



# Interim Report January-June 2009

## **Nordea Bank Danmark**

Business registration number 13522197

*Nordea Bank Danmark A/S is part of the Nordea Group. Nordea's vision is to be the leading Nordic bank, acknowledged for its people, creating superior value for customers and shareholders. We are making it possible for our customers to reach their goals by providing a wide range of products, services and solutions within banking, asset management and insurance. Nordea has around 10 million customers, approx 1,400 branch offices and a leading netbanking position with 5.4 million e-customers. The Nordea share is listed on NASDAQ OMX Nordic exchange in Stockholm, Helsinki and Copenhagen.*

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*The following is a translation of the Danish original document. The original Danish text is the governing text for all purposes and in case of any discrepancy the Danish wording is applicable.*

# Nordea Bank Danmark Group

## Board of Directors' Report

### Result summary January-June 2009

The first half year showed increased total income to DKK 9,334m (DKK 6,362m) (the comparative figures in brackets refer to the first half of 2008), up by 47% compared to the same period last year with a strong development in net interest income and in net gains/losses on items at fair value. Total operating expenses increased by 28% to DKK 5,168m (DKK 4,047m) affected by the guarantee commission expense for the Danish state guarantee scheme. Net loan losses increased by DKK 2,798m to DKK 2,894m (DKK 96m).

The NBD Group's operating profit decreased by 43% compared to the same period in 2008 and reached DKK 1,272m (DKK 2,219m). Net profit decreased by 56% to DKK 734m (DKK 1,657m).

### Income

Total income increased by 47% to DKK 9,334m compared to the same period last year. Net interest income increased by 17% to DKK 5,332m (DKK 4,575m) driven by a strong increase in corporate lending margins, reflecting re-pricing of credit risk and to compensate for increased liquidity premiums. Deposit margins decreased due to competition in deposits and lower market rates. Lending to the public increased by 16% to DKK 680bn (DKK 588bn). Deposits increased by 5% to DKK 310bn (DKK 296bn).

Net fee and commission income increased by 8% to DKK 1,939m (DKK 1,794m) primarily related to savings-related commissions. Savings-related commissions increased by 17% to DKK 1,134m mainly due to higher brokerage. The increase in brokerage was attributable to intragroup invoicing. Lending-related commissions increased by 1% to DKK 507m due to higher guarantees and documentary payments. Payment commissions were down by 3% to DKK 358m. Total commission expenses decreased by 7% to DKK 235m due to miscellaneous items.

Net gains/losses on items at fair value increased by DKK 1,962m to DKK 1,663m (DKK -299m).

The increase is attributable to strong performance in the customer-driven Capital Markets Products and in the Group Treasury operations. The result in Capital Markets Products benefited from high transaction volumes and favourable market trends, especially in the interest rate and foreign exchange areas. The high net gains/losses in Group Treasury are mainly related to positive results from the active management of the NBD Group's positions and following the positioning for lower interest rates and higher equity prices. Net gains/losses were to some extent affected by gross positions which are hedged within the Nordea Group

Profit from companies accounted for under the equity method increased to DKK 150m from DKK 111m in the same period last year. The increase is primarily related to the associated company LR Realkredit.

Other operating income increased to DKK 250m from DKK 181m the same period last year, positively affected by increased intragroup invoicing.

### Expenses

Total operating expenses increased by 28% to DKK 5,168m (DKK 4,047m).

Staff costs increased by 10% to DKK 2,961m (DKK 2,698m) reflecting a higher number of employees, variable salaries and wage inflation. The number of FTEs by end of June 2009 has increased by 3% compared to one year ago. Other expenses were DKK 1,465m, up by 14% compared to the first half of last year due to higher IT expenses, rents, premises and real estate expenses and other expenses.

Other operating expenses at DKK 667m (DKK 0m) consist of the guarantee commission expense for the Danish state guarantee scheme.

The cost/income ratio decreased to 55% compared to 64% in the first half of 2008.

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Throughout this report, "Nordea Bank Danmark" and "NBD" refer to the parent company Nordea Bank Danmark A/S, business registration number 13522197, and its subsidiaries. The registered office of the company is in Copenhagen. Nordea Bank Danmark A/S is a wholly owned subsidiary of Nordea Bank AB (publ), the listed parent company of the whole Nordea Group.

The consolidated interim report of Nordea Bank AB (publ) embraces all the activities of the Nordea Group and provides the most complete and fair view. This statutory interim report covers the operations of the legal entity Nordea Bank Danmark A/S with its subsidiaries.

### **Net loan losses**

Net loan losses increased by DKK 2,798m to DKK 2,894m (DKK 96m) due to higher provisions both for collectively and individually assessed loans as well as lower reversals and recoveries. New collective provisions in the first half of 2009 amounted to DKK 615m.

Net loan losses included losses related to the Danish guarantee scheme of DKK 438m and a one-off provision of DKK 350m in relation to a contested legal claim related to the debt restructuring liquidation of Swiss Air Group in 2001 (see section Contested legal claim related to the debt restructuring liquidation of Swiss Air Group in 2001 – SAirGroup legal dispute).

Only noticeable concentrations were in agriculture and construction-related business.

Net loan losses as well as impaired loans continue to stem from a large number of smaller and medium-sized exposures rather than from a few large exposures.

### **Income tax expense**

Income tax expense was DKK 538m (DKK 562m). The effective tax rate was 42% (25%). The effective tax rate for 2009 is affected by a provision for tax claims.

### **Net profit**

Net profit for the period decreased by 56% to DKK 734m (DKK 1,657m), corresponding to a return on equity of 4.9% compared to 11.3% in the first half of last year.

### **Credit portfolio**

Loans and receivables to the public increased by 11% to DKK 680bn, compared to the end of 2008. The increase on loans and receivables to the public was 2% excluding reversed repurchase agreements. The share of lending to corporate customers was 62%.

Impaired loans gross in the Group increased by 55% to DKK 7,281m compared to year-end 2008, corresponding to 89 basis points of total loans and receivables. 71% of impaired loans gross are performing loans and 29% are non-performing

loans. Impaired loans net, after allowances for individually assessed impaired loans, amounted to DKK 3,920m (DKK 2,353m at the end of 2008), corresponding to 48 basis points of total loans and receivables.

### **Funding operations**

Nordea Bank Danmark has in 2009 established a EUR 10,000m Medium Term Note (EMTN) Programme listed on the Luxembourg Stock Exchange. Nordea Bank Danmark has issued notes with a nominal amount of EUR 1,500m under EMTN. The notes are due September 2010.

### **Contested legal claim related to the debt restructuring liquidation of Swiss Air Group in 2001 – SAirGroup legal dispute**

A writ has been served on Nordea Bank Danmark A/S on 31 January 2006 based on an avoidance claim of USD 61.2m plus interest by SAirGroup in Nachlassliquidation (debt restructuring liquidation) filed with the Commercial Court of Zürich. The Zürich Commercial Court dismissed the claim in April 2008. The liquidation estate has appealed the case to the Swiss Supreme Court, which in other cases has held that payments from SAirGroup to other banks were voidable. Nordea is contesting the claim and believes that there are strong reasons for doing so, but has for prudence reasons decided to make a provision of DKK 350m.

### **Capital position and capital management**

At the end of June 2009, the NBD Group's risk-weighted assets (RWA) were DKK 290bn excluding transition rules compared to DKK 353bn one year ago. RWA including transition rules decreased by DKK 24bn to DKK 389bn.

The tier 1 capital ratio was 10.2% and the total capital ratio was 13.4% excluding transition rules. Including transition rules the tier 1 capital ratio was 7.6% and the total capital ratio was 10.0%.

Nordea decided not to apply for hybrid loans from the Danish state under the Act on State-Funded Capital Injections. Following the successful rights offering in April in the parent company Nordea Bank AB, Nordea is not in need of hybrid loans from the Danish state under the Act on State-Funded Capital Injections.

## Key financial figures

Income statement (DKKm)	Group			Parent		
	Jan-Jun 2009	Jan-Jun 2008	Change %	Jan-Jun 2009	Jan-Jun 2008	Change %
Net interest income	5,332	4,575	17	4,219	3,396	24
Net fee and commission income	1,939	1,794	8	2,167	2,015	8
Net gains/losses on items at fair value	1,663	-299	-	1,736	-225	-
Equity method	150	111	35	-	-	-
Other operating income	250	181	38	426	303	41
<b>Total operating income</b>	<b>9,334</b>	<b>6,362</b>	<b>47</b>	<b>8,548</b>	<b>5,489</b>	<b>56</b>
Staff costs	-2,961	-2,698	10	-2,863	-2,611	10
Other expenses	-1,465	-1,289	14	-1,429	-1,242	15
Depreciation of tangible and intangible assets	-75	-60	25	-64	-52	23
Other operating expenses	-667	-	-	-667	-	-
<b>Total operating expenses</b>	<b>-5,168</b>	<b>-4,047</b>	<b>28</b>	<b>-5,023</b>	<b>-3,905</b>	<b>29</b>
<b>Profit before loan losses</b>	<b>4,166</b>	<b>2,315</b>	<b>80</b>	<b>3,525</b>	<b>1,584</b>	<b>123</b>
Net loan losses	-2,894	-96	-	-2,763	-65	-
<b>Operating profit</b>	<b>1,272</b>	<b>2,219</b>	<b>-43</b>	<b>762</b>	<b>1,519</b>	<b>-50</b>
Income tax expense	-538	-562	-4	-410	-391	5
<b>Net profit for the period</b>	<b>734</b>	<b>1,657</b>	<b>-56</b>	<b>352</b>	<b>1,128</b>	<b>-69</b>

### Business volumens, key items

Group (DKKbn)	30 Jun 2009	30 Jun 2008	Change %	31 Dec 2008	Change %
Loans and receivables to the public	680	588	16	613	11
Deposits and borrowings from the public	310	296	5	316	-2
of which savings deposits	248	250	-1	270	-8
Equity	30	29	2	30	-2
Total assets	1,014	948	7	900	13

### Parent company

Loans and receivables to the public	397	342	16	348	14
Deposits and borrowings from the public	311	298	4	318	-2
Equity	22	23	-3	23	-5
Total assets	821	753	9	750	9

Ratios and key figures	Group		Parent	
	Jan-Jun 2009	Jan-Jun 2008	Jan-Jun 2009	Jan-Jun 2008
Return on equity, %	4.9	11.3	3.1	9.7
Cost/income ratio, %	55	64	59	71
Tier 1 capital ratio, excl transition rules <sup>1</sup> , %	10.2	8.4	10.1	8.5
Total capital ratio, excl transition rules <sup>1</sup> , %	13.4	11.0	13.6	11.3
Tier 1 capital ratio <sup>1</sup> , %	7.6	7.2	8.3	7.6
Total capital ratio <sup>1</sup> , %	10.0	9.4	11.2	10.1
Tier 1 capital <sup>1</sup> , DKKm	28,894	27,940	27,872	26,819
Risk-weighted amounts incl transition rules, DKKbn	389	413	344	375
Loan loss ratio, basis points	94.4	3.6	158.6	4.4
Number of employees (full-time equivalents) <sup>1</sup>	7,797	7,558	7,487	7,262

<sup>1</sup> End of period.

## Half-year development

Net fee and commission income (DKKm)	Group		Parent	
	Jan-Jun 2009	Jan-Jun 2008	Jan-Jun 2009	Jan-Jun 2008
Asset Management commissions	131	168	131	168
Life insurance	22	28	22	28
Brokerage	889	722	883	694
Custody	78	39	78	39
Deposits	14	16	14	16
Total savings-related commissions	1,134	973	1,128	945
Payments	221	228	221	228
Cards	137	141	134	138
Total payment commissions	358	369	355	366
Lending	335	372	282	324
Guarantees and document payments	172	131	441	418
Total lending-related commissions	507	503	723	742
Other commission income	175	201	129	141
<b>Fee and commission income</b>	<b>2,174</b>	<b>2,046</b>	<b>2,335</b>	<b>2,194</b>
Payment expenses	-81	-64	-79	-62
Other commission expenses	-154	-188	-89	-117
<b>Fee and commission expenses</b>	<b>-235</b>	<b>-252</b>	<b>-168</b>	<b>-179</b>
<b>Net fee and commission income</b>	<b>1,939</b>	<b>1,794</b>	<b>2,167</b>	<b>2,015</b>

General administrative expenses (DKKm)	Group		Parent	
	Jan-Jun 2009	Jan-Jun 2008	Jan-Jun 2009	Jan-Jun 2008
Staff	-2,961	-2,698	-2,863	-2,611
Information technology <sup>1</sup>	-579	-506	-566	-496
Marketing	-33	-54	-33	-49
Postage, telephone and office expenses	-182	-183	-176	-178
Rents, premises and real estate expenses	-403	-373	-402	-369
Other	-268	-173	-252	-150
<b>Total</b>	<b>-4,426</b>	<b>-3,987</b>	<b>-4,292</b>	<b>-3,853</b>

<sup>1</sup> Refers to IT operations, service expenses and consultant fees.

## Income statement

DKKm	Note	Jan-Jun 2009	Group Jan-Jun 2008	Full year 2008	Jan-Jun 2009	Parent Jan-Jun 2008	Full year 2008
<b>Operating income</b>							
Interest income		18,672	21,005	44,422	12,430	14,806	31,908
Interest expenses		-13,340	-16,430	-34,502	-8,211	-11,410	-24,613
Net interest income		5,332	4,575	9,920	4,219	3,396	7,295
Fee and commission income		2,174	2,046	4,463	2,336	2,194	4,759
Fee and commission expenses		-235	-252	-528	-169	-179	-386
Net fee and commission income		1,939	1,794	3,935	2,167	2,015	4,372
Net gains/losses on items at fair value	3	1,663	-299	-742	1,736	-225	-436
Profit from companies accounted for under the equity method		150	111	145	-	-	-
Dividends		-	-	-	151	93	70
Other operating income		250	181	469	275	210	496
<b>Total operating income</b>		<b>9,334</b>	<b>6,362</b>	<b>13,727</b>	<b>8,548</b>	<b>5,489</b>	<b>11,797</b>
<b>Operating expenses</b>							
General administrative expenses:							
Staff costs		-2,961	-2,698	-5,230	-2,863	-2,611	-5,054
Other expenses		-1,465	-1,289	-2,785	-1,429	-1,242	-2,699
Depreciation, amortisation and impairment charges of tangible and intangible assets		-75	-60	-142	-64	-52	-124
Other operating expenses		-667	-	-369	-667	-	-369
<b>Total operating expenses</b>		<b>-5,168</b>	<b>-4,047</b>	<b>-8,526</b>	<b>-5,023</b>	<b>-3,905</b>	<b>-8,246</b>
<b>Profit before loan losses</b>		<b>4,166</b>	<b>2,315</b>	<b>5,201</b>	<b>3,525</b>	<b>1,584</b>	<b>3,551</b>
Net loan losses	4	-2,894	-96	-1,587	-2,763	-65	-1,456
<b>Operating profit</b>		<b>1,272</b>	<b>2,219</b>	<b>3,614</b>	<b>762</b>	<b>1,519</b>	<b>2,095</b>
Income tax expenses		-538	-562	-893	-410	-391	-539
<b>Net profit for the period</b>		<b>734</b>	<b>1,657</b>	<b>2,721</b>	<b>352</b>	<b>1,128</b>	<b>1,556</b>
<b>Attributable to:</b>							
Shareholder of Nordea Bank Danmark A/S					352	1,128	1,556
Non-controlling interests					-	-	-
<b>Total</b>					<b>352</b>	<b>1,128</b>	<b>1,556</b>

## Statement of comprehensive income

DKKm	Jan-Jun 2009	Group Jan-Jun 2008	Full year 2008	Jan-Jun 2009	Parent Jan-Jun 2008	Full year 2008
<b>Net profit for the period</b>	<b>734</b>	<b>1,657</b>	<b>2,721</b>	<b>352</b>	<b>1,128</b>	<b>1,556</b>
Currency translation differences during the period	-2	-4	-14	-	-	-
Available-for-sale investments:						
Valuation gains/losses during the period	3	-3	-4	3	-3	-4
Tax on valuation gains/losses during the period	-1	1	1	-1	1	1
<b>Other comprehensive income, net of tax</b>	<b>0</b>	<b>-6</b>	<b>-17</b>	<b>2</b>	<b>-2</b>	<b>-3</b>
<b>Total comprehensive income</b>	<b>734</b>	<b>1,651</b>	<b>2,704</b>	<b>354</b>	<b>1,126</b>	<b>1,553</b>
<b>Attributable to:</b>						
Shareholder of Nordea Bank Danmark A/S				354	1,126	1,553
Non-controlling interests				-	-	-
<b>Total</b>				<b>354</b>	<b>1,126</b>	<b>1,553</b>

## Balance sheet

DKKm	Note	30 Jun 2009	Group 31 Dec 2008	30 Jun 2008	30 Jun 2009	Parent 31 Dec 2008	30 Jun 2008
<b>Assets</b>							
Cash and balances with central banks		4,020	3,179	7,887	4,020	3,179	7,887
Loans and receivables to credit institutions	5	131,906	95,229	174,428	132,135	114,160	176,170
Loans and receivables to the public	5	679,995	613,200	587,844	397,447	348,467	342,219
Interest-bearing securities		99,781	80,734	100,178	152,682	144,422	120,320
Financial instruments pledged as collateral		47,967	59,111	20,089	75,146	59,745	39,597
Shares		11,413	11,597	30,550	11,406	11,589	30,543
Derivatives	8	6,338	4,314	3,841	6,338	4,314	3,841
Fair value changes of the hedged items in portfolio hedge of interest rate risk		171	241	-	171	241	-
Investments in group undertakings		0	46	44	7,946	7,990	7,989
Investments in associated undertakings		276	265	251	108	88	79
Intangible assets		848	750	427	814	710	385
Property and equipment		285	293	270	233	237	230
Investment property		48	25	7	6	5	7
Deferred tax assets		-	-	-	-	-	71
Current tax assets		691	465	184	1,204	849	783
Retirement benefit assets		146	135	137	146	135	137
Other assets		25,265	25,041	17,661	25,148	48,088	17,585
Prepaid expenses and accrued income		4,466	5,039	4,315	5,861	5,618	5,083
<b>Total assets</b>		<b>1,013,616</b>	<b>899,664</b>	<b>948,113</b>	<b>820,811</b>	<b>749,837</b>	<b>752,926</b>
<i>Of which assets customer bearing the risk</i>		<i>23,558</i>	<i>23,112</i>	<i>27,111</i>	<i>23,558</i>	<i>23,112</i>	<i>27,111</i>
<b>Liabilities</b>							
Deposits by credit institutions		360,649	260,868	330,695	389,067	262,667	350,975
Deposits and borrowings from the public		310,076	315,853	296,367	311,438	318,296	298,265
Debt securities in issue		224,657	210,886	207,927	11,150	-	-
Derivatives	8	6,144	4,364	2,059	6,144	4,364	2,059
Fair value changes of the hedged items in portfolio hedge of interest rate risk		-	-	16	-	-	16
Current tax liabilities		300	-	-	300	-	-
Other liabilities		62,035	58,276	65,286	64,144	126,447	65,892
Accrued expenses and prepaid income		8,848	8,513	6,231	5,674	4,838	3,217
Deferred tax liabilities		739	739	643	55	55	-
Provisions		1,117	349	115	1,279	465	216
Retirement benefit obligations		51	54	63	51	54	63
Subordinated liabilities		9,495	9,499	9,509	9,495	9,499	9,509
<b>Total liabilities</b>		<b>984,111</b>	<b>869,401</b>	<b>918,911</b>	<b>798,797</b>	<b>726,685</b>	<b>730,212</b>
<b>Equity</b>							
Non-controlling interests		26	26	26	-	-	-
Share capital		5,000	5,000	5,000	5,000	5,000	5,000
Other reserves		-21	-21	-10	-	-2	-1
Proposed dividends		-	1,500	-	-	1,500	-
Retained earnings		24,500	23,758	24,186	17,014	16,654	17,715
<b>Total equity</b>		<b>29,505</b>	<b>30,263</b>	<b>29,202</b>	<b>22,014</b>	<b>23,152</b>	<b>22,714</b>
<b>Total liabilities and equity</b>		<b>1,013,616</b>	<b>899,664</b>	<b>948,113</b>	<b>820,811</b>	<b>749,837</b>	<b>752,926</b>
Assets pledged for own liabilities		205,908	137,298	130,766	212,106	137,953	150,631
Other assets pledged		-	-	-	-	-	-
Contingent liabilities		37,137	38,846	35,343	125,971	123,125	120,258
Derivative commitments	8	1,695,141	1,445,616	1,041,353	1,695,141	1,445,616	1,041,353
Credit commitments <sup>1</sup>		202,823	224,784	244,477	190,880	205,466	217,305

<sup>1</sup> Including unutilised portion of approved overdraft facilities of DKK 165m (31 Dec 2008: 173m, 30 Jun 2008: 194m) for the group and DKK 165m (31 Dec 2008: 173m, 30 Jun 2008: 194m) for the parent.



# Statement of changes in equity

## Group

DKKkm	Attributable to the shareholder of Nordea Bank Danmark A/S						Non-controlling interests	Total equity
	Share capital <sup>1</sup>	Other reserves	Translation of foreign operations	Available-for-sale investments	Proposed dividends	Retained earnings		
<b>Opening balance at 1 Jan 2009</b>	<b>5,000</b>	<b>-19</b>	<b>-2</b>	<b>1,500</b>	<b>23,758</b>	<b>30,237</b>	<b>26</b>	<b>30,263</b>
Total comprehensive income	-	-2	2	-	734	734	-	734
Share-based payments	-	-	-	-	8	8	-	8
Dividends paid	-	-	-	-1,500	-	-1,500	-	-1,500
Proposed dividends	-	-	-	-	-	-	-	-
Other changes	-	-	-	-	-	-	-	-
<b>Closing balance at 30 Jun 2009</b>	<b>5,000</b>	<b>-21</b>	<b>-</b>	<b>-</b>	<b>24,500</b>	<b>29,479</b>	<b>26</b>	<b>29,505</b>
<b>Opening balance at 1 Jan 2008</b>	<b>5,000</b>	<b>-5</b>	<b>1</b>	<b>2,200</b>	<b>22,522</b>	<b>29,718</b>	<b>26</b>	<b>29,744</b>
Total comprehensive income	-	-14	-3	-	2,721	2,704	-	2,704
Share-based payments	-	-	-	-	15	15	-	15
Dividends paid	-	-	-	-2,200	-	-2,200	-	-2,200
Proposed dividends	-	-	-	1,500	-1,500	-	-	-
Other changes	-	-	-	-	-	-	-	-
<b>Closing balance at 31 Dec 2008</b>	<b>5,000</b>	<b>-19</b>	<b>-2</b>	<b>1,500</b>	<b>23,758</b>	<b>30,237</b>	<b>26</b>	<b>30,263</b>
<b>Opening balance at 1 Jan 2008</b>	<b>5,000</b>	<b>-5</b>	<b>1</b>	<b>2,200</b>	<b>22,522</b>	<b>29,718</b>	<b>26</b>	<b>29,744</b>
Total comprehensive income	-	-4	-2	-	1,657	1,651	-	1,651
Share-based payments	-	-	-	-	7	7	-	7
Dividends paid	-	-	-	-2,200	-	-2,200	-	-2,200
Proposed dividends	-	-	-	-	-	-	-	-
Other changes	-	-	-	-	-	-	-	-
<b>Closing balance at 30 Jun 2008</b>	<b>5,000</b>	<b>-9</b>	<b>-1</b>	<b>-</b>	<b>24,186</b>	<b>29,176</b>	<b>26</b>	<b>29,202</b>

<sup>1</sup> Total shares registered were 50 million (31 Dec 2008: 50 million, 30 Jun 2008: 50 million).

## Parent company

DKKkm	Attributable to the shareholder of Nordea Bank Danmark A/S						Total equity
	Share capital	Other reserves	Translation of foreign operations	Available-for-sale investments	Proposed dividends	Retained earnings	
<b>Opening balance at 1 Jan 2009</b>	<b>5,000</b>	<b>-</b>	<b>-2</b>	<b>1,500</b>	<b>16,654</b>	<b>23,152</b>	
Total comprehensive income	-	-	2	-	352	354	
Share-based payments	-	-	-	-	8	8	
Dividends paid	-	-	-	-1,500	-	-1,500	
Proposed dividends	-	-	-	-	-	-	
Other changes	-	-	-	-	-	-	
<b>Closing balance at 30 Jun 2009</b>	<b>5,000</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>17,014</b>	<b>22,014</b>	
<b>Opening balance at 1 Jan 2008</b>	<b>5,000</b>	<b>-</b>	<b>1</b>	<b>2,200</b>	<b>16,582</b>	<b>23,783</b>	
Total comprehensive income	-	-	-3	-	1,556	1,553	
Share-based payments	-	-	-	-	15	15	
Dividends paid	-	-	-	-2,200	-	-2,200	
Proposed dividends	-	-	-	1,500	-1,500	-	
Other changes	-	-	-	-	-	-	
<b>Closing balance at 31 Dec 2008</b>	<b>5,000</b>	<b>-</b>	<b>-2</b>	<b>1,500</b>	<b>16,654</b>	<b>23,152</b>	
<b>Opening balance at 1 Jan 2008</b>	<b>5,000</b>	<b>-</b>	<b>1</b>	<b>2,200</b>	<b>16,582</b>	<b>23,783</b>	
Total comprehensive income	-	-	-2	-	1,128	1,126	
Share-based payments	-	-	-	-	7	7	
Dividends paid	-	-	-	-2,200	-	-2,200	
Proposed dividends	-	-	-	-	-	-	
Other changes	-	-	-	-	-2	-2	
<b>Closing balance at 30 Jun 2008</b>	<b>5,000</b>	<b>-</b>	<b>-1</b>	<b>-</b>	<b>17,715</b>	<b>22,714</b>	

**Reporting to the Danish Financial Supervisory Authority at 30 June 2009 (DKKm)**

**Equity**

	Group	Parent
Interim report January-June 2009	29,505	22,014
Adjustments:		
- Minority interests <sup>1</sup>	1,197	-
- Fair value adjustment of owner-occupied property	20	20
- Retirement benefit assets	-109	-109
- Difference between cost and net asset value in subsidiaries and associates	-	7,465
Reported to the Danish FSA	30,613	29,390

**Result**

Interim report January-June 2009	734	352
Adjustments:		
- Financial assets available for sale	2	2
- Retirement benefit assets	-8	-8
- Difference between profit from companies accounted for under the equity method and dividends	-	382
Reported to the Danish FSA	728	728

<sup>1</sup> Minority interests relate primarily to a special reserve in an associated undertaking.

## Cash flow statement

DKKm	Jan-Jun 2009	Group Jan-Jun 2008	Full year 2008	Jan-Jun 2009	Parent Jan-Jun 2008	Full year 2008
<b>Operating activities</b>						
Operating profit	1,272	2,219	3,614	762	1,519	2,095
Adjustments for items not included in cash flow	3,386	111	1,659	3,279	105	1,600
Income taxes paid	-464	-444	-961	-464	-444	-532
Cash flow from operating activities before changes in operating assets and liabilities	4,194	1,886	4,312	3,577	1,180	3,163
Changes in operating assets and liabilities	-6,452	12,878	-885	-6,575	13,571	871
Cash flow from operating activities	-2,258	14,764	3,427	-2,998	14,751	4,034
<b>Investing activities</b>						
Sale/acquisition of investments in business operations	-	13	-604	-	12	-604
Sale/acquisition of investments in group undertakings	-	-	12	-	-	11
Sale/acquisition of investments in associated undertakings	-2	-	-2	-2	-	-2
Property and equipment	-22	-56	-124	-21	-45	-92
Intangible assets	-143	-154	-279	-143	-151	-275
Cash flow from investing activities	-167	-197	-997	-166	-184	-962
<b>Financing activities</b>						
Issued/amortised subordinated liabilities	-4	2	-8	-4	2	-8
Dividend paid	-1,500	-2,200	-2,200	-1,500	-2,200	-2,200
Cash flow from financing activities	-1,504	-2,198	-2,208	-1,504	-2,198	-2,208
<b>Cash flow for the period</b>	<b>-3,929</b>	<b>12,369</b>	<b>222</b>	<b>-4,668</b>	<b>12,369</b>	<b>864</b>
<b>Cash and cash equivalents at beginning of period</b>	<b>11,560</b>	<b>11,338</b>	<b>11,338</b>	<b>12,202</b>	<b>11,338</b>	<b>11,338</b>
<b>Cash and cash equivalents at end of period</b>	<b>7,631</b>	<b>23,707</b>	<b>11,560</b>	<b>7,534</b>	<b>23,707</b>	<b>12,202</b>
<b>Change</b>	<b>-3,929</b>	<b>12,369</b>	<b>222</b>	<b>-4,668</b>	<b>12,369</b>	<b>864</b>
<b>Cash and cash equivalents</b>	<b>Jan-Jun 2009</b>	<b>Group Jan-Jun 2008</b>	<b>Full year 2008</b>	<b>Jan-Jun 2009</b>	<b>Parent Jan-Jun 2008</b>	<b>Full year 2008</b>
The following items are included in cash and cash equivalents:						
Cash and balances with central banks	4,020	7,887	3,179	4,020	7,887	3,179
Loans and receivables to credit institutions, payable on demand	3,611	15,820	8,381	3,514	15,820	9,023

Cash comprises legal tender and bank notes in foreign currencies. Balances with central banks consist of deposits in accounts with central banks and postal giro systems under government authority, where the following conditions are fulfilled:

- the central bank or the postal giro system is domiciled in the country where the institution is established
- the balance on the account is readily available at any time.

Loans and receivables to credit institutions, payable on demand include liquid assets not represented by bonds or other interest-bearing securities.

# Notes to the financial statements

## Note 1 Accounting policies

The financial statements of Nordea Bank Danmark A/S and the consolidated financial statements for the Group are prepared in accordance with International Financial Reporting Standards (IFRS) and interpretations of such standards by the International Financial Reporting Interpretations Committee (IFRIC), as endorsed by the EU Commission, and additional Danish disclosure requirements for interim reports laid down in the Danish IFRS Executive Order on financial services enterprises issued pursuant to the Danish Financial Business Act.

These statements are presented in accordance with IAS 34 "Interim Financial Reporting".

The financial statements have not been reviewed or audited.

### Changed accounting policies and presentation

The accounting policies and basis for calculations are, in all material aspects, unchanged in comparison with the 2008 Annual Report.

As of 1 January 2009 the amendments to standards IAS 23 "Borrowing Costs", IAS 27 "Consolidated and Separate Financial Statements", IAS 32 "Financial Instruments: Presentation" and IFRS 2 "Share-based Payment" have been implemented. These amendments as well as "Improvements

to IFRSs" and applicable new interpretations have had no or only an insignificant impact. In addition, the amendment to IAS 1 "Presentation of Financial Statements" and the new standard IFRS 8 "Operating Segments" have had the following impact on the presentation:

### Amendment of IAS 1 "Presentation of Financial Statements"

IASB has amended IAS 1 "Presentation of Financial Statements" with effective date for NBD as from the first half year 2009. The main impact from this amendment is that the "Statement of changes in equity" has been added and the "Statement of comprehensive income" relocated to be displayed immediately after the "Income statement".

### New standard IFRS 8 "Operating Segments"

IFRS 8 is mandatory for NBD as from the first half year 2009. The IFRS requires identification of operating segments on the basis of the information regularly reviewed by the entity's chief operating decision maker (CODM) in order to allocate resources to the segment and assess its performance. The reportable segments in Nordea have, mainly as a consequence of the restrictions in the aggregation criteria, been changed, and a note has been added to comply with the requirements in the new standard. See note 2 "Segment reporting" for more information.

### Exchange rates

	Jan-Jun 2009	Jan-Dec 2008	Jan-Jun 2008
EUR 1 = SEK			
Income statement (average)	10.8554	9.6043	9.3782
Balance sheet (at end of period)	10.8648	10.9361	9.4778
EUR 1 = DKK			
Income statement (average)	7.4493	7.4560	7.4571
Balance sheet (at end of period)	7.4471	7.4532	7.4594
EUR 1 = NOK			
Income statement (average)	8.9008	8.2088	7.9542
Balance sheet (at end of period)	9.0555	9.8513	8.0186
EUR 1 = PLN			
Income statement (average)	4.4657	3.5020	3.4880
Balance sheet (at end of period)	4.4683	4.1483	3.3532

## Note 2 Segment reporting

### Operating segments

	Nordic Banking		Financial Institutions		Group Corporate Centre		Other Operating segments	
	Jan-Jun 2009	Jan-Jun 2008	Jan-Jun 2009	Jan-Jun 2008	Jan-Jun 2009	Jan-Jun 2008	Jan-Jun 2009	Jan-Jun 2008
Total operating income, DKKm	7,709	6,836	652	450	828	156	122	99
Operating profit, DKKm	1,130	3,427	344	272	709	43	91	73
Loans and receivables to the public, DKKbn	513	484	5	5	10	8	10	9
Deposits and borrowings from the public, DKKbn	256	246	31	26	-	-	7	5
			Total Operating segments		Reconciliation		Total Group	
			Jan-Jun 2009	Jan-Jun 2008	Jan-Jun 2009	Jan-Jun 2008	Jan-Jun 2009	Jan-Jun 2008
Total operating income, DKKm			9,311	7,542	23	-1,180	9,334	6,362
Operating profit, DKKm			2,274	3,815	-1,002	-1,596	1,272	2,219
Loans and receivables to the public, DKKbn			539	507	141	81	680	588
Deposits and borrowings from the public, DKKbn			293	276	17	20	310	296

### Reconciliation between total operating segments and financial statements

#### Jan-Jun 2009

	Operating profit, DKKm	Loans and receivables to the public, DKKbn	Deposits and borrowings from the public, DKKbn
Total Operating segments	2,274	539	293
Group functions <sup>1</sup> and unallocated items	-687	141	17
Differences in accounting policies <sup>2</sup>	88	-	-
Difference in accounting policy between the segments and the group regarding Markets <sup>3</sup>	-403	-	-
<b>Total</b>	<b>1,272</b>	<b>680</b>	<b>310</b>

#### Jan-Jun 2008

	Operating profit, DKKm	Loans and receivables to the public, DKKbn	Deposits and borrowings from the public, DKKbn
Total Operating segments	3,815	507	276
Group functions <sup>1</sup> and unallocated items	-198	81	20
Differences in accounting policies <sup>2</sup>	-	-	-
Difference in accounting policy between the segments and the group regarding Markets <sup>3</sup>	-1,398	-	-
<b>Total</b>	<b>2,219</b>	<b>588</b>	<b>296</b>

<sup>1</sup> Consists of Group Management Secretariat, Group Internal Audit, Group Credit & Risk Control, People & Identity and Group Legal.

<sup>2</sup> Internally developed software is expensed as incurred in the operating segments, but capitalised as required by IAS 38 in the entity's balance sheet.

<sup>3</sup> In the segment reporting the result from Markets' operations is allocated to the operating segments as if they were the counterparts in the customer transactions. In the financial statements the result is recognised where the legal agreement with the customer has been established.

## Note 2

### Segment reporting *(continued)*

#### Basis of segmentation and measurement of segment profit or loss

In November 2006 the IASB issued IFRS 8 "Operating Segments", which is mandatory for periods beginning on or after 1 January 2009. IFRS 8 has had an impact on the reportable segments in Nordea, mainly as the previously aggregated segment Institutional & International Banking has been divided into individual reportable segments. Other Operating segments below the quantitative thresholds in IFRS 8 are included in Other operating segments. Comparative information has been restated accordingly.

In addition, the measurement of segment profit or loss has been changed during the first half-year 2009, as internally developed software is, as from first half-year 2009, expensed as incurred in the operating segments, but capitalised as required by IAS 38 in the entity's balance sheet.

#### Reportable Operating segments

Nordic Banking conducts a full service banking operation. It is Nordea's largest customer area and serves household customers and corporate customers in the Nordic markets. The Financial Institutions segment is responsible for Nordea's customers within the financial institution industry. Group Corporate Centre is responsible for the Group's finance, accounting, planning and control activities, the Group's capital management and the Group Treasury operations, including funding, asset and liability management and the Group's own market risk-taking in financial instruments (excluding investments within insurance).

## Note 3

### Net gains/losses on items at fair value

DKKm	Jan-Jun 2009	Group Jan-Jun 2008	Full year 2008	Jan-Jun 2009	Parent Jan-Jun 2008	Full year 2008
Shares/participations and other share-related instruments	287	-207	-717	287	-211	-720
Interest-bearing securities and other interest-related instruments	1,147	-412	-107	1,218	-327	203
Other financial instruments	43	326	-224	43	326	-226
Foreign exchange gains/losses	188	-6	307	188	-13	307
Investment properties	-2	0	-1	-	-	0
<b>Total</b>	<b>1,663</b>	<b>-299</b>	<b>-742</b>	<b>1,736</b>	<b>-225</b>	<b>-436</b>

## Note 4

### Loan losses

DKKm	Jan-Jun 2009	Group Jan-Jun 2008	Full year 2008	Jan-Jun 2009	Parent Jan-Jun 2008	Full year 2008
<b>Loan losses divided by class, net</b>						
Loans and receivables to credit institutions	0	-	1	0	-	1
- of which provisions	-	-	-	-	-	-
- of which reversals	0	-	1	0	-	1
- of which recoveries	-	-	-	-	-	-
Loans and receivables to the public	-2,126	-124	-1,382	-1,949	-83	-1,227
- of which provisions	-2,496	-793	-2,434	-2,272	-686	-2,164
- of which write-offs	-550	-275	-594	-496	-220	-479
- of which allowances used for covering write-offs	425	197	417	385	146	313
- of which reversals	430	654	1,064	374	592	950
- of which recoveries	65	93	165	60	85	153
Off-balance sheet items <sup>1</sup>	-768	28	-206	-814	18	-231
- of which provisions	-829	-6	-240	-875	-16	-275
- of which reversals	61	34	34	61	34	44
<b>Total</b>	<b>-2,894</b>	<b>-96</b>	<b>-1,587</b>	<b>-2,763</b>	<b>-65</b>	<b>-1,456</b>
<b>Specification of Loan losses</b>						
Changes of allowance accounts in the balance sheet	-2,834	-111	-1,575	-2,712	-76	-1,444
- of which Loans and receivables, individually assessed	-1,451	-101	-1,045	-1,283	-55	-889
- of which Loans and receivables, collectively assessed	-615	-38	-324	-615	-38	-324
- of which Off-balance sheet items, individually assessed <sup>1</sup>	-820	23	-193	-866	12	-218
- of which Off-balance sheet items, collectively assessed <sup>1</sup>	52	5	-13	52	5	-13
Changes directly recognised in the income statement	-60	15	-12	-51	11	-13
- of which realised loan losses, individually assessed	-125	-78	-177	-111	-74	-166
- of which realised loan losses, collectively assessed	-	-	-	-	-	-
- of which realised recoveries, individually assessed	65	93	165	60	85	153
- of which realised recoveries, collectively assessed	-	-	-	-	-	-
<b>Total</b>	<b>-2,894</b>	<b>-96</b>	<b>-1,587</b>	<b>-2,763</b>	<b>-65</b>	<b>-1,456</b>
<b>Key ratios</b>						
Loan loss ratio, basis points <sup>1</sup>	94.4	3.6	29.8	158.6	4.4	49.6
- of which individual	76.1	2.4	23.4	126.3	2.2	38.1
- of which collective	18.3	1.2	6.3	32.3	2.2	11.5

<sup>1</sup> Included in Provisions in the balance sheet.

<sup>1</sup> Net loan losses (annualised) divided by opening balance of loans and receivables to the public (lending).

## Note 5

### Loans and receivables and their impairment

#### Group

DKKm	30 Jun 2009	Total 31 Dec 2008	30 Jun 2008
Loans and receivables, not impaired	809,281	706,761	761,224
Impaired loans and receivables:	7,281	4,686	3,056
- Performing	5,170	3,424	2,102
- Non-performing	2,111	1,262	954
<b>Loans and receivables before allowances</b>	<b>816,562</b>	<b>711,447</b>	<b>764,280</b>
Allowances for individually assessed impaired loans	-3,361	-2,333	-1,608
- Performing	-2,207	-1,532	-918
- Non-performing	-1,154	-801	-690
Allowances for collectively assessed impaired loans	-1,300	-685	-400
<b>Allowances</b>	<b>-4,661</b>	<b>-3,019</b>	<b>-2,008</b>
<b>Loans and receivables, carrying amount</b>	<b>811,901</b>	<b>708,429</b>	<b>762,272</b>

DKKm	Credit institutions			The public		
	30 Jun 2009	31 Dec 2008	30 Jun 2008	30 Jun 2009	31 Dec 2008	30 Jun 2008
Loans and receivables, not impaired	131,906	95,229	174,429	677,375	611,532	586,795
Impaired loans and receivables:	-	-	-	7,281	4,686	3,056
- Performing	-	-	-	5,170	3,424	2,102
- Non-performing	-	-	-	2,111	1,262	954
<b>Loans and receivables before allowances</b>	<b>131,906</b>	<b>95,229</b>	<b>174,429</b>	<b>684,656</b>	<b>616,218</b>	<b>589,851</b>
Allowances for individually assessed impaired loans	-	-	-	-3,361	-2,333	-1,608
- Performing	-	-	-	-2,207	-1,532	-918
- Non-performing	-	-	-	-1,154	-801	-690
Allowances for collectively assessed impaired loans	-	-	-1	-1,300	-685	-399
<b>Allowances</b>	<b>-</b>	<b>-</b>	<b>-1</b>	<b>-4,661</b>	<b>-3,019</b>	<b>-2,007</b>
<b>Loans and receivables, carrying amount</b>	<b>131,906</b>	<b>95,229</b>	<b>174,428</b>	<b>679,995</b>	<b>613,200</b>	<b>587,844</b>



## Note 5

### Loans and receivables and their impairment *(continued)*

#### Reconciliation of allowance accounts for impaired loans

Loans and receivables, DKKm	Credit institutions		The public		Total		Total
	Individually assessed	Collectively assessed	Individually assessed	Collectively assessed	Individually assessed	Collectively assessed	
<b>Opening balance at 1 Jan 2009</b>	-	-1	-2,333	-686	-2,333	-687	-3,019
Provisions	-	-	-1,743	-753	-1,743	-753	-2,496
Reversals	-	0	292	138	292	138	430
<b>Changes through the income statement</b>	-	0	-1,451	-615	-1,451	-615	-2,066
Allowances used to cover write-offs	-	-	425	-	425	-	425
Currency translation differences	-	-	-	-	-	-	-
<b>Closing balance at 30 Jun 2009</b>	-	-1	-3,359	-1,301	-3,359	-1,302	-4,661
<b>Opening balance at 1 Jan 2008</b>	-	-2	-1,704	-361	-1,704	-363	-2,067
Provisions	-	-	-1,989	-445	-1,989	-445	-2,434
Reversals	-	1	944	120	944	121	1,065
<b>Changes through the income statement</b>	-	1	-1,045	-325	-1,045	-324	-1,369
Allowances used to cover write-offs	-	-	416	-	416	-	416
Currency translation differences	-	-	-	-	-	-	-
<b>Closing balance at 31 Dec 2008</b>	-	-1	-2,333	-686	-2,333	-687	-3,019
<b>Opening balance at 1 Jan 2008</b>	-	-2	-1,704	-361	-1,704	-363	-2,067
Provisions	-	-	-661	-133	-661	-133	-794
Reversals	-	1	560	95	560	96	656
<b>Changes through the income statement</b>	-	1	-101	-38	-101	-38	-139
Allowances used to cover write-offs	-	-	197	-	197	-	197
Currency translation differences	-	-	-	-	-	-	-
<b>Closing balance at 30 Jun 2008</b>	-	-1	-1,608	-399	-1,608	-400	-2,008

#### Allowances and provisions

DKKm	30 Jun 2009	31 Dec 2008	30 Jun 2008
Allowances for items in the balance sheet	-4,661	-3,018	-2,008
Provisions for off-balance-sheet items	-1,116	-347	-114
<b>Total allowances and provisions</b>	<b>-5,777</b>	<b>-3,365</b>	<b>-2,122</b>

#### Key ratios

Impairment rate, gross <sup>1</sup> , basis points	89.2	65.9	40.0
Impairment rate, net <sup>2</sup> , basis points	48.0	33.1	18.9
Total allowance rate <sup>3</sup> , basis points	57.1	42.4	26.3
Allowance ratio, impaired loans <sup>4</sup> , %	46.2	49.8	52.6
Total allowance ratio, impaired loans <sup>5</sup> , %	64.0	64.4	65.7
Non-performing loans and receivables, not impaired <sup>6</sup> , DKKm	574	352	201

<sup>1</sup> Individually assessed impaired loans and receivables before allowances divided by total loans and receivables before allowances.

<sup>2</sup> Individually assessed impaired loans and receivables after allowances divided by total loans and receivables before allowances.

<sup>3</sup> Total allowances divided by total loans and receivables before allowances.

<sup>4</sup> Allowances for individually assessed impaired loans and receivables divided by individually assessed impaired loans and receivables before allowances, %.

<sup>5</sup> Total allowances divided by total impaired loans and receivables before allowances.

<sup>6</sup> Past due loans and receivables, not impaired due to future cash flows (included in Loans and receivables, not impaired).

**Note 5**  
**Loans and receivables and their impairment** *(continued)*

**Parent company**

DKKm	30 Jun 2009	Total 31 Dec 2008	30 Jun 2008
Loans and receivables, not impaired	529,071	462,109	517,947
Impaired loans and receivables:	4,744	3,237	2,208
- Performing	3,186	2,207	1,417
- Non-performing	1,558	1,030	791
<b>Loans and receivables before allowances</b>	<b>533,815</b>	<b>465,346</b>	<b>520,155</b>
Allowances for individually assessed impaired loans	-2,933	-2,033	-1,366
- Performing	-1,779	-1,232	-675
- Non-performing	-1,154	-801	-691
Allowances for collectively assessed impaired loans	-1,300	-685	-400
<b>Allowances</b>	<b>-4,233</b>	<b>-2,719</b>	<b>-1,766</b>
<b>Loans and receivables, carrying amount</b>	<b>529,582</b>	<b>462,627</b>	<b>518,389</b>

DKKm	Credit institutions			The public		
	30 Jun 2009	31 Dec 2008	30 Jun 2008	30 Jun 2009	31 Dec 2008	30 Jun 2008
Loans and receivables, not impaired	132,135	114,160	176,171	396,936	347,949	341,776
Impaired loans and receivables:	-	-	-	4,744	3,237	2,208
- Performing	-	-	-	3,186	2,207	1,417
- Non-performing	-	-	-	1,558	1,030	791
<b>Loans and receivables before allowances</b>	<b>132,135</b>	<b>114,160</b>	<b>176,171</b>	<b>401,680</b>	<b>351,186</b>	<b>343,984</b>
Allowances for individually assessed impaired loans	-	-	-	-2,933	-2,033	-1,366
- Performing	-	-	-	-1,779	-1,232	-675
- Non-performing	-	-	-	-1,154	-801	-691
Allowances for collectively assessed impaired loans	-	-	-1	-1,300	-685	-399
<b>Allowances</b>	<b>-</b>	<b>-</b>	<b>-1</b>	<b>-4,233</b>	<b>-2,719</b>	<b>-1,765</b>
<b>Loans and receivables, carrying amount</b>	<b>132,135</b>	<b>114,160</b>	<b>176,170</b>	<b>397,447</b>	<b>348,467</b>	<b>342,219</b>

## Note 5

### Loans and receivables and their impairment *(continued)*

#### Reconciliation of allowance accounts for impaired loans

Loans and receivables, DKKm	Credit institutions		The public		Total		Total
	Individually assessed	Collectively assessed	Individually assessed	Collectively assessed	Individually assessed	Collectively assessed	
<b>Opening balance at 1 Jan 2009</b>	-	-1	-2,033	-686	-2,033	-687	-2,719
Provisions	-	-	-1,519	-753	-1,519	-753	-2,272
Reversals	-	0	236	138	236	138	374
<b>Changes through the income statement</b>	-	0	-1,283	-615	-1,283	-615	-1,898
Allowances used to cover write-offs	-	-	385	-	385	-	385
Currency translation differences	-	-	-	-	-	-	-
<b>Closing balance at 30 Jun 2009</b>	-	-1	-2,931	-1,301	-2,931	-1,302	-4,233
<b>Opening balance at 1 Jan 2008</b>	-	-2	-1,456	-361	-1,456	-363	-1,819
Provisions	-	-	-1,719	-445	-1,719	-445	-2,164
Reversals	-	1	830	120	830	121	951
<b>Changes through the income statement</b>	-	1	-889	-325	-889	-324	-1,213
Allowances used to cover write-offs	-	-	312	-	312	-	312
Currency translation differences	-	-	-	-	-	-	-
<b>Closing balance at 31 Dec 2008</b>	-	-1	-2,033	-686	-2,033	-687	-2,719
<b>Opening balance at 1 Jan 2008</b>	-	-2	-1,456	-361	-1,456	-363	-1,819
Provisions	-	-	-553	-133	-553	-133	-686
Reversals	-	-	498	95	498	95	593
<b>Changes through the income statement</b>	-	-	-55	-38	-55	-38	-94
Allowances used to cover write-offs	-	-	146	-	146	-	146
Currency translation differences	-	-	-	-	-	-	-
<b>Closing balance at 30 Jun 2008</b>	-	-2	-1,365	-399	-1,365	-401	-1,766

#### Allowances and provisions

DKKm	30 Jun 2009	31 Dec 2008	30 Jun 2008
Allowances for items in the balance sheet	-4,233	-2,718	-1,766
Provisions for off-balance-sheet items	-1,278	-464	-215
<b>Total allowances and provisions</b>	<b>-5,511</b>	<b>-3,182</b>	<b>-1,981</b>

#### Key ratios

Impairment rate, gross <sup>1</sup> , basis points	88.9	69.6	42.4
Impairment rate, net <sup>2</sup> , basis points	33.9	25.9	16.2
Total allowance rate <sup>3</sup> , basis points	79.3	58.4	34.0
Allowance ratio, impaired loans <sup>4</sup> , %	61.8	62.8	61.9
Total allowance ratio, impaired loans <sup>5</sup> , %	89.2	84.0	80.0
Non-performing loans and receivables, not impaired <sup>6</sup> , DKKm	227	161	121

<sup>1</sup> Individually assessed impaired loans and receivables before allowances divided by total loans and receivables before allowances.

<sup>2</sup> Individually assessed impaired loans and receivables after allowances divided by total loans and receivables before allowances.

<sup>3</sup> Total allowances divided by total loans and receivables before allowances.

<sup>4</sup> Allowances for individually assessed impaired loans and receivables divided by individually assessed impaired loans and receivables before allowances, %.

<sup>5</sup> Total allowances divided by total impaired loans and receivables before allowances.

<sup>6</sup> Past due loans and receivables, not impaired due to future cash flows (included in Loans and receivables, not impaired).

## Note 6

### Classification of financial instruments

#### Group

DKKkM	Loans and receivables	Held to maturity	Held for trading	Assets at fair value	Derivatives used for hedging	Available for sale	Total
<b>Financial assets</b>							
Cash and balances with central banks	4,020	-	-	-	-	-	4,020
Loans and receivables to credit institutions	24,564	-	69,071	38,271	-	-	131,906
Loans and receivables to the public	248,739	-	147,249	284,007	-	-	679,995
Interest-bearing securities	-	17,326	82,455	-	-	-	99,781
Financial instruments pledged as collateral	-	-	47,967	-	-	-	47,967
Shares	-	-	11,413	-	-	-	11,413
Derivatives	-	-	6,113	-	225	-	6,338
Fair value changes of the hedged items in portfolio hedge of interest rate risk	171	-	-	-	-	-	171
Other assets	25,265	-	-	-	-	-	25,265
Prepaid expenses and accrued income	1,100	-	3,366	-	-	-	4,466
<b>Total 30 Jun 2009</b>	<b>303,859</b>	<b>17,326</b>	<b>367,634</b>	<b>322,278</b>	<b>225</b>	<b>-</b>	<b>1,011,322</b>
Total 31 Dec 2008	295,088	17,265	282,839	302,042	120	331	897,685
Total 30 Jun 2008	327,391	-	337,119	273,830	261	332	938,933

DKKkM	Held for trading	Liabilities at fair value	Derivatives used for hedging	Other financial liabilities	Total
<b>Financial liabilities</b>					
Deposits by credit institutions	152,328	83,376	-	124,945	360,649
Deposits and borrowings from the public	23,530	39,883	-	246,663	310,076
Debt securities in issue	-	212,467	-	12,190	224,657
Derivatives	5,666	-	478	-	6,144
Fair value changes of the hedged items in portfolio hedge of interest rate risk	-	-	-	-	-
Other liabilities	30,049	-	-	31,749	61,798
Accrued expenses and prepaid income	4,600	-	-	2,954	7,554
Subordinated liabilities	-	-	-	9,495	9,495
<b>Total 30 Jun 2009</b>	<b>216,173</b>	<b>335,726</b>	<b>478</b>	<b>427,996</b>	<b>980,373</b>
Total 31 Dec 2008	160,318	366,433	1,068	339,721	867,540
Total 30 Jun 2008	164,675	157,546	204	595,713	918,138

## Note 6

### Classification of financial instruments (continued)

#### Parent

DKKkm	Loans and receivables	Held to maturity	Held for trading	Assets at fair value	Derivatives used for hedging	Available for sale	Total
<b>Financial assets</b>							
Cash and balances with central banks	4,020	-	-	-	-	-	4,020
Loans and receivables to credit institutions	24,793	-	69,071	38,271	-	-	132,135
Loans and receivables to the public	248,435	-	147,248	1,764	-	-	397,447
Interest-bearing securities	-	17,326	135,356	-	-	-	152,682
Financial instruments pledged as collateral	-	-	75,146	-	-	-	75,146
Shares	-	-	11,406	-	-	-	11,406
Derivatives	-	-	6,113	-	225	-	6,338
Fair value changes of the hedged items in portfolio hedge of interest rate risk	171	-	-	-	-	-	171
Other assets	25,148	-	-	-	-	-	25,148
Prepaid expenses and accrued income	2,025	-	3,836	-	-	-	5,861
<b>Total 30 Jun 2009</b>	<b>304,592</b>	<b>17,326</b>	<b>448,176</b>	<b>40,035</b>	<b>225</b>	<b>-</b>	<b>810,354</b>
Total 31 Dec 2008	309,099	17,265	376,388	36,620	120	331	739,823
Total 30 Jun 2008	331,208	-	377,047	28,137	261	332	736,985

DKKkm	Held for trading	Liabilities at fair value	Derivatives used for hedging	Other financial liabilities	Total
<b>Financial liabilities</b>					
Deposits by credit institutions	180,043	83,376	-	125,648	389,067
Deposits and borrowings from the public	23,530	39,883	-	248,025	311,438
Debt securities in issue	-	-	-	11,150	11,150
Derivatives	5,666	-	478	-	6,144
Other liabilities	30,049	-	-	33,865	63,914
Accrued expenses and prepaid income	-	-	-	4,429	4,429
Subordinated liabilities	-	-	-	9,495	9,495
<b>Total 30 Jun 2009</b>	<b>239,288</b>	<b>123,259</b>	<b>478</b>	<b>432,612</b>	<b>795,637</b>
Total 31 Dec 2008	156,632	156,850	1,068	401,346	715,896
Total 30 Jun 2008	180,782	157,546	204	414,043	752,575

## Note 7

### Financial instruments at fair value

#### Determination of fair value from quoted market prices or valuation techniques

##### Group

DKKm, 30 Jun 2009	Instruments with quoted prices (Level 1)	Valuation technique using observable data (Level 2)	Valuation technique using non- observable data (Level 3)	Total
<b>Assets</b>				
Interest-bearing securities	77,808	4,647	-	82,455
Of which:				
- Municipalities and other public bodies	21,213	-	-	21,213
- Mortgage institutions	50,043	130	-	50,173
- Other credit institutions	4,760	-	-	4,760
- Corporates	1,792	4,517	-	6,309
Financial instruments pledged as collateral	47,237	730	-	47,967
Shares	8,601	679	2,133	11,413
Derivatives	5,089	1,024	-	6,113
<b>Liabilities</b>				
Debt securities in issue	-	-	-	-
Derivatives	5,666	-	-	5,666

##### Parent company

DKKm, 30 Jun 2009	Instruments with quoted prices (Level 1)	Valuation technique using observable data (Level 2)	Valuation technique using non- observable data (Level 3)	Total
<b>Assets</b>				
Interest-bearing securities	130,709	4,647	-	135,356
Of which:				
- Municipalities and other public bodies	21,213	-	-	21,213
- Mortgage institutions	102,944	130	-	103,074
- Other credit institutions	4,760	-	-	4,760
- Corporates	1,792	4,517	-	6,309
Financial instruments pledged as collateral	74,416	730	-	75,146
Shares	8,594	679	2,133	11,406
Derivatives	5,089	1,024	-	6,113
<b>Liabilities</b>				
Debt securities in issue	-	-	-	-
Derivatives	5,666	-	-	5,666

##### Special Purpose Entities (SPEs) - On balance

DKKm, 30 Jun 2009	Purpose	Duration	Nordea's investment <sup>1</sup>	Total assets	Accounting treatment
CMO Denmark A/S	Collateralised Mortgage Obligation	>5 years	89	238	Consolidated
Kalmar Structured Finance A/S	Credit Linked Note	>5 years	171	1,061	Consolidated
<b>Total</b>			<b>260</b>	<b>1,299</b>	

<sup>1</sup> Includes all assets towards SPEs (such as bonds, subordinated loans and drawn credit facilities).

## Note 8 Derivatives

### Group

#### Fair value

DKKm	30 Jun 2009		31 Dec 2008		30 Jun 2008	
	Assets	Liabilities	Assets	Liabilities	Assets	Liabilities
<b>Derivatives held for trading</b>						
Interest rate derivatives	4,858	4,650	2,282	3,106	1,344	1,199
Equity derivatives	375	324	174	166	1,611	634
Foreign exchange derivatives	95	266	31	16	5	0
Credit derivatives	785	427	1,706	8	620	22
Other derivatives	-	-	-	-	-	-
<b>Total</b>	<b>6,113</b>	<b>5,666</b>	<b>4,194</b>	<b>3,296</b>	<b>3,580</b>	<b>1,855</b>

#### Derivatives used for hedging

Interest rate derivatives	222	408	28	336	230	204
Equity derivatives	-	-	-	-	-	-
Foreign exchange derivatives	3	71	92	732	31	0
<b>Total</b>	<b>225</b>	<b>478</b>	<b>120</b>	<b>1,068</b>	<b>261</b>	<b>204</b>

#### Total fair value

Interest rate derivatives	5,080	5,058	2,310	3,442	1,574	1,403
Equity derivatives	375	324	174	166	1,611	634
Foreign exchange derivatives	98	336	123	748	36	0
Credit derivatives	785	427	1,706	8	620	22
Other derivatives	-	-	-	-	-	-
<b>Total</b>	<b>6,338</b>	<b>6,144</b>	<b>4,314</b>	<b>4,364</b>	<b>3,841</b>	<b>2,059</b>

#### Nominal amount

DKKm	30 Jun 2009	31 Dec 2008	30 Jun 2008
<b>Derivatives held for trading</b>			
Interest rate derivatives	1,373,284	1,191,660	787,159
Equity derivatives	118,385	89,183	97,518
Foreign exchange derivatives	123,187	58,935	82,952
Credit derivatives	28,299	28,820	28,752
Other derivatives	-	-	-
<b>Total</b>	<b>1,643,155</b>	<b>1,368,598</b>	<b>996,380</b>

#### Derivatives used for hedging

Interest rate derivatives	47,934	34,581	25,925
Equity derivatives	-	-	-
Foreign exchange derivatives	4,052	42,437	19,047
<b>Total</b>	<b>51,986</b>	<b>77,018</b>	<b>44,972</b>

#### Total nominal amount

Interest rate derivatives	1,421,218	1,226,241	813,084
Equity derivatives	118,385	89,183	97,518
Foreign exchange derivatives	127,239	101,372	101,999
Credit derivatives	28,299	28,820	28,752
Other derivatives	-	-	-
<b>Total</b>	<b>1,695,141</b>	<b>1,445,616</b>	<b>1,041,353</b>

## Note 8

### Derivatives *(continued)*

#### Parent company

##### Fair value

DKKm	30 Jun 2009		31 Dec 2008		30 Jun 2008	
	Assets	Liabilities	Assets	Liabilities	Assets	Liabilities
<b>Derivatives held for trading</b>						
Interest rate derivatives	4,858	4,650	2,282	3,106	1,344	1,199
Equity derivatives	375	324	174	166	1,611	634
Foreign exchange derivatives	95	266	31	16	5	0
Credit derivatives	785	427	1,706	8	620	22
Other derivatives	-	-	-	-	-	-
<b>Total</b>	<b>6,113</b>	<b>5,666</b>	<b>4,194</b>	<b>3,296</b>	<b>3,580</b>	<b>1,855</b>

##### Derivatives used for hedging

Interest rate derivatives	222	408	28	336	230	204
Equity derivatives	-	-	-	-	-	-
Foreign exchange derivatives	3	71	92	732	31	0
<b>Total</b>	<b>225</b>	<b>478</b>	<b>120</b>	<b>1,068</b>	<b>261</b>	<b>204</b>

##### Total fair value

Interest rate derivatives	5,080	5,058	2,310	3,442	1,574	1,403
Equity derivatives	375	324	174	166	1,611	634
Foreign exchange derivatives	98	336	123	748	36	0
Credit derivatives	785	427	1,706	8	620	22
Other derivatives	-	-	-	-	-	-
<b>Total</b>	<b>6,338</b>	<b>6,144</b>	<b>4,314</b>	<b>4,364</b>	<b>3,841</b>	<b>2,059</b>

##### Nominal amount

DKKm	30 Jun 2009	31 Dec 2008	30 Jun 2008
<b>Derivatives held for trading</b>			
Interest rate derivatives	1,373,284	1,191,660	787,159
Equity derivatives	118,385	89,183	97,518
Foreign exchange derivatives	123,187	58,935	82,952
Credit derivatives	28,299	28,820	28,752
Other derivatives	-	-	-
<b>Total</b>	<b>1,643,155</b>	<b>1,368,598</b>	<b>996,380</b>

##### Derivatives used for hedging

Interest rate derivatives	47,934	34,581	25,925
Equity derivatives	-	-	-
Foreign exchange derivatives	4,052	42,437	19,047
<b>Total</b>	<b>51,986</b>	<b>77,018</b>	<b>44,972</b>

##### Total nominal amount

Interest rate derivatives	1,421,218	1,226,241	813,084
Equity derivatives	118,385	89,183	97,518
Foreign exchange derivatives	127,239	101,372	101,999
Credit derivatives	28,299	28,820	28,752
Other derivatives	-	-	-
<b>Total</b>	<b>1,695,141</b>	<b>1,445,616</b>	<b>1,041,353</b>



## Note 9 Capital adequacy

### Capital base

#### Group

	30 Jun* 2009 Basel II	31 Dec 2008 Basel II	30 Jun* 2008 Basel II
DKKm			
Tier 1 capital	28,894	28,775	27,940
Total capital base	38,170	37,812	37,040
* excluding profit			

### Capital requirements

	30 Jun 2009 Capital requirement	30 Jun 2009 Basel II RWA	31 Dec 2008 Capital requirement	31 Dec 2008 Basel II RWA	30 Jun 2008 Capital requirement	30 Jun 2008 Basel II RWA
DKKm						
<b>Credit risk</b>	<b>19,903</b>	<b>248,790</b>	<b>20,127</b>	<b>251,591</b>	<b>24,449</b>	<b>305,616</b>
IRB	18,928	236,601	19,117	238,964	13,784	172,303
- of which corporate	13,036	162,955	13,032	162,897	12,907	161,332
- of which institutions	1,297	16,208	1,265	15,807	629	7,864
- of which retail	4,449	55,614	4,433	55,412	-	-
- of which other	146	1,824	388	4,847	249	3,107
Standardised	975	12,189	1,010	12,627	10,665	133,313
- of which retail	-	-	430	5,371	9,591	119,882
- of which sovereign	144	1,802	129	1,613	104	1,298
- of which other	831	10,387	451	5,643	971	12,133
<b>Market risk</b>	<b>1,394</b>	<b>17,431</b>	<b>2,454</b>	<b>30,678</b>	<b>2,024</b>	<b>25,296</b>
- of which trading book, VaR	677	8,463	1,226	15,326	750	9,378
- of which trading book, non-VaR	678	8,473	1,192	14,899	1,245	15,558
- of which FX, non-VaR	40	495	36	453	29	360
<b>Operational risk</b>	<b>1,918</b>	<b>23,971</b>	<b>1,838</b>	<b>22,971</b>	<b>1,749</b>	<b>21,864</b>
Standardised	1,918	23,971	1,838	22,971	1,749	21,864
<b>Sub total</b>	<b>23,215</b>	<b>290,192</b>	<b>24,419</b>	<b>305,240</b>	<b>28,222</b>	<b>352,776</b>
<b>Adjustment for transition rules</b>						
Additional capital requirement according to transition rules	7,867	98,332	10,791	134,883	4,792	59,900
<b>Total</b>	<b>31,082</b>	<b>388,524</b>	<b>35,210</b>	<b>440,123</b>	<b>33,014</b>	<b>412,676</b>

### Capital ratio

	30 Jun 2009 Basel II	31 Dec 2008 Basel II	30 Jun 2008 Basel II
<b>Core Tier 1 ratio, % incl profit</b>			
Tier 1 ratio, %, incl profit	7.6	6.5	7.2
Capital ratio, %, incl profit	10.0	8.6	9.4
<b>Core Tier 1 ratio, % excl profit</b>			
Tier 1 ratio, %, excl profit	7.4	na	6.8
Capital ratio, %, excl profit	9.8	na	9.0

## Note 9

### Capital adequacy *(continued)*

#### Analysis of capital requirements

Exposure class, 30 Jun 2009	Average risk weight (%)	Capital requirement (DKKm)
Corporate	58	13,036
Institutions	24	1,297
Retail	17	4,449
Sovereign	3	144
Other	34	977
<b>Total credit risk</b>		<b>19,903</b>

#### Parent

	30 Jun* 2009 Basel II	31 Dec 2008 Basel II	30 Jun* 2008 Basel II
<b>Capital base</b>			
Tier 1 capital, DKKm	27,872	27,818	26,819
Total capital base, DKKm	37,707	37,133	36,102
* excluding profit			
Risk-weighted assets, DKKm	344,006	394,728	374,894
<b>Capital ratio</b>			
<b>Core Tier 1 ratio, % incl profit</b>			
Tier 1 ratio, %, incl profit	8.3	7.0	7.6
Capital ratio, %, incl profit	11.2	9.4	10.1
<b>Core Tier 1 ratio, % excl profit</b>			
Tier 1 ratio, %, excl profit	8.1	na	7.2
Capital ratio, %, excl profit	11.0	na	9.6

## Note 10

### Risks and uncertainties

NBD's revenue base reflects the NBD Group's business with a large and diversified customer base, comprising household customers, corporate customers and financial institutions, representing different geographic areas and industries.

NBD's main risk exposure is credit risk. NBD also assumes risks such as market risk, liquidity risk and operational risk. For further information on risk composition, see the Annual Report.

So far, the financial crisis and the deteriorating macroeconomic situation have not had material impact on NBD's financial position. However, the macroeconomic development remains highly uncertain and the risk has increased for a somewhat higher loan loss ratio for the full year compared to the first half year.

None of the above exposures and risks is expected to have any significant adverse effect on the NBD Group or its financial position in the next six months.

Within the framework of the normal business operations, the NBD Group faces claims in civil lawsuits and other disputes, most of which involve relatively limited amounts. None of these disputes are considered likely to have any significant adverse effect on the NBD Group or its financial position in the next six months.

**Note 11**  
**Related-party transactions**

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Nordea defines related parties as Shareholders with significant influence, Group undertakings and other Group companies, Associated undertakings, Key management personnel and Other related parties. Key management personnel include the Board of Directors and the Executive Management. Other related parties comprise companies significantly influenced by Key management personnel in Nordea Group as well as companies significantly influenced by close family members to these Key management personnel. There have, during the first half of 2009, not been any significant related-party transactions compared to the information provided in the Annual Report 2008.

**Statement by the Board of Directors and the Executive Management**

The half-year interim report has been prepared in accordance with IAS 34, Interim Financial Reporting, and additional Danish disclosure requirements for interim financial reports of financial services companies. The Board of Directors and the Executive Management certify that the half-year interim report provides a fair overview of the development of the parent company's and the Group's operations, assets, liabilities, their financial position and result, and describes material risks and uncertainties that the parent company and other companies in the Group are facing.

Stockholm, 20 July 2009

**Board of Directors**

Christian Clausen (Chairman)

Fredrik Rystedt

Carl-Johan Granvik

Christian Kofoed

**Executive Management**

Peter Schütze (Chairman)

Peter Lybecker

Michael Rasmussen

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