

**Jyske Bank**  
**Interim Financial Report**  
**First nine months of 2014**

## Interim Financial Report, first nine months of 2014

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## The Jyske Bank Group

SUMMARY OF INCOME STATEMENT									
DKKkm	Q1-Q3 2014	Q1-Q3 2013	Index 14/13	Q3 2014	Q2 2014	Q1 2014	Q4 2013	Q3 2013	The year 2013
Net interest income	4,641	3,786	123	1,858	1,625	1,158	1,232	1,236	5,018
Net fee and commission income	1,133	1,224	93	359	351	423	505	366	1,729
Value adjustments	-46	366	-	-16	-255	225	175	61	541
Other income	3,280	772	425	266	2,851	163	179	228	951
<b>Income</b>	<b>9,008</b>	<b>6,148</b>	<b>147</b>	<b>2,467</b>	<b>4,572</b>	<b>1,969</b>	<b>2,091</b>	<b>1,891</b>	<b>8,239</b>
Expenses	4,115	3,580	115	1,371	1,482	1,262	1,211	1,152	4,791
<b>Profit before loan impairment charges and provisions for guarantees</b>	<b>4,893</b>	<b>2,568</b>	<b>191</b>	<b>1,096</b>	<b>3,090</b>	<b>707</b>	<b>880</b>	<b>739</b>	<b>3,448</b>
Loan impairment charges and provisions for guarantees	1,489	858	174	495	705	289	289	231	1,147
<b>Pre-tax profit</b>	<b>3,404</b>	<b>1,710</b>	<b>199</b>	<b>601</b>	<b>2,385</b>	<b>418</b>	<b>591</b>	<b>508</b>	<b>2,301</b>
Tax	94	370	25	53	-36	77	123	123	493
<b>Net profit or loss for the period</b>	<b>3,310</b>	<b>1,340</b>	<b>247</b>	<b>548</b>	<b>2,421</b>	<b>341</b>	<b>468</b>	<b>385</b>	<b>1,808</b>
of which non-controlling interests	1	1	100	0	1	0	0	1	1

SUMMARY OF BALANCE SHEET, END OF PERIOD									
DKKkm									
Loans and advances	358,638	129,052	278	358,638	343,889	137,560	131,378	129,052	131,378
- of which mortgage loans	215,998	0	-	215,998	208,853	0	0	0	0
- of which bank loans	117,534	111,445	105	117,534	115,887	115,070	111,115	111,445	111,115
- of which repo loans	25,106	17,607	143	25,106	19,149	22,490	20,263	17,607	20,263
Bonds and shares, etc.	89,155	70,792	126	89,155	91,414	68,951	74,853	70,792	74,853
Total assets	521,140	250,263	208	521,140	493,577	257,428	262,004	250,263	262,004
Due to credit institutions and central banks	51,761	33,633	154	51,761	43,160	36,232	43,936	33,633	43,936
Deposits	148,103	125,167	118	148,103	148,908	139,396	131,424	125,167	131,424
- of which bank deposits	128,476	109,926	117	128,476	129,506	121,224	115,846	109,926	115,846
- of which repo deposits	19,627	10,137	194	19,627	19,402	13,052	10,175	10,137	10,175
Issued bonds at fair value	198,099	0	-	198,099	194,308	0	0	0	0
Issued bonds at amortised cost	37,750	32,494	116	37,750	35,517	26,371	27,760	32,494	27,760
Subordinated debt	1,354	1,643	82	1,354	1,353	1,347	1,649	1,643	1,649
Equity	27,830	17,004	164	27,830	27,274	17,825	17,479	17,004	17,479

SELECTED DATA AND FINANCIAL RATIOS									
Earnings per share for the period (DKK)	38.6	18.8	-	5.8	26.5	4.8	6.6	5.4	25.4
Profit for the period, per share (diluted) (DKK)	38.6	18.8	-	5.8	26.5	4.8	6.6	5.4	25.4
Pre-tax profit p.a. as a percentage of opening equity	26.0	14.6	-	13.8	54.6	9.6	15.1	13.0	14.7
Profit for the period as a pct. of av. equity	14.6	8.2	-	2.4	10.8	1.9	2.8	2.4	10.9
Expenses as a percentage of income	45.7	58.2	-	55.6	32.4	64.1	57.9	60.9	58.2
Capital ratio (%)	16.7	15.7	-	16.7	16.4	16.2	16.0	15.7	16.0
Common Equity Tier 1 (CET1%)	15.7	14.8	-	15.7	15.3	15.1	15.3	14.8	15.3
Individual solvency requirement (%)	10.7	10.0	-	10.7	10.4	10.0	9.8	10.0	9.8
Capital base (DKKkm)	28,986	17,597	-	28,986	28,578	18,928	17,831	17,597	17,831
Weighted risk exposure (DKKkm)	173,601	111,921	-	173,601	174,772	116,885	111,276	111,921	111,276
Share price at end of period (DKK)	319	274	-	319	309	298	293	274	293
Book value per share (DKK)	293	238	-	293	287	250	245	238	245
Price/book value per share (DKK)	1.1	1.2	-	1.1	1.1	1.2	1.2	1.2	1.2
No. of full-time employees at end-period	4,289	3,808	-	4,289	4,352	3,792	3,774	3,808	3,774

With effect from 2014, the capital ratio and Common Equity Tier 1 are calculated in accordance with CRD IV/CRR. Comparative figures have not been restated accordingly.

## SUMMARY

- **Pre-tax profit: DKK 3,404m (First nine months of 2013: DKK 1,710m)**
- **Profit after tax: DKK 3,310m, (First nine months of 2013: DKK 1,340m)**
- **Profit after tax corresponded to an annualised return of 25.2% on opening equity (First nine months of 2013: 11.4% p.a.)**
- **Loan impairment charges and provisions for guarantees: DKK 1,489m (First nine months of 2013: DKK 858m)**
- **Loans and advances: DKK 359bn (end-2013: DKK 131bn)**
  - **Mortgage loans: DKK 216bn (end-2013: DKK 0bn)**
  - **Bank loans: DKK 118bn (end-2013: DKK 111bn)**
- **Bank deposits: DKK 128bn (end-2013: DKK 116bn)**
- **Capital ratio: 16.7%, of which the Common Equity Tier 1 ratio was 15.7% (end-2013: 16.0% and 15.3%)**
- **Individual solvency requirement: 10.7% (end-2013: 9.8%)**

## COMMENTS BY MANAGEMENT

In connection with the publication of the interim financial report for the first nine months of 2014, Anders Dam, CEO and Managing Director states:

"The Jyske Bank Group's pre-tax profit for the first nine months of 2014 amounted to DKK 3,404m against DKK 1,710m for the same period of 2013, and the core profit for the first nine months of 2014 amounted to DKK 3,158m against DKK 1,360m for the same period of 2013.

The third quarter of 2014 was also affected by the merger with BRFkredit, and over the past five months it has been confirmed to us that the merger has a great growth potential. BRFkredit's pre-tax profit for the third quarter of 2014 amounted to DKK 222m, indicating a satisfactory development. BRFkredit accounted for 84% of the total market growth of mortgage loans in the third quarter of 2014 against 57.9% in second quarter of 2014. The increase was attributable to both residential and corporate markets. Today home loans in the amount of DKK 25bn had been granted via Jyske Bank since the launch in December 2013. At this point in time, the increase in net interest income that can be attributed to the new home loans makes up for the decline in the traditional bank loans.

In the first nine months of 2014, the effect of the European Asset Quality Review (AQR) on loan impairment charges and provisions for guarantees came to DKK 456m. In the first nine months of 2014, a net amount of DKK 158m was, for accounts selected for the AQR, recognised as an expense in the form of ordinary loan impairment charges and provisions for guarantees. In addition, based on management's estimate, impairment charges in the amount of DKK 235m relating to personal clients were recognised in the second quarter of 2014, and in the third quarter of 2014 impairment charges of DKK 63m in relation to the AQR were recognised. In the third quarter of 2014, loan impairment charges and provisions for guarantees were also affected by the Russia crisis, which affects, in particular, expectations of agricultural clients' ability to service debt.

Core profit was affected by loan impairment charges and provisions for guarantees by a total of DKK 1,236m in the first nine months of 2014 against DKK 693m in the same period in 2013 and under core profit, loan impairment charges, and provisions for guarantees amount to DKK 398m in the third quarter of 2014.

At the end of the third quarter of 2014, the capital ratio was 16.7% and the Common Equity Tier 1 ratio at 15.7% against 16.0% and 15.3%, respectively, at end-2013. The individual solvency requirement was calculated at 10.7% and the capital buffer remains at six percentage points, hence providing a satisfactory basis for continued lending growth," concludes Anders Dam.

## First nine months of 2014

### Economic trends

At the beginning of 2014, Jyske Bank expected that the economic recovery would be very moderate and that consumption and investments would only grow modestly. At the end of the third quarter of 2014, it could be established that the limited growth in the neighbouring international economies in the euro zone area and in the national economy continues, hence confirming the expectations of the development in 2014. The economic development was affected, among things by the unrest in the Ukraine and the strained international relations to Russia. Particularly the large euro zone countries such as Germany, but also France and Italy, are affected, which has a spill-over effect on Denmark.

### Material circumstances in the first nine months of 2014

In the Interim Financial Report for the first nine months of 2014, the BRFkredit Group affects the income statement for five months, and at the end of June, the BRFkredit Group's balance sheet was for the first time fully consolidated into the Jyske Bank Group. BRFkredit's pre-tax profit for the third quarter of 2014 amounted to DKK 222m, indicating a satisfactory development in growth and earnings.

In mid-December 2013, Jyske Bank launched its new home loan products, and in 2014, the product range has been expanded with Jyske F3, Jyske F5 and Jyske L30 because of client demand. At the end of the third quarter, home loans in the amount of about DKK 21bn had been granted, and as at today's date, home loans via Jyske Bank have been granted in the amount of DKK 25bn since the launch in December 2013. Of the home loans granted, DKK 12bn are recognised under bank loans on 30 September 2014 against DKK 8bn on 30 June 2014. Of the home loans granted, DKK 3bn have not yet been paid out, but disbursement of the loans has been agreed for 31 December 2014.

As announced in the Corporate Announcement No. 23/2014 of 10 October 2014, Jyske Bank has acquired 15,583,279 shares in DLR Kredit. The purchase price was DKK 255m, and after the acquisition, Jyske Bank owns 71,874,047 shares, corresponding to a direct equity interest of 12.61% of the total share capital of DLR Kredit. As Jyske Bank owns 21.69% of PRAS, which owns shares in DLR Kredit, Jyske Bank's direct and indirect equity interest in DLR Kredit can be calculated at 13.94%.

In June 2014, it was decided to cut 177 full-time jobs in the Jyske Bank Group, and the aim is to reduce the number of full-time employees to about 4,000 over the coming years if the economic trends develop as expected. In addition to being motivated by the economic situation, the decision was also based on the fact that the IT conversion of the portfolio taken over from Spar Lolland had been completed and the integration with BRFkredit was started in the first half of 2014. At the end of the third quarter of 2014, the number of full-time employees was 4,289. In May 2014, after the merger with BRFkredit, the number of full-time employees of the Jyske Bank Group was 4,444.

Relations between Jyske Bank and Nykredit/Totalkredit and relations in the cooperation over many years were challenged by Nykredit/Totalkredit's reaction to Jyske Bank's merger with BRFkredit. Nykredit/Totalkredit have decided to take the position that the main cooperation agreement with Totalkredit has been terminated by Jyske Bank. Jyske Bank does not agree with this view, and therefore Jyske Bank has taken the initiative to refer the matter to arbitration. At this point in time, it is to be expected that the arbitration proceedings can be completed in the course of 2015.

On 15 April 2014, Jyske Bank sold the subsidiary Silkeborg Data. After tax, the sale made a positive contribution in the amount of DKK 296m to the profit. Due to the sales, it is, all other things being equal, to be expected that income and expenses will annually fall by DKK 250m and DKK 220m, respectively.

In 2014, the Danish Financial Supervisory Authority appointed Jyske Bank a systemically important financial institution (SIFI). By 1 January 2015, Jyske Bank must meet a capital requirement in the form of a SIFI buffer requirement reflecting the systemically importance of Jyske Bank. The SIFI buffer requirement must be met in the form of Common Equity Tier 1 (CET1). The requirement will be gradually introduced over the period 2015-2019, and when fully implemented it is expected

that, for the Jyske Bank Group, it will amount to 1.5%. At this point in time Jyske Bank meets the adopted SIFI requirements that take effect in 2019, currently corresponding to a capital base of 14.7% exclusive of the countercyclical capital buffer. Jyske Bank has established a long-term goal of achieving a capital ratio of 17.5% and a Common Equity Tier 1 ratio of 14.0% when the capital adequacy rules have been fully implemented in 2019.

In September 2014, the FSA published a proposal for a Supervisory Diamond for mortgage credit institutions. The Supervisory Diamond contains five indicators with corresponding limits on the risk of the institutions. Amongst the initiatives proposed is an indicator for the proportion of loans without amortization (interest-only) along with an indicator regarding the proportion of loans with frequent refinancing. The other indicators in the supervisory diamond include limitations on growth in lending, variable-interest loans and large exposures. The proposal suggests that the indicators are to take effect as of 2018 and 2020, respectively.

### Profit for the period

Over the first nine months of 2014, the Jyske Bank Group generated a pre-tax profit of DKK 3,404m. Calculated tax amounted to DKK 94m, and after tax the profit amounted to DKK 3,310m.

The profit after tax corresponded to a return on opening equity of 25.2% p.a. against a return of 11.4% p.a. for the corresponding period of 2013.

CORE PROFIT AND PROFIT FOR THE PERIOD DKKm	Q1-Q3	Q1-Q3	Index 14/13	Q3	Q2	Q1	Q4	Q3	The year 2013
	2014	2013		2014	2014	2014	2013	2013	
Net interest income	3,887	3,342	116	1,529	1,325	1,033	1,093	1,118	4,438
Net fee and commission income	1,135	1,226	93	360	351	424	505	367	1,731
Value adjustments	208	296	70	132	-107	183	114	66	410
Other income	2,996	474	632	172	2,753	71	87	135	561
Income from operating lease (net)	58	49	118	19	21	18	16	15	65
<b>Core Income</b>	<b>8,284</b>	<b>5,387</b>	<b>154</b>	<b>2,212</b>	<b>4,343</b>	<b>1,729</b>	<b>1,815</b>	<b>1,701</b>	<b>7,205</b>
Core expenses	3,890	3,334	117	1,297	1,408	1,185	1,135	1,073	4,469
<b>Core profit before loan impairment charges and provisions for guarantees</b>	<b>4,394</b>	<b>2,053</b>	<b>214</b>	<b>915</b>	<b>2,935</b>	<b>544</b>	<b>680</b>	<b>628</b>	<b>2,736</b>
Loan impairment charges and provisions for guarantees	1,236	693	178	398	589	249	234	209	930
<b>Core profit</b>	<b>3,158</b>	<b>1,360</b>	<b>232</b>	<b>517</b>	<b>2,346</b>	<b>295</b>	<b>446</b>	<b>419</b>	<b>1,806</b>
Earnings from investment portfolios	246	350	70	84	39	123	145	89	495
<b>Pre-tax profit</b>	<b>3,404</b>	<b>1,710</b>	<b>199</b>	<b>601</b>	<b>2,385</b>	<b>418</b>	<b>591</b>	<b>508</b>	<b>2,301</b>
Tax	94	370	25	53	-36	77	123	123	493
<b>Profit for the period</b>	<b>3,310</b>	<b>1,340</b>	<b>247</b>	<b>548</b>	<b>2,421</b>	<b>341</b>	<b>468</b>	<b>385</b>	<b>1,808</b>

Based on input from analysts and investors in connection with the merger with BRFKredit, the classification has been changed in the following respects in connection with the calculation of core profit. The purpose of the changes is to increase the transparency of the Jyske Bank Group's accounting information.

- Expenses for the Guarantee Fund, etc. are recognised in core expenses. The change affects core expenses.
- Alignment of Jyske Bank's and BRFKredit's principles relating to the definition of core earnings and earnings from investment portfolios. The change affects net interest income and value adjustments under core income.
- Presentation under core profit of positive value adjustments for assets taken over. Positive value adjustments for assets taken over are recognised in loan impairment charges and provisions for guarantees. Previously positive value adjustments were recognised in net interest income in line with the statutory accounting classification. The change affects net interest income under core income and loan impairment charges and provisions for guarantees.

The above changes have been incorporated in the comparative figures above and the changes do not affect core profit, pre-tax profit or equity.

Core income amounted to DKK 8,284m against DKK 5,387m in the first nine months of 2013, and core expenses amounted to DKK 3,890m against DKK 3,334m in the first nine months of 2013.

Core profit amounted to DKK 3,158m against DKK 1,360m in the first nine months of 2013.

Net interest income amounted to DKK 3,887m against DKK 3,342m in the first nine months of 2013. Net interest income was favourably affected by income from home loans granted and negatively affected by falling bank lending, exclusive of home financing, the currently low interest-rate level, including lower reinvestment rates on the bond portfolio, and pressure on the interest rate margin due to competition in the market place.

Since the launch of Jyske Bank's own new home loan products in mid-December 2013, Jyske Bank had at the end of the first nine months of 2014 granted loans totalling DKK 21bn. Sales of new home loan products are still progressing satisfactorily and constitute the most important reason why loans and advances rose by 5% in the first nine months of 2014. Bank loans exclusive of the new home loan products amounted to DKK 105bn, against DKK 111bn at end-2013.

Net fee and commission income as well as other income amounted to DKK 4,131m against DKK 1,700m for the first nine months of 2013.

Net fee and commission income was affected by Nykredit's and Totalkredit's announcements to Jyske Bank that they regard the Totalkredit cooperation as terminated in respect of Jyske Bank. As a consequence of this, Nykredit and Totalkredit have decided to release Jyske Bank's guarantees covering loans that have been granted and to stop payments of commission to Jyske Bank. If this is a rightful termination of commission payments, etc., it will, all other things being equal, have a negative impact on Jyske Bank's pre-tax profit by an amount in the range of DKK 250m-300m in 2014. For the first nine months of 2014, Jyske Bank did not receive full commission and therefore the normal commission payments from Totalkredit were not recognised in the financial statements for the period. The missing commission payment is estimated to have a negative effect on net fee and commission income of DKK 167m in the first nine months of 2014.

Other income in the first nine months of 2014 was positively affected by DKK 2,360m due to the determination of the fair value of net assets taken over from BRFkredit and due to a reversal of provisions in the amount of DKK 51m relating to the acquisition of Spar Lolland. Finally, Jyske Bank's sale of its subsidiary Silkeborg Data had a positive effect in the amount of DKK 296m after tax on other income. In 2013, other income was favourably affected by DKK 97m due to the determination of the fair value of net assets taken over from Spar Lolland.

Adjusted for special circumstances, net fee and commission income and other income were at a stable level.

Value adjustments amounted to DKK 208m against DKK 296m in the first nine months of 2013.

Jyske Bank's sale of the shares in Nets, the adjustment of the value of the shares in the sector companies, buyback of hybrid core capital and changes in the method for measuring bonds issued with embedded options had a total positive effect on the pre-tax profit in the amount of DKK 458m.

Falling market rates had an adverse effect on clients' transactions relating to interest-rate hedging and resulted in a negative value adjustment of DKK 355m against the positive value adjustment of DKK 225m for the same period last year.

Core expenses amounted to DKK 3,890m against DKK 3,334m in the first nine months of 2013. Operating expenses were adversely affected in the amount of DKK 220m due to expenses relating to the merger with BRFkredit and reassessment of provisions. In 2013, operating income was adversely affected by DKK 79m due to integration costs relating to the acquisition of Spar Lolland. Contrary to earlier practice, expenses for payments to the Guarantee Fund, etc. are included in core expenses.

The integration of Spar Lolland, including the IT conversion to Bankdata, was as planned fully completed in the first half of 2014.



The profit for the first nine months of the year was therefore affected by a number of special circumstances with a total net effect on the pre-tax profit of DKK 2,441m.

<b>Special items</b>	<b>Q1-Q3</b>
DKKm	<b>2014</b>
Net interest income, amortisation of fair value adjustment of assets and liabilities taken over	60
Net fee and commission income, estimated lost fee income from Totalkredit	-167
Value adjustments,	
The sale of the ownership interest in Nets	189
Value adjustment of sector shares	195
Buy-back of hybrid core capital	77
Changes in the method for measuring bonds issued with embedded options	-45
Value adjustment relating to clients' interest-rate hedging	-355
Other income,	
Earnings from the sale of Silkeborg Data	296
Bargain purchases from the merger with BRFKredit	2,360
Reversal of provisions relating to business combinations	51
Value adjustment of sector shares	42
Core expenses,	
Integration expenses relating to the merger with BRFKredit	-47
Alignment of required rate of return for owner-occupied properties	-48
Reassessment of provisions	-122
Loan impairment charges and provisions for guarantees; adjustment of the methods for calculation of impairment charges relating to personal clients	
Adjustment of the methods for calculation of impairment charges relating to personal clients	-235
Recognition of the results from AQR	-63
Interest-rate adjustment for loans and advances taken over	253
<b>Special items, total</b>	<b>2,441</b>

## Loan impairment charges and provisions for guarantees and value adjustments of acquired assets

An amount of DKK 1,489m was recognised as an expense under loan impairment charges and provisions for guarantees against DKK 858m in the same period in 2013. In the past five quarters, loan impairment charges and provisions for guarantees averaged DKK 402m.

In the first nine months of 2014, the effect of the AQR on loan impairment charges and provisions for guarantees came to DKK 456m. In the first nine months of 2014, a net amount of DKK 158m was, for accounts selected for the AQR, recognised as an expense in the form of loan impairment charges and provisions for guarantees. In addition, based on management's estimate, impairment charges relating to personal clients were recognised in the amount of DKK 235m in the second quarter of 2014, and in the third quarter of 2014 impairment charges of DKK 63m in relation to AQR were recognised.

In the third quarter of 2014, loan impairment charges and provisions for guarantees were also affected by the Russia crisis, which particularly affect expectations of agricultural clients' ability to service debt.

LOANS, ADVANCES AND GUARANTEES AS WELL AS VALUE ADJUSTMENTS OF LOANS AND ADVANCES, ETC. DKK m	Q1-Q3	Q1-Q3	Index 14/13	Q3	Q2	Q1	Q4	Q3	The year 2013
	2014	2013		2014	2014	2014	2013	2013	
Loans, advances and guarantees	371,669	143,066	260	371,669	356,428	150,963	145,497	143,066	145,497
Non-performing loans and past due exposures	3,084	1,886	164	3,084	3,187	1,719	1,780	1,886	1,780
Loans and advances assessed individually:									
Loans and advances with OEI before loan impairment charges/value adjustments	19,154	10,588	181	19,154	17,210	10,508	10,749	10,588	10,749
Impairment charges/value adjustments	6,309	3,257	194	6,309	6,025	3,372	3,386	3,257	3,386
Loans and advances with OEI after impairment charges/value adjustments	12,845	7,331	175	12,845	11,185	7,136	7,363	7,331	7,363
Balance of loan impairment charges and provisions for guarantees	5,545	4,611	120	5,545	5,243	4,737	4,693	4,611	4,693
Individual impairment charges and provisions for guarantees	4,250	3,620	117	4,250	4,030	3,731	3,750	3,620	3,750
Collective impairment charges and provisions for guarantees	1,295	991	131	1,295	1,213	1,006	943	991	943
Value adjustments of assets taken over:									
Balance of discounts for assets taken over, beginning of period	907	0	-	3,213	748	907	1,045	1,101	0
Discounts relating to business combinations	2,717	1,398	194	0	2,717	0	0	0	1,398
Positive value adjustments (interest income)	253	163	155	97	116	40	54	23	217
Negative value adjustments (recognised as loss)	347	190	183	92	136	119	84	33	274
Balance of discounts for assets taken over, end of period	3,024	1,045	289	3,024	3,213	748	907	1,045	907
Total balance for loan impairment charges and provisions for guarantees and balance of discounts for assets taken over	8,569	5,656	152	8,569	8,456	5,485	5,600	5,656	5,600
Operational loan impairment charges and provisions for guarantees	1,489	858	174	495	705	289	274	231	1,132
Operational impairment charges on balances due from credit institutions	0	0	-	0	0	0	15	0	15
Operating loss	795	1,072	74	262	252	281	259	325	1,331

The balance of loan impairment charges and provisions for guarantees amounted to 4.1% of bank loans and guarantees at the end of the third quarter of 2014 against 3.1% at end-2013.

The total balance of loan impairment charges and provisions for guarantees and the balance of discounts for assets taken over amounted to 2.3% of total loans, advances and guarantees.

The portfolio of non-performing bank loans and past due exposures amounted to DKK 1,851m against DKK 1,780m at end-2013. The portfolio of past due mortgage loans amounted to DKK 1,233m at the end of the third quarter of 2014.

The Jyske Bank Group had one exposure exceeding 10% of the adjusted capital base in line with year-end 2013. This was an exposure to one large Danish financial group and amounted to 10.7%. At the end of the third quarter of 2014, one exposure amounted to between 7.5% and 10% of the capital base and two exposures between 5% and 7.5% of the adjusted capital base.

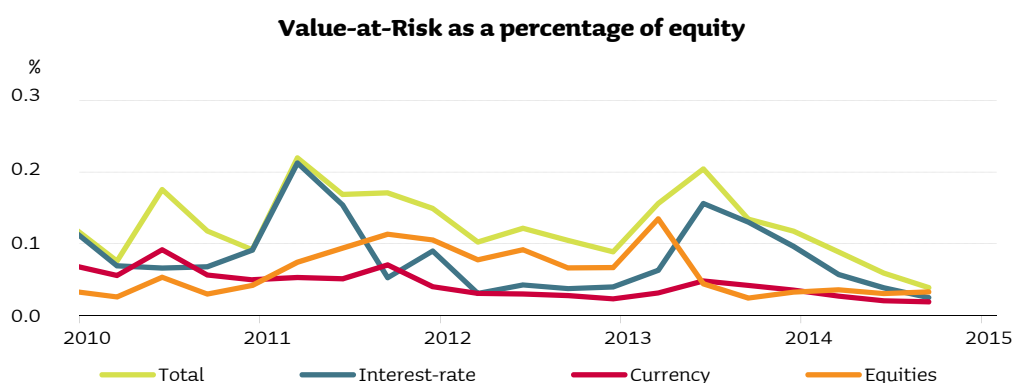
## Earnings from investment portfolios

Earnings from investment portfolios amounted to DKK 246m against DKK 350m for the same period in 2013. The composition of the earnings from investment portfolios must be viewed in the light of the recognition of BRFkredit's earnings from investment portfolios over five months in 2014.

Assessed on the basis of the risk profile chosen and the currently low interest-rate level, investment portfolio earnings were satisfactory.

## Market risk

At the end of the third quarter of 2014, the aggregate interest-rate, currency and equity-price risk – expressed as Value-at-Risk (VaR) – amounted to DKK 11m (calculated with a time frame of one day and 99% probability) against DKK 21m at end-2013. The interest-rate risk was dominated by exposures to Danish and foreign mortgage bonds with short and medium maturities.



The Group's portfolio of held-to-maturity bonds amounted to DKK 11.3bn against DKK 14.8bn at end-2013. The portfolio is still dominated by low-risk securities. At the end of the third quarter of 2014, the market value was DKK 301m higher than the carrying amount against DKK 302m at end-2013.

## 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 clients, corporate clients, public institutions as well as leasing clients.

SUMMARY OF INCOME STATEMENT DKKm	Q1-Q3 2014	Q1-Q3 2013	Index 14/13	Q3 2014	Q2 2014	Q1 2014	Q4 2013	Q3 2013	The year 2013
Net interest income	2,528	2,313	109	890	828	810	752	773	3,065
Net fee and commission income	684	901	76	200	215	269	324	285	1,225
Value adjustments	-178	69	-	-68	-60	-50	145	73	214
Other income	304	398	76	90	104	110	97	93	495
<b>Core Income</b>	<b>3,338</b>	<b>3,681</b>	<b>91</b>	<b>1,112</b>	<b>1,087</b>	<b>1,139</b>	<b>1,318</b>	<b>1,224</b>	<b>4,999</b>
Expenses	2,786	2,892	96	873	962	951	896	924	3,788
<b>Core profit before loan impairment charges and provisions for guarantees</b>	<b>552</b>	<b>789</b>	<b>70</b>	<b>239</b>	<b>125</b>	<b>188</b>	<b>422</b>	<b>300</b>	<b>1,211</b>
Loan impairment charges and provisions for guarantees	1,095	584	188	384	509	202	177	182	761
<b>Core profit</b>	<b>-543</b>	<b>205</b>	<b>-</b>	<b>-145</b>	<b>-384</b>	<b>-14</b>	<b>245</b>	<b>118</b>	<b>450</b>

SUMMARY OF BALANCE SHEET, END OF PERIOD DKKm									
Loans and advances	109,630	99,530	110	109,630	104,469	103,282	98,974	99,530	98,974
Bonds and shares	72	988	7	72	4,060	1,245	1,039	988	1,039
Total assets	124,975	111,103	112	124,975	121,833	115,155	111,001	111,103	111,001
Deposits	106,288	92,843	114	106,288	107,526	102,103	99,354	92,843	99,354
Guarantees	11,894	12,511	95	11,894	10,910	11,698	12,476	12,511	12,476

### Pre-tax profit

The pre-tax profit from banking activities amounted to DKK -543m against DKK 205m for the same period in 2013. The profit for the first nine months of 2014 was in particular affected by the management's decision on adjustments to impairment charges relating to personal clients and AQR.

The underlying net interest income was affected by keen competition in the market place, squeezing interest rate margins and the volume of traditional bank loans, exclusive of the new home loan products. At this point in time, the increase in net interest income from the new home loans makes up for the decline in traditional bank loans.

Fee and commission income was affected by the lack of earnings from the cooperation with Totalkredit. Fee earnings relating to investment products and performance-related fees were in line with those of the corresponding period in 2013.

Considering the special circumstances, expenses were in line with the expected level, including expenses incurred in connection with the organisational changes initiated in 2013.

### Business volume

Due to the economic slowdown and the limited economic growth, there are still no indications of a general turnaround in consumption and investments, and therefore the business volume in respect of traditional bank loans is under pressure.

The increase in the new home loan products made up for the decline in traditional bank loans, and, on the whole, bank loans increased by 5%.

## Mortgage credit activities

Mortgage credit activities comprise financial solutions for the financing of real property carried out through BRFkredit. The mortgage credit activities are aimed mainly at Danish personal clients, corporate clients and general building and construction. Earnings from investment portfolios in BRFkredit are allocated to Trading and Investment.

SUMMARY OF INCOME STATEMENT	Q1-Q3	Q1-Q3	Index	Q3	Q2	Q1	Q4	Q3	The year
DKKm	2014	2013	14/13	2014	2014	2014	2013	2013	2013
Net interest income	620	-	-	371	249	-	-	-	-
Net fee and commission income	41	-	-	30	11	-	-	-	-
Value adjustments	-75	-	-	-38	-37	-	-	-	-
Other income	8	-	-	6	2	-	-	-	-
<b>Core Income</b>	<b>594</b>	-	-	<b>369</b>	<b>225</b>	-	-	-	-
Expenses	337	-	-	180	157	-	-	-	-
<b>Core profit before loan impairment charges and provisions for guarantees</b>	<b>257</b>	-	-	<b>189</b>	<b>68</b>	-	-	-	-
Loan impairment charges and provisions for guarantees	60	-	-	24	36	-	-	-	-
<b>Core profit</b>	<b>197</b>	-	-	<b>165</b>	<b>32</b>	-	-	-	-

SUMMARY OF BALANCE SHEET, END OF PERIOD									
DKKm									
Loans and advances	215,998	-	-	215,998	208,853	-	-	-	-
Bonds and shares	4,380	-	-	4,380	2,094	-	-	-	-
Total assets	226,426	-	-	226,426	218,187	-	-	-	-
Deposits	0	-	-	0	0	-	-	-	-
Issued bonds at fair value	198,099	-	-	198,099	194,308	-	-	-	-

### Material circumstances in the first nine months of 2014

In the Interim Financial Report for the first nine months of 2014, the BRFkredit Group affects the income statement for five months, and as of the end of June, the BRFkredit Group's balance sheet was fully consolidated into the Jyske Bank Group.

In June 2014, an organisational adjustment took place, cutting 47 jobs relating to mortgage credit activities.

### Pre-tax profit

This is the profit for the period, where increasing gross new loans, rising contribution and fee income as well as a general fall in expenses, including cost of capital, had a positive effect on profit. The cost of capital relating to the fulfilment of the SDO (covered bonds) and rating requirements fell due to the lower average holding of senior secured bonds and due to lower OC requirements from Standard & Poor's.

The expenses include integration costs of DKK 17m, primarily incurred in connection with provisions relating to the organisational adjustment.

### Business volume

Mortgage credit activities are still seeing a positive trend, and since the merger with BRFkredit, mortgage credit activities increased from nominally DKK 196,312m to nominally DKK 209,606m at the end of the third quarter 2014, corresponding to an increase of almost 7%. BRFkredit accounted for 84% of the total market growth of mortgage loans in the third quarter of 2014 against 57.9% in second quarter of 2014. The increase was attributable to both residential and corporate markets.

Growth was caused by clients' demand and the successful merger of BRFkredit and Jyske Bank, including BRFkredit's new distribution model.

For further details about BRFkredit, please see BRFkredit's interim report for the first nine months of 2014.

## Trading and investment

Trading and Investment activities target Danish and international investors and includes advice on risk management, investment advisory services 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 clients. Finally, the Trading and Investment activities cover private-banking activities targeting international clients, including those of the international units in Gibraltar, Switzerland, the Netherlands and France. Earnings from investment portfolios in BRFKredit are allocated to Trading and Investment.

SUMMARY OF INCOME STATEMENT DKKm	Q1-Q3 2014	Q1-Q3 2013	Index 14/13	Q3 2014	Q2 2014	Q1 2014	Q4 2013	Q3 2013	The year 2013
Net interest income	1,328	1,177	113	476	484	368	399	399	1,576
Net fee and commission income	330	294	112	115	108	107	124	75	418
Value adjustments	-77	370	-	-113	-81	117	7	6	377
Other income	57	38	150	14	31	12	6	5	44
<b>Income</b>	<b>1,638</b>	<b>1,879</b>	<b>87</b>	<b>492</b>	<b>542</b>	<b>604</b>	<b>536</b>	<b>485</b>	<b>2,415</b>
Expenses	563	449	125	158	241	164	198	153	647
<b>Profit before loan impairment charges and provisions for guarantees</b>	<b>1,075</b>	<b>1,430</b>	<b>75</b>	<b>334</b>	<b>301</b>	<b>440</b>	<b>338</b>	<b>332</b>	<b>1,768</b>
Loan impairment charges and provisions for guarantees	81	111	73	-10	44	47	58	26	169
<b>Pre-tax profit</b>	<b>994</b>	<b>1,319</b>	<b>75</b>	<b>344</b>	<b>257</b>	<b>393</b>	<b>280</b>	<b>306</b>	<b>1,599</b>

SUMMARY OF BALANCE SHEET, END OF PERIOD DKKm									
Loans and advances	29,819	28,253	106	29,819	27,403	31,953	29,895	28,253	29,895
Bonds and shares	84,078	64,961	129	84,078	85,019	60,624	72,787	64,961	72,787
Total assets	131,678	108,493	121	131,678	141,187	116,386	125,103	108,493	125,103
Deposits	41,116	31,598	130	41,116	40,678	36,599	31,354	31,598	31,354
Guarantees	913	897	102	913	774	1,027	1,006	897	1,006

### Pre-tax profit

The pre-tax profit from the activities of Trading and Investment amounted to DKK 994m against DKK 1,319m for the same period in 2013. The profit was particularly affected by the generally falling and very low interest-rate level, which has resulted in negative value adjustments as, on the whole, the positions of Trading and Investment have a negative interest-rate risk.

The composition and the development of Trading and Investment are to be seen in the light of the recognition over five months of earnings from investment portfolios from BRFKredit. BRFKredit's earnings from investment portfolios have a positive effect on net interest income and a negative effect on value adjustments.

Net interest income on bonds fell over the past year due to lower reinvestment rates, and earnings on the trading portfolio were falling.

Underlying expenses were in line with expectations.

### Business volume

The third quarter of 2014 saw an underlying positive sentiment in the financial markets. Volumes are still affected by reluctance in respect of investment and financial transactions, and in general the activity level reflects the focus on hedging transactions rather than investments with a view to profit.

The Jyske Bank Group sees an increasing market share, particularly in the mortgage bond and foreign currency markets.

## Other activities

Other activities comprise a number of Group units, including Business Concepts, Business Services, Property, other staff functions and small subsidiaries. This also includes eliminations.

SUMMARY OF INCOME STATEMENT DKKm	Q1-Q3 2014	Q1-Q3 2013	Index 14/13	Q3 2014	Q2 2014	Q1 2014	Q4 2013	Q3 2013	The year 2013
Net interest income	-88	133	-	24	-52	-60	27	41	160
Net fee and commission income	78	29	269	14	17	47	57	6	86
Value adjustments	284	-73	-	203	-77	158	23	-18	-50
Other income	2,911	336	866	156	2,714	41	76	130	412
<b>Income</b>	<b>3,185</b>	<b>425</b>	<b>749</b>	<b>397</b>	<b>2,602</b>	<b>186</b>	<b>183</b>	<b>159</b>	<b>608</b>
Expenses	429	239	179	160	122	147	117	75	356
<b>Profit before loan impairment charges and provisions for guarantees</b>	<b>2,756</b>	<b>186</b>	<b>1,482</b>	<b>237</b>	<b>2,480</b>	<b>39</b>	<b>66</b>	<b>84</b>	<b>252</b>
Loan impairment charges and provisions for guarantees	0	0	-	0	0	0	0	0	0
<b>Pre-tax profit</b>	<b>2,756</b>	<b>186</b>	<b>1,482</b>	<b>237</b>	<b>2,480</b>	<b>39</b>	<b>66</b>	<b>84</b>	<b>252</b>

SUMMARY OF BALANCE SHEET, END OF PERIOD DKKm									
Loans and advances	3,191	1,269	251	3,191	3,164	2,415	2,509	1,269	2,509
Bonds and shares	625	4,843	13	625	241	7,082	1,027	4,843	1,027
Total assets	38,061	30,667	124	38,061	12,370	25,887	25,900	30,667	25,900
Deposits	699	726	96	699	704	694	716	726	716
Guarantees	182	606	30	182	322	678	637	606	637

### Pre-tax profit

The pre-tax profit from the activities under Other activities amounted to DKK 2,756m against DKK 186m for the same period in 2013. The profit was particularly affected by income from bargain purchases in the amount of DKK 2,360m due to the merger with BRFkredit.

## Core income and earnings from investment portfolios

The pre-tax profit for the first nine months of 2014 broken down by core earnings and earnings on investment portfolios is stated below.

BREAKDOWN OF THE PERIOD'S PROFIT DKKm	First nine months of 2014				First nine months of 2013			
	Core earnings	investment portfolios	Reclassification	Total	Core earnings	investment portfolios	Reclassification	Total
Net interest income	4,140	502	0	4,642	3,508	278	0	3,786
Net fee and commission income	1,135	-2	0	1,133	1,226	-2	0	1,224
Value adjustments	208	-254	0	-46	296	70	0	366
Other income	2,996	9	0	3,005	474	9	0	483
Income from operating lease	58	0	216	274	49	0	240	289
<b>Income</b>	<b>8,537</b>	<b>255</b>	<b>216</b>	<b>9,008</b>	<b>5,553</b>	<b>355</b>	<b>240</b>	<b>6,148</b>
Expenses	3,890	9	216	4,115	3,334	6	240	3,580
<b>Profit before loan impairment charges and provisions for guarantees</b>	<b>4,647</b>	<b>246</b>	<b>0</b>	<b>4,893</b>	<b>2,219</b>	<b>349</b>	<b>0</b>	<b>2,568</b>
Loan impairment charges and provisions for guarantees	1,489	0	0	1,489	859	-1	0	858
<b>Pre-tax profit</b>	<b>3,158</b>	<b>246</b>	<b>0</b>	<b>3,404</b>	<b>1,360</b>	<b>350</b>	<b>0</b>	<b>1,710</b>

## Capital structure and capital management

### Common Equity Tier 1 and capital base

At the end of the third quarter of 2014, Common Equity Tier 1 (CET1) amounted to DKK 27,171m and 94% of the capital base against DKK 17,047m and 96% at end-2013. The Common Equity Tier 1 ratio was 15.7%, against 15.3% at the end of 2013.

Jyske Bank bought back hybrid capital in the amount of DKK 308m in the first quarter of 2014.

CAPITAL AND COMMON EQUITY TIER 1 RATIOS	Q3	Q2	Q1	Q4	Q3	The year
	2014	2014	2014	2013	2013	2013
Capital ratio (%)	16.7	16.4	16.2	16.0	15.7	16.0
Core capital ratio incl. hybrid capital (%)	16.2	15.8	15.9	15.9	15.5	15.9
Common Equity Tier 1 (CET 1%)	15.7	15.3	15.1	15.3	14.8	15.3

The Jyske Bank Group's total weighted risk exposure amounted to DKK 174bn at the end of the third quarter of 2014 against DKK 111bn at end-2013. The development of the total weighted risk exposure must be seen in the light of the merger with BRFKredit. The Jyske Bank Group's total weighted risk exposure with credit risk amounted to DKK 137bn, corresponding to 79% of the total weighted risk exposure. The Jyske Bank Group's total weighted risk exposure with market risk fell in the third quarter by DKK 5.4bn relative to the level at end-June 2014. The fall can be attributed to a reduction of the exposure to EUR.

With effect from 2014, the Common Equity Tier 1 and the capital base are calculated in accordance with new capital adequacy rules in CRD IV/CRR. In connection with the implementation of CRD IV/CRR, the new rules resulted in an improvement of 0.5 percentage point, made up by an increase in total weighted risk exposure of about DKK 2.3bn and an increase in the capital base of about DKK 1.0bn.

At this point in time Jyske Bank meets the adopted SIFI requirements that take effect in 2019, currently corresponding to a capital base of 14.7% exclusive of the countercyclical capital buffer. Jyske Bank has established a long-term goal of achieving a capital ratio of 17.5% and a Common Equity Tier 1 ratio of 14.0% when the capital adequacy rules have been fully implemented in 2019.

### Individual solvency requirement

The individual solvency requirement for the Jyske Bank Group is determined as the higher one of the requirements based on the internal method, the FSA's 8+ approach as well as statutory limits. In addition to the minimum capital requirement, the individual solvency requirement is subject to the transitional provisions pertaining to AIRB institutions.

At the end of the third quarter of 2014, the Jyske Bank Group calculated its individual solvency requirement to be 10.7% of the total weighted risk exposure against 9.8% at end-2013. The development is to be seen in the light of the merger with BRFKredit and further capital to risky exposures.

Compared with the actual capital base of DKK 29bn, the capital buffer amounted at the end of the third quarter to DKK 10.4bn, corresponding to 6 percentage points. The capital buffer plus earnings from operations denote the maximum sustainable loss without the need for additional capital. The Jyske Bank Group's large proportion of Common Equity Tier 1 cements the quality of the total capital.



### Stresstest

Following the recommendation by the European Banking Authority (EBA), the Danish Financial Supervisory Authority (FSA) has conducted a stress test of a number of banks, including Jyske Bank. The stress test demonstrates a Common Equity Tier 1 ratio of 18.6% under the baseline scenario and of 13.6% under the stress scenario at end-2016. Both under the baseline and the stress scenarios, a considerable excess solvency was seen relative to the EBA's threshold values of 8% and 5.5%, respectively. The stress test confirm the Jyske Bank Group's strong capital structure and capital conditions, and gives the opportunity to continue the growth strategy, which is in combination with BRFkredit.

### Liquidity management

The funding profile of the Jyske Bank Group changed after the merger with BRFkredit. At the end of the third quarter of 2014, deposits funded 109% of the bank's loan portfolio. Mortgage loans are financed through the issue of mortgage bonds, and therefore the Jyske Bank Group's issued bonds have increased considerably in connection with the merger with BRFkredit. BRFkredit's mortgage loans are regulated by the balance principle where payment of interest and instalments on the underlying mortgage loans are matched with the payments on the issued mortgage bonds.

The Jyske Bank Group is focusing on improvements of the Net Stable Funding Ratio (NSFR), and BRFkredit's issue of new bonds (RTL F) makes up one of the elements in these endeavours.

### Capital market funding and liquidity reserve

At the end of the third quarter of 2014, the Jyske Bank Group's liquidity reserve amounted to DKK 53bn against DKK 50bn at end-2013. Under a stress scenario assuming that the Jyske Bank Group is precluded from re-financing in the international financial money markets for unsecured senior debt as well as the market for the so-called senior secured bonds, the Jyske Bank Group's liquidity reserve would after a 12-month period amount to DKK 26bn, which is line with the level at end-2013.

In the first nine months of 2014, Jyske Bank took advantage of the favourable market conditions to issue private placements totalling DKK 0.7bn (SEK 850m) with a time to maturity of 3 years on attractive terms under the EMTN programme as well as a 3-year public benchmark bond totalling EUR 500m at an interest rate corresponding to 3-month Cibar +0.28%. About 80% of the benchmark bonds were sold to European capital market investors outside Denmark, which underpins the diversification of the funding structure. The issue covers the Jyske Bank Group's refinancing requirements at senior unsecured conditions in 2014.

The growth in home loans is predominantly financed through covered bond issues (SDO) through BRFkredit and does not affect the financing requirements to any noticeable degree. On 30 September 2014, Jyske Bank's total financing through BRFkredit totalled DKK 11bn.

The Jyske Bank Group's total liquidity reserve and runoff of unsecured senior debt as well as senior secured bonds issued by BRFkredit over the next 12 months appear from the table below. The development and the level relative to the end of 2013 must be seen in the light of the merger with BRFkredit.

<b>LIQUIDITY RESERVE AND RUNOFF</b>	<b>Q3</b>	<b>Q2</b>	<b>Q1</b>	<b>Q4</b>	<b>Q3</b>	<b>The year</b>
<b>DKKbn</b>	<b>2014</b>	<b>2014</b>	<b>2014</b>	<b>2013</b>	<b>2013</b>	<b>2013</b>
End of period	52.4	54.3	51.3	49.9	50.3	49.9
3 months	38.1	44.0	38.2	30.1	31.7	30.1
6 months	32.0	33.5	37.5	29.5	23.2	29.5
9 months	27.7	30.9	35.1	28.2	22.5	28.2
12 months	25.2	25.8	31.8	26.9	21.3	26.9

## Mortgage funding

The refinancing profile and the breakdown by various mortgage loan types appear from the table below.

BRFKREDIT'S BREAKDOWN OF MORTGAGE LOANS ACCORDING TO LOAN TYPE		Q3
%		2014
Annual refinancing, including F1 loans		19
Refinancing within 12 months, including F2-F10 loans		7
Refinancing beyond 12 months, including F1-F10 loans		32
Other types of loans, including fixed-rate loans		42
<b>Total</b>		<b>100</b>

The breakdown of the 26% of the total mortgage loans that are to be refinanced within the next 12 months appears from the below table.

BRFKREDIT'S BREAKDOWN OF REFINANCING REQUIREMENTS WITHIN 12 MÅNEDER		Q3
DKKbn		2014
January 2015		35
April 2015		8
October 2015		12
<b>Total</b>		<b>55</b>

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 third quarter of 2014, the liquidity ratio was 21.6%, corresponding to a liquidity surplus of 116%; at end-2013, the surplus was 172%. The development of liquidity ratio must be seen in the light of the merger with BRFkredit.

## Other information

### The supervisory diamond for Jyske Bank A/S

The supervisory diamond defines a number of special risk areas including specified limits that banks should generally not exceed. The supervisory diamond limits applicable to Jyske Bank A/S are shown below.

THE SUPERVISORY DIAMOND FOR JYSKE BANK A/S	Q3 2014	Q2 2014	Q1 2014	Q4 2013	Q3 2013	The year 2013
Sum of large exposures < 125% of the adjusted capital base	0	0	0%	0%	0%	0%
Increase in loans and advances < 20% annually	5%	5%	3%	5%	6%	5%
Exposures to property administration and property transactions < 25% of total loans and advances	7%	8%	7%	8%	8%	8%
Stable funding < 1	0.72	0.71	0.73	0.73	0.78	0.73
Liquidity surplus > 50%	130%	148%	184%	150%	171%	150%

Jyske Bank A/S meets all the benchmarks of the supervisory diamond.

### Report from the Danish Financial Supervisory Authority

The Danish FSA conducted an inspection of Jyske Bank, and until now in 2014 Jyske Bank received the following reports:

- Report on inspection at Jyske Bank A/S (Asset Quality Review and stress testing). At the request of the European Banking Authority (EBA), the Danish Financial Supervisory Authority (FSA) has over the first nine months of 2014 carried out an Asset Quality Review (AQR) at Jyske Bank and a stress test of Jyske Bank. At the inspection, the FSA examined, for a number of loan exposures to corporate and personal clients, impairment charges and contributions to the solvency requirements as at end-2013. As a consequence of its review of Jyske Bank's asset quality, the FSA's best estimate is that the Jyske Bank Group's Common Equity Tier 1 capital included in the stress test should be revised down by DKK 344m, equalling DKK 456m before tax. In the course of the first nine months of 2014, the full effect of the AQR was recognised in the income statement and reflected in equity and the capital base as at 30 September 2014. Moreover, the inspection resulted in three enforcement orders.
- Report on the inspection at Jyske Bank A/S (joint funding) The FSA conducted in November 2013 a functional inspection of joint funding. The inspection included an examination of Jyske Bank's joint funding with BRFKredit. The inspection did not give rise any comments.
- Report on enforcement order to Jyske Bank A/S concerning risk weighting of special loans to personal clients. The Danish FSA made an assessment of Jyske Bank's use of especially low risk weighting for so-called Qualifying Revolving Retail Exposures (QRRE). The inspection resulted in an enforcement order. Jyske Bank complied with the enforcement order, and the effect was incorporated in the statement of changes in equity on 30 June 2014.

The Danish Financial Supervisory Authority' report is available at [www.jyskebank.dk](http://www.jyskebank.dk).

### Further information

For further information, please see [www.jyskebank.info](http://www.jyskebank.info). Here you will find an interview with Anders Dam, detailed financial information as well as Jyske Bank's Annual Report 2013 and Risk and Capital Management 2013, 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:

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## 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 September 2014.

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 interim financial statements give a true and fair view of the Group's and the Parent's financial position at 30 September 2014 and also of their financial performance as well as the cash flows of the Group for the period 1 January to 30 September 2014.

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, 29 October 2014

### EXECUTIVE BOARD

ANDERS DAM  
Managing Director and CEO

SVEN A. BLOMBERG  
Deputy Managing Director and Chief Executive

NIELS ERIK JAKOBSEN

LEIF F. LARSEN

PER SKOVHUS

/JENS BORUM  
Director, Accounting and Tax

### SUPERVISORY BOARD

SVEN BUHRKALL  
Chairman

KURT BLIGAARD PEDERSEN  
Deputy Chairman

RINA ASMUSSEN

PHILIP BARUCH

JENS A. BORUP

OLUF ENGELL

KELD NORUP

JESPER HOLBØLL  
Employee Representative

HAGGAI KUNISCH  
Employee Representative

MARIANNE LILLEVANG  
Employee Representative

## INCOME STATEMENT AND STATEMENT OF COMPREHENSIVE INCOME

Note	DKKm	The Jyske Bank Group			
		Q1-Q3 2014	Q1-Q3 2013	Q3 2014	Q3 2013
<b>INCOME STATEMENT</b>					
5	Interest income	7,689	4,820	3,412	1,570
6	Interest expenses	3,048	1,034	1,554	334
	<b>Net interest income</b>	<b>4,641</b>	<b>3,786</b>	<b>1,858</b>	<b>1,236</b>
7	Fees and commission income	1,363	1,404	447	427
	Fees and commission expenses	230	180	88	61
	<b>Net interest and fee income</b>	<b>5,774</b>	<b>5,010</b>	<b>2,217</b>	<b>1,602</b>
8	Value adjustments	-46	366	-16	61
9	Other income	3,280	772	266	228
10	Employee and administrative expenses	3,795	3,292	1,276	1,059
	Amortisation, depreciation and impairment charges	320	288	95	93
12	Loan impairment charges and provisions for guarantees	1,489	858	495	231
	<b>Pre-tax profit</b>	<b>3,404</b>	<b>1,710</b>	<b>601</b>	<b>508</b>
11	Tax	94	370	53	123
	<b>Profit for the period</b>	<b>3,310</b>	<b>1,340</b>	<b>548</b>	<b>385</b>
	Attributable to:				
	Jyske Bank A/S shareholders	3,309	1,339	548	384
	Non-controlling interests	1	1	0	1
	Total	3,310	1,340	548	385
	<b>Earnings per share for the period</b>				
	Earnings per share for the period, DKK	38.59	18.81	5.76	5.39
	Earnings per share for the period, DKK, diluted	38.59	18.81	5.76	5.39
<b>STATEMENT OF COMPREHENSIVE INCOME</b>					
	Profit for the period	3,310	1,340	548	385
	Other comprehensive income:				
	Items that cannot be recycled to the income statement:				
	Effect of the change to the tax rate	0	12	0	0
	Items that can be recycled to the income statement:				
	Foreign currency translation adjustment of international units	55	-72	23	22
	Hedge accounting of international units	-55	72	-23	-22
	Tax on hedge accounting	13	-18	5	5
	<b>Other comprehensive income after tax</b>	<b>13</b>	<b>-6</b>	<b>5</b>	<b>5</b>
	<b>Comprehensive income for the period</b>	<b>3,323</b>	<b>1,334</b>	<b>553</b>	<b>390</b>
	Attributable to:				
	Jyske Bank A/S shareholders	3,322	1,333	553	389
	Non-controlling interests	1	1	0	1
	Total	3,323	1,334	553	390

## BALANCE SHEET

Note	The Jyske Bank Group		
DKKm	30 Sept. 2014	31 Dec. 2013	30 Sept. 2013
<b>BALANCE SHEET</b>			
<b>ASSETS</b>			
	1,066	2,427	4,419
	19,505	15,143	7,666
13	215,998	0	0
14	142,640	131,378	129,052
	75,176	57,754	53,788
	11,267	14,794	14,909
	2,712	2,305	2,095
	120	71	75
	3,638	3,237	3,265
	319	49	39
15	48,699	34,846	34,955
<b>Total assets</b>	<b>521,140</b>	<b>262,004</b>	<b>250,263</b>
<b>EQUITY AND LIABILITIES</b>			
<b>Liabilities</b>			
	51,761	43,936	33,633
16	148,103	131,424	125,167
17	198,099	0	0
	37,750	27,760	32,494
	1	0	452
18	54,575	38,203	38,375
19	1,667	1,553	1,495
20	1,354	1,649	1,643
<b>Liabilities, total</b>	<b>493,310</b>	<b>244,525</b>	<b>233,259</b>
<b>Equity</b>			
	950	713	713
	361	361	356
	26,486	16,372	15,902
	33	33	33
<b>Equity, total</b>	<b>27,830</b>	<b>17,479</b>	<b>17,004</b>
<b>Equity and liabilities, total</b>	<b>521,140</b>	<b>262,004</b>	<b>250,263</b>
<b>OFF-BALANCE SHEET ITEMS</b>			
	13,031	14,119	14,014
	2,322	1,827	1,821
21	15,353	15,946	15,835
<b>Total guarantees and other contingent liabilities</b>	<b>15,353</b>	<b>15,946</b>	<b>15,835</b>

## STATEMENT OF CHANGES IN EQUITY

The Jyske Bank Group

DKKmn

	Share capital	Revaluation reserve	Currency translation reserve	Retained earnings	Total	Non-controlling interests	Total equity
Equity at 1 January 2014	713	361	0	16,372	17,446	33	17,479
Profit for the period	0	0	0	3,309	3,309	1	3,310
Other comprehensive income:							
Foreign currency translation adjustment of international units	0	0	55	0	55	0	55
Hedge accounting of international units	0	0	-55	0	-55	0	-55
Tax on other comprehensive income	0	0	0	13	13	0	13
Other comprehensive income after tax	0	0	0	13	13	0	13
Comprehensive income for the period	0	0	0	3,322	3,322	1	3,323
Capital increase	237	0	0	6,794	7,031	0	7,031
Expenses relating to capital increase	0	0	0	-7	-7	0	-7
Acquisition of own shares	0	0	0	-1,063	-1,063	0	-1,063
Sale of own shares	0	0	0	1,068	1,068	0	1,068
Adjustment of non-controlling interests	0	0	0	0	0	-1	-1
Transactions with shareholders	237	0	0	6,792	7,029	-1	7,028
<b>Equity at 30 September 2014</b>	<b>950</b>	<b>361</b>	<b>0</b>	<b>26,486</b>	<b>27,797</b>	<b>33</b>	<b>27,830</b>
Equity at 1 January 2013	713	344	1	14,548	15,606	36	15,642
Profit for the period	0	0	-1	1,340	1,339	1	1,340
Other comprehensive income:							
Foreign currency translation adjustment of international units	0	0	-72	0	-72	0	-72
Hedge accounting of international units	0	0	72	0	72	0	72
Tax on other comprehensive income	0	12	0	-18	-6	0	-6
Other comprehensive income after tax	0	12	0	-18	-6	0	-6
Comprehensive income for the period	0	12	-1	1,322	1,333	1	1,334
Acquisition of own shares	0	0	0	-859	-859	0	-859
Sale of own shares	0	0	0	891	891	0	891
Adjustment of non-controlling interests	0	0	0	0	0	-4	-4
Transactions with shareholders	0	0	0	32	32	-4	28
<b>Equity at 30 September 2013</b>	<b>713</b>	<b>356</b>	<b>0</b>	<b>15,902</b>	<b>16,971</b>	<b>33</b>	<b>17,004</b>

## CAPITAL STATEMENT

DKKm	The Jyske Bank Group		
	30 Sept. 2014	31 Dec. 2013	30 Sept. 2013
Equity	27,830	17,479	17,004
Revaluation reserve	0	-361	-356
Intangible assets	-120	-71	-75
Deferred tax assets relating to intangible assets	27	0	0
Prudent valuation	-262	0	0
Deferred tax assets	-239	0	0
Other deductions	-65	0	0
<b>Common Equity Tier 1</b>	<b>27,171</b>	<b>17,047</b>	<b>16,573</b>
Hybrid core capital	993	1,303	1,295
Difference between expected loss and the carrying amount of impairment charges	0	-55	0
Deduction for equity investments above 10%	0	-550	-572
Other deductions	-57	-3	-2
<b>Core capital</b>	<b>28,107</b>	<b>17,742</b>	<b>17,294</b>
Subordinated loan capital	327	336	336
Revaluation reserve	0	361	356
Difference between expected loss and the carrying amount of impairment charges	506	-55	185
Collective impairment under the standard approach	46	0	0
Deduction for equity investments above 10%	0	-550	-572
Other deductions	0	-3	-2
<b>Capital base</b>	<b>28,986</b>	<b>17,831</b>	<b>17,597</b>
Weighted risk exposure involving credit risk etc.	136,847	81,106	83,669
Weighted risk exposure involving market risk	19,703	17,687	15,769
Weighted risk exposure involving operational risk	17,051	12,483	12,483
<b>Total weighted risk exposure</b>	<b>173,601</b>	<b>111,276</b>	<b>111,921</b>
Capital requirement, Pillar I	13,888	8,902	8,954
Capital requirement, transitional provisions	2,204	79	0
<b>Capital requirement, total</b>	<b>16,092</b>	<b>8,981</b>	<b>8,954</b>
Capital ratio (%)	16.7	16.0	15.7
Core capital ratio (%)	16.2	15.9	15.5
Common Equity Tier 1 ratio (%)	15.7	15.3	14.8

Over the period 2008-2013, capital ratios were calculated in accordance with the CRD III (Basel II). On 30 September 2014, the total risk-weighted exposure according to Basel I amounted to DKK 251,432m for the Jyske Bank Group. The capital requirement according to the transitional provisions was for 80% of the capital requirement of 8% of the total weighted risk exposure corresponding to DKK 16,092m for the Jyske Bank Group. At end-2013, the transitional provisions resulted in a capital requirement of DKK 8,981m for the Jyske Bank Group. The transitional rules applying to total weighted risk exposure will still apply in the coming years.

With effect from 2014, capital ratios are calculated in accordance with CRD IV/CRR (Basel III). The new rules result in changes in the calculation of the capital base and the total weighted risk exposure. The comparative figures for 2013 and earlier years have not been adjusted.

For the determination of individual solvency requirement, please see the Risk and Capital Management Report 2013 or [www.jyskebank.info](http://www.jyskebank.info).



## SUMMARY OF CASH FLOW STATEMENT

DKKmn	The Jyske Bank Group	
	Q1-Q3 2014	Q1-Q3 2013
<b>Profit for the period</b>	<b>3,310</b>	1,340
Adjustment for non-cash operating items and change in working capital	<b>-7,066</b>	-3,094
<b>Cash flows from operating activities</b>	<b>-3,756</b>	-1,754
Acquisition of property, plant and equipment	<b>-223</b>	-313
Acquisition of intangible assets	<b>-49</b>	-51
<b>Cash flows from investment activities</b>	<b>-272</b>	-364
Capital increase	<b>7,031</b>	0
Acquisition of own shares	<b>-1,063</b>	-859
Sale of own shares	<b>1,068</b>	891
Additional and repayment of subordinated debt	<b>-309</b>	-1,092
<b>Cash flows from financing activities</b>	<b>6,727</b>	-1,060
<b>Cash flow for the period</b>	<b>2,699</b>	-3,178
Cash and cash equivalents, beginning of period	<b>16,647</b>	14,534
<b>Cash and cash equivalents, end of period</b>	<b>19,346</b>	11,356
Cash and cash equivalents, end of period, comprise:		
Cash in hand, etc.	<b>1,066</b>	4,419
Due from credit institutions and central banks	<b>18,280</b>	6,937
<b>Cash and cash equivalents, end of period</b>	<b>19,346</b>	11,356

## 1 Accounting Policies

The Interim Financial Report for the period 1 January to 30 September 2014 was prepared in accordance with IAS 34 Interim Financial Reporting as adopted by the EU. Furthermore, the Interim Financial Report was prepared in accordance with the additional Danish disclosure requirements for the interim reports of listed financial undertakings.

The merger with BRFKredit caused the implementation of the following changes to the accounting policies:

- Loans and advances at fair value. Mortgage loans where a connection exists to the underlying bonds are recognised according to the trade date approach and classified as 'Loans and advances at fair value'. Mortgage loans are measured at fair value on initial and subsequent recognition. Index-linked loans are measured on the basis of the index value at the end of the year. The fair value is determined on the basis of the closing price at the balance sheet date of the underlying issued bonds or, if such price is not available for the past month, a price calculated on the basis of the market rate. The closing price is regarded as the best bid for the fair value of Danish mortgage bonds.

To the extent that there is an objective indication of impairment, mortgage loans are written down in relation to the value at the establishment of the loan. A review for impairment includes an assessment of the value of the mortgaged properties, the realisable value of the claim, time-on-market expenses in an estimated settlement period and sales costs. The indication of impairment is determined on the basis of a calculation of the net present value of anticipated future payments.

Mortgage loans for which no individual impairment has been provided are included in a model assessing the need to subject groups of loans to a review for impairment. The group model is a segmentation model where an initial segmentation is made with a view to dividing the portfolio into groups with similar credit characteristics. A review for impairment of the respective segments is primarily made on the basis of an 'arrears model' and, alternatively, against the background of an assessment of whether the trend in various macro-variables has provided an objective indication of impairment.

- Issued bonds at fair value. Issued mortgage bonds recognised according to the ownership-settlement approach and measured at fair value on initial and subsequent recognition. The fair value is determined on the basis of the closing price at the balance sheet date or, if such price is not available for the past month, a price calculated on the basis of the official market rate.

Mortgage bonds drawn for redemption and repayable immediately after the financial year end are, however, measured at par, whereas mortgage bonds drawn for redemption and repayable at a later repayment date are measured at a calculated market value.

The portfolio of own mortgage bonds is deducted.

- Segment information. The information is reported for business areas, and:
  - A new business area covering mortgage credit activities has been established. Mortgage credit activities comprise financial solutions for the financing of real property carried out through BRFKredit. The mortgage credit activities are aimed mainly at Danish personal clients, corporate clients and general building and construction. No comparative figures are reported for the new segment as the Jyske Bank Group has not previously held any ownership of the underlying activity.
  - The segments Deposit Guarantee Fund, etc. and Banking Activities have been merged, Banking Activities being the surviving segment. This change has been incorporated in the comparative figures.
- Core profit. Classification has been changed in the following respects in connection with the calculation of core profit.
  - Expenses for the Guarantee Fund, etc. are recognised in core expenses. The change affects core expenses.
  - Alignment of Jyske Bank's and BRFKredit's principles relating to the definition of core earnings and earnings from investment portfolios. The change affects net interest income and value adjustments under core income.
  - Presentation under core profit of positive value adjustments for assets taken over. Positive value adjustments for assets taken over are recognised in loan impairment charges and provisions for guarantees. Previously positive value adjustments were recognised in net interest income in line with the statutory accounting classification. The change affects net interest income under core income and loan impairment charges and provisions for guarantees.

The above changes have been incorporated in the comparative figures above and the changes do not affect core profit, pre-tax profit or equity.

For the sake of clarity of the interim report, the presentation has been changed, for instance, through classification and adding together of items in the Management's review as well as the interim financial statements. The changed presentation has no effect on the net profit or loss for the period, total assets or equity. The notes in the interim financial statements have been adjusted to the presentation chosen. Finally, a division has been made between the interim financial statements for the Jyske Bank Group and for Jyske Bank A/S.

## NOTES

Note	The Jyske Bank Group
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### 1 Accounting Policies, cont.

With effect as of 1 January 2014, the Jyske Bank Group has implemented the following changes and new standards:

- IFRS 10 on consolidated financial statements. A new standard that changes and specifies the definition of control of another entity.
- IFRS 11 on joint ventures and similar. There is no longer freedom of choice between proportionate consolidation and the equity method.
- IFRS 12 on disclosure requirements for control etc. of subsidiaries, joint ventures and associates.
- Changes to IAS 28 on investments in associates and joint ventures.

The implementation of the above changes and new standards did not have any material impact on recognition and measurement.

Except for the implementation of the above changes and new standards, the accounting policies are unchanged compared to those applied to and described in detail in the Annual Report 2013.

- IFRS 9 on financial assets covers classification and measurement of financial assets and liabilities, impairment of financial assets as well as hedge accounting. The IASB completed the IFRS 9 in July 2014, but the standard has not been approved by the EU. It has not been possible to make a comprehensive assessment of the standard's effect on the Jyske Bank Group. The standard takes effect from 1 January 2018, but it is possible to implement it before that date.

### 2 Material 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 of material importance to the financial reporting are, among other things, based on the impairment of loans and advances, the fair value of unlisted financial instruments and provisions already made, cf. the detailed statement in the Annual Report 2013. The estimates are based on assumptions which 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.

Note	The Jyske Bank Group	
	Q1-Q3 2014	Q1-Q3 2013

### 3 Financial ratios and key figures

Pre-tax profit, per share (DKK)	<b>39.70</b>	24.01
Earnings per share for the period (DKK)	<b>38.59</b>	18.81
Earnings per share for the period (diluted) (DKK)	<b>38.59</b>	18.81
Core profit per share (DKK)	<b>36.83</b>	19.10
Share price at end of period (DKK)	<b>319</b>	274
Book value per share (DKK)	<b>293</b>	238
Price/book value per share (DKK)	<b>1.09</b>	1.15
Outstanding shares in circulation ('000)	<b>94,993</b>	71,244
Average number of shares in circulation ('000)	<b>85,742</b>	71,216
Capital ratio (%)	<b>16.7</b>	15.7
Core capital ratio (%)	<b>16.2</b>	15.5
Common Equity Tier 1 ratio (%)	<b>15.7</b>	14.8
Pre-tax profit as a pct. of average equity	<b>15.0</b>	10.5
Profit for the period as a pct. of av. equity	<b>14.6</b>	8.2
Income/cost ratio (%)	<b>1.6</b>	1.4
Interest-rate risk (%)	<b>-0.5</b>	1.4
Currency risk (%)	<b>0.0</b>	0.1
Accumulated impairment ratio (%)	<b>1.5</b>	3.1
Impairment ratio for the period (%)	<b>0.4</b>	0.6
No. of full-time employees at end-period	<b>4,289</b>	3,808
Average number of full-time employees in the period	<b>4,052</b>	3,748

## NOTES

Note	The Jyske Bank Group						
	DKKm						
4	<b>Segment information</b>	<b>Banking activities</b>	<b>Mortgage credit activities</b>	<b>Trading and Investment</b>	<b>Other</b>	<b>Reclassification</b>	<b>The Jyske Bank Group</b>
	<b>First nine months of 2014</b>						
	Net interest income	2,528	620	1,328	-88	253	4,641
	Net fee and commission income	684	41	330	78	0	1,133
	Value adjustments	-178	-75	-77	284	0	-46
	Other income	304	8	57	2,911	0	3,280
	<b>Income</b>	<b>3,338</b>	<b>594</b>	<b>1,638</b>	<b>3,185</b>	<b>253</b>	<b>9,008</b>
	Expenses	2,786	337	563	429	0	4,115
	<b>Profit before loan impairment charges and provisions for guarantees</b>	<b>552</b>	<b>257</b>	<b>1,075</b>	<b>2,756</b>	<b>253</b>	<b>4,893</b>
	Loan impairment charges and provisions for guarantees	1,095	60	81	0	253	1,489
	<b>Pre-tax profit</b>	<b>-543</b>	<b>197</b>	<b>994</b>	<b>2,756</b>	<b>0</b>	<b>3,404</b>
	Internal allocation of earnings	350	-342	-8	0	0	0
	Loans and advances	109,630	215,998	29,819	3,191	0	<b>358,638</b>
	Bonds and shares	72	4,380	84,078	625	0	<b>89,155</b>
	Issued bonds at fair value	0	198,099	0	0	0	<b>198,099</b>
	Deposits	106,288	0	41,116	699	0	<b>148,103</b>
	Guarantees	11,894	42	913	182	0	<b>13,031</b>
	Total assets	124,975	226,426	131,678	38,061	0	<b>521,140</b>
	Mortgage credit activities cover five months in the first nine months of 2014						
	<b>First nine months of 2013</b>						
	Net interest income	2,310	0	1,177	133	163	3,786
	Net fee and commission income	901	0	294	29	0	1,224
	Value adjustments	69	0	370	-73	0	366
	Other income	398	0	38	336	0	772
	<b>Income</b>	<b>3,678</b>	<b>0</b>	<b>1,879</b>	<b>425</b>	<b>163</b>	<b>6,148</b>
	Expenses	2,892	0	449	239	0	3,580
	<b>Profit before loan impairment charges and provisions for guarantees</b>	<b>786</b>	<b>0</b>	<b>1,430</b>	<b>186</b>	<b>163</b>	<b>2,568</b>
	Loan impairment charges and provisions for guarantees	581	0	111	0	163	858
	<b>Pre-tax profit</b>	<b>205</b>	<b>0</b>	<b>1,319</b>	<b>186</b>	<b>0</b>	<b>1,710</b>
	Internal allocation of earnings	275	0	-278	3	3	0
	Loans and advances	99,530	0	28,253	1,269	0	129,052
	Bonds and shares	988	0	64,961	4,843	0	70,792
	Issued bonds at fair value	0	0	0	0	0	0
	Deposits	92,843	0	31,598	726	0	125,167
	Guarantees	12,511	0	897	606	0	14,014
	Total assets	111,103	0	108,493	30,667	0	250,263
	There were no mortgage credit activities in the first nine months of 2013						

## NOTES

Note	The Jyske Bank Group	
	DKKm	

### 4 Segment information, cont.

<b>Revenue, broken down by country Q1-Q3 2014</b>	<b>Revenue</b>	<b>Full-time employees</b>
Denmark	12,050	4,131
Switzerland	65	45
Gibraltar	55	92
Germany	45	9
The Netherlands	11	12
Spain	0	0
<b>Total</b>	<b>12,226</b>	<b>4,289</b>

Revenue is defined as interest income, fee and commission income and also other operating income.

Jyske Bank has activities in the countries stated below in the form of subsidiaries or branches. The names of the subsidiaries appear from the group chart.

Activities in individual countries:

Denmark. The Jyske Bank Group has activities within banking and mortgage banking, trading and wealth management advice as well as leasing.

Switzerland. The Jyske Bank Group has activities within banking as well as trading and wealth management advice.

Gibraltar. The Jyske Bank Group has activities within banking as well as trading and wealth management advice.

Germany. The Jyske Bank Group has activities within banking.

The Netherlands. The Jyske Bank Group has activities within investment.

Spain. The Jyske Bank Group has activities within properties.

		The Jyske Bank Group	
		Q1-Q3	Q1-Q3
		2014	2013
	DKKm		

### 5 Interest income

Due from credit institutions and central banks	23	17
Loans and advances	5,836	3,638
Contribution	601	0
Bonds	1,051	962
Derivatives, total	173	187
Of which:		
Currency contracts	179	157
Interest-rate contracts	-6	30
Other	5	16
<b>Total</b>	<b>7,689</b>	<b>4,820</b>

Of which interest income on reverse repos carried under:

Due from credit institutions and central banks	-1	-1
Loans and advances	15	8

### 6 Interest expenses

Due to credit institutions and central banks	109	104
Deposits	524	550
Issued bonds	2,358	341
Subordinated debt	31	34
Other	26	5
<b>Total</b>	<b>3,048</b>	<b>1,034</b>

Of which interest expenses on repos carried under:

Due to credit institutions and central banks	13	6
Deposits	7	1

## NOTES

Note	DKKm	The Jyske Bank Group	
		Q1-Q3 2014	Q1-Q3 2013
<b>7</b>	<b>Fees and commission income</b>		
	Securities trading and custody services	758	727
	Money transfers and card payments	136	107
	Loan management fees	135	134
	Guarantee commission	141	252
	Other fees and commissions	193	184
	<b>Total</b>	<b>1,363</b>	<b>1,404</b>
<b>8</b>	<b>Value adjustments</b>		
	Loans and advances at fair value	1,207	0
	Bonds	115	-206
	Other investment securities	484	124
	Currency	200	215
	Currency, interest-rate, share, commodity and other contracts as well as other derivatives	-671	136
	Issued bonds	-1,449	90
	Other assets and liabilities	68	7
	<b>Total</b>	<b>-46</b>	<b>366</b>
<b>9</b>	<b>Other income</b>		
	Income on real property	53	52
	Profit from the sale of subsidiary	296	5
	Gain from a bargain purchase relating to business combinations	2,360	97
	Income from operating lease <sup>1</sup>	274	289
	Dividends, etc.	71	44
	Profit on investments in associates and group enterprises	35	14
	Other income	191	271
	<b>Total</b>	<b>3,280</b>	<b>772</b>

<sup>1</sup> Expenses relating to operating leases affected the item Amortisation, depreciation and impairment charges in the amount of DKK 216m in the first three quarters of 2014 against DKK 240m in the same period in 2013.

## NOTES

Note	The Jyske Bank Group		
	Q1-Q3 2014	Q1-Q3 2013	
	DKKm		
10	<b>Employee and administrative expenses</b>		
	<b>Employee expenses</b>		
	Wages and salaries, etc.	1,727	1,596
	Pensions	232	225
	Social security	204	162
	<b>Total</b>	<b>2,163</b>	<b>1,983</b>
	<b>Salaries and remuneration to management bodies</b>		
	Executive Board <sup>1</sup>	23	18
	Supervisory Board	3	2
	Shareholders' Representatives	1	1
	<b>Total</b>	<b>27</b>	<b>21</b>
	<b>Other administrative expenses</b>		
	IT	806	713
	Other operating expenses	246	54
	Other administrative expenses	553	521
	<b>Total</b>	<b>1,605</b>	<b>1,288</b>
	<b>Total</b>	<b>3,795</b>	<b>3,292</b>
11	<b>Effective tax rate</b>		
	Corporation tax rate in Denmark	24.5	25.0
	Non-taxable income and non-deductible expenses, etc.	-21.7	-1.6
	Effect of the change to the corporation tax rate	0.0	-1.8
	<b>Total</b>	<b>2.8</b>	<b>21.6</b>

The low tax rate in the first nine months of 2014 can be attributed to the fact that bargain purchases in connection with business combinations, profits from the sale of the subsidiary and the shares in Nets as well as value adjustments of sector shares are tax exempt.

## NOTES

Note	The Jyske Bank Group	
	Q1-Q3 2014	Q1-Q3 2013
	DKKm	
12	<b>Loan impairment charges and provisions for guarantees, incl. balance of discounts</b>	
	<b>Balance of loan impairment charges and provisions for guarantees incl. balance of discounts, beginning of period</b>	
	<b>5,600</b>	4,661
	Loan impairment charges/provisions for the period	
	<b>1,216</b>	572
	Recognised as a loss, covered by impairment charges/provisions	
	<b>-462</b>	-697
	Discount for assets taken over in connection with business combinations	
	<b>2,717</b>	1,398
	Recognised losses covered by discounts for assets taken over	
	<b>-347</b>	-190
	Recognised discount for assets taken over	
	<b>-253</b>	-163
	Other movements	
	<b>98</b>	75
	<b>Balance of loan impairment charges and provisions for guarantees incl. balance of discounts, end of period</b>	
	<b>8,569</b>	5,656
	Loan impairment charges	
	<b>5,016</b>	4,154
	Provisions for guarantees	
	<b>529</b>	457
	<b>Balance of loan impairment charges and provisions, end of period</b>	
	<b>5,545</b>	4,611
	Balance of discounts for assets taken over	
	<b>3,024</b>	1,045
	<b>Balance of loan impairment charges and provisions for guarantees incl. balance of discounts, end of period</b>	
	<b>8,569</b>	5,656
	Loan impairment charges/provisions for the period	
	<b>1,216</b>	572
	Recognised as a loss, not covered by loan impairment charges/provisions	
	<b>333</b>	375
	Recoveries	
	<b>-60</b>	-89
	<b>Loan impairment charges and provisions for guarantees recognised in the income statement</b>	
	<b>1,489</b>	858
	Recognised discount for assets taken over	
	<b>253</b>	163
	<b>Net effect on the income statement</b>	
	<b>1,236</b>	695
	<b>Individual loan impairment charges, beginning of period</b>	
	<b>3,386</b>	3,181
	Loan impairment charges for the period	
	<b>786</b>	690
	Recognised as a loss, covered by impairment charges/provisions	
	<b>-455</b>	-673
	Other movements	
	<b>75</b>	58
	<b>Individual loan impairment charges, end of period</b>	
	<b>3,792</b>	3,256
	<b>Individual provisions for loss on guarantees, beginning of period</b>	
	<b>364</b>	427
	Provisions for the period	
	<b>101</b>	-39
	Recognised as a loss, covered by provisions	
	<b>-7</b>	-24
	<b>Individual provisions for loss on guarantees, end of period</b>	
	<b>458</b>	364
	<b>Collective loan impairment charges, beginning of period</b>	
	<b>863</b>	943
	Loan impairment charges for the period	
	<b>338</b>	-62
	Other movements	
	<b>23</b>	17
	<b>Collective loan impairment charges, end of period</b>	
	<b>1,224</b>	898
	<b>Collective provisions for loss on guarantees, beginning of period</b>	
	<b>80</b>	110
	Provisions for the period	
	<b>-9</b>	-17
	<b>Collective provisions for loss on guarantees, end of period</b>	
	<b>71</b>	93
	<b>Impairment charges on balances due from credit institutions</b>	
	<b>Individual impairment charges on balances due from credit institutions, beginning of period</b>	
	<b>15</b>	0
	Loan impairment charges for the period	
	<b>0</b>	0
	<b>Individual loan impairment charges, end of period</b>	
	<b>15</b>	0
	Loan impairment charges/provisions for the period	
	<b>0</b>	0
	<b>Net effect on income statement</b>	
	<b>0</b>	0



## NOTES

Note	DKKm	The Jyske Bank Group		
		30 Sept. 2014	31 Dec. 2013	30 Sept. 2013
<b>13</b>	<b>Loans and advances at fair value broken down by property category</b>			
	Owner-occupied homes	94,503	0	0
	Holiday homes	5,367	0	0
	General building and construction	42,502	0	0
	Owner-partnership homes	14,660	0	0
	Private rental housing	25,971	0	0
	Industrial properties	2,302	0	0
	Office and business properties	27,924	0	0
	Agricultural properties	33	0	0
	Properties for social, cultural and educational purposes	2,717	0	0
	Other properties	19	0	0
	<b>Total</b>	<b>215,998</b>	<b>0</b>	<b>0</b>
<b>14</b>	<b>Loans and advances at amortised cost and guarantees broken down by sector</b>			
	Public authorities	8,447	7,896	7,520
	Agriculture, hunting, forestry, fishing	9,099	9,525	10,065
	Manufacturing, mining, etc.	6,859	7,468	7,916
	Energy supply	4,190	4,721	4,010
	Building and construction	2,916	3,130	3,199
	Commerce	8,793	8,919	8,870
	Transport, hotels and restaurants	4,407	4,433	4,145
	Information and communication	595	558	594
	Finance and insurance	31,080	26,099	28,011
	Real property	10,186	9,842	10,414
	Other sectors	8,041	8,201	9,431
	Corporate clients, total	86,166	82,896	86,655
	Personal clients, total	61,058	54,705	48,891
	<b>Total</b>	<b>155,671</b>	<b>145,497</b>	<b>143,066</b>
<b>15</b>	<b>Other assets</b>			
	Positive fair value of derivatives	38,381	25,911	26,241
	Assets in pooled deposits	4,651	4,809	4,764
	Interest and commission receivable	2,393	1,155	1,153
	Investments in associates	737	721	751
	Assets in temporary possession	374	112	127
	Prepayments	282	235	241
	Other assets	1,881	1,903	1,678
	<b>Total</b>	<b>48,699</b>	<b>34,846</b>	<b>34,955</b>
	<b>Netting</b>			
	Positive fair value of derivatives, etc., gross	42,312	25,911	26,241
	Netting of positive and negative fair value	-3,931	0	0
	<b>Total</b>	<b>38,381</b>	<b>25,911</b>	<b>26,241</b>

Netting of fair value can be attributed to clearing of derivatives through a central clearing house (CCP clearing). The activity was commenced in 2014.

## NOTES

Note	DKKm	The Jyske Bank Group		
		30 Sept. 2014	31 Dec. 2013	30 Sept. 2013
16	<b>Deposits</b>			
	Demand deposits	81,277	72,693	72,365
	Term deposits	9,211	8,804	9,416
	Time deposits	44,526	35,233	29,521
	Special deposits	8,325	9,291	8,761
	Pooled deposits	4,764	5,403	5,104
	<b>Total</b>	<b>148,103</b>	131,424	125,167
17	<b>Issued bonds at fair value</b>			
	Issued bonds at fair value, nominal value	235,680	0	0
	Adjustment to fair value	9,563	0	0
	Own mortgage bonds, fair value	-47,144	0	0
	<b>Total</b>	<b>198,099</b>	0	0
18	<b>Other liabilities</b>			
	Set-off entry of negative bond holdings in connection with repos/reverse repos	3,376	4,227	3,659
	Negative fair value of derivatives, etc.	38,831	26,246	26,537
	Interest and commission payable	4,801	551	1,420
	Deferred income	330	312	298
	Other liabilities	7,237	6,867	6,461
	<b>Total</b>	<b>54,575</b>	38,203	38,375
	<b>Netting</b>			
	Negative fair value of derivatives, etc., gross	42,762	26,246	26,537
	Netting of positive and negative fair value	-3,931	0	0
	<b>Total</b>	<b>38,831</b>	26,246	26,537
	Netting of fair value can be attributed to clearing of derivatives through a central clearing house (CCP clearing). The activity was commenced in 2014.			
19	<b>Provisions</b>			
	Provisions for pensions	447	440	473
	Provisions for deferred tax	348	468	345
	Provisions for guarantees	529	444	457
	Other provisions	343	201	220
	<b>Total</b>	<b>1,667</b>	1,553	1,495

## NOTES

Note	The Jyske Bank Group		
	30 Sept. 2014	31 Dec. 2013	30 Sept. 2013
	DKKm		
<b>20 Subordinated debt</b>			
Supplementary capital:			
6.73% bond loan EUR 15m 2017-2026	<b>112</b>	112	112
Var. % bond loan EUR 10m 13.02.2023	<b>75</b>	75	75
5.65% bond loan EUR 10 m 27.03.2023	<b>74</b>	75	75
5.67% bond loan EUR 10 m 31.07.2023	<b>74</b>	74	74
Deposit account, Husejernes kredittkasse	<b>2</b>	0	0
	<b>337</b>	336	336
Hybrid core capital:			
Var. % bond loan EUR 72.8m Perpetual	<b>541</b>	727	719
Var. % bond loan EUR 60.7m Perpetual	<b>452</b>	576	576
	<b>993</b>	1,303	1,295
Subordinated debt, nominal	<b>1,330</b>	1,639	1,631
Hedging of interest-rate risk, fair value	<b>24</b>	10	12
<b>Total</b>	<b>1,354</b>	1,649	1,643
Subordinated debt included in the capital base	<b>1,320</b>	1,639	1,631
<b>21 Contingent liabilities</b>			
<b>Guarantees</b>			
Financial guarantees	<b>7,021</b>	7,080	7,312
Guarantee for losses on mortgage credits	<b>3,733</b>	4,240	3,878
Registration and re-mortgaging guarantees	<b>568</b>	490	508
Other contingent liabilities	<b>1,709</b>	2,309	2,316
<b>Total</b>	<b>13,031</b>	14,119	14,014
<b>Other contingent liabilities</b>			
Irrevocable credit commitments	<b>2,162</b>	1,779	1,773
Other	<b>160</b>	48	48
<b>Total</b>	<b>2,322</b>	1,827	1,821

**Financial guarantees** are primarily payment guarantees, and the risk equals that involved in credit facilities.

**Guarantees for losses on mortgage loans** are typically provided as security for the most risky part of mortgage loans granted to personal clients and to a limited extent for loans secured on commercial real property. Guarantees for residential real property are within 80% and for commercial real property within 60%-80%, of the property value as assessed by a professional expert.

**Registration and remortgaging guarantees** are provided in connection with the registration of new and refinanced mortgages. Such guarantees involve insignificant risk.

**Other contingent liabilities** include other forms of guarantees at varying degrees of risk, including performance guarantees. The risk involved is deemed to be less than the risk involved in, e.g., credit facilities subject to flexible drawdown.

Nykredit has informed Jyske Bank that they have taken the position that they regard the cooperation agreements with Nykredit regarding owner-occupied homes and holiday homes, homes outside Denmark, commercial and agricultural buildings as terminated in respect of Jyske Bank. Likewise, Nykredit and Totalkredit<sup>1</sup> have informed Jyske Bank that they regard the Totalkredit cooperation as terminated in respect of Jyske Bank. As a consequence of this, Nykredit and Totalkredit have decided, among other things, to release Jyske Bank's guarantees covering loans that have been granted and to stop payments of commission to Jyske Bank. Jyske Bank disagrees that Jyske Bank has terminated the main cooperation agreement and considers Nykredit's initiative unwarranted. Jyske Bank has taken the initiative to refer the matter to arbitration. If the main cooperation agreement has not been terminated, it still applies that Totalkredit loans channelled to Totalkredit by Jyske Bank from 2007 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. Jyske Bank does not expect the set-off to have material influence on Jyske Bank's financial position.

DKKm

**21 Contingent liabilities, cont.**

Jyske Bank is also 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. Jyske Bank does not expect such liabilities to have material influence on Jyske Bank's financial position.

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 Pengeinstitutafdelingen (the financial institution fund) will continue until the assets of Pengeinstitutafdelingen exceed 1% of the total covered net deposits. According to Bank Package 3 and Bank Package 4, Pengeinstitutafdelingen bears the immediate losses attributable to covered net deposits and relating to the winding up of financial institutions in distress. Any losses in connection with the final winding up are covered by the Guarantee Fund's Afviklings- og Restruktureringsafdeling (settlement and restructuring fund), where Jyske Bank currently guarantees 6.88% of any losses.

Jyske Bank is a management company under Danish joint taxation. Therefore, according to the provisions of the Danish Company Taxation, Jyske Bank is liable as of the accounting year 2013 for corporation tax, etc. for the jointly taxed companies and as of 1 July 2012 for any liabilities to withhold tax on interest and dividends for the jointly taxed companies.

**22 Shareholders**

On 30 April 2014, BRHolding a/s, Kgs. Lyngby, Danmark informed Jyske Bank that it owns 25.00% of the share capital.

On 19 October 2012, MFS Investment Management, USA reported that it owns 5.14% of the share capital.

**23 Related parties**

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.

Over the period, there were no unusual transactions with related parties. Please see Jyske Bank's Annual Report 2013 for a detailed description of transactions with related parties.

**24 Fair value of financial assets and liabilities****Methods for measuring fair value**

Fair value is the price which can be obtained at the time of measurement by selling an asset or which must be paid for transferring a liability in an ordinary transaction between independent market participants (exit value). The fair value may equal the book value where book value is recognised on the basis of underlying assets and liabilities measured at fair value.

For all assets listed on active markets, fair values are measured at official prices. Where no price is quoted, a different official price is used which is taken to reflect most closely the fair value. Financial assets and liabilities, whose quoted prices or other official prices are not available or are not taken to reflect the fair value, are measured at fair value according to other evaluation techniques and other observable market information. In those cases where observable prices based on market information are not available or are not taken to be useful for measuring fair value, the fair value is measured by recognised techniques, including discounted future cash flows, and our own expertise. The basis of the measurement may be recent transactions involving comparable assets or liabilities, interest rates, exchange rates, volatility, credit spreads, etc.

Generally, quoted prices and observable input are obtained in the form of interest rates and equity and bond prices, exchange rates, forward premiums, volatilities, etc. from recognised stock exchanges and providers.

**Non-observable prices**

Non-observable prices at the end of the third quarter of 2014 referred to unlisted shares recognised at DKK 1,349m against unlisted shares recognised at DKK 1,170m at end-2013. These are primarily sector shares. In the cases where Jyske Bank calculates the fair value on the basis of the company's expected future earnings, a required rate of return of 15% p.a. before tax is applied. A change in the required rate of return of 1% will result in a change of the fair value of about DKK 20m.

Capital gain and loss for the period on illiquid bonds and unlisted shares referred to assets held at the end of the third quarter of 2014. Jyske Bank finds it of little probability that the application of alternative prices in the measurement of fair value would result in a material deviation from the recognised fair value. No considerable transfers took place between the three categories in the first nine months of 2014

In the Group's control environment, measurement models are validated by units that are independent of the business areas that develop the models and trade in the products in question. The purpose of the validation process is to test that the models have been implemented appropriately, i.e. whether the models are of such a quality and are sufficiently stable to be used for pricing and risk management of financial products.

## NOTES

Note	The Jyske Bank Group
DKKm	

### 24 Fair value of financial assets and liabilities, cont.

#### First nine months of 2014

	Quoted prices	Observable prices	Non- observable prices	Fair value total	Carrying amount
<b>Financial assets</b>					
Loans and advances at fair value	0	215,998	0	215,998	215,998
Bonds at fair value	66,613	8,563	0	75,176	75,176
Shares, etc.	1,329	34	1,349	2,712	2,712
Assets in pooled deposits	3,087	1,564	0	4,651	4,651
Derivatives	183	38,198	0	38,381	38,381
<b>Total</b>	<b>71,212</b>	<b>264,357</b>	<b>1,349</b>	<b>336,918</b>	<b>336,918</b>
<b>Financial liabilities</b>					
Pooled deposits	0	4,764	0	4,764	4,764
Issued bonds at fair value	187,742	10,357	0	198,099	198,099
Derivatives	192	38,639	0	38,831	38,831
<b>Total</b>	<b>187,934</b>	<b>53,760</b>	<b>0</b>	<b>241,694</b>	<b>241,694</b>

#### First nine months of 2013

<b>Financial assets</b>					
Bonds at fair value	39,705	14,083	0	53,788	53,788
Shares, etc.	873	116	1,106	2,095	2,095
Assets in pooled deposits	3,661	1,103	0	4,764	4,764
Derivatives	678	25,563	0	26,241	26,241
<b>Total</b>	<b>44,917</b>	<b>40,865</b>	<b>1,106</b>	<b>86,888</b>	<b>86,888</b>
<b>Financial liabilities</b>					
Pooled deposits	0	5,104	0	5,104	5,104
Derivatives	671	25,866	0	26,537	26,537
<b>Total</b>	<b>671</b>	<b>30,970</b>	<b>0</b>	<b>31,641</b>	<b>31,641</b>

#### NON-OBSERVABLE PRICES

	Q1-Q3 2014	Q1-Q3 2013
Fair value, beginning of period	<b>1,170</b>	948
Capital gain and loss reflected in the income statement	<b>414</b>	-39
Sales or redemption	<b>-579</b>	-2
Purchases and additions during the period	<b>344</b>	196
<b>Fair value, end of period</b>	<b>1,349</b>	1,106

Note	The Jyske Bank Group
	DKKm
<b>25 Business combination, the BRFKredit Group</b>	
<p>On 30 April 2014, Jyske Bank took over the entire share capital of the BRFKredit a/s, which carries out mortgage banking and banking operations, against the issue of new shares in Jyske Bank in the nominal amount of DKK 237.6m as well as a cash payment of DKK 100m. The purpose of the merger of Denmark's third-largest bank and fourth-largest mortgage bank is to create a significant player in the Danish financial sector that can realise a strong potential through cross sales between the banking and mortgage banking client bases. Moreover, considerable cost synergies can be realised at a low integration risk through optimisation of IT, business processes, overlapping functions and capital. The fair value of the acquired activities, liabilities and contingency liabilities exceeded the purchase price. The difference, termed bargain purchase, came according to preliminary calculations to a total of DKK 2,360m. According to IFRS 3, the bargain purchase was recognised as income under Other operating income. Integration costs in the range of DKK 300m - 400m are expected. In connection with the acquisition, transaction costs in the amount of DKK 20m incurred and were recognised in the income statement under administrative expenses.</p> <p>In addition to bargain purchases, the acquisition of BRFKredit has affected the Jyske Bank Group's pre-tax profit by DKK 276m in the first nine months of 2014. If the acquisition date had been 1 January 2014, the acquisition of BRFK would, in addition to bargain purchases, have affected the Jyske Bank Group's pre-tax profit by -529m in the first nine months of 2014.</p>	
<b>Assets</b>	
Cash, cash equivalents and demand deposits with central banks	43
Due from credit institutions and central banks	505
Loans, advances and other receivables at fair value	202,935
Loans, advances and other receivables at amortised cost	9,803
Bonds at fair value	25,866
Shares	296
Intangible assets	65
Investment properties	4
Owner-occupied properties	472
Other property, plant and equipment	10
Current tax assets	16
Deferred tax assets	385
Assets held temporarily	266
Other assets	1,118
Prepayments	47
<b>Total assets</b>	<b>241,831</b>
<b>Liabilities</b>	
Due to credit institutions and central banks	18,189
Deposits and other debt	5,246
Issued bonds at fair value	200,971
Issued bonds at amortised cost	6,080
Liabilities relating to assets held temporarily	11
Other liabilities	1,736
Deferred income	7
<b>Liabilities, total</b>	<b>232,240</b>
<b>Provisions, total</b>	<b>98</b>
<b>Subordinated debt</b>	<b>2</b>
<b>Liabilities, total</b>	<b>232,340</b>
<b>Net assets acquired</b>	<b>9,491</b>
Purchase price	7,131
<b>Gain from a bargain purchase</b>	<b>2,360</b>
<b>Contingent liabilities</b>	
Guarantees	553
Other contingent liabilities	111
<b>Total contingent liabilities</b>	<b>664</b>

Note	DKKm	Jyske Bank	
		Q1-Q3 2014	Q1-Q3 2013
<b>INCOME STATEMENT</b>			
3	Interest income	<b>4,146</b>	4,516
4	Interest expenses	<b>936</b>	1,065
	<b>Net interest income</b>	<b>3,210</b>	3,451
	Dividends, etc.	<b>69</b>	44
5	Fees and commission income	<b>1,123</b>	1,203
	Fees and commission expenses	<b>87</b>	85
	<b>Net interest and fee income</b>	<b>4,315</b>	4,613
6	Value adjustments	<b>207</b>	343
	Other operating income	<b>2,872</b>	275
	Employee and administrative expenses	<b>2,881</b>	2,846
	Amortisation, depreciation and impairment charges	<b>89</b>	35
	Other operating expenses	<b>240</b>	54
7.8	Loan impairment charges and provisions for guarantees	<b>1,409</b>	829
	Profit on investments in associates and group enterprises	<b>479</b>	235
	<b>Pre-tax profit</b>	<b>3,254</b>	1,702
	Tax	<b>-55</b>	363
	<b>Profit for the period</b>	<b>3,309</b>	1,339
<b>STATEMENT OF COMPREHENSIVE INCOME</b>			
	Profit for the period	<b>3,309</b>	1,339
	Other comprehensive income:		
	Items that cannot be recycled to the income statement:		
	Effect of the change to the tax rate	<b>0</b>	12
	Items that can be recycled to the income statement:		
	Foreign currency translation adjustment of international units	<b>55</b>	-72
	Hedge accounting of international units	<b>-55</b>	72
	Tax on hedge accounting	<b>13</b>	-18
	<b>Other comprehensive income after tax</b>	<b>13</b>	-6
	<b>Comprehensive income for the period</b>	<b>3,322</b>	1,333

Note	DKKm	30 Sept. 2014	31 Dec. 2013	Jyske Bank 30 Sept. 2013
<b>BALANCE SHEET</b>				
<b>ASSETS</b>				
	Cash, cash equivalents and demand deposits with central banks	<b>568</b>	2,023	4,002
	Due from credit institutions and central banks	<b>17,354</b>	15,338	7,925
7, 8	Loans and advances at amortised cost	<b>140,224</b>	128,861	126,846
	Bonds at fair value	<b>57,721</b>	57,505	53,538
	Bonds at amortised cost	<b>12,691</b>	14,794	14,909
	Shares, etc.	<b>2,415</b>	2,253	2,034
	Investments in associates	<b>728</b>	715	744
	Investments in group enterprises	<b>13,445</b>	3,000	2,960
	Assets in pooled deposits	<b>4,651</b>	4,809	4,764
	Intangible assets	<b>61</b>	69	72
	Land and buildings, total	<b>1,957</b>	2,014	1,988
	of which owner-occupied properties	<b>1,957</b>	2,014	1,988
	Other property, plant and equipment	<b>69</b>	74	68
	Current tax assets	<b>94</b>	32	0
	Deferred tax assets	<b>71</b>	2	76
	Assets in temporary possession	<b>55</b>	60	68
	Other assets	<b>40,874</b>	28,595	28,726
	Prepayments	<b>81</b>	78	84
	<b>Total assets</b>	<b>293,059</b>	260,222	248,804
<b>EQUITY AND LIABILITIES</b>				
<b>Debt and payables</b>				
	Due to credit institutions and central banks	<b>43,575</b>	47,210	36,879
9	Deposits	<b>133,590</b>	122,321	116,449
	Pooled deposits	<b>4,764</b>	5,403	5,104
	Issued bonds at amortised cost	<b>30,978</b>	27,760	32,494
	Current tax liabilities	<b>0</b>	0	515
	Other liabilities	<b>49,784</b>	37,382	37,625
	Deferred income	<b>18</b>	21	22
	<b>Total debt and payables</b>	<b>262,709</b>	240,097	229,088
<b>Provisions</b>				
	Provisions for pensions	<b>427</b>	402	440
	Provisions for guarantees	<b>522</b>	433	448
	Other provisions	<b>252</b>	195	214
	<b>Provisions, total</b>	<b>1,201</b>	1,030	1,102
	<b>Subordinated debt</b>	<b>1,352</b>	1,649	1,643
<b>Equity</b>				
	Share capital	<b>950</b>	713	713
	Revaluation reserve	<b>322</b>	322	311
	Reserve according to the equity method	<b>807</b>	807	2,070
	Retained profit	<b>25,718</b>	15,604	13,877
	<b>Equity, total</b>	<b>27,797</b>	17,446	16,971
	<b>Equity and liabilities, total</b>	<b>293,059</b>	260,222	248,804
<b>OFF-BALANCE SHEET ITEMS</b>				
	Guarantees, etc.	<b>12,876</b>	14,049	13,980
	Other contingent liabilities	<b>2,209</b>	1,827	1,821
	<b>Total guarantees and other contingent liabilities</b>	<b>15,085</b>	15,876	15,801



DKKm

**STATEMENT OF CHANGES IN EQUITY**

	Share capital	Revalua- tion reserve	Currency translation reserve	Reserve according to the equity method	Retained earnings	Total equity
Equity at 1 January 2014	713	322	0	807	15,604	17,446
Profit for the period	0	0	0	0	3,309	3,309
Other comprehensive income	0	0	0	0	13	13
Comprehensive income for the period	0	0	0	0	3,322	3,322
Capital increase	237	0	0	0	6,794	7,031
Expenses relating to capital increase	0	0	0	0	-7	-7
Acquisition of own shares	0	0	0	0	-1,063	-1,063
Sale of own shares	0	0	0	0	1,068	1,068
Transactions with shareholders	237	0	0	0	6,792	7,029
<b>Equity at 30 September 2014</b>	<b>950</b>	<b>322</b>	<b>0</b>	<b>807</b>	<b>25,718</b>	<b>27,797</b>
Equity at 1 January 2013	713	299	1	2,070	12,523	15,606
Profit for the period	0	0	-1	0	1,340	1,339
Other comprehensive income	0	12	0	0	-18	-6
Comprehensive income for the period	0	12	-1	0	1,322	1,333
Acquisition of own shares	0	0	0	0	-859	-859
Sale of own shares	0	0	0	0	891	891
Transactions with shareholders	0	0	0	0	32	32
<b>Equity at 30 September 2013</b>	<b>713</b>	<b>311</b>	<b>0</b>	<b>2,070</b>	<b>13,877</b>	<b>16,971</b>

DKKm	<b>30 Sept. 2014</b>	31 Dec. 2013	<b>Jyske Bank 30 Sept. 2013</b>
<b>CAPITAL STATEMENT</b>			
Equity	<b>27,797</b>	17,446	16,971
Revaluation reserve	<b>0</b>	-322	-311
Intangible assets	<b>-61</b>	-69	-72
Deferred tax assets relating to intangible assets	<b>14</b>	0	0
Prudent valuation	<b>-201</b>	0	0
Deferred tax assets	<b>-71</b>	-2	-76
Other deductions	<b>-65</b>	0	0
<b>Common Equity Tier 1</b>	<b>27,413</b>	17,053	16,512
Hybrid core capital	<b>993</b>	1,303	1,295
Difference between expected loss and the carrying amount of impairment charges	<b>0</b>	-7	0
Deduction for equity investments above 10%	<b>0</b>	-341	-341
Other deductions	<b>-57</b>	-18	-16
<b>Core capital</b>	<b>28,349</b>	17,990	17,450
Subordinated loan capital	<b>325</b>	336	336
Revaluation reserve	<b>0</b>	322	311
Difference between expected loss and the carrying amount of impairment charges	<b>518</b>	-7	278
Deduction for equity investments above 10%	<b>0</b>	-341	-341
Other deductions	<b>0</b>	-17	-16
<b>Capital base</b>	<b>29,192</b>	18,283	18,018
Weighted risk exposure involving credit risk etc.	<b>98,072</b>	82,929	84,374
Weighted risk exposure involving market risk	<b>15,059</b>	17,603	16,674
Weighted risk exposure involving operational risk	<b>12,011</b>	10,836	10,834
<b>Total weighted risk exposure</b>	<b>125,142</b>	111,368	111,882
Capital requirement, Pillar I	<b>10,011</b>	8,909	8,951
Capital requirement, transitional provisions	<b>0</b>	57	0
<b>Capital requirement, total</b>	<b>10,011</b>	8,966	8,951
Capital ratio (%)	<b>23.3</b>	16.4	16.1
Core capital ratio (%)	<b>22.7</b>	16.2	15.6
Common Equity Tier 1 ratio (%)	<b>21.9</b>	15.3	14.8

Over the period 2008-2013, capital ratios were calculated in accordance with the CRD III (Basel II). On 30 September 2014, the total weighted risk exposure according to Basel I amounted to DKK 154,315m for Jyske Bank. The capital requirement according to the transitional provisions was for 80% of the capital requirement of 8% of the total weighted risk exposure corresponding to DKK 9,876m for Jyske Bank. At end-2013, the transitional provisions resulted in a capital requirement of DKK 8,966m for Jyske Bank. The transitional rules applying to total weighted risk exposure will still apply in the coming years.

With effect from 2014, capital ratios are calculated in accordance with CRD IV/CRR (Basel III). The new rules result in changes in the calculation of the capital base and the total weighted risk exposure. The comparative figures for 2013 and earlier years have not been adjusted.

For the determination of individual solvency requirement, please see the Risk and Capital Management Report 2013 or [www.jyskebank.info](http://www.jyskebank.info).

Note	Jyske Bank	
	Q1-Q3 2014	Q1-Q3 2013
DKKm		

**NOTES**
**1 Accounting Policies**

The Interim Financial Report of the parent company Jyske Bank A/S for the period 1 January to 30 September 2014 was prepared in accordance with the Danish Financial Business Act, including the Executive Order on Financial Reports for Credit Institutions and Stockbrokers, etc.

The accounting policies of the parent company are identical to the Jyske Bank Group's accounting policies. Please see note 1 in the consolidated financial statements. Also, please see note 2 in the consolidated financial statements regarding material accounting estimates.

**2 Financial ratios and key figures**

Pre-tax profit p.a. as a percentage of opening equity	<b>24.9</b>	14.5
Profit for the period as a pct. of av. equity	<b>14.6</b>	8.2
Income/cost ratio (%)	<b>1.7</b>	1.5
Capital ratio (%)	<b>23.3</b>	16.1
Common Equity Tier 1 (CET1 %)	<b>22.7</b>	15.6
Individual solvency requirement (%)	<b>14.9</b>	10.0
Capital base (DKKm)	<b>29,192</b>	18,018
Total risk exposure (DKKm)	<b>125,142</b>	111,882
Interest-rate risk (%)	<b>0.5</b>	1.3
Currency risk (%)	<b>0.0</b>	0.1
Accumulated impairment ratio (%)	<b>3.4</b>	3.0
Impairment ratio for the period (%)	<b>0.9</b>	0.6
No. of full-time employees at end-period	<b>3,131</b>	3,200
Average number of full-time employees in the period	<b>3,178</b>	3,241

**3 Interest income**

Due from credit institutions and central banks	<b>16</b>	18
Loans and advances	<b>3,098</b>	3,337
Bonds	<b>899</b>	958
Derivatives, total	<b>131</b>	187
Of which currency contracts	<b>137</b>	157
Of which interest-rate contracts	<b>-6</b>	30
Other	<b>2</b>	16
<b>Total</b>	<b>4,146</b>	4,516

**4 Interest expenses**

Due to credit institutions and central banks	<b>123</b>	135
Deposits	<b>505</b>	550
Issued bonds	<b>276</b>	341
Subordinated debt	<b>31</b>	34
Other	<b>1</b>	5
<b>Total</b>	<b>936</b>	1,065

Note	Jyske Bank	
DKKm	Q1-Q3 2014	Q1-Q3 2013
<b>NOTES</b>		
5	<b>Fees and commission income</b>	
	Securities trading and custody services	649      648
	Money transfers and card payments	119      92
	Loan management fees	44      93
	Guarantee commission	138      252
	Other fees and commissions	173      118
	<b>Total</b>	<b>1,123      1,203</b>
6	<b>Value adjustments</b>	
	Bonds	174      -202
	Shares, etc.	482      115
	Currency	185      196
	Currency, interest-rate, share, commodity and other contracts as well as other derivatives	-493      136
	Assets in pooled deposits	314      252
	Pooled deposits	-314      -252
	Other assets	3      0
	Issued bonds	-207      91
	Other liabilities	63      7
	<b>Total</b>	<b>207      343</b>

Note	Jyske Bank	
	Q1-Q3 2014	Q1-Q3 2013
	DKKm	
<b>Notes</b>		
<b>7</b>	<b>Loan impairment charges and provisions for guarantees, incl. balance of discounts</b>	
	<b>Balance of loan impairment charges and provisions for guarantees incl. balance of discounts, beginning of period</b>	
	<b>5,398</b>	4,467
	Loan impairment charges/provisions for the period	
	<b>1,218</b>	517
	Recognised as a loss, covered by impairment charges/provisions	
	<b>-430</b>	-674
	Discount for assets taken over in connection with business combinations	
	<b>0</b>	1,398
	Recognised losses covered by discounts for assets taken over	
	<b>-250</b>	-190
	Recognised discount for assets taken over	
	<b>-184</b>	-163
	Other movements	
	<b>99</b>	75
	<b>Balance of loan impairment charges and provisions for guarantees incl. balance of discounts, end of period</b>	
	<b>5,851</b>	5,430
	Loan impairment charges	
	<b>4,856</b>	3,937
	Provisions for guarantees	
	<b>522</b>	448
	<b>Balance of loan impairment charges and provisions, end of period</b>	
	<b>5,378</b>	4,385
	Balance of discounts for assets taken over	
	<b>473</b>	1,045
	<b>Balance of loan impairment charges and provisions for guarantees incl. balance of discounts, end of period</b>	
	<b>5,851</b>	5,430
	Loan impairment charges/provisions for the period	
	<b>1,218</b>	517
	Recognised as a loss, not covered by loan impairment charges/provisions	
	<b>237</b>	398
	Recoveries	
	<b>-46</b>	-86
	<b>Loan impairment charges and provisions for guarantees recognised in the income statement</b>	
	<b>1,409</b>	829
	Recognised discount for assets taken over	
	<b>184</b>	163
	<b>Net effect on income statement</b>	
	<b>1,225</b>	666
	<b>Individual loan impairment charges, beginning of period</b>	
	<b>3,204</b>	2,985
	Loan impairment charges for the period	
	<b>782</b>	652
	Recognised as a loss, covered by impairment charges/provisions	
	<b>-423</b>	-647
	Other movements	
	<b>75</b>	58
	<b>Individual loan impairment charges, end of period</b>	
	<b>3,638</b>	3,048
	<b>Individual provisions for loss on guarantees, beginning of period</b>	
	<b>354</b>	439
	Provisions for the period	
	<b>105</b>	-56
	Recognised as a loss, covered by provisions	
	<b>-7</b>	-27
	<b>Individual provisions for loss on guarantees, end of period</b>	
	<b>452</b>	356
	<b>Collective loan impairment charges, beginning of period</b>	
	<b>854</b>	902
	Loan impairment charges for the period	
	<b>340</b>	-30
	Other movements	
	<b>24</b>	17
	<b>Collective loan impairment charges, end of period</b>	
	<b>1,218</b>	889
	<b>Collective provisions for loss on guarantees, beginning of period</b>	
	<b>79</b>	141
	Provisions for the period	
	<b>-9</b>	-49
	<b>Collective provisions for loss on guarantees, end of period</b>	
	<b>70</b>	92
	<b>Impairment charges on balances due from credit institutions</b>	
	<b>Individual impairment charges on balances due from credit institutions, beginning of period</b>	
	<b>15</b>	0
	Loan impairment charges for the period	
	<b>0</b>	0
	<b>Individual loan impairment charges, end of period</b>	
	<b>15</b>	0
	Loan impairment charges/provisions for the period	
	<b>0</b>	0
	<b>Net effect on income statement</b>	
	<b>0</b>	0

Note	<b>Jyske Bank</b>
DKKm	

**Notes**
**8 Loans, advances and guarantees as well as loan impairment charges and provisions for guarantees by sector**

Sector	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	
	30 Sept. 2014	End-2013	30 Sept. 2014	End-2013	Q1-Q3 2014	Q1-Q3 2013	Q1-Q3 2014	Q1-Q3 2013
Public authorities	8,428	7,871	0	0	0	0	0	0
Agriculture, hunting, forestry, fishing	7,855	8,394	735	568	273	144	134	179
Fishing	2,112	2,426	0	1	0	4	0	48
Milk producers	1,322	1,472	404	334	106	92	47	72
Plant farming	1,452	1,322	16	17	4	5	6	6
Pig breeding	1,808	1,838	263	194	133	38	78	10
Other agriculture	1,161	1,336	52	22	30	5	3	43
Manufacturing, mining, etc.	5,711	6,425	175	132	65	60	29	118
Energy supply	4,054	4,595	17	22	-5	8	0	0
Building and construction	2,107	2,232	75	77	14	13	18	35
Commerce	7,266	7,436	254	211	92	108	59	164
Transport, hotels and restaurants	2,871	2,868	45	61	-7	35	8	36
Information and communication	466	475	20	16	11	13	8	11
Finance and insurance	46,415	41,751	739	690	152	135	119	119
Real property	9,072	10,072	1,192	1,150	149	176	122	162
Lease of real property	7,738	8,038	959	850	170	99	79	132
Buying and selling of real property	824	982	80	165	-47	82	33	19
Other real property	510	1,052	153	135	26	-5	10	11
Other sectors	5,184	5,323	157	54	117	-3	24	70
Corporate clients, individually assessed, total	91,001	89,571	3,409	2,981	861	689	521	894
Corporate clients, collective impairment charges			955	659	268	12	0	0
Personal clients, individually assessed	53,671	45,468	681	576	227	139	146	178
Personal clients, collective impairment charges			333	275	53	-11	0	0
<b>Total</b>	<b>153,100</b>	<b>142,910</b>	<b>5,378</b>	<b>4,491</b>	<b>1,409</b>	<b>829</b>	<b>667</b>	<b>1,072</b>

DKKm	<b>Jyske Bank</b>
	30 Sept. 2014    31 Dec. 2013    30 Sept. 2013

**Notes**
**9 Deposits**

Demand deposits	73,405	69,082	69,076
Term deposits	9,203	8,804	9,092
Time deposits	42,731	35,144	29,520
Special deposits	8,251	9,291	8,761
<b>Total</b>	<b>133,590</b>	<b>122,321</b>	<b>116,449</b>

## THE JYSKE BANK GROUP - OVERVIEW

30 September 2014										
	Activity*	Currency	Share capital 1.000 units	Ownership share (%)	Voting share (%)	Assets, end-2013 (DKKkm)	Liabilities, end-2013 (DKKkm)	Equity, end-2013 (DKKkm)	Earnings 2013 (DKKkm)	Profit, 2013 (DKKkm)
Jyske Bank A/S	a	DKK	950,400			260,222	241,127	17,446	7,036	1,807
<b>Consolidated subsidiaries</b>										
			1,306,48							
BRFKredit a/s, Kgs. Lyngby	h	DKK	0	100	100	228,653	218,291	10,362	1,761	306
BRFKredit Bank a/s, Kgs. Lyngby	a	DKK	425,000	100	100	6,928	5,859	1,069	124	-58
Ejendomsselskabet Nørreport 26, 8000 Århus C. A/S, Aarhus	e	DKK	4,600	100	100	88	11	77	6	3
Ejendomsselskabet Nørregaardsvej, 37-41, 2800 Kgs. Lyngby A/S, Kgs. Lyngby	e	DKK	2,600	100	100	6	0	6	0	0
Jyske Bank (Gibraltar) Ltd.	a	GBP	26,500	100	100	3,999	3,366	633	123	2
Jyske Bank (Gibraltar) Nominees Ltd.	d	GBP	0	100	100	0	0	0	0	0
Jyske Bank (Gibraltar) Management Ltd.	d	GBP	0	100	100	0	0	0	0	0
Jyske Bank (Gibraltar) Secretaries Ltd.	d	GBP	0	100	100	0	0	0	0	0
Trendsetter, S.L., Spain	e	EUR	706	100	100	10	0	10	0	0
Jyske Bank Nominees Ltd., London	d	GBP	0	100	100	0	0	0	0	0
Jyske Bank (Schweiz) AG	a	CHF	60,000	100	100	2,134	1,500	634	107	1
Berben's Effectenkantoor B.V., The Netherlands	b	EUR	45	60	60	87	4	83	19	2
Inmobiliaria Saroesma S.L., Spain	e	EUR	773	100	100	67	51	16	2	-7
Jyske Finans A/S	c	DKK	100,000	100	100	14,161	12,909	1,252	741	249
Gl. Skovridergaard A/S	e	DKK	16,000	100	100	27	11	16	20	-1
Sundbyvesterhus A/S	e	DKK	518	100	100	81	12	69	5	2
Jyske Global Asset Management <sup>1</sup> Fondsmæglerselskab A/S in liquidation, Copenhagen	b	DKK	15,500	100	100	44	5	39	22	8
Basis PFS A/S, Copenhagen	c	DKK	11,629	97	97	13	0	13	0	-28

<sup>1</sup> The activities of the company have been sold.

\* Activity:

a: Bank

b: Portfolio Management

c: Leasing, financing and factoring

d: Investment and financing

e: Properties and course activities

f: IT

g: Other

h: Mortgage credit

The registered offices of the companies are in Silkeborg, unless otherwise stated.