



Interim report Q1 2016

Published 28 April 2016

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Management's Review

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DLRkredit in key figures*

Profit and Loss Account*	Year to date		
	Q1 2016	Q1 2015	Ratio 16/15
Administration fee income	362	358	101
Other core income, net	17	20	83
Interest expenses, subordinated debt	-	(2)	-
Interest expenses, senior debt (SBB)	(10)	(23)	42
Fee and commission income, net	(62)	(60)	104
Core income (mortgage credit income)	306	293	105
Staff costs and administrative expenses, etc.	(61)	(56)	109
Provision for loan and receivable impairment, etc.	(39)	(39)	102
Results from core activities (mortgage credit earnings)	206	198	104
Portfolio earnings (securities)	43	133	32
Profit before tax	249	332	75
Profit after tax	194	253	77

Comparison with other quarters				
Q1 2016	Q4 2015	Q3 2015	Q2 2015	Q1 2015
362	361	361	361	358
17	22	21	24	20
-	-	-	(2)	(2)
(10)	(10)	(16)	(16)	(23)
(62)	(36)	(56)	(66)	(60)
306	337	309	300	293
(61)	(62)	(52)	(54)	(56)
(39)	(39)	(6)	(10)	(39)
206	235	251	236	198
43	13	(57)	(134)	133
249	248	194	102	332
194	190	148	78	253

Balance Sheet at 31 March	Q1 2016	Q1 2015	Ratio 16/15
Assets			
Loans and advances	134,237	133,548	101
Bonds and shares	11,623	9,236	126
Other assets	2,413	6,636	36
Total assets	148,274	149,421	99
Liabilities and equity			
Issued bonds	134,797	132,596	102
Other debt and payables	1,342	4,673	29
Equity	12,135	12,151	100
Total liabilities and equity	148,274	149,421	99

Q1 2016	Q4 2015	Q3 2015	Q2 2015	Q1 2015
134,237	133,038	132,236	132,621	133,548
11,623	12,033	9,691	7,898	9,236
2,413	3,371	4,368	3,663	6,636
148,274	148,442	146,294	144,182	149,421
134,797	134,342	131,402	126,945	132,596
1,342	1,597	2,557	5,030	4,673
12,135	12,503	12,335	12,207	12,151
148,274	148,442	146,294	144,182	149,421

Financial ratios**	Q1 2016	Q1 2015
Return on equity (ROE)		
Profit before tax in pc of equity	2.0%	2.8%
Profit after tax in pc of equity	1.6%	2.1%
Return on hybrid core capital	2.1%	2.2%
Return on equity excl. hybrid core capital	1.4%	1.9%
Solvency		
Capital ratio ***	14.8%	12.4%
Lending Activity		
Growth in loan portfolio, pc (nominel)	0.5	(0.4)
New loans, gross (DKK m)	3,914	8,392
Number of new loans	1,353	3,092
Loan/equity ratio	11.1	11.0

Q1 2016	Q4 2015	Q3 2015	Q2 2015	Q1 2015
2.0%	2.0%	1.6%	0.8%	2.8%
1.6%	1.6%	1.2%	0.6%	2.1%
2.1%	2.1%	2.1%	2.2%	2.2%
1.4%	1.4%	1.0%	0.5%	1.9%
14.8%	12.9%	12.4%	12.4%	12.4%
0.5	0.6	0.1	(0.1)	(0.4)
3,914	23,469	17,247	13,641	8,392
1,353	8,585	6,684	5,314	3,092
11.1	10.6	12.0	12.2	11.0

*) A change has been made to DLR's accounting policies in respect of the classification of interest expenses relating to hybrid core capital. Comparative figures for 2015 have been adjusted. Please refer to note 1 "Accounting Policies" for details.

**) The financial ratios have been calculated on the basis of the definitions by the Danish Financial Supervisory Authority.

***) The capital ratio for Q1 2016 is calculated under consideration that DLR has been recognised as an IRB institution in regard to lending to production farms. For all other periods the capital ratio has been calculated according to the standard method.

Q1 2016 in headlines

- Core earnings amounted to DKK 206m – an increase of 4 %
- Provisions for loan and receivable impairment (impairment losses and write-downs) amounted to DKK 39m, which is level with the same period in 2015
- Profit before tax came to DKK 249m
- After tax on profit for the period and reimbursements to owners of hybrid core capital, DKK 173m has been retained to equity
- In Q1, the loan portfolio calculated at nominal value increased by DKK 595m

Statements by Management

In connection with the publication of the Interim Report for Q1 2016, managing director and CEO Jens Kr. A. Møller states:

“DLR’s profit before tax for Q1 2016 at DKK 249m is satisfactory and slightly better than expected. The result has been positively influenced by the falling interest rate level towards the end of the quarter.

It is gratifying that DLR’s loan portfolio has been increasing through Q1 2016, and this applies to both agricultural and urban trade property loans.

In spite of the difficult financial conditions for parts of the agricultural industry it is satisfactory that, taken as a whole, the level of losses and provisions for impairment were not worsened compared to 2015. For DLR, the ascertained losses from the loss offset agreements with the banks are mitigated.

Comments on results for the period

Profit and loss account

In Q1 2016, DLR achieved a satisfactory profit before tax at DKK 249m which is DKK 83m less than for the same period in 2015, but slightly better than expected.

After tax, profit came to DKK 194m for Q1 2016.

DLR’s earnings primarily stem from:

- Core earnings: Return on mortgage credit operations in the form of administration fee income, fees and commissions, etc. less the related administrative expenses as well as impairment losses and write-downs.
- Portfolio earnings: Return on the securities portfolio

Table 1. Profit and loss account, DKKm

Profit and Loss Account*	Q1 2016	Q1 2015
Administration fee income	362	358
Other core income, net	17	20
Interest expenses, subordinated debt	-	(2)
Interest expenses, senior debt (SBB)	(10)	(23)
Fee and commission income, net	(62)	(60)
Core income (mortgage credit income)	306	293
Staff costs and administrative expenses, etc.	(61)	(56)
Provision for loan and receivable impairment, etc.	(39)	(39)
Results from core activities (mortgage credit earnings)	206	198
Portfolio earnings (securities)	43	133
Profit before tax	249	332
Profit after tax	194	253

Core earnings

Core earnings came to DKK 362m, which is almost unchanged, compared to the same period in 2015.

Interest expenses for senior loans relate to issued Senior Secured Bonds (SSBs). The interest expenses amounted to DKK 10m which is DKK 13m less than for the same period in 2015. The lower expenses are due to a total smaller issuance than for the same period in 2015.

Fees and commissions comprise income from fees and brokerage in connection with payment and repayment of mortgage credit loans as well as trading margin on refinancing and loan disbursements. Fee and commission payments relate to expenditure to financial institutions that have provided loans to DLR. The expenses include both loan-provision commission and commission for provision of loss guarantees, etc.

Net fee and commission paid constituted expenses of DKK 62m against expenses at DKK 60m in the same period of 2015.

Subsequently, core income amounted to DKK 306m, which is DKK 13m more than for the same period in 2015. The increase constitutes 4.6 pc.

Staff costs and administrative expenses, etc. increased from DKK 56m in Q1 2015 to DKK 61m in 2016, which is an increase of 9 pc. DKK 3m of the increase constitutes an expense to the statutory settlement funds, which was not incumbent on DLR in the same period of 2015. Excluding the expenses to the settlement funds, the cost increase amounted to 3.6 pc.

Provisions for loan and receivable impairment, including adjustments from previous years, have been calculated at DKK 39m, which is unchanged, compared to the same period of 2015.

Portfolio earnings

Portfolio earnings amounted to income at DKK 44m against DKK 133m in 2015. The lower return for 2016 should be seen in connection with the low interest rate level.

At the end of Q1 2016, DLR's bond holdings amounted to DKK 19.7bn.

Allocation of comprehensive income for the period

Comprehensive income for the period came to DKK 194m. Hereof, DKK 27m has been paid to owners of hybrid core capital. As this expense is deductible, DLR's net expenses amount to DKK 21m. Overall, this entails that DKK 173m has been transferred to DLR's equity.

Balance sheet

At the end of Q1 2016, mortgage loans amounted to DKK 134.2bn.

Q1 saw moderate lending activities as gross new lending amounted to DKK 3.9bn (1,353 paid-out loans). The portfolio of bonds amounted to DKK 26.6bn, of which the portfolio of DLR bonds came to DKK 15bn that are offset in "Issued bonds at fair value", while DKK 11.6bn relates to investments in government securities and other mortgage credit bonds.

Bonds issued at amortised cost increased by DKK 3bn in Q1 2016. The increase relates to the raising of senior loans, see the paragraph on interest expenses for senior loans in the above section of "Core earnings".

At the end of Q1 2016, DLR's balance sheet total came to DKK 148.3bn, which levels with end-2015.

Capital and solvency

Table 2. DLR's capital and solvency

Capital and solvency	31 March 2016	31 December 2015
Equity	12,135	12,503
Profit not recognised in equity	(173)	-
Hybrid core capital recognised in equity	(1,300)	(1,300)
Deductions as a consequence of prudent valuation	(19)	(17)
Difference between expected loss and write downs	(659)	-
Deferred tax	(1)	(1)
Actual core capital	9,982	11,185
Hybrid core capital	1,300	1,300
Capital base	11,282	12,485
Risk-weighted exposure with credit risk, etc.	70,830	91,278
Risk-weighted exposure with market risk	3,352	3,505
Risk-weighted exposure with operational risk	2,249	2,249
Total risk-weighted exposure	76,431	97,032
Actual core capital ratio	13.1%	11.5%
Capital ratio	14.8%	12.9%
***) The capital ratio for Q1 2016 is calculated under consideration that DLR has been recognised as an IRB institution in regard to lending to production farms. For all other periods the capital ratio has been calculated according to the standard method.		

Capital base:

In 2016, DLR has been repurchasing own shares at a value of DKK 542m which has, seen in isolation, reduced the capital base. Furthermore, DLR has been recognised as an IRB institution in regard to lending to production farms, which means that the difference between "Anticipated losses in the IRB model" and "Accounting impairment provisions" must be deducted from the capital base.

The amount of DKK 173m transferred to equity (cf. the section: "Allocation of comprehensive income for the period") is not included in the capital base since DLR has not applied for permission from the Danish FSA to include the profit for the period in the capital base and since the financial statements have not been reviewed by the accountants.

At the end of Q1 2016, DLR's capital was based solely on core capital and hybrid core capital, which is non-callable on the debtor's part and amounted to DKK 11.3bn at the end of Q1 2016 against DKK 12.5bn at the end of 2015.

Risk exposure:

In Q1 2016, the weighted risk exposure including credit risk fell from DKK 91.3bn to DKK 70.8bn which is primarily due to the above IRB approval. At the end of Q1 2016, the weighted risk exposure totalled DKK 76.4bn.

Capital ratio:

Thus, the capital ratio can be calculated at 14.8 at the end of Q1 2016 against 12.9 at the end of 2015. The actual core capital ratio amounted to 13.1 at the end of Q1 2016 against 11.5 at the end of 2015.

Risk management

DLR's credit and market risks are estimated as limited. This is due to partly the statutory requirements, partly DLR's internal credit policy guidelines. To this should be added the loan loss schemes, including guarantee provision, that have been set up for DLR's various lending areas according to agreements with the shareholding banks.

At the end of Q1 2016, approx. 90 pc of DLR's total loan portfolio was comprised by loan loss guarantee schemes. The bulk of the loan commitments that are not covered by guarantees typically have low LTV values.

For further information of both market and credit risks, please refer to DLR's Risk and Capital Management Report 2015 that may be accessed at www.dlr.dk.

Arrears and forced sales

At the end of Q1 2016, non-paid mortgage payments due to DLR amounted to DKK 131m against DKK 122m at the end of 2015. Of this amount, the bulk stems from term payments that are not more than 3½ months overdue.

The number of implemented forced sales of properties in which DLR holds a mortgage came to 43 in Q1 2016. DLR foreclosed on 20 of these properties.

DLR's portfolio of foreclosed properties contained 30 properties at the end of Q1 2016.

The value of these properties came to DKK 143m at the end of Q1 2016 against DKK 62m at the end of 2015.

Outlook for 2016 as a whole

In 2016, DLR expects the performance to remain at a satisfactory level, however slightly below results for 2015, which amounted to DKK 875m before tax.

Expectations remain unchanged compared to the outlook in DLR's latest Annual Report, and therefore DLR still expects core earnings for 2016 at around DKK 700m to DKK 800m.

Accounting policies

DLR's Interim Report for Q1 has been prepared in accordance with the accounting rules for mortgage banks issued by the Danish Financial Supervisory Authority (FSA) as well as the disclosure requirements for issuers of listed bonds specified by NASDAQ Copenhagen.

Compared to the Annual Report 2015, the accounting policies are unchanged. For further information, please refer to the description of accounting policies in the Annual Report 2015 at www.dlr.dk.

Further information

For access to supplementary information about DLR, please refer to www.dlr.dk where i.a. the Annual Report for 2015 as well as the Risk and Capital Management Report may be downloaded.

Also, supplementary information about cover pools and rating conditions for DLR can be found at DLR's website.

Contact persons

Please address any inquiries concerning the financial statements to:
Managing Director and CEO Jens Kr. A. Møller, phone +45 33 42 07 24, or
Managing Director Michael Jensen, phone +45 33 42 07 06

Management's Statement

Today, the Board of Directors and the Executive Board reviewed and approved the Interim Report for the period 1 January to 31 March 2016 of DLR Kredit A/S.

The Interim Report has been prepared in accordance with the accounting provisions for mortgage banks laid down by the Danish Financial Supervisory Authority (FSA), as well as the additional disclosure requirements provided by NASDAQ Copenhagen for financial reporting by issuers of listed bonds.

Management's Review includes a fair review of the development in the Company's activities and economic conditions as well as a description of significant risks and uncertainty factors that may affect the Company.

In our opinion, the accounting policies are appropriate so that the Interim Financial Statements give a true and fair view of the Company's assets, liabilities, equity and financial position at 31 March 2016 as well as of the results of the Company's operations for the period 1 January – 31 March 2016.

The Interim Report has not been subject to any audit or review.

Copenhagen, 28 April 2016

Executive Board

Jens Kr. A. Møller
Managing Director, CEO

Michael Jensen
Managing Director

Board of Directors

Vagn Hansen
Chairman

Anders Dam
Deputy Chairman

Claus Andreasen

Ole Selch Bak

Karen Frøsig

Peter Gæmelke

Jakob G. Hald

Søren Jensen

Agnete Kjærsgaard

Lars Møller

Torben Nielsen

Benny Pedersen

Jan Pedersen

Lars Petersson

Profit and Loss Account and Statement of Comprehensive Income		DKKm	
Note		Q1	Q1
	Profit and loss account	2016	2015
1	Interest income	837	922
2	Interest expenses	(417)	(481)
	Net interest income	420	441
	Fee and commission income	33	45
	Fee and commission paid	(95)	(105)
	Net interest and fee income	358	381
3	Value adjustments	(12)	40
	Other operating income	4	5
4	Staff costs and administrative expenses	(57)	(55)
	Depreciation and impairment losses	(1)	(1)
	Other operating expenses	(3)	-
5	Provisions for loan and receivable impairment, etc.	(39)	(39)
	Profit before tax	249	331
	Tax	(55)	(78)
	Profit for the year	194	253
Note		Q1	Q1
	Statement of Comprehensive Income	2016	2015
	Profit for the year	194	253
	Revaluation of domicile properties	-	-
	Of which tax	-	-
	Other total comprehensive income after tax	-	-
	Total comprehensive income for the year	194	253
	Attributable to:		
	Shareholders of DLR Kredit A/S*	167	225
	Owners of hybrid core capital	27	28
	Total comprehensive income for the year	194	253
	* In addition the shareholders of DLR Kredit A/S receive 6 mio. DKK as a result of a tax deduction on payment to owners of hybrid core capital.		

Balance Sheet		DKKm	
Note	31 March 2016	31 December 2015	
Assets			
	122	249	
	1,860	2,713	
7	134,214	133,016	
7	23	22	
9	11,568	11,978	
10	55	55	
11	98	98	
12	5	5	
	0	0	
	1	1	
	143	62	
13	164	223	
	20	19	
Total assets	148,274	148,442	
Liabilities and equity			
	0	0	
	0	0	
14	127,797	130,342	
15	7,000	4,000	
	6	4	
16	1,329	1,585	
	3	2	
Total debt	136,134	135,934	
	5	5	
Total provisions	5	5	
	570	570	
	43	43	
	2,338	2,338	
	7,884	8,251	
	1,300	1,300	
Total equity	12,135	12,503	
Total liabilities and equity	148,274	148,442	
Off-balance sheet items	16	16	

Statement of Changes in Equity							DKKm
	Share capital 1)	Revaluation reserve	Undistributable reserve	Retained earnings	Owners of hybrid core capital 2)	Total	
2015							
Equity at 1 January 2015	570	43	2,338	7,667	1,300	11,919	
Profit for the year	-	-	-	558	112	670	
Domicile properties	-	-	-	-	-	-	
<u>Transactions with owners</u>							
Interest on hybrid core capital	-	-	-	-	(112)	(112)	
Tax	-	-	-	26	-	26	
	-	-	-	-	-	-	
Equity at 31 December 2015	570	43	2,338	8,251	1,300	12,503	
2016							
Equity at 1 January 2016	570	43	2,338	8,252	1,300	12,503	
Profit for the year	-	-	-	167	27	194	
Domicile properties	-	-	-	-	-	-	
<u>Transactions with owners</u>							
Own shares	-	-	-	(542)	-	(542)	
Interest on hybrid core capital	-	-	-	-	(27)	(27)	
Tax	-	-	-	6	-	6	
	-	-	-	-	-	-	
Equity at 31 March 2016	570	43	2,338	7,884	1,300	12,135	
<p>1) The share capital is divided into shares of each DKK 1.00. DLR Kredit A/S has only one class of shares where all shares carry the same rights.</p> <p>2) Hybrid core capital that comply with the rules in the Capital Requirements Regulation (CRR).</p> <p>The DKK 1,300m with a conversion obligation was raised on 27 August 2012. The maturity is infinite. The interest rate is floating and based on the six-months money market interest rate (CIBOR) with addition of 8.25 per cent. The total hybrid core capital can be included in the capital base at 31 December 2015.</p> <p>Interest: 27 DKKm</p>							

Capital and solvency	31 March 2016	31 December 2015
Equity	12,135	12,503
Profit not recognised in equity	(173)	-
Hybrid core capital recognised in equity	(1,300)	(1,300)
Deductions as a consequence of prudent valuation	(19)	(17)
Difference between expected loss and write downs	(659)	-
Deferred tax	(1)	(1)
Actual core capital	9,982	11,185
Hybrid core capital	1,300	1,300
Capital base	11,282	12,485
Risk-weighted exposure with credit risk, etc.	70,830	91,278
Risk-weighted exposure with market risk	3,352	3,505
Risk-weighted exposure with operational risk	2,249	2,249
Total risk-weighted exposure	76,431	97,032
Actual core capital ratio	13.1%	11.5%
Capital ratio	14.8%	12.9%
***) The capital ratio for Q1 2016 is calculated under consideration that DLR has been recognised as an IRB institution in regard to lending to production farms. For all other periods the capital ratio has been calculated according to the standard method.		

Noter		DKKkm	
		Q1 2016	Q1 2015
1	Interest income from:		
	Receivables from credit institutions and central banks	-	0
	Loans and advances	459	513
	Administration fees	362	358
	Bonds	55	102
	Other interest income	8	9
	Total interest income	884	982
	Interest from own mortgage bonds offset against interest on issued bonds	(46)	(60)
	Total	837	922
2	Interest expenses for:		
	Credit institutions and central banks	0	2
	Issued bonds	454	514
	Hybrid core capital (non CRR-compliant)	-	30
	Senior debt	10	23
	Other interest expenses	(1)	-
	Total interest expenses	464	569
	Interest from own mortgage bonds	(46)	(60)
	Total	417	509
	Of which interest expenses from genuine sale and repurchase transactions recognised as		
	Debt to credit institutions and central banks	-	-
3	Value adjustments of:		
	Mortgage loans	587	923
	Bonds	(5)	40
	Shares, etc.	-	-
	Other assets	0	-
	Foreign exchange	(2)	-
	Derivative financial instruments	(6)	-
	Issued bonds	(587)	(923)
	Total value adjustments	(12)	40
4	Staff costs and administrative expenses:		
	Salaries and remuneration to the Board of Directors and Executive Board		
	Executive Board*	1.6	2.3
	Board of Directors	0.5	0.5
	Total	2.0	2.8
	The company has no pension obligations to the Board of Directors and Executive Board.		
	Staff costs		
	Salaries	25	23
	Pension costs	3	2
	Social security costs	5	4
	Total	33	29
	Other administrative expenses		
	Valuation expenses	3	3
	Office expenses, etc.	12	13
	Audit, supervision, etc.	4	3
	Other operating costs	4	4
	Total staff and administrative expenses	57	55
	* In the first quarter of 2016 there were two members of the executive board compared to first quarter of 2015, where there were three members of the executive board.		

Noter

DKKm

	31 March 2016	31 December 2015
5 Provisions and impairment losses for loan and receivable impairment etc.		
Impairment losses for the period	(52)	-
Recovery of debt previously written off	1	1
Provisions for the period	(69)	(105)
Reversal of provisions	80	65
Total provisions and impairment losses for loan and receivable impairment etc.	(39)	(39)
6 Provisions for loan and receivable impairment, etc.		
Individual provisions		
Provisions, loans and guarantees, beginning-of-year	445	333
Provisions for the period	63	235
Reversal of provisions	(80)	(123)
Provisions, end-of-period	427	445
Collective provisions		
Provisions, loans and guarantees, beginning-of-year	145	198
Provisions for the period	6	-
Reversal of provisions	-	(54)
Provisions, end-of-period	151	145
Total provisions for loan and receivable impairment etc., end-of-period	579	590
7 Loans and advances		
Mortgage loans, nominal value	133,050	132,455
Adjustment for interest rate risk	1,602	1,015
Adjustment for credit risk	(554)	(562)
Total mortgage loans at fair value	134,098	132,908
Arrears and outlays	116	108
Other loans and advances	23	22
Total loans and advances	134,237	133,038
<p>Pursuant to special legislation, a government guarantee of DKK 500m has been provided as supplementary security for loans to young farmers.</p> <p>Interim loan guarantees of DKK 739m have been provided for debt rescheduling loans.</p> <p>As supplementary security for mortgage loans apart from mortgages, bankers' guarantees of DKK 16,568m have been provided.</p>		
8 Mortgage loans (nominal value) by property category (as a percentage)		
Agricultural properties	64	64
Owner-occupied dwellings	6	6
Subsidised rental housing properties	0	0
Private rental housing properties	13	13
Office and business properties	15	15
Properties for manufacturing and manual industries	1	1
Properties for social, cultural and educational purposes	0	0
Other properties	1	1
Total, as a percentage	100	100

Noter

DKKm

	31 March 2016	31 December 2015
9 Bonds at fair value		
- Own mortgage bonds	14,986	26,235
- Other mortgage bonds	9,162	10,635
- Government bonds	2,406	1,343
- Other bonds	(0)	-
Total bonds	26,554	38,213
Own mortgage bonds offset against issued bonds	(14,986)	(26,235)
Own other mortgage bonds offset against issued bonds	-	-
Total	11,568	11,978
10 Shares, etc.		
Other shares	55	55
Total shares, etc.	55	55
11 Land and buildings (domicile properties)		
Fair value, beginning-of-year	98	99
Additions during the year	-	-
Depreciation	(0)	(1)
Value changes recognised in other comprehensive income	-	-
Fair value, end-of-period	98	98
12 Other tangible assets		
Cost, beginning-of-year	29	32
Additions during the year	0	3
Disposals during the year	-	(6)
Cost, end-of-period	29	29
Depreciation, beginning-of-year	24	26
Depreciation for the year	1	3
Depreciation written back	-	(5)
Depreciation, end-of-period	25	24
Total other tangible assets	4	5
13 Other assets		
Positive market value of derivative financial instruments, etc.	10	5
Other receivables	39	63
Interest and commission receivable	114	155
Total	164	223
14 Issued bonds at fair value		
Mortgage bonds - nominal value	141,109	155,403
Fair value adjustment	1,674	1,175
Own mortgage bonds offset - at fair value	(14,986)	(26,235)
Mortgage bonds at fair value	127,797	130,342
Of which pre-issued	5,342	16,423
Drawn for redemption in next term	713	820

Noter

DKKm

			31 March 2016	31 December 2015		
15	Issued bonds at amortised cost					
	Issues in connection with senior debt		7,000	4,000		
	Total issued bonds at amortised cost		7,000	4,000		
	Offsetting of own bonds		-	-		
	Total		7,000	4,000		
16	Other debt and payables					
	Negative market value of derivative financial instruments		4	8		
	Interest and commission payable		1,202	1,311		
	Other payables		123	266		
	Total		1,329	1,585		
17	Key figures in DKKm					
		Q1	Q1	Q1	Q1	Q1
		2016	2015	2014	2013	2012
	Profit and loss account					
	Net interest and fee income	358	381	319	288	244
	Other operating income, etc.	4	5	4	5	5
	Staff costs and administrative expenses, ect.	(61)	(56)	(52)	(52)	(53)
	Earnings	301	330	271	241	196
	Provision for loan and receivable impairment	(39)	(39)	(25)	(28)	(31)
	Value adjustments	(12)	40	(32)	(58)	(41)
	Profit before tax	249	331	214	155	124
	Profit after tax	194	253	162	116	93
	Balance sheet at 31 March					
	Assets					
	Loans and advances	134,237	133,548	134,177	135,810	133,924
	Bonds and shares, etc.	11,623	9,237	4,193	2,700	1,398
	Other assets	2,413	6,636	3,011	2,459	7,796
	Total assets	148,274	149,421	141,381	140,969	143,118
	Liabilities and equity					
	Issued bonds	134,797	132,597	125,169	121,491	122,529
	Other debt and payables	1,342	3,921	2,974	5,146	7,285
	Subordinated debt	-	752	3,073	5,247	5,625
	Equity	12,135	12,151	10,165	9,085	7,679
	Total liabilities and equity	148,274	149,421	141,381	140,969	143,118

Noter						DKKkm
18	Financial ratios	Q1 2016	Q1 2015	Q1 2014	Q1 2013	Q1 2012
Return on equity (ROE)						
	Profit before tax in pc of equity*)	2.0	2.8	2.1	1.7	1.6
	Profit after tax in pc of equity*)	1.6	2.1	1.6	1.3	1.2
Return on capital employed						
	Return on capital employed*)	0.13	0.17	0.12	0.15	0.07
Costs						
	Costs in pc of loan portfolio	0.04	0.04	0.04	0.04	0.04
	Income/cost ratio*)	3.49	4.50	3.80	2.95	2.49
	Income/cost ratio, excl. write-downs for impairment	5.72	7.60	5.67	4.62	3.94
Solvency (incl. profit for the year)						
	Capital ratio, pc*)	14.8	12.4	13.6	13.5	12.2
	Core capital ratio, pc*)	14.8	12.4	13.6	13.5	12.1
Losses and arrears						
	Arrears, end-of-period (DKKkm)	131.1	126.9	128.1	162.9	190.6
	Loss and impairment ratio for the period (in pc of loan portfolio)*)	0.03	0.03	0.02	0.02	0.02
	Accumulated loss and impairment ratio (in pc of loan portfolio)	0.43	0.43	0.29	0.26	0.25
Lending activity						
	Growth in loan portfolio, pc (nominal)*)	0.5	(0.4)	(0.2)	-	0.9
	New loans, gross (DKKkm)	3,914	8,392	4,165	3,122	4,558
	Number of new loans	1,353	3,092	1,243	1,381	1,801
	Loan/equity ratio*)	11.1	11.0	13.2	14.9	17.4
Margins						
	Percentage of average loan portfolio (nominal):					
	Profit before tax	0.19	0.25	0.16	0.12	0.09
	Administrative margin	0.27	0.27	0.26	0.26	0.23
	Percentage of core capital after deductions:					
	Foreign exchange position as a percentage of core capital after deductions*)	14.7	0.1	0.1	1.1	34.9
*) The financial ratios have been calculated in accordance with the definitions by the Danish Financial Supervisory Authority.						