

Translation

To the Copenhagen Stock Exchange
and the press

18 November 2004

**Interim Report
Totalcredit A/S
(1 January – 30 September 2004)**

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TOTALKREDIT A/S – FINANCIAL HIGHLIGHTS

CORE EARNINGS AND NET PROFIT FOR THE PERIOD	Q1-Q3/2004	Q1-Q3/2003	FY2003
DKK M			
Core income from:			
- Lending	414	390	506
- Securities	110	99	130
Total	524	489	636
Operating costs, depreciation and amortisation	142	103	144
Core earnings before write-offs and interest payable on subordinate loan capital	382	386	492
Write-offs and provisions for bad and doubtful debts	-	-	1
Interest payable on subordinate loan capital	62	71	92
Core earnings	320	315	399
Investment portfolio income	50	69	95
Costs related to merger	-	19	21
Profit on ordinary activities before tax	370	365	473
Tax	111	103	132
Net profit for the period	259	262	341

BALANCE SHEET			
Assets			
Balances due from credit institutions	8,890	12,597	8,073
Loans and advances	188,319	156,236	162,084
Bonds and shares	6,031	5,317	6,118
Other assets	183	121	101
Total assets	203,423	174,271	176,376
Liabilities and equity			
Issued bonds	193,027	166,027	168,042
Other liabilities	3,067	2,260	2,264
Subordinate loan capital	2,601	2,594	2,601
Capital and reserves (incl net profit for the period)	4,728	3,390	3,469
Total liabilities and equity	203,423	174,271	176,376

KEY RATIOS			
Net profit for the period as a % of average capital and reserves	8.4	10.7	10.3
Core earnings before write-offs and interest payable on subordinate loan capital as a % of average capital and reserves	12.4	15.8	14.9
Costs as a % of core income	27.1	21.1	22.6
Capital adequacy ratio	9.3	9.1	9.4
Core capital ratio	5.9	5.0	5.4

Interim Report for 1 January - 30 September 2004

Summary of the performance

Totalkredit A/S's performance in the first three quarters of the year can be summarised as follows:

- *Profit before tax was DKK 370m against DKK 365m in 2003.*
- *Core earnings posted DKK 320m against DKK 315m in 2003.*
- *Investment portfolio income amounted to DKK 50m against DKK 69m in 2003.*
- *Gross lending totalled DKK 60bn - the same level as in 2003.*
- *The loan portfolio increased to DKK 188bn at end-Q3 compared with DKK 162bn at the beginning of the year.*

Results

Realised results as well as the development in the loan stock were satisfactory and better than budgeted.

Total core income came to DKK 524m against DKK 489m in the same period of 2003 of which DKK 414m related to lending and DKK 110m to securities.

Operating costs including depreciation and amortisation amounted to DKK 142m against DKK 103m. The rise in costs can mainly be attributed to IT expenses but also to activities aimed at strengthening Totalkredit's future position in the market place.

Interest payable on subordinate loan capital was DKK 62m against DKK 71m.

Subsequently, core earnings amounted to DKK 320m against DKK 315m.

Investment portfolio income comprising the return on Totalkredit's own portfolio after risk-free returns was DKK 50m against DKK 69m.

Profit on ordinary activities before tax totalled DKK 370m against DKK 365m.

Tax on profit for the period of DKK 111m has been charged to the profit and loss account.

Net profit after tax for the period was DKK 259m against DKK 262m.

Write-offs and provisions

Write-offs and provisions were DKK 0.

Lending

For the first three quarters of 2004, gross lending amounted to DKK 59.6bn. In comparison, gross lending in the same period of 2003 was DKK 61.1bn.

In the period, the loan portfolio increased by DKK 26bn to DKK 188bn in total.

Capital and capital adequacy

Totalkredit's capital and reserves excluding net profit for the period stood at DKK 4,469m against DKK 3,469m at the beginning of the year. The capital was increased by DKK 1,000m on 1 April 2004.

Subordinate loan capital amounted to DKK 2,601m.

At 30 June 2004, the capital base after statutory deductions totalled DKK 7,070m equal to a capital adequacy ratio of 9.3 where the statutory minimum requirement is 8.

Outlook for 2004

Because of the high lending activity, the forecasts of gross and net new lending for 2004 have been revised from budgeted gross lending of DKK 50bn to gross lending of DKK 75–80bn and budgeted net new lending of DKK 25bn to net new lending of DKK 36–40bn.

In the previous Interim Report, Totalkredit forecast slightly higher core earnings in 2004 than in 2003. At present, core earnings of approximately DKK 425m are expected in 2004 against DKK 399m in 2003.

Taastrup, 18 November 2004

Board of Directors of Totalkredit A/S

TOTALKREDIT A/S – FINANCIAL HIGHLIGHTS INTERIM REPORT Q1-Q3/2004

CORE EARNINGS AND NET PROFIT FOR THE PERIOD	Q3/2004	Q2/2004	Q1/2004	Q4/2003	Q3/2003
DKKkm					
Core income from:					
Lending	130	147	137	115	124
Securities	39	38	33	31	29
Total	169	185	170	146	153
Operating costs, depreciation and amortisation	45	52	45	43	51
Core earnings before write-offs and interest payable on subordinate loan capital	124	133	125	103	102
Write-offs and provisions for bad and doubtful debts	0	0	0	1	0
Interest payable on subordinate loan capital	21	20	21	21	21
Core earnings	103	113	104	81	81
Investment portfolio income	19	(13)	44	26	7
Profit on ordinary activities before tax	122	100	148	107	88
Tax	37	30	44	28	27
Net profit for the period	85	70	104	79	61

BALANCE SHEET	Q3/2004	Q2/2004	Q1/2004	Q4/2003	Q3/2003
DKKkm					
Assets:					
Balances due from credit institutions	8,890	13,222	11,117	8,073	12,597
Loans and advances	188,319	180,421	170,685	162,084	156,236
Bonds and shares	6,031	6,099	5,631	6,118	5,317
Other assets	183	127	181	101	121
Total assets	203,423	199,869	187,614	176,376	174,271
Liabilities and equity					
Issued bonds	193,027	190,016	179,016	168,042	166,027
Other liabilities	3,067	2,613	2,423	2,264	2,260
Subordinate loan capital	2,601	2,597	2,602	2,601	2,594
Capital and reserves incl net profit for the period	4,728	4,643	3,573	3,469	3,390
Total liabilities and equity	203,423	199,869	187,614	176,376	174,271