

To NASDAQ OMX Copenhagen and the press

6 November 2008

Q1-Q3 INTERIM REPORT 2008 Totalkredit A/S (1 January – 30 September 2008)

### Q1-Q3 - IN BRIEF

- Profit before tax was DKK 711m on a level with profit for the same period in 2007.
- Core income was DKK 1,148m up 20%.
- Core earnings after impairment losses were DKK 847m up 19%.
- The investment portfolio generated a loss of DKK 136m against a loss of DKK 4m in the same period the year before.
- Nominal mortgage lending increased by DKK 30bn to DKK 393bn.
- Due to negative investment portfolio income, the forecast profit before tax for the year is revised downwards by DKK 100m to DKK 900m.
- Standard & Poor's assigned AAA rating to covered bonds issued out of Capital Centre C.

Contacts:

Niels Tørslev, Group Managing Director, Nykredit, tel +45 44 55 10 20 Troels Bülow-Olsen, Managing Director, Totalkredit, tel +45 44 55 54 00

Totalkredit A/S Helgeshøj Allé 53 DK-2630 Taastrup Tel +45 44 55 54 00 CVR no 21 83 22 78



# Financial highlights

DKK MILLION

CORE EARNINGS AND PROFIT FOR THE PERIOD	Q1-Q3/2008	Q1-Q3/2007	FY 2007
Core income from	000	700	000
Business operations	832 316	722	999
Securities Total	1,148	238 <b>960</b>	322 1, <b>32</b> 1
Operating costs, depreciation and amortisation	291	246	314
Core earnings before impairment losses	857	714	1,007
Impairment losses on loans and advances	10	1	1,007
Core earnings after impairment losses	847	713	1,006
Investment portfolio income	(136)	(4)	(2)
Profit before tax	711	709	1,004
Tax	179	176	250
Profit for the period	532	533	754
SUMMARY BALANCE SHEET, END OF PERIOD	30.09.2008	30.09.2007	31.12.2007
ASSETS			
Receivables from credit institutions	9,306	10,603	11,647
Mortgage loans	367,766	337,703	349,278
Bonds and equities	13,721	9,275	47,156
Other assets	726	279	1,833
Total assets	391,519	357,860	409,914
LIABILITIES AND EQUITY			
Payables to credit institutions	248,785	186,301	242,623
Issued bonds	120,982	151,376	145,401
Supplementary capital	3,600	4,591	3,600
Other liabilities	6,891	5,584	7,561
Equity	11,261	10,008	10,729
Total liabilities and equity	391,519	357,860	409,914
FINANCIAL RATIOS			
Profit for the period as % of average equity (pa)	6.5	7.9	8.1
Core earnings after impairment losses as % of average equity (pa)	10.3	10.6	10.8
Costs as % of core income	25.3	25.6	23.8
Impairment losses for the period, %	0.0	0.0	0.0
Capital adequacy ratio, %*	27.1	10.1	9.5
Core capital ratio, %*	20.7	6.9	7.1
Average number of full-time staff	107	108	109
*) As from 2008, the capital adequacy ratio and core capital ratio are determined in accordance with CRD			



## Q1-Q3 Interim Report 2008

Totalkredit recorded a profit before tax of DKK 711m, which is on a level with profit for the same period the year before. The profit reflects an increase in core income of 19% and a loss on the investment portfolio of DKK 136m.

In Q1-Q3/2008, Totalkredit's lending grew by a nominal DKK 30bn to DKK 393bn.

### **Core earnings**

Totalkredit's core earnings after impairment losses were DKK 847m against DKK 712m in the same period the year before, up 19%.

Core income from business operations was DKK 832m against DKK 722m in the same period in 2007.

Core income from securities amounted to DKK 316m compared with DKK 238m in Q1-Q3/2007.

Operating costs, depreciation and amortisation amounted to DKK 291m against DKK 246m in the same period the year before. The cost development is in line with the budget, and the rise relates to increased IT costs incurred in connection with the launch of the business partner web portal, which is a newly developed advisory and production system that is key to the banks' housing advisory services and sale of Totalkredit loans.

### Investment portfolio income

In Q3/2008, interest rate markets continued to develop very adversely, and the investment portfolio loss increased from DKK 62m at end-H1 to DKK 136m at end-Q3/2008. In the same period the year before, the investment portfolio generated a loss of DKK 4m.

### Impairment losses on loans and advances

Impairment losses on loans and advances amounted to DKK 10m, of which less than DKK 0.5m was recognised losses. The increased impairments losses reflect the transition from the guarantee model to the set-off model, according to which any loss on the part of a loan exceeding 60% of the mortgageable value is set off against future commission payments to the banks after recognition of the loss.

### Loans and advances

In Q1-Q3, Totalkredit's gross new lending came to DKK 64bn against DKK 73bn in the same period the year before.

### **Balance** sheet

Mortgage lending at fair value increased in the period to DKK 368bn against DKK 349bn at the beginning of the year.

Mortgage loans are funded through the issuance of bonds via the Parent Company, Nykredit Realkredit A/S, and bonds issued by Totalkredit A/S. At end-Q3/2008, payables to the Parent Company at fair value amounted to DKK 249bn. Totalkredit had issued DKK 121bn of own bonds.

Equity including profit for the period was DKK 11.3bn at end-Q3/2008 against DKK 10.7bn at the beginning of the year.

At end-Q3/2008, the balance sheet stood at DKK 392bn compared with DKK 410bn at end-2007.

This decrease was mainly a result of the issuance of bonds worth approximately DKK 37bn for the refinancing of loans at end-2007 and a reduction of the balance sheet by approximately DKK 26bn as a result of fair value adjustment in 2008.

### **CAPITAL ADEQUACY**

The capital base and capital adequacy are determined using the new capital adequacy rules (Basel II).

As from 1 January 2008, the capital charge for credit risk is calculated on the basis of the most advanced IRB approaches.

At end-September 2008, the capital base amounted to DKK 14.5bn, and the capital requirement was DKK 4.3bn pursuant to the new principles, corresponding to a capital adequacy ratio of 27.1%.

Under the transitional rules, the capital requirement must constitute at least 90% and 80% in 2008 and 2009, respectively, of the requirement calculated according to the previous rules.



In pursuance of these transitional rules, the capital requirement amounted to DKK 12.6bn at end-Q3, equal to a capital adequacy ratio of 23.5%.

### RATING

In early November, rating agency Standard & Poor's assigned the rating AAA to covered bonds issued out of Totalkredit's Capital Centre C. Today, all new lending in Totalkredit A/S is based on joint funding with Nykredit Realkredit A/S. This funding has been assigned the rating AAA by Standard & Poor's and the rating Aaa by Moody's Investors Service.

### **OTHER**

# Uncertainty about recognition and measurement

The measurement of certain assets and liabilities is based on accounting estimates made by the Company Management.

The areas in which assumptions and estimates material to the financial statements have been made comprise provisions for loan and receivable impairment as well as other provisions, cf the mention in the Annual Report for 2007.

In Management's opinion, the uncertainty related to the above-mentioned matters is insignificant to the Q1-Q3 Interim Report 2008.

### **Business partners**

As described in the Annual Report for 2007, a new partnership agreement with the banks had been entered into according to which each bank could choose between the existing guarantee structure and a set-off model under which any losses incurred on the loans arranged by the banks are offset against future commission payments from Totalkredit.

In March 2008, Nykredit/Totalkredit offered its business partners a new and broader partnership agreement extending the agreement from 2003 when Nykredit acquired Totalkredit.

The business partners have adopted the new partnership agreement, and all guaranteed loans have been included under the set-off model.

### **OUTLOOK FOR 2008**

The loan portfolio and core earnings developed satisfactorily in Q1-Q3/2008. Investment portfolio income declined by an additional DKK 74m in Q3 due to adverse financial market trends. In consequence, the forecast profit before tax for the year is revised from DKK 1,000m as stated in the H1 Interim Report 2008 to DKK 900m on the assumption that financial markets do not deteriorate further during the last months of 2008.

In the H1 Interim Report 2008, the forecast profit before tax was revised downwards from the original DKK 1,100m to DKK 1,000m due to investment portfolio losses.

Losses and provisions are expected to increase slightly but remain modest.

# EVENTS OCCURRED AFTER THE END OF THE FINANCIAL PERIOD

In the period up to the presentation of the Q1-Q3 Interim Report 2008, no significant events have occurred.

### **ACCOUNTING POLICIES**

The Q1-Q3 Interim Report 2008 has been prepared in accordance with the Danish Financial Business Act and the Danish Financial Supervisory Authority's Executive Order on Financial Reports for Credit Institutions and Investment Companies, etc.

All figures in the Q1-Q3 Interim Report 2008 are presented in DKK million. The totals stated are calculated on the basis of actual figures. Due to rounding to the nearest whole million DKK, minor differences between the sum of individual figures and the stated totals may occur.

The accounting policies are unchanged compared with the Annual Report for 2007. For a description, please refer to the Annual Report for 2007 at totalkredit.dk.

The Q1-Q3 Interim Report has not been audited or reviewed.



# Statement by the Board of Directors and the Executive Board on the Interim Report

The Board of Directors and the Executive Board have today reviewed and approved the Interim Report for the period 1 January – 30 September 2008 of Totalkredit A/S.

The Q1-Q3 Interim Report was prepared in accordance with the Danish Financial Business Act and the Executive Order on Financial Reports for Credit Institutions and Investment Companies, etc. Further, the Q1-Q3 Interim Report was prepared in accordance with additional Danish disclosure requirements for interim reports of issuers of listed bonds.

In our opinion, the Q1-Q3 Interim Report gives a fair review of the development in the activities and financial circumstances of the Company as well as a satisfactory description of the material risk and uncertainty factors affecting the Company.

In our opinion, the Interim Report also gives a fair presentation of the Company's assets, liabilities, equity and financial position at 30 September 2008 and of the results of the Company's activities and cash flows for the financial period 1 January – 30 September 2008.

**BOARD OF DIRECTORS** 

Frank Kristensen

Merete Nilausen

Taastrup, 6 November 2008

**EXECUTIVE BOARD** 

# Troels Bülow-Olsen Niels Tørslev, Chairman Bent Naur, Deputy Chairman Per Nykjær Johnna Bechsøfft Karen Frøsig Søren Holm Jari Loch Jensen Gert R. Jonassen



# Income statement for 1 January – 30 September

DKK MILLION

	Note	Q1-Q3/2008	Q1-Q3/2007
Interest income	1	15,504	12,602
Interest expenses	2	13 <i>,</i> 758	11,131
Net interest income		1,746	1,471
Dividend on equities		2	2
Fee and commission income	3	225	226
Fee and commission expenses	4	816	756
Net interest and fee income		1,156	943
Value adjustments	5	(145)	12
Other operating income		1	1
Staff and administrative expenses	6	290	245
Depreciation and impairment losses for property, plant and equipment		1	1
Impairment losses on loans, advances and receivables		10	1
Profit before tax		711	709
Tax		179	176
Profit for the period		532	533



# Balance sheet, end of period

DKK MILLION

ASSETS         Cash balance and demand deposits with central banks         0         0           Receivables from credit institutions and central banks         7         9,306         11,647           Bonds of foir value         8         367,877         349,342           Bonds of foir value         9         13,704         47,135           Equities         10         17         21           Other property, plant and equipment         1         2           Current tax assets         1         1         0           Deferred tax assets         1         586         1,74           Assets in temporary possession         1         586         1,74           Prepayments         6         5         5           Total assets         11         586         1,74           Prepayments         3         1,91         409,11           Listed bonds at fair value         1         248,785         242,702           Issued bonds at fair value         1         2         4         2         1           Issued bonds at fair value         1         2         4         3         1         2         1         4         4         4         7         4         6<		Note	30.09.2008	31.12.2007
Receivables from credit institutions and central banks         7         9,306         11,647           Loans, advances and other receivables at fair value         8         367,877         349,342           Bonds at fair value         9         13,704         47,135           Equities         10         17         21           Other property, plant and equipment         1         2         2           Current tox assets         20         20         20           Deferred tox assets         11         58         1         0           Assets in temporary possession         11         58         7         1         0           Other assets         11         58         7         1         0         0         1         0         0         1         0	ASSETS			
Loons, advances and other receivables at fair value         8         367,877         349,342           Bonds at fair value         9         13,704         47,135           Equities         10         17         21           Other property, plant and equipment         20         20         20           Current tax assets         20         20         20           Deferred tox assets         1         1         1           Assets in temporary possession         1         586         1,741           Prepayments         391,519         409,914           IABBILITIES AND EQUITY           Payables to credit institutions         12         248,785         242,702           Issued bonds at fair value         13         120,982         145,401           Current tax liabilities         14         6,741         76           Other liabilities         14         6,741         76           Provisions for pensions and similar obligations         1         3,600         3,600           Equity:         16         3,600         3,600           Equity:         16         3,543         3,600           Share capital         1,543         1,543         1,543	Cash balance and demand deposits with central banks		0	0
Bonds at fair value         9         13,704         47,135           Equities         10         17         21           Other property, plant and equipment         1         2           Current tax assets         20         20           Deferred tax assets         1         1           Assets in temporary possession         1         58         1,74           Prepayments         6         5           Total assets         391,519         409,914           LIABILITIES AND EQUITY           Proyables to credit institutions         12         248,785         242,702           Issued bonds at fair value         13         120,982         145,401           Current tax liabilities         14         6,741         7,476           Provisions for pensions and similar obligations         1         3,600         3,600           Equity:         16         1         5,430         3,600           Equity:         16         2         1,543         1,543           Share capital         1         4,543         1,543         1,543           Other reserves         1,543         1,543         1,543           Series reserves         1,543	Receivables from credit institutions and central banks	7	9,306	11,647
Equities         10         17         2 1           Other property, plant and equipment         1         2           Current tax assets         20         20           Deferred tax assets         1         1           Assets in temporary possession         11         586         1,74           Other assets         11         586         1,74           Prepayments         6         5           Total assets         391,519         409,914           LIABILITIES AND EQUITY         391,519         409,914           Value of tax assets         12         248,785         242,702           Issued bonds at fair value         13         120,982         145,401           Current tax liabilities         14         6,741         7,476           Provisions for pensions and similar obligations         14         6,74         7,476           Subordinate loan capital         15         3,60         3,600           Equity:         16         15         3,60         3,600           Share capital         799         799         Reserves:         8,37         8,387           Series reserves         1,543         1,543         1,543         1,543 <t< td=""><td>Loans, advances and other receivables at fair value</td><td>8</td><td>367,877</td><td>349,342</td></t<>	Loans, advances and other receivables at fair value	8	367,877	349,342
Other property, plant and equipment         1         2           Current tax assets         1         1           Assets in temporary possession         1         5           Other assets         11         586         1,74           Prepoyments         5         5           Total assets         391,519         409,914           LIABILITIES AND EQUITY         391,519         409,914           Payables to credit institutions         12         248,785         242,702           Issued bonds at fair value         13         120,982         145,401           Current tax liabilities         14         6,741         7,476           Provisions for pensions and similar obligations         8         6           Subordinate loan capital         15         3,600         3,600           Equity:         16         799         799           Reserves:         8,387         8,387           Share capital         799         799           Reserves:         8,387         8,387           Series reserves         8,387         8,387           Retained earnings for the period         53         11,261         10,722           Total liabilities and equity	Bonds at fair value	9	13,704	47,135
Current tox assets         20           Deferred tax assets         1         1           Assets in temporary possession         1         0           Other assets         11         586         1,741           Prepayments         6         5           Total assets         391,519         409,914           LIABILITIES AND EQUITY         Payobles to credit institutions         12         248,785         242,702           Issued bonds at fair value         13         120,982         145,401           Current tax liabilities         14         6,741         7,476           Provisions for pensions and similar obligations         8         6           Subordinate loan capital         15         3,600         3,600           Equity:         16         1         1,543         1,543           Share capital         799         799         799         799           Reserves:         8         8,387         8,387         8,387         8,387         8,387         9,387         9,387         9,387         9,387         9,387         9,387         9,387         9,387         9,387         9,387         9,387         9,387         9,387         9,387         9,387 </td <td>Equities</td> <td>10</td> <td>17</td> <td>21</td>	Equities	10	17	21
Deferred tax assets         1         1           Assets in temporary possession         1         50           Other assets         11         586         1,741           Prepayments         6         5           Total assets         391,519         409,914           LIABILITIES AND EQUITY           Payables to credit institutions         12         248,785         242,702           Issued bonds at fair value         12         248,785         242,702           Current tax liabilities         14         6,741         7,476           Other liabilities         14         6,741         7,476           Provisions for pensions and similar obligations         8         6           Subordinate loan capital         15         3,600         3,600           Equity:         16         799         799           Reserves:         8         8         6           Share capital         799         799           Reserves:         9         799           Series reserves         1,543         1,543           Other reserves         3,360         3,807           Total labilities and equity         391,519	Other property, plant and equipment		1	2
Assets in temporary possession         1         0           Other assets         11         586         1,741           Prepayments         6         5           Total assets         391,519         409,914           LIABILITIES AND EQUITY         Usual sasets           Payables to credit institutions         12         248,785         242,702           Issued bonds at fair value         13         120,982         145,401           Current tax liabilities         14         6,741         7,476           Other liabilities         14         6,741         7,476           Provisions for pensions and similar obligations         8         6           Subordinate loan capital         15         3,600         3,600           Equity:         16         799         799           Share capital         799         799           Reserves:         8         38         8           Share capital         799         799           Reserves:         8         38         8           Series reserves         1,543         1,543         1,543           Other coserves         391,519         409,714           Total liabilities and equity	Current tax assets		20	20
Other assets         11         586         1,741           Prepayments         6         5           Total assets         391,519         409,914           LIABILITIES AND EQUITY           Payables to credit institutions         12         248,785         242,702           Issued bonds at fair value         13         120,982         145,401           Current tax liabilities         14         6,741         7,476           Other liabilities         14         6,741         7,476           Provisions for pensions and similar obligations         15         3,600         3,600           Subordinate loan capital         15         3,600         3,600           Equity:         16         799         799           Share capital         799         799           Reserves:         1,543         1,543         1,543           Other reserves         1,543         1,543         1,543           Other generics         8,387         8,387           Retained earnings for the period         532         11,261         10,729           Total liabilities and equity         391,519         409,914           OFF-BALANCE SHEET ITEMS         17         40	Deferred tax assets		1	1
Prepayments         6         5           Total assets         391,519         409,914           LIABILITIES AND EQUITY         Payables to credit institutions         12         248,785         242,702           Issued bonds at fair value         13         120,982         145,040           Current tax liabilities         14         6,741         7,476           Other liabilities         14         6,741         7,476           Provisions for pensions and similar obligations         8         6           Subordinate loan capital         15         3,600         3,600           Equity:         16         2           Share capital         799         799           Reserves:         1,543         1,543           Other reserves         8,387         8,387           Retained earnings for the period         532         1,261         10,729           Total liabilities and equity         391,519         409,914           OFF-BALANCE SHEET ITEMS         17           Guarantees         0         0         0           Other commitments         16         24	Assets in temporary possession		1	0
LIABILITIES AND EQUITY         Payables to credit institutions         12         248,785         242,702           Issued bonds at fair value         13         120,982         145,401           Current tax liabilities         14         6,741         7,476           Provisions for pensions and similar obligations         8         6           Subordinate loan capital         15         3,600         3,600           Equity:         16         799         799           Reserves:         1,543         1,543         1,543           Other reserves         8,387         8,387         8,387           Retained earnings for the period         532         11,261         10,729           Total liabilities and equity         391,519         409,914           OFF-BALANCE SHEET ITEMS         17         409,914           Other commitments         0         0         0           Other commitments         16         24	Other assets	11	586	1,741
LIABILITIES AND EQUITY           Payables to credit institutions         12         248,785         242,702           Issued bonds at fair value         13         120,982         145,401           Current tax liabilities         14         6,741         7,476           Other liabilities         14         6,741         7,476           Provisions for pensions and similar obligations         8         6           Subordinate loan capital         15         3,600         3,600           Equity:         16         799         799           Reserves:         99         799           Reserves:         1,543         1,543         1,543           Other reserves         8,387         8,387         8,387           Retailed earnings for the period         532         11,261         10,729           Total lequity         31,519         409,914           OFF-BALANCE SHEET ITEMS         17           Guarantees         0         0         0           Other commitments         16         24	Prepayments		6	5
Payables to credit institutions       12       248,785       242,702         Issued bonds at fair value       13       120,982       145,401         Current tax liabilities       142       0         Other liabilities       14       6,741       7,476         Provisions for pensions and similar obligations       8       6         Subordinate loan capital       15       3,600       3,600         Equity:       16       799       799         Reserves:       1,543       1,543       1,543         Other reserves       8,387       8,387         Retained earnings for the period       532       11,261       10,729         Total liabilities and equity       391,519       409,914         OFF-BALANCE SHEET ITEMS       17       0       0         Other commitments       16       24	Total assets		391,519	409,914
Payables to credit institutions       12       248,785       242,702         Issued bonds at fair value       13       120,982       145,401         Current tax liabilities       142       0         Other liabilities       14       6,741       7,476         Provisions for pensions and similar obligations       8       6         Subordinate loan capital       15       3,600       3,600         Equity:       16       799       799         Reserves:       1,543       1,543       1,543         Other reserves       8,387       8,387         Retained earnings for the period       532       11,261       10,729         Total liabilities and equity       391,519       409,914         OFF-BALANCE SHEET ITEMS       17       0       0         Other commitments       16       24				
Issued bonds at fair value       13       120,982       145,401         Current tax liabilities       142       0         Other liabilities       14       6,741       7,476         Provisions for pensions and similar obligations       8       6         Subordinate loan capital       15       3,600       3,600         Equity:       16       799       799         Reserves:       1,543       1,543       1,543         Other reserves       8,387       8,387       8,387         Retained earnings for the period       532       532       11,261       10,729         Total equity       11,261       10,729       11,261       10,729         Total liabilities and equity       391,519       409,914         OFF-BALANCE SHEET ITEMS       17         Guarantees       0       0       0         Other commitments       16       24	LIABILITIES AND EQUITY			
Current tax liabilities         142         0           Other liabilities         14         6,741         7,476           Provisions for pensions and similar obligations         8         6           Subordinate loan capital         15         3,600         3,600           Equity:         16         799         799           Reserves:         799         799           Reserves:         1,543         1,543         1,543           Other reserves         1,543         1,543         8,387         8,387           Retained earnings for the period         532         701         11,261         10,729           Total liabilities and equity         391,519         409,914           OFF-BALANCE SHEET ITEMS         17           Guarantees         0         0           Other commitments         16         24	Payables to credit institutions	12	248,785	242,702
Other liabilities       14       6,741       7,476         Provisions for pensions and similar obligations       8       6         Subordinate loan capital       15       3,600       3,600         Equity:       16       Total capital       799       799         Reserves:       Series reserves       1,543       1,543         Other reserves       8,387       8,387         Retained earnings for the period       532         Total lequity       11,261       10,729         Total liabilities and equity       391,519       409,914         OFF-BALANCE SHEET ITEMS       17         Guarantees       0       0         Other commitments       16       24	Issued bonds at fair value	13	120,982	145,401
Provisions for pensions and similar obligations         8         6           Subordinate loan capital         15         3,600         3,600           Equity:         16         Total capital         799         799           Reserves:         Series reserves         1,543         1,543           Other reserves         8,387         8,387           Retained earnings for the period         532           Total equity         11,261         10,729           Total liabilities and equity         391,519         409,914           OFF-BALANCE SHEET ITEMS         17           Guarantees         0         0           Other commitments         16         24	Current tax liabilities		142	0
Subordinate loan capital       15       3,600       3,600         Equity:       16       799       799         Share capital       799       799         Reserves:       1,543       1,543       1,543         Other reserves       8,387       8,387       8,387         Retained earnings for the period       532       10,729         Total equity       11,261       10,729         Total liabilities and equity       391,519       409,914         OFF-BALANCE SHEET ITEMS       17         Guarantees       0       0         Other commitments       16       24	Other liabilities	14	6,741	7,476
Equity:       16         Share capital       799       799         Reserves:       1,543       1,543         Series reserves       1,543       1,543         Other reserves       8,387       8,387         Retained earnings for the period       532       1         Total equity       11,261       10,729         Total liabilities and equity       391,519       409,914         OFF-BALANCE SHEET ITEMS       17         Guarantees       0       0         Other commitments       16       24	Provisions for pensions and similar obligations		8	6
Share capital       799       799         Reserves:       1,543       1,543         Series reserves       8,387       8,387         Retained earnings for the period       532       1         Total equity       11,261       10,729         Total liabilities and equity       391,519       409,914         OFF-BALANCE SHEET ITEMS       17         Guarantees       0       0         Other commitments       16       24	Subordinate loan capital	15	3,600	3,600
Reserves:         Series reserves       1,543       1,543         Other reserves       8,387       8,387         Retained earnings for the period       532         Total equity       11,261       10,729         Total liabilities and equity       391,519       409,914         OFF-BALANCE SHEET ITEMS       17         Guarantees       0       0         Other commitments       16       24	Equity:	16		
Series reserves       1,543       1,543         Other reserves       8,387       8,387         Retained earnings for the period       532       532         Total equity       11,261       10,729         Total liabilities and equity       391,519       409,914         OFF-BALANCE SHEET ITEMS       17         Guarantees       0       0         Other commitments       16       24	Share capital		799	799
Other reserves         8,387         8,387           Retained earnings for the period         532         11,261         10,729           Total equity         391,519         409,914           OFF-BALANCE SHEET ITEMS         17           Guarantees         0         0           Other commitments         16         24	Reserves:			
Retained earnings for the period         532           Total equity         11,261         10,729           Total liabilities and equity         391,519         409,914           OFF-BALANCE SHEET ITEMS         17           Guarantees         0         0           Other commitments         16         24	Series reserves		1,543	1,543
Total equity         11,261         10,729           Total liabilities and equity         391,519         409,914           OFF-BALANCE SHEET ITEMS         17           Guarantees         0         0           Other commitments         16         24	Other reserves		8,387	8,387
Total liabilities and equity  OFF-BALANCE SHEET ITEMS  17  Guarantees  Other commitments  17  24  24	Retained earnings for the period		532	
OFF-BALANCE SHEET ITEMS  Guarantees  O 0 Other commitments  17  24	Total equity		11,261	10,729
Guarantees         0         0           Other commitments         16         24	Total liabilities and equity		391,519	409,914
Guarantees         0         0           Other commitments         16         24				
Other commitments 16 24	OFF-BALANCE SHEET ITEMS	17		
	Guarantees		0	0
Total off-balance sheet items 16 24	Other commitments		16	24
	Total off-balance sheet items		16	24



I. INTEREST INCOME   Receivables from credit institutions   136   141   10,040   13,614   11,040   13,614   11,040   13,614   11,040   13,614   11,040   13,614   11,040   13,614   11,040   13,614   11,040   13,614   1		Q1-Q3/2008	Q1-Q3/2007
Receivables from credit institutions         136         14           Loons, advances and other receivables         13,614         11,040           Administrative margin         1,360         1,182           Bonds:         30         6.3           - Own mortgage bonds         307         235           - Own mortgage bonds         30         6.3           - Own mortgage bonds         30         6.3           - Derivative financial instruments:         1         0           2 Interest rate contracts         1         0           Total         15,54         12,668           Interest from own mortgage bonds has been offset against interest expenses – note 2         20         6.3           2 INTEREST EXPENSES         2         7.8         5.817           Mortgage loan funding through Nykredit Realkredit A/S         9.28         5.817           Subordinate loan capital         15,1         15,4         15,23           Other interest expenses         0         0         0           Total         13,7         11,1         15           Subordinate loan capital         15         14         15           Other interest expenses         1         2         6           T	1 INTEREST INCOME	Q1 Q0/2000	Q1 Q0/200/
Loans, advances and other receivables         13,614         11,040           Administrative margin         1,350         1,182           Bonds:		136	141
Administrative margin         1,350         1,182           Bonds:         — Own mortgage bonds         20         63           - Other mortgage bonds         397         235           - Government bonds         6         4           Derivative financial instruments:         — Interest from contracts         1         0           Total         15,524         12,665           Interest from own mortgage bonds has been offset against interest expenses — note 2         (20)         (63)           Total         15,504         12,602           Element From own mortgage bonds has been offset against interest expenses — note 2         (20)         (63)           Total         5,817         15,504         12,602           2 INTEREST EXPENSES         9,286         5,817           Issued bonds         4,341         5,233           Subordinate loan capital         15         15           Other interest expenses         0         0           Other interest from own mortgage bonds — note 1         10         (63)           Total         13,778         11,194           Set-off of interest from own mortgage bonds — note 1         20         (63)           Total         13,758         11,315         14			
Bonds:         20         63           - Own mortgage bonds         397         235           - Government bonds         6         4           Derivative financial instruments:         1         0           Interest rate contracts         1         0           Total         15,524         12,665           Interest from own mortgage bonds has been offset against interest expenses – note 2         (20)         633           Total         15,504         12,602           ENITEREST EXPENSES         2         68           Mortgage loan funding through Nykredit Realkredit A/S         9,286         5,817           Issued bonds         4,341         5,233           Subordinate loan capital         13         0           Other interest expenses         0         0           Other interest expenses         0         63           Set-off of interest from own mortgage bonds – note 1         (20)         63           Total         13,778         11,131           3. FEE AND COMMISSION INCOME         2         6           Total         2         2           4. FEE AND COMMISSION EXPENSES         2         2           Loan arrangement fee         9         15		·	
- Own mortgage bonds         397         235           - Other mortgage bonds         397         235           - Government bonds         6         4           Derivative financial instruments:         ************************************	-	,	,
Other mortgage bonds         397         235           Government bonds         6         4           Derivative financial instruments:		20	63
Government bonds         6         4           Derivative financial instruments:         1         0           Interest rate contracts         1         0           Total         15,524         12,665           Interest from own mortgage bonds has been offset against interest expenses – note 2         (20)         (33)           Total         15,504         12,602           2. INTEREST EXPENSES         2         5,817           Mortgage loan funding through Nykredit Realkredit A/S         9,286         5,817           Issued bonds         4,341         5,233           Subordinate loan capital         151         154           Other interest expenses         0         0           Other interest expenses         0         0           Total         13,778         11,194           Set-off of interest from own mortgage bonds – note 1         (20)         (63)           Total         13,758         11,131           3. FEE AND COMMISSION INCOME         21         26           Loan fees, new lending         13         14           Commission and other fees         93         85           Total         224         26           4. FEE AND COMMISSION EXPENSES         24<			
Derivative financial instruments:         1         0           Total         15,524         12,665           Interest from own mortgage bonds has been offset against interest expenses – note 2         (20)         (63)           Total         15,504         12,602           Expenses         15,504         12,602           2. INTEREST EXPENSES         3         1           Mortgage loan funding through Nykredit Realkredit A/S         9,286         5,817           Issued bonds         4,341         5,233           Subordinate loan capital         15         15           Other interest expenses         0         0           Other interest expenses         0         0           Total         13,778         11,194           Set-off of interest from own mortgage bonds – note 1         (20)         (63)           Total         13,758         11,131         14           Set-off of interest from own mortgage bonds         1         1         1           Set-off of interest from own mortgage bonds         1         1         1         1         1         1         1         1         1         1         1         1         1         1         1         1         1         1		6	4
Total         15,524         12,655           Interest from own mortgage bonds has been offset against interest expenses – note 2         (20)         (63)           Total         15,504         12,602           2. INTEREST EXPENSES         V. V	Derivative financial instruments:		
Interest from own mortgage bonds has been offset against interest expenses – note 2         (20)         (63)           Total         15,504         12,602           2. INTEREST EXPENSES         V. State of funding through Nykredit Realkredit A/S         9,286         5,817           Issued bonds         4,341         5,233           Subordinate loan capital         151         154           Other interest expenses         0         0           Total         13,778         11,194           Set-off of interest from own mortgage bonds – note 1         (20)         (63)           Total         13,758         11,131           3. FEE AND COMMISSION INCOME           Loan fees, new lending         131         141           Commission and other fees         93         85           Total         224         226           4. FEE AND COMMISSION EXPENSES         4. FEE AND COMMISSION EXPENSES         5. Gon arrangement fee         93         150           Commissions to loan arrangers         636         533         73           Totaling commission and other fees         87         73	- Interest rate contracts	1	0
Interest from own mortgage bonds has been offset against interest expenses – note 2         (20)         (63)           Total         15,504         12,602           2. INTEREST EXPENSES         V. V	Total	15,524	12,665
Total         15,504         12,602           2. INTEREST EXPENSES         2. INTEREST EXPENSES           Mortgage loan funding through Nykredit Realkredit A/S         9,286         5,817           Issued bonds         4,341         5,233           Subordinate loan capital         151         154           Other interest expenses         0         0           Total         13,778         11,194           Set-off of interest from own mortgage bonds – note 1         (20)         (63)           Total         13,758         11,131           3. FEE AND COMMISSION INCOME           Loan fees, new lending         131         141           Commission and other fees         93         85           Total         224         226           4. FEE AND COMMISSION EXPENSES         4         5           Loan arrangement fee         93         150           Commissions to loan arrangers         636         533           Toding commission and other fees         87         73	Interest from own mortgage bonds has been offset against interest expenses – note 2		
2. INTEREST EXPENSES         Mortgage loan funding through Nykredit Realkredit A/S       9,286       5,817         Issued bonds       4,341       5,233         Subordinate loan capital       151       154         Other interest expenses       0       0         Total       13,778       11,194         Set-off of interest from own mortgage bonds – note 1       (20)       (63)         Total       13,758       11,131         Loan fees, new lending       131       141         Commission and other fees       93       85         Total       224       226         4. FEE AND COMMISSION EXPENSES       93       150         Commissions to loan arrangers       636       533         Toding commission and other fees       87       73			
Mortgage loan funding through Nykredit Realkredit A/S         9,286         5,817           Issued bonds         4,341         5,233           Subordinate loan capital         151         154           Other interest expenses         0         0           Total         13,778         11,194           Set-off of interest from own mortgage bonds – note 1         (20)         (63)           Total         13,758         11,131           3. FEE AND COMMISSION INCOME         131         141           Commission and other fees         93         85           Total         224         226           4. FEE AND COMMISSION EXPENSES         93         150           Loan arrangement fee         93         150           Commissions to loan arrangers         636         533           Trading commission and other fees         87         73		•	-
Issued bonds         4,341         5,233           Subordinate loan capital         151         154           Other interest expenses         0         0           Total         13,778         11,194           Set-off of interest from own mortgage bonds – note 1         (20)         (63)           Total         13,758         11,131           3. FEE AND COMMISSION INCOME           Loan fees, new lending         131         141           Commission and other fees         93         85           Total         224         226           4. FEE AND COMMISSION EXPENSES         53         150           Loan arrangement fee         93         150           Commissions to loan arrangers         636         533           Trading commission and other fees         87         73	2. INTEREST EXPENSES		
Subordinate loan capital         151         154           Other interest expenses         0         0           Total         13,778         11,194           Set-off of interest from own mortgage bonds – note 1         (20)         (63)           Total         13,758         11,131           3. FEE AND COMMISSION INCOME           Loan fees, new lending         131         141           Commission and other fees         93         85           Total         224         226           4. FEE AND COMMISSION EXPENSES         4         25           Loan arrangement fee         93         150           Commissions to loan arrangers         636         533           Trading commission and other fees         87         73	Mortgage loan funding through Nykredit Realkredit A/S	9,286	<i>5,</i> 81 <i>7</i>
Other interest expenses         0         0           Total         13,778         11,194           Set-off of interest from own mortgage bonds – note 1         (20)         (63)           Total         13,758         11,131           3. FEE AND COMMISSION INCOME           Loan fees, new lending         131         141           Commission and other fees         93         85           Total         224         226           4. FEE AND COMMISSION EXPENSES         93         150           Loan arrangement fee         93         150           Commissions to loan arrangers         636         533           Trading commission and other fees         87         73	Issued bonds	4,341	5,233
Total         13,778         11,194           Set-off of interest from own mortgage bonds – note 1         (20)         (63)           Total         13,758         11,131           3. FEE AND COMMISSION INCOME           Loan fees, new lending         131         141           Commission and other fees         93         85           Total         224         226           4. FEE AND COMMISSION EXPENSES         93         150           Commissions to loan arrangers         636         533           Trading commission and other fees         87         73	Subordinate loan capital	151	154
Set-off of interest from own mortgage bonds – note 1         (20)         (63)           Total         13,758         11,131           3. FEE AND COMMISSION INCOME           Loan fees, new lending         131         141           Commission and other fees         93         85           Total         224         226           4. FEE AND COMMISSION EXPENSES         93         150           Commissions to loan arrangers         636         533           Trading commission and other fees         87         73	Other interest expenses	0	0
Total         13,758         11,131           3. FEE AND COMMISSION INCOME         Uoan fees, new lending         131         141           Commission and other fees         93         85           Total         224         226           4. FEE AND COMMISSION EXPENSES           Loan arrangement fee         93         150           Commissions to loan arrangers         636         533           Trading commission and other fees         87         73	Total	13,778	11,194
3. FEE AND COMMISSION INCOME         Loan fees, new lending       131       141         Commission and other fees       93       85         Total       224       226         4. FEE AND COMMISSION EXPENSES         Loan arrangement fee       93       150         Commissions to loan arrangers       636       533         Trading commission and other fees       87       73	Set-off of interest from own mortgage bonds – note 1	(20)	(63)
Loan fees, new lending         131         141           Commission and other fees         93         85           Total         224         226           4. FEE AND COMMISSION EXPENSES         53         150           Loan arrangement fee         93         150           Commissions to loan arrangers         636         533           Trading commission and other fees         87         73	Total	13,758	11,131
Loan fees, new lending         131         141           Commission and other fees         93         85           Total         224         226           4. FEE AND COMMISSION EXPENSES         53         150           Loan arrangement fee         93         150           Commissions to loan arrangers         636         533           Trading commission and other fees         87         73			
Commission and other fees         93         85           Total         224         226           4. FEE AND COMMISSION EXPENSES         Second arrangement fee         93         150           Commissions to loan arrangers         636         533           Trading commission and other fees         87         73	3. FEE AND COMMISSION INCOME		
Total 224 226  4. FEE AND COMMISSION EXPENSES  Loan arrangement fee 93 150  Commissions to loan arrangers 636 533  Trading commission and other fees 87 73	Loan fees, new lending	131	141
4. FEE AND COMMISSION EXPENSES  Loan arrangement fee 93 150  Commissions to loan arrangers 636 533  Trading commission and other fees 87 73	Commission and other fees	93	85
Loan arrangement fee93150Commissions to loan arrangers636533Trading commission and other fees8773	Total	224	226
Loan arrangement fee93150Commissions to loan arrangers636533Trading commission and other fees8773			
Commissions to loan arrangers 636 533 Trading commission and other fees 87 73	4. FEE AND COMMISSION EXPENSES		
Trading commission and other fees 87 73	Loan arrangement fee	93	150
	Commissions to loan arrangers	636	533
Total 816 756	Trading commission and other fees	87	73
	Total	816	756



	Q1-Q3/2008	Q1-Q3/2007
5. VALUE ADJUSTMENTS		
Mortgage loans	(11 <i>,</i> 71 <i>5</i> )	(7,013)
Bonds	(104)	10
Equities	(4)	5
Foreign exchange, interest rate and other contracts as well as derivative		
financial instruments	(37)	(3)
Issued bonds, including bonds issued by Nykredit Realkredit A/S		
in connection with the funding of mortgage loans granted by Totalkredit A/S	11,715	7,013
Total	(145)	12
6. STAFF AND ADMINISTRATIVE EXPENSES		
Remuneration of Board of Directors and Executive Board	6	6
Staff expenses	47	46
Administrative expenses	237	193
Total	290	245
Remuneration of Board of Directors and Executive Board		
Board of Directors:		
Remuneration	1	1
Executive Board:		
Salaries	5	5
Other social security expenses and charges	0	0
Total	6	6
The terms and conditions governing pensions and retirement in relation to the Executive Board have not changed since the Annual Report for 2007.		
The Executive Board Have not changed since the Annoal Report for 2007.		
Staff expenses:		
Wages and salaries	39	36
Pensions	4	6
Other social security expenses and charges	4	4
Total	47	46
Number of staff		
Average number of staff, full-time equivalents	107	108
Average number of stall, full-time equivalents	107	100



	30.09.2008	31.12.2007
7. RECEIVABLES FROM CREDIT INSTITUTIONS AND CENTRAL BANKS		
Receivables from credit institutions	9,306	11,647
Of which prepaid funds, including immediate prepayments at par	236	2,467
8. LOANS, ADVANCES AND OTHER RECEIVABLES AT FAIR VALUE		
Mortgage loans at fair value	367,766	349,278
Arrears and outlays	111	64
Other loans and advances	0	0
Total	367,877	349,342
Mortgage loans		
Balance, beginning of period, nominal value	363,175	312,196
New loans	65,447	100,329
Ordinary principal payments	(3,715)	(4,739)
Prepayments and extraordinary principal payments	(31,523)	(44,611)
Balance, end of period, nominal value	393,384	363,175
Loans transferred relating to properties in temporary possession	(1)	0
Fair value adjustment	(25,611)	(13,896)
Adjustment for credit risk		
Individual impairment provisions	(6)	(1)
Collective impairment provisions		
Balance, end of period, fair value	367,766	349,278
Arrears and outlays		
Arrears before impairment provisions	116	66
Outlays before impairment provisions	(1)	(1)
Provisions for arrears and outlays	(4)	(1)
Total	111	64
Mortgage loan bank guarantees:		
Supplementary guarantees in addition to mortgages on real property	4,689	42,366
Statutory interim loan guarantees	19,505	25,088
Guarantees for loans disbursed before obtaining a registered mortgage	29,392	32,364
	53,586	99,818



9. BONDS AT FAIR VALUE  Own mortgage bonds Other mortgage bonds Government bonds Other bonds  Total  Set-off against Issued bonds – note 13  Total bonds  10. EQUITIES AT FAIR VALUE Listed on the NASDAQ OMX Unlisted equities  Total  11. OTHER ASSETS Interest and commission receivable Positive market value of derivative financial instruments Interest receivable from bonds and credit institutions Other assets  Total  12. PAYABLES TO CREDIT INSTITUTIONS Payables to credit institutions, other payables Mortgage loan funding through Nykredit Realkredit A/S  Total  2  Of which mortgage loan funding through Nykredit Realkredit A/S:	9.2008 519 13,496 208 – 14,223 (519) 13,704 4 13 17	31.12.2007  1,857 46,057 106 972  48,992  (1,857)  47,135  7 14 21
Other mortgage bonds Government bonds Other bonds  Total  Set-off against Issued bonds – note 13  Total bonds  10. EQUITIES AT FAIR VALUE Listed on the NASDAQ OMX Unlisted equities  Total  11. OTHER ASSETS Interest and commission receivable Positive market value of derivative financial instruments Interest receivable from bonds and credit institutions Other assets  Total  12. PAYABLES TO CREDIT INSTITUTIONS Payables to credit institutions, other payables Mortgage loan funding through Nykredit Realkredit A/S  Total  Of which mortgage loan funding through Nykredit Realkredit A/S:	13,496 208 - 14,223 (519) 13,704 4 13 17	46,057 106 972 48,992 (1,857) 47,135 7 14 21
Other mortgage bonds Government bonds Other bonds  Total  Set-off against Issued bonds – note 13  Total bonds  10. EQUITIES AT FAIR VALUE Listed on the NASDAQ OMX Unlisted equities  Total  11. OTHER ASSETS Interest and commission receivable Positive market value of derivative financial instruments Interest receivable from bonds and credit institutions Other assets  Total  12. PAYABLES TO CREDIT INSTITUTIONS Payables to credit institutions, other payables Mortgage loan funding through Nykredit Realkredit A/S  Total  Of which mortgage loan funding through Nykredit Realkredit A/S:	208 - 14,223 (519) 13,704 4 13 17	106 972 48,992 (1,857) 47,135 7 14 21
Total  Set-off against Issued bonds – note 13  Total bonds  10. EQUITIES AT FAIR VALUE Listed on the NASDAQ OMX Unlisted equities  Total  11. OTHER ASSETS Interest and commission receivable Positive market value of derivative financial instruments Interest receivable from bonds and credit institutions Other assets  Total  12. PAYABLES TO CREDIT INSTITUTIONS Payables to credit institutions, other payables Mortgage loan funding through Nykredit Realkredit A/S:	(519) 13,704 4 13 17	972 48,992 (1,857) 47,135  7 14 21
Total bonds  10. EQUITIES AT FAIR VALUE Listed on the NASDAQ OMX Unlisted equities  Total  11. OTHER ASSETS Interest and commission receivable Positive market value of derivative financial instruments Interest receivable from bonds and credit institutions Other assets  Total  12. PAYABLES TO CREDIT INSTITUTIONS Payables to credit institutions, other payables Mortgage loan funding through Nykredit Realkredit A/S:	(519) 13,704  4 13 17	48,992 (1,857) 47,135 7 14 21
Total bonds  10. EQUITIES AT FAIR VALUE Listed on the NASDAQ OMX Unlisted equities  Total  11. OTHER ASSETS Interest and commission receivable Positive market value of derivative financial instruments Interest receivable from bonds and credit institutions Other assets  Total  12. PAYABLES TO CREDIT INSTITUTIONS Payables to credit institutions, other payables Mortgage loan funding through Nykredit Realkredit A/S  Total  2  Of which mortgage loan funding through Nykredit Realkredit A/S:	(519) 13,704  4 13 17	(1,857) 47,135  7 14 21 28 49
Total bonds  10. EQUITIES AT FAIR VALUE Listed on the NASDAQ OMX Unlisted equities  Total  11. OTHER ASSETS Interest and commission receivable Positive market value of derivative financial instruments Interest receivable from bonds and credit institutions Other assets  Total  12. PAYABLES TO CREDIT INSTITUTIONS Payables to credit institutions, other payables Mortgage loan funding through Nykredit Realkredit A/S  Total  2  Of which mortgage loan funding through Nykredit Realkredit A/S:	13,704 4 13 17	47,135  7 14 21  28 49
Total bonds  10. EQUITIES AT FAIR VALUE Listed on the NASDAQ OMX Unlisted equities  Total  11. OTHER ASSETS Interest and commission receivable Positive market value of derivative financial instruments Interest receivable from bonds and credit institutions Other assets  Total  12. PAYABLES TO CREDIT INSTITUTIONS Payables to credit institutions, other payables Mortgage loan funding through Nykredit Realkredit A/S  Total  2  Of which mortgage loan funding through Nykredit Realkredit A/S:	13,704 4 13 17	47,135  7 14 21  28 49
10. EQUITIES AT FAIR VALUE Listed on the NASDAQ OMX Unlisted equities  Total  11. OTHER ASSETS Interest and commission receivable Positive market value of derivative financial instruments Interest receivable from bonds and credit institutions Other assets  Total  12. PAYABLES TO CREDIT INSTITUTIONS Payables to credit institutions, other payables Mortgage loan funding through Nykredit Realkredit A/S  Total  2  Of which mortgage loan funding through Nykredit Realkredit A/S:	4 13 17	7 14 21 28 49
Listed on the NASDAQ OMX Unlisted equities  Total  11. OTHER ASSETS Interest and commission receivable Positive market value of derivative financial instruments Interest receivable from bonds and credit institutions Other assets  Total  12. PAYABLES TO CREDIT INSTITUTIONS Payables to credit institutions, other payables Mortgage loan funding through Nykredit Realkredit A/S  Total  Of which mortgage loan funding through Nykredit Realkredit A/S:	13 <b>17</b> 163	14 21 28 49
Listed on the NASDAQ OMX Unlisted equities  Total  11. OTHER ASSETS Interest and commission receivable Positive market value of derivative financial instruments Interest receivable from bonds and credit institutions Other assets  Total  12. PAYABLES TO CREDIT INSTITUTIONS Payables to credit institutions, other payables Mortgage loan funding through Nykredit Realkredit A/S  Total  2  Of which mortgage loan funding through Nykredit Realkredit A/S:	13 <b>17</b> 163	14 21 28 49
Unlisted equities  Total  11. OTHER ASSETS Interest and commission receivable Positive market value of derivative financial instruments Interest receivable from bonds and credit institutions Other assets  Total  12. PAYABLES TO CREDIT INSTITUTIONS Payables to credit institutions, other payables Mortgage loan funding through Nykredit Realkredit A/S  Total  2  Of which mortgage loan funding through Nykredit Realkredit A/S:	13 <b>17</b> 163	14 21 28 49
Total  11. OTHER ASSETS Interest and commission receivable Positive market value of derivative financial instruments Interest receivable from bonds and credit institutions Other assets  Total  12. PAYABLES TO CREDIT INSTITUTIONS Payables to credit institutions, other payables Mortgage loan funding through Nykredit Realkredit A/S  Total  2  Of which mortgage loan funding through Nykredit Realkredit A/S:	<b>17</b>	21 28 49
Interest and commission receivable Positive market value of derivative financial instruments Interest receivable from bonds and credit institutions Other assets  Total  12. PAYABLES TO CREDIT INSTITUTIONS Payables to credit institutions, other payables Mortgage loan funding through Nykredit Realkredit A/S  Total  2 Of which mortgage loan funding through Nykredit Realkredit A/S:		49
Interest and commission receivable Positive market value of derivative financial instruments Interest receivable from bonds and credit institutions Other assets  Total  12. PAYABLES TO CREDIT INSTITUTIONS Payables to credit institutions, other payables Mortgage loan funding through Nykredit Realkredit A/S  Total  2 Of which mortgage loan funding through Nykredit Realkredit A/S:		49
Positive market value of derivative financial instruments Interest receivable from bonds and credit institutions Other assets  Total  12. PAYABLES TO CREDIT INSTITUTIONS Payables to credit institutions, other payables Mortgage loan funding through Nykredit Realkredit A/S  Total  2  Of which mortgage loan funding through Nykredit Realkredit A/S:		49
Interest receivable from bonds and credit institutions Other assets  Total  12. PAYABLES TO CREDIT INSTITUTIONS Payables to credit institutions, other payables Mortgage loan funding through Nykredit Realkredit A/S  Total  Of which mortgage loan funding through Nykredit Realkredit A/S:	3	
Other assets  Total  12. PAYABLES TO CREDIT INSTITUTIONS Payables to credit institutions, other payables Mortgage loan funding through Nykredit Realkredit A/S  Total  Of which mortgage loan funding through Nykredit Realkredit A/S:		
Total  12. PAYABLES TO CREDIT INSTITUTIONS  Payables to credit institutions, other payables  Mortgage loan funding through Nykredit Realkredit A/S  Total  Of which mortgage loan funding through Nykredit Realkredit A/S:	292	1,616
12. PAYABLES TO CREDIT INSTITUTIONS Payables to credit institutions, other payables Mortgage loan funding through Nykredit Realkredit A/S  Total  Of which mortgage loan funding through Nykredit Realkredit A/S:	128	48
Payables to credit institutions, other payables  Mortgage loan funding through Nykredit Realkredit A/S  Total  Of which mortgage loan funding through Nykredit Realkredit A/S:	586	1,741
Payables to credit institutions, other payables  Mortgage loan funding through Nykredit Realkredit A/S  Total  Of which mortgage loan funding through Nykredit Realkredit A/S:		
Mortgage loan funding through Nykredit Realkredit A/S  Total  Of which mortgage loan funding through Nykredit Realkredit A/S:	4	80
Total  Of which mortgage loan funding through Nykredit Realkredit A/S:	248,781	242,622
	48,785	242,702
Balance, beginning of period, nominal value		
	250,569	168,889
Additions	65,456	136,632
	34,536)	(38,419)
Prepayments and extraordinary principal payments	17,037)	(16,533)
Balance, end of period, nominal value	64,452	250,569
Fair value adjustment (		(7,947)
Total 2	15,671)	242,622



Notes DKK MILLION

	30.09.2008	31.12.2007
13. ISSUED BONDS		
Mortgage bonds issued against mortgages on real property		
Balance, beginning of period, nominal value	153,207	190,617
Additions	0	24
Drawings and prepayments	(8,227)	(12,990)
Prepayments and extraordinary principal payments	(13,539)	(24,444)
Balance, end of period	131,441	153,207
Set-off, own bonds	(519)	(1,857)
Fair value adjustment	(9,940)	(5,949)
Total	120,982	145,401
Of which pre-issuance	-	-
Bonds drawn for redemption at the next creditor settlement date	695	6,632
14. OTHER LIABILITIES		
Interest and commission payable	6,333	7,413
Negative market value of derivative financial instruments	26	0
Other payables	382	63
Total	6,741	7,476

### **15. SUBORDINATE LOAN CAPITAL**

Subordinate loan capital consists of debt pursuant to section 136 of the Danish Financial Business Act. Three loans have been raised with Nykredit Realkredit A/S as lender. The loans carry floating interest rates.

- Loan in the amount of DKK 2,600m raised in June 2005 with a maximum term of 13 years
- Loan in the amount of DKK 500m raised in June 2007 with a maximum term of 8 years
- 3. Loan in the amount of DKK 500m raised in December 2007 with a maximum term of 5 years



	30.09.2008	31.12.2007
16. EQUITY		
Share capital	799	799
Series reserves	1,543	1,543
Other reserves	8,919	8,387
Equity, end of period	11,261	10,729
Series reserves consist of an undistributable reserve fund established in connection with the Company's conversion into a public limited company. The share capital consists of 7,987,391 shares of DKK 100. There is only one share class.		
17. OFF-BALANCE SHEET ITEMS		
Guarantees:		
Financial guarantees	0	0
Total	0	0
Other commitments:		
Other	16	24
Total off-balance sheet items	16	24



# Financial highlights – five years

	Q1-Q3/ 2008	Q1-Q3/ 2007	Q1-Q3/ 2006	Q1-Q3/ 2005	Q1-Q3/ 2004
INCOME STATEMENT	2000	2007	2000	2003	2004
Ni ce ce ce	174	1 471	1 171	1 000	770
Net interest income	1,746	1,471	1,171	1,022	772
Net fee income  Net interest and fee income	(590)	(528) <b>943</b>	(459) <b>712</b>	(304) <b>718</b>	(304) <b>468</b>
	<b>1,156</b> (145)	12	12		
Value adjustments Other operating income	(145)	12	0	6	43
Staff and administrative expenses	290	245	170	154	140
·	270	243	170	134	140
Depreciation and impairment losses for property, plant and equipment	1	1	2	1	2
Impairment losses on loans, advances and receivables	10	1	1	1	0
Profit before tax	711	709	551	568	369
Tax	179	176	153	158	110
Profit for the period	532	533	398	410	259
SUMMARY BALANCE SHEET, END OF PERIOD	30.09.2008	30.09.2007	30.09.2006	30.09.2005	30.09.2004
ASSETS					
Receivables from credit institutions	9,306	10,603	7,844	16,644	8,890
Mortgage loans	367,766	337,703	293,472	246,064	188,281
Bonds and equities	13,721	9,275	8,002	5,416	6,030
Other assets	726	279	175	221	146
Total assets	391,519	357,860	309,493	268,345	203,347
LIABILITIES AND EQUITY					
Payables to credit institutions	248,785	186,301	101,219	4,585	0
Issued bonds	120,982	151,376	192,566	249,579	193,027
Supplementary capital	3,600	4,591	4,090	5,210	2,601
Other liabilities	6,891	5,584	3,840	3,738	2,991
Equity	11,261	10,008	7,778	5,233	4,728
Total liabilities and equity	391,519	357,860	309,493	268,345	203,347
FINANCIAL RATIOS					
Profit for the period as % of average equity	4.8	5.9	6.0	8.2	6.3
Profit before tax for the period as % of average equity	6.5	7.9	8.4	11.3	9.0
Loans and advances:equity	32.7	33.7	37.7	47.0	39.8
Growth in loans and advances for the period, %	5.3	10.3	16.0	24.9	16.0
Impairment losses for the period, %	0.0	0.0	0.0	0.0	0.0
Capital adequacy ratio, %	27.1	10.1	9.7	10.1	9.3
Core capital ratio, %	20.7	6.9	6.2	5.0	5.9
Average number of full-time staff	107	108	104	85	72



# Financial highlights – six quarters

	Q3/2008	Q2/2008	Q1/2008	Q4/2007	Q3/2007	Q2/2007
CORE EARNINGS AND PROFIT FOR THE PERIOD						
Core income from						
Business operations	290	269	273	276	263	236
Securities	113	103	100	85	97	73
Total	403	372	373	361	360	309
Operating costs, depreciation and amortisation	90	98	103	68	96	70
Core earnings before impairment losses	313	274	270	293	264	239
Impairment losses on loans and advances	7	2	1	0	0	1
Core earnings after impairment losses	306	272	269	293	264	238
Investment portfolio income	(74)	(73)	11	2	6	(35)
Profit before tax	232	199	280	295	270	203
Tax	59	50	70	74	54	57
Profit for the period	173	149	210	221	216	146
SUMMARY BALANCE SHEET, END OF PERIOD	30.09.2008	30.06.2008	31.03.2008	31.12.2007	30 00 2007	30.06.2007
ASSETS	30.07.2000	30.00.2000	31.03.2000	31.12.2007	30.07.2007	30.00.2007
Receivables from credit institutions	9,306	9,401	9,258	11,647	10,603	10,774
Mortgage loans	367,766	358,446	361,017	349,278	337,703	323,277
Bonds and equities	13,721	12,544	11,492	47,156	9,275	8,159
Other assets	726	578	379	1,833	279	225
Total assets	391,519	380,969	382,146	409,914	357,860	342,435
Total ussels	371,317	300,707	302,140	407,714	337,000	372,733
LIABILITIES AND EQUITY						
Payables to credit institutions	248,785	233,883	225,201	242,623	186,301	163,862
Issued bonds	120,982	126,404	137,348	145,401	151,376	159,705
Supplementary capital	3,600	3,600	3,600	3,600	4,591	4,588
Other liabilities	6,891	5,994	5,058	7,561	5,584	4,488
Equity	11,261	11,088	10,939	10,729	10,008	9,792
Total liabilities and equity	391,519	380,969	382,146	409,914	357,860	342,435
FINANCIAL RATIOS						
Profit for the period as % of average equity (pa)	6.2	5.4	7.8	8.5	8.7	8.5
Core earnings after impairment losses as % of	V. <u> </u>	• • • • • • • • • • • • • • • • • • • •	,	0.0	· · · · · · · · · · · · · · · · · · ·	0.0
average equity (pa)	11.0	9.9	9.9	11.3	10.7	10.6
Costs as % of core income	22.4	27.0	27.6	18.8	26.6	22.7
Impairment losses for the period, $\%$	0.0	0.0	0.0	0.0	0.0	0.0
Capital adequacy ratio, % *	27.1	28.4	27.4	9.5	10.1	10.6
Core capital ratio, %*	20.7	21.5	20.7	7.1	6.9	7.2
*) As from 2008, the capital adequacy ratio and	core capital rat	io are determir	ed in accorda	nce with CRD		