



Annual Report 2010  
**Nordea Kredit Realkreditaktieselskab**  
Business registration number 15134275

*Nordea Kredit Realkreditaktieselskab is part of the Nordea Group.*

*Nordea's vision is to be a Great European 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 6.2 million e-customers. The Nordea share is listed on the Nasdaq OMX Nordic Exchange in Stockholm, Helsinki and Copenhagen.*

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## Nordea Kredit

### Five-year financial summary

	2010	2009	2008	2007	2006
<b>Income statement (DKK m)</b>					
Net interest and fee income	1,388	1,362	1,429	1,259	1,043
Securities and foreign exchange income	-65	-126	20	34	26
Staff costs and administrative expenses	250	197	187	179	183
Loan losses	118	114	25	-1	5
Profit on shares in associated and group undertakings	0	-3	-3	19	0
Profit for the year before tax	934	908	1,225	1,126	880
Tax	234	230	308	279	247
Profit for the year after tax	700	678	917	847	633
<b>Balance sheet at 31 December (DKK m)</b>					
Total assets	356,181	311,615	273,346	254,745	218,442
Total loans	318,203	294,561	265,422	240,200	215,484
Mortgage loans at nominal value <sup>1</sup>	318,288	295,719	274,442	251,501	221,791
Shareholders' equity	15,002	14,301	13,624	12,706	11,858
<b>Ratios and key figures<sup>2</sup></b>					
Total capital ratio excluding transition rules	16.5	18.5	21.5	13.4	10.1
Total capital ratio including transition rules	10.2	9.9	9.7	9.9	10.1
Tier 1 capital ratio, including transition rules	10.2	9.9	9.7	9.9	10.1
Pre-tax return on equity (%)	6.4	6.5	9.3	9.2	8.0
Post-tax return on equity (%)	4.8	4.9	7.0	6.9	5.7
Income/cost ratio	3.46	3.81	6.57	7.05	5.64
Cost/income ratio (%)	19.9	16.9	13.5	14.3	17.2
Loans/shareholders' equity	21.2	20.6	19.5	18.9	18.2
Lending growth for the year (%)	7.6	7.3	9.1	13.4	16.2
Impairment ratio for the year (%)	0.0	0.0	0.0	0.0	0.0
Average number of employees	143	138	130	126	131

<sup>1</sup> After adjustment for provisions for loan losses

<sup>2</sup> Ratios and key figures as defined by the Danish Financial Supervisory Authority appear from Note 32

## Financial review

- **Profit for the year of DKK 934m before tax**
- **Lending growth of DKK 22.6bn**
- **Total lending of DKK 318.2bn**
- **Continued positive trend in market share**
- **Provisions for loan losses of DKK 118m**

### Profit for the year

Nordea Kredit Realkreditaktieselskab posted a satisfactory profit for the year of DKK 934m before tax compared to DKK 908m in 2009. After tax the profit was DKK 700m.

Income in the form of reserve fund fees increased by 14% to DKK 1,580m in 2010, or DKK 199m more than in 2009. This is due to continued lending growth as well as the introduction of higher fees.

The return on investment including securities and foreign exchange income was DKK 161m in 2010 compared to DKK 294m in 2009, corresponding to a decline of 45%. The lower return stems from the continued decline in short-term interest rates.

Net fee expenses declined by DKK 31m in 2010 compared to 2009.

Staff costs and administrative expenses increased to DKK 250m in 2010 compared to DKK 197m in 2009. This increase is chiefly attributable to IT costs, including development costs in connection with the scheduling of refinancing auctions for adjustable-rate mortgages to occur three times a year, as well as higher expenses for the handling of a larger volume of non-performing loans and repossessed properties.

In 2010 additional resources were also employed for monitoring and control activities as well as reporting to the authorities.

The cost/income ratio increased to 19.9% in 2010 compared to 16.9% in 2009.

Loan losses amounted to DKK 118m in 2010, corresponding to 0.04% of the loan portfolio, compared to DKK 114m in 2009. Total losses incurred amounted to DKK 35m in 2010 compared to DKK 11m in 2009.

The 3.5-month arrears rate for the September payment date was 0.46% at the beginning of 2011 for loans secured on residential properties and holiday homes compared to 0.47% at the beginning of 2010.

Profit for the year 2010 corresponds to the expectations announced in connection with the release of the interim report for the first half of 2010.

#### **Balance sheet**

Total assets rose by DKK 45bn in 2010 to DKK 356bn, corresponding to an increase of 14%.

The growth in mortgage lending amounted to DKK 22.6bn nominal, with DKK 13.3bn for residential properties and holiday homes as well as DKK 9.3bn for commercial and agricultural properties. At the year-end lending for residential properties and holiday homes amounted to 70% (2009: 70%) of the total loan portfolio.

Mortgage bonds in issue increased by DKK 25bn in 2010 to DKK 266bn after offsetting the portfolio of own bonds.

At the end of the year the portfolio of repossessed properties comprised 115 properties with a total book value of DKK 125m.

#### **Market shares**

Nordea Kredit's market share of mortgage lending at nominal value increased from 12.9% at the end of 2009 to 13.5% at the end of 2010. For residential properties and holiday homes the market share was 16.1% at the end of 2010 compared to 15.6% at the end of 2009.

#### **Capital and capital adequacy**

After transfer of the profit for the year shareholders' equity at the end of 2010 is DKK 15.0bn, corresponding to a total capital ratio of 16.5% excluding transition rules.

#### **Outlook for 2011**

Overall activity is expected to be in line with the level seen in 2010. Nordea Kredit consequently expects continued lending growth and an increased market share.

#### **Subsequent events**

No events have occurred after the balance sheet date which may affect the assessment of the annual financial statements.

#### **Annual General Meeting**

The Board of Directors will propose to the Annual General Meeting, which will be held on 22 February 2011 in Copenhagen, that the profit for the year after tax of DKK 700m should be transferred to equity and that no dividend should be paid for 2010.

Nordea Kredit will announce its half-year 2011 results on 19 July 2011.

## The property market

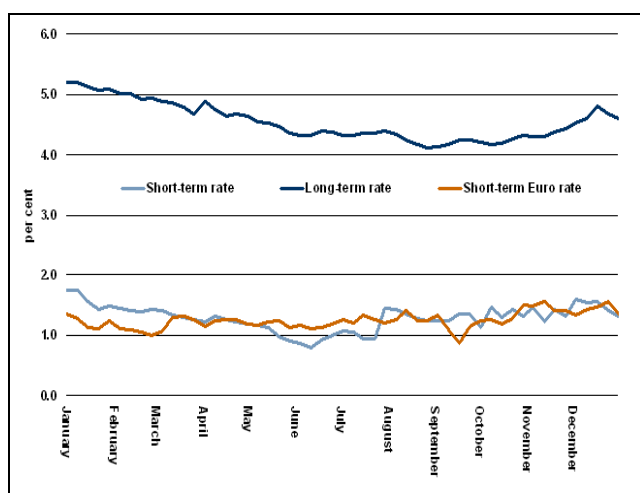
### The economy

Unemployment and the number of bankruptcies and forced sales were above prior years' levels in 2010 and the economic crisis continued to make its mark. However, economic growth returned to positive territory in 2010 with home sales and consumer spending improving. This trend was underpinned by tax reductions and lower interest rates.

The refinancing auctions held during the year resulted in historically low interest rates. In August traditional 30-year 4% mortgage bonds were close to trading above par.

Following a severe setback the housing market saw a turnaround during 2009, with the positive trend in both the number of properties traded and prices continuing at a stable pace throughout 2010.

Figure 1: Interest rates 2010



### Property prices and market activity

Based on the sector's new and improved home price statistics, prices of residential properties and holiday homes rose approximately 3.4% over the past 12 months.

In the third quarter of 2010 the number of properties traded declined to 6,908 from 7,905 in the prior-year period.

The average price per square metre for single-family and terraced houses was DKK 11,989 (2009: DKK 11,590) in the third quarter of 2010, an increase compared to the prior-year period.

The falling average price masks regional differences where minor declines are evident in some areas.

### The mortgage market

Total lending by the mortgage sector measured by outstanding bond debt increased from DKK 2,292.4bn in 2009 to DKK 2,363.0bn at end-2010 – an increase of DKK 70.6bn or 3.1%.

Net lending decreased by DKK 44.7bn or 40.8% from DKK 109.7bn in 2009 to DKK 65.0bn in 2010.

Net lending saw a decline across all property categories as a whole.

## Nordea Kredit's lending

At the end of 2010 total lending by Nordea Kredit at nominal value after provisions amounted to DKK 318.3bn. Residential properties (single-family and terraced houses, owner-occupied flats and holiday homes) accounted for DKK 221.4bn, agricultural properties for DKK 42.4bn and other commercial properties for DKK 54.4bn.

An analysis by loan type shows that the share of adjustable-rate mortgages increased, while the share of fixed-rate mortgages decreased slightly (Table 1).

**Table 1: Lending by loan type**

	2010		2009	
	DKKbn	%	DKKbn	%
<b>Adjustable rate</b>				
Cibor/Euribor	29.9	9.4	24.8	8.4
Capped floaters, annuity	1.8	0.6	1.8	0.6
Capped floaters, interest-only	2.5	0.8	2.5	0.9
Adjustable-rate, annuity	52.9	16.6	43.7	14.8
Adjustable-rate, interest-only	96.7	30.4	74.4	25.1
<b>Fixed rate</b>				
Cash loans	5.4	1.7	5.7	1.9
Bond loans, annuity	66.9	21.0	73.0	24.7
Bond loans, interest-only	62.2	19.5	69.8	23.6
<b>Total</b>	<b>318.3</b>	<b>100.0</b>	<b>295.7</b>	<b>100.0</b>

### Mortgage arrears and losses

Mortgage arrears rates reflect the financial situation of borrowers. The arrears rates recorded by Nordea Kredit have been rising, albeit still from historically low levels.

At the beginning of 2011 the 3.5-month arrears rate for residential properties and holiday homes (the September 2010 payment date) was 0.46%, a decline of 0.01% point since the beginning of 2010.

### Loss guarantees

According to a cooperation agreement between Nordea Kredit and Nordea Bank Danmark A/S, the latter provides a guarantee of 25% of the cash value of the loan. For loans granted for non-profit housing, youth housing and housing for the elderly, guarantees provided constitute 10%. For residential properties and holiday homes guarantees are provided on a current basis for five years and for commercial properties on a current basis for ten years as from the disbursement of the loans.

If Nordea Kredit has several loans on the same property, the guarantees cover the top portion of the combined commitment. These guarantees ensure that Nordea Kredit only to a small extent incurs losses on its loans. At the end of 2010 loss guarantees from Nordea Bank Danmark A/S comprised loans totalling DKK 262bn. Of this amount bank guarantees covered a total of DKK 71bn.

### Provisions for loan losses

After taking loss guarantees into account, total accumulated loan losses amounted to DKK 157m excluding loan losses on repossessed properties. Of this amount, provisions for collectively assessed loans account for DKK 56m. The total accumulated loan losses corresponded to 0.05% (2009: 0.04%) of the loan portfolio. The quality of the loan portfolio is thus still considered very high.

### Repossessed properties and losses

Given the higher number of forced sales, Nordea Kredit's portfolio of properties increased from 51 properties at the end of 2009 to 115 properties by the end of 2010, booked at DKK 125m. During the year Nordea Kredit repossessed 149 properties and sold 85 properties.

## Bond issuance

### Rating

The mortgage bonds issued by Nordea Kredit are rated by the rating agencies Moody's Investors Service and Standard & Poor's.

Mortgage bonds are issued in capital centre 1 as traditional mortgage bonds and in capital centre 2 as new covered mortgage bonds.

All bonds, irrespective of capital centre, have been assigned the highest ratings of Aaa and AAA by the two agencies.

### Funding

Since the end of 2007 new lending by Nordea Kredit – including the refinancing of adjustable-rate mortgages – has been financed through the issuance of covered mortgage bonds.

Bond issuance before redemptions amounted to DKK 187.3bn nominal in 2010, which was financed by means of covered mortgage bonds.

Of its total nominal lending after provisions of DKK 318.3bn at end-2010, Nordea Kredit has financed DKK 104.7bn (32.9%) by traditional mortgage bonds and DKK 213.6bn (67.1%) by covered mortgage bonds.

At end-2010 the fair value of the total volume of bonds issued was DKK 266.0bn compared to DKK 240.5bn in 2009 after offsetting the portfolio of own bonds.

Nordea Kredit publishes its quarterly LTV Report and Investor Presentation. These reports are available at [nordeakredit.dk](http://nordeakredit.dk).

### Refinancing

Nordea Kredit completed an auction of bonds for the refinancing of adjustable-rate mortgages in the period from 1 December to 10 December 2010.

Once again the auction resulted in record-low interest rates. For 30-year annuity loans in Danish kroner with annual reset the interest rate for 2011 was set at 1.50% compared to 1.70% in 2010. At the auction the interest rate on a similar loan in euros was set at 1.28% for 2011 compared to 1.30% in 2010.

At the auction bonds equivalent to DKK 106bn were sold. Compared to 2009 when sales comprised bonds for DKK 81bn, this reflects an increase of 30%.

To ensure that the refinancing auction volume in December does not increase further, Nordea Kredit has since April 2010 offered and disbursed new adjustable-rate mortgages with refinancing on either 1 April or 1 October.

At end-2010 Nordea Kredit had disbursed adjustable-rate mortgages with refinancing on 1 April or 1 October for a total of DKK 15.7bn which would otherwise have increased the refinancing auction volume in December.

In future Nordea Kredit will hold refinancing auctions three times a year in connection with the refinancing on 1 January, 1 April and 1 October.

## Capital management and risks

### Capital requirements

Nordea Kredit aims to attain the most efficient use of capital. Nordea Kredit reports risk-weighted assets according to applicable external Basel II requirements (the Capital Requirements Directive), which stipulate the limits for the minimum capital (the capital requirement).

Nordea Kredit has received approval to report its capital requirement in accordance with the internal ratings-based (IRB) advanced approach for commitments with retail customers and the (IRB) foundation approach for large enterprises and credit institutions, in line with Nordea.

In a transitional period a cap has been set on the capital reduction achievable compared to the capital requirement under the previous rules (Basel I).

In 2010 this requirement constituted a minimum of 80% of the capital requirement according to the Basel I rules. The transition rules will cease to apply at the end of 2011.

### Credit risk measurement

Rating and scoring are key components in the risk management framework for credit risk. The common denominator of the rating and scoring models is the ability to predict defaults and rank Nordea Kredit's customers. While the rating models are used for corporate customers and bank counterparties, scoring models are used for personal customers and small business customers.

The most important parameters when quantifying the credit risk are the probability of default (PD), the loss given default (LGD), and the exposure at default (EAD). The parameters are used for calculation of risk-weighted assets. In general, historical losses and defaults are used to calibrate the PDs attached to each rating grade. LGD is measured taking into account the collateral type and the counterparty's balance-sheet components.

Scoring models are pure statistical methods to predict the probability of customer default. The models are mainly used in the personal customer segment as well as for small corporate customers. Nordea Kredit collaborates with Nordea Bank Danmark A/S in utilising bespoke behavioural scoring models developed on internal data to support both the credit approval process and the risk management process.

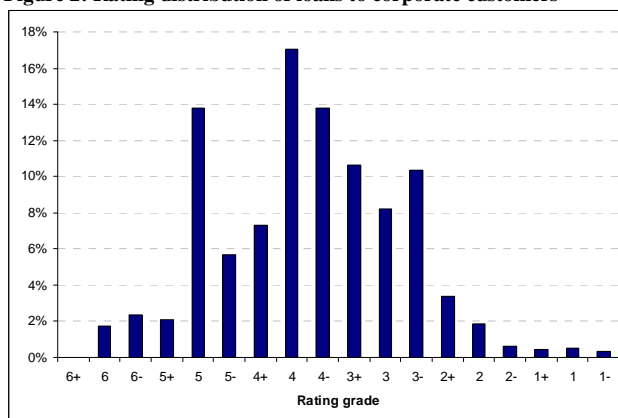
As a complement to the ordinary credit risk quantification, comprehensive stress testing is performed at least annually in accordance with the Basel II requirements (Internal Capital Adequacy Assessment Process, ICAAP), after which capital requirements are measured.

In light of the current capital base and implementation of the IRB models and the full rules under the Capital Requirements Directive, Nordea Kredit considers that it has a strong capital base.

### Credit quality

The rating distribution of loans to corporate customers (Figure 2) and the risk scoring of loans to personal and small business customers at 31 December 2010 (Figure 3) are shown below.

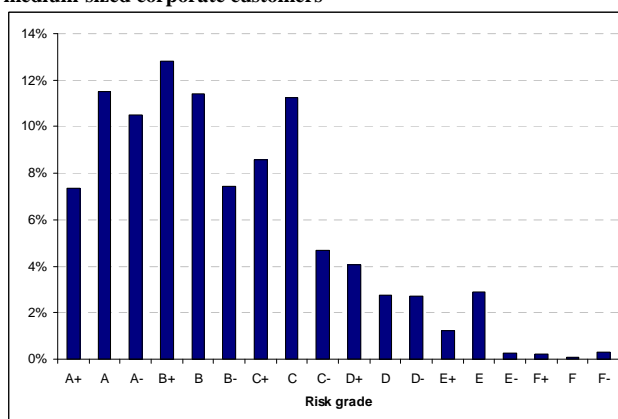
Figure 2: Rating distribution of loans to corporate customers



Note: Best rating is 6+.

Credit quality (Figure 2) was positively affected in 2010, as loans to corporate customers with high ratings of 4- or higher accounted for 64% at the end of 2010 compared to 51% at the end of 2009.

Figure 3: Risk scoring of loans to personal as well as small and medium-sized corporate customers



Note: Best score is A+.

The scoring distribution of personal as well as small and medium-sized corporate customers was virtually unchanged at 31 December 2010 compared to the same time last year.



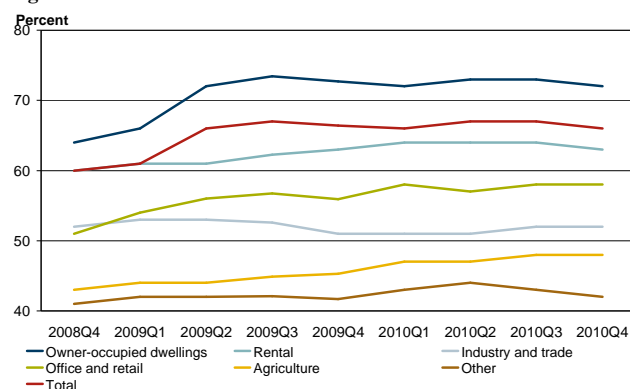
## LTV ratios

The loan to value (LTV) ratio expresses the loan amount as a percentage of the value of the individual property.

The moderate decline in property prices since end-2008 resulted in rising LTV ratios until the end of 2009 (Figure 4). Conversely, the marginal rise in property prices in 2010 contributed to unchanged LTV ratios for the total loan portfolio by end-2010, corresponding to 66%, the same level seen by the end of 2009.

The LTV ratio for residential properties and holiday homes stood at 72% in the fourth quarter of 2010, a decline of 1% point compared to the same period in 2009. The LTV ratio for the corporate segments totalled 53% compared to 51% at the end of 2009.

Figure 4: LTV ratios



## Supplementary security for loans backed by covered mortgage bonds

Where loans have been granted on the basis of covered mortgage bonds or covered bonds, mortgage institutions must regularly and currently monitor the value of the mortgaged property.

The value of private owner-occupied properties, private rental properties, cooperative homes and non-profit rental housing must be monitored at least every three years under existing legislation, whereas other properties must be monitored annually. In the event of significant changes in market conditions, the value must be monitored more frequently.

If it is determined as part of the monitoring process that the statutory lending limit for the individual property has been exceeded, the mortgage institution must provide supplementary security out of its own funds. In this way the availability of the necessary security for the outstanding bonds at all times is ensured.

Nordea Kredit focuses on monitoring the value of mortgaged properties on an ongoing basis. Nordea Kredit monitors the value of properties mortgaged on the basis of covered mortgage bonds more frequently than the statutory requirements.

At the end of 2010 the total nominal lending volume of Nordea Kredit based on covered mortgage bonds was DKK 213.6bn.

The supplementary security required on the basis of LTV ratios for the individual loans was DKK 13.0bn at end-2010. At year-end Nordea Kredit was able to provide supplementary security equivalent to DKK 21.3bn in the form of the capital base and guarantees provided by Nordea Bank Danmark A/S.

If necessary, Nordea Bank Danmark A/S will provide additional capital.

## Total capital ratio

At the end of 2010 the risk-weighted assets of Nordea Kredit amounted to DKK 132.9bn compared to DKK 132.2bn at the end of 2009, taking into account the transition rules.

With a capital base of DKK 13.5bn at the end of 2010 compared to DKK 13.0bn at end-2009, the total capital ratio including transition rules at end-2010 was 10.2% compared to 9.9% at the end of 2009.

Excluding the transition rules, the total capital ratio was 16.5% at the end of 2010 compared to 18.5% at end-2009.

## Individual solvency needs

Pursuant to the revised capital adequacy rules for credit institutions (Pillar III of Basel II), Nordea Kredit must publish its individual solvency need.

The company's individual solvency need is published in a separate report on 2 February 2011. This report is available at [nordeakredit.dk](http://nordeakredit.dk) and [nordea.com](http://nordea.com).

## New regulation (Basel III)

To strengthen the regulation of the financial sector, international cooperation in recent years has focused on new rules on liquidity risk, mainly under the auspices of the Basel Committee.

Together with the Nordea Group, Nordea Kredit actively participates in discussions in various forums and calculates the implications of the changes on an ongoing basis. The final proposals still involve a large number of uncertainties and the final proposals must be implemented in specific directives and legislation both at EU and national level.

### **Market risk**

Market risk is the risk of a loss in the market value of portfolios and financial instruments as a result of movements in financial market variables.

The Board of Directors of Nordea Kredit has defined the overall limits for allowed market risks for the company. These limits are significantly below the allowed statutory limits.

Nordea Kredit's most significant financial market risk is the interest rate risk associated with the investment of capital. In addition, Nordea Kredit has limited currency risk associated with exchange rate movements relating to its lending in euros. Nordea Kredit neither assumes equity risks nor option risks.

As lending activities are match-funded in terms of both interest rates and liquidity, only insignificant interest rate and liquidity risks arise relating to mortgage lending and the associated bond issuance.

The matched funding is undertaken on the basis of the statutory balance principle. For both capital centres Nordea Kredit applies the specific balance principle.

### **Interest rate risk**

Interest rate risk is measured as the loss on interest rate positions resulting from an overall upward/downward shift in interest rates of 1% point. This risk is calculated for lending activities as well as for the investment of capital. For the lending activities the interest rate risk resulting from differences between incoming payments on loans and outgoing payments on mortgage bonds issued may not exceed 1% of the capital base, or DKK 135m. For the securities portfolio the interest rate risk may not exceed 8% of the capital base, or DKK 1,083m.

At year-end 2010 the total interest rate risk on lending activities was DKK 0.4m (2009: DKK 0.3m) and DKK 7.0m on the investment of capital (2009: DKK 7.0m).

### **Currency risk**

Currency risk is measured by means of a statistical method expressed by a Value at Risk (VaR) measure equivalent to the foreign exchange indicator 2 of the Danish Financial Supervisory Authority. The risk is measured based on the last two years' historical changes in exchange rates with a holding period of ten banking days and a probability of 99%. The legislative framework allows for a maximum currency risk of DKK 14m, corresponding to 0.1% of the capital base.

At end-2010 the currency risk amounted to DKK 138,000 compared to DKK 98,000 at the end of 2009 and relates solely to exposures in euros.

Risks are calculated, monitored and reported to the management of Nordea Kredit on an ongoing basis. Financial market risks are described in Note 23.

### **Control and risk management systems**

Nordea Kredit has established the internal controls which are deemed relevant for the preparation and presentation of the annual report. These controls and existing risk management systems provide a good platform, giving reasonable assurance concerning the reliability of financial reporting and the preparation of the annual report.

The internal control and risk management activities of Nordea Kredit are included in the Nordea Bank Danmark Group's and the Nordea Bank AB Group's (Nordea) overall internal control and risk management processes.

The framework for internal control and risk management is described in more detail below.

### **Control environment**

Internal control at Nordea Kredit is based on a control environment which includes the following elements: values and management culture, goal orientation and follow-up, a clear and transparent organisational structure, functional segregation, the four-eyes principle, quality and efficient internal communication and an independent evaluation process.

The documentation of the internal control framework consists of internal business procedures and Standard Operating Procedures (SOPs) supported by the Nordea Group's directives.

To further support internal controls and guidelines, Nordea Kredit has established Controller as well as Compliance functions.

### **Risk assessment**

Nordea Kredit maintains a high standard of risk management, and risk management is considered an integrated part of running the business.

### **Control activities**

The control activities include general as well as more detailed controls, which aim at preventing, revealing and correcting errors and deviations.

The control activities are documented by Nordea Kredit and reported to the parent company.

### **Information and communication**

Nordea Kredit follows Nordea's accounting principles as defined in the Group Accounting Manual (GAM), which contains the principal guidelines for accounting and financial reporting. Reporting to the Group is based on a standard concept.

Nordea Kredit actively participates in relevant national forums, for example forums established by the Danish Mortgage Banks' Federation, the Danish Financial Supervisory Authority and the Danish central bank.

### **Monitoring**

Nordea Kredit has established a process with the purpose of ensuring proper monitoring of the quality of the financial reporting and the follow-up regarding possible deficiencies.

The Executive Management of Nordea Kredit reports on an ongoing basis to the Board of Directors on significant factors affecting the internal control in relation to financial reports.

Nordea Kredit's internal audit function reviews the company's processes, to test and report whether these are in accordance with the objectives set out by management. This review includes an assessment of the reliability of financial reporting as well as compliance with legislation and regulations. The internal audit function annually issues an assurance statement to the Board of Directors on the governance, risk management and internal controls of Nordea Kredit.

Nordea Kredit is subject to the Nordea Bank Danmark Group's audit committee. The audit committee assists the Board of Directors of Nordea Kredit in fulfilling its oversight responsibilities, inter alia by monitoring the financial reporting process, the statutory audit of the annual financial statements, the effectiveness of the internal controls, audit and risk management and by reviewing and monitoring the independence of the external auditors. The audit committee reviews the planning and budget of the internal audit function prior to the presentation to the Board of Directors.

### **Financial reporting by Nordea Kredit and communication with auditors**

The manner in which the Board of Directors ensures the quality of the financial reports, is presented in the above section on monitoring.

Furthermore, the Board of Directors reviews the external and the internal auditors' result of their audits of Nordea Kredit's annual report.

### **Corporate Social Responsibility**

Nordea issues a Corporate Social Responsibility (CSR) report for 2010 based on the United Nations Principles for Responsible Investments. The report serves as Nordea's annual progress report to the United Nations Global Compact and includes Nordea Kredit Realkreditaktieselskab. The CSR report is available at [nordea.com/csr](http://nordea.com/csr).

## Company information

### Company name

Nordea Kredit Realkreditaktieselskab  
Trommesalen 4  
0900 Copenhagen C  
Bus reg no 15134275 Copenhagen  
nordeakredit.dk

### Board of Directors

#### **Michael Rasmussen** (Chairman)

Appointed 2000. Born 1964. MSc(Econ).

A member of the Executive Management of Nordea Bank Danmark A/S. External appointments: Chairman of the Boards of Directors of the Industrialisation Fund for Developing Countries, the Investment Fund for Central and Eastern Europe and the Investment Fund for Emerging Markets. A member of the Boards of Directors of LR Realkredit A/S, Karl Pedersen og Hustrus Industrifond, Multidata Holding A/S, Multidata A/S and Danmarks Skibskredit A/S. Internal appointments: Chairman of the Board of Directors of Nordea Finans Danmark A/S, Nordea Finans Sverige A/B and Nordea Finance Finland Ltd.

#### **Peter Lybecker** (Deputy Chairman)

Appointed 2000. Born 1953. MSc(Econ).

A member of the Executive Management of Nordea Bank Danmark A/S. External appointments: Chairman of the Board of Directors of Nets Holding A/S, Deputy Chairman of the Boards of Directors of Multidata Holding A/S and Multidata A/S. Chairman of the Board of Directors of Fionia Asset Company A/S. Chairman of the board of the Copenhagen Institute for Futures Studies. A member of the Boards of Directors of Nordea Finans Danmark A/S, Nordea Finans Sverige AB and Nordea Finance Finland Ltd. A member of the Danish Securities Council and of the Insead International Council. A member of the board of Pensionskassen for direktører i Sparekassen SDS.

#### **Anders Jensen**

Appointed 2008. Born 1965. MSc in mathematics and computer science, Phd in mathematics. Head of Nordic Banking Denmark, Nordea Bank Danmark A/S.

External appointments: Chairman of the Danish Employers' Association for the Financial Sector and a member of the Board of Directors of FUHU. Internal appointments: A member of the Board of Directors of Nordea Liv & Pension, livsforsikringsselskab A/S as well as Fionia Asset Company A/S.

#### **Jørgen Holm Jensen**

Appointed 2003. Born 1955. Holder of a diploma in Specialised Business Studies. Executive Vice President in Group Credit, Nordea Bank Danmark A/S. External appointments: A member of the credit council of the Danish Bankers Association.

### Executive Management

Lars Bank Jørgensen (Chairman)

Michael Jensen

### Internal auditors

Ane Marie Christensen, Chief Auditor

### Auditor appointed by the Annual General Meeting

KPMG

Statsautoriseret Revisionspartnerselskab

### Parent company annual report

The annual financial statements of the parent company are available on [nordea.dk](http://nordea.dk)

## Financial statements

### Income statement

(DKK m)	Note	2010	2009
Interest income	3	11,945	15,280
Interest expenses	4	10,136	13,467
<b>Net interest income</b>		<b>1,809</b>	<b>1,813</b>
Dividend income		1	2
Fee and commission income	5	269	219
Fee and commission expenses	6	691	672
<b>Net interest and fee income</b>		<b>1,388</b>	<b>1,362</b>
Securities and foreign exchange income	7	-65	-126
Other operating income		-8	-2
Staff costs and administrative expenses	8, 9	250	197
Amortisation, depreciation and impairment charges of intangible and tangible assets		12	12
Other operating expenses		-	-
Loan losses	26, 27, 28	118	114
Profit on shares in associated and group undertakings	10	0	-3
<b>Profit before tax</b>		<b>934</b>	<b>908</b>
Tax	11	234	230
<b>Profit for the year</b>		<b>700</b>	<b>678</b>
<b>Distribution of profit</b>			
Profit for the year		700	678
Total amount available for distribution		700	678
Transfer to shareholders' equity		700	678
Total distribution of amount available		700	678
<b>Comprehensive income</b>			
Profit for the year		700	678
Other comprehensive income		0	0
<b>Comprehensive income for the year</b>		<b>700</b>	<b>678</b>

## Balance sheet at 31 December

(DKKm)	Note	2010	2009
<b>Assets</b>			
Cash and balances with central banks		0	0
Balances due from credit institutions and central banks	12, 22, 30	36,527	16,382
Loans and receivables at fair value	13, 24, 25, 26, 27, 30	318,199	294,558
Loans and receivables at amortised cost	13, 29	3	3
Bonds at fair value	14	-	-
Shares etc	15	-	7
Shares in associated undertakings	16	12	12
Intangible assets		18	29
Other tangible assets	17	2	3
Assets in temporary possession	18, 28	125	54
Other assets	19, 28	1,283	562
Prepayments		12	5
<b>Total assets</b>		<b>356,181</b>	<b>311,615</b>
<b>Liabilities and equity</b>			
<b>Liabilities</b>			
Balances due to credit institutions and central banks	22, 30	70,141	51,314
Mortgage bonds in issue at fair value	20, 30	265,964	240,480
Current tax liabilities		236	232
Other liabilities	21	4,819	5,273
Deferred income		15	9
<b>Total liabilities</b>		<b>341,175</b>	<b>297,308</b>
<b>Provisions</b>			
Provisions for deferred tax	11	4	6
<b>Total provisions</b>		<b>4</b>	<b>6</b>
<b>Shareholders' equity</b>			
Share capital		1,717	1,717
Other reserves			
- Statutory reserves		10	11
- Other reserves		1	0
Retained earnings		13,273	12,573
<b>Total shareholders' equity</b>	<b>2</b>	<b>15,002</b>	<b>14,301</b>
<b>Total liabilities and equity</b>		<b>356,181</b>	<b>311,615</b>
<b>Off-balance-sheet items and contingent liabilities</b>			
Guarantees etc		75	74
<b>Total off-balance-sheet items and contingent liabilities</b>		<b>75</b>	<b>74</b>

## Equity

(DKK m)

<b>Equity 2010</b>	Share capital	Other reserves	Retained earnings	Total
Shareholders' equity at 1 January	1,717	11	12,573	14,301
Comprehensive income				
Profit for the year	-	-	700	700
Other comprehensive income <sup>1</sup>	-	0	0	0
Total comprehensive income	-	0	700	700
Transactions with owner	-	-	-	-
Total transactions with owner	-	-	-	-
Shareholders' equity at 31 December	1,717	11	13,273	15,002

<sup>1</sup> This item relates to transfer to reserve for net revaluation according to the equity method.

<b>Equity 2009</b>	Share capital	Other reserves	Retained earnings	Total
Shareholders' equity at 1 January	1,717	14	11,893	13,624
Comprehensive income				
Profit for the year	-	-	678	678
Other comprehensive income <sup>1</sup>	-	-3	3	0
Total comprehensive income	-	-3	681	678
Transactions with owner	-	-	-	-
Total transactions with owner	-	-	-	-
Shareholders' equity at 31 December	1,717	11	12,573	14,301

<sup>1</sup> This item relates to transfer to reserve for net revaluation according to the equity method.

### Share capital

The company's share capital consists of 17,172,500 shares of DKK 100 each.

Nordea Bank Danmark A/S, PO Box 850, 0900 Copenhagen C, Denmark, holds all shares in the company.

The parent company of the Nordea Group is Nordea Bank AB (publ), Hamngatan 10, 105 71 Stockholm, Sweden.

## Cash flow statement

(DKKm)	2010	2009
<b>Operating activities</b>		
Profit for the year before tax	934	908
Adjustment for amounts in the profit for the year with no effect on cash flow:		
Loan losses	42	100
Amortisation, depreciation and impairment charges of intangible and other tangible assets	12	12
Depreciation and impairment charges of temporarily repossessed assets	41	15
Revaluation of shares in associated and group undertakings	0	3
Deferred income (net)	-11	7
<b>Total</b>	<b>1,018</b>	<b>1,045</b>
<b>Working capital</b>		
Loans and receivables at fair value	-23,683	-29,240
Loans and receivables at amortised cost	0	0
Other assets	-721	-452
Balances due to credit institutions and central banks	18,827	26,614
Mortgage bonds in issue at fair value	25,484	10,255
Other liabilities	-454	796
Corporation tax paid, net	-240	-309
<b>Net cash inflow/(outflow) from operating activities</b>	<b>20,231</b>	<b>-8,709</b>
<b>Investing activities</b>		
Bonds at fair value	-	-
Shares etc	7	0
Other tangible and intangible assets	-	-1
Assets in temporary possession	-92	-48
<b>Net cash inflow/(outflow) from investing activities</b>	<b>-85</b>	<b>-49</b>
<b>Financing</b>		
Proceeds from share issue	-	-
<b>Net cash inflow/(outflow) from financing</b>	<b>-</b>	<b>-</b>
<b>Increase/(decrease) in cash and cash equivalents</b>	<b>20,146</b>	<b>8,660</b>
Cash and cash equivalents at 1 January	16,382	7,722
<b>Cash and cash equivalents at 31 December</b>	<b>36,527</b>	<b>16,382</b>

Change in securities holdings includes unrealised gains or losses.



## Notes

### Accounting policies

#### Note 1 Accounting policies

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##### General

The financial statements of Nordea Kredit have been prepared in accordance with the Danish Financial Business Act, the Executive Order on financial reports for credit institutions etc (the Executive Order), the NASDAQ OMX Copenhagen's rules on the issuance of listed bonds, and generally accepted accounting principles.

The accounting policies applied are unchanged from the annual report for 2009. In early January 2011 the Danish Financial Supervisory Authority issued certain amendments to the Executive Order with effect from 1 January 2011 primarily relating to note requirements and the reporting of other comprehensive income. However, these amendments may be applied in the financial statements for 2010. Nordea Kredit has chosen to apply the amendments in the financial statements from 1 January 2010.

These amendments do not imply any changes to the income statement and balance sheet figures from the accounting policies previously applied.

##### Recognition and measurement in general

In the income statement income is recognised as earned, while expenses are recognised by the amounts that concern the financial year.

##### Fair value adjustment of mortgage loans and mortgage bonds in issue

The fair value of mortgage loans is based on the fair value of the underlying issued bonds and is adjusted for the credit risk associated with the borrower.

The fair value of mortgage bonds in issue is initially based on the NASDAQ OMX Copenhagen's closing prices of the bonds at year-end. Illiquid bonds as well as bonds for which notification has been given that the bonds will be drawn for redemption, are valued using a valuation model based on discounted cash flows.

The fair value adjustment is recognised in the income statement under Securities and foreign exchange income and as adjustment of the items Loans and receivables at fair value and Mortgage bonds in issue at fair value.

##### Provisions for loan losses

Nordea Kredit monitors loans and receivables on an individual and a group basis.

If objective indication is ascertained that a loan is impaired to the effect that the future expected payments are affected, a provision is made of the loan on an individual basis.

Objective indication of impairment is considered to have occurred if the borrower is in significant financial difficulties, if the borrower is in arrears by more than one payment period or if it is probable that the borrower will enter into bankruptcy proceedings or become subject to financial reorganisation.

The provision is made if the present value of the estimated future payments of the loan is lower than the book value of the loan or receivable. The computation takes into account the realisable value of the security in the mortgaged properties and other security, if any.

Provisions for collectively assessed loans comprise loans and other receivables with the exception of individually assessed loans and receivables.

Provisions for collectively assessed loans are made on groups of loans and receivables with uniform characteristics as regards credit risk.

For each group it is assessed whether observable data exist that indicate a measurable decline in expected future payments from the group. The provision is subsequently made by any difference between the book value of the group and an estimated present value of the future payments fixed on the basis of historical loss experience.

Provisions for individually as well as collectively assessed loans are deducted from the asset item which the provision concerns and is charged to the item Loan losses in the income statement.

##### Recognition and derecognition of financial instruments

Financial assets and financial liabilities are recognised in the balance sheet when Nordea Kredit becomes a party to the contractual provisions of the financial instruments.

A financial asset is derecognised from the balance sheet when the contractual right to the cash flow from the financial asset expires or the financial asset is sold.

A financial liability is derecognised from the balance sheet when the liability is extinguished, that is, when the liability is settled, cancelled or expires pursuant to the contract.

As a result of the recognition criteria listed securities, currency transactions and derivatives in the trading portfolio are recognised and derecognised on the trade date, while transactions outside the trading portfolio are recognised and derecognised in the balance sheet on the settlement date.

### **Foreign currencies**

The functional currency of Nordea Kredit is Danish kroner (DKK).

Transactions made in another currency than the functional currency are translated into the functional currency at the exchange rate prevailing on the date of the transaction.

Balance sheet items are translated at the official closing rate of the Danish central bank at the balance sheet date, and all adjustments resulting from changes in the exchange rate are recognised in the income statement.

### **Taxation**

#### **Tax on operating profit**

The tax for the year, consisting of the current tax for the year and change in deferred tax, is recognised in the income statement with the share attributable to the profit for the year and directly in equity with the share attributable to movements directly in equity.

#### **Corporation tax and deferred tax**

Current tax liabilities and current tax receivable are recognised in the balance sheet as calculated tax on the taxable income for the year adjusted for tax on previous years' taxable income and on account tax paid.

Deferred tax is measured under the balance-sheet liability method of all temporary differences arising between the tax bases of assets and liabilities and their carrying amounts in the financial statements. In those cases, for instance, concerning shares where the determination of the tax base can be made according to alternative taxation rules deferred tax is measured on the basis of the planned use of the asset or the settlement of the liability, respectively.

Deferred tax assets, including the tax base of tax loss carry-forwards, are measured at the value at which they are expected to be realised, either by elimination in tax on future earnings or by setoff against deferred tax liabilities within the same legal tax entity.

Deferred tax is measured on the basis of the tax rules and tax rates that will be effective under the legislation at the balance sheet date when the deferred tax is expected to be realised as current tax. Changes in deferred tax as a result of changes in tax rates are recognised in the income statement.

### **Balances due from credit institutions and central banks**

Balances due from credit institutions and central banks mainly comprise reverse transactions, balances with credit institutions and deposits with central banks.

Reverse transactions are securities purchased under agreements to resell at a later date. The purchase price paid is included as balances due from counterparties and carries interest as agreed.

### **Financial assets**

#### **Loans and receivables at fair value**

Mortgage loans are measured at fair value, corresponding to the closing price of the NASDAQ OMX Copenhagen. If impairment of loans and receivables or a group hereof can be objectively identified, provisions for loan losses are made, corresponding to the impairment. Changes in fair value are recognised directly in the income statement.

#### **Loans and receivables at amortised cost**

Other loans which are not included in the calculation of statutory balance between mortgage loans and mortgage bonds in issue, are measured at amortised cost.

#### **Shares and bonds**

Shares and bonds must be initially measured at fair value. The fair value of listed shares and bonds is determined using the closing prices at the balance sheet date or, where such prices are not available, other published prices which are deemed to provide the best equivalent prices. Changes in fair value are recognised on a current basis and directly in the income statement.

The portfolio of own bonds is offset against the mortgage bonds in issue. Interest receivable on own bonds is similarly offset against interest payable under Other liabilities in the balance sheet.

The fair value of bonds drawn is measured as the present value of the bonds.

For shares and other financial instruments not listed on an exchange or for which market prices reflecting the value of the instrument are not available, the fair value is determined using recognised valuation methods.

#### **Derivatives**

Derivatives comprise spot transactions and forward contracts. Derivatives are measured at fair value.

#### **Shares in associated undertakings**

Shares in associated undertakings are stated at net asset value. Other significant holdings of shares are measured at fair value.

### **Intangible assets**

Intangible assets comprise IT software and development expenses which are recognised as assets if they are major investments with an expected useful life exceeding three years, expected to generate future economic benefits. Amortisation of intangible assets is provided on a straight-line basis over a period of five years. Intangible assets concerning projects in progress are not amortised until the individual projects have been concluded and the asset has been put into use.

### **Tangible assets**

Tangible assets comprise furniture, IT equipment, leasehold improvements as well as machinery and equipment. Tangible assets are recognised at cost adjusted for any depreciation and write-downs made.

Depreciation is made on the basis of an estimate of the asset's useful life.

If the value of the assets is lower, such assets are entered at the lower value.

Machinery and equipment are depreciated systematically over a maximum period of five years. Assets of less than DKK 12,300 are fully depreciated in the year of acquisition, except for assets acquired as part of a specific project, which are treated as one asset.

### **Assets in temporary possession**

Reposessed properties are included in the item Assets in temporary possession. The item comprises own loans and prior claims of other mortgagees as well as other cash outlays etc transferred from the item Loans and receivables at fair value. The item is reduced by provisions for losses on these properties and for impairment.

### **Balances due to credit institutions and central banks**

Balances due to credit institutions mainly comprise repo transactions in securities sold under agreements to repurchase at a later date. The securities sold remain on the balance sheet and the purchase price received is entered as a liability owed to the transferee and carries interest as agreed. The securities are revalued as if the securities were still held.

### **Financial liabilities**

#### **Mortgage bonds in issue at fair value**

Mortgage bonds in issue are measured at fair value, corresponding to the closing price of the NASDAQ OMX Copenhagen at the balance sheet date. Announced scheduled payments for the next payment date are measured at the discounted value. Changes in fair value are recognised directly in the income statement. The portfolio of own mortgage bonds is offset against mortgage bonds in issue.

### **Share-based payment**

Nordea issued Long Term Incentive Programmes annually from 2007 to 2010. Employees participating in these programmes are granted share-based and equity-settled rights, that is, rights to acquire shares in Nordea at a significant discount to the share price at grant date. The value of such rights is expensed and the expense is based on the estimated fair value of each right at grant date. The total fair value of these rights is determined based on the group's estimate of the number of rights that will eventually vest, which is reassessed at each reporting date, and is expensed on a straight-line basis over the vesting period. The vesting period is the period that the employees have to remain in service in Nordea in order for their rights to vest.

### **Pension obligations**

Pension obligations are covered either in an independent pension fund or through an insurance company. Nordea Kredit has no pension obligations towards the management and staff.

### **Equity**

The total net revaluation of shares in associated undertakings according to the equity method is recognised in the equity item Statutory reserves.

Equity includes adjustments relating to the Nordea Group's share-based payment programme which are measured at fair value on the day of grant. The share-based payment programme is included in the income statement as a cost item.

### **Comprehensive income**

Comprehensive income is the sum of the profit for the year and other comprehensive income.

### **Ratios and key figures**

Ratios and key figures are listed in the five-year financial summary in compliance with the Danish Financial Supervisory Authority's ratio definitions, see page 32.

### **Cash flow statement**

The cash flow statement shows cash flows broken down by operating, investing and financing activities for the year, changes in cash and cash equivalents for the year as well as cash and cash equivalents as at the beginning and end of the year. Cash flows from operating activities are determined as profit before tax adjusted for non-cash operating items, changes in working capital, interest paid and corporation tax paid. Cash flows from investing activities comprise the purchase and sale of intangible, tangible and other long-term assets as well as the purchase and sale of securities not included as cash and cash equivalents. Cash flows from financing activities comprise changes in the size or composition of the share capital. Cash and cash equivalents comprise balances due from credit institutions and central banks.

## Notes

### Note 2 Capital adequacy

(DKKm)	2010	2009		
<b>Capital base</b>				
<b>Equity</b>	<b>15,002</b>	<b>14,301</b>		
Intangible assets	-18	-29		
IRB provisions excess(+)/shortfall(-)	-1,448	-1,230		
<b>Tier 1 capital</b> (net after deductions)	<b>13,536</b>	<b>13,042</b>		
<b>Total capital base</b>	<b>13,536</b>	<b>13,042</b>		
	Capital require- ment	Risk- weighted assets	Capital require- ment	Risk- weighted assets
<b>Capital requirements</b>	2010	2010	2009	2009
<b>Credit risk</b>	<b>6,382</b>	<b>79,773</b>	<b>5,470</b>	<b>68,379</b>
IRB foundation	5,328	66,605	5,035	62,932
- of which corporate	2,402	30,019	2,352	29,397
- of which institutions	0	0	0	1
- of which personal customers and small and medium-sized corporate customers	2,829	35,366	2,640	32,995
- of which other	98	1,220	43	539
Standardised	1,053	13,168	436	5,447
- of which personal customers and small and medium-sized corporate customers	-	-	-	-
- of which other	1,053	13,168	436	5,447
<b>Market risk</b>	<b>0</b>	<b>0</b>	<b>6</b>	<b>72</b>
- of which currency risk	0	0	6	72
<b>Operational risk</b>	<b>159</b>	<b>1,983</b>	<b>152</b>	<b>1,902</b>
Standardised	159	1,983	152	1,902
<b>Subtotal</b>	<b>6,540</b>	<b>81,756</b>	<b>5,628</b>	<b>70,354</b>
<b>Adjustment for transition rules</b>				
Additional capital requirement according to transition rules	4,088	51,103	4,949	61,868
<b>Total</b>	<b>10,629</b>	<b>132,859</b>	<b>10,578</b>	<b>132,222</b>
<b>Capital ratio</b>				
Tier 1 capital ratio (%) incl transition rules		<b>10.2</b>		<b>9.9</b>
Total capital ratio (%) incl transition rules		<b>10.2</b>		<b>9.9</b>
Tier 1 capital ratio (%) excl transition rules		<b>16.5</b>		<b>18.5</b>
Total capital ratio (%) excl transition rules		<b>16.5</b>		<b>18.5</b>

## Notes

### Note 3 Interest income

(DKKm)	2010	2009
Balances due from credit institutions and central banks	360	783
Loans and receivables	9,974	13,090
Reserve fund fees receivable	1,580	1,381
Bonds	-	-
Total derivatives	18	11
Interest rate derivatives	18	11
Other interest income	12	15
Total	11,945	15,280
Of which interest income on purchase and resale transactions entered under:		
Balances due from credit institutions and central banks	167	306

### Note 4 Interest expenses

Credit institutions and central banks	265	534
Mortgage bonds in issue	9,871	12,926
Other interest expenses	0	7
Total	10,136	13,467
Of which interest expense on sale and repurchase transactions entered under:		
Balances due to credit institutions and central banks	45	60

### Note 5 Fee and commission income

Loan processing fees etc	164	122
Brokerage receivable from customers	96	88
Other fees	9	9
Total	269	219

### Note 6 Fee and commission expenses

Guarantee commissions etc payable to Nordea Bank Danmark A/S	551	551
Brokerage payable to Nordea Bank Danmark A/S	80	71
Other fees and commissions	60	50
Total	691	672

### Note 7 Securities and foreign exchange income

Mortgage loans	1,952	8,264
Bonds	-	-
Shares etc	-	0
Currencies	0	-1
Total derivatives	17	0
Foreign exchange derivatives	0	0
Interest rate derivatives	17	0
Mortgage bonds in issue	-2,034	-8,389
Total	-65	-126

## Notes

### Note 8 Staff costs and administrative expenses

(DKKm)	2010	2009
<b>Salaries and emoluments to the Executive Management and the Board of Directors</b>		
Executive Management	4	4
Board of Directors	-	-
<b>Total</b>	<b>4</b>	<b>4</b>
The salaries paid to the Executive Management consist of a fixed salary as well as a variable, share-based payment. The share-based payment constitutes:	0	0
The Executive Management comprises two persons and the Board of Directors comprises four persons.		
Pension obligations are covered either in an independent pension fund or through an insurance company. Nordea Kredit has no pension obligations towards the management and staff.		
Except for the Executive Management, there are no employees whose activities have a significant influence on the company's risk profile.		
Staff costs		
Salaries	76	74
Pension costs	8	7
Social security contributions	4	3
Payroll tax	8	7
<b>Total</b>	<b>96</b>	<b>91</b>
Other administrative expenses	150	102
<b>Total staff costs and administrative expenses</b>	<b>250</b>	<b>197</b>
<b>Executive Management and Board of Directors</b>		
Loans to and charges or guarantees issued for the members of Nordea Kredit's or the parent company's		
Executive Management	7	7
Board of Directors	9	10
Loans are granted on market-based terms and with an average interest rate per annum of	1.7%	3.3%
<b>Auditors' remuneration</b>		
Total remuneration of firms appointed at the Annual General Meeting to undertake the statutory audit	0	0
Of which remuneration for non-statutory audit services	-	0

### Note 9 Number of employees etc

Average number of employees in the financial year converted into full-time staff	143	138
<b>External appointments approved by the Board of Directors</b>		
Lars Bank Jørgensen, Chairman of the Executive Management, a member of the boards of directors of e-nettet A/S, e-nettet Holding A/S, Copenhagen and DanBolig A/S		

## Notes

### Note 10 Profit on shares in associated and group undertakings

(DKKm)	2010	2009
Profit on shares in associated undertakings	0	-3
Total	0	-3

### Note 11 Tax

Nordea Kredit is jointly and severally liable for that part of the tax of the jointly taxed income concerning Nordea Kredit until payment to the management company in Nordea Bank Danmark A/S has taken place.

The company has a liability for deferred tax of DKK 4m computed on the basis of the company's own financial statements and own tax circumstances. Tax on the profit for the year amounted to DKK 234m.

(DKKm)	2010	2009
Current tax on the profit for the year	236	232
Change in deferred tax	-2	-3
Adjustment of tax for previous years	0	1
Total	234	230
Tax rate applied	25	25

### Note 12 Balances due from credit institutions and central banks

Balances at notice due from central banks	-	-
Balances due from credit institutions	36,527	16,382
Total	36,527	16,382

### Note 13 Loans and receivables

#### Mortgage loans

Mortgage loan portfolio at 1 January	294,400	274,467
New loans (gross new lending)	81,859	76,324
Foreign exchange revaluations	52	-29
Redemptions and prepayments	53,806	51,372
Net new lending	28,105	24,923
Scheduled principal payments	4,060	3,557
Mortgage loan portfolio – total nominal value	318,445	295,833
Adjustment for interest rate risk etc	-273	-1,318
Adjustment for credit risk	-157	-115
Mortgage loan portfolio – total fair value	318,015	294,400
Mortgage arrears and execution levied against debtors' properties	185	158
Loans and other receivables at fair value	318,200	294,558
Loans at amortised cost	3	3
Total loans and receivables	318,203	294,561
Mortgage arrears before provisions	127	150
Execution levied against debtors' properties before provisions	58	8
Total mortgage arrears and execution levied against debtors' properties	185	158
Mortgage arrears mid-January following year	116	114

## Notes

### Note 13 Loans and receivables (continued)

(DKKm)	2010	2009
<b>Age distribution of mortgage loans in arrears before provisions</b>		
More than 3 months and up to 6 months	2,531	1,001
More than 6 months and up to 1 year	751	629
More than 1 year	348	560
Total	3,630	2,190

### Note 14 Bonds at fair value

Other mortgage bonds	-	-
Own mortgage bonds	131,268	116,994
Own mortgage bonds offset against mortgage bonds in issue	-131,268	-116,994
Total	-	-

### Note 15 Shares etc

Unlisted shares recognised at fair value	-	7
Total	-	7

### Note 16 Shares in associated undertakings

Total cost of acquisition at 1 January	2	2
Additions	-	-
Disposals	-	-
Total cost of acquisition at 31 December	2	2
Upward and downward revaluation at 1 January	11	14
Upward and downward revaluation written back	-	-
Upward and downward revaluation for the year	0	-3
Upward and downward revaluation at 31 December	10	11
Book value at 31 December	12	12
Book value at 1 January	12	15

Shares in associated undertakings comprise the company e-nettet Holding A/S, Copenhagen, which provides services to mortgage lenders, among others. Shareholding of 20%. Shareholders' equity amounted to DKK 76m and the year-end result to DKK -14m according to the latest annual report for 2009.



## Notes

### Note 17 Other tangible assets

(DKKm)	2010	2009
Total cost of acquisition at 1 January	7	7
Additions	-	0
Disposals	0	-
Total cost of acquisition at 31 December	6	7
Downward revaluation at 1 January	4	3
Depreciation charge for the year	1	1
Impairment charge for the year	-	-
Downward revaluation written back	0	0
Downward revaluation at 31 December	4	4
Book value at 31 December	2	3
Book value at 1 January	3	3
Full depreciation charge in the year of acquisition for machinery and equipment	0	0

### Note 18 Assets in temporary possession

Reposessed properties	125	54
Total	125	54

### Note 19 Other assets

Interest receivable on mortgage loans etc included in the calculation of statutory balance between mortgage loans and mortgage bonds in issue	1,207	532
Interest receivable on bonds etc	7	1
Other	69	29
Total	1,283	562

### Note 20 Mortgage bonds in issue at fair value

Mortgage-backed bonds in issue		
Mortgage bonds in issue at 1 January (nominal value)	358,673	300,871
Additions	187,313	159,698
Foreign exchange revaluations	52	30
Scheduled payments and notified prepayments	36,576	18,077
Redemptions and other prepayments	112,316	83,849
Mortgage bonds in issue at 31 December (nominal value)	397,146	358,673
Adjustment at fair value	85	-1,199
Own bonds at fair value offset	-131,268	-116,994
Mortgage bonds in issue at 31 December at fair value	265,964	240,480
Of which pre-issued (nominal value)	57,522	49,491
Drawn for redemption at next payment date (nominal value)	14,633	9,535

## Notes

### Note 20 Mortgage bonds in issue at fair value (continued)

#### Changes in fair value attributable to changes in credit risk

Nordea Kredit's mortgage bonds and covered mortgage bonds are all rated AAA by Standard & Poor's and Aaa by Moody's Investors Service.

For 2010 the change in fair value attributable to the credit risk on the bonds issued improved, corresponding to DKK 4,857m (2009: DKK -3,808m). The accumulated change since the classification constituted DKK 3,231m in 2010 compared to DKK -1,626m in 2009.

The calculation method is based on a comparison with the yield level of Danish government bonds on comparable market terms.

### Note 21 Other liabilities

(DKKm)	2010	2009
Interest payable on mortgage bonds in issue	3,962	4,661
Other interest and commissions payable	47	49
Other	810	563
Total	4,819	5,273

### Note 22 Sale and repurchase transactions and purchase and resale transactions

Of the below assets purchase and resale transactions amount to:

Balances due from credit institutions and central banks	34,931	14,997
---------------------------------------------------------	--------	--------

Of the below liabilities sale and repurchase transactions amount to:

Balances due to credit institutions and central banks	58,950	50,784
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Assets sold as part of sale and repurchase transactions:

Assets		
Bonds at fair value	57,874	48,512
Mortgage bonds offset against mortgage bonds in issue at fair value	57,874	48,512

## Notes

### Note 23 Financial market risks

(DKKm)	2010	2009
<b>Derivatives</b>		
Currency forwards		
Market value, positive	0	0
Market value, negative	0	0
Nominal value	29	58

There were no spot transactions at the end of 2010 and 2009.

#### Total market risk<sup>1</sup>

DKKm	Total risk 31 Dec 10	2010 Max	2010 Min	Total risk 31 Dec 09	2009 Max	2009 Min
Total risk	5	7	4	7	10	5
Interest rate risk	5	7	4	7	10	5
Currency risk	0	0	0	0	0	0

<sup>1</sup> Nordea Kredit's financial market risks are described in detail in the financial review under market risks, page 10.

## Notes

### Credit risk

#### Note 24 Total credit exposure

(DKK m)	2010	2009
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Credit risks are described and illustrated in the section on capital management and risks in the financial review, page 8, Figures 2 and 3.

See also Note 13, Age distribution of mortgage loans in arrears before provisions.

The accompanying note supplements this description.

#### Maximum credit risk of on-balance-sheet items

Balances due from credit institutions and central banks	36,527	16,382
Loans and receivables at fair value	318,199	294,558
- of which residential properties and holiday homes	221,282	207,215
- of which commercial properties	96,917	87,343
Loans and receivables at amortised cost	3	3
Bonds at fair value	-	-
Shares	-	7
Other asset items	1,452	665

#### Security received

The maximum credit risk on balances due from credit institutions is secured by own securities in connection with purchase and resale transactions:	34,931	14,997
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The security underlying loans at fair value is the physical collateral represented by the mortgaged properties in accordance with Danish mortgage legislation. The security position (LTV) of the loan portfolio is described in detail in the financial review, page 9.

In addition, the parent company Nordea Bank Danmark A/S provides on an ongoing basis 5- and 10-year loss guarantees covering the top 25% of the principal of mortgage loans disbursed:	71,061	69,528
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In connection with the disbursement of loans, Nordea Bank Danmark A/S additionally provides statutory guarantees relating to registration with the Land Registry:	22,884	33,879
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There are also statutory limits on the size of commitments with a single customer or a group of mutually related customers, implying that a commitment, after deduction of particularly secure claims, cannot exceed 25% of the capital base.

#### Note 25 Mortgage loan portfolio by property category (nominal values)

<b>Percentage breakdown</b>		
Owner-occupied housing	67	67
Holiday homes	3	3
Subsidised housing	0	0
Private rental property	5	5
Commercial property	3	3
Office and retail property	8	8
Agricultural property etc	13	14
Property for social, cultural and educational purposes	1	0
Other property	0	0
Total	100	100

## Notes

### Note 26 Provisions for individually assessed loans

(DKKm)	2010	2009
Accumulated provisions at 1 January	44	6
Movements during the year:		
- Provisions and value adjustments during the year	143	68
- Reversals of provisions made in previous financial years	34	20
- Previous provisions now written off	28	8
- Other disposals	24	2
Total	101	44
Sum of loans at fair value, individually assessed loans (before provisions)	234	187
- of which residential properties and holiday homes	207	163
- of which commercial properties	27	24
Sum of loans at fair value, individually assessed loans (after provisions)	133	143

Factors taken into account for the determination of provisions for individually assessed loans are described in Note 1 Accounting policies, page 17.

### Note 27 Provisions for collectively assessed loans

Accumulated provisions at 1 January	71	19
Movements during the year:		
- Provisions and value adjustments during the year	85	52
- Reversals of provisions made in previous financial years	99	-
- Previous provisions now written off	-	-
Total	56	71
Sum of loans at fair value, collectively assessed loans (before provisions)	91,017	89,647
Sum of loans at fair value, collectively assessed loans (after provisions)	90,961	89,576

### Note 28 Provisions for other balances due from credit institutions and other items with credit risk

Accumulated provisions at 1 January	18	4
Movements during the year:		
- Provisions and value adjustments during the year	27	17
- Reversals of provisions made in previous financial years	6	3
- Previous provisions now written off	4	2
- Other additions	24	2
Total	59	18
Other receivables – before provisions and value adjustments	191	78
Other receivables – after provisions and value adjustments	132	60

## Notes

### Note 29 Fair value of loans booked at amortised cost

(DKKm)	2010	2009
Fair value of loans booked at amortised cost <sup>1</sup>	3	4
Fair value of balances due from credit institutions and central banks	36,527	16,382

<sup>1</sup> The fair value is calculated on the basis of closing prices of mortgage bonds with the same terms and conditions.

## Liquidity risk

### Note 30 Maturity by remaining term to maturity

#### Balances due from credit institutions and central banks

Balances at call	1,596	1,385
At up to 3 months' notice	34,931	14,997
At more than 3 months' and up to 1 year's notice	-	-
At more than 1 year's and up to 5 years' notice	-	-
At more than 5 years' notice	-	-
Total	36,527	16,382

#### Loans at fair value and amortised value

At call	185	158
At up to 3 months' notice	-	-
At more than 3 months' and up to 1 year's notice	59	9
At more than 1 year's and up to 5 years' notice	1,750	1,224
At more than 5 years' notice	316,208	293,170
Total	318,202	294,561

#### Balances due to credit institutions and central banks

Balances at call	11,191	1,653
At up to 3 months' notice	58,950	49,661
At more than 3 months' and up to 1 year's notice	-	-
At more than 1 year's and up to 5 years' notice	-	-
At more than 5 years' notice	-	-
Total	70,141	51,314

#### Mortgage bonds in issue at fair value

Maturing within 3 months	49,881	38,464
Maturing between 3 months and 1 year ahead	28,759	480
Maturing between 1 year and 5 years ahead	38,999	38,426
Maturing after 5 years	148,325	163,110
Total	265,964	240,480

## Notes

### Intragroup transactions

#### Note 31 Intragroup transactions

(DKKm)	2010	2009
<p>Related parties are the parent companies Nordea Bank AB, Nordea Bank Danmark A/S, affiliated and associated companies and the Board of Directors and the Executive Management of Nordea Kredit and close family members.</p> <p>Transactions with the Boards of Directors and the Executive Management of Nordea Kredit and the parent company appear from Note 8 in the annual financial statements.</p> <p>Intragroup transactions of major importance and intragroup transactions with a value exceeding DKK 1,000,000 are the following:</p>		
<b>Operating items</b>		
Interest income		
Interest on balances due from credit institutions	360	782
Forward premium on derivatives	18	11
Interest expenses		
Interest on balances due to credit institutions	265	534
Fee and commission expenses		
Guarantee commissions etc	551	536
Brokerage	80	71
Staff costs and administrative expenses		
IT expenses	55	32
Other administrative expenses	15	6
Systems development costs	30	18
Rent	12	9
Internal audit	2	2
<b>Assets</b>		
Balances due from credit institutions	36,527	16,382
Interest due from credit institutions	7	1
<b>Liabilities</b>		
Balances due to credit institutions	70,141	51,314
Interest payable	22	34
IT expenses payable	8	4
Guarantee commissions payable	47	48
<b>Guarantees</b>		
Nordea Kredit's parent company, Nordea Bank Danmark A/S, provides on an ongoing basis 5- and 10-year guarantees to cover the top 25% of the principal of mortgage loans disbursed	71,061	69,528

Nordea Bank Danmark A/S has furthermore provided guarantees relating to registration with the Land Registry, loans disbursed ahead of building start as well as other statutory guarantees.

The majority of the mortgage loans generated by Nordea Kredit is disbursed through Nordea Bank Danmark A/S. Nordea Bank Danmark A/S has acted as intermediary for a number of securities and financial instruments transactions during the year.

Intragroup transactions are provided on market terms.

In 2010 there were no exceptional related party transactions.

## Notes

### Five-year financial summary

Note 32	Financial summary, ratios and key figures	2010	2009	2008	2007	2006
<b>Financial summary</b>						
<b>Income statement (DKKm)</b>						
	Net interest and fee income	1,388	1,362	1,429	1,259	1,043
	Securities and foreign exchange income	-65	-126	20	34	26
	Staff costs and administrative expenses	250	197	187	179	183
	Loan losses	118	114	25	-1	5
	Profit on shares in associated and group undertakings	0	-3	-3	19	0
	Profit for the year before tax	934	908	1,225	1,126	880
	Profit for the year after tax	700	678	917	847	633
<b>Balance sheet at 31 December (DKKm)</b>						
	Total loans	318,288	294,561	265,422	240,200	215,484
	Shareholders' equity	15,002	14,301	13,624	12,706	11,858
	Total assets	356,181	311,615	273,346	254,745	218,442
<b>Ratios and key figures</b>						
	Total capital ratio (%)	16.5	18.5	21.5	13.4	10.1
	Tier 1 capital ratio (%)	16.5	18.5	21.5	13.4	10.1
	Pre-tax return on equity (%)	6.4	6.5	9.3	9.2	8.0
	Post-tax return on equity (%)	4.8	4.9	7.0	6.9	5.7
	Income/cost ratio	3.46	3.81	6.57	7.05	5.64
	Foreign exchange exposure as % of tier 1 capital	0.8	0.5	0.5	0.2	0.1
	Loans/shareholders' equity	21.2	20.6	19.5	18.9	18.2
	Lending growth for the year (%)	7.6	7.3	9.1	13.4	16.2
	Impairment ratio for the year (%)	0.0	0.0	0.0	0.0	0.0

Ratios and key figures have been computed in accordance with the Danish Financial Supervisory Authority's definitions, of the Executive Order on financial reports for credit institutions and investment companies etc.



## Notes

### Series financial statements

#### Note 33 Summary series financial statements

(DKK m)	Note	Capital centre 2	Capital centre 1	Total
<b>Income statement</b>				
Income from lending		961	631	1,592
Interest, net		115	53	169
Administrative expenses, net		484	224	708
Provisions for loan losses		28	90	118
Tax		141	93	234
Total		423	277	700
<b>Balance sheet</b>				
<b>Assets</b>				
Mortgage loans		213,975	105,222	318,197
Other assets		134,269	37,194	171,463
Total assets	3	347,244	142,416	489,660
<b>Liabilities and equity</b>				
Mortgage bonds in issue	2	284,391	118,378	402,769
Other liabilities		50,981	20,909	71,890
Equity	1	11,872	3,129	15,002
Total liabilities and equity	3	347,244	142,416	489,660

#### Note 1 Equity

Movements in capital, net	3,200	-3,200	-
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#### Note 2 Mortgage bonds in issue, series financial statements

Mortgage bonds in issue, Nordea Kredit's financial statements	265,964
Own mortgage bonds, not offset in series financial statements	131,268
Deferred income	5,537
Mortgage bonds in issue, series financial statements	402,769

#### Note 3 Balance sheet, series financial statements

Balance sheet total, Nordea Kredit's annual financial statements	356,181
Own mortgage bonds, not offset in series financial statements	131,268
Interest receivable on own bonds	2,211
Balance sheet total, series financial statements	489,660

#### Background to series financial statements

Pursuant to the Danish Financial Supervisory Authority's Executive Order no 872 of 20 November 1995 on series financial statements in mortgage credit institutions, special series financial statements must be prepared for series with series reserve funds.

The series financial statements have been prepared on the basis of Nordea Kredit Realkreditaktieselskab's annual report for 2010.

Complete series financial statements for the individual series are available from Nordea Kredit.

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

The Board of Directors and the Executive Management have today discussed and approved the annual report of Nordea Kredit Realkreditaktieselskab for the financial year 2010.

The annual report has been presented in accordance with the Danish Financial Business Act and additional Danish disclosure requirements for annual reports for issuers of listed bonds.

It is our opinion that the financial statements give a true and fair view of the company's financial position at 31 December 2010 and of the results of the company's operations and cash flows for the financial year 1 January-31 December 2010.

Further, in our opinion, the Directors' report provides a fair review of the development in the company's operations and financial matters, the results of the company's operations and financial position and describes the material risks and uncertainties affecting the company.

We propose to the Annual General Meeting that the annual report should be adopted.

Copenhagen, 1 February 2011

### **Executive Management**

Lars Bank Jørgensen  
(Chairman)

Michael Jensen

### **Board of Directors**

Michael Rasmussen  
(Chairman)

Peter Lybecker  
(Deputy Chairman)

Jørgen Holm Jensen

Anders Jensen

## Auditors' report

### Independent auditors' report

#### To the shareholders of Nordea Kredit Realkreditaktieselskab

We have audited the financial statements of Nordea Kredit Realkreditaktieselskab for the financial year 1 January-31 December 2010, pages 3-33. The financial statements comprise accounting policies, income statement, balance sheet, cash flow statement, statement of changes in equity and notes. The financial statements have been prepared in accordance with the Danish Financial Business Act.

In addition to our audit, we have read the Directors' report in accordance with the Danish Financial Business Act and issued a statement in this regard.

#### Management's responsibility

Management is responsible for the preparation and fair presentation of financial statements in accordance with the Danish Financial Business Act. This responsibility includes: designing, implementing and maintaining internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error; selecting and applying appropriate accounting policies; and making accounting estimates that are reasonable in the circumstances. Further, it is the responsibility of Management to prepare a Directors' report that gives a fair review in accordance with the Danish Financial Business Act.

#### Auditors' responsibility

Our responsibility is to express an opinion on the financial statements based on our audit. We conducted our audit in accordance with Danish Standards on Auditing. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditors' judgement, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.

In making those risk assessments, the auditors consider internal control relevant to the Company's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Company's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by Management, as well as evaluating the overall presentation of the financial statements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion. Our audit did not result in any qualification.

#### Opinion

In our opinion, the financial statements give a true and fair view of the Company's financial position at 31 December 2010 and of the results of the Company's operations for the financial year 1 January-31 December 2010 in accordance with the Danish Financial Business Act.

#### Statement on the Management's review

Pursuant to the Danish Financial Business Act, we have read the Directors' report. We have not performed any other procedures in addition to the audit of the financial statements. On this basis, it is our opinion that the information given in the Directors' report is consistent with the financial statements.

Copenhagen, 1 February 2011

#### KPMG

Statsautoriseret Revisionspartnerselskab

Flemming Brokhattingen  
State-Authorised  
Public Accountant

Anders Duedahl-Olesen  
State-Authorised  
Public Accountant

## Company announcements in 2010

During 2010 Nordea Kredit has published the information stated in the below list. The full wording of the information mentioned may be obtained by contacting Nordea Kredit.

Company announcement no 1, 2010 – Weekly information on prepayments of Nordea Kredit (CK 93) at 30 December 2009
Company announcement no 2, 2010 – Weekly information on prepayments of Nordea Kredit (CK 93) at 8 January 2010
Company announcement no 3, 2010 – Information on cash flows (CK 91 and 94)
Company announcement no 4, 2010 – Weekly information on prepayments of Nordea Kredit (CK 93) at 15 January 2010
Company announcement no 5, 2010 – New bond
Company announcement no 6, 2010 – Addendum to base prospectus of 8 October 2007
Company announcement no 7, 2010 – Addendum to base prospectus of 8 October 2007
Company announcement no 8, 2010 – Weekly information on prepayments of Nordea Kredit (CK 93) at 22 January 2010
Company announcement no 9, 2010 – Borrower composition of Nordea Kredit (CK 92)
Company announcement no 10, 2010 – Financial calendar 2010 for Nordea Kredit Realkreditaktieselskab
Company announcement no 11, 2010 – Addendum to base prospectus of 8 October 2007
Company announcement no 12, 2010 – Weekly information on prepayments of Nordea Kredit (CK 93) at 29 January 2010
Company announcement no 13, 2010 – Weekly information on prepayments of Nordea Kredit (CK 93) at 5 February 2010
Company announcement no 14, 2010 – Annual Report 2009
Company announcement no 15, 2010 – Information for investors
Company announcement no 16, 2010 – Weekly information on prepayments of Nordea Kredit (CK 93) at 12 February 2010
Company announcement no 17, 2010 – Notice convening the Annual General Meeting of Nordea Kredit Realkreditaktieselskab
Company announcement no 18, 2010 – Bonds drawn for redemption by Nordea Kredit Realkreditaktieselskab at 1 April 2010
Company announcement no 19, 2010 – Weekly information on prepayments of Nordea Kredit (CK 93) at 19 February 2010
Company announcement no 20, 2010 – Borrower composition of Nordea Kredit (CK 92)
Company announcement no 21, 2010 – Minutes of Annual General Meeting of Nordea Kredit Realkreditaktieselskab
Company announcement no 22, 2010 – Weekly information on prepayments of Nordea Kredit (CK 93) at 26 February 2010
Company announcement no 23, 2010 – Supplement to base prospectus for covered mortgage bonds
Company announcement no 24, 2010 – Weekly information on prepayments of Nordea Kredit (CK 93) at 5 March 2010
Company announcement no 25, 2010 – Weekly information on prepayments of Nordea Kredit (CK 93) at 12 March 2010
Company announcement no 26, 2010 – Addendum to base prospectus of 8 October 2007
Company announcement no 27, 2010 – Bonds for funding adjustable-rate mortgages
Company announcement no 28, 2010 – Weekly information on prepayments of Nordea Kredit (CK 93) at 19 March 2010
Company announcement no 29, 2010 – Borrower composition of Nordea Kredit (CK 92)
Company announcement no 30, 2010 – Fixing of coupon with effect as from 1 April 2010
Company announcement no 31, 2010 – Fixing of coupons with effect as from 1 April 2010
Company announcement no 32, 2010 – Weekly information on prepayments of Nordea Kredit (CK 93) at 26 March 2010
Company announcement no 33, 2010 – Weekly information on prepayments of Nordea Kredit (CK 93) at 31 March 2010
Company announcement no 34, 2010 – Weekly information on prepayments of Nordea Kredit (CK 93) at 9 April 2010
Company announcement no 35, 2010 – Information on cash flows (CK 91 and 94)
Company announcement no 36, 2010 – Borrower composition of Nordea Kredit (CK 92)
Company announcement no 37, 2010 – Weekly information on prepayments of Nordea Kredit (CK 93) at 16 April 2010
Company announcement no 38, 2010 – Addendum to base prospectus of 8 October 2007
Company announcement no 39, 2010 – Addendum to base prospectus of 8 October 2007
Company announcement no 40, 2010 – Addendum to base prospectus of 8 October 2007
Company announcement no 41, 2010 – Weekly information on prepayments of Nordea Kredit (CK 93) at 23 April 2010
Company announcement no 42, 2010 – Weekly information on prepayments of Nordea Kredit (CK 93) at 29 April 2010
Company announcement no 43, 2010 – Information for investors
Company announcement no 44, 2010 – Individual solvency need for Nordea Kredit Realkreditaktieselskab
Company announcement no 45, 2010 – Weekly information on prepayments of Nordea Kredit (CK 93) at 7 May 2010
Company announcement no 46, 2010 – Weekly information on prepayments of Nordea Kredit (CK 93) at 14 May 2010
Company announcement no 47, 2010 – Borrower composition of Nordea Kredit (CK 92)
Company announcement no 48, 2010 – Bonds drawn for redemption by Nordea Kredit Realkreditaktieselskab at 1 July 2010

### Company announcements (continued)

Company announcement no 49, 2010 – Weekly information on prepayments of Nordea Kredit (CK 93) at 21 May 2010
Company announcement no 50, 2010 – Weekly information on prepayments of Nordea Kredit (CK 93) at 28 May 2010
Company announcement no 51, 2010 – Addendum to base prospectus of 8 October 2007
Company announcement no 52, 2010 – Weekly information on prepayments of Nordea Kredit (CK 93) at 4 June 2010
Company announcement no 53, 2010 – Addendum to base prospectus of 8 October 2007
Company announcement no 54, 2010 – Addendum to base prospectus of 8 October 2007
Company announcement no 55, 2010 – Weekly information on prepayments of Nordea Kredit (CK 93) at 11 June 2010
Company announcement no 56, 2010 – Weekly information on prepayments of Nordea Kredit (CK 93) at 18 June 2010
Company announcement no 57, 2010 – Borrower composition of Nordea Kredit (CK 92)
Company announcement no 58, 2010 – Fixing of coupon with effect as from 1 July 2010
Company announcement no 59, 2010 – Fixing of coupons with effect as from 1 July 2010
Company announcement no 60, 2010 – Weekly information on prepayments of Nordea Kredit (CK 93) at 25 June 2010
Company announcement no 61, 2010 – Weekly information on prepayments of Nordea Kredit (CK 93) at 2 July 2010
Company announcement no 62, 2010 – Weekly information on prepayments of Nordea Kredit (CK 93) at 9 July 2010
Company announcement no 63, 2010 – Information on cash flows (CK 91 and 94)
Company announcement no 64, 2010 – Weekly information on prepayments of Nordea Kredit (CK 93) at 16 July 2010
Company announcement no 65, 2010 – Borrower composition of Nordea Kredit (CK 92)
Company announcement no 66, 2010 – Interim Report 2010
Company announcement no 67, 2010 – Weekly information on prepayments of Nordea Kredit (CK 93) at 23 July 2010
Company announcement no 68, 2010 – Weekly information on prepayments of Nordea Kredit (CK 93) at 30 July 2010
Company announcement no 69, 2010 – Weekly information on prepayments of Nordea Kredit (CK 93) at 6 August 2010
Company announcement no 70, 2010 – Weekly information on prepayments of Nordea Kredit (CK 93) at 13 August 2010
Company announcement no 71, 2010 – Addendum to base prospectus of 8 October 2007
Company announcement no 72, 2010 – Bonds drawn for redemption by Nordea Kredit Realkreditaktieselskab at 1 October 2010
Company announcement no 73, 2010 – Weekly information on prepayments of Nordea Kredit (CK 93) at 20 August 2010
Company announcement no 74, 2010 – Nordea Kredit increases reserve fund fees on loans for residential properties and holiday homes
Company announcement no 75, 2010 – Borrower composition of Nordea Kredit (CK 92)
Company announcement no 76, 2010 – Weekly information on prepayments of Nordea Kredit (CK 93) at 27 August 2010
Company announcement no 77, 2010 – Information for investors
Company announcement no 78, 2010 – Weekly information on prepayments of Nordea Kredit (CK 93) at 3 September 2010
Company announcement no 79, 2010 – Weekly information on prepayments of Nordea Kredit (CK 93) at 10 September 2010
Company announcement no 80, 2010 – Weekly information on prepayments of Nordea Kredit (CK 93) at 17 September 2010
Company announcement no 81, 2010 – Borrower composition of Nordea Kredit (CK 92)
Company announcement no 82, 2010 – Fixing of coupon with effect as from 1 October 2010
Company announcement no 83, 2010 – Weekly information on prepayments of Nordea Kredit (CK 93) at 24 September 2010
Company announcement no 84, 2010 – Fixing of coupons with effect as from 1 October 2010
Company announcement no 85, 2010 – Weekly information on prepayments of Nordea Kredit (CK 93) at 1 October 2010
Company announcement no 86, 2010 – Information on cash flows (CK 91 and 94)
Company announcement no 87, 2010 – Weekly information on prepayments of Nordea Kredit (CK 93) at 8 October 2010
Company announcement no 88, 2010 – Weekly information on prepayments of Nordea Kredit (CK 93) at 15 October 2010
Company announcement no 89, 2010 – Auction of bonds of Nordea Kredit Realkreditaktieselskab
Company announcement no 90, 2010 – Weekly information on prepayments of Nordea Kredit (CK 93) at 22 October 2010
Company announcement no 91, 2010 – Borrower composition of Nordea Kredit (CK 92)
Company announcement no 92, 2010 – Addendum to base prospectus of 8 October 2010
Company announcement no 93, 2010 – Individual solvency need of Nordea Kredit Realkreditaktieselskab
Company announcement no 94, 2010 – Weekly information on prepayments of Nordea Kredit (CK 93) at 29 October 2010
Company announcement no 95, 2010 – Weekly information on prepayments of Nordea Kredit (CK 93) at 5 November 2010
Company announcement no 96, 2010 – Weekly information on prepayments of Nordea Kredit (CK 93) at 12 November 2010
Company announcement no 97, 2010 – Auction of bonds of Nordea Kredit Realkreditaktieselskab
Company announcement no 98, 2010 – Bonds drawn for redemption by Nordea Kredit Realkreditaktieselskab at 1 January 2011
Company announcement no 99, 2010 – Weekly information on prepayments of Nordea Kredit (CK 93) at 19 November 2010
Company announcement no 100, 2010 – Borrower composition of Nordea Kredit (CK 92)

**Company announcements (continued)**

Company announcement no 101, 2010 – Information for investors

Company announcement no 102, 2010 – Auction of bonds of Nordea Kredit Realkreditaktieselskab

Company announcement no 103, 2010 – Weekly information on prepayments of Nordea Kredit (CK 93) at 26 November 2010

Company announcement no 104, 2010 – Auction of bonds of Nordea Kredit Realkreditaktieselskab

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Company announcement no 105, 2010 – Weekly information on prepayments of Nordea Kredit (CK 93) at 3 December 2010

Company announcement no 106, 2010 – Results of the auction of mortgage covered bonds in Nordea Kredit Realkreditaktieselskab

Company announcement no 107, 2010 – Weekly information on prepayments of Nordea Kredit (CK 93) at 10 December 2010

Company announcement no 108, 2010 – Weekly information on prepayments of Nordea Kredit (CK 93) at 17 December 2010

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Company announcement no 109, 2010 – Addendum to base prospectus of 8 October 2007

Company announcement no 110, 2010 – Borrower composition of Nordea Kredit (CK 92)

Company announcement no 111, 2010 – Fixing of coupon with effect as from 1 January 2011

Company announcement no 112, 2010 – Weekly information on prepayments of Nordea Kredit (CK 93) at 23 December 2010

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Company announcement no 113, 2010 – Fixing of coupon with effect as from 1 January 2011

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