



FINAL TERMS FOR COVERED BONDS (SDO)

issued by

DLR KREDIT A/S

(hereafter “DLR”)

2% B 2050 (DKK)

These Final Bond Terms apply to covered bonds (SDOs) issued by DLR.

The Final Bond Terms exclusively relate to the ISIN listed in the labels below.

The bonds are issued pursuant to Base prospectus for the issuance of covered bonds, covered mortgage bonds, sec. 15 bonds (senior secured bonds) and senior unsecured bonds issued by DLR Kredit A/S (*“Basisprospekt for udstedelse af særligt dækkede obligationer, realkreditobligationer, obligationer i medfør af § 15 i lov om realkreditlån og realkreditobligationer m.v. (senior secured bonds) samt usikret seniorgæld udstedt af DLR Kredit A/S”*) dated 28 November 2016 (**“Base Prospectus”**) and any addendums to the Base Prospectus.

DLR represents:

- that the Final Bond Terms have been prepared in accordance with Article 5 (4) of Directive 2003/71/EC and must be read in conjunction with the Base Prospectus and any addendums to the Base Prospectus;
- that the Base Prospectus and any addendums to the Base Prospectus have been published electronically at DLR’s website, www.dlr.dk, and at the website of the Danish Financial Supervisory Authority, www.ftnet.dk;
- that in order to obtain all information an investor must read the Base Prospectus, any addendums to the Base Prospectus and the Final Bond Terms; and
- that the summary for this specific issue is attached as Annex A to the Final Bond Terms.

Final bond terms

Opening date:	1 June 2017
Capital centre:	Capital Centre B
Bond type:	Covered bonds (SDO)
ISIN:	DK0006342985
Maturity date:	1 October 2050
Currency:	DKK (Danish kroner)
Interest rate:	
<i>Interest:</i>	Fixed interest rate
<i>Annual repayment dates:</i>	4
<i>Nominal coupon rate:</i>	2% p.a.
<i>Day count convention:</i>	Actual/actual
<i>Interest payment date:</i>	1 January, 1 April, 1 July, 1 October If the due date is not a Banking day, payment will be deferred to the next succeeding Banking day.
<i>First date of interest accrual:</i>	1 April 2017
<i>Yield-to-maturity:</i>	Ex-post calculation of the yield-to-maturity is not possible as bonds will be issued on an ongoing basis throughout the offer period of the bond
<i>Interest-only period:</i>	None
<i>Redemption:</i>	Annuity bonds The bonds are drawn according to the loans funded by the bond series. At each payment date, a bond amount corresponding to the ordinary and extraordinary repayments on the loans is drawn. Drawing details are published on a current basis on DLR's website www.dlr.dk/ck-oplysninger
<i>Borrowers' prepayment rights:</i>	The borrower can prepay his loan in one of the following ways: <ul style="list-style-type: none"> • Redemption of bonds, • redemption on payment date at par, or • immediate redemption at par. <p>The bonds are callable. This implies that the borrower may, at any future payment date and regardless of the actual market price, prepay his loan at par. The notice period for prepayment is 2 months before a payment date.</p>

Terms for bond issuance

Offer period:	1 June 2017 – 31 August 2020
Restrictions of the individual investor's right to subscribe for the Bonds:	Not relevant. DLR has set no limit to the number of subscriptions allowed for the individual investor.
Denomination:	0.01
Offer price:	Market price
Other expenses payable by bond purchasers:	No expenses other than standard trading expenses will be payable by bond purchasers.
Listing:	The Bonds will be admitted to listing on Nasdaq Copenhagen A/S. Date of expected admission to listing: 6 June 2017.
Securities depository:	The Bonds will be registered with: VP Securities A/S, Weidekampsgade 14, P.O. Box 4040, DK-2300 Copenhagen S.
Value date:	The Bonds are traded with a value date of two (2) banking days, unless otherwise agreed.
Agreement on the underwriting of the Bonds:	DLR has made no agreement with securities dealers on the underwriting of the Bonds.
Financial intermediaries' use of the Base Prospectus:	DLR has granted no consent to any financial intermediary's use of the Base Prospectus in connection with the offer or underwriting of the Bonds.
Agreement on market making:	DLR has entered into agreements with a number of banks concerning the quoting of bid and offer prices for certain DLR covered bond series which are open for issuance and have obtained a circulating amount at least equivalent to EUR 250m. It is up to DLR to decide if and when the Bonds may be covered by such agreements.

Other information on the Bonds

Capital Centre	The Bonds are issued out of DLR's Capital Centre B, which issues covered bonds in the form of SDOs. <u>Annex B</u> to these Final Bond Terms contains an overview as per today's date of bonds issued in DLR Capital Centre B.
Information on the outstanding amount of Bonds:	The outstanding amount is stated on DLR's website at www.dlr.dk/investor and/or on Nasdaq Copenhagen A/S' website at www.nasdaqomxnordic.com on a current basis.
Conflicts of interest:	DLR has no notice of any conflicts of interest of importance to the

offer of the Bonds.

**Authorisation and approval
pursuant to which the bonds are
issued:**

The Bonds are issued in pursuance of the “General Guidelines from the Board of Directors to the Executive Board of DLR Kredit A/S”, approved by the Board of Directors on 27 October, 2016.

Credit rating of the bonds:

SDOs issued out of DLR Capital Centre B are encompassed by a current rating of AAA with a stable outlook by Standard & Poor’s Credit Market Services.

The Final Bond Terms have been approved by DLR on 1 June 2017.

On behalf of DLR Kredit A/S:

[signed]

[signed]

Name:
Title:

Name:
Title:

Annex A: Summary of the Base Prospectus for covered bonds, including information on the Final Bond Terms

This summary is based on a number of minimum disclosure requirements called building blocks. These building blocks are numbered in sections A to E (A.1 – E.7).

This summary includes all the building blocks required in a summary prepared on this type of issuer and securities. Because not all building blocks are subject to disclosure requirements, the numbering of the building blocks is not complete.

Although a certain building block may be subject to requirement for inclusion in the summary due to the type of issuer or security, there may not be any relevant information on the building block in question. In such case the summary will provide a brief description of the building block and the text “Not relevant”.

SUMMARY		
<i>Section A – Introduction and warnings</i>		
A.1	Warnings	<p>Potential investors should be aware that:</p> <ul style="list-style-type: none"> • this summary should be read solely as an introduction to the Base Prospectus, • any decision to invest in the covered bonds (SDOs) concerned should be made on the basis of the Base Prospectus in its entirety, • any investor wishing to bring a case concerning information provided in the Base Prospectus before a court of law, pursuant to national law of the Member States, may be obliged to bear the costs for a translation of the Base Prospectus before court proceedings can be initiated; and • only the persons who have filed the summary or a translation thereof may be subject to civil liability, but solely in case it is misleading, incorrect or inconsistent when read in conjunction with the other parts of the Base Prospectus, or does not, when read in conjunction with the other parts of the Base Prospectus, include key information facilitating investors' decision on whether or not they wish to invest in the securities in question.
A.2	Financial intermediaries' use of the Base Prospectus	Not relevant: DLR uses no financial intermediaries for sale or underwriting of the SDOs issued.
<i>Section B – Issuer</i>		
B.1	The Issuer's legal name and secondary names	The full name of the Issuer is DLR Kredit A/S. The Issuer's only secondary name is: Dansk Landbrugs Realkreditfond A/S (DLR Kredit A/S).
B.2	The Issuer's registered office, legal form and registered nationality	<p>The Issuer's registered office is located at this address:</p> <p>DLR Kredit A/S Nyropsgade 21 1780 Copenhagen V Denmark</p> <p>DLR is a limited liability company registered in Denmark, which operates its mortgage banking business in accordance with the Danish Mortgage-Credit</p>

		Loans and Mortgage-Credit Bonds etc. Act and other legislation applicable at any given time to Danish mortgage banks. DLR is subject to Danish law and subject to supervision by the Danish Financial Services Authority.			
B.4b	Trend information	Not relevant: DLR has no information on any known trends, uncertainty, claims, obligations or events which are expected to have a significant impact on DLR's future prospects in the current financial year.			
B.5	Description of the group and the Issuer's position within the group	Not relevant: DLR is not part of a group.			
B.9	Estimates or forecasts of financial results	Not relevant: Actual earnings expectations or forecasts of financial results are not assessed to have any material influence on the assessment of the bonds issued, and estimates or forecasts are thus not contained by the Base Prospectus.			
B.10	Qualifications expressed in the audit report on historical financial information	Not relevant: The audit report concerning historical financial information does not contain any qualifications.			
B.12	Historical financial information	DKK million	Q1 2017	2016	2015
		<i>Profit and loss account:</i>			
		Core income	308	1,261	1,239
		Staff costs and administrative expenses, etc.	-61	-233	-219
		Other operating costs (contribution to Resolution Fund)	-3	-15	-6
		Provision for impairments on loans and receivables, etc.	17	-110	-94
		Core earnings	261	903	921
		Portfolio earnings (securities)	42	136	-45
		Profit before tax	303	1,039	875
		Profit after tax	236	811	696
		<i>Balance sheet:</i>			
		Loans and advances	140,060	139,053	133,038
		Issued bonds	140,928	142,074	134,342
		Own funds	12,506	12,259	12,503
		<i>Key financial ratios (pc):</i>			
		Capital ratio ¹⁾²⁾	14.7	14.3	12.9
		Core capital ratio (CET1) ¹⁾	13.0	14.3	12.9
		Return on equity	2.4	7.2	7.2
¹⁾ As from 2016, calculation of the capital ratios is taking into account the IRB-approval for the portfolio of loans to full-time agricultural properties, whereas the capital ratios in 2015 are fully based on the standard method. ²⁾ The Q1 2017 capital ratio is calculated excluding profit of the period In Q1 2017, the capital ratio has been increased by DKK 38 million to DKK					

		<p>11,598 million, most significantly due to the sale of Treasury shares of DKK 31 million.</p> <p>The prospects of DLR have not deteriorated significantly since the end of the last financial period.</p> <p>No significant changes in terms of DLR's financial or trading position have been recorded since the period covered by the historical financial information.</p>
B.13	Significant events material to the solvency of the Issuer	In April 2017, DLR sold a further Treasury shares of DKK 603 million. The shares were sold to a number of DLR's existing shareholders.
B.14	Dependence on other group units	Not relevant: The financial standing of DLR is not dependent on other group units.
B.15	The Issuer's principal markets	<p>DLR is a mortgage bank operating in Denmark. In addition, DLR operates a mortgage lending business in Greenland and the Faeroe Islands of minor significance.</p> <p>DLR primarily finances agricultural property, private residential rental property, private co-operative property, office and business property, and manufacturing and manual industry property.</p>
B.16	Ownership	<p>Shareholders of DLR mainly consist of regional and local banks in Denmark.</p> <p>DLR has no knowledge of any direct or indirect external ownership or control of DLR.</p>
B.17	Credit ratings	<p>At the time of this issuance, DLR as an issuer holds a Counterparty Credit Rating from Standard & Poor's of A- with a stable outlook.</p> <p>At the time of this issuance, covered bonds issued from DLR Capital Centre B are rated AAA with a stable outlook by Standard & Poor's.</p> <p>Any changes in the rating of DLR or the issued bonds will be announced in a supplement to the base prospectus, and the actual rating will appear from the final bond terms.</p>
<i>Section C - Securities</i>		
C.1	Security type and ISIN	<p>Covered bonds ("<i>Særligt dækkede obligationer</i>" - SDOs).</p> <p>The ISIN of the bonds is: DK0006342985</p>
C.2	Currency	DKK (Danish kroner)
C.5	Limitations to the negotiability of the bonds	Not relevant. The bonds are freely negotiable.
C.8	Rights pertaining to the bonds	<p>The bonds are irredeemable on the part of the bondholders for the entire term of the bonds.</p> <p>In case of bankruptcy of the Issuer, holders of SDO covered bonds (and possibly bonds that have lost their SDO designation) have a preferential claim on all the assets in Capital Centre B, under which the SDOs are issued.</p> <p>The Issuer may buy up the bonds (or portions thereof) prior to their expiry, and retain such purchased bonds as its own bonds or amortize the bonds through cancellation.</p>

C.9	Interest rate and investor representation	The annual nominal coupon rate is 2 %. Bond holders do not have investor representation.
C.10	Derivative component of interest payment	Not relevant: There are no derivative components in the interest payment.
C.11	Listing	The bonds will be admitted to listing on NASDAQ Copenhagen A/S. Date of expected admission to listing is: 6 June 2017.
<i>Section D - Risks</i>		
D.2	Risk factors relating to the Issuer	As a mortgage bank, DLR accepts credit risk, liquidity risk and market risk as well as operational risks and counterparty risk. The Issuer is subject to Danish and international legislation. Changes in legal requirements and supervisory policy, and the implementation of new regulation could entail certain risks. On an ongoing basis, the issuer addresses, among other things, changes in capital requirements and debt buffer requirements.
D.3	Risk factors relating to the securities	Investment in SDOs is subject to a number of risk factors of which interested investors should be aware. <u>The following represent the most significant risks relating to investment in SDOs:</u> <ul style="list-style-type: none"> • Prepayment risk due to prepayment and repayment of principal on mortgage credit loans • Issuer's non-compliance with the Balance Principle • Loss of covered bond (SDO) status • Tax conditions • Price formation on the bonds • Risks relating to bankruptcy law • Legal changes • Limitations in the Issuer's liability for damages <p>If one or more of the above mentioned risk factors occur, investors can lose part of or the entire investment in the bonds.</p>

<i>Section E - Offer</i>		
E.2b	Cause of the offer of covered bonds and the application of the proceeds, in cases not involving generation of profit and/or covering certain risks	<p>The proceeds derived from the issuance of SDOs are applied to the funding of lending secured by mortgages on real property, etc., provided by DLR. In addition, the proceeds can fund lending to public authorities and lending against guarantee of payment from public authorities.</p> <p>According to Danish mortgage credit legislation, excess funds from an issue of SDOs may be placed in secure and liquid securities.</p>
E.3	Terms and conditions of the offering	<p>DLR decides in which bonds the loan offering will take place.</p> <p>The bonds will be issued in line with the loan disbursement (tap issuance), or at loan refinancing.</p>
E.4	Interests of significance in relation to the issue, including conflicts of interest	Not relevant: DLR knows of no interests and/or conflicts of interest of significance in relation to the bond issue.
E.7	Estimated expenses of investors	Normal trading costs (brokerage and/or price cut).

Annex B: Bonds issued out of DLR Capital Centre B

ISIN	Name	Currency	Type	Coupon (%)	Opening date	Maturity date
<i>Fixed-rate callable annuity bonds, DKK:</i>						
DK0006327325	6% B 2031	DKK	SDO	6	03/07/2008	01/07/2029
DK0006326517	5% B 2031	DKK	SDO	5	01/01/2008	01/07/2030
DK0006327838	4% B 2031	DKK	SDO	4	08/10/2009	01/10/2031
DK0006329107	3% B 2031	DKK	SDO	3	30/08/2010	01/04/2031
DK0006330626	4% B 2034	DKK	SDO	4	05/09/2011	01/10/2034
DK0006331004	3% B 2034	DKK	SDO	3	12/01/2012	01/10/2034
DK0006332671	2.5% B 2034	DKK	SDO	2.5	06/12/2012	01/10/2034
DK0006327168	7% B 2041	DKK	SDO	7	17/06/2008	01/04/2039
DK0006327242	7% B 2041 IO	DKK	SDO	7	17/06/2008	01/01/2039
DK0006326350	6% B 2041	DKK	SDO	6	01/01/2008	01/07/2039
DK0006326434	6% B 2041 IO	DKK	SDO	6	01/01/2008	01/07/2039
DK0006326947	5% B 2041	DKK	SDO	5	22/01/2008	01/10/2041
DK0006327085	5% B 2041 IO	DKK	SDO	5	29/01/2008	01/10/2041
DK0006328646	4% B 2041	DKK	SDO	4	27/01/2010	01/10/2041
DK0006328992	4% B 2041 IO	DKK	SDO	4	04/06/2010	01/10/2041
DK0006330469	5% B 2044	DKK	SDO	5	21/06/2011	01/10/2044
DK0006330543	5% B 2044 IO	DKK	SDO	5	21/06/2011	01/10/2044
DK0006330709	4% B 2044	DKK	SDO	4	01/09/2011	01/10/2044
DK0006330899	4% B 2044 IO	DKK	SDO	4	12/09/2011	01/10/2044
DK0006331947	3.5% B 2044	DKK	SDO	3.5	14/05/2012	01/10/2044
DK0006332085	3.5% B 2044 IO	DKK	SDO	3.5	31/05/2012	01/10/2044
DK0006332598	3% B 2044	DKK	SDO	3	05/12/2012	01/10/2044
DK0006333216	3% B 2044 IO	DKK	SDO	3	14/05/2013	01/10/2044
DK0006335500	3% B 2047	DKK	SDO	3	01/07/2014	01/10/2047
DK0006335690	3% B 2047 IO	DKK	SDO	3	01/07/2014	01/10/2047
DK0006335773	2.5% B 2037	DKK	SDO	2.5	01/07/2014	01/10/2037
DK0006337126	2.5% B 2047 IO	DKK	SDO	2.5	27/11/2014	01/10/2047
DK0006337985	2% B 2047	DKK	SDO	2	02/02/2015	01/10/2047
DK0006338017	1.5% B 2037	DKK	SDO	1.5	02/02/2015	01/10/2037
DK0006338363	2% B 2047 IO	DKK	SDO	2	11/02/2015	01/10/2047
DK0006342712	1.5% B 2040	DKK	SDO	1.5	01/06/2017	01/10/2040
DK0006342985	2% B 2050	DKK	SDO	2	01/06/2017	01/10/2050
DK0006343017	2.5% B 2050 IO	DKK	SDO	2.5	01/06/2017	01/10/2050
<i>Floating-rate callable annuity bonds, DKK:</i>						
DK0006326780	CIBOR6M B 2019 IO	DKK	SDO	Floating	01/01/2008	01/01/2019
<i>Floating-rate non-callable annuity bonds, DKK</i>						
DK0006335856	CITA6M+25 B 2018 RF	DKK	SDO	Floating	10/07/2014	01/07/2018
DK0006335930	CIBOR6M-15 B 2018 RF	DKK	SDO	Floating	10/07/2014	01/07/2018
DK0006337043	CIBOR6M-20 B 2019 RF	DKK	SDO	Floating	20/11/2014	01/07/2019
DK0006340856	CIBOR6M B 2020 RF	DKK	SDO	Floating	12/05/2016	01/07/2020
DK0006340930	CITA6M B 2018 IT	DKK	SDO	Floating	12/05/2016	01/07/2018
<i>Fixed-rate non-callable bullet bonds, DKK:</i>						
DK0006332168	2% Oct B 2017	DKK	SDO	2	04/06/2012	01/10/2017
DK0006332408	2% Jan B 2018	DKK	SDO	2	01/10/2012	01/01/2018
DK0006333133	2% Apr B 2018	DKK	SDO	2	05/01/2013	01/04/2018
DK0006333646	2% Oct B 2018	DKK	SDO	2	07/06/2013	01/10/2018

DK0006333729	2% Jan B 2019	DKK	SDO	2	07/06/2013	01/01/2019
DK0006334107	2% Apr B 2019	DKK	SDO	2	15/11/2013	01/04/2019
DK0006335187	2% Oct B 2019	DKK	SDO	2	06/06/2014	01/10/2019
DK0006336151	2% Jan B 2020	DKK	SDO	2	01/09/2014	01/01/2020
DK0006336748	2% Apr B 2018 RF	DKK	SDO	2	02/01/2015	01/04/2018
DK0006336821	2% Apr B 2019 RF	DKK	SDO	2	02/01/2015	01/04/2019
DK0006336904	2% Apr B 2020 RF	DKK	SDO	2	02/01/2015	01/04/2020
DK0006337472	2% Oct B 2017 RF	DKK	SDO	2	02/01/2015	01/10/2017
DK0006337555	2% Oct B 2018 RF	DKK	SDO	2	02/01/2015	01/10/2018
DK0006337712	2% Oct B 2019 RF	DKK	SDO	2	02/01/2015	01/10/2019
DK0006338520	1% Oct B 2020 RF	DKK	SDO	1	26/05/2015	01/10/2020
DK0006338447	1% Oct B 2017 IT(2)	DKK	SDO	1	26/05/2015	01/10/2017
DK0006338793	1% Jan B 2018 IT(2)	DKK	SDO	1	01/09/2015	01/01/2018
DK0006338876	1% Jan B 2019 RF	DKK	SDO	1	01/09/2015	01/01/2019
DK0006338959	1% Jan B 2020 RF	DKK	SDO	1	01/09/2015	01/01/2020
DK0006339098	1% Jan B 2021 RF	DKK	SDO	1	01/09/2015	01/01/2021
DK0006339841	1% Apr B 2018 IT(2)	DKK	SDO	1	15/12/2015	01/04/2018
DK0006339924	1% Apr B 2021 RF	DKK	SDO	1	15/12/2015	01/04/2021
DK0006340500	1% Oct B 2021 RF	DKK	SDO	1	01/03/2016	01/10/2021
Dk0006341664	1% Jan B 2018 IT(1)	DKK	SDO	1	01/08/2016	01/01/2018
DK0006341748	1% Jan B 2019 IT(2)	DKK	SDO	1	01/08/2016	01/01/2019
DK0006341821	1% Jan B 2022 RF	DKK	SDO	1	01/08/2016	01/01/2020
DK0006342209	1% Apr B 2018 IT(1)	DKK	SDO	1	01/12/2016	01/04/2018
DK0006342399	1% Apr B 2019 IT(2)	DKK	SDO	1	01/12/2016	01/04/2019
DK0006342639	1% Oct B 2022 RF	DKK	SDO	1	31/03/2017	01/10/2022
<i>Fixed-rate non-callable bullet bonds, EUR:</i>						
LU0834950734	2% Jan B 2018 E	EUR	SDO	2	01/10/2012	01/01/2018
LU0942095364	2% Jan B 2019 E	EUR	SDO	2	17/06/2013	01/01/2019
LU1088822710	2% Jan B 2020 E	EUR	SDO	2	01/09/2014	01/01/2020
DK0006339254	1% Jan B 2018 E IT(2)	EUR	SDO	1	01/09/2015	01/01/2018
DK0006339338	1% Jan B 2019 E RF	EUR	SDO	1	01/09/2015	01/01/2019
DK0006339411	1% Jan B 2020 E RF	EUR	SDO	1	01/09/2015	01/01/2020
DK0006339684	1% Jan B 2021 E RF	EUR	SDO	1	01/09/2015	01/01/2021
DK0006341318	1% Jan B 2018 E IT(1)	EUR	SDO	1	01/08/2016	01/01/2018
DK0006341904	1% Jan B 2019 E IT(2)	EUR	SDO	1	01/08/2016	01/01/2019
DK0006342043	1% Jan B 2022 E RF	EUR	SDO	1	01/08/2016	01/01/2020
<i>Floating-rate callable annuity bonds, EUR:</i>						
DK0006326863	EURIBOR3M B 2019 IO E	EUR	SDO	Floating	01/01/2008	01/01/2019
<i>Senior secured bonds (SSB), DKK:</i>						
DK0006332838	CIBOR3M SSB Oct 2017	DKK	SSB	Floating	05/12/2012	01/10/2017
DK0006339767	CIBOR3M SSB Oct 2018	DKK	SSB	Floating	01/10/2015	01/10/2018
DK0006340773	CIBOR3M SSB Apr 2018	DKK	SSB	Floating	29/03/2016	01/04/2018
DK0006342126	CIBOR3M SSB Oct 2019	DKK	SSB	Floating	03/10/2016	01/10/2019
Dk0006342555	CIBOR3M SSB Apr 2020	DKK	SSB	Floating	22/03/2017	01/04/2020