

To NASDAQ OMX Copenhagen A/S
and the press

8 November 2012

NYKREDIT BANK A/S – a subsidiary of Nykredit Realkredit A/S consolidated in the Nykredit Group's Financial Statements

Q1-Q3 INTERIM REPORT – THE NYKREDIT BANK GROUP 1 JANUARY – 30 SEPTEMBER 2012

- Profit before tax was DKK 337m against DKK 748m in Q1-Q3/2011
- Core income from business operations was unchanged at DKK 2,569m compared with Q1-Q3/2011
- Value adjustment of derivatives came to a charge of DKK 514m against a charge of DKK 345m in Q1-Q3/2011
- Operating costs went up by DKK 73m to DKK 1,374m owing in part to the establishment of a branch in Stockholm and costs for IT operations and development, including a new banking platform
- Impairment losses on loans and advances were DKK 415m, equal to 0.4%, in Q1-Q3/2012
- Payment to the Danish Guarantee Fund for Depositors and Investors amounted to DKK 18m against DKK 100m in Q1-Q3/2011
- The investment portfolio generated income of DKK 35m against a loss of DKK 111m in Q1-Q3/2011
- Costs as a percentage of core income from business operations totalled 54.2% against 53.7% in Q1-Q3/2011
- Profit before tax generated a return on equity of 3.1% pa against 7.1% pa for Q1-Q3/2011
- The Bank has no exposures to sovereign debt issued by GIIISP countries.

Fitch Ratings has assigned an issuer rating of A/F1 to Nykredit Bank.

LIQUIDITY

- Excess cover relative to statutory liquidity requirements was 186% against 176% at end-2011.

CAPITAL

- The total capital ratio and the Tier 1 capital ratio both came to 20.4%
- The core Tier 1 capital ratio was 20.1%.

INFORMATION ABOUT THE NYKREDIT BANK GROUP

The Q1-Q3 Interim Reports 2012 of the Nykredit Bank Group and the Nykredit Group and further information about Nykredit are available at nykredit.com.

Contacts

Karsten Knudsen, Chairman – tel +45 44 55 19 04
Bjørn Mortensen, Managing Director – tel +45 44 55 18 95

Nykredit Bank A/S
Kalvebod Brygge 1-3
DK-1780 Copenhagen V
Tel +45 44 55 18 00

FINANCIAL HIGHLIGHTS – THE NYKREDIT BANK GROUP

DKK million	Q1-Q3/2012	Q1-Q3/2011	FY 2011
CORE EARNINGS AND RESULTS FOR THE PERIOD			
Core income from			
- business operations	2,569	2,610	3,506
- value adjustment of derivatives and corporate bonds	(514)	(345)	(632)
- securities	54	133	175
Total	2,109	2,398	3,049
Operating costs and depreciation of equipment	1,374	1,301	1,814
Payment to the Guarantee Fund for Depositors and Investors	18	100	100
Core earnings before impairment losses	717	997	1,135
Impairment losses on loans and advances and provisions for guarantees	415	138	388
Core earnings after impairment losses	302	859	747
Investment portfolio income	35	(111)	(154)
Profit before tax	337	748	593
Tax	82	191	160
Profit for the period	255	557	433
SUMMARY BALANCE SHEET, END OF PERIOD			
Assets			
Cash balance and receivables from central banks and credit institutions	33,000	21,471	50,244
Loans, advances and other receivables at fair value	34,470	14,398	22,007
Loans, advances and other receivables at amortised cost	54,094	55,782	55,901
Bonds at fair value and equities	77,702	68,655	61,063
Other asset items	56,593	42,439	43,153
Total assets	255,859	202,745	232,368
Liabilities and equity			
Payables to credit institutions and central banks	65,018	45,633	63,093
Deposits and other payables	53,684	53,659	57,551
Issued bonds at amortised cost	31,278	27,207	26,137
Other non-derivative financial liabilities at fair value	33,112	18,590	27,308
Other payables	57,850	42,419	43,594
Provisions	210	261	233
Subordinated debt	250	650	250
Equity	14,457	14,326	14,202
Total liabilities and equity	255,859	202,745	232,368
OFF-BALANCE SHEET ITEMS			
Contingent liabilities	11,552	10,555	10,142
Other commitments	7,740	7,050	6,842
FINANCIAL RATIOS			
Profit for the period as % of average equity, pa	2.4	5.3	3.1
Profit before tax for the period as % of average equity, pa	3.1	7.1	4.2
Core earnings before impairment losses as % of average equity pa	6.7	9.5	8.1
Core earnings after impairment losses as % of average equity, pa	2.8	8.2	5.3
Costs excl impairment losses as % of core income from business operations	54.2	53.7	54.6
Provisions for loan impairment, DKKm	4,328	5,137	4,294
Impairment losses for the period, %	0.4	0.2	0.4
Total capital ratio, %	20.4	18.0	19.3
Tier 1 capital ratio, %	20.4	17.2	19.3
Core Tier 1 capital ratio, %	20.1	16.9	19.0
Average number of full-time staff	825	805	817

THE NYKREDIT BANK GROUP

NYKREDIT BANK GROUP RESULTS

The Group delivered a profit before tax of DKK 337m against DKK 748m in Q1-Q3/2011.

As in the previous interim reports, the financial statements for Q1-Q3/2012 were affected by fairly subdued loan demand and low interest rate levels. The declining interest rate levels translated into higher market values of the Bank's securities and derivatives in the Q1-Q3 financial statements, but also increased credit exposure to customers with interest rate swaps. The loan impairment level remained relatively low in Q1-Q3.

Core income from business operations fell by DKK 41m or 2% compared with Q1-Q3/2011. Overall, core income from Retail, Nykredit Markets and Nykredit Asset Management rose, but core income from Corporate & Institutional Banking and Group Items decreased.

Due to interest rate falls in the period, the market value of interest rate swaps increased, resulting in higher credit risk in relation to customers that have entered into swap agreements with the Bank in order to hedge the interest rate risk of their variable-rate mortgage loans. As a consequence, special market value adjustment of derivatives came to a charge of DKK 514m compared with a charge of DKK 345m in Q1-Q3/2011.

Impairment losses on loans and advances were DKK 415m against DKK 138m in Q1-Q3/2011, equal to 0.4%. The higher impairment losses were notably attributable to commercial customers of the business area Retail, whereas the other business units incurred fewer impairment losses in 2012 in part due to reversal of impairment provisions previously made.

Core earnings

Core income from business operations

Core income dropped by a total of DKK 41m to DKK 2,569m, to which Retail contributed a rise of DKK 78m, whereas Wholesale fell by DKK 39m compared with Q1-Q3/2011. The decline in Wholesale core income was mainly driven by Corporate & Institutional Banking, while Nykredit Markets and Nykredit Asset Management were just above the 2011 level.

Group Items fell by DKK 80m compared with Q1-Q3/2011.

Core earnings were in part affected by the development in deposits and lending. As in the preceding quarters, lending activity was characterised by relatively subdued levels, and lending at amortised cost amounted to DKK 54.1bn, down DKK 1.8bn on 31 December 2011. This decrease was largely attributable to Retail, while Corporate & Institutional Banking was broadly unchanged.

Deposits at amortised cost declined to DKK 53.7bn from DKK 57.6bn at end-2011. The reduction of DKK 3.9m mainly related to Wholesale.

Value adjustment of derivatives and corporate bonds

Value adjustments totalled a charge of DKK 514m in Q1-Q3/2012, of which interest rate swaps accounted for a charge of DKK 534m due to increased credit risk and corporate bonds for a credit of DKK 20m.

The Bank's interest rate risk on interest rate swaps is widely hedged. Rising interest rates will mitigate credit risk, resulting in a lower value adjustment. Conversely, additional interest rate falls will result in a higher credit risk.

Core income from securities

Core income from securities fell from DKK 133m in Q1-Q3/2011 to DKK 54m in Q1-Q3/2012. This development was a net effect of increased capital and a change in the risk-free interest rate, which dropped from about 1.3% in Q1-Q3/2011 to about 0.5% in Q1-Q3/2012. The risk-free interest rate equals the Danish central bank's lending rate.

Operating expenses, depreciation and amortisation

Staff and administrative expenses rose by DKK 73m, or 5.7%, to DKK 1,363m.

Payroll costs accounted for a rise of DKK 66m, while other administrative expenses went up by DKK 7m owing in part to IT operations and development, including the establishment of a new banking platform. This should also be seen in the context of an income of DKK 15m recorded in 2011 as a result of readjustment of VAT and payroll tax.

The development in wages and salaries was particularly driven by the recruitment of staff for the Stockholm branch and provisions for variable remuneration. Expenses for general payroll costs rose by a total of 3.1%. The average staff number increased from 805 in Q1-Q3/2011 to 825, which reflected the recruitment of staff in Stockholm together with a general staff increase throughout 2011. However, compared with end-2011 when staff totalled 836, Q1-Q3 actually saw a minor reduction.

Guarantee Fund for Depositors and Investors

In Q1-Q3/2012, the Bank paid DKK 18m to the Guarantee Fund for Depositors and Investors compared with DKK 100m in Q1-Q3/2011, which was a special payment relating to distressed banks. The charge in 2012 comprised an adjustment of expenses relating to distressed banks in 2011 as well as an ordinary payment.

Impairment losses and provisions

Impairment losses on loans and advances for the period were DKK 415m against DKK 138m in Q1-Q3/2011.

The charge in Q1-Q3/2012 was attributable to Retail, totalling DKK 453m compared with DKK 124m in Q1-Q3/2011. This notably resulted from higher impairment losses on small and medium-sized enterprises (SMEs). Conversely, impairment losses related to Wholesale were a credit of DKK 36m compared with a charge of DKK 4m in Q1-Q3/2011.

Investment portfolio income

Investment portfolio income was DKK 35m in Q1-Q3/2012 compared with a loss of DKK 111m in Q1-Q3/2011 when the item was significantly impacted by negative value adjustment of the Bank's portfolio of Kalvebod issues.

In Q1-Q3/2012, investment portfolio income included commission to Nykredit Holding for a special guarantee provided to strengthen the Bank's total capital ratio and Tier 1 capital ratio.

Investment portfolio income is the excess income in addition to risk-free interest obtained from the portfolios not allocated to the business areas. The return on financial instruments in the business areas is recognised in their core income.

Tax

Tax for the period has been estimated at DKK 82m, corresponding to 24.3% of profit before tax for the period.

Q3/2012 results

Profit before tax for Q3/2012 was DKK 35m against DKK 150m in Q2/2012 and DKK 152m in Q1/2012.

Core earnings before impairment losses came to DKK 206m in Q3/2012 against DKK 286m in Q2/2012 and DKK 225m in Q1/2012.

The development from Q2/2012 to Q3/2012 primarily resulted from a decrease in core income from business operations of DKK 240m (24%) to DKK 745m relating mainly to lower income from Retail and Nykredit Markets.

By contrast, value adjustment of derivatives decreased considerably to a charge of DKK 76m in Q3/2012 from a charge of DKK 268m in Q2/2012.

Other expenses were largely on a level with both Q1/2012 and Q2/2012, while impairment losses on loans and advances saw a mod-

erate rise from DKK 155m in Q2/2012 to DKK 167m in Q3/2012.

This development in total results reflected ordinary periodic fluctuations.

The Nykredit Bank Group**Results before tax for 1 January – 30 September by business area**

	Retail		Wholesale		Group Items		Total	
DKK million	2012	2011	2012	2011	2012	2011	2012	2011
Core income from:								
customer activity, gross	914	888	1,713	1,700	(58)	22	2,569	2,610
remuneration for distribution	546	494	(546)	(494)			0	0
Core income from business operations	1,460	1,382	1,167	1,206	(58)	22	2,569	2,610
Value adjustment of derivatives and corporate bonds	(479)	(188)	(35)	(157)			(514)	(345)
Core income from securities					54	133	54	133
Total core income	981	1,194	1,132	1,049	(4)	155	2,109	2,398
Operating costs	620	634	564	470	190	197	1,374	1,301
Payment to the Guarantee Fund for Depositors and Investors	9		2		7	100	18	100
Core earnings before impairment losses	352	560	566	579	(201)	(142)	717	997
Impairment losses on loans and advances	453	124	(36)	4	(2)	10	415	138
Core earnings after impairment losses	(101)	436	602	575	(199)	(152)	302	859
Investment portfolio income					35	(111)	35	(111)
Profit (loss) before tax for the period	(101)	436	602	575	(164)	(263)	337	748
Costs/core income from business operations, %	43.1	45.9	48.5	39.0	-	-	54.2	53.7

OUTLOOK FOR 2012

The Bank expects Q4 to be mainly on a level with the previous quarters. We expect a profit for the full year in line with 2011, but due to the uncertainty in financial markets, this forecast is subject to relatively high uncertainty.

BUSINESS AREAS

Due to organisational changes within Nykredit, the presentation of the Bank's business areas has been changed in 2012 and now comprises:

- Retail, which comprises personal customers as well as SMEs
- Wholesale, which comprises the business units Corporate & Institutional Banking, Nykredit Markets and Nykredit Asset Management
- Group Items, which comprises the Bank's Treasury area and other income and costs not allocated to the business areas, including core income from securities and investment portfolio income.

Gross income from customer trades is recognised in the product supplier units (Nykredit Markets and Nykredit Asset Management). Income is subsequently allocated 100% to the customer areas which have handled the respective sales and distribution tasks. Correspondingly, the costs of the product supplier units are allocated to the customer areas.

The change does not affect overall results or equity. The previous presentation form and any related comparative figures have been restated to reflect the reorganisation.

Retail

The business area comprises banking for personal customers and SMEs.

Retail posted a loss before tax of DKK 101m compared with a profit of DKK 436m in Q1-Q3/2011.

Core income from business operations developed favourably from DKK 1,382m in Q1-Q3/2011 to DKK 1,460m in Q1-Q3/2012.

By contrast, value adjustment of derivatives came to a charge of DKK 479m in Q1-Q3/2012 compared with a charge of DKK 188m in Q1-Q3/2011.

Operating costs reduced slightly by DKK 14m to DKK 620m.

Wholesale – income

DKK million	Q1-Q3/ 2012	Q1-Q3/ 2011
Customer activity, gross		
Nykredit Markets	731	628
Nykredit Asset Management	575	539
Corporate & Institutional Banking	407	533
Total	1,713	1,700
Remuneration for distribution		
Nykredit Markets	(308)	(234)
Nykredit Asset Management	(330)	(302)
Corporate & Institutional Banking	92	42
Total	(546)	(494)
Core income		
Nykredit Markets	423	394
Nykredit Asset Management	245	237
Corporate & Institutional Banking	499	575
Total	1,167	1,206

Impairment losses on loans and advances were DKK 453m in Q1-Q3/2012 against DKK 124m in Q1-Q3/2011. The charge in 2012 was chiefly attributable to individual impairment provisions for lending to SMEs.

Impairment losses were about 2% for SMEs and 0.5% for personal customers.

Costs as a percentage of core income from business operations totalled 43.1% against 45.9% in Q1-Q3/2011.

The subsidiary Nykredit Leasing contributed a profit of DKK 13.8m to the business area's results against a profit of DKK 5.8m in Q1-Q3/2011.

Lending and deposits

The business area's lending decreased by DKK 1.7bn to DKK 27.4bn, while deposits rose by DKK 1.5bn from DKK 35.0bn to DKK 36.5bn compared with end-2011.

The level in Q1-Q3/2012 reflected continued modest demand for finance in general.

Wholesale

Wholesale comprises banking activities with the Bank's corporate and institutional clients, including non-profit housing customers, Nykredit Markets and Nykredit Asset Management activities and Other Activities, including a special loan portfolio of terminated exposures.

The business area recorded a profit before tax of DKK 602m. This represented a DKK 27m increase on Q1-Q3/2011 when profit was DKK 575m.

Core income from business operations fell from DKK 1,206m to DKK 1,167m in Q1-Q3/2012, down DKK 39m compared with Q1-Q3/2011. Generally, core income from Nykredit Markets and Nykredit Asset Management rose compared with the corresponding period in 2011, whereas Corporate & Institutional Banking core income was at a lower level in part owing to a loss of about DKK 50m on an equity portfolio relating to terminated exposures.

The area's gross income from customer activity totalled DKK 1,713m excluding value adjustment of derivatives compared with DKK 1,700m in Q1-Q3/2011.

Nykredit Markets posted gross income of DKK 731m, up DKK 103m on Q1-Q3/2011, and Nykredit Asset Management recorded growth of DKK 36m in gross income from customer activities, which totalled DKK 575m.

Nykredit Markets also recorded higher gross income, underpinned by growth in the customer base together with an increased level of activity in a market affected by fundamental uncertainty, high volatility and the European debt crisis, which was reflected in historically low interest rates below German levels. The market conditions led an increasing number of investors to place their investments in safe countries, including Denmark, which had a positive effect on earnings.

Likewise, the business unit Nykredit Asset Management recorded a positive earnings trend. Assets under management amounted to DKK 119bn compared with DKK 101bn at end-2011, which represented a rise of DKK 18bn. Assets under administration came to DKK 487bn, corresponding to a rise of DKK 152bn relative to DKK 335bn at end-2011.

The subsidiary Nykredit Portefølje Administration, which is part of Nykredit Asset Management, posted a profit before tax of DKK 69m against DKK 28m in Q1-Q3/2011. Nykredit Portefølje Administration won a number of large mandates, contributing to the rise in assets under administration in Q1-Q3/2012.

Operating costs were DKK 564m, up DKK 94m from Q1-Q3/2011.

Impairment losses on loans and advances were a credit of DKK 36m compared with a charge of DKK 4m in Q1-Q3/2011. The credit in Q1-Q3/2012 was notably an effect of reversals relating to the Wholesale area netting DKK 30m. Terminated exposures generated a charge of DKK 1m, whereas other business units contributed a credit of DKK 7m.

Impairment losses neared 0% in Q1-Q3/2012 against 0.7% for the full year 2011.

Costs as a percentage of core income from business operations totalled 48.5% against 39% in Q1-Q3/2011.

Lending and deposits

Lending decreased from DKK 24.1bn at end-2011 to DKK 23.8bn at 30 September 2012, of which the loan portfolio of terminated exposures accounted for an expected decline of DKK 0.7bn to DKK 1.7bn.

Deposits came to DKK 15.9bn against DKK 19.4bn at end-2011.

Group Items

Group Items includes the results of the Bank's Treasury area, core earnings and investment portfolio income from securities as well as other income and expenses not allocated to the business areas. Significant non-allocated costs include IT costs and a share of the payments to the Guarantee Fund for Depositors and Investors.

The business area recorded a loss of DKK 164m against a loss of DKK 263m in Q1-Q3/2011.

Treasury activities generated a loss of about DKK 90m in Q1-Q3/2012.

Core earnings and investment portfolio income from securities were DKK 89m compared with DKK 22m in Q1-Q3/2011 when income was affected by the Danish banking market turbulence, resulting in capital losses on subordinated debt instruments etc in Danish banks.

Non-allocated operating costs, excluding payments to the Guarantee Fund for Depositors and Investors, amounted to DKK 172m against DKK 168m in Q1-Q3/2011. These costs mainly resulted from non-allocated IT development costs.

In Q1-Q3/2011 Group Items was further impacted by a payment of DKK 100m to the Guarantee Fund for Depositors and Investors as a result of the Fund's expenses relating to distressed banks. For 2012 the payment amounted to about DKK 7m including adjustments relating to provisions made in previous years.

BALANCE SHEET, EQUITY AND CAPITAL ADEQUACY**Balance sheet**

Compared with end-2011, the balance sheet grew by DKK 23.5bn (10%) to DKK 255.9bn.

Balances with credit institutions and cash balances reduced by DKK 17.2bn to DKK 33.0bn, while loans and advances at fair value went up by DKK 12.5bn to DKK 34.5bn in part due to the increased repo activities of the Stockholm branch.

Loans and advances at amortised cost were DKK 54.1bn, which was somewhat below the end-2011 level of DKK 55.9bn. The level reflected that loan demand continued to be fairly subdued within both

Retail and Wholesale. Compared with Q1-Q3/2011, lending by Retail went down by about DKK 2.3bn, while Wholesale produced an increase of DKK 0.2bn.

The portfolio of bonds expanded from DKK 60.6bn at end-2011 to DKK 77.3bn. The size and development of the portfolio reflected the Bank's repo activities and trading positions, including the Stockholm activities, and the development in and placing of the Bank's liquidity, of which a substantial part is placed in securities. The portfolio mainly contains high-rated government and covered bonds.

Other assets totalled DKK 56.4bn against DKK 43.0bn at end-2011. At 30 September 2012, DKK 46.6bn was attributable to positive market values of derivatives compared with DKK 37.5bn at end-2011. The positive market values resulted from the Bank's customer activities in derivatives and own positions for hedging interest rate risk. These transactions were widely hedged and should be viewed in the context of "Other liabilities", which included negative market values in the amount of DKK 46.5bn.

The item Other assets also included interest and commission receivable.

Payables to credit institutions and central banks rose from DKK 63.1bn at end-2011 to DKK 65.0bn.

Deposits and other payables amounted to DKK 53.7bn, corresponding to a decline of DKK 3.9bn against DKK 57.6bn at end-2011. Compared with end-Q3/2011, deposits and other payables remained unchanged. Retail deposits grew by DKK 1.5bn compared with end-2011, while Wholesale deposits fell by DKK 3.5bn.

At 30 September 2012, the Bank's deposits and lending at amortised cost generally balanced. At 30 September the Bank had a minor deposit deficit of DKK 0.4bn, but the past quarters have generally seen a deposit surplus.

Issued bonds were up from DKK 26.1bn at end-2011 to DKK 31.3bn at 30 September 2012. The Bank's issues under the ECP and EMTN programmes obtained satisfactory pricing and interest rate levels.

Other non-derivative financial liabilities at fair value, which include deposits relating to repo transactions, came to DKK 33.1bn against DKK 27.3bn at end-2011.

Other liabilities totalled DKK 57.7bn against DKK 43.5bn at end-2011. The item mainly consisted of negative market value of financial instruments and interest and commission payable.

Equity

Equity stood at DKK 14.5bn at 30 September 2012. Compared with 31 December 2011, equity improved by DKK 255m, which equalled 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.

Capital base and capital adequacy

The Nykredit Bank Group's capital base stood at DKK 14.6bn at 30 September 2012 compared with DKK 14.3bn at end-2011.

**The Nykredit Bank Group
Lending and deposits**

DKK million	30.09.2012	31.12.2011	30.09.2011
Loans and advances	88,564	77,908	70,180
Retail	27,411	29,130	29,668
Personal	14,620	15,476	15,377
Commercial	12,791	13,654	14,291
Wholesale	23,788	24,105	23,548
Loans and advances at fair value (reverse lending)	34,470	22,007	14,398
Group Items and other lending	2,895	2,666	2,566
Deposits	65,839	73,415	65,926
Retail	36,494	35,013	34,075
Personal	20,626	18,758	19,173
Commercial	15,868	16,255	14,902
Wholesale	15,907	19,401	17,778
Deposits at fair value (repo)	12,155	15,864	12,267
Group Items and other deposits	1,283	3,137	1,806

**The Nykredit Bank Group
Equity**

DKK million	30.09.2012	31.12.2011	30.09.2011
Equity, beginning of period	14,202	13,769	13,769
Profit after tax for the period	255	433	557
Equity, end of period	14,457	14,202	14,326

**The Nykredit Bank Group
Capital base and capital adequacy**

DKK million	30.09.2012	31.12.2011	30.09.2011
Share capital	6,045	6,045	6,045
Retained earnings	8,412	8,157	8,281
Core Tier 1 capital	14,457	14,202	14,326
Primary and other statutory deductions from Tier 1 capital	111	193	139
Supplementary capital and hybrid capital	250	250	650
Other additions to and deductions from capital base	-	-	318
Capital base after statutory deductions	14,596	14,259	15,155
Weighted items	71,420	73,811	84,154
Total capital ratio, %	20.4	19.3	18.0
Tier 1 ratio, %	20.4	19.3	17.2
Core Tier 1 capital ratio, %	20.1	19.0	16.9
Internal capital adequacy requirement (ICAAP), %	10.2	10.2	10.2

At 30 September 2012, the capital requirement totalled DKK 5.7bn which was broadly unchanged from end-2011.

The total capital ratio was 20.4% compared with 19.3% at end-2011. The internal capital adequacy requirement (ICAAP) was unchanged at 10.2%.

Nykredit Bank has a target of maintaining a Tier 1 capital ratio of at least 12%. The Tier 1 capital ratio was 20.4% at 30 September 2012. The core Tier 1 capital ratio was 20.1%.

To underpin the Bank's rating, Nykredit Holding issued a loss guarantee at end-2011 for the part of the earnings impact of the Bank's impairment losses and provisions that exceeds 2% of loans, advances and guarantees during a financial year subject to a maximum of DKK 2bn for the term of the guarantee. The guarantee resulted in a reduction in the capital requirement for credit risk exposure of about DKK 1.5bn.

Weighted assets declined by DKK 2.4bn compared with end-2011 on account of a drop of DKK 5.2bn in items involving credit risk, a rise of DKK 0.7bn in items involving operational risk and a rise of DKK 2.1bn in items involving market risk.

ICAAP buffer

Nykredit Bank conducts a number of stress tests to determine its internal capital adequacy requirement. In light of the risk of cyclical fluctuations in impairment losses on unsecured bank loans and counterparty risk as well as in credit quality in general, the Bank has decided to set a minimum internal capital adequacy requirement of 10.2% of risk-weighted assets even if the model-based calculations indicate a lower ratio.

Ratings

Nykredit Bank is rated by Standard & Poor's and from 20 August 2012 by Fitch Ratings. Nykredit requested Moody's Investors Service to cease rating the Nykredit Group as from 13 April 2012.

Standard & Poor's did not change Nykredit Bank's ratings in 2012.

On 20 August 2012, Fitch Ratings announced that Nykredit Realkredit A/S and Nykredit Bank A/S had been assigned a long-term Issuer Default Rating (IDR) of A and a short-term IDR of F1, both on stable outlooks. Reference is made to Nykredit's press release dated 20 August 2012.

Nykredit Bank A/S

Ratings

	Fitch	Standard & Poor's
Short-term ratings	F1	A-1
Long-term ratings	A	A+

IMPAIRMENT LOSSES, LOANS AND ADVANCES

Earnings impact for the period

Impairment losses on loans and advances went up from DKK 138m in Q1-Q3/2011 to DKK 415m.

This increase was mainly attributable to Retail where impairment losses rose by DKK 329m to DKK 453m, of which commercial customers accounted for a rise of DKK 251m to DKK 349m, while personal customers accounted for a rise from DKK 78m to DKK 104m. Generally, the charge remained low, although it is trending upwards for especially SMEs.

Impairment losses on Wholesale exposures were a credit of DKK 36m against a charge of DKK 4m in Q1-Q3/2011. In Q1-Q3/2012, corporate customers accounted for a credit of DKK 30m, whereas the portfolio of terminated exposures accounted for a charge of DKK 1m. Other business units accounted for a credit of DKK 7m.

The total impairment charge came to DKK 415m, of which DKK 44m was a reversal of collective impairment provisions, whereas impairment losses on loans and advances together with provisions for guarantees accounted for a total charge of DKK 459m.

The charge amounted to 0.4% of total loans, advances and guarantees against 0.2% for Q1-Q3/2011. The charge for Retail was 1.2%, whereas the percentage was close to 0 for the other business areas.

The amended rules under the Danish Executive Order on the Presentation of Financial Statements issued by the Danish Financial Supervisory Authority (FSA) only had a negligible effect on the charge.

Provisions and earnings impact – the Nykredit Bank Group

DKK million	Retail		Wholesale		Group Items		Total	
	Q1-Q3/ 2012	Q1-Q3/ 2011	Q1-Q3/ 2012	Q1-Q3/ 2011	Q1-Q3/ 2012	Q1-Q3/ 2011	Q1-Q3/ 2012	Q1-Q3/ 2011
Impairment provisions, beginning of period	2,114	2,381	2,089	3,698	91	64	4,294	6,143
Impairment provisions and reversals for the period	100	(399)	(66)	(622)	0	15	34	(1,006)
Impairment provisions, end of period	2,214	1,982	2,023	3,076	91	79	4,328	5,137
Of which individual	2,001	1,800	1,973	2,872	91	79	4,065	4,751
Of which collective	213	182	50	204	0	0	263	386
Provisions for guarantees								
Provisions, beginning of period	62	332	52	265	0	147	114	745
Provisions, end of period	80	56	8	88	0	0	88	144
Total provisions	2,294	2,038	2,031	3,164	91	79	4,416	5,281
Earnings impact								
New impairment provisions and losses for the period, net	438	115	15	(37)	0	12	453	90
Received on claims previously written off	2	1	8	7	2	2	12	10
Total	436	114	7	(44)	(2)	10	441	80
Provisions for guarantees	17	10	(43)	48	0	0	(26)	58
Total earnings impact	453	124	(36)	4	(2)	10	415	138

Loans, advances and guarantees by sector at 30 September 2012 and 31 December 2011

DKK million	Loans, advances and guarantees		Provisions	
	30.09.2012	31.12.2011	30.09.2012	31.12.2011
Public sector	477	542	4	0
Agriculture, hunting, forestry and fishing	2,274	2,448	172	120
Manufacturing, mining and quarrying	6,941	5,652	85	105
Energy supply	525	1,306	10	33
Construction	1,817	1,687	295	254
Trade	2,483	2,472	255	287
Transport, accommodation and food service activities	1,822	2,308	112	90
Information and communication	955	964	89	65
Financial and insurance activities	40,979	28,656	879	935
Property	15,458	14,613	1,361	1,312
Other commercial	6,246	7,767	512	530
Total commercial	79,500	67,873	3,770	3,731
Personal	20,140	19,636	642	677
Total	100,117	88,051	4,416	4,408

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

Provisions at 30 September 2012

Compared with impairment provisions of DKK 4,294m at 31 December 2011, the period saw a minor rise of DKK 34m to DKK 4,328m at 30 September 2012.

All business areas showed fairly unchanged levels compared with end-2011. However, impairment provisions for SMEs rose somewhat.

Provisions for guarantees fell by DKK 26m to DKK 88m. The decline was in part attributable to reversals concerning a portfolio of terminated exposures relating to corporate customers of the former Forstædernes Bank.

The carrying amount of loans and advances to these customers totalled DKK 1.7bn at 30 September 2012 against DKK 2.3bn at end-2011. The exposures continue to be terminated in line with expectations.

Provisions totalled 4.2% relative to total loans, advances and guarantees against 4.8% at end-2011.

Loans, advances and guarantees by sector

Loans, advances and guarantees were DKK 100.1bn at 30 September 2012 against DKK 88.1bn at end-2011.

The upturn of DKK 12bn compared with end-2011 mainly stemmed from higher reverse lending, which rose by DKK 12.5bn to DKK 34.5bn in part due to activities in the Stockholm branch.

Apart from this, the individual sectors displayed no significant fluctuations compared with end-2011. The same applied to the related impairment provisions.

The financial and insurance sector still accounted for the largest exposure of DKK 41.0bn against DKK 28.7bn at end-2011. The increase mainly resulted from reverse lending as a considerable part of lending to this sector is generally granted against bonds as collateral.

Of total loans, advances and guarantees, the financial and insurance sector accounted for 40.9% (end-2011: 32.5%), the property sector 15.4% (end-2011: 16.6%) and personal customers 20.1% (end-2011: 22.3%).

Pursuant to the supervisory diamond model of the Danish FSA, the Bank's lending growth was 13.7%. According to the Danish FSA's indicative limit, growth of 20% or more may imply higher risk-taking. Exclusive of reverse lending, the growth rate was negative at 3.3%.

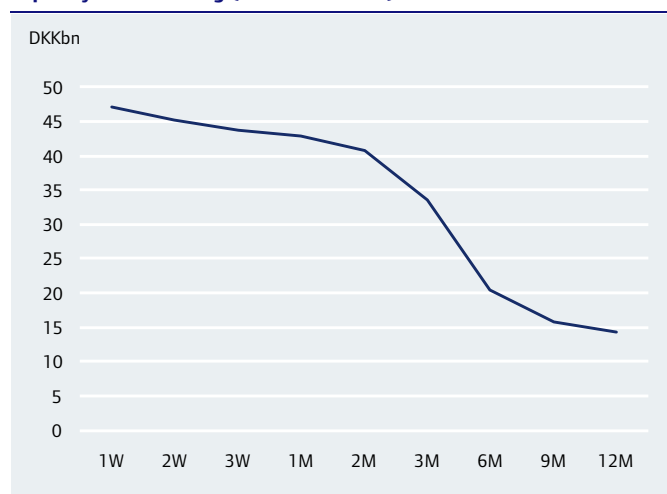
Lending to the property and construction sectors saw a total rise from DKK 16.3bn at end-2011 to DKK 17.3bn. Of total lending at 30 September 2012, DKK 13.9bn derived from the rental property sector (end-2011: DKK 13.0bn). At 30 September 2012, impairment provisions for lending to the property sector totalled DKK 1.7bn or 8.7% of total lending to the property sector, which was equivalent to the level at end-2011.

Pursuant to the supervisory diamond model, the Bank's property sector exposure was 15.6%. The Danish FSA's indicative limit is 25%.

LIQUIDITY AND FINANCIAL RISK

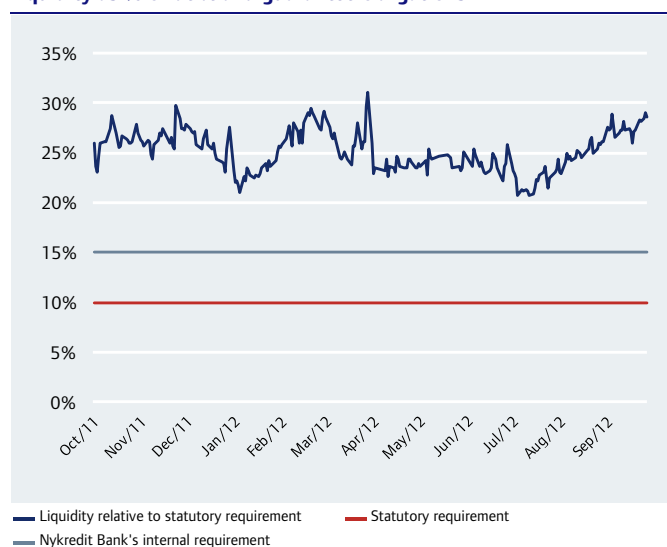
Nykredit Bank A/S

Liquidity stress testing (market scenario)



Nykredit Bank A/S

Liquidity as % of debt and guarantee obligations



The graph shows Nykredit Bank's liquidity as % of total debt and guarantee obligations after statutory deductions, cf s 152 of the Danish Financial Business Act.

Liquidity

Liquidity risk reflects the risk of loss as a result of insufficient liquidity to cover current payment obligations.

Nykredit Bank monitors its balance sheet and liquidity on a day-to-day basis as part of its liquidity risk management. The management of the Bank's structural liquidity risk is based on an internal model relating to the liquidity of assets and liabilities.

Securities in the trading book not serving as collateral constitute a short-term liquidity buffer that may be applied in the case of unforeseen drains on the Bank's liquidity. These securities consist mainly of liquid Danish and European government and covered bonds eligible as collateral with the Danish central bank or other European central banks.

Stress testing is performed on a continuous basis using bank-specific, sector-specific and combination scenarios as prescribed by the Danish Executive Order on the governance and management of banks.

According to a stress test of the Bank's liquidity based on scenarios involving no access to funding markets, the Bank has positive liquidity for more than 12 months.

According to the Danish Financial Business Act, a bank's liquidity must be at least 10% of total reduced debt and guarantee obligations. Nykredit Bank operates with an internal excess liquidity cover of minimum 50% relative to the statutory requirement.

At 30 September 2012, the excess cover was 186% against 185% at 30 September 2011, corresponding to a liquidity buffer of DKK 48.3bn compared with DKK 37.9bn at 30 September 2011. In Q1-Q3/2012, the liquidity buffer averaged DKK 34.9bn compared with an average of DKK 31.2bn in Q1-Q3/2011.

The Bank's long-term funding activities progressed according to plan, with EMTN issues totalling DKK 20.8bn at 30 September 2012, of which issuance in Q1-Q3/2012 amounted to DKK 8.9bn.

Further, the Bank continued its current refinancing of short-term ECP issues of DKK 10.7bn-14.7bn. At 30 September 2012 short-term ECP issues totalled DKK 11.2bn.

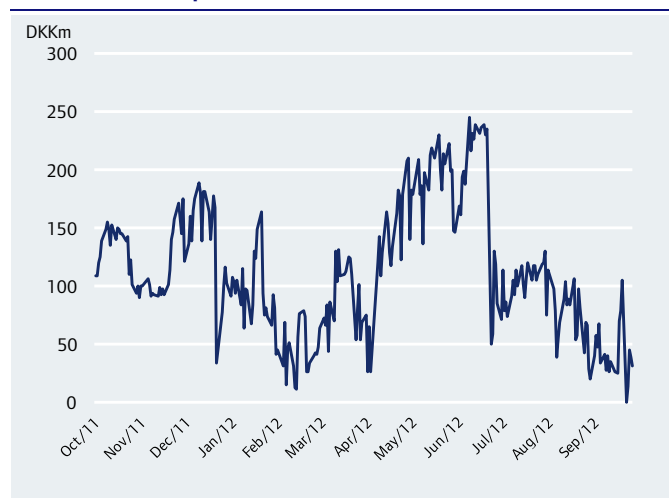
The aggregate amount issued under the ECP and EMTN programmes was thus DKK 32.0bn at 30 September 2012 against DKK 27.5bn at 30 September 2011 and DKK 26.8bn at end-2011.

In line with general market trends, the Bank's EMTN funding costs rose noticeably, but the Bank's new issues continue to attract positive interest from investors.

The Danish central bank introduced new liquidity measures for banks in 2011 by expanding the collateral base to include credit claims of good quality. The Bank is positive towards this initiative, but has no plans to make use of the facility given the Bank's liquidity position.

The Nykredit Bank Group**Risk key figures**

DKK million	Q1-Q3/2012	Q1-Q3/2011	2011
Value-at-Risk			
End of period	26	22	29
Average	28	21	22
Interest rate risk			
End of period	30	120	103
Foreign exchange position			
EUR	0	(2)	73
Excl EUR and DKK	14	10	17

Nykredit Bank A/S**Net interest rate exposure****Nykredit Bank A/S****Value-at-Risk (incl equities)****Financial risk**

Value-at-Risk came to DKK 26m at 30 September 2012 against DKK 22m at 30 September 2011. Value-at-Risk averaged DKK 28m in Q1-Q3/2012 against DKK 21m in Q1-Q3/2011.

The rise in this risk measure, in both end-of-period and average terms, was mainly due to the Bank's customer trading activities and market making in Swedish securities via the Stockholm branch.

The interest rate exposure amounted to DKK 30m at 30 September 2012 against DKK 120m at 30 September 2011. This development was also affected by activities in Sweden but did not differ significantly from the level usually associated with the Bank's activities.

The Bank's foreign exchange position in EUR was DKK 0.1m at 30 September 2012 against a negative amount of DKK 2m at 30 September 2011. Its foreign exchange position in currencies other than EUR and DKK totalled DKK 14m at 30 September 2012 against DKK 10m at 30 September 2011.

OTHER

The Danish tax authorities have proposed that the taxable income declared for 2008 be changed. The change relates to a tax deduction for impairment losses made by Forstædernes Bank, which was merged with Nykredit Bank in 2010. Reference is made to note 24 "Contingent liabilities".

EVENTS OCCURRED AFTER 30 SEPTEMBER 2012

No significant events have occurred in the period up to the presentation of the Q1-Q3 Interim Report 2012.

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 light of the financial turmoil are priced in markets characterised by low turnover and other provisions the determination of which involves a number of estimates.

Uncertainty as to recognition and measurement is described in detail in the Bank's accounting policies (note 1 of the Annual Report 2011), to which reference is made.

MANAGEMENT STATEMENT

STATEMENT BY THE BOARD OF DIRECTORS AND THE EXECUTIVE BOARD ON THE INTERIM REPORT

The Board of Directors and the Executive Board have today reviewed and approved the Interim Report for 1 January – 30 September 2012 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 Interim Financial Statements of the Parent Company, Nykredit Bank A/S, have been prepared in accordance with the Danish Financial Business Act and the Danish Executive Order on Financial Reports for Credit Institutions and Investment Firms, etc.

Further, the Interim Report for 1 January – 30 September 2012 has been prepared in accordance with additional Danish disclosure requirements for interim reports of issuers of listed bonds.

Copenhagen, 8 November 2012

Executive Board

Bjørn Mortensen

Georg Andersen

Lars Bo Bertram

We are of the opinion that the Interim Financial Statements give a fair presentation of the Group's and the Parent Company's assets, liabilities, equity and financial position at 30 September 2012 and of the results of the Group's and the Parent Company's operations as well as the Group's cash flows for the financial period 1 January – 30 September 2012.

In our opinion, the Management's Review provides a fair review of the matters dealt with and describes the material risk and uncertainty factors which may affect the Group and the Parent Company.

The Interim Report has not been audited or reviewed.

Board of Directors

Karsten Knudsen, Chairman

Søren Holm, Deputy Chairman

Henrik K. Asmussen, staff-elected

Olav Brusen Barsøe, staff-elected

Kim Duus

Allan Kristiansen, staff-elected

Per Ladegaard

Bente Overgaard

Income statements for 1 January – 30 September

DKK million

Nykredit Bank A/S				The Nykredit Bank Group	
Q1-Q3/2011	Q1-Q3/2012		note	Q1-Q3/2012	Q1-Q3/2011
3,165	2,998	Interest income	3	3,057	3,217
1,293	1,366	Interest expenses	4	1,351	1,287
1,872	1,632	NET INTEREST INCOME		1,706	1,930
3	3	Dividend on equities		3	3
766	849	Fee and commission income		983	916
342	525	Fee and commission expenses		538	400
2,299	1,959	NET INTEREST AND FEE INCOME		2,154	2,449
(183)	(32)	Value adjustments	5	(34)	(184)
7	1	Other operating income		24	22
1,186	1,257	Staff and administrative expenses	6	1,363	1,290
3	5	Depreciation, amortisation and impairment losses for property, plant and equipment as well as intangible assets	5	6	3
102	18	Other operating expenses		23	108
114	394	Impairment losses on loans, advances and receivables	7	415	138
23	62	Profit from investments in associates and group enterprises	8	-	-
741	316	PROFIT BEFORE TAX		337	748
184	61	Tax	9	82	191
557	255	PROFIT FOR THE PERIOD		255	557
STATEMENTS OF COMPREHENSIVE INCOME					
557	255	PROFIT FOR THE PERIOD		255	557
-	-	Other additions and disposals		-	-
-	-	OTHER COMPREHENSIVE INCOME		-	-
557	255	COMPREHENSIVE INCOME FOR THE PERIOD		255	557

Balance sheets at 30 September

DKK million

Nykredit Bank A/S				The Nykredit Bank Group	
31.12.2011	30.09.2012		note	30.09.2012	31.12.2011
ASSETS					
2,544	2,558	Cash balance and demand deposits with central banks		2,558	2,544
47,700	30,442	Receivables from credit institutions and central banks	10	30,442	47,700
22,007	34,470	Loans, advances and other receivables at fair value	11	34,470	22,007
55,606	53,782	Loans, advances and other receivables at amortised cost	12	54,094	55,901
60,501	77,131	Bonds at fair value	13	77,328	60,648
414	373	Equities	14	374	415
354	416	Investments in group enterprises		-	-
27	23	Intangible assets		23	27
18	25	Other property, plant and equipment		26	19
115	123	Deferred tax assets		68	61
55	53	Assets in temporary possession	15	53	55
42,963	56,355	Other assets	16	56,390	42,972
12	26	Prepayments		33	19
232,316	255,777	TOTAL ASSETS		255,859	232,368

Balance sheets at 30 September

DKK million

Nykredit Bank A/S				The Nykredit Bank Group	
31.12.2011	30.09.2012		note	30.09.2012	31.12.2011
LIABILITIES AND EQUITY					
63,093	65,017	Payables to credit institutions and central banks	17	65,018	63,093
57,660	53,763	Deposits and other payables	18	53,684	57,551
26,137	31,278	Issued bonds at amortised cost	19	31,278	26,137
27,308	33,112	Other non-derivative financial liabilities at fair value	20	33,112	27,308
77	144	Current tax liabilities		159	70
22	3	Liabilities temporarily assumed		3	22
43,333	57,541	Other liabilities	21	57,685	43,497
1	2	Deferred income		3	5
217,631	240,860	TOTAL PAYABLES		240,942	217,683
Provisions					
114	88	Provisions for losses under guarantees	22	88	114
119	122	Other provisions	22	122	119
233	210	TOTAL PROVISIONS		210	233
250	250	Subordinated debt	23	250	250
Equity					
6,045	6,045	Share capital		6,045	6,045
Other reserves					
70	70	Statutory reserves		-	-
8,087	8,342	Retained earnings		8,412	8,157
14,202	14,457	TOTAL EQUITY		14,457	14,202
232,316	255,777	TOTAL LIABILITIES AND EQUITY		255,859	232,368
Off-balance sheet items					
10,142	11,552	Contingent liabilities	24	11,552	10,142
6,672	7,576	Other commitments	25	7,740	6,842
		Accounting policies	1		
		Business areas	2		
		Related party transactions and balances	26		
		Loans, advances and guarantees	27		
		Foreign exchange and interest rate exposures	28		
		Hedging interest rate risk	29		
		Group structure	30		
		The Nykredit Bank Group – seven quarters	31		
		The Nykredit Bank Group – financial highlights	32		

Statement of changes in equity

DKK million

Nykredit Bank A/S

	Share capital	Statutory reserves	Revaluation reserves	Retained earnings	Total
EQUITY, 30 SEPTEMBER 2012					
End of previous financial year	6,045	70		8,087	14,202
TOTAL	6,045	70	-	8,087	14,202
Comprehensive income					
Profit for the period				255	255
Total comprehensive income	-	-	-	255	255
Total changes in equity	-	-	-	255	255
Equity at 30 September 2012	6,045	70	-	8,342	14,457
EQUITY, 30 SEPTEMBER 2011					
End of previous financial year	6,045	34		7,690	13,769
TOTAL	6,045	34	-	7,690	13,769
Comprehensive income					
Profit for the period				557	557
Total comprehensive income	-	-	-	557	557
Total changes in equity	-	-	-	557	557
Equity at 30 September 2011	6,045	34	-	8,247	14,326

Statement of changes in equity

DKK million

The Nykredit Bank Group

	Share capital	Statutory reserves and revaluation reserves	Retained earnings	Total
EQUITY, 30 SEPTEMBER 2012				
End of previous financial year	6,045	-	8,157	14,202
TOTAL	6,045	-	8,157	14,202
Comprehensive income				
Profit for the period			255	255
Total comprehensive income	-	-	255	255
Total changes in equity	-	-	255	255
Equity at 30 September 2012	6,045	-	8,412	14,457
EQUITY, 30 SEPTEMBER 2011				
End of previous financial year	6,045	-	7,724	13,769
TOTAL	6,045	-	7,724	13,769
Comprehensive income				
Profit for the period	-	-	557	557
Total comprehensive income	-	-	557	557
Total changes in equity	-	-	557	557
Equity at 30 September 2011	6,045	-	8,281	14,326

The share capital breaks down into 18 shares in multiples of DKK 1m. The share capital is wholly owned by Nykredit Realkredit A/S, Copenhagen, Denmark. Nykredit Bank is included in the consolidated financial statements of this company and the consolidated financial statements of Foreningen Nykredit, Kalvebod Brygge 1-3, Copenhagen, Denmark, which owns 89.51% of Nykredit Realkredit A/S. The financial statements [in Danish] of Foreningen Nykredit may be obtained from the association.

Capital adequacy and Tier 1 capital

DKK million

	30.09.2012	31.12.2011	30.09.2011
Nykredit Bank A/S			
Capital adequacy and Tier 1 capital			
Share capital	6,045	6,045	6,045
Reserves	70	70	34
Retained earnings	8,342	8,087	8,247
Total core Tier 1 capital	14,457	14,202	14,326
Hybrid capital	250	250	250
Primary and other statutory deductions from Tier 1 capital	174	255	96
Tier 1 capital after statutory deductions	14,533	14,197	14,480
Supplementary capital, subordinate loan capital	-	-	400
Difference between expected losses and impairments for accounting purposes (supplementary capital charge)	-	-	406
Primary and other statutory deductions	-	-	169
Capital base after statutory deductions	14,533	14,197	15,117
Weighted items involving credit, counterparty and delivery risk	53,448	58,558	73,570
Weighted items involving market risk	12,416	10,337	5,909
Weighted items involving operational risk	5,927	5,261	5,262
Total weighted items	71,791	74,156	84,741
Total capital ratio, %	20.2	19.1	17.8
Tier 1 capital ratio, %	20.2	19.1	17.0
The Nykredit Bank Group			
Capital adequacy and Tier 1 capital			
Share capital	6,045	6,045	6,045
Retained earnings	8,412	8,157	8,281
Total core Tier 1 capital	14,457	14,202	14,326
Hybrid capital	250	250	250
Primary and other statutory deductions from Tier 1 capital	111	193	139
Tier 1 capital after statutory deductions	14,596	14,259	14,437
Supplementary capital, subordinate loan capital	-	-	400
Difference between expected losses and impairments for accounting purposes (supplementary capital charge)	-	-	398
Primary and other statutory deductions	-	-	80
Capital base after statutory deductions	14,596	14,259	15,155
Weighted items involving credit, counterparty and delivery risk	52,715	57,940	72,711
Weighted items involving market risk	12,416	10,338	5,910
Weighted items involving operational risk	6,289	5,533	5,533
Total weighted items	71,420	73,811	84,154
Total capital ratio, %	20.4	19.3	18.0
Tier 1 capital ratio, %	20.4	19.3	17.2

Cash flow statement for 1 January – 30 September

DKK million

	The Nykredit Bank Group	
	Q1-Q3/2012	Q1-Q3/2011
Profit after tax for the period	255	557
Adjustment for non-cash operating items, depreciation, amortisation, impairment losses and provisions		
Depreciation and impairment losses for property, plant and equipment	6	3
Other non-cash changes	60	-
Impairment losses on loans, advances and receivables	427	148
Tax calculated on profit for the period	82	191
Total	575	342
Profit for the period adjusted for non-cash operating items	830	899
Change in working capital		
Loans, advances and other receivables	(11,030)	1,705
Deposits and other payables	(3,819)	(1,878)
Payables to credit institutions and central banks	3,475	(2,322)
Bonds at fair value	(16,726)	6,685
Equities	41	(104)
Other working capital	6,547	(6,796)
Total	(21,512)	(2,710)
Corporation tax paid, net	-	(11)
Cash flows from operating activities	(20,682)	(1,822)
Cash flows from investing activities		
Acquisition of subsidiary	-	(19)
Property, plant and equipment	(9)	(5)
Total	(9)	(24)
Cash flows from financing activities		
Subordinated debt	-	(162)
Issued bonds	4,845	(5,641)
Total	4,845	(5,803)
Total cash flows	(15,846)	(7,649)
Cash and cash equivalents, beginning of period	50,244	29,480
Foreign currency translation adjustment of cash	(1,398)	(360)
Cash and cash equivalents, end of period	33,000	21,471
Cash and cash equivalents, end of period		
Specification of cash and cash equivalents, end of period:		
Cash balance and demand deposits with central banks	2,558	229
Receivables from credit institutions and central banks	30,442	21,242
Cash and cash equivalents, end of period	33,000	21,471

Core earnings and investment portfolio income

DKK million

1 January – 30 September	Q1-Q3/2012			The Nykredit Bank Group Q1-Q3/2011		
	Core income	Investment portfolio income	Total	Core income	Investment portfolio income	Total
Net interest income	1,601	105	1,706	1,833	97	1,930
Dividend on equities	2	1	3	3	-	3
Fee and commission income, net	508	(63)	445	517	(1)	516
Net interest and fee income	2,111	43	2,154	2,353	96	2,449
Value adjustments	(26)	(8)	(34)	23	(207)	(184)
Other operating income	24	-	24	22	-	22
Staff and administrative expenses	1,363	-	1,363	1,290	-	1,290
Depreciation, amortisation and impairment losses for property, plant and equipment as well as intangible assets	6	-	6	3	-	3
Other operating expenses	23	-	23	108	-	108
Impairment losses on loans and advances	415	-	415	138	-	138
Profit (loss) before tax	302	35	337	859	(111)	748

Notes

1. ACCOUNTING POLICIES

The Q1-Q3 Interim 2012 Report of the Group is prepared in accordance with IAS 34 "Interim Financial Reporting" as adopted by the EU and further Danish financial reporting and 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 annual report.

With respect to recognition and measurement, the Q1-Q3 Interim Report 2012 of the Parent Company has been prepared in accordance with the Executive Order on Financial Reports for Credit Institutions and Investment Firms, etc. issued by the Danish Financial Supervisory Authority.

The accounting policies of both the Group and Nykredit Bank A/S are unchanged compared with the Annual Report 2011. A description of the Bank's and the Bank Group's accounting policies applied in the Annual Report 2011 is available at nykredit.com.

Compared with the Q1-Q3 Interim Report 2011 and the Annual Report 2011, the presentation of the Bank's business areas has been changed in 2012. The change is a consequence of the reorganisation of the Nykredit Group, including changes in intercompany settlements within the Bank.

The major changes relative to previous business area reporting are that the activities of personal and commercial customers are now included in the business area Retail. The Group's corporate and institutional clients have been separated from the former business area Corporate Banking and are now included under Wholesale along with Nykredit Markets and Nykredit Asset Management. The portfolio of terminated corporate exposures of Forstædernes Bank is also included in Wholesale. Furthermore, the Bank's Treasury activities have been separated from the former Markets & Asset Management and are now included under Group Items.

Restatement of comparative figures is partly based on a number of estimates. The modification does not affect the results, balance sheets or equity of Nykredit Bank or the Nykredit Bank Group.

Relative to the information in the accounting policies in the Annual Report 2011 (note 1), no new financial reporting standards or interpretations have been issued or approved which may impact Nykredit Bank's and the Nykredit Bank Group's Q1-Q3 Interim Report 2012. The IASB is currently working on a project which, in time, will replace the IAS 39 rules. The revised standard – IFRS 9 – is divided into three main phases comprising classification and measurement of financial assets and liabilities, impairments and hedge accounting.

The EU has opted not to adopt the IFRS 9 until the results of all the phases are available. According to plan, the new standard will be implemented in January 2015. The impact of the implementation of IFRS 9 on the results of the Bank and the Bank Group has not yet

been analysed, as the standard is not currently available in a form that allows for an overall assessment of the effect.

In 2012 the Danish Financial Supervisory Authority has issued a new Executive Order on the presentation of financial statements effective as from the H1 Interim Report 2012. The changes primarily include various specifications in connection with the determination of the provisioning need, including objective evidence of impairment, valuation of security and provisioning calculations etc. The implementation of the amended executive order has not had a significant impact on the Bank's results, balance sheet or equity.

All figures in the Q1-Q3 Interim Report are presented in DKK million. The totals stated are calculated on the basis of actual figures. Due to the rounding-off to DKK million, the sum of individual figures and the stated totals may differ slightly.

Notes

DKK million

The Nykredit Bank Group

2. BUSINESS AREAS

Q1-Q3/2012	Retail	Wholesale	Group Items ¹	Total
Core income from				
customer activity, gross	914	1,713	(58)	2,569
remuneration for distribution	546	(546)	-	0
Total core income from business operations	1,460	1,167	(58)	2,569
Value adjustment of derivatives and corporate bonds	(479)	(35)	-	(514)
Core income from securities			54	54
Total core income*	981	1,132	(4)	2,109
Operating costs	620	564	190	1,374
Payment to the Guarantee Fund for Depositors and Investors	9	2	7	18
Core earnings before impairment losses	352	566	(201)	717
Impairment losses on loans and advances	453	(36)	(2)	415
Core earnings after impairment losses	(101)	602	(199)	302
Investment portfolio income ²			35	35
Profit (loss) before tax for the period	(101)	602	(164)	337
* Of which transactions between business areas	463	(647)	184	0
Costs excl impairment losses as % of core income from business operations	43.1	48.5	-	54.2
Average allocated business capital ³	3,377	3,484	2,183	9,044
Core earnings after impairment losses as % of allocated capital (pa)	(4.0)	23.0	-	4.5
Q1-Q3/2011				
Core income from				
customer activity, gross	888	1,700	22	2,610
remuneration for distribution	494	(494)	-	0
Total core income from business operations	1,382	1,206	22	2,610
Value adjustment of derivatives and corporate bonds	(188)	(157)	-	(345)
Core income from securities			133	133
Total core income*	1,194	1,049	155	2,398
Operating costs	634	470	197	1,301
Payment to the Guarantee Fund for Depositors and Investors ⁴			100	100
Core earnings before impairment losses	560	579	(142)	997
Impairment losses on loans and advances	124	4	10	138
Core earnings after impairment losses	436	575	(152)	859
Investment portfolio income ²			(111)	(111)
Profit (loss) before tax for the period	436	575	(263)	748
* Of which transactions between business areas	430	(657)	227	0
Costs excl impairment losses as % of core income from business operations	45.9	39.0	-	53.7
Average allocated business capital ³	3,302	3,395	1,852	8,549
Core earnings after impairment losses as % of allocated capital (pa)	17.6	22.6	-	13.4

¹ Includes income from securities not allocated to the individual business areas, but included in the Bank's own portfolio as well as non-allocated costs. Also includes the Bank's Treasury activities as from 2012. Comparative figures have been restated.

² Investment portfolio income equals the return on the Bank's own portfolio exceeding risk-free interest. As from 2012, investment portfolio income also includes expenses in connection with Nykredit's intercompany guarantee.

³ The business capital has been determined according to the Basel II principles based on the method applied to determine the required capital base.

⁴ Includes expenses resulting from bankruptcies in the Danish banking sector.

Notes

DKK million

Nycredit Bank A/S		The Nycredit Bank Group	
Q1-Q3/2011	Q1-Q3/2012	Q1-Q3/2012	Q1-Q3/2011
6. STAFF AND ADMINISTRATIVE EXPENSES			
11	7	7	11
	7		
458	523	587	517
717	727	769	762
1,186	1,257	1,363	1,290
Remuneration of Board of Directors and Executive Board			
Board of Directors			
0	0	0	0
	0		
Each staff-elected board representative receives annual remuneration of DKK 60,000. No additional remuneration is paid to the Board of Directors.			
Executive Board			
11	7	7	11
	7		
11	7	7	11
The terms and conditions governing the remuneration and pensions of the Executive Board have not changed since the Annual Report 2011, to which reference is made.			
Staff expenses			
383	428	483	434
37	42	47	42
38	53	57	41
458	523	587	517
694	699	825	805
7. IMPAIRMENT LOSSES ON LOANS, ADVANCES AND RECEIVABLES			
Specification of impairment provisions			
4,722	4,019	4,064	4,751
386	263	264	386
5,108	4,282	4,328	5,137
Individual impairment provisions for loans, advances and receivables			
5,694	3,942	3,986	5,721
511	730	748	528
453	325	336	460
1,030	328	334	1,038
4,722	4,019	4,064	4,751
Collective impairment provisions			
421	307	308	422
(35)	(44)	(44)	(36)
386	263	264	386

Notes

DKK million

Nykredit Bank A/S		The Nykredit Bank Group	
Q1-Q3/2011	Q1-Q3/2012	Q1-Q3/2012	Q1-Q3/2011
7. IMPAIRMENT LOSSES ON LOANS, ADVANCES AND RECEIVABLES (continued)			
Earnings impact			
23	361	368	32
44	71	85	58
11	12	12	10
56	420	441	80
58	(26)	(26)	58
114	394	415	138
149	438	459	174
(35)	(44)	(44)	(36)
Specification of loans and advances subject to objective evidence of impairment			
7,014	6,323	6,431	7,088
4,722	4,019	4,064	4,751
2,292	2,304	2,367	2,337
53,612	51,741	51,991	53,950
386	263	264	386
53,226	51,478	51,727	53,564
8. PROFIT FROM INVESTMENTS IN ASSOCIATES AND GROUP ENTERPRISES			
23	62	-	-
23	62	-	-
9. TAX			
184	61	82	191
184	61	82	191
24.8	19.3	24.3	25.5
Tax is calculated on the basis of a tax rate of 25%. Tax for the period was not affected by any special circumstances, and tax for the full year is expected to come to almost 25% of profit before tax.			

Notes

DKK million

Nycredit Bank A/S			The Nycredit Bank Group	
31.12.2011	30.09.2012		30.09.2012	31.12.2011
10. RECEIVABLES FROM CREDIT INSTITUTIONS AND CENTRAL BANKS				
16,788	836	Receivables at call from central banks	836	16,788
30,912	29,606	Receivables from credit institutions	29,606	30,912
47,700	30,442	Total	30,442	47,700
13,863	12,298	Of which genuine purchase and resale transactions	12,298	13,863
11. LOANS, ADVANCES AND OTHER RECEIVABLES AT FAIR VALUE				
22,007	34,470	Genuine purchase and resale transactions	34,470	22,007
22,007	34,470	Total	34,470	22,007
12. LOANS, ADVANCES AND OTHER RECEIVABLES AT AMORTISED COST				
55,606	53,782	Loans and advances at amortised cost	54,094	55,901
55,606	53,782	Total	54,094	55,901
Impairment provisions made, end of period				
3,942	4,019	Individual impairment provisions	4,064	3,986
307	263	Collective impairment provisions	264	308
13. BONDS AT FAIR VALUE				
50,092	64,253	Covered bonds	64,450	50,239
5,444	4,597	Government bonds	4,597	5,444
5,646	9,000	Other bonds	9,000	5,646
61,182	77,850	Total	78,047	61,329
681	719	Self-issued bonds offset against issued bonds	719	681
60,501	77,131	Total	77,328	60,648
The impact of fair value adjustment has been recognised in the income statement.				
2,218	12,728	Of which drawn bonds	12,728	2,218
30,039	28,973	Assets sold as part of genuine sale and repurchase transactions	28,973	30,039
18,371	10,998	As collateral for the Danish central bank and foreign clearing centres, etc, bonds have been deposited of a total market value of	10,998	18,371
The collateral was provided on an arm's length basis.				

Notes

DKK million

Nykredit Bank A/S					The Nykredit Bank Group	
31.12.2011	30.09.2012				30.09.2012	31.12.2011
14. EQUITIES						
181	178	Listed on NASDAQ OMX Copenhagen A/S			178	181
9	17	Listed on other stock exchanges			17	9
224	178	Unlisted equities carried at fair value			179	225
414	373	Total			374	415
15. ASSETS IN TEMPORARY POSSESSION						
91	55	Assets, beginning of year			55	91
39	48	Additions			48	39
75	50	Disposals			50	75
55	53	Total			53	55
At 31 December 2011 and 30 September 2012, this item solely comprised repossessed properties.						
Nykredit Bank accepts mortgages on property as security for loans, and in a number of instances the Bank repossesses the properties in the event of borrowers' non-performance of loan agreements etc.						
Property valuation is based on the expected sales values in case of disposal within a period of 12 months.						
16. OTHER ASSETS						
5,160	9,224	Interest and commission receivable			9,251	5,160
37,494	46,580	Positive market value of derivative financial instruments			46,580	37,494
309	551	Remaining assets			559	318
42,963	56,355	Total			56,390	42,972
17. PAYABLES TO CREDIT INSTITUTIONS AND CENTRAL BANKS						
5,144	703	Payables to central banks			703	5,144
57,949	64,314	Payables to credit institutions			64,315	57,949
63,093	65,017	Total			65,018	63,093
14,251	14,240	Of which genuine sale and repurchase transactions			14,240	14,251
18. DEPOSITS AND OTHER PAYABLES						
29,651	32,715	On demand			32,676	29,572
6,313	6,407	At notice			6,407	6,313
18,842	11,902	Time deposits			11,862	18,812
2,854	2,739	Special deposits			2,739	2,854
57,660	53,763	Total			53,684	57,551

Notes

DKK million

Nykredit Bank A/S			The Nykredit Bank Group	
31.12.2011	30.09.2012		30.09.2012	31.12.2011
19. ISSUED BONDS AT AMORTISED COST				
Issues				
14,535	20,774	EMTN issues*	20,774	14,535
11,914	11,181	ECP issues*	11,181	11,914
29	28	Employee bonds	28	29
340	14	Other issues*	14	340
26,818	31,997	Total	31,997	26,818
681	719	Own portfolio	719	681
26,137	31,278	Total	31,278	26,137
No value adjustments have been made that can be ascribed to own credit risk changes.				
* Listed on NASDAQ OMX Copenhagen A/S or on the Luxembourg Stock Exchange.				
20. OTHER NON-DERIVATIVE FINANCIAL LIABILITIES AT FAIR VALUE				
15,864	12,155	Deposits at fair value	12,155	15,864
11,444	20,957	Negative securities portfolios	20,957	11,444
27,308	33,112	Total	33,112	27,308
15,864	12,155	Of which genuine sale and repurchase transactions	12,155	15,864
21. OTHER LIABILITIES				
6,026	10,503	Interest and commission payable	10,508	6,056
36,728	46,484	Negative market value of derivative financial instruments	46,484	36,728
579	554	Other payables	693	713
43,333	57,541	Total	57,685	43,497

Notes

DKK million

Nycredit Bank A/S		The Nycredit Bank Group	
31.12.2011	30.09.2012	30.09.2012	31.12.2011
22. PROVISIONS			
Provisions for losses under guarantees			
745	114	114	745
92	29	29	92
723	55	55	723
114	88	88	114
Other provisions			
102	119	119	102
88	3	3	88
71	0	0	71
119	122	122	119
Total provisions for losses under guarantees and other provisions			
847	233	233	847
180	32	32	180
794	55	55	794
233	210	210	233
<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, including provisions for and final settlement of Bank Rescue Package I in 2011.</p> <p>In 2011 the Bank's provisions for expenses in connection with the Guarantee Fund for Depositors and Investors totalled DKK 85m as a result of the bankruptcies of Amagerbanken A/S and Max Bank A/S. Of this amount, DKK 70m was settled in 2011.</p> <p>It is estimated that the majority of provisions will be settled within 1-2 years.</p>			
23. SUBORDINATED DEBT			
Subordinated debt consists of financial liabilities in the form of subordinate loan capital which, in case of voluntary or compulsory liquidation, will not be repaid until the claims of ordinary creditors have been met.			
Hybrid capital			
100	100	100	100
150	150	150	150
250	250	250	250
250	250	250	250
Included in the determination of the capital base after statutory deductions			
-	-	-	-
250	250	250	250
-	-	-	-
No value adjustments have been made that can be attributed to changes in own credit risk.			

Notes

DKK million

Nykredit Bank A/S			The Nykredit Bank Group	
31.12.2011	30.09.2012		30.09.2012	31.12.2011
24. CONTINGENT LIABILITIES				
6,861	8,414	Financial guarantees	8,414	6,861
501	491	Registration and refinancing guarantees	491	501
2,780	2,647	Other contingent liabilities	2,647	2,780
10,142	11,552	Total	11,552	10,142

OTHER CONTINGENT LIABILITIES*Legal proceedings*

The Bank's operations involve the Bank in legal proceedings and litigation, including tax disputes. The cases are subject to ongoing review, and necessary provisions are made based on an assessment of the risk of loss. Pending cases are not expected to have a significant effect on the Nykredit Bank Group's financial position.

Tax

The Danish tax authorities (SKAT) have proposed that the taxable income declared for 2008 be changed.

The proposal is based on a review of eight exposures that were granted by Forstædernes Bank and subsequently assumed by the Nykredit Realkredit Group in connection with the acquisition of Forstædernes Bank. In 2010 Forstædernes Bank was merged with Nykredit Bank. As a result of the financial crisis and the property market trends, Forstædernes Bank recorded considerable impairment losses on these exposures in 2008 and 2009 for accounting as well as tax purposes.

SKAT's review for the accounting year 2008 has not been completed yet. However, in SKAT's opinion the loans were not granted on standard business terms and failed to comply with the business procedures and instructions. For this reason, SKAT finds that there was no basis for deducting the impairment losses from the taxable income.

The tax effect for the accounting year 2008 could amount to up to DKK 300m, but as the review has not been completed yet, the amount is provisional. SKAT has not yet taken a position on possible changes to the accounting year 2009, but the amount is estimated to correspond to the 2008 level.

Nykredit Bank's management disagrees with the reasoning presented by SKAT and is of the opinion that the loans were granted on standard business terms and in accordance with Forstædernes Bank's policies and business procedures. The loans were moreover granted up to five years prior to the financial crisis, at which time the adverse effects of the property market development were unforeseeable.

Should SKAT uphold that a tax deduction cannot be obtained, the Bank will appeal against SKAT's decision. In the Bank's opinion, the probability that the courts will find for SKAT in case of legal action is negligible. A judgement recently delivered by the Danish Supreme Court (no SKM2012.353 of 1 June 2012) sustains the Bank's view. On this basis, the tax charge has not been adjusted.

The bankruptcies of Amagerbanken, Fjordbank Mors and Max Bank in 2011

For the full 2011, the Bank charged about DKK 330m related to the bankruptcies of Amagerbanken A/S, Fjordbank Mors A/S and Max Bank A/S to the income statement, corresponding to the costs the Bank expected to incur in relation to the winding-up of the three banks. In Q1-Q3/2012, DKK 11m related to the bankruptcy of Amagerbanken (capital losses on securities) was charged to the income statement.

The majority of the Bank's losses in connection with Amagerbanken and Fjordbank Mors were attributable to hybrid capital and subordinated debt. The expenses in connection with Max Bank came to DKK 15m, corresponding to the Bank's estimated share of the expenses covered by the Danish Guarantee Fund for Depositors and Investors in connection with the winding-up of the bank. Nykredit Bank had no loans, advances or other receivables in Max Bank.

Guarantee Fund for Depositors and Investors

Nykredit Bank participates in the mandatory Danish deposit guarantee scheme, the Guarantee Fund for Depositors and Investors. Participating banks must pay a fixed annual amount of 2.5‰ of the covered net deposits. Payment to the Fund's bank department is mandatory until the assets of the scheme exceed 1% of the covered net deposits. The bank department bears any direct losses on the winding-up of Danish banks, cf Bank Rescue Packages III and IV, to the extent the loss is attributable to the covered net deposits.

Any losses arising from the final winding-up are covered by the Fund through its winding-up and restructuring department. Nykredit Bank's share of the expense will amount to about 3%.

Notes

DKK million

Nykredit Bank A/S			The Nykredit Bank Group	
31.12.2011	30.09.2012		30.09.2012	31.12.2011
		25. OTHER COMMITMENTS		
6,493	7,403	Irrevocable credit commitments	7,403	6,493
179	173	Other	337	349
6,672	7,576	Total	7,740	6,842

26. 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, its Executive Board and related parties thereof.

No unusual related party transactions occurred in 2011 or Q1-Q3/2012.

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 or on a cost reimbursement basis.

Important related party transactions prevailing/entered into in 2011 or 2012 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 2011 the Bank sold the portfolio of Kalvebod issues to Nykredit Realkredit. The fair value of the portfolio was about DKK 1.1bn at the transfer date.

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

Nykredit Holding A/S has issued guarantees or letters of comfort to third parties in specific cases.

Furthermore, Nykredit Holding A/S has issued a loss guarantee for the part of the Bank's impairment losses and provisions (earnings impact for the year) that exceeds 2% of loans, advances and guarantees subject to a maximum of DKK 2bn for the term of the guarantee. The guarantee is valid until terminated by the Bank's management.

Notes

DKK million

Nykredit Bank A/S		The Nykredit Bank Group	
30.09.2011	30.09.2012	30.09.2012	30.09.2011
28. FOREIGN EXCHANGE AND INTEREST RATE EXPOSURES			
Foreign exchange risk			
10	7	7	10
	Exchange rate indicator 1 (DKKm)		
0.1	0.0	0.0	0.1
	Exchange rate indicator 1 as % of Tier 1 capital after statutory deductions		
0	0	0	0
	Exchange rate indicator 2 (DKKm)		
0.0	0.0	0.0	0.0
	Exchange rate indicator 2 as % of Tier 1 capital after statutory deductions		
Interest rate risk by the currency involving the highest interest rate exposure			
149	204	206	149
	DKK		
(48)	(230)	(230)	(48)
	EUR		
15	56	56	15
	SEK		
3	(2)	(2)	3
	CHF		
(1)	(4)	(4)	(1)
	USD		
1	0	0	1
	GBP		
0	5	5	0
	NOK		
1	(1)	(1)	1
	Other currencies		
120	28	30	120
Total interest rate exposure of debt instruments			
29. HEDGING INTEREST RATE RISK			
<p>The Nykredit Bank Group continuously hedges the interest rate risk of fixed-rate assets and liabilities using derivative financial instruments etc.</p> <p>This enables the Group to manage the level of its aggregate interest rate sensitivity taking into consideration the expected interest rate development.</p> <p>According to the accounting provisions, loans, advances and deposits are generally 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).</p>			

Notes

DKK million

Nykredit Bank A/S			The Nykredit Bank Group	
30.09.2011	30.09.2012		30.09.2012	30.09.2011
29. HEDGING INTEREST RATE RISK (continued)				
HEDGED FIXED-RATE ASSETS				
1,294	1,073	Loans, advances and other receivables at amortised cost	1,073	1,294
1,294	1,073	Total nominal value	1,073	1,294
Market value of hedged fixed-rate assets				
1,350	1,129	Loans, advances and other receivables at amortised cost	1,129	1,350
1,350	1,129	Total carrying amount, end of period	1,129	1,350
Fair value adjustment				
56	56	Loans, advances and other receivables at amortised cost	56	56
56	56	Total fair value adjustment	56	56
HEDGED FIXED-RATE FINANCIAL LIABILITIES				
4,293	4,302	Issued bonds at amortised cost	4,302	4,293
4,293	4,302	Total nominal value	4,302	4,293
Market value of hedged fixed-rate financial liabilities				
4,240	4,520	Issued bonds at amortised cost	4,520	4,240
4,240	4,520	Total carrying amount, end of period	4,520	4,240
Fair value adjustment				
53	(218)	Issued bonds at amortised cost	(218)	53
53	(218)	Total fair value adjustment	(218)	53
HEDGING DERIVATIVE FINANCIAL INSTRUMENTS				
5,084	4,757	Nominal value (synthetic principal)	4,757	5,084
(115)	160	Market value adjustment (negative market value)	160	(115)
FAIR VALUE ADJUSTMENT DIFFERENCE				
(6)	(2)	Total	(2)	(6)
Amounts recognised through profit or loss for the financial period				
146	(125)	Hedged transactions	(125)	146
(151)	126	Hedging transactions	126	(151)

Notes

DKK million

30. GROUP STRUCTURE

Name and registered office	Revenue*	Assets	Liabilities	Share capital at 30.09.2012	Equity at 31.12.2011	Ownership interest, % at 30.09.2012	Profit for the period	Nykredit Bank's share of profit for the period	Equity at 30.09.2012	Carrying amount
Nykredit Bank A/S (Parent Company), a)	1,928	255,777	241,320	6,045	14,202	-	255	-	14,457	-
Consolidated subsidiaries										
Nykredit Portefølje Administration A/S, Copenhagen, e)	144	296	50	25	194	100	52	52	246	246
Nykredit Pantebrevsinvestering A/S, Copenhagen, b)	0	12	0	5	12	100	0	0	12	12
Nykredit Leasing A/S, Gladsaxe, c)	56	2,887	2,733	46	144	100	10	10	154	154
FB Ejendomme A/S, Copenhagen, d)	0	5	1	3	4	100	0	0	4	4
Associates										
Dansk Pantebrevsbørs A/S, Copenhagen, b)	-	-	-	-	-	50	0	-	0	-
The company is subject to insolvency proceedings.										

* 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.

Nykredit Pantebrevsinvestering A/S has had few activities in 2011 and 2012.

- a) Bank
- b) Mortgage trading company
- c) Leasing company
- d) Property management company
- e) Investment management activities, including asset management and investment advisory services

Notes

DKK million

	Q3/ 2012	Q2/ 2012	Q1/ 2012	Q4/ 2011	Q3/ 2011	Q2/ 2011	Q1/ 2011
31. THE NYKREDIT BANK GROUP – SEVEN QUARTERS							
SUMMARY INCOME STATEMENT							
Net interest income	544	559	603	653	639	662	629
Dividend on equities and net fee income	137	155	156	155	150	183	186
Net interest and fee income	681	714	759	808	789	845	815
Value adjustments	(18)	36	(52)	(211)	(128)	18	(74)
Other operating income	10	7	7	12	8	7	7
Staff and administrative expenses	452	454	457	510	410	447	433
Other operating costs, depreciation and amortisation	19	(2)	12	4	19	18	74
Impairment losses on loans, advances and receivables	167	155	93	250	(63)	175	26
Profit (loss) before tax	35	150	152	(155)	303	230	215
Tax	10	31	41	(31)	76	61	54
Profit (loss)	25	119	111	(124)	227	169	161
Comprehensive income							
Other comprehensive income	-	-	-	-	-	-	-
Total other comprehensive income	-	-	-	-	-	-	-
Total comprehensive income	25	119	111	(124)	227	169	161
SUMMARY BALANCE SHEET, END OF PERIOD							
Assets							
Cash balance and receivables from central banks and credit institutions	33,000	44,545	43,008	50,244	21,471	25,418	28,515
Loans, advances and other receivables at fair value	34,470	32,106	32,830	22,007	14,398	16,409	13,451
Loans, advances and other receivables at amortised cost	54,094	55,318	56,050	55,901	55,782	57,541	60,517
Bonds at fair value	77,328	72,499	71,787	60,648	68,219	56,388	67,921
Equities	374	340	392	415	436	448	377
Land and buildings	-	-	-	-	67	67	68
Other asset items	56,593	48,531	43,161	43,153	42,372	25,818	27,734
Total assets	255,859	253,339	247,228	232,368	202,745	182,089	198,583
Liabilities and equity							
Payables to credit institutions and central banks	65,018	66,191	67,967	63,093	45,633	37,647	40,888
Deposits and other payables	53,684	55,446	56,828	57,551	53,659	52,107	53,648
Issued bonds	31,278	27,385	31,576	26,137	27,207	26,113	33,886
Other non-derivative financial liabilities at fair value	33,112	39,656	32,179	27,308	18,590	25,336	28,030
Other payables	57,850	49,778	43,917	43,594	42,419	25,766	27,184
Total payables	240,942	238,456	232,467	217,683	187,508	166,969	183,636
Provisions	210	201	198	233	261	255	282
Subordinated debt	250	250	250	250	650	766	735
Equity	14,457	14,432	14,313	14,202	14,326	14,099	13,930
Total liabilities and equity	255,859	253,339	247,228	232,368	202,745	182,089	198,583
OFF-BALANCE SHEET ITEMS							
Contingent liabilities	11,552	12,366	11,040	10,142	10,555	9,229	12,175
Other commitments	7,740	7,766	6,601	6,842	7,050	6,617	7,378
FINANCIAL RATIOS							
Total capital ratio, %	20.4	19.8	21.2	19.3	18.0	18.5	16.4
Tier 1 capital ratio, %	20.4	19.8	21.2	19.3	17.2	17.9	15.9
Return on equity before tax (pa), %	0.3	2.1	4.2	(4.3)	8.5	6.6	6.2
Return on equity after tax (pa), %	1.8	1.7	3.1	(3.5)	6.4	4.8	4.6
Interest rate exposure, %	0.2	0.6	0.6	0.7	0.8	0.5	1.0

Notes

DKK million

	Q3/ 2012	Q2/ 2012	Q1/ 2012	Q4/ 2011	Q3/ 2011	Q2/ 2011	Q1/ 2011
31. THE NYKREDIT BANK GROUP – SEVEN QUARTERS (continued)							
Summary core earnings and investment portfolio income							
Core income from business operations	745	985	839	896	922	912	776
Value adjustment of derivatives and corporate bonds	(76)	(268)	(170)	(287)	(356)	(36)	47
Core income from securities	8	21	25	42	53	44	36
Total core income	677	738	694	651	619	920	859
Operating costs and depreciation of equipment	456	457	461	513	414	450	437
Payment to the Guarantee Fund for Depositors and Investors	15	(5)	8	0	15	15	70
Core earnings before impairment losses	206	286	225	138	190	455	352
Impairment losses on loans and advances	167	155	93	250	(63)	175	26
Core earnings after impairment losses	39	131	132	(112)	253	280	326
Investment portfolio income	(4)	19	20	(43)	50	(50)	(111)
Profit (loss) before tax	35	150	152	(155)	303	230	215
Tax	10	31	41	(31)	76	61	54
Profit (loss)	25	119	111	(124)	227	169	161

Notes

DKK million

	Q1-Q3/ 2012	FY 2011	Q1-Q3/ 2011	Q1-Q3/ 2010	Q1-Q3/ 2009	Q1-Q3/ 2008
32. THE NYKREDIT BANK GROUP – FINANCIAL HIGHLIGHTS						
SUMMARY INCOME STATEMENT						
Net interest and fee income	2,154	3,257	2,449	2,713	2,794	1,989
Value adjustments	(34)	(395)	(184)	403	22	(209)
Other operating income	24	34	22	27	25	25
Staff and administrative expenses	1,363	1,800	1,290	1,385	1,411	1,289
Other operating costs, depreciation and amortisation	29	115	111	387	465	39
Impairment losses on loans, advances and receivables	415	388	138	1,053	5,249	280
Loss from investments in associates and group enterprises	-	-	-	-	(138)	-
PROFIT (LOSS) BEFORE TAX	337	593	748	318	(4,422)	197
Tax	82	160	191	108	(1,051)	51
PROFIT (LOSS) FOR THE PERIOD	255	433	557	210	(3,371)	146
SUMMARY BALANCE SHEET						
Assets						
Cash balance and receivables from central banks and credit institutions	33,000	50,244	21,471	26,635	25,520	17,465
Loans, advances and other receivables at fair value	34,470	22,007	14,398	13,958	24,904	13,444
Loans, advances and other receivables at amortised cost	54,094	55,901	55,782	59,942	62,356	74,292
Bonds at fair value and equities	77,702	61,063	68,655	70,133	59,423	52,335
Other asset items	56,593	43,153	42,439	48,867	33,133	19,791
TOTAL ASSETS	255,859	232,368	202,745	219,535	205,336	177,327
Liabilities and equity						
Payables to credit institutions and central banks	65,018	63,093	45,633	49,851	46,532	79,601
Deposits and other payables	53,684	57,551	53,659	54,745	63,897	47,669
Issued bonds at amortised cost	31,278	26,137	27,207	25,830	43,308	12,393
Other non-derivative financial liabilities at fair value	33,112	27,308	18,590	26,891	6,502	6,773
Other payables	57,850	43,594	42,419	46,693	31,584	18,652
TOTAL PAYABLES	240,942	217,683	187,508	204,010	191,823	165,088
Provisions	210	233	261	1,055	554	65
Subordinated debt	250	250	650	886	1,318	3,799
Equity	14,457	14,202	14,326	13,584	11,641	8,375
TOTAL LIABILITIES AND EQUITY	255,859	232,368	202,745	219,535	205,336	177,327
OFF-BALANCE SHEET ITEMS						
Contingent liabilities	11,542	10,142	10,555	16,436	16,797	15,578
Other commitments	7,740	6,842	7,050	7,349	8,220	8,059
FINANCIAL RATIOS						
Total capital ratio, %	20.4	19.3	18.0	15.0	13.6	10.3
Tier 1 capital ratio, %	20.4	19.3	17.2	14.0	13.6	7.6
Core Tier 1 capital ratio, %	19.9	19.0	16.9	13.7	13.6	7.6
Return on equity before tax, %*	2.4	4.2	5.3	2.5	(40.6)	2.4
Return on equity after tax, %*	1.8	3.1	4.0	1.6	(30.9)	1.8
Income:cost ratio*	1.19	1.26	1.49	1.11	0.38	1.12
Interest rate exposure, %	(0.2)	0.7	0.8	0.6	0.3	1.2
Foreign exchange position, %	0.0	0.6	0.1	0.2	0.7	0.6
Foreign exchange exposure, %	0.0	0.0	0.0	0.0	0.0	0.0
Loans and advances:deposits*	1.8	1.5	1.4	1.5	1.5	1.9
Loans and advances:equity*	6.1	5.5	4.9	5.4	7.5	10.5
Growth in loans and advances for the period, %*	13.7	8.2	(2.5)	1.4	(10.7)	24.3
Excess cover:statutory liquidity requirements, %	185.8	176.4	184.6	168.6	279.9	79.6
Total large exposures, %	0.0	0.0	0.0	22.9	79.7	95.0
Impairment losses for the period, %*	0.4	0.4	0.2	1.1	4.7	0.3
Average number of staff, full-time equivalents	825	817	805	871	1,282	1,272

The financial ratios have been calculated in accordance with the definitions of the Danish Executive Order on the Presentation of Financial Statements. The financial ratio "Core Tier 1 capital ratio, %" is, however, not included in the definitions of the Danish FSA. *Adjusted to the merger with Forstædernes Bank for the period 2008-2009.

Financial ratios regarding total capital and Tier 1 capital ratios etc are not affected by the merger with Forstædernes Bank. Comparative figures thus correspond to Nykredit Bank's original statement.

Financial ratios, definitions

Total capital ratio, %	Capital base divided by risk-weighted assets
Tier 1 capital ratio, %	Tier 1 capital after statutory deductions divided by risk-weighted assets
Core Tier 1 capital ratio, %	Calculated as the financial ratio "Tier 1 capital ratio, %", but less hybrid capital
Return on equity before tax, %	Profit (loss) before tax as a percentage of average equity
Return on equity after tax, %	Profit (loss) after tax as a percentage of average equity
Income:cost ratio	Income incl profit (loss) from associates and group enterprises divided by costs less tax
Interest rate exposure, %	Interest rate exposure divided by Tier 1 capital after statutory deductions
Foreign exchange position, %	Foreign exchange indicator 1 divided by Tier 1 capital less statutory deductions
Foreign exchange exposure, %	Foreign exchange indicator 2 divided by Tier 1 capital less statutory deductions
Loans and advances:deposits	Loans and advances + impairment provisions divided by deposits Loans and advances: Include loans and advances at fair value and loans and advances at amortised cost
Loans and advances:equity	Loans and advances divided by equity (end of year/period) Loans and advances: Include loans and advances at fair value and loans and advances at amortised cost
Growth in loans and advances for the year/period, %	Growth in loans and advances from the beginning to the end of the year/period (loans and advances at the beginning of the year/period divided by loans and advances at the end of the year/period) Loans and advances: Include loans and advances at fair value and loans and advances at amortised cost
Excess cover:statutory liquidity requirements, %	Excess cover relative to the 10% requirement of section 152 of the Danish Financial Business Act. (Available excess liquidity relative to 10% of reduced payables) (Reduced payables: Balance sheet total + guarantees - equity - subordinated debt included in the determination of the capital base)
Total large exposures, %	Total large exposures divided by the capital base
Impairment losses for the year/period, %	Impairment losses for the year/period divided by loans and advances + guarantees + impairment provisions

The financial ratios have been calculated in accordance with the Danish FSA's guidelines thereon. The financial ratio "Core Tier 1 capital ratio, %" is, however, not included in the guidelines.

This document is an English translation of the original Danish text. In the event of discrepancies between the original Danish text and the English translation, the Danish text shall prevail.