

20 June 2007

Stock exchange statement

- Amendment of the agreement with Totalkredit
- Restructure of Jyske Bank's private banking activities abroad

Amendment of the agreement with Totalkredit

An amendment of our agreement with Totalkredit has just been adopted, which means that Jyske Bank has chosen the so-called 'set-off' model, which will affect Jyske Bank's accounts as from 30 June 2007. The model was included as an option in the original agreement made at the sale of Totalkredit to Nykredit in 2003, but the option was not exercisable until now.

Our decision means that loans granted by Totalkredit and arranged by Jyske Bank will as a general rule be comprised by a defined right of set-off: Totalkredit can claim compensation from Jyske Bank for losses suffered on the loans referred by the Bank. At the time of preparing individual loan offers, the extent of set-off for each loan will be fixed as the proportion of the loan over and above 60% of LTV. Jyske Bank receives a current commission for its obligations in accordance with the distribution of tasks between Totalkredit and Jyske Bank. Losses recorded for loans referred by Jyske Bank can be offset by Totalkredit against the future commission paid by Totalkredit to Jyske Bank, until fully compensated for.

Under the agreement, all Jyske Bank's guarantees against loss, amounting to about DKK 10bn, in favour of Totalkredit, become null and void.

Other things being equal, it means a rise of about 0.4 percentage point of Jyske Bank's solvency ratio, and it puts a ceiling over the annual "loss" to the Bank, should the losses recorded by Totalkredit exceed the commission payable over the financial year on the portfolio of loans referred by Jyske Bank to Totalkredit. Jyske Bank receives just over DKK 100m annually from Totalkredit.

In all other respects, the Bank's capital policy targets remain unchanged.

Restructure of Jyske Bank's private banking activities abroad

With a view to optimising resources and capital, it has been decided to concentrate our efforts on fewer and more high-powered units to serve Jyske Bank's private banking clients abroad. The development towards improved means of communication (including video communication which is a focus area) reduces the former need of being physically there.

Against that background, Jyske Bank has decided to close down its branches in Warsaw, Poland and Fuengirola, Spain. Clients in those markets will in future be served from Copenhagen and Gibraltar. Jyske Bank's international private banking clients will subsequently be served from the units at Gibraltar, Zurich, Copenhagen, Cannes in France, and Weert in the Netherlands (Berben's Effectenkantoor).

Moreover, Jyske Bank is working with plans to serve new markets from the current locations.

Yours faithfully,

Anders Dam

Per Munkholm Poulsen