

**Issuer**

|                        |   |
|------------------------|---|
| Issuer:                | Nordea Hypotek                          |
| Owner:                 | Nordea Bank AB                          |
| Controlling authority: | Swedish Financial Supervisory Authority |

|                               |     |
|-------------------------------|-----|
| Compliant with CRR art. 129.7 | Yes |
|-------------------------------|-----|

| Long Rating  | S&P          | Moody's      | Fitch      |
|--------------|--------------|--------------|------------|
| Covered bond | AAA/Stable   | Aaa/Stable   |            |
| Issuer       |              |              |            |
| Owner        | AA-/Negative | Aa3/Negative | AA-/Stable |

|             |         |
|-------------|---------|
| Report date | Q2 2016 |
|-------------|---------|

**Cover pool**

| Included assets     |                |
|---------------------|----------------|
| Loans               | 495 772        |
| Supplemental assets | 0              |
| Other               | 0              |
| <b>Total</b>        | <b>495 772</b> |

| Cover pool items      |         |
|-----------------------|---------|
| Number of loans       | 885 177 |
| Number of clients     | 355 365 |
| Number of properties  | 354 864 |
| Average loan size SEK | 560 082 |

| Type of collateral        | Loan volume, MSEK | Loan volume, % | Average loan size, SEK |
|---------------------------|-------------------|----------------|------------------------|
| Single -family housing    | 269 095           | 54%            | 440 368                |
| Tenant owner rights       | 134 396           | 27%            | 522 602                |
| Multi-family housing      | 15 216            | 3%             | 8 815 627              |
| Tenant owner associations | 43 888            | 9%             | 6 570 030              |
| Forest & agricultural     | 5 242             | 1%             | 654 887                |
| Public                    | 15 674            | 3%             | 40 501 101             |
| Commercial                | 12 262            | 2%             | 19 340 424             |
| <b>Sum</b>                | <b>495 772</b>    | <b>100%</b>    |                        |

| Regional distribution * | Loan volume, MSEK | Loan volume, % |
|-------------------------|-------------------|----------------|
| Greater Stockholm       | 185 568           | 39%            |
| Greater Gothenburg      | 62 273            | 13%            |
| Greater Malmoe          | 19 278            | 4%             |
| South Sweden            | 28 367            | 6%             |
| West Sweden             | 75 614            | 16%            |
| North Sweden            | 43 336            | 9%             |
| East Sweden             | 65 663            | 14%            |
| Outside Sweden          | 0                 | 0%             |
| <b>Sum</b>              | <b>480 098</b>    | <b>100%</b>    |

\* Public loans not included in regional distribution

| Interest rate type | Loan volume, MSEK | Loan volume, % |
|--------------------|-------------------|----------------|
| Floating           | 394 286           | 80%            |
| Fixed              | 101 486           | 20%            |
| <b>Sum</b>         | <b>495 772</b>    | <b>100%</b>    |

| Repayment type | Loan volume, MSEK | Loan volume, % |
|----------------|-------------------|----------------|
| Amortizing     | 307 646           | 62%            |
| Interest only  | 188 126           | 38%            |
| <b>Sum</b>     | <b>495 772</b>    | <b>100%</b>    |

|                     |     |
|---------------------|-----|
| Average life, years | 6,9 |
|---------------------|-----|

| LTV, % *          | < 10%  | 10-20% | 20-30% | 30-40% | 40-50% | 50-60% | 60-70% | 70-75% | 75%- | Sum     |
|-------------------|--------|--------|--------|--------|--------|--------|--------|--------|------|---------|
| Loan volume, MSEK | 98 166 | 88 027 | 77 745 | 67 175 | 56 353 | 45 901 | 34 371 | 12 359 | 0    | 480 097 |
| Loan volume, %    | 20%    | 18%    | 16%    | 14%    | 12%    | 10%    | 7%     | 3%     | 0%   | 100%    |

\* Public loans not included in LTV level

| Maturity buckets * | 2016    | 2017   | 2018   | 2019   | 2020   | 2021  | 2022 | 2023 | 2024- | Sum     |
|--------------------|---------|--------|--------|--------|--------|-------|------|------|-------|---------|
| Loan volume, MSEK  | 368 023 | 55 784 | 33 567 | 20 906 | 13 502 | 3 254 | 185  | 368  | 183   | 495 772 |
| Loan volume, %     | 74%     | 11%    | 7%     | 4%     | 3%     | 1%    | 0%   | 0%   | 0%    | 100%    |

\* Maturity is the time remaining to the next change of interest rate in the contractual terms

| Seasoning         | 0-12 M  | 12-24 M | 24-36 M | 36-60 M | 60 M -  | Sum     |
|-------------------|---------|---------|---------|---------|---------|---------|
| Loan volume, MSEK | 124 784 | 79 285  | 56 514  | 71 998  | 163 190 | 495 772 |
| Loan volume, %    | 25%     | 16%     | 11%     | 15%     | 33%     | 100%    |

Per loan

| Credit quality          | 1-30 d | 31-60 d | 61-90 d | >90 d | Sum   |
|-------------------------|--------|---------|---------|-------|-------|
| Past due                | 144    | 126     | 0       | 0     | 270   |
| Loan volume, MSEK       | 144    | 126     | 0       | 0     | 270   |
| Share of loan volume, % | 0,03%  | 0,03%   | 0,00%   | 0,00% | 0,05% |

|                    |        |  |
|--------------------|--------|--|
| Impaired loans, %* | 0,111% | * Issuer's total housing loans portfolio |
|--------------------|--------|--|

| Key ratios              |     |
|-------------------------|-----|
| OC, nominal             | 62% |
| LTV, as defined by ASCB | 51% |

## Bonds

### Domestic benchmark in SEK

| ISIN         | Amount, MSEK | Opening date | Legal maturity | Coupon | Interest rate type | Instrument type | Soft bullet maturity |
|--------------|--------------|--------------|----------------|--------|--------------------|-----------------|----------------------|
| SE0004547032 | 33 200       | 2011-06-21   | 2017-06-21     | 3,00   | Fixed              | Hard Bullet     | 2017-06-21           |
| SE0001542341 | 57 942       | 2005-06-17   | 2020-06-17     | 3,25   | Fixed              | Hard Bullet     | 2020-06-17           |
| SE0005033669 | 69 750       | 2012-06-20   | 2018-06-20     | 2,00   | Fixed              | Hard Bullet     | 2018-06-20           |
| SE0005676723 | 50 350       | 2013-06-19   | 2019-06-19     | 2,25   | Fixed              | Hard Bullet     | 2019-06-19           |
| SE0006991246 | 24 375       | 2015-04-08   | 2022-04-08     | 1,00   | Fixed              | Hard Bullet     | 2022-04-08           |

### Other benchmark

| ISIN         | Amount, MSEK | Currency | Issue date | Legal maturity | Coupon | Interest rate type | Instrument type | Soft bullet maturity |
|--------------|--------------|----------|------------|----------------|--------|--------------------|-----------------|----------------------|
| XS0478492415 | 13 890       | EUR      | 2010-01-18 | 2017-01-18     | 3,50   | Fixed              | Hard Bullet     | 2017-01-18           |

|                            | Amount, MSEK |
|----------------------------|--------------|
| Other bonds                | 30 244       |
| Total of outstanding bonds | 306 901      |
| of which repos             | 0            |

| Maturity, expressed in MSEK | 2016  | 2017   | 2018   | 2019   | 2020   | 2021-2025 | 2026-2030 | 2031- | Sum     |
|-----------------------------|-------|--------|--------|--------|--------|-----------|-----------|-------|---------|
| Total, MSEK                 | 2 333 | 48 223 | 78 389 | 52 129 | 57 942 | 61 561    | 6 325     | 0     | 306 901 |
| Total, %                    | 1%    | 16%    | 26%    | 17%    | 19%    | 20%       | 2%        | 0%    | 100%    |

| Interest rate type | Amount, MSEK   | Amount, %   |
|--------------------|----------------|-------------|
| Fixed              | 295 601        | 96%         |
| Floating           | 11 300         | 4%          |
| <b>Sum</b>         | <b>306 901</b> | <b>100%</b> |

## Hedging and risk

| Currency risk, MSEK | Pool assets    | Covered bonds  |
|---------------------|----------------|----------------|
| SEK                 | 495 772        | 280 867        |
| EUR                 |                | 24 901         |
| USD                 |                | 0              |
| Other               |                | 1 133          |
| <b>Sum</b>          | <b>495 772</b> | <b>306 901</b> |

Issued covered bonds in another currency than SEK has been swapped at the time of issuance to SEK to entirely eliminate the FX-risk until the maturity of the bond. Since 2010 Nordea Hypotek has only been issuing SEK-denominated covered bonds.

| Interest rate risk, MSEK | Pool assets    | Covered bonds  |
|--------------------------|----------------|----------------|
| Floating                 | 355 473        | 11 300         |
| Fixed                    | 101 486        | 295 601        |
| Capped floating          | 38 814         | 0              |
| <b>Sum</b>               | <b>495 772</b> | <b>306 901</b> |

The interest rate risk is managed through issuance of fixed and/or floating rate bonds and by entering interest rate swaps reflecting the prevailing risk composition of assets. Capped floating rate loans are hedged in full by purchased caps throughout the capped period.