

To NASDAQ OMX Copenhagen A/S and the press

19 August 2014

H1 INTERIM REPORT 2014 Totalkredit A/S (1 January – 30 June 2014)

H1 - in brief

- Profit before tax came to DKK 889m against DKK 296m in H1/2013
- Core income from business operations increased 51% to DKK 1,308m
- Net costs relating to supplementary collateral for SDO-funded lending dropped DKK 33m to DKK 118m
- Operating costs were DKK 199m against DKK 201m in H1/2013
 - Costs as a percentage of core income came to 16.8% compared with 27.9% in H1/2013
- Impairment losses on loans and advances were DKK 138m against DKK 245m in H1/2013
 - The decline was chiefly due to lower collective impairment provisions
- Investment portfolio income amounted to DKK 41m compared with DKK 21m in H1/2013
- At nominal value, the loan portfolio totalled DKK 533bn, which was unchanged from the beginning of the year
- Totalkredit's 37.5% share of Danish mortgage lending was unchanged from the beginning of the year.

Contacts

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Financial highlights

Core earnings and results for the period				
Core income from 1,308 869 1,957 - business operations 1,308 869 1,957 - junior covered bonds (118) (151) (313) - securities (5) 3 (2) Total 1,185 721 1,642 Operating costs, depreciation and amortisation 199 201 397 Core carnings before impairment losses 996 520 1,245 Impairment losses soon loans and davances 138 245 556 Core earnings after impairment losses 848 275 678 Investment portfolio income 41 21 76 Profit before tax 889 296 574 Tax 218 74 189 Profit before the period 30,06,201 30,06,201 31,12,2013 Assets 2 2 565 Summary balance sheet, end of period 30,06,201 30,06,201 31,12,2013 Assets 2 4 189 16,263 <t< td=""><td></td><td>H1/2014</td><td>H1/2013</td><td>FY 2013</td></t<>		H1/2014	H1/2013	FY 2013
- business operations 1,308 869 1,957 - junior covered bonds (118) (151) (313) (2) - securities (5) 3 (2) Total 1,185 721 1,642 Operating costs, depreciation and amortisation 199 520 1,245 Impairment losses on loans and advances 138 245 567 Core earnings after impairment losses 848 225 5678 Investment portfolio income 411 211 76 Profit before tax 889 295 754 Tax 218 74 189 Profit for the period 671 222 565 Summary balance sheet, end of period 30.6201 30.6201 31.12.201 31.12.201 Assets Receivables from credit institutions 15,677 14,559 66.201 30.62.201 31.12.201 30.62.201 31.12.201 30.62.201 31.12.201 30.62.201 31.12.201 30.62.201 31.12.201 30.62.201 31.12.201	Core earnings and results for the period			
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Total 1,185 721 1,642 Operating costs, depreciation and amortisation 199 201 397 Core earnings before impairment losses 996 520 1,245 Impairment losses on loans and advances 138 245 567 Core earnings after impairment losses 948 275 678 Investment portfolio income 41 21 76 Profit before tax 889 296 754 Tax 218 74 189 Profit for the period 30.06.2013 31.12.2013 Assets 30.06.2014 30.06.2013 31.12.2013 Assets			(151)	
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Receivables from credit institutions 15,677 14,559 16,263 Mortgage loans at fair value 548,474 531,185 540,670 Bonds at fair value 53,325 50,393 79,357 Remaining assets 620,982 599,714 639,824 Liabilities and equity Total assets 551,044 521,723 565,734 Issued bonds at fair value 43,079 52,371 46,568 Subordinated debt – Tier 2 capital 3,100 3,100 3,100 Remaining liabilities 7,434 7,209 8,767 Equity 16,325 15,311 15,655 Total liabilities and equity 620,982 599,714 639,824 Financial ratios 8.4 2.9 3,7 Core earnings before impairment losses as % of average equity pa 8.4 2.9 3,7 Core earnings before impairment losses for the period, % 0.03 0.05 0.11 Impairment losses for the period, % 20,4 21,9 21,3 Common Equity Tier 1 (CET1) capital ratio, % <t< td=""><td></td><td></td><td></td><td></td></t<>				
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Remaining liabilities 7,434 7,209 8,767 Equity 16,325 15,311 15,655 Total liabilities and equity 620,982 599,714 639,824 Financial ratios Profit for the period as % of average equity pa 8.4 2.9 3.7 Core earnings before impairment losses as % of average equity pa 12.3 6.8 8.1 Costs as % of core income 16.8 27.9 24.2 Impairment losses for the period, % 0.03 0.05 0.11 Total capital ratio, % 20.4 21.9 21.3 Common Equity Tier 1 (CET1) capital ratio, % 17.8 18.3 17.8	Issued bonds at fair value	43,079	52,371	46,568
Equity 16,325 15,311 15,655 Total liabilities and equity 620,982 599,714 639,824 Financial ratios Profit for the period as % of average equity pa 8.4 2.9 3.7 Core earnings before impairment losses as % of average equity pa 12.3 6.8 8.1 Costs as % of core income 16.8 27.9 24.2 Impairment losses for the period, % 0.03 0.05 0.11 Total capital ratio, % 20.4 21.9 21.3 Common Equity Tier 1 (CET1) capital ratio, % 17.8 18.3 17.8	Subordinated debt – Tier 2 capital	3,100	3,100	3,100
Financial ratios 8.4 2.9 3.7 Profit for the period as % of average equity pa 8.4 2.9 3.7 Core earnings before impairment losses as % of average equity pa 12.3 6.8 8.1 Costs as % of core income 16.8 27.9 24.2 Impairment losses for the period, % 0.03 0.05 0.11 Total capital ratio, % 20.4 21.9 21.3 Common Equity Tier 1 (CET1) capital ratio, % 17.8 18.3 17.8	Remaining liabilities	7,434	7,209	8,767
Financial ratios Profit for the period as % of average equity pa Core earnings before impairment losses as % of average equity pa Costs as % of core income Inpairment losses for the period, % Total capital ratio, % Common Equity Tier 1 (CET1) capital ratio, % Total capital ratio, %	Equity	16,325	15,311	15,655
Profit for the period as % of average equity pa8.42.93.7Core earnings before impairment losses as % of average equity pa12.36.88.1Costs as % of core income16.827.924.2Impairment losses for the period, %0.030.050.11Total capital ratio, %20.421.921.3Common Equity Tier 1 (CET1) capital ratio, %17.818.317.8	Total liabilities and equity	620,982	599,714	639,824
Profit for the period as % of average equity pa8.42.93.7Core earnings before impairment losses as % of average equity pa12.36.88.1Costs as % of core income16.827.924.2Impairment losses for the period, %0.030.050.11Total capital ratio, %20.421.921.3Common Equity Tier 1 (CET1) capital ratio, %17.818.317.8				
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Total capital ratio, % 20.4 21.9 21.3 Common Equity Tier 1 (CET1) capital ratio, % 17.8 18.3 17.8				
Common Equity Tier 1 (CET1) capital ratio, % 17.8				
Internal Capital adequacy requirement, % 10.2 10.4 10.2				
	Internal capital adequacy requirement, %	10.2	10.4	10.2



H1 Interim Report 2014

Totalkredit posted a profit before tax of DKK 889m against DKK 296m in the same period last year. Profit after tax came to DKK 671m.

Results for H1/2014 included growth in income from business operations as well as reduced impairment losses on loans and advances.

Core earnings before impairment losses

Core income from business operations amounted to DKK 1,308m against DKK 869m in H1/2013. This was spurred by higher administration margin income as well as reduced commission expenses as a result of Jyske Bank's exit from the Totalkredit partnership.

Administration margin income was up DKK 534m on the same period last year, whereas activity-specific income dropped by DKK 32m owing to lower lending activity. Commission expenses grew by DKK 91m.

Net interest expenses for junior covered bonds came to DKK 118m against DKK 151m in H1/2013.

Core income from securities was a loss of DKK 5m against income of DKK 3m in the same period last year. Core income from securities further included interest expenses of DKK 25m relating to Tier 2 capital.

Operating costs came to DKK 199m, marginally down on the same period last year.

Core earnings before impairment losses came to DKK 986m against DKK 520m in H1/2013.

Arrears ratio, mortgage lending – 75 days past due



Impairment losses on loans and advances

Impairment losses on loans and advances totalled DKK 138m against DKK 245m in the same period last year. In H1/2014, impairment losses equalled 0.03% of lending compared with 0.05% in H1/2013. The decline was chiefly due to lower collective impairment provisions.

Write-offs for the period totalled DKK 276m, of which DKK 124m was covered by the partner banks by set-off against commission payable or by guarantee.

Impairment provisions totalled DKK 1,149m against DKK 1,174m at the beginning of the year. Total impairment provisions equalled 0.21% of lending.

Individual impairment provisions stood at DKK 480m and collective impairment provisions at DKK 669m.

The arrears ratio measured as at the March due date, 75 days past due, was 0.23%, which was also the level of the previous due date.

In H1/2014, 66 properties were acquired by public auction and 50 properties were sold. At end-H1/2014, the portfolio of repossessed properties stood at 63 against 47 at the beginning of the year.

Investment portfolio income

Investment portfolio income was DKK 41m against DKK 21m in the same period last year.

Loans and advances

Gross new lending came to DKK 29bn against DKK 37bn in H1/2013.

At nominal value, the loan portfolio totalled DKK 533bn, which was unchanged from the beginning of the year.

Measured by the loan portfolio, Totalkredit's market share was 37.5% at end-H1/2014.

Loan-to-value ratios (LTVs)

The average LTV ratio of the loan portfolio, determined as the top part of the loan amount for each property, was 77% at end-H1/2014.

For the part of the loan portfolio funded by SDOs (Danish covered bonds) and for which LTV ratios exceed the statutory LTV limits of 80% for private residential property and 60% for holiday homes, supplementary collateral must be provided to bondholders. The supplementary collateral requirement averaged DKK 26.7bn in H1/2014.

Totalkredit raises supplementary collateral by investing part of its own funds or any borrowed funds, primarily proceeds from issued junior covered bonds, in particularly secure assets.



Balance sheet

At end-H1/2014, the balance sheet stood at DKK 621bn against DKK 640bn at the beginning of the year.

Assets essentially consisted of three items: receivables from credit institutions of DKK 16bn, mortgage lending of DKK 549bn and a bond portfolio of DKK 53bn.

Liabilities essentially consisted of payables to the Parent Company, Nykredit Realkredit A/S, totalling DKK 551bn, of which DKK 527bn related to the funding of mortgage loans and DKK 24bn related to supplementary collateral for SDO-funded lending.

At end-H1/2014, Totalkredit had issued own bonds of DKK 53bn.

Equity including profit for the period totalled DKK 16.3bn at end- $\mathrm{H}1/2014$.

Capital and capital adequacy

Own funds (previously referred to as the capital base) stood at DKK 18.6bn, and the risk exposure amount (REA) (previously referred to as risk-weighted assets) totalled DKK 91.0bn, corresponding to a total capital ratio of 20.4%.

The Common Equity Tier 1 (CET1) capital came to DKK 16.2bn, corresponding to a CET1 capital ratio of 17.8% at end-H1/2014.

Under the Basel I transitional rules, REA came to DKK 218.0bn, equal to a total capital ratio of at least 19.1%. The Basel I transitional rules have been extended to 2015 inclusive, but are expected to be further extended to 2019, at which time the new capital requirements will be fully implemented.

Totalkredit Capital and capital adequacy DKK million 30.06.2014 2013 2012 Credit risk 85,447 82.155 73.050 Market risk 2.513 2,476 5.248 Operational risk 3 049 3.077 3.316 Total REA1 91,008 87,708 81,614 16 325 15 655 15 090 Eauity CET1 capital deductions (115)(34)(37)**CET1** capital 16,210 15,621 15,052 Tier 2 capital 2,480 3,100 3,100 Tier 2 deductions (44)(32)(35)Own funds 18,646 18,689 18,117

17.8

20.4

10.2

17.8

21.3

10.2

18.4

22.2

10.6

Totalkredit applies Nykredit's advanced internal models (IRB) for determination of risk exposures relating to credit risk. The standardised approach is used to determine risk exposures relating to market risk, and risk exposures relating to operational risk is determined using the basic indicator approach.

The internal capital adequacy requirement (ICAAP) is calculated on the basis of the required own funds (previously referred to as the required capital base), which is the minimum capital required, in Management's judgement, to cover all significant risks. At end-H1/2014, required own funds totalled DKK 9.3bn, equal to an internal capital adequacy requirement of 10.2%.

Credit ratings

The lending activities of Totalkredit and Nykredit Realkredit, Totalkredit's Parent Company, are jointly funded. Due to the joint funding, Totalkredit and Nykredit Realkredit use the same bond series to fund identical loans. Nykredit Realkredit issues the requisite bonds through capital centres which are rated AAA by Standard & Poor's.

The covered bonds issued by Totalkredit through Capital Centre C are also rated AAA by Standard & Poor's. This capital centre is not open for new lending.

CET1 capital ratio, %

Total capital ratio, %

(Pillar I and Pillar II),%

Internal capital adequacy requirement

¹ Capital adequacy is determined subject to a transitional rule in accordance with the transitional provisions of the CRR. REA must constitute at least 80% of the capital requirement determined under Basel I. At end-Q2/2014, REA subject to the transitional rule amounted to DKK 218bn, or 19.2%.



Other

Totalkredit partnership strengthened

Totalkredit and its partner banks have strengthened their partnership through new agreements on secured homeowner loans and one-tier mortgaging. As a result, the product range now includes products the partner banks have requested for their customers.

Jyske Bank's exit from Totalkredit partnership

Jyske Bank is considered to have exited the partnership as from mid-March 2014.

In June Jyske Bank instituted arbitration proceedings to determine the final terms for its exit from the Totalkredit partnership.

In March Jyske Bank had referred customers to Totalkredit corresponding to lending of DKK 82bn. At 30 June 2014, the amount was DKK 79bn.

Customers' loans or terms and conditions will not be affected by the changed relationship. Going forward, Totalkredit will offer advisory services to these customers and handle any loan losses as well as loss risk. As from mid-March, no distribution commission will be paid to Jyske Bank in accordance with existing agreements.

Totalkredit still expects that Jyske Bank will encourage the refinancing of the majority of the loans into loans granted directly by Jyske Bank or one of its group's companies.

For the full year 2014, the net impact of the changed contractual terms, including an expected additional decline in the loan portfolio, and refinancing volumes is estimated to be a DKK 150m rise in Totalkredit's profit.

Nykredit Realkredit A/S designated as a systemically important financial institution

In line with expectations, the Danish FSA designated the Parent Company, Nykredit Realkredit, and consequently Totalkredit A/S, as a systemically important financial institution (SIFI) in June.

Uncertainty as to 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 2013.

Uncertainty as to recognition and measurement is described in detail in the company's accounting policies (note 1 of the Annual Report 2013), to which reference is made.

Outlook for 2014

Core earnings after impairment losses for the full year are expected to be around DKK 1.400m-1.600m.

Final results will depend on trends in the housing and financial markets.

Events occurred after the end of the financial period

No material events have occurred in the period from the balance sheet date up to the presentation of the H1 Interim Report that may affect the assessment of the Interim Report.

Accounting policies

The H1 Interim Report 2014 has been prepared in accordance with the Danish Financial Business Act and the FSA Executive Order on Financial Reports for Credit Institutions and Investment Firms, etc.

Further, the Interim Report has been prepared in accordance with additional Danish disclosure requirements for interim reports of issuers of listed bonds.

All figures in the Interim Report are rounded to the nearest million kroner (DKK). The totals stated are calculated on the basis of actual figures. Due to the rounding-off, the sum of individual figures and the stated totals may differ slightly.

The accounting policies are unchanged compared with the Annual Report 2013. For a description, please refer to the Annual Report 2013.



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 June 2014 of Totalkredit A/S.

The Interim Report and the Management's Review have been prepared in accordance with the Danish Financial Business Act and the Executive Order on Financial Reports for Credit Institutions and Investment Firms, etc.

Further, the Interim Report has been prepared in accordance with additional Danish disclosure requirements for interim reports of issuers of listed bonds.

Copenhagen, 19 August 2014

We are of the opinion that the Interim Financial Statements give a fair presentation of the Company's assets, liabilities, equity and financial position at 30 June 2014 and of the results of the Company's operations and cash flows for the financial period 1 January – 30 June 2014

We are furthermore of the opinion that the Management's Review gives a fair review of the development in the operations and financial circumstances of the Company as well as a description of the material risk and uncertainty factors which may affect the Company.

The Interim Report has not been audited or reviewed.

Executive Board

Troels Bülow-Olsen

Allan Rømer

Board of Directors

Michael Rasmussen, Chairman

Claus E. Petersen, Deputy Chairman

Jette Alsig Bargholz

Petter Blondeau

Kim Duus

Karen Frøsig

Søren Holm

Michael Holm Jensen

Jari Loch Jensen

Gert Jonassen

Merete Nilausen

Bente Overgaard



Statements of income and comprehensive income for 1 January – 30 June

•	,		
	Note	H1/2014	H1/201
OME STATEMENT			
rest income	1	8,637	8,21
rest expenses	2	6,501	6,64
interest income		2,136	1,56
interest intolle		2,130	1,50
and commission income	3	146	17
and commission expenses	4	1,001	94
interest and fee income		1,280	7 9
		1,222	
e adjustments	5	(54)	(5
er operating income		0	
f and administrative expenses	6	199	2
reciation and impairment losses for property, plant and equipment		0	
airment losses on loans, advances and receivables	7	138	2
fit before tax		889	2
		218	
fit for the period		671	2
TEMENT OF COMPREHENSIVE INCOME			
prehensive income			
it for the period		671	2
er comprehensive income		-	
prehensive income for the period		671	2



Balance sheet at 30 June

	NI-A-	20.00.2014	21 12 2012
	Note	30.06.2014	31.12.2013
ASSETS			
Cash balances and demand deposits with central banks		0	0
Receivables from credit institutions and central banks	8	15,677	16,263
Loans, advances and other receivables at fair value	9	548,619	540,751
Loans, advances and other receivables at amortised cost	9	36	36
Bonds at fair value	10	53,325	79,357
Other property, plant and equipment		-	0
Current tax assets		-	38
Deferred tax assets		2	2
Assets in temporary possession	11	41	28
Other assets	12	3,274	3,342
Prepayments		9	7
Total assets		620,982	639,824
LIABILITIES AND EQUITY			
Payables to credit institutions	13	551,044	565,734
Issued bonds at fair value	14	43,079	46,568
Current tax liabilities		129	
Other liabilities	15	7,300	8,762
Total payables		601,552	621,064
Provisions		6	6
Subordinated debt – Tier 2 capital	16	3,100	3,100
Equity			
Share capital		848	848
Reserves			
Series reserves		1,646	1,646
Other reserves		13,161	13,161
Retained earnings for the period		671	-
Total equity		16,325	15,655
· · · · · · · · · · · · · · · · · · ·			,
Total liabilities and equity		620,982	639,824
	17		
Total liabilities and equity	17		
Total liabilities and equity OFF-BALANCE SHEET ITEMS	17	620,982	639,824
Total liabilities and equity OFF-BALANCE SHEET ITEMS Guarantees	17	620,982	639,824
Total liabilities and equity OFF-BALANCE SHEET ITEMS Guarantees Other commitments	17	620,982 0 10	639,824 0 10
Total liabilities and equity OFF-BALANCE SHEET ITEMS Guarantees Other commitments	17	620,982 0 10	639,824 0 10
Total liabilities and equity OFF-BALANCE SHEET ITEMS Guarantees Other commitments	17	620,982 0 10	639,824 0 10
Total liabilities and equity OFF-BALANCE SHEET ITEMS Guarantees Other commitments	17	620,982 0 10	639,824 0 10
Total liabilities and equity OFF-BALANCE SHEET ITEMS Guarantees Other commitments	17	620,982 0 10	639,824 0 10
Total liabilities and equity OFF-BALANCE SHEET ITEMS Guarantees Other commitments	17	620,982 0 10	639,824 0 10
Total liabilities and equity OFF-BALANCE SHEET ITEMS Guarantees Other commitments	17	620,982 0 10	639,824 0 10
Total liabilities and equity OFF-BALANCE SHEET ITEMS Guarantees Other commitments	17	620,982 0 10	639,824 0 10
Total liabilities and equity OFF-BALANCE SHEET ITEMS Guarantees Other commitments	17	620,982 0 10	639,824 0 10
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Total liabilities and equity OFF-BALANCE SHEET ITEMS Guarantees Other commitments	17	620,982 0 10	639,824 0 10
Total liabilities and equity OFF-BALANCE SHEET ITEMS Guarantees Other commitments	17	620,982 0 10	639,824 0 10
Total liabilities and equity OFF-BALANCE SHEET ITEMS Guarantees Other commitments	17	620,982 0 10	639,824 0 10
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Total liabilities and equity OFF-BALANCE SHEET ITEMS Guarantees Other commitments	17	620,982 0 10	639,824 0 10
Total liabilities and equity OFF-BALANCE SHEET ITEMS Guarantees Other commitments	17	620,982 0 10	639,824 0 10
Total liabilities and equity OFF-BALANCE SHEET ITEMS Guarantees Other commitments	17	620,982 0 10	639,824 0 10



Statement of changes in equity for 1 January – 30 June

DKK million

	Share capital	Series reserves	Other reserves	Total
Equity, 1 January 2014	848	1,646	13,161	15,655
Profit for the period	-	-	671	671
Total comprehensive income for the period	-	-	671	671
Equity, 30 June 2014	848	1,646	13,831	16,325
Equity, 1 January 2013	848	1,646	12,596	15,090
Profit for the period	-	-	222	222
Total comprehensive income for the period	-	-	222	222
Equity, 30 June 2013	848	1,646	12,818	15,311

The share capital consists of 8,480,442 shares of DKK 100. There is only one share class. The entire share capital is held by Nykredit Realkredit A/S.

Series reserves consist of an undistributable reserve fund established pursuant to section 220 of the Danish Financial Business Act in connection with Totalkredit's conversion into a public limited company in 2000. Capital is used to cover regulatory capital requirements and is otherwise only used to cover losses not covered by amounts distributable as dividend in the public limited company.



Cash flow statement for 1 January – 30 June

Adjustment for non-cash operating items, depreciation and impairment losses Depreciation and impairment losses for property, plant and equipment Impairment losses on loans and advances Prepayments/deferred income, net Tax calculated on profit for the period Dither adjustments Total Profit for the period adjusted for non-cash operating items	0 138 (2) 218 (13) 341	222 (24! (7 72
Depreciation and impairment losses for property, plant and equipment Impairment losses on loans and advances Prepayments/deferred income, net If ax calculated on profit for the period If a calculated on profit for the period on	138 (2) 218 (13) 341	245 (7) 74
mpairment losses on loans and advances Prepayments/deferred income, net Fax calculated on profit for the period Other adjustments Fotal	138 (2) 218 (13) 341	245 (7) 74
Prepayments/deferred income, net Tax calculated on profit for the period Dither adjustments Total	(2) 218 (13) 341	(7 ₎
Prepayments/deferred income, net Tax calculated on profit for the period Dither adjustments Total	218 (13) 341	74
Tax calculated on profit for the period Other adjustments Fotal	218 (13) 341	74
Other adjustments Fotal	341	,
Total		9
Profit for the period adjusted for non-cash operating items	1,012	32
		543
Change in working capital		
oans and advances	(8,006)	(8,516
Deposits and payables to credit institutions	(14,691)	(25,289
ssued covered bonds	(3,489)	(6,145
Other working capital	(1,393)	(1,791
Total		
Otal	(27,579)	(41,741
Corporation tax paid, net	(51)	(26
Cash flows from operating activities	(26,618)	(41,224
Cash flows from investing and financing activities		
nvestments	26,033	34,84
Fotal Control of the	26,033	34,84
Total cash flows	(585)	(6,383
	16.262	20.04
Cash and cash equivalents, beginning of period	16,263 15,677	20,94 14,55
Cash and cash equivalents, end of period	13,077	. 1,55



	H1/2014	H1/2013
	111/2014	111/2013
1. INTEREST INCOME		
Receivables from credit institutions	10	15
Loans, advances and other receivables	6,246	6,313
Administration margin (income)	2,062	1,528
Bonds:	10	
- Self-issued covered bonds - Other covered bonds	10 294	246
Other covered bonds Derivative financial instruments	294	346
- Interest rate contracts	25	9
Total	8,647	8,215
Interest from self-issued covered bonds has been offset against interest expenses – note 2	(10)	(4)
Total	8,637	8,211
2. INTEREST EXPENSES		
Nykredit Realkredit A/S mortgage loan funding	5,728	5,662
Issued bonds	506	638
Other payables to Nykredit Realkredit A/S	251	323
Subordinated debt	25	25
Other interest expenses	0	0
Total	6,510	6,648
Set-off of interest from self-issued covered bonds – note 1	(10)	(4)
Total	6,501	6,644
3. FEE AND COMMISSION INCOME		
Loan fees, new lending	87	114
Trading commission and other fees	59	64
Total	146	178
4. FEE AND COMMISSION EXPENSES		
Loan arrangement fees	70	92
Commission to loan arrangers	872	781
Trading commission and other fees Total	59	73
Total	1,001	946
5. VALUE ADJUSTMENTS		
Mortgage loans	7,090	(3,715)
Bonds	(19)	(167)
Foreign exchange, interest rate and other contracts as well as derivative financial instruments	63	132
Other liabilities	(99)	(23)
Issued bonds, including bonds issued by Nykredit Realkredit A/S in connection with the funding of mortgage	(7,089)	2 71 5
loans granted by Totalkredit A/S Total	(7,089) (54)	3,715 (58)
Total	(54)	(30)



Name			
Renumeration of Board of Directors and Executive Board 41 40 Administrative expenses 155 157 Total 199 200 Remuneration of Board of Directors and Executive Board 8 20 Board of Directors: 8 0 0 Executive Board: 3 2 Staffers 0 <		H1/2014	H1/2013
Renumeration of Board of Directors and Executive Board 41 40 Administrative expenses 155 157 Total 199 200 Remuneration of Board of Directors and Executive Board 8 20 Board of Directors: 8 0 0 Executive Board: 3 2 Staffers 0 <			
Staff expenses 41 40 Administrative expenses 155 157 Total 199 200 Remuneration of Board of Directors and Executive Board 8 0 Board of Directors 8 0 0 Executive Board: 3 2 0 Salaries 3 2 0	6. STAFF AND ADMINISTRATIVE EXPENSES		
Administrative expenses 155 157 Total 159 200 Remuneration of Board of Directors and Executive Board 159 200 Executive Board: 8 0 0 Executive Board: 3 2 Pensions 0 0 0 Others ocial security expenses and charges 0 0 0 Staff expenses: 3 3 3 3 3 3 2 Staff expenses: 3<	Remuneration of Board of Directors and Executive Board	3	3
Total 1959 200 Remuneration of Board of Directors and Executive Board Remuneration of Directors 0 0 Executive Board: 33 2 2 0	Staff expenses	41	40
Remuneration of Board of Directors and Executive Board Board of Directors: Remuneration 0 0 Executive Board: 0 0 Staliafes 3 2 Pensions 0 0 0 Other social security expenses and charges 0 0 0 Saliaries 33 2 2 Pensions 4 3 2 Other social security expenses and charges 4 3 3 2 Pensions 4 3 3 3 2 Scalaries 33 3 3 3 3 4 3 3 4 3 3 4 3 3 4 3 3 3 2 2 3 4 3 3 3 2 4 3 3 2 2 3 2 2 2 3 2 2 3 2 2 3 2 2 3 2	Administrative expenses	155	157
Beard of Directors: Remuneration 0 0 Executive Board: 3 2 Stallaries 3 2 Pensions 0 0 Other social security expenses and charges 0 0 Staff expenses: 3 2 Staff expenses: 4 3	Total	199	200
Beard of Directors: Remuneration 0 0 Executive Board: 3 2 Stallaries 3 2 Pensions 0 0 Other social security expenses and charges 0 0 Staff expenses: 3 2 Staff expenses: 4 3			
Executive Board: Secutive	Remuneration of Board of Directors and Executive Board		
Executive Board: 3 2 Salaries 0 0 Other social security expenses and charges 0 0 Staff expenses: Salaries 33 32 Persions 4 3 3 Other social security expenses and charges 4 6 5 Total 4 6 4 5 Total 4 6 4 5 Total 4 6 4 6 129 **** Average number of staff, full-time equivalents 126 129 129 180 129 129 180 129 129 180 129 180 129 180 129 180 129 180 129 180 129 180 129 180 129 180 129 180 129 180 129 180 129 180 129 180 129 180 129 180 129 180 129 <td>Board of Directors:</td> <td></td> <td></td>	Board of Directors:		
Salaries 3 2 Pensions 0 0 Other social security expenses and charges 0 0 Staff expenses: 33 2 Staffexpenses: 33 32 Sensions 4 3 Other social security expenses and charges 4 3 Other social security expenses and charges 4 5 Total 12 4 5 Number of staff 2 12 12 Number of staff, full-time equivalents 3 22 129 7. IMPAIRMENT LOSSES ON LOANS, ADVANCES AND RECEIVABLES 3 12 129 7. IMPAIRMENT LOSSES ON LOANS, ADVANCES AND RECEIVABLES 3 18 180 1	Remuneration	0	0
Salaries 3 2 Pensions 0 0 Other social security expenses and charges 0 0 Staff expenses: 33 2 Salaries 33 32 Pensions 4 3 Other social security expenses and charges 4 3 Other social security expenses and charges 4 5 Total 4 5 Versign number of staff 126 129 Number of staff 2 129 Number of staff, full-time equivalents 3 126 Average number of staff, full-time equivalents 3 126 Number of staff 2 129 Number of staff, full-time equivalents 3 12 Average number of staff, full-time equivalents 3 12 Number of staff 4 12 12 Number of staff 4 12 12 Potage in individual impairment provisions for loans and advances 3 14 80 White-offs for the perio			
Pensions 0 0 Other social security expenses and charges 0 0 Total 3 2 Staff expenses: 33 32 Pensions 4 33 32 Pensions 4 5 33 32 Other social security expenses and charges 4 5 4 5 Total 41 40 4 6 126 129 Number of staff, full-time equivalents 126 129 128 126 129 7, IMPAIRMENT LOSSES ON LOANS, ADVANCES AND RECEIVABLES 3 18	Executive Board:		
Other social security expenses and charges 0 0 7 2 2 2 2 2 2 2 2 2 3 2 2 3	Salaries	3	2
Total 3 2 Staff expenses: 33 32 Salaries 34 3 Other social security expenses and charges 4 3 Other social security expenses and charges 4 5 Total 41 40 Number of staff 2 126 129 Average number of staff, full-time equivalents 126 129 7. IMPAIRMENT LOSSES ON LOANS, ADVANCES AND RECEIVABLES 3 187 Change in inclividual impairment provisions for loans and advances 232 187 Change in collective impairment provisions for loans and advances 34 80 Write-offs for the period, net 47 117 117 Recoveries on claims previously written off 41 38 24 Value adjustment of assets in temporary possession 21 35 15 Losses covered by security from partner banks 121 5 15 15 15 15 15 15 15 15 15 15 15 15 15 15 <	Pensions	0	0
Salaries 33 32 Pensions 4 3 Other social security expenses and charges 4 3 Total 4 4 4 Number of staff 4 4 4 Average number of staff, full-time equivalents 126 129 7. IMPAIRMENT LOSSES ON LOANS, ADVANCES AND RECEIVABLES 232 187 Change in individual impairment provisions for loans and advances 232 187 Change in collective impairment provisions for loans and advances 234 80 Write-offs for the period, net 47 117 Recoveries on claims previously writer off 40 (2) Value adjustment of assets in temporary possession 21 38 Value adjustment of assets in temporary possession 21 5 Losses covered by security from partner banks 124 148 Value adjustment of provisions for loan impairment 24 14 Individual impairment provisions 48 45 Specification of provisions for loan impairment 48 45 Collect	Other social security expenses and charges	0	0
Salaries 33 32 Persisons 4 3 Other social security expenses and charges 4 5 Total 41 40 Number of staff 126 129 Number of staff, full-time equivalents 126 129 7. IMPAIRMENT LOSSES ON LOANS, ADVANCES AND RECEIVABLES 323 187 Change in individual impairment provisions for loans and advances 232 187 Change in individual impairment provisions for loans and advances 34 80 Wite-offs for the period, net 47 117 Recoveries on claims previously written off 40 (2) Total impairment losses on loans, advances and receivables 241 382 Value adjustment of assets in temporary possession 21 5 Losses covered by security from partner banks 45 45 Total impairment losses on loans, advances and receivables 34 48 Losses covered by security from partner banks 48 45 Total impairment losses in temporary possession 21 5 Total impairment provisions <td>Total</td> <td>3</td> <td>2</td>	Total	3	2
Salaries 33 32 Persisons 4 3 Other social security expenses and charges 4 5 Total 41 40 Number of staff 126 129 Number of staff, full-time equivalents 126 129 7. IMPAIRMENT LOSSES ON LOANS, ADVANCES AND RECEIVABLES 321 187 Change in individual impairment provisions for loans and advances 232 187 Change in individual impairment provisions for loans and advances 349 80 Write-offs for the period, net 47 117 Recoveries on claims previously written off 40 (2) Total impairment losses on loans, advances and receivables 241 382 Value adjustment of assets in temporary possession 21 5 Losses covered by security from partner banks 40 40 Total impairment losses on loans, advances and receivables 48 45 Losses covered by security from partner banks 421 382 Total impairment losses in temporary possession 21 5 Individual impairment provi			
Salaries 33 32 Persisons 4 3 Other social security expenses and charges 4 5 Total 41 40 Number of staff 126 129 Number of staff, full-time equivalents 126 129 7. IMPAIRMENT LOSSES ON LOANS, ADVANCES AND RECEIVABLES 323 187 Change in individual impairment provisions for loans and advances 232 187 Change in individual impairment provisions for loans and advances 34 80 Wite-offs for the period, net 47 117 Recoveries on claims previously written off 40 (2) Total impairment losses on loans, advances and receivables 241 382 Value adjustment of assets in temporary possession 21 5 Losses covered by security from partner banks 45 45 Total impairment losses on loans, advances and receivables 34 48 Losses covered by security from partner banks 48 45 Total impairment losses in temporary possession 21 5 Total impairment provisions <td>Staff expenses:</td> <td></td> <td></td>	Staff expenses:		
Other social security expenses and charges 4 5 Total 41 40 Number of staff		33	32
Total Aumber of staff Average number of staff, full-time equivalents 126 129 7. IMPAIRMENT LOSSES ON LOANS, ADVANCES AND RECEIVABLES 232 187 Change in individual impairment provisions for loans and advances 232 187 Change in collective impairment provisions for loans and advances 34 80 Write-offs for the period, net 47 117 Recoveries on claims previously written off 41 32 Value adjustment losses on loans, advances and receivables 241 382 Value adjustment of assets in temporary possession 21 32 Losses covered by security from partner banks (124) (142) Total impairment provisions for loan impairment 1138 245 Specification of provisions for loan impairment 480 445 Collective impairment provisions 480 445 Collective impairment provisions 480 445 Total impairment provisions 480 445 Inpairment provisions, beginning of period 47 458 Impairment provisions for the period 327 295 <td>Pensions</td> <td>4</td> <td>3</td>	Pensions	4	3
Total 40 Number of staff 126 129 Average number of staff, full-time equivalents 126 129 7. IMPAIRMENT LOSSES ON LOANS, ADVANCES AND RECEIVABLES 322 187 Change in individual impairment provisions for loans and advances 232 187 Change in collective impairment provisions for loans and advances 349 80 Write-offs for the period, net 47 117 Recoveries on claims previously written off 49 (2) Total impairment losses on loans, advances and receivables 241 382 Alue adjustment of assets in temporary possession 21 5 Losses covered by security from partner banks (124) (142) Total impairment provisions for loan impairment 138 245 Specification of provisions for loan impairment 480 445 Collective impairment provisions 480 445 Collective impairment provisions 49 45 Total impairment provisions, beginning of period 47 458 Impairment provisions, beginning of period 47 458 <	Other social security expenses and charges	4	5
Average number of staff, full-time equivalents 126 129 7. IMPAIRMENT LOSSES ON LOANS, ADVANCES AND RECEIVABLES 232 187 Change in individual impairment provisions for loans and advances 232 187 Change in collective impairment provisions for loans and advances (34) 80 Write-offs for the period, net 47 117 Recoveries on claims previously written off 40 (2) Total impairment losses on loans, advances and receivables 241 382 Value adjustment of assets in temporary possession 21 5 Losses covered by security from partner banks (124) (122) Total 138 245 Specification of provisions for loan impairment 480 445 Collective impairment provisions 480 445 Collective impairment provisions 480 445 Collective impairment provisions 29 526 Total impairment provisions, beginning of period 472 458 Impairment provisions, beginning of period 472 458 Impairment provisions for the period 327		41	40
Average number of staff, full-time equivalents 126 129 7. IMPAIRMENT LOSSES ON LOANS, ADVANCES AND RECEIVABLES 232 187 Change in individual impairment provisions for loans and advances 232 187 Change in collective impairment provisions for loans and advances (34) 80 Write-offs for the period, net 47 117 Recoveries on claims previously written off (4) (2) Total impairment losses on loans, advances and receivables 241 382 Value adjustment of assets in temporary possession 21 5 Losses covered by security from partner banks (124) (124) Total 138 245 Specification of provisions for loan impairment 480 445 Collective impairment provisions 480 445 Collective impairment provisions 480 445 Collective impairment provisions, beginning of period 472 458 Impairment provisions, beginning of period 472 458 Impairment provisions for the period 95 (106 Value adjustment of repossessed properties<			
7. IMPAIRMENT LOSSES ON LOANS, ADVANCES AND RECEIVABLES Change in individual impairment provisions for loans and advances Change in individual impairment provisions for loans and advances Change in individual impairment provisions for loans and advances Change in individual impairment provisions for loans and advances Collective impairment provisions for loans and advances Collective impairment provisions beginning of period Collective impairment provisions coversed Collective impairment provisions, end of period Collective impairment provisions, beginning of period Collective impairment provisions, beginning of period Collective impairment provisions for the period, net	Number of staff		
7. IMPAIRMENT LOSSES ON LOANS, ADVANCES AND RECEIVABLES Change in individual impairment provisions for loans and advances Change in individual impairment provisions for loans and advances Change in individual impairment provisions for loans and advances Change in individual impairment provisions for loans and advances Collective impairment provisions for loans and advances Collective impairment provisions beginning of period Collective impairment provisions coversed Collective impairment provisions, end of period Collective impairment provisions, beginning of period Collective impairment provisions, beginning of period Collective impairment provisions for the period, net	Average number of staff, full-time equivalents	126	129
Change in individual impairment provisions for loans and advances 232 187 Change in collective impairment provisions for loans and advances 344 80 Write-offs for the period, net 47 117 Recoveries on claims previously written off 40 (2) Total impairment losses on loans, advances and receivables 241 382 Value adjustment of assets in temporary possession 21 5 Losses covered by security from partner banks (124) (142) Total 138 245 Specification of provisions for loan impairment Individual impairment provisions 480 445 Collective impairment provisions 480 445 Total impairment provisions 480 455 Total impairment provisions 472 458 Impairment provisions, beginning of period 472 458 Impairment provisions reversed (95) (108) Value adjustment of repossessed properties (35) (30) Impairment provisions, end of period 480 445 Collective impairment provision			
Change in individual impairment provisions for loans and advances 232 187 Change in collective impairment provisions for loans and advances 344 80 Write-offs for the period, net 47 117 Recoveries on claims previously written off 40 (2) Total impairment losses on loans, advances and receivables 241 382 Value adjustment of assets in temporary possession 21 5 Losses covered by security from partner banks (124) (142) Total 138 245 Specification of provisions for loan impairment Individual impairment provisions 480 445 Collective impairment provisions 480 445 Total impairment provisions 480 455 Total impairment provisions 472 458 Impairment provisions, beginning of period 472 458 Impairment provisions reversed (95) (108) Value adjustment of repossessed properties (35) (30) Impairment provisions, end of period 480 445 Collective impairment provision	7. IMPAIRMENT LOSSES ON LOANS, ADVANCES AND RECEIVABLES		
Change in collective impairment provisions for loans and advances (34) 80 Write-offs for the period, net 47 117 Recoveries on claims previously written off (4) (2) Total impairment losses on loans, advances and receivables 21 38 Value adjustment of assets in temporary possession 21 5 Losses covered by security from partner banks (124) (142) Total 138 245 Specification of provisions for loan impairment Individual impairment provisions 480 445 Collective impairment provisions 669 526 Total impairment provisions 472 458 Impairment provisions, beginning of period 472 458 Impairment provisions for the period 327 295 Impairment provisions reversed (5) (30) (30) Impairment provisions, beginning of period (8) (169) Impairment provisions, end of period (8) 45 Collective impairment provisions, beginning of period 480 45 Collective impai		232	187
Write-offs for the period, net 47 117 Recoveries on claims previously written off (2) 22 Total impairment losses on loans, advances and receivables 241 382 Value adjustment of assets in temporary possession (21 5 Losses covered by security from partner banks (142) (142) Total 138 245 Specification of provisions for loan impairment 480 445 Collective impairment provisions 669 256 Total impairment provisions 669 256 Total impairment provisions 1,149 971 Individual impairment provisions 480 445 Impairment provisions, beginning of period 472 458 Impairment provisions for the period 327 295 Impairment provisions reversed (95) (108) Value adjustment of repossessed properties (35) (30) Impairment provisions, end of period 480 445 Collective impairment provisions, beginning of period 480 45 Collective impairment provi			
Recoveries on claims previously written off(4)(2)Total impairment losses on loans, advances and receivables241382Value adjustment of assets in temporary possession(12)(142)Losses covered by security from partner banks(12)(142)Total138245Specification of provisions for loan impairmentUndividual impairment provisions480445Collective impairment provisions1,149971Individual impairment provisions1,149971Individual impairment provisions472458Impairment provisions, beginning of period472458Impairment provisions for the period472458Value adjustment of repossessed properties(15)(108)Value adjustment of repossessed properties(35)(30)Impairment provisions, end of period480445Collective impairment provisions, end of period480445Collective impairment provisions, beginning of period480445Collective impairment provisions, end of period480445Impairment provisions, beginning of period702446Impairment provisions for the period, net702446Impairment provisions for the period, net3380			
Total impairment losses on loans, advances and receivables241382Value adjustment of assets in temporary possession215Losse covered by security from partner banks(124)(142)Total138245Specification of provisions for loan impairmentIndividual impairment provisions480445Collective impairment provisions669526Total impairment provisions1,149971Individual impairment provisions472458Impairment provisions, beginning of period472458Impairment provisions for the period472458Value adjustment of repossessed properties(35)(108)Value adjustment of repossessed properties(35)(30)Impairment provisions, end of period480445Collective impairment provisions480445Collective impairment provisions480445Collective impairment provisions, beginning of period702446Impairment provisions for the period, net(33)80			
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Total138245Specification of provisions for loan impairment480445Individual impairment provisions669526Total impairment provisions1,149971Individual impairment provisions5070Impairment provisions, beginning of period472458Impairment provisions for the period327295Impairment provisions reversed95(108)Value adjustment of repossessed properties3530Impairment provisions written off(189)(169)Impairment provisions, end of period480445Collective impairment provisions50446Impairment provisions, beginning of period, net702446Impairment provisions for the period, net3380			
Specification of provisions for loan impairmentIndividual impairment provisions480445Collective impairment provisions669526Total impairment provisions1,149971Individual impairment provisions472458Impairment provisions, beginning of period472458Impairment provisions for the period327295Impairment provisions reversed(95)(108)Value adjustment of repossessed properties(35)(30)Impairment provisions written off(189)(169)Impairment provisions, end of period480445Collective impairment provisions, beginning of period702446Impairment provisions for the period, net(33)80			
Individual impairment provisions480445Collective impairment provisions526Total impairment provisions1,149971Individual impairment provisions***Impairment provisions, beginning of period472458Impairment provisions for the period327295Impairment provisions reversed(95)(108)Value adjustment of repossessed properties(35)(30)Impairment provisions written off(189)(169)Impairment provisions, end of period480445Collective impairment provisions, beginning of period702446Impairment provisions for the period, net(33)80	Total Total	130	2.13
Individual impairment provisions480445Collective impairment provisions526Total impairment provisions1,149971Individual impairment provisions***Impairment provisions, beginning of period472458Impairment provisions for the period327295Impairment provisions reversed(95)(108)Value adjustment of repossessed properties(35)(30)Impairment provisions written off(189)(169)Impairment provisions, end of period480445Collective impairment provisions, beginning of period702446Impairment provisions for the period, net(33)80	Specification of provisions for loan impairment		
Collective impairment provisions669526Total impairment provisions1,149971Individual impairment provisionsImpairment provisions, beginning of period472458Impairment provisions for the period327295Impairment provisions reversed(95)(108)Value adjustment of repossessed properties(35)(30)Impairment provisions written off(189)(169)Impairment provisions, end of period480445Collective impairment provisions, beginning of period702446Impairment provisions for the period, net(33)80		480	1/15
Total impairment provisions1,149971Individual impairment provisions			
Individual impairment provisions Impairment provisions, beginning of period Impairment provisions for the period Impairment provisions reversed Impairment provisions reversed Impairment of repossessed properties Impairment provisions written off Impairment provisions, end of period Impairment provisions, end of period Impairment provisions, beginning of period Impairment provisions for the period, net Impairment provisions for the period, net			
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Impairment provisions, beginning of period472458Impairment provisions for the period327295Impairment provisions reversed(95)(108)Value adjustment of repossessed properties(35)(30)Impairment provisions written off(189)(169)Impairment provisions, end of period480445Collective impairment provisions, beginning of period702446Impairment provisions for the period, net(33)80	Individual impairment provisions		
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Value adjustment of repossessed properties(35)(30)Impairment provisions written off(189)(169)Impairment provisions, end of period480445Collective impairment provisionsTO2446Impairment provisions for the period, net(33)80			
Impairment provisions written off(189)(169)Impairment provisions, end of period480445Collective impairment provisionsValue of the period of the period of the period, net702446Impairment provisions for the period, net(33)80			
Impairment provisions, end of period480445Collective impairment provisions			
Collective impairment provisions Impairment provisions, beginning of period 702 446 Impairment provisions for the period, net (33) 80			
Impairment provisions, beginning of period702446Impairment provisions for the period, net(33)80	impairment provisions, end or period	480	445
Impairment provisions, beginning of period702446Impairment provisions for the period, net(33)80	Collective impairment provisions		
Impairment provisions for the period, net (33)		703	110
Impairment provisions, end of period 669 526			
	impairment provisions, end of period	669	526



	H1/2014	H1/2013
. IMPAIRMENT LOSSES ON LOANS, ADVANCES AND RECEIVABLES (continued)		
ndividual impairment provisions for repossessed properties		
mpairment provisions, beginning of period	104	128
ransfer from non-repossessed properties mpairment provisions for the period	35 24	30 34
mpairment provisions reversed	(3)	(29)
mpairment provisions written off	(40)	(22)
mpairment provisions, end of period	120	141
pecification of loans and advances oans and advances subject to individual impairment	2,156	2,19
mpairment provisions	(480)	(445
oans and advances after impairment provisions	1,676	1,740
oans and advances subject to collective impairment	30,213	25,990
mpairment provisions	(669)	(526
oans and advances after impairment provisions	29,544	25,46



	20.00.2014	21 12 2012
	30.06.2014	31.12.2013
8. RECEIVABLES FROM CREDIT INSTITUTIONS AND CENTRAL BANKS		
Receivables from credit institutions	15,677	16,263
Total	15,677	16,263
O LOANG AND ADVANCES		
9. LOANS AND ADVANCES Loans, advances and other receivables at fair value	548,619	540,751
Loans, advances and other receivables at rail value Loans, advances and other receivables at amortised cost	340,019	36
Total	548,655	540,787
Loans, advances and other receivables at fair value		
Mortgage loans	548,447	540,643
Receivables from lending secured on non-repossessed properties	172	108
Total	548,619	540,751
Mortgage loans		
Balance, beginning of period, nominal value	532,487	509,915
New loans	28,737	71,694
Ordinary principal payments	(3,451)	(6,113)
Prepayments and extraordinary principal payments	(24,666)	(43,009)
Balance, end of period, nominal value	533,107	532,487
I amakanafanad alakinaka amanakina in kamanana mananina	(27)	(40)
Loans transferred relating to properties in temporary possession Fair value adjustment	(37) 16,392	(49) 9,285
Tall Value aujustilient	10,332	3,203
Adjustment for credit risk		
Individual impairment provisions	(347)	(378)
Collective impairment provisions	(669)	(702)
Balance, end of period, fair value	548,447	540,643
Production from the discount of the control of the		
Receivables from lending secured on non-repossessed properties Arrears before impairment provisions	111	111
Outlays before impairment provisions	195	91
Provisions for arrears and outlays	(133)	(94)
Total	172	108
Loans, advances and other receivables at amortised cost		
Mortgage loans	27	27
Other loans and advances Total	9 36	9 36
Total	30	30
Measured at fair value, the item amounted to DKK 36m at end-H1/2014 and DKK 36m at end-2013.		
Mortgage loan guarantees provided by banks:		
Supplementary guarantees in addition to mortgages over real estate	8,149	8,126
Statutory guarantees for interim loans	10,181	10,240
Guarantees for loans disbursed before obtaining a registered mortgage	10,521	9,992
Total	28,851	28,358



	30.06.2014	31.12.2013
10. BONDS AT FAIR VALUE		
- Self-issued covered bonds	2,258	2,293
- Other covered bonds	53,325	79,357
Total	55,583	81,650
Set-off against "Issued bonds at fair value" – note 14	(2,258)	(2,293)
Total bonds	53,325	79,357
Of which:		
Redeemed bonds	132	130
Nedecined bonds	152	130
11. ASSETS IN TEMPORARY POSSESSION		
Debt outstanding, end of period	13	22
Outlays	88	49
Impairment provisions, end of period	(60)	(43)
Total	41	28
12 OTHER ACCETS		
12. OTHER ASSETS Positive market value of derivative financial instruments	125	166
Interest and commission receivable on loans and advances	2,585	2,051
Interest receivable from bonds and credit institutions	521	1,082
Other assets	43	43
Total	3,274	3,342
13. PAYABLES TO CREDIT INSTITUTIONS		
Payables to credit institutions, other payables	37	39
Payables to Nykredit Realkredit A/S concerning supplementary collateral for SDO-funded mortgage lending	23,823	27,129
Mortgage loan funding through Nykredit Realkredit A/S Total	527,184 551,044	538,567 565,735
Total	331,044	303,733
Of which mortgage loan funding through Nykredit Realkredit A/S		
Balance, beginning of period, nominal value	531,233	509,138
Additions	81,492	211,655
Redemptions and prepayments	(96,952)	(183,762)
Prepayments and extraordinary principal payments	(2,837)	(5,798)
Balance, end of period, nominal value	512,936	531,233
Fair value adjustment Total	14,248 527,184	7,334 538,567
Total	327,104	330,307
14. ISSUED BONDS AT FAIR VALUE		
Covered bonds issued against mortgages over real estate		
Balance, beginning of period, nominal value	46,909	56,366
Additions	-	-
Redemptions and prepayments	(2,834)	(7,472)
Prepayments and extraordinary principal payments	(881)	(1,985)
Balance, end of period Cot off of self-issued bands	43,194	46,909
Set-off of self-issued bonds Fair value adjustment	(2,258) 2,143	(2,293) 1,952
Total	43,079	46,568
	13,073	10,300
Bonds redeemed at next creditor payment date	1,465	1,254



	30.06.2014	31.12.2013
5. OTHER LIABILITIES		
nterest payable on issued covered bonds, including bonds issued by Nykredit Realkredit A/S for the funding of mortgage lending		
y Totalkredit A/S	5,549	7,104
legative market value of derivative financial instruments	100	168
Other liabilities	1,651	1,490
otal	7,300	8,762
6. SUBORDINATED DEBT		
ubordinated debt consists of financial liabilities in the form of subordinate loan capital which, in case of voluntary or compulsory quidation, will not be repaid until the claims of ordinary creditors have been met. Nykredit Realkredit A/S is creditor on the pans. Subordinated debt is included in Totalkredit's own funds in accordance with the EU's Capital Requirements Regulation CRR).		
lom DKK 2,600m. The loan falls due at par (100) on 24 June 2018 and carries an interest rate of 0.45% pa above 3M Cibor. lom DKK 500m. The loan falls due at par (100) on 1 December 2018 and carries an interest rate of 6.00% pa above 3M Cibor. Measured at fair value, the two loans total DKK 3,100m.		
7. OFF-BALANCE SHEET ITEMS		
Guarantees		
inancial guarantees	0	0
otal guarantees	0	0
Other commitments Other liabilities	10	10
otal other commitments	10	10
otal off-balance sheet items	10	10
is mentioned in the Management's Review, Jyske Bank has instituted arbitration proceedings against Totalkredit. The back- round being that Jyske Bank disagrees with Totalkredit's opinion that Jyske Bank exited the Totalkredit partnership when it pur- hased BRFkredit. At 30 June 2014, Jyske Bank had referred customers to Totalkredit corresponding to lending of DKK 79bn. In compliance with the partnership agreement, Totalkredit has paid commission to Jyske Bank and offset losses incurred on the customer portfolio on a current basis. As from mid-March, Totalkredit considered Jyske Bank to have exited the partnership and consequently ceased its current pay- nents to the bank. Net payments would have come to DKK 84m if Jyske Bank had not exited the partnership. Fotalkredit still believes that the arbitration tribunal will find in its favour.		



Notes

18. RELATED PARTY TRANSACTIONS AND BALANCES

The Parent Company Nykredit Realkredit A/S, Copenhagen, group enterprises and associates of Nykredit Realkredit A/S as well as Totalkredit A/S's Board of Directors, Executive Board and related parties thereof are regarded as related parties.

Transactions with Nykredit are based on agreements, and no unusual related party transactions have occurred in 2014.

Agreements include intra-group funding, loan capital and supplementary collateral, referral commission, IT support and development, payroll and staff administration, asset and risk management, and other administrative tasks. Intercompany trade in goods and services took place on an arm's length basis or on a cost reimbursement basis.

Transactions with Totalkredit's Board of Directors, its Executive Board and related parties thereof exclusively include mortgage loans granted on the terms stated on Totalkredit's price list.

Significant related party transactions prevailing/entered into in 2014 include:

Agreements between Totalkredit A/S and Nykredit Realkredit A/S

Agreement on the distribution of mortgage loans to personal customers via Totalkredit A/S (this agreement was concluded on the same terms as apply to other partners, including commission payments).

Framework agreements on the terms applicable to transactions in the securities area, including portfolio management.

Agreement on joint funding of mortgage lending.

Agreements between Totalkredit A/S and Nykredit Mægler A/S

Agreement on commission payable in connection with referral of lending business.

Agreements between Totalkredit A/S and Nykredit Bank A/S

Agreement on commission payable in connection with referral of lending business.



Capital and capital adequacy

DKK million

	30.06.2014	31.12.2013
Own funds		
Faults, and of noticed	16 225	15.655
Equity, end of period	16,325 (186)	15,655
Difference between expected losses and impairment losses Other deductions	(78)	(32)
Transitional adjustment of deductions	149	(2)
Common Equity Tier 1 (CET1) capital	16,210	15,621
Common Equity fier i (CE11) capital	10,210	13,021
Transitional adjustment of deductions		_
Set-off of excess deduction		_
Tier 2 capital (incl transitional adjustments)	2,480	3,100
Tier 2 deductions	(44)	(32)
Own funds	18,646	18,689
	1.5/5.1.5	. 5,555
Capital requirement		
Credit risk	6,836	6,573
Market risk	201	198
Operational risk	244	246
Total capital requirement ¹	7,281	7,017
	7,20.	.,
Total risk exposure amount (REA)	91,008	87,708
Total REA subject to transitional rule	218,008	215,043
Financial ratios		
CET1 capital ratio, %	17.8	17.8
Total capital ratio, %	20.4	21.3
¹ The capital requirement is determined subject to a transitional rule in accordance with the transitional provisions of the EU's		
Capital Requirements Regulation (CRR).		
The capital requirement must constitute at least 80% of the capital requirement determined under Basel I.		
At end-H1/2014, the capital requirement under the transitional rules was DKK 17.4bn.		
Doguinal our finds and internal capital adomics your incoment		
Required own funds and internal capital adequacy requirement		
Pillar I – primary risks Credit risk	6 026	6 906
Market risk	6,836 201	6,806 239
Operational risk	244	183
Total Pillar I	7,281	7,227
Total Final F	7,201	1,221
Pillar II – other risks		
Weaker economic climate	1,184	904
Other factors	846	813
Total Pillar II	2,030	1,717
	2,030	.,. 17
Total required own funds	9,311	8,945
	5,2.1	0,5 13
Total risk exposure amount	91,008	87,708
	31,000	0,,,00
Internal capital adequacy requirement (ICAAP), %	10.2	10.2

Capital and capital adequacy have been determined in accordance with Capital Requirements Regulation (EU) No 575/2013 of 26 June 2013 of the European Parliament and the Council as well as the Danish transitional rules laid down by the Danish FSA.

The European Banking Authority (EBA) publishes technical standards for the determination of capital and the risk exposure amount. However, several technical standards have not been finally adopted. The final standards may contain provisions that will result in changes to the statements.

The statements as at 31 December 2013 were based on the then applicable rules of the Danish Financial Business Act. The layout has been adjusted to reflect the new presentation format.



Five-year financial highlights

	H1/2014	H1/2013	H1/2012	H1/2011	H1/2010
	111/2014	111/2013	111/2012	111/2011	111/2010
INCOME STATEMENT					
Net interest income	2,136	1,567	1,488	1,346	1,406
Net fee income	(856)	(768) 799	(578) 910	(553) 793	(470)
Net interest and fee income	1,280 (54)		(40)		936
Value adjustments Other operating income	(54)	(58) 0	(40)	(97) 0	(18)
Staff and administrative expenses	199	201	196	186	223
Depreciation and impairment losses for property, plant and equipment	0	0	0	0	0
Impairment losses on loans, advances and receivables	138	245	331	139	56
Profit before tax	889	296	344	371	640
Tax	218	74	86	93	160
Profit for the period	671	222	258	278	480
SUMMARY BALANCE SHEET, END OF PERIOD	30.06.2014	30.06.2013	30.06.2012	30.06.2011	30.06.2010
ASSETS					
Receivables from credit institutions	15,677	14,559	23,288	8,871	14,201
Mortgage loans	548,474	531,185	503,733	459,243	450,279
Bonds at fair value	53,325	50,393	45,890	26,220	29,740
Remaining assets	3,506	3,577	4,217	4,060	3,677
Total assets	620,982	599,714	577,128	498,394	497,897
LIABILITIES AND EQUITY					
Payables to credit institutions	551,044	521,723	482,187	392,783	373,845
Issued bonds	43,079	52,371	67,368	80,735	99,296
Subordinated debt – Tier 2 capital	3,100	3,100	3,100	2,600	2,600
Remaining liabilities	7,434	7,209	9,647	8,742	9,307
Equity	16,325	15,311	14,826	13,534	12,849
Total liabilities and equity	620,982	599,714	577,128	498,394	497,897
FINANCIAL RATIOS					
Profit for the period as % of average equity	4.2	1.5	1.8	2.1	3.8
Profit before tax for the period as % of average equity	5.6 33.6	1.9 34.7	2.4 34.0	2.8 33.9	5.1 35.0
Loans and advances:equity Growth in loans and advances for the period, %	0.12	2.4	4.7	1.8	4.6
Impairment losses for the period, %	0.12	0.05	0.07	0.03	0.01
Total capital ratio, %	20.4	21.9	19.7	22.8	25.5
CET1 capital ratio, %	17.8	18.3	16.4	19.3	21.3
Average number of full-time staff	126	129	118	121	122



Six-quarter financial highlights

	Q2/2014	Q1/2014	Q4/2013	Q3/2013	Q2/2013	Q1/2013
CORE EARNINGS AND RESULTS FOR THE REPLOD						
CORE EARNINGS AND RESULTS FOR THE PERIOD						
Core income from	660	630	610	470	400	40
- business operations	669	639	618	470	406	46
- junior covered bonds 	(59)	(59)	(79)	(83)	(78)	(73
- securities	(3)	(2)	(2)	(3)	0	20
Total	607	578	537	384	328	39
Operating costs, depreciation and amortisation	104	95	104	92	106	9
Core earnings before impairment losses	503	483	433	292	222	29
Impairment losses on loans and advances	120	18	232	90	122	12
Core earnings after impairment losses	383	465	201	202	100	17.
Investment portfolio income	18	23	7	48	18	
Profit before tax	402	487	208	250	118	178
Tax	99	119	52	63	29	4!
Profit for the period	303	368	156	187	89	133
SUMMARY BALANCE SHEET, END OF PERIOD ASSETS	30.06.2014	31.03.2014	31.12.2013	30.09.2013	30.06.2013	31.03.2013
Receivables from credit institutions	15,677	17,672	16,263	17,913	14,559	16,718
Mortgage loans	548,474	544,361	540,670	535,768	531,185	528,65
Bonds at fair value	53,325	92,539	79,357	109,151	50,393	99,55
Remaining assets	3,506	2,971	3,534	4,246	3,577	3,04!
Total assets	620,982	657,543	639,824	667,078	599,714	647,978
LIABILITIES AND EQUITY						
Payables to credit institutions	551,044	585,452	565,734	590,041	521,723	566,943
Issued bonds	43,079	44,993	46,568	48,603	52,371	54,79
Subordinated debt – Tier 2 capital	3,100	3,100	3,100	3,100	3,100	3,100
Remaining liabilities	7,434	7,976	8,767	9,836	7,209	7,913
Equity	16,325	16,022	15,655	15,498	15,311	15,223
Total liabilities and equity	620,982	657,543	639,824	667,078	599,714	647,978
FINANCIAL RATIOS						
Profit for the period as % of average equity pa	7.5	9.3	4.0	4.8	2.3	3.
Core earnings after impairment losses as %						
of average equity pa	9.5	11.7	5.2	5.3	2.6	4.0
Costs as % of core income	17.1	16.5	19.4	24.0	32.4	24.2
Impairment losses for the period, %	0.02	0.00	0.05	0.02	0.02	0.02
Total capital ratio, %	20.4	19.3	21.3	21.9	21.9	21.
CET1 capital ratio, %	17.8	16.8	17.8	18.3	18.3	17.6
			This docum	nent is an English	translation of the	
			original Da	inish text. In the e	vent of discrepand	
			between th	ne original Danish	text and the Engli	
			translation	, the Danish text s	hall prevail.	