

Realkredit Danmark A/S Capital Center S And T Section 15 Bond Program Ratings Raised After Correction Of Error

March 29, 2022

FRANKFURT (S&P Global Ratings) March 29, 2022--S&P Global Ratings today raised its credit ratings to 'AA' from 'AA-' on the Danish section 15 bond program from Realkredit Danmark A/S' capital centers S and T. At the same time, we revised our outlook to negative from stable on the ratings. Currently, we do not rate any outstanding section 15 bonds issued out of these capital centers.

Today's rating actions correct an error. On Dec. 16, 2021, we raised our long-term credit rating (ICR) on Danske Bank, Realkredit Danmark's parent company, to 'A+' from 'A' and revised the outlook to negative from stable.

Under our "Group Rating Methodology," we consider Realkredit Danmark to be a core entity to its parent, Danske Bank A/S. We therefore apply our covered bonds criteria based on the long-term ICR on Danske Bank. At the time of the rating action on Danske Bank, we inadvertently excluded corresponding upgrades of the section 15 bond program from Realkredit Danmark A/S' capital center S and T.

Since our ratings on the section 15 bond program reflect the issuer's rating reference level and the outlooks on the issuer's senior unsecured debt ratings, we have today raised these ratings to 'AA' from 'AA-' and revised the outlook to negative from stable (see "Ratings Raised On Danish Section 15 Bonds From Six Capital Centers Following Clarification On Bank Resolution," published on Dec. 11, 2015.)

Related Criteria

- General Criteria: Environmental, Social, And Governance Principles In Credit Ratings, Oct. 10, 2021
- Legal Criteria: Structured Finance: Asset Isolation And Special-Purpose Entity Methodology, March 29, 2017
- Criteria | Structured Finance | Covered Bonds: Covered Bond Ratings Framework: Methodology And Assumptions, June 30, 2015
- Criteria | Structured Finance | Covered Bonds: Covered Bonds Criteria, Dec. 9, 2014
- General Criteria: Principles Of Credit Ratings, Feb. 16, 2011

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Related Research

- Global Covered Bond Insights Q1 2022, March 17, 2022
- Denmark-Based Danske Bank Upgraded To 'A+'; Outlook Negative; Off UCO On Implementation Of Revised FI Criteria, Dec. 16, 2021
- Danish Covered Bond Market Insights 2021, Nov. 2, 2021
- Transaction Update: Realkredit Danmark A/S (Capital Center T Covered Bond Program), July 21, 2021
- Transaction Update: Realkredit Danmark A/S (Capital Center S Mortgage Covered Bond Program), Aug. 24, 2021
- Glossary Of Covered Bond Terms, April 27, 2018
- Ratings Raised On Danish Section 15 Bonds From Six Capital Centers Following Clarification On Bank Resolution, Dec. 11, 2015

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