

**Jyske Bank**  
**Interim Financial Report**  
**1st half 2012**

## Interim Financial Report, first half of 2012

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Jyske Bank A/S  
 Vestergade 8-16  
 DK-8600 Silkeborg  
 Tel: +45 89 89 89 89  
[www.jyskebank.dk](http://www.jyskebank.dk)  
 E-mail: [jyskebank@jyskebank.dk](mailto:jyskebank@jyskebank.dk)  
 Business Reg. No.: 17616617

## Summary

- **Half-year results as stated in the corporate announcement of 17 July 2012**
- **Pre-tax profit for July amounted to DKK 251m**
- **Jyske Bank entered into an agency agreement with BRFKredit on mortgage loans for commercial real estate**
- **Organisational changes will be implemented and take effect as of 1 January 2013 following the conversion of Bankdata**

## Comments by Management

Anders Dam, Managing Director and CEO:

"The half-year results are in line with the corporate announcement of 17 July. The profit was adversely affected by DKK 900m due to the Danish Financial Supervisory Authority's more stringent guidelines regarding loan impairment charges and provisions for guarantees. As a consequence of this, the profit for July is also published; this profit amounted to DKK 251m before tax. The profit for July emphasises that the underlying development of Jyske Bank is improving, and after seven months the profit before the implementation of the FSA's more stringent guidelines came to DKK 942m against DKK 355m for the corresponding period in 2011. This is the best profit since 2008, and due to this Jyske Bank is again, at the end of July, able to report a profit after the implementation of the more stringent guidelines.

<b>Pre-tax profit for the period for Jyske Bank A/S</b>	<b>Jan - July</b>	<b>Jan - July</b>	<b>Jan - July</b>	<b>Jan - July</b>	<b>Jan - July</b>
DKKm	<b>2012</b>	<b>2011</b>	<b>2010</b>	<b>2009</b>	<b>2008</b>
<b>Net interest and fee income</b>	<b>3,387</b>	<b>3,027</b>	<b>3,085</b>	<b>2,884</b>	<b>2,450</b>
Value adjustments	188	-16	360	520	332
Other operating income	113	116	120	124	138
Operating expenses, depreciation and amortisation	2,248	2,219	2,151	1,955	1,837
Loan impairment charges and provisions for guarantees	786	710	1,037	1,176	114
Pre-tax profit on investments in associates and group enterprises	288	157	87	27	282
Profit before effect from more stringent guidelines for loan impairment charges and provisions for guarantees	<b>942</b>	<b>355</b>	<b>464</b>	<b>424</b>	<b>1,251</b>
Effect from more stringent guidelines for loan impairment charges and provisions for guarantees	-900	0	0	0	0
<b>Pre-tax profit for the period</b>	<b>42</b>	<b>355</b>	<b>464</b>	<b>424</b>	<b>1,251</b>

To strengthen Jyske Bank's product range and earnings further, a new agreement has been entered into with BRFKredit on channelling of mortgage loans for commercial real estate. This agreement does not affect the cooperation and the existing agreements with DLR and Nykredit.

Finally, we have begun to prepare organisational changes to take effect after the conversion to Bankdata. With a view to strengthening the focus on customers and the efforts in Jyske Bank's primary market, the responsibility for Jyske Bank's Danish personal customers, private-banking clients and corporate customers will be gathered in one unit, Domestic Customers. Also, a number of functions in units supporting the business will be changed in order to create an increasingly flexible organisation that will be able to offer targeted, comprehensive advice to the customers. At the same time, a number of initiatives will be launched to improve the cross-functional cooperation so it will become more smooth as well as to improve the utilisation of resources", concludes Anders Dam.

## The Jyske Bank Group

<b>Summary of income statement</b> DKKm	<b>1st half</b> <b>2012</b>	<b>1st half</b> <b>2011</b>	<b>Index</b> <b>12/11</b>	<b>Q2</b> <b>2012</b>	<b>Q1</b> <b>2012</b>	<b>Q4</b> <b>2011</b>	<b>Q3</b> <b>2011</b>	<b>Q2</b> <b>2011</b>	<b>2011</b>
Net interest income	2,493	2,294	109	1,237	1,256	1,296	1,152	1,142	4,742
Dividends, etc.	27	23	117	23	4	2	3	20	28
Net fee and commission income	755	615	123	350	405	386	306	291	1,307
<b>Net interest and fee income</b>	<b>3,275</b>	<b>2,932</b>	<b>112</b>	<b>1,610</b>	<b>1,665</b>	<b>1,684</b>	<b>1,461</b>	<b>1,453</b>	<b>6,077</b>
Value adjustments	-167	13	-	-403	236	39	-83	-8	-31
Other operating income	320	222	144	164	156	298	114	113	634
Operating expenses, depreciation and amortisation	2,311	2,222	104	1,154	1,157	1,359	1,011	1,068	4,592
Loan impairment charges and provisions for guarantees	1,323	620	213	925	398	485	375	370	1,480
Profit on investments in associates and group enterprises	-3	-7	43	-3	0	-2	2	-2	-7
<b>Pre-tax profit</b>	<b>-209</b>	<b>318</b>	<b>-</b>	<b>-711</b>	<b>502</b>	<b>175</b>	<b>108</b>	<b>118</b>	<b>601</b>
Tax	-53	84	-	-177	124	-2	26	30	108
<b>Profit for the period</b>	<b>-156</b>	<b>234</b>	<b>-</b>	<b>-534</b>	<b>378</b>	<b>177</b>	<b>82</b>	<b>88</b>	<b>493</b>
of which minority interests	2	2	100	1	1	0	1	0	3
<b>Balance sheet, end of period</b>									
DKKm									
Loans and advances	126,647	115,557	110	126,647	124,036	124,494	112,769	115,557	124,494
- bank loans	106,783	106,089	101	106,783	107,202	108,546	105,612	106,089	108,546
- repo loans	19,864	9,468	210	19,864	16,834	15,948	7,157	9,468	15,948
Deposits	123,560	116,337	106	123,560	120,853	127,338	123,037	116,337	127,338
- bank deposits	99,949	93,035	107	99,949	98,703	101,164	96,470	93,035	101,164
- repo deposits	17,792	9,777	182	17,792	14,544	17,095	15,968	9,777	17,095
- pooled deposits	5,819	13,525	43	5,819	7,606	9,079	10,599	13,525	9,079
Issued bonds	29,237	40,219	73	29,237	35,930	37,482	43,318	40,219	37,482
Subordinated debt	2,726	3,060	89	2,726	2,724	2,720	3,067	3,060	2,720
Equity	14,870	13,539	110	14,870	15,367	13,846	13,668	13,539	13,846
Total assets	256,617	235,483	109	256,617	256,667	270,220	246,960	235,483	270,220
<b>Financial ratios and data</b>									
Pre-tax profit, per share (DKK)	-3.06	4.92	-	-10.69	7.63	2.70	1.68	1.82	9.30
Earnings per share for the period (DKK)	-2.31	3.59	-	-8.04	5.73	2.74	1.26	1.36	7.59
Earnings per share for the period (diluted) (DKK)	-2.31	3.59	-	-8.04	5.73	2.74	1.26	1.36	7.59
Core earnings per share (DKK)	-5.44	6.30	-	-10.73	5.29	0.00	0.31	1.70	6.61
Share price at end of period (DKK)	158	203	-	158	177	141	166	203	141
Book value per share (DKK)	208	209	-	208	216	214	211	209	214
Share price/book value per share (DKK)	0.76	0.97	-	0.76	0.82	0.66	0.79	0.97	0.66
Av. No. of shares in circulation ('000)	68,405	64,560	-	71,048	65,761	64,649	64,568	64,591	64,584
Solvency ratio	15.8	16.0	-	15.8	16.5	14.7	15.6	16.0	14.7
Tier 1 capital ratio incl. hybrid capital	14.3	14.5	-	14.3	15.0	13.3	14.1	14.5	13.3
Core Tier 1 capital ratio excl. hybrid capital	13.1	12.8	-	13.1	13.7	12.1	12.5	12.8	12.1
Pre-tax profit as a percentage of av. equity	-1.5	2.4	-	-4.9	3.4	1.2	0.8	0.9	4.4
Net profit for the period as a pct. of av. equity	-1.1	1.7	-	-3.7	2.6	1.3	0.6	0.6	3.6
Income/cost ratio	0.9	1.1	-	0.7	1.3	1.1	1.1	1.1	1.1
Interest-rate risk (%)	0.5	1.7	-	0.5	0.6	1.0	0.7	1.7	1.0
Currency risk (%)	0.1	0.2	-	0.1	0.1	0.0	0.2	0.2	0.2
Accumulated impairment ratio (%)	3.2	2.9	-	3.2	2.9	2.8	3.0	2.9	2.8
Impairment ratio for the period (%)	0.9	0.5	-	0.6	0.3	0.3	0.3	0.3	1.1
No. of full-time employees at end-period	3,781	3,837	-	3,781	3,783	3,809	3,701	3,837	3,809

The financial ratios are based on the definitions and guidelines laid down by the Danish Financial Supervisory Authority.

## Overall results

For the first half of the year, the Jyske Bank Group realised a pre-tax loss of DKK 209m. Calculated tax amounted to negative DKK 53m, and the loss after tax amounted to DKK 156m. The pre-tax profit corresponded to a negative return of 3.0% pa on opening equity against a positive return of 4.8% pa for the first half of 2011.

<b>Profit for the period</b> DKKm	<b>1st half</b> <b>2012</b>	<b>1st half</b> <b>2011</b>	<b>Index</b> <b>12/11</b>	<b>Q2</b> <b>2012</b>	<b>Q1</b> <b>2012</b>	<b>Q4</b> <b>2011</b>	<b>Q3</b> <b>2011</b>	<b>Q2</b> <b>2011</b>	<b>2011</b>
Net interest income	2,283	2,133	107	1,135	1,148	1,186	1,091	1,066	4,410
Dividends, etc.	20	16	125	17	3	0	1	14	17
Net fee and commission income	756	617	123	351	405	387	306	292	1,310
<b>Net interest and fee income</b>	<b>3,059</b>	<b>2,766</b>	<b>111</b>	<b>1,503</b>	<b>1,556</b>	<b>1,573</b>	<b>1,398</b>	<b>1,372</b>	<b>5,737</b>
Value adjustments	-169	8	-	-320	151	22	-74	-24	-44
Other operating income	175	152	115	88	87	240	78	77	469
Income from operating lease (net)	28	11	255	14	14	10	5	5	27
<b>Gross earnings</b>	<b>3,093</b>	<b>2,937</b>	<b>105</b>	<b>1,285</b>	<b>1,808</b>	<b>1,845</b>	<b>1,407</b>	<b>1,430</b>	<b>6,189</b>
Operating expenses, depreciation and amortisation	2,138	1,909	112	1,076	1,062	1,355	1,013	948	4,277
Profit on investments in associates and group enterprises	-3	-7	43	-3	0	-2	2	-2	-7
<b>Core earnings before loan impairment charges and provisions for guarantees</b>	<b>952</b>	<b>1,021</b>	<b>93</b>	<b>206</b>	<b>746</b>	<b>488</b>	<b>396</b>	<b>480</b>	<b>1,905</b>
Loan impairment charges and provisions for guarantees	1,324	614	216	926	398	488	376	370	1,478
<b>Core earnings</b>	<b>-372</b>	<b>407</b>	<b>-</b>	<b>-720</b>	<b>348</b>	<b>0</b>	<b>20</b>	<b>110</b>	<b>427</b>
Earnings from investment portfolios	215	167	129	23	192	126	53	95	346
<b>Profit before contribution to the Guarantee Fund, etc.</b>	<b>-157</b>	<b>574</b>	<b>-</b>	<b>-697</b>	<b>540</b>	<b>126</b>	<b>73</b>	<b>205</b>	<b>773</b>
The Guarantee Fund, etc.	-52	-256	20	-14	-38	49	35	-87	-172
<b>Pre-tax profit</b>	<b>-209</b>	<b>318</b>	<b>-</b>	<b>-711</b>	<b>502</b>	<b>175</b>	<b>108</b>	<b>118</b>	<b>601</b>
Tax	-53	84	-	-177	124	-2	26	30	108
<b>Profit for the period</b>	<b>-156</b>	<b>234</b>	<b>-</b>	<b>-534</b>	<b>378</b>	<b>177</b>	<b>82</b>	<b>88</b>	<b>493</b>

Core earnings after the effect from the more stringent guidelines, etc. amounted to negative DKK 372m against positive DKK 407m for the first half of 2011.

Earnings from investment portfolios net of funding costs amounted to DKK 215m against DKK 167m in the first half of 2011.

In the first half of the year, contributions to the Guarantee Fund, etc. amounted to DKK 52m against DKK 256m in the same period of 2011.

### Agency agreement with BRFKredit on commercial real property

BRFKredit and Jyske Bank have expanded their cooperation further so that in future Jyske Bank can also channel mortgage loans for commercial real estate to BRFKredit. This agreement will not affect the cooperation and existing agreements with DLR and Nykredit but will ensure Jyske Bank's customers even more competitive products and options to choose from.

### Organisational and management changes

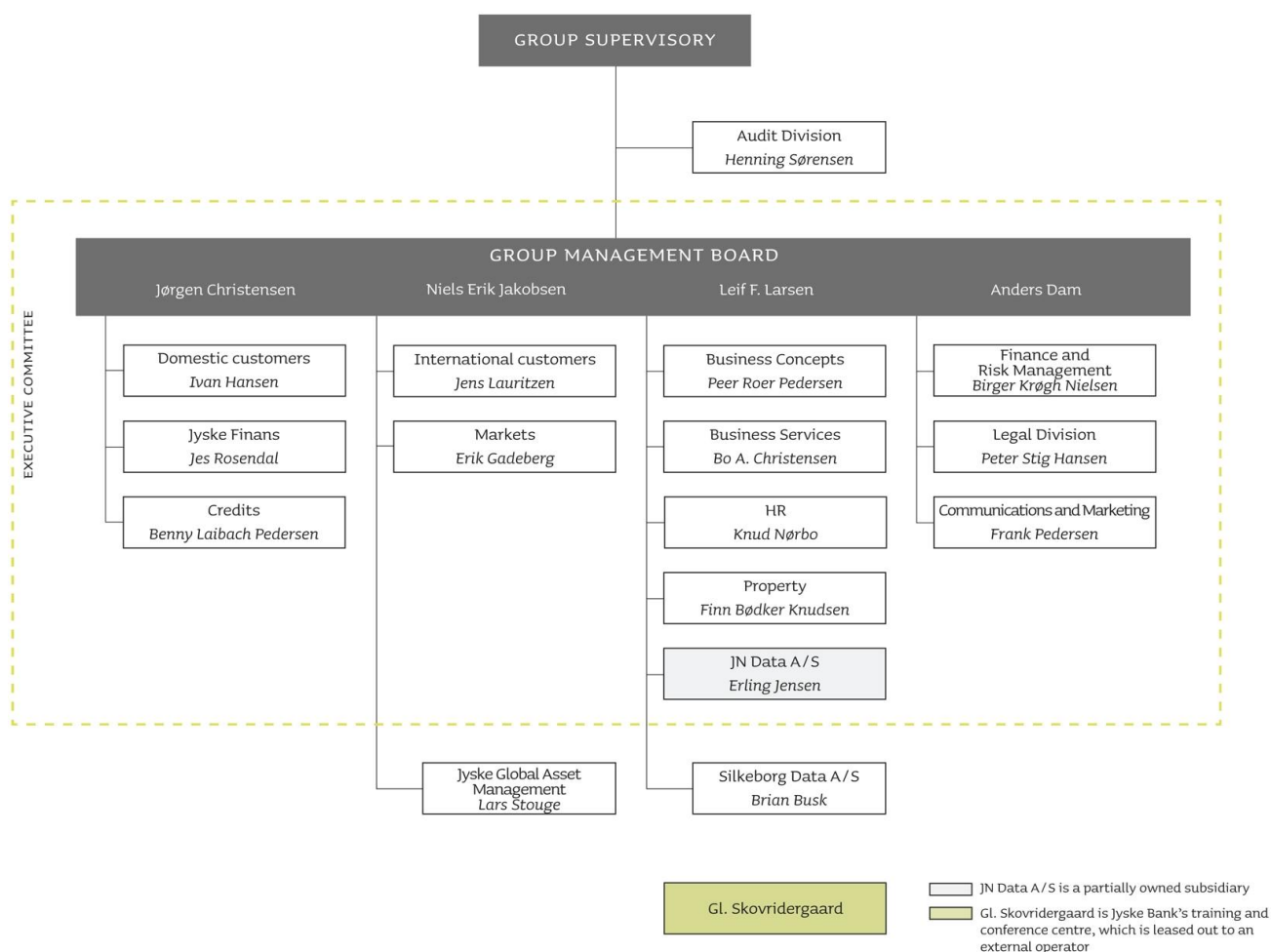
#### Organisational change

With a view to strengthening the focus on customers and the efforts in Jyske Bank's primary market after the conversion to Bankdata, the responsibility for Jyske Bank's Danish personal customers, private-banking clients and corporate customers will be gathered in one unit, Domestic Customers. Also, a number of functions in units supporting

the business will be changed in order to create an increasingly flexible organisation that will be able to offer targeted, comprehensive advice to the customers.

At the same time, a number of initiatives will be launched to improve the cross-functional cooperation so it will become more smooth as well as to improve the utilisation of resources. These initiatives and organisational changes will take effect at the latest at the end of 2012. The new organisation is shown by the overall organisational chart.

Overall organisational chart for Jyske Bank as per 1 January 2013.



### Management changes

Jørgen Lund Pedersen, Director of Retail & Commercial Banking, Denmark, will turn 63 in October and after 38 years with Jyske Bank, he has expressed a wish to retire at the end of 2012.

At that time, Ivan Stendal Hansen, Director of Jyske Markets, will be appointed director of Domestic Customers. Ivan Stendal Hansen is 58 years old and holds a Diploma in Business Administration (Foreign Trade ) and has been with Jyske Bank for 39 years.

Erik Gadeberg, Head of Corporate and Institutional Sales, Strategy and Investment, will be appointed Director of Markets and will become of a member of Jyske Bank's management team. Erik Gadeberg is 47 years old, is an MSc in Economics and has been with Jyske Bank for 22 years.

Moreover, Finn Bødker Knudsen, Head of Property, will be appointed Director of Property and become a member of Jyske Bank's management team. Finn Bødker Knudsen is 53 years old, an attorney-at-law and has been with Jyske Bank for 24 years.

## Core earnings

Core earnings before the effect from the FSA's more stringent guidelines for loan impairment charges and provisions for guarantees amounted to DKK 528m against DKK 407m for the first half of 2011, hence increasing by 30%. The more stringent guidelines affect the value adjustments by negative DKK 357m and loan impairment charges and provisions for guarantees by negative DKK 543m.

Core earnings before loan impairment charges and provisions for guarantees and the effect from the FSA's more stringent guidelines, etc. amounted to DKK 1,309m against DKK 1,021m for the first half of 2011, corresponding to an increase of 28%.

<b>Core earnings</b> DKKm	<b>1st half</b> <b>2012</b>	<b>1st half</b> <b>2011</b>	<b>Index</b> <b>12/11</b>	<b>Q2</b> <b>2012</b>	<b>Q1</b> <b>2012</b>	<b>Q4</b> <b>2011</b>	<b>Q3</b> <b>2011</b>	<b>Q2</b> <b>2011</b>	<b>2011</b>
Net interest income	2,283	2,133	107	1,135	1,148	1,186	1,091	1,066	4,410
Dividends, etc.	20	16	125	17	3	0	1	14	17
Net fee and commission income	756	617	123	351	405	387	306	292	1,310
<b>Net interest and fee income</b>	<b>3,059</b>	<b>2,766</b>	<b>111</b>	<b>1,503</b>	<b>1,556</b>	<b>1,573</b>	<b>1,398</b>	<b>1,372</b>	<b>5,737</b>
Value adjustments	-169	8	-	-320	151	22	-74	-24	-44
Other operating income	175	152	115	88	87	240	78	77	469
Income from operating lease (net)	28	11	255	14	14	10	5	5	27
<b>Gross earnings</b>	<b>3,093</b>	<b>2,937</b>	<b>105</b>	<b>1,285</b>	<b>1,808</b>	<b>1,845</b>	<b>1,407</b>	<b>1,430</b>	<b>6,189</b>
Operating expenses, depreciation and amortisation	2,138	1,909	112	1,076	1,062	1,355	1,013	948	4,277
Profit on investments in associates and group enterprises	-3	-7	43	-3	0	-2	2	-2	-7
<b>Core earnings before loan impairment charges and provisions for guarantees</b>	<b>952</b>	<b>1,021</b>	<b>93</b>	<b>206</b>	<b>746</b>	<b>488</b>	<b>396</b>	<b>480</b>	<b>1,905</b>
Loan impairment charges and provisions for guarantees	1,324	614	216	926	398	488	376	370	1,478
<b>Core earnings</b>	<b>-372</b>	<b>407</b>	<b>-</b>	<b>-720</b>	<b>348</b>	<b>0</b>	<b>20</b>	<b>110</b>	<b>427</b>

Net interest income under core earnings amounted to DKK 2,283m, up by 7% relative to the same period in 2011. The increase can primarily be attributed to the interest-rate changes implemented.

Net fee income and other operating income rose by 21% to DKK 931m against DKK 769m in the first half of 2011. The fee income was favourably affected by the rising activity level and the performance-related earnings components. Earnings from operational leasing (net) rose by DKK 17m, i.e. the expected increase due to organic growth and acquired activities.

Value adjustments amounted to DKK -169m, i.e. a decline relative to the corresponding period in 2011. Jyske Bank is the counterparty in transactions relating to customers' interest-rate hedging, and unrealised losses on these customer transactions affect Jyske Bank's credit risk. Jyske Bank allows for possible credit losses in the fair value of the transactions, and, among other things, due to the falling and currently very low interest rate, a value adjustment in the amount of DKK -357m was made in the first half of 2012.

Operating expenses, depreciation and amortisation amounted to DKK 2,138m against DKK 1,909m in the first half of 2011. Operating expenses were adversely affected by special items, such as conversion costs relating to Bankdata, etc. totalling DKK 232m, and adjusted for these items, the underlying costs showed zero growth. The conversion

process is on schedule and Jyske Bank's proportion of the expenses are now estimated to be about DKK 220m, against originally DKK 195m.

## Loan impairment charges and provisions for guarantees

An amount of DKK 1,323m was recognised as an expense under loan impairment charges and provisions for guarantees against DKK 614m in the first half of 2011. In the first half of 2012, Jyske Bank implemented the FSA's more stringent guidelines for loan impairment charges and provisions for guarantees and, in particular, these guidelines resulted in a higher impairment ratio for loans for asset financing. As a consequence, the loan impairment charges and provisions for guarantees were increased extraordinarily by DKK 543m especially in respect of real estate customers.

The loan impairment charges and provisions for guarantees over the period, which can be attributed to the general credit-quality development, including the value of collateral, was calculated at DKK 781m against DKK 614m in the first half of 2011.

The total loan impairment charges and provisions for guarantees for the year are still expected to be in the range of DKK 1.6bn to 2.0bn.

<b>Loans, advances and guarantees as well as loan impairment charges and provisions for guarantees</b>	<b>Q2</b>	<b>Q1</b>	<b>Q4</b>	<b>Q3</b>	<b>Q2</b>	
DKKm	<b>2012</b>	<b>2012</b>	<b>2011</b>	<b>2011</b>	<b>2011</b>	<b>2011</b>
Loans, advances and guarantees	139,131	135,361	134,899	123,085	126,180	134,899
Balance of loan impairment charges and provisions for guarantees	4,594	3,973	3,871	3,841	3,801	3,871
Individual impairment charges and provisions for guarantees	3,545	3,261	3,207	3,202	3,215	3,207
Collective impairment charges and provisions for guarantees	1,049	712	664	639	586	664
Balance of loan impairment charges and provisions as a percentage of loans, advances and guarantees	3,2	2,9	2,8	3,0	2,9	2,8
Loan impairment charges and provisions for guarantees for the period	925	398	485	375	370	1,480
Loss for the period	386	365	494	391	407	2,206

The impairment charges and losses can primarily be attributed to the corporate-customer segment, particularly the real estate and agricultural sectors. At the end of the first half of 2012, 85% of the balance of loan impairment charges and provisions related to loans, advances and guarantees to Jyske Bank's corporate customers and was hence at the level at end-2011. The Group's balance of loan impairment charges and provisions for guarantees amounted to 3.2% of loans, advances and guarantees at the end of the first half of 2012 against 2.8% at end-2011.

The Jyske Bank Group had no exposures exceeding 10% of the capital base, as was the case at end-2011. Eleven exposures amounted to between 5% and 7.5% of the capital base and one exposure between 7.5% and 10% of the capital base.

Loans, advances and loan impairment charges and provisions for guarantees broken down by sector are shown in the table below.



Jyske Bank A/S	Loans, advances and guarantees		Balance of loan impairment charges and provisions for guarantees		Loan impairment charges and provisions for guarantees for the period		Loss for the period	
	Loans, advances and guarantees as well as loan impairment charges and provisions for guarantees							
	1st half 2012	End-2011	1st half 2012	End-2011	1st half 2012	1st half 2011	1st half 2012	1st half 2011
DKKm								
Public authorities	5,154	5,065	0	0	0	0	0	0
Agriculture, hunting, forestry, fishing industry	8,210	8,174	583	590	135	77	151	32
Manufacturing and mining, etc.	7,452	7,894	162	125	48	25	15	63
Energy supply	2,252	2,355	13	17	-4	25	0	0
Building and construction	1,917	1,966	115	94	41	27	23	29
Commerce	7,574	7,178	218	238	61	60	85	151
Transport, hotels and restaurants	3,193	3,129	33	26	13	15	7	16
Information and communication	493	397	4	12	-2	-3	5	0
Finance and insurance	43,133	38,179	605	495	206	85	110	<sup>2</sup> 798
Real property	10,150	10,739	987	780	301	140	114	94
Other sectors	4,454	4,492	195	131	15	-24	72	5
Corporate customers, individually assessed, total	88,828	84,503	2,915	2,508	814	427	582	1,188
Corporate customers, collective impairment	<sup>1</sup>	<sup>1</sup>	778	506	263	-4	1	6
Personal customers, individually assessed	44,213	44,379	393	448	158	160	139	85
Personal customers, collective impairment	<sup>1</sup>	<sup>1</sup>	263	147	72	12	-7	9
<b>Total</b>	<b>138,195</b>	<b>133,947</b>	<b>4,349</b>	<b>3,609</b>	<b>1,307</b>	<b>595</b>	<b>715</b>	<b>1,288</b>

<sup>1</sup> Loans, advances and guarantees assessed collectively for impairment amounted to DKK 31,409m against DKK 45,986m at end-2011.

<sup>2</sup> Of which DKK 530m relate to Bank Package 1.

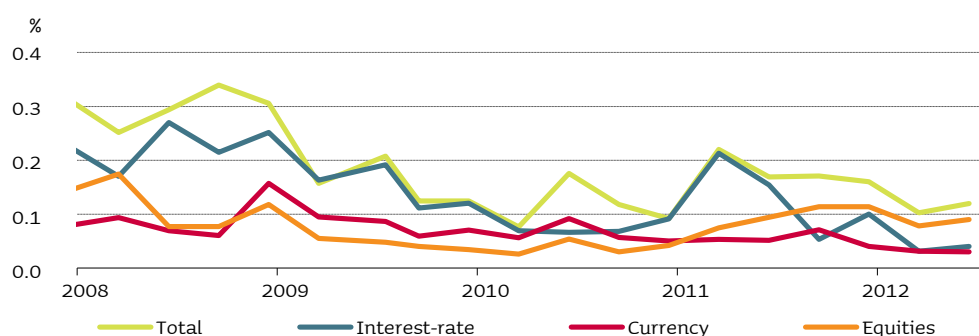
## Earnings from investment portfolios

Earnings from investment portfolios amounted to DKK 215m against DKK 167m for the same period in 2011. Assessed on the basis of the chosen risk profile, the investment portfolio earnings were satisfactory.

## Market risk

At the end of the first half of 2012, the aggregate interest-rate, currency and equity-price risk – expressed as Value-at-Risk (VaR) – amounted to DKK 18m (calculated with a time frame of one day and 99% probability) against DKK 21m at end-2011. The interest-rate risk was dominated by exposures to Danish and foreign mortgage bonds with short and medium maturities.

Value-at-Risk as a percentage of equity



The Group's portfolio of held-to-maturity bonds amounted to DKK 17.9bn against DKK 18.9bn at end-2011. It is still dominated by low-risk securities. At the end of the first half of 2012, the market value was DKK 180m higher than the carrying amount, while it was DKK 7m lower at end-2011.

### The Guarantee Fund, etc.

In the first half of 2012, Jyske Bank recognised as an expense DKK 52m in respect of the Guarantee Fund, etc. The expense can be attributed to the new Deposit Guarantee Scheme adopted in March 2012 and to an anticipated expense relating to the loss guarantee from the Guarantee Fund to Finansiell Stabilitet (The Financial Stability Company) in connection with the calculation of dividends relating to financial institutions in distress.

The accumulation of capital of DKK 7.5bn in the Guarantee Fund is expected to last for just over four years and is expected to result in an expense of up to DKK 460m for Jyske Bank.

The total loss incurred by the Guarantee Fund cannot be finally established until the winding-up processes have been completed, and therefore the amount charged to the Income Statement may be adjusted.

Jyske Bank has recognised as an expense a total of DKK 1,572m for losses in the sector since the bankruptcy of Roskilde Bank in the autumn of 2008.

### Core earnings and earnings from investment portfolios as well as the Guarantee Fund, etc.

The pre-tax profit for the first half of 2012 broken down by core earnings and earnings on investment portfolios as well as the Guarantee Fund etc. is stated below.

DKK m	1st half 2012					1st half 2011				
	Core earnings	Earnings on investment portfolios	The Guarantee Fund, etc.	Re-classification	Total	Core earnings	Earnings on investment portfolios	The Guarantee Fund, etc.	Re-classification	Total
Net interest income	2,283	210	0	0	2,493	2,133	161	0	0	2,294
Dividends, etc.	20	7	0	0	27	16	7	0	0	23
Net fee and commission income	756	-1	0	0	755	617	-2	0	0	615
<b>Net interest and fee income</b>	<b>3,059</b>	<b>216</b>	<b>0</b>	<b>0</b>	<b>3,275</b>	<b>2,766</b>	<b>166</b>	<b>0</b>	<b>0</b>	<b>2,932</b>
Value adjustments	-169	2	0	0	-167	8	5	0	0	13
Other operating income	175	0	0	0	175	152	0	0	0	152
Income from operating lease	28	0	0	117	145	11	0	0	59	70
<b>Gross earnings</b>	<b>3,093</b>	<b>218</b>	<b>0</b>	<b>117</b>	<b>3,428</b>	<b>2,937</b>	<b>171</b>	<b>0</b>	<b>59</b>	<b>3,167</b>
Operating expenses, depreciation and amortisation	2,138	4	52	117	2,311	1,909	4	250	59	2,222
Profit on investments in associates and group enterprises	-3	0	0	0	-3	-7	0	0	0	-7
<b>Core earnings before loan impairment charges and provisions for guarantees</b>	<b>952</b>	<b>214</b>	<b>-52</b>	<b>0</b>	<b>1,114</b>	<b>1,021</b>	<b>167</b>	<b>-250</b>	<b>0</b>	<b>938</b>
Loan impairment charges and provisions for guarantees	1,324	-1	0	0	1,323	614	0	6	0	620
<b>Pre-tax profit for the period</b>	<b>-372</b>	<b>215</b>	<b>-52</b>	<b>0</b>	<b>-209</b>	<b>407</b>	<b>167</b>	<b>-256</b>	<b>0</b>	<b>318</b>

## Second quarter of 2012

The second quarter of 2012 saw extensive activity, among other things in respect of refinancing of real property, and also operational leasing activities still developed in a positive manner. These activities resulted in improvement of the rather activity-dependent earnings and other ordinary operating income.

Value adjustments and impairment charges were extraordinarily affected by the FSA's clarification and tightening of the guidelines for the calculation of loan impairment charges and provisions for guarantees. The ordinary loan impairment charges and provisions for guarantees in the second quarter were in line with those for the first quarter.

In the second quarter the underlying costs were in line with the level for the first quarter, and year to date expenses have shown zero growth compared to the corresponding period in 2011.

At the end of the second quarter, bank loans and advances as well as deposits were in line with the level at the end of the first quarter of 2012.

## Capital structure and capital management

The objective of capital management is to optimise the Jyske Bank Group's capital structure given the adopted risk profile. Jyske Bank's capital-management objective as well as its risk appetite is to reach a solvency ratio sufficient for the Jyske Bank Group to continue its lending activities during a period of difficult business conditions. For 2012, capital planning is still characterised by consolidation and optimisation of risk-weighted assets with due regard for the business strategy.

### Solvency and core capital

The development of the Jyske Bank Group's solvency position reflects a growing capital base resulting from the capital increase and an increase in risk-weighted assets with credit risk, primarily due to lower quality of the credit portfolio, price indexation of collateral and re-estimation of credit models. At the end of the first half of 2012, the Core Tier 1 capital amounted to 82.7% of the capital base against 82.1% at end-2011. This is in line with the wish to have the best possible quality when it comes to the capital base. Seen in isolation, the share issue that took place in the first half of 2012 increased the solvency ratio by 1.0 percentage point.

Solvency and core capital ratios Pct.	Q2 2012	Q1 2012	Q4 2011	Q3 2011	Q2 2011	Q1 2011
Solvency ratio	15.8	16.5	14.7	15.6	16.0	14.7
Core Tier 1 capital ratio incl. hybrid capital	14.3	15.0	13.3	14.1	14.5	13.3
Core Tier 1 capital ratio excl. hybrid capital	13.1	13.7	12.1	12.5	12.8	12.1

### Individual solvency requirement

At the end of the first half of 2012, the Jyske Bank Group calculated its individual solvency requirement to be 9.6% of the risk-weighted assets against 10.0% at end-2011. Compared with the actual capital base of DKK 17,262m, the surplus amounted at the end of the first half of 2012 to DKK 6,768m, corresponding to 6.2 percentage points.

## Liquidity management

### Liquidity buffer

At the end of the first half of 2012, Jyske Bank's liquidity buffer amounted to DKK 33bn and at the end of July to DKK 38bn. Certificates of deposit with the Danish central bank amounted to DKK 1bn; and the reserve consisted mainly of

highly liquid Danish mortgage bonds and European covered bonds. At end-2011, Jyske Bank's liquidity buffer amounted to DKK 38bn, of which certificates of deposit with the Danish central bank accounted for DKK 6bn.

The table below shows the development of Jyske Bank's liquidity buffer over a 12-month period.

<b>Liquidity buffer and run-off</b> DKKbn	<b>Q2</b> <b>2012</b>	<b>Q1</b> <b>2012</b>	<b>Q4</b> <b>2011</b>	<b>Q3</b> <b>2011</b>	<b>Q2</b> <b>2011</b>	<b>2011</b>
End of period	32.8	42.1	38.1	40.5	37.5	38.1
After 3 months	21.3	19.8	16.7	21.3	20.4	16.7
After 6 months	16.7	16.1	13.6	13.6	17.3	13.6
After 9 months	16.5	13.3	12.6	9.8	11.8	12.6
After 12 months	9.7	11.4	12.3	7.6	7.9	12.3

Under a stress scenario assuming that Jyske Bank is precluded from refunding in the international financial money markets, including the Interbank market as well as the market for the issue of commercial papers (CP) and European Medium Term Notes (EMTN), Jyske Bank's liquidity reserve will after a 12-month period amount to DKK 9.7bn against DKK 12.3bn at end-2011. After 24 months, the reserve under this stress scenario will amount to negative DKK 0.6bn against positive DKK 1.6bn at end-2011.

In future, Jyske Bank's liquidity profile will be strengthened thanks to the cooperation agreement with BRFKredit, which will ensure funding at attractive prices. In the first half of the year, targeted efforts were made to obtain the necessary approval by the authorities, implementation and operationalisation of the cooperation with BRFKredit on issues of covered bonds. It is expected that total, over the coming 12 months will be funded mortgage loan products for DKK 6bn – 7bn, of which DKK 1.6bn is funded early July.

The Group's liquidity reserve according to S.152(1)(2) of the Danish Financial Business Act was high throughout the period. At the end of the first half of 2012, the liquidity ratio was 19.9%, corresponding to a liquidity surplus of 98.5%; at end-2011, the surplus was 98.3%.

## Other information

### Financial calendar

Jyske Bank expects to publish its financial statements for the first nine months of 2012 on 5 November 2012.

### Further information

For further details, please see [www.jyskebank.info](http://www.jyskebank.info). Here you will find an interview with Anders Dam and a detailed presentation of the financial statements as well as Jyske Bank's Annual Report and Risk and Capital Management 2011, which give further information about Jyske Bank's internal risk and capital management as well as regulatory issues, including a description of the most important risks and elements of uncertainty that may affect Jyske Bank.

### Contact persons:

Anders Dam (+45 89 89 89 89)

Birger Krøgh Nielsen (+45 89 89 64 44)

## Statement by the Executive and Supervisory Boards

We have today discussed and approved the Interim Financial Report of Jyske Bank A/S for the period 1 January to 30 June 2012.

The consolidated Interim Financial Statements were prepared in accordance with IAS 34 Interim Financial Reporting as adopted by the EU, and the Parent's Interim Financial Statements in accordance with the Danish Financial Business Act. Further, the Interim Financial Report was prepared in accordance with the additional Danish disclosure requirements for interim financial reports of listed financial companies.

The Interim Financial Report is unaudited and has not been reviewed.

In our opinion, the consolidated Interim Financial Statements and the Parent's Interim Financial Statements give a true and fair view of the Group's and the Parent's assets, equity and liabilities as well as financial position at 30 June 2012 and of their financial performance and the Group's cash flows for the period 1 January to 30 June 2012.

In our opinion, the Management's Review gives a fair presentation of the development in the Group's and the Parent's performance and financial position, the profit for the period and the Group's and the Parent's financial position as a whole as well as a description of the most material risks and elements of uncertainty that may affect the Group and the Parent.

Silkeborg, 21 August 2012

### EXECUTIVE BOARD

ANDERS DAM  
Managing Director and CEO

JØRGEN CHRISTENSEN

NIELS ERIK JAKOBSEN

LEIF F. LARSEN

/JENS BORUM  
Manager, Accounting and Tax

### SUPERVISORY BOARD

SVEN BUHRKALL  
Chairman

JENS A. BORUP  
Deputy Chairman

PHILIP BARUCH

JOHN EGEBJERG-JOHANSEN

KELD NORUP

GERNER WOLFF-SNEEDORFF

HAGGAI KUNISCH  
Employee Representative

MARIANNE LILLEVANG  
Employee Representative

STEEN SNEDKER  
Employee Representative

## INCOME STATEMENT AND STATEMENT OF COMPREHENSIVE INCOME

Note	The Jyske Bank Group		The Jyske Bank Group		Jyske Bank		
	1st half 2012	1st half 2011	Q2 2012	Q2 2011	1st half 2012	1st half 2011	
	DKKm						
1	Interest income	3,519	3,257	1,708	1,652	3,294	3,065
2	Interest expenses	1,026	963	471	510	1,067	996
	<b>Net interest income</b>	<b>2,493</b>	2,294	<b>1,237</b>	1,142	<b>2,227</b>	2,069
	Dividends, etc.	27	23	23	20	27	23
3	Fees and commission income	837	706	392	338	694	580
	Fees and commission expenses	82	91	42	47	41	58
	<b>Net interest and fee income</b>	<b>3,275</b>	2,932	<b>1,610</b>	1,453	<b>2,907</b>	2,614
4	Value adjustments	-167	13	-403	-8	-226	-1
5	Other operating income	320	222	164	113	97	99
6	Employee and administrative expenses	1,975	1,880	969	933	1,732	1,663
	Amortisation, depreciation and impairment charges	156	95	87	48	23	32
	Other operating expenses	180	247	98	87	180	246
7	Loan impairment charges and provisions for guarantees	1,323	620	925	370	1,307	595
8	Profit on investments in associates and group enterprises	-3	-7	-3	-2	205	132
	<b>Pre-tax profit</b>	<b>-209</b>	318	<b>-711</b>	118	<b>-259</b>	308
9	Tax	-53	84	-177	30	-101	76
	<b>Profit for the period</b>	<b>-156</b>	234	<b>-534</b>	88	<b>-158</b>	232
	Attributable to:						
10	The Jyske Bank A/S shareholders	-158	232	-535	88		
10	Minority interests	2	2	1	0		
	<b>Total</b>	<b>-156</b>	234	<b>-534</b>	88		
	Earnings per share, DKK	-2.31	3.59	-8.04	1.36		
	Earnings per share, diluted, DKK	-2.31	3.59	-8.04	1.36		

### STATEMENT OF COMPREHENSIVE INCOME

	Profit for the period	-156	234	-534	88	-158	232
	Other comprehensive income:						
	Foreign currency translation adjustment of international units	76	-46	63	41	76	-46
	Hedge accounting of international units	-74	45	-62	-41	-74	45
	Tax on other comprehensive income	19	-11	16	11	19	-11
	<b>Other comprehensive income after tax</b>	<b>21</b>	-12	<b>17</b>	11	<b>21</b>	-12
	<b>Comprehensive income for the period</b>	<b>-135</b>	222	<b>-517</b>	99	<b>-137</b>	220
	Attributable to:						
	The Jyske Bank A/S shareholders	-137	220	-518	99		
	Minority interests	2	2	1	0		
	<b>Total</b>	<b>-135</b>	222	<b>-517</b>	99		

## BALANCE SHEET

Note	The Jyske Bank Group			Jyske Bank		
	30 June 2012	31 Dec. 2011	30 June 2011	30 June 2012	31 Dec. 2011	30 June 2011
DKKm						
<b>ASSETS</b>						
	Cash, cash equivalents and demand deposits with central banks					
	1,031	2,320	1,226	770	2,182	1,083
11	Due from credit institutions and central banks					
	12,936	22,000	18,121	13,298	33,587	30,996
7	Loans and advances at amortised cost					
	126,647	124,494	115,557	124,053	110,671	100,365
	Bonds at fair value					
	53,491	54,113	51,460	52,977	53,575	50,887
	Bonds at amortised cost					
	17,929	18,901	12,569	17,929	18,901	12,569
	Shares, etc.					
	1,704	1,529	1,603	1,635	1,466	1,534
	Investments in associates					
	707	710	710	704	709	710
	Investments in group enterprises					
	0	0	0	4,194	4,326	4,158
	Assets in pooled deposits					
	5,925	8,686	13,015	5,925	8,686	13,015
	Intangible assets					
	260	261	233	251	251	232
	Land and buildings, total					
	2,135	2,153	2,109	1,955	1,966	1,952
	Investment properties					
	34	44	36	0	0	0
	Owner-occupied properties					
	2,101	2,109	2,073	1,955	1,966	1,952
	Other property, plant and equipment					
	1,068	957	565	56	62	77
	Current tax assets					
	164	52	48	281	135	63
	Assets in temporary possession					
	104	90	94	34	34	20
12	Other assets					
	32,175	33,762	17,948	31,878	33,377	17,690
	Prepayments					
	341	192	225	235	93	124
	<b>Total assets</b>	<b>256,617</b>	<b>270,220</b>	<b>235,483</b>	<b>256,175</b>	<b>270,021</b>
<b>EQUITY AND LIABILITIES</b>						
<b>Debt and payables</b>						
	Due to credit institutions and central banks					
	42,016	45,713	33,530	47,091	50,695	38,272
13	Deposits					
	117,741	118,259	102,812	113,192	113,874	98,684
	Pooled deposits					
	5,819	9,079	13,525	5,819	9,079	13,525
	Issued bonds					
	29,237	37,482	40,219	29,237	37,482	40,219
14	Other liabilities					
	42,107	41,354	27,357	41,738	40,885	27,009
	Deferred income					
	262	253	178	2	2	3
	<b>Total debt and payables</b>	<b>237,182</b>	<b>252,140</b>	<b>217,621</b>	<b>252,017</b>	<b>217,712</b>
<b>Provisions</b>						
	Provisions for pensions, etc.					
	461	438	442	429	406	410
	Provisions for deferred tax					
	433	450	521	135	135	134
7	Provisions for guarantees					
	580	387	255	612	698	607
	Other provisions					
	365	239	45	359	232	45
	<b>Provisions, total</b>	<b>1,839</b>	<b>1,514</b>	<b>1,263</b>	<b>1,471</b>	<b>1,196</b>
15	Subordinated debt					
	2,726	2,720	3,060	2,726	2,720	3,060
<b>Equity</b>						
	Share capital					
	713	648	648	713	648	648
	Revaluation reserve					
	310	310	299	265	265	252
	Currency translation reserve					
	2	0	-1	2	0	-1
	Reserve according to the equity method					
	0	0	0	2,353	2,353	2,166
	Retained earnings					
	13,810	12,855	12,561	11,502	10,547	10,442
	Minority interests					
	35	33	32	0	0	0
	<b>Equity, total</b>	<b>14,870</b>	<b>13,846</b>	<b>13,539</b>	<b>14,835</b>	<b>13,813</b>
	<b>Equity and liabilities, total</b>	<b>256,617</b>	<b>270,220</b>	<b>235,483</b>	<b>256,175</b>	<b>270,021</b>

## STATEMENT OF CHANGES IN EQUITY

The Jyske Bank Group

DKKm

	Share capital	Revaluation reserves	Currency translation reserve	Retained earnings	Total	Minority interests	Total equity
Equity at 1 January 2012	648	310	0	12,855	13,813	33	13,846
Profit for the period	0	0	0	-158	-158	2	-156
Other comprehensive income:							
Foreign currency translation adjustment of international units	0	0	76	0	76	0	76
Hedge accounting of international units	0	0	-74	0	-74	0	-74
Tax on other comprehensive income	0	0	0	19	19	0	19
Other comprehensive income after tax	0	0	2	19	21	0	21
Comprehensive income for the period	0	0	2	-139	-137	2	-135
Capital increase	65	0	0	1,101	1,166	0	1,166
Expenses relating to capital increase	0	0	0	-28	-28	0	-28
Acquisition of own shares	0	0	0	-331	-331	0	-331
Sale of own shares	0	0	0	352	352	0	352
Transactions with shareholders	65	0	0	1,094	1,159	0	1,159
<b>Equity at 30 June 2012</b>	<b>713</b>	<b>310</b>	<b>2</b>	<b>13,810</b>	<b>14,835</b>	<b>35</b>	<b>14,870</b>

Equity at 1 January 2011	648	299	0	12,373	13,320	32	13,352
Profit for the period	0	0	0	232	232	2	234
Other comprehensive income:							
Foreign currency translation adjustment of international units	0	0	-46	0	-46	0	-46
Hedge accounting of international units	0	0	45	0	45	0	45
Tax on other comprehensive income	0	0	0	-11	-11	0	-11
Other comprehensive income after tax	0	0	-1	-11	-12	0	-12
Comprehensive income for the period	0	0	-1	221	220	2	222
Acquisition of own shares	0	0	0	-490	-490	0	-490
Sale of own shares	0	0	0	457	457	0	457
Adjustment of minority interests	0	0	0	0	0	-2	-2
Transactions with shareholders	0	0	0	-33	-33	-2	-35
<b>Equity at 30 June 2011</b>	<b>648</b>	<b>299</b>	<b>-1</b>	<b>12,561</b>	<b>13,507</b>	<b>32</b>	<b>13,539</b>



## STATEMENT OF CHANGES IN EQUITY

Jyske Bank

DKK m

	Share capital	Revaluation reserves	Currency translation reserve	Reserve according to the equity method	Retained earnings	Total equity
Equity at 1 January 2012	648	265	0	2,353	10,547	13,813
Profit for the period	0	0	0	0	-158	-158
Other comprehensive income	0	0	2	0	19	21
Comprehensive income for the period	0	0	2	0	-139	-137
Capital increase	65	0	0	0	1,101	1,166
Expenses relating to capital increase	0	0	0	0	-28	-28
Acquisition of own shares	0	0	0	0	-331	-331
Sale of own shares	0	0	0	0	352	352
Transactions with shareholders	65	0	0	0	1,094	1,159
<b>Equity at 30 June 2012</b>	<b>713</b>	<b>265</b>	<b>2</b>	<b>2,353</b>	<b>11,502</b>	<b>14,835</b>
Equity at 1 January 2011	648	252	0	2,166	10,254	13,320
Profit for the period	0	0	0	0	232	232
Other comprehensive income	0	0	-1	0	-11	-12
Comprehensive income for the period	0	0	-1	0	221	220
Acquisition of own shares	0	0	0	0	-490	-490
Sale of own shares	0	0	0	0	457	457
Transactions with shareholders	0	0	0	0	-33	-33
<b>Equity at 30 June 2011</b>	<b>648</b>	<b>252</b>	<b>-1</b>	<b>2,166</b>	<b>10,442</b>	<b>13,507</b>

## SOLVENCY STATEMENT AND CAPITAL REQUIREMENT

DKKm	The Jyske Bank Group		
	30 June 2012	31 Dec. 2011	30 June 2011
Equity	14,870	13,846	13,539
Of which revaluation reserves	310	310	299
Of which currency translation reserve	2	0	-1
<b>Core capital</b>	<b>14,558</b>	13,536	13,241
Intangible assets	-260	-261	-233
Hybrid core capital included	1,292	1,292	1,645
Difference between expected loss and the carrying amount of impairment charges	0	-132	-154
Other deductions	-30	-26	-35
<b>Core capital incl. hybrid core capital less deductions</b>	<b>15,560</b>	14,409	14,464
Subordinated debt and revaluation reserves included	1,733	1,733	1,726
Difference between expected loss and the carrying amount of impairment charges	0	-132	-154
Other deductions	-31	-27	-35
<b>Supplementary capital less deductions</b>	<b>1,702</b>	1,574	1,537
<b>Capital base less deductions</b>	<b>17,262</b>	15,983	16,001
Weighted assets involving credit risk etc.	84,007	82,935	73,651
Weighted assets involving market risk	12,823	14,091	14,523
Weighted assets involving operational risk	12,177	11,611	11,612
<b>Total weighted assets</b>	<b>109,007</b>	108,637	99,786
Capital requirement, Pillar I	8,721	8,691	7,983
Capital requirement, transitional provisions	0	85	355
<b>Capital requirement, total</b>	<b>8,721</b>	8,776	8,338
Solvency ratio (%)	15.8	14.7	16.0
Core Tier 1 capital ratio including hybrid core capital (%)	14.3	13.3	14.5
Core Tier 1 capital ratio excluding hybrid core capital (%)	13.1	12.1	12.8

With effect from 2008, the solvency and core capital ratios are calculated in accordance with the CRD (Basel II). At 30 June 2012, risk-weighted assets according to Basel I amounted to DKK 135.147m for the Jyske Bank Group. The capital requirement according to the transitional provisions was for 80% of the capital requirement of 8% of risk-weighted assets corresponding to DKK 8.649m. At end-2011, the transitional provisions resulted in a capital requirement of DKK 8.776m for the Jyske Bank Group.

## SUMMARY OF CASH FLOW STATEMENT

DKKm	The Jyske Bank Group	
	1st half 2012	1st half 2011
<b>Profit for the period</b>	<b>-156</b>	234
Adjustment for non-cash operating items and change in working capital	<b>-10,785</b>	2,507
<b>Cash flows from operating activities</b>	<b>-10,941</b>	2,741
Acquisition of property, plant and equipment	<b>-253</b>	-136
Acquisition of intangible assets	<b>-5</b>	-1
<b>Cash flows from investment activities</b>	<b>-258</b>	-137
Capital increase	<b>1,138</b>	0
Acquisition of own shares	<b>-331</b>	-490
Sale of own shares	<b>352</b>	457
Additional and repayment of subordinated debt	<b>0</b>	-197
<b>Cash flows from financing activities</b>	<b>1,159</b>	-230
<b>Cash flow for the period</b>	<b>-10,040</b>	2,374
Cash and cash equivalents, beginning of period	<b>22,284</b>	15,517
<b>Cash and cash equivalents, end of period</b>	<b>12,244</b>	17,891
Cash and cash equivalents, end of period, comprise:		
Cash in hand, etc.	<b>1,031</b>	1,226
Due from credit institutions and central banks	<b>11,213</b>	16,665
<b>Cash and cash equivalents, end of period</b>	<b>12,244</b>	17,891

## NOTES

Note	The Jyske Bank Group		Jyske Bank	
	1st half 2012	1st half 2011	1st half 2012	1st half 2011
DKKm				
<b>1 Interest income</b>				
Due from credit institutions and central banks	45	69	95	138
Loans and advances	2,397	2,178	2,130	1,926
Bonds	879	921	873	914
Derivatives, total	171	87	170	87
Of which:				
Currency contracts	139	84	138	84
Interest-rate contracts	32	3	32	3
Other collateral	27	2	26	0
<b>Total</b>	<b>3,519</b>	<b>3,257</b>	<b>3,294</b>	<b>3,065</b>
Of which interest income on reverse repos carried under:				
Due from credit institutions and central banks	6	7	6	7
Loans and advances	52	46	52	46
<b>2 Interest expenses</b>				
Due to credit institutions and central banks	132	126	176	159
Deposits	527	468	525	468
Issued bonds	332	316	332	316
Subordinated debt	34	52	34	52
Other	1	1	0	1
<b>Total</b>	<b>1,026</b>	<b>963</b>	<b>1,067</b>	<b>996</b>
Of which interest expenses on repos carried under:				
Due to credit institutions and central banks	66	49	66	49
Deposits	50	44	50	44
<b>3 Fees and commission income</b>				
Securities trading and safe-custody services	375	374	329	312
Money transfers and card payments	71	74	62	63
Loan management fees	95	43	90	36
Guarantee commission	132	106	132	106
Other fees and commissions	164	109	81	63
<b>Total</b>	<b>837</b>	<b>706</b>	<b>694</b>	<b>580</b>
<b>4 Value adjustments</b>				
Bonds	67	-165	27	-161
Shares, etc.	86	91	80	87
Currency	154	121	141	106
Currency, interest-rate, share, commodity and other contracts as well as other derivatives	-397	-31	-397	-30
Assets in pooled deposits	279	-306	279	-306
Pooled deposits	-279	306	-279	306
Other assets	2	1	2	1
Issued bonds	-72	9	-72	9
Other liabilities	-7	-13	-7	-13
<b>Total</b>	<b>-167</b>	<b>13</b>	<b>-226</b>	<b>-1</b>

## NOTES

Note	The Jyske Bank Group		Jyske Bank	
	1st half 2012	1st half 2011	1st half 2012	1st half 2011
DKKm				
<b>5 Other operating income</b>				
Income on real property	31	30	33	31
Profit on the sale of property, plant and equipment	5	2	5	1
Income from operating lease <sup>1</sup>	145	70	0	0
Other ordinary income	139	120	59	67
<b>Total</b>	<b>320</b>	<b>222</b>	<b>97</b>	<b>99</b>
<sup>1</sup> Expenses relating to operating leases affected the item Amortisation, depreciation and impairment charges in the amount of DKK 117m in the first half of 2012 against DKK 59m in the first half of 2011.				
<b>6 Employee and administrative expenses</b>				
<b>Employee expenses</b>				
Wages and salaries, etc.	1,024	992	884	877
Pensions	164	144	149	132
Social security	103	111	99	107
<b>Total</b>	<b>1,291</b>	<b>1,247</b>	<b>1,132</b>	<b>1,116</b>
<b>Salaries and remuneration to management bodies</b>				
Executive Board	12	12	12	12
Supervisory Board	1	1	1	1
Shareholders' representatives	1	2	1	2
<b>Total</b>	<b>14</b>	<b>15</b>	<b>14</b>	<b>15</b>
<b>Other administrative expenses</b>				
IT	366	314	339	285
Rent, lighting, heating, etc.	53	51	46	45
Postage, telephone, etc	38	36	35	32
Other administrative expenses	213	217	166	170
<b>Total</b>	<b>670</b>	<b>618</b>	<b>586</b>	<b>532</b>
<b>Total</b>	<b>1,975</b>	<b>1,880</b>	<b>1,732</b>	<b>1,663</b>
<b>Average number of full-time employees</b>	<b>3,791</b>	<b>3,837</b>	<b>3,281</b>	<b>3,397</b>

Jyske Bank A/S's Pensionstilskudsfond is a fund which offers supplementary pensions to current and former members of Jyske Bank's Executive Board and their surviving relatives.

## NOTES

Note	The Jyske Bank Group		Jyske Bank	
	1st half 2012	1st half 2011	1st half 2012	1st half 2011
DKKm				
<b>7</b>	<b>Loan impairment charges and provisions for guarantees</b>			
<b>Balance of loan impairment charges and provisions, beginning of period</b>	<b>3,871</b>	4,408	<b>3,609</b>	4,124
Loan impairment/provisions for the period	<b>1,296</b>	551	<b>1,282</b>	532
Recognised loss already covered by impairment/provisions	<b>-631</b>	-1,181	<b>-598</b>	-1,155
Interest-rate and currency translation adjustment	<b>58</b>	23	<b>56</b>	14
<b>Balance of loan impairment charges and provisions, end of period</b>	<b>4,594</b>	3,801	<b>4,349</b>	3,515
Loan impairment charges	<b>4,014</b>	3,546	<b>3,737</b>	2,908
Provisions for guarantees	<b>580</b>	255	<b>612</b>	607
<b>Balance of loan impairment charges and provisions, end of period</b>	<b>4,594</b>	3,801	<b>4,349</b>	3,515
Loan impairment/provisions for the period	<b>1,296</b>	551	<b>1,282</b>	532
Recognised loss not covered by loan impairment/provisions	<b>120</b>	140	<b>117</b>	133
Recoveries	<b>-93</b>	-71	<b>-92</b>	-70
<b>Net effect on the Income Statement</b>	<b>1,323</b>	620	<b>1,307</b>	595
<b>Individual loan impairment charges, beginning of period</b>	<b>2,913</b>	3,114	<b>2,431</b>	2,574
Loan impairment charges for the period	<b>736</b>	538	<b>944</b>	501
Recognised loss already covered by impairment charges	<b>-619</b>	-648	<b>-586</b>	-622
Interest-rate and currency translation adjustment	<b>45</b>	20	<b>43</b>	12
<b>Individual loan impairment charges, end of period</b>	<b>3,075</b>	3,024	<b>2,832</b>	2,465
<b>Individual provisions for loss on guarantees, beginning of period</b>	<b>294</b>	700	<b>525</b>	968
Provisions for the period	<b>188</b>	24	<b>-36</b>	39
Recognised loss already covered by provisions	<b>-12</b>	-533	<b>-12</b>	-533
<b>Individual provisions for loss on guarantees, end of period</b>	<b>470</b>	191	<b>477</b>	474
<b>Collective loan impairment charges, beginning of period</b>	<b>571</b>	521	<b>480</b>	438
Loan impairment charges for the period	<b>355</b>	-2	<b>412</b>	3
Interest-rate adjustment	<b>13</b>	3	<b>13</b>	2
<b>Collective loan impairment charges, end of period</b>	<b>939</b>	522	<b>905</b>	443
<b>Collective provisions for loss on guarantees, beginning of period</b>	<b>93</b>	73	<b>173</b>	144
Provisions for the period	<b>17</b>	-9	<b>-38</b>	-11
<b>Collective provisions for loss on guarantees, end of period</b>	<b>110</b>	64	<b>135</b>	133
<b>8</b>	<b>Profit on investments in associates and group enterprises</b>			
Profit/loss on investments in associates	<b>-3</b>	-7	<b>-5</b>	-6
Profit/loss on investments in group enterprises	<b>0</b>	0	<b>210</b>	138
<b>Total</b>	<b>-3</b>	-7	<b>205</b>	132

## NOTES

Note	The Jyske Bank Group		Jyske Bank	
	1st half 2012	1st half 2011	1st half 2012	1st half 2011
DKKm				
<b>9 Effective tax rate</b>				
Corporation tax rate in Denmark	<b>25.0</b>	25.0	<b>25.0</b>	25.0
Non-taxable income and non-deductible expenses, etc.	<b>0.4</b>	1.4	<b>14.0</b>	-0.3
<b>Total</b>	<b>25.4</b>	26.4	<b>39.0</b>	24.7
<b>10 Earnings per share</b>				
Profit for the period	<b>-156</b>	234		
Of which minority interests	<b>-2</b>	-2		
<b>Share attributable to shareholders of Jyske Bank A/S</b>	<b>-158</b>	232		
Average number of shares, 1.000 shares	<b>68,580</b>	64,800		
Average number of own shares, 1.000 shares	<b>-175</b>	-240		
<b>Average number of shares in circulation, 1.000 shares</b>	<b>68,405</b>	64,560		
Average number of shares in circulation at end of period, 1.000 shares	<b>71,197</b>	64,528		
Earnings per share (EPS) DKK	<b>-2.31</b>	3.59		
Earnings per share diluted (EPS-D) DKK	<b>-2.31</b>	3.59		

Note	The Jyske Bank Group			Jyske Bank		
	30 June 2012	31 Dec. 2011	30 June 2011	30 June 2012	31 Dec. 2011	30 June 2011
DKKm						
<b>11 Due from credit institutions and central banks</b>						
At notice with central banks	<b>1,000</b>	6,108	3,500	<b>1,000</b>	6,108	3,500
Due from credit institutions	<b>11,936</b>	15,892	14,621	<b>12,298</b>	27,479	27,496
<b>Total</b>	<b>12,936</b>	22,000	18,121	<b>13,298</b>	33,587	30,996
<b>12 Other assets</b>						
Positiv market value of derivatives, etc.	<b>29,675</b>	31,744	16,346	<b>29,665</b>	31,729	16,330
Interest and commission receivable	<b>902</b>	1,268	977	<b>965</b>	1,326	994
Other assets	<b>1,598</b>	750	625	<b>1,248</b>	322	366
<b>Total</b>	<b>32,175</b>	33,762	17,948	<b>31,878</b>	33,377	17,690
<b>13 Deposits</b>						
Demand deposits	<b>63,283</b>	61,299	57,988	<b>59,323</b>	57,314	54,240
Term deposits	<b>8,782</b>	7,855	7,078	<b>8,193</b>	7,854	6,699
Time deposits	<b>39,042</b>	42,272	31,690	<b>39,042</b>	41,873	31,689
Special deposits	<b>6,634</b>	6,833	6,056	<b>6,634</b>	6,833	6,056
<b>Total</b>	<b>117,741</b>	118,259	102,812	<b>113,192</b>	113,874	98,684

## NOTES

Note	The Jyske Bank Group			Jyske Bank		
	30 June 2012	31 Dec. 2011	30 June 2011	30 June 2012	31 Dec. 2011	30 June 2011
DKKm						
<b>14 Other liabilities</b>						
Set-off entry of negative bond holdings in connection with repos /reverse repos	<b>5,387</b>	2,579	3,412	<b>5,387</b>	2,579	3,412
Negative market value of derivatives, etc.	<b>30,701</b>	32,586	17,146	<b>30,698</b>	32,579	17,143
Interest and commission payable	<b>804</b>	411	526	<b>772</b>	435	492
Other liabilities	<b>5,215</b>	5,778	6,273	<b>4,881</b>	5,292	5,962
<b>Total</b>	<b>42,107</b>	41,354	27,357	<b>41,738</b>	40,885	27,009
<b>15 Subordinated debt</b>						
Supplementary capital:						
6.73% Bond loan EUR 15m 2017-2026	<b>112</b>	112	112	<b>112</b>	112	112
Var.% bond loan EUR 10m 13.02.2023	<b>74</b>	74	75	<b>74</b>	74	75
5.65% Bond loan EUR 10m 27.03.2023	<b>74</b>	74	75	<b>74</b>	74	75
5.67% Bond loan EUR 10m 31.07.2023	<b>74</b>	74	75	<b>74</b>	74	75
Var.% bond loan EUR 146.4m 19.04.2016*	<b>1,089</b>	1,089	1,090	<b>1,089</b>	1,089	1,090
	<b>1,423</b>	1,423	1,427	<b>1,423</b>	1,423	1,427
Hybrid core capital:						
Var.% bond loan EUR 96.6m Perpetual	<b>718</b>	718	898	<b>718</b>	718	898
Var.% bond loan EUR 77.2m Perpetual	<b>574</b>	574	746	<b>574</b>	574	746
	<b>1,292</b>	1,292	1,644	<b>1,292</b>	1,292	1,644
Subordinated debt, nominal	<b>2,715</b>	2,715	3,071	<b>2,715</b>	2,715	3,071
Hedging of interest-rate risk, fair value	<b>11</b>	5	-11	<b>11</b>	5	-11
<b>Total</b>	<b>2,726</b>	2,720	3,060	<b>2,726</b>	2,720	3,060
Subordinated debt included in the capital base	<b>2,715</b>	2,715	3,071	<b>2,715</b>	2,715	3,071
* Callable on 19.04.2013, otherwise the coupon rate increases by 1.5 percentage points pa.						
<b>16 Contingent liabilities</b>						
<b>Contingent liabilities</b>						
Financial guarantees	<b>6,360</b>	5,565	6,188	<b>8,018</b>	18,436	19,996
Guarantee for losses on mortgage credits	<b>3,079</b>	2,655	2,583	<b>3,079</b>	2,655	2,583
Registration and re-mortgaging guarantees	<b>1,106</b>	387	179	<b>1,106</b>	387	179
Other contingent liabilities	<b>1,939</b>	1,798	1,673	<b>1,939</b>	1,798	1,673
<b>Total</b>	<b>12,484</b>	10,405	10,623	<b>14,142</b>	23,276	24,431
<b>Other commitments</b>						
Irrevocable credit commitments	<b>1,532</b>	1,515	1,204	<b>1,532</b>	1,515	1,204
Other collateral	<b>40</b>	40	39	<b>40</b>	40	39
<b>Total</b>	<b>1,572</b>	1,555	1,243	<b>1,572</b>	1,555	1,243



## NOTES

Note	Jyske Bank		
	30 juni 2012	31 Dec. 2011	30 juni 2011
DKKm			
<p>16 <b>Contingent liabilities, cont.</b></p> <p>As from 2007, loans channelled to Totalkredit by Jyske Bank are subject to the right of set-off by Totalkredit against future current commission, which Totalkredit can invoke in the event of default on the loans arranged.</p> <p>Jyske Bank does not expect such set-off to have material influence on Jyske Bank's financial position.</p> <p>Jyske Bank is a party to a number of legal disputes arising from its business activities. Jyske Bank estimates the risk involved in each individual case and makes any necessary provisions which are recognised under contingent liabilities.</p> <p>Jyske Bank does not expect such disputes to have material influence on Jyske Bank's financial position.</p> <p>For detailed comments on the so-called hedge case, please see Jyske Bank's Annual Report for 2011, note 29. Jyske Bank regularly reassesses the need for provisions to cover possible liabilities on the balance sheet date .</p> <p>Due to the participation in the compulsory Deposit Guarantee Fund, the sector pays an annual contribution of 2.5 per mille of the covered net deposits. The payment into the Guarantee Fund's bank department will continue until the assets of the scheme exceed 1% of the total covered net deposits. The bank department bears the immediate losses relating to the winding up of financial institutions in distress according to Bank Package 3 and Bank Package 4 that can be attributed to covered net deposits. Any losses in connection with the final winding up are covered by the Guarantee Fund's winding-up and restructuring department, where Jyske Bank currently guarantees 6.11% of any losses.</p>			
<p>17 <b>Security</b></p> <p>Bonds deposited at central banks and at clearing houses, etc. in connection with clearing and settlement of forward securities and currency transactions (market value)</p>	<b>3,676</b>	13,891	10,175
<p>18 <b>Shareholders</b></p> <p>In its most recent statement, Baillie Gifford &amp; Co. Ltd., Edinburgh reported that it managed 5.06% of the share capital. Employees of the Jyske Bank Group and their related parties held 6.2% of the share capital.</p>			
<p>19 <b>Related parties</b></p> <p>Jyske Bank is the banker of a number of related parties. Transactions between related parties are characterised as ordinary financial transactions and services of an operational nature. Transactions with related parties were executed on an arm's length basis or at cost.</p> <p>In the first half of 2012 there were no unusual transactions with related parties. Please see Jyske Bank's Annual Report 2011 for a detailed description of transactions with related parties.</p>			

## NOTES

Note	Banking activities	Trading and Investment	The Guarantee Fund, etc.	Other	The Jyske Bank Group
DKKm					
20	<b>Segmental financial statements</b>				
	<b>The Jyske Bank Group</b>				
	<b>1st half 2012</b>				
Gross earnings	2,394	949	0	85	3,428
Expenses	1,583	430	52	246	2,311
<b>Profit before loan impairment charges and provisions for guarantees</b>	<b>811</b>	<b>519</b>	<b>-52</b>	<b>-161</b>	<b>1,117</b>
Loan impairment charges and provisions for guarantees	1,275	49	0	-1	1,323
Profit from equity investments	84	0	0	-87	-3
<b>Pre-tax profit</b>	<b>-380</b>	<b>470</b>	<b>-52</b>	<b>-247</b>	<b>-209</b>
Internal allocation of earnings	174	-176	0	2	0
Deposits	78,866	38,280	0	595	117,741
Loans and advances	95,209	29,988	0	1,450	126,647
Guarantees	11,167	454	0	863	12,484
Bonds and shares	61	72,307	0	756	73,124
Total assets	98,561	149,587	0	8,469	256,617
	<b>1st half 2011</b>				
Gross earnings	2,197	785	0	185	3,167
Expenses	1,544	403	250	25	2,222
<b>Profit before loan impairment charges and provisions for guarantees</b>	<b>653</b>	<b>382</b>	<b>-250</b>	<b>160</b>	<b>945</b>
Loan impairment charges and provisions for guarantees	582	30	6	2	620
Profit from equity investments	82	0	0	-89	-7
<b>Pre-tax profit</b>	<b>153</b>	<b>352</b>	<b>-256</b>	<b>69</b>	<b>318</b>
Internal allocation of earnings	170	-171	0	1	0
Deposits	71,952	30,219	0	641	102,812
Loans and advances	81,935	31,755	0	1,867	115,557
Guarantees	9,314	422	0	887	10,623
Bonds and shares	57	64,812	0	763	65,632
Total assets	83,428	132,448	0	19,607	235,483

**Note****20 Segmental financial statements - the Jyske Bank Group, cont.**

Jyske Bank operates mainly under the 'Jyske' brand. The Group is organised into a number of business sectors and head-office units according to variations in products and services and for regulatory reasons. Internal management reporting comprises the following segments:

**Banking activities**

Banking activities comprise personal advisory service in relation to financial solutions including lease and financing activities. The banking activities are aimed mainly at Danish personal customers, corporate customers, public institutions as well as leasing customers.

**Trading and Investment**

Trading and Investment targets Danish and international investors and includes investment advisory service and asset management including money-market transactions and trading in foreign exchange, bonds, equities, commodities and derivatives. The activities also include Jyske Bank's strategic asset-and-liability management and risk management as well as the volume of business with the Group's largest corporate customers. Finally, the trading and investment activities cover private-banking activities targeting international customers, including those of the international units in Gibraltar, Switzerland, the Netherlands and France.

**The Guarantee Fund, etc.**

The Guarantee Fund etc. is presented as an operating segment, although it is not a business unit of Jyske Bank as such. Internal management reporting pays close attention to the expenses for the Guarantee Fund etc., and the management wishes to assess the other segments exclusive of the expenses for the Guarantee Fund etc.

**Other**

These include a number of head office units including IT Development, Business Development, Communications and Marketing, Property, Finance and Risk Management and other head office functions and small subsidiaries. These also include eliminations.

**Internal allocation**

Internal transactions are based on market conditions, and services are allocated according to agreed volume of consumption and under reference to calculated unit prices in accordance with the rules about transfer pricing. Cash transactions are settled via intercompany accounts, which follow the money-market rate and are adjusted accordingly.

Assets and liabilities are presented in those segments which obtain or lose the relevant financial advantages.

**21 Accounting Policies****Basis of accounting**

The Interim Financial Report of Jyske Bank A/S for the period 1 January to 30 June 2012 has been prepared in accordance with IAS 34 Interim Financial Reporting as adopted by the EU with regard to the consolidated interim financial statements and in accordance with the Danish Financial Business Act with regard to the Parent's interim financial statements. Furthermore, the Interim Financial Report has been prepared in accordance with the additional Danish disclosure requirements for the interim reports of listed financial undertakings.

The accounting policies are identical to those applied to and described in detail in the Annual Report 2011.

With effect from the second quarter of 2012, the FSA has tightened and clarified its guidelines for the calculation of loan impairment charges and provisions for guarantees. As a consequence of this, changes were made in the accounting estimates, resulting in extraordinary loan impairment charges and provisions for guarantees amounting to about DKK 900m in the second quarter of 2012.

At the time of publication of this Interim Financial Report, a number of new or amended standards and interpretations had not come into force and were consequently not implemented into this interim financial report. None of those accounting standards or interpretations is expected to have material influence on the Group's future financial statements.

**Accounting estimates**

Measurement of the carrying value of certain assets and liabilities requires the management's estimate of the influence of future events on the value of such assets and liabilities. Estimates that are of material importance to the presentation of the accounts are among other things applied to the impairment of loans and advances, to the fair value of unlisted financial instruments and to provisions already made, cf. the detailed description in the Annual Report 2011. The estimates are based on assumptions which the management finds reasonable, but which are inherently uncertain. Besides, the Group is subject to risks and uncertainties which may cause results to differ from those estimates.

## THE JYSKE BANK GROUP - OVERVIEW

30 June 2012	Activity *	Currency	Share capital 1,000 units	Equity, end of 2011 (DKKm)	Ownership share (%)	Voting share (%)	Profit 2011 (DKKm)
<b>Jyske Bank A/S</b>	a	DKK	712,800	13,813			490
<b>Consolidated subsidiaries</b>							
Jyske Bank (Gibraltar) Ltd.	a	GBP	26,500	1,874	100	100	142
Jyske Bank (Gibraltar) Nominees Ltd.	d	GBP	0	0	100	100	0
Jyske Bank (Gibraltar) Management Ltd.	d	GBP	0	0	100	100	0
Jyske Bank (Gibraltar) Secretaries Ltd.	d	GBP	0	0	100	100	0
Trendsetter, S.L., Spain	e	EUR	706	18	100	100	0
Jyske Bank Nominees Ltd., London	d	GBP	0	0	100	100	0
Jyske Bank (Schweiz) AG	a	CHF	60,000	1,015	100	100	-30
Berben's Effectenkantoor B.V, The Netherlands	b	EUR	45	82	60	60	7
Inmobiliaria Saroesma S.L., Spain	e	EUR	673	-2	100	100	-7
Jyske Finans A/S	c	DKK	100,000	803	100	100	97
Jyske Finans Flåde- og Billeasing A/S <sup>1</sup>	c	DKK	10,000	41	100	100	1
Gl. Skovridergaard A/S	e	DKK	16,000	27	100	100	-1
Sundbyvesterhus A/S	e	DKK	518	57	100	100	2
Silkeborg Data A/S	f	DKK	50,000	469	100	100	23
Jyske Global Asset Management							
Fondsmæglerselskab A/S, Copenhagen	b	DKK	15,500	32	100	100	-1

<sup>1</sup> Previously Easyfleet A/S

\* Activity:

a: Bank

b: Portfolio Management

c: Leasing, financing and factoring

d: Investment and financing

e: Properties and course activities

f: IT

g: Other collateral