

To Nasdaq Copenhagen

3 May 2016

Terms for Nykredit's and Totalcredit's auctions

The total bond offering in connection with the interest rate adjustment of adjustable-rate mortgages (ARMs) and the refinancing of floating-rate loans at the Nykredit Group's refinancing auctions will amount to DKK 21bn. The auctions will be conducted in the period from 23 May to 26 May 2016.

The total bond offering comprises DKK 12,2bn in DKK-denominated bullet covered bonds and DKK 8,8bn in floating-rate bonds.

In the auction period, Nykredit will publish the amounts offered in the individual ISINs daily at nykredit.com/ir.

Terms for the auctions including a list of the bonds offered, amounts offered and an auction schedule appear from Appendices 1 and 2.

Questions regarding the bond sale as well as technical matters may be addressed to Nykredit Realkredit A/S, Group Treasury, Lars Mossing Madsen, tel +45 44 55 11 66.

Other questions may be addressed to Corporate Communications, tel +45 44 55 14 50.

APPENDIX 1: AUCTION TERMS

Bonds offered, amounts offered and auction schedule

Appendix 2 contains an auction schedule, a list of bonds offered, expected amounts and settlement dates. The table shows whether Nykredit expects the bonds to be offered at auction.

Every morning at 09:00 CET in the auction period, the amounts offered on that particular day in the individual ISINs will be published at nykredit.com/ir.

Refinancing principles – ARMs

Nykredit and Totalkredit offer fixed-rate non-callable bullet covered bonds for interest rate adjustment of ARMs based on the "refinancing price" principle.

For interest rate adjustment at the refinancing price, the Nykredit Group sells bonds at one or more bond auctions. The price is fixed as a weighted average of the prices obtained by the Nykredit Group at the auctions.

If the Nykredit Group finds that the amount of bonds offered at an auction is not sufficient to obtain a market-consistent price, the refinancing price will instead be based on the average price of the bond in question quoted on Nasdaq Copenhagen.

Refinancing principles – Floating rate loans

Floating-rate loans are refinanced at two stand-alone auctions.

The bonds are offered at a price of 100.00, and loans are settled at a price of 100.00. Based on the offer price, bids must be made in terms of the reference rate spread used for the regular coupon fixing.

Credit ratings

Bond ratings appear from nykredit.com/ir.

Bids

Bids for fixed-rate non-callable bullet covered bonds must be made in terms of amount and price. With respect to bonds maturing within 14 months, bids must be made in prices correct to three decimals. Other bids must be made correct to two decimals.

Bids for floating-rate bonds must be made in terms of amount and reference rate spread. Bids in terms of the spread must be made correct to two decimals.

For all DKK-denominated bonds bids must be made in multiples of DKK 100,000, and for all EUR-denominated bonds in multiples of EUR 10,000.

More than one bid may be made in the same ISIN.

Type of auction

The auctions will be conducted through Nasdaq Copenhagen. The participants are stockbrokers and investors with access to the auction submarket at Nasdaq Copenhagen.

Allotment

As regards fixed-rate bullet covered bonds, bids above the cut-off price will be settled in full, and bids at the cut-off price may be accepted on a pro rata basis.

With respect to floating-rate bonds, the reference rate spread of the bonds will be fixed as the fixing spread obtained. Bids below the cut-off price will be settled in full, and bids at the cut-off price may be accepted on a pro rata basis.

All trades concluded will be published through Nasdaq Copenhagen.

Conditional offering of bonds with interest rate trigger

A condition of the final completion of a sale (allotment) of bonds offered with an interest rate trigger is that the yield-to-maturity of the bonds does not rise by more than 5 percentage points. Reference is made to the Danish Mortgage-Credit Loans and Mortgage-Credit Bonds etc. Act.

Value date

All bonds will be subject to long settlement. The value date of all trades executed at the auctions will be 1 July 2016.

Auction submarket

Nasdaq Copenhagen: 136 – CPH Auctions

Reverse facility

As the bonds traded will be subject to long settlement, Nykredit Realkredit A/S offers a reverse facility to auction participants whose bids have been accepted and who require the bonds after only two days.

By means of the reverse facility, Nykredit Realkredit A/S offers to sell the allotted bonds subject to the conventional two settlement days and subsequently repurchase the said bonds with 1 July 2016 as the value date.

The size of the reverse facility will be determined on an individual basis by Nykredit Realkredit A/S but cannot exceed the amount allotted to each individual bidder. Nykredit may make the reverse facility conditional on the investor providing a corresponding amount of bonds maturing on 1 July 2016.

Reverse facilities will be arranged on an individual basis. Please contact Nykredit Realkredit A/S, Group Treasury, Jeppe Theede, tel +45 44 55 11 75.

Reservations regarding auctions through the auction submarket

If, contrary to expectations, technical problems should prevent Nykredit Realkredit A/S from conducting an auction through Nasdaq Copenhagen's auction submarket subject to long settlement, a stock exchange announcement will be issued containing the practical details of the auction.

Tap sales

Tap sales are made on 24 May. Bid interests may be made on the day by telephone to Nykredit Realkredit A/S, Group Treasury, Lars Mossing Madsen, tel +45 44 55 11 66, Christian Mauritzen, tel +45 44 55 10 14, Kim Brodersen, tel +45 44 55 24 21, or Emil Schmidt Andreasen, tel +45 44 55 22 72.

Other terms

Nykredit Realkredit A/S reserves the right not to sell the full offering announced. Amounts may be changed as a result of disbursement in the auction period.

With reference to stock exchange announcement dated 15 April 2016 regarding "Nykredit and Totalkredit adjust mortgage loan funding", the Nykredit Group will pre-issue covered bonds (særligt dækkede obligationer – SDOs) in accordance with the rules of the Danish Executive Order on bond issuance, balance principle and risk management of the Danish Financial Supervisory Authority.

The relevant bonds are as follows:

ISIN	Capital-centre	Coupon	Maturity date	LCR level	Currency	Pre-issue (million)
DK0009509630	SDO (H)	1	01/07/2021	1b	DKK	3.800

The pre-issued bonds will qualify as Liquidity Coverage Ratio (LCR) Level 1b assets at the start of the auctions. Following the auctions and the daily tap-issues, the pre-issued bonds will be reduced.

Appendix 2: Settlement times and amounts offered

ISIN	Capital centre	IT / RF*	Coupon	Maturity date	Interest trigger	LCR level	Currency	Auction date		Settlement		Offering (million)
								Start	End	Cut off	Allotment	
DK0009509556	SDO (H)	IT	1	01/07/2017	5,01%	1b	DKK	23/05/2016	24/05/2016	11:30	11:40	8.000
DK0009503435	SDO (H)	RF	1	01/07/2019	-	1b	DKK	23/05/2016	24/05/2016	10:30	10:40	2.100
DK0009509630	SDO (H)	RF	1	01/07/2021	-	1b	DKK	25/05/2016		10:30	10:40	1.500
DK0009510059	RO (D)	RF	Var.	01/04/2019	-	1b	DKK	26/05/2016		10:30	10:40	6.200
DK0009510133	RO (D)	IT	Var.	01/07/2018	5,67%	2a	EUR	26/05/2016		11:30	11:40	300

In the auction period, Nykredit will publish the amounts offered in the individual ISINs daily at nykredit.com/ir.

* (IT) Interest rate trigger / (RF) Refinancing trigger