.97
Swedish krona (SEK)	71.28	72.52	75.67	77.15	77.10	78.00	77.85	77.43
Norwegian krona (NOK)	78.33	77.32	75.71	79.09	77.74	81.19	81.82	83.06
Polish zloty (PLN)	170.59	177.09	178.24	172.67	176.00	176.09	168.49	172.56
Latvian lat (LVL)	1,062.29	1,062.29	1,062.29	1,062.29	1,062.29	1,062.29	1,062.29	1,062.29
Lithuanian litas (LTL)	215.58	215.58	215.58	215.58	215.58	215.58	215.58	215.58

Source: Danmarks Nationalbank (www.nationalbanken.dk).

5.2 Macroeconomic indicators

DENMARK Rating (S&P): AAA (%)	2019E	2018E	2017	2016	2015	2014	2013	2012	2011
GDP growth	1.8	1.8	2.3	2.0	1.6	1.6	0.9	0.2	1.3
Export	2.7	0.5	4.4	2.8	2.3	3.1	1.6	1.2	7.2
Private consumption*	2.4	2.3	1.6	2.3	1.7	1.0	0.4	0.4	0.2
Public consumption	0.5	1.1	0.6	0.3	1.1	1.9	-0.1	0.8	-0.6
Inflation	1.5	0.9	1.1	0.3	0.5	0.6	0.8	2.4	2.8
Unemployment rate**	3.8	4.0	4.2	4.1	4.5	5.0	5.8	6.1	6.0
3-month interest rate (avg.)	-0.3	-0.3	-0.3	-0.1	-0.1	0.3	0.3	0.6	1.4
10-year interest rate (avg.)	1.0	0.5	0.1	0.6	0.7	1.2	1.7	1.5	2.7
Gross public debt (% of GDP)	34.4	35.1	36.4	37.9	39.9	44.3	44.0	45.2	46.4
Budget balance (% of GDP)	-0.2	-0.2	1.0	-0.4	-1.5	1.1	-1.2	-3.5	-2.1
House prices	2.5	4.5	4.0	3.9	6.1	3.4	2.7	-3.3	-2.5

*Household consumption

**Gross, average year

FINLAND Rating (S&P): AA+ (%)	2019E	2018E	2017	2016	2015	2014	2013	2012	2011
GDP growth	2.0	2.7	2.6	2.1	0.1	-0.6	-0.8	-1.4	2.6
Export	4.5	4.2	7.8	3.5	0.9	-2.7	1.1	1.2	2.0
Private consumption	1.6	2.1	1.6	1.8	1.7	0.8	-0.5	0.3	2.9
Public consumption	0.5	0.9	1.3	1.8	0.2	-0.5	1.1	0.5	-0.1
Inflation	1.4	1.0	0.8	0.4	-0.2	1.0	1.5	2.8	3.5
Unemployment rate	7.7	8.0	8.6	8.8	9.4	8.7	8.2	7.7	7.8
3-month interest rate (avg.)	-0.3	-0.3	-0.3	-0.3	-0.1	0.1	0.3	0.2	1.4
10-year interest rate (avg.)	1.3	0.7	0.5	0.4	0.7	1.4	1.9	1.9	3.0
Gross public debt (% of GDP)	57.6	59.1	61.4	63.1	63.5	60.2	56.5	53.9	48.5
Budget balance (% of GDP)	-0.1	-0.3	-0.6	-1.8	-2.8	-3.2	-2.6	-2.2	-1.0
House prices	1.5	1.2	1.1	1.0	-0.8	-0.6	1.6	1.7	2.7

SWEDEN Rating (S&P): AAA (%)	2019E	2018E	2017	2016	2015	2014	2013	2012	2011
GDP growth	1.9	2.0	2.3	3.2	4.5	2.6	1.2	-0.3	2.7
Export	4.7	3.8	3.6	3.3	5.7	5.3	-0.8	1.0	6.1
Private consumption	1.8	2.0	2.2	2.2	3.1	2.1	1.9	0.8	1.9
Public consumption	0.8	0.6	0.4	3.1	2.4	1.5	1.3	1.1	0.8
Inflation	1.4	1.7	1.8	1.0	0.0	-0.2	0.0	0.9	2.6
Unemployment rate	7.6	7.1	6.7	6.9	7.4	7.9	8.0	8.0	7.8
3-month interest rate (avg.)	-0.5	-0.5	-0.5	-0.5	-0.2	0.7	1.2	2.0	2.5
10-year interest rate (avg.)	1.0	0.7	0.7	0.5	0.7	1.7	2.1	1.6	2.6
Gross public debt (% of GDP)	35.0	37.0	40.3	42.4	44.5	42.7	41.0	37.5	36.7
Budget balance (% of GDP)	0.8	1.0	1.3	1.2	0.2	-1.6	-1.4	-1.0	-0.2
House prices	2.0	-10.0	-2.0	9.9	10.8	6.9	3.6	-1.3	0.7

NORWAY Rating (S&P): AAA (%)	2019E	2018E	2017	2016	2015	2014	2013	2012	2011
GDP growth - mainland	2.3	2.5	1.9	1.0	1.4	2.2	2.3	3.7	1.9
Export	2.4	2.0	0.8	-1.8	4.7	3.1	-1.7	1.6	-0.8
Private consumption	2.5	2.3	2.3	1.5	2.6	2.1	2.8	3.5	2.3
Public consumption	1.9	1.9	2.0	2.1	2.4	2.7	1.0	1.6	1.0
Inflation	1.6	2.4	1.8	3.6	2.1	2.1	2.1	0.6	1.3
Unemployment rate	2.2	2.4	2.7	3.0	2.9	2.8	2.6	2.5	2.7
3-month interest rate (avg.)	1.6	1.1	0.9	1.1	1.3	1.7	1.8	2.2	2.9
10-year interest rate (avg.)	2.5	1.9	1.6	1.3	1.6	2.5	2.6	2.1	3.1
Gross public debt (% of GDP)	36.0	36.3	36.8	32.7	32.0	33.0	35.1	34.7	33.8
Budget balance (% of GDP)	6.0	5.3	4.7	3.2	6.1	8.8	10.8	13.8	13.4
House prices	2.0	-0.5	5.5	8.3	4.0	4.6	3.2	5.3	5.7

Source: Danske Bank Research (www.danskebank.com/danskeresearch), Macrobond Financial, national statistical offices. Last updated in July 2018. Danske Bank Research's next economic forecast for the Nordic countries will be published in September 2018.

5.2 Macroeconomic indicators (continued)

ESTONIA
Rating (S&P): AA-

(%)	2019E	2018E	2017	2016	2015	2014	2013	2012	2011
GDP growth	3.3	3.2	4.9	2.1	1.7	2.9	1.9	4.3	7.6
Export	3.8	3.6	2.9	4.1	-0.7	2.5	2.8	4.8	24.2
Private consumption	3.2	2.9	2.2	4.3	4.4	3.2	3.3	4.3	3.6
Public consumption	1.6	1.6	0.8	1.9	3.3	2.6	2.7	3.2	1.3
Inflation	3.0	3.0	3.7	0.8	0.1	0.5	3.2	4.2	5.1
Unemployment rate	5.6	5.7	5.8	6.8	6.2	7.4	8.6	10.0	12.3
3-month interest rate (avg.)	-0.3	-0.3	-0.3	-0.3	0.0	0.2	0.2	0.6	1.4
10-year interest rate (avg.)*	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A

LATVIA
Rating (S&P): A-

(%)	2019E	2018E	2017	2016	2015	2014	2013	2012	2011
GDP growth	3.3	3.4	4.5	2.2	3.0	1.9	2.6	4.0	6.4
Export	3.5	3.8	4.8	4.1	3.0	6.0	1.1	9.8	12.0
Private consumption	4.2	4.5	5.1	3.4	2.7	1.2	5.3	2.9	2.8
Public consumption	2.0	2.5	4.0	2.7	1.9	1.9	1.6	0.3	3.0
Inflation	2.9	2.6	2.9	0.1	0.2	0.7	0.0	2.3	4.2
Unemployment rate	7.6	8.1	8.7	9.6	9.9	10.8	11.9	15.0	16.2
3-month interest rate (avg.)	-0.3	-0.3	-0.3	-0.3	0.0	0.2	0.2	0.6	1.4
10-year interest rate (avg.)	1.3	0.7	1.0	0.5	1.0	2.5	3.2	3.4	4.7

LITHUANIA
Rating (S&P): A

(%)	2019E	2018E	2017	2016	2015	2014	2013	2012	2011
GDP growth	3.4	3.5	3.8	2.3	2.0	3.5	3.5	3.8	6.0
Export	4.7	5.3	16.4	3.5	-0.4	3.3	9.9	12.4	15.4
Private consumption	3.8	3.9	3.9	5.0	4.0	4.0	4.3	3.1	4.6
Public consumption	1.5	1.6	1.6	1.3	0.2	0.3	0.7	1.3	-0.4
Inflation	3.2	3.1	3.7	0.7	-0.7	0.2	1.2	3.2	4.1
Unemployment rate	6.6	6.9	7.1	7.9	9.1	10.7	11.8	13.4	15.4
3-month interest rate (avg.)	-0.3	-0.3	-0.3	-0.3	0.0	0.2	0.2	0.6	1.4
10-year interest rate (avg.)	1.5	1.1	1.0	0.9	1.4	2.8	3.8	4.1	4.7

UK
Rating (S&P): AA

(%)	2019E	2018E	2017	2016	2015	2014	2013	2012	2011
GDP growth	1.2	1.1	1.7	1.8	2.3	2.9	2.0	1.4	1.6
Export	2.6	1.3	5.4	1.0	4.4	2.3	1.5	1.4	6.4
Private consumption	1.2	1.1	1.9	3.2	2.7	2.1	2.0	1.7	-0.9
Public consumption	0.4	1.1	-0.1	0.8	1.4	2.2	-0.2	1.2	0.1
Inflation	1.5	2.5	2.7	0.7	0.0	1.5	2.6	2.8	4.5
Unemployment rate	4.1	4.2	4.4	4.9	5.4	6.2	7.6	8.0	8.1
3-month interest rate (avg.)	1.1	0.7	0.4	0.5	0.6	0.5	0.5	0.8	0.9
10-year interest rate (avg.)	2.2	1.6	1.2	1.3	1.8	2.5	2.4	1.9	3.0

IRELAND
Rating (S&P): A+

(%)	2019E	2018E	2017	2016	2015	2014	2013	2012	2011
GDP growth	3.8	4.7	7.8	5.1	25.6	8.3	1.6	0.0	3.0
Export	4.3	4.8	6.9	4.6	38.4	14.4	3.0	1.6	3.2
Private consumption	2.4	2.5	1.9	3.3	4.2	2.0	-0.7	-0.9	-1.7
Public consumption	2.8	2.4	1.8	5.3	1.8	4.8	0.4	-3.8	-1.6
Inflation (HICP)	1.0	0.7	0.3	-0.2	0.0	0.3	0.5	1.9	1.2
Unemployment rate	4.9	5.3	6.7	8.4	9.9	11.9	13.8	15.5	15.4
3-month interest rate (avg.)	-0.3	-0.3	-0.3	-0.3	-0.1	0.1	0.3	0.2	1.4
10-year interest rate (avg.)	1.4	0.9	0.7	0.7	1.2	2.4	3.8	6.1	9.4
Gross public debt (% of GDP)	65.0	67.0	68.0	72.8	76.9	104.5	119.4	119.6	110.3
Budget balance (% of GDP)	0.1	-0.2	-0.3	-0.5	-1.9	-3.6	-6.1	-8.0	-12.7
House prices	8.5	11.0	10.9	7.5	11.5	16.6	1.2	-13.5	-17.1

EURO ZONE (EA 19)

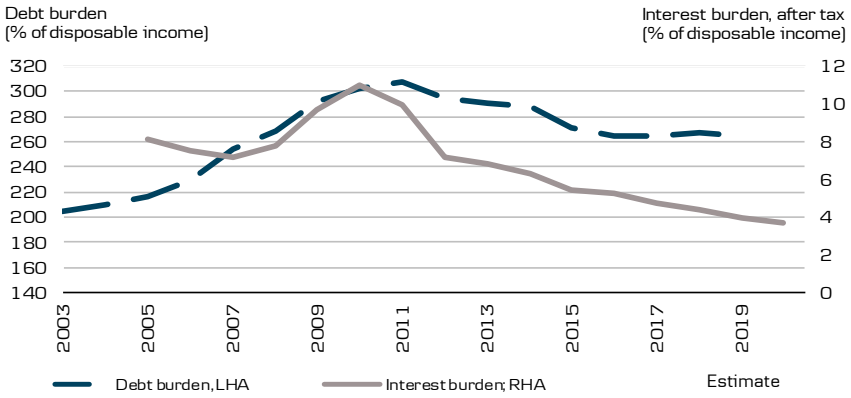
(%)	2019E	2018E	2017	2016	2015	2014	2013	2012	2011
GDP growth	1.7	2.1	2.4	1.8	2.1	1.3	-0.2	-0.9	1.6
Export	3.3	4.1	5.3	3.3	6.4	4.7	2.1	2.6	6.5
Private consumption	2.1	2.1	1.6	2.0	1.8	0.8	-0.8	-1.3	-0.1
Public consumption	2.4	1.8	1.2	1.8	1.3	0.7	0.3	-0.3	-0.1
Inflation	1.4	1.7	1.5	0.2	0.0	0.4	1.3	2.5	2.7
Unemployment rate	8.0	8.4	9.1	10.0	10.9	11.6	12.0	11.4	10.2
3-month interest rate (avg.)	-0.3	-0.3	-0.3	-0.3	-0.1	0.1	0.3	0.2	1.4
10-year interest rate (avg.)	1.0	0.5	0.4	0.2	0.6	0.5	1.9	1.3	1.8
Gross public debt (% of GDP)*	85.5	86.0	86.7	89.0	89.9	91.9	91.6	89.7	86.6
Budget balance (% of GDP)*	-0.6	-0.7	-0.9	-1.5	-2.0	-2.5	-3.0	-3.7	-4.2

*euro area 19

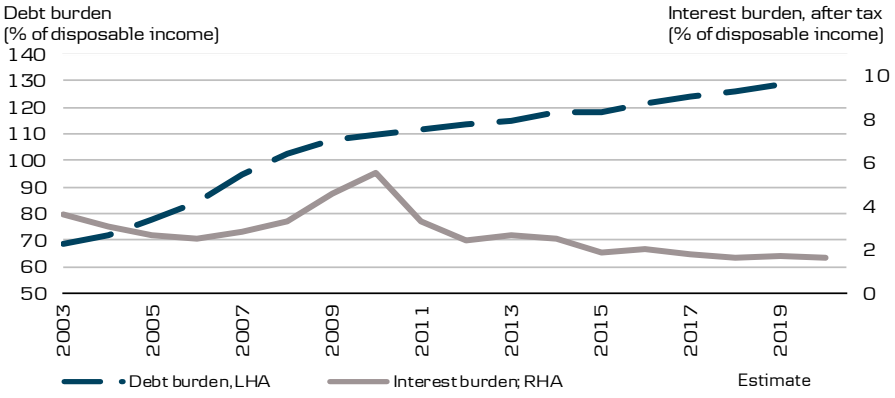
Source: Danske Bank Research (www.danskebank.com/danskeresearch), Macrobond Financial, national statistical offices. Last updated in July 2018.

5.3 Charts

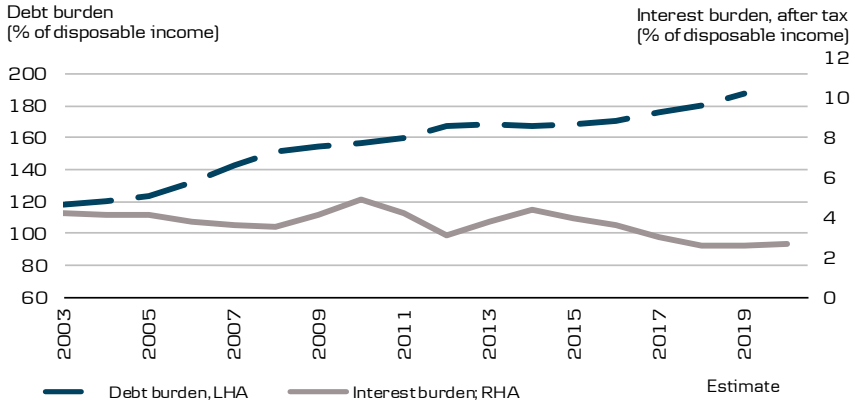
Household debt and interest payments, Denmark



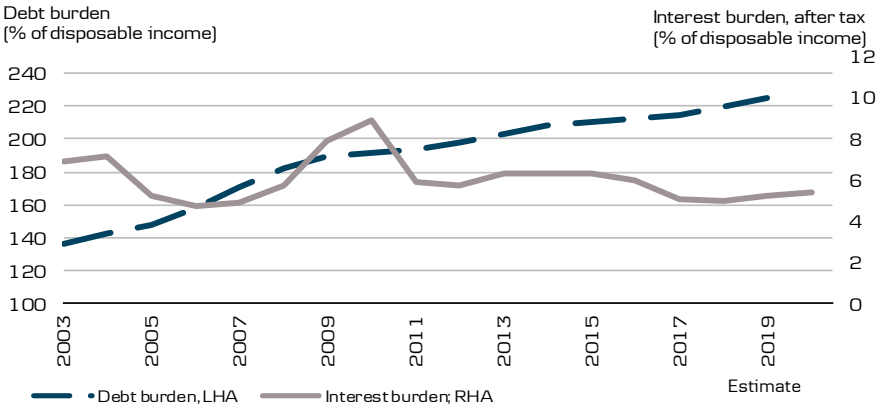
Household debt and interest payments, Finland



Household debt and interest payments, Sweden

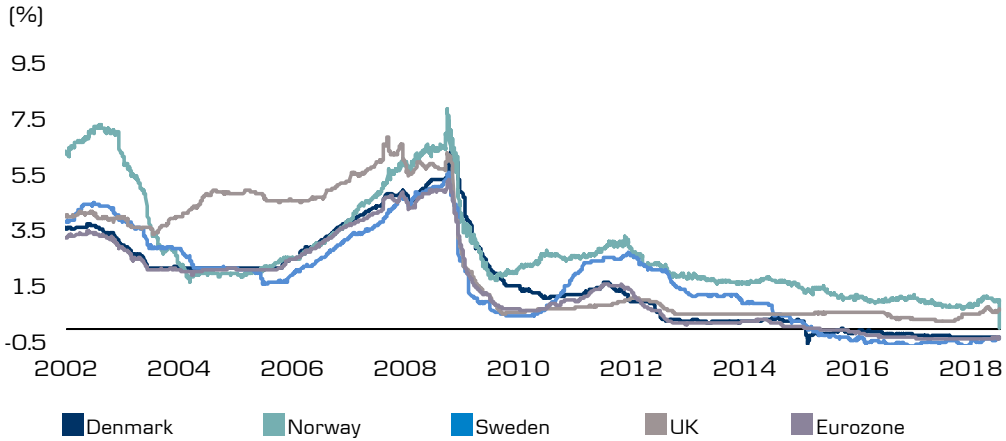


Household debt and interest payments, Norway

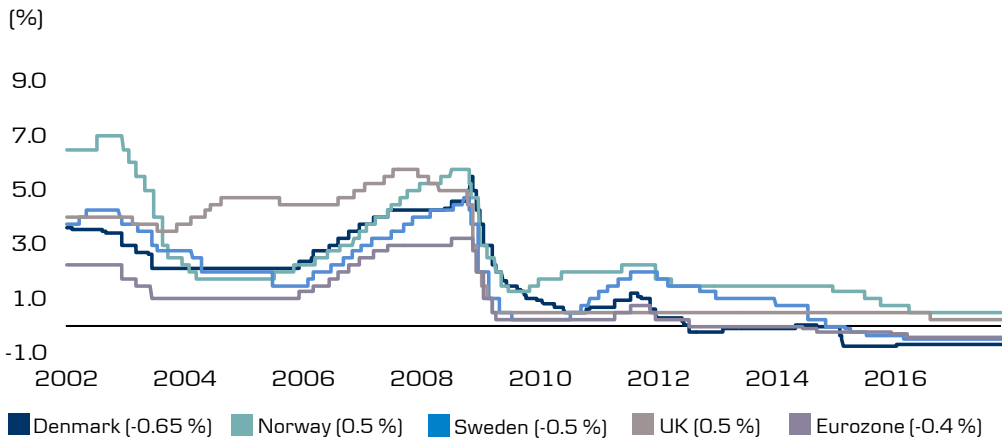


Source: Danske Research (www.danskebank.com/danskeresearch), Macrobond Financial, Eurostat.

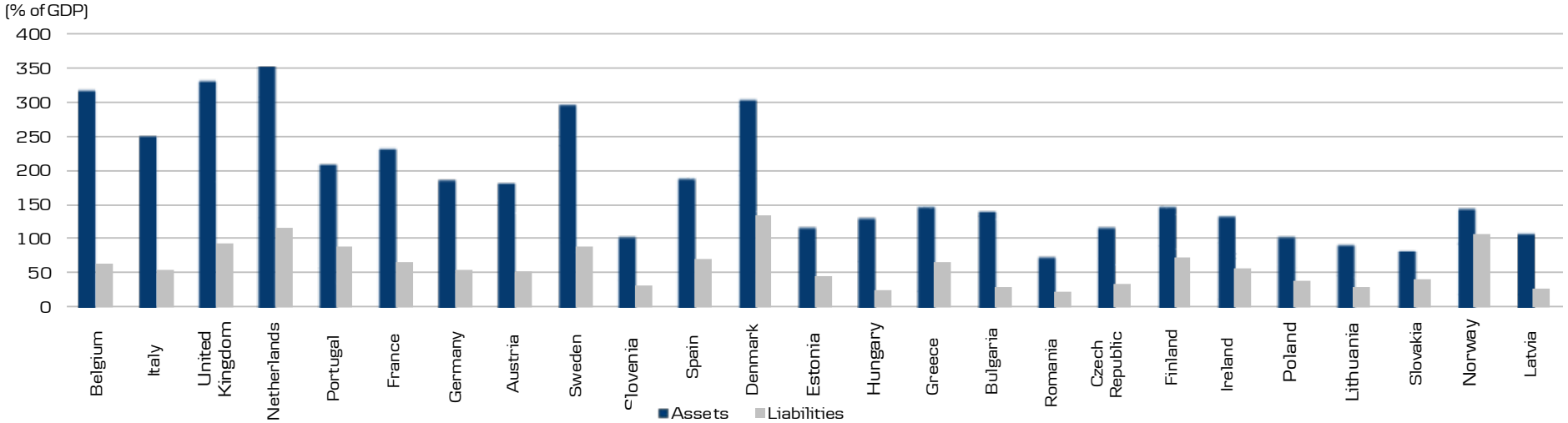
Interbank rates, 3-months



Central bank policy rates



Household leverage



*Financial assets and liabilities. The assets include cash, deposits, shares, bonds, investment funds and pension savings (i.e. real estate assets are not included). The liabilities primarily consist of bank- and mortgage loans.

Source: Danske Bank Research (www.danskebank.com/danskeresearch), Macrobond Financial, Eurostat. Last updated in July 2018.

Appendix 6. Additional Pillar 3 disclosures

6.1 Risk exposures amount & risk weights

Risk exposure amount and risk weights

	30 June 2018		31 March 2018	
DKK million	REA	Weights	REA	Weights
Credit risk				
A-IRB approach				
- Institutions	6,464	27%	7,361	25%
- Corporates	284,263	33%	283,595	33%
- Exposures secured by real property	141,995	17%	142,611	17%
- Other retail	19,039	23%	19,168	23%
- Securitisation	549	18%	579	18%
- Other assets	11,542	82%	9,844	80%
A-IRB approach, total	463,852	25%	463,157	26%
F-IRB approach, total	31,186	56%	29,254	54%
Standardised approach, total	111,927	16%	114,200	15%
Credit risk, total	606,965		606,612	
Counterparty credit risk	31,108		31,460	
Central Counterparty (CCP) default risk	811		1,132	
Credit value added (CVA) risk charge	4,980		4,063	
Counterparty credit risk (incl. CCP and CVA)	36,899		36,655	
Market risk, total	34,072		35,961	
Operational risk, total	76,050		76,050	
Total risk exposure amount	753,986		755,277	

6.2 Risk-weighted assets flow statement of CCR exposures under IMM

Risk-weighted assets flow statement of CCR exposures under IMM		
At 30 June 2018 (DKK million)		
	RWA amounts	Capital requirements
1 RWAs as at 31 March 2018	**26,101**	**2,088**
2 Asset size	3	-
3 Credit quality of counterparties	-202	-16
4 Model updates (IMM only)	-	-
5 Methodology and policy (IMM only)	-	-
6 Acquisitions and disposals	-	-
7 Foreign exchange movements	-	-
8 Other	-	-
9 RWAs as at 30 June 2018	**25,902**	**2,072**

6.3 Risk-weighted assets flow statements of market risk exposures under IMM approach

Risk-weighted assets flow statements of market risk exposures under internal model approach							
At 30 June 2018 (DKK million)							
	VaR	SVaR	IRC		Other	Total RWAs	Total capital requirements
1 RWAs as at 31 March 2018	**8,584**	**23,808**	**2,890**	**-**	**-**	**35,282**	**2,823**
1a Regulatory adjustment	*6,614*	*16,312*	-	-	-	*22,926*	*1,834*
1b RWAs at the previous year-end (end of the day)	*1,970*	*7,496*	*2,890*	-	-	*12,357*	*989*
2 Movement in risk levels	-39	-1,025	256	-	-	-808	-65
3 Model updates/changes	-	-	-	-	-	-	-
4 Methodology and policy	-	-	-	-	-	-	-
5 Acquisitions and disposals	-	-	-	-	-	-	-
6 Foreign exhange movements	-	-	-	-	-	-	-
7 Other	-	-	-	-	-	-	-
8a RWAs at the end of the reporting period (end of the day)	*1,931*	*6,471*	*3,147*	-	-	*11,549*	*924*
8b Regulatory adjustment	*5,100*	*16,775*	-	-	-	*21,875*	*1,750*
8 RWAs as at 30 June 2018	**7,031**	**23,246**	**3,147**	**-**	**-**	**33,424**	**2,674**

Market risk REA under internal model approach from VaR decreased 2% compared to previous quarter end due to lower interest rate risk. REA from SVaR decreased 14% compared to the previous quarter end due to lower bond spread risk, which was partly offset by increased interest rate risk and lower diversification. IRC increased by 9% compared to the previous quarter end due to bond portfolio composition changes

6.4 Geographical breakdown of exposures

Geographical breakdown of exposures

At 30 June 2018 (DKK million)

		Net value								
		Denmark	Sweden	Norway	Finland	Great Britain	Baltics	Rest of Europe	Other	**Total**
1	Central governments or central banks	-	-	-	-	-	-	-	-	**-**
2	Institutions	5,866	5,285	1,004	170	2,647	163	21,103	10,371	**46,609**
3	Corporates	551,832	270,052	159,375	101,510	14,810	988	71,180	32,511	**1,202,257**
4	Retail	628,258	117,757	140,751	102,286	1,344	44	3,400	3,242	**997,084**
5	Equity	-	-	-	-	-	-	-	-	**-**
6	Securitisations	-	-	-	-	2,801	-	181	-	**2,981**
7	Other non-credit obligation assets	9,503	882	1,078	2,194	23	-	293	72	**14,044**
8	**Total IRB approach**	**1,195,460**	**393,976**	**302,207**	**206,160**	**21,625**	**1,196**	**96,156**	**46,196**	**2,262,975**
9	Central governments or central banks	74,320	3,368	3,734	33,149	35,377	536	167,338	10,125	**327,947**
10	Regional governments or local authorities	22,349	12,941	-	10,368	-	1,905	495	-	**48,058**
11	Public sector entities	-	-	-	474	-	-	-	-	**474**
12	Multilateral development banks	-	-	-	569	100	-	885	214	**1,768**
13	International organisations	-	-	-	-	-	-	1,208	-	**1,208**
14	Institutions	1,468	16	958	72	558	91	4,986	19	**8,169**
15	Corporates	3,055	439	65	10,899	30,602	11,135	2,738	851	**59,783**
16	Retail	321	53	23	7,909	10,260	1,153	1,060	361	**21,140**
17	Secured by mortgages on immovable property	464	349	153	8,324	23,608	4,888	643	48	**38,476**
18	Exposures in default	8	3	7	273	744	359	59	2	**1,455**
19	Items associated with particularly high risk	254	-	3	74	1,576	-	23	-	**1,929**
20	Covered bonds	169,236	11,642	2,013	932	1,620	-	1,715	-	**187,158**
21	Claims on institutions and corporated with a short-term credit assessment	-	-	-	-	-	-	-	-	**-**
22	Collective investment undertakings	-	-	-	-	-	-	-	-	**-**
23	Equity exposures	12,138	62	433	1	119	-	96	7	**12,856**
24	Other exposures	14,315	4	38	145	547	445	30	-	**15,524**
25	**Total standardised approach**	**297,927**	**28,876**	**7,427**	**73,188**	**105,111**	**20,513**	**181,276**	**11,627**	**725,945**
26	**Total**	**1,493,387**	**422,852**	**309,634**	**279,349**	**126,735**	**21,708**	**277,432**	**57,822**	**2,988,920**

6.5 Concentration of exposures by industry or counterparty types

Concentration of exposures by industry or counterparty types

At 30 June 2018 (DKK million)

		Consumer discretionary	Consumer staples	Industrials	Energy and utilities	Health care	Information technology	Financials	Telecommunication	Materials and building products	Real Estate	Personal	Government and public administration	Other	Total
1	Central governments or central banks	-	-	-	-	-	-	-	-	-	-	-	-	-	-
2	Institutions	-	-	-	-	-	-	42,146	-	-	-	-	354	4,109	46,609
3	Corporates	113,912	115,491	227,247	65,531	37,255	24,394	69,508	9,102	51,531	459,305	17,003	2,531	9,447	1,202,257
4	Retail	7,915	7,691	7,743	190	1,610	988	849	32	1,050	12,579	948,640	17	7,779	997,084
5	Equity	-	-	-	-	-	-	-	-	-	-	-	-	-	-
6	Securitisations	-	-	-	-	-	-	2,981	-	-	-	-	-	-	2,981
7	Other non-credit obligation assets	441	154	1,849	38	85	153	31	155	176	44	1,473	25	9,420	14,044
8	**Total IRB approach**	**122,268**	**123,336**	**236,839**	**65,760**	**38,950**	**25,535**	**115,516**	**9,289**	**52,757**	**471,928**	**967,116**	**2,927**	**30,755**	**2,262,975**
9	Central governments or central banks	354	-	572	-	18	-	12,476	-	1	1	-	295,863	18,662	327,947
10	Regional governments or local authorities	173	-	144	275	920	-	6,437	-	-	-	-	39,962	146	48,058
11	Public sector entities	474	-	-	-	-	-	-	-	-	-	-	-	-	474
12	Multilateral development banks	-	-	-	-	-	-	-	-	-	-	-	-	1,768	1,768
13	International organisations	-	-	-	-	-	-	-	-	-	-	-	863	345	1,208
14	Institutions	2	-	13	-	-	-	1,636	-	-	-	-	989	5,530	8,169
15	Corporates	5,817	8,541	21,908	890	2,854	1,507	4,383	87	2,578	6,172	4,581	72	395	59,783
16	Retail	1,053	2,948	2,733	45	160	106	325	15	539	562	11,268	4	1,382	21,140
17	Secured by mortgages on immovable property	155	123	912	1	323	1	82	-	11	11,614	25,236	-	17	38,476
18	Exposures in default	73	127	446	1	1	3	12	1	51	154	578	1	8	1,455
19	Items associated with particularly high risk	-	-	529	-	-	-	314	-	-	1,086	-	-	-	1,929
20	Covered bonds	-	-	-	-	-	-	187,158	-	-	-	-	-	-	187,158
21	Claims on institutions and corporated with a short-term credit assessment	-	-	-	-	-	-	-	-	-	-	-	-	-	-
22	Collective investment undertakings	-	-	-	-	-	-	-	-	-	-	-	-	-	-
23	Equity exposures	-	1	296	-	-	27	746	-	-	299	-	-	11,488	12,856
24	Other exposures	-	-	173	-	-	-	2	-	-	-	14,006	5	1,337	15,524
25	**Total standardised approach**	**8,100**	**11,740**	**27,725**	**1,211**	**4,276**	**1,645**	**213,572**	**102**	**3,179**	**19,888**	**55,669**	**337,759**	**41,080**	**725,945**
26	**Total**	**130,368**	**135,076**	**264,563**	**66,971**	**43,226**	**27,180**	**329,087**	**9,391**	**55,936**	**491,817**	**1,022,784**	**340,686**	**71,835**	**2,988,920**

6.6 Geographical distribution of relevant credit exposures

Geographical distribution of relevant credit exposures

At 30 June 2018 (DKK million)

	General credit exposure		Trading book exposure		Securitisation exposure		Own funds requirements				Own funds requirement weights	Countercyclical capital buffer rate
	Exposure value for SA	Exposure value for IRB	Sum of long and short position of trading book	Value of trading book exposure for internal models	Exposure value for SA	Exposue value for IRB	Of which: General credit exposures	Of which: Trading book exposures	Of which: Securitisation exposures	Total		
Denmark	199,999	1,089,724	117	684	-	-	23,307	113	-	23,420	0.4672	0.00%
Sweden	12,304	338,669	5	1,980	-	-	7,391	109	-	7,500	0.1496	2.00%
Norway	2,719	262,714	2	196	-	-	6,073	39	-	6,112	0.1219	2.00%
Finland	22,812	177,019	-	899	-	-	6,046	21	-	6,067	0.1210	0.00%
Great Britain	51,254	25,073	19	209	-	2,801	3,161	19	34	3,215	0.0641	0.50%
Iceland	-	530	-	-	-	-	9	-	-	9	0.0002	1.25%
Slovakia	-	9	-	-	-	-	-	-	-	-	0.0000	0.50%
Czech republic	1	431	-	-	-	-	8	-	-	8	0.0002	0.50%
Hong Kong	6	358	-	4	-	-	7	-	-	7	0.0001	1.88%
Other countries	19,841	111,317	78	1,249	-	181	3,528	257	10	3,795	0.0757	0.00%
Total	**308,936**	**2,005,845**	**222**	**5,221**	**-**	**2,981**	**49,530**	**558**	**44**	**50,132**	**1.0000**	**0.58%**

Countercyclical capital buffer is calculated only for the relevant credit exposure classes as defined in Article 140(4) of the Capital Requirement Directive. Exposure classes not included in the calculation are exposures to a) central governments or central banks; b) regional governments or local authorities; c) public sector entities; d) multilateral development banks; e) international organisations; f) institutions.

6.7 Leverage ratio

Leverage ratio common disclosure		
At 30 June 2018 (DKK million)		
		CRR leverage ratio exposures
On-balance sheet exposures (excluding derivatives and SFTs)		
3	**Total on-balance sheet exposures (excluding derivatives, SFTs and fiduciary assets)**	**2,636,099**
Derivative exposures		
11	**Total derivatives exposures**	**153,229**
SFT exposures		
16	**Total securities financing transaction exposures**	**291,281**
Other off-balance sheet exposures		
19	**Other off-balance sheet exposures**	**281,966**
Capital and total exposure measure		
20	**Tier 1 capital**	143,745
21	**Leverage ratio total exposure measure**	3,362,575
Leverage ratio		
22	**Leverage ratio**	4.3%
Choise on transitional arrangements and amount of derecognised fiduciary items		
EU-23	Choise on transitional arrangements for the definition of the capital measure	**Transitional**
EU-24	Amount of derecognised fiduciary items in accordance with Article 429(11) of Regulation (EU) No 575/2013	-

6.8 Liquidity coverage ratio

Liquidity coverage ratio *			
Scope of consolidation (consolidated)		Total unweighted value (average)	Total weighted value (average)
Currency and units (DKK million)			
Quarter ending on		30 June 2018	30 June 2018
Number of data points used in the calculation of averages		9	9
HIGH-QUALITY LIQUID ASSETS			
1	Total high-quality liquid assets (HQLA)		570,457
CASH - OUTFLOWS			
2	Retail deposits and deposits from small business customers	395,140	31,575
5	Unsecured wholesale funding	616,181	263,446
9	Secured wholesale funding		15,184
10	Additional requirements	266,518	48,302
14	Other contractual funding obligations	60,742	10,918
15	Other contingent funding obligations	363,501	58,909
16	TOTAL CASH OUTFLOWS		428,335
CASH - INFLOWS			
17	Secured lending (e.g. reverse repos)	376,696	6,953
18	Inflows from fully performing exposures	22,352	16,816
19	Other cash inflows	97,651	23,173
20	TOTAL CASH INFLOWS	496,699	46,942
			TOTAL ADJUSTED VALUE
21	LIQUIDITY BUFFER		570,457
22	TOTAL NET CASH OUTFLOWS		381,392
23	LIQUIDITY COVERAGE RATIO (%)		145%

* All numbers on Liquidity coverage ratio are a simple arithmetic average of end of month data for the period October 2017 to June 2018.

This publication is meant as a supplement to the information published in the quarterly interim reports and the annual report.
Additional information can be found on www.danskebank.com

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Financial calendar

Date	Event
1 November 2018	Interim report – first nine months 2018
1 February 2019	Annual Report 2018
18 March 2019	Annual general meeting
30 April 2019	Interim report – first quarter 2019
18 July 2019	Interim report – first half 2019
1 November 2019	Interim report – first nine months 2019

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