

INTERIM REPORT - THE FIRST QUARTER

Alm Brand FORMUE IN LIQUIDATION

2014

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COMPANY INFORMATION

LIQUIDATOR

Peter Ketelsen, Attorney

AUDITORS

Deloitte
Statsautoriseret Revisionspartnerselskab

INTERNAL AUDITOR

Poul-Erik Winther, Group Chief Auditor

REGISTRATION

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FINANCIAL HIGHLIGHTS AND KEY RATIOS

DKKm	Q1 2014	Q1 2013	Year 2013
INCOME			
Interest receivable	4.5	9.0	32.2
Interest payable	6.6	5.5	20.9
Net interest income	-2.1	3.5	11.3
Fees and commissions receivable (net) and dividend etc.	-2.0	0.1	-0.6
Net interest and fee income	-4.1	3.6	10.7
Value adjustments:	27.6	25.3	40.6
Interest rate contracts	6.8	1.7	-16.4
Share contracts	21.3	23.1	61.3
Foreign exchange contracts	-0.5	0.5	-4.3
Profit before expenses	23.5	28.9	51.3
Staff costs and administrative expenses	0.9	0.8	3.3
Profit before tax	22.6	28.1	48.0
Tax	0.0	0.2	0.9
Profit/loss for the period	22.6	27.9	47.1
BALANCE			
Deposits	-	988	723
Shareholders' equity	-	293	333
Share capital	31	31	31
Shareholders' equity	366	339	343
Total assets	369	1,291	1,063
KEY RATIOS ETC.			
Return on equity before tax p.a. (%)	25.5	34.5	14.6
Return on equity after tax p.a. (%)	25.5	34.3	14.3
Earnings per share, DKK	8.3	9.8	16.7
Financial gearing	-	2.8	2.1
Bonds as percentage of assets (%)	-	76.5	68.0
Shares as percentage of assets (%)	-	22.7	31.3
Dividend per share, DKK	-	-	5.0
Market price at end of period (B shares), DKK	129.00	106.00	103.50
Net asset value per share, DKK	133.99	123.56	125.73
Market price/book value	0.96	0.86	0.82
Average number of shares	2,727,800	2,847,469	2,822,417

Financial highlights and key ratios have been prepared in accordance with IFRS and "Recommendations & Financial Ratios 2010" issued by the Danish Society of Financial Analysts.

LIQUIDATOR'S REVIEW

FINANCIAL RESULTS

Alm. Brand Formue A/S in liquidation generated a profit of DKK 22.6 million after tax in Q1 2014, against a profit of DKK 27.9 million after tax in Q1 2013.

The performance was mainly driven by value adjustment gains on the equity portfolio but also by value adjustment gains on the bond portfolio resulting from lower interest rates in the first quarter.

The company entered into liquidation at an extraordinary general meeting held on 18 March 2014. Prior to the extraordinary general meeting, the company had stated in company announcement no. 4 of 17 March 2014 that it had sold its entire securities portfolio.

The net asset value per share rose by 6.6% from DKK 125.73 to DKK 133.99 in Q1 2014. During the same period, the share price rose from DKK 103.50 to DKK 129.00, equivalent to an increase of 24.6%. At 31 March 2014, the price/net asset value was 0.96.

The financial highlights for the three months ended 31 March 2014 are reviewed below.

Net interest income was negative at DKK 2.1 million in Q1 2014, against a positive figure of DKK 3.5 million in the same period of last year. The negative net interest income was attributable to the company's repayment of all short-term debt to consortium banks due to its entry into solvent liquidation, which, in accordance with underlying agreements, led to an additional interest expense in the first quarter.

Fees and commissions paid amounted to DKK 2 million in Q1 2014, against DKK 1.7 million in the same period of last year.

Value adjustments in the first quarter were impacted by rising equity markets and a falling level of interest rates. The company recorded an aggregate value adjustment gain of DKK 27.6 million in Q1 2014, against a gain of DKK 25.3 million in the year-earlier period.

Payroll costs and administrative expenses totalled DKK 0.9 million in Q1 2014, against DKK 0.8 million for the same period of 2013. The company's Board of Directors and Management Board re-

signed on 18 March when the company entered into solvent liquidation, but the company's registered manager up to that date continued his employment with the company until 31 March 2014.

In connection with the sale of its bond and equity portfolios in the first quarter, the company repaid the debt owed to Alm. Brand Bank and four consortium banks. Most of the excess liquidity is placed in fixed-term deposit.

EXPECTED LIQUIDATION PROCEEDS

In company announcement no. 4 of 17 March 2014, the company estimated the total liquidation proceeds available for distribution to the shareholders at around DKK 132-134 per share with a nominal value of DKK 10 (excluding the company's holding of treasury shares) subject to the ultimate costs of the liquidation. So far, the liquidation process has not given rise to any changes to the announced expectation.

EVENTS AFTER THE BALANCE SHEET DATE

No events have occurred from the end of the reporting period until the date of the interim report which would significantly change an assessment of the interim report.

SHARE INFORMATION

At 31 March 2014, the price of the company's class B shares was DKK 129, and the net asset value was DKK 133.99. An aggregate of 247,075 class B shares were traded in Q1 2014 at an average price of DKK 117.21, corresponding to a total market value of DKK 29 million.

The company did not acquire own shares in the first quarter, and the portfolio of treasury shares was thus unchanged at 372,200 shares, equivalent to 12% of the shares in issue.

Alm. Brand Bank A/S' ownership interest amounted to 48.8% at 31 March 2014. Through its holding of class A shares, the bank controls 74% of the votes in the company.

Alm. Brand Liv og Pension A/S had an ownership interest of 11.5% at 31 March 2014, which represented 5.5% of the votes in the company.

LIQUIDATOR'S STATEMENT

I have today considered and adopted the interim report of Alm. Brand Formue A/S in liquidation for the three months ended 31 March 2014.

The interim financial statements have been prepared in accordance with IAS 34 "Interim Financial Reporting" as adopted by the EU. In addition, the interim financial statements have been presented in accordance with additional Danish disclosure requirements for interim financial statements of listed companies.

In my opinion, the interim report gives a true and fair view of the company's assets and liabilities and financial position at 31 March 2014 and of the results of the company's operations and cash flows for the three months ended 31 March 2014.

Moreover, in my opinion, the review includes a fair review of developments in the activities and financial position of the company and fairly describes significant risk and uncertainty factors that may affect Alm Brand Formue A/S in liquidation.

LIQUIDATOR

Copenhagen, 9 May 2014

Peter Ketelsen

Attorney

INCOME STATEMENT AND COMPREHENSIVE INCOME

DKK '000	Note	Q1 2014	Q1 2013	Year 2013
Interest receivable	1	4,485	9,002	32,194
Interest payable		6,573	5,536	20,932
Net interest income		-2,088	3,466	11,262
Dividend on shares, etc.		53	1,801	5,992
Fees and commissions payable		2,033	1,706	6,597
Net interest and fee income		-4,068	3,561	10,657
Value adjustments	2	27,561	25,322	40,607
Profit before expenses		23,493	28,883	51,264
Staff costs and administrative expenses	3	941	834	3,307
Profit/loss before tax		22,552	28,049	47,957
Tax		8	228	864
Profit/loss for the period		22,544	27,821	47,093
Comprehensive income		-	-	-
Total comprehensive income for the period		22,544	27,821	47,093
PROFIT/LOSS ALLOCATION AND COMPREHENSIVE INCOME				
Transferred to Retained earnings		22,544	27,821	47,093
Total		22,544	27,821	47,093
Earnings per share, DKK		8.3	9.8	16.7
Diluted earnings per share, DKK		8.3	9.8	16.7

BALANCE SHEET

DKK '000	Note	31.03.2014	31.03.2013	31.12.2013
ASSETS				
Tilgodehavender hos kreditinstitutter		368,383	-	-
Bonds at fair value	4	-	987,619	722,786
Shares, etc.	5	-	293,004	333,103
Other assets		189	10,071	7,481
Prepayments		-	11	10
Total assets		368,572	1,290,705	1,063,380
LIABILITIES AND EQUITY				
Payables				
Payables to credit institutions		-	947,580	717,065
Other liabilities		3,062	4,106	3,349
Total payables		3,062	951,686	720,414
Shareholders' equity				
Share capital	6	31,000	31,000	31,000
Special reserve		139,500	139,500	139,500
Retained earnings		195,010	153,019	172,466
Dividend proposed		-	15,500	-
Total shareholders' equity		365,510	339,019	342,966
Total liabilities and equity		368,572	1,290,705	1,063,380

STATEMENT OF CHANGES OF EQUITY

DKK '000	Share-capital	Special reserve	Retained earnings	Dividend	Total
Shareholders' equity at 1 January 2013	31,000	139,500	128,552	15,500	314,552
Equity changes in Q1 2013					
Profit/loss for the period		-	27,821	-	27,821
Comprehensive income Q1 2013	-	-	27,821	-	27,821
Acquisition of treasury shares			-3,354		-3,354
Total changes in equity in Q1 2013	-	-	24,467	-	24,467
Shareholders' equity at 31 March	31,000	139,500	153,019	15,500	339,019
Shareholders' equity at 1 January 2013	31,000	139,500	128,552	15,500	314,552
Equity changes 2013					
Profit for the year			47,093	-	47,093
Comprehensive income in 2013	-	-	47,093	-	47,093
Acquisition of treasury shares			-5,000		-5,000
Dividend, treasury shares			1,821		1,821
Dividend paid			-	-15,500	-15,500
Total changes in equity in 2013	-	-	43,914	-15,500	28,414
Shareholders' equity at 31 December 2013	31,000	139,500	172,466	-	342,966
Shareholders' equity at 1 January 2014	31,000	139,500	172,466	-	342,966
Equity changes Q1 2014					
Profit for the year			22,544	-	22,544
Comprehensive income Q1 2014	-	-	22,544	-	22,544
Total changes in equity Q1 2014	-	-	22,544	-	22,544
Shareholders' equity at 31 March	31,000	139,500	195,010	-	365,510

CASH FLOW STATEMENT

DKK '000	Q1 2014	Q1 2013	Year 2013
Operating activities			
Profit for the period before tax	22,552	28,049	47,957
Tax paid for the period	-8	-228	-1,137
Adjustment for amounts with no cash flow impact:			
Other adjustments to cash flows from operating activities	151	-27,229	-49,031
Total, operating activities	22,695	592	-2,211
Working capital			
Bonds	729,751	-125,616	132,549
Shares	333,002	20,744	11,496
Total, working capital	1,062,753	-104,872	144,045
Financing activities			
Distribution of dividends	-	-	-13,952
Acquisition of treasury shares	-	-3,354	-5,000
Payables to credit institutions	-717,065	107,634	-122,882
Total, financing activities	-717,065	104,280	-141,834
Change in cash and cash equivalents	368,383	-	-
Cash and cash equivalents, beginning of year	-	-	-
Change in cash and cash equivalents	368,383	-	-
Cash and cash equivalents, end of period	368,383	-	-
Cash and cash equivalents, end of period	368,383	-	-
Balances due from credit institutions less than 3 months	368,383	-	-
Cash and cash equivalents, end of period	368,383	-	-

NOTES TO THE FINANCIAL STATEMENTS

DKK '000	Q1 2014	Q1 2013	Year 2013
NOTE 1 Interest receivable			
Bonds	4,206	8,969	31,906
Total derivatives	279	33	288
Of w hich:			
Foreign exchange contracts	279	33	288
Total interest receivable	4,485	9,002	32,194
NOTE 2 Value adjustments			
Bonds	7,906	2,475	-17,401
Shares, etc.	21,330	23,781	62,025
Foreign currency	-469	545	-4,341
Total derivatives	-1,206	-1,479	324
Of w hich:			
Interest rate contracts	-1,206	-763	1,040
Share contracts	-	-716	-716
Total value adjustments	27,561	25,322	40,607
NOTE 3 Staff costs and administrative expenses			
Remuneration to the Management Board and Board of Directors:			
Remuneration to the Management Board:			
Salaries and w ages	82	82	338
Pensions	8	8	31
Total remuneration to the Management Board	90	90	369
Remuneration to the Board of Directors:			
Fees	-	35	140
Total remuneration to the Management Board and Board of Directors	90	125	509
Other administrative expenses	851	709	2,798
Total staff costs and administrative expenses	941	834	3,307

NOTES TO THE FINANCIAL STATEMENTS

DKK '000	31.03.2014	31.03.2013	Year 2013
NOTE 4 Bonds at fair value			
Mortgage credit bonds	-	965,071	651,268
Corporate bonds	-	22,548	71,518
Bonds at fair value, end of period	-	987,619	722,786
NOTE 5 Shares, etc.			
Listed on NASDAQ OMX Copenhagen A/S	-	202,992	233,858
Listed on other stock exchanges	-	89,279	99,245
Other shares	-	733	-
Other shares, etc., end of period	-	293,004	333,103
NOTE 6 Share capital			
Share capital, unlisted	2,945	2,945	2,945
Share capital, listed	28,055	28,055	28,055
Total share capital, nominal value, end of period	31,000	31,000	31,000
Share capital, unlisted:			
Share capital July 2003	10,000	10,000	10,000
Capital increase September 2003	9,000	9,000	9,000
Capital increase March 2005	9,500	9,500	9,500
Capital increase June 2005	950	950	950
Capital reduction August 2010	-26,505	-26,505	-26,505
Unlisted share capital, end of period	2,945	2,945	2,945
Share capital, listed:			
Capital increase September 2003	181,000	181,000	181,000
Capital increase March 2005	90,500	90,500	90,500
Capital increase June 2005	9,050	9,050	9,050
Capital reduction in August 2010	-252,495	-252,495	-252,495
Listed share capital, end of period	28,055	28,055	28,055

The share capital consists of 294,500 A shares of DKK 10 each and 2,805,500 B shares of DKK 10 each.

NOTES TO THE FINANCIAL STATEMENTS

DKK '000	31.03.2014	31.03.2013	Year 2013
NOTE 6 Share capital - continued			
Treasury shares:			
Cost, beginning of period	31,816	26,816	26,816
Acquisition of B shares	-	3,354	5,000
Cost, period-end	31,816	30,170	31,816
No. of shares, beginning of period	372,200	322,470	322,470
Acquisition of B shares	-	33,684	49,730
No. of shares, period-end	372,200	356,154	372,200
Per cent of share capital, beginning of period	12.0%	10.4%	10.4%
Acquisition of B shares	0.0%	1.1%	1.6%
Per cent of share capital, period-end	12.0%	11.5%	12.0%

NOTE 7 Off-balance sheet Items

Other contingent liabilities

At 31 March 2014, the company terminated its management agreement with Alm. Brand Bank A/S at the applicable notice of 12 months to the end of a month. However, the company expects to conclude an agreement with the bank about advancing the effective date of termination of the management agreement with a view to completing the liquidation of the company by the end of September 2014. Alm. Brand Bank A/S has stated that if the liquidation is completed, the bank will not exercise its right pursuant to the articles of association to demand that the company redeem the bank's shares in the company at the higher of the market price of the company's class B shares and the net asset value of the shares.

NOTES TO THE FINANCIAL STATEMENTS

DKK '000	31.03.2014	31.03.2013	Year 2013
NOTE 8 Breakdown of bonds			
Mortgage bonds:			
4 % Nordea SDRO 41	-	104,428	21,790
4 % Nordea SDRO OA 41	-	50,387	47,028
5 % Nordea 38	-	1,602	-
3 % Realkredit Danmark SDRO 22s 34	-	29,887	-
3 % Realkredit Danmark SDRO 22s 44	-	72,657	-
4 % Realkredit Danmark OA 27s 44	-	24,850	-
5 % Realkredit Danmark 23.S D.A 35	-	1,062	86,378
2 % Nykredit O1E A29	-	180	-
3 % Nykredit (TK) 34	-	19,765	-
3,5 % Nykredit OA 44	-	17,019	-
4 % Nykredit O1E OA 41	-	151,875	215,187
4 % Nykredit 73D OA 38	-	46,323	37,842
4 % Nykredit (TK) 41	-	97,781	-
4 % Nykredit (TK) 44	-	104,173	-
5 % Nykredit 03A 32	-	9,658	-
5 % Nykredit 03D 35	-	135,312	-
5 % Nykredit 02D 28	-	65,926	22,636
6 % Nykredit O1E SDO 31	-	3,958	-
2 % BRFkredit 2017	-	-	51,940
2 % BRFkredit SDO OK.14	-	-	35,976
4 % Totalkredit 111C S 35	-	28,228	132,491
Listed mortgage bonds, end of period	-	965,071	651,268
Corporate bonds:			
Barclays Bank	-	5,822	-
3,625 % Standard Chartered Bank	-	3,829	-
1,625 % Standard Chartered 18	-	-	14,665
4 % SEB 22	-	-	1,579
Allianz var. perp	-	5,977	10,706
Aviva var. perp	-	3,666	3,895
3,5 % ING Bank 23	-	-	7,496
Dong energy var.perp	-	-	3,919
Munich Re var.perp	-	-	10,955
Danske Bank var.perp	-	-	9,865
2,875 % Statoil 25	-	-	7,461
GECC var.67	-	3,254	977
Listed corporate bonds, end of period	-	22,548	71,518
Bonds at fair value, end of period	-	987,619	722,786

NOTES TO THE FINANCIAL STATEMENTS

DKK '000	31.03.2014	31.03.2013	Year 2013
NOTE 9 Breakdown of shares			
Listed on NASDAQ OMX Copenhagen A/S			
Nordea Bank AB	-	17,045	18,650
Danske Bank A/S	-	24,920	29,808
AB Invest Global	-	18,462	19,861
Carlsberg A/S	-	16,244	16,620
FLSmidt & Co. A/S	-	15,147	15,699
A.P. Møller - Mærsk A	-	6,000	7,714
A.P. Møller - Mærsk B	-	17,343	19,538
Topdanmark	-	8,920	9,151
DSV A/S	-	4,215	10,668
Vestas Wind Systems A/S	-	4,092	6,086
Dampskibsselskabet Norden A/S	-	2,992	4,560
GN Store Nord A/S	-	2,775	3,571
Novo-Nordisk A/S	-	43,510	39,802
NKT Holding A/S	-	2,831	-
Coloplast A/S	-	18,496	21,221
Novozymes B	-	-	8,286
TrygVesta A/S	-	-	2,623
Listed on NASDAQ OMX Copenhagen A/S, end of period	-	202,992	233,858
Listed on other stock exchanges			
HSBC Holdings plc	-	3,281	3,135
Renew able Energy	-	5	-
Koninklijke DSM NV	-	3,018	3,822
Daimler AG	-	-	1,408
Sanofi	-	-	5,122
Kone Oyj B	-	-	2,936
Nestle N	-	9,554	9,140
PVH Corp	-	3,658	4,010
Bridgestone	-	2,541	-
BHP Billiton PLC	-	3,438	-
Mastercard Inc	-	5,960	4,961
Syngenta Ltd	-	-	5,836
Antofagasta	-	-	2,232
Technip	-	3,007	-
TJX Cos inc	-	3,019	3,770
StatoilHydro ASA	-	1,028	950
BG Group Plc	-	3,069	3,590
Richemont	-	3,184	3,783

NOTES TO THE FINANCIAL STATEMENTS

DKK '000	31.03.2014	31.03.2013	Year 2013
NOTE 9 Breakdown of shares - continued			
Listed on other stock exchanges			
Fresenius A	-	3,184	3,663
Ericsson	-	899	807
H&M	-	7,035	8,353
Elekta AB	-	1,633	1,520
Sandvik AB	-	5,441	4,557
Volvo AB	-	12,239	10,176
SKF	-	5,159	5,173
SAP AG	-	3,676	3,719
Autoliv	-	5,251	6,582
Listed on other stock exchanges, end of period	-	89,279	99,245
Other shares			
Scandium Absolute Return Fund	-	733	-
Other shares, end of period	-	733	-
Shares, etc., end of period	-	293,004	333,103

NOTES TO THE FINANCIAL STATEMENTS

DKK '000	Q1 2014	Q1 2013	Q1 2012	Q1 2011	Q1 2010
NOTE 10 Financial highlights and key ratios					
Net interest and fee income	-4,068	3,561	1,088	1,674	4,870
Value adjustments	27,561	25,322	44,154	-9,611	30,571
Staff costs and administrative expenses	941	834	854	941	1,185
Profit for the year	22,544	27,821	44,187	-9,031	34,067
Shareholders' equity	365,510	339,019	298,784	310,920	314,496
Total assets	368,572	1,290,705	937,021	1,276,646	930,676
Return on equity before tax (%)	25.5	34.5	64.3	-11.1	46.1
Return on equity after tax (%)	25.5	34.3	64.0	-11.3	45.8
Interest rate risk (%)	-	11.5	7.9	18.9	6.7
Foreign exchange position (%)	-	32.8	40.5	35.0	9.7
Foreign exchange risk (%)	-	0.4	0.6	0.4	0.7
Earnings per share, DKK	8.3	9.8	15.1	-3.0	11.0
Financial gearing	-	2.8	2.1	3.0	1.9
Bonds as percentage of assets (%)	-	76.5	66.5	72.1	66.8
Shares as percentage of assets (%)	-	22.7	32.8	26.9	32.9
Dividend per share, DKK	-	-	-	6.0	-
Market price at end of period (B shares), DKK	129.00	106.00	82.00	89.00	97.50
Net asset value per share, DKK	133.99	123.56	102.83	103.15	101.45
Market price/book value	0.96	0.86	0.80	0.86	0.96
Average number of shares	2,727,800	2,847,469	2,931,490	3,037,003	3,100,000

Financial highlights and key ratios have been prepared in accordance with IFRS and "Recommendations & Financial Ratios 2010" issued by the Danish Society of Financial Analysts.

NOTE 11 Accounting policies

The interim financial statements of Alm. Brand Formue A/S in liquidation have been prepared in accordance with IAS 34 "Interim Financial Reporting" as adopted by the EU. In addition, the interim financial statements are presented in accordance with additional Danish disclosure requirements for interim financial statements of listed companies.

The company has entered into liquidation pursuant to the rules on solvent liquidation. The accounting policies are consistent with the policies applied in the Annual Report 2013, but financial statement items are recognised, measured, classified and presented with due consideration to the fact that the company's assets and liabilities are to be realised. The application of the realisation principle has not had any effect on the measurement of assets and liabilities at the balance sheet date, as the realisable values of these do not correspond to the carrying amounts.

The interim financial statements for the three months ended 31 March 2014 are unaudited.