

Fact Book *Q2 2020*

Supplementary Information for Investors and Analysts
Unaudited

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1. Group

1.1 Financial result & key figures

1.1.1 Income statement, quarterly – Danske Bank Group

| (DKK millions) | Q220 | Q120 | Q419 | Q319 | Q219 | Q119 | Q418 | Q318 | Year to date 2020 | Year to date 2019 |
|--|--------|--------|--------|--------|--------|--------|--------|--------|----------------------|----------------------|
| Net interest income | 5,510 | 5,479 | 5,541 | 5,445 | 5,371 | 5,520 | 5,895 | 5,852 | 10,989 | 10,890 |
| Net fee income | 3,638 | 3,673 | 4,440 | 3,703 | 3,488 | 3,569 | 3,946 | 3,693 | 7,311 | 7,058 |
| Net trading income | 2,009 | 291 | 1,718 | 1,121 | 1,016 | 1,586 | 868 | 1,216 | 2,300 | 2,602 |
| Other income | 117 | 163 | 454 | 226 | 1,657 | 127 | 222 | 338 | 280 | 1,783 |
| Total income | 11,274 | 9,606 | 12,153 | 10,495 | 11,532 | 10,802 | 10,931 | 11,100 | 20,880 | 22,333 |
| Operating expenses | 6,953 | 6,764 | 8,342 | 6,382 | 6,679 | 6,145 | 6,243 | 7,367 | 13,717 | 12,824 |
| Goodwill impairment charges | - | - | 1,603 | - | - | - | - | - | - | - |
| Profit before loan impairment charges | 4,321 | 2,842 | 2,208 | 4,113 | 4,852 | 4,657 | 4,688 | 3,733 | 7,163 | 9,509 |
| Loan impairment charges | 1,018 | 4,251 | 703 | 343 | 113 | 357 | -43 | 100 | 5,269 | 470 |
| Profit before tax, core | 3,304 | -1,409 | 1,505 | 3,771 | 4,739 | 4,300 | 4,731 | 3,632 | 1,894 | 9,039 |
| Profit before tax, Non-core | -192 | -254 | -244 | 22 | 18 | -288 | -286 | -44 | -446 | -270 |
| Profit before tax | 3,112 | -1,663 | 1,261 | 3,793 | 4,757 | 4,012 | 4,445 | 3,588 | 1,449 | 8,769 |
| Tax | 787 | -374 | -3,780 | 782 | 725 | 1,024 | 950 | 1,099 | 413 | 1,749 |
| Net profit | 2,325 | -1,289 | 5,041 | 3,011 | 4,031 | 2,988 | 3,494 | 2,490 | 1,036 | 7,020 |
| Net profit before goodwill impairment charges | 2,325 | -1,289 | 6,644 | 3,011 | 4,031 | 2,988 | 3,494 | 2,490 | 1,036 | 7,020 |
| Attributable to shareholders of Danske Bank A/S (the parent Company) | 2,204 | -1,484 | 4,842 | 2,814 | 3,835 | 2,794 | 3,302 | 2,292 | 720 | 6,629 |
| Attributable to additional tier 1 capital holders | 121 | 195 | 199 | 197 | 197 | 194 | 192 | 198 | 316 | 390 |

As described in Annual Report 2019, a restatement has been made between the income lines. Comparative figures have been restated accordingly.

1.1.2 Income statement, yearly – Danske Bank Group

| (DKK millions) | 2019 | 2018 | 2017 | 2016 | 2015 |
|---|--------|--------|--------|--------|--------|
| Net interest income | 21,877 | 23,571 | 23,806 | 22,028 | 21,402 |
| Net fee income | 15,201 | 15,258 | 15,852 | 14,366 | 15,223 |
| Net trading income | 5,441 | 4,570 | 7,087 | 8,607 | 6,848 |
| Other income | 2,463 | 966 | 1,403 | 2,957 | 2,138 |
| Total income | 44,982 | 44,365 | 48,149 | 47,959 | 45,611 |
| Operating expenses | 27,548 | 25,011 | 22,722 | 22,642 | 23,237 |
| Goodwill impairment charges | 1,603 | - | - | - | 4,601 |
| Profit before loan impairment charges | 15,831 | 19,354 | 25,427 | 25,317 | 17,773 |
| Loan impairment charges | 1,516 | -650 | -873 | -3 | 57 |
| Profit before tax, core | 14,315 | 20,004 | 26,300 | 25,320 | 17,716 |
| Profit before tax, Non-core | -493 | -282 | -12 | 37 | 46 |
| Profit before tax | 13,822 | 19,722 | 26,288 | 25,357 | 17,762 |
| Tax | -1,249 | 4,548 | 5,388 | 5,500 | 4,639 |
| Net profit | 15,072 | 15,174 | 20,900 | 19,858 | 13,123 |
| Net profit before goodwill impairment charges | 16,675 | 15,174 | 20,900 | 19,858 | 17,724 |
| Attributable to additional tier 1 capital holders | 786 | 781 | 786 | 663 | 607 |
| Return on avg. shareholders' equity (%) | 9.6 | 9.8 | 13.6 | 13.1 | 8.5 |

As described in Annual Report 2019, a restatement has been made between the income lines. Comparative figures have been restated accordingly.

1.1.3 Balance sheet – Danske Bank Group

| (DKK millions) | Q220 | Q120 | Q419 | Q319 | Q219 | Q119 | Q418 | Q318 | Year to date 2020 | Year to date 2019 |
|--|------------------|------------------|------------------|------------------|------------------|------------------|------------------|------------------|----------------------|----------------------|
| Cash in hand and demand deposits with central banks | 220,887 | 127,417 | 98,671 | 96,673 | 137,130 | 47,321 | 40,997 | 70,445 | 220,887 | 137,130 |
| Due from credit institutions and central banks | 42,550 | 99,277 | 81,941 | 84,013 | 97,773 | 171,169 | 169,237 | 204,884 | 42,550 | 97,773 |
| Trading portfolio assets | 655,578 | 706,541 | 495,313 | 612,071 | 534,030 | 468,414 | 415,811 | 443,758 | 655,578 | 534,030 |
| Investment securities | 298,758 | 292,797 | 284,873 | 285,920 | 265,507 | 264,909 | 276,424 | 275,230 | 298,758 | 265,507 |
| Repo lending | 336,669 | 336,609 | 346,708 | 374,852 | 314,609 | 319,906 | 316,362 | 323,131 | 336,669 | 314,609 |
| Loans and advances (ex repos) | 1,822,545 | 1,781,846 | 1,821,309 | 1,817,630 | 1,808,656 | 1,793,049 | 1,769,438 | 1,757,868 | 1,822,545 | 1,808,656 |
| Assets under pooled schemes and unit-linked investment contracts | 106,653 | 99,908 | 111,089 | 96,921 | 94,818 | 92,952 | 93,988 | 149,108 | 106,653 | 94,818 |
| Assets under insurance contracts | 523,427 | 496,792 | 463,816 | 527,979 | 459,406 | 424,824 | 377,369 | 385,391 | 523,427 | 459,406 |
| Assets in Non-core | 4,815 | 6,168 | 7,519 | 11,417 | 13,155 | 15,319 | 14,346 | 15,424 | 4,815 | 13,155 |
| Holdings in associated undertakings | 285 | 295 | 341 | 365 | 385 | 381 | 381 | 461 | 285 | 385 |
| Intangible assets | 8,987 | 9,098 | 9,167 | 11,071 | 11,118 | 11,147 | 11,224 | 11,185 | 8,987 | 11,118 |
| Investment property | 2,569 | 2,612 | 2,644 | 3,074 | 3,068 | 3,050 | 3,167 | 3,266 | 2,569 | 3,068 |
| Tangible assets | 13,369 | 13,678 | 14,069 | 13,905 | 13,959 | 13,863 | 7,768 | 7,511 | 13,369 | 13,959 |
| Current tax assets | 3,971 | 4,322 | 2,601 | 3,758 | 3,366 | 3,266 | 2,434 | 2,988 | 3,971 | 3,366 |
| Deferred tax assets | 825 | 773 | 372 | 465 | 395 | 379 | 471 | 487 | 825 | 395 |
| Others | 19,717 | 29,558 | 20,616 | 22,603 | 21,036 | 84,964 | 79,052 | 21,892 | 19,717 | 21,036 |
| Total assets | 4,061,603 | 4,007,691 | 3,761,050 | 3,962,718 | 3,778,409 | 3,714,914 | 3,578,467 | 3,673,028 | 4,061,603 | 3,778,409 |
| Due to credit institutions and central banks | 94,876 | 96,839 | 98,828 | 128,422 | 127,528 | 141,753 | 148,095 | 149,820 | 94,876 | 127,528 |
| Trading portfolio liabilities | 541,912 | 603,008 | 452,190 | 541,773 | 450,930 | 423,324 | 390,222 | 401,698 | 541,912 | 450,930 |
| Repo deposits | 297,949 | 307,804 | 232,271 | 269,399 | 276,071 | 254,444 | 262,181 | 270,805 | 297,949 | 276,071 |
| Due to customers (ex repos) | 1,092,735 | 995,249 | 962,865 | 926,318 | 931,646 | 909,354 | 894,495 | 908,887 | 1,092,735 | 931,646 |
| Bonds issued by Realkredit Danmark | 749,168 | 762,026 | 795,721 | 813,893 | 779,074 | 751,185 | 741,092 | 738,336 | 749,168 | 779,074 |
| Deposits under pooled schemes and unit-linked investment contracts | 107,314 | 100,378 | 111,537 | 101,773 | 100,177 | 98,448 | 97,840 | 157,613 | 107,314 | 100,177 |
| Liabilities under insurance contracts | 560,512 | 534,025 | 504,714 | 563,835 | 503,148 | 458,521 | 417,279 | 422,288 | 560,512 | 503,148 |
| Liabilities Non-core | 2,712 | 2,492 | 2,501 | 4,917 | 5,145 | 5,596 | 4,014 | 5,282 | 2,712 | 5,145 |
| Other issued bonds | 373,196 | 351,612 | 350,190 | 368,282 | 367,244 | 367,794 | 330,477 | 369,641 | 373,196 | 367,244 |
| Provisions | 1,169 | 1,306 | 1,077 | 1,103 | 1,581 | 1,880 | 716 | 752 | 1,169 | 1,581 |
| Current tax liabilities | 9 | 61 | 164 | 580 | 51 | 316 | 1,011 | 922 | 9 | 51 |
| Deferred tax liabilities | 2,138 | 2,119 | 2,008 | 7,865 | 7,742 | 7,752 | 7,869 | 8,218 | 2,138 | 7,742 |
| Others | 41,623 | 51,789 | 44,743 | 43,146 | 39,670 | 107,078 | 96,808 | 44,183 | 41,623 | 39,670 |
| Subordinated debt | 31,790 | 31,968 | 31,733 | 25,948 | 25,415 | 28,891 | 23,092 | 33,882 | 31,790 | 25,415 |
| Total liabilities | 3,897,103 | 3,840,676 | 3,590,541 | 3,797,255 | 3,615,422 | 3,556,337 | 3,415,191 | 3,512,325 | 3,897,103 | 3,615,422 |
| Share capital | 8,622 | 8,622 | 8,622 | 8,622 | 8,622 | 8,960 | 8,960 | 8,960 | 8,622 | 8,622 |
| Foreign currency translation reserve | -1,875 | -2,758 | -372 | -742 | -334 | -976 | -745 | -623 | -1,875 | -334 |
| Reserve for bonds at fair value (OCI) | 138 | -309 | 102 | 190 | 272 | 192 | 90 | 127 | 138 | 272 |
| Proposed dividends ¹ | - | - | 7,329 | - | - | - | 7,616 | - | - | - |
| Retained earnings | 149,043 | 147,032 | 140,590 | 142,994 | 140,188 | 135,981 | 133,056 | 137,835 | 149,043 | 140,188 |
| Shareholders' equity | 155,927 | 152,587 | 156,271 | 151,064 | 148,748 | 144,156 | 148,976 | 146,299 | 155,927 | 148,748 |
| Additional tier 1 capital holders | 8,573 | 14,428 | 14,237 | 14,400 | 14,240 | 14,421 | 14,300 | 14,404 | 8,573 | 14,240 |
| Total equity | 164,500 | 167,015 | 170,508 | 165,464 | 162,988 | 158,577 | 163,276 | 160,703 | 164,500 | 162,988 |
| Total liabilities and equity | 4,061,603 | 4,007,691 | 3,761,050 | 3,962,718 | 3,778,409 | 3,714,914 | 3,578,467 | 3,673,028 | 4,061,603 | 3,778,409 |
| Total risk exposure amount, Group, end of period | 784,941 | 773,306 | 767,177 | 782,059 | 761,897 | 758,365 | 748,104 | 738,241 | 784,941 | 761,897 |

¹As announced on 20 April 2020 the Board of Directors has decided to propose to the general meeting that no dividends be paid for 2019.

1.1.4 Ratios and key figures

| (DKK millions) | Q220 | Q120 | Q419 | Q319 | Q219 | Q119 | Q418 | Q318 | Year to date 2020 | Year to date 2019 |
|--|--------|--------|--------|--------|--------|--------|---------|---------|----------------------|----------------------|
| Profitability | | | | | | | | | | |
| Net interest income as % p.a. of loans and deposits ¹ | 0.76 | 0.79 | 0.80 | 0.79 | 0.79 | 0.82 | 0.88 | 0.88 | 0.78 | 0.81 |
| Cost/income ratio for the period (%) | 61.7 | 70.4 | 81.8 | 60.8 | 57.9 | 56.9 | 57.1 | 66.4 | 65.7 | 57.4 |
| Return on avg. shareholders' equity (% p.a.) ² | 5.7 | -3.8 | 12.6 | 7.6 | 10.5 | 7.7 | 8.8 | 6.4 | 0.9 | 9.0 |
| Loan loss ratio incl. Non-core (%) | 0.24 | 0.91 | 0.13 | 0.06 | 0.05 | 0.13 | -0.01 | 0.02 | 0.57 | 0.09 |
| Capital & liquidity | | | | | | | | | | |
| Common equity tier 1 capital ratio (%) | 17.6 | 17.6 | 17.3 | 16.4 | 16.6 | 16.7 | 17.0 | 16.4 | 17.6 | 16.6 |
| Tier 1 capital ratio (%) | 19.9 | 20.0 | 20.4 | 19.5 | 19.8 | 19.8 | 20.1 | 19.6 | 19.9 | 19.8 |
| Total capital ratio (%) | 22.1 | 22.3 | 22.7 | 21.0 | 21.2 | 21.8 | 21.3 | 20.9 | 22.1 | 21.2 |
| Total risk exposure amount (DKK billions) | 785 | 773 | 767 | 782 | 762 | 758 | 748 | 738 | 785 | 762 |
| Leverage ratio (transitional, %) | 4.4 | 4.5 | 4.7 | 4.4 | 4.4 | 4.5 | 4.6 | 4.3 | 4.4 | 4.4 |
| Leverage ratio (fully phased-in, %) | 4.4 | 4.4 | 4.6 | 4.4 | 4.4 | 4.5 | 4.5 | 4.2 | 4.4 | 4.4 |
| Liquidity coverage ratio (%) | 155.8 | 154.4 | 140.1 | 134.0 | 129.0 | 130.0 | 120.6 | 134.6 | 155.8 | 129.0 |
| Share data | | | | | | | | | | |
| Earnings per share (DKK) ² | 2.6 | -1.7 | 5.7 | 3.3 | 4.5 | 3.3 | 3.7 | 2.7 | 0.8 | 7.8 |
| Diluted earnings per share (DKK) ² | 2.6 | -1.7 | 5.7 | 3.3 | 4.5 | 3.3 | 3.8 | 2.7 | 0.8 | 7.8 |
| Share price, end of period (DKK) | 88.3 | 76.9 | 107.8 | 95.4 | 103.8 | 116.8 | 128.9 | 168.7 | 88.3 | 103.8 |
| Book value per share, end of period (DKK) ² | 182.9 | 178.8 | 183.1 | 176.9 | 174.2 | 168.7 | 174.3 | 171.0 | 182.9 | 174.2 |
| Price/earnings, end of period, p.a. | 8.6 | -11.1 | 4.8 | 7.2 | 5.8 | 8.8 | 8.7 | 15.9 | 52.5 | 6.7 |
| Share outstanding, end of period (millions) | 852.6 | 853.6 | 853.7 | 853.8 | 854.0 | 854.6 | 854.8 | 855.8 | 852.6 | 854.0 |
| Issued shares, end of period (millions) | 862.2 | 862.2 | 862.2 | 862.2 | 862.2 | 896.0 | 896.0 | 896.0 | 862.2 | 862.2 |
| Share price/book value per share, end of period | 0.5 | 0.4 | 0.6 | 0.5 | 0.6 | 0.7 | 0.7 | 1.0 | 0.5 | 0.6 |
| Market capital, end of period (DKK millions) | 75,267 | 65,638 | 92,029 | 81,437 | 88,607 | 99,820 | 110,183 | 144,376 | 75,267 | 88,607 |
| Other | | | | | | | | | | |
| Full-time-equivalent staff, end of period | 22,191 | 22,032 | 22,006 | 21,960 | 21,462 | 20,978 | 20,683 | 20,530 | 22,191 | 21,462 |

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

As announced on 20 April 2020, the Board of Directors has decided to propose to the general meeting that no dividends be paid for 2019. The previously proposed dividends have been added back to common equity tier 1 capital in 2020.

¹ Based on average balances.

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) | Q220 | Q120 | Q419 | Q319 | Q219 | Q119 | Q418 | Q318 | Year to date 2020 | Year to date 2019 |
|---------------------------|-------|-------|-------|-------|-------|-------|-------|-------|----------------------|----------------------|
| Banking DK | 2,277 | 2,203 | 2,231 | 2,251 | 2,283 | 2,346 | 2,421 | 2,416 | 4,481 | 4,629 |
| Banking Nordic | 2,048 | 1,999 | 1,992 | 1,959 | 1,930 | 1,959 | 2,067 | 2,050 | 4,047 | 3,888 |
| Corporates & Institutions | 1,058 | 893 | 985 | 885 | 857 | 930 | 954 | 992 | 1,951 | 1,787 |
| Wealth Management | -60 | -84 | -75 | -69 | -55 | -48 | -45 | -49 | -143 | -103 |
| Northern Ireland | 327 | 375 | 391 | 368 | 379 | 386 | 383 | 373 | 703 | 765 |
| Other Activities | -142 | 93 | 18 | 52 | -23 | -52 | 115 | 71 | -49 | -75 |
| Total core activities | 5,510 | 5,479 | 5,541 | 5,445 | 5,371 | 5,520 | 5,895 | 5,852 | 10,989 | 10,890 |
| Non-core | 15 | 15 | 23 | 48 | 36 | 60 | 34 | 70 | 30 | 96 |
| Group Total | 5,524 | 5,494 | 5,564 | 5,493 | 5,407 | 5,579 | 5,929 | 5,922 | 11,018 | 10,986 |

1.2.2 Net interest income (QoQ and YoY)

| BANKING DK (DKK millions) | | Change over the past quarter | | Change over the past year |
|------------------------------|--------|---------------------------------|------------|------------------------------|
| Net interest income | (Q120) | 2,203 | (YTD 2019) | 4,629 |
| Lending volume | | -41 | | -62 |
| Lending margin | | -82 | | -268 |
| Deposit volume | | 10 | | 11 |
| Deposit margin | | 214 | | 202 |
| Other interest | | -27 | | -33 |
| Net interest income | (Q220) | 2,277 | (YTD 2020) | 4,481 |

| BANKING NORDIC (DKK millions) | | Change over the past quarter | | Change over the past year |
|----------------------------------|--------|---------------------------------|------------|------------------------------|
| Net interest income | (Q120) | 1,999 | (YTD 2019) | 3,888 |
| Lending volume | | 35 | | 163 |
| Lending margin | | 37 | | 127 |
| Deposit volume | | 32 | | 102 |
| Deposit margin | | -72 | | -28 |
| Other interest | | 18 | | -205 |
| Net interest income | (Q220) | 2,048 | (YTD 2020) | 4,047 |

| CORPORATES & INSTITUTIONS (DKK millions) | | Change over the past quarter | | Change over the past year |
|---|--------|---------------------------------|------------|------------------------------|
| Net interest income | (Q120) | 893 | (YTD 2019) | 1,787 |
| Lending volume | | 53 | | 129 |
| Lending margin | | -37 | | 1 |
| Deposit volume | | 37 | | 56 |
| Deposit margin | | 54 | | 80 |
| Other interest | | 59 | | -102 |
| Net interest income | (Q220) | 1,058 | (YTD 2020) | 1,951 |

| NORTHERN IRELAND (DKK millions) | | Change over the past quarter | | Change over the past year |
|------------------------------------|--------|---------------------------------|------------|------------------------------|
| Net interest income | (Q120) | 375 | (YTD 2019) | 765 |
| Lending volume | | -4 | 0 | 2 |
| Lending margin | | -20 | 0 | -25 |
| Deposit volume | | 16 | 0 | 41 |
| Deposit margin | | -25 | 0 | -77 |
| Other interest | | -16 | 0 | -3 |
| Net interest income | (Q220) | 327 | (YTD 2020) | 703 |

1.3.1 Net fee income by Business Unit

| (DKK millions) | Q220 | Q120 | Q419 | Q319 | Q219 | Q119 | Q418 | Q318 | Year to date 2020 | Year to date 2019 |
|---------------------------|--------------|--------------|--------------|--------------|--------------|--------------|--------------|--------------|----------------------|----------------------|
| Banking DK | 937 | 1,179 | 1,209 | 1,235 | 941 | 1,011 | 973 | 1,098 | 2,116 | 1,952 |
| Banking Nordic | 451 | 477 | 479 | 470 | 445 | 463 | 471 | 453 | 928 | 908 |
| Corporates & Institutions | 699 | 772 | 836 | 673 | 709 | 692 | 754 | 681 | 1,471 | 1,401 |
| Wealth Management | 1,569 | 1,222 | 1,885 | 1,286 | 1,371 | 1,360 | 1,732 | 1,426 | 2,791 | 2,731 |
| Northern Ireland | 50 | 83 | 89 | 86 | 93 | 96 | 94 | 97 | 133 | 189 |
| Other Activities | -69 | -60 | -57 | -47 | -70 | -53 | -79 | -62 | -129 | -123 |
| Total | 3,638 | 3,673 | 4,440 | 3,703 | 3,488 | 3,569 | 3,946 | 3,693 | 7,311 | 7,058 |

As described in Annual Report 2019, a restatement has been made between the income lines. Comparative figures have been restated accordingly.

1.3.2 Net fee income breakdown

| (DKK millions) | Q220 | Q120 | Q419 | Q319 | Q219 | Q119 | Q418 | Q318 | Year to date 2020 | Year to date 2019 |
|---|--------------|--------------|--------------|--------------|--------------|--------------|--------------|--------------|----------------------|----------------------|
| Investment | 1,302 | 1,330 | 1,605 | 1,281 | 1,158 | 1,227 | 1,506 | 1,351 | 2,631 | 2,385 |
| Pension and Insurance | 1,109 | 701 | 1,062 | 737 | 817 | 856 | 916 | 879 | 1,810 | 1,673 |
| Money transfers, account fees and cash management | 460 | 722 | 664 | 715 | 615 | 702 | 618 | 707 | 1,182 | 1,317 |
| Lending and Guarantees | 466 | 579 | 689 | 724 | 571 | 509 | 535 | 512 | 1,045 | 1,079 |
| Capital markets | 302 | 340 | 420 | 246 | 328 | 275 | 371 | 244 | 643 | 603 |
| Total | 3,638 | 3,673 | 4,440 | 3,703 | 3,488 | 3,569 | 3,946 | 3,693 | 7,311 | 7,058 |

As described in Annual Report 2019, a restatement has been made between the income lines. Comparative figures have been restated accordingly.

1.4.1 Net trading income by Business Unit

| (DKK millions) | Q220 | Q120 | Q419 | Q319 | Q219 | Q119 | Q418 | Q318 | Year to date 2020 | Year to date 2019 |
|---------------------------|--------------|------------|--------------|--------------|--------------|--------------|------------|--------------|----------------------|----------------------|
| Banking DK | 213 | 329 | 318 | 288 | 257 | 313 | 270 | 176 | 542 | 570 |
| Banking Nordic | 53 | 67 | 72 | 61 | 77 | 70 | 79 | 89 | 120 | 147 |
| Corporates & Institutions | 1,777 | -158 | 586 | 182 | 432 | 914 | 383 | 529 | 1,619 | 1,347 |
| Wealth Management | 125 | -81 | -249 | 452 | - | 136 | -142 | 49 | 44 | 136 |
| Northern Ireland | 26 | 52 | -3 | 43 | 40 | 30 | 22 | 20 | 78 | 70 |
| Other Activities | -184 | 81 | 993 | 96 | 209 | 123 | 258 | 353 | -103 | 332 |
| Hereof Group Treasury | 60 | -229 | 1,095 | 9 | 139 | 107 | 11 | 206 | -169 | 246 |
| Total | 2,009 | 291 | 1,718 | 1,121 | 1,016 | 1,586 | 868 | 1,216 | 2,300 | 2,602 |

As described in Annual Report 2019, a restatement has been made between the income lines. Comparative figures have been restated accordingly.

1.5.1 Operating expenses by Business Unit

| (DKK millions) | Q220 | Q120 | Q419 | Q319 | Q219 | Q119 | Q418 | Q318 | Year to date 2020 | Year to date 2019 |
|---------------------------|--------------|--------------|--------------|--------------|--------------|--------------|--------------|--------------|----------------------|----------------------|
| Banking DK | 2,457 | 2,187 | 2,523 | 2,070 | 2,120 | 2,023 | 1,993 | 1,952 | 4,645 | 4,144 |
| Banking Nordic | 1,651 | 1,537 | 1,757 | 1,480 | 1,513 | 1,519 | 1,404 | 1,285 | 3,188 | 3,032 |
| Corporates & Institutions | 1,396 | 1,235 | 1,318 | 1,128 | 1,184 | 1,204 | 1,177 | 1,107 | 2,631 | 2,388 |
| Wealth Management | 779 | 865 | 879 | 784 | 1,074 | 852 | 1,173 | 894 | 1,644 | 1,927 |
| Northern Ireland | 295 | 300 | 344 | 277 | 293 | 302 | 319 | 299 | 595 | 595 |
| Other Activities | 374 | 640 | 1,521 | 643 | 495 | 244 | 178 | 1,829 | 1,014 | 739 |
| Total | 6,953 | 6,764 | 8,342 | 6,382 | 6,679 | 6,145 | 6,243 | 7,367 | 13,717 | 12,824 |

1.5.2 Expense breakdown

| (DKK millions) | Q220 | Q120 | Q419 | Q319 | Q219 | Q119 | Q418 | Q318 | Year to date 2020 | Year to date 2019 |
|--|--------------|--------------|--------------|--------------|--------------|--------------|--------------|--------------|----------------------|----------------------|
| Staff costs | 3,981 | 3,908 | 3,827 | 3,700 | 3,710 | 3,695 | 3,563 | 3,465 | 7,889 | 7,405 |
| Severance pay | 91 | 92 | 179 | 67 | 82 | 60 | 82 | 89 | 183 | 142 |
| IT expenses | 484 | 441 | 449 | 393 | 417 | 438 | 484 | 466 | 925 | 855 |
| Other operating expenses | 1,801 | 1,792 | 2,905 | 1,638 | 1,887 | 1,415 | 1,688 | 3,022 | 3,593 | 3,301 |
| Staff and administration expenses total | 6,357 | 6,232 | 7,360 | 5,798 | 6,095 | 5,609 | 5,816 | 7,042 | 12,589 | 11,704 |
| Amortisation and write-down, intangibles | 269 | 223 | 599 | 255 | 258 | 236 | 298 | 190 | 491 | 494 |
| Depreciation, tangibles | 327 | 310 | 384 | 329 | 326 | 300 | 130 | 135 | 637 | 626 |
| Other expenses | - | - | -1 | - | 1 | - | -1 | - | - | 1 |
| Operating expenses | 6,953 | 6,764 | 8,342 | 6,382 | 6,679 | 6,145 | 6,243 | 7,367 | 13,717 | 12,824 |

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

| (DKK millions) | Q220 | Q120 | Q419 | Q319 | Q219 | Q119 | Q418 | Q318 | Year to date | Year to date |
|---------------------------|-------|-------|------|------|------|------|------|------|--------------|--------------|
| | | | | | | | | | 2020 | 2019 |
| Banking DK | -337 | 945 | -261 | -109 | -177 | 205 | -140 | -27 | 609 | 27 |
| Banking Nordic | 155 | 952 | 511 | 86 | -37 | -49 | -79 | -89 | 1,107 | -87 |
| Corporates & Institutions | 1,089 | 2,181 | 459 | 369 | 300 | 221 | 175 | 235 | 3,270 | 520 |
| Northern Ireland | 87 | 165 | -5 | -4 | 28 | -14 | -1 | -22 | 252 | 14 |
| Other Activities | 23 | 7 | -1 | 1 | - | -5 | 3 | 4 | 30 | -5 |
| Total core | 1,018 | 4,251 | 703 | 343 | 113 | 357 | -43 | 100 | 5,269 | 470 |

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

| (DKK millions) | Q220 | Q120 | Q419 | Q319 | Q219 | Q119 | Q418 | Q318 | Year to date | Year to date |
|--|-------|--------|------|--------|--------|--------|------|------|--------------|--------------|
| | | | | | | | | | 2020 | 2019 |
| Expected credit losses under IFRS 9: | 640 | 4,315 | 449 | 15 | 85 | 236 | 102 | 75 | 4,955 | 321 |
| New assets | 1,846 | 1,373 | 523 | 1,068 | 969 | 1,338 | 348 | 760 | 3,219 | 2,307 |
| Assets derecognised | -966 | -1,602 | -858 | -1,373 | -1,069 | -1,077 | -654 | -885 | -2,568 | -2,146 |
| Impact of net remeasurement of ECL (incl. changes in models) | -240 | 4,544 | 784 | 320 | 185 | -25 | 408 | 200 | 4,304 | 160 |
| Write-offs charged directly to income statement | 507 | 66 | 393 | 541 | 184 | 292 | 206 | 177 | 574 | 476 |
| Received on claims previously written off | -51 | -65 | -70 | -152 | -87 | -106 | -279 | -83 | -117 | -193 |
| Interest adjustment according to the effective interest method | -79 | -65 | -69 | -62 | -69 | -65 | -72 | -68 | -143 | -134 |
| Total | 1,018 | 4,251 | 703 | 343 | 113 | 357 | -43 | 100 | 5,269 | 470 |

1.6.3 Loan loss ratio

| [%] | Q220 | Q120 | Q419 | Q319 | Q219 | Q119 | Q418 | Q318 | Year to date | Year to date |
|---------------------------|-------|------|-------|-------|-------|-------|-------|-------|--------------|--------------|
| | | | | | | | | | 2020 | 2019 |
| Banking DK | -0.14 | 0.40 | -0.11 | -0.05 | -0.07 | 0.09 | -0.07 | -0.01 | 0.13 | 0.01 |
| Banking Nordic | 0.10 | 0.59 | 0.32 | 0.05 | -0.02 | -0.03 | -0.05 | -0.05 | 0.35 | -0.03 |
| Corporates & Institutions | 1.75 | 3.66 | 0.77 | 0.63 | 0.53 | 0.37 | 0.32 | 0.42 | 2.74 | 0.44 |
| Northern Ireland | 0.68 | 1.22 | -0.04 | -0.03 | 0.21 | -0.11 | -0.01 | -0.18 | 0.93 | 0.06 |
| Total core activities | 0.22 | 0.90 | 0.15 | 0.07 | 0.02 | 0.08 | -0.01 | 0.02 | 0.56 | 0.05 |
| Non-core | 5.48 | 5.35 | -3.74 | -1.54 | 2.80 | 7.07 | -0.14 | -0.12 | 5.06 | 5.00 |
| Group Total | 0.24 | 0.91 | 0.13 | 0.06 | 0.05 | 0.13 | -0.01 | 0.02 | 0.57 | 0.09 |

1.7.1 Loan portfolio by Business Unit

| Volume (DKK billions) | Segment | Q220 | Q120 | Q419 | Q319 | Q219 | Q119 | Q418 | Q318 | Share of unit (%) | Share of total (%) |
|---------------------------------|------------------|---------|---------|---------|---------|---------|---------|---------|---------|-------------------|--------------------|
| Banking DK | Retail | 545.0 | 543.0 | 551.4 | 555.4 | 556.9 | 547.8 | 546.7 | 547.1 | 58.9 | 25.7 |
| | Commercial | 381.0 | 384.1 | 392.3 | 393.5 | 388.6 | 393.3 | 391.4 | 386.7 | 41.1 | 18.0 |
| | Total | 926.0 | 927.0 | 943.7 | 948.9 | 945.5 | 941.1 | 938.1 | 933.8 | 100.0 | 43.7 |
| Banking Nordic | Finland | 157.1 | 155.5 | 152.5 | 150.9 | 149.6 | 148.1 | 146.8 | 146.3 | 24.7 | 7.4 |
| | Sweden | 235.5 | 224.0 | 228.0 | 223.3 | 229.7 | 233.5 | 230.3 | 227.4 | 37.0 | 11.1 |
| | Norway | 188.2 | 175.5 | 201.5 | 200.1 | 200.3 | 194.8 | 177.8 | 185.8 | 29.5 | 8.9 |
| | Other | 56.3 | 51.7 | 52.9 | 52.1 | 51.2 | 49.6 | 49.8 | 49.0 | 8.8 | 2.7 |
| | Total | 637.2 | 606.8 | 635.0 | 626.4 | 630.9 | 626.1 | 604.7 | 608.5 | 100.0 | 30.1 |
| Corporates & Institutions | Total | 227.5 | 216.5 | 209.1 | 210.3 | 203.0 | 195.3 | 198.3 | 186.6 | 100.0 | 10.7 |
| Northern Ireland | Total | 51.1 | 51.2 | 54.3 | 52.6 | 50.2 | 52.6 | 49.8 | 50.9 | 100.0 | 2.4 |
| Other Activities | Total | 3.2 | 2.2 | -3.0 | -3.2 | -3.8 | -4.3 | -3.8 | -4.2 | 100.0 | 0.2 |
| Allowance account | Banking DK | -10.3 | -11.0 | -10.2 | -10.7 | -10.8 | -11.2 | -11.2 | -11.2 | 45.8 | -0.5 |
| | Banking Nordic | -4.8 | -4.6 | -3.9 | -3.5 | -3.5 | -3.6 | -3.8 | -3.9 | 21.5 | -0.2 |
| | C&I | -6.0 | -5.1 | -3.2 | -2.7 | -2.3 | -2.4 | -2.2 | -2.1 | 26.4 | -0.3 |
| | Northern Ireland | -0.8 | -0.8 | -0.7 | -0.7 | -0.7 | -0.8 | -0.8 | -0.8 | 3.7 | - |
| | Other | -0.6 | -0.6 | - | - | - | - | - | - | 2.6 | - |
| | Total | -22.5 | -22.1 | -18.0 | -17.5 | -17.3 | -18.0 | -17.9 | -18.0 | 100.0 | -1.1 |
| Bank lending, total (ex. Repos) | Banking DK | 915.7 | 916.0 | 933.5 | 938.3 | 934.7 | 930.0 | 926.9 | 922.5 | 50.2 | 43.2 |
| | Banking Nordic | 632.3 | 602.2 | 631.1 | 622.9 | 627.3 | 622.4 | 600.9 | 604.7 | 34.7 | 29.8 |
| | C&I | 221.6 | 211.5 | 206.0 | 207.6 | 200.7 | 192.9 | 196.1 | 184.5 | 12.2 | 10.5 |
| | Northern Ireland | 50.2 | 50.4 | 53.6 | 51.9 | 49.5 | 51.9 | 49.0 | 50.1 | 2.8 | 2.4 |
| | Other | 2.6 | 1.6 | -3.0 | -3.2 | -3.8 | -4.3 | -3.8 | -4.2 | 0.1 | 0.1 |
| | Total | 1,822.5 | 1,781.8 | 1,821.3 | 1,817.6 | 1,808.7 | 1,793.0 | 1,769.4 | 1,757.9 | 100.0 | 86.0 |
| Repos | Total | 297.2 | 295.4 | 323.1 | 337.7 | 255.8 | 259.6 | 260.0 | 285.1 | 100.0 | 14.0 |
| Lending, total | Total | 2,119.8 | 2,077.2 | 2,144.4 | 2,155.3 | 2,064.4 | 2,052.7 | 2,029.5 | 2,043.0 | 100.0 | 100.0 |

1.7.2 Deposit portfolio by Business Unit

| Volume (DKK billions) | Segment | Q220 | Q120 | Q419 | Q319 | Q219 | Q119 | Q418 | Q318 | Share of unit (%) | Share of total (%) |
|----------------------------------|------------|---------|---------|---------|---------|---------|---------|---------|---------|-------------------|--------------------|
| Banking DK | Retail | 294.8 | 280.6 | 272.0 | 267.2 | 267.8 | 258.0 | 255.8 | 255.4 | 76.4 | 23.2 |
| | Commercial | 91.2 | 82.9 | 86.0 | 81.0 | 78.7 | 77.8 | 74.3 | 75.2 | 23.6 | 7.2 |
| | Total | 386.0 | 363.5 | 358.0 | 348.2 | 346.5 | 335.8 | 330.1 | 330.6 | 100.0 | 30.4 |
| Banking Nordic | Finland | 105.7 | 99.2 | 92.0 | 93.5 | 95.6 | 92.0 | 90.9 | 89.2 | 35.5 | 8.3 |
| | Sweden | 94.4 | 81.1 | 83.0 | 75.7 | 75.1 | 73.9 | 72.2 | 72.1 | 31.7 | 7.4 |
| | Norway | 97.7 | 89.2 | 95.3 | 88.6 | 92.1 | 86.3 | 82.5 | 85.4 | 32.8 | 7.7 |
| | Other | 0.2 | 0.2 | 0.2 | 0.2 | 0.2 | 0.2 | 0.2 | 0.2 | 0.1 | - |
| | Total | 298.1 | 269.8 | 270.5 | 258.1 | 263.0 | 252.5 | 245.9 | 246.9 | 100.0 | 23.5 |
| Corporates & Institutions | | 341.2 | 301.4 | 270.7 | 261.6 | 270.5 | 264.3 | 260.8 | 272.5 | 100.0 | 26.9 |
| Northern Ireland | | 75.5 | 70.1 | 70.9 | 66.9 | 64.1 | 65.5 | 62.6 | 63.5 | 100.0 | 5.9 |
| Other Activities | | -8.1 | -9.7 | -7.4 | -8.7 | -12.6 | -8.8 | -4.9 | -4.7 | 100.0 | -0.6 |
| Bank deposits, total (ex. Repos) | | 1,092.7 | 995.2 | 962.9 | 926.3 | 931.6 | 909.4 | 894.5 | 908.9 | 100.0 | 86.1 |
| Repos | | 176.2 | 130.7 | 176.2 | 181.7 | 182.1 | 171.1 | 162.2 | 155.3 | 100.0 | 13.9 |
| Deposits, total | | 1,268.9 | 1,126.0 | 1,139.1 | 1,108.0 | 1,113.7 | 1,080.4 | 1,056.7 | 1,064.2 | 100.0 | 100.0 |

1.7.3 Credit exposure by industry

| (DKK millions) | Q220 | Q120 | Q419 | Q319 | Q219 | Q119 | Q418 | Q318 | % of total Q220 | % of total Q219 |
|--|------------------|------------------|------------------|------------------|------------------|------------------|------------------|------------------|--------------------|--------------------|
| Public institutions | 273,602 | 199,652 | 193,661 | 174,326 | 238,821 | 211,357 | 206,271 | 258,892 | 10.5 | 9.6 |
| Financials | 108,942 | 149,954 | 105,893 | 113,621 | 102,457 | 108,109 | 113,440 | 111,978 | 4.2 | 4.1 |
| Agriculture | 71,458 | 70,402 | 71,127 | 72,400 | 72,056 | 72,135 | 70,807 | 71,445 | 2.8 | 2.9 |
| Automotive | 35,250 | 35,212 | 37,636 | 36,173 | 33,745 | 33,003 | 34,758 | 31,672 | 1.4 | 1.4 |
| Capital goods | 77,584 | 72,510 | 70,035 | 67,743 | 70,068 | 67,561 | 67,519 | 68,050 | 3.0 | 2.8 |
| Commercial property | 310,643 | 306,521 | 315,619 | 310,852 | 308,106 | 312,304 | 301,025 | 305,524 | 12.0 | 12.4 |
| Construction and building materials | 49,915 | 50,819 | 50,109 | 50,656 | 53,934 | 54,532 | 51,981 | 53,119 | 1.9 | 2.2 |
| Consumer goods | 70,183 | 69,699 | 65,750 | 65,725 | 67,786 | 67,892 | 67,353 | 69,488 | 2.7 | 2.7 |
| Hotels, restaurants and leisure | 15,101 | 15,613 | 17,017 | 15,952 | 15,982 | 16,695 | 14,847 | 14,939 | 0.6 | 0.6 |
| Metals and mining | 14,525 | 12,999 | 11,886 | 12,404 | 12,135 | 13,173 | 12,082 | 11,520 | 0.6 | 0.5 |
| Other commercials | 48,331 | 16,297 | 21,191 | 21,933 | 24,969 | 21,051 | 18,613 | 22,551 | 1.9 | 1.0 |
| Pharma and medical devices | 51,115 | 55,560 | 39,639 | 39,085 | 38,026 | 33,859 | 29,331 | 28,272 | 2.0 | 1.5 |
| Private housing co-ops and non-profit associations | 206,831 | 201,847 | 197,983 | 201,731 | 196,871 | 192,289 | 188,806 | 185,246 | 8.0 | 7.9 |
| Pulp, paper and chemicals | 38,479 | 33,075 | 32,682 | 32,362 | 32,425 | 32,325 | 32,044 | 31,206 | 1.5 | 1.3 |
| Retailing | 25,384 | 26,269 | 25,247 | 26,470 | 27,920 | 27,709 | 27,956 | 29,489 | 1.0 | 1.1 |
| Services | 58,996 | 58,040 | 59,302 | 57,076 | 57,512 | 58,069 | 59,678 | 61,083 | 2.3 | 2.3 |
| Shipping, oil and gas | 48,897 | 51,961 | 56,911 | 62,726 | 60,606 | 61,188 | 64,858 | 61,875 | 1.9 | 2.4 |
| Social services | 31,238 | 29,801 | 30,855 | 28,855 | 27,572 | 26,539 | 27,260 | 26,547 | 1.2 | 1.1 |
| Telecom and media | 17,618 | 17,732 | 19,113 | 19,960 | 19,733 | 19,814 | 18,214 | 20,112 | 0.7 | 0.8 |
| Transportation | 16,514 | 14,933 | 16,184 | 14,498 | 14,245 | 13,207 | 13,374 | 13,600 | 0.6 | 0.6 |
| Utilities and infrastructure | 63,691 | 56,721 | 47,107 | 43,319 | 42,750 | 42,678 | 41,809 | 39,662 | 2.5 | 1.7 |
| Personal customers | 962,047 | 930,984 | 958,876 | 959,206 | 964,867 | 955,353 | 930,334 | 937,795 | 37.1 | 38.9 |
| Total | 2,596,342 | 2,476,603 | 2,443,823 | 2,427,073 | 2,482,587 | 2,440,840 | 2,392,359 | 2,454,067 | 100.0 | 100.0 |

1.7.4 Total loans and guarantees

| (DKK billions) | Q220 | Q120 | Q419 | Q319 | Q219 | Q119 | Q418 | Q318 |
|-----------------------------------|--------------|--------------|--------------|--------------|--------------|--------------|--------------|--------------|
| Loans at amortised cost | 1,023 | 990 | 1,018 | 1,009 | 1,004 | 992 | 974 | 963 |
| Loans at fair value | 800 | 792 | 804 | 809 | 805 | 801 | 796 | 794 |
| Loans (excl. repo loans) | 1,823 | 1,782 | 1,821 | 1,818 | 1,809 | 1,793 | 1,769 | 1,758 |
| Repo loans | 297 | 295 | 323 | 338 | 256 | 260 | 260 | 285 |
| Guarantees | 68 | 69 | 69 | 70 | 74 | 76 | 83 | 81 |
| Total loans and guarantees | 2,187 | 2,146 | 2,213 | 2,225 | 2,138 | 2,129 | 2,113 | 2,124 |

1.8 Capital figures and requirements

Danske Bank Group's total capital and ratios

| (DKK millions) | 30 June 2020 | 31 December 2019 |
|--|--------------|------------------|
| Total equity | 164,500 | 170,508 |
| Adjustment to total equity | 233 | 233 |
| Total equity calculated according to the rules of the Danish FSA | 164,733 | 170,741 |
| Additional tier 1 (AT1) capital instruments included in total equity | -8,481 | -14,070 |
| Adjustments for accrued interest and tax effect on AT1 capital | -71 | -130 |
| Common equity tier 1 (CET1) capital instruments | 156,180 | 156,541 |
| IFRS 9 transitional arrangement | 1,923 | 1,325 |
| Deductions from CET1 capital | -20,282 | -25,202 |
| - Portion from intangible assets | -6,235 | -6,339 |
| - Portion from statutory deductions for insurance subsidiaries | -10,378 | -8,439 |
| CET1 capital | 137,821 | 132,664 |
| AT1 capital | 18,292 | 23,944 |
| Tier1 capital | 156,113 | 156,608 |
| Tier 2 capital instruments | 17,554 | 17,598 |
| Total capital | 173,667 | 174,206 |
| Total risk exposure amount | 784,941 | 767,177 |
| Common tier 1 capital ratio | 17.6% | 17.3% |
| Tier1 capital ratio | 19.9% | 20.4% |
| Total capital ratio | 22.1% | 22.7% |

As announced on 20 April 2020, the Board of Directors has decided to propose to the general meeting that no dividends be paid for 2019.

Capital ratios and requirements

| (percentage of total risk exposure amount) | Q220 | Fully phased-in* |
|--|------|------------------|
| Capital ratios | | |
| CET1 capital ratio | 17.6 | 17.3 |
| Total capital ratio | 22.1 | 21.9 |
| 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 | 5.6 | 5.6 |
| - Portion from countercyclical capital buffer | 0.1 | 0.1 |
| - Portion from capital conservation buffer | 2.5 | 2.5 |
| - Portion from SIFI buffer | 3.0 | 3.0 |
| CET capital requirement | 13.2 | 13.2 |
| Minimum capital requirement (Pillar I) | 8.0 | 8.0 |
| Capital add-on (Pillar II) | 4.5 | 4.5 |
| Combined buffer requirement | 5.6 | 5.6 |
| Total capital requirement | 18.1 | 18.1 |
| Excess capital | | |
| CET1 capital | 4.3 | 4.1 |
| Total capital | 4.0 | 3.7 |

The previously proposed dividends have been added back to common equity tier 1 capital in 2020.

* 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 March 2020.

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

NON-PERFORMING LOANS (EX. NON-CORE)

| (DKK billions) | Q220 | Q120 | Q419 | Q319 | Q219 | Q119 | Q418 | Q318 |
|---|-------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|
| Non-default | | | | | | | | |
| Gross exposure | 19.4 | 17.3 | 17.1 | 16.8 | 16.3 | 15.6 | 13.9 | 16.1 |
| Accumulated expected credit losses (IFRS 9) | 5.7 | 5.5 | 5.1 | 4.6 | 4.6 | 4.4 | 4.3 | 5.1 |
| Net exposure | 13.7 | 11.8 | 12.0 | 12.2 | 11.7 | 11.2 | 9.6 | 11.1 |
| Collateral (after haircut) | 11.7 | 9.1 | 11.1 | 9.1 | 9.6 | 9.4 | 7.7 | 8.3 |
| Total unsecured exposure | 2.0 | 2.7 | 0.9 | 3.1 | 2.1 | 1.9 | 2.0 | 2.8 |
| NPL coverage ratio of which not in default (%) ¹ | 74.3 | 66.7 | 84.9 | 60.3 | 69.0 | 70.2 | 68.6 | 64.6 |
| Default | | | | | | | | |
| Gross exposure | 16.3 | 20.1 | 17.6 | 15.4 | 14.8 | 15.6 | 16.0 | 15.2 |
| Accumulated expected credit losses (IFRS 9) | 10.1 | 9.9 | 8.3 | 8.3 | 7.8 | 8.6 | 8.8 | 8.2 |
| Net exposure | 6.1 | 10.2 | 9.4 | 7.2 | 6.9 | 7.0 | 7.3 | 7.0 |
| Collateral (after haircut) | 6.1 | 7.6 | 6.4 | 6.6 | 6.5 | 6.5 | 6.9 | 7.0 |
| Total unsecured exposure | | 2.5 | 3.0 | 0.6 | 0.4 | 0.5 | 0.3 | |
| NPL coverage ratio of which is in default (%) ¹ | 99.8 | 79.8 | 73.6 | 93.5 | 94.7 | 94.9 | 96.2 | 99.6 |
| Total gross non-performing loans | 35.7 | 37.3 | 34.7 | 32.2 | 31.1 | 31.2 | 29.9 | 31.4 |
| NPL coverage ratio (%)¹ | 88.8 | 74.6 | 77.6 | 78.0 | 83.2 | 84.9 | 85.0 | 82.5 |

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)

Non-performing loans by business unit

| (DKK millions) | Q220 | | | Q419 | | |
|-----------------------|----------------|-----------------------------|---------------|----------------|-----------------------------|---------------|
| | Gross exposure | Acc. expected credit losses | Net exposure | Gross exposure | Acc. expected credit losses | Net exposure |
| Non-default | | | | | | |
| Banking DK | 19,446 | 5,731 | 13,714 | 17,073 | 5,099 | 11,974 |
| Banking Nordic | 7,469 | 2,471 | 4,998 | 7,003 | 2,308 | 4,695 |
| C&I | 5,002 | 1,205 | 3,797 | 3,587 | 1,145 | 2,442 |
| Northern Ireland | 6,067 | 1,803 | 4,264 | 5,960 | 1,517 | 4,443 |
| Other | 905 | 249 | 657 | 522 | 129 | 393 |
| | 1 | 3 | -2 | 1 | 0 | 1 |
| Default | | | | | | |
| Banking DK | 16,252 | 10,128 | 6,124 | 17,640 | 8,268 | 9,372 |
| Banking Nordic | 6,449 | 4,335 | 2,114 | 8,586 | 4,975 | 3,611 |
| C&I | 3,009 | 1,510 | 1,499 | 2,397 | 1,274 | 1,123 |
| Northern Ireland | 6,051 | 3,890 | 2,161 | 5,893 | 1,638 | 4,255 |
| Other | 739 | 386 | 352 | 759 | 379 | 380 |
| | 4 | 7 | -3 | 5 | 2 | 3 |
| Total NPL core | 35,698 | 15,859 | 19,838 | 34,713 | 13,367 | 21,346 |

1.9.3 Forbearance (ex. Non-core)

| (DKK millions) | Performing | | | | | | | |
|--------------------|------------|--------|--------|-------|--------|--------|--------|--------|
| | Q220 | Q120 | Q419 | Q319 | Q219 | Q119 | Q418 | Q318 |
| Active forbearance | 11,065 | 6,240 | 8,161 | 5,075 | 5,284 | 5,984 | 9,143 | 10,715 |
| Under probation | 12,956 | 6,721 | 4,933 | 4,494 | 5,984 | 6,522 | 6,482 | 6,742 |
| Total | 24,021 | 12,961 | 13,094 | 9,570 | 11,268 | 12,506 | 15,625 | 17,456 |

| (DKK millions) | Non-performing* | | | | | | | |
|--------------------|-----------------|-------|-------|-------|-------|-------|-------|-------|
| | Q220 | Q120 | Q419 | Q319 | Q219 | Q119 | Q418 | Q318 |
| Active forbearance | 9,269 | 9,438 | 9,341 | 6,718 | 7,149 | 8,062 | 8,828 | 9,268 |
| Under probation | - | - | - | - | - | - | - | - |
| Total | 9,269 | 9,438 | 9,341 | 6,718 | 7,149 | 8,062 | 8,828 | 9,268 |

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

1.10.1 Total allowance account by Business Unit

| (DKK millions) | Q220 | Q120 | Q419 | Q319 | Q219 | Q119 | Q418 | Q318 |
|--------------------------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|
| Banking DK | 11,749 | 12,466 | 11,662 | 12,117 | 12,396 | 12,569 | 12,593 | 12,909 |
| Stage 1 | 967 | 986 | 866 | 861 | 863 | 1,286 | 1,185 | 1,160 |
| Stage 2 | 3,725 | 4,125 | 3,361 | 3,613 | 3,568 | 3,212 | 3,313 | 2,992 |
| Stage 3 | 7,057 | 7,355 | 7,435 | 7,643 | 7,965 | 8,071 | 8,094 | 8,757 |
| Banking Nordic | 5,301 | 5,029 | 4,333 | 3,924 | 3,885 | 4,006 | 4,150 | 4,270 |
| Stage 1 | 283 | 310 | 260 | 270 | 258 | 222 | 220 | 218 |
| Stage 2 | 2,280 | 2,165 | 1,635 | 1,481 | 1,436 | 1,437 | 1,376 | 1,403 |
| Stage 3 | 2,738 | 2,555 | 2,438 | 2,173 | 2,191 | 2,347 | 2,554 | 2,649 |
| Corporates & Institutions | 6,862 | 5,746 | 3,718 | 3,264 | 2,765 | 2,998 | 2,806 | 2,715 |
| Stage 1 | 190 | 117 | 110 | 114 | 118 | 119 | 113 | 115 |
| Stage 2 | 1,233 | 834 | 755 | 364 | 555 | 590 | 562 | 606 |
| Stage 3 | 5,439 | 4,795 | 2,853 | 2,787 | 2,092 | 2,289 | 2,131 | 1,994 |
| Northern Ireland | 915 | 865 | 730 | 713 | 738 | 793 | 792 | 859 |
| Stage 1 | 25 | 47 | 65 | 49 | 46 | 50 | 49 | 41 |
| Stage 2 | 264 | 344 | 156 | 158 | 159 | 127 | 123 | 69 |
| Stage 3 | 627 | 474 | 509 | 506 | 533 | 615 | 620 | 749 |
| Other Activities | 38 | 14 | 8 | 9 | 9 | 8 | 12 | 11 |
| Stage 1 | 6 | 4 | 4 | 4 | 4 | 3 | 6 | 4 |
| Stage 2 | 22 | 8 | 2 | 3 | 1 | 2 | 1 | 1 |
| Stage 3 | 11 | 2 | 2 | 2 | 3 | 4 | 6 | 5 |
| Total Core | 24,866 | 24,121 | 20,451 | 20,028 | 19,793 | 20,374 | 20,353 | 20,765 |
| Non-core | 999 | 992 | 862 | 857 | 910 | 804 | 816 | 804 |
| Stage 1 | 6 | 7 | 10 | 25 | 26 | 30 | 28 | 33 |
| Stage 2 | 38 | 42 | 55 | 76 | 83 | 83 | 76 | 75 |
| Stage 3 | 954 | 944 | 796 | 756 | 801 | 690 | 713 | 696 |
| Total allowance account | 25,865 | 25,113 | 21,313 | 20,885 | 20,703 | 21,178 | 21,170 | 21,569 |
| Stage 1 | 1,476 | 1,471 | 1,316 | 1,323 | 1,316 | 1,710 | 1,601 | 1,573 |
| Stage 2 | 7,562 | 7,518 | 5,963 | 5,695 | 5,801 | 5,452 | 5,450 | 5,147 |
| Stage 3 | 16,826 | 16,124 | 14,033 | 13,867 | 13,586 | 14,016 | 14,118 | 14,849 |

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

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

| (DKK millions) | Q220 | Q120 | Q419 | Q319 | Q219 | Q119 | Q418 | Q318 |
|---|---------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|
| Accumulated expected credit losses, beginning of quarter | 24,121 | 20,451 | 20,028 | 19,793 | 20,374 | 20,353 | 20,765 | 20,956 |
| Net changes in credit losses | 640 | 4,315 | 449 | 15 | 85 | 236 | 102 | 75 |
| Foreign currency translation | 74 | -324 | 29 | 17 | -84 | 146 | -107 | 30 |
| Write-offs debited to allowance account | 34 | -231 | -41 | 209 | -588 | -377 | -412 | -315 |
| Other additions and disposals | -3 | -90 | -14 | -7 | 5 | 16 | 5 | 20 |
| Accumulated expected credit losses, end of quarter | 24,866 | 24,121 | 20,451 | 20,028 | 19,793 | 20,374 | 20,353 | 20,765 |

2. Business Units

2.1 Banking DK

2.1.1 Banking DK, income statement

Serves retail, private banking and commercial customers in Denmark. Banking DK has 4,798 employees.

| (DKK millions) | Q220 | Q120 | Q419 | Q319 | Q219 | Q119 | Q418 | Q318 | Year to date | Year to date |
|---|---------|---------|---------|---------|---------|---------|---------|---------|--------------|--------------|
| | | | | | | | | | 2020 | 2019 |
| Net interest income | 2,277 | 2,203 | 2,231 | 2,251 | 2,283 | 2,346 | 2,421 | 2,416 | 4,481 | 4,629 |
| Net fee income | 937 | 1,179 | 1,209 | 1,235 | 941 | 1,011 | 973 | 1,098 | 2,116 | 1,952 |
| Net trading income | 213 | 329 | 318 | 288 | 257 | 313 | 270 | 176 | 542 | 570 |
| Other income | 40 | 45 | 53 | 59 | 60 | 55 | 63 | 60 | 86 | 115 |
| Total income | 3,468 | 3,756 | 3,812 | 3,834 | 3,542 | 3,725 | 3,727 | 3,750 | 7,224 | 7,266 |
| Operating expenses | 2,457 | 2,187 | 2,523 | 2,070 | 2,120 | 2,023 | 1,993 | 1,952 | 4,645 | 4,144 |
| Profit before loan impairment charges | 1,010 | 1,569 | 1,289 | 1,764 | 1,421 | 1,702 | 1,734 | 1,797 | 2,579 | 3,123 |
| Loan impairment charges | -337 | 945 | -261 | -109 | -177 | 205 | -140 | -27 | 609 | 27 |
| Profit before tax | 1,347 | 624 | 1,549 | 1,873 | 1,598 | 1,497 | 1,874 | 1,824 | 1,971 | 3,095 |
| Net interest income as % p.a. of loans and deposits ¹ | 0.71 | 0.69 | 0.70 | 0.71 | 0.72 | 0.75 | 0.77 | 0.77 | 0.70 | 0.73 |
| Lending margin (%) | 1.03 | 1.07 | 1.08 | 1.11 | 1.12 | 1.14 | 1.14 | 1.15 | 1.05 | 1.13 |
| Deposit margin (%) | 0.20 | -0.04 | -0.13 | -0.16 | -0.07 | -0.01 | -0.02 | -0.01 | 0.08 | -0.07 |
| Combined average weighted margin (%) ² | 0.78 | 0.76 | 0.74 | 0.75 | 0.79 | 0.83 | 0.83 | 0.83 | 0.77 | 0.82 |
| Cost/income ratio (%) | 70.8 | 58.2 | 66.2 | 54.0 | 59.9 | 54.3 | 53.5 | 52.1 | 64.3 | 57.0 |
| Profit before loan impairment charges as % p.a. of allocated capital (avg.) | 10.5 | 16.4 | 14.2 | 19.4 | 15.6 | 18.7 | 19.2 | 19.5 | 13.4 | 17.1 |
| Profit before tax as % p.a. of allocated capital (avg.) | 14.0 | 6.5 | 17.1 | 20.5 | 17.5 | 16.4 | 20.8 | 19.8 | 10.3 | 17.0 |
| Loans, excluding reverse transactions before impairments ³ | 925,992 | 927,025 | 943,723 | 948,948 | 945,519 | 941,150 | 938,118 | 933,752 | 925,992 | 945,519 |
| Allowance account, loans | 10,313 | 11,011 | 10,235 | 10,650 | 10,806 | 11,165 | 11,168 | 11,239 | 10,313 | 10,806 |
| Allowance account, guarantees | 1,426 | 1,452 | 1,425 | 1,465 | 1,588 | 1,402 | 1,424 | 1,669 | 1,426 | 1,588 |
| Deposits, excluding repo deposits | 385,981 | 363,514 | 357,967 | 348,191 | 346,474 | 335,816 | 330,124 | 330,590 | 385,981 | 346,474 |
| Covered bonds issued ³ | 800,478 | 793,044 | 804,130 | 808,378 | 802,185 | 799,777 | 794,219 | 793,425 | 800,478 | 802,185 |
| Allocated capital (average) | 38,417 | 38,370 | 36,287 | 36,460 | 36,544 | 36,430 | 36,081 | 36,828 | 38,394 | 36,488 |
| No. of customers, end of period (000s) | 1,695 | 1,702 | 1,710 | 1,715 | 1,724 | 1,731 | 1,745 | 1,757 | 1,695 | 1,724 |
| No. of eBanking customers, end of period (000s) ⁴ | 1,255* | 1,220 | 1,250 | 1,244 | 1,251 | 1,260 | - | - | 1,255* | 1,251 |
| No. of full-time employees, end of period | 4,798 | 4,792 | 4,588 | 4,501 | 4,374 | 4,288 | 4,225 | 4,245 | 4,798 | 4,374 |

¹ Including bonds issued by Realkredit Danmark. Based on average balances.

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 logging method for customer logins on our digital channels has been improved to ensure a correct depiction of the development over time. Figures have been restated from Q3 2019 onwards. There are no comparative figures for 2018

* Numbers for Q2 2020 have been corrected since 1st. edition of Fact Book Q2 2020

2.1.2 Banking DK, income statement by category

Retail

| (DKK millions) | Q220 | Q120 | Q419 | Q319 | Q219 | Q119 | Q418 | Q318 | Year to date 2020 | Year to date 2019 |
|--|---------|---------|---------|---------|---------|---------|---------|---------|----------------------|----------------------|
| Net interest income | 1,372 | 1,273 | 1,283 | 1,312 | 1,341 | 1,402 | 1,448 | 1,457 | 2,645 | 2,743 |
| Net fee income | 756 | 953 | 916 | 970 | 702 | 790 | 777 | 888 | 1,708 | 1,492 |
| Net trading income | 102 | 227 | 213 | 195 | 155 | 212 | 174 | 123 | 329 | 367 |
| Other income | 40 | 44 | 48 | 58 | 60 | 54 | 63 | 58 | 84 | 114 |
| Total income | 2,269 | 2,497 | 2,461 | 2,536 | 2,258 | 2,459 | 2,462 | 2,527 | 4,766 | 4,717 |
| Operating expenses | 1,875 | 1,609 | 1,795 | 1,503 | 1,542 | 1,456 | 1,460 | 1,462 | 3,483 | 2,998 |
| Profit before loan impairment charges | 395 | 888 | 665 | 1,033 | 716 | 1,003 | 1,001 | 1,065 | 1,283 | 1,719 |
| Loan impairment charges | -146 | 274 | -55 | 13 | -19 | 123 | -38 | -58 | 128 | 104 |
| Profit before tax | 541 | 615 | 720 | 1,020 | 735 | 880 | 1,040 | 1,123 | 1,155 | 1,615 |
| Net interest income as % p.a. of loans and deposits ¹ | 0.67 | 0.63 | 0.63 | 0.65 | 0.67 | 0.71 | 0.73 | 0.74 | 0.65 | 0.69 |
| Cost/income ratio before goodwill impairment charges (%) | 82.6 | 64.4 | 72.9 | 59.3 | 68.3 | 59.2 | 59.3 | 57.9 | 73.1 | 63.6 |
| Loans, excluding reverse transactions before impairments | 544,971 | 542,974 | 551,416 | 555,419 | 556,923 | 547,801 | 546,746 | 547,053 | 544,971 | 556,923 |
| Allowance account, loans | 3,987 | 4,163 | 3,953 | 4,066 | 4,116 | 4,102 | 4,047 | 4,126 | 3,987 | 4,116 |
| Allowance account, guarantees | 597 | 614 | 638 | 647 | 631 | 629 | 613 | 621 | 597 | 631 |
| Deposits, excluding repo deposits | 294,790 | 280,637 | 271,955 | 267,205 | 267,802 | 258,042 | 255,791 | 255,366 | 294,790 | 267,802 |

Commercial

| (DKK millions) | Q220 | Q120 | Q419 | Q319 | Q219 | Q119 | Q418 | Q318 | Year to date 2020 | Year to date 2019 |
|--|---------|---------|---------|---------|---------|---------|---------|---------|----------------------|----------------------|
| Net interest income | 905 | 930 | 948 | 939 | 942 | 943 | 973 | 959 | 1,836 | 1,885 |
| Net fee income | 182 | 226 | 293 | 265 | 239 | 221 | 196 | 209 | 408 | 460 |
| Net trading income | 111 | 102 | 105 | 93 | 102 | 101 | 96 | 53 | 213 | 203 |
| Other income | - | 1 | 5 | 1 | - | 1 | - | 2 | 1 | 1 |
| Total income | 1,198 | 1,259 | 1,351 | 1,298 | 1,283 | 1,266 | 1,265 | 1,223 | 2,458 | 2,549 |
| Operating expenses | 582 | 579 | 728 | 567 | 578 | 567 | 533 | 490 | 1,161 | 1,146 |
| Profit before loan impairment charges | 616 | 681 | 624 | 731 | 705 | 699 | 732 | 732 | 1,296 | 1,404 |
| Loan impairment charges | -191 | 671 | -206 | -122 | -159 | 82 | -102 | 32 | 481 | -77 |
| Profit before tax | 806 | 9 | 829 | 853 | 864 | 617 | 834 | 701 | 815 | 1,480 |
| Net interest income as % p.a. of loans and deposits ¹ | 0.78 | 0.79 | 0.81 | 0.81 | 0.81 | 0.82 | 0.85 | 0.84 | 0.79 | 0.81 |
| Cost/income ratio before goodwill impairment charges (%) | 48.6 | 46.0 | 53.9 | 43.7 | 45.1 | 44.8 | 42.1 | 40.1 | 47.2 | 45.0 |
| Loans, excluding reverse transactions before impairments | 381,021 | 384,051 | 392,306 | 393,529 | 388,596 | 393,349 | 391,372 | 386,699 | 381,021 | 388,596 |
| Allowance account, loans | 6,326 | 6,848 | 6,282 | 6,584 | 6,690 | 7,064 | 7,121 | 7,113 | 6,326 | 6,690 |
| Allowance account, guarantees | 829 | 839 | 786 | 818 | 957 | 773 | 810 | 1,048 | 829 | 957 |
| Deposits, excluding repo deposits | 91,190 | 82,877 | 86,013 | 80,986 | 78,672 | 77,774 | 74,332 | 75,224 | 91,190 | 78,672 |

¹ Based on average balances.

2.1.3 Banking DK, credit exposure

CREDIT EXPOSURE FROM LENDING ACTIVITIES, BANKING DENMARK

| (DKK millions) | Banking DK | | Total | % of Total | Total | % of Total |
|--|----------------|----------------|------------------|--------------|------------------|--------------|
| | Retail | Commercial | Q220 | Q220 | Q219 | Q219 |
| Public institutions | 2 | 9,935 | 9,937 | 1.0 | 60,995 | 5.7 |
| Financials | 3,578 | 3,957 | 7,535 | 0.7 | 5,476 | 0.5 |
| Agriculture | 155 | 47,466 | 47,622 | 4.7 | 49,468 | 4.6 |
| Automotive | 15 | 1,811 | 1,826 | 0.2 | 3,099 | 0.3 |
| Capital goods | 41 | 6,120 | 6,161 | 0.6 | 7,353 | 0.7 |
| Commercial property | 744 | 145,022 | 145,766 | 14.4 | 142,328 | 13.2 |
| Construction and building materials | 65 | 5,667 | 5,731 | 0.6 | 9,557 | 0.9 |
| Consumer goods | 21 | 10,133 | 10,154 | 1.0 | 11,107 | 1.0 |
| Hotels, restaurants and leisure | 33 | 5,138 | 5,172 | 0.5 | 6,375 | 0.6 |
| Metals and mining | 2 | 777 | 779 | 0.1 | 1,186 | 0.1 |
| Other commercials | 5,393 | 3,426 | 8,818 | 0.9 | 3,545 | 0.3 |
| Pharma and medical devices | 1 | 3,859 | 3,860 | 0.4 | 5,031 | 0.5 |
| Private housing co-ops and non-profit associations | 219 | 164,536 | 164,754 | 16.3 | 157,946 | 14.7 |
| Pulp, paper and chemicals | 8 | 2,741 | 2,749 | 0.3 | 2,817 | 0.3 |
| Retailing | 43 | 2,586 | 2,629 | 0.3 | 3,459 | 0.3 |
| Services | 167 | 8,453 | 8,620 | 0.9 | 10,828 | 1.0 |
| Shipping, oil and gas | 9 | 1,227 | 1,236 | 0.1 | 1,199 | 0.1 |
| Social services | 69 | 15,897 | 15,966 | 1.6 | 15,021 | 1.4 |
| Telecom and media | 16 | 411 | 428 | - | 877 | 0.1 |
| Transportation | 29 | 728 | 757 | 0.1 | 1,275 | 0.1 |
| Utilities and infrastructure | 3 | 6,268 | 6,270 | 0.6 | 6,706 | 0.6 |
| Personal customers | 553,265 | 2,509 | 555,774 | 54.9 | 570,337 | 53.0 |
| Total | 563,877 | 448,669 | 1,012,545 | 100.0 | 1,075,986 | 100.0 |

2.2 Banking Nordic

2.2.1 Banking Nordic, income statement

Serves retail, Private banking and commercial customers in Sweden, Norway and Finland as well as Asset Finance within all four Nordic countries. Banking Nordic has 2,467 employees.

| (DKK millions) | Q220 | Q120 | Q419 | Q319 | Q219 | Q119 | Q418 | Q318 | Year to date 2020 | Year to date 2019 |
|---|---------|---------|---------|---------|---------|---------|---------|---------|----------------------|----------------------|
| Net interest income | 2,048 | 1,999 | 1,992 | 1,959 | 1,930 | 1,959 | 2,067 | 2,050 | 4,047 | 3,888 |
| Net fee income | 451 | 477 | 479 | 470 | 445 | 463 | 472 | 453 | 928 | 908 |
| Net trading income | 53 | 67 | 72 | 61 | 77 | 70 | 79 | 89 | 120 | 147 |
| Other income | 128 | 149 | 136 | 133 | 168 | 155 | 126 | 145 | 277 | 322 |
| Total income | 2,680 | 2,692 | 2,678 | 2,623 | 2,619 | 2,647 | 2,745 | 2,736 | 5,372 | 5,266 |
| Operating expenses | 1,651 | 1,537 | 1,757 | 1,480 | 1,513 | 1,519 | 1,404 | 1,285 | 3,188 | 3,032 |
| Profit before loan impairment charges | 1,029 | 1,155 | 921 | 1,143 | 1,106 | 1,128 | 1,341 | 1,451 | 2,184 | 2,234 |
| Loan impairment charges | 155 | 952 | 511 | 86 | -37 | -49 | -79 | -89 | 1,107 | -87 |
| Profit before tax | 874 | 203 | 410 | 1,058 | 1,143 | 1,177 | 1,420 | 1,540 | 1,077 | 2,321 |
| Net interest income as % p.a. of loans and deposits ¹ | 0.90 | 0.90 | 0.90 | 0.88 | 0.88 | 0.91 | 0.97 | 0.97 | 0.90 | 0.89 |
| Lending margin (%) | 1.12 | 1.09 | 1.04 | 1.05 | 1.05 | 1.09 | 1.18 | 1.20 | 1.11 | 1.08 |
| Deposit margin (%) | 0.43 | 0.53 | 0.53 | 0.51 | 0.48 | 0.50 | 0.40 | 0.38 | 0.48 | 0.48 |
| Combined average weighted margin (%) ² | 0.90 | 0.92 | 0.89 | 0.89 | 0.88 | 0.92 | 0.95 | 0.96 | 0.91 | 0.91 |
| Cost/income ratio (%) | 61.6 | 57.1 | 65.6 | 56.4 | 57.8 | 57.4 | 51.1 | 47.0 | 59.3 | 57.6 |
| Profit before loan impairment charges as % p.a. of allocated capital (avg.) | 11.2 | 12.5 | 10.7 | 13.2 | 12.8 | 13.2 | 16.0 | 17.1 | 11.8 | 13.0 |
| Profit before tax as % p.a. of allocated capital (avg.) | 9.5 | 2.2 | 4.8 | 12.2 | 13.2 | 13.8 | 16.9 | 18.1 | 5.8 | 13.5 |
| Loans, excluding reverse transactions before impairments | 637,185 | 606,799 | 634,974 | 626,406 | 630,851 | 626,062 | 604,679 | 608,544 | 637,185 | 630,851 |
| Allowance account, loans | 4,838 | 4,554 | 3,880 | 3,544 | 3,502 | 3,631 | 3,761 | 3,866 | 4,838 | 3,502 |
| Allowance account, guarantees | 463 | 476 | 451 | 379 | 383 | 375 | 389 | 405 | 463 | 383 |
| Deposits, excluding repo deposits | 298,108 | 269,789 | 270,522 | 258,072 | 262,989 | 252,488 | 245,867 | 246,948 | 298,108 | 262,989 |
| Covered bonds issued ³ | 252,190 | 248,096 | 223,604 | 227,201 | 242,367 | 235,864 | 225,914 | 201,281 | 252,190 | 242,367 |
| Allocated capital (average) | 36,729 | 37,070 | 34,283 | 34,550 | 34,521 | 34,126 | 33,594 | 33,977 | 36,899 | 34,324 |
| No. Of customers, end of period (000s) | 1,166 | 1,137 | 1,143 | 1,149 | 1,152 | 1,151 | 1,154 | 1,153 | 1,166 | 1,152 |
| No. of eBanking customers, end of period (000s) ⁴ | 853* | 834 | 812 | 814 | 806 | 800 | - | - | 853* | 806 |
| No. of full-time employees, end of period | 2,467 | 2,509 | 2,599 | 2,696 | 2,750 | 2,628 | 2,613 | 2,698 | 2,467 | 2,750 |

¹ Including bonds issued by Realkredit Danmark. Based on average balances.

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 logging method for customer logins on our digital channels has been improved to ensure a correct depiction of the development over time. Figures have been restated from Q3 2019 onwards. There are no comparative figures for 2018

* Numbers for Q2 2020 have been corrected since 1st. edition of Fact Book Q2 2020

2.2.2 Banking Nordic, income statement by category

Sweden

Norway

| (DKK millions) | Sweden | | | | | | | | Year to date | | Norway | | | | | | | | Year to date | |
|--|---------|---------|---------|---------|---------|---------|---------|---------|--------------|---------|---------|---------|---------|---------|---------|---------|---------|---------|--------------|---------|
| | Q220 | Q120 | Q419 | Q319 | Q219 | Q119 | Q418 | Q318 | 2020 | 2019 | Q220 | Q120 | Q419 | Q319 | Q219 | Q119 | Q418 | Q318 | 2020 | 2019 |
| Net interest income | 814 | 754 | 760 | 763 | 727 | 769 | 824 | 784 | 1,567 | 1,496 | 557 | 596 | 582 | 549 | 557 | 550 | 575 | 588 | 1,153 | 1,107 |
| Net fee income | 147 | 143 | 162 | 135 | 132 | 151 | 147 | 137 | 290 | 283 | 94 | 98 | 95 | 97 | 101 | 109 | 106 | 100 | 191 | 210 |
| Net trading income | 36 | 40 | 39 | 30 | 36 | 36 | 36 | 38 | 77 | 73 | 9 | 17 | 22 | 21 | 30 | 27 | 32 | 39 | 27 | 56 |
| Other income | - | 2 | 6 | - | - | 1 | -1 | -1 | 2 | 1 | -1 | 1 | 3 | - | - | - | 1 | - | - | - |
| Total income | 998 | 938 | 966 | 929 | 895 | 957 | 1,006 | 958 | 1,936 | 1,852 | 660 | 711 | 702 | 667 | 688 | 686 | 714 | 727 | 1,371 | 1,373 |
| Operating expenses | 536 | 469 | 482 | 433 | 445 | 431 | 438 | 399 | 1,006 | 876 | 444 | 414 | 400 | 420 | 424 | 441 | 372 | 356 | 858 | 864 |
| Profit before loan impairment charges | 461 | 469 | 484 | 496 | 450 | 527 | 569 | 559 | 930 | 977 | 216 | 297 | 302 | 247 | 264 | 245 | 342 | 371 | 513 | 509 |
| Loan impairment charges | 40 | 450 | 226 | 16 | -24 | -8 | 12 | 15 | 489 | -32 | 53 | 73 | -72 | -31 | -87 | -59 | -101 | -96 | 126 | -146 |
| Profit before tax | 422 | 19 | 258 | 480 | 474 | 535 | 557 | 544 | 441 | 1,009 | 162 | 224 | 374 | 278 | 351 | 304 | 443 | 467 | 387 | 655 |
| Net interest income as % p.a. of loans and deposits ¹ | 1.02 | 0.98 | 1.01 | 1.02 | 0.97 | 1.02 | 1.10 | 1.07 | 1.01 | 0.99 | 0.79 | 0.83 | 0.81 | 0.75 | 0.77 | 0.80 | 0.86 | 0.87 | 0.41 | 0.39 |
| Cost/income ratio (%) | 53.7 | 50.0 | 49.9 | 46.6 | 49.7 | 45.0 | 43.5 | 41.6 | 52.0 | 47.3 | 67.3 | 58.2 | 57.0 | 63.0 | 61.6 | 64.3 | 52.1 | 49.0 | 62.6 | 62.9 |
| Loans, excluding reverse transactions before impairments | 235,539 | 224,035 | 228,006 | 223,323 | 229,704 | 233,517 | 230,275 | 227,438 | 235,539 | 229,704 | 188,224 | 175,544 | 201,506 | 200,088 | 200,285 | 194,790 | 177,829 | 185,835 | 188,224 | 200,285 |
| Allowance account, loans | 1,513 | 1,436 | 1,060 | 861 | 856 | 908 | 931 | 946 | 1,513 | 856 | 946 | 854 | 906 | 1,046 | 1,085 | 1,169 | 1,263 | 1,317 | 946 | 1,085 |
| Allowance account, guarantees | 165 | 149 | 120 | 80 | 80 | 62 | 67 | 56 | 165 | 80 | 156 | 133 | 155 | 168 | 182 | 184 | 192 | 234 | 156 | 182 |
| Deposits, excluding repo deposits | 94,446 | 81,078 | 82,966 | 75,693 | 75,100 | 73,942 | 72,177 | 72,093 | 94,446 | 75,100 | 97,694 | 89,226 | 95,267 | 88,602 | 92,089 | 86,295 | 82,550 | 85,406 | 97,694 | 92,089 |

Retail

Retail

| (DKK millions) | Retail | | | | | | | | Year to date | | Retail | | | | | | | | Year to date | |
|--|---------|---------|---------|--------|--------|--------|--------|--------|--------------|--------|---------|---------|---------|---------|---------|---------|---------|---------|--------------|---------|
| | Q220 | Q120 | Q419 | Q319 | Q219 | Q119 | Q418 | Q318 | 2020 | 2019 | Q220 | Q120 | Q419 | Q319 | Q219 | Q119 | Q418 | Q318 | 2020 | 2019 |
| Net interest income as % p.a. of loans and deposits ¹ | 0.85 | 0.80 | 0.83 | 0.83 | 0.78 | 0.84 | 0.74 | 0.88 | 0.82 | 0.81 | 0.67 | 0.70 | 0.60 | 0.51 | 0.52 | 0.56 | 0.64 | 0.70 | 0.34 | 0.27 |
| Loans, excluding reverse transactions before impairments | 112,659 | 103,889 | 102,389 | 97,559 | 98,322 | 98,834 | 98,300 | 95,662 | 112,659 | 98,322 | 125,653 | 114,782 | 133,714 | 131,338 | 131,056 | 125,746 | 113,469 | 116,587 | 125,653 | 131,056 |
| Deposits, excluding repo deposits | 42,580 | 37,435 | 38,645 | 36,813 | 37,388 | 37,177 | 36,444 | 36,017 | 42,580 | 37,388 | 40,742 | 36,639 | 39,258 | 38,360 | 39,645 | 37,420 | 35,214 | 36,877 | 40,742 | 39,645 |

Commercial

Commercial

| (DKK millions) | Commercial | | | | | | | | Year to date | | Commercial | | | | | | | | Year to date | |
|--|------------|---------|---------|---------|---------|---------|---------|---------|--------------|---------|------------|--------|--------|--------|--------|--------|--------|--------|--------------|--------|
| | Q220 | Q120 | Q419 | Q319 | Q219 | Q119 | Q418 | Q318 | 2020 | 2019 | Q220 | Q120 | Q419 | Q319 | Q219 | Q119 | Q418 | Q318 | 2020 | 2019 |
| Net interest income as % p.a. of loans and deposits ¹ | 1.18 | 1.14 | 1.16 | 1.16 | 1.12 | 1.16 | 1.39 | 1.21 | 1.17 | 1.14 | 0.95 | 1.01 | 1.09 | 1.06 | 1.11 | 1.12 | 1.14 | 1.10 | 0.49 | 0.56 |
| Loans, excluding reverse transactions before impairments | 122,881 | 120,146 | 125,617 | 125,764 | 131,381 | 134,683 | 131,975 | 131,776 | 122,881 | 131,381 | 62,572 | 60,763 | 67,793 | 68,749 | 69,229 | 69,044 | 64,360 | 69,248 | 62,572 | 69,229 |
| Deposits, excluding repo deposits | 51,866 | 43,643 | 44,321 | 38,880 | 37,712 | 36,765 | 35,733 | 36,076 | 51,866 | 37,712 | 56,952 | 52,587 | 56,010 | 50,242 | 52,445 | 48,875 | 47,336 | 48,529 | 56,952 | 52,445 |

¹ Based on average balances.

2.2.2 Banking Nordic, income statement by category

Finland

Other

| (DKK millions) | Finland | | | | | | | | Year to date | | Other | | | | | | | | Year to date | |
|--|---------|---------|---------|---------|---------|---------|---------|---------|--------------|---------|--------|--------|--------|--------|--------|--------|--------|--------|--------------|--------|
| | Q220 | Q120 | Q419 | Q319 | Q219 | Q119 | Q418 | Q318 | 2020 | 2019 | Q220 | Q120 | Q419 | Q319 | Q219 | Q119 | Q418 | Q318 | 2020 | 2019 |
| Net interest income | 410 | 396 | 388 | 392 | 397 | 399 | 423 | 426 | 805 | 796 | 267 | 254 | 262 | 255 | 248 | 241 | 245 | 252 | 521 | 489 |
| Net fee income | 246 | 276 | 259 | 275 | 261 | 261 | 282 | 269 | 522 | 522 | -36 | -39 | -37 | -38 | -49 | -58 | -63 | -53 | -75 | -106 |
| Net trading income | 8 | 11 | 14 | 11 | 13 | 9 | 12 | 13 | 19 | 22 | - | -1 | -3 | -1 | -2 | -1 | -1 | -1 | -2 | -4 |
| Other income | 1 | 1 | 1 | 6 | 10 | 8 | -20 | 10 | 2 | 17 | 127 | 146 | 127 | 127 | 158 | 146 | 145 | 136 | 273 | 304 |
| Total income | 665 | 683 | 661 | 684 | 681 | 676 | 697 | 717 | 1,348 | 1,357 | 358 | 359 | 349 | 343 | 355 | 328 | 327 | 334 | 718 | 683 |
| Operating expenses | 526 | 503 | 746 | 499 | 492 | 512 | 485 | 425 | 1,029 | 1,004 | 145 | 150 | 129 | 127 | 153 | 136 | 109 | 105 | 296 | 288 |
| Profit before loan impairment charges | 139 | 180 | -85 | 185 | 190 | 164 | 212 | 292 | 319 | 354 | 213 | 209 | 220 | 215 | 202 | 192 | 218 | 229 | 422 | 395 |
| Loan impairment charges | 21 | 304 | 327 | 121 | 58 | 37 | 69 | -42 | 324 | 96 | 42 | 126 | 31 | -20 | 15 | -20 | -59 | 34 | 168 | -4 |
| Profit before tax | 119 | -124 | -412 | 64 | 131 | 127 | 143 | 334 | -5 | 258 | 171 | 83 | 190 | 235 | 187 | 212 | 277 | 196 | 254 | 399 |
| Net interest income as % p.a. of loans and deposits ¹ | 0.63 | 0.64 | 0.64 | 0.64 | 0.66 | 0.67 | 0.71 | 0.73 | 0.64 | 0.66 | 1.94 | 1.99 | 2.01 | 2.01 | 2.00 | 1.96 | 2.00 | 2.10 | 1.90 | 1.98 |
| Cost/income ratio (%) | 79.1 | 73.6 | 112.9 | 73.0 | 72.2 | 75.7 | 69.6 | 59.3 | 76.3 | 74.0 | 40.5 | 41.8 | 37.0 | 37.0 | 43.1 | 41.5 | 33.3 | 31.4 | 41.2 | 42.2 |
| Loans, excluding reverse transactions before impairments | 157,134 | 155,513 | 152,514 | 150,910 | 149,616 | 148,115 | 146,760 | 146,302 | 157,134 | 149,616 | 56,287 | 51,707 | 52,947 | 52,085 | 51,246 | 49,640 | 49,816 | 48,968 | 56,287 | 51,246 |
| Allowance account, loans | 1,728 | 1,663 | 1,394 | 1,127 | 1,026 | 1,023 | 1,029 | 988 | 1,728 | 1,026 | 652 | 601 | 521 | 510 | 534 | 531 | 538 | 616 | 652 | 534 |
| Allowance account, guarantees | 130 | 178 | 175 | 120 | 107 | 117 | 99 | 77 | 130 | 107 | 12 | 16 | 1 | 10 | 15 | 13 | 30 | 38 | 12 | 15 |
| Deposits, excluding repo deposits | 105,728 | 99,249 | 92,042 | 93,531 | 95,561 | 92,005 | 90,890 | 89,202 | 105,728 | 95,561 | 240 | 236 | 247 | 246 | 238 | 246 | 249 | 248 | 240 | 238 |

Retail

| (DKK millions) | Retail | | | | | | | | Year to date | |
|--|--------|--------|--------|--------|--------|--------|--------|--------|--------------|--------|
| | Q220 | Q120 | Q419 | Q319 | Q219 | Q119 | Q418 | Q318 | 2020 | 2019 |
| Net interest income as % p.a. of loans and deposits ¹ | 0.55 | 0.53 | 0.53 | 0.55 | 0.57 | 0.61 | 0.66 | 0.68 | 0.54 | 0.59 |
| Loans, excluding reverse transactions before impairments | 94,269 | 94,091 | 93,965 | 93,571 | 93,831 | 93,760 | 94,082 | 94,825 | 94,269 | 93,831 |
| Deposits, excluding repo deposits | 65,766 | 63,320 | 62,315 | 61,863 | 61,565 | 60,336 | 59,331 | 58,109 | 65,766 | 61,565 |

Commercial

| (DKK millions) | Commercial | | | | | | | | Year to date | |
|--|------------|--------|--------|--------|--------|--------|--------|--------|--------------|--------|
| | Q220 | Q120 | Q419 | Q319 | Q219 | Q119 | Q418 | Q318 | 2020 | 2019 |
| Net interest income as % p.a. of loans and deposits ¹ | 0.77 | 0.82 | 0.83 | 0.81 | 0.81 | 0.78 | 0.83 | 0.82 | 0.80 | 0.79 |
| Loans, excluding reverse transactions before impairments | 62,865 | 61,422 | 58,549 | 57,339 | 55,785 | 54,356 | 52,677 | 51,478 | 62,865 | 55,785 |
| Deposits, excluding repo deposits | 39,963 | 35,929 | 29,727 | 31,668 | 33,996 | 31,669 | 31,560 | 31,093 | 39,963 | 33,996 |

¹ Based on average balances.

2.2.3 Banking Nordic, credit exposure

| (DKK millions) | Banking Nordic | | | | Total Q220 | % of Total Q220 | Total Q219 | % of Total Q219 |
|--|----------------|----------------|----------------|---------------|----------------|--------------------|----------------|--------------------|
| | Sweden | Norway | Finland | Other | | | | |
| Public institutions | 3,326 | 978 | 7,609 | 2,405 | 14,317 | 1.8 | 12,788 | 1.7 |
| Financials | 6,167 | 2,196 | 1,287 | 130 | 9,780 | 1.3 | 10,593 | 1.4 |
| Agriculture | 9,175 | 885 | 360 | 2,680 | 13,100 | 1.7 | 12,637 | 1.7 |
| Automotive | 4,724 | 3,320 | 2,394 | 4,810 | 15,249 | 2.0 | 14,511 | 1.9 |
| Capital goods | 6,630 | 3,643 | 5,151 | 2,918 | 18,342 | 2.4 | 18,619 | 2.5 |
| Commercial property | 87,300 | 34,982 | 19,927 | 183 | 142,392 | 18.4 | 144,821 | 19.1 |
| Construction and building materials | 7,429 | 4,993 | 2,852 | 6,158 | 21,431 | 2.8 | 23,437 | 3.1 |
| Consumer goods | 7,892 | 5,982 | 3,397 | 2,709 | 19,979 | 2.6 | 20,588 | 2.7 |
| Hotels, restaurants and leisure | 2,942 | 1,016 | 517 | 298 | 4,772 | 0.6 | 5,567 | 0.7 |
| Metals and mining | 679 | 663 | 535 | 1,114 | 2,991 | 0.4 | 2,984 | 0.4 |
| Other commercials | 2,259 | 2,406 | 1,632 | 3,569 | 9,867 | 1.3 | 5,688 | 0.7 |
| Pharma and medical devices | 805 | 63 | 56 | 233 | 1,157 | 0.1 | 1,555 | 0.2 |
| Private housing co-ops and non-profit associations | 16,263 | 1,424 | 19,149 | 74 | 36,910 | 4.8 | 34,484 | 4.5 |
| Pulp, paper and chemicals | 5,821 | 521 | 1,056 | 1,869 | 9,268 | 1.2 | 10,152 | 1.3 |
| Retailing | 3,047 | 1,891 | 2,622 | 1,804 | 9,365 | 1.2 | 9,879 | 1.3 |
| Services | 12,187 | 4,404 | 3,688 | 3,238 | 23,517 | 3.0 | 22,629 | 3.0 |
| Shipping, oil and gas | 516 | 3,048 | 1,367 | 228 | 5,159 | 0.7 | 4,070 | 0.5 |
| Social services | 2,854 | 1,632 | 3,436 | 544 | 8,466 | 1.1 | 8,005 | 1.1 |
| Telecom and media | 1,258 | 1,226 | 1,435 | 447 | 4,366 | 0.6 | 5,182 | 0.7 |
| Transportation | 1,959 | 610 | 405 | 6,504 | 9,478 | 1.2 | 9,196 | 1.2 |
| Utilities and infrastructure | 516 | 7,093 | 6,508 | 451 | 14,567 | 1.9 | 11,792 | 1.6 |
| Personal customers | 122,270 | 153,284 | 93,754 | 10,286 | 379,594 | 49.0 | 369,240 | 48.7 |
| Total | 306,021 | 236,260 | 179,137 | 52,651 | 774,068 | 100.0 | 758,417 | 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 1,647 employees.

| (DKK millions) | Q220 | Q120 | Q419 | Q319 | Q219 | Q119 | Q418 | Q318 | Year to date 2020 | Year to date 2019 |
|---|---------|---------|---------|---------|---------|---------|---------|---------|----------------------|----------------------|
| Net interest income | 1,058 | 893 | 985 | 885 | 857 | 930 | 954 | 992 | 1,951 | 1,787 |
| Net fee income | 699 | 772 | 836 | 673 | 709 | 692 | 754 | 681 | 1,471 | 1,401 |
| Net trading income | 1,777 | -158 | 586 | 182 | 432 | 914 | 383 | 529 | 1,619 | 1,347 |
| Other income | 7 | - | 7 | - | 1 | - | 2 | -4 | 7 | 1 |
| Total income | 3,541 | 1,507 | 2,413 | 1,739 | 1,999 | 2,536 | 2,093 | 2,199 | 5,048 | 4,535 |
| Operating expenses | 1,396 | 1,235 | 1,318 | 1,128 | 1,184 | 1,204 | 1,177 | 1,107 | 2,631 | 2,388 |
| Goodwill impairment charges | - | - | 803 | - | - | - | - | - | - | - |
| Profit before loan impairment charges | 2,144 | 272 | 292 | 612 | 815 | 1,332 | 916 | 1,092 | 2,417 | 2,147 |
| Loan impairment charges | 1,089 | 2,181 | 459 | 369 | 300 | 221 | 175 | 235 | 3,270 | 520 |
| Profit before tax | 1,055 | -1,909 | -167 | 243 | 516 | 1,111 | 741 | 857 | -854 | 1,627 |
| Profit before tax and goodwill impairment charges | 1,055 | -1,909 | 637 | 243 | 516 | 1,111 | 741 | 857 | -854 | 1,627 |
| Net interest income as % p.a. of loans and deposits ¹ | 0.77 | 0.74 | 0.84 | 0.76 | 0.75 | 0.81 | 0.85 | 0.86 | 0.76 | 0.79 |
| Lending margin (%) | 1.16 | 1.21 | 1.23 | 1.21 | 1.20 | 1.22 | 1.16 | 1.20 | 1.18 | 1.21 |
| Deposit margin (%) | 0.44 | 0.35 | 0.38 | 0.32 | 0.32 | 0.34 | 0.33 | 0.32 | 0.40 | 0.33 |
| Combined average weighted margin (%) ² | 0.74 | 0.70 | 0.74 | 0.70 | 0.69 | 0.71 | 0.68 | 0.69 | 0.72 | 0.70 |
| Cost/income ratio (%) | 39.4 | 82.0 | 87.9 | 64.9 | 59.2 | 47.5 | 56.2 | 50.3 | 52.1 | 52.7 |
| Profit before loan impairment charges as % p.a. of allocated capital (avg.) | 21.7 | 3.1 | 3.4 | 7.2 | 10.4 | 16.9 | 11.3 | 13.4 | 13.1 | 13.6 |
| Profit before tax as % p.a. of allocated capital (avg.) ² | 10.7 | -22.1 | -2.0 | 2.9 | 6.6 | 14.1 | 9.1 | 10.5 | -4.6 | 10.3 |
| Loans, excluding reverse transactions before impairments | 227,516 | 216,524 | 209,148 | 210,254 | 202,984 | 195,318 | 198,320 | 186,627 | 227,516 | 202,984 |
| hereof loans in General Banking | 182,284 | 178,245 | 171,478 | 165,970 | 168,162 | 162,415 | 168,126 | 161,501 | 182,284 | 168,162 |
| Allowance account, loans | 5,951 | 5,065 | 3,156 | 2,653 | 2,260 | 2,443 | 2,223 | 2,135 | 5,951 | 2,260 |
| Allowance account, credit institutions | 22 | 19 | 9 | 11 | 8 | 9 | 13 | 17 | 22 | 8 |
| Allowance account, guarantees | 889 | 662 | 552 | 601 | 21 | 15 | 133 | 564 | 889 | 21 |
| Deposits, excluding repo deposits | 341,249 | 301,443 | 270,685 | 261,607 | 270,529 | 264,260 | 260,781 | 272,480 | 341,249 | 270,529 |
| hereof deposits in General Banking | 286,734 | 249,621 | 227,131 | 216,526 | 223,795 | 225,138 | 227,523 | 237,696 | 286,734 | 223,795 |
| Covered bonds issued ³ | 16,905 | 16,800 | 15,856 | 16,597 | 17,061 | 17,846 | 18,713 | 17,376 | 16,905 | 17,061 |
| Allocated capital (average) ² | 39,450 | 34,590 | 33,920 | 33,781 | 31,412 | 31,586 | 32,433 | 32,663 | 37,033 | 31,499 |
| VaR for trading-related activities in C&I (DKK millions) (Avg.) ⁴ | 33.8 | 26.4 | 21.5 | 21.4 | 31.9 | 30.0 | 27.7 | 27.6 | 30.0 | 31.0 |
| VaR for trading-related activities in C&I (DKK millions) (end of period) ⁴ | 33.6 | 42.5 | 25.7 | 15.6 | 26.7 | 25.6 | 30.4 | 26.5 | 33.6 | 26.7 |
| No. of customers, end of period | 2,050 | 2,048 | 2,060 | 1,955 | 1,827 | 1,878 | 1,815 | 1,819 | 2,050 | 1,827 |
| No. of full-time employees, end of period | 1,647 | 1,666 | 1,665 | 1,704 | 1,675 | 1,702 | 1,858 | 1,847 | 1,647 | 1,675 |

¹ Including bonds issued by Realkredit Danmark. Based on average balances.

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) | Q220 | Q120 | Q419 | Q319 | Q219 | Q119 | Q418 | Q318 | Year to date 2020 | Year to date 2019 |
|---------------------|--------------|--------------|--------------|--------------|--------------|--------------|--------------|--------------|----------------------|----------------------|
| FI&C | 1,954 | 222 | 805 | 363 | 590 | 1,086 | 289 | 673 | 2,176 | 1,676 |
| hereof xVA | 196 | -344 | -25 | -40 | -54 | -164 | 12 | -77 | -148 | -218 |
| Capital Markets | 294 | 151 | 382 | 233 | 301 | 296 | 394 | 275 | 446 | 597 |
| General Banking | 1,293 | 1,134 | 1,227 | 1,143 | 1,108 | 1,154 | 1,410 | 1,250 | 2,426 | 2,262 |
| Total income | 3,541 | 1,507 | 2,413 | 1,739 | 1,999 | 2,536 | 2,093 | 2,199 | 5,048 | 4,535 |

In the first quarter of 2020, the business segmentation of FI&C and Capital Markets was changed, as Debt Capital Markets (DCM) was moved from Capital Markets to FI&C and Investment Solutions from FI&C to Capital Markets. Comparative figures have been restated.

2.3.3 Corporates & Institutions, credit exposure

| (DKK millions) | Total Q220 | % of Total Q220 | Total Q219 | % of Total Q219 |
|--|----------------|--------------------|----------------|--------------------|
| Public institutions | 56,967 | 10.3 | 138,643 | 25.1 |
| Financials | 89,101 | 16.1 | 81,652 | 14.8 |
| Agriculture | 6,148 | 1.1 | 5,404 | 1.0 |
| Automotive | 17,030 | 3.1 | 14,964 | 2.7 |
| Capital goods | 52,163 | 9.4 | 43,070 | 7.8 |
| Commercial property | 17,577 | 3.2 | 15,154 | 2.7 |
| Construction and building materials | 20,677 | 3.7 | 19,091 | 3.5 |
| Consumer goods | 38,436 | 6.9 | 33,908 | 6.1 |
| Hotels, restaurants and leisure | 4,100 | 0.7 | 3,014 | 0.5 |
| Metals and mining | 9,959 | 1.8 | 6,802 | 1.2 |
| Other commercials | 22,547 | 4.1 | 5,219 | 0.9 |
| Pharma and medical devices | 44,280 | 8.0 | 29,398 | 5.3 |
| Private housing co-ops and non-profit associations | 1,074 | 0.2 | 258 | - |
| Pulp, paper and chemicals | 26,174 | 4.7 | 18,866 | 3.4 |
| Retailing | 11,939 | 2.2 | 13,065 | 2.4 |
| Services | 25,769 | 4.7 | 23,036 | 4.2 |
| Shipping, oil and gas | 42,447 | 7.7 | 55,214 | 10.0 |
| Social services | 6,202 | 1.1 | 3,728 | 0.7 |
| Telecom and media | 12,699 | 2.3 | 13,582 | 2.5 |
| Transportation | 5,542 | 1.0 | 3,089 | 0.6 |
| Utilities and infrastructure | 42,725 | 7.7 | 24,162 | 4.4 |
| Personal customers | 34 | - | 49 | - |
| Total | 553,590 | 100.0 | 551,369 | 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 and wealth and asset management. The unit includes Danica Pension and Danske Capital. Wealth Management has 1,515 employees.

| (DKK millions) | Q220 | Q120 | Q419 | Q319 | Q219 | Q119 | Q418 | Q318 | Year to date 2020 | Year to date 2019 |
|---|--------|--------|--------|--------|--------|--------|--------|--------|----------------------|----------------------|
| Net interest income | -60 | -84 | -75 | -69 | -55 | -48 | -45 | -49 | -143 | -103 |
| Net fee income | 1,569 | 1,222 | 1,885 | 1,286 | 1,371 | 1,360 | 1,732 | 1,426 | 2,791 | 2,731 |
| Net trading income | 125 | -81 | -249 | 452 | - | 136 | -142 | 49 | 44 | 136 |
| Other income | -5 | -23 | 127 | -54 | 1,368 | -37 | 37 | 119 | -29 | 1,331 |
| Total income | 1,629 | 1,034 | 1,688 | 1,615 | 2,685 | 1,410 | 1,582 | 1,546 | 2,663 | 4,095 |
| Operating expenses | 779 | 865 | 879 | 784 | 1,074 | 852 | 1,173 | 894 | 1,644 | 1,927 |
| Goodwill impairment charges | - | - | 800 | - | - | - | - | - | - | - |
| Profit before tax | 850 | 169 | 9 | 831 | 1,610 | 558 | 409 | 651 | 1,019 | 2,168 |
| Profit before tax and goodwill impairment charges | 850 | 169 | 809 | 831 | 1,610 | 558 | 409 | 651 | 1,019 | 2,168 |
| Cost/income ratio (%) | 47.8 | 83.7 | 99.5 | 48.5 | 40.0 | 60.4 | 74.1 | 57.8 | 61.7 | 47.1 |
| Profit before tax as % p.a. of allocated capital (avg.) | 21.1 | 4.2 | 0.2 | 20.3 | 41.8 | 15.8 | 11.8 | 19.1 | 12.6 | 29.4 |
| Loans, excluding reverse trans. before impairments | 131 | 134 | 128 | 140 | 169 | 161 | 275 | 237 | 131 | 169 |
| Deposits excluding repo deposits | 16 | 161 | 162 | 200 | 202 | 141 | 98 | 82 | 16 | 202 |
| Asset under management (DKK billions) ¹ | 1,560 | 1,428 | 1,616 | 1,564 | 1,571 | 1,630 | 1,559 | 1,668 | 1,560 | 1,571 |
| Allocated capital (average) | 16,100 | 16,127 | 16,383 | 16,336 | 15,420 | 14,104 | 13,850 | 13,602 | 16,114 | 14,766 |
| Assets under management margin (%) ² | 0.41 | 0.31 | 0.38 | 0.33 | 0.34 | 0.34 | 0.40 | 0.34 | 0.41 | 0.34 |
| No. of full-time employees, end of period | 1,515 | 1,527 | 1,563 | 1,567 | 1,557 | 1,595 | 1,579 | 1,553 | 1,515 | 1,557 |

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

As described in Annual Report 2019, a restatement has been made between the income lines and an adjustment made to Assets under management. Comparative figures have been restated accordingly.

¹ Assets under management consists of our life conventional business (Danica Traditione), asset management (Danica unit-linked and Danske Capital) and assets under advice from retail, commercial and private banking

² 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) | Q220 | Q120 | Q419 | Q319 | Q219 | Q119 | Q418 | Q318 | Year to date 2020 | Year to date 2019 |
|----------------------|-------|-------|-------|-------|-------|-------|-------|-------|----------------------|----------------------|
| Management fees | 1,213 | 846 | 1,193 | 955 | 1,044 | 1,044 | 1,349 | 1,115 | 2,059 | 2,088 |
| Performance fees | 2 | 9 | 358 | 4 | 11 | 3 | 134 | 6 | 11 | 14 |
| Risk allowance fees | 355 | 367 | 334 | 327 | 316 | 314 | 249 | 305 | 722 | 629 |
| Total net fee income | 1,569 | 1,222 | 1,885 | 1,286 | 1,371 | 1,360 | 1,732 | 1,426 | 2,791 | 2,731 |

As described in Annual Report 2019, a restatement has been made between the income lines. Comparative figures have been restated accordingly.

2.4.3 Profit before tax breakdown

| (DKK millions) | Q220 | Q120 | Q419 | Q319 | Q219 | Q119 | Q418 | Q318 | Year to date 2020 | Year to date 2019 |
|--------------------------------------|------|------|------|------|-------|------|------|------|----------------------|----------------------|
| Danica Pension | 700 | 99 | -364 | 675 | 1,679 | 395 | 112 | 487 | 799 | 2,074 |
| Asset Management incl. support areas | 151 | 70 | 373 | 156 | -68 | 163 | 297 | 165 | 221 | 95 |
| Profit before tax | 850 | 169 | 9 | 831 | 1,610 | 558 | 409 | 651 | 1,019 | 2,168 |

2.4.4 Wealth Management premiums

| (DKK millions) | Q220 | Q120 | Q419 | Q319 | Q219 | Q119 | Q418 | Q318 | Year to date 2020 | Year to date 2019 |
|---------------------------------|------|------|------|------|------|------|------|------|----------------------|----------------------|
| Premiums (Danica, DKK billions) | 67 | 85 | 78 | 69 | 81 | 109 | 105 | 108 | 152 | 190 |

2.4.5 Wealth Management, breakdown of assets under management

| (DKK millions) | Q220 | Q120 | Q419 | Q319 | Q219 | Q119 | Q418 | Q318 | Year to date 2020 | Year to date 2019 |
|-------------------------------|-------|-------|-------|-------|-------|-------|-------|-------|----------------------|----------------------|
| Life conventional | 187 | 184 | 194 | 196 | 198 | 191 | 207 | 201 | 187 | 198 |
| Asset management | 879 | 814 | 934 | 918 | 891 | 965 | 904 | 968 | 879 | 891 |
| Assets under advice | 494 | 430 | 489 | 450 | 482 | 474 | 449 | 499 | 494 | 482 |
| Total assets under management | 1,560 | 1,428 | 1,616 | 1,564 | 1,571 | 1,630 | 1,559 | 1,668 | 1,560 | 1,571 |

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.

As described in Annual Report 2019, an adjustment has been made to Assets under management. Comparative figures have been restated accordingly.

2.4.6 Asset management, breakdown of assets under management by client type

| (DKK billions) | Q220 | Q120 | Q419 | Q319 | Q219 | Q119 | Q418 | Q318 | Year to date 2020 | Year to date 2019 |
|---------------------------------------|--------------|--------------|--------------|--------------|--------------|--------------|--------------|--------------|----------------------|----------------------|
| Institutional Clients | 366 | 344 | 394 | 397 | 387 | 386 | 376 | 392 | 366 | 387 |
| Retail Clients | 766 | 681 | 779 | 734 | 750 | 757 | 720 | 794 | 766 | 750 |
| Danica Pension | 429 | 403 | 444 | 433 | 434 | 487 | 464 | 482 | 429 | 434 |
| - of which Life conventional | 187 | 184 | 194 | 196 | 198 | 191 | 207 | 201 | 187 | 198 |
| Assets under Management, total | 1,560 | 1,428 | 1,616 | 1,564 | 1,571 | 1,630 | 1,559 | 1,668 | 1,560 | 1,571 |

Institutional Clients are customers with a portfolio management agreement or similar institutional offering.

Retail Clients include retail, commercial and private banking customers of Danske Bank

2.4.7 Asset management, breakdown of assets under management by asset type

| (%) | Q220 | Q120 | Q419 | Q319 | Q219 | Q119 | Q418 | Q318 | Year to date 2020 | Year to date 2019 |
|--------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|----------------------|----------------------|
| Equities | 29% | 27% | 32% | 31% | 31% | 32% | 31% | 33% | 29% | 31% |
| Fixed income | 42% | 44% | 40% | 40% | 41% | 40% | 41% | 40% | 42% | 41% |
| Balanced | 19% | 19% | 19% | 19% | 19% | 19% | 18% | 19% | 19% | 19% |
| Alternatives | 4% | 4% | 4% | 4% | 4% | 4% | 4% | 4% | 4% | 4% |
| Other | 6% | 6% | 5% | 6% | 6% | 6% | 5% | 5% | 6% | 6% |
| Total | 100% | 100% | 100% | 100% | 100% | 100% | 100% | 100% | 100% | 100% |

Includes Asset Management assets, but excludes Danica Pension assets.

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 1,365 employees.

| | Q220 | Q120 | Q419 | Q319 | Q219 | Q119 | Q418 | Q318 | Year to date 2020 | Year to date 2019 |
|---|--------|--------|--------|--------|--------|--------|--------|--------|----------------------|----------------------|
| (DKK millions) | | | | | | | | | | |
| Net interest income | 327 | 375 | 391 | 368 | 379 | 386 | 383 | 372 | 703 | 765 |
| Net fee income | 50 | 83 | 89 | 86 | 93 | 96 | 94 | 97 | 133 | 189 |
| Net trading income | 26 | 52 | -3 | 43 | 40 | 30 | 22 | 20 | 78 | 70 |
| Other income | 4 | 4 | 3 | 4 | 4 | 3 | 3 | 3 | 8 | 7 |
| Total income | 408 | 515 | 480 | 500 | 516 | 515 | 502 | 492 | 923 | 1,030 |
| Operating expenses | 295 | 300 | 344 | 277 | 293 | 302 | 319 | 299 | 595 | 595 |
| Profit before loan impairment charges | 113 | 215 | 136 | 222 | 223 | 213 | 183 | 193 | 327 | 436 |
| Loan impairment charges | 87 | 165 | -5 | -4 | 28 | -14 | -1 | -22 | 252 | 14 |
| Profit before tax | 26 | 49 | 141 | 226 | 195 | 227 | 185 | 215 | 76 | 421 |
| Net interest income as % p.a. of loans and deposits ¹ | 0.99 | 1.19 | 1.24 | 1.24 | 1.26 | 1.30 | 1.31 | 1.31 | 1.09 | 1.28 |
| Lending margin (%) | 1.29 | 1.50 | 1.54 | 1.56 | 1.50 | 1.58 | 1.55 | 1.58 | 1.39 | 1.54 |
| Deposit margin (%) | 0.93 | 1.09 | 1.18 | 1.13 | 1.17 | 1.31 | 1.28 | 1.29 | 1.00 | 1.24 |
| Combined average weighted margin (%) ² | 1.08 | 1.26 | 1.33 | 1.31 | 1.32 | 1.43 | 1.40 | 1.42 | 1.17 | 1.37 |
| Cost/income ratio (%) | 72.3 | 58.3 | 71.7 | 55.4 | 56.8 | 58.6 | 63.5 | 60.8 | 64.5 | 57.8 |
| Profit before loan impairment charges as % p.a. of allocated capital (avg.) | 7.3 | 13.2 | 8.6 | 14.6 | 13.2 | 13.0 | 10.6 | 11.4 | 10.3 | 13.1 |
| Profit before tax as % p.a. of allocated capital (avg.) | 1.7 | 3.0 | 8.9 | 14.9 | 11.6 | 13.8 | 10.7 | 12.7 | 2.4 | 12.7 |
| Loans, excluding reverse transactions before impairment charges | 51,054 | 51,218 | 54,287 | 52,563 | 50,189 | 52,615 | 49,805 | 50,902 | 51,054 | 50,189 |
| Allowance account, loans | 842 | 819 | 696 | 663 | 702 | 755 | 762 | 757 | 842 | 702 |
| Allowance account, guarantees | 73 | 46 | 34 | 49 | 36 | 37 | 30 | 101 | 73 | 36 |
| Deposits, excluding repo deposits | 75,467 | 70,075 | 70,943 | 66,944 | 64,060 | 65,487 | 62,555 | 63,461 | 75,467 | 64,060 |
| Allocated capital (average) ³ | 6,186 | 6,512 | 6,341 | 6,066 | 6,735 | 6,565 | 6,905 | 6,786 | 6,348 | 6,650 |
| No. of customers, end of period (000s) | 441 | 441 | 441 | 440 | 438 | 436 | 437 | 433 | 441 | 438 |
| No. of eBanking customers, end of period (000s) ⁴ | 207* | 205 | 203 | 200 | 201 | 199 | - | - | 207* | 201 |
| No. of full-time employees, end of period | 1,365 | 1,334 | 1,285 | 1,323 | 1,335 | 1,356 | 1,322 | 1,319 | 1,365 | 1,335 |

¹ Including bonds issued by Realkredit Danmark. Based on average balances.

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.

⁴ The logging method for customer logins on our digital channels has been improved to ensure a correct depiction of the development over time. Figures have been restated from Q3 2019 onwards. There are no comparative figures for 2018.

* Numbers for Q2 2020 have been corrected since 1st. edition of Fact Book Q2 2020

2.5.2 Northern Ireland, credit exposure

| (DKK millions) | Total | % of Total | Total | % of Total |
|--|---------------|--------------|---------------|--------------|
| | Q220 | Q220 | Q219 | Q219 |
| Public institutions | 29,239 | 34.8 | 18,495 | 24.9 |
| Financials | 504 | 0.6 | 432 | 0.6 |
| Agriculture | 4,570 | 5.4 | 4,538 | 6.1 |
| Automotive | 1,145 | 1.4 | 1,153 | 1.6 |
| Capital goods | 890 | 1.1 | 1,001 | 1.3 |
| Commercial property | 4,445 | 5.3 | 5,005 | 6.7 |
| Construction and building materials | 1,754 | 2.1 | 1,842 | 2.5 |
| Consumer goods | 1,596 | 1.9 | 1,753 | 2.4 |
| Hotels, restaurants and leisure | 1,053 | 1.3 | 1,011 | 1.4 |
| Metals and mining | 797 | 0.9 | 1,163 | 1.6 |
| Other commercials | 2,958 | 3.5 | 3,162 | 4.3 |
| Pharma and medical devices | 1,822 | 2.2 | 2,042 | 2.8 |
| Private housing co-ops and non-profit associations | 4,046 | 4.8 | 4,094 | 5.5 |
| Pulp, paper and chemicals | 285 | 0.3 | 293 | 0.4 |
| Retailing | 1,437 | 1.7 | 1,516 | 2.0 |
| Services | 994 | 1.2 | 923 | 1.2 |
| Shipping, oil and gas | 55 | 0.1 | 43 | 0.1 |
| Social services | 598 | 0.7 | 724 | 1.0 |
| Telecom and media | 88 | 0.1 | 82 | 0.1 |
| Transportation | 719 | 0.9 | 669 | 0.9 |
| Utilities and infrastructure | 113 | 0.1 | 50 | 0.1 |
| Personal customers | 24,933 | 29.7 | 24,171 | 32.6 |
| Total | 84,041 | 100.0 | 74,163 | 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 64 employees.

| (DKK millions) | Q220 | Q120 | Q419 | Q319 | Q219 | Q119 | Q418 | Q318 | Year to date 2020 | Year to date 2019 |
|---|-------|--------|-------|--------|--------|--------|--------|--------|----------------------|----------------------|
| Total income | -71 | -35 | -224 | 55 | 42 | 66 | 38 | 78 | -106 | 109 |
| Operating expenses | 40 | 126 | 126 | 83 | -83 | 93 | 329 | 127 | 165 | 10 |
| Profit before loan impairment charges | -110 | -161 | -350 | -28 | 126 | -27 | -292 | -49 | -271 | 99 |
| Loan impairment charges | 82 | 93 | -106 | -50 | 108 | 261 | -5 | -5 | 175 | 369 |
| Profit before tax | -192 | -254 | -244 | 22 | 18 | -288 | -286 | -44 | -446 | -270 |
| Net interest income as % p.a. of loans and deposits ¹ | 0.99 | 0.86 | 1.05 | 1.70 | 1.01 | 1.33 | 0.75 | 1.20 | 0.92 | 1.16 |
| Lending margin (%) | 1.20 | 1.50 | 1.01 | 0.89 | 0.40 | 1.21 | 1.16 | 1.18 | 1.10 | 0.87 |
| Deposit margin (%) | 0.45 | 1.09 | 0.63 | 0.35 | 0.29 | 0.49 | 0.55 | 0.49 | 0.51 | 0.40 |
| Combined average weighted margin (%) ² | 0.99 | 1.26 | 0.93 | 0.74 | 0.37 | 1.06 | 1.04 | 0.97 | 0.95 | 0.76 |
| Cost/income ratio (%) | -56.3 | -360.0 | -56.3 | 150.9 | -197.6 | 140.9 | 865.8 | 162.8 | -155.7 | 9.2 |
| Profit before loan impairment charges as % p.a. of allocated capital (avg.) | -31.0 | -34.8 | -65.9 | -5.0 | 19.5 | -4.2 | -48.5 | -7.2 | -33.2 | 7.6 |
| Profit before tax as % p.a. of allocated capital (avg.) | -54.0 | -54.9 | -46.0 | 4.0 | 2.8 | -44.3 | -47.5 | -6.5 | -54.6 | -20.8 |
| Loans, excluding reverse transactions before impairments ³ | 5,414 | 6,732 | 7,456 | 11,528 | 13,109 | 15,388 | 14,906 | 16,158 | 5,414 | 13,109 |
| Allowance account, loans | 971 | 954 | 842 | 790 | 769 | 722 | 784 | 786 | 971 | 769 |
| Allowance account, guarantees | 18 | 19 | 19 | 19 | 23 | 32 | 32 | 18 | 18 | 23 |
| Deposits, excluding repo deposits | 1,751 | 1,542 | 1,668 | 1,734 | 3,565 | 3,734 | 2,399 | 4,600 | 1,751 | 3,565 |
| Allocated capital (average) | 1,421 | 1,850 | 2,123 | 2,218 | 2,580 | 2,602 | 2,408 | 2,707 | 1,634 | 2,591 |
| No. of full-time employees, end of period | 64 | 83 | 159 | 284 | 320 | 326 | 259 | 332 | 64 | 320 |

¹ Based on averages balances.

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 Loans, excluding reverse transactions before impairments includes loans held for sale in Baltics

2.6.2 Non-core, loan impairment charges

| (DKK millions) | Q220 | Q120 | Q419 | Q319 | Q219 | Q119 | Q418 | Q318 | Year to date 2020 | Year to date 2019 |
|-------------------------------|------|------|------|------|------|------|------|------|----------------------|----------------------|
| Non-core banking ¹ | 74 | 13 | -205 | -50 | 1 | 273 | -10 | -46 | 87 | 274 |
| Non-core conduits etc. | 8 | 80 | 99 | - | 107 | -13 | 4 | 41 | 88 | 94 |
| Total | 82 | 93 | -106 | -50 | 108 | 261 | -5 | -5 | 175 | 369 |

¹ Non-core banking encompasses the Group's activities in Lithuania 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 10,335 employees.

| | Q220 | Q120 | Q419 | Q319 | Q219 | Q119 | Q418 | Q318 | Year to date 2020 | Year to date 2019 |
|---------------------------------------|------|------|--------|------|------|------|------|--------|----------------------|----------------------|
| (DKK millions) | | | | | | | | | | |
| Net interest income | -142 | 93 | 18 | 52 | -23 | -52 | 115 | 71 | -49 | -75 |
| Net fee income | -69 | -60 | -57 | -47 | -70 | -53 | -80 | -62 | -129 | -123 |
| Net trading income | -184 | 81 | 993 | 96 | 209 | 123 | 258 | 353 | -103 | 332 |
| Other income | -57 | -12 | 127 | 83 | 55 | -49 | -9 | 15 | -69 | 6 |
| Total income | -451 | 102 | 1,081 | 184 | 172 | -31 | 283 | 378 | -350 | 141 |
| Operating expenses | 374 | 640 | 1,521 | 643 | 495 | 244 | 178 | 1,829 | 1,014 | 739 |
| Profit before loan impairment charges | -825 | -538 | -439 | -459 | -323 | -275 | 106 | -1,452 | -1,364 | -598 |
| Loan impairment charges | 23 | 7 | -1 | 1 | - | -5 | 3 | 4 | 30 | -5 |
| Profit before tax | -849 | -545 | -438 | -460 | -323 | -270 | 103 | -1,455 | -1,394 | -593 |
| PROFIT BEFORE TAX | | | | | | | | | | |
| (DKK millions) | | | | | | | | | | |
| Group Treasury | -224 | -310 | 836 | 39 | -18 | -33 | -10 | 91 | -534 | -51 |
| Own shares and issues | -82 | 221 | -51 | 68 | 55 | -13 | 195 | 144 | 139 | 41 |
| Additional tier 1 capital | 122 | 195 | 197 | 197 | 197 | 194 | 193 | 198 | 317 | 391 |
| Group support functions | -665 | -651 | -1,421 | -765 | -557 | -418 | -274 | -1,888 | -1,316 | -975 |
| Total Other Activities | -849 | -545 | -438 | -460 | -323 | -270 | 103 | -1,455 | -1,394 | -593 |

3. Product Units

3.1 Realkredit Danmark

NEW LOANS BY LOAN TYPE, NOMINAL VALUE

| RETAIL (DKK millions) | Q220 | Q120 | Q419 | Q319 | Q219 | Q119 | Q418 | Q318 | Year to date 2020 | Year to date 2019 |
|--------------------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|----------------------|----------------------|
| <u>Interest-only</u> | | | | | | | | | | |
| RD BOR | - | - | - | - | - | - | - | - | - | - |
| FlexKort® | 494 | 394 | 264 | 217 | 368 | 430 | 495 | 349 | 887 | 798 |
| Flexlån® F1 | 236 | 436 | 219 | 154 | 192 | 350 | 517 | 251 | 673 | 542 |
| Flexlån® F2 | 22 | 48 | 29 | 17 | 18 | 32 | 39 | 13 | 70 | 49 |
| Flexlån® F3 | 94 | 269 | 171 | 170 | 210 | 380 | 620 | 309 | 364 | 589 |
| Flexlån® F4 | 6 | 10 | 27 | 19 | 15 | 56 | 43 | 36 | 15 | 71 |
| Flexlån® F5 | 2,633 | 5,362 | 4,868 | 3,853 | 3,680 | 4,153 | 4,696 | 3,450 | 7,995 | 7,833 |
| Flexlån®F6 - F10 | 85 | 179 | 304 | 278 | 139 | 216 | 131 | 78 | 264 | 355 |
| Fixed rate | 3,709 | 6,468 | 10,099 | 13,044 | 5,255 | 2,787 | 2,756 | 2,861 | 10,177 | 8,043 |
| Total Interest-only | 7,279 | 13,166 | 15,981 | 17,753 | 9,877 | 8,403 | 9,298 | 7,348 | 20,446 | 18,281 |
| <u>Repayment</u> | | | | | | | | | | |
| RD BOR | - | - | - | - | - | - | - | - | - | - |
| FlexKort® | 231 | 125 | 117 | 87 | 121 | 154 | 244 | 139 | 356 | 275 |
| Flexlån® F1 | 95 | 164 | 69 | 68 | 96 | 142 | 181 | 105 | 258 | 239 |
| Flexlån® F2 | 11 | 6 | 9 | 19 | 8 | 20 | 13 | 9 | 17 | 27 |
| Flexlån® F3 | 59 | 123 | 97 | 58 | 100 | 222 | 285 | 167 | 182 | 321 |
| Flexlån® F4 | 7 | 3 | 9 | 13 | 4 | 22 | 23 | 9 | 10 | 26 |
| Flexlån® F5 | 1,375 | 1,482 | 1,483 | 1,528 | 1,666 | 2,031 | 2,412 | 1,662 | 2,857 | 3,697 |
| Flexlån®F6 - F10 | 23 | 36 | 74 | 56 | 30 | 80 | 42 | 16 | 59 | 110 |
| Fixed rate | 7,566 | 12,039 | 17,603 | 30,687 | 15,237 | 5,251 | 5,914 | 6,096 | 19,605 | 20,489 |
| Total Repayment | 9,367 | 13,978 | 19,461 | 32,516 | 17,261 | 7,923 | 9,115 | 8,203 | 23,345 | 25,184 |
| Total | 16,647 | 27,145 | 35,442 | 50,269 | 27,139 | 16,326 | 18,413 | 15,550 | 43,791 | 43,465 |

3.1 Realkredit Danmark

NEW LOANS BY LOAN TYPE, NOMINAL VALUE

| COMMERCIAL (DKK millions) | Q220 | Q120 | Q419 | Q319 | Q219 | Q119 | Q418 | Q318 | Year to date 2020 | Year to date 2019 |
|------------------------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|--------------|----------------------|----------------------|
| Interest-only | | | | | | | | | | |
| RD BOR | 937 | 4,552 | 1,057 | 2,254 | 2,134 | 1,959 | 1,675 | 759 | 5,489 | 4,093 |
| FlexKort® | 82 | 119 | 41 | 94 | 109 | 232 | 326 | 208 | 201 | 341 |
| Flexlån® F1 | 140 | 165 | 134 | 17 | 192 | 195 | 116 | 155 | 305 | 388 |
| Flexlån® F2 | 64 | - | - | - | 10 | 84 | 4 | - | 64 | 94 |
| Flexlån® F3 | 124 | 350 | 166 | 311 | 557 | 1,096 | 518 | 114 | 474 | 1,653 |
| Flexlån® F4 | - | - | - | 2 | - | 4 | 17 | - | - | 4 |
| Flexlån® F5 | 559 | 963 | 1,308 | 791 | 906 | 1,194 | 1,234 | 657 | 1,522 | 2,099 |
| Flexlån®F6 - F10 | 212 | 1,235 | 649 | 467 | 405 | 185 | 334 | 35 | 1,447 | 590 |
| Fixed rate | 1,157 | 2,953 | 5,662 | 5,968 | 3,608 | 1,079 | 1,234 | 618 | 4,111 | 4,686 |
| Total Interest-only | 3,275 | 10,338 | 9,016 | 9,904 | 7,920 | 6,028 | 5,458 | 2,546 | 13,613 | 13,948 |
| Repayment | | | | | | | | | | |
| RD BOR | 5,238 | 905 | 613 | 733 | 742 | 504 | 1,012 | 1,056 | 6,143 | 1,246 |
| FlexKort® | 177 | 19 | 43 | 14 | 82 | 98 | 123 | 85 | 196 | 179 |
| Flexlån® F1 | 289 | 112 | 59 | 17 | 43 | 317 | 160 | 75 | 401 | 360 |
| Flexlån® F2 | 4 | 14 | 6 | 1 | 15 | - | 3 | - | 18 | 15 |
| Flexlån® F3 | 130 | 59 | 170 | 35 | 40 | 222 | 201 | 44 | 189 | 262 |
| Flexlån® F4 | - | 43 | - | 4 | - | 19 | - | 22 | 43 | 19 |
| Flexlån® F5 | 499 | 735 | 929 | 530 | 555 | 656 | 907 | 362 | 1,234 | 1,211 |
| Flexlån®F6 - F10 | 1,184 | 1,023 | 2,051 | 1,120 | 6,303 | 1,160 | 2,161 | 3,110 | 2,208 | 7,463 |
| Fixed rate | 5,918 | 5,668 | 23,088 | 18,643 | 10,370 | 2,297 | 3,948 | 2,615 | 11,586 | 12,667 |
| Total Repayment | 13,440 | 8,577 | 26,959 | 21,097 | 18,151 | 5,272 | 8,515 | 7,371 | 22,017 | 23,423 |
| Total | 16,715 | 18,915 | 35,974 | 31,001 | 26,071 | 11,300 | 13,974 | 9,917 | 35,631 | 37,371 |

3.1 Realkredit Danmark

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

| (DKK billions) | Retail | Rental Residential | Commercial | Agriculture | Total |
|----------------------------|------------|--------------------|------------|-------------|------------|
| Interest-only | | | | | |
| RDBOR | - | 14 | 41 | 3 | 58 |
| FlexKort® | 13 | 1 | - | 5 | 19 |
| Flexlån® F1 | 14 | 1 | - | 2 | 17 |
| Flexlån® F2 | 2 | - | - | - | 2 |
| Flexlån® F3 | 18 | 3 | 1 | 3 | 26 |
| Flexlån® F4 | 2 | - | 1 | - | 2 |
| Flexlån® F5 | 97 | 11 | 4 | 9 | 122 |
| Flexlån®F6 - F10 | 4 | 11 | 2 | 1 | 18 |
| Fixed rate | 54 | 9 | 2 | 4 | 70 |
| Total Interest-only | 204 | 50 | 52 | 28 | 334 |
| Repayment | | | | | |
| RDBOR | - | 7 | 26 | 2 | 34 |
| FlexKort® | 5 | 1 | 1 | 2 | 9 |
| Flexlån® F1 | 14 | 2 | 2 | 2 | 20 |
| Flexlån® F2 | 1 | - | - | - | 2 |
| Flexlån® F3 | 15 | 2 | 3 | 2 | 22 |
| Flexlån® F4 | 1 | - | - | - | 1 |
| Flexlån® F5 | 58 | 16 | 9 | 3 | 86 |
| Flexlån®F6 - F10 | 2 | 33 | 2 | - | 37 |
| Fixed rate | 143 | 63 | 21 | 6 | 233 |
| Total Repayment | 239 | 125 | 65 | 17 | 445 |
| Total | 443 | 175 | 117 | 44 | 780 |

3.1 Realkredit Danmark

LOANS BY BUSINESS SEGMENT & LENDING SPREAD, NOMINAL VALUE

| (DKK billions) | Q220 | Q120 | Q419 | Q319 | Q219 | Q119 | Q418 | Q318 | Year to date 2020 | Year to date 2019 |
|----------------------------|------|------|------|------|------|------|------|------|----------------------|----------------------|
| Banking DK | 752 | 753 | 755 | 752 | 746 | 746 | 749 | 748 | 752 | 746 |
| Retail | 451 | 453 | 455 | 454 | 451 | 444 | 447 | 447 | 451 | 451 |
| Commercial | 301 | 300 | 300 | 298 | 295 | 302 | 301 | 300 | 301 | 295 |
| Banking Nordic | 11 | 11 | 12 | 12 | 13 | 12 | 11 | 11 | 11 | 13 |
| Sweden | 7 | 6 | 7 | 6 | 8 | 8 | 7 | 7 | 7 | 8 |
| Norway | 5 | 5 | 5 | 5 | 5 | 4 | 4 | 4 | 5 | 5 |
| Corporates & Institutions | 16 | 16 | 16 | 16 | 16 | 17 | 18 | 17 | 16 | 16 |
| Total loans, nominal value | 780 | 780 | 783 | 780 | 774 | 775 | 778 | 776 | 780 | 774 |
| Fair value | 803 | 795 | 805 | 811 | 807 | 804 | 799 | 797 | 803 | 807 |
| Lending spread (%) | 0.76 | 0.77 | 0.77 | 0.77 | 0.79 | 0.80 | 0.79 | 0.80 | 0.76 | 0.79 |
| Retail | 0.80 | 0.81 | 0.80 | 0.81 | 0.83 | 0.84 | 0.83 | 0.83 | 0.80 | 0.83 |
| Commercial | 0.71 | 0.72 | 0.72 | 0.72 | 0.73 | 0.75 | 0.74 | 0.74 | 0.71 | 0.73 |

| | Q220 | Q120 | Q419 | Q319 | Q219 | Q119 | Q418 | Q318 | Year to date 2020 | Year to date 2019 |
|---|------|------|------|------|------|------|------|------|----------------------|----------------------|
| Loan to value, end of period (%) | 59 | 59 | 60 | 61 | 61 | 61 | 61 | 61 | 59 | 61 |
| Retail | 60 | 59 | 60 | 61 | 62 | 61 | 61 | 61 | 60 | 62 |
| Commercial | 59 | 59 | 60 | 60 | 60 | 61 | 60 | 60 | 59 | 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 | 218,950 | 71,125 | 49,079 | 3,836 | 342,991 |
| - Other Zealand | 67,545 | 15,646 | 8,654 | 12,434 | 104,279 |
| - Region South Denmark | 67,721 | 30,289 | 22,264 | 15,134 | 135,408 |
| - Region Central Jutland | 67,798 | 41,012 | 17,701 | 8,041 | 134,552 |
| - Region North Jutland | 20,774 | 12,781 | 5,272 | 5,014 | 43,841 |
| - Other area | - | 4,012 | 14,427 | - | 18,439 |
| Total | 442,788 | 174,864 | 117,397 | 44,460 | 779,510 |

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

| Sector (%) | 0-20% | 20-40% | 40-60% | 60-80% | >80% | Total (DKK billions) | Average LTV end of period |
|-----------------------------------|-------|--------|--------|--------|------|-------------------------|------------------------------|
| Retail market | 38.1 | 32.0 | 21.0 | 7.8 | 1.0 | 451.6 | 60.0 |
| Commercial market | 44.9 | 35.1 | 16.3 | 2.3 | 1.4 | 118.8 | 49.0 |
| Agriculture | 39.5 | 33.4 | 21.1 | 4.7 | 1.3 | 45.2 | 56.0 |
| Residential rental property | 40.3 | 26.4 | 17.7 | 8.7 | 7.0 | 187.6 | 65.0 |
| Weighted share | 39.7 | 31.2 | 19.5 | 7.0 | 2.5 | 100.0 | 59.0 |
| Total (DKK billions) ¹ | 318.8 | 250.9 | 156.8 | 56.5 | 20.0 | 803.1 | |

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

3.2 Online Banking

ONLINE BANKING

| [End of period] | Q220 | Q120 | Q419 | Q319 | Q219 | Q119 | Q418 | Q318 |
|---|---------|---------|---------|---------|---------|---------|---------|---------|
| No. of eBanking customers, end of period (000s) ¹ | 2,316 | 2,260 | 2,265 | 2,258 | 2,259 | 2,260 | - | - |
| Hereof eBanking customers from Denmark (000s) | 1,256 | 1,220 | 1,250 | 1,244 | 1,251 | 1,260 | - | - |
| No. of Mobile Banking customers, Denmark, end of period (000s) | 853 | 796 | 831 | 825 | 826 | 815 | - | - |
| No. of app downloads | 135,448 | 125,351 | 165,701 | 474,661 | 589,089 | 219,124 | 157,261 | 171,952 |
| No. of app downloads, aggregated (000s) | 5,807 | 5,672 | 5,547 | 5,381 | 5,495 | 4,906 | 4,687 | 4,530 |
| Number of self-service eBanking payments and transactions (000s) ² | 11,271 | 12,074 | 12,116 | 11,851 | 11,739 | 11,939 | 12,654 | 11,868 |
| Number of self-service Mobile Banking payments and transactions (000s) | 14,812 | 14,015 | 13,865 | 13,576 | 13,346 | 12,361 | 12,707 | 11,754 |
| Number of self-service Tablet Banking payments and transactions (000s) | 128 | 300 | 317 | 504 | 727 | 870 | 971 | 933 |
| Number of teller payments and transactions (000s) | 1,185 | 2,013 | 2,405 | 2,482 | 2,477 | 2,543 | 1,689 | 2,811 |

The logging method for customer logins on our digital channels has been improved to ensure a correct depiction of the development over time. Figures have been restated from Q3 2019 onwards. There are no comparative figures for 2018

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

| | Q220 | Q120 | Q419 | Q319 | Q219 | Q119 | Q418 | Q318 | Year to date 2020 | Year to date 2019 |
|---------------------------------------|--------|--------|--------|--------|--------|--------|--------|--------|----------------------|----------------------|
| Number of transactions (mio.) | 86 | 78 | 90 | 83 | 88 | 73 | 77 | 70 | 164 | 161 |
| Volume of transactions, DKK (mio.) | 31,371 | 26,310 | 27,957 | 25,994 | 26,321 | 22,298 | 23,093 | 21,619 | 57,681 | 48,619 |
| Number of registered users EOP (mio.) | 4.1 | 4.1 | 4.1 | 4.1 | 4.1 | 4.1 | 4.1 | 4.0 | 8.2 | 8.2 |

MOBILEPAY Finland

| | Q220 | Q120 | Q419 | Q319 | Q219 | Q119 | Q418 | Q318 | Year to date 2020 | Year to date 2019 |
|---------------------------------------|---------|---------|---------|---------|---------|---------|--------|--------|----------------------|----------------------|
| Number of transactions (000s) | 8,452 | 7,061 | 6,667 | 5,838 | 4,830 | 3,696 | 3,168 | 2,664 | 15,513 | 8,527 |
| Volume of transactions, EUR (000s) | 280,706 | 226,776 | 201,877 | 177,452 | 140,613 | 105,632 | 89,884 | 78,215 | 507,482 | 246,244 |
| Number of registered users EOP (mio.) | 1.4 | 1.2 | 1.2 | 1.1 | 1.0 | 0.9 | 0.8 | 0.7 | 2.6 | 1.9 |

4. About Danske Bank

4.1 Market share

| (%, end of period) | Segment | Q220 | Q120 | Q419 | Q319 | Q219 | Q119 | Q418 | Q318 |
|----------------------|---------------------------------|------|------|------|------|------|------|------|------|
| Denmark ¹ | Lending | 25.8 | 25.8 | 26.2 | 26.2 | 26.3 | 26.4 | 26.6 | 26.5 |
| | Deposits | 29.7 | 29.0 | 28.9 | 28.1 | 28.4 | 28.6 | 27.7 | 28.4 |
| Finland | Lending | 10.0 | 9.7 | 9.6 | 9.5 | 9.5 | 9.5 | 9.5 | 9.6 |
| | Deposits | 11.6 | 10.6 | 10.7 | 10.5 | 10.8 | 10.5 | 11.3 | 12.1 |
| Sweden ² | Lending | 5.8 | 5.6 | 5.5 | 5.6 | 5.7 | 5.8 | 5.7 | 5.7 |
| | Deposits | 4.9 | 4.3 | 4.3 | 4.3 | 4.2 | 4.0 | 4.0 | 4.2 |
| Norway | Lending | 6.5 | 6.3 | 6.1 | 6.1 | 6.0 | 5.9 | 5.7 | 6.0 |
| | Deposits | 7.6 | 7.2 | 6.4 | 6.4 | 6.7 | 6.6 | 6.4 | 6.1 |
| Northern Ireland | Personal | 19.1 | 19.5 | 19.1 | 19.7 | 19.8 | 19.6 | 19.8 | 20.0 |
| | Business | 25.0 | 25.0 | 24.0 | 25.0 | 25.0 | 22.0 | 24.0 | 24.0 |
| Ireland ³ | Lending, incl. property finance | 0.5 | 0.4 | 0.4 | 0.4 | 0.4 | 0.4 | 0.4 | 3.0 |
| | Deposits | 1.0 | 0.8 | 0.8 | 0.8 | 1.2 | 1.0 | 0.9 | 1.0 |

Note: The market shares for Denmark, Finland, Sweden and Norway are based on the MFIS 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.

Market shares for Northern Ireland are per end of March 2020, Denmark, Finland, Sweden, Norway and Ireland are per end of May 2020.

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

² The market share is excl. repo lending and deposits.

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

4.2 FTE by Business Unit

| (End of period) | Q220 | Q120 | Q419 | Q319 | Q219 | Q119 | Q418 | Q318 | Year to date 2020 | Year to date 2019 |
|---------------------------|--------|--------|--------|--------|--------|--------|--------|--------|-------------------|-------------------|
| Banking DK | 4,798 | 4,792 | 4,588 | 4,501 | 4,374 | 4,288 | 4,225 | 4,245 | 4,798 | 4,374 |
| Banking Nordic | 2,467 | 2,509 | 2,599 | 2,696 | 2,750 | 2,628 | 2,613 | 2,698 | 2,467 | 2,750 |
| Corporates & Institutions | 1,647 | 1,666 | 1,665 | 1,704 | 1,675 | 1,702 | 1,858 | 1,847 | 1,647 | 1,675 |
| Wealth Management | 1,515 | 1,527 | 1,563 | 1,567 | 1,557 | 1,595 | 1,579 | 1,553 | 1,515 | 1,557 |
| Northern Ireland | 1,365 | 1,334 | 1,285 | 1,323 | 1,335 | 1,356 | 1,322 | 1,319 | 1,365 | 1,335 |
| Other Activities | 10,335 | 10,120 | 10,147 | 9,883 | 9,452 | 9,083 | 8,827 | 8,535 | 10,335 | 9,452 |
| Total core | 22,127 | 21,948 | 21,847 | 21,674 | 21,143 | 20,652 | 20,424 | 20,197 | 22,127 | 21,143 |
| Non-core | 64 | 83 | 159 | 284 | 320 | 326 | 259 | 332 | 64 | 320 |
| Group Total | 22,191 | 22,032 | 22,006 | 21,960 | 21,462 | 20,978 | 20,683 | 20,530 | 22,191 | 21,462 |

4.3 Branches

| [End of period] | Q220 | Q120 | Q419 | Q319 | Q219 | Q119 | Q418 | Q318 |
|------------------------|------------|------------|------------|------------|------------|------------|------------|------------|
| Denmark | 92 | 92 | 92 | 94 | 94 | 94 | 95 | 95 |
| Finland | 19 | 31 | 35 | 36 | 36 | 39 | 39 | 39 |
| Sweden | 29 | 29 | 29 | 34 | 34 | 34 | 34 | 34 |
| Norway | 20 | 20 | 20 | 21 | 23 | 25 | 25 | 25 |
| Northern Ireland | 40 | 40 | 40 | 40 | 40 | 42 | 42 | 44 |
| Branches, total | 200 | 212 | 216 | 225 | 227 | 234 | 235 | 237 |

Note: Sweden branches has per Q220 been corrected for Q120 and Q419

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.

| [DKK millions] | 2019 | 2018 | 2017 | 2016 | 2015 |
|------------------------------------|---------------|---------------|---------------|---------------|---------------|
| Dividends ¹ | - | 7,616 | 9,368 | 8,853 | 8,069 |
| Share buybacks | - | 7,757 | 10,026 | 8,147 | 5,000 |
| Total | - | 15,373 | 19,394 | 17,000 | 13,069 |
| Net profit for the year | 15,072 | 15,174 | 20,900 | 19,858 | 13,123 |
| Dividend payout ratio ² | - | 50 | 45 | 45 | 46 |
| Dividend per share (DKK) | - | 8.5 | 10.0 | 9.0 | 8.0 |
| Dividend yield (%) | - | 6.6 | 4.1 | 4.2 | 4.3 |

¹In Annual Report 2019, dividends of DKK 7,329 million was proposed.

As announced on 20 April 2020 the Board of Directors has decided to propose to the general meeting that no dividends be paid for 2019.

²Figures for 2015 are calculated based on net profit for the year before goodwill impairment charges.

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 six months of 2020 was 4.4 million. With a total turnover of DKK 47.2 billion, the Danske Bank share was the second most actively traded share on the Copenhagen Stock Exchange (part of the OMX Exchange group) during the first six months of 2020.

At the beginning of 2020, the share capital totalled DKK 8,621,846,210 and consisted of 8,621,846,21 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.

| <u>Number of shares</u> | |
|---|-------------|
| Issued shares at 1 January 2020 | 862,184,621 |
| Issued shares at 31 December 2019 | 862,184,621 |
| The Group's trading portfolio of own shares | -3,567,731 |
| The Group's investment in own shares on customer's behalf | -6,206,312 |
| Shares outstanding at 30 June 2020 | 852,410,578 |

| Calculation of average number of outstanding shares ¹ | Q220 | Q120 | Q419 | Q319 | Q219 | Q119 | Q418 | Q318 |
|--|-------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|
| Issued shares (beginning of period) | 862,184,621 | 862,184,621 | 862,184,621 | 862,184,621 | 895,953,621 | 895,953,621 | 895,953,621 | 895,953,621 |
| Adjustment for share buy-back | | | | | -33,769,000 | | | |
| Issued shares (end of period) | 862,184,621 | 862,184,621 | 862,184,621 | 862,184,621 | 862,184,621 | 895,953,621 | 895,953,621 | 895,953,621 |
| Adjustment for average outstanding shares | | | | | | | | |
| Average number of issued shares | 862,184,621 | 862,184,621 | 862,184,621 | 862,184,621 | 862,184,621 | 895,953,621 | 895,953,621 | 895,953,621 |
| Average holding of own shares | 5,838,835 | 5,411,361 | 4,296,668 | 4,839,949 | 4,846,986 | 41,159,207 | 41,217,667 | 32,854,553 |
| Average number of outstanding shares | 856,345,786 | 856,773,260 | 857,887,953 | 857,344,672 | 857,337,635 | 854,794,415 | 854,735,954 | 863,099,068 |
| Average dilutive shares (related to share-based payments) | 1,205,550 | 182,934 | -712,479 | 561,895 | 544,025 | 871,405 | 352,383 | 782,974 |
| Average number of outstanding shares (diluted) | 857,551,336 | 856,956,193 | 857,175,474 | 857,906,567 | 857,881,660 | 855,665,820 | 855,088,337 | 863,882,042 |

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.

Danske Bank is rated 'A/Stable outlook' by S&P and 'A3/Stable outlook' by Moody's.

On June 19th, 2020, Fitch removed its ratings from Rating Watch Negative and affirmed its ratings of Danske Bank. At the same time Fitch assigned a Negative outlook to Danske Bank's 'A' issuer rating. The Negative outlook reflects the economic uncertainties relating to the fallout from the coronavirus pandemic and the financial uncertainties relating to the Estonia case.

| Moody's Investors Service | | S&P Global | | Fitch Ratings | | Scope | |
|--------------------------------|-------------------------------|--------------------------------|--|-------------------------------|--|------------|--|
| Short-term | Long-term | Short-term | Long-term | Short-term | Long-term | Short-term | Long-term |
| P-1 | Aaa | A-1+ | AAA <small>REALKREDIT</small> Danmark | F1+ | AAA <small>REALKREDIT</small> Danmark | S1+ | AAA <small>REALKREDIT</small> Danmark |
| P-2 <small>Danske Bank</small> | Aa1 | A-1 <small>Danske Bank</small> | AA+ | F1 <small>Danske Bank</small> | AA+ <small>REALKREDIT</small> Danmark | S1 | AA+ |
| P-3 | Aa2 | A-2 | AA | F2 | AA | S2 | AA |
| | Aa3 | A-3 | AA- | F3 | AA- | S3 | AA- |
| | A1 | | A+ | | A+ | | A+ |
| | A2 | | A <small>Danske Bank</small> | | A <small>Danske Bank</small> | | A |
| | A3 <small>Danske Bank</small> | | A- | | A- | | A- |
| | Baa1 | | BBB+ | | BBB+ | | BBB+ |
| | Baa2 | | BBB | | BBB | | BBB |
| | Baa3 | | | | | | |



5. Macroeconomics

5.1 Exchange rates (cross currency: Danish kroner)



| (End of period) | Q220 | Q120 | Q419 | Q319 | Q219 | Q119 | Q418 | Q318 |
|------------------------------|--------|--------|--------|--------|--------|--------|--------|--------|
| Euro (EUR) | 745.26 | 746.83 | 746.98 | 746.64 | 746.36 | 746.52 | 746.73 | 745.65 |
| US dollar (USD) | 665.68 | 681.79 | 667.60 | 684.43 | 656.31 | 664.60 | 652.13 | 643.77 |
| British pound sterling (GBP) | 816.99 | 842.26 | 876.78 | 842.47 | 832.94 | 870.11 | 827.03 | 839.45 |
| Swedish krona (SEK) | 71.03 | 67.58 | 71.57 | 69.79 | 70.69 | 71.82 | 72.68 | 72.38 |
| Norwegian krona (NOK) | 68.33 | 64.94 | 75.84 | 75.42 | 77.02 | 77.3 | 74.73 | 78.77 |
| Polish zloty (PLN) | 167.25 | 164.40 | 175.46 | 170.51 | 175.61 | 173.62 | 173.54 | 174.33 |

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



5.2 Macroeconomic indicators



| DENMARK  | | 2021E | 2020E | 2019 | 2018 | 2017 | 2016 | 2015 | 2014 |
|---|---|-------|-------|-------|-------|-------|-------|-------|------|
| Rating (S&P): AAA |  | | | | | | | | |
| GDP growth | (%) | 2.5 | -3.5 | 2.3 | 2.4 | 2.0 | 3.2 | 2.3 | 1.6 |
| Export | | 4.1 | -7.7 | 1.8 | 2.4 | 4.6 | 4.1 | 3.6 | 3.1 |
| Private consumption* | | 3.5 | -1.4 | 2.2 | 2.8 | 1.7 | 2.4 | 2.3 | 1.0 |
| Public consumption | | 0.5 | 1.4 | 1.2 | 0.4 | 1.0 | 0.2 | 1.7 | 1.9 |
| Inflation | | 1.2 | 0.5 | 0.8 | 0.8 | 1.1 | 0.3 | 0.5 | 0.6 |
| Unemployment rate** | | 5.2 | 5.4 | 3.7 | 3.8 | 4.2 | 4.1 | 4.5 | 5.0 |
| 3-month interest rate (avg.) | | -0.24 | -0.25 | -0.37 | -0.30 | -0.26 | -0.14 | -0.12 | 0.31 |
| 10-year interest rate (avg.) | | 0.10 | -0.25 | -0.16 | 0.45 | 0.55 | 0.32 | 0.67 | 1.21 |
| Gross public debt (% of GDP) | | 42.1 | 44.1 | 33.2 | 34.2 | 35.5 | 37.2 | 39.8 | 44.3 |
| Budget balance (% of GDP) | | -1.9 | -6.9 | 3.8 | 0.8 | 1.7 | 0.2 | -1.2 | 1.1 |
| Houseprices | | 1.2 | -0.3 | 3.0 | 3.9 | 4.0 | 4.0 | 6.0 | 3.4 |

*Household consumption
**Gross, average year


| FINLAND  | | 2021E | 2020E | 2019 | 2018 | 2017 | 2016 | 2015 | 2014 |
|---|---|-------|-------|-------|-------|-------|-------|-------|------|
| Rating (S&P): AA+ |  | | | | | | | | |
| GDP growth | (%) | 3.5 | -5.5 | 1.1 | 1.5 | 3.3 | 2.8 | 0.5 | -0.4 |
| Export | | 6.0 | -13.0 | 7.5 | 1.7 | 8.6 | 3.9 | 0.4 | -2.0 |
| Private consumption | | 4.5 | -6.0 | 0.9 | 1.8 | 1.0 | 2.4 | 1.6 | 0.6 |
| Public consumption | | 1.0 | 4.0 | 1.2 | 1.6 | 0.1 | 0.9 | 1.3 | -0.1 |
| Inflation | | 1.2 | 0.2 | 1.0 | 1.1 | 0.8 | 0.3 | -0.2 | 1.0 |
| Unemployment rate | | 8.0 | 8.0 | 6.7 | 7.4 | 8.6 | 8.8 | 9.4 | 8.7 |
| 3-month interest rate (avg.)* | | -0.4 | -0.36 | -0.36 | -0.32 | -0.33 | -0.26 | -0.02 | 0.21 |
| 10-year interest rate (avg.)** | | 0.20 | -0.15 | 0.07 | 0.66 | 0.55 | 0.36 | 0.72 | 1.45 |
| Gross public debt (% of GDP) | | 72.5 | 71.5 | 59.2 | 59.63 | 61.3 | 63.2 | 63.6 | 59.8 |
| Budget balance (% of GDP) | | -3.8 | -9.4 | -1.1 | -0.9 | -0.7 | -1.7 | -2.8 | -3.0 |
| Houseprices | | 1.0 | -1.0 | 0.6 | 1.0 | 1.0 | 0.9 | -0.8 | -0.6 |

* euro area 19
**2021 euro area 19 + 30bp, 2020: euro area 19 + 30 bp


| SWEDEN  | | 2021E | 2020E | 2019 | 2018 | 2017 | 2016 | 2015 | 2014 |
|---|--|-------|-------|-------|-------|-------|-------|-------|------|
| Rating (S&P): AAA |  | | | | | | | | |
| GDP growth | (%) | 3.7 | -4.1 | 1.3 | 2.0 | 2.6 | 2.1 | 4.5 | 2.7 |
| Export | | 4.2 | -1.0 | 4.2 | 0.0 | 4.3 | 2.8 | 6.3 | 4.3 |
| Private consumption | | 4.3 | -5.0 | 1.2 | 0.0 | 2.1 | 2.0 | 3.5 | 2.9 |
| Public consumption | | -0.7 | 0.7 | 0.5 | 0.0 | 0.1 | 3.7 | 2.2 | 1.2 |
| Inflation | | 1.1 | -0.1 | 1.8 | 2.0 | 1.8 | 1.0 | 0.0 | -0.2 |
| Unemployment rate | | 8.5 | 8.8 | 6.8 | 6.3 | 6.7 | 6.9 | 7.4 | 7.9 |
| 3-month interest rate (avg.) | | 0.1 | 0.15 | -0.03 | -0.40 | -0.50 | -0.49 | -0.19 | 0.66 |
| 10-year interest rate (avg.) | | 0.60 | 0.05 | 0.10 | 0.64 | 0.68 | 0.51 | 0.71 | 1.71 |
| Gross public debt (% of GDP) | | 47.0 | 45.0 | 35.7 | 38.5 | 40.7 | 42.2 | 44.2 | 42.3 |
| Budget balance (% of GDP) | | -1.0 | -7.4 | 0.5 | 0.8 | 1.4 | 1.0 | 0.0 | -1.5 |
| Houseprices | | 2.0 | -1.0 | 2.7 | 0.0 | 8.3 | 8.4 | 10.8 | 6.9 |

| NORWAY  | | 2021E | 2020E | 2019 | 2018 | 2017 | 2016 | 2015 | 2014 |
|---|--|-------|-------|------|------|------|------|------|------|
| Rating (S&P): AAA |  | | | | | | | | |
| GDP growth - mainland | (%) | 3.5 | -3.5 | 2.3 | 2.2 | 2.0 | 0.9 | 1.4 | 2.2 |
| Export | | 5.0 | -4.5 | 1.5 | -0.2 | 1.7 | 1.1 | 4.3 | 3.4 |
| Private consumption | | 4.0 | -5.0 | 1.5 | 1.9 | 2.2 | 1.1 | 2.7 | 2.1 |
| Public consumption | | 2.0 | 3.5 | 1.7 | 1.4 | 1.9 | 2.3 | 2.4 | 2.7 |
| Inflation | | 2.8 | 1.5 | 2.2 | 2.7 | 1.8 | 3.6 | 2.1 | 2.1 |
| Unemployment rate | | 3.5 | 5.1 | 2.2 | 2.5 | 2.8 | 3.2 | 3.1 | 2.9 |
| 3-month interest rate (avg.) | | 0.27 | 0.65 | 1.55 | 1.06 | 0.89 | 1.07 | 1.29 | 1.70 |
| 10-year interest rate (avg.) | | 1.25 | 0.85 | 1.50 | 1.88 | 1.64 | 1.33 | 1.57 | 2.51 |
| Gross public debt (% of GDP) | | 39.0 | 41.4 | 36.3 | 38.0 | 38.6 | 34.4 | 30.7 | 30.3 |
| Budget balance (% of GDP) | | 7.8 | 7.6 | 7.5 | 5.1 | 4.0 | 6.1 | 8.8 | 10.8 |
| Houseprices | | 3.0 | 0.0 | 4.4 | 2.9 | 2.6 | 3.1 | 4.0 | 4.6 |

5.2 Macroeconomic indicators (continued)

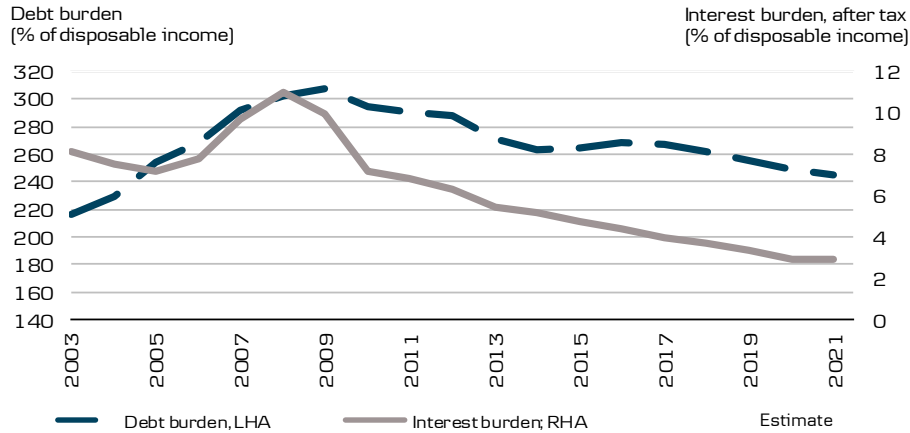
| EURO ZONE (EA 19)  | | | | | | | | | |
|---|-------|-------|-------|-------|-------|-------|-------|------|--|
| (%) | 2021E | 2020E | 2019 | 2018 | 2017 | 2016 | 2015 | 2014 | |
| GDP growth | 5.2 | -6.7 | 1.3 | 1.9 | 2.5 | 1.9 | 2.1 | 1.4 | |
| Export | 12.9 | -11.9 | 2.5 | 3.5 | 5.5 | 2.9 | 6.6 | 4.8 | |
| Private consumption | 7.2 | -6.9 | 1.3 | 1.4 | 1.7 | 2.0 | 1.9 | 0.9 | |
| Public consumption | 3.5 | 1.5 | 1.8 | 1.2 | 1.3 | 1.9 | 1.3 | 0.8 | |
| Inflation | 1.2 | 0.4 | 1.3 | 1.5 | 1.3 | 1.1 | 0.3 | -0.2 | |
| Unemployment rate | 8.1 | 8.9 | 7.6 | 8.2 | 9.1 | 10.1 | 10.9 | 11.6 | |
| 3-month interest rate (avg.) | -0.40 | -0.36 | -0.36 | -0.32 | -0.33 | -0.26 | -0.02 | 0.21 | |
| 10-year interest rate (avg.)** | -0.10 | -0.45 | -0.22 | 0.48 | 0.39 | 0.11 | 0.55 | 1.30 | |
| Gross public debt (% of GDP)* | 87.0 | 90.0 | 86.0 | 87.8 | 89.8 | 92.2 | 93.0 | 95.1 | |
| Budget balance (% of GDP)* | -3.5 | -8.5 | -0.6 | -0.5 | -1.0 | -1.5 | -2.0 | -2.5 | |

* euro area 19
** German 10Y

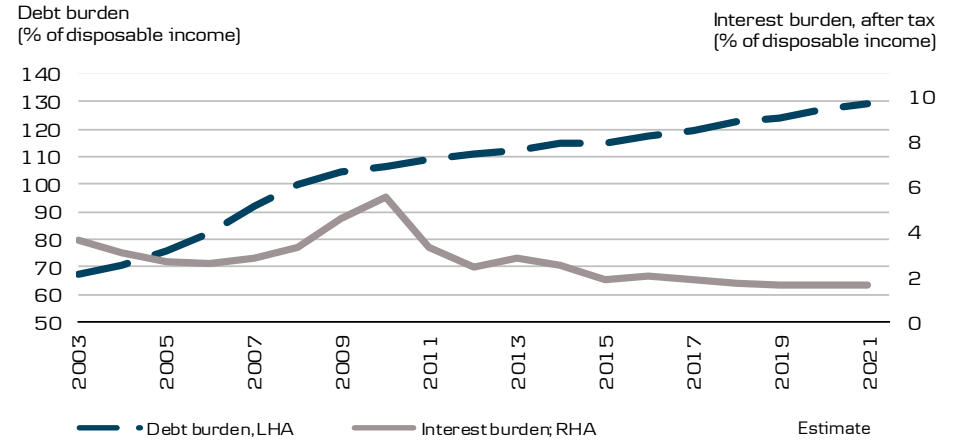
| UK  | | | | | | | | |
|--|-------|-------|------|------|------|------|------|------|
| Rating (S&P): AA | 2021E | 2020E | 2019 | 2018 | 2017 | 2016 | 2015 | 2014 |
| GDP growth | 4.2 | -5.8 | 1.5 | 1.3 | 1.9 | 1.9 | 2.4 | 2.6 |
| Export | 3.2 | -10.9 | 5.0 | 1.2 | 6.1 | 2.7 | 3.8 | 1.0 |
| Private consumption | 4.1 | -7.0 | 1.0 | 1.6 | 2.3 | 3.8 | 2.9 | 2.5 |
| Public consumption | 3.9 | 0.9 | 3.4 | 0.4 | 0.3 | 1.0 | 1.8 | 2.0 |
| Inflation | 1.7 | 1.4 | 1.8 | 2.5 | 2.7 | 0.7 | 0.0 | 1.5 |
| Unemployment rate | 6.0 | 7.3 | 3.8 | 4.1 | 4.4 | 4.9 | 5.4 | 6.2 |
| 3-month interest rate (avg.) | 0.21 | 0.14 | 0.81 | 0.72 | 0.36 | 0.50 | 0.57 | 0.54 |
| 10-year interest rate (avg.) | 0.60 | 0.31 | 0.85 | 1.43 | 1.22 | 1.27 | 1.83 | 2.53 |

5.3 Charts

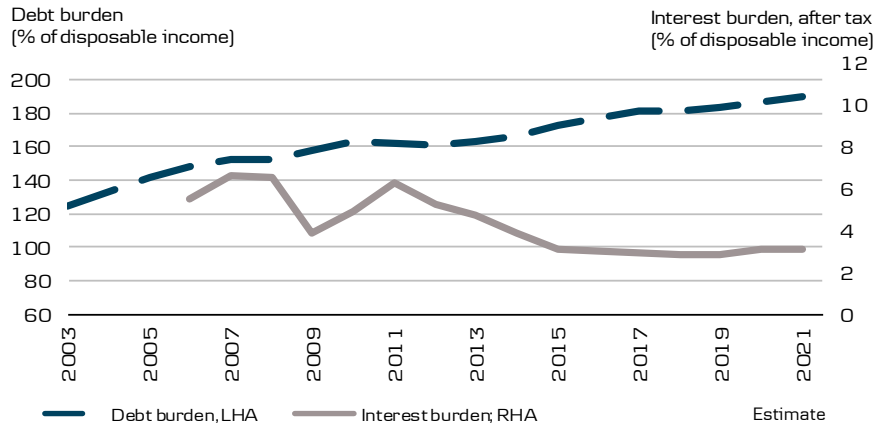
Household debt and interest payments, Denmark



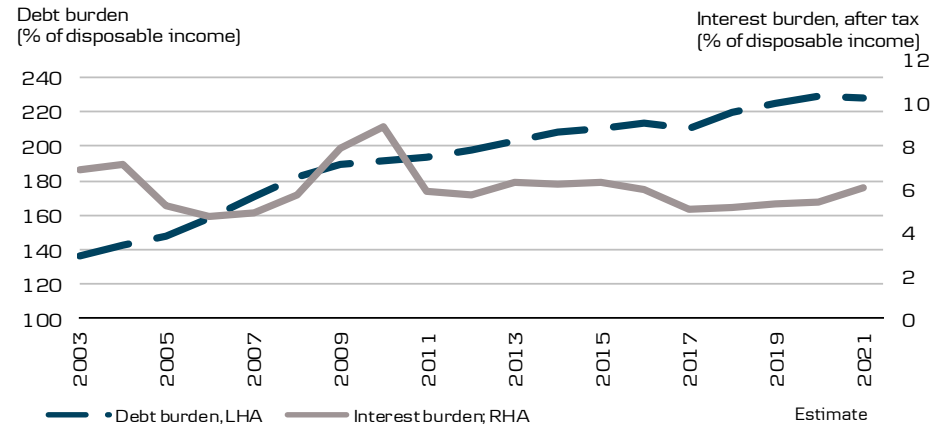
Household debt and interest payments, Finland



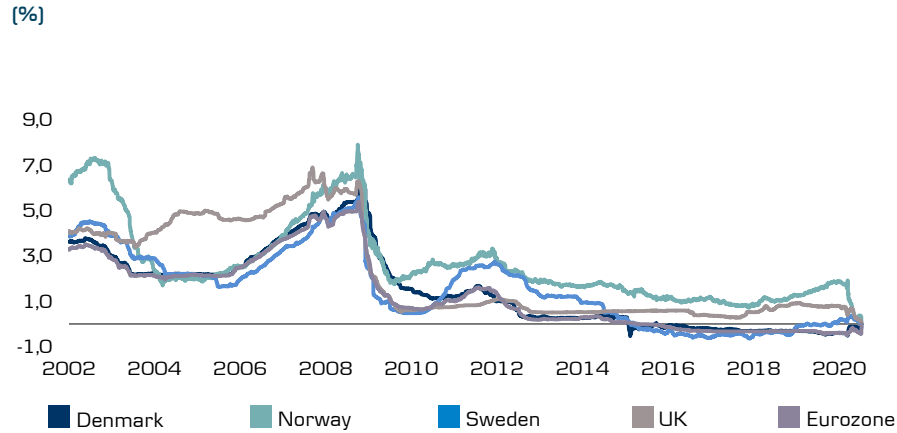
Household debt and interest payments, Sweden



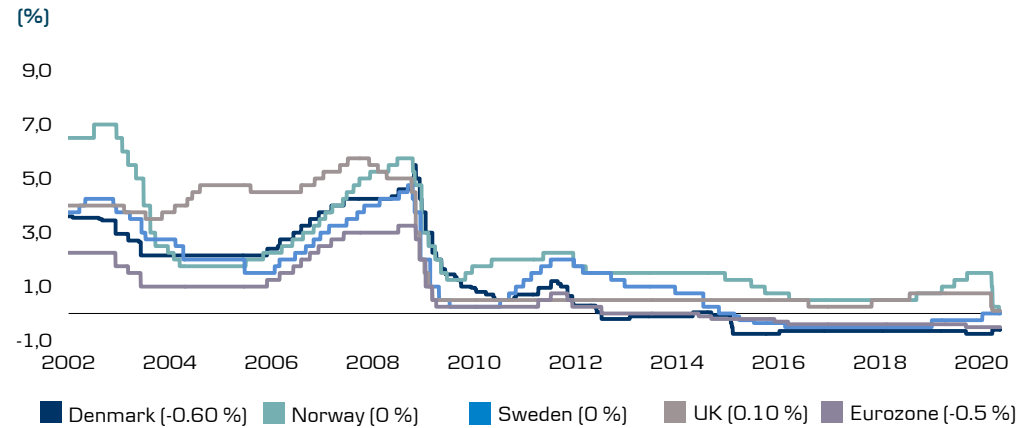
Household debt and interest payments, Norway



Interbank rates, 3-months

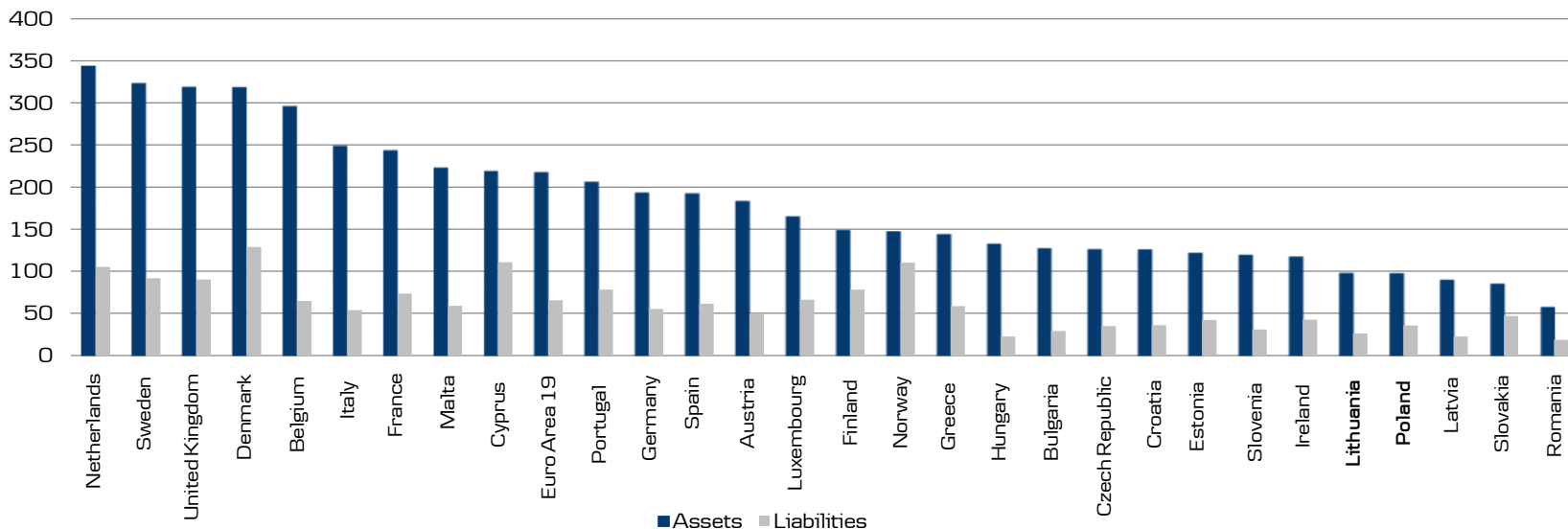


Central bank policy rates



Household leverage

(% of GDP)



*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 June 2020 (DKK million) | | | | |
|--|----------------|-------------|----------------|-------------|
| | 30 June 2020 | | 31 March 2020 | |
| | REA | Weights (%) | REA | Weights (%) |
| Credit risk | | | | |
| A-IRB approach: | | | | |
| Institutions | 3,852 | 22 | 4,265 | 19 |
| Corporates | 273,695 | 30 | 264,123 | 30 |
| Exposures secured by real property | 160,803 | 17 | 154,650 | 17 |
| Other retail | 19,503 | 24 | 19,167 | 25 |
| Securitisations | 1,070 | 41 | 1,104 | 41 |
| Other assets | 9,547 | 81 | 9,999 | 82 |
| A-IRB approach, total | 468,470 | 24 | 453,308 | 24 |
| F-IRB approach, total | 24,444 | 50 | 26,395 | 50 |
| Standardised approach, total | 119,335 | 16 | 132,886 | 19 |
| Credit risk, total | 612,248 | | 612,590 | |
| Counterparty credit risk | 35,405 | 12 | 38,416 | 11 |
| Central counterparty (CCP) default risk | 552 | 5 | 759 | 9 |
| Credit value added (CVA) risk charge | 4,938 | | 4,881 | |
| Counterparty credit risk (incl. CCP and CVA) | 40,894 | | 44,056 | |
| Market risk, total | 58,398 | | 43,261 | |
| Operational risk, total | 73,400 | | 73,400 | |
| Total risk exposure amount | 784,941 | | 773,306 | |

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

| At 30 June 2020 (DKK million) | | |
|-----------------------------------|----------------|----------------------|
| | RWA amounts | Capital requirements |
| 1 RWAs as at 31 March 2020 | 479,703 | 38,376 |
| 2 Asset size | 6,804 | 544 |
| 3 Asset quality | 2,124 | 170 |
| 4 Model updates | 372 | 30 |
| 5 Methodology and policy | -14,211 | -1,137 |
| 6 Acquisitions and disposals | - | - |
| 7 Foreign exchange movements | 4,979 | 398 |
| 8 Technical changes | 10,577 | 846 |
| 9 Other | 2,567 | 205 |
| 10 RWAs as at 30 June 2020 | 492,914 | 39,433 |

The DKK -14.2 bn in 'Methodology and policy' was driven by the implementation of the SME supporting factor in accordance with CRR 2.5.

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

| At 30 June 2020 (DKK million) | | |
|-------------------------------------|---------------|----------------------|
| | RWA amounts | Capital requirements |
| 1 RWAs as at 31 March 2020 | 32,384 | 2,591 |
| 2 Asset size | -661 | -53 |
| 3 Credit quality of counterparties | -1,031 | -82 |
| 4 Model updates (IMM only) | 526 | 42 |
| 5 Methodology and policy (IMM only) | - | - |
| 6 Acquisitions and disposals | - | - |
| 7 Foreign exchange movements | - | - |
| 8 Other | -1,138 | -91 |
| 9 RWAs as at 30 June 2020 | 30,080 | 2,406 |

Counterparty credit risk: Other holds the effect of updating SME factor to CRR2 version.

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

| At 30 June 2020 (DKK million) | | | | | | | |
|---|---------------|---------------|--------------|---------------------------|-------|---------------|----------------------------|
| | VaR | SVaR | IRC | Comprehensive risk measur | Other | Total RWAs | Total capital requirements |
| 1 RWAs at 31 March 2020 | 16,977 | 20,571 | 5,321 | - | - | 42,868 | 3,429 |
| 1a Regulatory adjustment | 8,503 | 12,788 | - | - | - | 21,291 | 1,703 |
| 1b RWAs at the previous year-end (end of the day) | 8,473 | 7,783 | 5,321 | - | - | 21,577 | 1,726 |
| 2 Movement in risk levels | -3,944 | -3,028 | -1,037 | - | - | -8,009 | -641 |
| 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) | 4,529 | 4,755 | 4,284 | - | - | 13,568 | 1,085 |
| 8b Regulatory adjustment | 22,432 | 21,539 | 540 | - | - | 44,511 | 3,561 |
| 8 RWAs as at 30 June 2020 | 26,961 | 26,294 | 4,824 | - | - | 58,079 | 4,646 |

REA from VaR increased 59% compared to the previous quarter mainly due to higher interest rate risk and bond spread risk.

REA from SVaR increased by 28% compared to the previous quarter mainly due to higher interest rate risk and bond spread risk.

IRC decreased by 9% compared to the previous quarter mainly due to bond portfolio composition changes.

6.5 Geographical breakdown of exposures

| At 30 June 2020 (DKK million) | | | | | | | | | |
|--|------------------|----------------|----------------|----------------|----------------|--------------|----------------|---------------|------------------|
| | Net value | | | | | | | | |
| | Denmark | Sweden | Norway | Finland | United Kingdom | Baltics | Rest of Europe | Other | Total |
| 1 Central governments or central banks | - | - | - | - | - | - | - | - | - |
| 2 Institutions | 2,607 | 7,205 | 1,143 | 610 | 1,404 | 223 | 8,739 | 10,339 | 32,271 |
| 3 Corporates | 617,937 | 298,166 | 152,643 | 110,263 | 10,381 | 1,458 | 73,122 | 25,597 | 1,289,567 |
| 4 Retail | 623,725 | 133,371 | 156,760 | 101,263 | 1,317 | 73 | 3,231 | 2,812 | 1,022,552 |
| 5 Equity | - | - | - | - | - | - | - | - | - |
| 6 Securitisations | - | - | - | - | 2,506 | - | 137 | - | 2,643 |
| 7 Other non-credit obligation assets | 8,742 | 813 | 896 | 934 | 26 | 51 | 67 | 112 | 11,641 |
| 8 Total IRB approach | 1,253,012 | 439,554 | 311,441 | 213,071 | 15,634 | 1,805 | 85,296 | 38,860 | 2,358,674 |
| 9 Central governments or central banks | 35,923 | 34,665 | 935 | 17,790 | 46,768 | 10 | 146,318 | 12,322 | 294,732 |
| 10 Regional governments or local authorities | 24,761 | 15,438 | 1,000 | 13,057 | 1,370 | 1,175 | 649 | - | 57,450 |
| 11 Public sector entities | 0 | - | - | 1,191 | - | - | - | - | 1,567 |
| 12 Multilateral development banks | - | - | - | 1,725 | 100 | - | 2,138 | 1,133 | 5,096 |
| 13 International organisations | - | - | - | - | - | - | - | - | - |
| 14 Institutions | 0 | 109 | 7 | 197 | 210 | 7 | 255 | 30 | 819 |
| 15 Corporates | 3,151 | 477 | 509 | 7,705 | 23,441 | 2,438 | 3,558 | 578 | 41,857 |
| 16 Retail | 340 | 67 | 22 | 9,711 | 11,913 | 10 | 872 | 400 | 23,334 |
| 17 Secured by mortgages on immovable property | 409 | 552 | 148 | 13,540 | 27,469 | 29 | 701 | 27 | 42,876 |
| 18 Exposures in default | 26 | 1 | 1 | 721 | 465 | 352 | 51 | 19 | 1,636 |
| 19 Items associated with particularly high risk | 66 | 57 | 64 | 73 | 949 | - | 27 | - | 1,237 |
| 20 Covered bonds | 187,258 | 18,113 | 4,167 | 486 | 1,613 | - | 744 | - | 212,380 |
| 21 Claims on institutions and corporates with a short-term credit assessment | - | - | - | - | - | - | - | - | - |
| 22 Collective investment undertakings | - | - | - | - | - | - | 0 | - | 0 |
| 23 Equity exposures | 11,218 | 65 | 326 | 9 | 32 | - | 536 | 8 | 12,194 |
| 24 Other exposures | 32,940 | 647 | 1,137 | 552 | 626 | 844 | 299 | 56 | 37,101 |
| 25 Total standardised approach | 296,471 | 70,191 | 8,317 | 66,756 | 114,956 | 4,866 | 156,148 | 14,575 | 732,278 |
| 26 Total | 1,549,483 | 509,746 | 319,758 | 279,827 | 130,590 | 6,670 | 241,444 | 53,435 | 3,090,953 |

6.6 Concentration of exposures by industry or counterparty types

At 30 June 2020 (DKK million)

| | Agriculture, forestry and fishing | Mining and quarrying | Manufacturing | Electricity, gas, steam and air conditioning supply | Water supply | Construction | Wholesale and retail trade | Transport and storage | Accommodation and food service activities | Information and communication | Financial and insurance activities | Real estate activities | Professional, scientific and technical activities | Administrative and support service activities | Public administration and defence, compulsory social security | Education | Human health services and social work activities | Arts, entertainment and recreation | Other services | Other/private customers | Total | |
|--|-----------------------------------|----------------------|----------------|---|--------------|---------------|----------------------------|-----------------------|---|-------------------------------|------------------------------------|------------------------|---|---|---|---------------|--|------------------------------------|----------------|-------------------------|------------------|--------|
| 1 Central governments or central banks | - | - | - | - | - | - | - | - | - | - | 29,198 | - | - | - | - | - | - | - | - | - | 3,074 | 32,271 |
| 2 Institutions | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - | 17,064 |
| 3 Corporates | 67,598 | 5,922 | 245,541 | 57,837 | 6,247 | 34,888 | 112,500 | 62,077 | 9,724 | 31,019 | 63,952 | 476,953 | 27,042 | 29,150 | 4,275 | 15,543 | 11,038 | 2,905 | 8,293 | - | 1,289,567 | |
| 4 Retail | 8,777 | 35 | 1,893 | 102 | 126 | 3,193 | 4,775 | 1,383 | 599 | 1,013 | 741 | 12,963 | 3,082 | 1,003 | 12 | 360 | 1,651 | 764 | 1,092 | 978,989 | 1,022,552 | |
| 5 Equity | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - |
| 6 Securitisations | - | - | - | - | - | - | - | - | - | - | 2,643 | - | - | - | - | - | - | - | - | - | - | 2,643 |
| 7 Other non-credit obligation assets | 17 | 5 | 435 | 23 | 16 | 385 | 774 | 121 | 11 | 247 | 50 | 93 | 84 | 178 | 105 | 5 | 16 | 7 | 6 | 9,063 | 11,641 | |
| 8 Total IRB approach | 76,391 | 5,961 | 247,869 | 57,962 | 6,389 | 38,466 | 118,049 | 63,580 | 10,335 | 32,280 | 96,584 | 490,010 | 30,207 | 30,331 | 4,392 | 15,908 | 12,704 | 3,676 | 9,390 | 1,008,189 | 2,358,674 | |
| 9 Central governments or central banks | 0 | - | - | - | - | - | - | 469 | - | 2 | 221,133 | 13 | 55 | - | 56,072 | 278 | 82 | 14 | 4 | 16,609 | 294,732 | |
| 10 Regional governments or local authorities | - | - | - | 115 | 384 | 159 | - | 16 | 4 | - | 5,859 | - | - | 17 | 49,551 | 118 | 1,036 | - | 184 | - | 57,450 | |
| 11 Public sector entities | - | - | - | - | - | - | - | - | - | - | - | - | - | - | 1,121 | 445 | - | - | - | - | 1,567 | |
| 12 Multilateral development banks | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - | 5,096 | |
| 13 International organisations | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - | |
| 14 Institutions | - | - | - | - | - | - | - | - | - | - | 492 | - | - | - | - | - | - | - | - | - | 327 | |
| 15 Corporates | 971 | 166 | 8,303 | 431 | 452 | 3,798 | 7,057 | 1,521 | 733 | 689 | 4,614 | 4,807 | 539 | 1,057 | 350 | 127 | 476 | 158 | 195 | 5,412 | 41,857 | |
| 16 Retail | 3,916 | 54 | 697 | 35 | 66 | 1,327 | 2,094 | 803 | 229 | 122 | 409 | 1,323 | 588 | 469 | 7 | 53 | 305 | 157 | 213 | 10,467 | 23,334 | |
| 17 Secured by mortgages on immovable property | 252 | 4 | 342 | 3 | 8 | 124 | 106 | 16 | 18 | 4 | 109 | 17,394 | 28 | 15 | - | 2 | 24 | 7 | 19 | 24,401 | 42,876 | |
| 18 Exposures in default | 201 | 8 | 74 | - | 9 | 494 | 80 | 175 | 16 | 4 | 40 | 112 | 8 | 23 | - | 1 | 16 | 3 | 3 | 369 | 1,636 | |
| 19 Items associated with particularly high risk | - | - | - | - | - | 868 | - | - | - | 45 | 179 | 100 | 3 | - | - | - | - | - | - | 42 | 1,237 | |
| 20 Covered bonds | - | - | - | - | - | - | - | - | - | - | 212,380 | - | - | - | - | - | - | - | - | - | 212,380 | |
| 21 Claims on institutions and corporates with a short-term credit assessment | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - | |
| 22 Collective investment undertakings | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - | |
| 23 Equity exposures | - | - | 11 | - | - | - | 129 | 32 | - | 30 | 1,084 | 9 | 5 | 6 | - | - | - | - | - | 10,889 | 12,194 | |
| 24 Other exposures | - | - | - | - | - | 139 | - | - | - | - | 1 | - | - | - | 4 | - | - | - | - | 36,958 | 37,101 | |
| 25 Total standardised approach | 5,341 | 232 | 9,427 | 584 | 920 | 6,909 | 9,466 | 3,031 | 1,000 | 897 | 446,299 | 23,757 | 1,233 | 1,588 | 107,106 | 1,023 | 1,939 | 339 | 618 | 110,569 | 732,278 | |
| 26 Total | 81,733 | 6,193 | 257,296 | 58,546 | 7,310 | 45,375 | 127,515 | 66,611 | 11,335 | 33,177 | 542,882 | 513,767 | 31,440 | 31,918 | 111,498 | 16,931 | 14,644 | 4,015 | 10,008 | 1,118,758 | 3,090,953 | |

6.7 Geographical distribution of relevant credit exposures

Geographical distribution of relevant credit exposures

At 30 June 2020 (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 | 236,617 | 1,100,844 | 84 | 963 | - | - | 24,266 | 66 | - | 24,331 | 0.4715 | 0.00% |
| Sweden | 19,913 | 383,702 | 2 | 2,403 | - | - | 8,480 | 242 | - | 8,722 | 0.1690 | 0.00% |
| Norway | 6,203 | 275,791 | 1 | 352 | - | - | 6,323 | 61 | - | 6,384 | 0.1237 | 1.00% |
| Finland | 28,352 | 185,226 | 1 | 2,928 | - | - | 6,164 | 199 | - | 6,363 | 0.1233 | 0.00% |
| United Kingdom | 47,821 | 38,613 | 5 | 193 | - | 2,506 | 2,504 | 14 | 83 | 2,602 | 0.0504 | 0.00% |
| Iceland | 0 | 3 | - | - | - | - | 0 | - | - | 0 | 0.0000 | 1.50% |
| Slovakia | 0 | 17 | - | - | - | - | 0 | - | - | 0 | 0.0000 | 0.50% |
| Czech republic | 1 | 420 | 0 | - | - | - | 56 | 0 | - | 56 | 0.0011 | 1.00% |
| Hong Kong | 15 | 366 | - | 1 | - | - | 9 | 0 | - | 9 | 0.0002 | 1.00% |
| Lithuania | 870 | 8,111 | - | - | - | - | 189 | - | - | 189 | 0.0037 | 0.25% |
| Other countries | 6,849 | 90,301 | 14 | 1,471 | - | 137 | 2,550 | 399 | 2 | 2,952 | 0.0572 | 0.00% |
| Total | 346,639 | 2,083,395 | 107 | 8,311 | - | 2,643 | 50,541 | 982 | 86 | 51,608 | 1.0000 | 0.13% |

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 June 2020 (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) | 2,746,482 |
| Derivative exposures | | |
| 11 | Total derivatives exposures | 127,394 |
| SFT exposures | | |
| 16 | Total securities financing transaction exposures | 351,939 |
| Other off-balance sheet exposures | | |
| 19 | Other off-balance sheet exposures | 306,972 |
| Capital and total exposure measure | | |
| 20 | Tier 1 capital | 156,113 |
| 21 | Leverage ratio total exposure measure | 3,532,786 |
| Leverage ratio | | |
| 22 | Leverage ratio | 4.4% |
| Choice on transitional arrangements and amount of derecognised fiduciary items | | |
| EU-23 | Choice on transitional arrangements for the definition of the capital measure | Transitional |
| EU-24 | Amount of derecognised fiduciary items in accordance with Article 429(11) of Regulation (EU) No 575/2013 | - |

6.9 Liquidity coverage ratio

| Liquidity coverage ratio | | |
|---|---|--------------------------------|
| Scope of consolidation (consolidated) | Total unweighted value (average) | Total weighted value (average) |
| Currency and units (DKK million) | | |
| Quarter ending on | 30 June 2020 | 30 June 2020 |
| Number of data points used in the calculation of averages | 12 | 12 |
| HIGH-QUALITY LIQUID ASSETS | | |
| 1 | Total high-quality liquid assets (HQLA) | 484,826 |
| CASH - OUTFLOWS | | |
| 2 | Retail deposits and deposits from small business customers, of which: | 40,042 |
| 5 | Unsecured wholesale funding | 225,264 |
| 9 | Secured wholesale funding | 21,003 |
| 10 | Additional requirements | 57,907 |
| 14 | Other contractual funding obligations | 12,723 |
| 15 | Other contingent funding obligations | 66,751 |
| 16 | TOTAL CASH OUTFLOWS | 423,688 |
| CASH - INFLOWS | | |
| 17 | Secured lending (e.g. reverse repos) | 54,962 |
| 18 | Inflows from fully performing exposures | 9,768 |
| 19 | Other cash inflows | 15,527 |
| 20 | TOTAL CASH INFLOWS | 80,258 |
| | | TOTAL ADJUSTED VALUE |
| 21 | LIQUIDITY BUFFER | 484,826 |
| 22 | TOTAL NET CASH OUTFLOWS | 343,431 |
| 23 | LIQUIDITY COVERAGE RATIO (%) | 141% |

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 |
|-----------------|---|
| 4 November 2020 | Interim report – first nine months 2020 |
| 4 February 2021 | Annual report 2020 |
| 16 March 2021 | Annual general meeting |
| 28 April 2021 | Interim report – first quarter 2021 |
| 23 July 2021 | Interim report – first half 2021 |
| 29 October 2021 | Interim report – first nine months 2021 |

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