

Nordea



Investor Presentation Q3 2018

Nordea Kredit

15.11.2018

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

Average LTV for Q2 and Q3 2018 has been adjusted since the first issue of this investor presentation. (See slide 7)

(All data as per 28 September 2018 unless otherwise indicated)

In brief

Profile	
Founded	1993
Number of employees (FTEs) (H1 2018)	109
Profit before tax (H1 2018)	DKK 873m
Cost-income ratio (H1 2018)	11.8%
Capital ratio (of which Tier 1) (Q2 2018)	32% (28.9%)
100% owned by Nordea Bank Abp	
All covered bonds are ECBC labelled	
More information at nordeakredit.dk	

Asset quality	
LTV overall average (Q3 2018)	59.4%
Arrears (Owner occupied dwellings and holiday homes) ¹	0.16%

Portfolio	
Mortgage loans, nom. value (Q3 2018)	DKK 386.8bn
Market share (Q3 2018)	14.1%
Portfolio by type of loan:	
<p>Legend for first chart: ■ Fixed (41%), ■ ARM (32%), ■ Floating rate (27%)</p> <p>Legend for second chart: ■ IO (45%), ■ Amortizing (55%)</p>	

Rating of bonds	
Moody's	Aaa
Standard & Poor's	AAA

¹ Arrears as a percentage of the Q2, 2018 scheduled payments – 3½ months after due date

Ratings and over-collateralisation

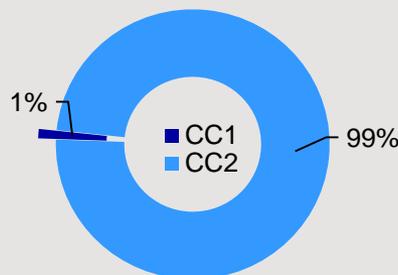
	Moody's		S&P		OC	
	CC1	CC2	CC1	CC2	CC1	CC2
Rating of issued bonds	Aaa	Aaa	AAA	AAA	20.58%	9.61%
Required OC/CE for Aaa and AAA rating	0	0	10.74%	3.48%		
TPI leeway / Unused uplift	7	6	4	4		

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 3.8bn)

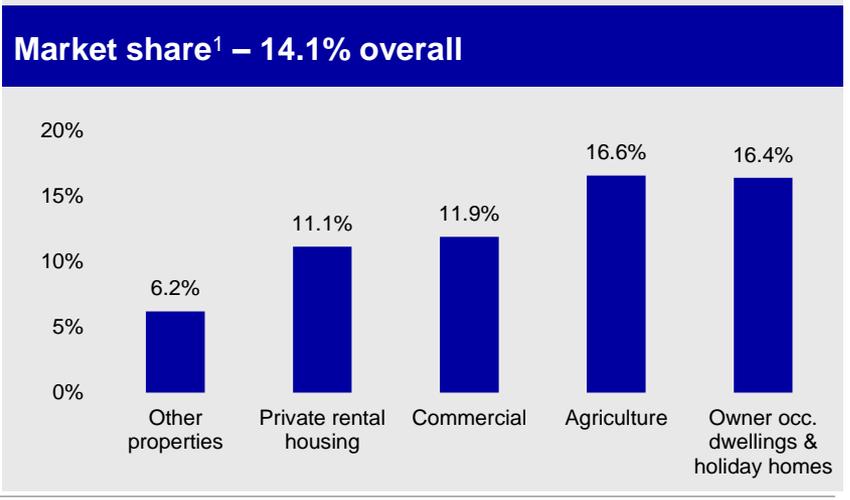
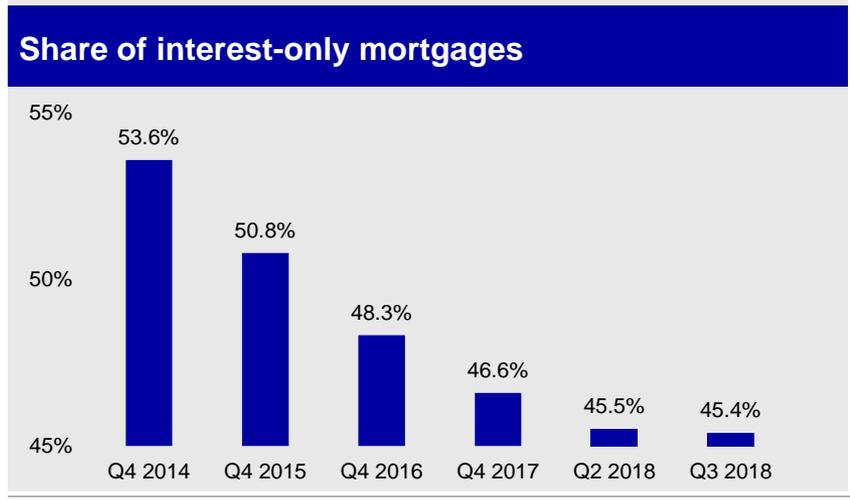
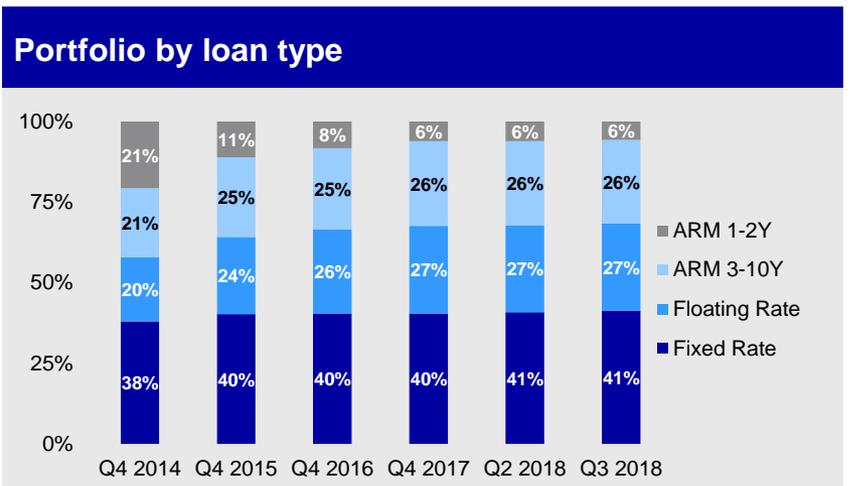
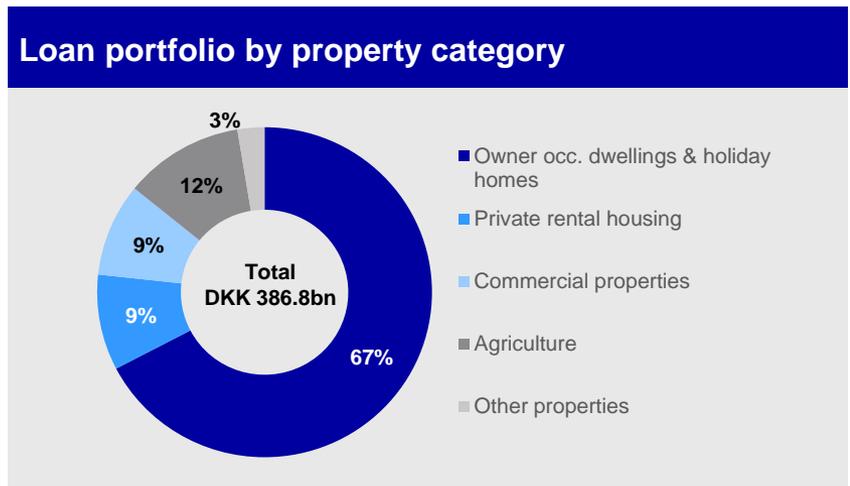
- Mortgage Bonds (Realkreditobligationer, "RO")
- No series are open for issuance and all are grandfathered covered bonds



Capital Centre 2 (DKK 383.0bn)

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

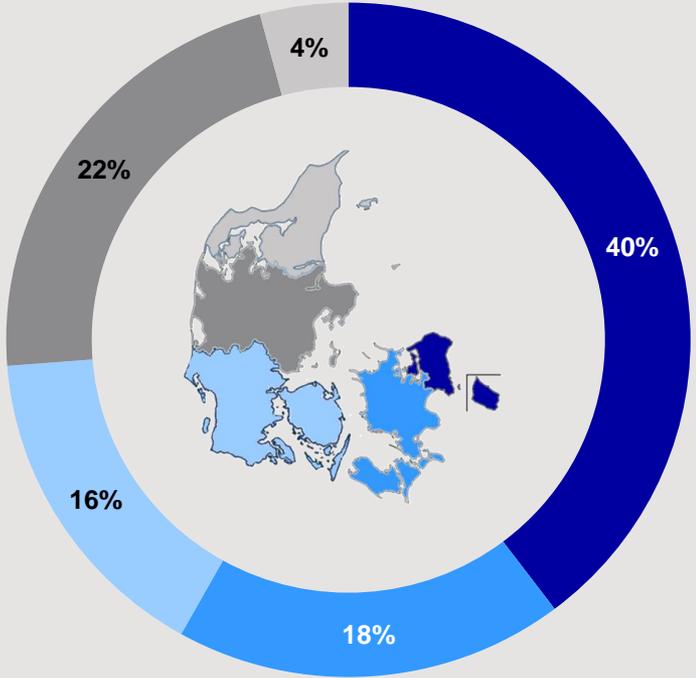
Loan portfolio and market share



¹⁾ Market share of all Danish mortgage bank loans

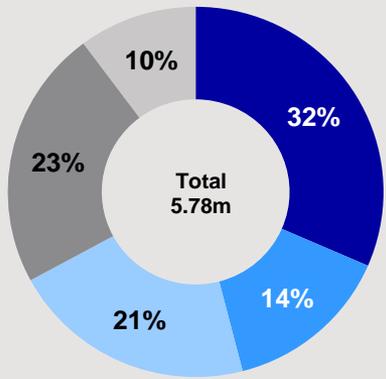
Loan portfolio by regions

All property categories

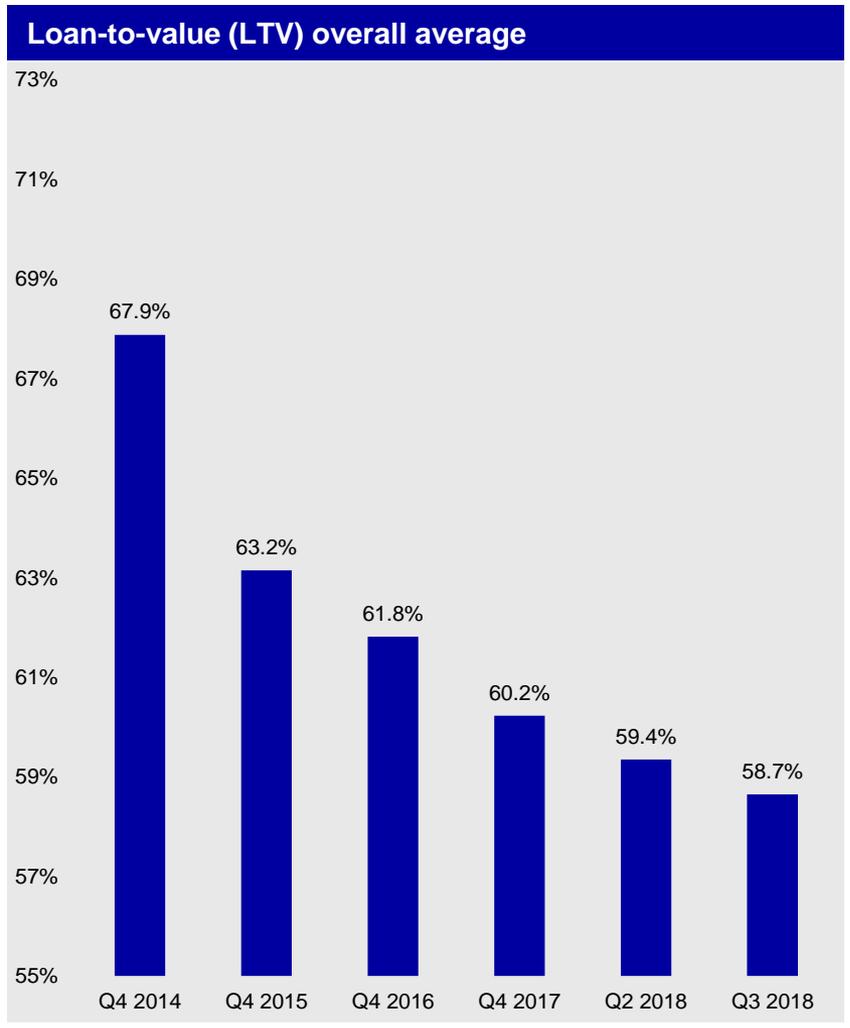
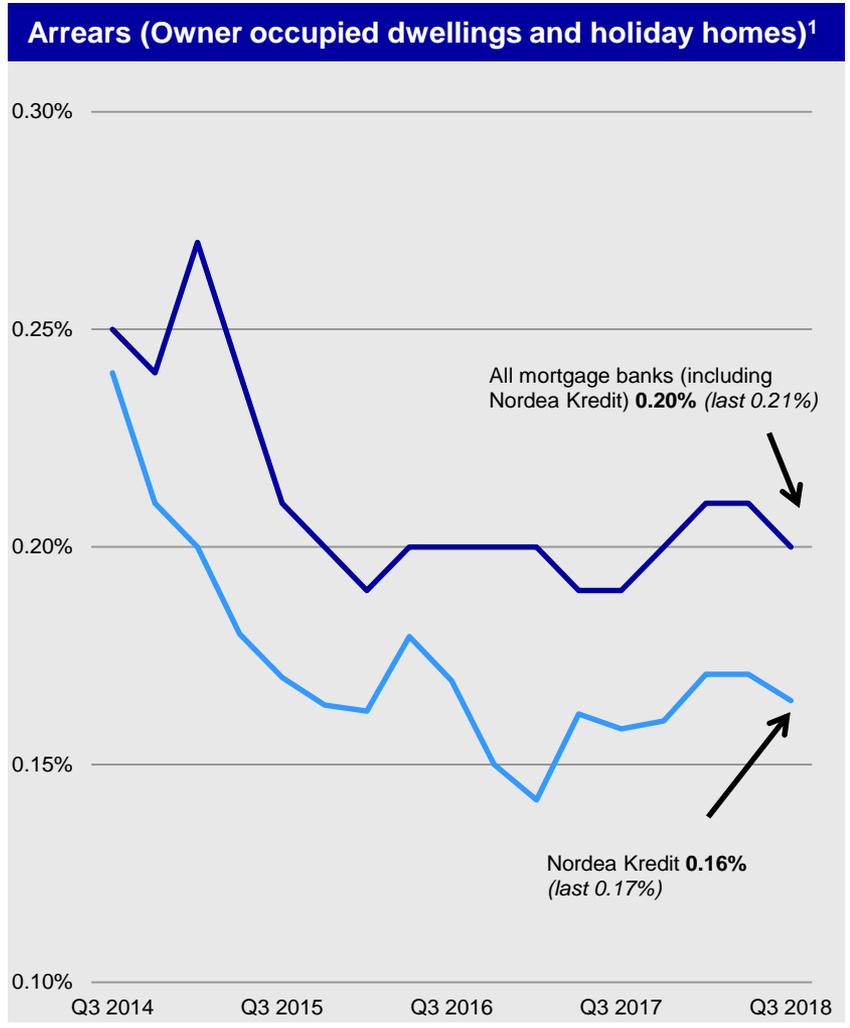


- Greater Copenhagen including Bornholm
- Remaining Zealand
- Southern Jutland & Funen
- Central Jutland
- Northern Jutland

Danish population by regions

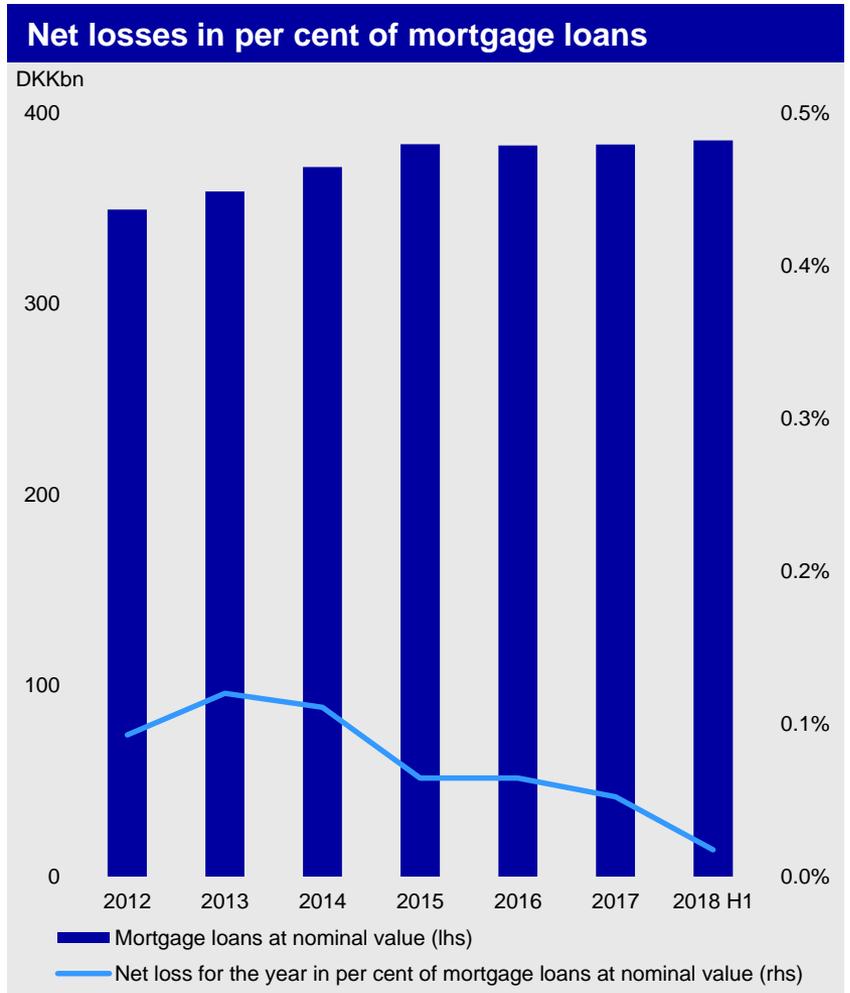
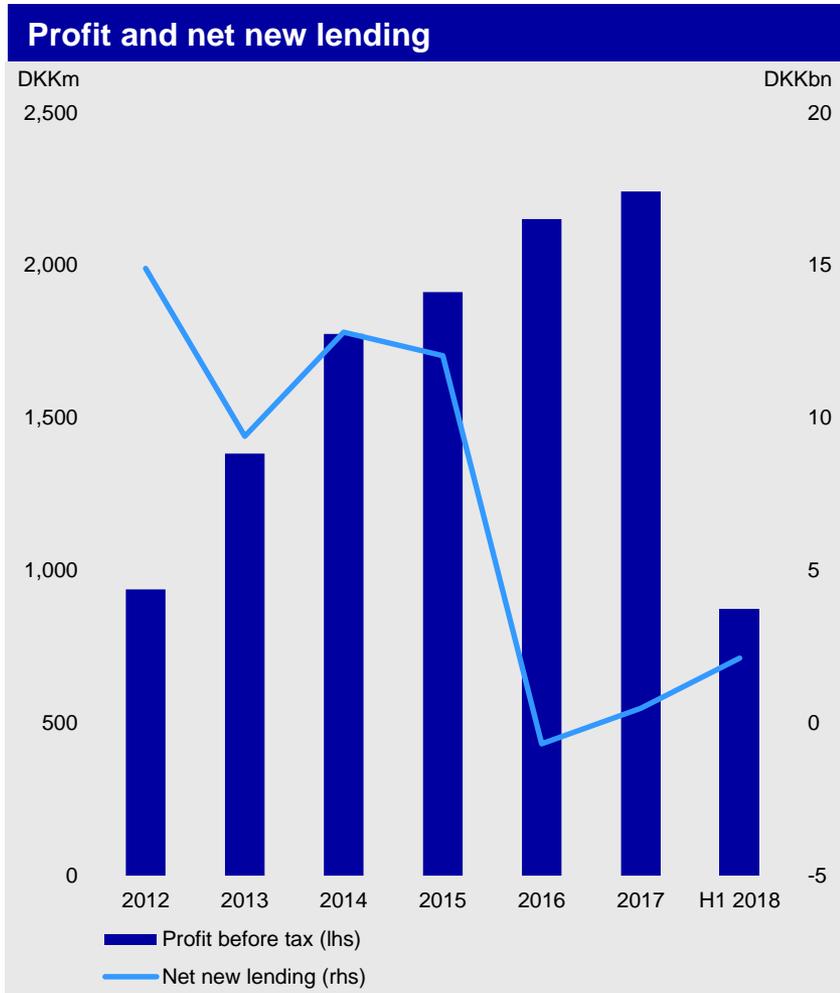


Asset quality



¹) Arrears as a percentage of the Q2, 2018 scheduled payments – 3½ months after due date

Profit and losses



Links to more information

Nordea Kredit

- Nordea Kredit ECBC harmonised transparency templates.
Link: <https://www.nordea.com/en/investor-relations/reports-and-presentations/bonds/nordea-kredit-covered-bonds/>
- Nordea Kredit financial reports.
Link: <https://www.nordea.com/en/investor-relations/reports-and-presentations/subsidiary-reports/nordeas-danish-subsiary-reports/>

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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