

To NASDAQ OMX Copenhagen A/S
and the press

7 May 2009

Q1 INTERIM REPORT – THE NYKREDIT BANK GROUP **1 JANUARY 2009 – 31 MARCH 2009**

- The Group recorded a profit before tax of DKK 165m against DKK 125m in Q1/2008, up 32%
- Profit before tax generated a return on equity of 9.2% pa against 8.1% for Q1/2008 and a negative return of 4.5% for the full year 2008
- Results reflect a positive trend in core income from business operations, which rose by DKK 183m (+44%) and a lower loss on own trading positions and portfolios of subordinate loan capital in Danish banks, totalling DKK 29m in Q1/2009 against a loss of DKK 121m in Q1/2008
- Operating costs rose by DKK 162m to DKK 408m, in part as a consequence of higher expenses for wages and salaries of DKK 42m and commission expenses of DKK 89m under the government guarantee scheme
- Impairment losses and provisions totalled DKK 86m against DKK 2m in Q1/2008. Compared with the expense of DKK 763m for FY 2008, this is a significant reduction
- Relative to end-2008, the balance sheet increased by DKK 11.6bn (+6%) to DKK 205.4bn
- Liquidity remained at a sound level in Q1/2009 and strengthened compared with end-2008 through additional issues totalling DKK 22.0bn under the Bank's ECP and EMTN programmes. Excess cover relative to statutory liquidity requirements was 165.0% against 146.1% at end-2008
- The capital adequacy ratio amounted to 11.6% against 10.2% at end-2008 and 9.8% at 31 March 2008

2009 – OUTLOOK

- Economic trends may have a significant impact on earnings, and there is also an increased risk of rising credit losses. On balance, the uncertainty surrounding results for 2009 is still substantial. However, a profit substantially exceeding the 2008 results is expected.

INFORMATION ABOUT THE NYKREDIT BANK GROUP

The Nykredit Bank Group's Q1 Interim Report 2009 and further information about the Nykredit Bank Group are available at nykredit.com.

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Financial highlights – the Nykredit Bank Group

The Nykredit Bank Group

DKK million	Q1/2009	FY 2008	Q1/2008	Q1/2007	Q1/2006	Q1/2005
SUMMARY INCOME STATEMENT						
Net interest and fee income	650	1,748	387	307	183	283
Value adjustments	0	(91)	(20)	197	120	5
Other operating income	9	28	6	2	8	5
Staff and administrative expenses	315	1,118	244	198	154	132
Other operating expenses, depreciation and amortisation	93	99	2	1	1	0
Impairment losses on loans, advances and receivables	86	763	2	(13)	(6)	3
Profit (loss) before tax	165	(295)	125	320	162	158
Tax	46	(54)	31	89	45	47
Profit (loss) for the period	119	(241)	94	231	117	111
BALANCE SHEET, END OF PERIOD						
Assets						
Cash balance and receivables from central banks and credit institutions	29,139	32,395	22,327	19,052	15,365	15,106
Loans, advances and other receivables at fair value	25,679	24,490	8,171	3,295	5,014	6,709
Loans, advances and other receivables at amortised cost	47,485	50,897	43,538	34,084	21,950	18,495
Bonds at fair value and equities	68,782	53,561	59,952	52,550	46,226	34,658
Other asset items	34,326	32,457	13,542	8,919	7,631	6,174
Total assets	205,411	193,800	147,530	117,900	96,186	81,142
Liabilities and equity						
Payables to credit institutions and central banks	73,401	85,850	84,330	72,670	49,402	46,647
Deposits and other payables	44,207	46,536	31,700	21,903	24,329	20,240
Other non-derivative financial liabilities at fair value	4,728	3,641	7,041	8,020	9,954	3,580
Issued bonds at amortised cost	39,184	17,330	4,541	1,630	1,741	576
Other payables	34,189	30,881	11,323	7,888	6,173	5,981
Total payables	195,709	184,238	138,935	112,111	91,599	77,024
Provisions	79	58	2	17	56	32
Subordinate loan capital	2,400	2,400	2,400	1,300	800	800
Equity	7,223	7,104	6,193	4,472	3,731	3,286
Total liabilities and equity	205,411	193,800	147,530	117,900	96,186	81,142
OFF-BALANCE SHEET ITEMS						
Contingent liabilities	10,080	10,354	11,277	9,247	8,493	11,320
Other commitments	8,570	8,163	8,365	6,163	3,600	2,307
FINANCIAL RATIOS						
Capital adequacy ratio, %	11.6	10.2	9.8	9.8	9.8	9.4
Core capital ratio, %	8.7	7.7	7.2	7.7	8.4	7.9
Return on equity before tax, %	2.3	(4.5)	2.0	7.3	4.4	4.9
Return on equity after tax, %	1.7	(3.6)	1.5	5.3	3.2	3.4
Income:cost ratio, DKK	1.33	0.85	1.50	2.72	2.09	2.17
Interest rate exposure, %	0.9	(0.3)	2.4	4.3	3.0	2.6
Foreign exchange position, %	1.5	3.5	11.7	12.3	5.2	9.8
Foreign exchange exposure, %	0.0	0.0	0.1	0.1	0.2	0.1
Loans and advances:deposits	1.7	1.6	1.6	1.7	1.1	1.3
Loans and advances:equity	10.1	10.6	8.3	8.4	7.2	7.7
Growth in loans and advances for the period, %	(2.9)	66.8	14.4	15.3	2.1	11.3
Excess cover:statutory liquidity requirements, %	165.0	146.1	64.9	65.4	103.3	239.4
Total large exposures, %	75.9	93.6	130.2	289.4	400.1	322.5
Impairment losses for the period, %	0.1	0.9	0.0	0.0	0.0	0.0
Average number of staff, full-time equivalents	779	713	641	552	467	407
Financial ratios have been calculated according to the definitions of the Danish Executive Order on the Presentation of Financial Statements.						

Q1/2009 IN BRIEF

The Group recorded a profit before tax of DKK 165m against DKK 125m in Q1/2008, which is considered satisfactory in the light of the aggravated market conditions compared with Q1/2008.

Core income from business operations rose from DKK 417m in Q1/2008 to DKK 600m as a result of progress within the business areas Retail Banking, Corporate Banking and Markets & Asset Management.

In line with 2008, interest rate and liquidity markets were affected by the financial crisis. The Group recorded a consequent loss on its own trading positions and portfolios of bonds based on subordinate capital in Danish banks in Q1/2009.

Net interest income was up by DKK 212m to DKK 531m. Fee income netted a rise of DKK 51m, primarily resulting from an increase in fees from Markets & Asset Management activities.

In Q1/2009 value adjustments came to DKK 0m against a charge of DKK 20m in Q1/2008. Return on bonds and foreign currency gains picked up by DKK 431m, whereas value adjustment of derivatives produced a loss of DKK 385m. Changes in value adjustments and net interest income should be considered in context, as the Bank to a large extent uses combinations of interest-bearing financial assets, li-

abilities and derivatives as part of its day-to-day operations, including swaps for interest rate hedging purposes.

Income from group items came to DKK 88m or DKK 11m above the level in Q1/2008. The rise reflected the increase in the Bank's equity from DKK 6.2bn at end-Q1/2008 to DKK 7.2bn at end-Q1/2009 as well as the shift in risk-free interest rates, which averaged 2.6% in Q1/2009 against 4.1% in Q1/2008.

Staff and administrative expenses rose by DKK 71m to DKK 315m, of which increased staff expenses totalled DKK 42m (+31.8%) – an effect of a rise of 138 in the average headcount (+21.5%). Compared with end-2008, staff numbers have declined by 0.9% to a total of 773.

Additional administrative expenses went up by DKK 29m to DKK 139m. The item "Other operating expenses" totalled DKK 90m, of which DKK 89m was attributable to the Bank's commission expenses under the government guarantee scheme.

Impairment losses on loans and advances and provisions for guarantees accounted for a charge of DKK 86m, equal to an increase of DKK 84m on Q1/2008 of which Retail Banking accounted for DKK 20m, Corporate Banking DKK 57m and Markets & Asset Management DKK 7m. The charge includes new provi-

sions of DKK 23m for guarantees relating to the government guarantee scheme.

Compared with Q4/2008 and FY 2008, the impairment level has dropped significantly.

Calculated tax was DKK 46m, or 27.9% of pre-tax profit. For the full year, we expect the tax rate to be in the region of 25%.

Profit for the period subsequently came to DKK 119m, up DKK 25m on Q1/2008.

The Nykredit Bank Group**Profit before tax for Q1 by business area**

	Retail Banking		Corporate Banking		Markets & Asset Management		Group items ¹		Total	
	2009	2008	2009	2008	2009	2008	2009	2008	2009	2008
DKK million										
Core income from business operations	92	68	122	110	386	239	-	-	600	417
Core income from own trading positions ⁴	-	-	-	-	(29)	(121)	-	-	(29)	(121)
Core income from group items	-	-	-	-	-	-	46	62	46	62
Total core income	92	68	122	110	357	118	46	62	617	358
Operating costs	45	42	87	56	187	148	-	-	319	246
Commission for the government guarantee scheme	8	-	50	-	31	-	-	-	89	-
Core earnings before impairment losses	39	26	(15)	54	139	(30)	46	62	209	112
Impairment losses on loans and advances	21	1	58	1	7	0	-	-	86	2
Core earnings after impairment losses	18	25	(73)	53	132	(30)	46	62	123	110
Investment portfolio income ²	-	-	-	-	-	-	42	15	42	15
Profit before tax for the period	18	25	(73)	53	132	(30)	88	77	165	125
Income:costs	1.2	1.6	0.6	1.9	1.6	0.8	-	-	1.3	1.5
Assets at 31 March 2009 and end-2008	10,710	10,374	38,430	42,242	146,265	130,144	10,006	11,040	205,411	193,800
Average allocated business capital ³	398	432	4,517	4,711	1,817	1,061	87	78	6,819	6,282
Core earnings after losses as % of allocated business capital (pa)	18.1	23.1	(6.5)	4.5	29.1	(11.3)	-	-	7.2	7.0

¹ Include income from securities not allocated to individual business areas, but included in the Bank's own portfolio, as well as non-allocated expenses.

² Investment portfolio income equals the return on the Bank's own portfolio exceeding risk-free interest.

³ The business capital has been determined according to the Basel II principles based on the method applying to the determination of the "required capital base".

⁴ Comprises net income from Proprietary Trading and value adjustments from the portfolio of subordinate loan capital in Danish banks.

OUTLOOK FOR 2009

The Bank expects core income from business operations to continue its upward trend for the period as a whole.

At the same time, the Bank's forecast of earnings from securities portfolios and derivatives, etc, is subject to significant uncertainty due to the market turmoil, including changes in interest rate levels and yield spreads. Credit loss volumes are also very difficult to predict at present.

This means that the results for 2009 are currently subject to substantial uncertainty. A profit is expected, however, substantially exceeding 2008 results – albeit below levels preceding the financial crisis.

BUSINESS AREAS

The Nykredit Bank Group is organised into three intercompany business areas: Retail Banking, Corporate Banking and Markets & Asset Management.

Compared with the Q1 Interim Report 2008, Dansk Pantebrevsbørs A/S was previously part of the business area Retail Banking, but is now part of Corporate Banking. The business areas' results for 1 January to 31 March 2008 have been restated to reflect this change.

Retail Banking serves retail customers and small agricultural customers, who typically require the same product range as retail customers.

Corporate Banking serves business, agricultural and rental housing customers, including housing society and non-profit housing customers.

Markets & Asset Management handles the activities of the Nykredit Group within trading in securities and derivatives, debt capital, asset management and pension products. In addition, the business area conducts own trading activities.

Retail Banking

Retail Banking recorded a profit of DKK 18m for the period against DKK 25m in Q1/2008.

Core income rose from DKK 68m to DKK 92m as a result of increased net interest income, while fee income decreased by just below DKK 6m. The development was prompted by an increase in lending by DKK 2.4bn relative to 31 March 2008, while deposits increased by DKK 1.4bn.

Costs grew by DKK 3m to DKK 45m, to which must be added commission expenses under the government guarantee scheme of DKK 8m. At 31 March 2009, the business area had 79 staff members against 80 at end-2008.

Impairment losses and provisions generated an expense of DKK 21m against DKK 1m in Q1/2008. This figure is still very low relative to total loans, advances and guarantees. However, compared with previous years, retail lending shows signs of increased credit risk, and total impairment provisions have thus been increased from DKK 22m at end-Q1/2008 to DKK 48m.

The income:cost ratio stood at DKK 1.2 in Q1/2009 against DKK 1.6 in Q1/2008.

Loans and advances amounted to DKK 10.7bn, which is largely unchanged relative to end-2008 when loans were DKK 10.4bn. Compared with end-2008, deposits went up by DKK 0.7bn to DKK 11.2bn.

Corporate Banking

Corporate Banking recorded a loss of DKK 73m for the period against a profit of DKK 53m in Q1/2008.

The decline of DKK 126m was notably prompted by commission expenses of DKK 50m under the government guarantee scheme, a loss before tax of DKK 12m recorded by Nykredit Leasing A/S compared with a profit of DKK 3m in Q1/2008 and higher impairment losses. Corporate Banking now includes Dansk Pantebrevsbørs A/S, which recorded a loss before tax of DKK 17m for the period 1 January to 31 March 2009. In Q1/2008, the company posted a loss before tax of almost DKK 2m. The Corporate Banking results were moreover affected by impairment losses of DKK 5m relating to loans to the company. As stated in the Annual Report for 2008, the company is being wound up.

Core income rose by DKK 12m to DKK 122m thanks to a minor improvement in net interest and fee income. Value adjustments came to a loss of DKK 47m against a loss of DKK 54m in Q1/2008.

Costs rose from DKK 56m to DKK 87m. Of this amount, wages and salaries accounted for DKK 19m (+60%) of the rise to DKK 51m due to the increase in staff from 197 in Q1/2008 to 261 (+32%) at end-Q1/2009. At end-2008, Corporate Banking employed 270 staff members.

Impairment losses were DKK 58m against DKK 1m in Q1/2008. The item includes additional provisions of DKK 15m relating to the government guarantee scheme.

The income:cost ratio stood at DKK 0.6 against DKK 1.9 in Q1/2008.

Loans and advances came to DKK 36.8bn against DKK 40.5bn at end-2008 and DKK 35.2bn at 31 March 2008. Deposits decreased from DKK 24.6bn at end-2008 to DKK 20.3bn. At 31 March 2008, deposits totalled DKK 21.7bn.

Markets & Asset Management

Markets & Asset Management posted a profit before tax of DKK 132m for Q1/2009 against a loss before tax of DKK 30m for Q1/2008.

Core income from business operations increased by DKK 147m to DKK 386m – a highly satisfactory level.

The rise of DKK 147m was attributable to increased income and business volumes in the majority of the business area's customer-oriented activities. Nykredit Markets made steady progress within the areas Fixed Income, FX and Credit Trading, while trading in derivatives declined compared with 2008. In addition, income from Nykredit Asset Management and Nykredit Portefølje Administration was just above Q1/2008 levels.

Core income from Proprietary Trading and the portfolio of subordinate loan capital in Danish banks was still adversely affected by the financial market turmoil, resulting in a loss of DKK 29m. This level was, however, significantly lower than in Q1/2008 and FY 2008 which showed losses of DKK 121m and DKK 753m, respectively, as especially subordinate loan capital developed favourably compared with 2008.

Operating costs increased by DKK 39m to DKK 187m, of which wages and salaries accounted for a rise of DKK 13m to DKK 83m (18.6%). Staff numbers increased from 364 in Q1/2008 to 421 (+16%). At end-2008 the number was 418.

Other administrative costs increased by DKK 26m, and commission expenses under the government guarantee scheme added DKK 31m to total costs.

The income:cost ratio stood at DKK 1.6 against DKK 0.8 in Q1/2008.

Loans and advances came to DKK 25.7bn against DKK 24.5bn at end-2008 and relate to repo/reverse transactions entered into with eg pension funds, investment funds and investment companies. Loans and advances totalled DKK 12.7bn in Q1/2009 against DKK 11.5bn at end-2008.

THE NYKREDIT BANK GROUP

BALANCE SHEET, EQUITY AND CAPITAL ADEQUACY

Balance sheet

The balance sheet stood at DKK 205.4bn against DKK 193.8bn at end-2008, up DKK 11.6bn (6%).

The increase in assets was primarily attributable to bonds which grew by DKK 15.2bn to DKK 68.6bn. The increase and the size of the portfolio should be seen in the context of the Bank's significant repo activities and trading positions. The portfolio mainly includes government and mortgage bonds with high ratings. It also includes issues with cover assets consisting of subordinate loan capital in Danish banks. The Bank closely monitors the development in relation to such borrowers. The item amounted to about DKK 1.1bn at 31 March 2009, which was largely unchanged compared with end-2008.

Compared with end-2008, loans and advances at fair value and amortised cost together fell by DKK 2.2bn to DKK 73.2bn. Of this trend, retail lending accounted for a rise of DKK 0.3bn, corporate lending a decline of DKK 3.7bn, while reverse transactions increased by DKK 1.2bn.

Other assets totalled DKK 34.0bn against DKK 32.2bn at end-2008. The item includes positive market values of financial instruments of DKK 24.8bn, which is a consequence of the Bank's trading in derivatives and own positions for hedge accounting purposes, etc. These activities have been hedged to a wide extent, as appears from the item "Other liabilities" that includes negative market values of financial derivative instruments of DKK 24.4bn.

Deposits came to DKK 44.2bn against DKK 46.5bn at end-2008. The decline was mainly due to Markets & Asset Management activities.

Issued bonds went up by DKK 21.8bn to DKK 39.2bn compared with end-2008. The issues form part of the Bank's current funding activities and were mainly made under the ECP and EMTN programmes.

Equity

Equity was DKK 7,223m at 31 March 2009. Compared with end-2008, equity increased by DKK 119m – equal to profit after tax for the period. Equity was identical in Nykredit Bank A/S and the Nykredit Bank Group, as the same recognition and measurement principles were applied.

The Nykredit Bank Group

Changes in equity

DKK million	31.03.2009	31.03.2008	31.12.2008
Equity, beginning of period	7,104	6,099	6,099
Capital increase and share premium	-	-	1,250
Other additions and disposals	-	-	(4)
Profit for the period	119	94	(241)
Equity, end of period	7,223	6,193	7,104

The Nykredit Bank Group

Capital base and capital adequacy

DKK million	31.03.2009	31.03.2008	31.12.2008
Share capital	2,575	1,950	2,575
Retained earnings	4,648	4,239	4,529
Core capital (2008: excl revaluation reserves)	7,223	6,189	7,104
Primary and other deductions from core capital	194	348	171
Supplementary capital (2008: incl revaluation reserves)	2,400	2,404	2,400
Total	9,429	8,245	9,333
Statutory deductions from the capital base	108	299	86
Capital base after statutory deductions	9,321	7,946	9,247
Total weighted items	80,616	80,496	90,488
Capital adequacy ratio, %	11.6	9.8	10.2
Core capital ratio, %	8.7	7.2	7.7

Nykredit Bank A/S

Ratings

	Moody's Investors Service	Standard & Poor's
Short-term rating	P-1	A-1
Long-term rating	Aa3	A+
Bank Financial Strength Rating	C+	

Capital resources and capital adequacy

Nykredit Bank must have adequate capital resources to sustain its risk profile and growth strategy.

In the Nykredit Group, reserves are to the widest extent possible concentrated in the Parent Company, Nykredit Realkredit A/S.

Nykredit Bank's capital structure and capital adequacy are described in the report "Risk and Capital Management 2008", which is available at nykredit.com/reports.

Nykredit Bank has been authorised by the Danish Financial Supervisory Authority to apply the advanced models with respect to the retail loan portfolio and to implement the advanced models for the corporate portfolio under the new capital adequacy rules. In respect of sovereign and credit institution exposures, the Bank applies the standardised approach.

After statutory deductions, the capital base rose by DKK 74m relative to end-2008.

Risk-weighted assets declined by DKK 9.9bn compared with end-2008. The decline was due to reduced market risk on the basis of lower market volatility and reduced lending.

The capital adequacy ratio of the Nykredit Bank Group landed at 11.6% at 31 March 2009 against 10.2% at end-2008 and 9.8% at 31 March 2008. The core capital ratio came to 8.7% against 7.7% at end-2008 and 7.2% at end-Q1/2008.

Nykredit Bank has an internal target of maintaining a buffer of at least 1 percentage point relative to the statutory capital adequacy requirements at all times.

IMPAIRMENT LOSSES**Earnings impact**

Impairment losses for the period were DKK 86m relative to DKK 2m in Q1/2008. To this amount, Corporate Banking accounted for DKK 58m, Retail Banking DKK 21m and Markets & Asset Management DKK 7m. The expense includes provisions for guarantees under the government guarantee scheme of DKK 23m, while DKK 11m is attributable to the subsidiary Nykredit Leasing A/S.

Impairment losses equalled 0.1% of total loans, advances and guarantees and continued to be low and significantly below the Q4/2008 level

of DKK 658m. The credit development for the rest of 2009 is difficult to predict owing to the uncertainty about international and national economic trends.

Provisions

Provisions for loan impairment totalled DKK 774m at 31 March 2009, equal to a rise of DKK 60m relative to the beginning of 2009. Including provisions for guarantees of DKK 77m, provisions totalled DKK 851m. Compared with 31 March 2008, provisions went up DKK 756m, chiefly attributable to the considerable provisions made in Q4/2008.

Relative to end-2008, individual impairment provisions rose from DKK 591m to DKK 639m. Of the rise, Corporate Banking accounted for DKK 36m and Retail Banking DKK 12m. Individual impairment provisions still only concern a limited number of corporate customers.

In Q1 collective impairment provisions had an earnings impact of DKK 12m, of which DKK 5m can be ascribed to Corporate Banking, DKK 6m to Retail Banking and DKK 1m to Markets & Asset Management.

The Nykredit Bank Group – Q1/2009

DKK million	Retail		Corporate		Markets & Asset Management		Total	
	Q1/2009	Q1/2008	Q1/2009	Q1/2008	Q1/2009	Q1/2008	Q1/2009	Q1/2008
Impairment provisions, beginning of year	30	22	674	73	10	-	714	95
Provisions and reversals	20	1	43	1	1	-	64	2
Claims previously provided for, lost in Q1	2	1	2	1	-	-	4	2
Other additions and disposals	-	0	0	0	-	-	-	0
Impairment provisions, at end-Q1/2009	48	22	715	73	11	-	774	95
Of which individual	39	14	590	72	10	-	639	86
Of which collective	9	8	125	1	1	-	135	9
Provisions for guarantees	7	-	54	-	16	-	77	-
Of which relating to the "government guarantee scheme, etc"	7	-	46	-	16	-	69	-
Earnings impact								
New impairment provisions for the quarter, net	19	0	43	1	1	-	63	1
Received on loans and advances previously provided for	1	0	0	0	-	-	1	0
Impairment losses not provided for	1	1	2	0	0	-	3	1
Total	19	1	45	1	1	-	65	2
Provisions for guarantees	2	-	13	0	6	-	21	-
Total earnings impact	21	1	58	1	7	-	86	2

Loans, advances, guarantees and provisions by sector

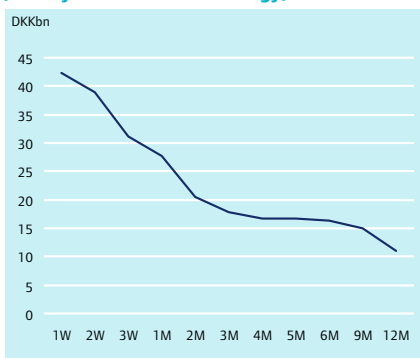
DKK million	Loans, advances and guarantees		Provisions	
	31.3.2009	31.12.2008	Q1/2009	FY 2008
Public sector	73	349	3	0
Agriculture, hunting and forestry	2,766	2,928	8	7
Fisheries	4	4	0	0
Manufacturing, extraction of raw materials, utilities	8,986	8,486	141	148
Building and construction	995	1,034	13	6
Trade, restaurants and hotels	2,515	2,921	14	11
Transport, mail and telephone	2,299	2,602	7	5
Credit, finance and insurance	27,965	28,484	413	371
Property management and trade, business services	16,459	18,382	143	129
Of which				
- residential property	6,618	7,627	37	46
- letting of commercial property	4,377	4,694	95	72
- business services	5,464	6,062	11	11
Other corporate	4,794	5,143	27	25
Total corporate	66,783	69,984	766	702
Retail	16,388	15,408	82	68
Total	83,244	85,741	851	770

The distribution is based on public sector statistics and is therefore not directly comparable with the Bank's business areas.

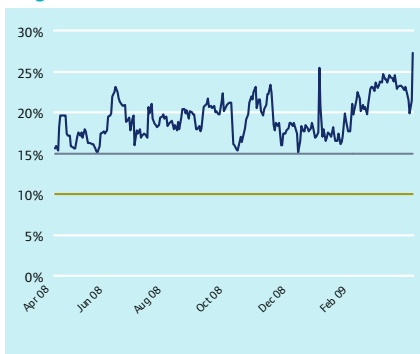
Nykredit Bank A/S
12-month liquidity



Nykredit Bank A/S
Liquidity stress test
(Moody's Global Methodology)



Nykredit Bank A/S
Liquidity as % of debt and guarantee obligations



Relative to total loans, advances and guarantees, total provisions amounted to 1.0%, which was just above the level at end-2008. EBH-fonden and Dansk Pantebrevsbørs A/S accounted for DKK 317m of total provisions. Excluding these exposures, the provisioning rate was 0.6 %.

Of total impairment losses and provisions, DKK 143m can be ascribed to exposures to customers in the property and business services segments. Of this amount, collective impairment provisions came to DKK 63m. Compared with end-2008, provisions have risen slightly, but are still believed to be moderate considering the situation in the property market.

The distribution of loans and advances/ guarantees and provisions, respectively, was largely unchanged compared with end-2008. The largest individual group was "Credit, finance and insurance", which accounted for just below DKK 28bn. The Group mainly included balances with pension funds, investment funds and investment companies, a number of which were based on reverse transactions. Impairment losses and provisions totalled DKK 413m, ie which was attributable to EBH-fonden and Dansk Pantebrevsbørs A/S and guarantees under the government guarantee scheme.

Loans, advances and guarantees for "Property management etc" dropped from DKK 18.4bn to DKK 16.5bn compared with end-2008. The Bank monitors property market trends and its own exposures closely, and Management still considers the level of exposures appropriate. Part of the Bank's exposures consists of land registration guarantees relating to mortgage loans and bridge financing preceding mortgage financing. Historically, such exposures involve only limited risk.

Guarantees

The Bank issues a number of guarantees on a current basis, including guarantees to mortgage banks. According to the accounting rules, guarantees must be reviewed on a current basis and losses under guarantees provided for if deemed necessary.

At 31 March 2009, provisions to counter losses on guarantees totalled DKK 77m relative to DKK 56m at end-2008. Of this amount, DKK 69m concerned provisions for obligations under the government guarantee scheme.

LIQUIDITY MANAGEMENT

Liquidity risk is the risk of loss as a result of insufficient liquidity to cover current payment obligations. Please refer to the Annual Report for 2008, page 20, for a detailed review of and information on the Group's risk management.

Nykredit Bank monitors its balance sheet and liquidity on a day-to-day basis. The Bank manages its balance sheet based on the liquidity of assets and liabilities and operates with a trading book and a banking book. The trading book includes a portfolio of corporate bonds and the Bank's repo/reverse transactions. Securities not serving as collateral in the trading book constitute a short-term liquidity buffer for unforeseen drains on the Bank's liquidity. The Bank's liquidity instructions as formulated by the Board of Directors specify minimum requirements for the size of its liquidity buffer.

The liquidity buffer averaged DKK 28.9bn in Q1/2009 against an average of DKK 13.0bn for the full year 2008 and DKK 37.0bn at 31 March 2009. At end-2008 the liquidity buffer stood at DKK 31.2bn.

To strengthen the Bank's liquidity, the Bank had issued notes of DKK 40bn at end-Q1/2009 against approximately DKK 18bn at end-2008. The issues of DKK 12.9bn and DKK 9.1bn in Q1/2009 were made through the Bank's ECP and EMTN programmes, respectively, at satisfactory spreads against swaps.

According to the Danish Financial Business Act, a bank's liquidity must total at least 10% of total reduced debt and guarantee obligations. Nykredit Bank uses an internal liquidity requirement of 15%. At 31 March 2009, the financial ratio "Excess cover:statutory liquidity requirements" was 165.0% against 146.1% at end-2008 and 64.9% at 31 March 2008.

Financial risk

For details on methods of determination and a description of financial risk, please refer to the Annual Report for 2008, p 18ff. Significant financial risks include:

Value-at-Risk came to DKK 32.1m at 31 March 2009 against DKK 25.1m at 31 March 2008. Q1 averaged DKK 49.7m against DKK 21.3m in Q1/2008. The higher Value-at-Risk was a result of increased OAS volatility of mortgage bonds, particularly in Q4/2008 in the wake of the collapse of Lehman Brothers in the US and a subsequent decreasing investor appetite for mortgage bonds. Thanks to calmer markets in Q1/2009, Value-at-Risk has, however, declined relative to end-2008 with Value-at-Risk in the range of DKK 80m.

The interest rate exposure amounted to DKK 64m at 31 March 2009 against DKK 140m at 31 March 2008. At end-2008, the key figure was negative at DKK 21m. In Q1/2009 the Bank's interest rate exposure was relatively low as a consequence of more limited risk-taking.

Exchange Rate Indicator 1 came to DKK 105m against DKK 681m at 31 March 2008. The lower foreign exchange exposure was also an effect of more limited risk-taking and primarily related to EUR exposures. At end-2008, Ex-

change Rate Indicator 1 totalled DKK 245m.

UNCERTAINTY AS TO RECOGNITION AND MEASUREMENT

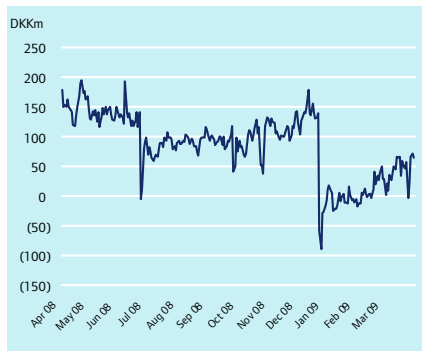
The measurement of certain assets and liabilities is based on accounting estimates made by Group Management.

The areas in which assumptions and estimates significant to the financial statements have been made include provisions for loan and receivable impairment, unlisted financial instruments and listed financial instruments, which in the light of the financial turmoil are priced in low-turnover markets. For a detailed description, please refer to the Annual Report for 2008, page 21. In Management's opinion, the uncertainty relating to the above-mentioned matters is insignificant to the Q1 Interim Report 2009.

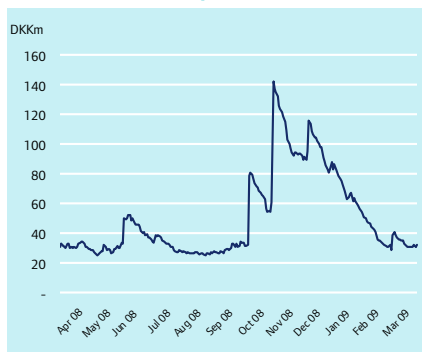
EVENTS OCCURRED AFTER 31 MARCH 2009

No other material events have occurred in the period up to the presentation of the Q1 Interim Report.

Net interest rate exposure



Value-at-Risk (incl equities)



— Value-at-Risk at 99%

**STATEMENT BY BOARD OF DIRECTORS
AND THE EXECUTIVE BOARD ON THE IN-
TERIM REPORT**

The Board of Directors and the Executive Board have today reviewed and approved the Interim Report for the period 1 January – 31 March 2009 of Nykredit Bank A/S and the Nykredit Bank Group.

The Consolidated Financial Statements have been presented in accordance with IAS 34 "Interim Financial Reporting" as adopted by the EU. The Q1 Interim Report of the Parent Company, Nykredit Bank A/S, has been prepared in accordance with the Danish Financial Business Act.

Further, the Interim Report has been prepared

in accordance with additional Danish disclosure requirements for interim reports of issuers of listed bonds.

In our opinion, the Management's Review gives a fair review of the development in the activities and financial circumstances of the Group and the Parent Company as well as a satisfactory description of the material risk and uncertainty factors affecting the Group and the Parent Company.

We are furthermore of the opinion that the Q1 Interim Report gives a fair presentation of the Group's and the Parent Company's assets, liabilities, equity and financial position at 31 March 2009 and of the results of the Group's and the Parent Company's activities as well as the Group's cash flows for the financial period 1 January – 31 March 2009.

COPENHAGEN, 7 MAY 2009

Board of Directors

Karsten Knudsen, Chairman

Søren Holm, Deputy Chairman

Per Ladegaard

Henrik K. Asmussen, staff-elected

Allan Kristiansen, staff-elected

Executive Board

Kim Duus

Bjørn Damgaard Mortensen

Income statements for 1 January – 31 March

DKK million

Nykredit Bank A/S		Note	The Nykredit Bank Group		
Q1/2008	Q1/2009		Q1/2009	Q1/2008	
1,614	1,632	Interest income	2	1,655	1,658
1,310	1,112	Interest expenses	3	1,124	1,339
304	520	NET INTEREST INCOME		531	319
142	175	Fee and commission income		221	172
94	75	Fee and commission expenses		102	104
352	620	NET INTEREST AND FEE INCOME		650	387
(14)	17	Value adjustments	4	0	(20)
1	1	Other operating income		9	6
215	276	Staff and administrative expenses	5	315	244
0	1	Depreciation, amortisation and impairment losses for property, plant and equipment as well as intangible assets		3	1
0	89	Other operating expenses		90	1
1	75	Impairment losses on loans, advances and receivables	6	86	2
0	(30)	Loss from investments in associates and group enterprises	7	-	-
123	167	PROFIT BEFORE TAX		165	125
29	48	Tax	8	46	31
94	119	PROFIT FOR THE PERIOD		119	94

Balance sheets, end of period

DKK million

Nykredit Bank A/S				The Nykredit Bank Group	
31.12.2008	31.03.2009		Note	31.03.2009	31.12.2008
ASSETS					
173	2,562	Cash balance and demand deposits with central banks		2,562	173
32,188	26,506	Receivables from credit institutions and central banks	9	26,577	32,222
24,599	25,679	Loans, advances and other receivables at fair value	10	25,679	24,490
50,218	46,949	Loans, advances and other receivables at amortised cost	11	47,485	50,897
52,413	68,497	Bonds at fair value	12	68,580	53,377
184	202	Equities	13	202	184
0	0	Investments in associates		-	-
368	357	Investments in group enterprises		-	-
9	9	Intangible assets		11	11
70	70	Total land and buildings		70	70
70	70	-Investment properties		70	70
7	6	Other property, plant and equipment		9	11
93	104	Current tax assets		111	99
87	86	Deferred tax assets		75	73
5	7	Assets in temporary possession		21	16
32,064	33,906	Other assets	14	33,991	32,169
4	32	Prepayments		38	8
192,482	204,972	TOTAL ASSETS		205,411	193,800

Balance sheets, end of period

DKK million

Nykredit Bank A/S				The Nykredit Bank Group	
31.12.2008	31.03.2009		Note	31.03.2009	31.12.2008
LIABILITIES AND EQUITY					
84,321	72,634	Payables to credit institutions and central banks	15	73,401	85,850
46,964	44,720	Deposits and other payables	16	44,207	46,536
17,330	39,184	Issued bonds at amortised cost	17	39,184	17,330
3,641	4,728	Other non-derivative financial liabilities at fair value	18	4,728	3,641
30,663	34,002	Other liabilities	19	34,180	30,871
2	3	Deferred income		9	10
182,921	195,271	TOTAL PAYABLES		195,709	184,238
Provisions					
56	77	Provisions for losses under guarantees	23	77	56
1	1	Other provisions	23	2	2
57	78	TOTAL PROVISIONS		79	58
2,400	2,400	Subordinate loan capital	20	2,400	2,400
Equity					
2,575	2,575	Share capital		2,575	2,575
-	-	Revaluation reserves		-	-
Other reserves					
7	7	Statutory reserves		-	-
4,522	4,641	Retained earnings		4,648	4,529
7,104	7,223	TOTAL EQUITY		7,223	7,104
192,482	204,972	TOTAL LIABILITIES AND EQUITY		205,411	193,800
Off-balance sheet items					
10,353	10,080	Contingent liabilities	21	10,080	10,354
8,129	8,510	Other commitments	22	8,570	8,163
18,482	18,590	TOTAL OFF-BALANCE SHEET ITEMS		18,650	18,517
		Accounting policies	1		
		Other contingent liabilities	24		
		Related party transactions and balances	25		
		Foreign exchange and interest rate risk	26		
		Hedging interest rate risk	27		
		Group structure	28		

Statement of changes in equity, comprehensive income and capital adequacy

DKK million

Nykredit Bank A/S

	Share capital *	Statutory reserve: Reserve for net revaluation according to the equity method	Retained earnings	Total, 31 March 2009	Total, 31 March 2008
Equity 2009					
Equity, beginning of period	2,575	7	4,522	7,104	6,099
Comprehensive income:					
Profit for the period	-	-	119	119	94
Total comprehensive income	-	-	119	119	94
Total changes in equity	0	-	119	119	94
Equity, 31 March 2009	2,575	7	4,641	7,223	6,193
Equity 2008					
Equity, 1 January 2008	1,950	69	4,080	6,099	
Comprehensive income:					
Loss for the year	-	(58)	(183)	(241)	
Other disposals/additions	-	(4)	-	(4)	
Total comprehensive income	-	(62)	(183)	(245)	
New paid-up capital	625	-	625	1,250	
Total changes in equity	625	(62)	442	1,005	
Equity, 31 December 2008	2,575	7	4,522	7,104	
* The share capital breaks down into 13 shares in multiples of DKK 1m. The share capital is wholly owned by Nykredit Realkredit A/S, Copenhagen. Nykredit Bank is included in the consolidated financial statements of this company and the consolidated financial statements of Foreningen Nykredit, Copenhagen, which owns 88.18% of Nykredit Realkredit A/S.					
Capital adequacy and core capital					
	Q1/2009	FY 2008			
Share capital	2,575	2,575			
Reserves	7	7			
Retained earnings	4,641	4,522			
Total core capital	7,223	7,104			
Primary and other statutory deductions from core capital	207	187			
Supplementary capital	2,400	2,400			
Total	9,416	9,317			
Statutory deductions from capital base	113	91			
Capital base after statutory deductions	9,303	9,226			
Weighted items involving credit, counterparty and delivery risk	62,394	68,826			
Weighted items involving market risk	15,692	19,096			
Weighted items involving operational risk	2,964	2,625			
Total weighted items	81,050	90,547			
Capital adequacy ratio, %	11.5	10.2			
Core capital ratio, %	8.7	7.6			

Statement of changes in equity, comprehensive income and capital adequacy

DKK million

The Nykredit Bank Group

	Share capital	Revaluation reserve: Revaluation of property	Retained earnings	Total, 31 March 2009	Total, 31 March 2008
Equity 2009					
Equity, beginning of period	2,575	0	4,529	7,104	6,099
Comprehensive income:					
Profit for the period	-	-	119	119	94
Total comprehensive income	-	0	119	119	94
Total changes in equity	0	0	119	119	94
Equity, 31 March 2009	2,575	0	4,648	7,223	6,193
Equity 2008					
Equity, 1 January 2008	1,950	4	4,145	6,099	
Comprehensive income:					
Loss for the year	-	-	(241)	(241)	
Other disposals/additions	-	(4)	0	(4)	
Total comprehensive income	-	(4)	(241)	(245)	
New paid-up capital	625	-	625	1,250	
Total changes in equity	625	(4)	384	1,005	
Equity, 31 December 2008	2,575	0	4,529	7,104	
Capital adequacy and core capital					
		Q1/2009	FY 2008		
Share capital		2,575	2,575		
Retained earnings		4,648	4,529		
Total core capital		7,223	7,104		
Primary and other statutory deductions from core capital		194	171		
Supplementary capital		2,400	2,400		
Total		9,429	9,333		
Statutory deductions from capital base		108	86		
Capital base after statutory deductions		9,321	9,247		
Weighted items involving credit, counterparty and delivery risk		61,657	68,202		
Weighted items involving market risk		15,744	19,372		
Weighted items involving operational risk		3,215	2,914		
Total weighted items		80,616	90,488		
Capital adequacy ratio, %		11.6	10.2		
Core capital ratio, %		8.7	7.7		

Cash flow statement 1 January – 31 March

DKK million

	The Nykredit Bank Group	
	Q1/2009	Q1/2008
Profit after tax for the year	119	94
Adjustment for non-cash operating items, depreciation, amortisation, impairment losses and provisions		
Depreciation and impairment losses for property, plant and equipment	3	1
Other non-cash changes	21	(25)
Impairment losses on loans, advances and receivables	87	2
Tax calculated on profit for the year	46	31
Total	157	9
Profit for the year adjusted for non-cash operating items	276	103
Change in working capital		
Loans, advances and other receivables	2,234	(6,537)
Deposits and other payables	(2,343)	(11)
Payables to credit institutions and central banks	(11,766)	7,295
Bonds at fair value	(16,001)	(4,296)
Equities	(18)	(8)
Other working capital	2,538	1,614
Total	(25,356)	(1,943)
Corporation tax paid, net	(60)	(33)
Cash flows from operating activities	(25,140)	(1,873)
Cash flows from investing activities		
Property, plant and equipment	(1)	(1)
Total	(1)	(1)
Cash flows from financing activities		
Issued bonds	21,979	3,004
Total	21,979	3,004
Total cash flows	(3,162)	1,130
Cash and cash equivalents, beginning of period	32,395	21,123
Foreign currency translation adjustment of cash	(94)	74
Cash and cash equivalents, end of period	29,139	22,327
Cash and cash equivalents, end of period		
Specification of cash and cash equivalents, end of period:		
Cash balance and demand deposits with central banks	2,562	937
Receivables from credit institutions and central banks	26,577	21,390
Cash and cash equivalents, end of period	29,139	22,327

Core earnings and investment portfolio income 1 January – 31 March

DKK million
The Nykredit Bank Group

	Q1/2009			Q1/2008		
	Core earnings	Investment portfolio income	Total	Core earnings	Investment portfolio income	Total
Net interest income	514	17	531	313	6	319
Fee and commission income, net	119	0	119	67	1	68
Net interest and fee income	633	17	650	380	7	387
Value adjustments	(25)	25	0	(28)	8	(20)
Other operating income	9	-	9	6	-	6
Staff and administrative expenses	315	-	315	244	-	244
Depreciation, amortisation and impairment losses for property, plant and equipment as well as intangible assets	3	-	3	1	-	1
Other operating expenses	90	-	90	1	-	1
Impairment losses on loans and advances	86	-	86	2	-	2
Profit before tax	123	42	165	110	15	125

Notes

1. ACCOUNTING POLICIES

The Consolidated Financial Statements have been prepared in accordance with IAS 34 "Interim Financial Reporting" as adopted by the EU and further Danish disclosure requirements for interim reports. Compliance with IAS 34 implies observance of the principles of recognition and measurement of the IFRS and a less detailed presentation relative to the presentation of annual reports.

With respect to recognition and measurement, the financial statements of the Parent Company have been prepared in accordance with the Executive Order on Financial Reports for Credit Institutions and Investment Companies, etc. issued by the Danish Financial Supervisory Authority, including the Executive Order on the application of IFRS by financial companies.

The accounting policies of both the Group and Nykredit Bank A/S are unchanged compared with the Annual Report for 2008. A description of the Bank's and the Bank Group's accounting policies applied in the Annual Report for 2008 is available at www.nykredit.com.

Relative to the information in the accounting policies in the Annual Report for 2008 (note 1), no new financial reporting standards or interpretations have been issued or approved which may impact Nykredit Bank's and the Bank Group's Q1 Interim Report. IFRS 8 "Operating Segments" and IAS 1 "Presentation of Financial Statements" entered into force at 1 January 2009. As a consequence, the presentation of the business areas now includes information about the segment assets concerned. Comprehensive income, cf IAS 1, is specified in the statement of changes in equity.

The Q1 Interim Report 2009 has not been audited or reviewed.

Notes

Nykredit Bank A/S			DKK million	
Q1/2008	Q1/2009		Q1/2009	Q1/2008
		2. INTEREST INCOME		
211	132	Receivables from credit institutions and central banks	132	213
687	838	Loans, advances and other receivables	853	708
679	661	Bonds	668	699
37	1	Total derivative financial instruments	1	37
		Of which		
22	(24)	- Foreign exchange contracts	(24)	22
15	25	- Interest rate contracts	25	15
0	0	Other interest income	1	1
1,614	1,632	Total	1,655	1,658
		Of which interest income from genuine purchase and resale transactions entered as		
154	33	Receivables from credit institutions and central banks	33	156
90	201	Loans, advances and other receivables at fair value	201	87
		3. INTEREST EXPENSES		
877	212	Credit institutions and central banks	229	910
379	636	Deposits and other payables	631	374
21	222	Issued bonds	222	21
33	42	Subordinate loan capital	42	34
1,310	1,112	Total	1,124	1,339
		Of which interest expenses for genuine sale and repurchase transactions entered as		
155	30	Payables to credit institutions and central banks	32	168
13	14	Deposits and other payables (non-derivative financial liabilities at fair value)	14	12
		Issued bonds		
3	3	Offset interest from the Bank's own portfolio of own bonds	3	3
		4. VALUE ADJUSTMENTS		
(2)	(24)	Other loans, advances and receivables at fair value	(24)	(2)
288	568	Bonds	558	302
12	8	Equities	8	12
0	0	Investment properties	0	0
11	186	Foreign exchange	186	11
(323)	(721)	Foreign exchange, interest rate and other contracts as well as derivative financial instruments	(728)	(343)
(14)	17	Total	0	(20)
		Value adjustments mainly relate to financial assets, financial liabilities and derivative financial instruments included in the Bank's/Group's trading activities as well as value adjustments of investment properties.		
		Of which value adjustment relating to fair value hedging for accounting purposes		
(19)	(2)	Fair value hedging	(2)	(19)

Notes

Nykredit Bank A/S			DKK million	
Q1/2008	Q1/2009		Q1/2009	Q1/2008
		5. STAFF AND ADMINISTRATIVE EXPENSES		
2	2	Remuneration of Board of Directors/Executive Board	2	2
115	151	Staff expenses	174	132
98	123	Administrative expenses	139	110
215	276	Total	315	244
		Remuneration of Board of Directors and Executive Board		
		Board of Directors		
		Remuneration		
		Each staff-elected board representative receives annual remuneration of DKK 60,000.		
		Executive Board		
2	2	Salaries	2	2
2	2	Total	2	2
		Remuneration of Executive Board		
		The terms and conditions governing the remuneration and pensions of the Executive Board have not changed since the Annual Report for 2008, to which reference is made.		
		Staff expenses		
97	127	Wages and salaries	146	112
9	11	Pensions (defined contribution plans)	14	10
9	13	Social security expenses	14	10
115	151	Total	174	132
531	656	Average number of staff, full-time equivalents	779	641
		6. IMPAIRMENT LOSSES ON LOANS, ADVANCES AND RECEIVABLES		
		Specification of impairment provisions		
20	616	Total individual impairment provisions	639	86
9	135	Total collective impairment provisions	135	9
29	751	Total impairment provisions, 31 March	774	95
700		Total impairment provisions, 31 December 2008		714
		Individual impairment provisions		
18	577	Impairment provisions, beginning of year	591	84
2	52	Impairment provisions for the year	68	3
0	12	Reversed impairment provisions	16	-
0	1	Impairment provisions recognised as lost	4	1
20	616	Impairment provisions, 31 March	639	86
		Collective impairment provisions		
11	123	Impairment provisions, beginning of year	123	11
(2)	12	Impairment provisions for the year, net	12	(2)
9	135	Impairment provisions, 31 March	135	9
		Effect on profit/loss		
0	52	Change in provisions for loan and receivable impairment	63	1
1	3	Losses recognised for the period, net	3	1
0	1	Received on claims previously written off	1	0
-	21	Provisions for losses under guarantees, cf note 23	21	-
1	75	Total	86	2
3	63	Of which individual	74	4
(2)	12	Of which collective	12	(2)

Notes

Nykredit Bank A/S			DKK million	
Q1/2008	Q1/2009		Q1/2009	Q1/2008
		7. PROFIT (LOSS) FROM INVESTMENTS IN ASSOCIATES AND GROUP ENTERPRISES		
(2)	(17)	Loss from investments in associates	-	-
2	(13)	Loss from investments in group enterprises	-	-
0	(30)	Total	-	-
		8. TAX		
29	48	Tax on profit for the period	46	31
29	48	Total	46	31
23.6	28.7	Tax as % of profit for the period	27.9	24.8
		For the year as a whole, the tax charge is expected to amount to around 25% of profit for the year. Tax is calculated on the basis of a tax rate of 25%.		

Notes

Nykredit Bank A/S			DKK million	
31.12.2008	31.03.2009		31.03.2009	31.12.2008
9. RECEIVABLES FROM CREDIT INSTITUTIONS AND CENTRAL BANKS				
8,438	865	Receivables at call from central banks	865	8,438
23,750	25,641	Receivables from credit institutions	25,712	23,784
32,188	26,506	Total	26,577	32,222
4,380	5,911	Of which genuine purchase and resale transactions	5,911	4,380
10. LOANS, ADVANCES AND OTHER RECEIVABLES AT FAIR VALUE				
24,599	25,679	Loans and advances at fair value	25,679	24,490
24,599	25,679	Total	25,679	24,490
24,599	25,679	Of which genuine purchase and resale transactions	25,679	24,490
11. LOANS, ADVANCES AND OTHER RECEIVABLES AT AMORTISED COST				
50,218	46,949	Loans and advances	47,485	50,897
50,218	46,949	Total	47,485	50,897
Impairment provisions made, end of period (31 December 2008/ 31 March 2009)				
577	616	Individual impairment provisions	639	591
123	135	Collective impairment provisions	135	123
Fixed-rate loans				
2,537	2,418	Of total loans and advances, fixed-rate loans represent	2,418	2,537
2,581	2,491	Market value of fixed-rate loans	2,491	2,581
Market value adjustments have been recognised through profit or loss				
12. BONDS AT FAIR VALUE				
44,027	56,407	ROs	56,407	44,260
1,389	5,849	Government bonds	5,849	1,389
7,654	7,051	Other bonds	7,134	8,385
53,070	69,307	Total	69,390	54,034
657	810	Own bonds offset against issued bonds	810	657
52,413	68,497	Total	68,580	53,377
The effect of fair value adjustment has been recognised through profit or loss				
650	242	Of which drawn bonds	242	650
6,401	9,423	Assets sold as part of genuine sale and repurchase transactions	9,423	6,401
49,639	43,094	As collateral for the Danish central bank, Danmarks Nationalbank, and foreign clearing centres, etc, bonds have been deposited of a total market value of	43,094	49,639
The collateral was provided on an arm's length basis.				
13. EQUITIES				
184	202	Equities measured at fair value through profit or loss	202	184
184	202	Total	202	184
Specification of equity portfolios				
27	33	Listed on NASDAQ OMX Copenhagen A/S	33	27
6	9	Listed on other stock exchanges	9	6
151	160	Unlisted equities carried at fair value	160	151
184	202	Total equities	202	184

Notes

Nykredit Bank A/S			DKK million	
31.12.2008	31.03.2009		31.03.2009	31.12.2008
		14. OTHER ASSETS		
8,914	8,981	Interest and commission receivable	9,005	8,958
22,981	24,798	Positive market value of derivative financial instruments	24,838	23,023
169	127	Other assets	148	188
32,064	33,906	Total	33,991	32,169
		15. PAYABLES TO CREDIT INSTITUTIONS AND CENTRAL BANKS		
40,082	39,466	Payables to central banks	39,466	40,082
44,239	33,168	Payables to credit institutions	33,935	45,768
84,321	72,634	Total	73,401	85,850
6,510	9,436	Of which genuine sale and repurchase transactions	9,436	7,180
		16. DEPOSITS AND OTHER PAYABLES		
15,904	15,693	On demand	15,180	15,536
3,140	4,004	At notice	4,004	3,140
26,663	23,747	Time deposits	23,747	26,603
1,257	1,276	Special deposits	1,276	1,257
46,964	44,720	Total	44,207	46,536
		17. ISSUED BONDS AT AMORTISED COST		
		Issues		
12,798	21,960	EMTN issues *	21,960	12,798
4,725	17,585	ECP issues *	17,585	4,725
464	449	Other issues *	449	464
17,987	39,994	Total amortised cost	39,994	17,987
657	810	Own portfolio	810	657
17,330	39,184	Total	39,184	17,330
17,324	39,994	* Listed on NASDAQ OMX Copenhagen A/S or Luxembourg Stock Exchange	39,994	17,324
		No value adjustments have been made that can be ascribed to credit risk changes. All issues carry floating interest rates.		
		18. OTHER NON-DERIVATIVE FINANCIAL LIABILITIES AT FAIR VALUE		
50	0	Deposits at fair value	0	50
3,591	4,728	Negative securities portfolios	4,728	3,591
3,641	4,728	Total liabilities at fair value	4,728	3,641
50	0	Of which genuine sale and repurchase transactions	0	50

Notes

Nykredit Bank A/S			DKK million	
31.12.2008	31.03.2009		31.03.2009	31.12.2008
		19. OTHER LIABILITIES		
9,125	9,339	Interest and commission payable	9,339	9,130
21,166	24,301	Negative market value of derivative financial instruments	24,354	21,234
372	362	Other payables	487	507
30,663	34,002	Total	34,180	30,871
		The items "Interest and commission payable" and "Other payables" fall due within one year.		
		20. SUBORDINATE LOAN CAPITAL		
		Subordinate loan capital consists of financial liabilities which, in case of voluntary or compulsory liquidation, will not be repaid until the claims of ordinary creditors have been met. The loan capital below was granted by Nykredit Realkredit A/S. The loan capital forms part of the supplementary capital and has been included in full in the capital base. The loans are denominated in DKK and repayable at par (100). No costs were incurred when the loans were raised.		
300	300	The loan was granted in 2005 and falls due on 22 April 2013. No principal payments will be made on the loan during its term. The loan carries a floating interest rate.	300	300
500	500	The loan was granted in 2006 and falls due on 30 September 2014. No principal payments will be made on the loan during its term. The loan carries a floating interest rate.	500	500
600	600	The loan was granted in 2007 and falls due on 30 June 2015. No principal payments will be made on the loan during its term. The loan carries a floating interest rate.	600	600
500	500	The loan was granted in 2007 and falls due on 18 March 2016. No principal payments will be made on the loan during its term. The loan carries a floating interest rate.	500	500
250	250	The loan was granted in 2008 and falls due on 30 November 2016. No principal payments will be made on the loan during its term. The loan carries a floating interest rate.	250	250
250	250	The loan was granted in 2008 and falls due on 30 November 2016. No principal payments will be made on the loan during its term. The loan carries a floating interest rate.	250	250
2,400	2,400	Total	2,400	2,400
		21. CONTINGENT LIABILITIES		
8,172	8,071	Financial guarantees	8,071	8,172
4	1	Registration and refinancing guarantees	1	4
2,177	2,008	Other contingent liabilities	2,008	2,178
10,353	10,080	Total	10,080	10,354
		22. OTHER COMMITMENTS		
8.021	8.402	Irrevocable credit commitments	8,402	8,021
108	108	Other	168	142
8.129	8.510	Total	8,570	8,163

Notes

Nykredit Bank A/S		DKK million	
31.12.2008	31.03.2009	The Nykredit Bank Group 31.03.2009	31.12.2008
23. PROVISIONS			
Provisions for losses under guarantees			
-	56	56	-
56	24	24	56
-	3	3	-
56	77	77	56
Other provisions			
1	1	2	2
-	0	-	-
1	1	2	2
Total provisions for losses under guarantees and other provisions			
1	57	58	2
56	24	24	56
0	3	3	0
57	78	79	58
<p>As a result of its operations, the Bank continuously enters into contracts where it is probable that the settlement of the liability will lead to an outflow of the Bank's financial resources, and where a reliable estimate may be made of the size of the liability.</p> <p>The balance sheet items in the financial statements represent the Bank's best estimates of the expected costs relating to provisions.</p> <p>The provisions typically concern contractual obligations relating to loans and advances and other banking activities. The item also includes the provisions found necessary in connection with the Bank's participation in the government guarantee scheme.</p> <p>It is estimated that the majority of provisions will be settled within 1-2 years.</p>			
24. OTHER CONTINGENT LIABILITIES			
Legal proceedings and litigation			
The Bank's operations involve the Bank in legal proceedings and litigation. The Bank is of the opinion that the outcome thereof will have no material effect on its financial position.			
Government guarantee scheme			
The Bank participates in the government guarantee scheme implying that the Danish government has issued a two-year guarantee that covers the Danish banks participating in the scheme.			
Nykredit Bank's share of the total guarantee commission is an estimated DKK 348m pa until 30 September 2010. For Q1/2009, DKK 89m has been charged to the income statement (under the item "Other operating expenses"). The amount includes a minor restatement for 2008.			
Nykredit Bank also participates in a sector guarantee totalling DKK 20bn with a share estimated at DKK 928m, which has been recognised under "Guarantees" (off-balance sheet items). Under the guarantee obligation, Nykredit Bank is liable for up to DKK 928m in case of the collapse of one or more Danish banks for reasons covered by the scheme.			

Notes

25. RELATED PARTY TRANSACTIONS AND BALANCES

The Parent Company Nykredit Realkredit, its parent company as well as group enterprises and associates are regarded as related parties. In addition, Nykredit Bank's group enterprises and associates are included as stated in the group structure as well as the Bank's Board of Directors, the Executive Board and related parties thereof.

No unusual related party transactions occurred in Q1/2009.

The companies have entered into various agreements as a natural part of the Group's day-to-day operations. The agreements typically involve financing, provision of guarantees, insurance, sales commission, tasks relating to IT support and IT development projects, payroll and staff administration as well as other administrative tasks.

Intercompany trade and services took place on an arm's length basis.

Important related party transactions prevailing/entered into in 2009 include:

Agreements between Nykredit Realkredit A/S and Nykredit Bank A/S

Master agreement on the terms for financial transactions relating to loans and deposits in the securities and money market areas. In addition, Nykredit Realkredit has subordinate loan capital in Nykredit Bank A/S.

Notes

Nykredit Bank A/S		DKK million	
31.03.2008	31.03.2009	The Nykredit Bank Group 31.03.2009	31.03.2008
26. FOREIGN EXCHANGE AND INTEREST RATE EXPOSURES			
Foreign exchange risk			
663	117	105	681
11.3	1.7	1.5	11.7
6	1	1	6
0.1	0.0	0.0	0.1
Interest rate risk by the currency involving the highest interest rate exposure			
128	(107)	(107)	149
(1)	162	162	(18)
(2)	4	4	0
14	8	8	14
(8)	0	0	(8)
0	0	0	0
0	(5)	(5)	0
1	1	1	1
2	1	1	2
134	64	64	140
27. HEDGING INTEREST RATE RISK			
The Nykredit Bank Group continuously hedges the interest rate risk of fixed-rate assets and liabilities using derivative financial instruments etc. This enables the Group to manage the level of its aggregate interest rate sensitivity taking into consideration the expected interest rate development			
According to the accounting provisions, loans, advances and deposits must generally be measured at amortised cost, while derivative financial instruments are measured at fair value. To obtain accounting symmetry between hedging and hedged transactions, adjustment of the carrying amounts of the financial assets and liabilities that form part of the effective hedge accounting has been allowed. The fair value adjustment exclusively concerns the hedged part (the interest rate exposure).			
HEDGED FIXED-RATE ASSETS			
2,685	2,418	2,418	2,685
2,685	2,418	2,418	2,685
Market value of hedged fixed-rate assets			
2,687	2,491	2,491	2,687
2,687	2,491	2,491	2,687
Fair value adjustment			
22	73	73	22
22	73	73	22
HEDGING DERIVATIVE FINANCIAL INSTRUMENTS			
2,508	2,934	2,934	2,508
(19)	(75)	(75)	(19)
FAIR VALUE ADJUSTMENT DIFFERENCE			
3	(2)	(2)	3
Hedged and hedging financial instruments have been fair value adjusted through profit or loss.			

Notes

DKK million

28. GROUP STRUCTURE										
Name and registered office	Revenue *	Assets	Liabilities	Share capital 31.03.09	Equity 31.12.08	Ownership interest, % 31.03.09	Profit (loss) for the period	Nykredit Bank's share of profit (loss) for the period	Equity 31.03.09	Carrying amount
Nykredit Bank A/S (Parent Company) a)	638	204,972	197,749	2,575	7,104	-	119	-	7,223	-
Consolidated subsidiaries										
Nykredit Portefølje Administration A/S, Copenhagen f)	23	141	34	25	103	100	4	4	107	107
Pantebrevsselskabet af 8/8 1995 A/S, Copenhagen d)	0	28	0	5	28	100	0	0	28	28
Nykredit Pantebrevsinvestering A/S, Copenhagen b)	0	11	0	5	11	100	0	0	11	11
Nykredit Sirius Ltd., Cayman Islands e)	(7)	110	40	111	78	100	(8)	(8)	70	70
Nykredit Finance plc, Plymouth d)	0	23	2	21	21	100	0	0	21	21
Nykredit Leasing A/S (formerly LeasIT A/S), Gladsaxe c) ¹ (group figures)	11	2,521	2,406	21	126	100	(9)	(9)	115	115
Associates subject to proportionate consolidation										
Dansk Pantebrevsbørs A/S, Copenhagen b) ²	(13)	218	318	5	(65)	50	(34)	(17)	(100)	0
* For companies preparing financial statements in accordance with the Danish Financial Business Act, revenue is defined as: net interest and fee income, value adjustments and other operating income.										
¹ From 1 October 2007, Nykredit Bank's ownership interest increased from 22.65% to 100%, and LeasIT A/S subsequently merged with Nykredit Leasing A/S in 2008 with LeasIT A/S as the surviving company. After the merger, the company continued under the name of Nykredit Leasing A/S.										
² Subject to proportionate consolidation based on shareholders' agreements entitling the Bank to appoint a director.										
Pantebrevsselskabet af 8/8 1995 A/S and Nykredit Pantebrevsinvestering have been completely or partly without activity in 2009.										
a) Bank										
b) Mortgage trading company										
c) Leasing company										
d) No activity										
e) Finance institution										
f) Investment management company. Nykredit Portefølje Administration was previously a subsidiary of Nykredit Portefølje Bank										

The Nykredit Bank Group – five quarters

DKK million

	Q1/2009	Q4/2008	Q3/2008	Q2/2008	Q1/2008
SUMMARY INCOME STATEMENT					
Net interest income	531	459	344	336	319
Dividends, fees and commission income (net)	119	69	68	85	68
Net interest and fee income	650	528	412	421	387
Value adjustments	0	(21)	(69)	19	(20)
Net interest, fees and value adjustments	650	507	343	440	367
Other operating income	9	7	6	9	6
Staff and administrative expenses	315	308	291	275	244
Other operating expenses, depreciation and amortisation	93	93	3	1	2
Impairment losses on loans, advances and receivables	86	658	20	83	2
Profit (loss) before tax	165	(545)	35	90	125
Tax	46	117	8	24	31
Profit (loss)	119	(428)	27	66	94
SUMMARY BALANCE SHEET, END OF PERIOD					
Assets					
Cash balance and receivables from central banks and credit institutions	29,139	32,395	16,542	15,326	22,327
Loans, advances and other receivables at fair value	25,679	24,490	13,444	11,515	8,171
Loans, advances and other receivables at amortised cost	47,485	50,897	50,449	49,039	43,538
Bonds at fair value	68,580	53,377	47,650	52,253	59,662
Equities	202	184	265	254	290
Land and buildings	70	70	70	71	82
Other asset items	34,256	32,387	18,330	19,567	13,460
Total assets	205,411	193,800	146,750	148,025	147,530
Liabilities and equity					
Payables to credit institutions and central banks	73,401	85,850	69,680	75,760	84,330
Deposits and other payables	44,207	46,536	34,126	32,595	31,700
Issued bonds	39,184	17,330	10,357	6,802	4,541
Other non-derivative financial liabilities at fair value	4,728	3,641	6,773	6,932	7,041
Other payables	34,189	30,881	17,090	17,279	11,323
Total payables	195,709	184,238	138,026	139,368	138,935
Provisions	79	58	42	2	2
Subordinate loan capital	2,400	2,400	2,400	2,400	2,400
Equity	7,223	7,104	6,282	6,255	6,193
Total liabilities and equity	205,411	193,800	146,750	148,025	147,530
OFF-BALANCE SHEET ITEMS					
Contingent liabilities	10,080	10,354	9,887	12,513	11,277
Other commitments	8,570	8,163	8,059	8,761	8,365
FINANCIAL RATIOS					
Capital adequacy ratio, %	11.6	10.2	10.3	9.3	9.8
Core capital ratio, %	8.7	7.7	7.6	6.9	7.2
Return on equity before tax (pa), %	9.2	(32.6)	2.2	5.8	8.1
Return on equity after tax (pa), %	6.6	(25.6)	1.7	4.2	6.1
Income:cost ratio, DKK	1.33	0.48	1.11	1.25	1.50
Interest rate exposure, %	0.9	(0.3)	1.2	1.3	2.4

Q2 and Q3/2008 figures have been adjusted, cf the Bank's stock exchange announcement of 23 January 2009.