

Fact Book Q3 2019

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)	Q319	Q219	Q119	Q418	Q318	Q218	Q118	Q417	Year to date 2019	Year to date 2018
Net interest income	5,445	5,371	5,520	5,895	5,852	5,878	5,946	6,108	16,336	17,676
Net fee income	4,111	3,701	3,869	4,078	3,777	3,786	3,762	4,345	11,681	11,324
Net trading income	779	829	1,299	938	1,236	1,066	1,435	1,346	2,907	3,738
Other income	160	1,630	115	20	235	152	309	420	1,905	696
Total income	10,495	11,532	10,802	10,931	11,100	10,881	11,452	12,219	32,829	33,434
Operating expenses	6,382	6,679	6,145	6,243	7,367	5,788	5,612	5,757	19,206	18,767
Profit before loan impairment charges	4,113	4,852	4,657	4,688	3,733	5,094	5,841	6,462	13,623	14,667
Loan impairment charges	343	113	357	-43	100	-377	-330	-241	813	-607
Profit before tax, core	3,771	4,739	4,300	4,731	3,632	5,471	6,171	6,703	12,810	15,274
Profit before tax, Non-core	22	18	-288	-286	-44	16	32	27	-248	4
Profit before tax	3,793	4,757	4,012	4,445	3,588	5,487	6,202	6,729	12,562	15,278
Tax	782	725	1,024	950	1,099	1,177	1,322	1,081	2,531	3,598
Net profit for the period	3,011	4,031	2,988	3,494	2,490	4,310	4,880	5,649	10,031	11,680
Attributable to shareholders of Danske Bank A/S (the parent Company)	2,814	3,835	2,794	3,302	2,292	4,113	4,687	5,451	9,443	11,091
Attributable to additional tier 1 capital holders	197	197	194	192	198	197	194	197	587	589

1.1.1 Income statement, yearly – Danske Bank Group

(DKK millions)	2018	2017	2016	2015	2014
Net interest income	23,571	23,806	22,028	21,402	22,198
Net fee income	15,402	15,664	14,183	15,018	14,482
Net trading income	4,676	7,087	8,607	6,848	6,895
Other income	716	1,591	3,140	2,343	1,755
Total income	44,365	48,149	47,959	45,611	45,330
Operating expenses	25,011	22,722	22,642	23,237	23,972
Goodwill impairment charges	-	-	-	4,601	9,098
Profit before loan impairment charges	19,354	25,427	25,317	17,773	12,260
Loan impairment charges	-650	-873	-3	57	2,788
Profit before tax, core	20,004	26,300	25,320	17,716	9,472
Profit before tax, Non-core	-282	-12	37	46	-1,503
Profit before tax	19,722	26,288	25,357	17,762	7,969
Tax	4,548	5,388	5,500	4,639	4,020
Net profit for the period	15,174	20,900	19,858	13,123	3,948
Net profit for the period before goodwill imp. chg.	15,174	20,900	19,858	17,724	13,047
Attributable to additional tier 1 etc.	781	786	663	607	261
Return on avg. shareholders' equity (%)	9.8	13.6	13.1	8.5	2.5

1.1.2 Balance sheet - Danske Bank Group

(DKK millions)	Q319	Q219	Q119	Q418	Q318	Q218	Q118	Q417	Year to date 2019	Year to date 2018
Cash in hand and demand deposits with central banks	96,673	137,130	47,321	40,997	70,445	68,023	82,023	82,818	96,673	70,445
Due from credit institutions and central banks	84,013	97,773	171,169	169,237	204,884	219,213	259,510	277,631	84,013	204,884
Trading portfolio assets	612,071	534,030	468,414	415,811	443,758	523,449	466,739	449,292	612,071	443,758
Investment securities	285,920	265,507	264,909	276,424	275,230	274,104	281,317	324,618	285,920	275,230
Repo lending	374,852	314,609	319,906	316,362	323,131	277,778	267,075	228,538	374,852	323,131
Loans and advances (ex repos)	1,817,630	1,808,656	1,793,049	1,769,438	1,757,868	1,748,393	1,736,524	1,723,025	1,817,630	1,757,868
Assets under pooled schemes and unit-linked investment contracts	96,921	94,818	92,952	93,988	149,108	144,773	110,648	112,065	96,921	149,108
Assets under insurance contracts	527,979	459,406	424,824	377,369	385,391	385,833	284,603	296,867	527,979	385,391
Assets in Non-core	11,417	13,155	15,319	14,346	15,424	16,905	4,849	4,886	11,417	15,424
Holdings in associated undertakings	365	385	381	381	461	450	483	455	365	461
Intangible assets	11,071	11,118	11,147	11,224	11,185	11,125	7,174	7,177	11,071	11,185
Investment property	3,074	3,068	3,050	3,167	3,266	3,314	3,321	4,461	3,074	3,266
Tangible assets	13,905	13,959	13,863	7,768	7,511	7,378	7,146	7,047	13,905	7,511
Current tax assets	3,758	3,366	3,266	2,434	2,988	2,859	3,632	971	3,758	2,988
Deferred tax assets	465	395	379	471	487	546	575	362	465	487
Others	22,603	21,036	84,964	79,052	21,892	22,277	22,937	19,317	22,603	21,892
Total assets	3,962,718	3,778,409	3,714,914	3,578,467	3,673,028	3,706,419	3,538,555	3,539,528	3,962,718	3,673,028
Due to credit institutions and central banks	128,422	127,528	141,753	148,095	149,820	169,985	157,088	155,528	128,422	149,820
Trading portfolio liabilities	541,773	450,930	423,324	390,222	401,698	447,006	385,635	400,596	541,773	401,698
Repo deposits	269,399	276,071	254,444	262,181	270,805	213,372	235,903	220,371	269,399	270,805
Due to customers (ex repos)	926,318	931,646	909,354	894,495	908,887	926,794	939,988	911,852	926,318	908,887
Bonds issued by Realkredit Danmark	813,893	779,074	751,185	741,092	738,336	732,106	753,664	758,375	813,893	738,336
Deposits under pooled schemes and unit-linked investment contracts	101,773	100,177	98,448	97,840	157,613	153,702	119,809	119,901	101,773	157,613
Liabilities under insurance contracts	563,835	503,148	458,521	417,279	422,288	422,586	314,585	322,726	563,835	422,288
Liabilities in Non-core	4,917	5,145	5,596	4,014	5,282	11,230	3,078	3,094	4,917	5,282
Other issued bonds	368,282	367,244	367,794	330,477	369,641	387,879	388,115	405,080	368,282	369,641
Provisions	1,103	1,581	1,880	716	752	774	862	838	1,103	752
Current tax liabilities	580	51	316	1,011	922	835	783	1,040	580	922
Deferred tax liabilities	7,865	7,742	7,752	7,869	8,218	8,188	7,711	7,594	7,865	8,218
Others	43,146	39,670	107,078	96,808	44,183	37,221	42,856	35,158	43,146	44,183
Subordinated debt	25,948	25,415	28,891	23,092	33,882	33,847	28,840	29,120	25,948	33,882
Total liabilities	3,797,255	3,615,422	3,556,337	3,415,191	3,512,325	3,545,522	3,378,918	3,371,272	3,797,255	3,512,325
Share capital	8,622	8,622	8,960	8,960	8,960	8,960	9,368	9,368	8,622	8,960
Foreign currency translation reserve	-742	-334	-976	-745	-623	-766	-706	-681	-742	-623
Reserve for bonds at fair value (OCI)	190	272	192	90	127	132	125	130	190	127
Proposed dividends	-	-	-	7,616	-	-	-	9,368	-	-
Retained earnings	142,994	140,188	135,981	133,056	137,835	138,232	136,388	135,731	142,994	137,835
Shareholders' equity	151,064	148,748	144,156	148,976	146,299	146,557	145,175	153,916	151,064	146,299
Additional tier 1 capital holders	14,400	14,239	14,421	14,299	14,404	14,340	14,462	14,339	14,400	14,404
Total equity	165,464	162,988	158,577	163,276	160,703	160,897	159,637	168,256	165,464	160,703
Total liabilities and equity	3,962,718	3,778,409	3,714,914	3,578,467	3,673,028	3,706,419	3,538,555	3,539,528	3,962,718	3,673,028
Total risk exposure amount, Group, end of period	782,059	761,897	758,365	748,104	738,241	753,986	755,277	753,409	782,059	738,241

1.1.3 Ratios and key figures

(DKK millions)	Q319	Q219	Q119	Q418	Q318	Q218	Q118	Q417	Year to date 2019	Year to date 2018
Profitability										
Net interest income as % p.a. of loans and deposits ¹	0.79	0.79	0.82	0.88	0.88	0.88	0.89	0.93	0.80	0.88
Cost/income ratio for the period (%)	60.8	57.9	56.9	57.1	66.4	53.2	49.0	47.1	58.5	56.1
Return on avg. shareholders' equity (% p.a.) ²	7.6	10.5	7.7	8.8	6.4	11.2	12.6	14.4	8.5	10.1
Loan loss ratio incl. Non-core (%)	0.06	0.05	0.13	-0.01	0.02	-0.09	-0.08	-0.14	0.09	-0.05
Capital & liquidity										
Common equity tier 1 capital ratio (%)	16.4	16.6	16.7	17.0	16.4	15.9	16.4	17.6	16.4	16.4
Tier 1 capital ratio (%)	19.5	19.8	19.8	20.1	19.6	19.0	18.9	20.1	19.5	19.6
Total capital ratio (%)	21.0	21.2	21.8	21.3	20.9	21.6	21.4	22.6	21.0	20.9
Total risk exposure amount (DKK billions)	782	762	758	748	738	754	755	753	782	738
Leverage ratio (transitional, %)	4.4	4.4	4.5	4.6	4.3	4.3	4.2	4.4	4.4	4.3
Leverage ratio (fully phased-in, %)	4.4	4.4	4.5	4.5	4.2	4.2	4.2	4.4	4.4	4.2
Liquidity coverage ratio (%)	134.0	129.0	130.0	120.6	134.6	141.7	144.1	170.8	134.0	134.6
Share data										
Earnings per share (DKK) ²	3.3	4.5	3.3	3.7	2.7	4.7	5.3	6.1	11.1	12.7
Diluted earnings per share (DKK) ²	3.3	4.5	3.3	3.8	2.7	4.8	5.3	6.1	11.1	12.7
Share price, end of period (DKK)	95.4	103.8	116.8	128.9	168.7	199.8	225.4	241.6	95.4	168.7
Book value per share, end of period (DKK) ²	176.9	174.2	168.7	174.3	171.0	168.3	164.4	172.2	176.9	171.0
Price/earnings, end of period, p.a.	7.2	5.8	8.8	8.7	15.9	10.6	10.6	9.9	6.5	13.7
Shares outstanding, end of period (millions)	853.8	854.0	854.6	854.8	855.8	871.0	883.1	894.1	853.8	855.8
Issued shares, end of period (millions)	862.2	862.2	896.0	896.0	896.0	896.0	936.8	936.8	862.2	896.0
Share price/book value per share, end of period	0.5	0.6	0.7	0.7	1.0	1.2	1.4	1.4	0.5	1.0
Market capital, end of period (DKK millions)	81,437	88,607	99,820	110,183	144,376	173,976	199,047	216,003	81,437	144,376
Other										
Full-time-equivalent staff, end of period	21,960	21,462	20,978	20,683	20,530	20,357	19,709	19,768	21,960	20,530

For definition of alternative performance measures please see the financial report.

¹ In Q2 2019, the calculation method has been changed to use average balances instead of end-of-period balances. Figures have been restated from Q1 2018 onwards.

² 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)	Q319	Q219	Q119	Q418	Q318	Q218	Q118	Q417	Year to date 2019	Year to date 2018
Banking DK	2,095	2,125	2,181	2,252	2,244	2,245	2,213	2,226	6,400	6,703
Banking Nordic	1,898	1,873	1,900	2,011	1,993	1,982	1,972	1,977	5,672	5,946
Corporates & Institutions	885	857	930	954	992	980	1,002	1,015	2,671	2,974
Wealth Management	148	160	175	180	179	187	179	176	483	545
Northern Ireland	368	379	386	383	373	372	364	347	1,133	1,109
Other Activities	52	-23	-52	115	71	112	217	366	-23	400
Total core activities	5,445	5,371	5,520	5,895	5,852	5,878	5,946	6,108	16,336	17,676
Non-core	48	36	60	34	70	75	9	39	144	154
Group Total	5,493	5,407	5,579	5,929	5,922	5,953	5,955	6,147	16,480	17,830

1.2.2 Net interest income (QoQ and YoY)*

BANKINGDK (DKK millions)		Change over the past quarter		Change over the past year
Net interest income	(Q219)	2,125	(YTD 2018)	6,703
Lending volume		-4		22
Lending margin		0		-297
Deposit volume		-2		-7
Deposit margin		-63		-88
Other interest		39		67
Net interest income	(Q319)	2,095	(YTD 2019)	6,400

BANKING NORDIC (DKK millions)		Change over the past quarter		Change over the past year
Net interest income	(Q219)	1,873	(YTD 2018)	5,946
Lending volume		17		218
Lending margin		5		-665
Deposit volume		14		50
Deposit margin		12		220
Other interest		-23		-98
Net interest income	(Q319)	1,898	(YTD 2019)	5,672

CORPORATES & INSTITUTIONS (DKK millions)		Change over the past quarter		Change over the past year
Net interest income	(Q219)	857	(YTD 2018)	2,974
Lending volume		14		30
Lending margin		10		56
Deposit volume		4		9
Deposit margin		0		-5
Other interest		-1		-393
Net interest income	(Q319)	885	(YTD 2019)	2,671

NORTHERN IRELAND (DKK millions)		Change over the past quarter		Change over the past year
Net interest income	(Q219)	379	(YTD 2018)	1,109
Lending volume		0		32
Lending margin		2		-21
Deposit volume		5		27
Deposit margin		-12		-3
Other interest		-6		-10
Net interest income	(Q319)	368	(YTD 2019)	1,133

* The figures in this table have been updated from those initially announced on 1 November 2019.

1.3.1 Net fee income by Business Unit

(DKK millions)	Q319	Q219	Q119	Q418	Q318	Q218	Q118	Q417	Year to date 2019	Year to date 2018
Banking DK	997	697	789	802	848	864	886	865	2,483	2,597
Banking Nordic	409	379	397	405	384	402	413	415	1,186	1,199
Corporates & Institutions	673	709	692	754	681	752	727	888	2,074	2,159
Wealth Management	1,993	1,894	1,947	2,102	1,828	1,722	1,701	2,149	5,834	5,251
Northern Ireland	86	93	96	94	97	106	95	101	274	298
Other Activities	-47	-70	-53	-79	-62	-61	-59	-73	-170	-181
Total	4,111	3,701	3,869	4,078	3,777	3,786	3,762	4,345	11,681	11,324

1.3.2 Net fee income breakdown

(DKK millions)	Q319	Q219	Q119	Q418	Q318	Q218	Q118	Q417	Year to date 2019	Year to date 2018
Investment	1,281	1,158	1,227	1,506	1,351	1,400	1,406	1,818	3,666	4,157
Pension and Insurance	1,145	1,030	1,156	1,048	962	819	781	847	3,330	2,562
Money transfers, account fees and cash management	715	615	702	618	707	730	704	689	2,032	2,141
Lending and Guarantees	724	571	509	535	512	513	570	557	1,809	1,594
Capital markets	246	328	275	371	244	324	302	434	845	870
Total	4,111	3,701	3,869	4,078	3,777	3,786	3,762	4,345	11,681	11,324

1.4.1 Net trading income by Business Unit

(DKK millions)	Q319	Q219	Q119	Q418	Q318	Q218	Q118	Q417	Year to date 2019	Year to date 2018
Banking DK	257	230	280	246	156	156	294	274	767	606
Banking Nordic	56	73	66	74	84	77	68	71	195	228
Corporates & Institutions	182	432	914	383	529	511	1,017	868	1,528	2,057
Wealth Management	146	-156	-115	-44	94	34	-19	55	-124	110
Northern Ireland	43	40	30	22	20	25	15	56	113	60
Other Activities	96	209	123	258	353	263	60	21	428	676
Hereof Group Treasury	9	139	107	11	206	158	25	-	255	388
Total	779	829	1,299	938	1,236	1,066	1,435	1,346	2,907	3,738

1.5.1 Operating expenses by Business Unit

(DKK millions)	Q319	Q219	Q119	Q418	Q318	Q218	Q118	Q417	Year to date 2019	Year to date 2018
Banking DK	1,806	1,867	1,768	1,789	1,698	1,691	1,682	1,752	5,442	5,071
Banking Nordic	1,377	1,403	1,401	1,333	1,217	1,304	1,175	1,360	4,181	3,696
Corporates & Institutions	1,128	1,184	1,204	1,177	1,107	1,153	1,252	1,333	3,516	3,511
Wealth Management	1,150	1,438	1,225	1,448	1,216	1,131	1,015	1,107	3,813	3,362
Northern Ireland	277	293	302	319	299	300	290	46	872	889
Other Activities	643	495	244	178	1,829	210	198	159	1,382	2,238
Total	6,382	6,679	6,145	6,243	7,367	5,788	5,612	5,757	19,206	18,767

1.5.2 Expense breakdown

(DKK millions)	Q319	Q219	Q119	Q418	Q318	Q218	Q118	Q417	Year to date 2019	Year to date 2018
Staff costs	3,700	3,710	3,695	3,563	3,465	3,468	3,447	3,182	11,105	10,380
Severance pay	67	82	60	82	89	160	90	46	209	339
IT expenses	393	417	438	484	466	355	389	464	1,248	1,209
Other operating expenses	1,638	1,887	1,415	1,688	3,022	1,534	1,460	1,774	4,939	6,015
Staff and administration expenses, total	5,798	6,095	5,609	5,816	7,042	5,516	5,386	5,466	17,502	17,944
Amortisation, intangibles	255	258	236	298	190	175	154	167	748	518
Depreciation, tangibles	329	326	300	130	135	96	72	120	955	304
Other expenses	-	1	-	-1	-	-	-	3	1	-
Operating expenses	6,382	6,679	6,145	6,243	7,367	5,788	5,612	5,757	19,206	18,767

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

(DKK millions)	Q319	Q219	Q119	Q418	Q318	Q218	Q118	Q417	Year to date 2019	Year to date 2018
Banking DK	-114	-153	206	-148	-16	-294	-300	-115	-61	-610
Banking Nordic	80	-35	-48	-82	-79	48	-45	31	-2	-77
Corporates & Institutions	369	300	221	175	235	-99	-32	-42	889	103
Wealth Management	10	-27	-3	11	-21	-17	-15	-23	-20	-53
Northern Ireland	-4	28	-14	-1	-22	-12	62	-93	11	28
Other Activities	1	-	-5	3	4	-2	1	1	-4	3
Total core	343	113	357	-43	100	-377	-330	-241	813	-607

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

(DKK millions)	Q319	Q219	Q119	Q418	Q318	Q218	Q118	Q417	Year to date 2019	Year to date 2018
Expected credit losses under IFRS 9:	15	85	236	102	75	-377	-253	-	337	-555
New assets	1,068	969	1,338	348	760	502	1,388	-	3,375	2,650
Assets derecognised	-1,373	-1,069	-1,077	-654	-885	-865	-1,501	-	-3,519	-3,251
Impact of net remeasurement of ECL (incl. changes in models)	320	185	-25	408	200	-14	-140	-	480	45
Collective and individual impairment charges under IAS 39	-	-	-	-	-	-	-	-69	-	-
Write-offs charged directly to income statement	541	184	292	206	177	153	129	70	1,017	459
Received on claims previously written off	-152	-87	-106	-279	-83	-87	-126	-166	-345	-296
Interest adjustment according to the effective interest method	-61	-69	-65	-72	-68	-66	-81	-77	-195	-215
Total	344	113	357	-43	100	-377	-330	-241	813	-607

1.6.3 Loan loss ratio

(%)	Q319	Q219	Q119	Q418	Q318	Q218	Q118	Q417	Year to date 2019	Year to date 2018
Banking DK	-0.05	-0.07	0.09	-0.07	-0.01	-0.13	-0.14	-0.05	-0.01	-0.09
Banking Nordic	0.05	-0.02	-0.03	-0.05	-0.05	0.03	-0.03	0.02	0.00	-0.02
Corporates & Institutions	0.63	0.53	0.38	0.32	0.42	-0.17	-0.03	-0.04	0.50	0.03
Wealth Management	0.05	-0.13	-0.02	0.05	-0.10	-0.09	-0.08	-0.12	-0.03	-0.09
Northern Ireland	-0.03	0.21	-0.11	-0.01	-0.18	-0.10	0.53	-0.80	0.03	0.08
Total core activities	0.07	0.02	0.08	-0.01	0.02	-0.08	-0.07	-0.05	0.06	-0.04
Non-core	-1.54	2.80	7.07	-0.14	-0.12	-4.02	-6.61	-11.00	2.88	-3.68
Group Total	0.06	0.05	0.13	-0.01	0.02	-0.09	-0.08	-0.14	0.08	-0.05

1.7.1 Loan portfolio by Business Unit

Volume (DKK billions)	Segment	Q319	Q219	Q119	Q418	Q318	Q218	Q118	Q417	Share of unit (%)	Share of total (%)
Banking DK ¹	Retail	491.2	493.1	488.3	487.3	488.1	488.5	486.3	486.7	55.5	22.8
	Commercial	393.5	388.6	393.3	391.4	386.7	387.4	381.4	383.0	44.5	18.3
	Total	884.7	881.7	881.6	878.7	874.8	875.9	867.6	869.7	100.0	41.0
Banking Nordic ²	Finland	147.9	146.5	144.9	143.6	143.1	142.6	140.9	138.6	24.3	6.9
	Sweden	217.4	223.9	227.7	224.4	221.7	212.1	211.2	211.0	35.7	10.1
	Norway	191.2	191.4	185.9	168.9	176.6	173.5	168.9	163.9	31.4	8.9
	Other	52.1	51.2	49.6	49.8	49.0	48.3	47.3	47.7	8.6	2.4
	Total	608.5	613.1	608.2	586.7	590.3	576.4	568.3	561.2	100.0	28.2
Corporates & Institutions	Total	210.3	203.0	195.3	198.3	186.6	191.2	199.4	199.5	100.0	9.8
Wealth Management ¹	Total	82.3	81.8	77.5	77.7	77.5	77.0	75.8	75.0	100.0	3.8
Northern Ireland	Total	52.6	50.2	52.6	49.8	50.9	48.9	49.0	46.3	100.0	2.4
Other Activities	Total	-3.2	-3.8	-4.3	-3.8	-4.2	-1.9	-3.9	-9.4	100.0	-0.1
Allowance account	Banking DK	-10.3	-10.5	-10.8	-10.8	-10.9	-11.5	-11.9	-12.3	58.8	-0.5
	Banking Nordic	-3.5	-3.5	-3.6	-3.7	-3.9	-3.9	-4.0	-3.4	20.1	-0.2
	C&I	-2.7	-2.3	-2.4	-2.2	-2.1	-2.0	-2.2	-2.2	15.1	-0.1
	Wealth Management	-0.4	-0.4	-0.4	-0.4	-0.4	-0.4	-0.4	-0.4	2.0	-
	Northern Ireland	-0.7	-0.7	-0.8	-0.8	-0.8	-0.9	-0.9	-0.8	3.8	-
	Other	-	-	-	-	-	-0.3	-0.3	-0.3	-	-
Total	-17.5	-17.3	-18.0	-17.9	-18.0	-19.0	-19.7	-19.4	100.0	-0.8	
Bank lending, total (ex. Repos)	Banking DK	874.4	871.2	870.8	867.9	863.9	864.4	855.7	857.5	48.1	40.6
	Banking Nordic	605.0	609.6	604.6	582.9	586.4	572.5	564.3	557.8	33.3	28.1
	C&I	207.6	200.7	192.9	196.1	184.5	189.2	197.2	197.3	11.4	9.6
	Wealth Management	81.9	81.4	77.1	77.3	77.1	76.6	75.4	74.6	4.5	3.8
	Northern Ireland	51.9	49.5	51.9	49.0	50.1	48.0	48.1	45.5	2.9	2.4
	Other	-3.2	-3.8	-4.3	-3.8	-4.2	-2.3	-4.2	-9.7	-0.2	-0.1
Total	1,817.6	1,808.7	1,793.0	1,769.4	1,757.9	1,748.4	1,736.5	1,723.0	100.0	84.3	
Repos	Total	337.7	255.8	259.6	260.0	285.1	231.6	215.0	172.2	100.0	15.7
Lending, total	Total	2,155.3	2,064.4	2,052.7	2,029.5	2,043.0	1,980.0	1,951.6	1,895.2	100.0	100.0

¹ In Q2 2019, a portfolio of loans was transferred from Banking DK to Wealth Management to align the customer segmentation between Realkredit Danmark and the rest of the Group. As a result, a portfolio of loans to primarily commercial customers was transferred from Banking DK to

Wealth Management. Comparative information has not been restated. At 31 March 2019, the transfer to Wealth Management amounted to around DKK 3 billion. In Banking DK, the alignment led to an increase in retail of DKK 3 billion and a decrease in commercial of DKK 6 billion.

² From Q3 2019, asset finance customers in Sweden have been transferred to Banking Nordic - Other to align the customer classification with Norway and Finland. Historical figures have been restated.

1.7.2 Deposit portfolio by Business Unit

Volume (DKK billions)	Segment	Q319	Q219	Q119	Q418	Q318	Q218	Q118	Q417	Share of unit (%)	Share of total (%)
Banking DK	Retail	215.9	215.7	208.0	208.3	206.5	210.8	202.4	200.0	72.7	19.5
	Commercial	81.0	78.7	77.8	74.3	75.2	76.7	75.3	78.0	27.3	7.3
	Total	296.9	294.3	285.8	282.6	281.7	287.5	277.8	278.1	100.0	26.8
Banking Nordic	Finland	89.3	91.2	87.8	86.6	85.2	85.4	84.7	84.0	37.6	8.1
	Sweden	67.2	66.4	65.0	64.5	64.8	65.8	65.2	67.6	28.3	6.1
	Norway	80.9	84.1	78.7	75.4	77.5	86.6	79.3	73.4	34.0	7.3
	Other	0.2	0.2	0.2	0.2	0.2	0.2	0.2	0.2	0.1	-
	Total	237.6	241.9	231.8	226.8	227.7	238.1	229.4	225.2	100.0	21.4
Corporates & Institutions		261.6	270.5	264.3	260.8	272.5	268.7	307.4	282.9	100.0	23.6
Wealth Management		71.9	73.4	70.9	66.6	68.1	71.1	67.7	65.8	100.0	6.5
Northern Ireland		66.9	64.1	65.5	62.6	63.5	63.0	60.5	59.0	100.0	6.0
Other Activities		-8.7	-12.6	-8.8	-4.9	-4.7	-1.6	-2.8	0.8	100.0	-0.8
Bank deposits, total (ex.Repos)		926.3	931.6	909.4	894.5	908.9	926.8	940.0	911.9	100.0	83.6
Repos		181.7	182.1	171.1	162.2	155.3	119.5	143.2	133.1	100.0	16.4
Deposits, total		1,108.0	1,113.7	1,080.4	1,056.7	1,064.2	1,046.3	1,083.2	1,044.9	100.0	100.0
Bonds issued by Realkredit Danmark ¹		811.0	806.9	804.2	798.9	797.4	797.2	791.4	792.0	-	-

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

1.7.3 Credit exposure by industry

(DKK millions)	Q319	Q219	Q119	Q418	Q318	Q218	Q118	Q417	% of total Q319	% of total Q318
	Public Institutions	174,326	238,821	211,357	206,271	258,892	263,389	298,790	404,223	7.2
Financials	113,621	102,457	108,109	113,440	111,978	121,865	113,394	280,038	4.7	4.6
Agriculture	72,400	72,056	72,135	70,807	71,445	72,115	70,062	62,546	3.0	2.9
Automotive	36,173	33,745	33,003	34,758	31,672	33,440	31,993	30,130	1.5	1.3
Capital goods	67,743	70,068	67,561	67,519	68,050	66,797	64,496	61,892	2.8	2.8
Commercial Property	310,852	308,106	312,304	301,025	305,524	307,506	311,996	297,368	12.8	12.4
Construction & Building materials	50,656	53,934	54,532	51,981	53,119	53,953	54,037	57,389	2.1	2.2
Consumer goods	65,725	67,786	67,892	67,353	69,488	69,397	72,411	70,203	2.7	2.8
Hotels, restaurants and leisure	15,952	15,982	16,695	14,847	14,939	15,198	15,588	14,067	0.7	0.6
Metals and Mining	12,404	12,135	13,173	12,082	11,520	12,252	13,452	16,106	0.5	0.5
Other Commercials	21,933	24,969	21,051	18,613	22,551	23,308	27,109	22,969	0.9	0.9
Pharma and medical devices	39,085	38,026	33,859	29,331	28,272	29,602	27,513	26,208	1.6	1.2
Private Housing Co-ops. & Non-Profit Associations	201,731	196,871	192,289	188,806	185,246	181,158	178,439	169,777	8.3	7.5
Pulp and Paper, Chemicals	32,362	32,425	32,325	32,044	31,206	30,475	29,034	27,105	1.3	1.3
Retailing	26,470	27,920	27,709	27,956	29,489	29,180	28,529	27,064	1.1	1.2
Services	57,076	57,512	58,069	59,678	61,083	64,474	59,419	52,802	2.4	2.5
Shipping, Oil & Gas	62,726	60,606	61,188	64,858	61,875	60,819	59,608	59,375	2.6	2.5
Social services	28,855	27,572	26,539	27,260	26,547	27,513	28,546	25,939	1.2	1.1
Telecom & Media	19,960	19,733	19,814	18,214	20,112	20,007	19,626	19,734	0.8	0.8
Transportation	14,498	14,245	13,207	13,374	13,600	15,796	16,073	14,455	0.6	0.6
Utilities and infrastructure	43,319	42,750	42,678	41,809	39,662	40,988	41,191	37,941	1.8	1.6
Personal Customers	959,206	964,867	955,353	930,334	937,795	931,473	918,479	910,648	39.5	38.2
Total	2,427,073	2,482,587	2,440,840	2,392,359	2,454,067	2,470,707	2,479,784	2,687,980	100.0	100.0

1.7.4 Total loans and guarantees

(DKK billions)	Q319	Q219	Q119	Q418	Q318	Q218	Q118	Q417
Loans at amortised cost	1,009	1,004	992	974	963	954	949	936
Loans at fair value	809	805	801	796	794	794	788	787
Loans (excl. repo loans)	1,818	1,809	1,793	1,769	1,758	1,748	1,737	1,723
Repo loans	338	256	260	260	285	232	215	172
Guarantees	70	74	76	83	81	80	80	84
Total loans and guarantees	2,225	2,138	2,129	2,113	2,124	2,060	2,032	1,980

1.8 Capital figures and requirements

Danske Bank Group's total capital and ratios

(DKK millions)	30 September 2019	31 December 2018
Total equity	165,464	163,276
Adjustment to total equity	235	237
Total equity calculated according to the rules of the Danish FSA	165,699	163,513
Additional tier 1 (AT1) capital instruments included in total equity	-14,072	-14,133
Adjustments for accrued interest and tax effect on AT1 capital	-255	-130
Common equity tier 1 (CET1) capital instruments	151,371	149,250
IFRS9 transitional arrangement	1,386	1,544
Deductions from CET1 capital	-24,236	-23,967
- Portion from intangible assets	-7,412	-7,466
- Portion from statutory deductions for insurance subsidiaries	-8,010	-5,987
CET1 capital	128,521	126,827
AT1 capital	24,158	23,677
Deductions from AT1 capital	-	-
- Portion from statutory deductions for insurance subsidiaries	-	-
Tier1 capital	152,679	150,505
Tier2 capital instruments	11,282	9,161
Deductions from tier 2 capital	-	-
- Portion from statutory deductions from insurance subsidiaries	-	-
Total capital	163,961	159,666
Total risk exposure amount	782,059	748,104
Common tier 1 capital ratio	16.4%	17.0%
Tier1 capital ratio	19.5%	20.1%
Total capital ratio	21.0%	21.3%

Capital ratios and requirements

(percentage of total risk exposure amount)	Q3 2019	Fully phased-in*
Capital ratios		
CET1 capital ratio	16.4	16.3
Total capital ratio	21.0	20.8
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)	3.1	3.1
Combined buffer requirement	6.7	7.2
- Portion from countercyclical capital buffer	1.2	1.7
- Portion from capital conservation buffer	2.5	2.5
- Portion from SIFI buffer	3.0	3.0
CET capital requirement	14.3	14.8
Minimum capital requirement (Pillar I)	8.0	8.0
Capital add-on (Pillar II)	4.5	4.5
Combined buffer requirement	6.7	7.2
Total capital requirement	19.2	19.7
Excess capital		
CET1 capital	2.2	1.5
Total capital	1.8	1.1

* 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 Q3 2019.

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

(DKK billions)	Q319	Q219	Q119	Q418	Q318	Q218	Q118	Q417
Non-default								
Gross exposure	16.8	16.3	15.6	13.9	16.1	16.9	17.5	17.2
Accumulated expected credit losses (IFRS 9)	4.6	4.6	4.4	4.3	5.1	5.2	4.8	-
Accumulated individual impairment charges (IAS 39)	-	-	-	-	-	-	-	6.0
Net exposure	12.2	11.7	11.2	9.6	11.1	11.7	12.7	11.2
Collateral (after haircut)	9.1	9.6	9.4	7.7	8.3	9.0	9.4	9.0
Total unsecured exposure	3.1	2.1	1.9	2.0	2.8	2.8	3.4	2.3
NPL coverage ratio of which not in default (%) ¹	60.3	69.0	70.2	68.6	64.6	65.2	58.6	72.6
Default								
Gross exposure	15.4	14.8	15.6	16.0	15.2	14.8	15.7	16.0
Accumulated expected credit losses (IFRS 9)	8.3	7.8	8.6	8.8	8.2	8.3	8.8	-
Accumulated individual impairment charges (IAS 39)	-	-	-	-	-	-	-	10.0
Net exposure	7.2	6.9	7.0	7.3	7.0	6.5	6.8	6.0
Collateral (after haircut)	6.6	6.5	6.5	6.9	7.0	6.1	6.4	5.7
Total unsecured exposure	0.6	0.5	0.5	0.3	0.0	0.4	0.4	0.3
NPL coverage ratio of which in default (%) ¹	93.5	94.7	94.9	96.2	99.6	95.2	95.4	96.8
Total gross non-performing loans	32.2	31.1	31.2	29.9	31.4	31.7	33.2	33.3
NPL coverage ratio (%)¹	78.0	83.2	84.9	85.0	82.5	80.9	78.2	86.1

The Group defines non-performing loans as stage 3 exposures. However, for non-retail exposures with one or more 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 excludes exposures in stage 3 with no impairment charges or where the allowance account is considered immaterial to the gross exposure.

¹ The NPL coverage ratio is calculated as allowance account on NPL exposures relative to gross NPL net of collateral (after haircuts).

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

(DKK millions)	Q319			Q418		
	Gross exposure	Acc. expected credit losses	Net exposure	Gross exposure	Acc. expected credit losses	Net exposure
Non-default	16,298	4,588	11,710	13,879	4,265	9,614
Banking DK	6,704	2,182	4,521	6,881	2,287	4,595
Banking Nordic	2,786	737	2,048	2,485	801	1,684
C&I	6,064	1,496	4,568	3,617	925	2,692
Wealth Management	312	72	240	382	113	269
Northern Ireland	432	100	331	513	139	374
Other	2	-	2	-	-	-
Default	14,772	7,832	6,939	16,045	8,755	7,289
Banking DK	9,620	5,325	4,294	8,842	5,319	3,523
Banking Nordic	2,411	1,342	1,069	2,805	1,650	1,155
C&I	1,581	577	1,004	3,171	1,123	2,048
Wealth Management	254	174	80	283	188	95
Northern Ireland	853	413	440	935	474	461
Other	54	2	52	9	1	7
Total NPL core	31,070	12,421	18,650	29,923	13,020	16,903

1.9.3 Forbearance (ex. Non-core)

(DKK millions)	Performing							
	Q319	Q219	Q119	Q418	Q318	Q218	Q118	Q417
Active forbearance	5,075	5,284	5,984	9,143	10,715	10,495	13,710	8,255
Under probation	4,494	5,984	6,522	6,482	6,742	6,464	4,253	6,472
Total	9,570	11,268	12,506	15,625	17,456	16,959	17,963	14,727

(DKK millions)	Non-performing*							
	Q319	Q219	Q119	Q418	Q318	Q218	Q118	Q417
Active forbearance	6,718	7,149	8,062	8,828	9,268	9,247	9,044	12,718
Under probation	-	-	-	-	-	-	-	-
Total	6,718	7,149	8,062	8,828	9,268	9,247	9,044	12,718

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

1.10.1 Total allowance account by Business Unit

(DKK millions)	Q319	Q219	Q119	Q418	Q318	Q218	Q118	Q417
Banking DK	11,734	12,020	12,163	12,185	12,511	12,785	13,203	12,922
Stage 1	831	836	1,257	1,161	1,134	1,073	1,078	-
Stage 2	3,506	3,465	3,119	3,224	2,934	3,004	2,954	-
Stage 3	7,397	7,719	7,788	7,800	8,443	8,708	9,170	-
Banking Nordic	3,909	3,874	3,992	4,134	4,255	4,334	4,321	3,540
Stage 1	268	256	219	217	216	193	206	-
Stage 2	1,475	1,431	1,429	1,369	1,398	1,389	1,365	-
Stage 3	2,167	2,188	2,343	2,548	2,641	2,752	2,749	-
Corporates & Institutions	3,264	2,765	2,998	2,806	2,715	2,492	2,709	2,379
Stage 1	114	118	119	113	115	127	133	-
Stage 2	364	555	590	562	606	849	988	-
Stage 3	2,787	2,092	2,289	2,131	1,994	1,516	1,588	-
Wealth Management	400	387	421	423	414	436	471	460
Stage 1	33	29	32	27	29	28	27	-
Stage 2	113	108	101	96	63	62	64	-
Stage 3	253	250	288	300	322	346	381	-
Northern Ireland	713	738	793	792	859	905	959	764
Stage 1	49	46	50	49	41	42	62	-
Stage 2	158	159	127	123	69	77	93	-
Stage 3	506	533	615	620	749	786	805	-
Other Activities	9	9	8	12	11	4	6	3
Stage 1	4	4	3	6	4	1	2	-
Stage 2	3	1	2	1	1	1	1	-
Stage 3	2	3	4	6	5	2	3	-
Total Core	20,028	19,793	20,374	20,353	20,765	20,956	21,669	20,069
Non-core	857	910	804	816	804	773	581	680
Stage 1	25	26	30	28	33	68	7	-
Stage 2	76	83	83	76	75	33	35	-
Stage 3	756	801	690	713	696	672	539	-
Total allowance account	20,885	20,703	21,178	21,170	21,569	21,729	22,250	20,749
Stage 1	1,323	1,316	1,710	1,601	1,573	1,533	1,516	-
Stage 2	5,695	5,801	5,452	5,450	5,147	5,415	5,499	-
Stage 3	13,867	13,586	14,016	14,118	14,849	14,781	15,235	-

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

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

(DKK millions)	Q319	Q219	Q119	Q418	Q318	Q218	Q118	Q417
Accumulated expected credit losses, beginning of quarter	19,793	20,374	20,353	20,765	20,956	21,669	22,631	20,663
Net changes in credit losses	15	85	236	102	75	-377	-253	-69
Foreign currency translation	17	-84	146	-107	30	85	-60	-145
Write-offs debited to allowance account	209	-588	-377	-412	-315	-242	-685	-695
Other additions and disposals	-7	5	16	5	20	-179	35	314
Accumulated expected credit losses, end of quarter	20,028	19,793	20,374	20,353	20,765	20,956	21,669	20,069

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

2. Business Units

2.1 Banking DK

2.1.1 Banking DK, income statement

Serves retail and commercial customers in Denmark. Banking DK has 3,574 employees.

(DKK millions)	Q319	Q219	Q119	Q418	Q318	Q218	Q118	Q417	Year to date 2019	Year to date 2018
Net interest income	2,095	2,125	2,181	2,252	2,245	2,245	2,213	2,226	6,400	6,703
Net fee income	997	697	789	802	848	864	886	865	2,483	2,597
Net trading income	257	230	280	246	156	156	294	274	767	606
Other income	59	60	55	63	57	61	54	65	175	172
Total income	3,408	3,111	3,305	3,364	3,306	3,326	3,446	3,430	9,824	10,078
Operating expenses	1,806	1,867	1,768	1,789	1,698	1,691	1,682	1,752	5,442	5,071
Profit before loan impairment charges	1,602	1,244	1,537	1,575	1,608	1,635	1,764	1,677	4,382	5,007
Loan impairment charges	-114	-153	206	-148	-16	-294	-300	-115	-61	-610
Profit before tax	1,716	1,397	1,331	1,723	1,624	1,929	2,064	1,792	4,444	5,617
Net interest income as % p.a. of loans and deposits ¹	0.72	0.73	0.76	0.79	0.79	0.79	0.78	0.78	0.74	0.79
Lending margin (%)	1.11	1.12	1.14	1.14	1.15	1.17	1.19	1.17	1.12	1.17
Deposit margin (%)	-0.18	-0.10	-0.04	-0.05	-0.04	-0.05	-0.10	-0.12	-0.11	-0.07
Combined average weighted margin (%) ²	0.77	0.80	0.84	0.84	0.85	0.86	0.86	0.85	0.81	0.86
Cost/income ratio before goodwill impairment charges (%)	53.0	60.0	53.5	53.2	51.4	50.8	48.8	51.1	55.4	50.3
Profit before loan impairment charges as % p.a. of allocated capital before goodwill impairment charges	19.1	14.8	18.3	18.9	18.9	19.0	20.6	18.9	17.4	19.5
Profit before tax as % p.a. of allocated capital (avg.) before goodwill impairment charges	20.5	16.6	15.9	20.7	19.1	22.4	24.1	20.2	17.7	21.9
Loans, excluding reverse transactions before impairments ³	884,704	881,684	881,611	878,689	874,789	875,862	867,647	869,740	884,704	874,789
Allowance account, loans	10,307	10,464	10,791	10,790	10,880	11,469	11,905	12,285	10,307	10,880
Allowance account, guarantees	1,425	1,555	1,370	1,393	1,630	1,315	1,297	635	1,425	1,630
Deposits, excluding repo deposits	296,909	294,330	285,819	282,640	281,747	287,496	277,769	278,074	296,909	281,747
Covered bonds issued ⁴	763,497	757,957	759,783	754,621	754,059	748,745	748,645	760,376	763,497	754,059
Allocated capital (average)	33,496	33,667	33,546	33,312	34,028	34,472	34,326	35,406	33,569	34,274
No. of customers, end of period (000s)	1,670	1,679	1,686	1,700	1,715	1,723	1,725	1,729	1,670	1,715
No. of eBanking customers, end of period (000s)	1,061	1,132	1,162	1,172	1,187	1,197	1,208	1,208	1,061	1,187
No. of full-time employees, end of period	3,574	3,465	3,393	3,341	3,352	3,396	3,350	3,380	3,574	3,352

¹ Including bonds issued by Realkredit Danmark. In Q2 2019, the calculation method has been changed to use average balances instead of end-of-period balances. Figures have been restated from Q1 2018 onwards.

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 In Q2 2019, a portfolio of loans was transferred from Banking DK to Wealth Management to align the customer segmentation between Realkredit Danmark and the rest of the Group. As a result, a portfolio of loans to primarily commercial customers was transferred from Banking DK to Wealth Management. Comparative information has not been restated. At 31 March 2019, the transfer to Wealth Management amounted to around DKK 3 billion. In Banking DK, the alignment led to an increase in retail of DKK 3 billion and a decrease in commercial of DKK 6 billion.

⁴ Covered bonds issued is before the elimination of the Group's holding of own covered bonds.

2.1.2 Banking DK, income statement by category

Retail

(DKK millions)	Q319	Q219	Q119	Q418	Q318	Q218	Q118	Q417	Year to date 2019	Year to date 2018
Net interest income	1,156	1,183	1,237	1,280	1,286	1,276	1,271	1,265	3,576	3,833
Net fee income	732	458	568	606	639	640	647	622	1,758	1,926
Net trading income	163	128	179	150	104	92	187	170	470	382
Other income	58	60	54	63	56	60	53	65	173	170
Total income	2,110	1,828	2,039	2,098	2,084	2,069	2,158	2,121	5,977	6,310
Operating expenses	1,240	1,289	1,201	1,256	1,208	1,214	1,205	1,260	3,729	3,627
Profit before loan impairment charges	870	539	838	843	875	855	953	861	2,248	2,683
Loan impairment charges	8	6	124	-46	-48	-81	-103	-55	138	-233
Profit before tax	862	534	714	889	923	936	1,056	916	2,110	2,915
Net interest income as % p.a. of loans and deposits ¹	0.66	0.68	0.72	0.75	0.75	0.75	0.76	0.74	0.69	0.75
Cost/income ratio before goodwill impairment charges (%)	58.8	70.5	58.9	59.9	58.0	58.7	55.8	59.4	62.4	57.5
Loans, excluding reverse transactions before impairments ²	491,175	493,087	488,262	487,317	488,090	488,455	486,260	486,696	491,175	488,090
Allowance account, loans	3,724	3,774	3,728	3,670	3,766	3,850	4,019	4,037	3,724	3,766
Allowance account, guarantees	607	598	597	583	583	622	622	321	607	583
Deposits, excluding repo deposits	215,923	215,658	208,045	208,308	206,523	210,823	202,422	200,046	215,923	206,523

Commercial

(DKK millions)	Q319	Q219	Q119	Q418	Q318	Q218	Q118	Q417	Year to date 2019	Year to date 2018
Net interest income	939	942	943	973	959	969	942	961	2,824	2,870
Net fee income	265	239	221	196	209	224	239	244	725	672
Net trading income	93	102	101	96	53	64	107	104	297	224
Other income	1	-	1	-	2	-	-	-	2	2
Total income	1,298	1,283	1,266	1,265	1,223	1,257	1,289	1,309	3,847	3,768
Operating expenses	567	578	567	533	490	477	477	493	1,712	1,444
Profit before loan impairment charges	731	705	699	732	732	780	812	816	2,135	2,324
Loan impairment charges	-122	-159	82	-102	32	-213	-197	-59	-199	-378
Profit before tax	853	864	617	834	701	993	1,009	875	2,334	2,702
Net interest income as % p.a. of loans and deposits ¹	0.81	0.81	0.82	0.85	0.84	0.85	0.83	0.85	0.81	0.84
Cost/income ratio before goodwill impairment charges (%)	43.7	45.1	44.8	42.1	40.1	37.9	37.0	37.7	44.5	38.3
Loans, excluding reverse transactions before impairments ²	393,529	388,596	393,349	391,372	386,699	387,407	381,386	383,043	393,529	386,699
Allowance account, loans	6,584	6,690	7,064	7,121	7,113	7,620	7,885	8,248	6,584	7,113
Allowance account, guarantees	818	957	773	810	1,048	692	675	314	818	1,048
Deposits, excluding repo deposits	80,986	78,672	77,774	74,332	75,224	76,673	75,347	78,028	80,986	75,224

¹ In Q2 2019, the calculation method has been changed to use average balances instead of end-of-period balances. Figures have been restated from Q1 2018 onwards.

² In Q2 2019, a portfolio of loans was transferred from Banking DK to Wealth Management to align the customer segmentation between Realkredit Danmark and the rest of the Group. As a result, a portfolio of loans to primarily commercial customers was transferred from Banking DK to Wealth Management. Comparative information has not been restated. At 31 March 2019, the transfer to Wealth Management amounted to around DKK 3 billion. In Banking DK, the alignment led to an increase in retail of DKK 3 billion and a decrease in commercial of DKK 6 billion.

2.1.3 Banking DK, credit exposure

(DKK millions)	Banking DK		Total	% of total	Total	% of total
	Retail	Commercial	Q319	Q319	Q318	Q318
Public Institutions	2	40,288	40,290	4.1	14,730	1.6
Financials	11	2,306	2,317	0.2	3,842	0.4
Agriculture	19	47,318	47,338	4.8	47,626	5.0
Automotive	18	3,294	3,313	0.3	3,316	0.3
Capital goods	34	7,552	7,586	0.8	7,162	0.8
Commercial Property	36	143,426	143,462	14.4	134,339	14.2
Construction & Building materials	94	7,193	7,287	0.7	9,134	1.0
Consumer goods	28	10,441	10,469	1.1	10,918	1.2
Hotels, restaurants and leisure	57	5,894	5,951	0.6	5,995	0.6
Metals and Mining	2	1,102	1,104	0.1	764	0.1
Other Commercials	3,598	1,250	4,848	0.5	9,945	1.0
Pharma and medical devices	5	5,841	5,847	0.6	5,296	0.6
Private Housing Co-ops. & Non-Profit Associations	141	162,321	162,462	16.4	149,682	15.8
Pulp and Paper, Chemicals	9	2,634	2,643	0.3	3,492	0.4
Retailing	67	3,306	3,373	0.3	3,661	0.4
Services	112	10,232	10,344	1.0	10,645	1.1
Shipping, Oil & Gas	-	1,254	1,254	0.1	749	0.1
Social services	149	15,845	15,994	1.6	13,410	1.4
Telecom & Media	19	638	658	0.1	1,376	0.1
Transportation	31	1,223	1,254	0.1	993	0.1
Utilities and infrastructure	1	6,685	6,687	0.7	6,418	0.7
Personal Customers	505,087	3,416	508,503	51.2	504,195	53.2
Total	509,520	483,462	992,982	100.0	947,687	100.0

2.2 Banking Nordic

2.2.1 Banking Nordic, income statement

Serves retail and commercial customers in Sweden, Norway and Finland as well as Asset Finance within all four Nordic countries. Banking Nordic has 2,536 employees.

(DKK millions)	Q319	Q219	Q119	Q418	Q318	Q218	Q118	Q417	Year to date 2019	Year to date 2018
Net interest income	1,898	1,873	1,900	2,011	1,993	1,982	1,972	1,977	5,672	5,946
Net fee income	409	379	397	406	384	402	413	415	1,186	1,199
Net trading income	56	73	66	74	84	77	68	71	195	228
Other income	133	168	155	126	145	154	224	276	455	522
Total income	2,496	2,493	2,519	2,616	2,606	2,614	2,676	2,739	7,508	7,896
Operating expenses	1,377	1,403	1,401	1,333	1,217	1,304	1,175	1,360	4,181	3,696
Profit before loan impairment charges	1,120	1,090	1,118	1,283	1,389	1,310	1,501	1,379	3,327	4,200
Loan impairment charges	80	-35	-48	-82	-79	48	-45	31	-2	-77
Profit before tax	1,040	1,125	1,165	1,365	1,468	1,263	1,546	1,348	3,329	4,277
Net interest income as % p.a. of loans and deposits ¹	0.89	0.89	0.92	0.99	0.99	0.99	1.00	1.01	0.90	0.09
Lending margin (%)	1.06	1.06	1.10	1.19	1.21	1.22	1.26	1.27	1.07	1.23
Deposit margin (%)	0.50	0.47	0.49	0.39	0.38	0.38	0.33	0.28	0.49	0.36
Combined average weighted margin (%) ²	0.90	0.89	0.93	0.97	0.97	0.98	0.99	0.99	0.91	0.98
Cost/income ratio before goodwill impairment charges (%)	55.2	56.3	55.6	51.0	46.7	49.9	43.9	49.7	55.7	46.8
Profit before loan impairment charges as % p.a. of allocated capital before goodwill impairment charges	13.3	12.9	13.4	15.7	16.7	16.0	18.7	17.3	13.2	17.1
Profit before tax as % p.a. of allocated capital (avg.) before goodwill impairment charges	12.3	13.3	14.0	16.7	17.7	15.5	19.2	16.9	13.2	17.4
Loans, excluding reverse transactions before impairments	608,513	613,070	608,247	586,679	590,280	576,438	568,300	561,215	608,513	590,280
Allowance account, loans	3,529	3,492	3,617	3,746	3,851	3,940	3,959	3,412	3,529	3,851
Allowance account, guarantees	378	382	374	388	404	391	357	126	378	404
Deposits, excluding repo deposits	237,634	241,932	231,751	226,808	227,730	238,053	229,359	225,216	237,634	227,730
Covered bonds issued ³	219,854	234,240	227,954	218,143	193,628	189,570	199,496	191,723	219,854	193,628
Allocated capital (average)	33,737	33,720	33,288	32,769	33,192	32,684	32,148	31,870	33,583	32,678
No. of customers, end of period (000s)	1,130	1,132	1,132	1,135	1,134	1,138	1,139	1,143	1,130	1,134
No. of eBanking customers, end of period (000s)	793	808	807	802	786	786	784	781	793	786
No. of full-time employees, end of period	2,536	2,593	2,461	2,442	2,522	2,546	2,418	2,723	2,536	2,522

¹ Including bonds issued by Realkredit Danmark. In Q2 2019, the calculation method has been changed to use average balances instead of end-of-period balances. Figures have been restated from Q1 2018 onwards.

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 Covered bonds issued is before the elimination of the Group's holding of own covered bonds.

2.2.2 Banking Nordic, income statement by category

(DKK millions)	Sweden									Norway										
	Q319	Q219	Q119	Q418	Q318	Q218	Q118	Q417	Year to date 2019	Year to date 2018	Q319	Q219	Q119	Q418	Q318	Q218	Q118	Q417	Year to date 2019	Year to date 2018
	Net interest income	737	705	746	804	764	764	780	763	2,188	2,308	519	529	523	547	560	562	568	590	1,571
Net fee income	113	106	125	128	110	109	126	134	343	345	83	84	95	89	84	81	87	80	261	252
Net trading income	29	35	34	33	36	34	37	35	98	106	19	27	25	29	36	30	22	27	70	89
Other income	-	-	1	-1	-1	-	2	1	1	1	-	-	-	1	-	1	36	81	-	37
Total income	879	846	906	965	909	907	944	932	2,631	2,760	621	641	642	667	680	674	713	779	1,904	2,067
Operating expenses	394	403	389	404	367	365	358	390	1,186	1,090	386	384	403	344	329	338	318	382	1,173	985
Profit before loan impairment charges	485	443	517	560	543	541	586	542	1,445	1,670	235	256	239	323	351	337	395	397	730	1,083
Loan impairment charges	11	-24	-5	9	17	85	-68	-5	-19	35	-31	-84	-60	-100	-89	-35	36	98	-176	-88
Profit before tax	474	467	523	552	525	456	654	547	1,464	1,635	266	341	299	423	440	371	359	299	906	1,171
Net interest income as % p.a. of loans and deposits ¹	1.03	0.99	1.04	1.12	1.09	1.11	1.12	1.10	1.02	1.11	0.77	0.77	0.79	0.90	0.89	0.87	0.92	1.00	0.77	0.89
Cost/income ratio before goodwill impairment charges (%)	44.8	47.6	42.9	41.9	40.4	40.2	37.9	41.8	45.1	39.5	62.2	59.9	62.8	51.6	48.4	50.1	44.6	49.0	61.6	47.7
Loans, excluding reverse transactions before impairments ²	217,391	223,885	227,744	224,384	221,661	212,050	211,174	211,041	217,391	221,661	191,157	191,406	185,925	168,911	176,553	173,452	168,945	163,855	191,157	176,553
Allowance account, loans	851	851	902	923	938	914	877	533	851	938	1,042	1,081	1,162	1,257	1,310	1,368	1,420	1,290	1,042	1,310
Allowance account, guarantees	79	79	61	66	55	66	57	14	79	55	168	181	183	192	233	231	197	98	168	233
Deposits, excluding repo deposits	67,155	66,375	64,964	64,546	64,791	65,846	65,199	67,622	67,155	64,791	80,899	84,081	78,749	75,398	77,453	86,581	79,297	73,369	80,899	77,453

(DKK millions)	Retail									Retail										
	Q319	Q219	Q119	Q418	Q318	Q218	Q118	Q417	Year to date 2019	Year to date 2018	Q319	Q219	Q119	Q418	Q318	Q218	Q118	Q417	Year to date 2019	Year to date 2018
	Net interest income as % p.a. of loans and deposits ¹	0.84	0.80	0.86	0.76	0.91	0.95	1.00	0.95	0.84	0.95	0.49	0.49	0.53	0.65	0.70	0.68	0.76	0.91	0.50
Loans, excluding reverse transactions before impairments	91,627	92,504	93,061	92,409	89,884	85,548	84,005	85,611	91,627	89,884	122,407	122,177	116,881	104,551	107,305	105,518	102,510	99,406	122,407	107,305
Deposits, excluding repo deposits	28,275	28,663	28,199	28,813	28,715	28,356	27,207	28,687	28,275	28,715	30,657	31,636	29,874	28,062	28,924	28,952	26,558	25,510	30,657	28,924

(DKK millions)	Commercial									Commercial										
	Q319	Q219	Q119	Q418	Q318	Q218	Q118	Q417	Year to date 2019	Year to date 2018	Q319	Q219	Q119	Q418	Q318	Q218	Q118	Q417	Year to date 2019	Year to date 2018
	Net interest income as % p.a. of loans and deposits ¹	1.16	1.12	1.16	1.39	1.21	1.22	1.20	1.20	1.15	1.21	1.12	1.13	1.13	1.20	1.11	1.08	1.10	1.10	1.13
Loans, excluding reverse transactions before impairments ²	125,764	131,381	134,683	131,975	131,776	126,502	127,169	125,430	125,764	131,776	68,749	69,229	69,044	64,360	69,248	67,934	66,435	64,449	68,749	69,248
Deposits, excluding repo deposits	38,880	37,712	36,765	35,733	36,076	37,490	37,992	38,935	38,880	36,076	50,242	52,445	48,875	47,336	48,529	57,629	52,739	47,859	50,242	48,529

¹ In Q2 2019, the calculation method has been changed to use average balances instead of end-of-period balances. Figures have been restated from Q1 2018 onwards.

² From Q3 2019, asset finance customers in Sweden have been transferred to Banking Nordic - Other to align the customer classification with Norway and Finland. Historical figures have been restated.

2.2.2 Banking Nordic, income statement by category

(DKK millions)	Finland									Other										
	Q319	Q219	Q119	Q418	Q318	Q218	Q118	Q417	Year to date 2019	Year to date 2018	Q319	Q219	Q119	Q418	Q318	Q218	Q118	Q417	Year to date 2019	Year to date 2018
	Net interest income	386	390	391	414	417	397	378	380	1,167	1,192	255	248	241	245	252	259	246	245	744
Net fee income	252	238	235	252	243	263	260	269	725	766	-38	-49	-58	-63	-53	-51	-60	-68	-144	-165
Net trading income	10	13	9	12	13	13	10	11	32	36	-1	-2	-1	-1	-1	-	-2	-1	-5	-3
Other income	6	10	8	-20	10	12	40	48	24	62	127	158	146	145	136	140	146	145	431	422
Total income	654	651	643	658	682	686	688	708	1,948	2,056	343	355	328	327	334	348	330	320	1,026	1,012
Operating expenses	474	463	480	456	405	458	377	439	1,417	1,240	123	152	129	129	117	143	121	149	404	381
Profit before loan impairment charges	180	188	162	202	277	228	311	269	531	816	219	203	199	198	217	205	209	171	621	631
Loan impairment charges	121	58	37	69	-41	-1	-43	-24	217	-86	-20	15	-20	-59	34	-1	29	-39	-24	62
Profit before tax	60	130	125	132	319	229	354	293	314	902	239	187	219	257	184	206	179	210	645	569
Net interest income as % p.a. of loans and deposits ¹	0.65	0.67	0.68	0.72	0.74	0.71	0.68	0.69	0.67	0.71	2.01	2.00	1.96	2.00	2.10	2.20	2.10	2.06	1.99	2.12
Cost/income ratio before goodwill impairment charges (%)	72.5	71.1	74.7	69.3	59.4	66.8	54.8	62.0	72.7	60.3	35.9	42.8	39.3	39.4	35.0	41.1	36.7	46.6	39.4	37.6
Loans, excluding reverse transactions before impairments ²	147,880	146,532	144,937	143,568	143,097	142,643	140,903	138,606	147,880	143,097	52,085	51,246	49,640	49,816	48,968	48,293	47,277	47,713	52,085	48,968
Allowance account, loans	1,126	1,026	1,022	1,028	987	1,047	1,060	1,184	1,126	987	510	534	531	538	616	611	602	405	510	616
Allowance account, guarantees	120	107	116	99	77	69	72	13	120	77	10	15	13	30	38	24	31	-	10	38
Deposits, excluding repo deposits	89,335	91,238	87,792	86,615	85,238	85,409	84,694	84,040	89,335	85,238	246	238	246	249	248	218	169	184	246	248

Retail

(DKK millions)	Q319	Q219	Q119	Q418	Q318	Q218	Q118	Q417	Year to date 2019	Year to date 2018
Net interest income as % p.a. of loans and deposits ¹	0.56	0.58	0.62	0.67	0.69	0.63	0.62	0.63	0.59	0.65
Loans, excluding reverse transactions before impairments	90,542	90,747	90,582	90,890	91,620	92,007	91,930	91,956	90,542	91,620
Deposits, excluding repo deposits	57,667	57,242	56,123	55,055	54,145	54,145	52,762	52,882	57,667	54,145

Commercial

(DKK millions)	Q319	Q219	Q119	Q418	Q318	Q218	Q118	Q417	Year to date 2019	Year to date 2018
Net interest income as % p.a. of loans and deposits ¹	0.81	0.81	0.78	0.83	0.82	0.84	0.80	0.80	0.80	0.82
Loans, excluding reverse transactions before impairments	57,339	55,785	54,356	52,677	51,478	50,635	48,973	46,651	57,339	51,478
Deposits, excluding repo deposits	31,668	33,996	31,669	31,560	31,093	31,264	31,932	31,158	31,668	31,093

¹ In Q2 2019, the calculation method has been changed to use average balances instead of end-of-period balances. Figures have been restated from Q1 2018 onwards.

² From Q3 2019, asset finance customers in Sweden have been transferred to Banking Nordic - Other to align the customer classification with Norway and Finland. Historical figures have been restated.

2.2.3 Banking Nordic, credit exposure

[DKK millions]	Banking Nordic				Total	% of total	Total	% of total
	Sweden	Norway	Finland	Other	Q319	Q319	Q318	Q318
Public Institutions	3,160	576	5,881	2,551	12,167	1.7	10,154	1.4
Financials	4,793	2,377	1,749	126	9,044	1.2	11,193	1.6
Agriculture	8,159	1,083	346	2,677	12,264	1.7	12,392	1.7
Automotive	4,742	3,794	1,533	6,062	16,131	2.2	13,396	1.9
Capital goods	5,703	4,389	4,699	3,007	17,797	2.5	17,514	2.5
Commercial Property	82,772	38,727	19,808	254	141,562	19.5	147,899	20.8
Construction & Building materials	6,876	5,870	3,269	6,406	22,422	3.1	22,521	3.2
Consumer goods	7,419	7,308	3,220	3,203	21,149	2.9	20,903	2.9
Hotels, restaurants and leisure	3,026	1,121	630	417	5,194	0.7	5,093	0.7
Metals and Mining	801	626	471	970	2,868	0.4	2,446	0.3
Other Commercials	112	135	281	3,637	4,166	0.6	3,569	0.5
Pharma and medical devices	565	132	44	254	995	0.1	1,344	0.2
Private Housing Co-ops. & Non-Profit Associations	14,742	1,352	17,881	78	34,053	4.7	31,037	4.4
Pulp and Paper, Chemicals	4,679	601	1,170	1,989	8,437	1.2	9,857	1.4
Retailing	4,359	1,164	2,417	2,168	10,108	1.4	8,620	1.2
Services	11,317	4,827	1,908	3,793	21,845	3.0	23,155	3.3
Shipping, Oil & Gas	374	3,193	74	392	4,034	0.6	3,735	0.5
Social services	2,665	1,726	3,285	515	8,191	1.1	6,851	1.0
Telecom & Media	1,231	1,523	1,699	564	5,018	0.7	4,888	0.7
Transportation	2,131	716	430	6,459	9,735	1.3	8,419	1.2
Utilities and infrastructure	610	6,952	3,675	512	11,749	1.6	11,163	1.6
Personal Customers	99,983	145,634	90,954	9,868	346,439	47.8	333,427	47.0
Total	270,218	233,826	165,422	55,902	725,368	100.0	709,576	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 Transaction Banking. Corporates & Institutions has 1,704 employees.

(DKK millions)	Q319	Q219	Q119	Q418	Q318	Q218	Q118	Q417	Year to date 2019	Year to date 2018
Net interest income	885	857	930	954	992	980	1,002	1,015	2,671	2,974
Net fee income	673	709	692	754	681	752	727	887	2,074	2,159
Net trading income	182	432	914	383	529	511	1,017	868	1,528	2,057
Other income	-	1	-	2	-4	6	3	1	1	5
Total income	1,739	1,999	2,536	2,093	2,199	2,249	2,748	2,772	6,275	7,196
Operating expenses	1,128	1,184	1,204	1,177	1,107	1,153	1,252	1,333	3,516	3,511
Profit before loan impairment charges	612	815	1,332	916	1,092	1,096	1,497	1,440	2,759	3,685
Loan impairment charges	369	300	221	175	235	-99	-32	-42	889	103
Profit before tax	243	516	1,111	741	857	1,195	1,529	1,481	1,870	3,581
Net interest income as % p.a. of loans and deposits ¹	0.76	0.75	0.81	0.85	0.86	0.82	0.78	0.85	0.77	0.82
Lending margin (%)	1.21	1.20	1.22	1.16	1.20	1.17	1.14	1.15	1.21	1.17
Deposit margin (%)	0.32	0.32	0.34	0.33	0.32	0.33	0.31	0.31	0.33	0.32
Combined average weighted margin (%) ²	0.70	0.69	0.71	0.68	0.69	0.69	0.65	0.67	0.70	0.67
Cost/income ratio (%)	64.9	59.2	47.5	56.2	50.3	51.3	45.6	48.1	56.0	48.8
Profit before loan impairment charges as % p.a. of allocated capital	7.2	10.4	16.9	11.3	13.4	12.7	17.1	16.3	11.4	14.4
Profit before tax as % p.a. of allocated capital (avg.) ²	2.9	6.6	14.1	9.1	10.5	13.9	17.5	16.8	7.7	14.0
Loans, excluding reverse transactions before impairments	210,254	202,984	195,318	198,320	186,627	191,187	199,358	199,524	210,254	186,627
Allowance account, loans	2,653	2,260	2,443	2,223	2,135	2,025	2,173	2,234	2,653	2,135
Allowance account, credit institutions	11	8	9	13	17	15	14	10	11	17
Allowance account, guarantees	601	21	15	133	564	451	522	135	601	564
Deposits, excluding repo deposits	261,607	270,529	264,260	260,781	272,480	268,651	307,411	282,913	261,607	272,480
Covered bonds issued ³	16,597	17,061	17,846	18,713	17,376	18,373	15,282	14,517	16,597	17,376
Allocated capital (average)	33,781	31,412	31,586	32,433	32,663	34,427	35,033	35,243	32,268	34,032
VaR for trading-related activities in C&I (DKK millions) (Avg.) ⁴	21.4	31.9	30.0	27.7	27.6	32.4	33.4	43.8	21.4	31.2
VaR for trading-related activities in C&I (DKK millions) (end of period)	15.6	26.7	25.6	30.4	26.5	35.2	32.3	37.1	15.6	26.5
No. of customers, end of period	1,955	1,827	1,878	1,815	1,819	1,830	1,853	1,854	1,955	1,819
No. of full-time employees, end of period	1,704	1,675	1,702	1,858	1,847	1,836	2,138	2,136	1,704	1,847

¹ Including bonds issued by Realkredit Danmark. In Q2 2019, the calculation method has been changed to use average balances instead of end-of-period balances. Figures have been restated from Q1 2018 onwards.

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 Covered bonds issued is before the elimination of the Group's holding of own covered 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)	Q319	Q219	Q119	Q418	Q318	Q218	Q118	Q417	Year to date 2019	Year to date 2018
FI&C	287	429	974	280	623	570	1,068	896	1,690	2,261
Capital markets	309	462	408	403	325	434	393	543	1,180	1,153
General banking	1,143	1,108	1,154	1,410	1,250	1,245	1,287	1,334	3,405	3,783
Total income	1,739	1,999	2,536	2,093	2,199	2,249	2,748	2,772	6,275	7,196

2.3.3 Corporates & Institutions, credit exposure

(DKK millions)	Total	% of total	Total	% of total
	Q319	Q319	Q318	Q318
Public Institutions	88,638	17.7	212,700	34.2
Financials	75,843	15.1	87,145	14.0
Agriculture	5,744	1.1	6,105	1.0
Automotive	15,494	3.1	13,792	2.2
Capital goods	41,244	8.2	42,012	6.7
Commercial Property	16,836	3.4	15,330	2.5
Construction & Building materials	18,655	3.7	19,148	3.1
Consumer goods	32,254	6.4	35,451	5.7
Hotels, restaurants and leisure	3,694	0.7	2,768	0.4
Metals and Mining	7,208	1.4	7,537	1.2
Other Commercials	7,402	1.5	-164	0.0
Pharma and medical devices	30,137	6.0	20,117	3.2
Private Housing Co-ops. & Non-Profit Associations	461	0.1	159	-
Pulp and Paper, Chemicals	20,288	4.0	16,890	2.7
Retailing	11,439	2.3	15,549	2.5
Services	23,159	4.6	25,978	4.2
Shipping, Oil & Gas	57,384	11.4	57,290	9.2
Social services	3,975	0.8	5,548	0.9
Telecom & Media	14,132	2.8	13,549	2.2
Transportation	2,781	0.6	3,471	0.6
Utilities and infrastructure	24,772	4.9	21,987	3.5
Personal Customers	38	-	49	-
Total	501,577	100.0	622,411	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. Wealth Management has 2,218 employees.

(DKK millions)	Q319	Q219	Q119	Q418	Q318	Q218	Q118	Q417	Year to date 2019	Year to date 2018
Net interest income	148	160	175	180	179	187	179	176	483	545
Net fee income	1,993	1,894	1,947	2,102	1,828	1,722	1,701	2,149	5,834	5,251
Net trading income	146	-156	-115	-44	94	34	-19	55	-124	110
Other income	-120	1,342	-49	-165	18	-63	16	53	1,173	-29
Total income	2,167	3,241	1,958	2,073	2,119	1,880	1,877	2,433	7,366	5,877
Operating expenses	1,150	1,438	1,225	1,448	1,216	1,131	1,015	1,107	3,813	3,362
Profit before loan impairment charges	1,017	1,803	733	625	903	750	862	1,326	3,553	2,515
Loan impairment charges	10	-27	-3	11	-21	-17	-16	-23	-20	-53
Profit before tax	1,007	1,830	736	615	924	767	878	1,350	3,573	2,568
Net interest income as % p.a. of loans and deposits ¹	0.39	0.42	0.48	0.50	0.49	0.51	0.51	0.50	0.43	0.50
Lending margin (%)	0.97	0.97	1.00	1.02	1.05	1.05	1.08	1.09	0.98	1.06
Deposit margin (%)	0.18	0.23	0.29	0.25	0.24	0.24	0.19	0.17	0.23	0.23
Combined average weighted margin (%) ²	0.59	0.61	0.66	0.66	0.66	0.66	0.66	0.65	0.62	0.66
Cost/income ratio (%)	53.1	44.4	62.6	69.9	57.4	60.2	54.1	45.5	51.8	57.2
Profit before loan impairment charges as % p.a. of allocated capital	20.2	37.8	16.4	14.3	21.0	22.2	25.5	39.0	24.9	22.7
Profit before tax as % p.a. of allocated capital (ROAC)	20.0	38.3	16.5	14.1	21.5	22.7	26.0	39.7	25.0	23.2
Loans, excluding reverse transactions before impairments ³	82,277	81,786	77,516	77,704	77,464	77,008	75,798	75,028	82,277	77,464
Allowance account, loans	358	352	388	392	374	405	438	434	358	374
Allowance account, guarantees	42	34	33	32	40	31	33	26	42	40
Deposits excluding repo deposits	71,920	73,403	70,874	66,641	68,143	71,145	67,696	65,849	71,920	68,143
Covered bonds issued ⁴	52,227	52,356	47,904	47,368	47,019	45,824	42,585	41,408	52,227	47,019
Assets under management (DKK billions) ⁵	1,610	1,587	1,642	1,575	1,668	1,648	1,513	1,530	1,610	1,668
Allocated capital (average)	20,113	19,098	17,826	17,446	17,187	13,515	13,524	13,610	19,021	14,756
No. of customers, end of period (000s) ⁶	64	64	64	64	64	64	64	64	64	64
Assets under management margin (%) ^{7B}	0.49	0.48	0.48	0.53	0.51	0.46	0.50	0.64	0.48	0.51
No. of full-time employees, end of period	2,218	2,180	2,206	2,201	2,180	2,203	1,898	1,851	2,218	2,180

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

¹ Including bonds issued by Realkredit Danmark. In Q2 2019, the calculation method has been changed to use average balances instead of end-of-period balances. Figures have been restated from Q1 2018 onwards.

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 In Q2 2019, a portfolio of loans was transferred from Banking DK to Wealth Management to align the customer segmentation between Realkredit Danmark and the rest of the Group. As a result, a portfolio of loans to primarily commercial customers was transferred from Banking DK to Wealth Management. Comparative information has not been restated. At 31 March 2019, the transfer to Wealth Management amounted to around DKK 3 billion. In Banking DK, the alignment led to an increase in retail of DKK 3 billion and a decrease in commercial of DKK 6 billion.

⁴ Covered bonds issued is before the elimination of the Group's holding of own covered bonds.

⁵ Assets under management consists of our life conventional business (Danica Traditional), asset management (Danica unit-linked and Danske Capital) and assets under advice from retail, commercial and private banking

⁶ Private Banking customers only.

⁷ Calculated as total income annualised as a percentage of Assets under management.

^B Calculated as net fee income (ex. performance fees) annualised as a percentage of average Assets under Management

2.4.2 Wealth Management, fee breakdown

(DKK millions)	Q319	Q219	Q119	Q418	Q318	Q218	Q118	Q417	Year to date 2019	Year to date 2018
Management fees	1,562	1,563	1,628	1,699	1,502	1,421	1,421	1,440	4,754	4,344
Performance fees	22	15	5	154	21	6	23	368	42	50
Risk allowance fees	409	316	314	249	305	296	256	342	1,039	857
Total net fee income	1,993	1,894	1,947	2,102	1,828	1,722	1,701	2,149	5,834	5,251

2.4.3 Wealth Management, breakdown of assets under management

(DKK billions)	Q319	Q219	Q119	Q418	Q318	Q218	Q118	Q417	Year to date 2019	Year to date 2018
Life conventional	210	205	200	200	201	203	151	155	210	201
Asset management	951	900	967	927	968	951	890	911	951	968
Assets under advice	450	482	474	449	499	493	472	464	450	499
Total assets under management	1,610	1,587	1,642	1,575	1,668	1,648	1,513	1,530	1,610	1,668

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

2.4.4 Wealth Management premiums

(DKK billions)	Q319	Q219	Q119	Q418	Q318	Q218	Q118	Q417	Year to date 2019	Year to date 2018
Premiums (Danica)	6.9	8.1	10.9	10.5	10.8	10.0	12.9	10.4	25.8	33.7

2.4.5 Wealth Management, credit exposure

(DKK millions)	Wealth Management						Total	% of total	Total	% of total
	Denmark	Finland	Sweden	Norway	Luxembourg	Other	Q319	Q319	Q318	Q318
Public Institutions	2,323	-	-	-	762	-	3,085	3.3	2,635	3.0
Financials	2,558	130	251	287	1,723	-	4,948	5.2	4,303	4.9
Agriculture	2,073	6	437	4	5	-	2,524	2.7	627	0.7
Automotive	4	9	37	4	-	-	54	-	22	-
Capital goods	16	2	20	2	9	-	49	0.1	30	-
Commercial Property	2,235	18	674	330	60	-	3,317	3.5	1,528	1.7
Construction & Building materials	78	8	11	43	25	-	166	0.2	140	0.2
Consumer goods	19	2	8	-	-	-	29	-	21	-
Hotels, restaurants and leisure	41	-	48	35	-	-	124	0.1	113	0.1
Metals and Mining	11	1	-	-	-	-	12	-	3	-
Other Commercials	-	2	5	-	-	-	7	-	1,530	1.7
Pharma and medical devices	-	-	6	-	-	-	6	-	-	-
Private Housing Co-ops. & Non-Profit Associations	366	-	13	9	119	-	507	0.5	256	0.3
Pulp and Paper, Chemicals	334	-	309	-	67	-	710	0.8	352	0.4
Retailing	36	28	12	7	-	-	84	0.1	52	-
Services	443	23	129	56	21	-	672	0.7	462	0.5
Shipping, Oil & Gas	8	-	-	2	-	-	10	-	9	-
Social services	50	5	30	22	-	-	107	0.1	63	0.1
Telecom & Media	27	1	31	-	-	-	59	0.1	88	0.1
Transportation	25	-	-	-	-	-	25	-	11	-
Utilities and infrastructure	8	-	-	-	-	-	8	-	4	-
Personal Customers	54,718	2,788	4,987	10,862	4,685	-	78,039	82.5	76,193	86.1
Total	65,373	3,022	7,012	11,663	7,473	-	94,544	100.0	88,443	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 1,323 employees.

(DKK millions)	Q319	Q219	Q119	Q418	Q318	Q218	Q118	Q417	Year to date 2019	Year to date 2018
Net interest income	368	379	386	383	372	372	364	347	1,133	1,109
Net fee income	86	93	96	94	97	106	95	101	274	298
Net trading income	43	40	30	22	20	25	15	56	113	60
Other income	4	4	3	3	3	4	3	40	11	9
Total income	500	516	515	502	492	507	477	544	1,530	1,476
Operating expenses	277	293	302	319	299	300	290	46	872	889
Profit before loan impairment charges	222	223	213	183	193	207	187	499	658	587
Loan impairment charges	-4	28	-14	-1	-22	-12	62	-93	11	28
Profit before tax	226	195	227	185	215	219	125	591	648	560
Net interest income as % p.a. of loans and deposits ¹	1.24	1.26	1.30	1.31	1.31	1.28	1.33	1.33	1.27	1.31
Lending margin (%)	1.56	1.50	1.58	1.55	1.58	1.59	1.65	1.52	1.55	1.60
Deposit margin (%)	1.13	1.17	1.31	1.28	1.29	1.20	1.12	1.06	1.20	1.21
Combined average weighted margin (%) ²	1.31	1.32	1.43	1.40	1.42	1.37	1.35	1.26	1.35	1.38
Cost/income ratio before goodwill impairment charges (%)	55.4	56.8	58.6	63.5	60.8	59.2	60.8	8.5	57.0	60.2
Profit before loan impairment charges as % p.a. of allocated capital before goodwill impairment charges	14.6	13.2	13.0	10.6	11.4	12.4	11.2	29.9	13.6	11.5
Profit before tax as % p.a. of allocated capital (ROAC) before goodwill impairment charges	14.9	11.6	13.8	10.7	12.7	13.1	7.5	35.4	13.4	10.9
Loans, excluding reverse transactions before impairments	52,563	50,189	52,615	49,805	50,902	48,854	48,985	46,272	52,563	50,902
Allowance account, loans	663	702	755	762	757	862	858	757	663	757
Allowance account, guarantees	49	36	37	30	101	43	101	7	49	101
Deposits excluding repo deposits	66,944	64,060	65,487	62,555	63,461	63,029	60,529	58,971	66,944	63,461
Allocated capital (average) ³	6,066	6,735	6,565	6,905	6,786	6,673	6,700	6,684	6,453	6,822
No. of customers, end of period (000s)	440	438	436	437	433	431	429	429	440	433
No. of eBanking customers, end of period (000s)	196	202	204	202	200	192	196	193	196	200
No. of full-time employees, end of period	1,323	1,335	1,356	1,322	1,319	1,289	1,257	1,260	1,323	1,319

¹ Including bonds issued by Realkredit Danmark. In Q2 2019, the calculation method has been changed to use average balances instead of end-of-period balances. Figures have been restated from Q1 2018 onwards.

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	% of total	Total	% of total
	Q319	Q319	Q318	Q318
Public Institutions	18,863	24.9	15,455	21.6
Financials	741	1.0	659	0.9
Agriculture	4,528	6.0	4,695	6.6
Automotive	1,164	1.5	1,146	1.6
Capital goods	1,053	1.4	1,250	1.7
Commercial Property	4,968	6.5	5,703	8.0
Construction & Building materials	1,823	2.4	2,083	2.9
Consumer goods	1,781	2.3	2,113	2.9
Hotels, restaurants and leisure	988	1.3	961	1.3
Metals and Mining	1,150	1.5	770	1.1
Other Commercials	3,459	4.6	4,069	5.7
Pharma and medical devices	2,100	2.8	1,526	2.1
Private Housing Co-ops. & Non-Profit Associations	4,181	5.5	4,101	5.7
Pulp and Paper, Chemicals	280	0.4	232	0.3
Retailing	1,449	1.9	1,605	2.2
Services	932	1.2	776	1.1
Shipping, Oil & Gas	43	0.1	93	0.1
Social services	576	0.8	647	0.9
Telecom & Media	66	0.1	77	0.1
Transportation	660	0.9	697	1.0
Utilities and infrastructure	46	0.1	-	-
Personal Customers	25,042	33.0	22,914	32.0
Total	75,893	100.0	71,662	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 284 employees.

(DKK millions)	Q319	Q219	Q119	Q418	Q318	Q218	Q118	Q417	Year to date 2019	Year to date 2018
Total income	55	42	66	38	78	91	7	41	164	176
Operating expenses	83	-83	93	329	127	122	54	484	93	303
Profit before loan impairment charges	-28	126	-27	-292	-49	-31	-47	-443	70	-127
Loan impairment charges	-50	108	261	-5	-5	-48	-79	-470	319	-131
Profit before tax	22	18	-288	-286	-44	16	32	27	-248	4
Net interest income as % p.a. of loans and deposits ¹	1.70	1.01	1.33	0.75	1.20	1.18	0.55	2.35	1.32	1.11
Lending margin (%)	0.89	0.40	1.21	1.16	1.18	1.41	0.08	1.27	0.87	1.04
Deposit margin (%)	0.35	0.29	0.49	0.55	0.49	0.43	0.69	0.79	0.39	0.49
Combined average weighted margin (%) ²	0.74	0.37	1.06	1.04	0.97	1.03	0.28	1.20	0.75	0.85
Cost/income ratio (%)	150.9	-197.6	140.9	865.8	162.8	134.1	771.4	1180.5	56.7	172.2
Profit before loan impairment charges as % p.a. of allocated capital	-5.0	19.5	-4.2	-48.5	-7.2	-6.2	-14.3	-74.4	3.8	-8.4
Profit before tax as % p.a. of allocated capital (ROAC)	4.0	2.8	-44.3	-47.5	-6.5	3.2	9.7	4.5	-13.4	0.3
Loans and advances, excluding reverse transactions before impairments	11,528	13,109	15,388	14,906	16,158	17,495	5,270	5,380	11,528	16,158
Allowance account, loans	790	769	722	784	786	749	570	653	790	786
Allowance account, guarantees	19	23	32	32	18	25	11	27	19	18
Deposits, excluding repo deposits	1,734	3,565	3,734	2,399	4,600	10,258	1,940	1,925	1,734	4,600
Allocated capital (average)	2,218	2,580	2,602	2,408	2,707	2,012	1,315	2,382	2,465	2,016
No. of full-time employees, end of period	284	320	326	259	332	386	123	122	284	332

¹ In Q2 2019, the calculation method has been changed to use average balances instead of end-of-period balances. Figures have been restated from Q1 2018 onwards.

² 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)	Q319	Q219	Q119	Q418	Q318	Q218	Q118	Q417	Year to date 2019	Year to date 2018
Non-core banking ¹	-50	1	273	30	-46	-54	-67	-556	225	-167
Non-core conduits etc.	-	107	-13	-36	41	6	-12	86	94	36
Total	-50	108	261	-5	-5	-48	-79	-470	319	-131

Non-core banking encompasses the activities in the Baltics, Russia 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 10,319 employees.

(DKK millions)	Q319	Q219	Q119	Q418	Q318	Q218	Q118	Q417	Year to date 2019	Year to date 2018
Net interest income	52	-23	-52	115	71	112	217	366	-23	400
Net fee income	-47	-70	-53	-80	-62	-61	-59	-73	-170	-181
Net trading income	96	209	123	258	353	263	60	21	428	676
Other income	83	55	-49	-9	15	-9	9	-14	90	16
Total income	184	172	-31	283	378	305	228	301	325	910
Operating expenses	643	495	244	178	1,829	210	198	159	1,382	2,238
Profit before loan impairment charges	-459	-323	-275	106	-1,452	95	29	142	-1,057	-1,327
Loan impairment charges	1	-	-5	3	4	-2	1	1	-4	3
Profit before tax	-460	-323	-270	103	-1,455	97	28	140	-1,054	-1,330
PROFIT BEFORE TAX										
(DKK millions)	Q319	Q219	Q119	Q418	Q318	Q218	Q118	Q417	Year to date 2019	Year to date 2018
Group Treasury	22	-37	-64	-29	79	91	81	177	-79	252
Own shares	86	73	18	214	155	104	28	34	177	286
Additional tier 1 capital	197	197	194	193	198	197	194	197	588	589
Group support functions	-765	-557	-418	-274	-1,888	-295	-274	-268	-1,739	-2,457
Total Other Activities	-460	-323	-270	103	-1,455	97	28	140	-1,054	-1,330

3. Product Units

3.1 Realkredit Danmark

NEW LOANS BY LOAN TYPE, NOMINAL VALUE

RETAIL									Year to date	Year to date
(DKK millions)	Q319	Q219	Q119	Q418	Q318	Q218	Q118	Q417	2019	2018
<u>Interest-only</u>										
RD BOR	-	-	-	-	-	-	-	-	-	-
FlexKort®	217	368	430	495	349	329	637	736	1,015	1,314
Flexlån® F1	154	192	350	517	251	308	647	890	696	1,206
Flexlån® F2	17	18	32	39	13	16	45	59	66	74
Flexlån® F3	170	210	380	620	309	391	725	969	760	1,426
Flexlån® F4	19	15	56	43	36	27	68	112	90	131
Flexlån® F5	3,853	3,680	4,153	4,696	3,450	3,969	6,142	6,803	11,686	13,561
Flexlån® F6 - F10	278	139	216	131	78	79	283	196	634	441
Fixed rate	13,044	5,255	2,787	2,756	2,861	2,495	2,866	2,326	21,086	8,222
Total Interest-only	17,753	9,877	8,403	9,298	7,348	7,614	11,413	12,091	36,034	26,375
<u>Repayment</u>										
RD BOR	-	-	-	-	-	-	-	-	-	-
FlexKort®	87	121	154	244	139	132	278	374	362	550
Flexlån® F1	68	96	142	181	105	118	312	440	306	534
Flexlån® F2	19	8	20	13	9	12	16	38	47	37
Flexlån® F3	58	100	222	285	167	174	412	420	379	753
Flexlån® F4	13	4	22	23	9	10	31	33	39	50
Flexlån® F5	1,528	1,666	2,031	2,412	1,662	1,882	3,266	3,228	5,225	6,809
Flexlån® F6 - F10	56	30	80	42	16	20	91	65	165	127
Fixed rate	30,687	15,237	5,251	5,914	6,096	4,831	5,682	5,776	51,176	16,609
Total Repayment	32,516	17,261	7,923	9,115	8,203	7,179	10,089	10,374	57,700	25,470
Total	50,269	27,139	16,326	18,413	15,550	14,793	21,502	22,464	93,733	51,845

3.1 Realkredit Danmark

NEW LOANS BY LOAN TYPE, NOMINAL VALUE

COMMERCIAL [DKK millions]	Q319	Q219	Q119	Q418	Q318	Q218	Q118	Q417	Year to date 2019	Year to date 2018
<u>Interest-only</u>										
RD BOR	2,254	2,134	1,959	1,675	759	2,193	2,352	5,823	6,347	5,305
FlexKort®	94	109	232	326	208	191	192	362	435	591
Flexlån® F1	17	192	195	116	155	43	390	190	405	587
Flexlån® F2	-	10	84	-	-	-	12	4	94	12
Flexlån® F3	311	557	1,096	518	114	371	726	647	1,964	1,211
Flexlån® F4	2	-	4	17	-	20	132	245	6	152
Flexlån® F5	791	906	1,194	1,234	657	633	1,797	2,323	2,890	3,088
Flexlån®F6 - F10	467	405	185	334	35	396	1,133	808	1,057	1,564
Fixed rate	5,968	3,608	1,079	1,234	618	1,310	560	840	10,655	2,487
Total Interest-only	9,904	7,920	6,028	5,458	2,546	5,157	7,294	11,241	23,852	14,997
<u>Repayment</u>										
RD BOR	733	742	504	1,012	1,056	1,554	753	1,292	1,979	3,363
FlexKort®	14	82	98	123	85	74	22	122	193	181
Flexlån® F1	17	43	317	160	75	699	872	178	377	1,645
Flexlån® F2	1	15	-	3	-	4	-	-	16	8
Flexlån® F3	35	40	222	201	44	235	193	616	298	472
Flexlån® F4	4	-	19	-	22	3	18	34	24	43
Flexlån® F5	530	555	656	907	362	551	734	2,738	1,741	1,648
Flexlån®F6 - F10	1,120	6,303	1,160	2,161	3,110	100	189	137	8,583	3,399
Fixed rate	18,643	10,370	2,297	3,948	2,615	3,107	4,041	3,644	31,311	9,763
Total Repayment	21,097	18,151	5,272	8,515	7,371	6,327	6,825	8,761	44,520	20,523
Total	31,001	26,071	11,300	13,974	9,917	11,484	14,119	20,002	68,372	35,520

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
<u>Interest-only</u>					
RD BOR	-	15	42	3	59
FlexKort®	14	1	-	6	21
Flexlån® F1	19	1	1	2	22
Flexlån® F2	3	-	-	-	3
Flexlån® F3	23	4	1	4	32
Flexlån® F4	3	-	1	-	4
Flexlån® F5	94	10	4	9	118
Flexlån® F6 - F10	5	10	4	1	20
Fixed rate	50	8	2	4	64
Total Interest-only	210	49	56	28	343
<u>Repayment</u>					
RD BOR	-	6	24	1	32
FlexKort®	5	1	2	2	10
Flexlån® F1	14	3	2	2	21
Flexlån® F2	1	-	-	-	1
Flexlån® F3	16	2	3	2	24
Flexlån® F4	1	-	1	-	2
Flexlån® F5	57	18	9	3	88
Flexlån® F6 - F10	2	28	2	-	32
Fixed rate	140	60	20	6	225
Total Repayment	237	119	64	17	437
Total	446	168	120	45	780

3.1 Realkredit Danmark

LOANS BY BUSINESS SEGMENT & LENDING SPREAD, NOMINAL VALUE

[DKK billions]	Q319	Q219	Q119	Q418	Q318	Q218	Q118	Q417	Year to date	Year to date
									2019	2018
Banking DK	710	705	709	711	711	709	707	704	710	711
Retail	413	410	407	410	410	409	408	406	413	410
Commercial	298	295	302	301	300	300	299	299	298	300
Banking Nordic	12	13	12	11	11	11	11	10	12	11
Sweden	6	8	8	7	7	7	7	7	6	7
Norway	5	5	4	4	4	4	3	3	5	4
Corporates & Institutions	16	16	17	18	17	19	18	19	16	17
Wealth Management	42	41	37	37	37	37	36	36	42	37
Total loans, nominal value	780	774	775	778	776	776	772	769	780	776
Fair value	811	807	804	799	797	797	791	792	811	797
Lending spread (%)	0.77	0.79	0.80	0.79	0.80	0.81	0.82	0.81	0.77	0.80
Retail	0.81	0.83	0.84	0.83	0.83	0.84	0.86	0.84	0.81	0.83
Commercial	0.72	0.73	0.75	0.74	0.74	0.76	0.77	0.76	0.72	0.74

[DKK billions]	Q319	Q219	Q119	Q418	Q318	Q218	Q118	Q417	Year to date	Year to date
									2019	2018
Loan to value, end of period (%)	61	61	61	61	61	61	62	63	61	61
Retail	61	62	61	61	61	62	63	63	61	61
Commercial	60	60	61	60	60	60	61	62	60	60
Rating (covered bond/long-term - S&P/Fitch/Scope)	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	202,214	67,598	48,617	3,351	321,779
- Other Zealand	84,216	16,388	9,800	13,087	123,492
- Region South Denmark	68,973	28,368	22,275	15,679	135,295
- Region Central Jutland	69,386	39,770	18,100	8,217	135,472
- Region North Jutland	21,438	12,285	5,590	5,064	44,378
- Other area	-	4,035	15,302	-	19,338
Total	446,227	168,444	119,685	45,398	779,753

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

Sector [%]						Total	Average LTV
	0-20%	20-40%	40-60%	60-80%	>80%	[DKK billions]	end of period
Retail market	37.4	31.5	21.1	8.7	1.4	459.0	61.0
Commercial market	42.9	34.7	17.7	3.0	1.6	121.9	51.0
Agriculture	39.3	33.1	21.2	5.2	1.2	46.5	57.0
Residential rental property	41.9	27.1	17.3	7.9	5.8	183.7	66.0
Weighted share	39.3	31.1	19.7	7.4	2.4	100.0	61.0
Total [DKK billions]¹	319.1	251.9	160.0	60.4	19.6	811.0	

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

3.2 Online Banking

(End of period)	Q319	Q219	Q119	Q418	Q318	Q218	Q118	Q417
No. of eBanking customers, end of period (000s) ¹	2,142	2,173	2,176	2,173	2,175	2,182	2,182	2,161
Hereof eBanking customers from Denmark (000s)	1,132	1,162	1,172	1,187	1,197	1,208	1,208	1,197
No. of Mobile Banking customers, Denmark, end of period (000s)	1,129	1,318	1,143	1,048	968	N/A	973	955
No. of app downloads	474,661	589,089	219,124	157,261	171,952	196,806	106,854	108,514
No. of app downloads, aggregated (000s)	5,381	4,906	4,687	4,530	4,358	4,161	4,055	3,946
Number of self-service eBanking payments and transactions (000s) ²	11,868	11,939	12,654	11,868	12,592	13,050	13,573	13,155
Number of self-service Mobile Banking payments and transactions (000s)	11,754	12,361	12,707	11,754	11,847	11,038	11,114	11,044
Number of self-service Tablet Banking payments and transactions (000s)	933	870	971	933	1,014	1,053	1,110	1,079
Number of teller payments and transactions (000s)	2,811	2,543	1,689	2,811	2,981	2,987	3,209	3,209

¹ Consists of active eBanking customers including Mobile Banking and Tablet Banking.

² Direct debits and automatic payments are not included.

3.3 Mobile pay

MOBILEPAY Denmark

	Q319	Q219	Q119	Q418	Q318	Q218	Q118	Q417	Year to date 2019	Year to date 2018
Number of transactions (mio.)	83	88	73	77	70	75	59	63	244	204
Volume of transactions, DKK (mio.)	25,994	26,321	22,298	23,093	21,619	21,487	17,604	18,196	74,613	60,710
Number of registered users EOP (mio.)	4.1	4.1	4.1	4.1	4.0	3.9	3.8	3.7	4.1	4.0

MOBILEPAY Finland

	Q319	Q219	Q119	Q418	Q318	Q218	Q118	Q417	Year to date 2019	Year to date 2018
Number of transactions (000s)	5,838	4,830	3,696	3,168	2,664	2,073	1,545	1,341	14,365	6,282
Volume of transactions, EUR (000s)	177,452	140,613	105,632	89,884	78,215	59,430	43,383	37,109	423,697	181,028
Number of registered users EOP (mio.)	1.1	1.0	0.9	0.8	0.7	0.6	0.5	0.4	1.1	0.7

4. About Danske Bank

4.1 Market share

(%, end of period)	Segment	Q319	Q219	Q119	Q418	Q318	Q218	Q118	Q417
Denmark ¹	Lending	26.2	26.4	26.5	26.6	26.5	26.7	26.7	26.6
	Deposits	28.1	28.5	28.2	27.8	28.4	28.4	28.4	27.9
Finland	Lending	9.6	9.5	9.6	9.5	9.6	9.7	9.6	9.6
	Deposits	10.7	10.3	10.7	11.0	12.1	11.7	13.2	13.5
Sweden ²	Lending	5.6	5.7	5.8	5.7	5.7	5.6	5.6	5.5
	Deposits	4.3	4.1	4.1	4.0	4.2	4.3	4.5	4.1
Norway	Lending	6.3	6.2	6.1	6.0	6.0	5.9	6.1	6.1
	Deposits	7.3	7.1	6.3	6.4	6.1	6.5	6.6	6.6
Northern Ireland	Personal	19.7	19.8	19.6	19.8	20.0	19.4	18.8	18.6
	Business	25	25	22	24	24	23	24	26
Ireland ³	Lending, incl. property finance	0.4	0.4	0.4	0.4	3.0	0.3	0.3	1.9
	Deposits	0.8	1.2	1.0	0.9	1.0	1.1	1.0	1.1

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 are based on data from central banks at the time of reporting.

¹ The market share is excl. repo lending and deposits, but incl. Realkredit Danmark.

² The market share is excl. repo lending and deposits. The method to calculate the market share in Sweden has been updated. Comparative information has been restated.

³ Figures include both Corporates & Institutions Ireland and Non-core Ireland.

4.2 FTE by Business Unit

(End of period)	Q319	Q219	Q119	Q418	Q318	Q218	Q118	Q417	Year to date 2019	Year to date 2018
Banking DK	3,574	3,465	3,393	3,341	3,352	3,396	3,350	3,380	3,574	3,352
Banking Nordic	2,536	2,593	2,461	2,442	2,522	2,546	2,418	2,723	2,536	2,522
Corporates & Institutions	1,704	1,675	1,702	1,858	1,847	1,836	2,138	2,136	1,704	1,847
Wealth Management	2,218	2,180	2,206	2,201	2,180	2,203	1,898	1,851	2,218	2,180
Northern Ireland	1,323	1,335	1,356	1,322	1,319	1,289	1,257	1,260	1,323	1,319
Other Activities	10,319	9,894	9,534	9,260	8,978	8,701	8,526	8,296	10,319	8,978
Total core	21,674	21,142	20,652	20,424	20,198	19,971	19,587	19,646	21,674	20,198
Non-core	284	320	326	259	332	386	123	122	284	332
Group total	21,960	21,462	20,978	20,683	20,530	20,357	19,709	19,768	21,960	20,530

4.3 Branches

(End of period)	Q319	Q219	Q119	Q418	Q318	Q218	Q118	Q417
Denmark	94	94	94	95	95	95	100	100
Finland	36	36	39	39	39	39	39	38
Sweden	34	34	34	34	34	34	34	34
Norway	21	23	25	25	25	25	25	25
Northern Ireland	40	40	42	42	44	44	44	44
Baltics ¹								
Estonia	-	-	-	1	4	4	4	4
Latvia	-	-	-	1	1	1	1	1
Lithuania	-	-	-	-	3	4	4	4
Branches, total	225	227	234	237	245	246	251	250

¹ Due to the move of Baltics to Non-core, number of branches for the Baltics have been excluded from Q1 2019 and going forward.

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.

PROFIT, DIVIDENDS AND SHARE BUYBACKS					
(DKK millions)	2018	2017	2016	2015	2014
Dividends	7,616	9,368	8,853	8,069	5,547
Share buybacks	7,757	10,026	8,147	5,000	-
Total	15,373	19,394	17,000	13,069	5,547
Net profit for the year before goodwill impairment charges	15,174	20,900	19,858	17,724	13,048
Dividend payout ratio	50	45	45	46	43
Dividend per share (DKK)	8.5	10.0	9.0	8.0	5.5
Dividend yield (%)	6.6	4.1	4.2	4.3	3.3

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 nine months of 2019 was 2.4 million. With a total turnover of DKK 50,2 billion, the Danske Bank share was the third most actively traded share on the Copenhagen Stock Exchange (part of the OMX Exchange group) during the first nine months of 2019.

At the beginning of 2019, the share capital totalled DKK 8,959,536,210 and consisted of 895,953,621 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 2019	895,953,621
Issued shares at 30 September 2019	862,184,621
The Group's trading portfolio of own shares	-3,531,153
The Group's investments in own shares on customers' behalf	-4,833,053
Shares outstanding at 30 September 2019	853,820,415

Calculation of average number of outstanding shares ¹	Q319	Q219	Q119	Q418	Q318	Q218	Q118	Q417
Issued shares (beginning of period)	862,184,621	895,953,621	895,953,621	895,953,621	895,953,621	936,827,722	936,827,722	936,827,722
Adjustment for share buy-back	-	-33,769,000	-	-	-	-40,874,101	-	-
Issued shares (end of period)	862,184,621	862,184,621	895,953,621	895,953,621	895,953,621	895,953,621	936,827,722	936,827,722
Adjustment for average outstanding shares	-	-	-	-	-	5,282,397	-	-
Average number of issued shares	862,184,621	862,184,621	895,953,621	895,953,621	895,953,621	901,236,018	936,827,722	936,827,722
Average holding of own shares	4,839,949	4,846,986	41,159,207	41,217,667	32,854,553	20,461,512	49,951,774	39,758,530
Average number of outstanding shares	857,344,672	857,337,635	854,794,415	854,735,954	863,099,068	880,774,506	886,875,948	897,069,192
Average dilutive shares (related to share-based payments)	561,895	544,025	871,405	352,383	782,974	771,590	688,948	451,154
Average number of outstanding shares (diluted)	857,906,567	857,881,660	855,665,820	855,088,337	863,882,042	881,546,096	887,564,896	897,520,346

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 table below). Ratings in the AAA/Aaa to BBB-/Baa3 range are considered to be investment grade.

On 23 October 2019, S&P revised the outlook on Danske Bank and Danica to stable from negative, while affirming the A/A-1 long- and short-term issuer credit rating.

Danske Bank is rated in the A category (long-term rating).

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	F1+	AAA
P-2	Aa1	A-1	Danske Bank AA+	F1	Danske Bank AA+
P-3	Aa2	A-2	AA	F2	AA
	Aa3	A-3	AA-	F3	AA-
	A1		A+		A+
	A2		Danske Bank A		Danske Bank A
	A3		A-		A-
	Baa1		BBB+		BBB+
	Baa2		BBB		BBB
	Baa3		BBB-		BBB-


5. Macroeconomics

5.1 Exchange rates (cross currency: Danish kroner)

(End of period)	Q319	Q219	Q119	Q418	Q318	Q218	Q118	Q417
Euro (EUR)	746.64	746.36	746.52	746.73	745.65	745.25	745.09	744.51
US dollar (USD)	684.43	656.31	664.60	652.13	643.77	639.58	600.63	620.67
British pound sterling (GBP)	842.47	832.94	870.11	827.03	839.45	840.99	849.82	838.87
Swedish krona (SEK)	69.79	70.69	71.82	72.68	72.38	71.28	72.52	75.67
Norwegian krona (NOK)	75.42	77.02	77.3	74.73	78.77	78.33	77.32	75.71
Polish zloty (PLN)	170.51	175.61	173.62	173.54	174.33	170.59	177.09	178.24


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


5.2 Macroeconomic indicators


DENMARK									
Rating (S&P): AAA									
(%)		2020E	2019E	2018	2017	2016	2015	2014	2013
GDP growth		1.3	2.0	1.5	2.3	2.4	2.3	1.6	0.9
Export		1.6	4.5	0.4	3.6	3.9	3.6	3.1	1.6
Private consumption*		2.4	1.5	2.2	2.1	2.1	2.3	1.0	0.4
Public consumption		0.9	0.3	0.9	0.7	0.2	1.7	1.9	-0.1
Inflation		1.2	0.8	0.8	1.1	0.3	0.5	0.6	0.8
Unemployment rate**		4.0	3.8	3.9	4.2	4.1	4.5	5.0	5.8
3-month interest rate (avg.)		-0.4	-0.4	0.5	-0.3	-0.2	-0.1	0.3	0.3
10-year interest rate (avg.)		-0.5	-0.2	-1.0	0.5	0.4	0.7	1.4	1.7
Gross public debt (% of GDP)		31.5	32.4	34.2	35.5	37.2	39.8	44.3	44.0
Budget balance (% of GDP)		0.5	2.0	0.6	1.4	-0.1	-1.3	1.1	-1.2
House prices		3.0	2.5	3.8	4.0	4.0	6.0	3.4	2.7

*Household consumption


**Gross, average year

FINLAND									
Rating (S&P): AA+									
(%)		2020E	2019E	2018	2017	2016	2015	2014	2013
GDP growth		0.8	1.2	1.7	3.1	2.6	0.6	-0.4	-0.9
Export		1.5	3.5	2.2	8.8	3.7	0.6	-1.9	0.6
Private consumption		1.0	0.8	1.8	1.0	2.4	1.9	0.6	-0.5
Public consumption		1.5	1.5	1.5	0.2	1.4	1.1	-0.1	1.3
Inflation		1.4	1.1	1.1	0.8	0.3	-0.2	1.0	1.5
Unemployment rate		6.6	6.6	7.4	8.6	8.8	9.4	8.7	8.2
3-month interest rate (avg.)		-0.4	-0.4	-0.3	-0.3	-0.3	-0.1	0.1	0.3
10-year interest rate (avg.)		-0.3	-0.1	0.6	0.5	0.4	0.7	1.4	1.9
Gross public debt (% of GDP)		57.7	58.4	59.1	60.9	62.7	63.1	59.9	56.2
Budget balance (% of GDP)		-0.4	-0.4	-0.7	-0.8	-1.7	-2.8	-3.2	-2.6
House prices		0.5	0.2	0.6	1.0	0.9	-0.8	-0.6	1.6


SWEDEN									
Rating (S&P): AAA									
(%)		2020E	2019E	2018	2017	2016	2015	2014	2013
GDP growth		0.7	1.0	2.4	2.4	2.4	4.4	2.7	1.1
Export		2.7	4.2	3.1	4.3	2.8	6.3	4.3	-1.1
Private consumption		1.9	0.7	1.6	2.1	2.0	3.5	2.9	1.8
Public consumption		1.5	0.7	0.4	0.1	3.7	2.2	1.2	1.6
Inflation		1.1	1.7	2.0	1.8	1.0	0.0	-0.2	0.0
Unemployment rate		7.8	6.8	6.3	6.7	6.9	7.4	7.9	8.0
3-month interest rate (avg.)		-0.3	-0.1	-0.4	-0.5	-0.5	-0.2	0.7	1.2
10-year interest rate (avg.)		-0.2	0.1	0.7	0.7	0.5	0.7	1.7	2.1
Gross public debt (% of GDP)		34.0	35.0	38.5	40.7	42.5	44.5	42.7	41.0
Budget balance (% of GDP)		-0.5	0.1	0.9	1.4	1.0	0.0	-1.6	-1.4
House prices		1.0	1.0	-2.9	8.3	8.4	10.8	6.9	3.6

NORWAY									
Rating (S&P): AAA									
(%)		2020E	2019E	2018	2017	2016	2015	2014	2013
GDP growth - mainland		2.2	2.6	2.2	2.0	0.9	1.4	2.2	2.3
Export		4.0	3.0	-0.2	1.7	1.1	4.3	3.4	-1.8
Private consumption		2.4	2.0	1.9	2.2	1.1	2.7	2.1	2.8
Public consumption		1.7	2.0	1.4	1.9	2.3	2.4	2.7	1.0
Inflation		2.2	2.2	2.7	1.8	3.6	2.1	2.1	2.1
Unemployment rate		2.2	2.3	2.5	2.8	3.2	3.1	2.9	2.7
3-month interest rate (avg.)		2.1	1.6	1.1	0.9	1.1	1.3	1.7	1.8
10-year interest rate (avg.)		1.3	1.5	1.8	1.6	1.3	1.6	2.5	2.6
Gross public debt (% of GDP)		31.5	34.8	35.0	35.3	35.6	32.0	33.0	35.1
Budget balance (% of GDP)		7.6	7.6	7.5	5.1	4.0	6.1	8.8	10.8
House prices		2.5	2.2	0.7	2.6	3.1	4.0	4.6	3.2


5.2 Macroeconomic indicators (continued)


ESTONIA									
Rating (S&P): AA-									
(%)	2020E	2019E	2018	2017	2016	2015	2014	2013	
GDP growth	2.4	2.8	4.8	5.7	2.6	1.8	3.0	1.3	
Export	3.4	3.4	4.3	3.8	5.1	-1.5	2.6	2.8	
Private consumption	2.9	4.0	4.7	2.6	4.4	4.4	3.2	3.5	
Public consumption	0.7	1.1	0.3	0.6	2.2	3.0	1.9	2.7	
Inflation	2.2	2.4	3.4	3.7	0.8	0.1	0.5	3.2	
Unemployment rate	5.7	5.7	5.4	5.8	6.8	6.2	7.4	8.6	
3-month interest rate (avg.)	-0.4	-0.4	-0.3	-0.3	-0.3	0.0	0.2	0.2	
10-year interest rate (avg.)*	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	

Source: EU forecast Spring/Summer 2018


LITHUANIA									
Rating (S&P): A									
(%)	2020E	2019E	2018	2017	2016	2015	2014	2013	
GDP growth	2.4	2.7	3.6	4.2	2.6	2.0	3.5	3.6	
Export	3.6	3.6	6.3	13.6	4.9	2.4	-1.8	7.3	
Private consumption	3.2	3.8	3.9	3.3	5.0	4.0	4.0	4.3	
Public consumption	0.5	0.6	0.6	-0.4	-0.1	0.2	0.3	0.7	
Inflation	2.1	2.1	2.5	3.7	0.7	-0.7	0.2	1.2	
Unemployment rate	6.0	6.2	6.2	7.1	7.9	9.1	10.7	11.8	
3-month interest rate (avg.)	-0.4	-0.4	-0.3	-0.3	-0.3	0.0	0.2	0.2	
10-year interest rate (avg.)	0.2	0.4	1.2	1.0	0.9	1.4	2.8	3.8	


Source: EU forecast Spring/Summer 2018

IRELAND									
Rating (S&P): A+									
(%)	2020E	2019E	2018	2017	2016	2015	2014	2013	
GDP growth	3.4	4.8	8.2	8.1	3.7	25.2	8.6	1.4	
Export	4.8	8.6	10.4	9.2	4.1	39.3	14.6	2.9	
Private consumption	2.3	2.6	3.4	3.0	5.2	3.2	2.4	-0.1	
Public consumption	3.5	4.2	4.4	3.9	3.6	1.4	4.4	0.4	
Inflation (HICP)	1.3	0.9	0.7	0.3	-0.2	0.0	0.3	0.5	
Unemployment rate	5.0	5.2	5.8	6.7	8.4	10.0	11.9	13.8	
3-month interest rate (avg.)	-0.4	-0.4	-0.3	-0.3	-0.3	-0.1	0.1	0.3	
10-year interest rate (avg.)	0.0	0.3	0.9	0.7	0.7	1.2	2.4	3.8	
Gross public debt (% of GDP)	56.0	60.0	63.6	68.4	73.4	76.8	104.1	119.7	
Budget balance (% of GDP)	0.3	0.1	-0.1	-0.2	-0.5	-1.9	-3.6	-6.1	
House prices	2.5	2.9	10.2	10.9	7.5	11.5	16.6	1.2	

LATVIA									
Rating (S&P): A									
(%)	2020E	2019E	2018	2017	2016	2015	2014	2013	
GDP growth	2.8	3.1	4.8	4.6	2.1	3.0	1.9	2.4	
Export	2.4	2.2	1.8	6.2	4.4	3.1	6.0	1.1	
Private consumption	3.6	3.7	4.5	4.1	1.4	2.5	1.4	5.1	
Public consumption	1.3	1.5	4.0	4.1	3.9	1.9	1.9	1.6	
Inflation	2.4	2.8	2.6	2.9	0.1	0.2	0.7	0.0	
Unemployment rate	6.7	6.9	5.4	5.8	6.8	6.2	7.4	8.6	
3-month interest rate (avg.)	-0.4	-0.4	-0.3	-0.3	-0.3	0.0	0.2	0.2	
10-year interest rate (avg.)	0.0	0.2	1.1	1.0	0.5	1.0	2.5	3.2	

Source: EU forecast Spring/Summer 2018

UK									
Rating (S&P): AA									
(%)	2020E	2019E	2018	2017	2016	2015	2014	2013	
GDP growth	1.3	1.2	1.4	1.9	1.9	2.4	2.6	2.1	
Export	0.8	0.7	-0.9	6.1	2.7	3.8	1.0	1.2	
Private consumption	1.6	1.9	1.6	2.3	3.8	2.9	2.5	3.0	
Public consumption	1.3	2.5	0.6	0.3	1.0	1.8	2.0	-0.4	
Inflation	1.4	1.9	2.5	2.7	0.7	0.0	1.5	2.6	
Unemployment rate	3.6	3.8	4.1	4.4	4.9	5.4	6.2	7.6	
3-month interest rate (avg.)	0.8	0.8	0.7	0.4	0.5	0.6	0.5	0.5	
10-year interest rate (avg.)	0.6	0.9	1.4	1.2	1.3	1.8	2.5	2.4	

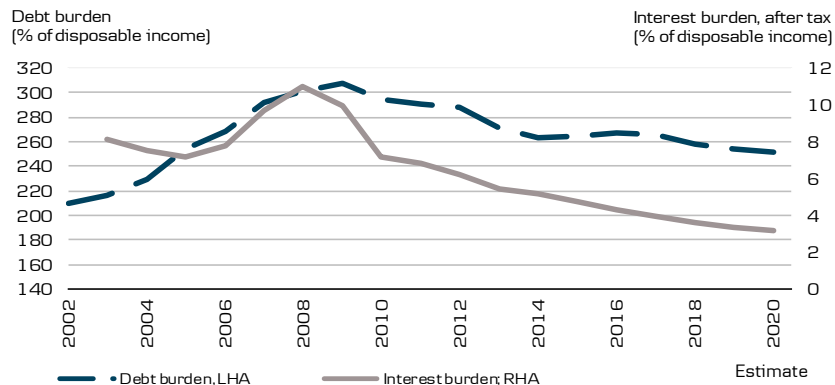
EURO ZONE (EA 19)									
Rating (S&P): AA									
(%)	2020E	2019E	2018	2017	2016	2015	2014	2013	
GDP growth	0.9	1.2	1.9	2.5	1.9	2.1	1.4	-0.3	
Export	1.4	2.4	3.5	5.4	3.0	6.6	4.8	2.0	
Private consumption	1.4	1.2	1.4	1.6	2.0	1.9	0.9	-0.7	
Public consumption	1.8	1.5	1.1	1.5	1.8	1.3	0.8	0.4	
Inflation	1.0	1.2	1.5	1.3	1.1	0.3	-0.2	0.8	
Unemployment rate	7.5	7.7	8.2	9.1	10.0	10.9	11.6	12.0	
3-month interest rate (avg.)	-0.4	-0.4	-0.3	-0.3	-0.3	-0.1	0.1	0.3	
10-year interest rate (avg.)**	-0.5	-0.3	0.5	0.4	0.2	0.6	0.5	1.9	
Gross public debt (% of GDP)*	84.3	85.8	87.1	89.1	91.4	92.3	94.4	94.1	
Budget balance (% of GDP)*	-0.9	-0.9	-0.5	-1.0	-1.6	-2.0	-2.5	-3.1	

* euro area 19

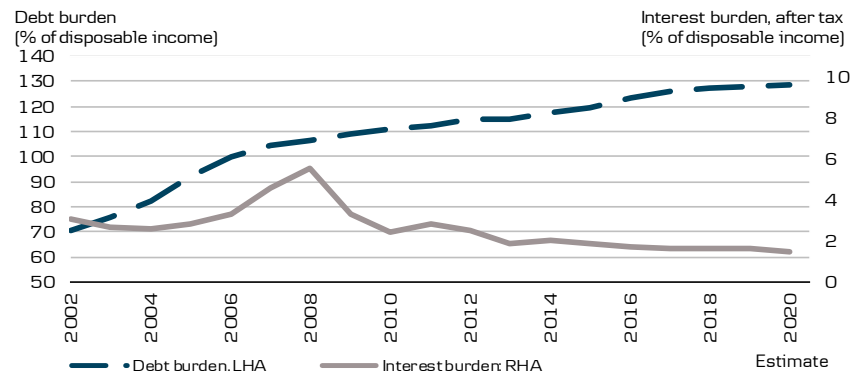
** German 10Y

5.3 Charts

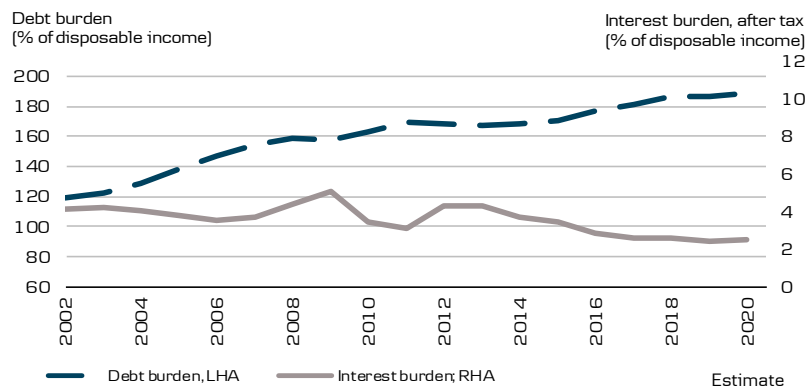
Household debt and interest payments, Denmark



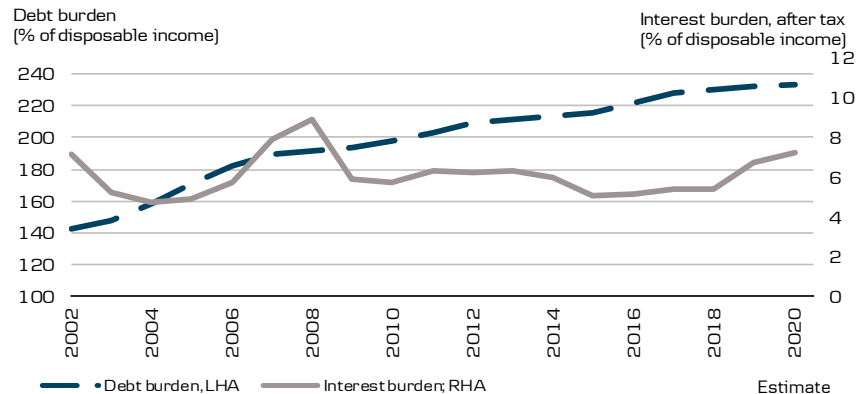
Household debt and interest payments, Finland



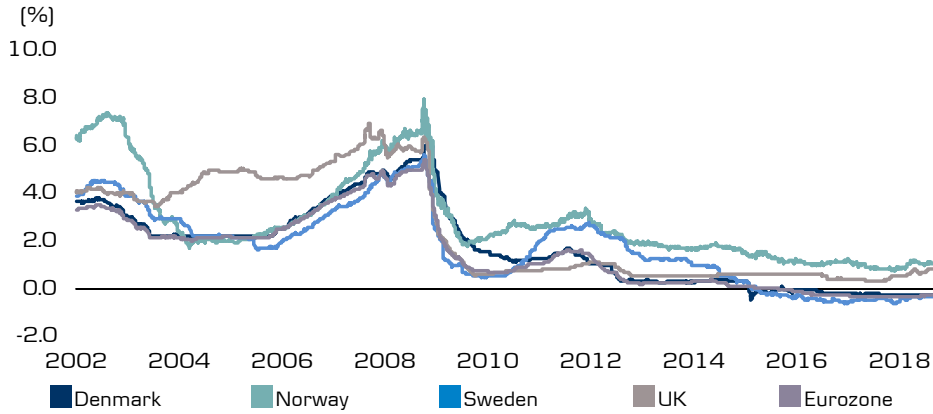
Household debt and interest payments, Sweden



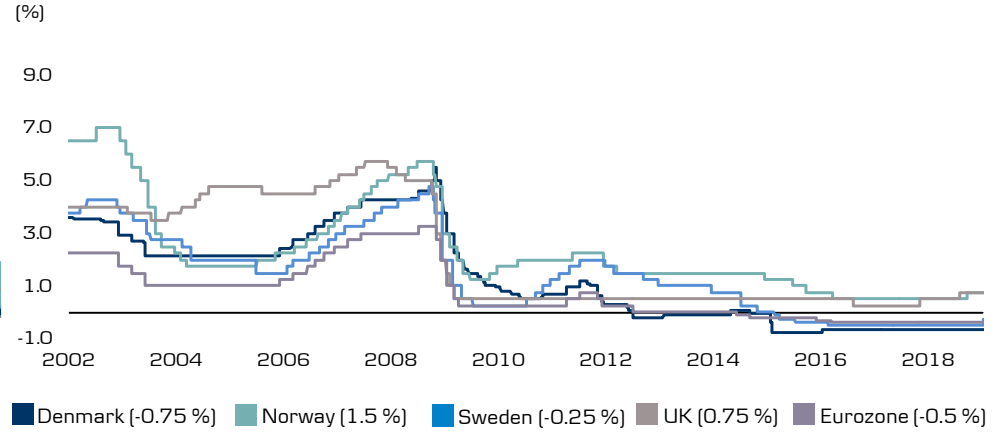
Household debt and interest payments, Norway



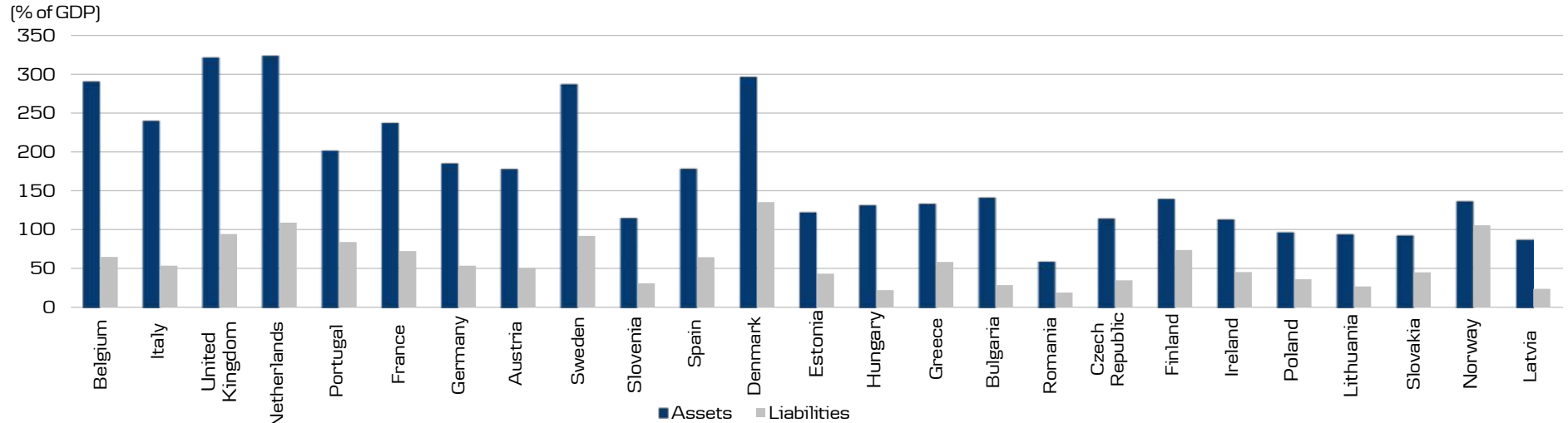
Interbank rates, 3-months



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.

Appendix 6. Additional Pillar 3 disclosures

6.1 Risk exposures amount & risk weights

At 30 September 2019 (DKK million)				
	30 September 2019		30 June 2019	
	REA	Weights (%)	REA	Weights (%)
Credit risk				
A-IRB approach:				
Institutions	4,746	22	4,713	24
Corporates	270,462	31	265,535	30
Exposures secured by real property	155,315	17	157,308	17
Other retail	18,679	23	19,650	23
Securitisations	260	14	399	18
Other assets	12,347	84	14,200	86
A-IRB approach, total	461,810	24	461,804	24
F-IRB approach, total	27,089	53	29,716	56
Standardised approach, total	126,039	20	121,097	17
Credit risk, total	614,938		612,617	
Counterparty credit risk	40,107	13	32,275	11
Central counterparty (CCP) default risk	772	7	750	7
Credit value added (CVA) risk charge	4,526		4,642	
Counterparty credit risk (incl. CCP and CVA)	45,405		37,667	
Market risk, total	43,357		33,254	
Operational risk, total	78,358		78,358	
Total risk exposure amount	782,059		761,897	

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

Risk-weighted assets flow statement of credit exposures under internal risk-based approach

At 30 September 2019 (DKK million)

	RWA amounts	Capital requirements
1 RWAs as at 30 June 2019	491,520	39,322
2 Asset size	2,526	202
3 Asset quality	-2,025	-162
4 Model updates	-	-
5 Methodology and policy	-	-
6 Acquisitions and disposals	-	-
7 Foreign exchange movements	-1,125	-90
8 Technical changes	-	-
9 Other	-1,997	-160
10 RWAs as at 30 September 2019	488,899	39,112

The increase in 'Asset Size' was mainly driven by increased exposures corporate segment. The decrease in 'Foreign exchange movements' is mainly driven by the depreciation of NOK and SEK.

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

Risk-weighted assets flow statement of CCR exposures under IMM

At 30 September 2019 (DKK million)

	RWA amounts	Capital requirements
1 RWAs as at 30 June 2019	26,975	2,158
2 Asset size	6,137	491
3 Credit quality of counterparties	-2,226	-178
4 Model updates (IMM only)	3,269	262
5 Methodology and policy (IMM only)	-	-
6 Acquisitions and disposals	-	-
7 Foreign exchange movements	-	-
8 Other	-	-
9 RWAs as at 30 September 2019	34,155	2,732

CCR exposures under IMM have increased mainly due to decreasing interest rates, strengthened USD, increased collateral mismatch, and due to model updates.

6.4 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 September 2019 (DKK million)

	VaR	SVaR	IRC	Comprehensive risk measure	Other	Total RWAs	Total capital requirements
1 RWAs at 30 June 2019	4,843	23,793	4,232	-	-	32,868	2,629
1a Regulatory adjustment	3,377	17,622	459	-	-	21,458	1,717
1b RWAs at the previous year-end (end of the day)	1,466	6,171	3,773	-	-	11,410	913
2 Movement in risk levels	1,333	181	3,859	-	-	5,374	430
3 Model updates/changes	-	-	-	-	-	-	-
4 Methodology and policy	-	-	-	-	-	-	-
5 Acquisitions and disposals	-	-	-	-	-	-	-
6 Foreign exchange movements	-	-	-	-	-	-	-
7 Other	-	-	-	-	-	-	-
8a RWAs at the end of the reporting period (end of the day)	2,799	6,353	7,632	-	-	16,784	1,343
8b Regulatory adjustment	5,491	20,753	-	-	-	26,244	2,099
8 RWAs at 30 September 2019	8,290	27,106	7,632	-	-	43,028	3,442

REA from VaR increased 91% compared to the previous quarter mainly due to higher interest rate risk. REA from SVaR was almost unchanged compared to previous quarter. IRC increased 102% compared to the previous quarter end due to bond portfolio composition changes.

6.5 Geographical breakdown of exposures

Geographical breakdown of exposures

At 30 September 2019 (DKK million)

	Net value								Total
	Denmark	Sweden	Norway	Finland	United Kingdom	Baltics	Rest of Europe	Other	
1 Central governments or central banks	-	-	-	-	-	-	-	-	-
2 Institutions	4,102	5,241	828	545	2,271	302	14,368	10,056	37,713
3 Corporates	583,537	264,286	159,028	97,910	11,284	1,270	67,891	35,591	1,220,796
4 Retail	634,024	117,549	160,287	100,534	1,334	43	3,210	3,132	1,020,114
5 Equity	-	-	-	-	-	-	-	-	-
6 Securitisations	-	-	-	-	2,594	-	137	-	2,731
7 Other non-credit obligation assets	10,003	1,011	877	2,353	20	0	265	99	14,628
8 Total IRB approach	1,231,666	388,087	321,019	201,342	17,504	1,615	85,872	48,877	2,295,983
9 Central governments or central banks	63,566	10,200	5,350	14,269	32,472	233	65,067	12,028	203,185
10 Regional governments or local authorities	25,457	14,879	615	12,173	1,416	1,418	98	-	56,056
11 Public sector entities	-	-	-	287	-	-	-	-	287
12 Multilateral development banks	-	-	-	580	100	-	954	235	1,869
13 International organisations	-	-	-	-	-	-	346	-	346
14 Institutions	-	79	8	-22	376	55	5	30	530
15 Corporates	3,412	510	150	8,197	29,252	3,686	2,947	897	49,051
16 Retail	343	56	20	9,280	8,827	250	951	304	20,032
17 Secured by mortgages on immovable property	421	551	147	11,465	26,612	4,153	630	34	44,012
18 Exposures in default	26	1	0	363	524	632	49	17	1,613
19 Items associated with particularly high risk	123	0	5	72	1,214	-	21	-	1,436
20 Covered bonds	182,319	17,869	3,172	450	1,616	-	1,344	-	206,769
21 Claims on institutions and corporates with a short-term credit assessment	-	-	-	-	-	-	-	-	-
22 Collective investment undertakings	-	-	-	-	-	-	-	-	-
23 Equity exposures	13,454	97	412	3	40	-	244	8	14,259
24 Other exposures	29,982	660	431	783	761	723	107	5	33,453
25 Total standardised approach	319,103	44,903	10,310	57,901	103,211	11,150	72,762	13,560	632,899
26 Total	1,550,769	432,991	331,329	259,243	120,715	12,765	158,634	62,437	2,928,882

6.6 Concentration of exposures by industry or counterparty types

Concentration of exposures by industry or counterparty types

At 30 September 2019 (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	460	-	-	-	444	-	33,477	-	-	-	-	-	3,333	37,713
3 Corporates	109,567	118,680	231,191	64,686	46,856	25,855	53,939	9,023	50,444	481,263	18,089	1,238	9,965	1,220,796
4 Retail	7,077	7,561	6,622	161	1,455	830	733	32	1,075	12,341	975,679	15	6,535	1,020,114
5 Equity	-	-	-	-	-	-	-	-	-	-	-	-	-	-
6 Securitisations	-	-	-	-	-	-	2,731	-	-	-	-	-	-	2,731
7 Other non-credit obligation assets	510	156	1,608	35	102	167	45	100	168	58	1,935	6	9,740	14,628
8 Total IRB approach	117,613	126,397	239,420	64,882	48,856	26,852	90,924	9,155	51,686	493,662	995,703	1,260	29,572	2,295,983
9 Central governments or central banks	345	-	483	-	43	3	12,723	-	1	26	-	179,063	10,497	203,185
10 Regional governments or local authorities	125	-	306	228	1,026	-	6,265	-	-	0.03	-	47,909	197	56,056
11 Public sector entities	287	-	-	-	-	-	-	-	-	-	-	-	-	287
12 Multilateral development banks	-	-	-	-	-	-	-	-	-	-	-	-	1,869	1,869
13 International organisations	-	-	-	-	-	-	-	-	-	-	-	-	346	346
14 Institutions	-	-	-	-	-	-	95	-	-	-	-	-	436	530
15 Corporates	5,000	6,833	12,980	903	2,399	1,210	4,630	56	2,314	5,572	4,155	20	2,980	49,051
16 Retail	1,105	3,158	2,618	50	158	197	320	8	600	508	11,036	4	270	20,032
17 Secured by mortgages on immovable property	146	117	475	2	333	1	42	-	6	15,060	27,807	-	24	44,012
18 Exposures in default	97	94	706	0.1	1	1	12	0.1	42	93	563	-	5	1,613
19 Items associated with particularly high risk	-	-	661	-	-	-	192	-	-	583	-	-	-	1,436
20 Covered bonds	-	-	-	-	-	-	206,769	-	-	-	-	-	-	206,769
21 Claims on institutions and corporates with a short-term credit assessment	-	-	-	-	-	-	-	-	-	-	-	-	-	-
22 Collective investment undertakings	-	-	-	-	-	-	-	-	-	-	-	-	-	-
23 Equity exposures	0.001	-	222	-	-	54	821	-	-	321	-	-	12,842	14,259
24 Other exposures	-	-	176	-	-	-	0	-	-	-	22,512	4	10,761	33,453
25 Total standardised approach	7,105	10,203	18,626	1,182	3,959	1,466	231,869	64	2,963	22,164	66,073	227,000	40,225	632,899
26 Total	124,719	136,600	258,046	66,065	52,816	28,318	322,793	9,219	54,649	515,825	1,061,776	228,260	69,797	2,928,882

6.7 Geographical distribution of relevant credit exposures

Geographical distribution of relevant credit exposures												
At 30 September 2019 (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	Exposure value for IRB	Of which: General credit exposures	Of which: Trading book exposures	Of which: Securitisation exposures	Total		
Denmark	232,080	1,103,316	51	512	-	-	24,396	245	-	24,642	0.4704	1.00%
Sweden	19,604	347,580	1	1,103	-	-	8,207	138	-	8,345	0.1593	2.50%
Norway	4,509	281,223	0	506	-	-	6,357	37	-	6,393	0.1220	2.00%
Finland	25,517	175,001	0	2,275	-	-	5,847	34	-	5,881	0.1123	0.00%
United Kingdom	52,559	37,763	3	198	-	2,594	3,025	52	20	3,097	0.0591	1.00%
France	569	1,263	1	97	-	-	44	199	-	244	0.0047	0.25%
Iceland	0	752	-	-	-	-	11	-	-	11	0.0002	1.75%
Ireland	447	15,975	0	-	-	44	234	0	0	234	0.0045	1.00%
Slovakia	-	9	-	-	-	-	0	0	-	0	0.0000	1.50%
Czech republic	1	420	-	-	-	-	33	-	-	33	0.0006	1.50%
Hong Kong	4	337	-	3	-	-	9	0	-	9	0.0002	2.50%
Lithuania	2,836	375	-	-	-	-	183	-	-	183	0.0035	1.00%
Other countries	9,574	100,120	8	884	-	137	2,796	513	1	3,310	0.0632	0.00%
Total	347,698	2,064,134	64	5,578	-	2,775	51,144	1,218	21	52,383	1.0000	1.18%

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.

6.8 Leverage ratio

Leverage ratio common disclosure	
At 30 September 2019 (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)	2,616,522
Derivative exposures	
11 Total derivatives exposures	144,697
SFT exposures	
16 Total securities financing transaction exposures	393,881
Other off-balance sheet exposures	
19 Other off-balance sheet exposures	281,237
Capital and total exposure measure	
20 Tier 1 capital	152,679
21 Leverage ratio total exposure measure	3,436,336
Leverage ratio	
22 Leverage ratio	4.4%
Choose on transitional arrangements and amount of derecognised fiduciary items	
EU-23 Choose 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	-

At the end of Q3 2019, the Group's leverage ratio was 4.4% against 4.6% at end of 2018. This development was mainly driven by an exposure increase in trading portfolio assets and by

6.9 Liquidity coverage ratio

Liquidity coverage ratio *		
Scope of consolidation (consolidated)		
Currency and units (DKK million)	Total unweighted value (average)	Total weighted value (average)
Quarter ending on	30 September 2019	30 September 2019
Number of data points used in the calculation of averages	12	12
HIGH-QUALITY LIQUID ASSETS		
1	Total high-quality liquid assets (HQLA)	464,000
CASH - OUTFLOWS		
2	Retail deposits and deposits from small business customers, of which:	38,521
5	Unsecured wholesale funding	227,678
9	Secured wholesale funding	16,115
10	Additional requirements	50,911
14	Other contractual funding obligations	12,202
15	Other contingent funding obligations	61,162
16	TOTAL CASH OUTFLOWS	406,589
CASH - INFLOWS		
17	Secured lending (e.g. reverse repos)	20,843
18	Inflows from fully performing exposures	9,863
19	Other cash inflows	17,987
20	TOTAL CASH INFLOWS	48,693
		TOTAL ADJUSTED VALUE
21	LIQUIDITY BUFFER	464,000
22	TOTAL NET CASH OUTFLOWS	357,896
23	LIQUIDITY COVERAGE RATIO (%)	130%

* All numbers on Liquidity coverage ratio are a simple arithmetic average of end of month data for the period October 2018 to September 2019.

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
5 February 2020	Annual Report 2019
17 March 2020	Annual general meeting
30 April 2020	Interim report - first quarter 2020
17 July 2020	Interim report - first half 2020
4 November 2020	Interim report - first nine months 2020

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