



# **vestjyskBANK**

## **Half-Year Report 2015**

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Read or download this report at [vestjyskbank.dk](http://vestjyskbank.dk).  
The vestjyskBANK Half-Year Report 2015 is a translation of the original report in Danish (vestjyskBANK Halvårsrapport 2015).  
In case of discrepancies, the Danish version prevails.

# Summary

## Summary of vestjyskBANK's Results

In the first half of 2015, vestjyskBANK realised a profit before tax of DKK 45 million. The result is not deemed satisfactory. However, in light of the continued large need for impairments, particularly relating to the very disturbing financial situation within the agricultural sector due to very low settlement prices for milk and pork, the result is viewed as acceptable and within the scope of Management's current expectations for 2015.

The Bank's basic operations are performing well, and core earnings before impairments of DKK 216 million are deemed satisfactory.

The Bank continues its efforts to improve its capital situation by, among other things, strengthening its solvency surplus and its coverage in relation to the requirement for Common Equity Tier 1 capital ratio.

### First half 2015

- Profit before tax at DKK 45 million (H1 2014: DKK 70 million)
- Core income of DKK 495 million (H1 2014: DKK 564 million), of which market value adjustments represented DKK 15 million (H1 2014: DKK 68 million)
- Cost ratio at 56.5 per cent (H1 2014: 52.1 per cent)
- Core earnings before impairments at DKK 216 million (H1 2014: DKK 270 million)
- Impairments of loans and receivables, etc., at DKK 171 million (H1 2014: DKK 200 million). Impairments related to the agricultural sector constitute the greatest share of the impairments charged in the first half of 2015
- Deposit surplus of DKK 4.8 billion at 30 June 2015, compared with a deposit surplus of DKK 1.9 billion at 30 June 2014
- The minimum requirements for continued banking activities are 8 per cent (total capital ratio) and 4.5 per cent (Common Equity Tier 1 capital ratio), respectively, of the Bank's weighted risk exposures. At 30 June 2015 the Bank has a surplus of DKK 790 million and DKK 527 million, respectively
- Total capital ratio at 12.5 per cent, and an individual solvency need of 10.5 per cent. This corresponds to a surplus of 2.0 percentage points or DKK 347 million at 30 June 2015
- Common Equity Tier 1 capital ratio of 7.5 per cent at 30 June 2015, compared to a calculated requirement of 7.0 per cent. Surplus of 0.5 percentage points, equivalent to DKK 84 million, which is the gap to the requirement to prepare a recovery plan
- Liquidity surplus at 145.3 per cent at 30 June 2015
- The negotiations with the EU Commission in relation to the Bank's restructuring plan are still on-going, but the Bank remains in continuous dialogue with the EU Commission via the Ministry of Business and Growth. The timeframe for the approval is still not known

### 2015 Outlook

Given unchanged economic climate, the Bank's total business volume is expected to have the capacity to generate core earnings before impairments at the level of DKK 350-400 million. The need for impairments is expected to show a continued decline. Assuming unchanged economic conditions, the Management expects that it will be possible to absorb the need for impairments into the Bank's core earnings and that the Bank will also be able to achieve a moderate degree of consolidation. This will ensure a continuing bank with an appropriate business platform and the capacity to achieve a more adequate capital structure.

The current level of settlement prices for agricultural products is low, and most recent development indicates a further decline. This entails that the Bank's significant exposure within this industry may entail an increased need for impairments compared to the Management's estimates for 2015. The current level of impairments for the agricultural sector is assessed to show a true and fair view in terms of the current development in the sector.

# Summary

This might also be the case if the economic climate generally worsens. The impact of any deterioration in the economic climate for the agricultural sector and/or other sectors will thus reduce the Bank's opportunities for consolidation in 2015.

The Management also has focus on the development in the bank's cost level. Costs show a falling trend, and the actual cost reduction must be continuously compared with the consequences of the deliberate strategy of reducing the Bank's balance sheet, with a consequential reduction of business volume.

# Management's Review

## Financial highlights

| Key Figures                                                                                                            | H1<br>2015 | H1<br>2014 | Q2<br>2015 | Q1<br>2015 | Q4<br>2014  | Q3<br>2014 | Q2<br>2014 | FY<br>2014   |
|------------------------------------------------------------------------------------------------------------------------|------------|------------|------------|------------|-------------|------------|------------|--------------|
| <b>Statement of Income (MDKK)</b>                                                                                      |            |            |            |            |             |            |            |              |
| Net interest income                                                                                                    | 312        | 355        | 162        | 150        | 165         | 177        | 184        | 697          |
| Net fee and commission income                                                                                          | 163        | 132        | 81         | 82         | 87          | 71         | 68         | 290          |
| Dividends on shares, etc.                                                                                              | 2          | 6          | 1          | 1          | 0           | 0          | 4          | 6            |
| Value adjustments                                                                                                      | 15         | 68         | -16        | 31         | -24         | 12         | 39         | 56           |
| Other operating income                                                                                                 | 3          | 3          | 1          | 2          | 1           | 0          | 1          | 4            |
| <b>Core income</b>                                                                                                     | <b>495</b> | <b>564</b> | <b>229</b> | <b>266</b> | <b>229</b>  | <b>260</b> | <b>296</b> | <b>1.053</b> |
| Staff and administrative expenses                                                                                      | -253       | -266       | -127       | -126       | -129        | -114       | -127       | -509         |
| Other operating expenses as well as amortisation, depreciation and impairment losses on intangible and tangible assets | -26        | -28        | -13        | -13        | -10         | -14        | -14        | -51          |
| Operating expenses and operating depreciations and amortisations                                                       | -279       | -294       | -140       | -139       | -139        | -128       | -141       | -560         |
| <b>Core earnings before impairments</b>                                                                                | <b>216</b> | <b>270</b> | <b>89</b>  | <b>127</b> | <b>90</b>   | <b>132</b> | <b>155</b> | <b>493</b>   |
| Impairments of loans and receivables, etc.                                                                             | -171       | -200       | -78        | -93        | -288        | -195       | -114       | -684         |
| <b>Profit/loss before tax</b>                                                                                          | <b>45</b>  | <b>70</b>  | <b>11</b>  | <b>34</b>  | <b>-198</b> | <b>-63</b> | <b>41</b>  | <b>-191</b>  |
| Tax                                                                                                                    | -4         | -3         | -2         | -2         | 0           | 3          | 0          | 0            |
| <b>Profit/loss after tax</b>                                                                                           | <b>41</b>  | <b>67</b>  | <b>9</b>   | <b>32</b>  | <b>-198</b> | <b>-60</b> | <b>41</b>  | <b>-191</b>  |
| <b>Statement of financial position (MDKK)</b>                                                                          |            |            |            |            |             |            |            |              |
| Assets, total                                                                                                          | 22,103     | 23,161     | 22,103     | 21,931     | 21,804      | 21,476     | 23,161     | 21,804       |
| Loans                                                                                                                  | 14,035     | 16,070     | 14,035     | 14,476     | 14,714      | 15,462     | 16,070     | 14,714       |
| Deposits, including pooled schemes                                                                                     | 18,821     | 18,002     | 18,821     | 18,695     | 18,768      | 17,983     | 18,002     | 18,768       |
| Contingent liabilities                                                                                                 | 3,383      | 2,809      | 3,383      | 3,119      | 3,036       | 2,900      | 2,809      | 3,036        |
| Business volume                                                                                                        | 36,239     | 36,881     | 36,239     | 36,290     | 36,518      | 36,345     | 36,881     | 36,518       |
| Equity                                                                                                                 | 1,328      | 1,541      | 1,328      | 1,319      | 1,287       | 1,481      | 1,541      | 1,287        |

# Management's Review

## Financial highlights

| <b>Financial ratios<sup>1</sup></b>                      | H1<br>2015 | H1<br>2014 | Q2<br>2015 | Q1<br>2015 | Q4<br>2014 | Q3<br>2014 | Q2<br>2014 | FY<br>2014 |
|----------------------------------------------------------|------------|------------|------------|------------|------------|------------|------------|------------|
| <b>Solvency</b>                                          |            |            |            |            |            |            |            |            |
| Total capital ratio                                      | 12.5%      | 10.8%      | 12.5%      | 12.4%      | 12.1%      | 11.5%      | 10.8%      | 12.1%      |
| Tier 1 capital ratio                                     | 10.3%      | 9.6%       | 10.3%      | 10.2%      | 9.9%       | 9.9%       | 9.6%       | 9.9%       |
| Common Equity Tier 1 capital ratio                       | 7.5%       | 7.8%       | 7.5%       | 7.4%       | 7.1%       | 7.7%       | 7.8%       | 7.1%       |
| <b>Earnings</b>                                          |            |            |            |            |            |            |            |            |
| Return on equity before tax, annually                    | 6.9%       | 11.5%      | 3.2%       | 10.6%      | -56.6%     | -16.4%     | 10.7%      | -17.5%     |
| Return on equity after tax, annually                     | 6.3%       | 11.1%      | 2.8%       | 9.8%       | -56.6%     | -15.8%     | 10.8%      | -17.5%     |
| Income-cost ratio                                        | 1.10       | 1.14       | 1.05       | 1.15       | 0.54       | 0.81       | 1.16       | 0.85       |
| Cost ratio <sup>2</sup>                                  | 56.5%      | 52.1%      | 61.5%      | 52.2%      | 60.4%      | 49.3%      | 47.8%      | 53.2%      |
| Return on assets                                         | 0.2%       | 0.3%       | 0.0%       | 0.1%       | -0.9%      | -0.3%      | 0.2%       | -0.8%      |
| Employees converted to full-time (average)               | 510.9      | 530.8      | 509.2      | 512.6      | 515.7      | 516.6      | 526.3      | 523.1      |
| <b>Market risk</b>                                       |            |            |            |            |            |            |            |            |
| Interest rate risk                                       | -5.8%      | -3.0%      | -5.8%      | -6.0%      | -4.7%      | -4.3%      | -3.0%      | -4.7%      |
| Foreign currency position                                | 2.1%       | 2.1%       | 2.1%       | 1.9%       | 1.4%       | 2.0%       | 2.1%       | 1.4%       |
| Foreign exchange risk                                    | 0.0%       | 0.0%       | 0.0%       | 0.0%       | 0.0%       | 0.0%       | 0.0%       | 0.0%       |
| Coverage in relation to statutory liquidity requirements | 145.3%     | 124.2%     | 145.3%     | 123.1%     | 136.2%     | 143.5%     | 124.2%     | 136.2%     |
| <b>Credit risk</b>                                       |            |            |            |            |            |            |            |            |
| Loans plus impairments on loans in relation to deposits  | 92.6%      | 110.9%     | 92.6%      | 95.6%      | 97.3%      | 106.0%     | 110.9%     | 97.3%      |
| Loans in relation to equity                              | 10.6       | 10.4       | 10.6       | 11.0       | 11.4       | 10.4       | 10.4       | 11.4       |
| Growth in loans for the period                           | -4.6%      | -7.4%      | -3.0%      | -1.6%      | -4.8%      | -3.8%      | -3.7%      | -15.2%     |
| Sum of large exposures                                   | 33.0%      | 36.6%      | 33.0%      | 21.0%      | 22.3%      | 35.0%      | 36.6%      | 22.3%      |
| Accumulated impairment ratio                             | 16.4%      | 17.1%      | 16.4%      | 16.3%      | 16.7%      | 16.4%      | 17.1%      | 16.7%      |
| Impairment ratio for the period                          | 0.8%       | 0.9%       | 0.4%       | 0.4%       | 1.3%       | 0.9%       | 0.5%       | 3.2%       |
| <b>vestjyskBANK share</b>                                |            |            |            |            |            |            |            |            |
| Profit/loss per share for the period                     | 0.3        | 0.6        | 0.1        | 0.2        | -1.3       | -0.4       | 0.3        | -1.6       |
| Equity value per share                                   | 8.8        | 10.2       | 8.8        | 8.7        | 8.5        | 9.8        | 10.2       | 8.5        |
| Price of vestjyskBANK shares, end of the period          | 9.9        | 13.0       | 9.9        | 9.8        | 9.3        | 12.2       | 13.0       | 9.3        |
| Market price/equity value per share                      | 1.1        | 1.3        | 1.1        | 1.1        | 1.1        | 1.2        | 1.3        | 1.1        |

1 The key figures are laid down in the Danish Financial Supervisory Authority's Executive Order on financial reporting for credit institutions and investment companies et al.

2 Operating expenses and operating depreciations and impairments/core income.

# Management's Review

## Financial Review

### Statement of Income

#### Results

For the first half of 2015, the Bank's profit before tax was DKK 45 million, compared to DKK 70 million for the first half of 2014.

Impairments of loans and receivables, etc., totalled DKK 171 million for the first half of 2015, compared to DKK 200 million for the first half of 2014. The impairment ratio for the first half of 2015 was 0.8 per cent, compared to 0.9 per cent for the first half of 2014.

At the end of 2014 the Bank charged collective impairments for the agricultural sector of DKK 50 million to cover "early events", cf. the guidelines of the Danish Financial Supervisory Authority. During Q1 2015 this collective impairment was individualised to actual agricultural exposures.

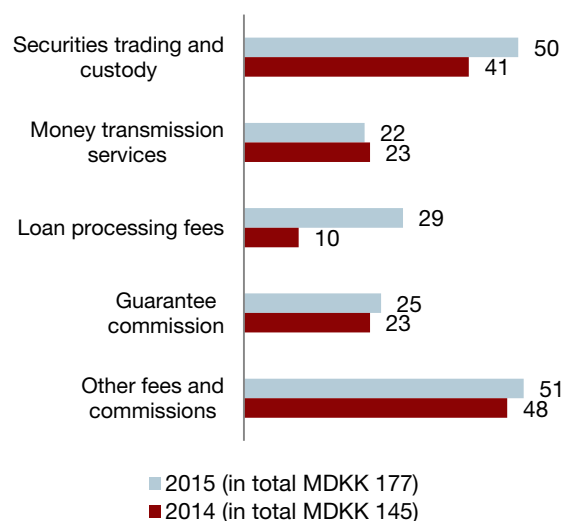
#### Core income

In the first half of 2015 vestjyskBANK achieved core income of DKK 495 million, compared to DKK 564 million in the first half of 2014.

Positive value adjustments represented DKK 15 million, compared to DKK 68 million in the first half of 2014. After correcting for value adjustments, in the first half of 2015 vestjyskBANK achieved core income that was approximately DKK 16 million lower than in the first half of 2014.

Income from fees and commissions increased by 22 per cent, amounting to DKK 177 million in the first half of 2015, which represents an increase of DKK 32 million compared to the first half of 2014. The positive development in income from fees and commissions is considered to be satisfactory, reflecting a generally higher level of activity, especially for customers' securities trading and the extraordinarily high level of remortgaging seen in the mortgage-credit area during the first half-year. The figure to the right presents the distribution of the Bank's fee and commission income.

#### Income from fees and commissions (MDKK)



Other operating income amounted to DKK 3 million in first half 2015, equivalent to the level in first half 2014.

#### Operating expenses and operating depreciations and amortisations

Operating expenses and operating depreciation and amortisation totalled DKK 279 million in the first half of 2015. Compared to the first half of 2014, the effect can be seen of the ongoing reduction in the number of employees, as well as tight cost management, with a decrease in costs of DKK 15 million, equivalent to a reduction of just over 5 per cent.

Despite the lower cost level, the Bank's cost ratio has increased from 52.1 per cent in the first half of 2014 to 56.5 per cent in the first half of 2015. After correcting for value adjustments, however, the cost ratio decreased by almost 1 percentage point, from 59.2 per cent in the first half of 2014 to 58.3 per cent in the first half of 2015.

vestjyskBANK's contributions to the Guarantee Fund for Depositors and Investors were recognised as an expense at DKK 20.8 million in first half 2015, compared with DKK 20.1 million for first half 2014.

# Management's Review

## Financial Review

### Core earnings before impairments

For the first half of 2015, the Bank's core earnings before impairments stood at DKK 216 million, compared to DKK 270 million for the first half of 2014. After correcting for value adjustments, for the first half of 2015 the Bank achieved core earnings before impairment charges at the level of the first half of 2014.

This was achieved despite the lower interest income due to the lower business volume compared to the same period of 2014. Increasing fee income, lower interest expenses and lower operating expenses had a positive impact on earnings, offsetting the declining revenue due to lower interest income.

### Impairments of loans and guarantees, etc.

Impairment charges totalled DKK 171 million in net terms for the first half of 2015, compared to DKK 200 million for the first half of 2014. The impairment ratio for the first half of 2015 amounted to 0.8 per cent, compared to 0.9 per cent for the first half of 2014. The impairment level is still unsatisfactorily high.

The impairment charges in the first half of 2015 are mainly related to the agricultural area. At the end of June 2015, approximately 39 per cent of the Bank's accumulated impairment charges and provisions were related to the agriculture, hunting, forestry and fisheries segment.

Settlement prices for pork in particular improved during the first half of 2015. Most recently, however, the price development has been negative. Settlement prices for milk have shown a decreasing trend in recent months. Overall, the development and the current low level of settlement prices are grounds for concern. The Bank is closely monitoring the development in the agricultural sector and will continue to base its impairment charges on the consequences of any further deterioration in settlement prices in this sector.

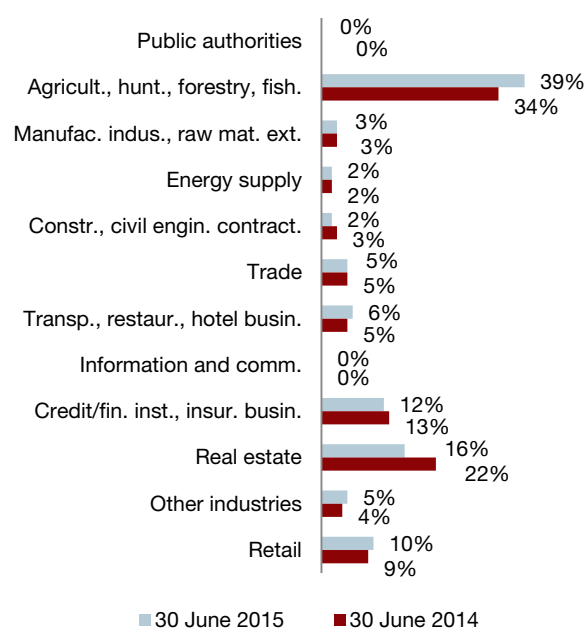
In order to strengthen the Bank's services to customers in the agricultural sector and increase focus on agriculture as an important strategic area, in the first half of 2015 the Bank established an agricultural centre in which to gather all of its agricultural customers. The centre has been established in order to offer these customers the highest possible level of advisory services. This centralised function also

ensures a uniform approach to the agricultural industry, setting a high professional standard for the staff who are now gathered in the agricultural centre.

The process of adjusting the Bank's involvement in the property sector is continuing, with focus on eliminating unprofitable property exposures. Some of these property exposures are developing favorably, with positive operations and sufficient liquidity to service the commitments. As a consequence, the Bank has reduced its exposure to this sector and the Bank's customers have also divested assets at acceptable prices. The overall effect of the process of reducing the Bank's property exposures has thus not entailed any significant changes in the Bank's impairment requirement within this sector.

The Bank's accumulated impairment ratio stood at 16.4 per cent at 30 June 2015, compared with 17.1 per cent at 30 June 2014.

### Accumulated impairments and provisions by industry segment





## Statement of Financial Position

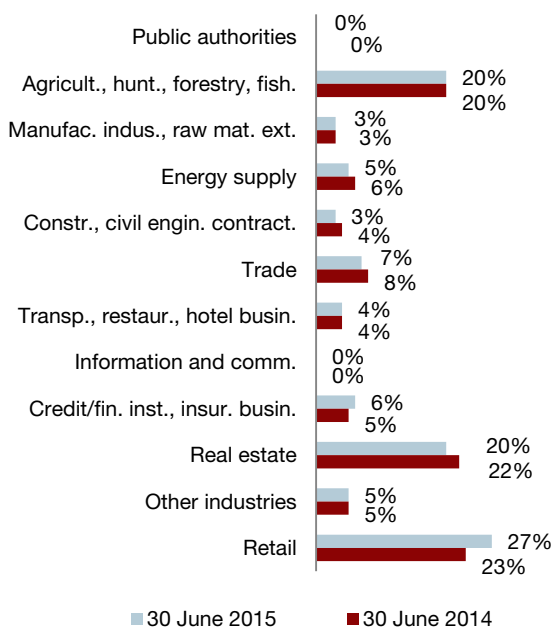
vestjyskBANK's balance sheet totalled DKK 22.1 billion at 30 June 2015, compared to DKK 23.2 billion at 30 June 2014. The decrease of just over DKK 1 billion can be attributed primarily to the Bank's focused efforts to ensure an appropriate balance between deposits and loans, whereby loans have been reduced and deposits have increased.

### Loans

At 30 June 2015, vestjyskBANK's net lending totalled DKK 14.0 billion. As a consequence of the ongoing adjustment of the balance sheet, since 30 June 2014 the Bank's lending has been reduced by DKK 2.1 billion.

The distribution of vestjyskBANK's loans and guarantees by industry segment is illustrated below.

#### Loans and guarantees by industry segment

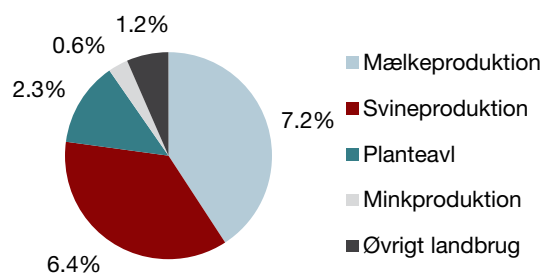


It is considered positive that the Bank is continuing to increase its ratio of lending to retail customers, which amounted to 27 per cent of the Bank's net loans and guarantees at the end of June 2015. At the end of June 2014, retail customers accounted for 23 per cent of the Bank's net loans and guarantees. The Bank is focusing its efforts

on further strengthening the retail segment as a business area.

Agriculture continues to be a strategically important business area in which the Bank has considerable experience. In isolated terms, the Bank's exposure to agriculture accounted for 17.7 per cent of its total loans and guarantees as of 30 June 2015 and was distributed across the various production branches as shown in the figure below.

#### Agricultural commitments' share of loans and guarantees by production branches at 30 June 2015



### Large exposures

The sum of large exposures in excess of for 10 per cent of the total capital was 33 per cent of the total capital at 30 June 2015, and consisted of two exposures.

### Deposits, including pooled schemes

vestjyskBANK's deposits, including pooled funds, amounted to DKK 18.8 billion at 30 June 2015, which is DKK 0.8 billion higher than at 30 June 2014, where deposits including pooled schemes were DKK 18.0 billion.

### Gap between deposits and loans

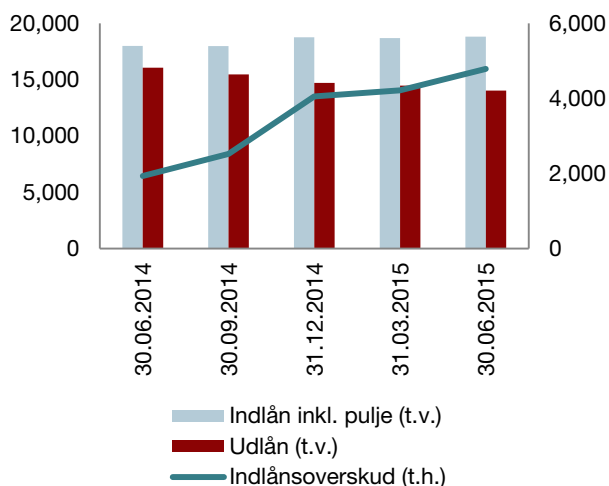
The positive deposit-lending development has increased the Bank's deposit surplus from DKK 1.9 billion at 30 June 2014 to DKK 4.8 billion at 30 June 2015.

vestjyskBANK's objective is for the development in the Bank's deposits to match the development in its gross lending. The figure on the next page illustrates the development in vestjyskBANK's deposit-lending ratio over the past five quarters.

# Management's Review

## Financial Review

### Development in deposits, including pooled schemes, loans and deposit surplus (MDKK)



### Business volume

vestjyskBANK's business volume – its total deposits, loans and contingent liabilities – amounted to DKK 36.2 billion at 30 June 2015, compared with DKK 36.9 billion at 30 June 2014. The decrease in business volume is a consequence of the deliberate strategy to adjust the lending-deposit ratio.

### Capital and liquidity conditions

#### Equity

vestjyskBANK's equity totalled DKK 1,328 million at 30 June 2015. The development in equity since 1 January 2014 is detailed in the Statement of Changes in Equity.

#### Subordinated debt

The Bank's subordinated debt stood at DKK 1,052 million at 30 June 2015, of which government-issued additional Tier 1 capital under Bank Package II totalled DKK 288 million. This capital accrues interest at 9.561 per cent.

Special statutory regulations apply to additional Tier 1 capital subject to Bank Package II. No dilution of the capital may occur, and buyback programmes aimed at reducing the Bank's share capital are therefore not permitted. Moreover, executive board salaries will only be eligible for a 50 per cent tax deduction.

### Solvency

The solvency-related total capital was DKK 2,198 million at the end of June 2015 which, together with the total risk exposure of DKK 17,598 million, gives a total capital ratio of 12.5 per cent. At the end of June 2014, the Bank's total capital ratio amounted to 10.8 per cent.

The minimum requirement for ongoing banking operations is a capital ratio of 8.0 per cent, which for vestjyskBANK corresponded to DKK 1,408 million at the end of June 2015. Based on the Bank's current financial position, this need is fulfilled with a surplus of 4.5 percentage points, equivalent to DKK 790 million.

The adequate total capital amounted to DKK 1,851 million at the end of June 2015 which, together with the total risk exposure of DKK 17,598 million, gives an individual solvency requirement of 10.5 per cent, equivalent to an additional solvency requirement of 2.5 percentage points in addition to the minimum requirement. Compared with the total capital of DKK 2,198 million, the surplus solvency amounted to 2.0 percentage points at the end of June 2015, equivalent to DKK 347 million.

### Common Equity Tier 1 capital

The Bank's Common Equity Tier 1 capital totalled DKK 1,319 million at the end of June 2015 which, together with the total risk exposure of DKK 17,598 million, gives a Common Equity Tier 1 capital ratio of 7.5, compared to 7.8 at the end of June 2014. At the same time, the Bank's Tier 1 capital ratio was 10.3 at the end of June 2015, compared to 9.6 at the end of June 2014.

The minimum requirement for ongoing banking operations is a Common Equity Tier 1 capital ratio of 4.5 per cent, which for vestjyskBANK corresponded to DKK 792 million at the end of June 2015. Based on the Bank's current financial position, this requirement is fulfilled with a surplus of 3.0 percentage points, equivalent to DKK 527 million.

In relation to the Bank's Common Equity Tier 1 capital, the overall capital requirement (minimum requirement + additional solvency requirement) is 7.0 per cent, or DKK 1,235 million, which can be compared with the Bank's Common Equity Tier 1 capital of DKK 1,319 million. The difference is the Common Equity Tier 1 capital surplus of 0.5 percentage points, equivalent to DKK 84 million at the end of June 2015. At the end of 2014 the Common Equity Tier 1 capital

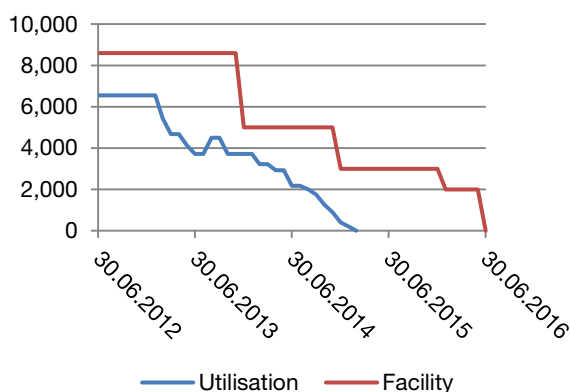
surplus amounted to DKK 125 million. As of 1 January 2015 the Common Equity Tier 1 capital requirement was tightened from 4.0 per cent to 4.5 per cent. All other things being equal, this has affected the surplus negatively, at the level of DKK 90 million.

The Bank has taken measures to strengthen the Common Equity Tier 1 capital ratio and during the first half of 2015 the surplus was increased by approximately DKK 50 million, primarily via the Bank's earnings. Uncertainty may still arise concerning the surplus; however the Bank is aware that this may result in a need for an actual recovery plan, should the Bank's operating results develop negatively. This plan would require the Danish Financial Supervisory Authority's approval.

### Liquidity

vestjyskBANK's liquidity situation has improved, especially as a consequence of an improved balance between the Bank's deposits and loans. At the end of June 2015, the Bank's deposit surplus amounted to DKK 4.8 billion, compared to DKK 1.9 billion at the end of June 2014.

**Utilisation of the government guarantee facility  
30 June 2012 - 30 June 2016**



As the above figure shows, in recent years the Bank has significantly reduced the government-guaranteed credit facility that totalled DKK 8.6 billion at the time of the merger with Aarhus Lokalbanc in 2012. As of 10 February 2015, the guarantee facility was redeemed in full, around one and a half years prior to the date agreed with the government,

which was in June 2016. This was a consequence of the positive development in the Bank's liquidity via the planned reduction of the Bank's lending and increase in its deposits.

### External funding, incl. subordinated capital injections (MDKK)

|                                                | 30 June 2015 | 30 June 2014 |
|------------------------------------------------|--------------|--------------|
| Gæld til kreditinstitutter                     | 466          | 386          |
| Gæld til centralbanker                         | 0            | 1.500        |
| Udstedte obligationer til amortiseret kostpris | 0            | 9            |
| I alt før efterst. kapitalindskud              | 466          | 1,895        |
| Efterstillede kapitalindskud                   | 1,052        | 1,247        |
| I alt                                          | 1,518        | 3,142        |

The table shows the development in vestjyskBANK's external funding, including subordinated debt. Debt to credit institutions and central banks, as well as issued bonds at amortised cost and subordinated debt, have been reduced by DKK 1.6 billion, from DKK 3.1 billion at 30 June 2014 to DKK 1.5 billion at 30 June 2015.

As from October 2015, the Bank will be required to comply with new requirements under the Liquidity Coverage Ratio (LCR) standard in accordance with the Basel III regulations. The Bank is fully aware of these requirements and has incorporated these into the Bank's liquidity management. The Bank's liquidity estimates show that at 1 October 2015 the Bank will be able to comply with the LCR requirements in their fully phased-in form, and with a high level of surplus.

### Share capital

vestjyskBANK's share capital totalled DKK 151 million at 30 June 2015. The share capital is distributed across 151,008,121 shares with a nominal value of DKK 1.

vestjyskBANK has approx. 40,500 registered shareholders. The Danish State holds 121,736,671 shares, corresponding to a stake of 80.62 per cent. Additionally, the Financial Stability Company, which is wholly owned by the Danish State, holds 1,291,222 shares in vestjyskBANK, which corresponds to a stake of 0.86 per cent. Including this

# Management's Review

## Financial Review

stake, the Danish State holds 81.48 per cent of the share capital and voting rights in vestjyskBank.

Second only to the Danish State, the ten biggest shareholders hold 3.31 percent of the share capital in vestjyskBANK.

### The Financial Supervisory Authority's Supervisory Diamond

vestjyskBANK's objective is to remain within the limit values for the five parameters established by the Danish Financial Supervisory Authority's "Supervisory Diamond" and with which, in principle, all banks should comply. vestjyskBANK is currently achieving this objective.

vestjyskBANK's values in relation to the relevant limit values are listed in the table below.

#### Realised Values at 30 June 2015

| Supervisory Diamond Benchmarks   | Realised values |
|----------------------------------|-----------------|
| Sum of large exposures (< 125%)  | 33.0 pct.       |
| Growth in loans (< 20%)          | -12.7 pct.      |
| Real estate exposure (< 25%)     | 19.4 pct.       |
| Funding ratio (< 1)              | 0.67            |
| Liquidity coverage ratio (> 50%) | 145.3 pct.      |

### Miscellaneous

#### Related Parties

vestjyskBANK's related parties comprise the members of the Supervisory and Executive Boards, as well as these persons' relatives. Over the course of the year, the Bank has conducted normal trade on arm's-length terms with Kaj Bech A/S, an enterprise controlled by Director Anders Bech, who is a member of the Supervisory Board.

Moreover, related parties comprise the Danish State, which holds a controlling interest by virtue of its ownership of 80.62 per cent of the Bank's share capital and voting rights.

### EU Commission

When the EU Commission preliminarily approved the government subsidy for the capital plan for the merger with Aarhus Lokalbanc in the spring of 2012, that approval was predicated upon the EU Commission's prior approval of the Bank's restructuring plan. As stated in the 2014 Annual Report the negotiations have not yet been concluded but the Bank remains in continuous dialogue with the EU Commission via the Ministry of Business and Growth. The timeframe for the approval process is still not known. Management is not aware of any requirements set out by the EU Commission that the Bank is currently not able to meet. The importance of settling the issue of final approval is highlighted by the fact that, ultimately, the Bank may find itself in a situation where the question regarding the potential repayment of government subsidies might become relevant.

### 2015 Outlook

Given unchanged economic climate, the Bank's total business volume is expected to have the capacity to generate core earnings before impairments at the level of DKK 350-400 million. The need for impairments is expected to show a continued decline. Assuming unchanged economic conditions, the Management expects that it will be possible to absorb the need for impairments into the Bank's core earnings and that the Bank will also be able to achieve a moderate degree of consolidation. This will ensure a continuing bank with an appropriate business platform and the capacity to achieve a more adequate capital structure.

The current level of settlement prices for agricultural products is low, and most recent development indicates a further decline. This entails that the Bank's significant exposure within this industry may entail an increased need for impairments compared to the Management's estimates for 2015. The current level of impairments for the agricultural sector is assessed to show a true and fair view in terms of the current development in the sector.

This might also be the case if the economic climate generally worsens. The impact of any deterioration in the economic climate for the agricultural sector and/or other sectors will thus reduce the Bank's opportunities for consolidation in 2015.

The Management also has focus on the development in the bank's cost level. Costs show a falling trend, and the actual cost reduction must be continuously compared with the consequences of the deliberate strategy of reducing the Bank's balance sheet, with a consequential reduction of business volume.

#### **2015 financial calendar**

■ 18 November      Quarterly report, Q1-Q3

# Management's Statement

The Bank's Supervisory and Executive Boards have today considered and approved the Half-Year Report for the period from 1 January to 30 June 2015 for Vestjysk Bank A/S.

The Half-Year Report is presented in accordance with the Danish Financial Business Act and also in accordance with the supplementary Danish disclosure requirements relating to interim financial reporting for listed financial enterprises.

In our opinion, the accounting policies applied are appropriate and the Half-Year financial statements present a true and fair view of the Company's assets and liabilities and financial position as at 30 June 2015, and of the results of the Bank's activities for the reporting period from 1 January to 30 June 2015.

In our opinion, the present Management's Review provides a true and fair view of the development in the Bank's activities and financial situation, as well as a true and fair description of the most significant risks and uncertainties that may affect the Bank.

The Management's Review section of the 2014 Annual Report detailed matters related to "Risks Related to Going Concern" and "2015 Outlook". It is our assessment that these matters still apply and we refer to the Management's Statement, as well as Note 2 "Uncertainty, Capital Structure and Going Concern" in the 2014 Annual Report.

The present Half-Year Report has not been audited or reviewed.

Lemvig, Denmark, 19 August 2015

## Executive Board

.....  
Jan Ulsø Madsen  
*Chief Executive Officer*

.....  
Michael Nelander Petersen  
*Managing Director*

## Supervisory Board

.....  
Vagn Thorsager  
*Chairman*

.....  
Lars Holst  
*Deputy Chairman*

.....  
Anders Bech

.....  
Karina Boldsen

.....  
Poul Hjulmand

.....  
Bent Simonsen

.....  
Jacob Møllgaard

.....  
Malene Rønø

.....  
Palle Hoffmann

# Half-Year Financial Statements

## Statements of Income and Comprehensive Income

| Note                                     | H1 2015<br>TDKK                                                                    | H1 2014<br>TDKK | Q2 2015<br>TDKK | Q2 2014<br>TDKK | FY 2014<br>TDKK |           |
|------------------------------------------|------------------------------------------------------------------------------------|-----------------|-----------------|-----------------|-----------------|-----------|
| <b>Statement of Income</b>               |                                                                                    |                 |                 |                 |                 |           |
| 2                                        | Interest income                                                                    | 449,465         | 546,680         | 225,230         | 269,359         | 1,061,802 |
| 3                                        | Interest expenses                                                                  | 137,280         | 191,685         | 62,744          | 85,031          | 365,021   |
|                                          | Net interest income                                                                | 312,185         | 354,995         | 162,486         | 184,328         | 696,781   |
|                                          | Dividends on shares etc.                                                           | 2,314           | 5,873           | 1,415           | 4,180           | 5,944     |
| 4                                        | Income from fees and commissions                                                   | 177,383         | 144,667         | 88,212          | 74,654          | 317,091   |
|                                          | Fees and commissions paid                                                          | 14,754          | 12,654          | 7,981           | 6,901           | 27,120    |
|                                          | Net interest and fee income                                                        | 477,128         | 492,881         | 244,132         | 256,261         | 992,696   |
| 5                                        | Value adjustments                                                                  | 15,373          | 67,508          | -15,454         | 38,606          | 56,021    |
| 6                                        | Other operating income                                                             | 3,204           | 2,956           | 944             | 1,239           | 4,270     |
| 7                                        | Staff and administrative expenses                                                  | 253,409         | 265,706         | 127,944         | 127,009         | 509,239   |
|                                          | Depreciation, amortisation and impairment losses on tangible and intangible assets | 5,817           | 6,758           | 2,784           | 3,376           | 9,098     |
| 8                                        | Other operating expenses                                                           | 20,870          | 20,895          | 10,449          | 11,247          | 41,779    |
| 9                                        | Impairment of loans and receivables etc.                                           | 170,953         | 200,485         | 77,884          | 113,737         | 683,466   |
|                                          | Profit/loss before tax                                                             | 44,656          | 69,501          | 10,561          | 40,737          | -190,595  |
|                                          | Tax                                                                                | 3,728           | 2,481           | 1,220           | -138            | 0         |
|                                          | Profit/loss after tax                                                              | 40,928          | 67,020          | 9,341           | 40,875          | -190,595  |
| <b>Statement of Comprehensive Income</b> |                                                                                    |                 |                 |                 |                 |           |
|                                          | Profit/loss after tax                                                              | 40,928          | 67,020          | 9,341           | 40,875          | -190,595  |
|                                          | Other comprehensive income:                                                        |                 |                 |                 |                 |           |
|                                          | Change in the value of owner-occupied properties                                   | 0               | 0               | 0               | 0               | 5,645     |
|                                          | Changes in the value of pension liabilities                                        | 0               | 0               | 0               | 0               | -2,237    |
|                                          | Other comprehensive income after tax                                               | 0               | 0               | 0               | 0               | 3,408     |
|                                          | Total comprehensive income                                                         | 40,928          | 67,020          | 9,341           | 40,875          | -187,187  |

# Half-year Financial Statements

## Statement of Financial Position

| Note          | 30 June 2015<br>TDKK | 30 June 2014<br>TDKK | 31 Dec 2014<br>TDKK |
|---------------|----------------------|----------------------|---------------------|
| <b>Assets</b> |                      |                      |                     |
|               | 1,094,962            | 844,845              | 894,587             |
|               | 283,274              | 130,622              | 123,477             |
|               | 14,035,085           | 16,069,962           | 14,713,799          |
|               | 3,794,139            | 3,100,226            | 3,359,259           |
|               | 170,918              | 482,171              | 187,188             |
|               | 1,977,752            | 1,702,276            | 1,720,926           |
| 10            | 5,237                | 6,734                | 5,986               |
|               | 366,821              | 365,313              | 369,721             |
|               | 0                    | 2,500                | 0                   |
| 11            | 366,821              | 362,813              | 369,721             |
|               | 5,844                | 7,411                | 7,271               |
|               | 2,781                | 3,195                | 1,006               |
|               | 3,635                | 456                  | 0                   |
| 12            | 344,987              | 432,646              | 404,694             |
|               | 17,523               | 15,056               | 15,648              |
|               | <b>22,102,958</b>    | <b>23,160,913</b>    | <b>21,803,562</b>   |



| Note                                                               | 30 June 2015<br>TDKK | 30 June 2014<br>TDKK | 31 Dec 2014<br>TDKK |
|--------------------------------------------------------------------|----------------------|----------------------|---------------------|
| <b>Liabilities</b>                                                 |                      |                      |                     |
| <b>Debts</b>                                                       |                      |                      |                     |
|                                                                    | 465,990              | 1,886,043            | 338,672             |
|                                                                    | 16,843,676           | 16,299,963           | 17,047,097          |
|                                                                    | 1,977,752            | 1,702,276            | 1,720,926           |
|                                                                    | 0                    | 8,761                | 8,761               |
|                                                                    | 0                    | 2,481                | 0                   |
| 13                                                                 | 372,602              | 439,816              | 282,218             |
|                                                                    | 12,466               | 12                   | 29                  |
|                                                                    | 19,672,486           | 20,339,352           | 19,397,703          |
| <b>Provisions</b>                                                  |                      |                      |                     |
|                                                                    | 22,042               | 21,049               | 22,895              |
|                                                                    | 11,991               | 7,517                | 8,817               |
|                                                                    | 16,055               | 5,109                | 16,086              |
|                                                                    | 50,088               | 33,675               | 47,798              |
| 14                                                                 | 1,052,316            | 1,246,538            | 1,070,919           |
| <b>Equity</b>                                                      |                      |                      |                     |
| 15                                                                 | 151,008              | 151,008              | 151,008             |
|                                                                    | 57,526               | 55,433               | 57,526              |
|                                                                    | 551,600              | 551,600              | 551,600             |
|                                                                    | 567,934              | 783,307              | 527,008             |
|                                                                    | 1,328,068            | 1,541,348            | 1,287,142           |
|                                                                    | 22,102,958           | 23,160,913           | 21,803,562          |
| <b>Items not recognised in the Statement of Financial Position</b> |                      |                      |                     |
| 16                                                                 | 3,383,328            | 2,809,329            | 3,036,027           |
|                                                                    | 26,509               | 28,798               | 27,814              |
|                                                                    | 3,409,837            | 2,838,127            | 3,063,841           |

# Half-Year Financial Statements

## Statement of Changes in Equity

|                                                            | Share capital | Share premium | Revaluation reserves | Reserves provided for in the Bank's Articles of Association | Retained profit/loss | Equity, total |
|------------------------------------------------------------|---------------|---------------|----------------------|-------------------------------------------------------------|----------------------|---------------|
|                                                            | TDKK          | TDKK          | TDKK                 | TDKK                                                        | TDKK                 | TDKK          |
| <b>Equity, 1 January 2015</b>                              | 151,008       | 0             | 57,526               | 551,600                                                     | 527,008              | 1,287,142     |
| Comprehensive income for the period                        |               |               |                      |                                                             | 40,928               | 40,928        |
| Additions relating to sale of own shares                   |               |               |                      |                                                             | 11,354               | 11,354        |
| Disposals relating to purchase of own shares               |               |               |                      |                                                             | -11,356              | -11,356       |
| <b>Equity, 30 June 2015</b>                                | 151,008       | 0             | 57,526               | 551,600                                                     | 567,934              | 1,328,068     |
| <b>Equity, 1 Jan 2014</b>                                  | 85,982        | 0             | 55,433               | 551,600                                                     | 194,004              | 887,019       |
| Comprehensive income for the period                        |               |               |                      |                                                             | 67,020               | 67,020        |
| Additions relating to sale of own shares                   |               |               |                      |                                                             | 26,418               | 26,418        |
| Disposals relating to purchase of own shares               |               |               |                      |                                                             | -26,388              | -26,388       |
| Issued shares upon conversion of additional Tier 1 capital | 65,026        | 522,813       |                      |                                                             |                      | 587,839       |
| Costs related to the raising of capital                    |               | -560          |                      |                                                             |                      | -560          |
| Transferred to retained earnings                           |               | -522,253      |                      |                                                             | 522,253              | 0             |
| <b>Equity, 30 June 2014</b>                                | 151,008       | 0             | 55,433               | 551,600                                                     | 783,307              | 1,541,348     |
| <b>Equity, 1 January 2014</b>                              | 85,982        | 0             | 55,433               | 551,600                                                     | 194,004              | 887,019       |
| Comprehensive income for the period                        |               |               | 5,645                |                                                             | -192,832             | -187,187      |
| Additions relating to sale of own shares                   |               |               |                      |                                                             | 51,824               | 51,824        |
| Disposals relating to purchase of own shares               |               |               |                      |                                                             | -51,793              | -51,793       |
| Issued shares upon conversion of additional Tier 1 capital | 65,026        | 522,813       |                      |                                                             |                      | 587,839       |
| Costs related to the raising of capital                    |               | -560          |                      |                                                             |                      | -560          |
| Transferred to retained earnings                           |               | -522,253      | -3,552               |                                                             | 525,805              | 0             |
| <b>Equity, 31 December 2014</b>                            | 151,008       | 0             | 57,526               | 551,600                                                     | 527,008              | 1,287,142     |

# Half-Year Financial Statements

Notes

## List of notes for the Half-Year Financial Statements

- |    |                                                              |    |                                                                                                                               |
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| 1  | Accounting policies                                          | 21 | Credit exposure                                                                                                               |
| 2  | Interest income                                              | 22 | Collaterals                                                                                                                   |
| 3  | Interest expenses                                            | 23 | Loans and guarantees by industry segments                                                                                     |
| 4  | Income from fees and commissions                             | 24 | Credit quality of loans and guarantee debtors that are neither in arrears nor for which impairments/provisions have been made |
| 5  | Value adjustments                                            | 25 | Distribution by industry segment of overdue receivables for loans that have not been written down                             |
| 6  | Other operating income                                       | 26 | Distribution of gross loans and guarantee debtors, individually impaired, by cause                                            |
| 7  | Staff and administrative expenses                            | 27 | Distribution by industry segment of loan and guarantee debtors, individually impaired                                         |
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| 11 | Owner-occupied property                                      | 31 | Interest rate risk                                                                                                            |
| 12 | Other assets                                                 | 32 | Foreign currency risk                                                                                                         |
| 13 | Other liabilities                                            | 33 | Equity risk                                                                                                                   |
| 14 | Subordinated debt                                            | 34 | Liquidity risk                                                                                                                |
| 15 | Share capital                                                | 35 | Other risks                                                                                                                   |
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# Half-Year Financial Statements

## Notes

Note

### 1 Accounting policies

vestjyskBANK's Half-year report for 1 January - 30 June 2015 is presented in accordance with the Danish Financial Business Act, including the Danish Financial Supervisory Authority's executive order on financial reporting for credit institutions and investment companies, et al. as well as the disclosure requirements for listed enterprises issued by NASDAQ OMX Copenhagen A/S.

The accounting policies applied in this report remain unchanged from the 2014 Annual Report, which contains a full description of those policies.

Measuring certain assets and liabilities require Management to make an estimate of how future events will affect the value of such assets and liabilities. Estimates considered material in presenting the accounts are, among other things, made by stating impairments of impaired loans, the fair values of unlisted financial instruments as well as provisions, cf. the more detailed discussion in the 2014 Annual Report. The applied estimates are based on assumptions deemed sound by Management but which by their nature are uncertain.

The Bank's significant risks and external conditions that may affect the Bank are described in greater detail in the 2014 Annual Report.

|                                                                            | H1 2015<br>TDKK | H1 2014<br>TDKK | FY 2014<br>TDKK  |
|----------------------------------------------------------------------------|-----------------|-----------------|------------------|
| <b>2 Interest income</b>                                                   |                 |                 |                  |
| Receivable from credit institutions and central banks                      | 850             | 1,774           | 3,370            |
| Loans and other receivables                                                | 436,240         | 523,433         | 1,018,005        |
| Bonds                                                                      | 7,945           | 9,888           | 17,169           |
| Other interest income                                                      | 4,428           | 11,503          | 23,126           |
| Derivative financial instruments                                           | 2               | 82              | 132              |
| <b>Total</b>                                                               | <b>449,465</b>  | <b>546,680</b>  | <b>1,061,802</b> |
| There was no interest income from actual purchase and resale transactions  |                 |                 |                  |
| <b>3 Interest expenses</b>                                                 |                 |                 |                  |
| Credit institutions and central banks                                      | 715             | 35,256          | 51,471           |
| Deposits and other debt                                                    | 97,590          | 132,192         | 259,352          |
| Issued bonds                                                               | 0               | 152             | 308              |
| Subordinated debt                                                          | 38,915          | 24,030          | 53,835           |
| Other interest expenses                                                    | 60              | 55              | 55               |
| <b>Total</b>                                                               | <b>137,280</b>  | <b>191,685</b>  | <b>365,021</b>   |
| There was no interest expense from actual sale and repurchase transactions |                 |                 |                  |

| Note                                                                                                                | H1 2015<br>TDKK | H1 2014<br>TDKK | FY 2014<br>TDKK |
|---------------------------------------------------------------------------------------------------------------------|-----------------|-----------------|-----------------|
| <b>4 Income from fees and commissions</b>                                                                           |                 |                 |                 |
| Securities trading and custody                                                                                      | 49,974          | 40,977          | 93,406          |
| Money transmission services                                                                                         | 21,861          | 23,188          | 46,884          |
| Loan processing fees                                                                                                | 28,810          | 9,679           | 35,164          |
| Guarantee commission                                                                                                | 25,677          | 23,239          | 47,405          |
| Other fees and commissions                                                                                          | 51,061          | 47,584          | 94,232          |
| <b>Total</b>                                                                                                        | <b>177,383</b>  | <b>144,667</b>  | <b>317,091</b>  |
| <b>5 Value adjustments</b>                                                                                          |                 |                 |                 |
| Bonds                                                                                                               | 2,557           | -1,235          | -5,164          |
| Shares etc.                                                                                                         | 6,200           | 54,046          | 59,031          |
| Investment property                                                                                                 | 0               | -1,994          | -1,994          |
| Exchange rate adjustment                                                                                            | 716             | 7,894           | 17,414          |
| Foreign exchange, interest rate, share, commodities and other contracts as well as derivative financial instruments | 4,268           | 10,486          | -6,779          |
| Assets related to pooled schemes                                                                                    | 144,888         | 134,705         | 148,228         |
| Deposits with pooled schemes                                                                                        | -144,888        | -134,705        | -148,228        |
| Other assets                                                                                                        | -2,955          | 9,663           | 10,556          |
| Other liabilities                                                                                                   | 4,587           | -11,352         | -17,043         |
| <b>Total</b>                                                                                                        | <b>15,373</b>   | <b>67,508</b>   | <b>56,021</b>   |
| <b>6 Other operating income</b>                                                                                     |                 |                 |                 |
| Gains on disposal of operating equipment                                                                            | 228             | 454             | 781             |
| Other income                                                                                                        | 2,976           | 2,593           | 3,689           |
| Operation of investment property                                                                                    | 0               | -91             | -200            |
| <b>Total</b>                                                                                                        | <b>3,204</b>    | <b>2,956</b>    | <b>4,270</b>    |

# Half-Year Financial Statements

## Notes

| Note                                                                                                                                                                                                                                                                                 | H1 2015<br>TDKK | H1 2014<br>TDKK | FY 2014<br>TDKK |
|--------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|-----------------|-----------------|-----------------|
| <b>7 Staff and administrative expenses</b>                                                                                                                                                                                                                                           |                 |                 |                 |
| Salaries and remuneration to the Supervisory and Executive Boards                                                                                                                                                                                                                    | 3,577           | 4,160           | 6,439           |
| Staff expenses                                                                                                                                                                                                                                                                       | 161,731         | 166,685         | 314,360         |
| Other administrative expenses                                                                                                                                                                                                                                                        | 88,101          | 94,861          | 188,440         |
| <b>Total</b>                                                                                                                                                                                                                                                                         | <b>253,409</b>  | <b>265,706</b>  | <b>509,239</b>  |
| <b>Salaries and remuneration to the Supervisory and Executive Boards</b>                                                                                                                                                                                                             |                 |                 |                 |
| <b>Supervisory Board</b>                                                                                                                                                                                                                                                             |                 |                 |                 |
| Fixed remuneration                                                                                                                                                                                                                                                                   | 825             | 750             | 1,500           |
| <b>Total</b>                                                                                                                                                                                                                                                                         | <b>825</b>      | <b>750</b>      | <b>1,500</b>    |
| <b>Executive Board</b>                                                                                                                                                                                                                                                               |                 |                 |                 |
| Contractual remuneration                                                                                                                                                                                                                                                             | 2,602           | 3,270           | 4,645           |
| Pension                                                                                                                                                                                                                                                                              | 150             | 140             | 294             |
| <b>Total</b>                                                                                                                                                                                                                                                                         | <b>2,752</b>    | <b>3,410</b>    | <b>4,939</b>    |
| Value of benefits                                                                                                                                                                                                                                                                    | 103             | 125             | 183             |
| With reference to the terms and conditions for participation as set out in the Act on State-Funded Capital Injections into Credit Institutions (Bankpakke II), please note that the calculation of taxable income payments to the Executive Board deducted for tax purposes totalled | 1,428           | 1,768           | 2,561           |
| No agreements have been executed concerning bonus plans, incentive programmes or similar compensation plans.                                                                                                                                                                         |                 |                 |                 |
| The Bank is exempt from any and all defined benefit obligations in respect of the departure of members of the Executive Board, whether as a result of age, illness, disability or any other reason.                                                                                  |                 |                 |                 |
| <b>Staff expenses</b>                                                                                                                                                                                                                                                                |                 |                 |                 |
| Wages and salaries                                                                                                                                                                                                                                                                   | 127,621         | 133,086         | 247,978         |
| Pensions                                                                                                                                                                                                                                                                             | 15,358          | 15,792          | 31,385          |
| Expenses relating to social security contributions, payroll tax etc.                                                                                                                                                                                                                 | 18,752          | 17,807          | 34,997          |
| <b>Total</b>                                                                                                                                                                                                                                                                         | <b>161,731</b>  | <b>166,685</b>  | <b>314,360</b>  |
| <b>8 Other operating expenses</b>                                                                                                                                                                                                                                                    |                 |                 |                 |
| Contributions to the Guarantee Fund for Depositors and Investors                                                                                                                                                                                                                     | 20,771          | 20,128          | 40,053          |
| Other expenses                                                                                                                                                                                                                                                                       | 99              | 767             | 1,726           |
| <b>Total</b>                                                                                                                                                                                                                                                                         | <b>20,870</b>   | <b>20,895</b>   | <b>41,779</b>   |

| Note                                                                                     | H1 2015<br>TDKK | H1 2014<br>TDKK | FY 2014<br>TDKK |
|------------------------------------------------------------------------------------------|-----------------|-----------------|-----------------|
| <b>9 Impairments of loans and provisions against guarantees, etc.</b>                    |                 |                 |                 |
| <b>Individual impairments of loans</b>                                                   |                 |                 |                 |
| Individual impairments of loans and other receivables, beginning of the reporting period | 3,423,412       | 3,722,615       | 3,722,615       |
| Impairments for the period                                                               | 306,789         | 433,491         | 754,875         |
| Reversal of impairments performed in prior financial years                               | -102,913        | -232,002        | -227,244        |
| Other movements                                                                          | 47,354          | 45,165          | 84,330          |
| Previously individually impaired, now definitely lost                                    | -363,589        | -142,930        | -911,164        |
| Individual impairments of loans and other receivables, end of the reporting period       | 3,311,053       | 3,826,339       | 3,423,412       |
| Impact on Financial Income Statement                                                     | 203,876         | 201,489         | 527,631         |
| <b>Collective impairments of loans</b>                                                   |                 |                 |                 |
| Collective impairments of loans and other receivables, beginning of the reporting period | 116,069         | 60,227          | 60,227          |
| Impairments for the period                                                               | 27,616          | 12,399          | 74,388          |
| Reversal of impairments performed in prior financial years                               | -62,752         | -13,771         | -21,151         |
| Other movements                                                                          | 1,831           | 1,520           | 2,605           |
| Collective impairments of loans and other receivables, end of the reporting period       | 82,764          | 60,375          | 116,069         |
| Impact on Financial Income Statement                                                     | -35,136         | -1,372          | 53,237          |
| <b>Impairments of loans, total</b>                                                       |                 |                 |                 |
| Impairments of loans and other receivables, beginning of the reporting period            | 3,539,481       | 3,782,842       | 3,782,842       |
| Impairments for the period                                                               | 334,405         | 445,890         | 829,263         |
| Reversal of impairments performed in prior financial years                               | -165,665        | -245,773        | -248,395        |
| Other movements                                                                          | 49,185          | 46,685          | 86,935          |
| Previously individually impaired, now definitely lost                                    | -363,589        | -142,930        | -911,164        |
| Impairments of loans and other receivables, end of the reporting period                  | 3,393,817       | 3,886,714       | 3,539,481       |
| Impact on Financial Income Statement                                                     | 168,740         | 200,117         | 580,868         |

# Half-Year Financial Statements

## Notes

| Note                                                                                                     | H1 2015<br>TDKK | H1 2014<br>TDKK | FY 2014<br>TDKK |
|----------------------------------------------------------------------------------------------------------|-----------------|-----------------|-----------------|
| 9                                                                                                        |                 |                 |                 |
| <b>Impairments of loans and provisions against guarantees, etc. (continued)</b>                          |                 |                 |                 |
| <b>Provisions against losses on guarantees and unused credit commitments</b>                             |                 |                 |                 |
| Provisions against losses on guarantees and unused credit commitments, beginning of the reporting period | 24,903          | 11,332          | 11,332          |
| Provisions for the period                                                                                | 8,975           | 8,531           | 22,427          |
| Reversal of provisions performed in prior financial years                                                | -5,832          | -7,356          | -8,856          |
| Provisions against losses on guarantees and unused credit commitments, end of the reporting period       | 28,046          | 12,507          | 24,903          |
| Impact on Financial Income Statement                                                                     | 3,143           | 1,175           | 13,571          |
| Accumulated impairment ratio                                                                             | 16.4%           | 17.1%           | 16.7%           |
| Receivables for which calculation of interest has stopped, end of the reporting period                   | 1,685,207       | 2,164,887       | 1,810,463       |
| Of which impaired, total                                                                                 | 1,197,312       | 1,692,954       | 1,261,185       |
| Receivables for which calculation of interest has stopped, as a percentage of loans before impairments   | 9.7%            | 10.8%           | 9.9%            |
| <b>Impairments/provisions for receivables from credit institutions</b>                                   |                 |                 |                 |
| The Bank has not made impairment charges/provisions from credit institutions receivables                 |                 |                 |                 |
| Impact on operations, total                                                                              | 171,883         | 201,292         | 594,439         |
| Lost, where individual impairments/provisions have not been made                                         | 5,627           | 5,710           | 100,818         |
| Included in previously written-off debts                                                                 | -6,557          | -6,517          | -11,791         |
| Impairment of loans and guarantee debtors, etc., total                                                   | 170,953         | 200,485         | 683,466         |
| Interest income on impaired loans is offset in impairments by                                            | 49,185          | 46,685          | 86,935          |



| Note                                                                                                     | 30 June 2015<br>TDKK | 30 June 2014<br>TDKK | 31 Dec 2014<br>TDKK |
|----------------------------------------------------------------------------------------------------------|----------------------|----------------------|---------------------|
| <b>10 Intangible assets</b>                                                                              |                      |                      |                     |
| <b>Customer relationships</b>                                                                            |                      |                      |                     |
| Total acquisition price, beginning of the reporting period                                               | 14,964               | 14,964               | 14,964              |
| Total acquisition price, end of the reporting period                                                     | 14,964               | 14,964               | 14,964              |
| Amortisations and impairments, beginning of the reporting period                                         | 8,978                | 7,482                | 7,482               |
| Amortisations and impairments for the period                                                             | 749                  | 748                  | 1,496               |
| Amortisations and impairments, end of the reporting period                                               | 9,727                | 8,230                | 8,978               |
| Recognised holding, end of the reporting period                                                          | 5,237                | 6,734                | 5,986               |
| <b>11 Owner-occupied property</b>                                                                        |                      |                      |                     |
| Restated value, beginning of the period                                                                  | 369,721              | 365,976              | 365,976             |
| Additions                                                                                                | 0                    | 174                  | 399                 |
| Disposals                                                                                                | 0                    | 0                    | 0                   |
| Depreciations                                                                                            | 2,900                | 3,337                | 6,749               |
| Changes in value recognised in other comprehensive income                                                | 0                    | 0                    | 5,645               |
| Changes in value recognised in the Statement of Income                                                   | 0                    | 0                    | 4,450               |
| Restated value, end of the period                                                                        | 366,821              | 362,813              | 369,721             |
| External assessment experts have been involved in measuring the most important owner-occupied properties |                      |                      |                     |
| <b>12 Other assets</b>                                                                                   |                      |                      |                     |
| Positive market value of derivative financial instruments                                                | 97,202               | 183,366              | 178,778             |
| Interest and commission receivable                                                                       | 41,073               | 38,368               | 47,079              |
| Other assets                                                                                             | 206,712              | 210,912              | 178,837             |
| Total                                                                                                    | 344,987              | 432,646              | 404,694             |
| <b>13 Other liabilities</b>                                                                              |                      |                      |                     |
| Negative market value of derivative financial instruments                                                | 62,270               | 79,345               | 78,373              |
| Various creditors                                                                                        | 191,648              | 210,499              | 174,974             |
| Interest and commission payable                                                                          | 96,767               | 135,441              | 14,805              |
| Other liabilities                                                                                        | 21,917               | 14,531               | 14,066              |
| Total                                                                                                    | 372,602              | 439,816              | 282,218             |

# Half-Year Financial Statements

## Notes

| Note                                                                                                                                                                                                                                          | 30 June 2015<br>TDKK | 30 June 2014<br>TDKK | 31 Dec 2014<br>TDKK |
|-----------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|----------------------|----------------------|---------------------|
| <b>14 Subordinated debt</b>                                                                                                                                                                                                                   |                      |                      |                     |
| <b>Tier 2 capital</b>                                                                                                                                                                                                                         | 522,008              | 711,635              | 534,305             |
| A nominal DKK 173 million will fall due from 3 December 2015 to 22 May 2016 with an option for early repayment subject to the Financial Supervisory Authority's approval. The capital accrues interest at 2.6125 - 3.0500%.                   |                      |                      |                     |
| A nominal DKK 200 million will fall due on 28 June 2020 with an option for early repayment on 28 June 2017 subject to the Financial Supervisory Authority's approval. The capital accrues interest at 9.500% with no step-up clause.          |                      |                      |                     |
| A nominal DKK 150 million will fall due on 1 September 2022 with an option for early repayment on 1 September 2019 subject to the Financial Supervisory Authority's approval. The capital accrues interest at 7.2975% with no step-up clause. |                      |                      |                     |
| Total                                                                                                                                                                                                                                         | 522,008              | 711,635              | 534,305             |
| <b>Additional Tier 1 capital</b>                                                                                                                                                                                                              |                      |                      |                     |
| <b>Additional Tier 1 capital of DKK 100 million</b>                                                                                                                                                                                           | 101,431              | 103,841              | 102,650             |
| The capital accrues interest at a fixed 4.765%. There is no due date.                                                                                                                                                                         |                      |                      |                     |
| There is an option of prepayment, subject to the approval of the Danish Financial Supervisory Authority on 15 November 2015.                                                                                                                  |                      |                      |                     |
| <b>Additional Tier 1 capital of DKK 75 million</b>                                                                                                                                                                                            | 75,000               | 75,000               | 75,000              |
| The capital accrues interest at a fixed 9.561%. There is no due date.                                                                                                                                                                         |                      |                      |                     |
| There is an option of prepayment, subject to the approval of the Danish Financial Supervisory Authority on 1 September 2019.                                                                                                                  |                      |                      |                     |
| <b>Additional Tier 1 capital of DKK 50 million</b>                                                                                                                                                                                            | 50,000               | 50,000               | 50,000              |
| The capital accrues interest at a fixed 5.440%. There is no due date.                                                                                                                                                                         |                      |                      |                     |
| There is an option of prepayment, subject to the approval of the Danish Financial Supervisory Authority on 1 May 2016.                                                                                                                        |                      |                      |                     |
| <b>Additional Tier 1 capital of DKK 287.6 million</b>                                                                                                                                                                                         | 303,877              | 306,062              | 308,964             |
| The capital accrues interest at a fixed 9.561%. There is no due date.                                                                                                                                                                         |                      |                      |                     |
| The Bank retains the option of prepayment, subject to the approval of the Danish Financial Supervisory Authority, from 25 August 2014–24 August 2015 at a price of DKK 105 and after 25 August 2015 at a price of DKK 110.                    |                      |                      |                     |
| Premiums are recognised and amortised according to their expected repayment date.                                                                                                                                                             |                      |                      |                     |
| Total                                                                                                                                                                                                                                         | 530,308              | 534,903              | 536,614             |
| Subordinated debt, total                                                                                                                                                                                                                      | 1,052,316            | 1,246,538            | 1,070,919           |
| Charged as an expense under Interest expenses /Subordinated debt                                                                                                                                                                              |                      |                      |                     |
| Interest expenses                                                                                                                                                                                                                             | 38,639               | 26,222               | 56,465              |
| Costs related to payment and incurrence                                                                                                                                                                                                       | 141                  | 160                  | 315                 |
| Value adjustments, etc.                                                                                                                                                                                                                       | 135                  | -2,352               | -2,945              |
| Total                                                                                                                                                                                                                                         | 38,915               | 24,030               | 53,835              |
| Subordinated debt that can be included in the total capital                                                                                                                                                                                   | 879,275              | 742,251              | 898,096             |

| Note                                                                                                                                                                                                       | 30 June 2015<br>TDKK | 30 June 2014<br>TDKK | 31 Dec 2014<br>TDKK |
|------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|----------------------|----------------------|---------------------|
| <b>15 Share capital</b>                                                                                                                                                                                    |                      |                      |                     |
| Share capital, beginning of the period                                                                                                                                                                     | 151,008              | 85,982               | 85,982              |
| Issued shares upon conversion of additional Tier 1 capital                                                                                                                                                 | 0                    | 65,026               | 65,026              |
| <b>Total</b>                                                                                                                                                                                               | <b>151,008</b>       | <b>151,008</b>       | <b>151,008</b>      |
| Number of shares (units)                                                                                                                                                                                   | 151,008,121          | 151,008,121          | 151,008,121         |
|                                                                                                                                                                                                            | of DKK 1             | of DKK 1             | of DKK 1            |
| <b>Number of own shares, beginning of the period</b>                                                                                                                                                       |                      |                      |                     |
| Number of own shares in 1,000 unit lots                                                                                                                                                                    | 173                  | 176                  | 176                 |
| Nominal value in DKK 1,000                                                                                                                                                                                 | 173                  | 176                  | 176                 |
| Percentage of share capital                                                                                                                                                                                | 0.1%                 | 0.1%                 | 0.1%                |
| <b>Additions</b>                                                                                                                                                                                           |                      |                      |                     |
| Purchase of own shares in 1,000 unit lots                                                                                                                                                                  | 1,190                | 2,502                | 4,293               |
| Nominal value in DKK 1,000                                                                                                                                                                                 | 1,190                | 2,502                | 4,293               |
| Percentage of share capital                                                                                                                                                                                | 0.8%                 | 1.7%                 | 2.8%                |
| Total purchase price in DKK 1,000                                                                                                                                                                          | 11.356               | 26.388               | 51.793              |
| <b>Disposals</b>                                                                                                                                                                                           |                      |                      |                     |
| Sold own shares in 1,000 unit lots                                                                                                                                                                         | 1,190                | 2,505                | 4,296               |
| Nominal value in DKK 1,000                                                                                                                                                                                 | 1,190                | 2,505                | 4,296               |
| Percentage of share capital                                                                                                                                                                                | 0.8%                 | 1.7%                 | 2.8%                |
| Total selling price in DKK 1,000                                                                                                                                                                           | 11,354               | 26,418               | 51,824              |
| <b>Number of own shares, end of reporting period</b>                                                                                                                                                       |                      |                      |                     |
| Number of own shares in 1,000 unit lots                                                                                                                                                                    | 173                  | 173                  | 173                 |
| Nominal value in DKK 1,000                                                                                                                                                                                 | 173                  | 173                  | 173                 |
| Percentage of share capital                                                                                                                                                                                | 0.1%                 | 0.1%                 | 0.1%                |
| Own shares are intermediated, purchased and sold through the securities exchange as part of vestjyskBANK's normal customer banking transactions. The Bank is not direct counterparty in such transactions. |                      |                      |                     |
| vestjyskBANK has a constant holding of own shares.                                                                                                                                                         |                      |                      |                     |
| The Bank is receiving additional Tier 1 capital and issuing bonds under the individual government guarantee and is therefore not allowed to pay out dividends.                                             |                      |                      |                     |

# Half-Year Financial Statements

## Notes

| Note                                                                                                                                                                                                              | 30 June 2015<br>TDKK | 30 June 2014<br>TDKK | 31 Dec 2014<br>TDKK |
|-------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|----------------------|----------------------|---------------------|
| <b>16</b>                                                                                                                                                                                                         |                      |                      |                     |
| <b>Contingent liabilities</b>                                                                                                                                                                                     |                      |                      |                     |
| <b>Guarantees</b>                                                                                                                                                                                                 |                      |                      |                     |
| Financial guarantees                                                                                                                                                                                              | 529,582              | 340,055              | 395,720             |
| Guarantees for losses on mortgage-credit loans                                                                                                                                                                    | 1,801,380            | 1,558,159            | 1,687,291           |
| Registration and remortgaging guarantees                                                                                                                                                                          | 7                    | 1,018                | 24                  |
| Other contingent liabilities                                                                                                                                                                                      | 1,052,359            | 910,097              | 952,992             |
| <b>Total</b>                                                                                                                                                                                                      | <b>3,383,328</b>     | <b>2,809,329</b>     | <b>3,036,027</b>    |
| ‘Other contingent liabilities’ include, among other things, performance bonds, delivery guarantees as well as provisions of indemnity in relation to the Danish Guarantee Fund for Depositors and Investors, etc. |                      |                      |                     |
| <b>Other commitments</b>                                                                                                                                                                                          |                      |                      |                     |
| Other liabilities                                                                                                                                                                                                 | 26,509               | 28,798               | 27,814              |
| <b>Total</b>                                                                                                                                                                                                      | <b>26,509</b>        | <b>28,798</b>        | <b>27,814</b>       |
| <b>17</b>                                                                                                                                                                                                         |                      |                      |                     |
| <b>Capital requirements</b>                                                                                                                                                                                       |                      |                      |                     |
| Equity                                                                                                                                                                                                            | 1,287,140            | 1,474,328            | 1,477,737           |
| Recognised profit/loss                                                                                                                                                                                            | 40,928               | 67,020               | -190,595            |
| Intangible assets                                                                                                                                                                                                 | -5,237               | -6,734               | -5,986              |
| Prudent valuation                                                                                                                                                                                                 | -3,968               | -                    | -3,638              |
| Holdings in financial sector entities in which the Bank does not have significant investments                                                                                                                     | 0                    | -44,755              | -1,388              |
| Common Equity Tier 1 capital                                                                                                                                                                                      | 1,318,863            | 1,489,859            | 1,276,130           |
| Additional Tier 1 capital                                                                                                                                                                                         | 489,179              | 432,121              | 510,022             |
| Holdings in financial sector entities in which the Bank does not have significant investments                                                                                                                     | 0                    | -89,510              | -2,776              |
| Tier 1 capital                                                                                                                                                                                                    | 1,808,042            | 1,832,470            | 1,783,376           |
| Tier 2 capital                                                                                                                                                                                                    | 390,096              | 310,130              | 388,074             |
| Holdings in financial sector entities in which the Bank does not have significant investments                                                                                                                     | 0                    | -89,510              | -2,776              |
| <b>Total capital</b>                                                                                                                                                                                              | <b>2,198,138</b>     | <b>2,053,090</b>     | <b>2,168,674</b>    |
| The external auditors have verified that the conditions for ongoing inclusion of the period's earnings in core capital are met.                                                                                   |                      |                      |                     |
| <b>Total risk exposure</b>                                                                                                                                                                                        | <b>17,597,857</b>    | <b>19,025,870</b>    | <b>17,926,706</b>   |
| Common Equity Tier 1 capital ratio                                                                                                                                                                                | 7.5%                 | 7.8%                 | 7.1%                |
| Tier 1 capital ratio                                                                                                                                                                                              | 10.3%                | 9.6%                 | 9.9%                |
| Total capital ratio                                                                                                                                                                                               | 12.5%                | 10.8%                | 12.1%               |

| Note                                                                     | 30 June 2015<br>TDKK | 30 June 2014<br>TDKK | 31 Dec 2014<br>TDKK |
|--------------------------------------------------------------------------|----------------------|----------------------|---------------------|
| <b>18 Security pledged</b>                                               |                      |                      |                     |
| Credit institutions:                                                     |                      |                      |                     |
| Margin accounts pledged as security in relation to financial derivatives | 27,256               | 29,478               | 29,215              |
| Deposited in the Danish Growth Fund                                      | 458                  | 0                    | 458                 |
| Debt securities:                                                         |                      |                      |                     |
| Pledged as security for credit facility with Danmarks Nationalbank       |                      |                      |                     |
| Total nominal value                                                      | 1,188,756            | 965,956              | 1,470,538           |
| Total market value                                                       | 1,193,993            | 970,143              | 1,471,578           |

**19 Fair value of financial assets and liabilities**

Financial assets and liabilities are measured in the Statement of Financial Position at fair value or at amortised cost. Fair value is the amount for which a financial asset can be traded or a financial liability settled between parties in an arm's-length transaction.

When measuring fair value valuation categories at three levels are used:

Level 1: Listed prices in an active market for identical assets or liabilities.

Level 2: Valuation model based primarily on observable market data.

Level 3: Valuation model that, to a significant degree, is based on non-observable market data.

Shares, bonds, assets in pool fund schemes and derivative financial instruments have been measured at their fair value in the financial statements so that the recognised values correspond to fair values.

For listed shares and bonds, the fair value is established as the officially listed price on the reporting date. For unlisted shares in the form of shares in sector-held enterprises where the shares are redistributed, the redistribution is considered to represent the primary market for the shares. The fair value is determined at the redistribution price and the shares are included as level 2 (observable prices). For other not listed shares in sector-held enterprises, where observable input is not available, fair value is based on estimates in which information from the enterprises financial accounts, previously trading with the shares in the enterprises and input from external parties are taking into consideration. A change of 10 per cent of the fair value of sector-held enterprises in level 3 will mean an impact of income and equity before tax of DKK 8.6 million.

For other financial instruments, the fair value is computed—to the greatest extent possible—based on generally accepted valuation methods based on observable market data. The valuation is based on non-observable market data only in exceptional cases.

The impairments of loans is determined to correspond to changes in credit quality. The differential in respect of fair values are deemed to be received fees and commissions, interest receivable, which does not fall due until after the end of the financial reporting period, and, for fixed-rate loans value adjustments linked to the interest rate level. If the loan portfolio is transferred in full or in part, the fair value will be lower.

The fair value for receivables from credit institutions and central banks is determined by applying the same method as for loans, however without taken any impairments on receivables from credit institutions and central banks.

Debt securities in issue and subordinated debt are measured at amortised cost. The difference between the carrying amount and the fair value is determined to be interest payable that does not fall due until after the end of the financial reporting period as well as costs and premiums amortised over the life of the loan and as for fixed-rate debt securities in issue also value adjustments linked to the interest rate level.

For floating-rate financial liabilities in the form of deposits and debt to credit institutions measured at amortised cost, the differential in respect of fair values is estimated to be interest payable not falling due until after the end of the financial reporting period.

For fixed-rate financial liabilities in the form of deposits and debt to credit institutions measured at amortised cost, the differential in respect of fair values is estimated to be interest payable not falling due until after the end of the financial reporting period and the value adjustments linked to the interest rate level.

# Half-Year Financial Statements

## Notes

| Note                                                                          |                                                                   |                   |                       |                           |                               |
|-------------------------------------------------------------------------------|-------------------------------------------------------------------|-------------------|-----------------------|---------------------------|-------------------------------|
| 19                                                                            | <b>Fair value of financial assets and liabilities (continued)</b> |                   |                       |                           |                               |
| <b>30 June 2015 TDKK</b>                                                      | Carrying amount                                                   | Fair value        | Listed Prices Level 1 | Observable prices Level 2 | Non-observable prices Level 3 |
| <b>Financial assets</b>                                                       |                                                                   |                   |                       |                           |                               |
| Cash on hand and demand deposits with central banks                           | 1,094,962                                                         | 1,094,962         | 91,465                | 0                         | 1,003,497                     |
| Receivables from credit institutions and central banks                        | 283,274                                                           | 283,269           | 0                     | 0                         | 283,269                       |
| Loans at amortised cost                                                       | 14,035,085                                                        | 14,055,663        | 0                     | 0                         | 14,055,663                    |
| Bonds at fair value                                                           | 3,794,139                                                         | 3,794,139         | 3,770,629             | 23,510                    | 0                             |
| Shares, etc.                                                                  | 169,858                                                           | 169,858           | 13,907                | 65,884                    | 90,067                        |
| Assets linked to pooled schemes                                               | 1,977,752                                                         | 1,977,752         | 1,977,752             | 0                         | 0                             |
| Derivative financial instruments                                              | 97,202                                                            | 97,202            | 0                     | 97,202                    | 0                             |
| <b>Total</b>                                                                  | <b>21,452,272</b>                                                 | <b>21,472,845</b> | <b>5,853,753</b>      | <b>186,596</b>            | <b>15,432,496</b>             |
| <b>Financial liabilities</b>                                                  |                                                                   |                   |                       |                           |                               |
| Debts to credit institutions and central banks                                | 465,990                                                           | 465,990           | 0                     | 0                         | 465,990                       |
| Deposits pooled                                                               | 16,843,676                                                        | 16,918,662        | 0                     | 0                         | 16,918,662                    |
| Issued bonds at amortised cost                                                | 1,977,752                                                         | 1,977,752         | 0                     | 0                         | 1,977,752                     |
| Debt securities in issue                                                      | 0                                                                 | 0                 | 0                     | 0                         | 0                             |
| Subordinated debt                                                             | 1,052,316                                                         | 1,045,505         | 0                     | 0                         | 1,045,505                     |
| Derivative financial instruments                                              | 62,270                                                            | 62,270            | 0                     | 62,270                    | 0                             |
| <b>Total</b>                                                                  | <b>20,402,004</b>                                                 | <b>20,470,179</b> | <b>0</b>              | <b>62,270</b>             | <b>20,407,909</b>             |
| <b>Shares measured at fair value based on non-observable inputs (Level 3)</b> |                                                                   |                   |                       |                           |                               |
| Carrying amount, beginning of the period                                      |                                                                   |                   |                       |                           | 87,951                        |
| Additions                                                                     |                                                                   |                   |                       |                           | 0                             |
| Disposals                                                                     |                                                                   |                   |                       |                           | 539                           |
| Value adjustment                                                              |                                                                   |                   |                       |                           | 2,655                         |
| <b>Value, end of the period</b>                                               |                                                                   |                   |                       |                           | <b>90,067</b>                 |
| Period's value adjustments relating to financial assets in the portfolio      |                                                                   |                   |                       |                           | 2,653                         |

Note

| 19                                                                            | <b>Fair value of financial assets and liabilities (continued)</b> |                   |                       |                           |                               |
|-------------------------------------------------------------------------------|-------------------------------------------------------------------|-------------------|-----------------------|---------------------------|-------------------------------|
| <b>30 June 2014 TDKK</b>                                                      | Carrying amount                                                   | Fair value        | Listed Prices Level 1 | Observable prices Level 2 | Non-observable prices Level 3 |
| <b>Financial assets</b>                                                       |                                                                   |                   |                       |                           |                               |
| Cash on hand and demand deposits with central banks                           | 844,845                                                           | 844,845           | 86,544                | 0                         | 758,301                       |
| Receivables from credit institutions and central banks                        | 130,622                                                           | 130,622           | 0                     | 0                         | 130,622                       |
| Loans at amortised cost                                                       | 16,069,962                                                        | 16,086,854        | 0                     | 0                         | 16,086,854                    |
| Bonds at fair value                                                           | 3,100,226                                                         | 3,100,226         | 3,076,859             | 23,367                    | 0                             |
| Shares, etc.                                                                  | 481,111                                                           | 481,111           | 18,326                | 320,785                   | 142,000                       |
| Assets linked to pooled schemes                                               | 1,702,276                                                         | 1,702,276         | 1,702,276             | 0                         | 0                             |
| Derivative financial instruments                                              | 183,366                                                           | 183,366           | 0                     | 183,366                   | 0                             |
| <b>Total</b>                                                                  | <b>22,512,408</b>                                                 | <b>22,529,300</b> | <b>4,884,005</b>      | <b>527,518</b>            | <b>17,117,777</b>             |
| <b>Financial liabilities</b>                                                  |                                                                   |                   |                       |                           |                               |
| Debts to credit institutions and central banks                                | 1,886,043                                                         | 1,886,076         | 0                     | 0                         | 1,886,076                     |
| Deposits pooled                                                               | 16,299,963                                                        | 16,411,642        | 0                     | 0                         | 16,411,642                    |
| Issued bonds at amortised cost                                                | 1,702,276                                                         | 1,702,276         | 0                     | 0                         | 1,702,276                     |
| Debt securities in issue                                                      | 8,761                                                             | 8,919             | 0                     | 0                         | 8,919                         |
| Subordinated debt                                                             | 1,246,538                                                         | 1,230,734         | 0                     | 0                         | 1,230,734                     |
| Derivative financial instruments                                              | 79,345                                                            | 79,345            | 0                     | 79,345                    | 0                             |
| <b>Total</b>                                                                  | <b>21,222,926</b>                                                 | <b>21,318,992</b> | <b>0</b>              | <b>79,345</b>             | <b>21,239,647</b>             |
| <b>Shares measured at fair value based on non-observable inputs (Level 3)</b> |                                                                   |                   |                       |                           |                               |
| Carrying amount, beginning of the period                                      |                                                                   |                   |                       |                           | 119,066                       |
| Additions                                                                     |                                                                   |                   |                       |                           | 1,888                         |
| Disposals                                                                     |                                                                   |                   |                       |                           | 382                           |
| Value adjustment                                                              |                                                                   |                   |                       |                           | 21,428                        |
| <b>Value, end of the period</b>                                               |                                                                   |                   |                       |                           | <b>142,000</b>                |
| Period's value adjustments relating to financial assets in the portfolio      |                                                                   |                   |                       |                           | 21,428                        |

# Half-Year Financial Statements

## Notes

| Note                                                                          |                                                                   |                   |                       |                           |                               |
|-------------------------------------------------------------------------------|-------------------------------------------------------------------|-------------------|-----------------------|---------------------------|-------------------------------|
| 19                                                                            | <b>Fair value of financial assets and liabilities (continued)</b> |                   |                       |                           |                               |
|                                                                               | <b>31 December 2014 TDKK</b>                                      |                   |                       |                           |                               |
|                                                                               | Carrying amount                                                   | Fair value        | Listed Prices Level 1 | Observable prices Level 2 | Non-observable prices Level 3 |
| <b>Financial assets</b>                                                       |                                                                   |                   |                       |                           |                               |
| Cash on hand and demand deposits with central banks                           | 894,587                                                           | 894,587           | 91,465                | 0                         | 803,122                       |
| Receivables from credit institutions and central banks                        | 123,477                                                           | 123,485           | 0                     | 0                         | 123,485                       |
| Loans at amortised cost                                                       | 14,713,799                                                        | 14,731,818        | 0                     | 0                         | 14,731,818                    |
| Bonds at fair value                                                           | 3,359,259                                                         | 3,359,259         | 3,334,520             | 24,739                    | 0                             |
| Shares, etc.                                                                  | 186,128                                                           | 186,128           | 21,098                | 77,079                    | 87,951                        |
| Assets linked to pooled schemes                                               | 1,720,926                                                         | 1,720,926         | 1,720,926             | 0                         | 0                             |
| Derivative financial instruments                                              | 178,778                                                           | 178,778           | 0                     | 178,778                   | 0                             |
| <b>Total</b>                                                                  | <b>21,176,954</b>                                                 | <b>21,194,981</b> | <b>5,168,009</b>      | <b>280,596</b>            | <b>15,746,376</b>             |
| <b>Financial liabilities</b>                                                  |                                                                   |                   |                       |                           |                               |
| Debts to credit institutions and central banks                                | 338,672                                                           | 338,672           | 0                     | 0                         | 338,672                       |
| Deposits pooled                                                               | 17,047,097                                                        | 17,042,309        | 0                     | 0                         | 17,042,309                    |
| Issued bonds at amortised cost                                                | 1,720,926                                                         | 1,720,926         | 0                     | 0                         | 1,720,926                     |
| Debt securities in issue                                                      | 8,761                                                             | 8,761             | 0                     | 0                         | 8,761                         |
| Subordinated debt                                                             | 1,070,919                                                         | 1,046,047         | 0                     | 0                         | 1,046,047                     |
| Derivative financial instruments                                              | 78,373                                                            | 78,373            | 0                     | 78,373                    | 0                             |
| <b>Total</b>                                                                  | <b>20,264,748</b>                                                 | <b>20,235,088</b> | <b>0</b>              | <b>78,373</b>             | <b>20,156,715</b>             |
| <b>Shares measured at fair value based on non-observable inputs (Level 3)</b> |                                                                   |                   |                       |                           |                               |
| Carrying amount, beginning of the period                                      |                                                                   |                   |                       |                           | 119,066                       |
| Additions                                                                     |                                                                   |                   |                       |                           | 1,888                         |
| Disposals                                                                     |                                                                   |                   |                       |                           | 55,486                        |
| Value adjustment                                                              |                                                                   |                   |                       |                           | 22,483                        |
| <b>Value, end of the period</b>                                               |                                                                   |                   |                       |                           | <b>87,951</b>                 |
| Period's value adjustments relating to financial assets in the portfolio      |                                                                   |                   |                       |                           | 3,199                         |



Note

20 **Risk conditions and risk management**

vestjyskBANK is exposed to various types of risk. These risks as well as the Bank's policies and goals for managing such risks are described in the Annual Report 2014

|                                                                                                                                             | 30 June 2015<br>TDKK | 30 June 2014<br>TDKK | 31 Dec 2014<br>TDKK |
|---------------------------------------------------------------------------------------------------------------------------------------------|----------------------|----------------------|---------------------|
| 21 <b>Credit exposure</b>                                                                                                                   |                      |                      |                     |
| <b>The Bank's credit exposure is composed of the following assets and items not recognised in the Statement of Financial Position:</b>      |                      |                      |                     |
| Receivables from central banks                                                                                                              | 1,050,237            | 758,290              | 803,121             |
| Receivables from credit institutions                                                                                                        | 235,266              | 130,622              | 123,477             |
| Bonds                                                                                                                                       | 3,794,139            | 3,100,226            | 3,359,259           |
| Loans                                                                                                                                       | 17,428,902           | 19,956,676           | 18,253,279          |
| Items not recognised in the Statement of Financial Position                                                                                 |                      |                      |                     |
| Financial guarantees                                                                                                                        | 2,338,802            | 1,903,489            | 2,088,450           |
| Credit commitments                                                                                                                          | 4,915,474            | 5,025,733            | 4,890,492           |
| <b>Total</b>                                                                                                                                | <b>29,762,820</b>    | <b>30,875,036</b>    | <b>29,518,078</b>   |
| Of which recognised in the Statement of Financial Position                                                                                  | 22,508,544           | 23,945,814           | 22,539,136          |
| <b>Credit institutions</b>                                                                                                                  |                      |                      |                     |
| The item 'Receivables from central banks' solely pertains to Danmarks Nationalbank.                                                         |                      |                      |                     |
| The item 'Receivables from credit institutions' pertains to receivables from a number of credit institutions located in Denmark and abroad. |                      |                      |                     |
| Receivables from Non-Danish credit institutions is very limited in amount.                                                                  |                      |                      |                     |
| <b>Receivables from individual institutions in excess of DKK 5 million</b>                                                                  |                      |                      |                     |
| Credit institutions or their subsidiaries rated, at a minimum, A+                                                                           | 38,756               | 42,915               | 29,502              |
| Credit institutions or their subsidiaries rated A or lower                                                                                  | 116,383              | 32,031               | 32,562              |
| Unrated credit institutions or their subsidiaries                                                                                           | 42,000               | 42,000               | 42,000              |
| <b>Total</b>                                                                                                                                | <b>197,139</b>       | <b>116,946</b>       | <b>104,064</b>      |

# Half-Year Financial Statements

## Notes

| Note |                                                                                |                   |                   |
|------|--------------------------------------------------------------------------------|-------------------|-------------------|
| 21   | <b>Credit exposure (continued)</b>                                             |                   |                   |
|      |                                                                                | 30 June 2015      | 30 June 2014      |
|      |                                                                                | TDKK              | TDKK              |
|      |                                                                                |                   | 31 Dec 2014       |
|      |                                                                                |                   | TDKK              |
|      | <b>Bonds by rating categories</b>                                              |                   |                   |
|      | AAA                                                                            | 3,316,275         | 2,956,142         |
|      | A+ to A-                                                                       | 0                 | 0                 |
|      | BBB+ to BBB-                                                                   | 454,354           | 120,717           |
|      | BB+ and lower                                                                  | 10,029            | 9,772             |
|      | No rating                                                                      | 13,481            | 13,595            |
|      | <b>Total</b>                                                                   | <b>3,794,139</b>  | <b>3,100,226</b>  |
|      | <b>Bonds by Issuer</b>                                                         |                   |                   |
|      | Mortgage-credit bonds                                                          | 3,637,659         | 3,096,747         |
|      | Other debt securities                                                          | 156,480           | 3,479             |
|      | <b>Total</b>                                                                   | <b>3,794,139</b>  | <b>3,100,226</b>  |
|      | <b>Loans, financial guarantees and credit commitments by industry segments</b> |                   |                   |
|      | Public authorities                                                             | 0                 | 0                 |
|      | Business:                                                                      |                   |                   |
|      | Agriculture, hunting, forestry and fishery                                     | 5,271,886         | 5,736,400         |
|      | Manufacturing industry and raw material extraction                             | 789,416           | 1,018,435         |
|      | Energy supply                                                                  | 1,176,271         | 1,432,328         |
|      | Construction and civil engineering contractors                                 | 831,298           | 968,354           |
|      | Trade                                                                          | 1,834,904         | 1,912,714         |
|      | Transportation, hotels and restaurant businesses                               | 1,068,962         | 1,143,433         |
|      | Information and communication                                                  | 88,189            | 122,803           |
|      | Credit and financing institutes and insurance businesses                       | 1,340,614         | 1,380,778         |
|      | Real estate                                                                    | 4,368,408         | 5,358,225         |
|      | Other business                                                                 | 1,300,102         | 1,427,100         |
|      | <b>Business, total</b>                                                         | <b>18,070,050</b> | <b>20,500,570</b> |
|      | Retail                                                                         | 6,613,128         | 6,385,328         |
|      | <b>Total</b>                                                                   | <b>24,683,178</b> | <b>26,885,898</b> |
|      |                                                                                |                   | 25,232,221        |

Note

22 **Collaterals**

The Bank holds a charge on financed asset for most of its business exposures, which is the reason the most common collaterals are mortgages secured in real property, ships, wind turbines, motor vehicles, movable property, securities as well as floating charges. Owner's sureties and personal insurance also constitute a large share of the collateral held by the Bank.

For the majority of retail customer exposures it is also the case that the Bank holds a charge in financed asset—which is the reason the most common collaterals are mortgages secured in real property and in motor vehicles.

The Bank continuously performs assessments of pledged collateral. Valuations are performed based on the fair value of the asset, less a margin for covering costs related to realisation, selling period costs as well as rebates. Some collaterals are assessed for precautionary and practical reasons not to have any value; thus the figures listed below should not necessarily be taken to represent the collaterals' actual value.

**Collaterals by type**

**30 June 2015 TDKK**

|                                                          | Charges held in properties and wind turbines | Right of subrogation for mortgages secured in real property | Charges held in movable property, motor vehicles, operating equipment, ships etc. | Securities | Bank accounts | Others  | Total      |
|----------------------------------------------------------|----------------------------------------------|-------------------------------------------------------------|-----------------------------------------------------------------------------------|------------|---------------|---------|------------|
| Business:                                                |                                              |                                                             |                                                                                   |            |               |         |            |
| Agriculture, hunting, forestry and fishery               | 2,631,665                                    | 65,843                                                      | 372,563                                                                           | 73,815     | 16,197        | 135,907 | 3,295,990  |
| Manufacturing industry and raw material extraction       | 86,637                                       | 39,247                                                      | 221,395                                                                           | 4,917      | 2,321         | 28,905  | 383,422    |
| Energy supply                                            | 628,940                                      | 101,103                                                     | 34,216                                                                            | 112,652    | 3,598         | 6,160   | 886,669    |
| Construction and civil engineering contractors           | 129,715                                      | 35,530                                                      | 110,960                                                                           | 8,222      | 45,322        | 12,980  | 342,729    |
| Trade                                                    | 165,988                                      | 89,267                                                      | 473,572                                                                           | 22,398     | 13,162        | 36,841  | 801,228    |
| Transportation, hotels and restaurant businesses         | 209,077                                      | 225,857                                                     | 172,517                                                                           | 11,347     | 440           | 18,106  | 637,344    |
| Information and communication                            | 19,363                                       | 2,654                                                       | 11,093                                                                            | 1,527      | 582           | 0       | 35,219     |
| Credit and financing institutes and insurance businesses | 479,069                                      | 14,130                                                      | 1,957                                                                             | 210,378    | 13,752        | 34,002  | 753,288    |
| Real estate                                              | 2,522,176                                    | 515,035                                                     | 6,489                                                                             | 171,744    | 64,587        | 73,814  | 3,353,845  |
| Other business                                           | 250,467                                      | 89,835                                                      | 107,986                                                                           | 33,847     | 43,527        | 6,509   | 532,171    |
| Business, total                                          | 7,123,097                                    | 1,178,501                                                   | 1,512,748                                                                         | 650,847    | 203,488       | 353,224 | 11,021,905 |
| Retail                                                   | 2,089,633                                    | 560,960                                                     | 181,183                                                                           | 274,548    | 100,008       | 39,669  | 3,246,001  |
| Total                                                    | 9,212,730                                    | 1,739,461                                                   | 1,693,931                                                                         | 925,395    | 303,496       | 392,893 | 14,267,906 |

# Half-Year Financial Statements

## Notes

Note

| 22                                                       | <b>Collaterals (continued)</b>               |                                                             |                                                                                   |                |                |                |                   |  |
|----------------------------------------------------------|----------------------------------------------|-------------------------------------------------------------|-----------------------------------------------------------------------------------|----------------|----------------|----------------|-------------------|--|
| <b>30 June 2014 TDKK</b>                                 | Charges held in properties and wind turbines | Right of subrogation for mortgages secured in real property | Charges held in movable property, motor vehicles, operating equipment, ships etc. | Securities     | Bank accounts  | Others         | Total             |  |
| Business:                                                |                                              |                                                             |                                                                                   |                |                |                |                   |  |
| Agriculture, hunting, forestry and fishery               | 2,706,615                                    | 74,446                                                      | 464,496                                                                           | 76,926         | 34,356         | 157,622        | 3,514,461         |  |
| Manufacturing industry and raw material extraction       | 70,347                                       | 30,065                                                      | 250,307                                                                           | 29,770         | 1,273          | 37,927         | 419,689           |  |
| Energy supply                                            | 778,048                                      | 106,942                                                     | 73,210                                                                            | 99,182         | 23,826         | 10,225         | 1,091,433         |  |
| Construction and civil engineering contractors           | 247,119                                      | 52,911                                                      | 114,976                                                                           | 8,460          | 5,145          | 8,790          | 437,401           |  |
| Trade                                                    | 177,768                                      | 95,335                                                      | 497,498                                                                           | 31,690         | 14,479         | 51,245         | 868,015           |  |
| Transportation, hotels and restaurant businesses         | 242,704                                      | 242,835                                                     | 172,747                                                                           | 8,306          | 2,577          | 18,305         | 687,474           |  |
| Information and communication                            | 22,644                                       | 2,639                                                       | 8,172                                                                             | 52,456         | 3,183          | 0              | 89,094            |  |
| Credit and financing institutes and insurance businesses | 202,008                                      | 23,967                                                      | 3,585                                                                             | 174,073        | 46,909         | 31,396         | 481,938           |  |
| Real estate                                              | 2,834,429                                    | 553,439                                                     | 14,077                                                                            | 187,859        | 97,103         | 119,956        | 3,806,863         |  |
| Other business                                           | 205,002                                      | 81,173                                                      | 128,409                                                                           | 31,248         | 50,059         | 8,337          | 504,228           |  |
| <b>Business, total</b>                                   | <b>7,486,684</b>                             | <b>1,263,752</b>                                            | <b>1,727,477</b>                                                                  | <b>699,970</b> | <b>278,910</b> | <b>443,803</b> | <b>11,900,596</b> |  |
| Retail                                                   | 2,187,762                                    | 284,418                                                     | 185,411                                                                           | 278,627        | 98,472         | 52,092         | 3,086,782         |  |
| <b>Total</b>                                             | <b>9,674,446</b>                             | <b>1,548,170</b>                                            | <b>1,912,888</b>                                                                  | <b>978,597</b> | <b>377,382</b> | <b>495,895</b> | <b>14,987,378</b> |  |

Note

| 22                                                       | <b>Collaterals (continued)</b>               |                                                             |                                                                                   |                |                |                |                   |  |
|----------------------------------------------------------|----------------------------------------------|-------------------------------------------------------------|-----------------------------------------------------------------------------------|----------------|----------------|----------------|-------------------|--|
| <b>31 December 2014 TDKK</b>                             | Charges held in properties and wind turbines | Right of subrogation for mortgages secured in real property | Charges held in movable property, motor vehicles, operating equipment, ships etc. | Securities     | Bank accounts  | Others         | Total             |  |
| Business:                                                |                                              |                                                             |                                                                                   |                |                |                |                   |  |
| Agriculture, hunting, forestry and fishery               | 2,745,101                                    | 73,985                                                      | 412,726                                                                           | 89,488         | 30,330         | 116,144        | 3,467,774         |  |
| Manufacturing industry and raw material extraction       | 60,680                                       | 25,483                                                      | 234,231                                                                           | 1,227          | 658            | 31,246         | 353,525           |  |
| Energy supply                                            | 718,849                                      | 103,603                                                     | 40,732                                                                            | 72,125         | 8,074          | 11,337         | 954,720           |  |
| Construction and civil engineering contractors           | 222,099                                      | 50,816                                                      | 118,025                                                                           | 8,505          | 7,160          | 12,391         | 418,996           |  |
| Trade                                                    | 166,833                                      | 98,582                                                      | 483,215                                                                           | 17,194         | 14,280         | 90,364         | 870,468           |  |
| Transportation, hotels and restaurant businesses         | 231,620                                      | 238,357                                                     | 174,787                                                                           | 5,515          | 3,513          | 18,610         | 672,402           |  |
| Information and communication                            | 19,806                                       | 3,147                                                       | 7,546                                                                             | 1,495          | 591            | 0              | 32,585            |  |
| Credit and financing institutes and insurance businesses | 216,202                                      | 25,688                                                      | 3,336                                                                             | 227,826        | 17,080         | 62,235         | 552,367           |  |
| Real estate                                              | 2,865,822                                    | 544,664                                                     | 7,857                                                                             | 181,931        | 84,267         | 135,725        | 3,820,266         |  |
| Other business                                           | 217,788                                      | 87,327                                                      | 113,075                                                                           | 28,308         | 43,652         | 7,239          | 497,389           |  |
| <b>Business, total</b>                                   | <b>7,464,800</b>                             | <b>1,251,652</b>                                            | <b>1,595,530</b>                                                                  | <b>633,614</b> | <b>209,605</b> | <b>485,291</b> | <b>11,640,492</b> |  |
| Retail                                                   | 2,125,733                                    | 388,042                                                     | 184,524                                                                           | 265,111        | 92,884         | 47,518         | 3,103,812         |  |
| <b>Total</b>                                             | <b>9,590,533</b>                             | <b>1,639,694</b>                                            | <b>1,780,054</b>                                                                  | <b>898,725</b> | <b>302,489</b> | <b>532,809</b> | <b>14,744,304</b> |  |

# Half-Year Financial Statements

## Notes

| Note |                                                          |                      |                      |                     |
|------|----------------------------------------------------------|----------------------|----------------------|---------------------|
| 23   | <b>Loans and guarantees, by industry segments</b>        | 30 June 2015<br>TDKK | 30 June 2014<br>TDKK | 31 Dec 2014<br>TDKK |
|      | Business:                                                |                      |                      |                     |
|      | Agriculture, hunting, forestry and fishery               | 20%                  | 20%                  | 19%                 |
|      | Manufacturing industry and raw material extraction       | 3%                   | 3%                   | 3%                  |
|      | Energy supply                                            | 5%                   | 6%                   | 6%                  |
|      | Construction and civil engineering contractors           | 3%                   | 4%                   | 4%                  |
|      | Trade                                                    | 7%                   | 8%                   | 7%                  |
|      | Transportation, hotels and restaurant businesses         | 4%                   | 4%                   | 5%                  |
|      | Information and communication                            | 0%                   | 0%                   | 0%                  |
|      | Credit and financing institutes and insurance businesses | 6%                   | 5%                   | 5%                  |
|      | Real estate                                              | 20%                  | 22%                  | 22%                 |
|      | Other business                                           | 5%                   | 5%                   | 5%                  |
|      | <b>Business, total</b>                                   | <b>73%</b>           | <b>77%</b>           | <b>76%</b>          |
|      | Retail                                                   | 27%                  | 23%                  | 24%                 |
|      | <b>Total</b>                                             | <b>100%</b>          | <b>100%</b>          | <b>100%</b>         |

Note

24 **Credit quality of loans and guarantee debtors not delinquent and for which impairments/provisions have not been made**

'Loan and guarantee debtors with signs of weakness' refers to loans and guarantee debtors for which individual impairments have not been made but which display signs of weakness. 'Signs of weakness' refers to conditions that affect the credit risk assessment of the loan negatively. These are loan and guarantee debtors whose credit rating is impaired and therefore closer to being written down.

In the second half 2014 the Bank's internal model for segmenting has been changed to align to FSA categories of creditworthiness. The change has moved some loans and guaranties from the category normal creditworthiness to slightly impaired creditworthiness, certain signs of weakness. The comparable figures for 2013 have been adjusted to reflect the changed segmenting.

| <b>30 June 2015 TDKK</b>                                 | Loan + guarantee debtors with material weaknesses, but without impairments/provisions | Loan + guarantee debtors with slightly impaired creditworthiness, certain signs of weakness | Loan + guarantee debtors with normal creditworthiness | Amortised cost, total |
|----------------------------------------------------------|---------------------------------------------------------------------------------------|---------------------------------------------------------------------------------------------|-------------------------------------------------------|-----------------------|
| Business:                                                |                                                                                       |                                                                                             |                                                       |                       |
| Agriculture, hunting, forestry and fishery               | 497,770                                                                               | 1,050,632                                                                                   | 361,842                                               | 1,910,244             |
| Manufacturing industry and raw material extraction       | 84,177                                                                                | 179,757                                                                                     | 168,060                                               | 431,994               |
| Energy supply                                            | 50,719                                                                                | 475,680                                                                                     | 232,083                                               | 758,482               |
| Construction and civil engineering contractors           | 83,839                                                                                | 258,864                                                                                     | 100,010                                               | 442,713               |
| Trade                                                    | 137,484                                                                               | 562,810                                                                                     | 240,524                                               | 940,818               |
| Transportation, hotels and restaurant businesses         | 63,734                                                                                | 293,228                                                                                     | 136,463                                               | 493,425               |
| Information and communication                            | 4,501                                                                                 | 21,562                                                                                      | 14,538                                                | 40,601                |
| Credit and financing institutes and insurance businesses | 296,663                                                                               | 146,559                                                                                     | 263,378                                               | 706,600               |
| Real estate                                              | 713,155                                                                               | 750,493                                                                                     | 328,233                                               | 1,791,881             |
| Other business                                           | 91,937                                                                                | 385,915                                                                                     | 202,212                                               | 680,064               |
| <b>Business, total</b>                                   | <b>2,023,979</b>                                                                      | <b>4,125,500</b>                                                                            | <b>2,047,343</b>                                      | <b>8,196,822</b>      |
| Retail                                                   | 517,409                                                                               | 2,033,762                                                                                   | 1,717,773                                             | 4,268,944             |
| <b>Total</b>                                             | <b>2,541,388</b>                                                                      | <b>6,159,262</b>                                                                            | <b>3,765,116</b>                                      | <b>12,465,766</b>     |

# Half-Year Financial Statements

## Notes

| Note                                                     |                                                                                                                                         |                                                                                             |                                                       |                       |
|----------------------------------------------------------|-----------------------------------------------------------------------------------------------------------------------------------------|---------------------------------------------------------------------------------------------|-------------------------------------------------------|-----------------------|
| 24                                                       | <b>Credit quality of loans and guarantee debtors not delinquent and for which impairments/provisions have not been made (continued)</b> |                                                                                             |                                                       |                       |
| <b>30 June 2014 TDKK</b>                                 | Loan + guarantee debtors with material weaknesses, but without impairments/provisions                                                   | Loan + guarantee debtors with slightly impaired creditworthiness, certain signs of weakness | Loan + guarantee debtors with normal creditworthiness | Amortised cost, total |
| Business:                                                |                                                                                                                                         |                                                                                             |                                                       |                       |
| Agriculture, hunting, forestry and fishery               | 498,544                                                                                                                                 | 1,072,889                                                                                   | 559,989                                               | 2,131,422             |
| Manufacturing industry and raw material extraction       | 102,410                                                                                                                                 | 246,425                                                                                     | 137,823                                               | 486,658               |
| Energy supply                                            | 36,357                                                                                                                                  | 437,330                                                                                     | 453,186                                               | 926,873               |
| Construction and civil engineering contractors           | 132,330                                                                                                                                 | 189,368                                                                                     | 156,778                                               | 478,476               |
| Trade                                                    | 291,335                                                                                                                                 | 350,566                                                                                     | 504,853                                               | 1,146,754             |
| Transportation, hotels and restaurant businesses         | 100,237                                                                                                                                 | 306,109                                                                                     | 115,225                                               | 521,571               |
| Information and communication                            | 7,599                                                                                                                                   | 23,049                                                                                      | 12,245                                                | 42,893                |
| Credit and financing institutes and insurance businesses | 121,947                                                                                                                                 | 193,751                                                                                     | 283,267                                               | 598,965               |
| Real estate                                              | 947,272                                                                                                                                 | 922,395                                                                                     | 410,387                                               | 2,280,054             |
| Other business                                           | 122,294                                                                                                                                 | 415,734                                                                                     | 243,261                                               | 781,289               |
| <b>Business, total</b>                                   | <b>2,360,325</b>                                                                                                                        | <b>4,157,616</b>                                                                            | <b>2,877,014</b>                                      | <b>9,394,955</b>      |
| Retail                                                   | 998,977                                                                                                                                 | 1,718,443                                                                                   | 1,230,443                                             | 3,947,863             |
| <b>Total</b>                                             | <b>3,359,302</b>                                                                                                                        | <b>5,876,059</b>                                                                            | <b>4,107,457</b>                                      | <b>13,342,818</b>     |



Note

| 24 | <b>Credit quality of loans and guarantee debtors not delinquent and for which impairments/provisions have not been made (continued)</b> |                                                                                                            |                                                                                                            |                                                                  |                          |
|----|-----------------------------------------------------------------------------------------------------------------------------------------|------------------------------------------------------------------------------------------------------------|------------------------------------------------------------------------------------------------------------|------------------------------------------------------------------|--------------------------|
|    | <b>31 December 2014 TDKK</b>                                                                                                            | Loan + guarantee<br>debtors with<br>material weak-<br>nesses, but with-<br>out impair-<br>ments/provisions | Loan + guarantee<br>debtors with<br>slightly impaired<br>creditworthiness,<br>certain signs of<br>weakness | Loan + guarantee<br>debtors with<br>normal creditwor-<br>thiness | Amortised cost,<br>total |
|    | Business:                                                                                                                               |                                                                                                            |                                                                                                            |                                                                  |                          |
|    | Agriculture, hunting, forestry and fishery                                                                                              | 430,147                                                                                                    | 898,036                                                                                                    | 438,186                                                          | 1,766,369                |
|    | Manufacturing industry and raw material extraction                                                                                      | 95,176                                                                                                     | 206,001                                                                                                    | 151,032                                                          | 452,209                  |
|    | Energy supply                                                                                                                           | 30,486                                                                                                     | 460,146                                                                                                    | 259,799                                                          | 750,431                  |
|    | Construction and civil engineering contractors                                                                                          | 105,988                                                                                                    | 225,273                                                                                                    | 114,211                                                          | 445,472                  |
|    | Trade                                                                                                                                   | 274,203                                                                                                    | 428,071                                                                                                    | 352,726                                                          | 1,055,000                |
|    | Transportation, hotels and restaurant businesses                                                                                        | 91,065                                                                                                     | 321,652                                                                                                    | 123,459                                                          | 536,176                  |
|    | Information and communication                                                                                                           | 5,532                                                                                                      | 29,145                                                                                                     | 17,775                                                           | 52,452                   |
|    | Credit and financing institutes and insurance businesses                                                                                | 127,612                                                                                                    | 209,292                                                                                                    | 290,448                                                          | 627,352                  |
|    | Real estate                                                                                                                             | 974,351                                                                                                    | 773,537                                                                                                    | 422,942                                                          | 2,170,830                |
|    | Other business                                                                                                                          | 111,769                                                                                                    | 351,553                                                                                                    | 247,977                                                          | 711,299                  |
|    | <b>Business, total</b>                                                                                                                  | <b>2,246,329</b>                                                                                           | <b>3,902,706</b>                                                                                           | <b>2,418,555</b>                                                 | <b>8,567,590</b>         |
|    | Retail                                                                                                                                  | 536,436                                                                                                    | 1,901,216                                                                                                  | 1,497,782                                                        | 3,935,434                |
|    | <b>Total</b>                                                                                                                            | <b>2,782,765</b>                                                                                           | <b>5,803,922</b>                                                                                           | <b>3,916,337</b>                                                 | <b>12,503,024</b>        |

# Half-Year Financial Statements

## Notes

Note

| 25                                                       | <b>Overdue receivables for loans that have not been impaired, by industry segment</b> |                    |                    |                   |                  |
|----------------------------------------------------------|---------------------------------------------------------------------------------------|--------------------|--------------------|-------------------|------------------|
| <b>30 June 2015</b>                                      | 0-30 days<br>TDKK                                                                     | 31-60 days<br>TDKK | 61-90 days<br>TDKK | > 90 days<br>TDKK | Total<br>TDKK    |
| Business:                                                |                                                                                       |                    |                    |                   |                  |
| Agriculture, hunting, forestry and fishery               | 12,829                                                                                | 9,991              | 525                | 8,198             | 31,543           |
| Manufacturing industry and raw material extraction       | 2,067                                                                                 | 144                | 0                  | 6                 | 2,217            |
| Energy supply                                            | 1,034                                                                                 | 0                  | 0                  | 415               | 1,449            |
| Construction and civil engineering contractors           | 3,963                                                                                 | 489                | 351                | 1,455             | 6,258            |
| Trade                                                    | 7,654                                                                                 | 242                | 818                | 1,480             | 10,194           |
| Transportation, hotels and restaurant businesses         | 5,859                                                                                 | 233                | 0                  | 48                | 6,140            |
| Information and communication                            | 546                                                                                   | 2                  | 0                  | 0                 | 548              |
| Credit and financing institutes and insurance businesses | 4,895                                                                                 | 11                 | 0                  | 281               | 5,187            |
| Real estate                                              | 84,535                                                                                | 1,035              | 1                  | 971               | 86,542           |
| Other business                                           | 7,025                                                                                 | 1,461              | 398                | 1,212             | 10,096           |
| <b>Business, total</b>                                   | <b>130,407</b>                                                                        | <b>13,608</b>      | <b>2,093</b>       | <b>14,066</b>     | <b>160,174</b>   |
| Retail                                                   | 32,265                                                                                | 7,157              | 247                | 2,519             | 42,188           |
| <b>Overdue receivables, total</b>                        | <b>162,672</b>                                                                        | <b>20,765</b>      | <b>2,340</b>       | <b>16,585</b>     | <b>202,362</b>   |
| <b>Loans in arrears, total</b>                           | <b>1,200,793</b>                                                                      | <b>76,902</b>      | <b>8,570</b>       | <b>81,877</b>     | <b>1,368,142</b> |
| <b>30 June 2014</b>                                      | 0-30 days<br>TDKK                                                                     | 31-60 days<br>TDKK | 61-90 days<br>TDKK | > 90 days<br>TDKK | Total<br>TDKK    |
| Business:                                                |                                                                                       |                    |                    |                   |                  |
| Agriculture, hunting, forestry and fishery               | 28,264                                                                                | 7,468              | 3,288              | 1,420             | 40,440           |
| Manufacturing industry and raw material extraction       | 2,460                                                                                 | 36,965             | 350                | 533               | 40,308           |
| Energy supply                                            | 2,669                                                                                 | 313                | 1,449              | 1,092             | 5,523            |
| Construction and civil engineering contractors           | 7,292                                                                                 | 2,297              | 8                  | 1,094             | 10,691           |
| Trade                                                    | 7,661                                                                                 | 5,079              | 205                | 2,737             | 15,682           |
| Transportation, hotels and restaurant businesses         | 4,856                                                                                 | 346                | 134                | 773               | 6,109            |
| Information and communication                            | 822                                                                                   | 99                 | 147                | 5                 | 1,073            |
| Credit and financing institutes and insurance businesses | 6,665                                                                                 | 21                 | 8                  | 4,153             | 10,847           |
| Real estate                                              | 22,586                                                                                | 2,079              | 3,749              | 10,127            | 38,541           |
| Other business                                           | 5,279                                                                                 | 1,330              | 335                | 1,241             | 8,185            |
| <b>Business, total</b>                                   | <b>88,554</b>                                                                         | <b>55,997</b>      | <b>9,673</b>       | <b>23,175</b>     | <b>177,399</b>   |
| Retail                                                   | 24,398                                                                                | 2,479              | 883                | 3,111             | 30,871           |
| <b>Overdue receivables, total</b>                        | <b>112,952</b>                                                                        | <b>58,476</b>      | <b>10,556</b>      | <b>26,286</b>     | <b>208,270</b>   |
| <b>Loans in arrears, total</b>                           | <b>1,554,719</b>                                                                      | <b>151,804</b>     | <b>51,291</b>      | <b>175,721</b>    | <b>1,933,535</b> |

Note

| 25                                                       | <b>Overdue receivables for loans that have not been impaired, by industry segment (continued)</b> |                    |                    |                   |               |  |
|----------------------------------------------------------|---------------------------------------------------------------------------------------------------|--------------------|--------------------|-------------------|---------------|--|
| <b>31 December 2014</b>                                  | 0-30 dage<br>tkr.                                                                                 | 31-60 dage<br>tkr. | 61-90 dage<br>tkr. | > 90 dage<br>tkr. | I alt<br>tkr. |  |
| Business:                                                |                                                                                                   |                    |                    |                   |               |  |
| Agriculture, hunting, forestry and fishery               | 25,614                                                                                            | 2,680              | 499                | 280               | 29,073        |  |
| Manufacturing industry and raw material extraction       | 5,019                                                                                             | 0                  | 29                 | 2,224             | 7,272         |  |
| Energy supply                                            | 3,182                                                                                             | 0                  | 0                  | 12                | 3,194         |  |
| Construction and civil engineering contractors           | 3,807                                                                                             | 1,169              | 42                 | 559               | 5,577         |  |
| Trade                                                    | 10,410                                                                                            | 711                | 98                 | 763               | 11,982        |  |
| Transportation, hotels and restaurant businesses         | 2,326                                                                                             | 1,146              | 596                | 191               | 4,259         |  |
| Information and communication                            | 214                                                                                               | 138                | 0                  | 75                | 427           |  |
| Credit and financing institutes and insurance businesses | 1,237                                                                                             | 190                | 10                 | 2,190             | 3,627         |  |
| Real estate                                              | 15,651                                                                                            | 255                | 37                 | 6,761             | 22,704        |  |
| Other business                                           | 7,911                                                                                             | 1,626              | 154                | 1,661             | 11,352        |  |
| Business, total                                          | 75,371                                                                                            | 7,915              | 1,465              | 14,716            | 99,467        |  |
| Retail                                                   | 28,843                                                                                            | 3,390              | 827                | 1,643             | 34,703        |  |
| Overdue receivables, total                               | 104,214                                                                                           | 11,305             | 2,292              | 16,359            | 134,170       |  |
| Loans in arrears, total                                  | 1,520,204                                                                                         | 43,764             | 9,236              | 130,810           | 1,704,014     |  |

# Half-Year Financial Statements

## Notes

| Note |                                                                                  |                  |                              |                                                   |                                  |                                                  |
|------|----------------------------------------------------------------------------------|------------------|------------------------------|---------------------------------------------------|----------------------------------|--------------------------------------------------|
| 26   | <b>Gross loan and guarantee debtors, individually impaired, by cause</b>         |                  | 30 June 2015<br>TDKK         | 30 June 2014<br>TDKK                              | 31 Dec 2014<br>TDKK              |                                                  |
|      | Reorganisation/insolvency proceedings                                            |                  | 339,294                      | 583,621                                           | 429,012                          |                                                  |
|      | Rescheduling of debts                                                            |                  | 15,060                       | 8,908                                             | 14,019                           |                                                  |
|      | Debt Collection                                                                  |                  | 1,225,671                    | 819,601                                           | 1,067,650                        |                                                  |
|      | Customer deceased                                                                |                  | 4,121                        | 9,661                                             | 8,281                            |                                                  |
|      | Relief in terms                                                                  |                  | 2,148,081                    | 2,223,372                                         | 2,146,894                        |                                                  |
|      | Other causes                                                                     |                  | 3,258,086                    | 3,851,887                                         | 3,425,230                        |                                                  |
|      | <b>Total</b>                                                                     |                  | <b>6,990,313</b>             | <b>7,497,050</b>                                  | <b>7,091,086</b>                 |                                                  |
| 27   | <b>Segment of loan and guarantee debtors, individually impaired, by industry</b> |                  |                              |                                                   |                                  |                                                  |
|      | <b>30 June 2015 TDKK</b>                                                         |                  |                              |                                                   |                                  |                                                  |
|      |                                                                                  | Gross            | Loan value<br>of collaterals | Unsecured<br>component<br>before im-<br>pairments | Impair-<br>ments/provis-<br>ions | Unsecured<br>component<br>after impair-<br>ments |
|      | Business:                                                                        |                  |                              |                                                   |                                  |                                                  |
|      | Agriculture, hunting, forestry and fishery                                       | 2,593,971        | 683,400                      | 1,910,571                                         | 1,283,247                        | 627,324                                          |
|      | Manufacturing industry and raw material extraction                               | 179,215          | 54,358                       | 124,857                                           | 105,755                          | 19,102                                           |
|      | Energy supply                                                                    | 226,085          | 83,028                       | 143,057                                           | 79,902                           | 63,155                                           |
|      | Construction and civil engineering contractors                                   | 143,252          | 49,168                       | 94,084                                            | 76,061                           | 18,023                                           |
|      | Trade                                                                            | 330,574          | 102,899                      | 227,675                                           | 180,611                          | 47,064                                           |
|      | Transportation, hotels and restaurant businesses                                 | 399,001          | 144,876                      | 254,125                                           | 188,855                          | 65,270                                           |
|      | Information and communication                                                    | 6,520            | 252                          | 6,268                                             | 3,822                            | 2,446                                            |
|      | Credit and financing institutes and insurance businesses                         | 702,868          | 238,560                      | 464,308                                           | 398,539                          | 65,769                                           |
|      | Real estate                                                                      | 1,665,894        | 1,075,614                    | 590,280                                           | 538,700                          | 51,580                                           |
|      | Other business                                                                   | 218,133          | 45,481                       | 172,652                                           | 148,900                          | 23,752                                           |
|      | <b>Business, total</b>                                                           | <b>6,465,513</b> | <b>2,477,636</b>             | <b>3,987,877</b>                                  | <b>3,004,392</b>                 | <b>983,485</b>                                   |
|      | Retail                                                                           | 524,800          | 104,219                      | 420,581                                           | 334,707                          | 85,874                                           |
|      | <b>Total</b>                                                                     | <b>6,990,313</b> | <b>2,581,855</b>             | <b>4,408,458</b>                                  | <b>3,339,099</b>                 | <b>1,069,359</b>                                 |

Note

| 27                                                       | <b>Segment of loan and guarantee debtors, individually impaired, by industry (continued)</b> |                           |                                        |                        |                                       |
|----------------------------------------------------------|----------------------------------------------------------------------------------------------|---------------------------|----------------------------------------|------------------------|---------------------------------------|
| <b>30 June 2014 TDKK</b>                                 | Gross                                                                                        | Loan value of collaterals | Unsecured component before impairments | Impairments/provisions | Unsecured component after impairments |
| Business:                                                |                                                                                              |                           |                                        |                        |                                       |
| Agriculture, hunting, forestry and fishery               | 2,502,633                                                                                    | 587,838                   | 1,914,795                              | 1,327,050              | 587,745                               |
| Manufacturing industry and raw material extraction       | 208,492                                                                                      | 79,232                    | 129,260                                | 115,407                | 13,853                                |
| Energy supply                                            | 182,002                                                                                      | 60,808                    | 121,194                                | 64,072                 | 57,122                                |
| Construction and civil engineering contractors           | 239,432                                                                                      | 108,766                   | 130,666                                | 113,041                | 17,625                                |
| Trade                                                    | 334,421                                                                                      | 88,818                    | 245,603                                | 194,826                | 50,777                                |
| Transportation, hotels and restaurant businesses         | 438,728                                                                                      | 177,809                   | 260,919                                | 182,467                | 78,452                                |
| Information and communication                            | 10,024                                                                                       | 105                       | 9,919                                  | 5,297                  | 4,622                                 |
| Credit and financing institutes and insurance businesses | 759,213                                                                                      | 177,981                   | 581,232                                | 505,485                | 75,747                                |
| Real estate                                              | 2,099,826                                                                                    | 1,134,969                 | 964,857                                | 846,993                | 117,864                               |
| Other business                                           | 221,841                                                                                      | 36,399                    | 185,442                                | 155,463                | 29,979                                |
| <b>Business, total</b>                                   | <b>6,996,612</b>                                                                             | <b>2,452,725</b>          | <b>4,543,887</b>                       | <b>3,510,101</b>       | <b>1,033,786</b>                      |
| Retail                                                   | 500,438                                                                                      | 83,999                    | 416,439                                | 328,745                | 87,694                                |
| <b>Total</b>                                             | <b>7,497,050</b>                                                                             | <b>2,536,724</b>          | <b>4,960,326</b>                       | <b>3,838,846</b>       | <b>1,121,480</b>                      |
| <b>31 December 2014 TDKK</b>                             |                                                                                              |                           |                                        |                        |                                       |
|                                                          | Gross                                                                                        | Loan value of collaterals | Unsecured component before impairments | Impairments/provisions | Unsecured component after impairments |
| Business:                                                |                                                                                              |                           |                                        |                        |                                       |
| Agriculture, hunting, forestry and fishery               | 2,503,370                                                                                    | 687,335                   | 1,816,035                              | 1,227,356              | 588,679                               |
| Manufacturing industry and raw material extraction       | 171,304                                                                                      | 48,691                    | 122,613                                | 103,927                | 18,686                                |
| Energy supply                                            | 245,440                                                                                      | 118,686                   | 126,754                                | 72,962                 | 53,792                                |
| Construction and civil engineering contractors           | 250,522                                                                                      | 112,639                   | 137,883                                | 116,297                | 21,586                                |
| Trade                                                    | 328,337                                                                                      | 89,118                    | 239,219                                | 191,617                | 47,602                                |
| Transportation, hotels and restaurant businesses         | 419,928                                                                                      | 158,595                   | 261,333                                | 196,327                | 65,006                                |
| Information and communication                            | 12,042                                                                                       | 95                        | 11,947                                 | 5,802                  | 6,145                                 |
| Credit and financing institutes and insurance businesses | 635,843                                                                                      | 169,227                   | 466,616                                | 405,400                | 61,216                                |
| Real estate                                              | 1,766,717                                                                                    | 1,031,599                 | 735,118                                | 632,095                | 103,023                               |
| Other business                                           | 219,517                                                                                      | 40,234                    | 179,283                                | 152,873                | 26,410                                |
| <b>Business, total</b>                                   | <b>6,553,020</b>                                                                             | <b>2,456,219</b>          | <b>4,096,801</b>                       | <b>3,104,656</b>       | <b>992,145</b>                        |
| Retail                                                   | 538,066                                                                                      | 102,896                   | 435,170                                | 343,659                | 91,511                                |
| <b>Total</b>                                             | <b>7,091,086</b>                                                                             | <b>2,559,115</b>          | <b>4,531,971</b>                       | <b>3,448,315</b>       | <b>1,083,656</b>                      |

# Half-Year Financial Statements

## Notes

Note

| 28 Collaterals for loan and guarantee debtors, individually impaired, by types |                                              |                                                             |                                                                                   |            |               |        |           |
|--------------------------------------------------------------------------------|----------------------------------------------|-------------------------------------------------------------|-----------------------------------------------------------------------------------|------------|---------------|--------|-----------|
| 30 June 2015 TDKK                                                              | Charges held in properties and wind turbines | Right of subrogation for mortgages secured in real property | Charges held in movable property, motor vehicles, operating equipment, ships etc. | Securities | Bank accounts | Others | Total     |
| Business:                                                                      |                                              |                                                             |                                                                                   |            |               |        |           |
| Agriculture, hunting, forestry and fishery                                     | 585,974                                      | 15,789                                                      | 13,934                                                                            | 4,915      | 2,000         | 60,788 | 683,400   |
| Manufacturing industry and raw material extraction                             | 10,633                                       | 6,458                                                       | 32,152                                                                            | 4,243      | 172           | 700    | 54,358    |
| Energy supply                                                                  | 77,019                                       | 0                                                           | 2,700                                                                             | 3,021      | 288           | 0      | 83,028    |
| Construction and civil engineering contractors                                 | 30,365                                       | 3,094                                                       | 10,943                                                                            | 0          | 141           | 4,625  | 49,168    |
| Trade                                                                          | 13,104                                       | 8,804                                                       | 65,241                                                                            | 0          | 0             | 15,750 | 102,899   |
| Transportation, hotels and restaurant businesses                               | 38,701                                       | 67,612                                                      | 36,475                                                                            | 1,963      | 125           | 0      | 144,876   |
| Information and communication                                                  | 252                                          | 0                                                           | 0                                                                                 | 0          | 0             | 0      | 252       |
| Credit and financing institutes and insurance businesses                       | 179,731                                      | 510                                                         | 1,226                                                                             | 49,744     | 3,849         | 3,500  | 238,560   |
| Real estate                                                                    | 946,735                                      | 108,387                                                     | 84                                                                                | 16,189     | 4,219         | 0      | 1,075,614 |
| Other business                                                                 | 22,915                                       | 1,280                                                       | 9,359                                                                             | 1,952      | 7,380         | 2,595  | 45,481    |
| Business, total                                                                | 1,905,429                                    | 211,934                                                     | 172,114                                                                           | 82,027     | 18,174        | 87,958 | 2,477,636 |
| Retail                                                                         | 59,250                                       | 16,907                                                      | 2,847                                                                             | 16,181     | 4,432         | 4,602  | 104,219   |
| Total                                                                          | 1,964,679                                    | 228,841                                                     | 174,961                                                                           | 98,208     | 22,606        | 92,560 | 2,581,855 |

Note

| 28                                                       | <b>Collaterals for loan and guarantee debtors, individually impaired, by types (continued)</b> |                                                             |                                                                                   |               |               |                |                  |  |
|----------------------------------------------------------|------------------------------------------------------------------------------------------------|-------------------------------------------------------------|-----------------------------------------------------------------------------------|---------------|---------------|----------------|------------------|--|
|                                                          | Charges held in properties and wind turbines                                                   | Right of subrogation for mortgages secured in real property | Charges held in movable property, motor vehicles, operating equipment, ships etc. | Securities    | Bank accounts | Others         | Total            |  |
| <b>30 June 2014 TDKK</b>                                 |                                                                                                |                                                             |                                                                                   |               |               |                |                  |  |
| Business:                                                |                                                                                                |                                                             |                                                                                   |               |               |                |                  |  |
| Agriculture, hunting, forestry and fishery               | 497,836                                                                                        | 20,659                                                      | 20,537                                                                            | 7,603         | 2,544         | 38,659         | 587,838          |  |
| Manufacturing industry and raw material extraction       | 9,871                                                                                          | 4,309                                                       | 57,763                                                                            | 17            | 291           | 6,981          | 79,232           |  |
| Energy supply                                            | 41,426                                                                                         | 0                                                           | 0                                                                                 | 5,174         | 14,208        | 0              | 60,808           |  |
| Construction and civil engineering contractors           | 90,710                                                                                         | 2,290                                                       | 8,956                                                                             | 661           | 149           | 6,000          | 108,766          |  |
| Trade                                                    | 11,261                                                                                         | 3,698                                                       | 72,185                                                                            | 193           | 171           | 1,310          | 88,818           |  |
| Transportation, hotels and restaurant businesses         | 75,454                                                                                         | 62,634                                                      | 36,743                                                                            | 2,092         | 86            | 800            | 177,809          |  |
| Information and communication                            | 0                                                                                              | 0                                                           | 0                                                                                 | 103           | 2             | 0              | 105              |  |
| Credit and financing institutes and insurance businesses | 102,890                                                                                        | 2,327                                                       | 1,822                                                                             | 61,981        | 40            | 8,921          | 177,981          |  |
| Real estate                                              | 964,018                                                                                        | 108,713                                                     | 3,747                                                                             | 7,702         | 11,171        | 39,618         | 1,134,969        |  |
| Other business                                           | 21,477                                                                                         | 1,260                                                       | 8,983                                                                             | 1,948         | 136           | 2,595          | 36,399           |  |
| <b>Business, total</b>                                   | <b>1,814,943</b>                                                                               | <b>205,890</b>                                              | <b>210,736</b>                                                                    | <b>87,474</b> | <b>28,798</b> | <b>104,884</b> | <b>2,452,725</b> |  |
| Retail                                                   | 58,500                                                                                         | 11,685                                                      | 5,943                                                                             | 2,500         | 389           | 4,982          | 83,999           |  |
| <b>Total</b>                                             | <b>1,873,443</b>                                                                               | <b>217,575</b>                                              | <b>216,679</b>                                                                    | <b>89,974</b> | <b>29,187</b> | <b>109,866</b> | <b>2,536,724</b> |  |

# Half-Year Financial Statements

## Notes

Note

| 28                                                       | <b>Collaterals for loan and guarantee debtors, individually impaired, by types (continued)</b> |                                                             |                                                                                   |            |               |        |           |  |
|----------------------------------------------------------|------------------------------------------------------------------------------------------------|-------------------------------------------------------------|-----------------------------------------------------------------------------------|------------|---------------|--------|-----------|--|
| 31 Dec 2014 TDKK                                         | Charges held in properties and wind turbines                                                   | Right of subrogation for mortgages secured in real property | Charges held in movable property, motor vehicles, operating equipment, ships etc. | Securities | Bank accounts | Others | Total     |  |
| Business:                                                |                                                                                                |                                                             |                                                                                   |            |               |        |           |  |
| Agriculture, hunting, forestry and fishery               | 589,936                                                                                        | 18,123                                                      | 21,138                                                                            | 7,183      | 2,042         | 48,913 | 687,335   |  |
| Manufacturing industry and raw material extraction       | 9,911                                                                                          | 3,695                                                       | 34,369                                                                            | 16         | 0             | 700    | 48,691    |  |
| Energy supply                                            | 110,237                                                                                        | 0                                                           | 2,700                                                                             | 1,262      | 287           | 4,200  | 118,686   |  |
| Construction and civil engineering contractors           | 91,392                                                                                         | 2,695                                                       | 14,286                                                                            | 0          | 141           | 4,125  | 112,639   |  |
| Trade                                                    | 10,308                                                                                         | 8,167                                                       | 67,359                                                                            | 0          | 171           | 3,113  | 89,118    |  |
| Transportation, hotels and restaurant businesses         | 60,267                                                                                         | 55,685                                                      | 37,887                                                                            | 2,092      | 1,864         | 800    | 158,595   |  |
| Information and communication                            | 0                                                                                              | 0                                                           | 0                                                                                 | 92         | 3             | 0      | 95        |  |
| Credit and financing institutes and insurance businesses | 105,547                                                                                        | 1,350                                                       | 1,140                                                                             | 52,453     | 198           | 8,539  | 169,227   |  |
| Real estate                                              | 907,959                                                                                        | 102,930                                                     | 478                                                                               | 7,050      | 8,272         | 4,910  | 1,031,599 |  |
| Other business                                           | 24,363                                                                                         | 329                                                         | 10,848                                                                            | 1,937      | 162           | 2,595  | 40,234    |  |
| Business, total                                          | 1,909,920                                                                                      | 192,974                                                     | 190,205                                                                           | 72,085     | 13,140        | 77,895 | 2,456,219 |  |
| Retail                                                   | 59,865                                                                                         | 15,495                                                      | 5,037                                                                             | 17,246     | 71            | 5,182  | 102,896   |  |
| Total                                                    | 1,969,785                                                                                      | 208,469                                                     | 195,242                                                                           | 89,331     | 13,211        | 83,077 | 2,559,115 |  |



| Note | 30 June 2015<br>TDKK                                                                                                                       | 30 June 2014<br>TDKK | 31 Dec 2014<br>TDKK |           |
|------|--------------------------------------------------------------------------------------------------------------------------------------------|----------------------|---------------------|-----------|
| 29   | <b>Hedge accounting</b>                                                                                                                    |                      |                     |           |
|      | <b>For hedging interest rate risk, the following are hedged (fair value hedge):</b>                                                        |                      |                     |           |
|      | Loans at amortised cost                                                                                                                    | 186,256              | 177,973             | 150,459   |
|      | Hedged with interest rate swaps, maturity 2015-2022:                                                                                       |                      |                     |           |
|      | Synthetic principal                                                                                                                        | 167,213              | 153,498             | 126,333   |
|      | Fair value                                                                                                                                 | -12,590              | -17,515             | -17,403   |
|      | Hedged with interest rate caps, maturity 2024:                                                                                             |                      |                     |           |
|      | Synthetic principal                                                                                                                        | 6,478                | 7,004               | 6,745     |
|      | Fair value                                                                                                                                 | 26                   | 44                  | 22        |
|      | Bonds at amortised cost                                                                                                                    | 153,062              | 0                   | 0         |
|      | Hedged with interest rate swaps, maturity 2020:                                                                                            |                      |                     |           |
|      | Synthetic principal                                                                                                                        | 150,000              | 0                   | 0         |
|      | Fair value                                                                                                                                 | 178                  | 0                   | 0         |
|      | Deposits                                                                                                                                   | 1,960,692            | 3,906,126           | 2,707,552 |
|      | Hedged with interest rate swaps, maturity 2016:                                                                                            |                      |                     |           |
|      | Synthetic principal                                                                                                                        | 1,950,000            | 3,900,000           | 2,700,000 |
|      | Fair value                                                                                                                                 | 10,692               | 6,126               | 7,552     |
|      | Subordinated debt                                                                                                                          | 108,623              | 604,983             | 609,249   |
|      | Hedged with interest rate swaps, maturity 2015:                                                                                            |                      |                     |           |
|      | Synthetic principal                                                                                                                        | 100,000              | 587,600             | 587,600   |
|      | Fair value                                                                                                                                 | 8,623                | 17,383              | 21,649    |
|      | Total fair value adjustment of hedging instruments                                                                                         | 4,816                | 9,892               | 22,182    |
|      | Total fair value adjustment of the hedged items                                                                                            | -5,929               | -9,892              | -22,182   |
|      | Ineffectiveness recognised in the Statement of Income                                                                                      | -1,113               | 0                   | 0         |
| 30   | <b>Derivative financial instruments</b>                                                                                                    |                      |                     |           |
|      | Derivative financial instruments are utilised by both the Bank's customers and the Bank to hedge and manage financial risks and positions. |                      |                     |           |

# Half-Year Financial Statements

## Notes

| Note |                                                                                                                                                                                                                                                                                               |                 |                |                |
|------|-----------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|-----------------|----------------|----------------|
| 31   | <b>Interest rate risk</b>                                                                                                                                                                                                                                                                     |                 |                |                |
|      | Interest rate risk is the risk of losses incurred in the event of change in the general interest level. vestjyskBANKs interest rate risk is related to activities from normal course of banking business like deposits, loans and other interest related products.                            |                 |                |                |
|      | The interest rate risk is divided into risks inside and outside the Bank's trading book like shown below. Everything else equal the direct impact on the Income Statement from a change in the general interest level will only be related to the interest rate risk inside the trading book. |                 |                |                |
|      | Outside the trading book a change in the general interest level will have an impact on the future earnings and equity, as a change in interest rate will impact the alternative funding and deposits possibilities.                                                                           |                 |                |                |
|      | Interest rate risk is calculated applying the Financial Supervisory Authority's guidelines.                                                                                                                                                                                                   |                 |                |                |
|      |                                                                                                                                                                                                                                                                                               | 30 June 2015    | 30 June 2014   | 31 Dec 2014    |
|      |                                                                                                                                                                                                                                                                                               | TDKK            | TDKK           | TDKK           |
|      | Interest rate risk relating to the Bank's trading book:                                                                                                                                                                                                                                       |                 |                |                |
|      | Securities                                                                                                                                                                                                                                                                                    | 12,051          | 14,184         | 5,489          |
|      | Futures/forward contracts/forward rate agreements                                                                                                                                                                                                                                             | -996            | 113            | 8,552          |
|      | Options                                                                                                                                                                                                                                                                                       | 0               | 0              | 0              |
|      | Swaps                                                                                                                                                                                                                                                                                         | -7,365          | 78             | -6,595         |
|      | <b>Total</b>                                                                                                                                                                                                                                                                                  | <b>3,690</b>    | <b>14,375</b>  | <b>7,446</b>   |
|      | Interest rate risk outside the Bank's trading book:                                                                                                                                                                                                                                           |                 |                |                |
|      | Receivables from credit institutions                                                                                                                                                                                                                                                          | 0               | 0              | 0              |
|      | Loans                                                                                                                                                                                                                                                                                         | 11,836          | 16,601         | 13,303         |
|      | Bonds                                                                                                                                                                                                                                                                                         | 0               | 0              | 0              |
|      | Debts to credit institutions                                                                                                                                                                                                                                                                  | -12             | 0              | 0              |
|      | Deposits                                                                                                                                                                                                                                                                                      | -93,696         | -82,421        | -100,262       |
|      | Issued bonds                                                                                                                                                                                                                                                                                  | 0               | -44            | 0              |
|      | Subordinated debt                                                                                                                                                                                                                                                                             | -26,247         | -3,605         | -4,729         |
|      | <b>Total</b>                                                                                                                                                                                                                                                                                  | <b>-108,119</b> | <b>-69,469</b> | <b>-91,688</b> |
|      | Total interest rate risk                                                                                                                                                                                                                                                                      | -104,429        | -55,094        | -84,242        |
|      | Measured in relation to the Tier 1 capital, the interest rate risk corresponds to                                                                                                                                                                                                             | -5.8%           | -3.0%          | -4.7%          |
|      | An increase in the interest rate of 1 percentage point will result in an income and equity impact before tax of                                                                                                                                                                               | 104,429         | 55,094         | 84,242         |
|      | A decline in the interest rate of 1 percentage point will result in an income and equity impact before tax of                                                                                                                                                                                 | -104,429        | -55,094        | -84,242        |
|      | Interest rate risk, by modified duration                                                                                                                                                                                                                                                      |                 |                |                |
|      | Up to and including 1 year                                                                                                                                                                                                                                                                    | -970            | 7,117          | 3,810          |
|      | From 1 year to and including 2 years                                                                                                                                                                                                                                                          | -12,111         | -4,081         | -2,068         |
|      | From 2 years to and including 3.6 years                                                                                                                                                                                                                                                       | -81,774         | -19,268        | -73,260        |
|      | More than 3.6 years                                                                                                                                                                                                                                                                           | -9,574          | -38,862        | -12,724        |
|      | <b>Total</b>                                                                                                                                                                                                                                                                                  | <b>-104,429</b> | <b>-55,094</b> | <b>-84,242</b> |

Note

32 **Foreign exchange risk**

Foreign exchange risk is the risk of losses on foreign currency positions because of changes in foreign exchange rates. Foreign Currency Indicator 1 expresses a simplified target for the scope of the institution's positions in foreign currency and is calculated - according to the guidelines of the Danish Financial Supervisory Authority - as whichever is the greater of the sum of the foreign currency positions where the Bank has net payables (short currency positions) and the sum of all the currencies where the Bank has a net receivable (long currency positions).

|                                                                                                                                             | 30 June 2015 | 30 June 2014 | 31 Dec 2014 |
|---------------------------------------------------------------------------------------------------------------------------------------------|--------------|--------------|-------------|
|                                                                                                                                             | TDKK         | TDKK         | TDKK        |
| Assets in foreign currency, total                                                                                                           | 2,190,332    | 2,321,546    | 2,176,070   |
| Liabilities in foreign currencies, total                                                                                                    | 65,988       | 184,422      | 76,729      |
| Foreign Currency Indicator 1                                                                                                                | 38,573       | 38,087       | 24,272      |
| Foreign Currency Indicator 1 in percent of Tier 1 capital                                                                                   | 2.1%         | 2.1%         | 1.4%        |
| The foreign currency position consists primarily of CHF, EUR, GBP, NOK, SEK and USD.                                                        |              |              |             |
| A change unfavourable to the Bank in EUR of 2% and other foreign currencies of 10% will result in an income and equity impact before tax of | -2,371       | -2,382       | -1,712      |

33 **Share risk**

The Bank's share risk is derived from shares and derivatives in the Bank's investment and trading books.

|                                                                                                                 |                |                |                |
|-----------------------------------------------------------------------------------------------------------------|----------------|----------------|----------------|
| <b>Shares, etc.</b>                                                                                             |                |                |                |
| Shares/mutual funds listed on NASDAQ OMX Copenhagen A/S                                                         | 8,398          | 9,017          | 11,786         |
| Shares/mutual funds listed on other exchanges                                                                   | 5,509          | 9,309          | 9,312          |
| Unlisted shares recognised at fair value                                                                        | 155,951        | 462,785        | 165,030        |
| Unlisted shares, etc. recognised at cost                                                                        | 1,060          | 1,060          | 1,060          |
| <b>Total</b>                                                                                                    | <b>170,918</b> | <b>482,171</b> | <b>187,188</b> |
| Of which, sector shares                                                                                         | 151,020        | 459,403        | 162,093        |
| <b>Sensitivity</b>                                                                                              |                |                |                |
| An increase in the share value of 10 percentage points will result in an income and equity impact before tax of | 17,092         | 48,217         | 18,719         |
| of which sector shares                                                                                          | 15,102         | 45,940         | 16,209         |
| of which other shares                                                                                           | 1,990          | 2,277          | 2,510          |
| A decrease in the share value of 10 percentage points will result in an income and equity impact before tax of  | -17,092        | -48,217        | -18,719        |
| of which sector shares                                                                                          | -15,102        | -45,940        | -16,209        |
| of which other shares                                                                                           | -1,990         | -2,277         | -2,510         |

# Half-Year Financial Statements

## Notes

| Note |                                                                                                                                                                                                                                                                                                                                                                                                                                                    |                  |                  |
|------|----------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|------------------|------------------|
| 34   | <b>Liquidity risk</b>                                                                                                                                                                                                                                                                                                                                                                                                                              |                  |                  |
|      | Cash resources are established based on ongoing compliance with the Supervisory Diamond subject to a specific long-term stress scenario. The stress scenario is based on stress factors, etc. formulated by the Financial Supervisory Authority. Cash resources consist of cash equivalents and deposits with Danmarks Nationalbank.                                                                                                               |                  |                  |
|      |                                                                                                                                                                                                                                                                                                                                                                                                                                                    | 30 June 2015     | 30 June 2014     |
|      |                                                                                                                                                                                                                                                                                                                                                                                                                                                    | TDKK             | TDKK             |
|      | <b>Cash resources</b>                                                                                                                                                                                                                                                                                                                                                                                                                              |                  | 31 Dec 2014      |
|      |                                                                                                                                                                                                                                                                                                                                                                                                                                                    |                  | TDKK             |
|      | Demand deposits with Danmarks Nationalbank as well as demand deposits with other credit institutions                                                                                                                                                                                                                                                                                                                                               | 1,305,532        | 898,154          |
|      | Liquid securities                                                                                                                                                                                                                                                                                                                                                                                                                                  | 4,405,052        | 3,736,493        |
|      | Other secure, readily negotiable and uncollateralised securities and credit instruments                                                                                                                                                                                                                                                                                                                                                            | 0                | 675,000          |
|      | <b>Total</b>                                                                                                                                                                                                                                                                                                                                                                                                                                       | <b>5,710,584</b> | <b>5,309,647</b> |
|      | Coverage in relation to the 10%-requirement set out in section 152 of the Danish Financial Business Act.                                                                                                                                                                                                                                                                                                                                           | 145.3%           | 124.2%           |
| 35   | <b>Other risks</b>                                                                                                                                                                                                                                                                                                                                                                                                                                 |                  |                  |
|      | <b>Operational risks</b>                                                                                                                                                                                                                                                                                                                                                                                                                           |                  |                  |
|      | General responsibility for operational risks resides with the Bank's Risk Management.                                                                                                                                                                                                                                                                                                                                                              |                  |                  |
|      | vestjyskBANK considers its reliance on key employees to be a focus area. There are ongoing efforts to minimise the Bank's reliance on key employees, among other things in the form of written business procedures, centralisation of tasks, and the outsourcing of areas that are not significant to the Bank's competitiveness.                                                                                                                  |                  |                  |
|      | vestjyskBANK is continuously working on policies and contingency plans for physical catastrophes and IT-related disaster recovery. The Bank is a member of Bankernes EDB Central (BEC), which handles the day-to-day operations of its IT systems. The Bank follows the directions and recommendations issued by BEC and it does not perform any independent IT system development.                                                                |                  |                  |
|      | The Bank's contingency plans for the IT area cover service interruptions at headquarters and parts of the department network. For interruptions in one or more departments, operations can still take place from the other departments—and in the event of prolonged interruptions at headquarters, vital functions can be carried out from one department. The Bank's contingency plan is reviewed by the Supervisory Board at least once a year. |                  |                  |
|      | The operational risk is minimised by ensuring, among other things, that the execution of activities is organisationally separated from the control of such activities.                                                                                                                                                                                                                                                                             |                  |                  |
|      | <b>Risk related to total capital</b>                                                                                                                                                                                                                                                                                                                                                                                                               |                  |                  |
|      | The total capital is monitored on an ongoing basis, and the Supervisory Board receives monthly reports based on established guidelines.                                                                                                                                                                                                                                                                                                            |                  |                  |
|      | <b>Compliance</b>                                                                                                                                                                                                                                                                                                                                                                                                                                  |                  |                  |
|      | vestjyskBANK has a compliance function, whose area of responsibility is to monitor compliance with financial legislation. Instructions and an annual plan for this area, approved by the Executive Board, have been drawn up.                                                                                                                                                                                                                      |                  |                  |
| 36   | <b>Pending litigation</b>                                                                                                                                                                                                                                                                                                                                                                                                                          |                  |                  |
|      | vestjyskBANK is a party to various lawsuits. The proceedings are evaluated on an ongoing basis, and requisite provisions are made in assessing the risk of losses.                                                                                                                                                                                                                                                                                 |                  |                  |
|      | The pending proceedings are not expected to have material influence on the Bank's financial position.                                                                                                                                                                                                                                                                                                                                              |                  |                  |

| Note                                                                                                                   | H1 2015      | H1 2014      | FY 2014     |
|------------------------------------------------------------------------------------------------------------------------|--------------|--------------|-------------|
| 37                                                                                                                     |              |              |             |
| <b>Financial highlights</b>                                                                                            |              |              |             |
| <b>Key figures</b>                                                                                                     |              |              |             |
| <b>Statement of income (MDKK)</b>                                                                                      |              |              |             |
| Net interest income                                                                                                    | 312          | 355          | 697         |
| Net fee and commission income                                                                                          | 163          | 132          | 290         |
| Dividends on shares etc.                                                                                               | 2            | 6            | 6           |
| Value adjustments                                                                                                      | 15           | 68           | 56          |
| Other operating income                                                                                                 | 3            | 3            | 4           |
| <b>Core income</b>                                                                                                     | 495          | 564          | 1,053       |
| Staff and administrative expenses                                                                                      | -253         | -266         | -509        |
| Other operating expenses as well as depreciation, amortisation and impairment losses on tangible and intangible assets | -26          | -28          | -51         |
| Operating expenses and operating depreciations and amortisations                                                       | -279         | -294         | -560        |
| <b>Core earnings before impairments</b>                                                                                | 216          | 270          | 493         |
| Impairments of loans and receivables, etc.                                                                             | -171         | -200         | -684        |
| <b>Profit/loss before tax</b>                                                                                          | 45           | 70           | -191        |
| Tax                                                                                                                    | 4            | 3            | 0           |
| <b>Profit/loss after tax</b>                                                                                           | 41           | 67           | -191        |
|                                                                                                                        |              |              |             |
|                                                                                                                        | 30 June 2015 | 30 June 2014 | 31 Dec 2014 |
| <b>Statement of Financial Position (MDKK)</b>                                                                          |              |              |             |
| Assets, total                                                                                                          | 22,103       | 23,161       | 21,804      |
| Loans                                                                                                                  | 14,035       | 16,070       | 14,714      |
| Deposits, including pooled schemes                                                                                     | 18,821       | 18,002       | 18,768      |
| Contingent liabilities                                                                                                 | 3,383        | 2,809        | 3,036       |
| Business volume                                                                                                        | 36,239       | 36,881       | 36,518      |
| Equity                                                                                                                 | 1,328        | 1,541        | 1,287       |

# Half-Year Financial Statements

## Notes

| Note                                                     | H1 2015                                 | H1 2014 | FY 2014 |
|----------------------------------------------------------|-----------------------------------------|---------|---------|
| 37                                                       | <b>Financial highlights (continued)</b> |         |         |
|                                                          | <b>Financial ratios <sup>1</sup></b>    |         |         |
|                                                          | <b>Solvency</b>                         |         |         |
| Total capital ratio                                      | 12.5%                                   | 10.8%   | 12.1%   |
| Tier 1 capital ratio                                     | 10.3%                                   | 9.6%    | 9.9%    |
| Common Equity Tier 1 capital ratio                       | 7.5%                                    | 7.8%    | 7.1%    |
|                                                          | <b>Earnings</b>                         |         |         |
| Return on equity before tax, annually                    | 6.9%                                    | 11.5%   | -17.5%  |
| Return on equity after tax, annually                     | 6.3%                                    | 11.1%   | -17.5%  |
| Income-cost ratio                                        | 1.10                                    | 1.14    | 0.85    |
| Cost ratio <sup>2</sup>                                  | 56.5%                                   | 52.1%   | 53.2%   |
| Return on assets                                         | 0.2%                                    | 0.3%    | -0.8%   |
| Employees converted to full-time (average)               | 510.9                                   | 530.8   | 523.1   |
|                                                          | <b>Market risk</b>                      |         |         |
| Interest rate risk                                       | -5.8%                                   | -3.0%   | -4.7%   |
| Foreign currency position                                | 2.1%                                    | 2.1%    | 1.4%    |
| Foreign exchange risk                                    | 0.0%                                    | 0.0%    | 0.0%    |
| Coverage in relation to statutory liquidity requirements | 145.3%                                  | 124.2%  | 136.2%  |
|                                                          | <b>Credit risk</b>                      |         |         |
| Loans plus impairments on loans in relation to deposits  | 92.6%                                   | 110.9%  | 97.3%   |
| Loans in relation to equity                              | 10.6                                    | 10.4    | 11.4    |
| Growth in loans for the period                           | -4.6%                                   | -7.4%   | -15.2%  |
| Sum of large exposures                                   | 33.0%                                   | 36.6%   | 22.3%   |
| Accumulated impairment ratio                             | 16.4%                                   | 17.1%   | 16.7%   |
| Impairment ratio for the period                          | 0.8%                                    | 0.9%    | 3.2%    |
|                                                          | <b>vestjyskBANK share</b>               |         |         |
| Profit/loss per share for the year                       | 0.3                                     | 0.6     | -1.6    |
| Equity value per share                                   | 8.8                                     | 10.2    | 8.5     |
| Price of vestjyskBANK shares, end of the period          | 9.9                                     | 13.0    | 9.3     |
| Market price/equity value per share                      | 1.1                                     | 1.3     | 1.1     |

1 The key figures are laid down in the Danish Financial Supervisory Authority's Executive Order on financial reporting for credit institutions and investment companies et al.

2 Operating expenses and operating depreciations and impairments/core income.

