

**NYKREDIT BANK A/S
Kalvebod Brygge 1-3
DK-1780 Copenhagen V
Denmark**

25 October 2011

For the attention of: Jeppe Møller Nielsen

NASDAQ OMX Copenhagen A/S
Postbox 1040
Nikolaj Plads 6
1007 Copenhagen K, Denmark

With a copy to:

Kalvebod plc.
5 Harbourmaster Place
Dublin 1
Ireland
(the "**Issuer**")

Deutsche Trustee Company Limited
Winchester House
1 Great Winchester Street
London EC2N 2DB
United Kingdom
(the "**Trustee**")

Deutsche Bank AG, London Branch
Winchester House
1 Great Winchester Street
London EC2N 2DB
(the "**Swap Counterparty**")

Finanstilsynet (The Danish FSA)
Aarhusgade 110
2100 København Ø, Denmark

VP SECURITIES A/S
Weidekampsgade 14
P.O. Box 4040
2300 Copenhagen S, Denmark

Dear Mr Møller Nielsen

Notice: Kalvebod plc Series 2 DKK 655,376,470.58 Fixed/Floating Rate Secured Notes due 2106 (consisting of an initial issue of DKK 928,450,000 and reduced to DKK 791,913,235.29 as of 01 May 2009 and reduced to DKK 655,376,470.58 as of 03 August 2009 and further reduced to DKK 518,839,705.88 as of 06 February 2011) (ISIN: DK0030029269) (the "Notes")

Pursuant to the Terms of the Notes as set out in the Prospectus relating to the admission to trading of the Notes on the regulated market of the NASDAQ OMX Copenhagen A/S dated 01 May 2006, we hereby notify you of the occurrence of Bond Collateral Default, as such event has been notified by the Issuer to each of the Noteholders, the Trustee and the Swap Counterparty pursuant to the notices annexed hereto

In all other respects the Prospectus shall remain unchanged and in full force and effect.

On behalf of the Issuer, in our capacity as Listing Agent, we hereby give you notice of such Bond Collateral Default.

Any capitalised term not otherwise defined in this letter will have the meaning, if any, assigned to such term in the Prospectus.

Questions regarding this notice may be addressed to Jan K. Villadsen and Torben Jensen, Debt Capital Markets, Nykredit Bank A/S, Kalvebod Brygge 47, 1780 DK-Copenhagen V, +45 44 55 12 90 and +45 44 55 19 49.

Yours sincerely,

NYKREDIT BANK A/S

By:

By:

Name:

Name:

ANNEX 1

NOTICE

to the holders of

Kalvebod plc Series 2 DKK 655,376,470.58 Fixed/Floating Rate Secured Notes due 2106 (consisting of an initial issue of DKK 928,450,000 and reduced to DKK 791,913,235.29 as of 01 May 2009 and reduced to DKK 655,376,470.58 as of 03 August 2009 and further reduced to DKK 518,839,705.88 as of 06 February 2011) (ISIN: DK0030029269) (the "Notes")

1. Terms used in this Notice and not otherwise defined herein shall have the meanings respectively ascribed to them in the prospectus dated 01 May 2006 in respect of the Notes (the "**Prospectus**").
2. The Issuer hereby gives notice pursuant to Condition 8.2 of the Notes that a Bond Collateral Default occurred in respect of the Notes on 10 October 2011 (the "**Bond Collateral Default Date**").
3. The occurrence of a Bond Collateral Default follows a determination by Deutsche Bank AG, London Branch in its capacity as Swap Counterparty in respect of the Notes that on the Bond Collateral Default Date one of the obligations constituting Collateral in respect of the Notes became capable of being declared due and payable before they would otherwise have been due and payable.
4. The obligations constituting Collateral in respect of the Notes the subject of the Bond Collateral Default are 3-months CIBOR + 1.85%, step up after 01 May 2016 to 3-months CIBOR + 2.85%, Perpetual Subordinated Bonds, Callable on and after 01 May 2016, issued by Max Bank A/S (ISIN: DK0030028105) (the "**Repayable Assets**"). The aggregate principal amount of the Repayable Assets is DKK 100,000,000.
5. In accordance with Condition 8.2 of the Notes, with effect from the Bond Collateral Default Date an aggregate principal amount of the Notes equal to DKK 136,536,764.71 (the "**Bond Collateral Default Nominal Amount Reduction Amount**") has become subject to mandatory redemption and, accordingly, the aggregate principal amount of the Notes shall be reduced by an amount equal to the Bond Collateral Default Nominal Amount Reduction Amount (such reduction, the "**Bond Collateral Default Nominal Amount Reduction**"), with the principal amount of each Note being reduced on a *pro rata* basis. As a result of the Bond Collateral Default Nominal Amount Reduction the aggregate principal amount of the Notes shall be equal to DKK 382,302,941.17, with effect from the calendar day immediately following 01 May 2012. For the avoidance of doubt, the aggregate principal amount of the Notes recorded in the Værdipapircentralen system (the Danish clearing system) shall be DKK 518,839,705.88 until the calendar day immediately following 01 May 2012 and the Interest Amount payable on 01 May 2012 shall be determined by reference to an aggregate principal amount of the Notes equal to DKK 518,839,705.88.
6. Pursuant to paragraph 23(B) of the Terms of the Notes, on 24 October 2011, an amount shall be paid by the Issuer to the holder of each Note equal to such Note's *pro rata* share of the Adjusted Recovery Amount. The Adjusted Recovery Amount is equal to DKK 23,300,729.25.

7. For further information in relation to the terms and conditions of the Notes please refer to the Prospectus, a copy of which may be obtained from Jan K. Villadsen and Torben Jensen, Debt Capital Markets, Nykredit Bank A/S, Kalvebod Brygge 47, 1780 DK-Copenhagen V, +45 44 55 12 90 and +45 44 55 19 49.

Issued by Kalvebod plc

Date: 21 October 2011

ANNEX 2 – NOTICE TO TRUSTEE AND THE SWAP COUNTERPARTY


Kalvebod plc
 5 Harbourmaster Place
 Dublin 1
 Tel: + 353 1 6806000
 Fax: + 353 1 6806050

Date:	21 October 2011
To:	Deutsche Trustee Company Limited Winchester House 1 Great Winchester Street London EC2N 2DB United Kingdom (as Trustee)
	Deutsche Bank AG, London Branch Winchester House 1 Great Winchester Street London EC2N 2DB United Kingdom (as Swap Counterparty)
	Nykredit Bank A/S Kalvebod Brygge 1-3 DK 1780 Copenhagen V Denmark (as Agent)
From:	Kalvebod plc (the “ Issuer ”)
Re:	Kalvebod plc Series 2 DKK 655,376,470.58 Fixed/Floating Rate Secured Notes due 2106 (consisting of an initial issue of DKK 928,450,000 and reduced to DKK 791,913,235.29 as of 01 May 2009 and reduced to DKK 655,376,470.58 as of 03 August 2009 and further reduced to DKK 518,839,705.88 as of 06 February 2011) (ISIN: DK0030029269) (the “ Notes ”)

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3. The occurrence of a Bond Collateral Default follows a determination by Deutsche Bank AG, London Branch in its capacity as Swap Counterparty in respect of the Notes that on the Bond Collateral Default Date one of the obligations constituting Collateral in respect of the Notes became capable of being declared due and payable before they would otherwise have been due and payable.
4. The obligations constituting Collateral in respect of the Notes the subject of the Bond Collateral Default are 3-months CIBOR + 1.85%, step up after 01 May 2016 to 3-months CIBOR + 2.85%, Perpetual Subordinated Bonds, Callable on and after 01 May 2016, issued by Max Bank A/S (ISIN: DK0030028105) (the "**Repayable Assets**"). The aggregate principal amount of the Repayable Assets is DKK 100,000,000.
5. In accordance with Condition 8.2 of the Notes, with effect from the Bond Collateral Default Date an aggregate principal amount of the Notes equal to DKK 136,536,764.71 (the "**Bond Collateral Default Nominal Amount Reduction Amount**") has become subject to mandatory redemption and, accordingly, the aggregate principal amount of the Notes shall be reduced by an amount equal to the Bond Collateral Default Nominal Amount Reduction Amount (such reduction, the "**Bond Collateral Default Nominal Amount Reduction**"), with the principal amount of each Note being reduced on a *pro rata* basis. As a result of the Bond Collateral Default Nominal Amount Reduction the aggregate principal amount of the Notes is equal to DKK 382,302,941.17, with effect from the calendar day immediately following 01 May 2012. For the avoidance of doubt, the aggregate principal amount of the Notes recorded in the Værdipapircentralen system (the Danish clearing system) shall be DKK 518,839,705.88 until the calendar day immediately following 01 May 2012 and the Interest Amount payable on 01 May 2012 shall be determined by reference to an aggregate principal amount of the Notes equal to DKK 518,839,705.88.
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7. For further information in relation to the terms and conditions of the Notes please refer to the Prospectus, a copy of which may be obtained from Jan K. Villadsen and Torben Jensen, Debt Capital Markets, Nykredit Bank A/S, Kalvebod Brygge 47, 1780 DK-Copenhagen V, +45 44 55 12 90 and +45 44 55 19 49.

Yours sincerely,

Kalvebod plc

By:

Name: