

**Jyske Bank**  
**Interim Financial Report**  
**1st half of 2015**

## Interim Financial Report, first half of 2015

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## The Jyske Bank Group

CORE PROFIT AND PROFIT FOR THE PERIOD DKKm	Index								The
	H1 2015	H1 2014	15/14	Q2 2015	Q1 2015	Q4 2014	Q3 2014	Q2 2014	year 2014
Net interest income	2,953	2,358	125	1,513	1,440	1,428	1,529	1,325	5,315
Net fee and commission income	967	775	125	350	617	626	360	351	1,761
Value adjustments	386	76	508	536	-150	-250	132	-107	-42
Other income	120	2,824	4	68	52	78	172	2,753	3,074
Income from operating lease (net)	46	39	118	27	19	20	19	21	78
<b>Core income</b>	<b>4,472</b>	<b>6,072</b>	<b>74</b>	<b>2,494</b>	<b>1,978</b>	<b>1,902</b>	<b>2,212</b>	<b>4,343</b>	<b>10,186</b>
Core expenses	2,632	2,593	102	1,294	1,338	1,341	1,297	1,408	5,231
<b>Core earnings before impairment charges</b>	<b>1,840</b>	<b>3,479</b>	<b>53</b>	<b>1,200</b>	<b>640</b>	<b>561</b>	<b>915</b>	<b>2,935</b>	<b>4,955</b>
Loan impairment charges	351	838	42	24	327	717	398	589	1,953
<b>Core profit</b>	<b>1,489</b>	<b>2,641</b>	<b>56</b>	<b>1,176</b>	<b>313</b>	<b>-156</b>	<b>517</b>	<b>2,346</b>	<b>3,002</b>
Investment portfolio earnings	314	162	194	125	189	-145	84	39	101
<b>Pre-tax profit</b>	<b>1,803</b>	<b>2,803</b>	<b>64</b>	<b>1,301</b>	<b>502</b>	<b>-301</b>	<b>601</b>	<b>2,385</b>	<b>3,103</b>
Tax	414	41	1,010	305	109	-80	53	-36	14
<b>Net profit or loss for the period</b>	<b>1,389</b>	<b>2,762</b>	<b>50</b>	<b>996</b>	<b>393</b>	<b>-221</b>	<b>548</b>	<b>2,421</b>	<b>3,089</b>

SUMMARY OF BALANCE SHEET, END OF PERIOD DKKm									
Loans and advances	375,184	343,889	109	375,184	376,175	361,799	358,638	343,889	361,799
- of which mortgage loans	233,700	208,853	112	233,700	229,167	218,864	215,998	208,853	218,864
- of which bank loans	113,830	115,887	98	113,830	118,860	120,423	117,534	115,887	120,423
- of which repo loans	27,654	19,149	144	27,654	28,148	22,512	25,106	19,149	22,512
Bonds and shares, etc.	87,686	91,414	96	87,686	98,779	92,309	89,155	91,414	92,309
Total assets	541,031	493,577	110	541,031	573,074	541,679	521,140	493,577	541,679
Due to credit institutions and central banks	39,865	43,160	92	39,865	46,176	49,885	51,761	43,160	49,885
Deposits	141,077	148,908	95	141,077	151,546	152,693	148,103	148,908	152,693
- of which bank deposits	129,021	129,506	100	129,021	131,547	133,198	128,476	129,506	133,198
- of which repo deposits	12,056	19,402	62	12,056	19,999	19,495	19,627	19,402	19,495
Issued bonds at fair value	229,414	194,308	118	229,414	219,789	208,539	198,099	194,308	208,539
Issued bonds at amortised cost	47,947	35,517	135	47,947	54,061	43,413	37,750	35,517	43,413
Subordinated debt	1,355	1,353	100	1,355	1,362	1,355	1,354	1,353	1,355
Equity	28,996	27,274	106	28,996	27,970	27,561	27,830	27,274	27,561

SELECTED DATA AND FINANCIAL RATIOS									
Earnings per share for the period (DKK)	14.6	34.0	-	10.5	4.1	-2.3	5.8	25.5	35.1
Profit for the period, per share (diluted) (DKK)	14.6	34.0	-	10.5	4.1	-2.3	5.8	25.5	35.1
Pre-tax profit p.a. as a percentage of opening equity	13.1	32.1	-	18.9	7.3	-6.9	13.8	54.6	17.8
Profit for the period as a pct. of av. equity	4.9	12.3	-	3.5	1.4	-0.8	2.0	10.8	13.7
Expenses as a percentage of income	58.9	42.7	-	51.9	67.6	70.5	58.6	32.4	51.4
Capital ratio (%)	17.1	16.4	-	17.1	16.3	16.4	16.7	16.4	16.4
Common Equity Tier 1 capital ratio (CET1 %)	16.1	15.3	-	16.1	15.3	15.3	15.7	15.3	15.3
Individual solvency requirement (%)	11.0	10.4	-	11.0	10.7	10.9	10.7	10.4	10.9
Capital base (DKKm)	30,177	28,578	-	30,177	29,206	28,990	28,986	28,578	28,990
Weighted risk exposure (DKKm)	176,979	174,772	-	176,979	178,841	176,433	173,601	174,772	176,433
Share price at end of period (DKK)	336	309	-	336	293	313	319	309	313
Book value per share (DKK)	305	287	-	305	295	290	293	287	290
Price/book value per share (DKK)	1.1	1.1	-	1.1	1.0	1.1	1.1	1.1	1.1
No. of full-time employees at end-period	4,112	4,352	-	4,112	4,168	4,191	4,289	4,352	4,191

BRFKredit has been included in the income statement as of 1 May 2014 and in the balance sheet as of the end of the second quarter 2014.

## SUMMARY

- **Core income: DKK 4,472m (H1 2014: DKK 3,712m, excl. of bargain purchases of DKK 2,360m).**
- **Pre-tax profit or loss: DKK 1,803m (H1 2014: DKK 443m, excl. of bargain purchases of DKK 2,360m).**
- **The pre-tax profit corresponded to an annualised return of 13.1% on opening equity (H1 2014: 5.1% excl. of bargain purchases).**
- **Value adjustments under core profit: DKK 386m (H1 2014: DKK 76m).**
- **Loan impairment charges under core profit: DKK 351m (H1 2014: DKK 838m).**
  - **Of which management's estimate amounts to DKK 270m (H1 2014: DKK 0m).**
- **Loans and advances: DKK 375bn (End-2014: DKK 362bn).**
  - **Mortgage loans: DKK 234bn (End-2014: DKK 219bn).**
  - **Bank loans and advances: DKK 114bn (End-2014: DKK 120bn).**
- **Bank deposits: DKK 129bn (End-2014: DKK 133bn).**
- **Capital ratio 17.1%, of which Common Equity Tier 1 capital ratio of 16.1% (End-2014: 16.4% and 15.3%).**
  - **Capital buffer: DKK 10.3bn (End-2014: DKK 9.7bn).**
  - **Target: capital ratio of 17.5% and Common Equity Tier 1 capital ratio of 14.0%.**
- **Merger with BRFkredit:**
  - **Pre-tax profit or loss, BRFkredit: DKK 362m (H1 2014: DKK 53m).**
  - **All cost and earnings synergies are expected to show full annual effects in mid-2018, while earlier estimates pointed to end-2018.**
  - **Expected integration costs in the range of DKK 100-150m (previous estimate: DKK 150-200m).**

## COMMENTS BY MANAGEMENT

In connection with the publication of the interim financial report for the first half of 2015, Anders Dam, Managing Director and CEO states:

'Thanks to the pre-tax profit of DKK 1,803m, the Jyske Bank Group reports a profit for the first half of 2015 that is definitely better than our expectations.

We are still seeing progress in respect of the new home loans, and as at 30 June, home loans have been granted in the amount of DKK 47bn and as at today DKK 50bn. In respect of the merger with BRFkredit, we are, on the whole, ahead of plans, and in the second quarter, the IT systems of BRFkredit Bank were converted to Jyske Bank. Core expenses are falling quarter by quarter, thus reflecting the organisational adjustments, which, among other things, has resulted in a reduction of 332 employees since 30 April 2014.

As a consequence of the generally improved economic trends, impairment charges under core profit fell to DKK 351m, in which a management's estimate of DKK 270m is included due to rising interest rates and the extended ban on imports of Danish goods to Russia, which in particular affects agriculture.

The profit for the period corresponds to a return on opening equity of 13.1% p.a., and the Common Equity Tier 1 capital ratio increases to 16.1, which development goes to show the strength of the Group's capital base and puts the Group in a

favourable position in respect of growth, requirements on the part of Standard & Poor's, new statutory requirements as well as potential acquisitions, share buybacks or dividend payments', concludes Anders Dam.

## 1st half of 2015

### Economic trends

At the beginning of the year, moderate economic growth was expected. Since then the prospects of the Danish economy have improved. Based on increasing consumer spending and improvement in the housing market over most of the country, the moderate economic growth is expected to develop into an actual economic recovery.

### Material circumstances

The integration with BRFKredit proceeds faster than expected. The goal for annual synergies are unchanged at a minimum of DKK 600m, and it is now expected that the synergies will have full annual effect as of mid-2018, while earlier expectations pointed to end-2018. Integration costs are now expected to be in the range of DKK 100-150m against the previous estimate of DKK 150-200m.

- Growth in home loans continued unabated in the first half of 2015 and had, at the end of June, reached the level of DKK 47bn, and as at today DKK 50bn. The annual earnings on these will in future match the commission previously received from Totalkredit.
- At the end of the first half of the year, the number of full-time employees was 4,112 against 4,444 on 30 April 2014 when Jyske Bank and BRFKredit merged. The development of the Group's expenses proceeds according to plan, including the plan to reduce the number of employees to the level of about 4,000 full-time employees.

The last part of the period was characterised by turmoil in the interest-rate markets and rising long-term interest rates. This turmoil in respect of interest rates resulted in lower refinancing activity than earlier in the year. On the other hand, the long-term interest rates had a positive effect on value adjustments of clients' transactions relating to interest-rate hedging.

The rate on the certificates of deposit of Danmarks Nationalbank, the central bank of Denmark, is unchanged at -0.75% and hence the business activities relating to deposits are still affected by the negative interest rates.

At end-January, Jyske Bank and Jyske Invest Fund Management entered into an agreement on portfolio management advice and distribution so that, in future, Jyske Bank will render advice to Jyske Invest on all investments and handle the sale of Jyske Invest's funds to distributors, primarily other financial institutions. Through the conclusion of the agreement, Jyske Bank desires to create opportunities of generating additional growth in the capital management area and hence position Jyske Bank as an important asset manager. The merger was implemented in the second quarter of 2015. In this connection, Jyske Bank took over 23 employees.

On 13 July 2015, Standard & Poor's confirmed Jyske Bank's rating. The increasingly robust capital and risk position of Jyske Bank more than offsets the fact that Standard & Poor's no longer includes government support in its rating. Jyske Bank's current capital position is close to meeting Standard & Poor's long-term capital expectations of the bank.

### Net profit or loss for the period

In the first half of 2015, the Jyske Bank Group generated a pre-tax profit of DKK 1,803m. Calculated tax amounted to DKK 414m, and after tax the profit amounted to DKK 1,389m.

The pre-tax profit corresponded to a return on opening equity of 13.1% p.a. against a return of 32.1% p.a. for the corresponding period of 2014, where bargain purchases of DKK 2,360m were recognised.

<b>CORE PROFIT AND PROFIT FOR THE PERIOD</b>	<b>Index</b>								<b>The year</b>
DKKm	<b>H1 2015</b>	<b>H1 2014</b>	<b>15/14</b>	<b>Q2 2015</b>	<b>Q1 2015</b>	<b>Q4 2014</b>	<b>Q3 2014</b>	<b>Q2 2014</b>	<b>2014</b>
Net interest income	2,953	2,358	125	1,513	1,440	1,428	1,529	1,325	5,315
Net fee and commission income	967	775	125	350	617	626	360	351	1,761
Value adjustments	386	76	508	536	-150	-250	132	-107	-42
Other income	120	2,824	4	68	52	78	172	2,753	3,074
Income from operating lease (net)	46	39	118	27	19	20	19	21	78
<b>Core income</b>	<b>4,472</b>	<b>6,072</b>	<b>74</b>	<b>2,494</b>	<b>1,978</b>	<b>1,902</b>	<b>2,212</b>	<b>4,343</b>	<b>10,186</b>
Core expenses	2,632	2,593	102	1,294	1,338	1,341	1,297	1,408	5,231
<b>Core earnings before impairment charges</b>	<b>1,840</b>	<b>3,479</b>	<b>53</b>	<b>1,200</b>	<b>640</b>	<b>561</b>	<b>915</b>	<b>2,935</b>	<b>4,955</b>
Loan impairment charges	351	838	42	24	327	717	398	589	1,953
<b>Core profit</b>	<b>1,489</b>	<b>2,641</b>	<b>56</b>	<b>1,176</b>	<b>313</b>	<b>-156</b>	<b>517</b>	<b>2,346</b>	<b>3,002</b>
Investment portfolio earnings	314	162	194	125	189	-145	84	39	101
<b>Pre-tax profit</b>	<b>1,803</b>	<b>2,803</b>	<b>64</b>	<b>1,301</b>	<b>502</b>	<b>-301</b>	<b>601</b>	<b>2,385</b>	<b>3,103</b>
Tax	414	41	1,010	305	109	-80	53	-36	14
<b>Net profit or loss for the period</b>	<b>1,389</b>	<b>2,762</b>	<b>50</b>	<b>996</b>	<b>393</b>	<b>-221</b>	<b>548</b>	<b>2,421</b>	<b>3,089</b>

BRFkredit has been included in the income statement as of 1 May 2014 and in the balance sheet as of the end of the second quarter 2014.

Core income amounted to DKK 4,472m against DKK 6,072m in the first half of 2014, and core expenses amounted to DKK 2,632m against DKK 2,593m in the first half of 2014. Core profit amounted to DKK 1,489m against DKK 2,641m in the first half of 2014.

Net interest income amounted to DKK 2,953m against DKK 2,358m in the first half of 2014. Net interest income is supported by the continued growth in home loans and the merger with BRFkredit, yet affected negatively by the low interest-rate level, low reinvestment rates, continued pressure on interest rate margins due to the competitive situation and a decline in traditional bank loans and advances.

Net fee and commission income amounted to DKK 967m against DKK 775m in the first half of 2014. The increase can be attributed to the first quarter of 2015 when the favourable development in the financial markets resulted in high performance-related fees, and the low interest-rate level resulted in much refinancing activity at BRFkredit. Jyske Bank still offers transfers of home loans without charging any fees.

Value adjustments amounted to DKK 386m against DKK 76m in the first half of 2014. Rising market rates had a positive effect on clients' transactions relating to interest-rate hedging and resulted in a positive value adjustment of DKK 296m against the negative value adjustment of DKK 292m for the same period last year.

Other income amounted to DKK 120m against DKK 2,824m in the first half of 2014. The difference can primarily be ascribed to the recognition of bargain purchases relating to the merger with BRFkredit (DKK 2,360m) and the profit from the sale of Silkeborg Data (DKK 296m).

Core expenses amounted to DKK 2,632m against DKK 2,593m in the first half of 2014.

In the first half of 2015, the Group's impairment charges under core profit came to DKK 351m, which emphasises that the Danish economy is improving. Based on the rising interest rates and the extension of the ban on imports of Danish goods to Russia, which affects agriculture in particular, a management's estimate of DKK 270m has been recognised.

SUMMARY OF BALANCE SHEET, END OF PERIOD DKKm	Index								The year 2014
	H1 2015	H1 2014	15/14	Q2 2015	Q1 2015	Q4 2014	Q3 2014	Q2 2014	
Loans and advances	375,184	343,889	109	375,184	376,175	361,799	358,638	343,889	361,799
- of which mortgage loans	233,700	208,853	112	233,700	229,167	218,864	215,998	208,853	218,864
- of which loans and advances, traditional loans and advances	96,866	107,592	90	96,866	100,064	102,331	105,577	107,592	102,331
- of which loans and advances, new home loans	16,964	8,295	205	16,964	18,796	18,092	11,957	8,295	18,092
- of which repo loans	27,654	19,149	144	27,654	28,148	22,512	25,106	19,149	22,512
Bonds and shares, etc.	87,686	91,414	96	87,686	98,779	92,309	89,155	91,414	92,309
Total assets	541,031	493,577	110	541,031	573,074	541,679	521,140	493,577	541,679
Due to credit institutions and central banks	39,865	43,160	92	39,865	46,176	49,885	51,761	43,160	49,885
Deposits	141,077	148,908	95	141,077	151,546	152,693	148,103	148,908	152,693
- of which bank deposits	129,021	129,506	100	129,021	131,547	133,198	128,476	129,506	133,198
- of which repo deposits	12,056	19,402	62	12,056	19,999	19,495	19,627	19,402	19,495
Issued bonds at fair value	229,414	194,308	118	229,414	219,789	208,539	198,099	194,308	208,539
Issued bonds at amortised cost	47,947	35,517	135	47,947	54,061	43,413	37,750	35,517	43,413
Subordinated debt	1,355	1,353	100	1,355	1,362	1,355	1,354	1,353	1,355
Equity	28,996	27,274	106	28,996	27,970	27,561	27,830	27,274	27,561

## Business volume and financial position

Despite the improved prospects for the Danish economy, demand for new loans on the part of corporate clients is still low, and competition is fierce. Traditional bank loans and advances for personal clients are at a stable level.

Sales of new home loan products are still progressing satisfactorily and constitute the most important reason why the Group's total loans and advances, exclusive of repo loans, rose by 2.4% relative to end-2014.

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 half of 2015 granted loans totalling DKK 47bn, and as at today DKK 50bn. At the end of the first half of 2015, an amount of DKK 46bn, against DKK 31bn at end-2014, was recognised in the balance sheet.

Over the same period, traditional bank loans and advances fell from DKK 102bn to DKK 97bn. The decline can primarily be attributed to governmental institutions, secondarily to corporate clients. On the other hand, growth was seen in respect of mortgage loans to corporate clients.

At the end of the first half of 2015, bank deposits (exclusive of repo loans) amounted to DKK 129bn, i.e. about DKK 4bn below the level at end-2014 and a small decline relative to the first quarter of 2015. This development is a consequence of the low interest-rate level and the business initiatives implemented with a view to optimising the extent and pricing of the deposit portfolio.

At the end of the first half of 2015, the business volume within asset management amounted to DKK 123bn against DKK 94bn at end-2014. The development is largely due to the portfolio management agreement between Jyske Bank and Jyske Invest Fund Management but also a continued inflow of funds from clients.

At the end of the first half of 2015, assets under management by Jyske Invest, of which Jyske Bank is the custodian bank, amounted to DKK 64bn against DKK 61bn at end-2014.

After the strengthening over the first half of the year, the Group's equity amounted to DKK 29bn against DKK 27.6bn at end-2014.

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

Under core profit, an amount of DKK 351m was recognised as an expense under loan impairment charges and provisions for guarantees against DKK 838m in the same period in 2014. In the statutory reporting format, an amount of DKK 852m has been recognised as an expense under loan impairment charges and provisions for guarantees. The difference from impairment charges under core profit can be attributed to reclassification relating to write-downs on impaired loans and advances from BRFKredit Bank, BRFKredit and SparLolland.

The first half of 2015 saw a considerably lower increase in new impaired exposures, and, over the same period, improvement was seen for a number of exposures already written down, resulting in lower impairment charges.

LOANS, ADVANCES AND GUARANTEES AS WELL AS VALUE ADJUSTMENTS OF LOANS AND ADVANCES, ETC. DKKm	Index								The year 2014
	H1 2015	H1 2014	15/14	Q2 2015	Q1 2015	Q4 2014	Q3 2014	Q2 2014	
Loans, advances and guarantees	389,814	356,428	109	389,814	390,277	375,017	371,669	356,428	375,017
Non-accrual loans and past due exposures	4,016	3,187	126	4,016	3,771	3,795	3,084	3,187	3,795
Loans and advances assessed individually:									
Loans and advances with OEI before loan impairment charges	29,327	30,697	96	29,327	31,097	31,659	31,740	30,697	31,659
Impairment charges	4,572	3,625	126	4,572	4,647	4,233	3,778	3,625	4,233
Loans and advances with OEI after loan impairment charges	24,755	27,072	91	24,755	26,450	27,426	27,962	27,072	27,426
Balance of loan impairment charges and provisions for guarantees	6,780	5,243	129	6,780	6,718	6,360	5,545	5,243	6,360
Individual impairment charges and provisions for guarantees	4,965	4,030	123	4,965	5,161	4,706	4,250	4,030	4,706
Collective impairment charges and provisions for guarantees	1,815	1,123	162	1,815	1,557	1,654	1,295	1,213	1,654
Value adjustments of acquired assets:									
Balance of discounts for acquired assets, beginning of period	2,625	907	289	2,338	2,625	3,024	3,213	748	907
Discounts relating to business combinations	0	2,717	-	0	0	0	0	2,717	2,717
Other additions	46	0	-	46	0	0	0	0	0
Positive value adjustments (interest income)	501	156	321	260	241	332	97	116	585
Negative value adjustments (loss)	65	255	25	19	46	67	92	136	414
Balance of discounts for acquired assets, end of period	2,105	3,213	66	2,105	2,338	2,625	3,024	3,213	2,625
Total balance for loan impairment charges and provisions for guarantees and balance of discounts for acquired assets	8,885	8,456	105	8,885	9,056	8,985	8,569	8,456	8,985
Operational loan impairment charges and provisions for guarantees	852	994	86	284	568	1,049	495	705	2,538
Operating loss	563	533	106	310	253	344	262	252	1,139

The total balance of loan impairment charges and provisions for guarantees and the balance of discounts for assets taken over amounted to 2.2% of total loans, advances and guarantees.

At the end of the first half of 2015, the Jyske Bank Group has no exposures amounting to more than 10% of the adjusted capital base. The Group had four exposures amounting to between 5% and 7.5% of the adjusted capital base and two exposures between 7.5% and 10% of the adjusted capital base.



## Investment portfolio earnings

INVESTMENT PORTFOLIO EARNINGS	Index								The year
DKKm	H1 2015	H1 2014	15/14	Q2 2015	Q1 2015	Q4 2014	Q3 2014	Q2 2014	2014
Net interest income	373	269	139	186	187	213	235	182	715
Net fee and commission income	0	-1	-	1	-1	0	-1	0	-2
Value adjustments	-64	-106	60	-67	3	-357	-150	-146	-611
Other income	9	7	129	7	2	1	2	6	10
<b>Income</b>	<b>318</b>	<b>169</b>	<b>188</b>	<b>127</b>	<b>191</b>	<b>-143</b>	<b>86</b>	<b>42</b>	<b>112</b>
Expenses	4	7	57	2	2	2	2	3	11
<b>Investment portfolio earnings before loan impairment charges</b>	<b>314</b>	<b>162</b>	<b>194</b>	<b>125</b>	<b>189</b>	<b>-145</b>	<b>84</b>	<b>39</b>	<b>101</b>
Loan impairment charges	0	0	-	0	0	0	0	0	0
<b>Investment portfolio earnings</b>	<b>314</b>	<b>162</b>	<b>194</b>	<b>125</b>	<b>189</b>	<b>-145</b>	<b>84</b>	<b>39</b>	<b>101</b>

Investment portfolio earnings amounted to DKK 314m against DKK 162m for the same period in 2014. In comparison with the first half of 2014, it must be considered that earnings from investment portfolios from BRFKredit were not recognised until 1 May 2014.

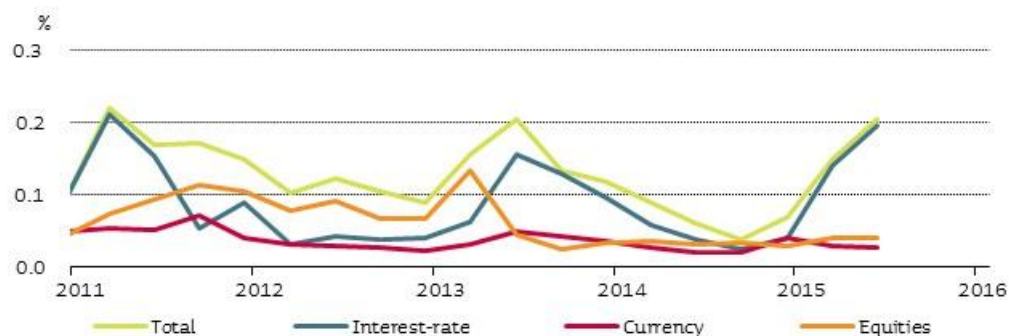
The results were negatively affected by the price development for the portfolio of Danish mortgage bonds, for which, however, the interest rate risk was hedged to a considerable extent. The buying and selling of the Group's equity positions made a positive contribution to the results.

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

### Market risk

At the end of the second quarter of 2015, the aggregate interest-rate, currency and equity-price risk – expressed as Value-at-Risk (VaR) – amounted to DKK 60m (calculated with a time frame of one day and 99% probability) against DKK 19m at end-2014. The increase can primarily be attributed to the Group's portfolio of Danish mortgage bonds, which were affected by rising volatility of Danish interest rates.

Value-at-Risk as a percentage of equity



The Group's portfolio of held-to-maturity bonds amounted to DKK 4.9bn against DKK 6.9bn at end-2014. The portfolio is still dominated by low-risk securities. At the end of the first half of 2015, the market value was DKK 201m higher than the carrying amount against DKK 246m at end-2014.

## Segment information

The Group has changed its business segments to better reflect all activities with respect to banking, mortgage financing and leasing, inclusive of investing activities relating to clients' regular transactions. The investment portfolio earnings of the legal entities relate to the activities of the relevant entities. Comparative figures have been restated accordingly.

## Banking activities

SUMMARY OF INCOME STATEMENT				Q2	Q1	Q4	Q3	Q2	The year
DKKm	H1 2015	H1 2014	Index 15/14	2015	2015	2014	2014	2014	2014
Net interest income	1,805	1,875	96	946	859	901	1,019	947	3,795
Net fee and commission income	884	773	114	313	571	515	333	340	1,621
Value adjustments	623	91	685	731	-108	-266	181	-92	6
Other income	101	2,814	4	61	40	65	167	2,746	3,046
<b>Core income</b>	<b>3,413</b>	<b>5,553</b>	<b>61</b>	<b>2,051</b>	<b>1,362</b>	<b>1,215</b>	<b>1,700</b>	<b>3,941</b>	<b>8,468</b>
Core expenses	2,079	2,334	89	1,010	1,069	1,048	1,043	1,188	4,425
<b>Core profit before loan impairment charges</b>	<b>1,334</b>	<b>3,219</b>	<b>41</b>	<b>1,041</b>	<b>293</b>	<b>167</b>	<b>657</b>	<b>2,753</b>	<b>4,043</b>
Loan impairment charges	301	806	37	59	242	662	414	550	1,882
<b>Core profit</b>	<b>1,033</b>	<b>2,413</b>	<b>43</b>	<b>982</b>	<b>51</b>	<b>-495</b>	<b>243</b>	<b>2,203</b>	<b>2,161</b>
Investment portfolio earnings	231	158	146	98	133	-72	66	35	152
<b>Pre-tax profit</b>	<b>1,264</b>	<b>2,571</b>	<b>49</b>	<b>1,080</b>	<b>184</b>	<b>-567</b>	<b>309</b>	<b>2,238</b>	<b>2,313</b>

SUMMARY OF BALANCE SHEET, END OF PERIOD									
DKKm									
Loans and advances	128,786	119,807	107	128,786	131,854	127,741	127,326	119,807	127,741
- of which bank loans	101,132	100,658	100	101,132	103,706	105,229	102,220	100,658	105,229
- of which repo loans	27,654	19,149	144	27,654	28,148	22,512	25,106	19,149	22,512
Total assets	258,573	233,799	111	258,573	290,870	266,301	253,590	233,799	266,301
Deposits	140,846	143,419	98	140,846	146,761	147,467	142,818	143,419	147,467
- of which bank deposits	128,790	124,017	104	128,790	126,762	127,972	123,191	124,017	127,972
- of which repo deposits	12,056	19,402	62	12,056	19,999	19,495	19,627	19,402	19,495
Issued bonds	43,232	29,641	146	43,232	48,883	38,210	32,378	29,641	38,210

### Pre-tax profit

The pre-tax profit from banking activities amounted to DKK 1,264m against DKK 2,571m for the same period in 2014 where bargain purchases of DKK 2,360m were recognised.

Sales of new home loans still constitute a material activity and make a positive contribution to net interest income, which was, generally, affected by keen competition in the market place, which puts pressure on the interest rate margins and the volume of traditional bank loans and advances. To this must be added that the low interest-rate level still puts pressure on business relating to deposits.

With respect to the results, improvement was seen within trading and investing activities, primarily due to an increase in the number of clients.

Net fee and commission income was still satisfactory but affected negatively by falling equity and bond markets, which resulted in lower performance-related investment fees in the last part of the period. To this must be added that Jyske Bank still offers transfers of home loans without charging any fees.

The results were positively affected by the increase in long-term interest rates at the end of the period. For the first half of the year as a whole, there was a positive value adjustment by DKK 296m in connection with clients' transactions relating to

interest-rate hedging (H1 2014: DKK -292m). On the other hand, the increases in interest rates had a negative effect on value adjustments of mortgage bonds.

Expenses were in line with expectations.

**Business volume**

Volume of traditional bank loans and advances fell. Within the corporate client segment, there was still moderate demand and increasing competition. For the personal client segment, the development of bank loans and advances, exclusive of new home loan product, was stable. Growth in new home loan products is not reflected in Banking activities as, at the same time, in the first half of 2015 a large volume was transferred to BRFkredit, and therefore this growth is shown under Mortgage activities.

Within trading and investment activities, volatility in the financial markets resulted in a higher client demand for risk management in respect of assets and liabilities. To this must be added an increase in assets under management. On the whole, this led to an increase in business volume and higher market share, resulting in rising earnings.

## Mortgage activities

SUMMARY OF INCOME STATEMENT									The year
DKKm	H1 2015	H1 2014	Index 15/14	Q2 2015	Q1 2015	Q4 2014	Q3 2014	Q2 2014	2014
Net interest income	922	268	344	457	465	418	402	268	1,088
Net fee and commission income	113	16	706	52	61	116	35	16	167
Value adjustments	-248	-26	954	-206	-42	19	-52	-26	-59
Other income	12	1	1,200	5	7	7	7	1	15
<b>Core income</b>	<b>799</b>	<b>259</b>	<b>308</b>	<b>308</b>	<b>491</b>	<b>560</b>	<b>392</b>	<b>259</b>	<b>1,211</b>
Core expenses	472	176	268	242	230	248	203	176	627
<b>Core profit before loan impairment charges</b>	<b>327</b>	<b>83</b>	<b>394</b>	<b>66</b>	<b>261</b>	<b>312</b>	<b>189</b>	<b>83</b>	<b>584</b>
Loan impairment charges	48	34	141	-28	76	58	-16	34	76
<b>Core profit</b>	<b>279</b>	<b>49</b>	<b>569</b>	<b>94</b>	<b>185</b>	<b>254</b>	<b>205</b>	<b>49</b>	<b>508</b>
Investment portfolio earnings	83	4	2,075	27	56	-73	18	4	-51
<b>Pre-tax profit</b>	<b>362</b>	<b>53</b>	<b>683</b>	<b>121</b>	<b>241</b>	<b>181</b>	<b>223</b>	<b>53</b>	<b>457</b>

SUMMARY OF BALANCE SHEET, END OF PERIOD									
DKKm									
Loans and advances	233,700	211,930	110	233,700	231,835	221,665	219,017	211,930	221,665
- of which mortgage loans	233,700	208,853	112	233,700	229,167	218,864	215,998	208,853	218,864
- of which bank loans	0	3,077	-	0	2,668	2,801	3,019	3,077	2,801
Total assets	267,894	245,651	109	267,894	267,953	261,300	253,653	245,651	261,300
Bank deposits	0	5,248	-	0	4,554	4,990	5,041	5,248	4,990
Issued bonds	234,129	200,184	117	234,129	224,967	213,742	203,471	200,184	213,742

Mortgage activities were included in the income statement as of 1 May 2014 and in the balance sheet as of the end of the second quarter 2014.

### Pre-tax profit

The pre-tax profit for the second quarter was adversely affected by falling interest income, negative value adjustments, costs relating to terminated employees, and it was favourably affected by reversed impairment charges compared with the first quarter of 2015.

Net interest income was adversely affected by the transfer of banking activities to Jyske Bank in May. Fee income was still favourably affected by the on-going refinancing activity, which, however, fell in the second quarter of 2015, as at that time there was no fee income from refinancing of adjustable-rate loans. Contribution income increased, which could primarily be attributed to a larger loan portfolio. The same applies to jointly funded home loans.

The negative value adjustment over the period could primarily be attributed to capital losses relating to the sale of the banking activities. In addition, losses were incurred on the company's core portfolio of mortgage bonds that are used in connection with clients' redemption of mortgage loans.

Costs rose by DKK 12m, which can mainly be attributed to payroll costs of DKK 15m recognised as an expense and relating to terminated employees (integration costs).

Loan impairment charges and provisions for guarantees amounted to DKK 48m in the first half of 2015. Of this, an income of DKK 28m in the second quarter of 2015 due to reversed impairment charges relating to the corporate clients segment

### Business volume

Mortgage activities were still seeing a positive trend, and since the merger of Jyske Bank and BRFKredit, mortgage activities increased from nominally DKK 194.9bn to nominally DKK 228.9bn, of which DKK 9.6bn in the second quarter of 2015.

The increase took place in the personal-client as well as the corporate-client segments. The growth in the personal client market can primarily be attributed to the new home loan products established through Jyske Bank, secondarily to clients' increasing demand for mortgage loans.

In the second quarter of 2015, BRFkredit's banking activities were transferred to Jyske Bank. Of these, loans and advances amounted to DKK 2.6bn and deposits to DKK 4.5bn.

For further details about BRFkredit, please see BRFkredit's interim report for the first half of 2015.

## Leasing activities

SUMMARY OF INCOME STATEMENT									The year
DKKm	H1 2015	H1 2014	Index 15/14	Q2 2015	Q1 2015	Q4 2014	Q3 2014	Q2 2014	2014
Net interest income	226	215	105	110	116	109	108	110	432
Net fee and commission income	-30	-14	214	-15	-15	-5	-8	-5	-27
Value adjustments	11	11	100	11	0	-3	3	11	11
Other income	7	9	78	2	5	6	-2	6	13
Income from operating lease (net)	46	39	118	27	19	20	19	21	78
<b>Core income</b>	<b>260</b>	<b>260</b>	<b>100</b>	<b>135</b>	<b>125</b>	<b>127</b>	<b>120</b>	<b>143</b>	<b>507</b>
Core expenses	81	83	98	42	39	45	51	44	179
<b>Core profit before loan impairment charges</b>	<b>179</b>	<b>177</b>	<b>101</b>	<b>93</b>	<b>86</b>	<b>82</b>	<b>69</b>	<b>99</b>	<b>328</b>
Loan impairment charges	2	-2	-	-7	9	-3	0	5	-5
<b>Pre-tax profit</b>	<b>177</b>	<b>179</b>	<b>99</b>	<b>100</b>	<b>77</b>	<b>85</b>	<b>69</b>	<b>94</b>	<b>333</b>

SUMMARY OF BALANCE SHEET, END OF PERIOD									
DKKm									
Loans and advances	12,698	12,152	104	12,698	12,486	12,393	12,295	12,152	12,393
Total assets	14,564	14,127	103	14,564	14,251	14,078	13,897	14,127	14,078
Deposits	231	241	96	231	231	236	244	241	236

### Pre-tax profit

The pre-tax profit from leasing activities amounted to DKK 177m against DKK 179m for the same period in 2014. The results were satisfactory and were achieved due to an increasing business volume and focus on cost control.

Improvement was seen within operating lease, primarily due to improved margins, yet also due to profits from the sale of cars with open residual values.

The increasing use of contracts with dealer bonus affected net fee and commission income adversely as fee income is accrued over the term of the contract.

Costs amounted to DKK 81m and were below the level for the same period in 2014.

### Business volume

In the first half of 2015, new sales were satisfactory, and there was a net increase in business volume. A positive future development of the business volume is still expected.

## Core profit and investment portfolio earnings

The pre-tax profit for the first half of 2015 broken down by core earnings and investment portfolio earnings is stated below:

BREAKDOWN OF THE PERIOD'S PROFIT DKKm	H1 2015				H1 2014			
	Core profit	Investment portfolio earnings	Reclassification	Total	Core profit	Investment portfolio earnings	Reclassification	Total
Net interest income	2,953	373	501	3,827	2,358	269	156	2,783
Net fee and commission income	967	0	0	967	775	-1	0	774
Value adjustments	386	-64	0	322	76	-106	0	-30
Other income	120	9	0	129	2,824	7	0	2,831
Income from operating lease (net)	46	0	156	202	39	0	144	183
<b>Income</b>	<b>4,472</b>	<b>318</b>	<b>657</b>	<b>5,447</b>	<b>6,072</b>	<b>169</b>	<b>300</b>	<b>6,541</b>
Expenses	2,632	4	156	2,792	2,593	7	144	2,744
<b>Profit before loan impairment charges</b>	<b>1,840</b>	<b>314</b>	<b>501</b>	<b>2,655</b>	<b>3,479</b>	<b>162</b>	<b>156</b>	<b>3,797</b>
Loan impairment charges	351	0	501	852	838	0	156	994
<b>Pre-tax profit</b>	<b>1,489</b>	<b>314</b>	<b>0</b>	<b>1,803</b>	<b>2,641</b>	<b>162</b>	<b>0</b>	<b>2,803</b>

## Capital structure and capital management

### Common Equity Tier 1 capital and capital base

At the end of the first half of 2015, Core Tier 1 capital (CET1) amounted to DKK 28,414m and 94% of the capital base against DKK 26,956m and 93% at end-2014. The Common Equity Tier 1 capital ratio rose to 16.1%.

CAPITAL AND CORE CAPITAL RATIOS						End-2014
	Q2 2015	Q1 2015	Q4 2014	Q3 2014	Q2 2014	
Capital ratio (%)	17.1	16.3	16.4	16.7	16.4	16.4
Core capital ratio incl. hybrid capital (%)	16.5	15.7	15.8	16.2	15.8	15.8
Common Equity Tier 1 capital ratio (CET 1) (%)	16.1	15.3	15.3	15.7	15.3	15.3

The Jyske Bank Group's total weighted risk exposure amounted to DKK 177bn at the end of the first half of 2015 against DKK 176bn at end-2014. The Jyske Bank Group's total weighted risk exposure with credit risk amounted to DKK 138bn, corresponding to 78% of the total weighted risk exposure. The total weighted risk exposure with credit risk was affected by two opposing circumstances: lower volume within traditional bank loans and advances, reducing the risk exposure, and growth in new home loans, increasing the risk exposure.

Jyske Bank has established a long-term goal of achieving a capital ratio of 17.5% and a Common Equity Tier 1 capital ratio of 14.0% when the capital adequacy rules have been fully implemented in 2019.

### Individual solvency requirement and capital buffer

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+ method 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 first half of 2015, the Jyske Bank Group calculated its individual solvency requirement to be 11.0% of the total weighted risk exposure against 10.9% at end-2014. To this must be added a SIFI requirement of 0.3% at the end of the first half of 2015.

Compared with the actual capital base of DKK 30bn, the capital buffer amounted to DKK 10.3bn at the end of the first half of the year, corresponding to 5.8 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 capital cements the quality of the total capital.

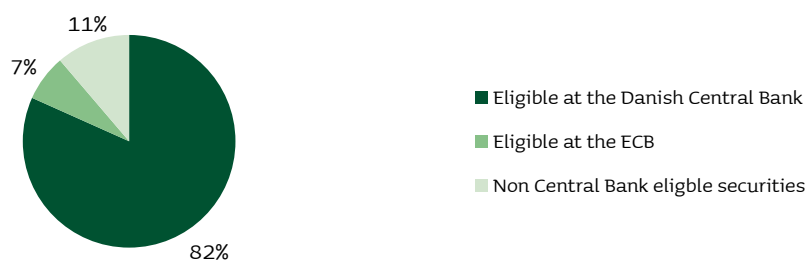
According to the Basel I transitional rules, the capital requirement is 9.3% against 9.2% at end-2014.



## Liquidity management

### The Group's liquidity buffer

At the end of the second quarter of 2015, the Jyske Bank Group's liquidity reserve amounted to DKK 69bn against DKK 55bn at end-2014. The breakdown of the liquidity buffer by the three different internal liquidity classes is shown in the chart below.



Under a stress scenario assuming that the Group is precluded from re-financing in the international financial money markets for unsecured senior debt as well as the market for so-called senior secured bonds, the Group's liquidity reserve would after a 12-month period amount to DKK 44.6bn and after a 24-month period to DKK 36.6bn.

LIQUIDITY RESERVE AND RUN-OFF						End-
DKKbn	Q2 2015	Q1 2015	Q4 2014	Q3 2014	Q2 2014	2014
End of period	69.0	61.5	55.1	52.4	54.3	55.1
3 mths.	57.3	45.4	48.2	38.1	44.0	48.2
6 mths.	53.8	41.9	42.4	32.0	33.5	42.4
9 mths.	46.5	35.6	39.7	27.7	30.9	39.7
12 mths.	44.6	27.4	30.3	25.2	25.8	30.3

The liquidity reserve according to S.152(1)(2) of the Danish Financial Business Act was high throughout the period. At the end of the second quarter of 2015, the liquidity ratio was 22.1%, corresponding to a liquidity surplus of 121% compared with 144% at end-2014.

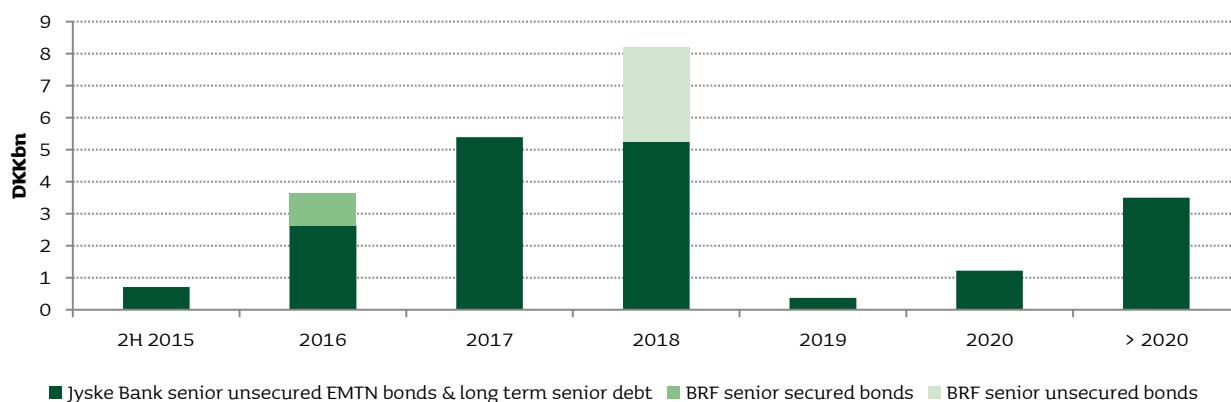
### Liquidity Coverage Ratio

Jyske Bank is a systemically important financial institution and must therefore comply with the new Liquidity Coverage Ratio (LCR) of 100% as of 1 October 2015. In the course of the first half of 2015, Jyske Bank as well as BRFKredit have gradually recalibrated the liquidity buffer (increased the holding of Level 1a assets), adjusted repo positions, and the core liquidity position has been enhanced. On 30 June 2015, the Group's Liquidity Coverage Ratio was 111%. The Group's minimum target for a buffer for the LCR statutory requirement is moderately higher than the current level at the end of the first half of 2015. When disregarding the cap on covered bonds (max. 70% of the total LCR liquid assets), the Group's pro forma LCR could on 30 June 2015 be calculated at 142%.

### The Group's funding profile

At the end of the second quarter 2015, the portfolio of traditional bank loans and advances was still more than funded by bank deposits. Mortgage loans were funded through issue of mortgage bonds.

The run-off profile of the Group's senior debt as well as senior secured issues through BRFKredit's capital centre is illustrated by the chart below.



### Capital market funding

At the end of the second quarter of 2015, liquidity procured under the CP programme amounted to DKK 24.2bn (EUR 3.3bn) against DKK 20.6bn (EUR 2.8bn) at end-2014. Issues of long-term senior debt under Jyske Bank's EMTN programme as well as other long-term senior debt amounted to DKK 19bn against DKK 17.2bn at end-2014.

During the period Maj - June 2015, the international capital markets were - primarily due to the turmoil relating to Greece - affected by increased turmoil, rising long-term interest rates and widening of credit spreads, particularly for long-term fixed-rate senior debt and subordinated capital. Jyske Bank took advantage of the attractive market conditions in the period up to May 2015 to be active in the private placement market and issued 2-year bonds in the amount of SEK 1bn, 5-year bonds in the amount of SEK 1.35bn and 7-year bonds in the smaller amount of EUR 10m. Furthermore, in March 2015, 3-year public benchmark bond in the amount of EUR 500m were issued. More than 90% of the bond was sold to foreign investors, which goes to show that Jyske Bank has built up strong access to the European investor base.

In the course of the ordinary management of the run-off profile, Jyske Bank had at end-June 2015 bought back EMTN issues with a shorter time to maturity in the amount of DKK 1.5bn.

The majority of the Group's new home loan products is funded under the joint funding agreement. At the end of the first half of 2015, under the joint funding agreement, funding amounted to DKK 27.6bn, against DKK 14.1bn at end-2014.

### Refinancing in mortgage activities

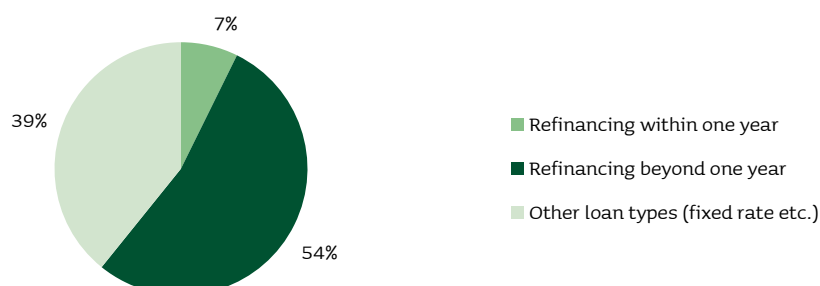
The strongest effect from BRFkredit on the Group's liquidity risk profile is in the form of refinancing risk. To reduce this refinancing risk, refinancing has been spread out over three annual settling periods, with the intention that the individual series must be so large that they can be included in the credit institutions' liquidity buffers in connection with the upcoming LCR requirements. Moreover, in the course of 2015, BRFkredit financed and re-financed the so-called F1 loans and joint funding home loans through RTL F bonds (pre-financed bonds).

The table below gives a comprehensive overview of both planned re-financing of mortgage bonds as well as the breakdown of debt outstanding by type of mortgage loan.

PLANNED RE-FINANCING AND BREAKDOWN OF DEBT OUTSTANDING							
DKKbn							
Repayment dates	Planned re-financing amount (amount offered)	Funding		Loan			
		Maturities per re-financing dates	Maturities per re-financing dates + 2 years (RTL F)	F1	F3	F5	Other
Oct-15	8.3	2.0	6.3	6.3	1.0	0.5	0.5
Jan-16	47.0	11.1	35.9	35.9	4.8	3.5	2.8
Apr-16	8.6	2.9	5.7	5.7	1.4	0.0	1.5
Oct-16	5.7	4.5	1.2	1.2	0.6	2.0	1.9
2017	29.0	29.0	0.0	0.0	8.3	6.8	13.9
2018	26.4	26.4	0.0	0.0	9.0	13.8	3.6
2019	12.4	12.4	0.0	0.0	0.0	10.8	1.6
2020	3.9	3.9	0.0	0.0	0.0	3.1	0.8
2021	0.3	0.3	0.0	0.0	0.0	0.0	0.3
2022	0.6	0.6	0.0	0.0	0.0	0.0	0.6
2023	1.3	1.3	0.0	0.0	0.0	0.0	1.3
2024	0.7	0.7	0.0	0.0	0.0	0.0	0.7
2025	0.8	0.8	0.0	0.0	0.0	0.0	0.8

Note: The table does not include fixed-rate loans.

### Breakdown of BRFKredit's loan portfolio by loan type



### Other information

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

The supervisory diamond defines a number of special risk areas including specified limits that financial institutions 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	Q2 2015	Q1 2015	Q4 2014	Q3 2014	Q2 2014	End-2014
Sum of large exposures < 125% of the adjusted capital base	0%	0%	0%	0%	0%	0%
Increase in loans and advances < 20% annually	0%	4%	9%	5%	5%	9%
Exposures to property administration and property transactions < 25% of total loans and advances	7%	7%	7%	7%	8%	7%
Stable funding < 1	0.67	0.71	0.72	0.72	0.71	0.72
Liquidity surplus > 50%	174%	137%	129%	130%	148%	129%

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

### The supervisory diamond BRFkredit a/s

The supervisory diamond defines a number of special risk areas including specified limits that financial institutions should generally not exceed. The supervisory diamond takes effect in 2018 and 2020, respectively. The supervisory diamond limits applicable to BRFkredit a/s are shown below.

THE SUPERVISORY DIAMOND FOR BRFkredit a/s	Q2 2015	Q1 2015	Q4 2014	Q3 2014	Q2 2014	End- 2014
<b>Concentration risk &lt; 100%</b>	72.5%	74.6%	76.4%	-	-	76.4%
<b>Increase in loans and advances &lt; 15% annually in the segment:</b>						
Owner-occupied homes and vacation homes	23.1%	17.4%	9.1%	-	-	9.1%
Residential rental property	7.0%	4.8%	4.0%	-	-	4.0%
Agriculture	-	-	-	-	-	-
Other sectors	4.7%	-0.4%	2.7%	-	-	2.7%
<b>Borrower's interest-rate risk &lt; 25%</b>						
Residential property	29.4%	28.2%	27.0%	-	-	27.0%
<b>Interest-only schemes &lt; 10%</b>						
Owner-occupied homes and vacation homes	10.8%	11.3%	11.5%	-	-	11.5%
<b>Loans with frequent interest-rate fixing:</b>						
Refinancing (annually) < 25%	26.3%	27.5%	27.5%	-	-	27.5%
Refinancing (quarterly) < 12.5%	0.0%	3.2%	19.4%	-	-	19.4%

On 30 June 2015, BRFkredit a/s met the supervisory diamond's indicators for concentration risk. On June 30 2015, BRFkredit does not comply with the indicator for lending growth relative to owner-occupied homes and vacation homes. BRFkredit finds that the growth that primarily stems from the client inflow following the merger with Jyske Bank does not pose any problems as loans are primarily granted to clients known to the Group, and it is not cyclical growth. As regards the three indicators mentioned last, the sector as a whole exceeds the mean value. On an on-going basis, BRFkredit reviews the institution's position relative to the indicators and expects to be compliant before they take effect.

### Additional information

For further information, please see [www.jyskebank.info](http://www.jyskebank.info). Here you will find an interview with Anders Dam, Managing Director and CEO, detailed financial information as well as Jyske Bank's Annual Report 2014 and Risk and Capital Management 2014, 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.

Also, please see [www.brf.dk](http://www.brf.dk). BRFkredit's interim financial report for the first half of 2015 and detailed financial information about BRFkredit are available on that website.

### Contact persons:

Anders Dam (+45 89 89 89 89)

Birger Krøgh Nielsen (+45 89 89 64 44)

## Statement by the Executive and Supervisory Boards

We have today discussed and approved the Interim Financial Report of Jyske Bank A/S for the period 1 January to 30 June 2015.

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 June 2015 and also of their financial performance as well as the cash flows of the Group for the period 1 January to 30 June 2015.

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, 18 August 2015

### 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			
		H1 2015	H1 2014	Q2 2015	Q2 2014
<b>INCOME STATEMENT</b>					
5	Interest income	6,925	4,277	3,489	2,808
6	Interest expenses	3,098	1,494	1,530	1,183
	<b>Net interest income</b>	<b>3,827</b>	<b>2,783</b>	<b>1,959</b>	<b>1,625</b>
7	Fees and commission income	1,176	916	451	426
	Fees and commission expenses	209	142	100	75
	<b>Net interest and fee income</b>	<b>4,794</b>	<b>3,557</b>	<b>2,310</b>	<b>1,976</b>
8	Value adjustments	322	-30	469	-255
9	Other income	331	3,014	180	2,851
10	Employee and administrative expenses	2,592	2,519	1,275	1,345
	Amortisation, depreciation and impairment charges	200	225	99	137
12	Loan impairment charges and provisions for guarantees	852	994	284	705
	<b>Pre-tax profit</b>	<b>1,803</b>	<b>2,803</b>	<b>1,301</b>	<b>2,385</b>
11	Tax	414	41	305	-36
	<b>Net profit or loss for the period</b>	<b>1,389</b>	<b>2,762</b>	<b>996</b>	<b>2,421</b>
	Attributable to:				
	Jyske Bank A/S shareholders	1,389	2,761	996	2,420
	Non-controlling interests	0	1	0	1
	<b>Total</b>	<b>1,389</b>	<b>2,762</b>	<b>996</b>	<b>2,421</b>
	<b>Earnings per share for the period</b>				
	Earnings per share for the period, DKK	14.62	34.04	10.48	26.59
	Earnings per share for the period, DKK, diluted	14.62	34.04	10.48	26.59
<b>STATEMENT OF COMPREHENSIVE INCOME</b>					
	Net profit or loss for the period	1,389	2,762	996	2,421
	Other comprehensive income:				
	Items that can be recycled to the income statement:				
	Foreign currency translation adjustment of international units	170	32	18	21
	Hedge accounting of international units	-170	-32	-18	-21
	Tax on hedge accounting	40	8	4	5
	<b>Other comprehensive income after tax</b>	<b>40</b>	<b>8</b>	<b>4</b>	<b>5</b>
	<b>Comprehensive income for the period</b>	<b>1,429</b>	<b>2,770</b>	<b>1,000</b>	<b>2,426</b>
	Attributable to:				
	Jyske Bank A/S shareholders	1,429	2,769	1,000	2,425
	Non-controlling interests	0	1	0	1
	<b>Total</b>	<b>1,429</b>	<b>2,770</b>	<b>1,000</b>	<b>2,426</b>

## BALANCE SHEET

Note	DKKm	The Jyske Bank Group		
		30 June 2015	31 Dec. 2014	30 June 2014
<b>BALANCE SHEET</b>				
<b>ASSETS</b>				
	Cash balance and demand deposits with central banks	10,095	1,850	2,797
	Due from credit institutions and central banks	19,210	30,882	16,198
13,14	Loans and advances at fair value	233,700	218,864	208,853
15	Loans and advances at amortised cost	141,484	142,935	135,036
	Bonds at fair value	78,803	82,459	76,712
	Bonds at amortised cost	4,918	6,878	11,488
	Shares, etc.	3,965	2,972	3,214
	Intangible assets	100	113	127
	Property, plant and equipment	3,946	3,788	3,658
	Tax assets	935	495	380
16	Other assets	43,875	50,443	35,114
	<b>Total assets</b>	<b>541,031</b>	<b>541,679</b>	<b>493,577</b>
<b>EQUITY AND LIABILITIES</b>				
<b>Liabilities</b>				
	Due to credit institutions and central banks	39,865	49,885	43,160
17	Deposits	141,077	152,693	148,908
18	Issued bonds at fair value	229,414	208,539	194,308
	Issued bonds at amortised cost	47,947	43,413	35,517
19	Other liabilities	50,750	56,628	41,407
20	Provisions	1,627	1,605	1,650
21	Subordinated debt	1,355	1,355	1,353
	<b>Liabilities, total</b>	<b>512,035</b>	<b>514,118</b>	<b>466,303</b>
<b>Equity</b>				
	Share capital	950	950	950
	Revaluation reserve	380	380	361
	Retained profit	27,666	26,231	25,930
	Non-controlling interests	0	0	33
	<b>Equity, total</b>	<b>28,996</b>	<b>27,561</b>	<b>27,274</b>
	<b>Equity and liabilities, total</b>	<b>541,031</b>	<b>541,679</b>	<b>493,577</b>
<b>OFF-BALANCE SHEET ITEMS</b>				
	Guarantees, etc.	14,630	13,218	12,539
	Other contingent liabilities, etc.	17,309	14,636	2,301
22	<b>Total guarantees and other contingent liabilities</b>	<b>31,939</b>	<b>27,854</b>	<b>14,840</b>

## STATEMENT OF CHANGES IN EQUITY

The Jyske Bank Group

DKKm

	Share capital	Revaluation reserve	Currency translation reserve	Retained profit	Total	Non-controlling interests	Total equity
Equity at 1 January 2015	950	380	0	26,231	27,561	0	27,561
Net profit or loss for the period	0	0	0	1,389	1,389	0	1,389
Other comprehensive income:							
Foreign currency translation adjustment of international units	0	0	170	0	170	0	170
Hedge accounting of international units	0	0	-170	0	-170	0	-170
Tax on other comprehensive income	0	0	0	40	40	0	40
Other comprehensive income after tax	0	0	0	40	40	0	40
Comprehensive income for the period	0	0	0	1,429	1,429	0	1,429
Acquisition of own shares	0	0	0	-1,552	-1,552	0	-1,552
Sale of own shares	0	0	0	1,558	1,558	0	1,558
Transactions with shareholders	0	0	0	6	6	0	6
<b>Equity at 30 June 2015</b>	<b>950</b>	<b>380</b>	<b>0</b>	<b>27,666</b>	<b>28,996</b>	<b>0</b>	<b>28,996</b>
Equity at 1 January 2014	713	361	0	16,372	17,446	33	17,479
Net profit or loss for the period	0	0	0	2,761	2,761	1	2,762
Other comprehensive income:							
Foreign currency translation adjustment of international units	0	0	32	0	32	0	32
Hedge accounting of international units	0	0	-32	0	-32	0	-32
Tax on other comprehensive income	0	0	0	8	8	0	8
Other comprehensive income after tax	0	0	0	8	8	0	8
Comprehensive income for the period	0	0	0	2,769	2,769	1	2,770
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	-803	-803	0	-803
Sale of own shares	0	0	0	805	805	0	805
Adjustment of non-controlling interests	0	0	0	0	0	-1	-1
Transactions with shareholders	0	0	0	6,789	7,026	-1	7,025
<b>Equity at 30 June 2014</b>	<b>950</b>	<b>361</b>	<b>0</b>	<b>25,930</b>	<b>27,241</b>	<b>33</b>	<b>27,274</b>



## CAPITAL STATEMENT

DKKm	The Jyske Bank Group		
	30 June 2015	31 Dec. 2014	30 June 2014
Equity	28,996	27,561	27,274
Intangible assets	-100	-113	-127
Deferred tax liabilities relating to intangible assets	22	26	28
Cautious valuation	-316	-256	-205
Deferred tax assets	-109	-198	-290
Other deductions	-79	-64	0
<b>Common Equity Tier 1 capital</b>	<b>28,414</b>	26,956	26,680
Additional Tier 1 Capital after reduction	907	993	995
Other deductions	-83	-57	-57
<b>Core capital</b>	<b>29,238</b>	27,892	27,618
Subordinated loan capital after reduction	410	324	330
Difference between expected loss and the carrying amount of impairment charges	721	709	563
Collective impairment under the standardised approach	0	65	67
Other deductions	-192	0	0
<b>Capital base</b>	<b>30,177</b>	28,990	28,578
Weighted risk exposure involving credit risk etc.	138,371	137,973	132,613
Weighted risk exposure involving market risk	21,801	21,409	25,108
Weighted risk exposure involving operational risk	16,807	17,051	17,051
<b>Total weighted risk exposure</b>	<b>176,979</b>	176,433	174,772
Capital requirement, Pillar I	14,158	14,115	13,982
Capital requirement, transitional provisions	2,273	2,111	1,736
<b>Capital requirement, total</b>	<b>16,431</b>	16,226	15,718
Capital ratio (%)	17.1	16.4	16.4
Core Tier 1 Capital ratio (%)	16.5	15.8	15.8
Common Equity Tier 1 capital ratio (%)	16.1	15.3	15.3

Over the period 2008-2013, capital ratios were calculated in accordance with the CRD III (Basel II). On 30 June 2015, the total risk-weighted exposure according to Basel I amounted to DKK 256,733m 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 16,431m for the Jyske Bank Group. At end-2014, the transitional provisions resulted in a capital requirement of DKK 16,226m for the Jyske Bank Group. The transitional rules applying to total weighted risk exposure will still apply in the coming years.

For the determination of individual solvency requirement, please see [www.jyskebank.info](http://www.jyskebank.info).

## SUMMARY OF CASH FLOW STATEMENT

DKKm	The Jyske Bank Group	
	H1 2015	H1 2014
<b>Net profit or loss for the period</b>	<b>1,389</b>	2,762
Adjustment for non-cash operating items and change in working capital	<b>-4,269</b>	-8,954
<b>Cash flows from operating activities</b>	<b>-2,880</b>	-6,192
Acquisition of property, plant and equipment	<b>-348</b>	-153
Acquisition of intangible assets	<b>0</b>	-51
<b>Cash flows from investment activities</b>	<b>-348</b>	-204
Capital increase	<b>0</b>	7,031
Acquisition of own shares	<b>-1,552</b>	-803
Sale of own shares	<b>1,558</b>	805
Addition and repayment of subordinated debt	<b>0</b>	-297
<b>Cash flows from financing activities</b>	<b>6</b>	6,736
<b>Cash flow for the period</b>	<b>-3,222</b>	340
Cash and cash equivalents, beginning of period	<b>32,527</b>	16,647
<b>Cash and cash equivalents, end of period</b>	<b>29,305</b>	16,987
Cash and cash equivalents, end of period, comprise:		
Cash in hand, etc.	<b>10,095</b>	2,797
Due from credit institutions and central banks	<b>19,210</b>	14,190
<b>Cash and cash equivalents, end of period</b>	<b>29,305</b>	16,987

**1 Accounting Policies**

The Interim Financial Report for the period 1 January to 30 June 2015 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.

As from 1 January 2015, the Jyske Bank Group has implemented the standards and interpretations that take effect in the EU for 2015. The implementation of these standards and interpretations did not have any material impact on recognition and measurement.

**Changes to segment information**

The Group changed its business segments to better reflect all activities with respect to banking, mortgage finance and leasing, including investing activities relating to clients' regular transactions. The investment portfolio earnings of the legal entities will be related to the activities of the relevant entities. Comparative figures have been restated accordingly.

**Banking activities**

Banking activities cover advisory services relating to traditional financial solutions targeting personal and private banking clients as well as corporate clients and trading and investment activities targeting large corporate clients and institutional clients, including trading in interest-rate products, currencies, equities, commodities and derivatives. Investment portfolio earnings of Jyske Bank A/S are allocated to Banking activities.

**Mortgage activities**

Mortgage activities comprise financial solutions for the financing of real property carried out by BRFKredit. Mortgage activities are aimed mainly at Danish personal clients, corporate clients and subsidised housing. Investment portfolio earnings of BRFKredit a/s are allocated to Mortgage activities.

**Leasing activities**

Leasing activities cover financial solutions in the form of leasing and financing within car financing as well as leasing and financing of equipment for the corporate sector. The activities primarily target Danish personal and corporate clients as well as dealer cooperation schemes and partnerships.

Moreover, the accounting policies are identical to those applied to and described in detail in the Annual Report 2014.

At the time of publication of this Interim Financial Report, a number of new or amended standards and interpretations had not come into force or been approved for use in the EU. In the following are set out the standards which are expected to have a material effect on the financial reporting of the Jyske Bank Group.

- 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. Compared to the current standard, IFRS 9 will, among other things, entail earlier recognition of loan impairment charges at amortised cost, as already at the time of the first recognition, impairment charges corresponding to the expected credit loss over 12 months must be recognised. If, subsequently, the probability of loss on the loan increases materially, the expected credit loss over the term must under certain circumstances be recognised. The IFRS 9 stipulations about loan impairment charges do not cover loans and advances, including mortgage loans, that are measured at fair value, and they are not expected to imply any material changes to the process and method of valuation of loans and advances at fair value. It has not been possible to make a comprehensive assessment of the standard's effect on the Jyske Bank Group. It is expected that the standard will take 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 2014. 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.

## 3 Key figures and ratios, five quarters

**Summary of Income Statement**

Net interest income	<b>1,959</b>	1,868	1,974	1,858	1,625
Net fee and commission income	<b>351</b>	616	626	359	351
Value adjustments	<b>469</b>	-147	-607	-16	-255
Other income	<b>180</b>	151	173	266	2,851
<b>Income</b>	<b>2,959</b>	2,488	2,166	2,467	4,572
Expenses	<b>1,374</b>	1,418	1,418	1,371	1,482
<b>Profit or loss before loan impairment charges</b>	<b>1,585</b>	1,070	748	1,096	3,090
Loan impairment charges and provisions for guarantees	<b>284</b>	568	1,049	495	705
<b>Pre-tax profit</b>	<b>1,301</b>	502	-301	601	2,385
Tax	<b>305</b>	109	-80	53	-36
<b>Net profit or loss for the period</b>	<b>996</b>	393	-221	548	2,421
of which non-controlling interests	<b>0</b>	0	0	0	1

**Financial ratios and key figures**

Pre-tax profit, per share (DKK)	<b>13.7</b>	5.3	-3.2	6.3	25.1
Earnings per share for the period (DKK)	<b>10.5</b>	4.1	-2.3	5.8	25.5
Earnings per share for the period (diluted) (DKK)	<b>10.5</b>	4.1	-2.3	5.8	25.5
Core profit per share (DKK)	<b>12.4</b>	3.3	-1.6	5.4	24.7
Share price at end of period (DKK)	<b>336</b>	293	313	319	309
Book value per share (DKK)	<b>305</b>	295	290	293	287
Price/book value per share (DKK)	<b>1.1</b>	1.0	1.1	1.1	1.1
Outstanding shares in circulation ('000)	<b>94,996</b>	94,918	94,988	94,993	94,983
Average number of shares in circulation ('000)	<b>94,955</b>	94,961	94,987	94,981	91,024
Capital ratio (%)	<b>17.1</b>	16.3	16.4	16.7	16.4
Core Tier 1 Capital ratio (%)	<b>16.5</b>	15.7	15.8	16.2	15.8
Common Equity Tier 1 capital ratio (%)	<b>16.1</b>	15.3	15.3	15.7	15.3
Pre-tax profit as a pct. of average equity	<b>4.6</b>	1.8	-1.1	2.2	10.6
Profit for the period as a pct. of av. equity	<b>3.5</b>	1.4	-0.8	2.0	10.8
Income/cost ratio (%)	<b>1.8</b>	1.3	0.9	1.3	2.1
Interest-rate risk (%)	<b>1.2</b>	0.1	-0.5	-0.5	0.1
Currency risk (%)	<b>0.0</b>	0.0	0.0	0.0	0.0
Accumulated impairment ratio (%)	<b>1.7</b>	1.7	1.7	1.5	1.4
Impairment ratio for the period (%)	<b>0.1</b>	0.1	0.3	0.1	0.2
No. of full-time employees at end-period	<b>4,112</b>	4,168	4,191	4,289	4,352
Average number of full-time employees in the period	<b>4,140</b>	4,180	4,240	4,321	4,072

## NOTES

Note	The Jyske Bank Group				
	DKKm				
4	<b>Segment information</b>	<b>Banking activities</b>	<b>Mortgage activities</b>	<b>Leasing activities</b>	<b>The Jyske Bank Group</b>
	<b>1st half of 2015</b>				
	Net interest income	1,805	922	226	2,953
	Net fee and commission income	884	113	-30	967
	Value adjustments	623	-248	11	386
	Other income	101	12	7	120
	Income from operating lease	0	0	46	46
	<b>Core income</b>	<b>3,413</b>	<b>799</b>	<b>260</b>	<b>4,472</b>
	Core expenses	2,079	472	81	2,632
	<b>Core profit before loan impairment charges</b>	<b>1,334</b>	<b>327</b>	<b>179</b>	<b>1,840</b>
	Loan impairment charges	301	48	2	351
	<b>Core profit</b>	<b>1,033</b>	<b>279</b>	<b>177</b>	<b>1,489</b>
	Investment portfolio earnings	231	83	0	314
	<b>Pre-tax profit</b>	<b>1,264</b>	<b>362</b>	<b>177</b>	<b>1,803</b>
	Loans and advances	128,786	233,700	12,698	375,184
	- of which mortgage loans	0	233,700	0	233,700
	- of which bank loans	101,132	0	12,698	113,830
	- of which repo loans	27,654	0	0	27,654
	Total assets	258,573	267,894	14,564	541,031
	Deposits	140,846	0	231	141,077
	- of which bank deposits	128,790	0	231	129,021
	- of which repo deposits	12,056	0	0	12,056
	Issued bonds	43,232	234,129	0	277,361
	<b>1st half of 2014</b>				
	Net interest income	1,875	268	215	2,358
	Net fee and commission income	773	16	-14	775
	Value adjustments	91	-26	11	76
	Other income	2,814	1	9	2,824
	Income from operating lease	0	0	39	39
	<b>Core income</b>	<b>5,553</b>	<b>259</b>	<b>260</b>	<b>6,072</b>
	Core expenses	2,334	176	83	2,593
	<b>Core profit before loan impairment charges</b>	<b>3,219</b>	<b>83</b>	<b>177</b>	<b>3,479</b>
	Loan impairment charges	806	34	-2	838
	<b>Core profit</b>	<b>2,413</b>	<b>49</b>	<b>179</b>	<b>2,641</b>
	Investment portfolio earnings	158	4	0	162
	<b>Pre-tax profit</b>	<b>2,571</b>	<b>53</b>	<b>179</b>	<b>2,803</b>
	Loans and advances	119,807	211,930	12,152	343,889
	- of which mortgage loans	0	208,853	0	208,853
	- of which bank loans	100,658	3,077	12,152	115,887
	- of which repo loans	19,149	0	0	19,149
	Total assets	233,799	245,651	14,127	493,577
	Deposits	143,419	5,248	241	148,908
	- of which bank deposits	124,017	5,248	241	129,506
	- of which repo deposits	19,402	0	0	19,402
	Issued bonds	29,641	200,184	0	229,825

Mortgage activities were included in the income statement as of 1 May 2014 and in the balance sheet as of the end of the second quarter 2014.

## NOTES

Note	The Jyske Bank Group	
	H1 2015	H1 2014

DKKm

### 4 Segment information, cont.

Revenue by country	Revenue	Full-time employees, end of period	Revenue	Full-time employees, end of period
Denmark	8,280	3,977	8,120	4,192
Switzerland	37	32	43	45
Gibraltar	41	94	38	93
Germany	24	9	28	10
The Netherlands	0	0	7	12
Spain	0	0	0	0
<b>Total</b>	<b>8,382</b>	<b>4,112</b>	8,236	4,352

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: In 2014, the Jyske Bank Group (60% of the shares) sold its stake in the investment company Berben's Effectenkantoor B.V. in the Netherlands; this company has activities within investment management.

Spain: The Jyske Bank Group has activities within properties.

DKKm	The Jyske Bank Group	
	H1 2015	H1 2014

### 5 Interest income

Due from credit institutions and central banks	-21	13
Loans and advances	5,354	3,278
Contributions	778	240
Bonds	957	717
Derivatives, total	153	93
Of which:		
Currency contracts	183	79
Interest-rate contracts	-30	14
Other	8	3
<b>Interest income before offsetting of interest against own bonds</b>	<b>7,229</b>	4,344
Interest on own bonds, set off against interest on issued bonds	304	67
<b>Total</b>	<b>6,925</b>	4,277

### 6 Interest expenses

Due to credit institutions and central banks	-46	75
Deposits	205	353
Issued bonds	3,149	1,107
Subordinated debt	13	26
Other	81	0
<b>Interest income before offsetting of interest against own mortgage bonds</b>	<b>3,402</b>	1,561
Interest on own bonds, set off against interest on issued bonds	304	67
<b>Total</b>	<b>3,098</b>	1,494

## NOTES

Note	DKKm	The Jyske Bank Group	
		H1 2015	H1 2014
<b>7 Fees and commission income</b>			
Securities trading and custody services		<b>688</b>	489
Money transfers and card payments		<b>86</b>	90
Loan management fees		<b>158</b>	73
Guarantee commission		<b>137</b>	116
Other fees and commissions		<b>107</b>	148
<b>Total</b>		<b>1,176</b>	916
<b>8 Value adjustments</b>			
Loans and advances at fair value		<b>-2,875</b>	635
Bonds		<b>-62</b>	200
Other investment securities		<b>231</b>	246
Currency		<b>265</b>	96
Currency, interest-rate, share, commodity and other contracts as well as other derivatives		<b>109</b>	-553
Issued bonds		<b>2,963</b>	-723
Other assets and liabilities		<b>-309</b>	69
<b>Total</b>		<b>322</b>	-30
<b>9 Other income</b>			
Income on real property		<b>37</b>	34
Profit from the sale of subsidiary		<b>0</b>	296
Gain from a bargain purchase relating to business combinations		<b>0</b>	2,360
Income from operating lease <sup>1</sup>		<b>202</b>	183
Dividends, etc.		<b>47</b>	61
Profit on investments in associates and group enterprises		<b>5</b>	-90
Other income		<b>40</b>	170
<b>Total</b>		<b>331</b>	3,014

<sup>1</sup> ) Expenses relating to operating lease affected the item Amortisation, depreciation and impairment charges in the amount of DKK 156m in the first half of 2015 against DKK 144m in the same period of 2014.

## NOTES

Note	The Jyske Bank Group		
	H1 2015	H1 2014	
	DKKm		
10	<b>Employee and administrative expenses</b>		
	<b>Employee expenses</b>		
	Wages and salaries, etc.	1,222	1,140
	Pensions	159	146
	Social security	151	122
	<b>Total</b>	<b>1,532</b>	<b>1,408</b>
	<b>Salaries and remuneration to management bodies</b>		
	Executive Board <sup>1</sup>	15	15
	Supervisory Board	2	2
	Shareholders' Representatives	1	1
	<b>Total</b>	<b>18</b>	<b>18</b>
	<sup>1</sup> I The Executive Board had an average of 5.0 members in the first half of 2015 (first half of 2014: average of 5.3 members).		
	<b>Other administrative expenses</b>		
	IT	591	535
	Other operating expenses	71	203
	Other administrative expenses	380	355
	<b>Total</b>	<b>1,042</b>	<b>1,093</b>
	<b>Total</b>	<b>2,592</b>	<b>2,519</b>
11	<b>Effective tax rate</b>		
	Corporation tax rate in Denmark	23.5	24.5
	Non-taxable income and non-deductible expenses, etc.	-0.5	-23.0
	<b>Total</b>	<b>23.0</b>	<b>1.5</b>



## NOTES

Note	The Jyske Bank Group		
	H1 2015	H1 2014	
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>8,985</b>	5,600
	Currency translation adjustment	2	0
	Loan impairment charges/provisions for the period	631	835
	Recognised as a loss, covered by impairment charges/provisions	-283	-343
	Discount for acquired assets in connection with business combinations	0	2,717
	Other additions of discount for acquired assets	47	0
	Recognised losses covered by discounts for acquired assets	-65	-256
	Recognised discount for acquired assets	-501	-156
	Other movements	69	59
	<b>Balance of loan impairment charges and provisions for guarantees incl. balance of discounts, end of period</b>	<b>8,885</b>	8,456
	Loan impairment charges	6,289	4,756
	Provisions for guarantees	491	487
	<b>Balance of loan impairment charges and provisions, end of period</b>	<b>6,780</b>	5,243
	Balance of discounts for acquired assets	2,105	3,213
	<b>Balance of loan impairment charges and provisions for guarantees incl. balance of discounts, end of period</b>	<b>8,885</b>	8,456
	Loan impairment charges/provisions for the period	631	835
	Recognised as a loss, not covered by loan impairment charges/provisions	280	190
	Recoveries	-59	-31
	<b>Loan impairment charges and provisions for guarantees recognised in the income statement</b>	<b>852</b>	994
	Recognised discount for acquired assets	501	156
	<b>Net effect on income statement</b>	<b>351</b>	838
	<b>Individual loan impairment charges, beginning of period</b>	<b>4,232</b>	3,386
	Currency translation adjustment	2	0
	Loan impairment charges for the period	561	532
	Recognised as a loss, covered by impairment charges/provisions	-274	-337
	Other movements	51	44
	<b>Individual loan impairment charges, end of period</b>	<b>4,572</b>	3,625
	<b>Individual provisions for loss on guarantees, beginning of period</b>	<b>474</b>	364
	Provisions for the period	-73	47
	Recognised as a loss, covered by provisions	-8	-6
	<b>Individual provisions for loss on guarantees, end of period</b>	<b>393</b>	405
	<b>Collective loan impairment charges, beginning of period</b>	<b>1,570</b>	863
	Loan impairment charges for the period	129	254
	Other movements	18	14
	<b>Collective loan impairment charges, end of period</b>	<b>1,717</b>	1,131
	<b>Collective provisions for loss on guarantees, beginning of period</b>	<b>84</b>	80
	Provisions for the period	14	2
	<b>Collective provisions for loss on guarantees, end of period</b>	<b>98</b>	82
	<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>	15
	Loan impairment charges for the period	0	0
	<b>Individual impairment charges on balances due from credit institutions, end of period</b>	<b>15</b>	15

The regulatory balance of loan impairment charges and provisions for guarantees does not include the discount balance for acquired loans and advances.

## NOTES

Note	DKKm	The Jyske Bank Group		
		30 June 2015	31 Dec. 2014	30 June 2014
13	<b>Loans and advances at fair value</b>			
	Mortgage loans, nominal value	228,881	211,355	201,488
	Adjustment for interest-rate risk, etc.	5,678	8,474	8,363
	Adjustment for credit risk <sup>1</sup>	-1,503	-1,544	-1,636
	<b>Mortgage loans at fair value, total</b>	<b>233,056</b>	218,285	208,215
	<b>Arrears and outlays, total</b>	<b>86</b>	60	147
	<b>Other loans and advances</b>	<b>558</b>	519	491
	<b>Loans and advances at fair value, total</b>	<b>233,700</b>	218,864	208,853
	<sup>1</sup> Adjustment for credit risk is calculate so it allows for objective evidence whether loans and advances are impaired compared to the time of the establishment of the loans and advances.			
14	<b>Loans and advances at fair value broken down by property category</b>			
	Owner-occupied homes	108,900	96,995	89,941
	Vacation homes	6,462	5,507	5,203
	Subsidised housing (rental housing)	44,192	44,503	41,250
	Cooperative Housing	14,836	14,533	14,441
	Private rental properties (rental housing)	26,592	24,876	25,541
	Industrial properties	1,346	1,451	2,341
	Office and business properties	28,571	28,432	27,546
	Agricultural properties	11	29	31
	Properties for social, cultural and educational purposes	2,756	2,513	2,545
	Other properties	34	25	14
	<b>Total</b>	<b>233,700</b>	218,864	208,853
15	<b>Loans and advances at amortised cost and guarantees broken down by sector</b>			
	Public authorities	7,382	10,040	9,304
	Agriculture, hunting, forestry, fishing	8,236	8,874	9,015
	Manufacturing, mining, etc.	6,629	6,774	7,952
	Energy supply	4,757	4,539	4,046
	Building and construction	2,964	2,676	2,839
	Commerce	8,528	8,455	8,661
	Transport, hotels and restaurants	4,592	4,304	4,438
	Information and communication	638	560	573
	Finance and insurance	33,005	30,745	28,445
	Real property	9,432	9,451	9,609
	Other sectors	9,111	7,273	7,558
	Corporates, total	87,892	83,651	83,136
	Personal clients, total	60,840	62,462	55,135
	<b>Total</b>	<b>156,114</b>	156,153	147,575

## NOTES

Note	DKKm	The Jyske Bank Group		
		30 June 2015	31 Dec. 2014	30 June 2014
<b>16 Other assets</b>				
Positive fair value of derivatives		<b>34,617</b>	40,542	26,010
Assets in pooled deposits		<b>4,757</b>	4,656	4,724
Interest and commission receivable		<b>1,484</b>	1,888	1,388
Investments in associates		<b>335</b>	753	589
Assets in temporary possession		<b>655</b>	376	405
Prepayments		<b>379</b>	281	286
Investment properties		<b>27</b>	27	37
Other assets		<b>1,621</b>	1,920	1,675
<b>Total</b>		<b>43,875</b>	50,443	35,114
<b>Netting</b>				
Positive fair value of derivatives, etc., gross		<b>39,072</b>	45,616	29,278
Netting of positive and negative fair value		<b>4,455</b>	5,074	3,268
<b>Total</b>		<b>34,617</b>	40,542	26,010
Netting of fair value can be attributed to clearing of derivatives through a central clearing house (CCP clearing).				
<b>17 Deposits</b>				
Demand deposits		<b>91,094</b>	84,287	81,273
Term deposits		<b>6,582</b>	8,265	9,250
Time deposits		<b>30,690</b>	47,090	44,613
Special deposits		<b>8,093</b>	8,161	8,840
Pooled deposits		<b>4,618</b>	4,890	4,932
<b>Total</b>		<b>141,077</b>	152,693	148,908
<b>18 Issued bonds at fair value</b>				
Issued bonds at fair value, nominal value		<b>258,668</b>	280,051	214,662
Adjustment to fair value		<b>5,119</b>	10,311	8,477
Own mortgage bonds offset, fair value		<b>-34,373</b>	-81,823	-28,831
<b>Total</b>		<b>229,414</b>	208,539	194,308
<b>19 Other liabilities</b>				
Set-off entry of negative bond holdings in connection with repos / reverse repos		<b>4,808</b>	3,956	3,718
Negative fair value of derivatives, etc.		<b>34,686</b>	41,577	26,688
Interest and commission payable		<b>3,556</b>	4,177	3,364
Deferred income		<b>323</b>	311	309
Other liabilities		<b>7,377</b>	6,607	7,328
<b>Total</b>		<b>50,750</b>	56,628	41,407
<b>Netting</b>				
Negative fair value of derivatives, etc., gross		<b>39,141</b>	46,651	29,956
Netting of positive and negative fair value		<b>4,455</b>	5,074	3,268
<b>Total</b>		<b>34,686</b>	41,577	26,688
Netting of fair value can be attributed to clearing of derivatives through a central clearing house (CCP clearing).				
<b>20 Provisions</b>				
Provisions for pensions and similar liabilities		<b>513</b>	505	436
Provisions for deferred tax		<b>410</b>	280	370
Provisions for guarantees		<b>491</b>	558	487
Other provisions		<b>213</b>	262	357
<b>Total</b>		<b>1,627</b>	1,605	1,650

## NOTES

Note	The Jyske Bank Group		
	30 June 2015	31 Dec. 2014	30 June 2014
	DKKm		
<b>21 Subordinated debt</b>			
Supplementary capital:			
6.73% bond loan EUR 15m 2017-2026	<b>113</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>	74	74
5.67% bond loan EUR 10 m 31.07.2023	<b>74</b>	74	74
Deposit account, Husejernes kreditkasse	<b>0</b>	0	2
	<b>336</b>	335	337
Hybrid core capital:			
Var. % bond loan EUR 72.8m Perpetual	<b>543</b>	541	542
Var. % bond loan EUR 60.7m Perpetual	<b>453</b>	452	453
	<b>996</b>	993	995
Subordinated debt, nominal	<b>1,332</b>	1,328	1,332
Hedging of interest-rate risk, fair value	<b>23</b>	27	21
<b>Total</b>	<b>1,355</b>	1,355	1,353
Subordinated debt included in the capital base	<b>1,317</b>	1,317	1,325
<b>22 Contingent liabilities</b>			
<b>Guarantees</b>			
Financial guarantees	<b>9,615</b>	6,994	6,995
Guarantee for losses on mortgage credits	<b>1,968</b>	3,806	3,613
Registration and refinancing guarantees	<b>1,351</b>	828	195
Other contingent liabilities	<b>1,696</b>	1,590	1,736
<b>Total</b>	<b>14,630</b>	13,218	12,539
<b>Other contingent liabilities</b>			
Irrevocable credit commitments	<b>17,170</b>	14,474	2,150
Other	<b>139</b>	162	151
<b>Total</b>	<b>17,309</b>	14,636	2,301

**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 refinancing 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.

DKKm

**22 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, which is expected to be the case at end-2015. 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 6.81% of any losses.

Participation in the statutory resolution financing arrangements (Resolution Fund) as of June 2015 entailed that credit institutions pay an annual contribution over a 10-year period to a Danish national fund with a target size totalling 1% of the covered deposits. Credit institutions are to contribute according to their relative sizes and risk in Denmark, and the first contributions to the Resolution Fund are payable at end-2015.

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.

**23 Shareholders**

On 30 April 2014, BRFFolding 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.

**24 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 2014 for a detailed description of transactions with related parties.

25 **Notes on fair value****Methods for measuring fair value**

Fair value is the price that, at the time of measurement, would be obtained by selling an asset or paid for by transferring a liability in an ordinary transaction between independent market participants. 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 (the category "Quoted prices". Where no price is quoted, a different official price is used which is taken to reflect most closely the fair value (category: "Observable prices". 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 own expertise (category "non-observable prices"). The basis of the measurement may be recent transactions involving comparable assets or liabilities, interest rates, exchange rates, volatility, credit spreads, etc. Generally, the Group's unlisted shares are placed in this category.

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.

**Specific details on methods for measuring fair value**

Bonds at fair value, shares, assets linked to pooled deposits, and derivatives are measured at fair value in the accounts to the effect that the carrying amounts equal fair values.

Generally bonds are measured at prices quoted on a recognised stock exchange. Alternatively, prices are applied that are calculated on the basis of Jyske Bank's own measurement models based on a yield curve with a credit spread. Essentially, the calculated prices are based on observable input.

Generally equities, etc. are measured at prices quoted on a recognised stock exchange. Alternatively, prices are applied that are calculated on the basis of Jyske Bank's own measurement models based on observable input, shareholders' agreements, executed transactions, etc. Unlisted equities are measured on the basis of discounted cash flow models (DCF).

Derivatives are measured on the basis of the following measurement techniques.

- Forward exchange transactions are measured on the basis of forward premiums as well as exchange rates obtained.
- Interest-rate and currency swaps are measured on the basis of exchange rates, interest points, interpolation between these, exchange rates as well as correction of credit risk (CVA). Client margins are amortised over the remaining time to maturity. Present value calculations with discounting is applied.
- Futures are measured on the basis of prices obtained in the market for stock-exchange traded futures.
- Options are measured on the basis of volatilities, correlation matrices, prices of underlying assets and exercise prices. For this purpose, option models, such as Black-Scholes, are applied.

Assets related to pooled deposits are measured according to the above principles.

**Information about differences between recognised value and measurement of fair value**

Loans and advances exclusive of mortgage loans are recognised at amortised cost. The difference to fair value is assumed to be fee and commission received, costs defrayed in connection with lending, plus interest-rate-dependent value adjustment calculated by comparing current market rates with market rates at the time when the loans and advances were established. Changes in credit quality are assumed to be included under impairment charges both for carrying amounts and fair values.

Subordinated debt and issued bonds exclusive of issues of mortgage bonds are recognised at amortised cost supplemented with the fair value of the hedged interest-rate risk. The difference to fair value was calculated on the basis of own-issue prices obtained externally.

Deposits are recognised at amortised cost. The difference to fair value is assumed to be the interest-rate dependent value adjustment calculated by comparing current market rates with market rates at the time when the deposits were made.

Balances with credit institutions are recognised at amortised cost. The difference to fair value is assumed to be the interest-rate dependent value adjustment calculated by comparing current market rates with market rates at the time when the transactions were established. Changes in the credit quality of balances with credit institutions are assumed to be included under impairment charges for loans, advances, and receivables. Changes in the fair values of balances due to credit institutions because of changes in Jyske Bank's own credit rating are not taken into account.

The calculated fair values of financial assets and liabilities recognised at amortised cost are materially non-observable prices (level 3) in the fair value hierarchy.

DKK m

25 **Notes on fair value, cont.****Information about changes in credit risk on derivatives with positive fair value.**

In order to allow for the credit risk on derivatives for clients without objective evidence of impairment (OEI), the fair value is adjusted (CVA). Adjustments will also be made for clients with OEI, but on an individual basis.

For any given counterparty's total portfolio of derivatives, CVA is a function of the probability of the counterparty's probability of default (PD), the expected positive exposure (EPE) as well as the loss given default (LGD). Credit default swaps (CDS) spreads should be used as the primary source for the probability of default in the CVA calculation. However, the Jyske Bank Group enters primarily to derivatives transactions with unlisted Danish counterparties, for which there only to a most limited extent exist CDS or CDS proxy spreads. As CDS spreads are not available for the majority of the portfolio of derivatives counterparties, risk-neutral PDs are used instead. The risk-neutral PDs are calculated on the basis of IRB PDs that are adjusted for the observable price of risk in the market (Sharpe Ratio measured on the basis of the OMX C20 index). By using risk-neutral PDs, it is achieved that the CVA gets closer to the value it would have had if it had been calculated on the basis of market observable PDs. The calculation of CVA also allows for the expected development of the rating over time. This takes place on the basis of historical rating migrations. When determining the EPE, a model is used to establish the expected positive exposure to the counterparty's portfolio over the maturity of the derivatives. For LGD, internal estimates are used for the individual counterparty, adjusted for any collateral received as well as CSA agreements concluded.

In addition to CVA, also an adjustment is made of the fair value of derivatives that have an expected future negative fair value. This takes place to allow for changes in the counterparties' credit risk against the Jyske Bank Group (debt valuation adjustment - DVA). The DVA takes place according to the same principles that apply to the CVA, yet PD for Jyske Bank is determined on the basis of Jyske Bank's external rating by Standard & Poor's. At the end of the first half of 2015, CVA and DVA amounted net to DKK 45m, which amount was recognised as an expense under value adjustment.

26 **Fair value of financial assets and liabilities**

The recognised value and fair value of assets classified as held-for-trading amounted to DKK 161.6bn at the end of the first half of 2015; at the end of the first half 2014 the figure was DKK 131.8bn. The recognised value and fair value of liabilities classified as trading portfolio amounted to DKK 75.2bn at the end of the first half of 2015; at the end of the first half of 2014 the figure was DKK 53.6bn. The recognised value and fair value of assets classified as held-to-maturity amounted to DKK 4.9bn and DKK 5.1bn, respectively, at the end of the first half of 2015 against DKK 11.5bn and 11.8bn, respectively, at the end of the first half of 2014. The Group does not hold any assets classified as available-for-sale. The table shows the fair value of financial assets and liabilities and the carrying amounts.

The re-statement at fair value of financial assets and liabilities shows a total non-recognised unrealised loss of DKK 240m at the end of the first half of 2015 against a gain of DKK 310m at the end of the first half of 2014.

	Carrying amount	H1 2015 Fair value	Carrying amount	H1 2014 Fair value
<b>FINANCIAL ASSETS</b>				
Cash balance and demand deposits with central banks	10,095	10,095	2,797	2,797
Due from credit institutions and central banks	19,210	19,211	16,198	16,199
Loans and advances at fair value	233,700	233,700	208,853	208,853
Loans and advances at amortised cost	141,484	141,607	135,036	135,128
Bonds at fair value	78,803	78,803	76,712	76,712
Bonds at amortised cost	4,918	5,119	11,488	11,802
Shares, etc.	3,965	3,965	3,214	3,214
Assets in pooled deposits	4,757	4,757	4,724	4,724
Derivative financial instruments	34,617	34,617	26,010	26,010
<b>Total</b>	<b>531,549</b>	<b>531,874</b>	485,032	485,439
<b>FINANCIAL LIABILITIES</b>				
Due to credit institutions and central banks	39,865	39,924	43,160	43,152
Deposits	136,145	136,250	143,976	144,162
Pooled deposits	4,618	4,618	4,932	4,932
Issued bonds at fair value	229,414	229,414	194,308	194,308
Issued bonds at amortised cost	47,947	48,624	35,517	35,855
Subordinated debt	1,355	1,079	1,353	934
Derivative financial instruments	34,686	34,686	26,688	26,688
<b>Total</b>	<b>494,030</b>	<b>494,595</b>	449,934	450,031

## NOTES

Note

The Jyske Bank Group

DKK m

### 27 The fair value hierarchy

#### 1st half of 2015

	Quoted prices	Observable prices	Non-observable prices	Fair value total	Carrying amount
<b>Financial assets</b>					
Loans and advances at fair value	0	233,700	0	233,700	233,700
Bonds at fair value	64,531	14,272	0	78,803	78,803
Shares, etc.	2,068	117	1,780	3,965	3,965
Assets in pooled deposits	3,427	1,330	0	4,757	4,757
Derivative financial instruments	316	34,301	0	34,617	34,617
<b>Total</b>	<b>70,342</b>	<b>283,720</b>	<b>1,780</b>	<b>355,842</b>	<b>355,842</b>

#### Financial liabilities

Pooled deposits	0	4,618	0	4,618	4,618
Issued bonds at fair value	216,234	13,180	0	229,414	229,414
Derivative financial instruments	261	34,425	0	34,686	34,686
<b>Total</b>	<b>216,495</b>	<b>52,223</b>	<b>0</b>	<b>268,718</b>	<b>268,718</b>

#### 1st half of 2014

#### Financial assets

Loans and advances at fair value	0	208,853	0	208,853	208,853
Bonds at fair value	66,768	9,944	0	76,712	76,712
Shares, etc.	1,450	131	1,633	3,214	3,214
Assets in pooled deposits	3,201	1,523	0	4,724	4,724
Derivative financial instruments	382	25,628	0	26,010	26,010
<b>Total</b>	<b>71,801</b>	<b>246,079</b>	<b>1,633</b>	<b>319,513</b>	<b>319,513</b>

#### Financial liabilities

Pooled deposits	0	4,932	0	4,932	4,932
Issued bonds at fair value	171,695	22,613	0	194,308	194,308
Derivative financial instruments	400	26,288	0	26,688	26,688
<b>Total</b>	<b>172,095</b>	<b>53,833</b>	<b>0</b>	<b>225,928</b>	<b>225,928</b>

The above table shows the fair value hierarchy for financial assets and liabilities recognised at fair value.

It is the practice of the Group that if prices are not updated for two days, transfers will take place between the categories quoted prices and observable prices. No considerable transfers took place between the three categories in the first half of 2015, nor in 2014.

	H1 2015	H1 2014
<b>NON-OBSERVABLE PRICES</b>		
Fair value, beginning of period	<b>1,631</b>	1,170
Capital gain and loss for the period reflected in the income statement under value adjustments	<b>39</b>	161
Capital gain and loss of the period reflected in other comprehensive income	<b>0</b>	0
Sales for the period	<b>0</b>	-42
Purchases and additions during the period	<b>110</b>	344
<b>Fair value, end of period</b>	<b>1,780</b>	1,633

#### Non-observable prices

Non-observable prices at the end of the first half of 2015 referred to unlisted shares recognised at DKK 1,780m against unlisted shares recognised at DKK 1,631m at end-2014. These are primarily sector shares. Measurements associated with some uncertainty are made on the basis of the shares' book value, market trades as well as own assumptions and extrapolations, etc. 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 28m. Capital gain and loss for the period on illiquid bonds and unlisted shares referred to assets held at the end of the first half of 2015. 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.



## NOTES

Note	The Jyske Bank Group									
DKKm										

### 28 The Jyske Bank Group - overview

30 June 2015	Acti- vity*	Curr- ency	Share capital 1.000 units	Owner- ship share (%)	Voting share %	Assets DKKm, End- 2014	Liabili- ties DKKm, End- 2014	Equity DKKm, End- 2014	Ear- nings DKKm 2014	Profit DKKm, 2014
Jyske Bank A/S	a	DKK	950,400			316,258	288,697	27,561	8,491	3,088
<b>Consolidated subsidiaries</b>										
BRFKredit a/s, Kgs. Lyngby	b	DKK	1,306,480	100	100	256,145	245,061	11,084	2,690	-287
Investeringsselskabet af 18. maj 2015 A/S <sup>1</sup>	d	DKK	425,000	100	100	6,256	5,369	887	183	-171
Ejendomsselskabet Nørreport 26, 8000 Århus C. A/S, Aarhus Ejendomsselskabet Nørregaardsvej, 37-41, 2800 Kgs. Lyngby A/S, Kgs. Lyngby	e	DKK	4,600	100	100	89	6	83	5	3
Jyske Bank (Gibraltar) Ltd.	a	GBP	26,500	100	100	4,412	3,733	679	113	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	1,807	1,162	645	92	-1
Inmobiliaria Saroesma S.L., Spain	e	EUR	773	100	100	81	69	12	0	-4
Jyske Finans A/S	c	DKK	100,000	100	100	14,078	12,806	1,272	795	268
Gl. Skovridergaard A/S	e	DKK	16,000	100	100	26	11	15	21	-1
Sundbyvesterhus A/S	e	DKK	518	100	100	88	13	75	5	2

All banks and mortgage credit institutions supervised by national financial supervisory authorities are subject to statutory capital requirements. Such capital requirements may limit intra-group facilities and dividend payments.

<sup>1</sup>) in connection with the transfer of banking activities to Jyske Bank A/S, BRFKredit Bank a/s changed its name to Investeringsselskabet af 18. maj 2015 A/S. The future activities of the company will be investment and financing.

\* Activity:

a: Bank

b: Mortgage credit

c: Leasing, financing and factoring

d: Investment and financing

e: Properties and conference activities

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

Note	DKKm	Jyske Bank	
		H1 2015	H1 2014
<b>INCOME STATEMENT</b>			
3	Interest income	<b>2,552</b>	2,810
4	Interest expenses	<b>368</b>	634
	<b>Net interest income</b>	<b>2,184</b>	2,176
	Dividends, etc.	<b>43</b>	59
5	Fees and commission income	<b>947</b>	763
	Fees and commission expenses	<b>74</b>	58
	<b>Net interest and fee income</b>	<b>3,100</b>	2,940
6	Value adjustments	<b>450</b>	59
	Other operating income	<b>96</b>	2,827
	Employee and administrative expenses	<b>1,893</b>	1,936
	Amortisation, depreciation and impairment charges	<b>28</b>	75
	Other operating expenses	<b>67</b>	201
7,8	Loan impairment charges and provisions for guarantees	<b>501</b>	967
	Profit on investments in associates and group enterprises	<b>518</b>	89
	<b>Pre-tax profit</b>	<b>1,675</b>	2,736
	Tax	<b>286</b>	-25
	<b>Net profit or loss for the period</b>	<b>1,389</b>	2,761
<b>STATEMENT OF COMPREHENSIVE INCOME</b>			
	Net profit or loss for the period	<b>1,389</b>	2,761
	Other comprehensive income:		
	Items that can be recycled to the income statement:		
	Foreign currency translation adjustment of international units	<b>170</b>	32
	Hedge accounting of international units	<b>-170</b>	-32
	Tax on hedge accounting	<b>40</b>	8
	<b>Other comprehensive income after tax</b>	<b>40</b>	8
	<b>Comprehensive income for the period</b>	<b>1,429</b>	2,769

Note	DKKm	30 June 2015	31 Dec. 2014	Jyske Bank 30 June 2014
<b>BALANCE SHEET</b>				
<b>ASSETS</b>				
	Cash balance and demand deposits with central banks	9,285	646	2,185
	Due from credit institutions and central banks	19,527	31,665	15,223
7,8	Loans and advances at amortised cost	142,140	140,780	133,155
	Bonds at fair value	70,430	67,348	57,340
	Bonds at amortised cost	6,335	8,300	12,915
	Shares, etc.	3,678	2,679	2,864
	Investments in associates	325	744	580
	Equity investments in group enterprises	14,172	13,608	13,133
	Assets in pooled deposits	4,757	4,656	4,724
	Intangible assets	53	58	113
	Land and buildings, total	2,024	2,006	1,963
	of which owner-occupied properties	2,024	2,006	1,963
	Other property, plant and equipment	77	79	72
	Current tax assets	886	257	85
	Deferred tax assets	3	205	24
	Assets in temporary possession	44	57	59
	Other assets	36,969	43,095	28,076
	Prepayments	158	75	82
	<b>Total assets</b>	<b>310,863</b>	<b>316,258</b>	<b>272,593</b>
<b>EQUITY AND LIABILITIES</b>				
<b>Debt and payables</b>				
	Due to credit institutions and central banks	54,400	54,834	37,574
9	Deposits	131,452	137,938	134,472
	Pooled deposits	4,618	4,890	4,932
	Issued bonds at amortised cost	41,717	36,682	28,240
	Other liabilities	47,204	51,785	37,609
	Deferred income	16	18	19
	<b>Total debt</b>	<b>279,407</b>	<b>286,147</b>	<b>242,846</b>
<b>Provisions</b>				
	Provisions for pensions and similar liabilities	483	473	415
	Provisions for guarantees	485	552	480
	Other provisions	137	170	260
	<b>Provisions, total</b>	<b>1,105</b>	<b>1,195</b>	<b>1,155</b>
	<b>Subordinated debt</b>	<b>1,355</b>	<b>1,355</b>	<b>1,351</b>
<b>Equity</b>				
	Share capital	950	950	950
	Revaluation reserve	325	325	322
	Reserve according to the equity method	1,559	1,559	807
	Retained profit	26,162	24,727	25,162
	<b>Equity, total</b>	<b>28,996</b>	<b>27,561</b>	<b>27,241</b>
	<b>Equity and liabilities, total</b>	<b>310,863</b>	<b>316,258</b>	<b>272,593</b>
<b>OFF-BALANCE SHEET ITEMS</b>				
	Guarantees, etc.	17,758	15,605	12,214
	Other contingent liabilities	2,034	2,216	2,196
	<b>Total guarantees and other contingent liabilities</b>	<b>19,792</b>	<b>17,821</b>	<b>14,410</b>

DKKm

**STATEMENT OF CHANGES IN EQUITY**

	<b>Share capital</b>	<b>Revaluation reserve</b>	<b>Currency translation reserve</b>	<b>Reserve according to the equity method</b>	<b>Retained profit</b>	<b>Total equity</b>
Equity at 1 January 2015	950	325	0	1,559	24,727	27,561
Net profit or loss for the period	0	0	0	0	1,389	1,389
Other comprehensive income	0	0	0	0	40	40
Comprehensive income for the period	0	0	0	0	1,429	1,429
Acquisition of own shares	0	0	0	0	-1,552	-1,552
Sale of own shares	0	0	0	0	1,558	1,558
Transactions with shareholders	0	0	0	0	6	6
<b>Equity at 30 June 2015</b>	<b>950</b>	<b>325</b>	<b>0</b>	<b>1,559</b>	<b>26,162</b>	<b>28,996</b>
Equity at 1 January 2014	713	322	0	807	15,604	17,446
Net profit or loss for the period	0	0	0	0	2,761	2,761
Other comprehensive income	0	0	0	0	8	8
Comprehensive income for the period	0	0	0	0	2,769	2,769
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	-803	-803
Sale of own shares	0	0	0	0	805	805
Transactions with shareholders	237	0	0	0	6,789	7,026
<b>Equity at 30 June 2014</b>	<b>950</b>	<b>322</b>	<b>0</b>	<b>807</b>	<b>25,162</b>	<b>27,241</b>

DKKm	<b>Jyske Bank</b>		
	<b>30 June 2015</b>	31 Dec. 2014	30 June 2014
<b>CAPITAL STATEMENT</b>			
Equity	<b>28,996</b>	27,561	27,241
Intangible assets	<b>-53</b>	-58	-113
Deferred tax liabilities relating to intangible assets	<b>12</b>	13	25
Cautious valuation	<b>-240</b>	-190	-153
Deferred tax assets	<b>-3</b>	-205	0
Other deductions	<b>-79</b>	-64	0
<b>Common Equity Tier 1 capital</b>	<b>28,633</b>	27,057	27,000
Additional Tier 1 Capital after reduction	<b>907</b>	993	995
Other deductions	<b>-83</b>	-56	-56
<b>Core capital</b>	<b>29,457</b>	27,994	27,939
Subordinated loan capital after reduction	<b>410</b>	324	328
Difference between expected loss and the carrying amount of impairment charges	<b>437</b>	433	474
Other deductions	<b>-192</b>	0	0
<b>Capital base</b>	<b>30,112</b>	28,751	28,741
Weighted risk exposure involving credit risk etc.	<b>103,617</b>	100,619	95,459
Weighted risk exposure involving market risk	<b>22,386</b>	20,805	19,041
Weighted risk exposure involving operational risk	<b>11,829</b>	12,011	12,011
<b>Total weighted risk exposure</b>	<b>137,832</b>	133,435	126,511
Capital requirement, Pillar I	<b>11,027</b>	10,675	10,121
Capital requirement, transitional provisions	<b>0</b>	0	0
<b>Capital requirement, total</b>	<b>11,027</b>	10,675	10,121
Capital ratio (%)	<b>21.8</b>	21.5	22.7
Core Tier 1 Capital ratio (%)	<b>21.4</b>	21.0	22.1
Common Equity Tier 1 capital ratio (%)	<b>20.8</b>	20.3	21.3

Over the period 2008-2013, capital ratios were calculated in accordance with the CRD III (Basel II). On 30 June 2015, the total weighted risk exposure according to Basel I amounted to DKK 164,637m 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 10,537m for Jyske Bank. At end-2014, the transitional provisions resulted in a capital requirement of DKK 10,412m for Jyske Bank. The transitional rules applying to total weighted risk exposure will still apply in the coming years.

For the determination of individual solvency requirement, please see [www.jyskebank.info](http://www.jyskebank.info).

Note	Jyske Bank	
	H1 2015	H1 2014
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 2015 was prepared in accordance with the Danish Financial Business Act, including the Executive Order on Financial Reports for Credit Institutions and Stockbrokers, etc.

The rules applying to recognition and measurement at Jyske Bank A/S are consistent with IFRS with the exception of the measurement of the book value of associates and group enterprises, where IFRS stipulates measurement at cost or fair value.

With respect to classification and extent, the preparation for Jyske Bank A/S differs from the preparation for the Group. Please see the full description of accounting policies in note 73 of the annual report 2014.

Figures in the financial statements are in Danish kroner, rounded to the nearest million in Danish kroner.

**Changes to accounting policies**

The accounting policies are identical to those applied to and described in the financial statements 2014.

**Financial situation and risk information**

Jyske Bank A/S is affected by the financial situation and the risk factors that are described in the management's review for the Group and reference is made to this.

**2 Financial ratios and key figures**

Pre-tax profit p.a. as a percentage of opening equity	<b>12.2</b>	31.4
Profit for the period as a pct. of av. equity	<b>4.9</b>	12.4
Income/cost ratio (%)	<b>1.7</b>	1.9
Capital ratio (%)	<b>21.8</b>	22.7
Common Equity Tier 1 capital ratio (CET1 %)	<b>20.8</b>	21.3
Individual solvency requirement (%)	<b>13.9</b>	14.4
Capital base (DKKm)	<b>30,112</b>	28,741
Total risk exposure (DKKm)	<b>137,832</b>	126,511
Interest-rate risk (%)	<b>1.2</b>	0.7
Currency risk (%)	<b>0.0</b>	0.0
Accumulated impairment ratio (%)	<b>3.7</b>	3.4
Impairment ratio for the period (%)	<b>0.3</b>	0.6
No. of full-time employees at end-period	<b>3,112</b>	3,147
Average number of full-time employees in the period	<b>3,088</b>	3,197

**3 Interest income**

Due from credit institutions and central banks	<b>-16</b>	12
Loans and advances	<b>1,872</b>	2,117
Bonds	<b>610</b>	592
Derivatives, total	<b>78</b>	88
Of which currency contracts	<b>182</b>	79
Of which interest-rate contracts	<b>-104</b>	9
Other	<b>8</b>	1
<b>Total</b>	<b>2,552</b>	2,810

Of which interest income on reverse repos carried under:

Due from credit institutions and central banks	<b>-19</b>	-1
Loans and advances	<b>-42</b>	8

Note	Jyske Bank	
	H1 2015	H1 2014
DKKm		
<b>NOTES</b>		
<b>4 Interest expenses</b>		
Due to credit institutions and central banks	-1	87
Deposits	183	338
Issued bonds	173	183
Subordinated debt	13	26
<b>Total</b>	<b>368</b>	<b>634</b>
Of which interest expenses on reverse repos carried under:		
Due to credit institutions and central banks	-65	4
Deposits	-43	2
<b>5 Fees and commission income</b>		
Securities trading and custody services	567	436
Money transfers and card payments	76	79
Loan management fees	34	21
Guarantee commission	134	114
Other fees and commissions	136	113
<b>Total</b>	<b>947</b>	<b>763</b>
<b>6 Value adjustments</b>		
Bonds	-11	218
Shares, etc.	248	244
Currency	248	84
Currency, interest-rate, share, commodity and other contracts as well as other derivatives	208	-405
Assets in pooled deposits	242	168
Pooled deposits	-242	-168
Other assets	-314	2
Issued bonds	67	-151
Other liabilities	4	67
<b>Total</b>	<b>450</b>	<b>59</b>

Note	Jyske Bank	
	H1	H1
DKKm	2015	2014
<b>Notes</b>		
<b>7 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>6,317</b>	5,398
Loan impairment charges/provisions for the period	439	838
Recognised as a loss, covered by impairment charges/provisions	-225	-320
Discount for acquired assets in connection with business combinations	850	0
Recognised losses covered by discounts for acquired assets	-20	-239
Recognised discount for acquired assets	-204	-156
Other movements	70	60
<b>Balance of loan impairment charges and provisions for guarantees incl. balance of discounts, end of period</b>	<b>7,227</b>	5,581
Loan impairment charges	5,708	4,589
Provisions for guarantees	485	480
<b>Balance of loan impairment charges and provisions, end of period</b>	<b>6,193</b>	5,069
Balance of discounts for acquired assets	1,034	512
<b>Balance of loan impairment charges and provisions for guarantees incl. balance of discounts, end of period</b>	<b>7,227</b>	5,581
Loan impairment charges/provisions for the period	439	838
Recognised as a loss, not covered by loan impairment charges/provisions	95	159
Recoveries	-33	-30
<b>Loan impairment charges and provisions for guarantees recognised in the income statement</b>	<b>501</b>	967
Recognised discount for acquired assets	204	156
<b>Net effect on income statement</b>	<b>297</b>	811
<b>Individual loan impairment charges, beginning of period</b>	<b>3,892</b>	3,204
Loan impairment charges for the period	524	529
Recognised as a loss, covered by impairment charges/provisions	-217	-312
Other movements	52	46
<b>Individual loan impairment charges, end of period</b>	<b>4,251</b>	3,467
<b>Individual provisions for loss on guarantees, beginning of period</b>	<b>468</b>	354
Provisions for the period	-73	52
Recognised as a loss, covered by provisions	-8	-8
<b>Individual provisions for loss on guarantees, end of period</b>	<b>387</b>	398
<b>Collective loan impairment charges, beginning of period</b>	<b>1,465</b>	854
Loan impairment charges for the period	-26	254
Other movements	18	14
<b>Collective loan impairment charges, end of period</b>	<b>1,457</b>	1,122
<b>Collective provisions for loss on guarantees, beginning of period</b>	<b>84</b>	79
Provisions for the period	14	3
<b>Collective provisions for loss on guarantees, end of period</b>	<b>98</b>	82
<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>	15
Loan impairment charges for the period	0	0
<b>Individual impairment charges on balances due from credit institutions, end of period</b>	<b>15</b>	15

The regulatory balance of loan impairment charges and provisions for guarantees does not include the discount balance for acquired loans and advances.



DKKmn

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	
	H1 2015	End-2014	H1 2015	End-2014	H1 2015	End-2014	H1 2015	H1 2014	H1 2015	H1 2014
Public authorities	5%	6%	7,369	10,027	0	0	0	0	0	0
Agriculture, hunting, forestry, fishing	5%	5%	7,032	7,328	1,068	810	263	204	58	118
Fishing	1%	1%	1,567	1,423	0	1	0	0	0	0
Milk producers	1%	1%	1,244	1,354	516	422	120	76	50	36
Plant farming	1%	1%	1,620	1,652	45	17	23	1	1	6
Pig farming	1%	1%	1,547	1,682	441	320	104	111	5	73
Other agriculture	1%	1%	1,054	1,217	66	50	16	16	2	3
Manufacturing, mining, etc.	3%	4%	5,347	5,565	208	177	41	34	19	22
Energy supply	3%	3%	4,604	4,379	25	24	1	-4	0	0
Building and construction	1%	1%	1,967	1,871	64	75	-10	7	0	15
Commerce	4%	4%	7,191	6,923	213	250	0	49	37	44
Transport, hotels and restaurants	2%	2%	3,024	2,797	72	66	12	-7	8	8
Information and communication	0%	0%	548	434	29	19	9	4	1	7
Finance and insurance	29%	27%	46,806	41,932	815	755	78	124	34	60
Real property	6%	6%	9,872	9,435	1,155	1,256	-38	56	54	86
Lease of real property	5%	5%	7,700	8,112	934	1,006	-29	76	36	75
Buying and selling of real property	0%	1%	847	742	81	101	-4	-45	15	10
Other real property	1%	0%	1,325	581	140	149	-5	25	3	1
Other sectors	5%	4%	7,203	6,814	184	183	31	86	36	17
Corporate clients, individually assessed, total	58%	56%	93,594	87,478	3,833	3,615	387	553	247	377
Corporate clients, collective impairment charges					1,133	1,219	-72	53	0	0
Personal clients, individually assessed	37%	38%	58,935	58,880	804	737	116	166	73	101
Personal clients, collective impairment charges					423	338	70	195	0	0
<b>Total</b>	<b>100%</b>	<b>100%</b>	<b>159,898</b>	<b>156,385</b>	<b>6,193</b>	<b>5,909</b>	<b>501</b>	<b>967</b>	<b>320</b>	<b>478</b>

DKKm	<b>Jyske Bank</b>		
	<b>30 June 2015</b>	31 Dec. 2014	30 June 2014

**Notes**

9	<b>Deposits</b>			
	Demand deposits	<b>86,485</b>	76,010	73,886
	Term deposits	<b>6,582</b>	8,256	9,242
	Time deposits	<b>30,292</b>	45,586	42,580
	Special deposits	<b>8,093</b>	8,086	8,764
	<b>Total</b>	<b>131,452</b>	137,938	134,472