Translation from Danish prepared by Jyske Bank of a statement dated 25 October 2022 issued by the Danish Financial Supervisory Authority (Finanstilsynet). In the event of any discrepancy between the Danish version and the English version, the Danish version shall prevail.

Report on inspection of Jyske Bank A/S' handling of EU sanctions against Russia and Belarus

Introduction

In March 2022, the Danish Financial Supervisory Advisory (the Danish FSA) launched an inspection of Jyske Bank A/S' (the Bank) handling of EU sanctions against Russia and Belarus. The inspection formed part of a cross-functional inspection of the relevant area in a number of financial institutions.

Risk assessment and conclusion

The Bank is the second-largest Danish financial institution. The Bank offers its clients a wide range of financial products, including international private-banking activities. The Bank has a branch in Hamburg. In addition, the Bank has a considerable number of cross-border correspondent bank relations. Moreover, the Bank has a considerable number of personal and corporate clients including many clients with cross-border relations. The extent of the Bank's transactions, including transactions with cross-border relations, is considerable.

Due to the international nature of the Bank, including the considerable number of cross-border transactions and investing activities and the considerable number of international clients, the Danish FSA believes that on the current basis there is a large inherent risk that the Bank's transactions on its own behalf or on behalf of its clients may be inconsistent with current regulations on financial sanctions against countries, persons etc.

The inspection did not give rise to any reactions on the part of the Danish FSA.