



Investor Presentation Q4 2017

Nordea Kredit

31.01.2018

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.

Content:

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

(All data as per 29 December 2017 unless otherwise indicated)

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



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In brief

Profile		All data as per 2017		Portfolio	
Founded	1993	Mortgage loans, nom. value	DKK 383.8bn		
Number of employees (FTEs)	111	Market share	14.4%		
Profit before tax	DKK 2,242m	Portfolio by type of loan:			
Cost-income ratio	11.7%				
Capital ratio (of which Tier 1)	32.9% (29.7%)				
Supervised by the DFSA (Finanstilsynet)					
All covered bonds are ECBC labelled					
More information at nordeakredit.dk					
Asset quality		Rating of bonds			
LTV overall average	60.2%	Moody's	Aaa		
Late payments	0.16%	Standard & Poor's	AAA		

Ratings and over-collateralisation

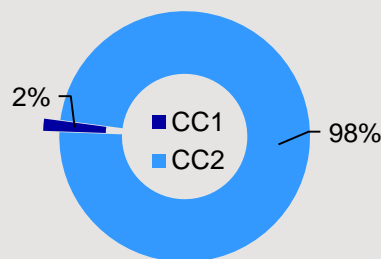
	Moody's		S&P		OC	
	CC1	CC2	CC1	CC2	CC1	CC2
Rating of issued bonds	Aaa	Aaa	AAA	AAA	16.8%	7.0%
Required OC/CE for Aaa and AAA rating	0	0	4.03%	2.50%		
TPI leeway / Unused uplift	7	6	4	4		

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 5.9bn)

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

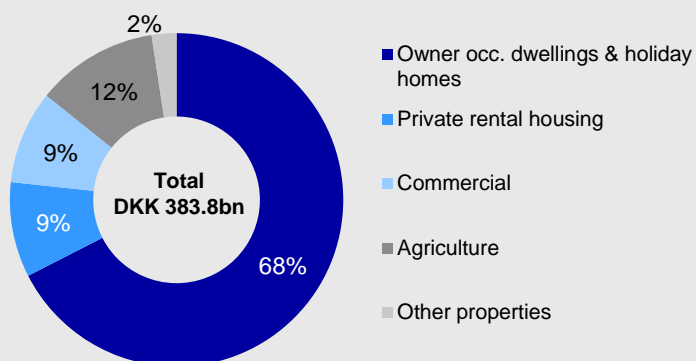


Capital Centre 2 (DKK 377.9bn)

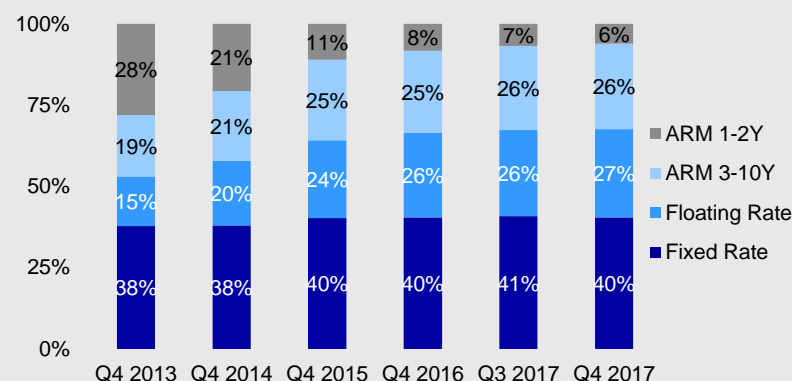
- Covered Mortgage Bonds (Særligt dækkede realkreditobligationer "SDRO")
- All bonds are covered according to UCITS/CRD

Loan portfolio and market share

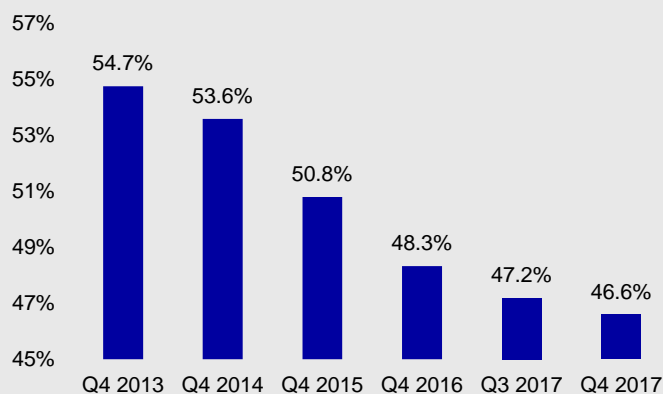
Loan portfolio by property category



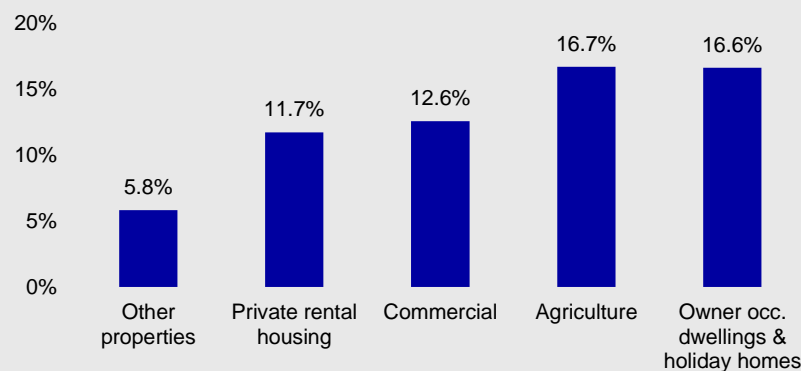
Portfolio by loan type



Share of interest-only mortgages



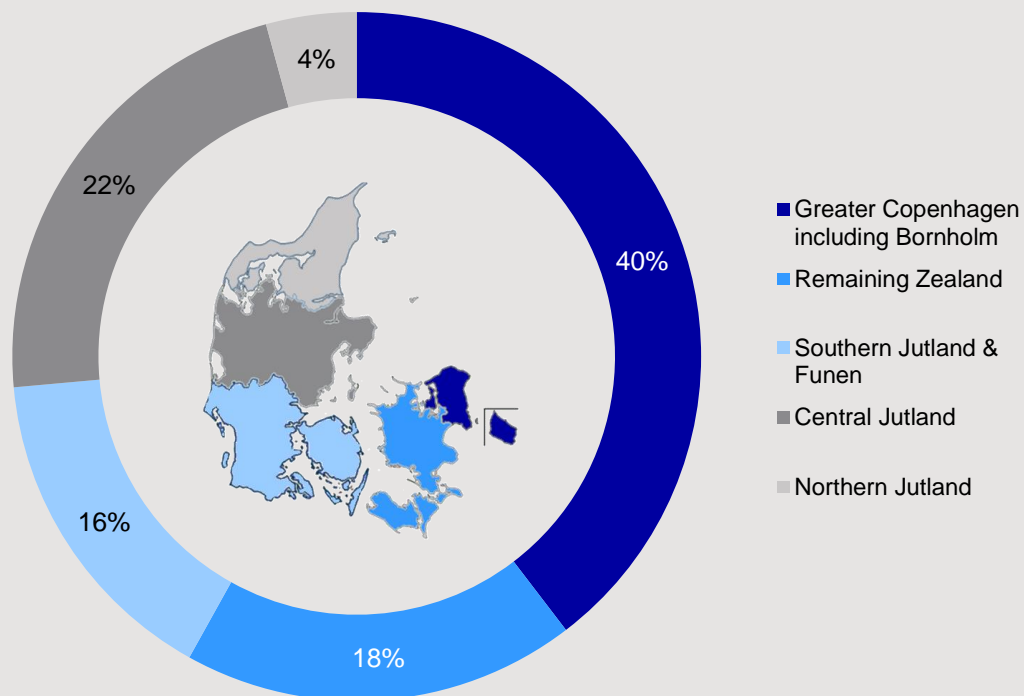
Market share¹ – 14.4% overall



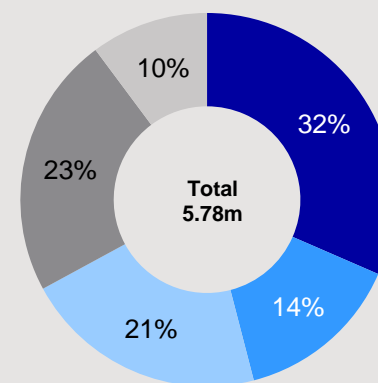
¹⁾ Market share of all Danish mortgage bank loans

Loan portfolio by regions

All property categories

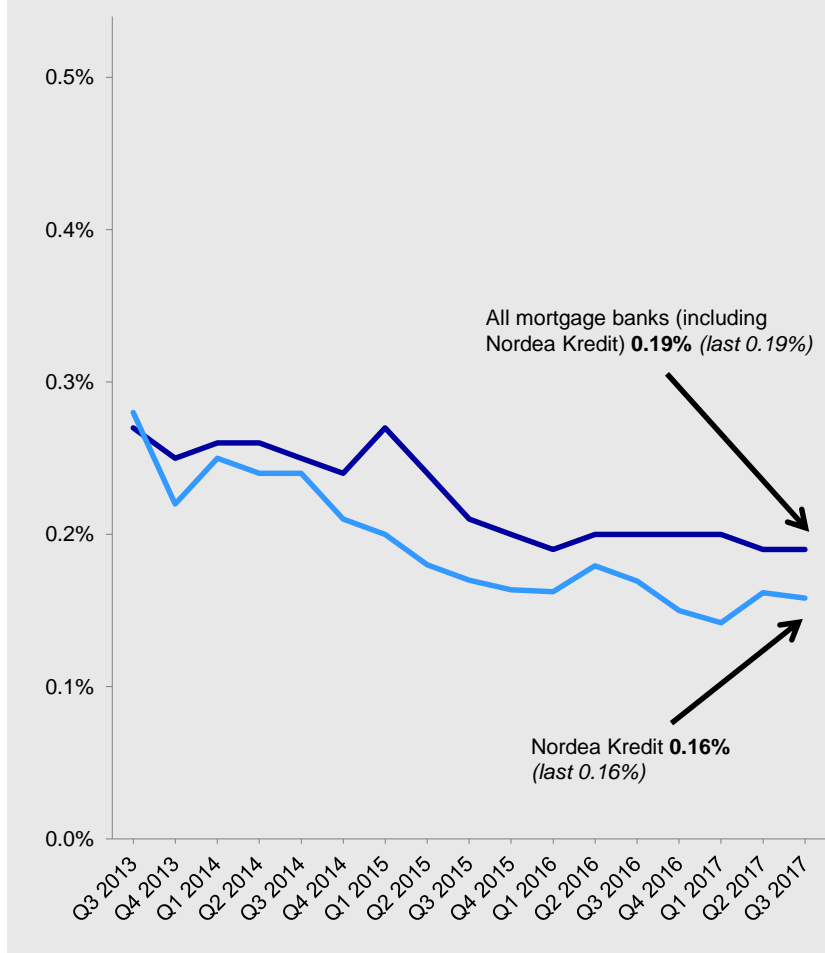


Danish population by regions

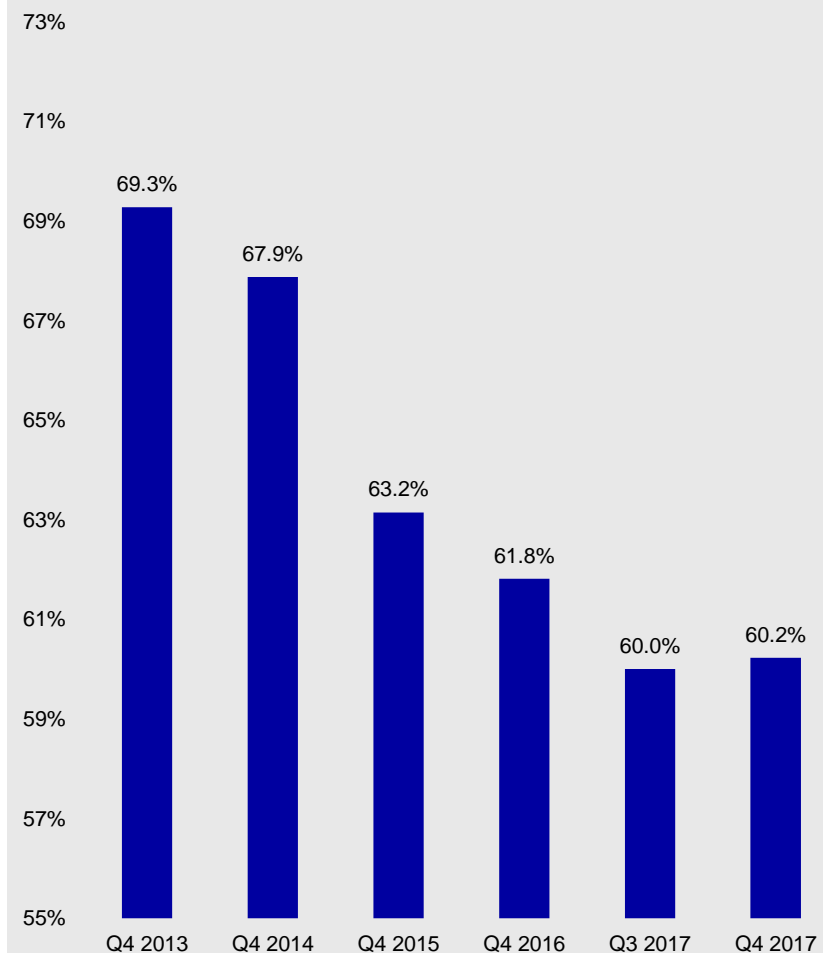


Asset quality

Arrears (Owner occupied dwellings and holiday homes)¹



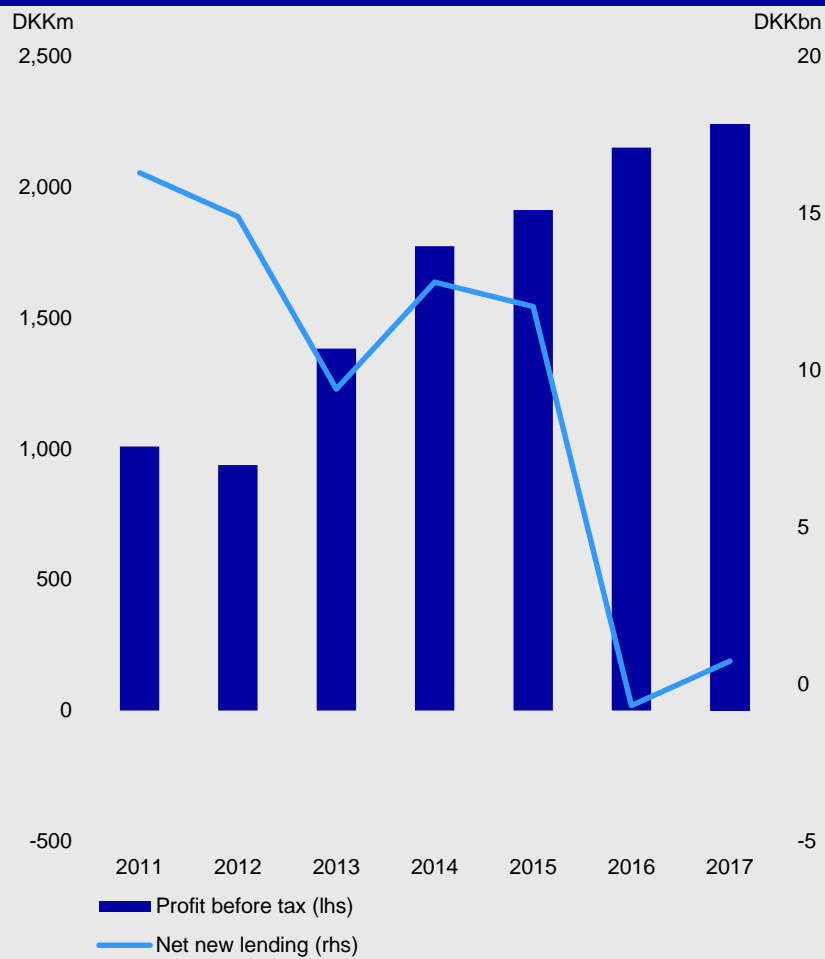
Loan-to-value (LTV) development



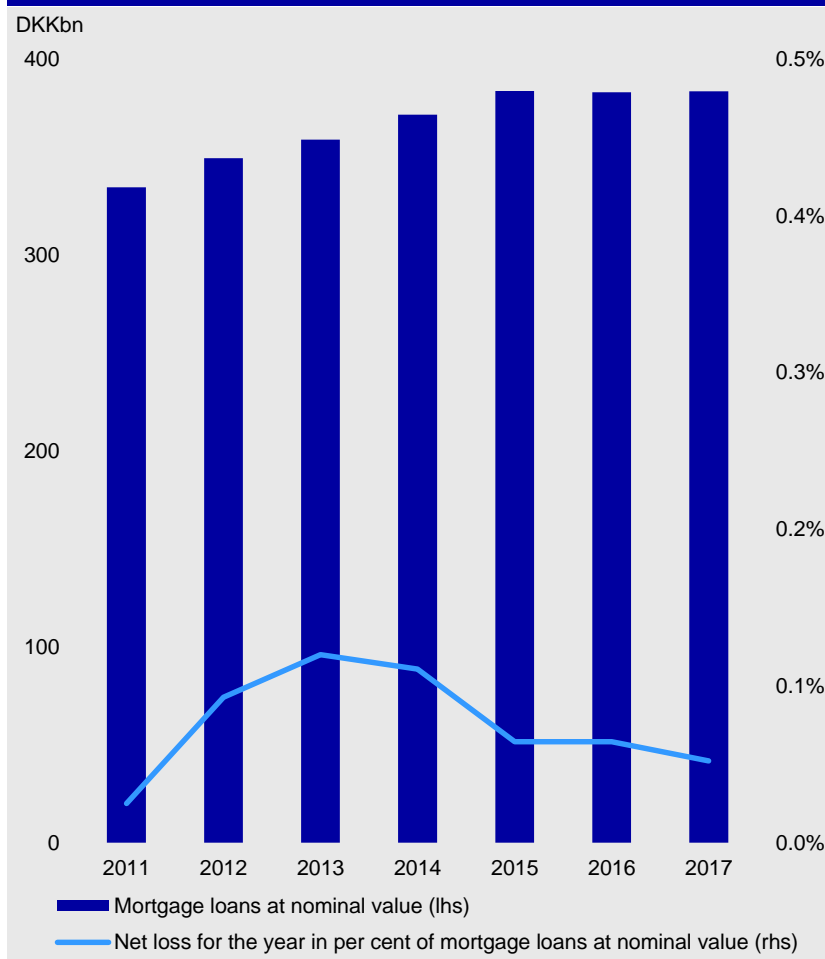
¹⁾ Arrears as a percentage of the Q3, 2017 scheduled payments – 3½ months after due date

Profit and losses

Profit and net new lending



Net losses in per cent of mortgage loans



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-subsidiary-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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