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Til Nasdaq Copenhagen

Tillæg nr. 1 til Senior Non-Preferred notes Basisprospekt

I forbindelse med offentliggørelse af DLR Kredits årsrapport for 2019 offentliggøres hermed nedenstående prospekttillæg til "DLR Kredit A/S DKK 5,000,000,000 Senior Non-Preferred Note Programme" dateret 11. juli 2019.

Med venlig hilsen

DLR Kredit A/S

**Supplement no 1 to DLR Kredit A/S DKK 5,000,000,000 Senior Non-Preferred Note Programme
dated 11 July 2019**

Amendments to the original Base Prospectus

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Section 5 The Issuer has been rated A-/stable/A-2 (counterparty credit rating) by Standard and Poor’s Credit Market Services Europe Limited (“S&P”), following a revision of S&P’s outlook on DLR Kredit A/S to stable from positive on 23 October 2019.

Page 31 **DOCUMENTS INCORPORATED BY REFERENCE**

The Base Prospectus should be read and construed in conjunction with the audited annual financial statements of the Issuer for the financial years ended 31 December 2018 and 31 December 2019 together, in each case, with the audit report thereon, which has been previously published or is published simultaneously with this Supplement to the Base Prospectus. Such documents shall be incorporated in, and form part of, the Base Prospectus, save that any statement contained in a document which is incorporated by reference herein shall be modified or superseded for the purpose of the Base Prospectus to the extent that a statement contained herein modifies or supersedes such earlier statement (whether expressly, by implication or otherwise). Any statement so modified or superseded shall not, except as so modified or superseded, constitute a part of the Base Prospectus.

The audited annual financial statements of the Issuer for the two financial years ended 31 December 2018 and 31 December 2019, respectively, incorporated by reference herein have been prepared in accordance with the International Financial Reporting Standards as adopted by the European Union and Danish disclosure requirements for issuers of listed bonds.

The audited annual financial statements of the Issuer for the financial year ended 31 December 2019 is presented and prepared in a form consistent with that which will be adopted in the Issuer’s next published annual financial statements.

The table below sets out the relevant page references for the audited annual financial statements of the Issuer for the financial years ended 31 December 2018 and 31 December 2019 as set out in the relevant annual report of the Issuer for such periods (respectively, the “**2018 Annual Report of the Issuer**”, the “**2019 Annual Report of the Issuer**” and together, the “**Annual Reports of the Issuer**”). Information contained in the documents incorporated by reference other than the information listed in the table below is for information purposes only and does not form part of the Base Prospectus.

Page 31 **Audited annual financial statements of the Issuer for the financial year ended 31 December 2019**

2019 Annual Report of the Issuer

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Audited annual financial statements of the Issuer for the financial year ended 31 December 2018

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2018 Annual Report of the Issuer

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The 2019 Annual Report of the issuer incorporated by reference herein can be viewed online at <http://www.dlr.dk/regnskab-og-raportering>.

The 2018 Annual Report of the issuer incorporated by reference herein can be viewed online at <http://www.dlr.dk/regnskab-og-raportering>.

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BUSINESS DESCRIPTION OF THE ISSUER**Ownership and legal structure**

The Issuer's registered office is situated in the City of Copenhagen, at Nyropsgade 21, DK-1780 Copenhagen V, Denmark. The legal and commercial name of the Issuer is DLR Kredit A/S. The Issuer carries on business under the secondary name, Dansk Landbrugs Realkreditfond A/S.

The Issuer is incorporated in Denmark as a limited liability company under the laws of Denmark and is registered in Denmark with the Danish Business Authority under company registration (CVR) number 25 78 13 09. LEI code: 529900PR2ELW8QI1B775.

Pursuant to article 2 of the Issuer's Articles of Associations, the Issuer's object is to carry on business as a mortgage bank and other business deemed to be related to this object.

The Issuer's share capital amounts to DKK 569,964,023 divided into shares of DKK 1 each. The share capital is not divided into classes. At the date of preparation of the Supplement to the Base Prospectus, the Issuer holds 50,752,863 shares itself, representing 8,9 per cent of the share capital. The remaining share capital consisting of 519,211,160 shares has been fully paid up.

The Issuer's shares are primarily owned by domestic financial institutions. No shareholder holds a controlling interest. At the date of preparation of this Base Prospectus, the following shareholders have an ownership interest of more than 5 per cent: Jyske Bank A/S, Nykredit Realkredit A/S, Sydbank A/S, Spar Nord Bank A/S, Ringkøbing Landbobank A/S and PRAS A/S.

The Issuer is not part of a group. The Issuer's shares are not admitted to trading on a regulated market, and any share transaction, that is, transfer of ownership and/or voting rights, is subject to approval by the Issuer's Board of Directors. The Issuer primarily distributes its products (loans) through its shareholding banks, but also through other financial institutions.

The Issuer is licenced by the Danish Financial Supervisory Authority ("DFSA") to operate its business, and the DFSA supervises the Issuer on an ongoing basis.

The issuer had total assets of DKK 173.4bn (approx. EUR 23.2bn) as at 31 December 2019, and the Issuer's total equity amounted to DKK 13.3bn (approx. EUR 1.8bn) as at 31 December 2019. Profit before tax for the financial year ended 31 December 2019 was DKK 1.085m (approx. EUR 145m). The Issuer had 193 full-time

equivalent employees on average in 2019, and 24 part-time employed agricultural valuers.

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Financial highlights

DKK millions	2019	2018
<i>Income statement:</i>		
Core income (mortgage credit income)	1,360	1,291
Staff costs and administrative expenses, etc.	-275	-276
Other operating costs (contribution to Resolution Fund)	-12	-11
Provisions for impairments on loans and receivables etc.	86	-24
Core earnings	1,159	979
Earnings from investment portfolios (sub-funds)	-75	-74
Profit before tax	1,085	905
Profit after tax	846	707
<i>Balance sheet:</i>		
Loans and advances	156,837	148,611
Issued bonds at fair value	157,639	145,901
Equity	13,311	12,974
Total assets	173,444	160,738
<i>Financial ratios:</i>		
Total capital ratio (per cent)	17,1	16,9
Common Equity Tier 1 capital ratio (per cent)	15,5	16,0
Profit before tax as a percentage of equity	8,3	7,1

The Issuer's business activities

The Issuer is a mortgage bank operating in Denmark. In addition, the Issuer operates a mortgage lending business in Greenland and the Faeroe Islands of very limited significance.

The Issuer carries on mortgage credit business, including any kind of activities permitted pursuant to the Danish Mortgage-Credit Loans and Mortgage-Credit Bonds, etc. Act and other applicable legislation on mortgage banks in force at any given time.

The Issuer primarily offers mortgage financing of agricultural, forestry and market garden property, private residential rental property, private cooperative property, office and retail property and manufacturing and workshop property.

At 31 December 2019, the Issuer's loan portfolio in terms of nominal outstanding bond debt amounted to DKK 168.2bn, of which loans to Greenland and the Faroe Islands amounted to DKK 2.4bn or 1.6 per cent of the loan portfolio. Total lending to agriculture represented 58 per cent of the outstanding bond debt; lending to owner-occupied dwellings including residential farms represented 5 per cent and lending to commercial properties and private cooperative properties represented 37 per cent (as set out below):

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The Issuer's mortgage loans at nominal value by property category as at 31 December 2019**Proportion**

	(per cent)
Agricultural properties, incl. market garden property	57.6
Owner-occupied dwellings, incl. residential farms	4.6
Office and retail properties	17.5
Private residential rental properties	16.7
Private cooperative properties	2.0
Other properties	1.6

Capital structure

The Issuer's capital structure at 31 December 2019 is shown below:

	2019 (DKKm)	2018 (DKKm)
DLR's own funds at 31 December		
Share capital	570	570
Issuance premium	0	0
Non-distributable reserves	2,338	2,338
Retained earnings	9,557	9,359
Profit for the year	846	707
Tier 1 capital primary deductions:	-664	-630
Tier 1 capital after primary deductions	12,647	12,344
Additional Tier 1 capital	0	0
Tier 1 capital incl. Additional Tier 1 capital after deductions	12,647	12,344
Other deductions	0	0
Tier 1 capital incl. hybrid core capital	12,647	12,344
Tier 2 capital	1,300	650
Included Tier 2 capital	1,300	650
Own funds before deductions	13,947	12,994
Deductions in own funds	0	0
Own funds after deductions	13,947	12,994

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DLR ratings

S&P

Counterparty Credit Rating

A-/Stable/A-2

A rating of a security may at any time be revised, suspended, reduced or withdrawn by the assigning credit rating agency. Further, the Issuer may terminate the relationship with the credit rating agency.

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Credit risk

At year-end 2019, 97 per cent of the Issuer's loan portfolio was covered by guarantee schemes, including a minor share of the portfolio amounting to around DKK 0.2bn covered by a government guarantee.

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At year-end 2019, DKK 112bn, or 73 per cent, of the Issuer's loan portfolio was covered by the universal guarantee concept.

Loans granted up to 31 December 2014

Loan-loss agreements in the commercial area for loans offered up until the end of 2014 comprise at year-end 2019 a portfolio of DKK 24bn.

Loans on agricultural and market garden property granted prior to 2015 were also covered by a guarantee

agreement between the Issuer and its partner banks under the “cooperative agreement”. This is a collective guarantee scheme for loans granted under the cooperative agreement between the Issuer and the loan-distributing banks that is invoked if the Issuer’s aggregate losses on agricultural loans provided by distributing banks exceed a pre-determined amount (the Issuer’s excess) within a single calendar year. The excess is defined as 1.5 times the unweighted average of the losses in the preceding five years, though not less than 0.25 per cent of the loan portfolio covered by the agreement. The agreement covered DKK 22bn of the loan portfolio at year-end 2019. Hence, the issuer could potentially have to bear losses up to roughly DKK 55m (the Issuer’s excess) in 2020 (0.25 per cent of DKK 22bn).

Investors who have accepted buying or subscribing for Bonds before the publication of this Supplement are entitled to withdraw their acceptance within a time limit of at least two working days after the publication of this Supplement, ie until 10 February 2020, pursuant to Regulation (EU) 2017/1129, Article 23(2)..

RESPONSIBILITY STATEMENT

The Board of Directors and the Executive Board are responsible for this Supplement to the Base Prospectus on behalf of the Issuer.

The Issuer’s statement

We, the Board of Directors and the Executive Board of the Issuer, hereby declare that we, as the persons responsible for this Supplement to the Base Prospectus on behalf of the Issuer, have taken all reasonable care to ensure that, to the best of our knowledge the information contained in this Supplement is in accordance with the facts and does not omit anything likely to affect the importance of its contents.

Copenhagen, 6 February 2020.

For and on behalf of DLR Kredit A/S

Jens Kr. A. Møller
(Managing Director and CEO)

Pernille Lohmann
(Managing Director)