

Nordea



Investor Presentation Q2 2017

Nordea Kredit

04.08.2017

Introduction and contact information

This Investor Presentation has been compiled by Nordea Kredit for information purposes only.

The presentation offers data on Nordea Kredit and the mortgage collateral supporting outstanding covered mortgage bonds and mortgage bonds.

If you have any questions, please feel free to contact:

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Content:

- Nordea Kredit – in brief
- Ratings and OC
- Loan portfolio
- Asset quality
- Legislation

(All data as per 30 June 2017 unless otherwise indicated)

Nordea Kredit – in brief

Profile		Portfolio	
Founded	1993	Mortgage loans, nom. value	DKK 381bn
Number of employees (FTEs)	103	Market share	14.5%
Profit before tax (H1 2017)	DKK 1139m	Portfolio by type of loan:	
Cost-income ratio (H1 2017)	11.2%	<p>■ Fixed rate ■ ARM ■ Floating rate ■ IO ■ Amortizing</p>	
Capital ratio (of which Tier 1) (H1 2017)	32.6% (29.4%)		
Supervised by the DFSA (Finanstilsynet)			
All covered bonds are ECBC labelled			
More information at nordeakredit.dk			
Asset quality		Rating of bonds	
LTV overall average	61.7%	Moody's	Aaa
Late payments	0.14%	Standard & Poor's	AAA

Nordea Kredit - ratings and over-collateralisation

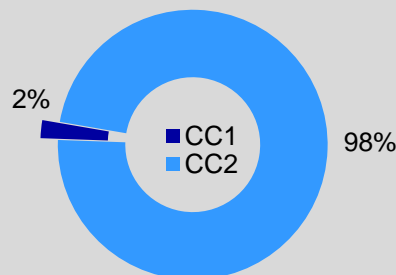
	Moody's		S&P		OC	
	CC1	CC2	CC1	CC2	CC1	CC2
Rating of issued bonds	Aaa	Aaa	AAA	AAA	12.1%	10.0%
Required OC/CE for Aaa and AAA rating	0	0	4.03%	2.50%		
TPI leeway / Unused uplift	7	6	4	4		

OC and CE requirements as set by Moody's and S&P, respectively.

TPI leeway and unused uplift as defined by Moody's and S&P, respectively.

Capital Centre 1 (DKK 8.2bn)

- Mortgage Bonds (Realkreditobligationer, "RO")
- No series open for issuance
- ~74% of which are grandfathered covered bonds according to UCITS/ CRD

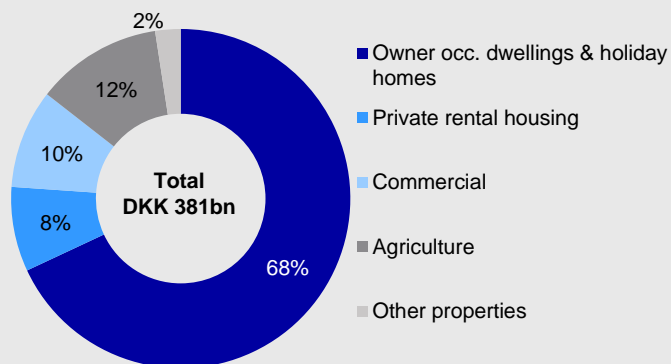


Capital Centre 2 (DKK 373.2bn)

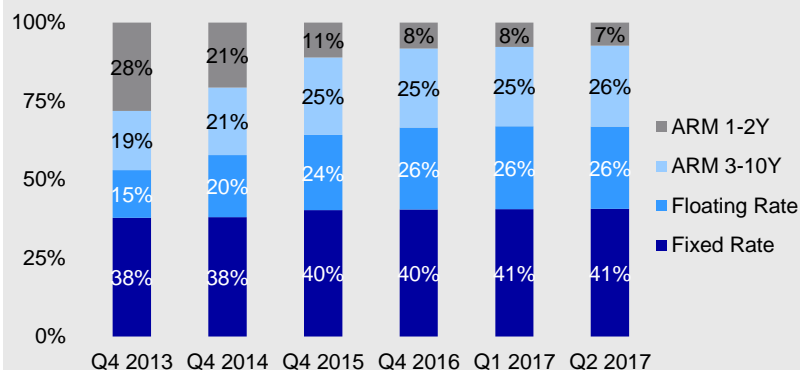
- Covered Mortgage Bonds (Særligt dækkede realkreditobligationer "SDRO")
- All bonds are covered according to UCITS/CRD

Nordea Kredit - portfolio and market share

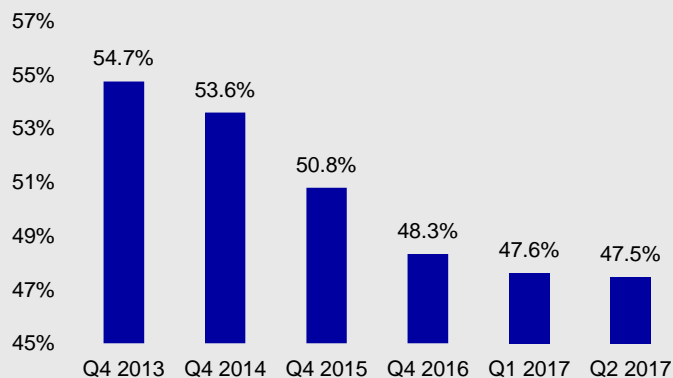
Loan portfolio by property category



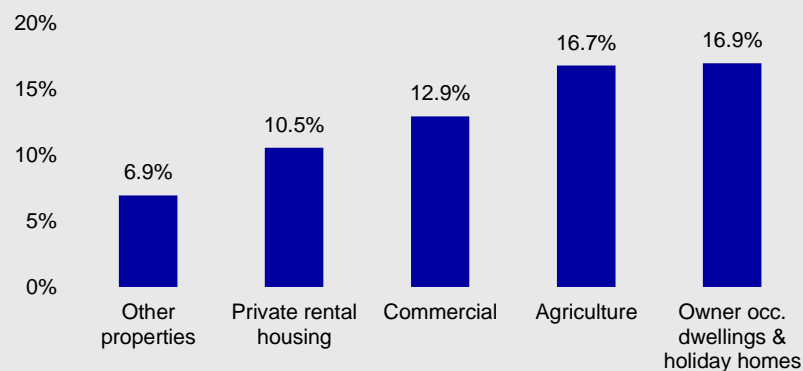
Portfolio by loan type



Share of interest-only mortgages



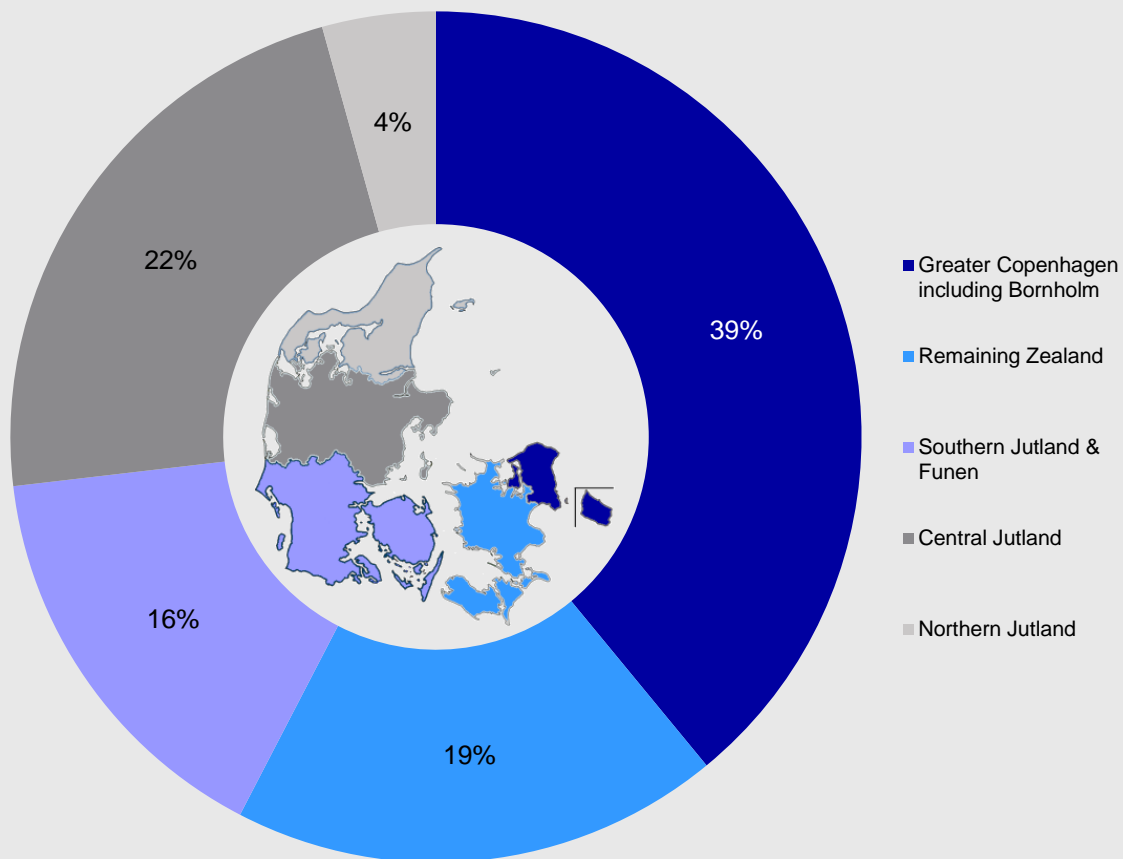
Market share¹ – 14.5% overall



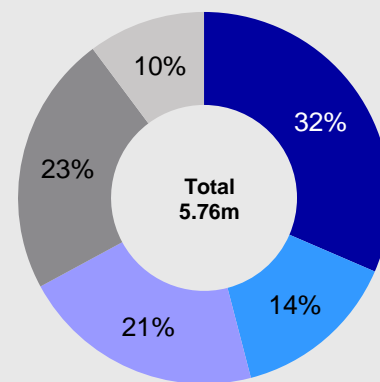
¹⁾ Market share of all Danish mortgage bank loans

Nordea Kredit - loan portfolio by regions

All property categories

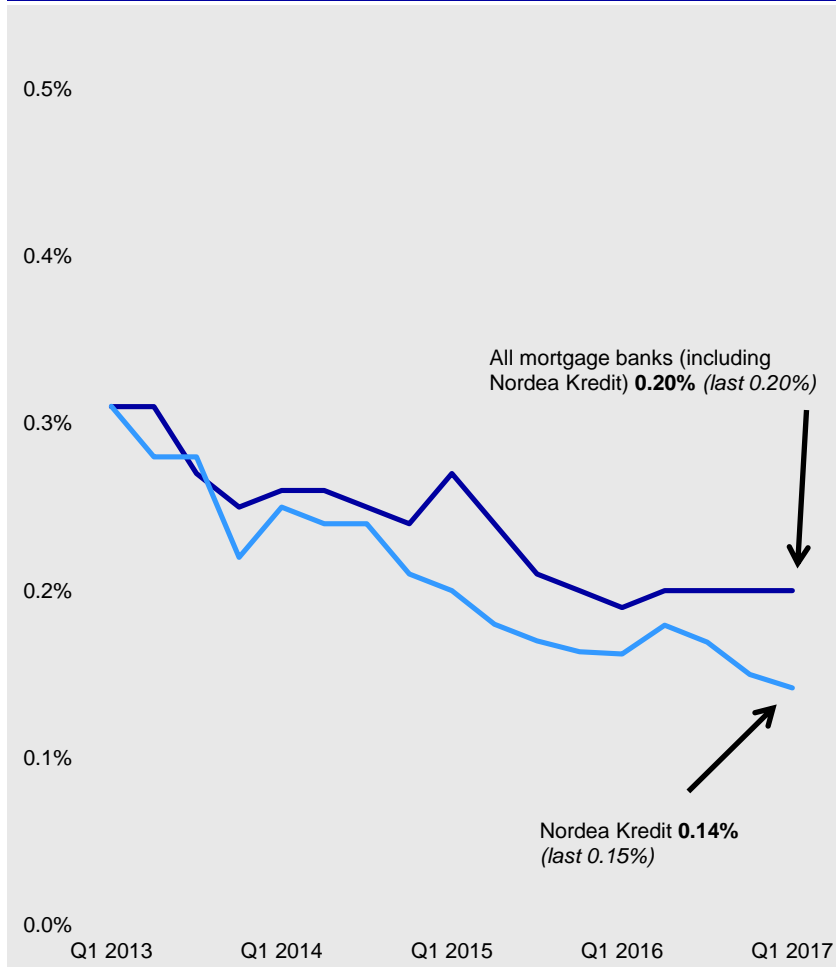


Danish population by regions

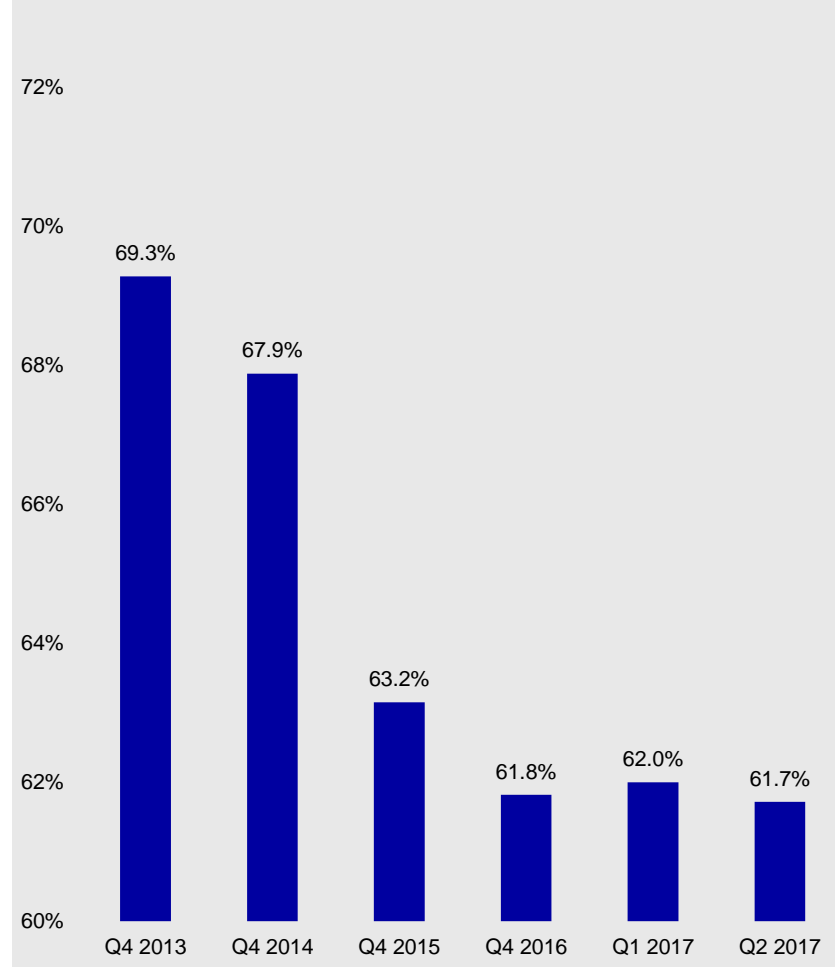


Nordea Kredit - asset quality

Arrears (Owner occupied dwellings and holiday homes)¹

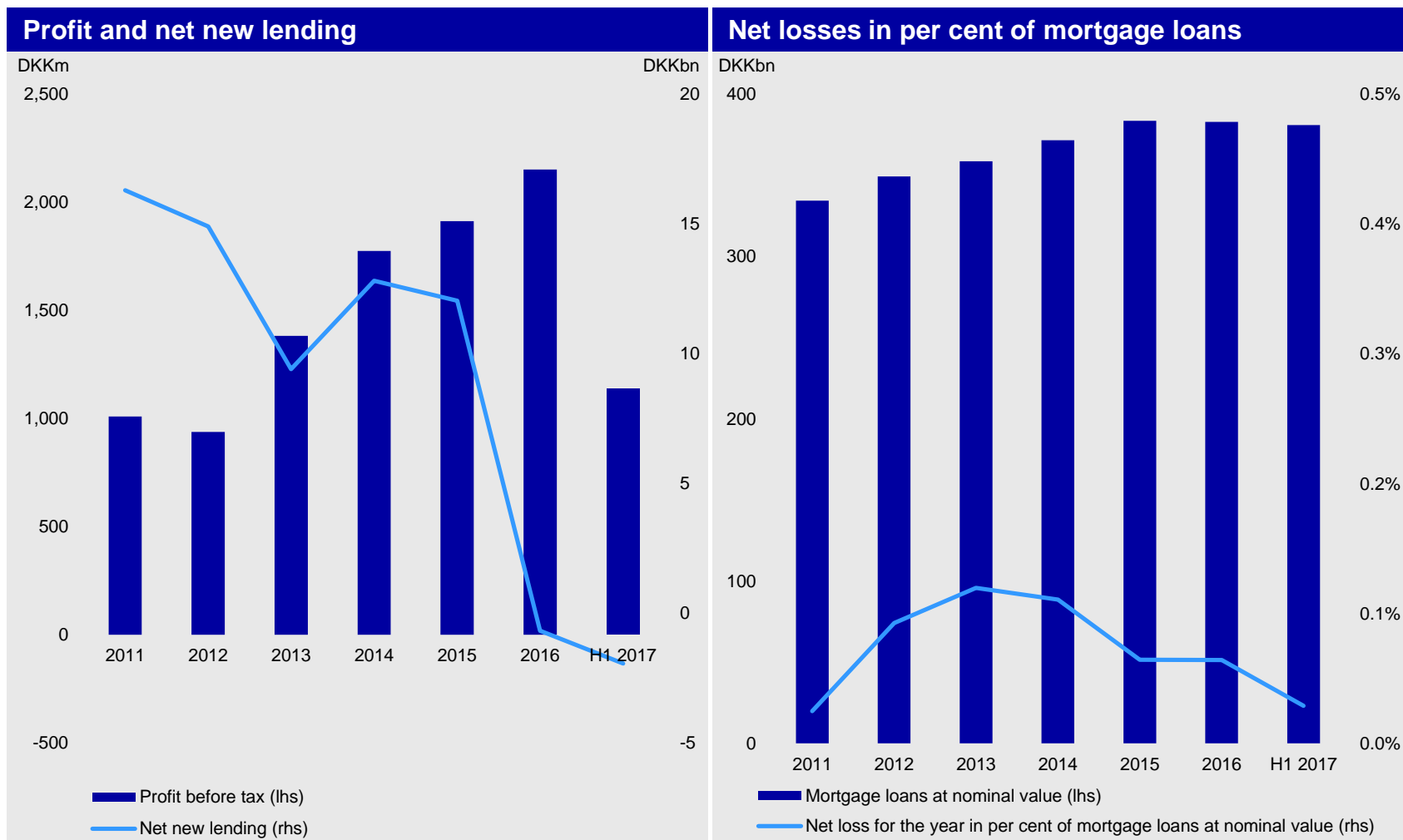


Loan-to-value (LTV) development



¹⁾ Arrears as a percentage of the Q1, 2017 scheduled payments – 3½ months after due date

Nordea Kredit - profit and losses



Links to more information

Nordea Kredit

- Nordea Kredit ECBC harmonised transparency templates.
Link: <http://www.nordea.com/en/investor-relations/reports-and-presentations/covered-bonds/Nordea-Kredit/?fCat=tcm:33-95819-1024&fYear=>
- Nordea Kredit financial reports.
Link: <http://www.nordea.com/en/investor-relations/reports-and-presentations/select-reports-and-presentations/local-subsiidiary-reports/?fCat=tcm:33-135059-1024&fSubCat=tcm:33-135061-1024&fYear=>

Legislation

- Danish mortgage financing is supervised by the DFSA (Finanstilsynet).
Link: <https://finanstilsynet.dk/en>
- Relevant legislation can be found in English at the DFSA's English website.
Link: <https://finanstilsynet.dk/en/Lovgivning>
- All mortgage bank legislation can be found in Danish at the DFSA's Danish website.
Link: <http://finanstilsynet.dk/da/Lovgivning/Lovsamling>

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