

5 March 2026

Statement on reassessment of Danske Bank A/S's IMM model used for calculating counterparty credit risk

Introduction

From August 2025 to January 2026, the Danish FSA performed a reassessment of Danske Bank's IMM model used for calculating counterparty credit risk.

Statement

As part of its ongoing supervision of Danske Bank A/S, the Danish FSA has reassessed the bank's permission to use an internal model (IMM model) to calculate its credit risk exposure to customers, businesses, etc. with whom/which the bank has entered into contracts on derivative financial instruments. Regularly and at least once every three years, the Danish FSA must check that approved internal models still meet the relevant requirements.

The Danish FSA finds that the bank may continue to use the internal model to calculate its counterparty credit risk exposure.

The Danish FSA notes that it is important that the bank's IT infrastructure supporting the IMM model is improved, as there are currently elements entailing elevated risks.

The inspection did not give rise to changing the assessment of the solvency need calculated by the bank.