

Interim Report January-June 2012 Nordea Bank Danmark

Business registration number 13522197

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 11 million customers, more than 1,000 branch office locations and is among the ten largest universal banks in Europe in terms of total market capitalisation. The Nordea share is listed on the 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.

Key financial figures, Group

| Net interest income 5,735 5,625 2 Net fee and commission income 2,302 2,315 -1 Net result from items at fair value -61 633 Equity method 74 66 12 Cher operating income 8,247 8,924 -8 Staff costs -1,741 -1,800 -3 Other expenses -1,741 -1,800 -3 Depreciation of tangible and intangible assets -1,877 -1,15 63 Other operating expenses -1,877 -1,15 63 Other operating expenses -1,877 -1,15 63 Other operating expenses -1,287 -1,15 63 Other operating expenses -1,287 -1,15 63 Other operating expenses -1,287 -1,15 63 Other operating expenses -1,207 -1,000 -2 Profit before loan losses 3,044 3,224 -6 Net an losses 3,044 3,224 -6 Net | Income statement (DKKm) | | | Jan-Jun 2012 | Jan-Jun 2011 | Change % |
|--|--|--------|--------|-----------------|-----------------|----------|
| Net fee and commission income 2,302 2,315 -1 Net result from items at fair value 61 633 -1 Equity method 197 285 -31 Other operating income 197 285 -31 Total operating income 8,247 8,924 -8 Staff costs -3,137 -3,133 0 Other expenses 1,741 -1,800 -3 Depreciation of tangible and intangible assets 187 -115 63 Other operating expenses 13,04 3,224 -6 Other operating expenses 3,044 3,224 -6 Net loan losses 3,044 3,224 -6 Net loan losses 3,044 3,224 -6 Net profit for the period 947 2,109 -1,030 Net profit for the period 30 Jun 31 Dec Change 30 Jun Change Business volumes, key items (DKKbn) 2012 2011 % -6 Loans to the public 619 </td <td></td> <td></td> <td></td> <td></td> <td></td> <td></td> | | | | | | |
| Net result from items at fair value | | | | , | | |
| Equity method Other operating income 74 (197) (285) (231) 66 (12) (12) 12 (12) 12 (12) 12 (12) 12 (12) 12 (12) 12 (12) 12 (12) 12 (12) 12 (12) 12 (12) 12 (12) 12 (12) 13 (12) 2 (13) 3 (13) 3 (10) 3 (10) 3 (10) 3 (11) 4 (17) 1 (18) 3 (18) 3 (18) 4 (17) 1 (18) 4 (18) | | | | • | | -1 |
| Other operating income 197 285 -31 Total operating income 8,247 8,924 -8 Staff costs -3,137 -3,133 0 Other expenses -1,741 -1,800 -3 Depreciation of tangible and intangible assets -187 -115 63 Other operating expenses -138 -652 -79 Total operating expenses -5,003 -5,700 -9 Profit before loan losses 3,044 3,224 -6 Net loan losses -2,097 -1,030 - Operating profit 947 2,194 -57 Income tax expense -2,28 -545 -58 Net profit for the period 30 Jun 31 Dec Change 30 Jun Change Business volumes, key items (DKKbn) 2012 2011 % 2011 % Loans to the public 619 607 2 615 1 1 Equity 33 32 2 302 1 < | | | | | 633 | - |
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| Staff costs -3,137 -3,133 0 Other expenses -1,741 -1,800 -3 Depreciation of tangible and intangible assets -187 -115 63 Other operating expenses -138 -652 -79 Total operating expenses -5,000 -5,700 -9 Profit before loan losses -2,097 -1,030 Net loan losses -2,097 -1,030 Operating profit 947 2,194 -57 Income tax expense -228 -545 -58 Net profit for the period 30 Jun 31 Dec Change 30 Jun Change Business volumes, key items (DKKbn) 2012 2011 % 2011 % Loans to the public 619 607 2 615 1 Loans to the public 619 607 2 615 1 Equity 33 32 2 31 4 Total assets 866 902 -4 | | | | | | |
| Other expenses -1,741 -1,800 -3 Depreciation of tangible and intangible assets -1378 -115 63 Other operating expenses -138 -652 -79 Total operating expenses -5,203 -5,700 -9 Profit before loan losses 3,044 3,224 -6 Net loan losses -2,097 -1,030 Operating profit 947 2,194 -57 Income tax expenses -228 -545 -58 Net profit for the period 30 Jun 31 Dec Change 30 Jun Change Business volumes, key items (DKKbn) 2012 2011 % 2011 % Loans to the public 619 607 2 615 1 Deposits and borrowings from the public 306 313 -2 302 1 Equity 33 32 2 31 4 Total assets 45 90 7 Ratios and key figures (%) 2012 2011 </td <td>Total operating income</td> <td></td> <td></td> <td>8,247</td> <td>8,924</td> <td>-8</td> | Total operating income | | | 8,247 | 8,924 | -8 |
| Depreciation of tangible and intangible assets 187 115 63 Other operating expenses 138 652 79 Total operating expenses 5,203 5,700 9 Profit before loan losses 2,097 1,030 - 6 Net loan losses 2,097 1,030 - 7 Operating profit 947 2,194 57 Income tax expense 228 545 58 Net profit for the period 30 Jun 31 Dec Change 30 Jun Change Rusiness volumes, key items (DKKbn) 2012 2011 % 2011 % Loans to the public 619 607 2 615 1 Deposits and borrowings from the public 306 313 -2 302 1 Equity 33 32 2 311 4 Total assets 866 902 4 807 7 Ratios and key figures (%) 4.5 10.3 Cost/income ratio 63 64 Tier 1 capital ratio 163 64 Capital base DKKm 47,905 48,403 Tier 1 capital DKKm 47,905 48,403 Tier 2 capital DKKm 47,905 48,403 Tier 3 capital DKKm 47,905 48,403 Tier 4 capital A8,000 48,403 Tier 5 capital A8,000 48,403 Tier 4 capital A8,000 48,403 Tier 4 capital A8,000 48,403 Tier 4 capital A8,000 48,403 Ti | Staff costs | | | -3,137 | -3,133 | 0 |
| Depreciation of tangible and intangible assets 1.87 1.15 6.3 Other operating expenses 1.38 -6.52 -7.9 Total operating expenses 5.203 5.700 -9 Profit before loan losses 2.097 1.030 -6 Net loan losses 2.097 1.030 -5 Operating profit 947 2.194 -5.7 Income tax expense 2.28 -5.45 -5.8 Net profit for the period 30 Jun 2012 2011 3 2011 3 Loans to the public 619 607 2 615 1 Deposits and borrowings from the public 306 313 -2 302 1 Equity 33 32 2 31 4 Total assets 866 902 4 807 7 Ratios and key figures (%) 39 9.6 Feturn on equity 4.5 10.3 Cost/income ratio 16.3 64 Tier 1 capital ratio 9.9 9.6 Total capital ratio 16.3 16.1 Capital base DKKm 47,905 48,403 Tier 1 capital DKm 47,905 48,403 Tier 2 capital DKKm 47,905 48,403 Tier 3 capital 48,405 Tier 4 capital 48,4 | Other expenses | | | -1,741 | -1,800 | -3 |
| Other operating expenses -138 -652 -79 Total operating expenses -5,203 -5,700 -9 Profit before loan losses 3,044 3,224 -6 Net loan losses -2,097 -1,030 - Operating profit -2,097 -1,030 - Income tax expense -228 -545 -58 Net profit for the period 30 Jun 31 Dec Change 30 Jun Change Business volumes, key items (DKKbn) 2012 2011 % 2011 % Loans to the public 619 607 2 615 1 Equity 33 32 2 302 1 Equity 33 32 2 302 1 Total assets 866 902 -4 807 7 Return on equity 4.5 10.3 64 9 Total capital ratiol 9.9 9.6 9.9 9.6 Total capital ratiol 9.9 | Depreciation of tangible and intangible assets | | | -187 | | 63 |
| Profit before loan losses 3,044 3,224 -6 Net loan losses -2,097 -1,030 Operating profit 947 2,194 -57 Income tax expense -228 -545 -58 Net profit for the period 30 Jun 31 Dec Change 30 Jun Change Business volumes, key items (DKKbn) 2012 2011 % 2011 % Loans to the public 619 607 2 615 1 Deposits and borrowings from the public 306 313 -2 302 1 Equity 33 32 2 31 4 Total assets 866 902 -4 807 7 Return on equity 4.5 10.3 | | | | -138 | -652 | -79 |
| Net loan losses -2,097 -1,030 | Total operating expenses | | | -5,203 | -5,700 | -9 |
| Net loan losses -2,097 -1,030 | Profit before loan losses | | | 3.044 | 3.224 | -6 |
| Net profit for the period 30 Jun 31 Dec Change 30 Jun Change Business volumes, key items (DKKbn) 2012 2011 % 2011 2 | Net loan losses | | | -2,097 | -1,030 | _ |
| Net profit for the period 30 Jun 31 Dec Change 30 Jun Change Business volumes, key items (DKKbn) 2012 2011 % 2011 2 | Operating profit | | | 947 | 2,194 | -57 |
| Business volumes, key items (DKKbn) 30 Jun 2012 31 Dec 2011 Change 2011 30 Jun 2011 Change 2011 <t< td=""><td></td><td></td><td></td><td>-228</td><td>-545</td><td>-58</td></t<> | | | | -228 | -545 | -58 |
| Loans to the public 619 607 2 615 1 Deposits and borrowings from the public 306 313 -2 302 1 Equity 33 32 2 31 4 Total assets 866 902 -4 807 7 Return on equity 2012 2011 Return on equity 4.5 10.3 Cost/income ratio 63 64 Tier 1 capital ratio¹ 9.9 9.6 Total capital ratio¹ 16.3 16.1 Capital base¹, DKKm 47,905 48,403 Tier 1 capital¹, DKKm 29,074 28,739 Risk-weighted assets, DKKbn 294 300 Loan loss ratio, basis points 69.1 30.3 | | | | 719 | 1,649 | -56 |
| Loans to the public 619 607 2 615 1 Deposits and borrowings from the public 306 313 -2 302 1 Equity 33 32 2 31 4 Total assets 866 902 -4 807 7 Return on equity 2012 2011 Return on equity 4.5 10.3 Cost/income ratio 63 64 Tier 1 capital ratio¹ 9.9 9.6 Total capital ratio¹ 16.3 16.1 Capital base¹, DKKm 47,905 48,403 Tier 1 capital¹, DKKm 29,074 28,739 Risk-weighted assets, DKKbn 294 300 Loan loss ratio, basis points 69.1 30.3 | | | | | | |
| Loans to the public 619 607 2 615 1 Deposits and borrowings from the public 306 313 -2 302 1 Equity 33 32 2 31 4 Total assets 866 902 -4 807 7 Ratios and key figures (%) 2012 2011 Return on equity 4.5 10.3 Cost/income ratio 63 64 Tier 1 capital ratio¹ 9.9 9.6 Total capital ratio¹ 16.3 16.1 Capital base¹, DKKm 47,905 48,403 Tier 1 capital¹, DKKm 29,074 28,739 Risk-weighted assets, DKKbn 294 300 Loan loss ratio, basis points 69.1 30.3 | | 30 Jun | 31 Dec | Change | 30 Jun | Change |
| Deposits and borrowings from the public 306 313 -2 302 1 Equity 33 32 2 31 4 Total assets 866 902 -4 807 7 Ratios and key figures (%) 2012 2011 Return on equity 4.5 10.3 Cost/income ratio 63 64 Tier 1 capital ratio¹ 9.9 9.6 Total capital ratio¹ 16.3 16.1 Capital base¹, DKKm 47,905 48,403 Tier 1 capital¹, DKKm 29,074 28,739 Risk-weighted assets, DKKbn 294 300 Loan loss ratio, basis points 69.1 30.3 | Business volumes, key items (DKKbn) | 2012 | 2011 | % | 2011 | % |
| Deposits and borrowings from the public 306 313 -2 302 1 Equity 33 32 2 31 4 Total assets 866 902 -4 807 7 Ratios and key figures (%) 2012 2011 Return on equity 4.5 10.3 Cost/income ratio 63 64 Tier 1 capital ratio¹ 9.9 9.6 Total capital ratio¹ 16.3 16.1 Capital base¹, DKKm 47,905 48,403 Tier 1 capital¹, DKKm 29,074 28,739 Risk-weighted assets, DKKbn 294 300 Loan loss ratio, basis points 69.1 30.3 | Loans to the public | 619 | 607 | 2 | 615 | 1 |
| Equity 33 32 2 31 4 Total assets 866 902 -4 807 7 Ratios and key figures (%) Jan-Jun Jan-Jun Jan-Jun Return on equity 4.5 10.3 2012 2011 Return on equity 4.5 10.3 64 64 64 65 64 64 64 64 64 64 66 7 7 7 7 7 7 8 64 7 8 9 9 9 9 9 9 9 9 9 9 6 9 9 9 9 9 9 9 9 9 9 9 9 9 9 6 9 10 3 10 | 1 | 306 | 313 | | 302 | |
| Total assets 866 902 -4 807 7 Ratios and key figures (%) Jan-Jun 2012 Jan-Jun 2011 Return on equity 4.5 10.3 Cost/income ratio 63 64 Tier 1 capital ratio¹ 9.9 9.6 Total capital ratio¹ 16.3 16.1 Capital base¹, DKKm 47,905 48,403 Tier 1 capital¹, DKKm 29,074 28,739 Risk-weighted assets, DKKbn 294 300 Loan loss ratio, basis points 69.1 30.3 | | 33 | 32 | | 31 | 4 |
| Ratios and key figures (%) 2012 2011 Return on equity 4.5 10.3 Cost/income ratio 63 64 Tier 1 capital ratio¹ 9.9 9.6 Total capital ratio¹ 16.3 16.1 Capital base¹, DKKm 47,905 48,403 Tier 1 capital¹, DKKm 29,074 28,739 Risk-weighted assets, DKKbn 294 300 Loan loss ratio, basis points 69.1 30.3 | | 866 | 902 | -4 | 807 | 7 |
| Ratios and key figures (%) 2012 2011 Return on equity 4.5 10.3 Cost/income ratio 63 64 Tier 1 capital ratio¹ 9.9 9.6 Total capital ratio¹ 16.3 16.1 Capital base¹, DKKm 47,905 48,403 Tier 1 capital¹, DKKm 29,074 28,739 Risk-weighted assets, DKKbn 294 300 Loan loss ratio, basis points 69.1 30.3 | | | | | | |
| Cost/income ratio 63 64 Tier 1 capital ratio¹ 9.9 9.6 Total capital ratio¹ 16.3 16.1 Capital base¹, DKKm 47,905 48,403 Tier 1 capital¹, DKKm 29,074 28,739 Risk-weighted assets, DKKbn 294 300 Loan loss ratio, basis points 69.1 30.3 | Ratios and key figures (%) | | | | | |
| Tier 1 capital ratio¹ 9.9 9.6 Total capital ratio¹ 16.3 16.1 Capital base¹, DKKm 47,905 48,403 Tier 1 capital¹, DKKm 29,074 28,739 Risk-weighted assets, DKKbn 294 300 Loan loss ratio, basis points 69.1 30.3 | Return on equity | | | 4.5 | 10.3 | |
| Total capital ratio¹ 16.3 16.1 Capital base¹, DKKm 47,905 48,403 Tier 1 capital¹, DKKm 29,074 28,739 Risk-weighted assets, DKKbn 294 300 Loan loss ratio, basis points 69.1 30.3 | 1 , | | | 63 | 64 | |
| Total capital ratio¹ 16.3 16.1 Capital base¹, DKKm 47,905 48,403 Tier 1 capital¹, DKKm 29,074 28,739 Risk-weighted assets, DKKbn 294 300 Loan loss ratio, basis points 69.1 30.3 | Tier 1 capital ratio ¹ | | | 9.9 | 9.6 | |
| Tier 1 capital ¹ , DKKm 29,074 28,739 Risk-weighted assets, DKKbn 294 300 Loan loss ratio, basis points 69.1 30.3 | Total capital ratio ¹ | | | 16.3 | 16.1 | |
| Risk-weighted assets, DKKbn 294 300 Loan loss ratio, basis points 69.1 30.3 | Capital base ¹ , DKKm | | | 47,905 | 48,403 | |
| Risk-weighted assets, DKKbn 294 300 Loan loss ratio, basis points 69.1 30.3 | | | | 29,074 | 28,739 | |
| Loan loss ratio, basis points 69.1 30.3 | | | | 294 | 300 | |
| Number of employees (full-time equivalents) 6,806 8,081 | Loan loss ratio, basis points | | | 69.1 | | |
| | Number of employees (full-time equivalents) | | | 6,806 | 8,081 | |

 $^{^{1}\,}$ End of period including net profit for the period.

Nordea Bank Danmark Group Directors' Report

Result summary January-June 2012

Nordea Bank Danmark maintained its momentum in customer business volumes despite the difficult macroeconomic conditions and very low activity in the property market.

In the first half of 2012 total operating income was DKK 8.2bn (DKK 8.9bn) (the comparative figures in brackets refer to the first half of 2011), corresponding to an 8% decline. Net interest income was up by 2% to DKK 5.7bn (DKK 5.6bn) and net fee and commission income were kept unchanged. Net result from items at fair value decreased to DKK -0.1bn (DKK 0.6bn). Total operating expenses improved by 9% to DKK 5.2bn (DKK 5.7bn). Net loan losses rose by DKK 1.1bn to DKK 2.1bn.

The NBD Group's operating profit was DKK 0.9bn (DKK 2.2bn). Net profit for the period was down by 56% to DKK 0.7bn (DKK 1.6bn).

Income

Total operating income decreased by 8% to DKK 8.2bn (DKK 8.9bn), which is primarily due to net result from items at fair value. Excluding this item, total operating income was unchanged compared to the same period last year.

Net interest income increased by 2% to DKK 5.7bn (DKK 5.6bn). The increase was primarily driven by higher lending volumes to household customers as well as a rising trend in lending margins. The increase was partly offset by declining interest income on Group Treasury's bond portfolio and declining deposit margins. Loans to the public excluding reverse repurchase agreements increased by 5% to DKK 613bn (DKK 586bn). Deposits from the public excluding reverse repurchase agreements increased by 2% to DKK 306bn (DKK 299bn).

Net fee and commission income amounted to DKK 2.3bn and was largely unchanged compared to the same period last year. Savingsand investment-related commissions rose by 2% to DKK 1.5bn mainly due to higher asset management activity. Payment and card-related commissions increased by 6% to DKK 0.4bn mainly due to higher business activity. Lending-related commissions were positively affected by higher refinancing activity compared to the year before. Fee and commission expense rose by 10% to DKK 0.2bn primarily due to increased payment expenses.

Net result from items at fair value decreased by DKK 0.7bn to DKK -0.1bn. As expected, the profit of Markets' customer-driven activities was lower due to the transfer of fixed-income activities to Nordea Bank Finland. The performance of the bond portfolio in Group Treasury was stable, but the overall performance of Group Treasury's Danish activities in the first half of 2012 was adversely affected by positions there were an integrated part of the total position taking for the Nordea Bank AB Group.

Profit from companies accounted for under the equity method of DKK 0.1bn was unchanged and primarily related to the associated companies Nets Holding A/S and LR Realkredit A/S.

Other operating income decreased by DKK 0.1bn to DKK 0.2bn and was primarily related to group internal service income as a result of the centralisation of IT activities in Nordea Bank AB (NBAB).

Expenses

Total operating expenses improved by 9% to DKK 5.2bn (DKK 5.7bn).

Nordea has decided to centralise the Group's IT activities in NBAB. On 1 May 2012 NBD transferred around 800 IT employees to the Danish branch of NBAB. In future NBAB will be responsible for operating and developing the Nordea Group's IT systems. NBAB and NBD have entered into a service level agreement on the delivery of IT operations and development to NBD.

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 interim report covers the operations of the legal entity Nordea Bank Danmark A/S with 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 Second Quarter Report 2012 for Nordea Bank AB (publ) is available on nordea.com. 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.

General administrative expenses were down by 1% to DKK 4.9bn mainly due to lower rent etc, consulting expenses and other administrative expenses. The number of fulltime employees at 30 June 2012 fell by 16% to 6,806 (8,081) due to the New Normal plan and the transfer of employees to NBAB following from the centralisation of the IT activities. The lower number of employees is expected to reduce staff cost in the second half of 2012. Depreciation, amortisation and impairment charges of tangible and intangible assets rose to DKK 0.2bn (DKK 0.1bn) due to increased amortisation of software developed in-house.

Other operating expenses decreased by DKK 0.5bn to DKK 0.1bn. In the first half of 2012 other operating expenses covered payments and losses to the bank department and the winding-up and restructuring department of the Danish deposit guarantee fund. This includes operating losses relating to Fjordbank Mors as well as losses related to the collapse of Sparekassen Østjylland and Spar Salling Sparekassen. The financing of the Danish deposit guarantee fund was changed in 2012 to a scheme with fixed annual cash payments. NBD's payment for the financial year 2012 totals DKK 0.2bn after offsetting the assets of the old scheme. In the first half 2011 other operating expenses covered losses in the Danish deposit guarantee fund in connection with the bankruptcy of Amagerbanken and Fjordbank Mors.

The cost/income ratio improved to 63% compared to 64% in the first half of 2011.

Net loan losses

Net loan losses rose to DKK 2.1bn (DKK1.1bn). The increase was primarily due to higher net loan losses regarding individually assessed loans by DKK 2.7bn. The increase was partly offset by a decrease in net loan losses regarding collectively assessed loans by DKK 0.6bn. From the first quarter of 2012 to the second quarter of 2012 net loan losses showed, as expected, a decline of DKK 0.3bn.

The increase in individually assessed loan loss provisions is to a large extent explained by clarified and stricter rules for loan loss provisioning introduced by the FSA. The new individually assessed loan losses were to a large extent covered by collective provisions that have

consequently been released. Thereby the new rules from the FSA did not have any significant impact on the total level of loan loss provisions.

The prolonged difficult situation in the economic environment has negatively affected certain overleveraged households, agriculture, shipping and SME customers. The housing market remains weak and house prices have continued to decline, reflecting high level of forced sales and overall cautiousness in private spending and investments. Nevertheless, core fundamentals in Danish economy are still relatively strong with expected GDP growth in 2012, strong public financials and low unemployment level. Overall credit quality is solid in NBD. Most corporates are financially strong with a relatively good outlook and the number of household mortgage customers facing problems is limited.

Income tax expense

Income tax expense was DKK 0.2bn (DKK 0.5bn). The effective tax rate of 24% in the first half of 2012 compared to 25% in the first half of 2011 was positively affected by non-taxable income on companies accounted for under the equity method.

Net profit for the period

Net profit for the period was down by 56% to DKK 0.7bn (DKK 1.6bn), corresponding to a return on equity in the first half of 2012 of 4.5% (10.3%).

Credit portfolio

Loans to the public excluding reverse repurchase agreements increased by 2% to DKK 613bn compared to the end of 2011. Loans to the public including reverse repurchase agreements rose by 2%. The share of lending to corporate customers was 50%.

Impaired loans, gross in the Group increased by 32% to DKK 24.3bn compared to year-end 2011, mainly as a consequence of the new stricter impairment rules from the FSA. Performing loans and non-performing loans account for 69% and 31%, respectively, of impaired loans, gross.

Impaired loans, net after allowances for individually assessed impaired loans amounted to DKK 15.7bn (DKK 11.5bn at the end of 2011), corresponding to 211 bp of total lending.

Off-balance sheet commitments

NBD's previous commitment with the bank department of the Danish deposit guarantee fund was released in June 2012 when NBD made its payment for 2012. NBD continues to guarantee some 20% of losses on the winding-up of distressed banks towards the winding-up and restructuring department.

Supervisory Diamond

Throughout the first half of the 2012 Nordea Bank Danmark A/S continued to comply with the requirements of the Supervisory Diamond.

Nordea Bank Danmark continues to have a strong funding position with surplus of deposits. At 30 June 2012 lending relative to the stable funding excluding group internal subordinated loans and equity was 0.95 (0.91 at end-2011).

The liquidity excess coverage was 183% (122% at end-2011). The liquidity buffer primarily consists of certificates of deposit with the Danish central bank and high-grade liquid securities.

Capital adequacy

At the end of June 2012 the NBD Group's

risk-weighted assets (RWA) were DKK 294bn compared to DKK 289bn at the end of 2011.

The tier 1 capital ratio was 9.9% (end of 2011: 10.1%) and the total capital ratio was 16.3% (end of 2011: 17.0%) including net profit for the period. The decrease in Tier 1 and the total capital ratio was related to the increase in risk-weighted assets on market risk and an increase in the expected shortfall deductions in the capital base.

Under Danish law the NBD Group must publish its individual solvency need on a quarterly basis. For further information, see nordea.com/investor+relations.

Risk and uncertainties

For information on risk and uncertainties, see Note 9.

Ratings

The ratings of Nordea Bank Danmark A/S are unchanged except for Moody's long-term rating that changed one notch from Aa3 to A1. Nordea Kredit maintains the highest ratings for covered bonds assigned by Moody's and Standard & Poor's.

Income statement, Group

| Digi | N T . | Jan-Jun | Jan-Jun | Full year |
|---|--------------|---------|---------|-----------|
| DKKm | Note | 2012 | 2011 | 2011 |
| Operating income | | | | |
| Interest income | | 12,263 | 12,574 | 25,314 |
| Interest expenses | | -6,528 | -6,949 | -14,183 |
| Net interest income | | 5,735 | 5,625 | 11,131 |
| Fee and commission income | | 2,535 | 2,526 | 4,659 |
| Fee and commission expenses | | -233 | -211 | -423 |
| Net fee and commission income | 2 | 2,302 | 2,315 | 4,236 |
| Net result from items at fair value | 3 | -61 | 633 | 38 |
| Profit from companies accounted for | | | | |
| under the equity method | | 74 | 66 | 103 |
| Other operating income | | 197 | 285 | 582 |
| Total operating income | | 8,247 | 8,924 | 16,090 |
| Operating expenses | | | | |
| General administrative expenses: | | | | |
| Staff costs | | -3,137 | -3,133 | -6,427 |
| Other expenses | | -1,741 | -1,800 | -3,352 |
| Depreciation, amortisation and impairment | | | | |
| charges of tangible and intangible assets | | -187 | -115 | -269 |
| Other operating expenses | | -138 | -652 | -432 |
| Total operating expenses | | -5,203 | -5,700 | -10,480 |
| Profit before loan losses | | 3,044 | 3,224 | 5,610 |
| Net loan losses | 4 | -2,097 | -1,030 | -2,761 |
| Operating profit | | 947 | 2,194 | 2,849 |
| Income tax expenses | | -228 | -545 | -661 |
| Net profit for the period | | 719 | 1,649 | 2,188 |
| Attributable to: | | | | |
| Shareholder of Nordea Bank Danmark A/S | | 719 | 1,649 | 2,188 |
| Non-controlling interests | | | | |
| Total | | 719 | 1,649 | 2,188 |

Statement of comprehensive income, Group

| DKKm | Jan-Jun 2012 | Jan-Jun 2011 | Full year 2011 |
|--|-----------------|-----------------|-------------------|
| Net profit for the period | 719 | 1,649 | 2,188 |
| Currency translation differences during the period | 3 | 7 | 11 |
| Available-for-sale investments: | | | |
| Valuation gains/losses during the period | -13 | - | 33 |
| Tax on valuation gains/losses during the period | 3 | - | -8 |
| Other comprehensive income, net of tax | -7 | 7 | 36 |
| Total comprehensive income | 712 | 1,656 | 2,224 |
| Attributable to: | | | |
| Shareholder of Nordea Bank Danmark A/S | 712 | 1,656 | 2,224 |
| Non-controlling interests | - | - | - |
| Total | 712 | 1,656 | 2,224 |

Balance sheet, Group

| | | 30 Jun | 31 Dec | 30 Jun |
|---|------|---------|---------|---------|
| DKKm | Note | 2012 | 2011 | 2011 |
| | | | | |
| Assets | | . =0. | T 0 / 0 | 2 504 |
| Cash and balances with central banks | _ | 6,786 | 7,863 | 2,704 |
| Loans to credit institutions | 5 | 116,111 | 84,150 | 60,101 |
| Loans to the public | 5 | 619,113 | 607,082 | 614,948 |
| Interest-bearing securities | | 70,035 | 100,557 | 75,895 |
| Financial instruments pledged as collateral | | 1,019 | 12,928 | 4,548 |
| Shares | | 22,188 | 14,116 | 17,425 |
| Derivatives | | 4,095 | 4,272 | 3,817 |
| Fair value changes of the hedged items in portfolio hedge of interest rate risk | | 457 | 423 | 218 |
| Investments in associated undertakings | | 887 | 909 | 868 |
| Intangible assets | | 3,039 | 3,040 | 2,900 |
| Property and equipment | | 729 | 763 | 647 |
| Investment property | | 276 | 342 | 281 |
| Deferred tax assets | | 116 | 116 | 150 |
| Current tax assets | | 115 | 101 | 815 |
| Retirement benefit assets | | 220 | 227 | 176 |
| Other assets | | 18,465 | 63,126 | 19,527 |
| Prepaid expenses and accrued income | | 2,251 | 1,909 | 2,426 |
| Total assets | | 865,902 | 901,924 | 807,446 |
| Of which assets customer bearing the risk | | 29,149 | 27,310 | 26,969 |
| | | | | |
| Liabilities | | | | |
| Deposits by credit institutions | | 185,031 | 145,349 | 153,416 |
| Deposits and borrowings from the public | | 306,356 | 313,122 | 301,989 |
| Debt securities in issue | | 283,633 | 287,257 | 250,588 |
| Derivatives | | 6,688 | 7,922 | 7,421 |
| Fair value changes of the hedged items in portfolio hedge of interest rate risk | | 227 | 180 | |
| Current tax liabilities | | 202 | 199 | 189 |
| Other liabilities | | 22,537 | 87,940 | 35,570 |
| Accrued expenses and prepaid income | | 6,883 | 6,300 | 5,338 |
| Deferred tax liabilities | | 858 | 858 | 802 |
| Provisions | | 639 | 655 | 482 |
| Retirement benefit obligations | | 25 | 30 | 34 |
| Subordinated liabilities | | | 20,258 | 20,325 |
| Total liabilities | | 20,256 | 870,070 | 776,154 |
| Total nadifities | | 833,335 | 870,070 | 776,154 |
| Tit | | | | |
| Equity | | 10 | 10 | 25 |
| Non-controlling interests | | 10 | 10 | 25 |
| Share capital | | 5,000 | 5,000 | 5,000 |
| Other reserves | | 21 | 28 | -1 |
| Retained earnings | | 27,536 | 26,816 | 26,268 |
| Total equity | | 32,567 | 31,854 | 31,292 |
| Total liabilities and equity | | 865,902 | 901,924 | 807,446 |
| A t 1 - 1 - 1 (| | 206.260 | 245 (20 | 202.002 |
| Assets pledged as security for own liabilities | | 296,268 | 345,630 | 282,083 |
| Other assets pledged | | - | - | - |
| Contingent liabilities | | 26,437 | 28,187 | 28,922 |
| Credit commitments ¹ | | 164,492 | 180,215 | 175,196 |

¹ Including unutilised portion of approved overdraft facilities of DKK 129bn (31 Dec 2011: DKK 142bn, 30 Jun 2011: DKK 142bn).

Statement of changes in equity, Group

| DKKm | | | Other | reserves | | | | |
|--|--|-------|------------|--------------|----------|--------|-----------|----------|
| DKKm Share capital operations investments interests. Retained earnings belance at 1 Jan 2012 coping balance at 1 Jan 2012 5,000 as a 25 and | | | | | | | Non- | |
| DKKm capital operations investments cannings Total interests equity Opening balance at 1 Jan 2012 5,000 3 25 26,816 31,844 10 31,854 Net profit for the period - - - 719 719 - 719 Currency translation differences during the period - - - 13 - - 3 - - 3 - - 3 - <td< th=""><th></th><th>Share</th><th></th><th></th><th>Retained</th><th></th><th></th><th>Total</th></td<> | | Share | | | Retained | | | Total |
| Opening balance at 1 Jan 2012 5,000 3 25 26,816 31,844 10 31,854 Net profit for the period - - - 719 719 719 - 719 Currency translation differences during the period - 3 - 3 - 3 3 Available-for-sale investments: Valuation gains/losses during the period - - 3 - 3 - 3 3 Tax on valuation gains/losses during the period - - 3 - 3 - 3 3 Total comprehensive income - 3 - 10 719 712 - 72 Total comprehensive income - 3 - 1 1 - 1 Total comprehensive income - 3 - 1 1 - 1 Total comprehensive income - 3 - 1 1 - 1 Total comprehensive income - 3 - 1 1 - 1 Total comprehensive income - 3 - 1 1 - 1 Total comprehensive income - 3 - 1 1 - 1 Total comprehensive income - 3 - 1 1 - 1 Total comprehensive income - 3 - 1 1 - 1 Total comprehensive income - 3 - 1 1 - 1 Total comprehensive income - 3 - 1 1 - 1 Total comprehensive income - 1 - 1 1 - 1 Total comprehensive income - 1 - 1 1 - 1 Total comprehensive income - 1 - 1 - 1 Total comprehensive income - 1 - 1 - 1 Total comprehensive income - 1 - 1 - 1 Total comprehensive income - 1 25 - 36 - 36 Total comprehensive income - 1 25 - 36 - 36 Total comprehensive income - 1 25 - 36 - 36 Total comprehensive income - 1 25 - 36 - 36 Total comprehensive income - 1 25 - 36 - 3,350 Total comprehensive income - 1 25 - 36 - 3,350 Total comprehensive income - 1 25 - 36 - 3,350 Total comprehensive income - 1 25 - 36 - 3,350 Total comprehensive income - - - - - - Opening balance at 31 Dec 2011 5,000 8 - 27,964 32,956 26 32,982 Other cha | DKKm | | 0 | | | Total | O | |
| Net profit for the period | DINIII | арпаі | operations | nivestinents | earmings | Total | Interests | equity |
| Net profit for the period | Opening balance at 1 Jan 2012 | 5,000 | 3 | 25 | 26,816 | 31,844 | 10 | 31,854 |
| Currency translation differences during the period 3 | 1 0 | - | - | - | 719 | 719 | _ | 719 |
| Available-for-sale investments: Valuation gains/losses during the period - - - - - - - - - | 1 | | | | | | | |
| Tax on valuation gains/losses during the period of the comprehensive income, net of tax of the comprehensive income, net of tax of the comprehensive income of tax of the comprehensive incom | , | - | 3 | - | - | 3 | - | 3 |
| Other comprehensive income, net of tax - 3 -10 - -7 - -7 Total comprehensive income - 3 -10 719 712 - 712 Share-based payments - - - 1 1 - 1 Dividends paid - <t< td=""><td>Valuation gains/losses during the period</td><td>-</td><td>-</td><td>-13</td><td>-</td><td>-13</td><td>-</td><td>-13</td></t<> | Valuation gains/losses during the period | - | - | -13 | - | -13 | - | -13 |
| Other comprehensive income, net of tax - 3 -10 - -7 - 77 Total comprehensive income - 3 -10 719 712 - 712 Share-based payments - - - 1 1 - 1 Dividends paid - <t< td=""><td>Tax on valuation gains/losses during the period</td><td>-</td><td>-</td><td>3</td><td>-</td><td>3</td><td>-</td><td>3</td></t<> | Tax on valuation gains/losses during the period | - | - | 3 | - | 3 | - | 3 |
| Share-based payments | | - | 3 | -10 | - | -7 | - | -7 |
| Share-based payments | | | | | | | | |
| Dividends paid | | - | 3 | -10 | | | - | |
| Other changes - < | 1 2 | - | - | - | 1 | 1 | - | 1 |
| Closing balance at 30 Jun 2012 5,000 6 15 27,536 32,557 10 32,567 Opening balance at 1 Jan 2011 5,000 -8 - 27,964 32,956 26 32,982 Net profit for the year - - - 2,188 2,188 - 2,188 Currency translation differences during the period of palable-for-sale investments: - - 33 - 33 - 33 - 33 - 33 - 33 - < | ÷ | - | - | - | - | - | - | - |
| Opening balance at 1 Jan 2011 5,000 -8 - 27,964 32,956 26 32,982 Net profit for the year - - - 2,188 2,188 - 2,188 Currency translation differences during the period - - - 11 - - 11 - - 11 - - 11 - - 11 - - 11 - - 11 - - 11 - | | - | | | | | - | |
| Net profit for the year | Closing balance at 30 Jun 2012 | 5,000 | 6 | 15 | 27,536 | 32,557 | 10 | 32,567 |
| Net profit for the year | | | | | | | | |
| Net profit for the year | Opening balance at 1 Jan 2011 | 5,000 | -8 | _ | 27,964 | 32,956 | 26 | 32,982 |
| Currency translation differences during the period - 11 11 - 11 Available-for-sale investments: Valuation gains/losses during the period 33 - 33 - 33 Tax on valuation gains/losses during the period 8 - 8 - 8 - 8 Other comprehensive income, net of tax - 11 - 25 - 36 - 36 Total comprehensive income - 11 25 - 2,188 - 2,224 - 2,224 Share-based payments 14 14 - 14 Dividends paid 3,350 - 3,350 - 3,350 Other changes 14 14 14 Dividends paid 16 - 16 Closing balance at 31 Dec 2011 5,000 - 8 - 2,7964 32,956 16 - 16 Closing balance at 1 Jan 2011 5,000 - 8 - 2,7964 32,956 - 26 Opening balance at 1 Jan 2011 5,000 - 8 - 2,7964 32,956 - 26 Currency translation differences during the period 1,649 1,649 - 1,649 Currency translation differences during the period | | , _ | - | - | | | | , |
| Available-for-sale investments: Valuation gains/losses during the period - - 33 - 33 - 33 - 33 Tax on valuation gains/losses during the period - - - - - - 8 - - - | 1 , | | | | , | , | | , |
| Available-for-sale investments: Valuation gains/losses during the period - - 33 - 33 - 33 - 33 Tax on valuation gains/losses during the period - - - - - - 8 - - - | Currency translation differences during the period | _ | 11 | - | - | 11 | - | 11 |
| Tax on valuation gains/losses during the period - -8 - -8 - -8 Other comprehensive income, net of tax - 11 25 - 36 - 36 Total comprehensive income - 11 25 2,188 2,224 - 2,224 Share-based payments - - - 14 14 - 14 Dividends paid - - - - -3,350 - -3,350 Other changes - | , | | | | | | | |
| Tax on valuation gains/losses during the period - -8 - -8 - -8 Other comprehensive income, net of tax - 11 25 - 36 - 36 Total comprehensive income - 11 25 2,188 2,224 - 2,224 Share-based payments - - - 14 14 - 14 Dividends paid - - - - 3,350 - -3,350 Other changes - | Valuation gains/losses during the period | _ | - | 33 | _ | 33 | - | 33 |
| Other comprehensive income, net of tax - 11 25 - 36 - 36 Total comprehensive income - 11 25 2,188 2,224 - 2,224 Share-based payments - - - 14 14 - 14 Dividends paid - - - -3,350 -3,350 - -3,350 Other changes - | 0 1 | _ | - | -8 | _ | -8 | - | -8 |
| Total comprehensive income - 11 25 2,188 2,224 - 2,224 Share-based payments - 11 25 2,188 2,224 - 2,224 Share-based payments 14 14 14 - 14 14 - 14 15 Olividends paid 3,350 -3,350 - 3,350 Other changes 3,550 - 3,550 Other changes 3,550 Other changes | | - | 11 | 25 | - | 36 | - | 36 |
| Share-based payments - - - 14 14 - 14 Dividends paid - - - -3,350 -3,350 - -3,350 Other changes - - - - - - -16 -16 Closing balance at 31 Dec 2011 5,000 - 8 - 27,964 32,956 26 32,982 Net profit for the period - - - 1,649 1,649 - 1,649 Currency translation differences during the period - 7 - - 7 - 7 - 7 - 7 - 7 - 7 - 7 - - 7 - <td< td=""><td></td><td></td><td></td><td></td><td></td><td></td><td></td><td></td></td<> | | | | | | | | |
| Dividends paid - - - - - - - - - | Total comprehensive income | - | 11 | 25 | 2,188 | 2,224 | - | 2,224 |
| Dividends paid - - - - - - - - - | Share-based payments | _ | - | _ | 14 | 14 | - | 14 |
| Other changes - - - - - - - - -16 -16 Closing balance at 31 Dec 2011 5,000 3 25 26,816 31,844 10 31,854 Opening balance at 1 Jan 2011 5,000 -8 - 27,964 32,956 26 32,982 Net profit for the period - - - - 1,649 1,649 - 1,649 Currency translation differences during the period - - - - 7 - - 7 - 7 - 7 - 7 - 7 - 7 - 7 - 7 - 7 - 7 - 7 - 7 - 7 - <th< td=""><td></td><td>_</td><td>-</td><td>_</td><td>-3,350</td><td>-3,350</td><td>-</td><td>-3,350</td></th<> | | _ | - | _ | -3,350 | -3,350 | - | -3,350 |
| Closing balance at 31 Dec 2011 5,000 3 25 26,816 31,844 10 31,854 Opening balance at 1 Jan 2011 5,000 -8 - 27,964 32,956 26 32,982 Net profit for the period - - - - 1,649 1,649 - 1,649 Currency translation differences during the period - - - - 7 - - 7 - 7 Available-for-sale investments: Valuation gains/losses during the period - </td <td>Other changes</td> <td>_</td> <td>-</td> <td>_</td> <td>_</td> <td>-</td> <td>-16</td> <td>-16</td> | Other changes | _ | - | _ | _ | - | -16 | -16 |
| Opening balance at 1 Jan 2011 5,000 -8 - 27,964 32,956 26 32,982 Net profit for the period - - - 1,649 1,649 - 1,649 Currency translation differences during the period - - - - 7 - 7 - 7 Available-for-sale investments: Valuation gains/losses during the period - | | 5,000 | 3 | 25 | 26,816 | 31,844 | | |
| Net profit for the period - - - 1,649 1,649 - 1,649 Currency translation differences during the period Available-for-sale investments: - 7 - - 7 - 7 - | | | | | • | , | | <u> </u> |
| Net profit for the period - - - 1,649 1,649 - 1,649 Currency translation differences during the period Available-for-sale investments: - 7 - - 7 - 7 - | | | | | | | | |
| Currency translation differences during the period - 7 - 7 - 7 - 7 Available-for-sale investments: Valuation gains/losses during the period | , | 5,000 | -8 | - | | , | | , |
| Available-for-sale investments: Valuation gains/losses during the period | Net profit for the period | - | - | - | 1,649 | 1,649 | - | 1,649 |
| Available-for-sale investments: Valuation gains/losses during the period | Currency translation differences during the period | | 7 | | | 7 | | 7 |
| Valuation gains/losses during the period - <td>,</td> <td>_</td> <td>,</td> <td>_</td> <td>_</td> <td>,</td> <td>_</td> <td>,</td> | , | _ | , | _ | _ | , | _ | , |
| Tax on valuation gains/losses during the period Other comprehensive income, net of tax - | | | | | | | | |
| Other comprehensive income, net of tax - 7 - - 7 - - 4 4 - 4 4 - | 0 0 1 | _ | _ | _ | _ | _ | _ | _ |
| Total comprehensive income - 7 - 1,649 1,656 - 1,656 Share-based payments - - - 4 4 - 4 Dividends paid - - - - -3,350 -3,350 - -3,350 Other changes - | | | 7 | | | 7 | | |
| Share-based payments - - - 4 4 - 4 Dividends paid - - - - -3,350 - -3,350 - -3,350 Other changes - | Other comprehensive income, her or tax | - | / | _ | - | 7 | - | / |
| Share-based payments - - - 4 4 - 4 Dividends paid - - - - -3,350 - -3,350 - -3,350 Other changes - | Total comprehensive income | _ | 7 | _ | 1,649 | 1,656 | - | 1,656 |
| Dividends paid - - - - -3,350 -3,350 - -3,350 Other changes - | 1 | _ | _ | - | , | , | _ | , |
| Other changes1 -1 | 1 7 | _ | - | - | | -3,350 | _ | -3,350 |
| 0 | 1 | _ | - | - | - | - | -1 | |
| · · · · · · · · · · · · · · · · · · · | Closing balance at 30 Jun 2011 | 5,000 | -1 | - | 26,268 | 31,267 | 25 | 31,292 |

 $^{^{\}rm 1}$ Total shares registered were 50 million (31 Dec 2011: 50 million, 30 Jun 2011: 50 million).

Cash flow statement, Group

| | Jan-Jun | Jan-Jun | Full year |
|--|---------|---------|-----------|
| DKKm | 2012 | 2011 | 2011 |
| Operating activities | | | |
| Operating activities Operating profit | 947 | 2,194 | 2,849 |
| Adjustments for items not included in cash flow | 2,320 | 1,202 | 3,068 |
| Income taxes paid | -239 | -271 | 390 |
| Cash flow from operating activities before changes in operating assets and liabilities | 3,028 | 3,125 | 6,307 |
| | | , | |
| Changes in operating assets and liabilities | 34,054 | -3,956 | 24,248 |
| Cash flow from operating activities | 37,082 | -831 | 30,555 |
| Investing activities | | | |
| Associated undertakings | -18 | -399 | -400 |
| Property and equipment | -51 | -74 | -231 |
| Intangible assets | -101 | -159 | -367 |
| Cash flow from investing activities | -170 | -632 | -998 |
| | | | |
| Financing activities | | | |
| Issued/amortised subordinated liabilities | -2 | 10,821 | 10,754 |
| Dividend paid | - | -3,350 | -3,350 |
| Cash flow from financing activities | -2 | 7,471 | 7,404 |
| Cash flow for the period | 36,910 | 6,008 | 36,961 |
| | | | |
| Cash and cash equivalents at beginning of period | 54,040 | 17,079 | 17,079 |
| Cash and cash equivalents at end of period | 90,950 | 23,087 | 54,040 |
| Change | 36,910 | 6,008 | 36,961 |
| | | | |
| | | | |
| | Jan-Jun | Jan-Jun | Full year |
| DKKm | 2012 | 2011 | 2011 |
| DRAII | 2012 | 2011 | 2011 |
| Cash and cash equivalents | | | |
| The following items are included in cash and cash equivalents: | | | |
| Cash and balances with central banks | 6.786 | 2,704 | 7,863 |
| Loans to credit institutions, payable on demand | 84,164 | 20,383 | 46,177 |
| Zound to create modulations, payable on domain | 01,101 | 20,000 | 10,177 |

Cash comprises legal tender and bank notes in foreign currencies. Balances with central banks consist of deposits in accounts with the Danish central bank where the balance on the account is readily available at any time.

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

Note 1 Accounting policies

1. Basis for presentation

The consolidated financial statements for the Nordea Bank Danmark Group are presented 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 consolidated financial statements are presented in accordance with IAS 34 "Interim Financial Reporting".

The financial statements have not been reviewed or audited.

2. Changed accounting policies and presentation

The accounting policies, basis for calculations and presentation are, in all material aspects, unchanged in comparison with the 2011 Annual Report, except for the categorisation of commissions within "Net fee and commission income". This

change, which was implemented as from 1 January 2012, is further described below.

Categorisation of commissions

The categorisation of commissions within "Net fee and commission income" has been improved by merging similar types of commissions. Commissions received for securities issues, corporate finance activities and issuer services have been reclassified from "Payments" and "Other commission income" to the renamed lines "Brokerage, securities issues and corporate finance" and "Custody and issuer services". The comparable figures have been restated accordingly and are disclosed in the below table.

3. Changed accounting estimates

The Danish Financial Supervisory Authority has made a number of clarifications to the accounting principles for loan losses which must be applied in the Interim Report January-June 2012. The Danish Financial Supervisory Authority's clarifications did not materially affect the level of the Group's loan losses in the first half of 2012.

| | Jan-Ju | ın 2012 | Jan-Ju | ın 2011 | Full ye | ar 2011 |
|----------------------------------|---------------|---------------|---------------|---------------|---------------|---------------|
| DKKm | New policy | Old policy | New policy | Old policy | New policy | Old policy |
| Brokerage, securities issues and | | | | | | |
| corporate finance | 921 | 900 | 940 | 934 | 1,667 | 1,646 |
| Custody and issuer services | 90 | 78 | 119 | 90 | 194 | 160 |
| Payments | 212 | 222 | 194 | 206 | 390 | 415 |
| Other commission income | 110 | 133 | 150 | 174 | 262 | 292 |

Note 2 Net fee and commission income

| | Jan-Jun | Jan-Jun | Full year |
|--|---------|---------|-----------|
| DKKm | 2012 | 2011 | 2011 |
| | | | |
| Asset Management commissions | 509 | 432 | 852 |
| Life insurance | 12 | 16 | 29 |
| Brokerage, securities issues and corporate finance | 921 | 940 | 1,667 |
| Custody and issuer services | 90 | 119 | 194 |
| Deposits | 11 | 13 | 24 |
| Total savings and investments | 1,543 | 1,520 | 2,766 |
| Payments | 212 | 194 | 390 |
| Cards | 161 | 157 | 323 |
| Total payment and cards | 373 | 351 | 713 |
| Lending | 330 | 318 | 556 |
| Guarantees and document payments | 179 | 187 | 362 |
| Total lending-related commissions | 509 | 505 | 918 |
| Other commission income | 110 | 150 | 262 |
| Fee and commission income | 2,535 | 2,526 | 4,659 |
| Savings and investments | -45 | -59 | -108 |
| Payment expenses | -59 | -23 | -54 |
| Cards | -76 | -66 | -132 |
| Other commission expenses | -53 | -63 | -129 |
| Fee and commission expenses | -233 | -211 | -423 |
| Net fee and commission income | 2,302 | 2,315 | 4,236 |

Note 3 Net result from items at fair value

| DKKm | Jan-Jun 2012 | Jan-Jun 2011 | Full year 2011 |
|--|-----------------|-----------------|-------------------|
| Shares/participations and other share-related instruments | 164 | 392 | -262 |
| Interest-bearing securities and other interest-related instruments | -853 | 615 | -461 |
| Other financial instruments | 546 | -464 | 742 |
| Foreign exchange gains/losses | 81 | 97 | 25 |
| Investment properties | 1 | -7 | -6 |
| Total | -61 | 633 | 38 |

Note 4 Net loan losses

| | Jan-Jun | Jan-Jun | Full year |
|--|---------|---------|-----------|
| DKKm | 2012 | 2011 | 2011 |
| Loan losses divided by class | | | |
| Loans to credit institutions | 0 | 0 | 0 |
| Loans to the public | -1,978 | -926 | -2,578 |
| - of which provisions | -3,480 | -1,886 | -4,623 |
| - of which write-offs | -903 | -805 | -1,815 |
| - of which allowances used for covering write-offs | 732 | 716 | 1,546 |
| - of which reversals | 1,606 | 959 | 2,144 |
| - of which recoveries | 67 | 90 | 170 |
| Off-balance sheet items ¹ | -119 | -104 | -183 |
| Total | -2,097 | -1,030 | -2,761 |

Key ratios (bps)

| Loan loss ratio | 69.1 | 30.3 | 40.6 |
|-----------------------|-------|------|------|
| - of which individual | 89.5 | 39.4 | 50.4 |
| - of which collective | -20.4 | -9.1 | -9.8 |

Note 5 Loans and impairment

| No. Properties Propertie | Edund und impunitionit | | | | | | |
|--|--|---------|--------|--------|---------|---------|---------|
| DKKm Square Sq | | | | | | m . 1 | |
| Number 1997 | | | | | | | -0.7 |
| Dams, not impaired | DIG | | | | | | |
| Impaired loans: | DKKm | | | | 2012 | 2011 | 20111 |
| Impaired loans: | Tarana matting and included | | | | 720.217 | (01,000 | ((7.170 |
| Performing | | | | | | | |
| Non-performing | | | | | | | |
| Commitment Com | | | | | | | |
| Allowances for individually assessed impaired loans | | | | | | | |
| Performing | Loans before anowances | | | | 744,341 | 099,307 | 002,400 |
| Performing | Allowances for individually assessed impaired loan | S | | | -8.632 | -6.839 | -5.769 |
| -Non-performing Allowances for collectively assessed impaired loans 3,158 2,570 2,437 1,6162 1,0162 | | | | | | | |
| Allowances for collectively assessed impaired loans -8,85 -1,316 -1,662 -1,000 - | | | | | | | |
| Page | | | | | | | |
| Credit institutions The public The pub | | <u></u> | | | | | |
| Name | | | | | 3,01. | 0,100 | 7,101 |
| DKKm | Loans, carrying amount | | | | 735,224 | 691,232 | 675,049 |
| DKKm | | | | | | | |
| DKKm 2012 2011 2011 2012 2011 2012 2011 2011 Loans, not impaired 116,111 84,150 60,101 604,105 596,850 607,069 Impaired loans: - - - 24,325 18,387 15,310 - Performing - - - 16,756 12,673 10,144 - Non-performing - - - 7,569 5,714 5,166 Loans before allowances 116,111 84,150 60,101 628,430 615,237 622,379 Allowances for individually assessed impaired loans - - 8,632 -6,839 -5,769 - Performing - - - 8,632 -6,839 -5,769 - Performing - - - 5,474 4,269 -3,332 - Non-performing - - - -8,632 -6,839 -5,769 - Performing - - - - -8,152 | | | | | | | |
| Loans, not impaired 116,111 84,150 60,101 604,105 596,850 607,069 | | | | | | | |
| Impaired loans: | DKKm | 2012 | 2011 | 2011 | 2012 | 2011 | 20111 |
| Impaired loans: | | | | | | | |
| - Performing - - - 16,756 12,673 10,144 Non-performing - - - - 7,569 5,714 5,166 Loans before allowances 116,111 84,150 60,101 628,430 615,237 622,379 Allowances for individually assessed impaired loans - - - - 8,632 -6,839 -5,769 - Performing - - - 5,474 4,269 -3,332 - Non-performing - - - 5,474 4,269 -3,332 Allowances for collectively assessed impaired loans 0 0 0 -685 -1,316 -1,662 Allowances for collectively assessed impaired loans 0 0 0 -685 -1,316 -1,662 Allowances 0 0 0 -9,317 -8,155 -7,431 Loans, carrying amount 116,111 84,150 60,101 619,113 607,082 614,948 Allowances and provisions | | 116,111 | 84,150 | 60,101 | | | |
| Non-performing | | - | - | - | | | |
| Coans before allowances 116,111 84,150 60,101 622,430 615,237 622,379 | | - | - | - | | | |
| Allowances for individually assessed impaired loans | | - | - | - | | | |
| - Performing 5,474 | Loans before allowances | 116,111 | 84,150 | 60,101 | 628,430 | 615,237 | 622,379 |
| - Performing 5,474 | Allowances for individually assessed impaired loan | 0 | | | 9 622 | 6 920 | 5 760 |
| - Non-performing | | .5 - | - | - | | | |
| Allowances for collectively assessed impaired loans 0 0 0 -685 -1,316 -1,662 Allowances 0 0 0 0 -9,317 -8,155 -7,431 Loans, carrying amount 116,111 84,150 60,101 619,113 607,082 614,948 Allowances and provisions Allowances for items in the balance sheet 2012 2011 2011 Allowances for items in the balance sheet -9,317 -8,155 -7,431 Provisions for off-balance sheet items -468 -333 -253 Total allowances and provisions Key ratios (basis points) ² Impairment rate, gross 326.7 262.9 224.3 Impairment rate, net 210.8 165.1 139.8 Total allowances in relation to impaired loans, % 35.5 37.2 37.7 Total allowances in relation to impaired loans, % 38.3 44.4 48.5 | 0 | - | - | - | | | |
| Allowances 0 0 0 -9,317 -8,155 -7,431 Loans, carrying amount 116,111 84,150 60,101 619,113 607,082 614,948 Allowances and provisions 30 Jun 2012 2011 2011 2011 Allowances for items in the balance sheet -9,317 -8,155 -7,431 Provisions for off-balance sheet items -9,317 -8,155 -7,431 Provisions for off-balance sheet items -468 -333 -253 Total allowances and provisions -9,785 -8,488 -7,684 Key ratios (basis points) ² | | . 0 | 0 | 0 | | | |
| Loans, carrying amount 116,111 84,150 60,101 619,113 607,082 614,948 Allowances and provisions 30 Jun 31 Dec 30 Jun DKKm 2012 2011 2011 Allowances for items in the balance sheet -9,317 -8,155 -7,431 Provisions for off-balance sheet items -468 -333 -253 Total allowances and provisions -9,785 -8,488 -7,684 Key ratios (basis points) ² | | | | | | | |
| Allowances and provisions DKKm 30 Jun 2012 31 Dec 2011 30 Jun 2011 Allowances for items in the balance sheet -9,317 -8,155 -7,431 Provisions for off-balance sheet items -468 -333 -253 Total allowances and provisions -9,785 -8,488 -7,684 Key ratios (basis points) ² Impairment rate, gross 326.7 262.9 224.3 Impairment rate, net 210.8 165.1 139.8 Total allowance rate 125.1 116.6 108.9 Allowances in relation to impaired loans, % 35.5 37.2 37.7 Total allowances in relation to impaired loans, % 38.3 44.4 48.5 | Allowances | U | 0 | 0 | -9,317 | -0,133 | -7,431 |
| Allowances and provisions DKKm 30 Jun 2012 31 Dec 2011 30 Jun 2011 Allowances for items in the balance sheet -9,317 -8,155 -7,431 Provisions for off-balance sheet items -468 -333 -253 Total allowances and provisions -9,785 -8,488 -7,684 Key ratios (basis points) ² Impairment rate, gross 326.7 262.9 224.3 Impairment rate, net 210.8 165.1 139.8 Total allowance rate 125.1 116.6 108.9 Allowances in relation to impaired loans, % 35.5 37.2 37.7 Total allowances in relation to impaired loans, % 38.3 44.4 48.5 | Loans, carrying amount | 116.111 | 84.150 | 60.101 | 619.113 | 607.082 | 614.948 |
| DKKm 30 Jun 2012 31 Dec 2011 30 Jun 2011 Allowances for items in the balance sheet -9,317 -8,155 -7,431 Provisions for off-balance sheet items -468 -333 -253 Total allowances and provisions -9,785 -8,488 -7,684 Key ratios (basis points) ² -7,684 Impairment rate, gross 326.7 262.9 224.3 Impairment rate, net 210.8 165.1 139.8 Total allowance rate 125.1 116.6 108.9 Allowances in relation to impaired loans, % 35.5 37.2 37.7 Total allowances in relation to impaired loans, % 38.3 44.4 48.5 | | | 0 -,0 | | 010,110 | , | |
| DKKm 30 Jun 2012 31 Dec 2011 30 Jun 2011 Allowances for items in the balance sheet -9,317 -8,155 -7,431 Provisions for off-balance sheet items -468 -333 -253 Total allowances and provisions -9,785 -8,488 -7,684 Key ratios (basis points) ² -7,684 Impairment rate, gross 326.7 262.9 224.3 Impairment rate, net 210.8 165.1 139.8 Total allowance rate 125.1 116.6 108.9 Allowances in relation to impaired loans, % 35.5 37.2 37.7 Total allowances in relation to impaired loans, % 38.3 44.4 48.5 | | | | | | | |
| DKKm 30 Jun 2012 31 Dec 2011 30 Jun 2011 Allowances for items in the balance sheet -9,317 -8,155 -7,431 Provisions for off-balance sheet items -468 -333 -253 Total allowances and provisions -9,785 -8,488 -7,684 Key ratios (basis points) ² -7,684 Impairment rate, gross 326.7 262.9 224.3 Impairment rate, net 210.8 165.1 139.8 Total allowance rate 125.1 116.6 108.9 Allowances in relation to impaired loans, % 35.5 37.2 37.7 Total allowances in relation to impaired loans, % 38.3 44.4 48.5 | Allowances and provisions | | | | | | |
| DKKm 2012 2011 2011 Allowances for items in the balance sheet -9,317 -8,155 -7,431 Provisions for off-balance sheet items -468 -333 -253 Total allowances and provisions -9,785 -8,488 -7,684 Key ratios (basis points)² -7,684 -7,684 Impairment rate, gross 326.7 262.9 224.3 Impairment rate, net 210.8 165.1 139.8 Total allowance rate 125.1 116.6 108.9 Allowances in relation to impaired loans, % 35.5 37.2 37.7 Total allowances in relation to impaired loans, % 38.3 44.4 48.5 | 1 | | | | 30 Jun | 31 Dec | 30 Jun |
| Provisions for off-balance sheet items -468 -333 -253 Total allowances and provisions -9,785 -8,488 -7,684 Key ratios (basis points) ² Secondary of the points of the | DKKm | | | | | 2011 | - |
| Provisions for off-balance sheet items -468 -333 -253 Total allowances and provisions -9,785 -8,488 -7,684 Key ratios (basis points) ² Secondary of the points of the | | | | | | | |
| Key ratios (basis points)² 326.7 262.9 224.3 Impairment rate, gross 326.7 262.9 224.3 Impairment rate, net 210.8 165.1 139.8 Total allowance rate 125.1 116.6 108.9 Allowances in relation to impaired loans, % 35.5 37.2 37.7 Total allowances in relation to impaired loans, % 38.3 44.4 48.5 | Allowances for items in the balance sheet | | | | -9,317 | -8,155 | -7,431 |
| Key ratios (basis points) ² Impairment rate, gross 326.7 262.9 224.3 Impairment rate, net 210.8 165.1 139.8 Total allowance rate 125.1 116.6 108.9 Allowances in relation to impaired loans, % 35.5 37.2 37.7 Total allowances in relation to impaired loans, % 38.3 44.4 48.5 | Provisions for off-balance sheet items | | | | | -333 | -253 |
| Impairment rate, gross 326.7 262.9 224.3 Impairment rate, net 210.8 165.1 139.8 Total allowance rate 125.1 116.6 108.9 Allowances in relation to impaired loans, % 35.5 37.2 37.7 Total allowances in relation to impaired loans, % 38.3 44.4 48.5 | Total allowances and provisions | | | | -9,785 | -8,488 | -7,684 |
| Impairment rate, gross 326.7 262.9 224.3 Impairment rate, net 210.8 165.1 139.8 Total allowance rate 125.1 116.6 108.9 Allowances in relation to impaired loans, % 35.5 37.2 37.7 Total allowances in relation to impaired loans, % 38.3 44.4 48.5 | | | | | | | |
| Impairment rate, net 210.8 165.1 139.8 Total allowance rate 125.1 116.6 108.9 Allowances in relation to impaired loans, % 35.5 37.2 37.7 Total allowances in relation to impaired loans, % 38.3 44.4 48.5 | | | | | | | |
| Total allowance rate125.1116.6108.9Allowances in relation to impaired loans, %35.537.237.7Total allowances in relation to impaired loans, %38.344.448.5 | | | | | | | |
| Allowances in relation to impaired loans, % 35.5 37.2 37.7 Total allowances in relation to impaired loans, % 38.3 44.4 48.5 | | | | | | | |
| Total allowances in relation to impaired loans, % 38.3 44.4 48.5 | | | | | | | |
| | | | | | | | |
| Non-performing loans, not impaired, DKKm 3,689 1,777 1,551 | | | | | | | |
| | Non-pertorming loans, not impaired, DKKm | | | | 3,689 | 1,777 | 1,551 |

 $^{^{\,1}}$ The comparative figures for 30 June 2011 regarding impaired loans have been restated to ensure consistency between the periods.

² For definitions, see Business definitions on page 18.

Note 6 Classification of financial instruments

| DKKm | Loans | Held to maturity | Held for trading | Designated at fair value through profit or loss | Derivatives used for hedging | Available for sale | Total |
|---|---------|---------------------|---------------------|--|------------------------------------|-----------------------|---------|
| Financial assets | | | | | | | |
| Cash and balances with central banks | 6,786 | - | - | - | - | - | 6,786 |
| Loans to credit institutions | 106,799 | - | 8,374 | 938 | - | - | 116,111 |
| Loans to the public | 261,240 | - | 5,688 | 352,185 | _ | _ | 619,113 |
| Interest-bearing securities | - | - | 52,488 | - | _ | 17,547 | 70,035 |
| Financial instruments pledged as collateral | - | - | 1,019 | - | _ | _ | 1,019 |
| Shares | - | - | 22,067 | 121 | - | - | 22,188 |
| Derivatives | - | - | 3,246 | - | 849 | - | 4,095 |
| Fair value changes of the hedged items in | | | | | | | |
| portfolio hedge of interest rate risk | 457 | - | - | - | - | - | 457 |
| Other assets | 18,465 | - | - | - | - | - | 18,465 |
| Prepaid expenses and accrued income | 1,250 | - | 1,001 | - | - | - | 2,251 |
| Total 30 Jun 2012 | 394,997 | - | 93,883 | 353,244 | 849 | 17,547 | 860,520 |
| Total 31 Dec 2011 | 355,644 | - | 144,921 | 376,862 | 267 | 18,732 | 896,426 |
| Total 30 Jun 2011 | 294,998 | 2,178 | 161,185 | 342,979 | 269 | - | 801,609 |

| | | Designated | | | |
|---|----------|----------------|-------------|-------------|---------|
| | | at fair value | Derivatives | Other | |
| | Held for | through | used for | financial | |
| DKKm | trading | profit or loss | hedging | liabilities | Total |
| Financial liabilities | | | | | |
| Deposits by credit institutions | 7,945 | 10,446 | - | 166,640 | 185,031 |
| Deposits and borrowings from the public | - | 38,206 | - | 268,150 | 306,356 |
| Debt securities in issue | - | 283,473 | - | 160 | 283,633 |
| Derivatives | 6,049 | - | 639 | - | 6,688 |
| Fair value changes of the hedged items in | | | | | |
| portfolio hedge of interest rate risk | - | - | - | 227 | 227 |
| Other liabilities | 7,791 | - | - | 14,746 | 22,537 |
| Accrued expenses and prepaid income | 6 | 2,848 | - | 4,029 | 6,883 |
| Subordinated liabilities | - | - | - | 20,256 | 20,256 |
| Total 30 Jun 2012 | 21,791 | 334,973 | 639 | 474,208 | 831,611 |
| Total 31 Dec 2011 | 40,468 | 339,301 | 631 | 486,101 | 866,501 |
| Total 30 Jun 2011 | 50.826 | 292,355 | 458 | 431.008 | 774.647 |

Note 7 **Financial instruments**

Determination of fair value from quoted market prices or valuation techniques

| 30 Jun 2012, DKKm | Quoted prices in active markets for same instrument (Level 1) | Valuation technique using observable data (Level 2) | Valuation technique using non- observable data (Level 3) | Total |
|---|--|--|---|---------|
| Assets | | | | |
| Loans to credit institutions | | 9,312 | | 9,312 |
| | - | , | - | , |
| Loans to the public | - | 357,873 | - | 357,873 |
| Debt securities ¹ | 69,670 | 1,384 | - | 71,054 |
| Shares ² | 17,709 | - | 4,479 | 22,188 |
| Derivatives | 3,325 | 770 | - | 4,095 |
| Prepaid expenses and accrued income | - | 1,001 | - | 1,001 |
| Liabilities | | | | |
| Deposits by credit institutions | - | 18,391 | _ | 18,391 |
| Deposits and borrowings from the public | - | 38,206 | _ | 38,206 |
| Debt securities in issue | 283,473 | , - | - | 283,473 |
| Derivatives | 743 | 5,945 | - | 6,688 |
| Oher liabilities | - | 7,791 | - | 7,791 |
| Accrued expenses and prepaid income | - | 2,854 | - | 2,854 |

 $^{^1\,}$ DKK 1,019m relates to the balance sheet item Financial instruments pledged as collateral. $^2\,$ DKK 0m relates to the balance sheet item Financial instruments pledged as collateral.

| Note 8 | |
|---------|----------|
| Capital | adequacy |

| Capital base | | | | | | |
|--|--------------|-----------------|--------------|-----------------|----------------|-----------------|
| DKKm | | | | 30 Jun 2012 | 31 Dec 2011 | 30 Jun 2011 |
| Care tier 1 cenital including profit for the period | | | | 29,074 | 29,312 | 28,739 |
| Core tier 1 capital, including profit for the period Total capital base, including profit for the period | | | | 47,905 | 49,169 | 48,403 |
| Core tier 1 capital, excluding profit for the period | | | | 28,355 | 29,312 | 27,090 |
| Total capital base, excluding profit for the period | | | | 47,186 | 49,169 | 46,754 |
| Capital requirements and risk-weighted assets | | | | | | |
| | 30 Jun | 30 Jun | 31 Dec | 31 Dec | 30 Jun | 30 Jur |
| | 2012 | 2012 | 2011 | 2011 | 2011 | 2011 |
| DVV | Capital | DIA/A | Capital | DIA/A | Capital | DIA7 A |
| DKKm re | equirement | KVVA | requirement | KWA re | equirement | RWA |
| Credit risk | 19,800 | 247,495 | 20,272 | 253,400 | 20,897 | 261,216 |
| IRB | 18,360 | 229,502 | 18,755 | 234,432 | 19,588 | 244,851 |
| - of which corporate | 11,342 | 141,779 | 12,103 | 151,283 | 12,348 | 154,345 |
| - of which institutions | 407 | 5,083 | 388 | 4,856 | 462 | 5,772 |
| - of which retail | 6,350 | 79,377 | 6,043 | 75,535 | 6,617 | 82,716 |
| - of which SME | 181 | 2,260 | 192 | 2,406 | 223 | 2,784 |
| - of which real estate | 2,833 | 35,409 | 2,756 | 34,444 | 3,249 | 40,608 |
| - of which other - of which other | 3,337 261 | 41,707 3,263 | 3,095 221 | 38,685 2,758 | 3,146 161 | 39,324 2,018 |
| | | | | · | | |
| Standardised | 1,439 | 17,993 | 1,517 | 18,968 | 1,309 | 16,365 |
| - of which retail | 29 | 359 | 54 | 676 | 294 | 3,680 |
| - of which sovereign | 328 | 4,100 | 306 | 3,821 | 32 | 401 |
| - of which other | 1,083 | 13,534 | 1,158 | 14,471 | 983 | 12,284 |
| Market risk ¹ | 1,266 | 15,819 | 550 | 6,877 | 804 | 10,056 |
| - of which trading book, Internal Approach | 1,015 | 12,685 | 293 | 3,660 | 398 | 4,971 |
| - of which trading book, Standardised Approach | 149 | 1,861 | 257 | 3,217 | 407 | 5,085 |
| - of which FX, Standardised Approach | 102 | 1,273 | 0 | 0 | 0 | 0 |
| Operational risk | 2,424 | 30,304 | 2,295 | 28,692 | 2,295 | 28,692 |
| - of which standardised | 2,424 | 30,304 | 2,295 | 28,692 | 2,295 | 28,692 |
| Sub total | 23,489 | 293,618 | 23,118 | 288,969 | 23,997 | 299,964 |
| | | | | | | |
| Adjustment for transition rules | | | | | | |
| Adjustment for transition rules Additional capital requirement according to transition rules | 8,731 | 109,139 | 8,306 | 103,824 | 7,698 | 96,224 |

Note 8 Capital adequacy (continued)

Analysis of capital requirements

| | Average | Capital |
|-----------------------------|-------------|-------------|
| | risk weight | requirement |
| Exposure class, 30 Jun 2012 | (%) | (DKKm) |
| | | |
| Corporate | 48 | 11,342 |
| Institutions | 11 | 407 |
| Retail IRB | 21 | 6,350 |
| Sovereign | 0 | 29 |
| Other | 53 | 1,672 |
| Total credit risk | | 19,800 |

Note 9 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. See the Annual Report for further information on risk composition.

The financial crisis and the deteriorated macroeconomic situation have not had material impact on NBD's financial position. However, the macroeconomic development remains uncertain.

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 medium term.

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 is considered likely to have any significant adverse effect on the NBD Group or its financial position in the next six months.

Note 10 Related-party transactions

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 the Nordea Group as well as companies significantly influenced by close family members to these key management personnel. Except from outsourcing the Group's IT operations and development to the parent company Nordea Bank AB's branch in Denmark there have, during the first half of 2012, not been any significant related-party transactions compared to the information provided in the Annual Report.

Business definitions

These definitions apply to the descriptions in the interim Report.

Return on equity

Net profit for the period excluding non-controlling interests as a percentage of average equity for the period. Average equity including net profit for the period and dividend until paid, non-controlling interests excluded.

Tier 1 capital

The proportion of the capital base, which includes share-holders' equity excluding proposed dividend, deferred tax assets, intangible assets in the banking operations and half of the expected shortfall deduction – the negative difference between expected losses and provisions. Subsequent to the approval of the supervisory authorities, tier 1 capital also includes qualified forms of subordinated loans (tier 1 capital contributions and hybrid capital loans). The core tier 1 capital constitutes the tier 1 capital excluding hybrid capital loans.

Capital base

The capital base includes the sum of the tier 1 capital and the supplementary capital consisting of subordinated loans, after deduction for expected shortfall.

Risk-weighted assets

Total assets and off-balance sheet items valued on the basis of the credit and market risks as well as operational risks of the Group's undertakings, in accordance with regulations governing capital adequacy, excluding carrying amount of shares which have been deducted from the capital base and intangible assets.

Tier 1 capital ratio

Tier 1 capital as a percentage of risk-weighted assets. The core tier 1 ratio is calculated as core tier 1 capital as a percentage of risk-weighted assets.

Total capital ratio

Capital base as a percentage of risk-weighted assets.

Loan loss ratio

Net loan losses (annualised) divided by opening balance of loans to the public (lending).

Impairment rate, gross

Individually assessed impaired loans before allowances divided by total loans before allowances.

Impairment rate, net

Individually assessed impaired loans after allowances divided by total loans before allowances.

Total allowance rate

Total allowances divided by total loans before allowances.

Allowances in relation to impaired loans

Allowances for individually assessed impaired loans divided by individually assessed impaired loans before allowances.

Total allowances in relation to impaired loans (provisioning ratio)

Total allowances divided by total impaired loans before allowances.

Non-performing, not impaired

Past due loans, not impaired due to future cash flows (included in Loans, not impaired).

Cost/income ratio

Total operating expenses divided by total operating income.

Interim financial statements, parent company

Accounting policies

1. Basis for presentation

The interim financial statements for the parent company Nordea Bank Danmark A/S are prepared in accordance with the Danish Financial Business Act, including the Danish Financial Supervisory Authority's Executive Order on financial reports for credit institutions and investment companies etc. (the Danish Financial Supervisory Authority's Executive Order).

The financial statements have not been reviewed or audited.

2. Changed accounting policies and presentation

The 2011 Annual Report for the parent company Nordea Bank Danmark A/S was prepared in accordance with the International Financial Reporting Standards (IFRS). As a result of the amendments to the Danish Financial Business Act adopted on 28 February 2012, the parent company must present its financial statements for 2012 in accordance with the Danish Financial Supervisory Authority's Executive Order. The main differences in presenting the financial statements in accordance with the IFRS and the Danish Financial Supervisory Authority's Executive Order are as follows:

Investments in group undertakings and associated undertakings

NBD previously recognised investments in group undertakings and associated undertakings under the cost model in accordance with the IFRS. According to the Danish Financial Supervisory Authority's Executive Order these investments are measured at equity value. Profit from investments in group undertakings and associated undertakings includes tax on profit for the period.

Financial assets available for sale

According to the IFRS, financial assets, classified into the category Available for sale, are measured at fair value, and fair value changes are recognised directly in equity through the statement of comprehensive income. The category financial assets available for sale is not used in accordance with the Danish Financial Supervisory Authority's Executive Order. The assets are classified in accordance with the Danish Financial Supervisory Authority's Executive Order as bonds at fair value and valuation gains/losses are recognised in the income statement.

Owner-occupied properties

Owner-occupied properties were previously recognised at cost in accordance with the IFRS. According to the Danish Financial Supervisory Authority's Executive Order, owner-occupied properties are measured at the estimated fair value (revalued amount).

Retirement benefit assets

NBD previously applied the so-called corridor approach of the IFRS to defined benefit plans. The Danish Financial Supervisory Authority's Executive Order does not permit the corridor approach and requires the full recognition of actuarial gains/losses in the income statement.

Presentation of income statement and balance sheet

The income statement and the balance sheet are prepared in accordance with the formats of the Danish Financial Supervisory Authority's Executive Order. The classification of the Danish Financial Supervisory Authority's formats differs from the previous presentation of the income statement and the balance sheet.

Effect of changed accounting policies

The transition to the Danish Financial Supervisory Authority's Executive Order on presentation of the financial statements for the parent company Nordea Bank Danmark A/S has had the following effect on the net profit for teriod and equity:

| | Net pr | Net profit for the period | | | Equity | | |
|--|---------|---------------------------|-----------|--------|--------|--------|--|
| | Jan-Jun | Jan-Jun | Full year | 30 Jun | 31 Dec | 30 Jun | |
| DKKm | 2012 | 2011 | 2011 | 2012 | 2011 | 2011 | |
| Parent company according to IFRS | 294 | 1,480 | 1,685 | 22,292 | 22,003 | 21,764 | |
| Differences between IFRS and FSA's Executive Order: | | -, | _, | , | | | |
| - Fair value adjustment of owner-occupied properties | - | - | - | 20 | 20 | 20 | |
| - Financial assets available for sale | -13 | - | 33 | - | - | - | |
| - Difference between cost and equity value | | | | | | | |
| in group and associated undertakings | 430 | 82 | 343 | 10,292 | 9,861 | 9,596 | |
| - Defined benefit plans – adjustment for | | | | | | | |
| the corridor approach | 74 | - | -147 | -144 | -218 | -71 | |
| - Tax effect | -21 | 87 | 189 | 10 | 35 | -75 | |
| Parent company prepared according to | | | | | | | |
| FSA Executive Order | 764 | 1,649 | 2,103 | 32,470 | 31,701 | 31,234 | |

Comparative figures have been restated accordingly.

The changed accounting policies do not have any materiel effect on the capital adequacy of the parent company or individual solvency needs.

Interim financial statements, parent company

Accounting policies

3. Changed accounting estimates

The Danish Financial Supervisory Authority has made a number of clarifications to the accounting principles for loan losses which must be applied in the Interim Report January-June 2012. The Danish Financial Supervisory Authority's clarifications did not materially affect the level of the Parent Company's loan losses in the first half of 2012.

4. Differences between the Group's financial statements based on IFRS and the parent company's financial statements based on the Danish Financial Supervisory Authority's Executive Order

The accounting policies of the Danish Financial Supervisory Authority's Executive Order for measurement and recognition are in accordance with the Group's accounting policies prepared in accordance with the IFRS with the exception that:

- owner-occupied properties are measured at fair value (revalued amount)
- the corridor approach is not applied to defined benefit plans
- the category financial assets available for sale is not used.

Moreover, the presentation of the income statement, balance sheet etc. of the parent company and the Group differs.

In terms of amount the difference in the income statement and equity of the Group and the parent company is shown below:

| | Net profit for the period | | | Equity | | |
|--|---------------------------|-----------------|-------------------|----------------|----------------|----------------|
| DKKm | Jan-Jun 2012 | Jan-Jun 2011 | Full year 2011 | 30 Jun 2012 | 31 Dec 2011 | 30 Jun 2011 |
| Group according to IFRS | 719 | 1,649 | 2,188 | 32,567 | 31,854 | 31,292 |
| Differences between IFRS and FSA Executive Order: - Fair value adjustment of owner-occupied properties | - | - | - | 20 | 20 | 20 |
| - Defined benefit plans - Financial assets available for sale | 74 -13 | - | -147 33 | -144 - | -218 - | -71 - |
| - Tax effect | -16 | - | 29 | 37 | 55 | 18 |
| - Non-controlling interests ¹ | - | - | - | 1,255 | 1,253 | 1,241 |
| Group prepared according to FSA Executive Order | 764 | 1,649 | 2,103 | 33,735 | 32,964 | 32,500 |
| Non-controlling interests | - | - | - | 1,265 | 1,263 | 1,266 |
| Parent company prepared according to FSA Executive Order | 764 | 1,649 | 2,103 | 32,470 | 31,701 | 31,234 |

¹ Non-controlling interests relate to proportionate consolidation of a special reserve in an consolidated undertaking.

Income statement, parent company

| | | Jan-Jun | Jan-Jun | Full year |
|---|------|---------|---------|-----------|
| DKKm | Note | 2012 | 2011 | 2011 |
| | | | | - |
| Interest income | | 6,493 | 7,097 | 14,356 |
| Interest expenses | | -2,512 | -2,891 | -6,234 |
| Net interest income | | 3,981 | 4,206 | 8,122 |
| | | | | |
| Dividend income | | 566 | 374 | 524 |
| Fee and commission income | | 2,686 | 2,709 | 5,021 |
| Fee and commission expense | | -187 | -169 | -335 |
| Net interest and fee income | | 7,046 | 7,120 | 13,332 |
| | | | | |
| Net result from items at fair value | 1 | -274 | 530 | 310 |
| Other operating income | | 218 | 306 | 646 |
| Staff costs and administrative expenses | | -4,651 | -4,785 | -9,618 |
| Depreciation, amortisation and impairment charges | | | | |
| of tangible and intangible assets | | -180 | -104 | -248 |
| Other operating expenses | | -138 | -652 | -432 |
| Net loan losses | | -1,825 | -919 | -2,380 |
| Profit from companies accounted for under the equity method | | 637 | 557 | 925 |
| Profit before tax | | 833 | 2,053 | 2,535 |
| | | | | |
| Tax | | -69 | -404 | -432 |
| Net profit for the period | | 764 | 1,649 | 2,103 |

Statement of comprehensive income, parent company

| DKKm | Jan-Jun 2012 | Jan-Jun 2011 | Full year 2011 |
|---|-----------------|-----------------|-------------------|
| Net profit for the period | 764 | 1,649 | 2,103 |
| Currency translation differences during the period | 3 | 7 | 11 |
| Tax on other comprehensive income during the period | - | - | - |
| Other comprehensive income, net of tax | 3 | 7 | 11 |
| Total comprehensive income | 767 | 1,656 | 2,114 |

Balance sheet, parent company

| DKKm Note 30 Jun 30 Jun 30 Jun 2012 | | | | | |
|---|---------------------------------------|------|---------|---------|---------|
| Assets Cash and balances with central banks 6,785 7,863 2,04 Loans to credit institutions and central banks 144,494 136,648 93,977 Loans and receivables at fair value 265,604 206,379 28,623 Loans and receivables at amortised cost 3,700 3,794 16,093 Bonds at fair value 13,0512 195,005 126,233 Bonds at amortised cost 3,700 3,794 16,093 Shares 6,492 6,192 7,700 Investments in associated undertakings 868 890 88 Investments in group undertakings 26,444 25,972 25,751 Assets in portfolio schemes 29,149 27,310 26,969 Intangible assets 3,006 3,010 28,272 Other property and equipment 413 434 34 Other property and equipment 48 49 49 Other property and equipment 48 59 49 Other property and equipment 48 5 1,07 | | | | | |
| Cash ald balances with central banks 6,785 7,863 2,704 Loans to credit institutions and central banks 144,494 136,688 39,797 Loans and receivables at fair value 265,608 7,054 26,223 Bonds at fair value 130,712 198,605 126,233 Bonds at amortised cost 3,707 1,972 16,203 Shares 6,492 1,972 2,770 Investments in associated undertakings 868 890 848 Investments in group undertakings 2644 25,722 25,751 Assets in portfolio schemes 29,149 27,310 26,969 Intangible assets 3,00 3,01 2,872 Intal and and buildings 34 34 34 Other properties 34 34 34 Current tax assets 85 49 10,77 Saset imporally laken over 55 49 43,60 Other assets 26,367 99,403 25,95 Prepaid expenses and accrued income 17,96 <th< td=""><td>DKKm</td><td>Note</td><td>2012</td><td>2011</td><td>2011</td></th<> | DKKm | Note | 2012 | 2011 | 2011 |
| Cash and balances with central banks 6,785 7,863 2,704 Loans to credit institutions and central banks 144,494 26,668 9,39,77 Loans and receivables at fair value 25,688 7,054 26,233 Bonds at fair value 130,712 198,605 126,233 Bonds at amortised cost 3,770 3,749 16,023 Shares 6,492 3,770 3,749 16,032 Investments in associated undertakings 868 890 848 Investments in group undertakings 26,444 25,972 25,751 Assets in portfolio schemes 29,149 27,310 26,869 Intensified assets 3,00 3,010 2,872 Intensify a portfolio schemes 3,00 3,01 2,875 Intensify a portfolio schemes 3,00 3,01 2,875 Intensify a portfolio schemes 3,00 3,01 2,875 Intensify a portfolio schemes 26,337 9,40 3,00 Current tax assets 3,0 3,00 3,00 3,00 | A | | | | |
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| Investments in group undertakings 26,444 25,752 25,751 Assets in portfolio schemes 29,149 23,700 26,669 Intangible assets 300 3,000 2,672 Total land and buildings 34 34 34 Owner-occupied properties 413 443 368 Current ax assets 85 - 1,077 Assets temporarily taken over 55 49 49 Other assets 26,387 99,403 25,950 Trepaid expenses and accrued income 70,51 474 311 Total assets 650,491 775,120 23,950 Prepaid expenses and accrued income 85 27,962 23,950 Total assets 75,000 44 311 Deposits by credit institutions and central banks 177,965 28,975 229,676 Deposits by credit institutions and central banks 177,965 28,975 229,676 Deposits prediction from the public 25 29,234 28,869 Other proficilo schemes | | | | , | |
| Assers in portfolio schemes 29,149 27,310 26,969 Intangible assets 3,006 3,010 2,872 Total land and buildings 34 34 34 Owner-occupied properties 34 34 34 Other property and equipment 413 443 348 Current tax assets 55 49 49 Other assets 25,87 99,03 25,90 Prepaid expenses and accrued income 705 474 311 Total assets 563,49 130,795 126,343 Deposits by credit institutions and central banks 177,965 130,795 126,343 Deposits by credit institutions and central banks 177,965 130,795 126,343 Deposits in portfolio schemes 28,552 29,234 28,859 Obers and borrowings from the public 279,625 284,975 272,967 Deposits in portfolio schemes 20,77 219 194 Other non-derivative financial liabilities at fair value 23,99 23,50 85,89 T | e | | | | |
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| Other assets 26,387 99,403 25,950 Prepaid expenses and accrued income 705 474 311 Total assets 650,491 775,120 623,395 Liabilities 177,965 130,795 126,343 Deposits by credit institutions and central banks 177,965 284,975 272,967 Deposits and borrowings from the public 279,625 284,975 272,967 Deposits in portfolio schemes 28,552 29,234 28,869 Other non-derivative financial liabilities at fair value 20,79 21,921 29,486 Current tax liabilities 207 21,921 29,486 Other liabilities 57,259 230,967 56,938 Accured expenses and prepaid income 57,259 230,967 56,938 Actual liabilities 25 30 34 Provisions 25 30 34 Provisions for pensions and similar obligations 25 30 34 Provisions for deferred tax 28 271 20 Provisions for | | | | | , |
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| Total assets 650,491 775,120 623,396 Liabilities 177,965 130,795 126,343 Deposits by credit institutions and central banks 177,965 284,975 272,967 Deposits and borrowings from the public 28,552 284,975 272,967 Deposits in portfolio schemes 28,552 29,234 28,869 Other non-derivative financial liabilities at fair value 52,399 45,360 85,189 Current tax liabilities 207 219 194 Other liabilities 57,259 230,967 56,938 Accrued expenses and prepaid income 596,066 721,604 570,562 Provisions 25 30 34 Provisions 25 30 34 Provisions for pensions and similar obligations 25 30 34 Provisions for pensions and similar obligations 25 30 34 Provisions for pensions and similar obligations 25 30 81 Other provisions 1,201 936 814 O | | | | 99,403 | 25,950 |
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| Deposits by credit institutions and central banks 177,965 130,795 126,343 Deposits and borrowings from the public 279,625 284,975 272,667 Deposits in portfolio schemes 28,552 29,234 28,869 Other non-derivative financial liabilities at fair value 52,399 45,360 85,189 Current tax liabilities 207 219 194 Other liabilities 57,259 230,967 56,938 Accured expenses and prepaid income 59 54 62 Total liabilities 596,066 721,604 570,562 Provisions 2 30 34 Provisions for pensions and similar obligations 25 30 34 Provisions for deferred tax 289 271 201 Provisions for losses on guarantees 1,201 936 814 Other provisions 1,699 1,537 1,237 Total provisions 20,258 20,258 20,258 Subordinated liabilities 20,258 20,258 20,258 Sub | Total assets | | 650,491 | 775,120 | 623,396 |
| Deposits by credit institutions and central banks 177,965 130,795 126,343 Deposits and borrowings from the public 279,625 284,975 272,667 Deposits in portfolio schemes 28,552 29,234 28,869 Other non-derivative financial liabilities at fair value 52,399 45,360 85,189 Current tax liabilities 207 219 194 Other liabilities 57,259 230,967 56,938 Accured expenses and prepaid income 59 54 62 Total liabilities 596,066 721,604 570,562 Provisions 2 30 34 Provisions for pensions and similar obligations 25 30 34 Provisions for deferred tax 289 271 201 Provisions for losses on guarantees 1,201 936 814 Other provisions 1,699 1,537 1,237 Total provisions 20,258 20,258 20,258 Subordinated liabilities 20,258 20,258 20,258 Sub | *** | | | | |
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| Deposits in portfolio schemes 28,552 29,234 28,869 Other non-derivative financial liabilities at fair value 52,399 45,360 85,189 Current tax liabilities 207 219 194 Other liabilities 57,259 230,967 56,938 Accrued expenses and prepaid income 59 54 62 Total liabilities 596,066 721,604 570,562 Provisions Provisions for pensions and similar obligations 25 30 34 Provisions for deferred tax 289 271 201 Provisions for losses on guarantees 1,201 936 814 Other provisions 184 320 226 Total provisions 20,256 20,258 20,325 Subordinated liabilities 20,256 20,258 20,325 Subordinated liabilities 5,000 5,000 5,000 Share capital 5,000 5,000 5,000 Accumulated value changes 26 23 19 < | 1 , | | | | |
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| Provisions Provisions for pensions and similar obligations 25 30 34 Provisions for deferred tax 289 271 201 Provisions for losses on guarantees 1,201 936 814 Other provisions 184 320 226 Total provisions 1,699 1,557 1,275 Subordinated liabilities 20,256 20,258 20,325 Subordinated liabilities 20,256 20,258 20,325 Share capital 5,000 5,000 5,000 Accumulated value changes 26 23 19 Net revaluation reserve under equity method 10,174 9,748 9,496 Retained earnings 17,270 16,930 16,719 Proposed dividend - - - - Total equity 32,470 31,701 31,234 | | | | | |
| Provisions for pensions and similar obligations 25 30 34 Provisions for deferred tax 289 271 201 Provisions for losses on guarantees 1,201 936 814 Other provisions 184 320 226 Total provisions 1,699 1,557 1,275 Subordinated liabilities 20,256 20,258 20,325 Equity 5,000 5,000 5,000 Accumulated value changes 26 23 19 Net revaluation reserve under equity method 10,174 9,748 9,496 Retained earnings 17,270 16,930 16,719 Proposed dividend - - - - Total equity 32,470 31,701 31,234 | Total liabilities | | 596,066 | 721,604 | 570,562 |
| Provisions for pensions and similar obligations 25 30 34 Provisions for deferred tax 289 271 201 Provisions for losses on guarantees 1,201 936 814 Other provisions 184 320 226 Total provisions 1,699 1,557 1,275 Subordinated liabilities 20,256 20,258 20,325 Equity 5,000 5,000 5,000 Accumulated value changes 26 23 19 Net revaluation reserve under equity method 10,174 9,748 9,496 Retained earnings 17,270 16,930 16,719 Proposed dividend - - - - Total equity 32,470 31,701 31,234 | Descriptions | | | | |
| Provisions for deferred tax 289 271 201 Provisions for losses on guarantees 1,201 936 814 Other provisions 184 320 226 Total provisions 1,699 1,557 1,275 Subordinated liabilities 20,256 20,258 20,325 Subordinated liabilities 5,000 5,000 5,000 Share capital 5,000 5,000 5,000 Accumulated value changes 26 23 19 Net revaluation reserve under equity method 10,174 9,748 9,496 Retained earnings 17,270 16,930 16,719 Proposed dividend - - - - Total equity 32,470 31,701 31,234 | | | 25 | 30 | 3.4 |
| Provisions for losses on guarantees 1,201 936 814 Other provisions 184 320 226 Total provisions 1,699 1,557 1,275 Subordinated liabilities 20,256 20,258 20,325 Equity Share capital 5,000 5,000 5,000 Accumulated value changes 26 23 19 Net revaluation reserve under equity method 10,174 9,748 9,496 Retained earnings 17,270 16,930 16,719 Proposed dividend - - - - Total equity 32,470 31,701 31,234 | 1 0 | | | | |
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| Total provisions 1,699 1,557 1,275 Subordinated liabilities 20,256 20,258 20,325 Equity Share capital 5,000 5,000 5,000 Accumulated value changes 26 23 19 Net revaluation reserve under equity method 10,174 9,748 9,496 Retained earnings 17,270 16,930 16,719 Proposed dividend - - - Total equity 32,470 31,701 31,234 | e e e e e e e e e e e e e e e e e e e | | | | |
| Subordinated liabilities Subordinated liabilities 20,256 20,258 20,325 Equity 5,000 5,000 5,000 Accumulated value changes 26 23 19 Net revaluation reserve under equity method 10,174 9,748 9,496 Retained earnings 17,270 16,930 16,719 Proposed dividend - - - Total equity 32,470 31,701 31,234 | * | | | | |
| Subordinated liabilities 20,256 20,258 20,325 Equity Share capital 5,000 5,000 5,000 Accumulated value changes 26 23 19 Net revaluation reserve under equity method 10,174 9,748 9,496 Retained earnings 17,270 16,930 16,719 Proposed dividend - - - Total equity 32,470 31,701 31,234 | 70m1 p20720700 | | 2,033 | 1,007 | 1,2,0 |
| Equity 5,000 5,000 5,000 Share capital 5,000 5,000 5,000 Accumulated value changes 26 23 19 Net revaluation reserve under equity method 10,174 9,748 9,496 Retained earnings 17,270 16,930 16,719 Proposed dividend - - - Total equity 32,470 31,701 31,234 | Subordinated liabilities | | | | |
| Share capital 5,000 5,000 5,000 Accumulated value changes 26 23 19 Net revaluation reserve under equity method 10,174 9,748 9,496 Retained earnings 17,270 16,930 16,719 Proposed dividend - - - Total equity 32,470 31,701 31,234 | Subordinated liabilities | | 20,256 | 20,258 | 20,325 |
| Share capital 5,000 5,000 5,000 Accumulated value changes 26 23 19 Net revaluation reserve under equity method 10,174 9,748 9,496 Retained earnings 17,270 16,930 16,719 Proposed dividend - - - Total equity 32,470 31,701 31,234 | | | | | |
| Accumulated value changes 26 23 19 Net revaluation reserve under equity method 10,174 9,748 9,496 Retained earnings 17,270 16,930 16,719 Proposed dividend - - - Total equity 32,470 31,701 31,234 | | | | | |
| Net revaluation reserve under equity method 10,174 9,748 9,496 Retained earnings 17,270 16,930 16,719 Proposed dividend - - - Total equity 32,470 31,701 31,234 | 1 | | | | |
| Retained earnings 17,270 16,930 16,719 Proposed dividend - - - Total equity 32,470 31,701 31,234 | 0 | | | | |
| Proposed dividend - - - Total equity 32,470 31,701 31,234 | | | , | | |
| Total equity 32,470 31,701 31,234 | 8 | | 17,270 | 16,930 | 16,719 |
| | | | | | |
| Total liabilities 650,491 775,120 623,396 | | | | | |
| | Total liabilities | | 650,491 | 775,120 | 623,396 |

Statement of changes in equity, parent company

| | _ | Accumulated v | alue changes | | | | |
|--------------------------------|---------|----------------|--------------|-----------------|----------|----------|--------|
| | | Translation of | | Net revaluation | | | |
| | Share | foreign | Revaluation | reserve under | Retained | Proposed | Total |
| DKKm | capital | operations | reserves | equity method | earnings | dividend | equity |
| | | | | | | | |
| Opening balance at 1 Jan 2012 | 5,000 | 3 | 20 | 9,748 | 16,930 | - | 31,701 |
| Profit for the period | - | - | - | 426 | 338 | - | 764 |
| Other comprehensive income | - | 3 | - | - | - | - | 3 |
| Share-based payments | - | - | - | - | 1 | - | 1 |
| Dividend paid | - | - | - | - | - | - | - |
| Proposed dividend | - | - | - | - | - | - | - |
| Closing balance at 30 Jun 2012 | 5,000 | 6 | 20 | 10,174 | 17,270 | - | 32,470 |
| | | | | | | | |
| Closing balance at 31 Dec 2010 | 5,000 | - | - | - | 15,281 | 3,350 | 23,631 |
| Changed accounting policies | - | -8 | 20 | 9,408 | -127 | - | 9,293 |
| Opening balance at 1 Jan 2011 | 5,000 | -8 | 20 | 9,408 | 15,154 | 3,350 | 32,924 |
| Profit for the year | - | - | - | 340 | 1,763 | - | 2,103 |
| Other comprehensive income | - | 11 | - | - | - | - | 11 |
| Share-based payments | - | - | - | - | 13 | - | 13 |
| Dividend paid | - | - | - | - | - | -3,350 | -3,350 |
| Proposed dividend | - | - | - | - | - | - | - |
| Closing balance at 31 Dec 2011 | 5,000 | 3 | 20 | 9,748 | 16,930 | - | 31,701 |
| Cl. 1 1 1 121 D 2010 | F 000 | | | | 15 201 | 2.250 | 22 (21 |
| Closing balance at 31 Dec 2010 | 5,000 | - | - | 0.400 | 15,281 | 3,350 | 23,631 |
| Changed accounting policies | - | -8 | 20 | 9,408 | -127 | - | 9,293 |
| Opening balance at 1 Jan 2011 | 5,000 | -8 | 20 | 9,408 | 15,154 | 3,350 | 32.924 |
| Profit for the period | - | _ | - | 88 | 1,561 | - | 1,649 |
| Other comprehensive income | - | 7 | - | - | - | - | 7 |
| Share-based payments | - | - | - | - | 4 | - | 4 |
| Dividend paid | - | - | - | - | - | -3,350 | -3,350 |
| Proposed dividend | - | - | - | - | _ | - | _ |
| Closing balance at 30 Jun 2011 | 5,000 | -1 | 20 | 9,496 | 16,719 | - | 31,234 |

Notes to the financial statements, parent company

Note 1 Net result from items at fair value

| DKKm | Jan-Jun 2012 | Jan-Jun 2011 | Full year 2011 |
|---|-----------------|-----------------|-------------------|
| Other loans and receivables at fair value | -5 | 2 | -2 |
| Bonds | 13 | -65 | 635 |
| Shares | -386 | 273 | -192 |
| Foreign exchange | 10 | 106 | 74 |
| Derivatives | 76 | 473 | 62 |
| Assets in portfolio schemes | 931 | -691 | -861 |
| Deposits in portfolio schemes | -931 | 691 | 861 |
| Other liabilities | 18 | -259 | -267 |
| Total | -274 | 530 | 310 |

Note 2 Loan losses and provisions for losses on guarantees etc

| | Loans and guarantees, | Loans and guarantees, | Receivables, | Receivables, | |
|--|-----------------------|-----------------------|--------------|--------------|--------|
| DKKm | individual | collective | individual | collective | Total |
| On anima balance at 1 Iva 2012 | ((22 | 1 0 4 7 | 13 | | 7 002 |
| Opening balance at 1 Jan 2012 | 6,623 | 1,247 | | - | 7,883 |
| Loan losses and provisions during the period | 3,078 | 71 | 9 | - | 3,158 |
| Reversals, previous periods | -787 | -677 | - | - | -1,464 |
| Other movements | - | - | - | - | - |
| Valuation gains/losses of assets taken over | - | - | - | - | - |
| Previous loan losses and provisions | | | | | |
| now written off, individual | -524 | - | - | - | -524 |
| Closing balance at 30 Jun 2012 | 8,390 | 641 | 22 | - | 9,053 |
| | | | | | |
| Opening balance at 1 Jan 2011 | 6,892 | 1,900 | 11 | - | 8,803 |
| Loan losses and provisions during the year | 3,331 | 168 | 3 | - | 3,502 |
| Reversals, previous financial years | -518 | -821 | -1 | - | -1,340 |
| Valuation gains/losses of assets taken over | - | - | - | - | - |
| Previous loan losses and provisions | | | | | |
| now written off, individual | -3,082 | - | - | - | -3,082 |
| Closing balance at 31 Dec 2011 | 6,623 | 1,247 | 13 | - | 7,883 |
| | | | | | |
| Opening balance at 1 Jan 2011 | 6,892 | 1,900 | 11 | _ | 8,803 |
| Loan losses and provisions during the period | 1,521 | 102 | 1 | - | 1,624 |
| Reversals, previous periods | -333 | -402 | -1 | - | -736 |
| Valuation gains/losses of assets taken over | _ | _ | _ | _ | _ |
| Previous loan losses and provisions | | | | | |
| now written off, individual | -2,444 | - | _ | _ | -2,444 |
| Closing balance at 30 Jun 2011 | 5,636 | 1,600 | 11 | - | 7,247 |

Notes to the financial statements, parent company

Note 3 Ratios and key figures

| | Jan-Jun | Jan-Jun | Full year |
|---|---------|---------|-----------|
| | 2012 | 2011 | 2011 |
| Total capital ratio | 16.6 | 15.8 | 17.7 |
| Tier 1 capital ratio | 9.8 | 9.0 | 10.3 |
| Pre-tax return on equity (%) | 2.6 | 6.4 | 7.8 |
| Post-tax return on equity (%) | 2.4 | 5.1 | 6.5 |
| Income/cost ratio | 1.1 | 1.3 | 1.2 |
| Interest rate risk | 1.3 | 1.6 | -0.2 |
| Loans before allowances relative to deposits | 90.6 | 99.0 | 87.3 |
| Excess cover relative to statutory liquidity requirements | 182.8 | 79.1 | 121.5 |
| Impairment ratio | 2.3 | 1.7 | 2.0 |
| Impairment ratio for the period | 0.5 | 0.2 | 0.6 |
| Lending growth for the period (%) | 1.4 | -19.1 | -26.0 |
| Loans/equity | 8.4 | 9.4 | 8.4 |

The calculation of the ratios and key figures is based on the definitions of the Danish Financial Supervisory Authority's Executive Order on financial reports for credit institutions and investment companies etc.

Statement by the Board of Directors and the Executive Management

The Board of Directors and the Executive Management have today discussed and approved the interim report of Nordea Bank Danmark A/S for January-June 2012.

The Interim Report January-June 2012 for the Group has been prepared in accordance with IAS 34, Interim Financial Reporting, and the interim report for the parent company has been prepared in accordance with the Danish Financial Business Act. Moreover, the interim report for the Group has been prepared in accordance with additional Danish disclosure requirements for interim financial reports of financial companies. It is our opinion that the consolidated financial statements and parent company's financial statements give a true and fair view of the Group's and the parent company's assets, liabilities, financial position at 30 June 2012 and of the results of the Group's and the parent company's operations and cash flows for the financial half year 1 January – 30 June 2012.

Further, in our opinion, the Director's report provides a fair review of the development in the Group's and the parent company's operations and financial matters, the results of the Group's and the parent company's operations and financial position and describes material risks and uncertainties that may affect the Group and the parent company.

Stockholm, 17 July 2012

Board of Directors

Ari Kaperi (Chairman) Fredrik Rystedt Gunn Wærsted

Anne Rømer

Executive Management

Michael Rasmussen (Chairman) Peter Lybecker Anders Jensen

Peter Nyegaard

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