Jyske Bank
Q1-Q3 2014

Agenda

- Focus in Q1-Q3 2014
  - Banking
  - Mortgage financing
- Strategic Issues
- Q1-Q3 2014 in figures
- Up-date on merger with BRFkredit
- Capital Structure
- Liquidity
- Credit Quality
- Danish FSA
- Macro Economy & Danish Banking 2013-2015
- Fact Book
- Jyske Bank in brief
- Jyske Banks Performance 1968-2013
- Merger with BRFkredit

Focus in Q1-Q3 2014

Focus in Q1-Q3 2014

- Pre tax result DKK 3.4bn (including special items of DKK 2.4bn). Corresponding to ROE 26.0% ann.
- Gross income (ex special items) decreases by 1.5% compared to Q1-Q3 2013
- Net Interest Income under continued pressure due to low interest rate level, margin pressure and lower reinvestment rates in the liquidity portfolio
- Growth in lending due to new mortgage products (end of Q3:DKK 21bn). Bank lending ex. JB home loans decreases by 5%
- As planned stable development in costs
- European stress test confirms solid capital structure
- Impairment charges of DKK 1.2bn. Negatively affected by AQR (effect of AQR fully implemented DKK 456m in total, DKK 63m in Q3) and the Russia crisis (expected to reduce agricultural clients' ability to service debt)
- Standard & Poor's confirmed rating of A- stable outlook

Developments in Q3 2014

Banking activities

- Continues to be dominated by the repatriation of loans from Totalkredit
- Margins under pressure due to competition, limited economic growth and high savings propensity
- Fee and commission income stable exclusive of lost commission income from Totalkredit
- Impairment charges negatively affected by AQR and the Russia crisis

Mortgage activities

- Growth potential underpinned. Significant improvement in market shares.
- Launch of new product, Rentetilpasningslån – kort rente. To be offered from Q4 2014
- Similar to other mortgage institutions BRFkredit has increased contribution margins creating an incentive for clients to choose products aligned with proposals from the FSA
- AAA rating of capital centers E and B confirmed by Standard & Poor’s

Up-date on merger with BRFkredit

Revenue synergies

- By end of October DKK 25bn of JB home loans was granted (DKK 21bn booked by end of Q3)
- JB home loans continues to be competitively priced. Mortgage institutions (including BRFkredit) have raised contribution margins
- The market share of gross new mortgage loans rose from 11.2% in Q2 to 11,7% in Q3
- Standard & Poor’s OC-requirements continue to decrease resulting in decreasing capital costs. DKK 111m against DKK 191m in Q1-Q3 2013.

Cost synergies

- Integration costs expected to be lower than the announced interval of DKK 300-400m
- Cost cut in mid-June (lay-off of 177 employees, target of 4,000 employees)
- IT-integration of BRFkredit bank planned for 1H 2015

BRFkredit: Market share and distribution of lending

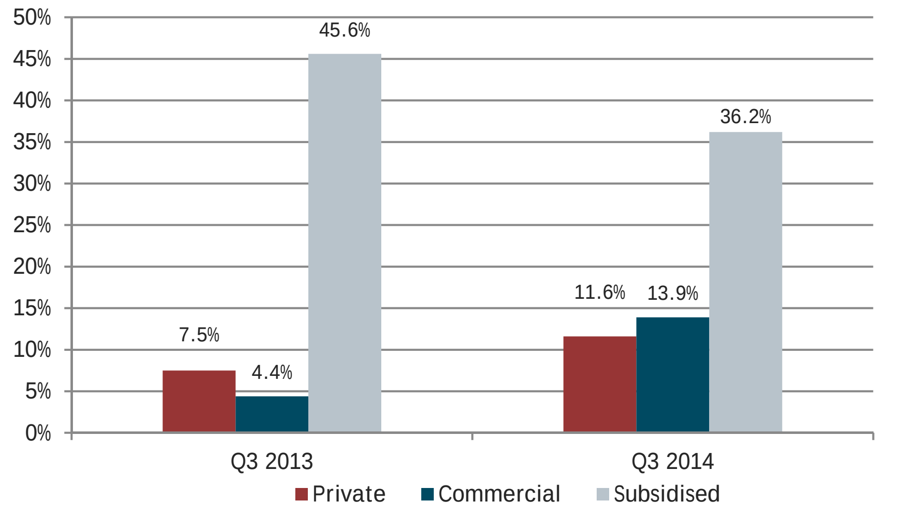
Market share:

- The total market share of BRFkredit stood at 8 per cent
- Lending activity is significantly increased. The Market share as of Q3 2014 – gross new lending – stood at:
  - Private: 11.6 per cent (7.5 per cent in Q3 2013)
  - Commercial: 13.9 per cent (4.4 per in Q3 2013)
  - Subsidised: 36.2 per cent (45.6 per cent in Q3 2013)

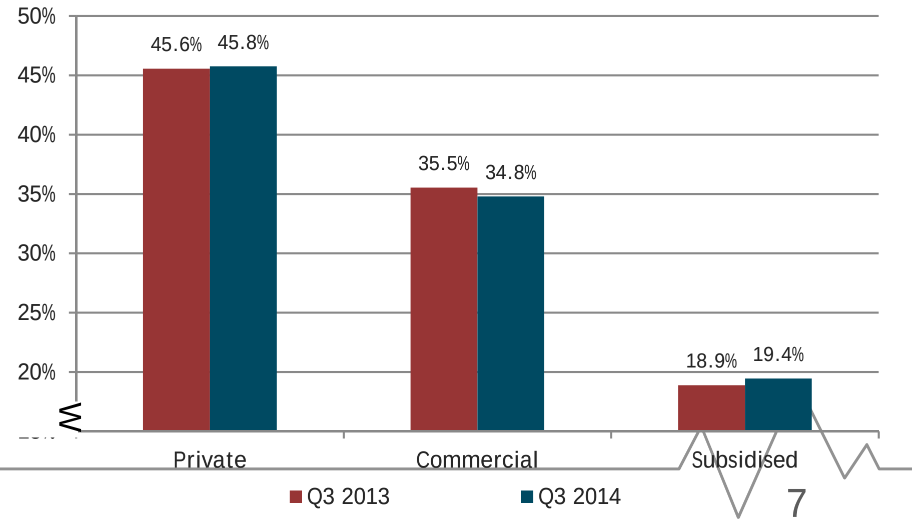
More private and subsidised – less commercial

- The lending volume has increased to DKK 210.1bn at the end of Q3 2014 (DKK 199.5bn at the end of Q3 2013)
- The structure of the lending-portfolio has improved. The segment's share of the total lending is:
  - Private: 45.8 per cent (45.6 per cent in Q3 2013)
  - Commercial: 34.8 per cent (35.5 per cent in Q3 2013)
  - Subsidised: 19.4 per cent (18.9 per cent in Q3 2013)

Market share of lending activity – gross new lending



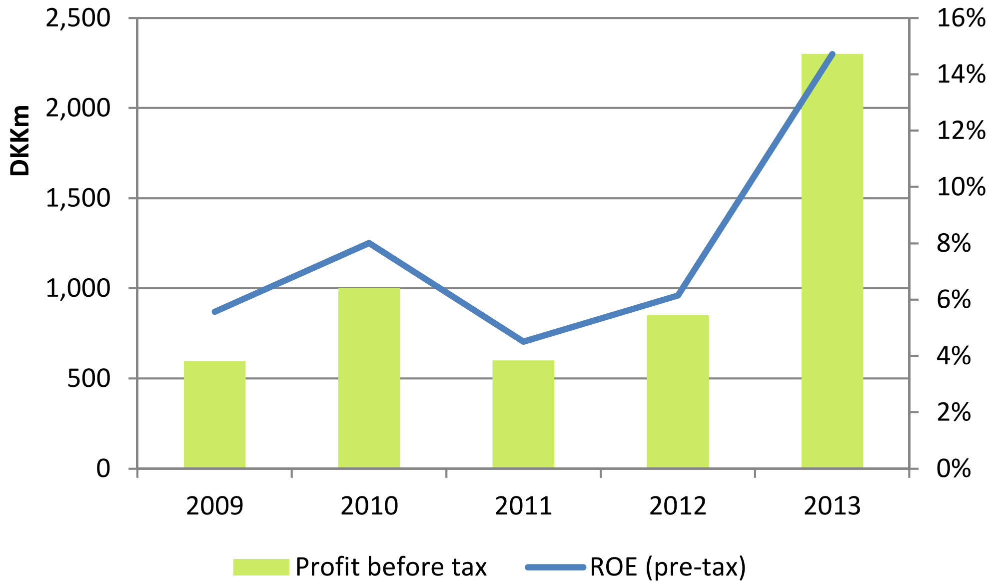
Development in the lending-portfolio

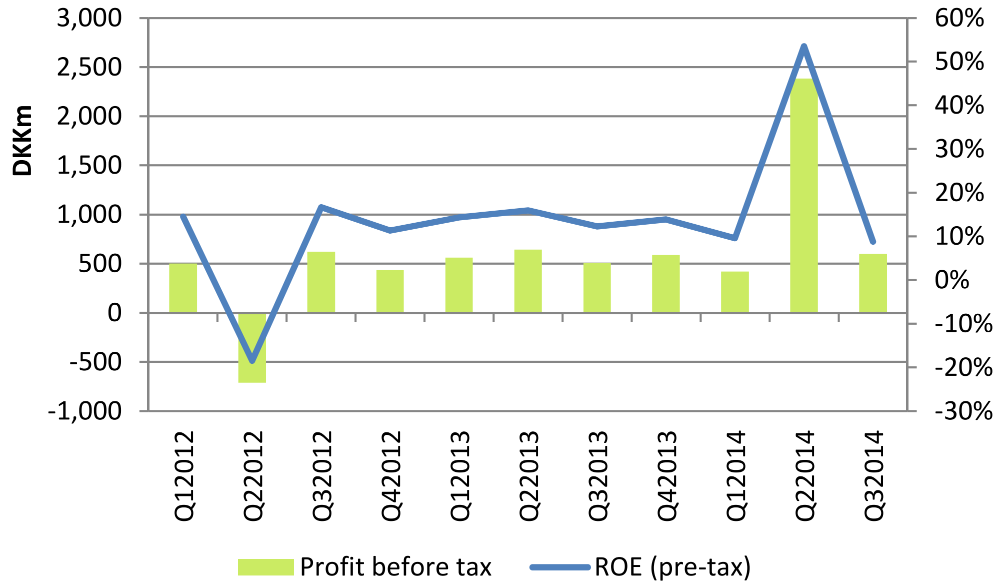


Core earnings

CORE PROFIT AND PROFIT FOR THE PERIOD DKKm	Q1-Q3 2014	Q1-Q3 2013	Index 14/13	Q3 2014	Q2 2014	Q1 2014	Q4 2013	Q3 2013	The year 2013
Net interest income	3,887	3,342	116	1,529	1,325	1,033	1,093	1,118	4,438
Net fee and commission income	1,135	1,226	93	360	351	424	505	367	1,731
Value adjustments	208	296	70	132	-107	183	114	66	410
Other income	2,996	474	632	172	2,753	71	87	135	561
Income from operating lease (net)	58	49	118	19	21	18	16	15	65
Core Income	**8,284**	**5,387**	**154**	**2,212**	**4,343**	**1,729**	**1,815**	**1,701**	**7,205**
Core expenses	3,890	3,334	117	1,297	1,408	1,185	1,135	1,073	4,469
Core profit before loan impairment charges and provisions for guarantees	**4,394**	**2,053**	**214**	**915**	**2,935**	**544**	**680**	**628**	**2,736**
Loan impairment charges and provisions for guarantees	1,236	693	178	398	589	249	234	209	930
Core profit	**3,158**	**1,360**	**232**	**517**	**2,346**	**295**	**446**	**419**	**1,806**
Earnings from investment portfolios	246	350	70	84	39	123	145	89	495
Pre-tax profit	**3,404**	**1,710**	**199**	**601**	**2,385**	**418**	**591**	**508**	**2,301**
Tax	94	370	25	53	-36	77	123	123	493
Profit for the period	**3,310**	**1,340**	**247**	**548**	**2,421**	**341**	**468**	**385**	**1,808**

Profit before tax





Strategic issues

Market conditions

- Corporates:
  - Low demand for corporate credit facilities
  - The shift from bank loans to mortgage loans continues
- Retail: Limited spending/high propensity to save
- Margin pressure increasing, especially on corporates
- Significant improvement in deposit/loans ratio in most banks

Strategic issues 2013-2014

Integration of BRFkredit

- Integration proceeds according to plan

New product line of home loans

- New loans collateralized by property offered from end 2013 to solid private customers at attractive prices compared to traditional mortgage loans; loans outstanding end of Q3 DKK 21bn

New mortgage products launched by BRFkredit

Cost cuts

- 177 FTE’s in June 2014. Of which 47 in BRFkredit and Spar Lolland.
- Target for employees 4,000

Integration of Spar Lolland

- IT integration and second phase of cost cuts completed in Q2 2014

Sale of subsidiaries

- Silkeborg Data in Q2 2014

Strategic issues – Capital and Liquidity

Capital

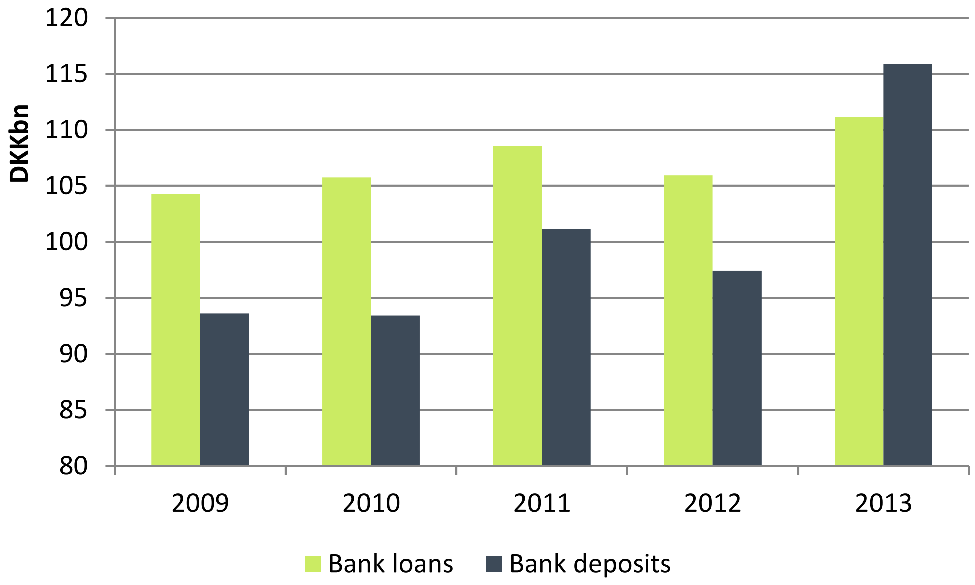
- Capital ratio 16.7%
- Capital buffer 6.0 percentage points
- Core Tier 1 15.7%
- Capital target – Capital ratio 17.5%. Common Equity Tier I minimum 14%
- Jyske Bank complies with the capital charges as off 2019

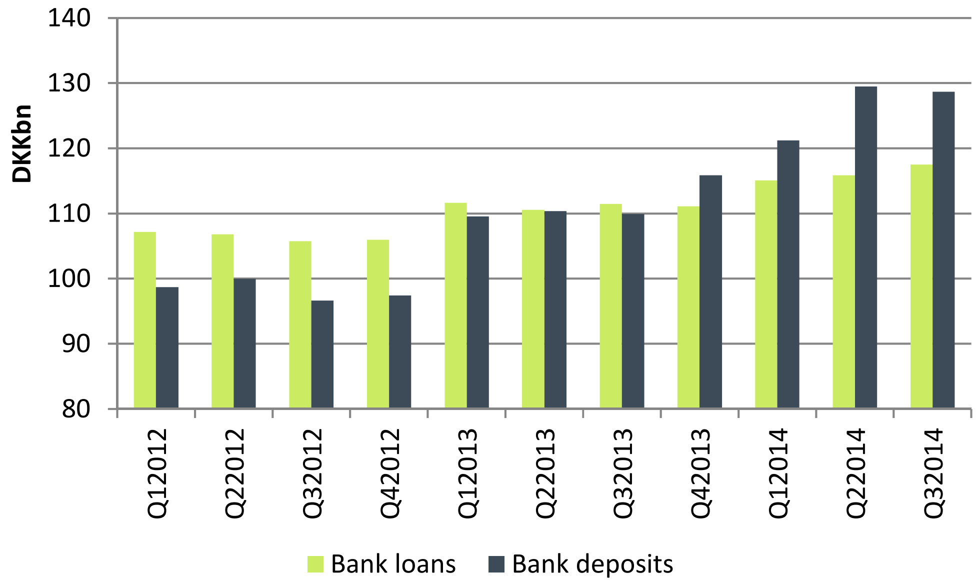
Liquidity

- Liquidity reserve DKK 52bn; liquidity after 12 mths senior unsecured and senior secured debt run-off DKK 25bn
- Issued AAA-rated bonds via BRFkredit DKK 11.2bn by end of Q3 2014
- Refinancing of all 2014 and 1H 2015 redemptions of senior debt (EMTNs) accomplished
- Bank loan portfolio funded by deposits by 109%

Q1-Q3 2014 in figures

Loans and Deposits

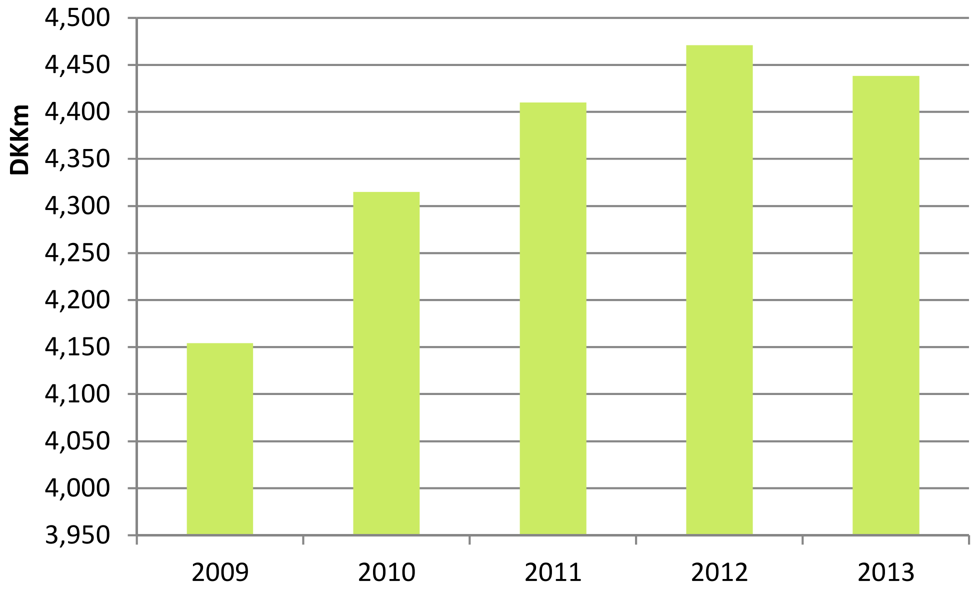


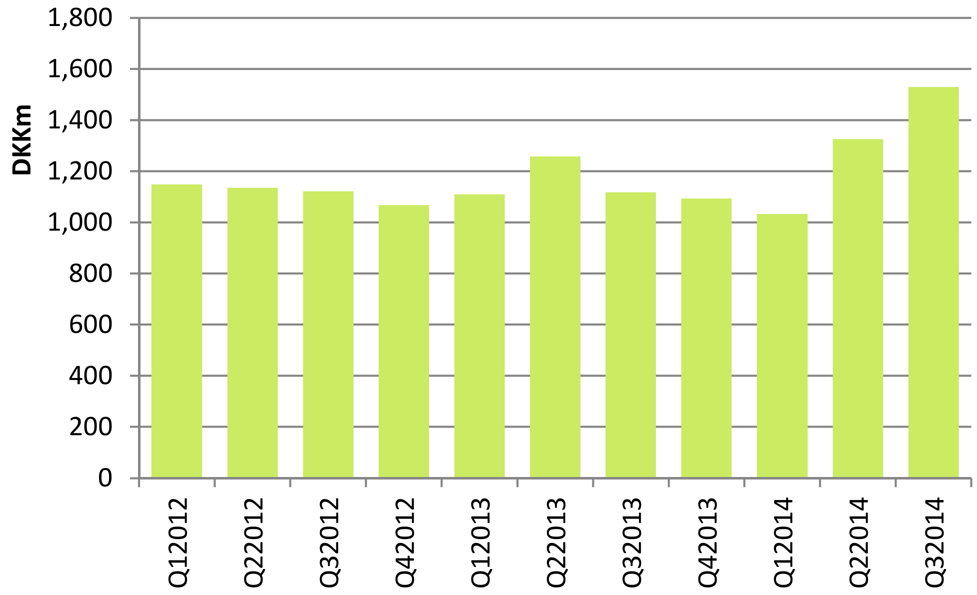


Mortgage loans end Q3 2014: DKK 216 bn

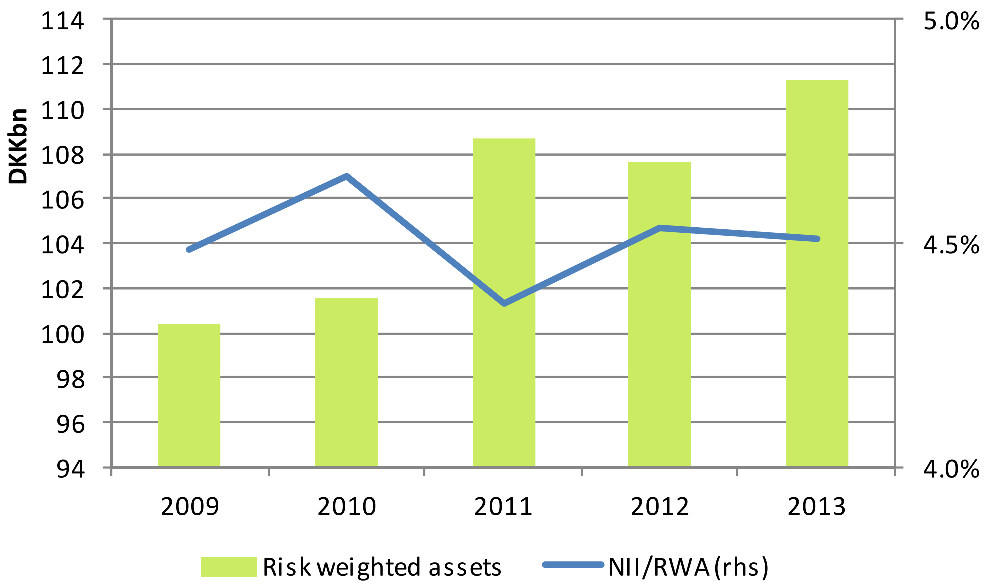
Total loans and advances end Q3 2014: DKK 359 bn

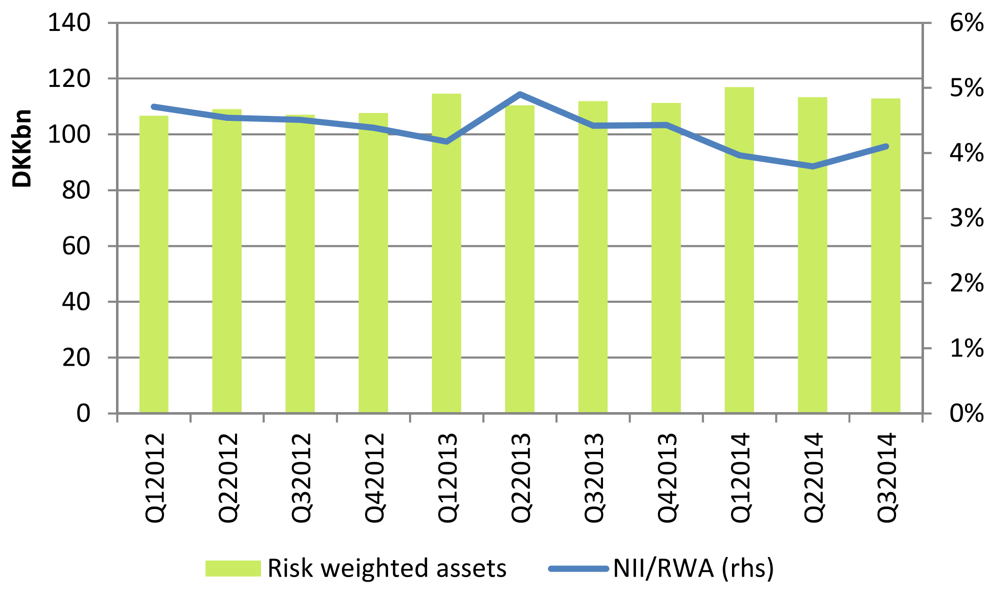
Net Interest Income



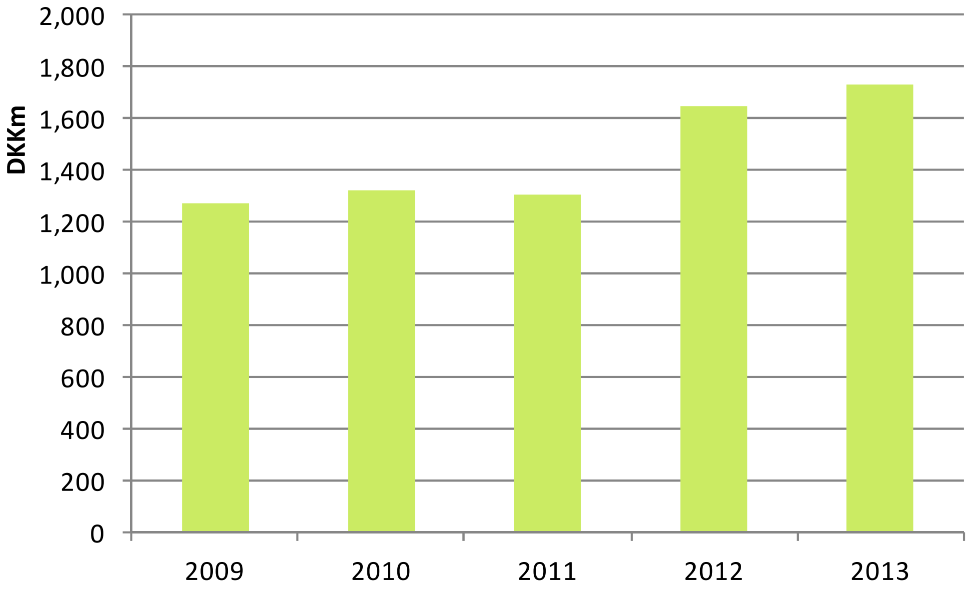


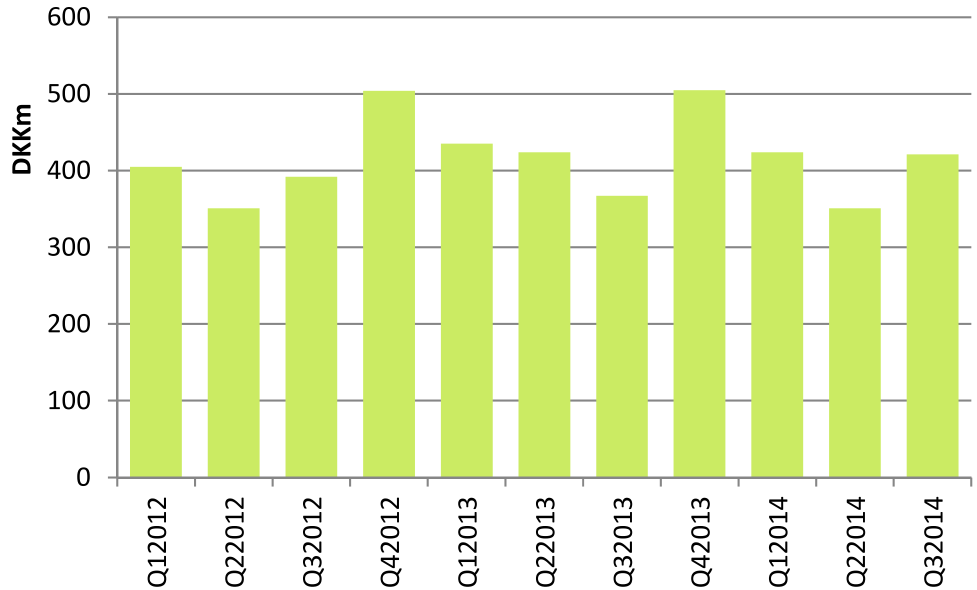
Return/risk-trade off (Jyske Bank ex BRF)

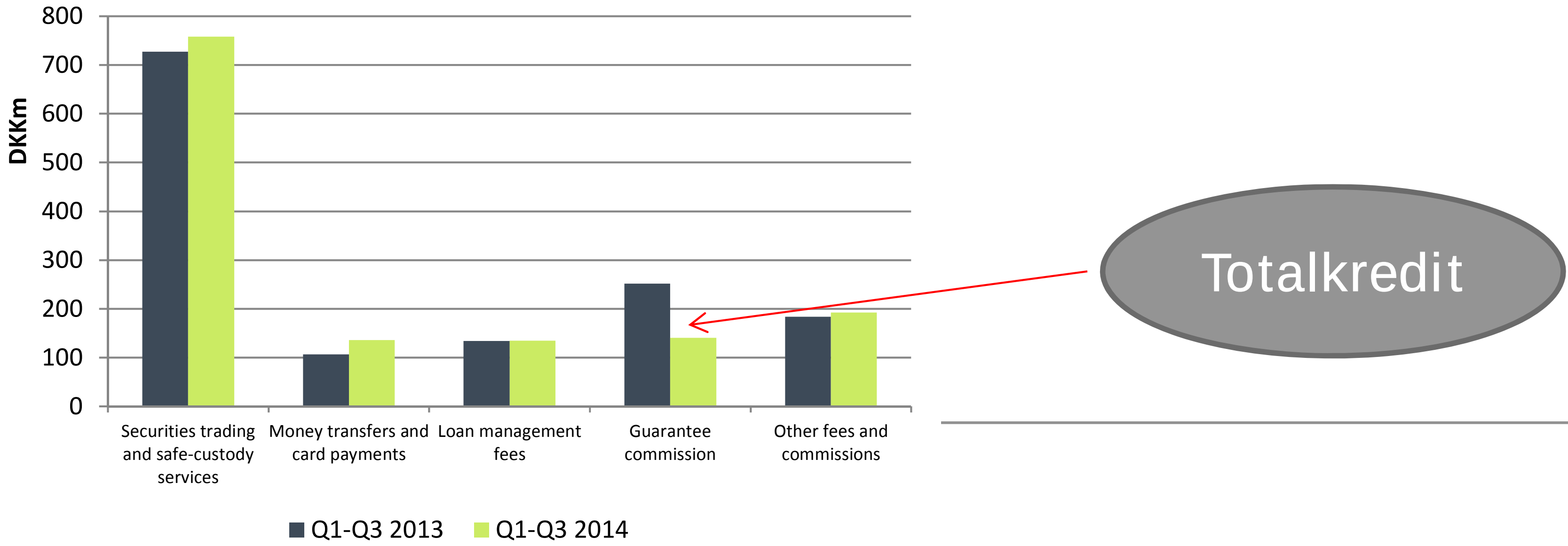




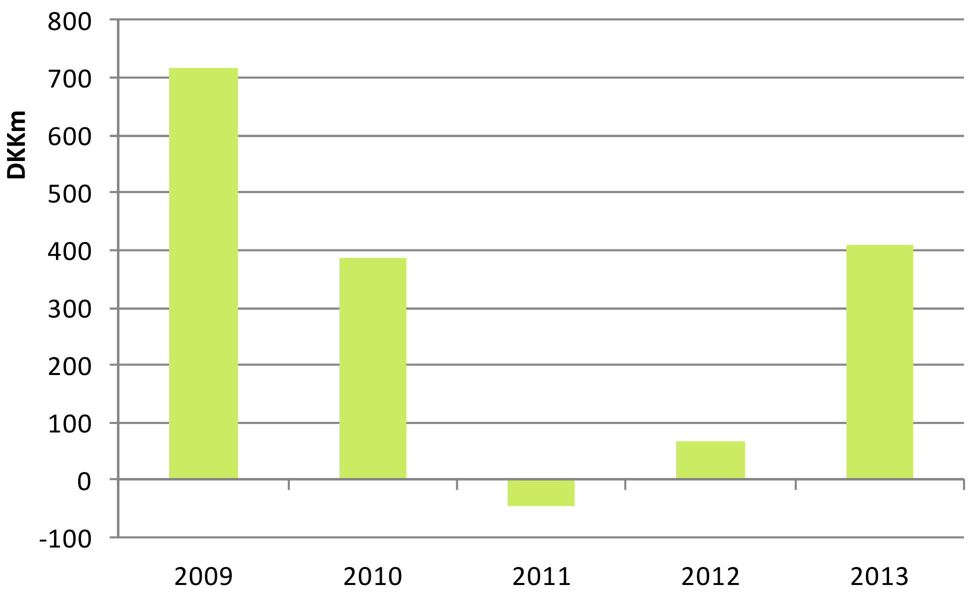
Fee and commision income





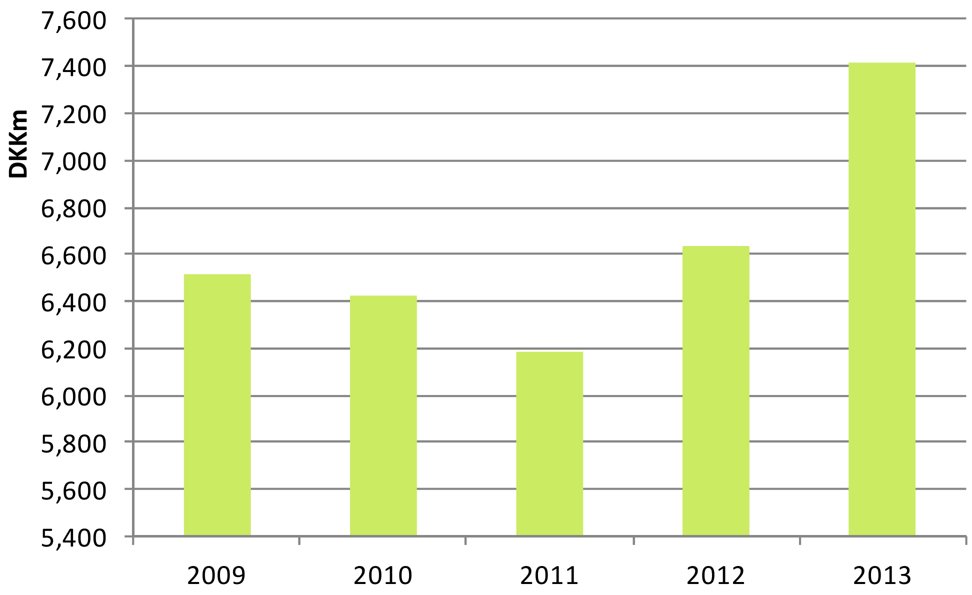


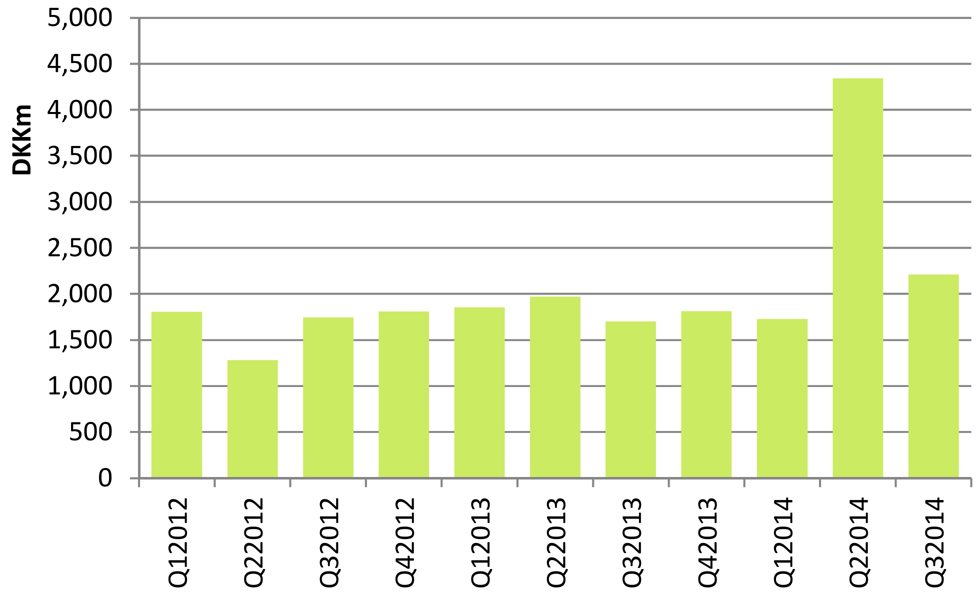
Value adjustments



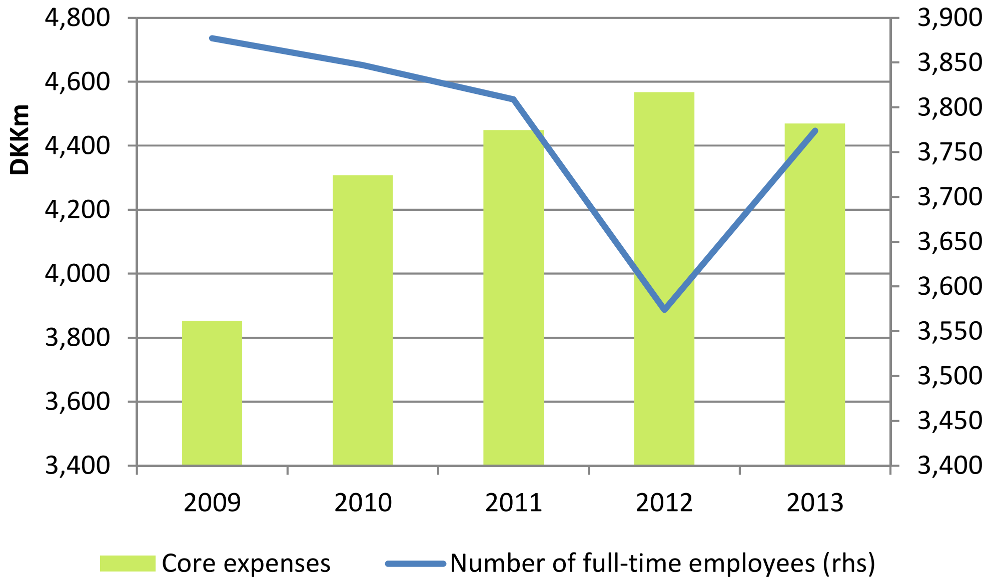
Sale of Nets: DKK 189m
Redemption of hybrid capital: DKK 77m
Interest rate swaps: DKK -355m (DKK +225m)

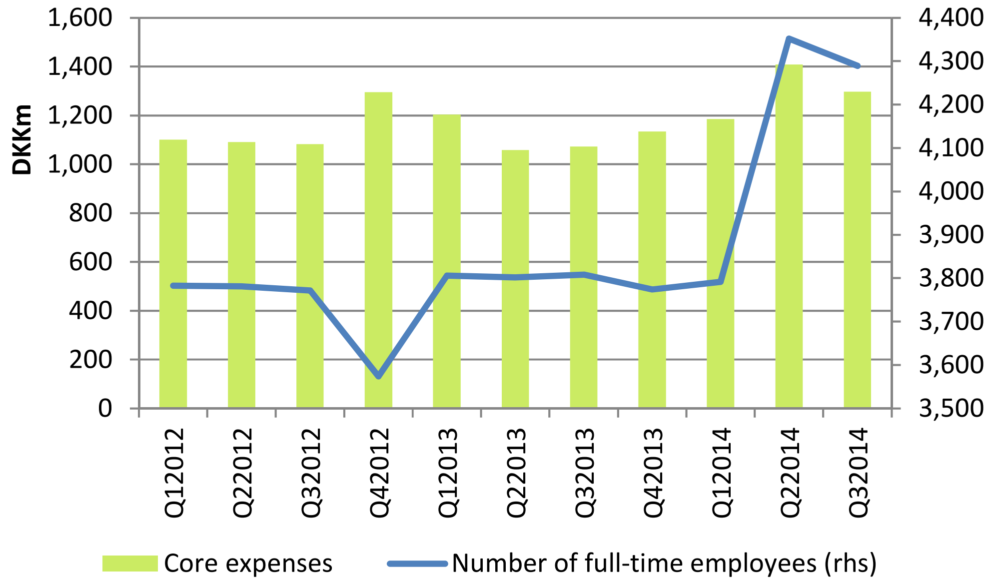
Core income


DKKm
7,600
7,400
7,200
7,000
6,800
6,600
6,400
6,200
6,000
5,800
5,600
5,400
2009
2010
2011
2012
2013

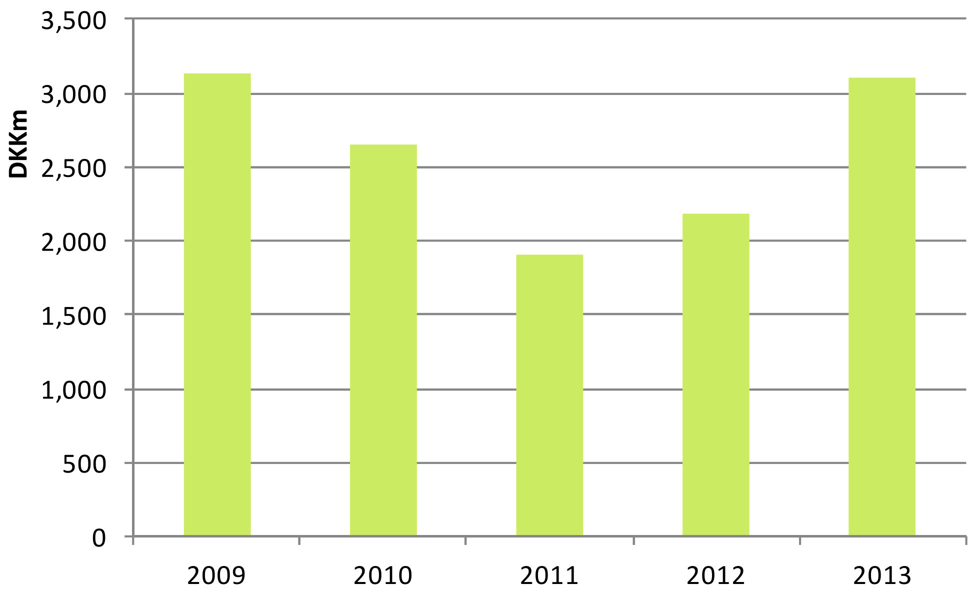

DKKm
5,000
4,500
4,000
3,500
3,000
2,500
2,000
1,500
1,000
500
0
Q12012
Q22012
Q32012
Q42012
Q12013
Q22013
Q32013
Q42013
Q12014
Q22014
Q32014

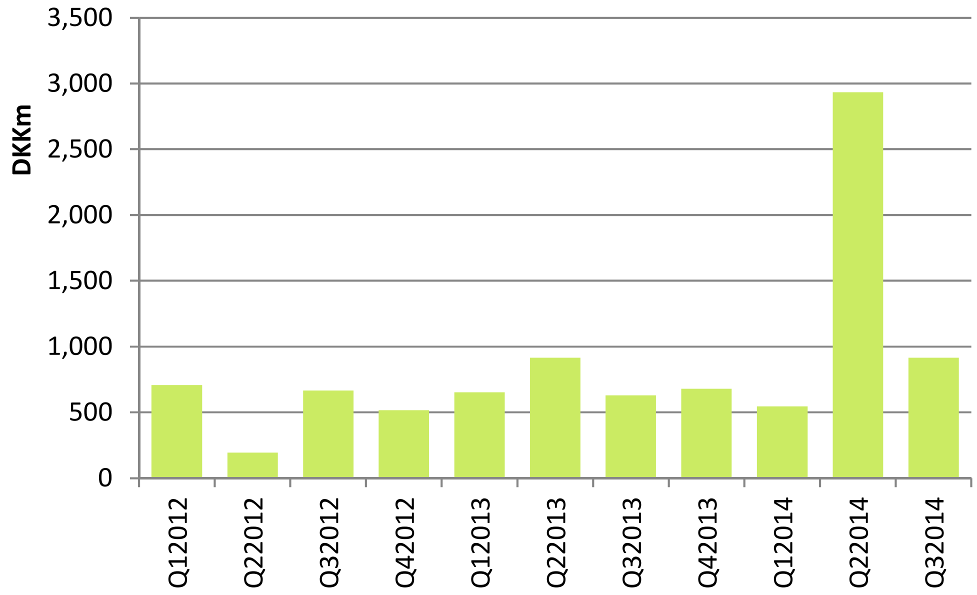
Core expenses and employees



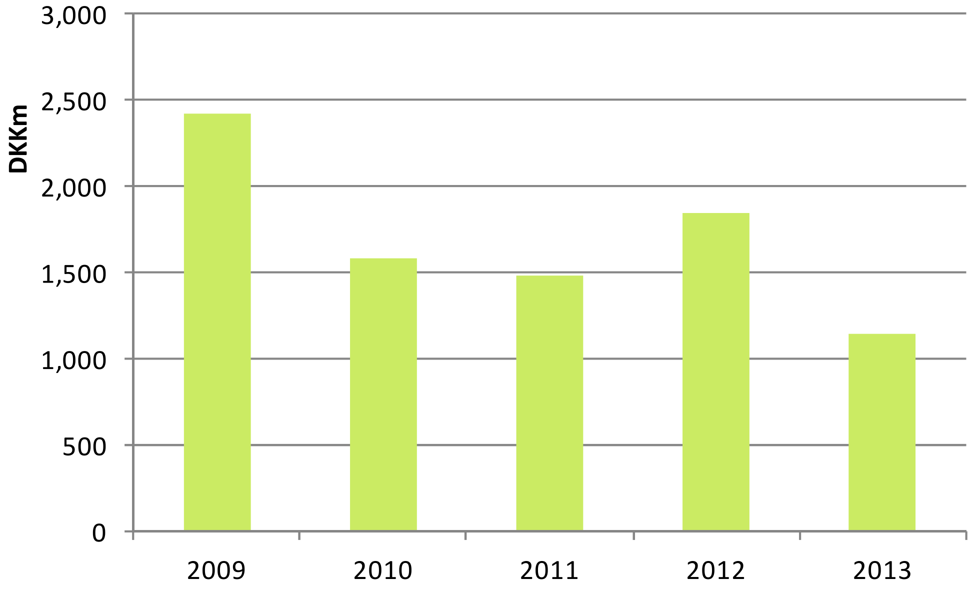


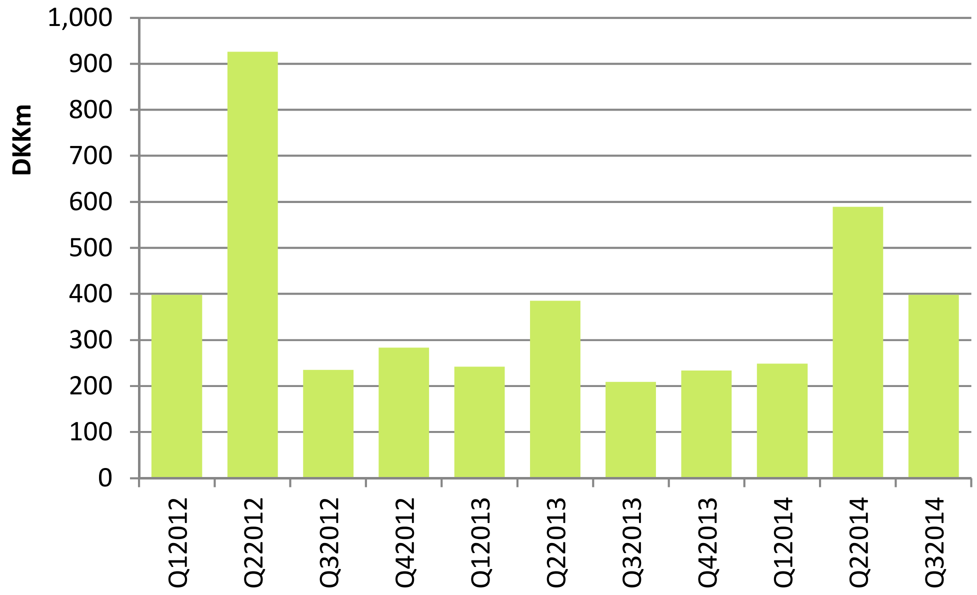
Core profit before loan impairment charges



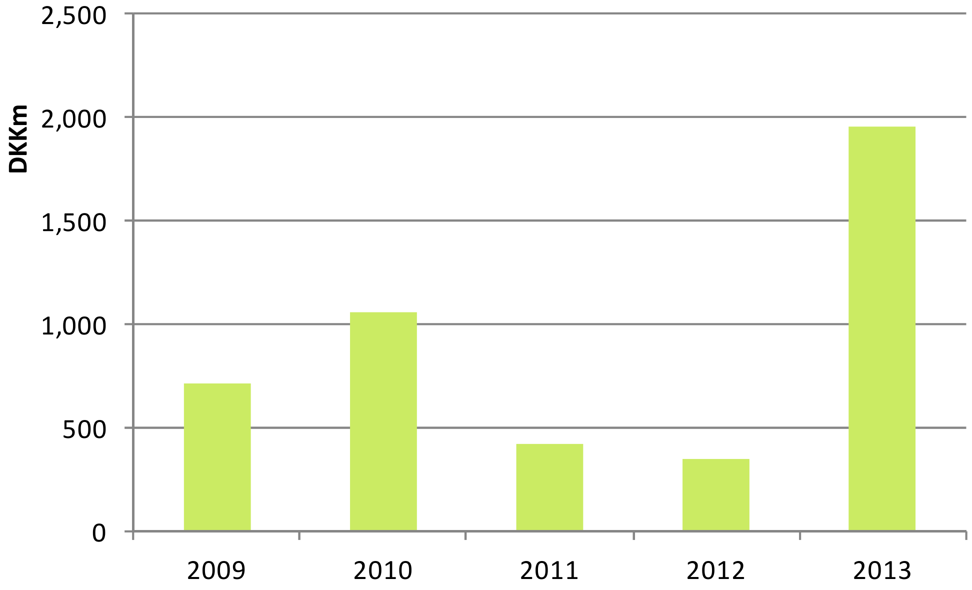


Loan impairment charges

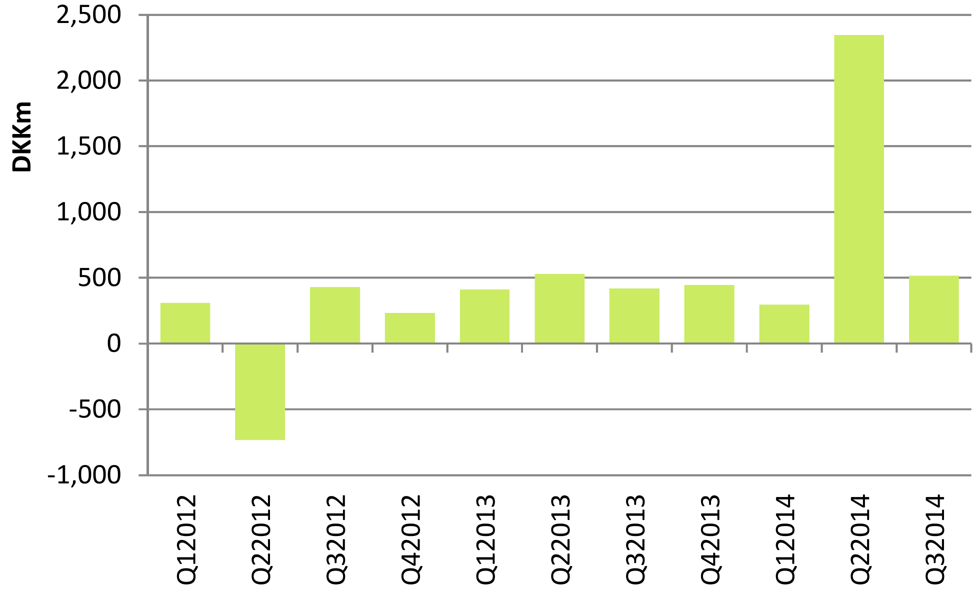




Core profit

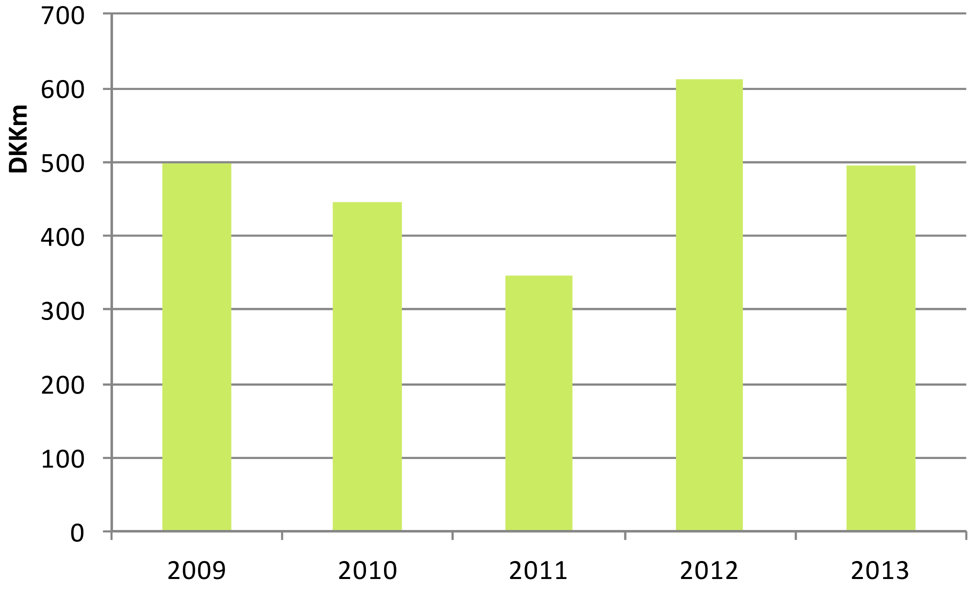


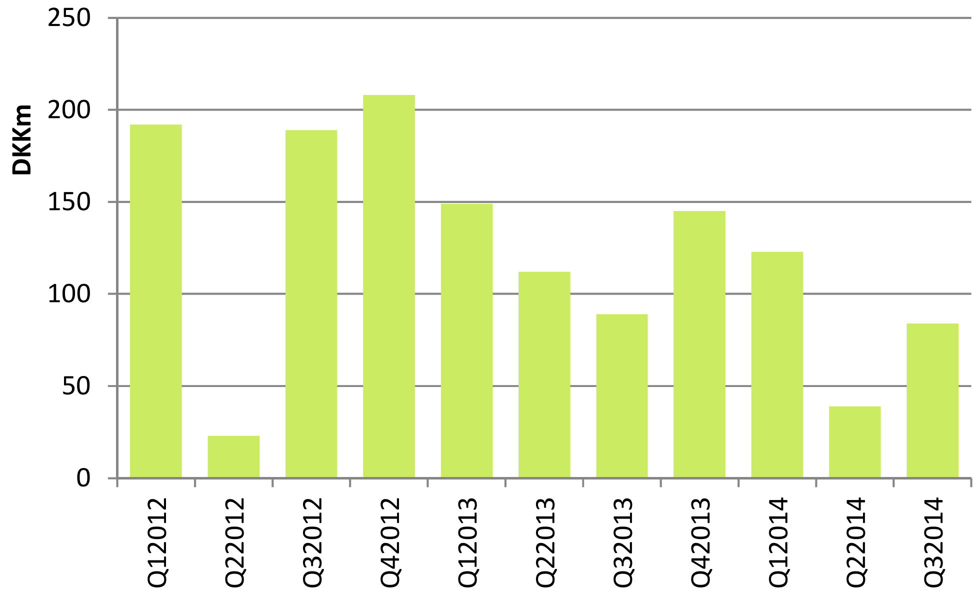
2,500
2,000
1,500
1,000
500
0
DKKm
2009
2010
2011
2012
2013



2,500
2,000
1,500
1,000
500
0
-500
-1,000
DKKm
Q12012
Q22012
Q32012
Q42012
Q12013
Q22013
Q32013
Q42013
Q12014
Q22014
Q32014

Earnings from investment portfolios



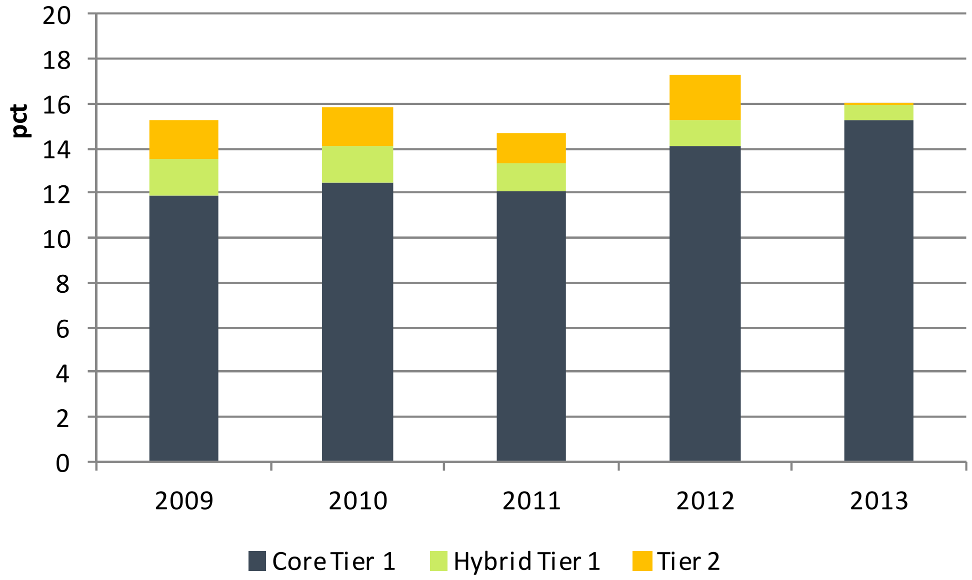


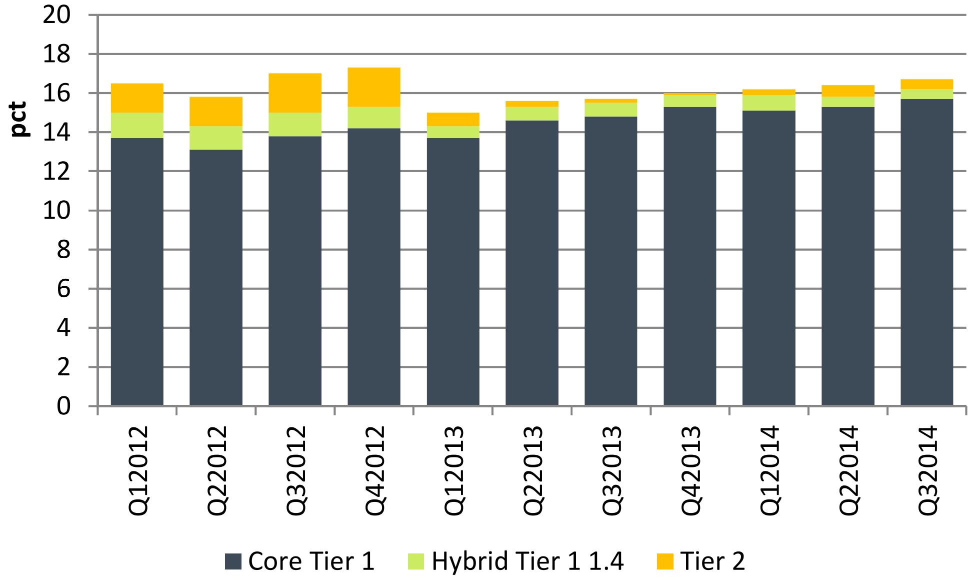
Focus in Q1-Q3 2014 – special items

Special items DKKm	**Q1-Q3** **2014**
Net interest income, amortisation of fair value adjustment of assets and liabilities taken over	60
Net fee and commission income, estimated lost fee income from Totalkredit	-167
Value adjustments,	
The sale of the ownership interest in Nets	189
Value adjustment of sector shares	195
Buy-back of hybrid core capital	77
Changes in the method for measuring bonds issued with embedded options	-45
Value adjustment relating to clients' interest-rate hedging	-355
Other income,	
Earnings from the sale of Silkeborg Data	296
Bargain purchases from the merger with BRFkredit	2,360
Reversal of provisions relating to business combinations	51
Value adjustment of sector shares	42
Core expenses,	
Integration expenses relating to the merger with BRFkredit	-47
Alignment of required rate of return for owner-occupied properties	-48
Reassessment of provisions	-122
Loan impairment charges and provisions for guarantees; adjustment of the methods for calculation of impairment charges relating to personal clients	
Adjustment of the methods for calculation of impairment charges relating to personal clients	-235
Recognition of the results from AQR	-63
Interest-rate adjustment for loans and advances taken over	253
Special items, total	**2,441**

Capital Structure

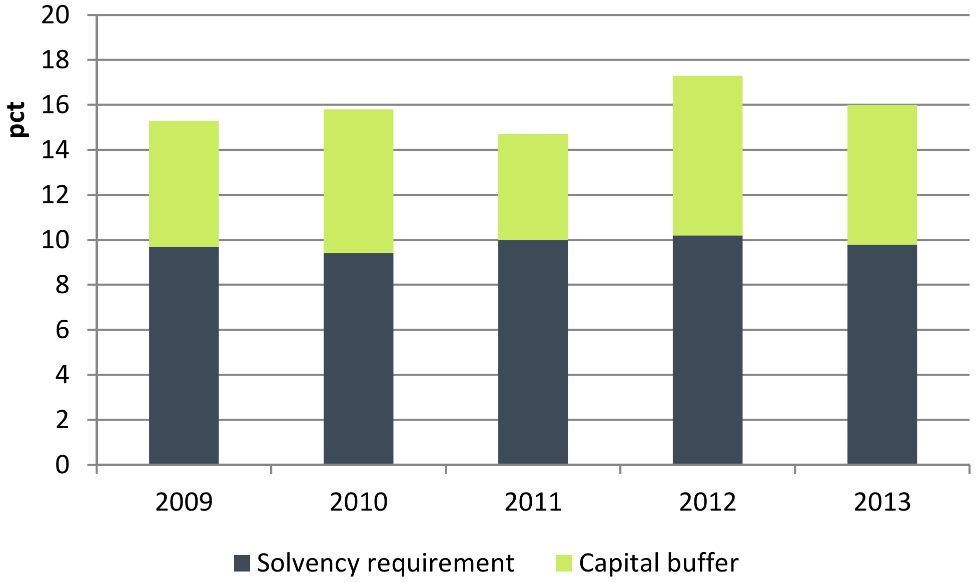
Capital structure

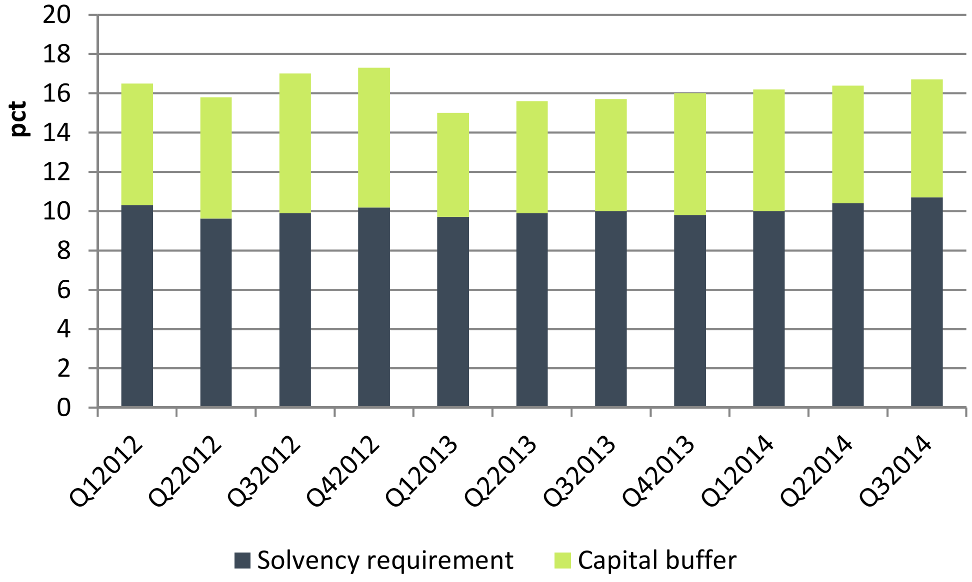




- Core Tier 1 target: 14%
- Capital ratio target: 17.5%

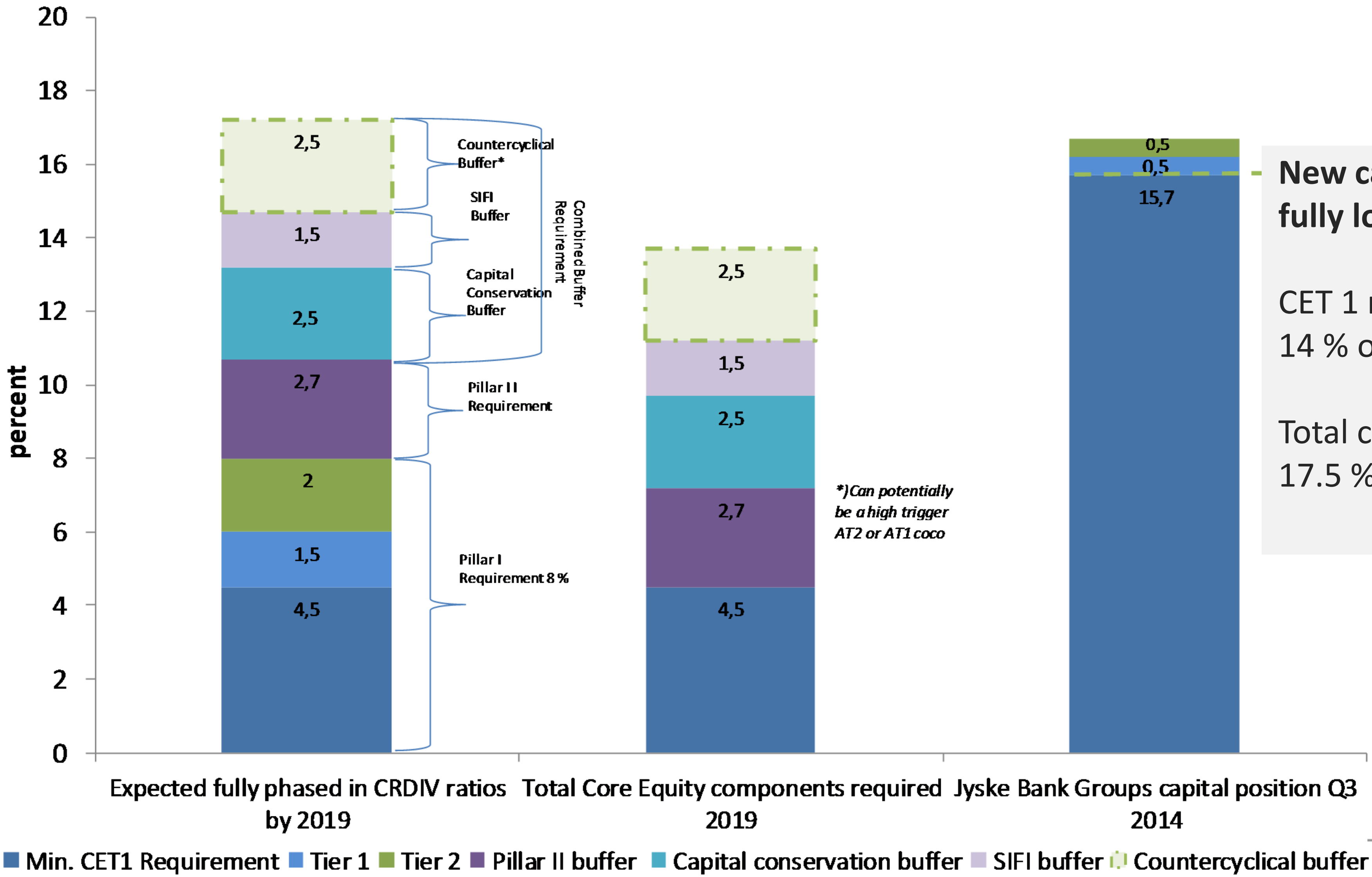
Solvency requirement and capital buffer





On the CET1 ratio Jyske is already ready for CRD IV & Danish SIFI requirements

Total capital requirement by 2019 expected to be around 17 % (incl. worst case fully loaded countercyclical buffer*)
- With a CET1 ratio of 13.7 % (11 % if Pillar II is filled by a high trigger coco AT1 or AT2)



New capital target defined for fully loaded CRD IV:

CET 1 ratio:
14 % of RWA

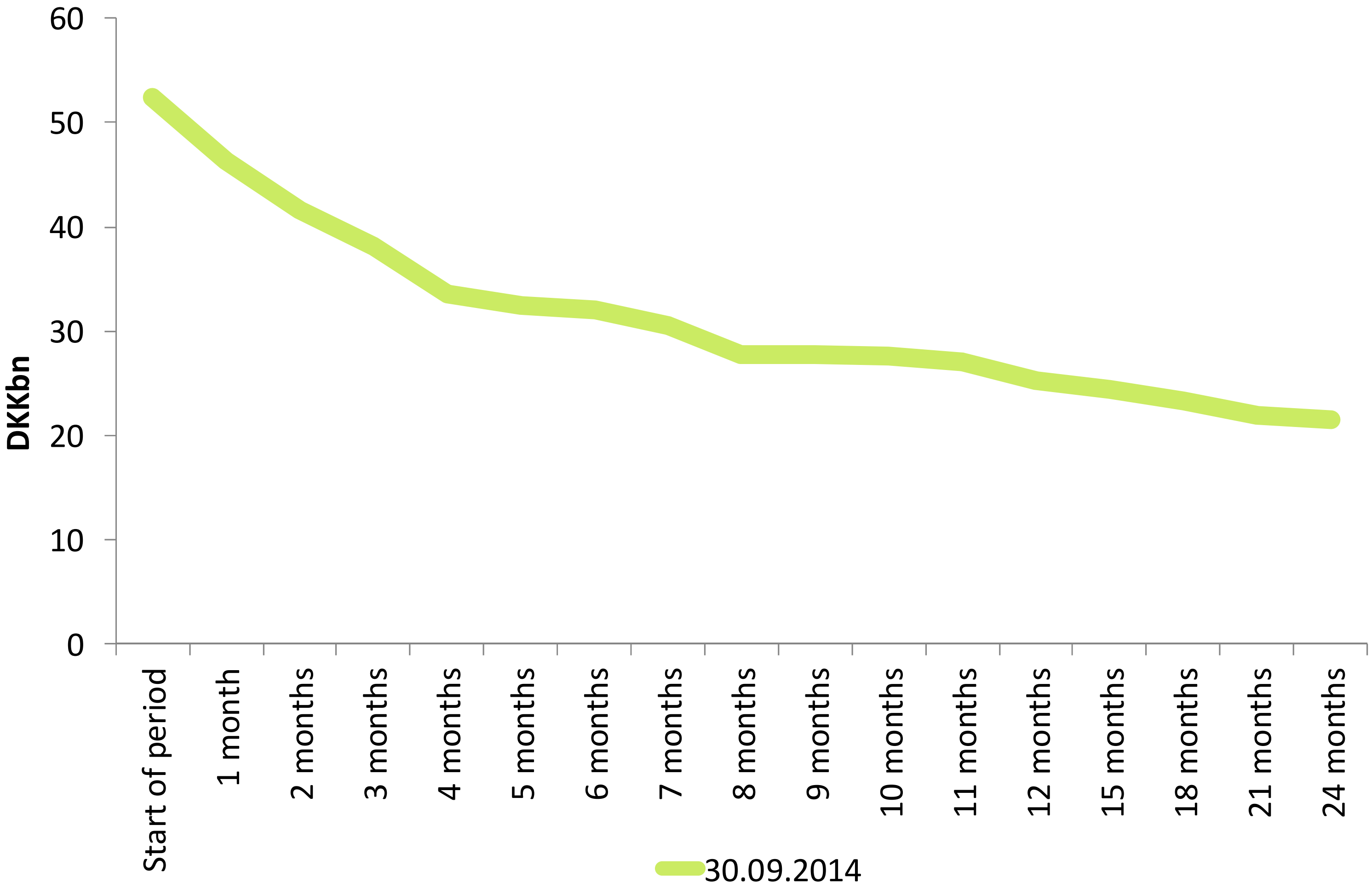
Total capital ratio:
17.5 % of RWA

*) Countercyclical Buffer will depend on Danish macroeconomic and business cycle factors , the final level to be build up from 2016-2019 not certain yet…………….

Liquidity

Liquidity position and run-off

Capital market scenario: run-off of senior unsecured debt and senior secured bonds



Group issuance of senior debt will be from Jyske Bank A/S only
Jyske will remain a rare but regular issuer on the EMTN market

JYSKE BANK

No new issuance of senior secured bonds from BRFkredit A/S as house prices have stabilized

Senior unsecured activity will depend on developments in the balance sheet (funding gap) as

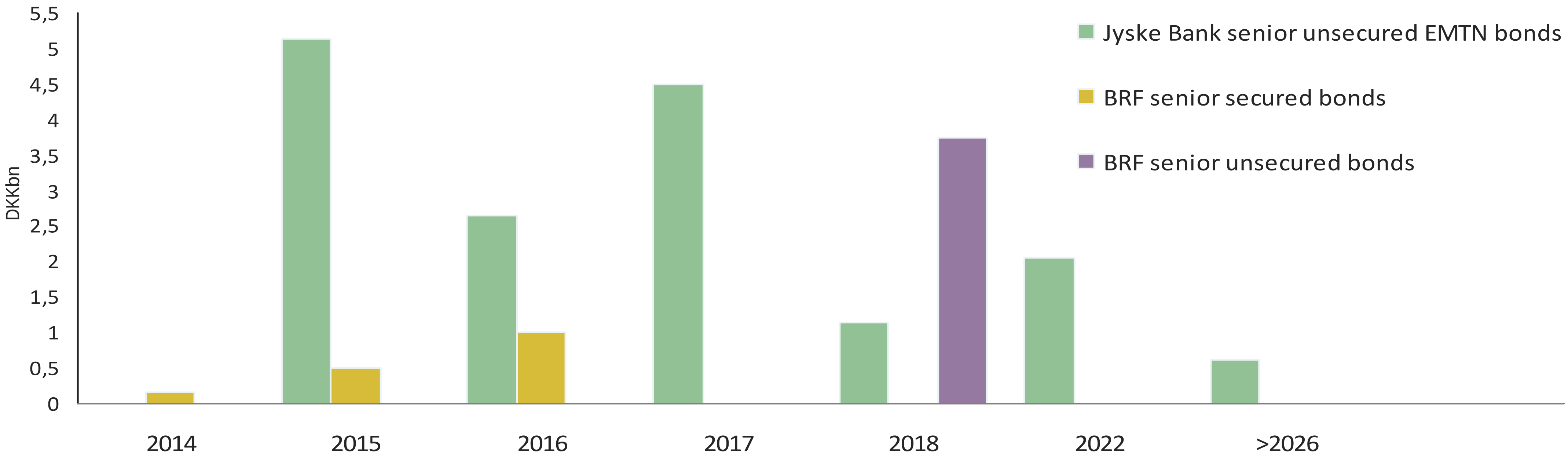
Integrated part of policy is to maintain a deposit/loan ratio in the banking activities of a min of 95 %*

BUT: Maintenance of access to diversified funding sources in the international debt capital markets remains a cornerstone in liquidity risk management

Senior unsecured funding activities in 2014:

- Private placement of SEK 850m 3 year FRN, SEK 200m 4 year FRN and SEK 200m 4 year fixed rate notes
- Public benchmark of EUR 500m 3 year FRN (81% placed outside of Denmark)

Jyske Bank Group: Redemption profile end October 2014 incl. of senior unsec. and senior sec. bonds from BRFkredit A/S

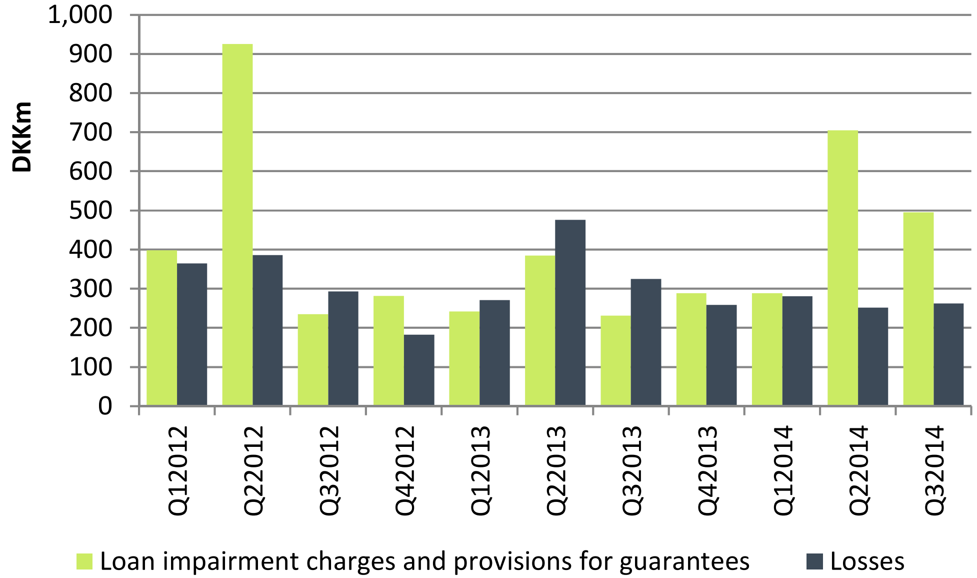


Senior unsecured funding plans Q4 2014: No issuance activity expected

**)Net ratio excl. of Jyske Banks "Jyske Prioritet" home loans funded by BRFkredit A/S's issuance of mortgage bonds*

Credit quality

Loan impairment charges and losses



Loans and advances split by sector

(Jyske Bank A/S)

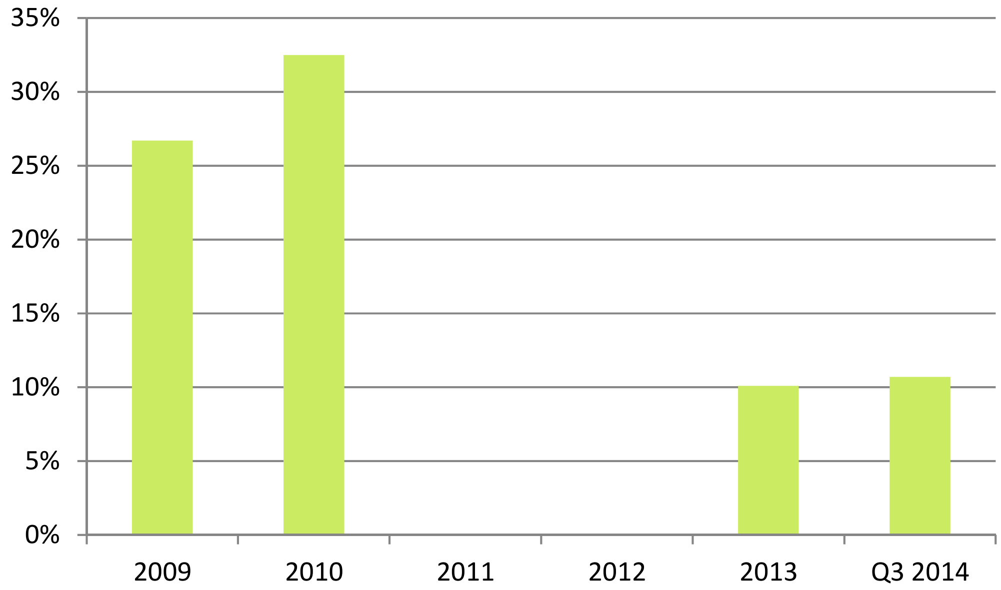
Loans, advances and guarantees as well as loan impairment charges and provisions for guarantees (DKKm)	Loans, advances and guarantees		Balance of loan impairment charges and provisions for guarantees		Loan impairment charges for the period		Loss for the period	
Jyske Bank A/S	30.09.2014	End 2013	30.09.2014	End 2013	Q1-Q3 2014	Q1-Q3 2013	Q1-Q3 2014	Q1-Q3 2013
Public authorities	**8,428**	7,871	**0**	0	**0**	0	**0**	0
Agriculture, hunting, forestry, fishing industry	**7,855**	8,394	**735**	568	**273**	144	**134**	179
Fishing	**2,112**	2,426	**0**	1	**0**	4	**0**	48
Milk producers	**1,322**	1,472	**404**	334	**106**	92	**47**	72
Plant farming	**1,452**	1,322	**16**	17	**4**	5	**6**	6
Pig breeding	**1,808**	1,838	**263**	194	**133**	38	**78**	10
Other agriculture	**1,161**	1,336	**52**	22	**30**	5	**3**	43
Manufacturing and mining, etc.	**5,711**	6,425	**175**	132	**65**	60	**29**	118
Energy supply	**4,054**	4,595	**17**	22	**-5**	8	**0**	0
Building and construction	**2,107**	2,232	**75**	77	**14**	13	**18**	35
Commerce	**7,266**	7,436	**254**	211	**92**	108	**59**	164
Transport, hotels and restaurants	**2,871**	2,868	**45**	61	**-7**	35	**8**	36
Information and communication	**466**	475	**20**	16	**11**	13	**8**	11
Finance and insurance	**46,415**	41,751	**739**	690	**152**	135	**119**	119
Real property	**9,073**	10,072	**1,192**	1,150	**149**	176	**122**	162
Lease of real property	**7,738**	8,038	**959**	850	**170**	99	**79**	132
Buying and selling of real property	**824**	982	**80**	165	**-47**	82	**33**	19
Other real property	**510**	1,052	**153**	135	**26**	-5	**10**	11
Other sectors	**5,184**	5,323	**157**	54	**117**	-3	**24**	70
Corporate customers, individually assessed, total	**91,001**	89,571	**3,409**	2,981	**861**	689	**521**	894
Corporate customers, collective impairment charges			**955**	659	**268**	12	**0**	0
Personal customers, individually assessed	**53,681**	45,468	**681**	576	**227**	139	**146**	178
Personal customers, collective impairment charges			**333**	275	**53**	-11	**0**	0
Total	**153,110**	142,910	**5,378**	4,491	**1,409**	829	**667**	1,072

Loans and advances split by sector

(Jyske Bank A/S)

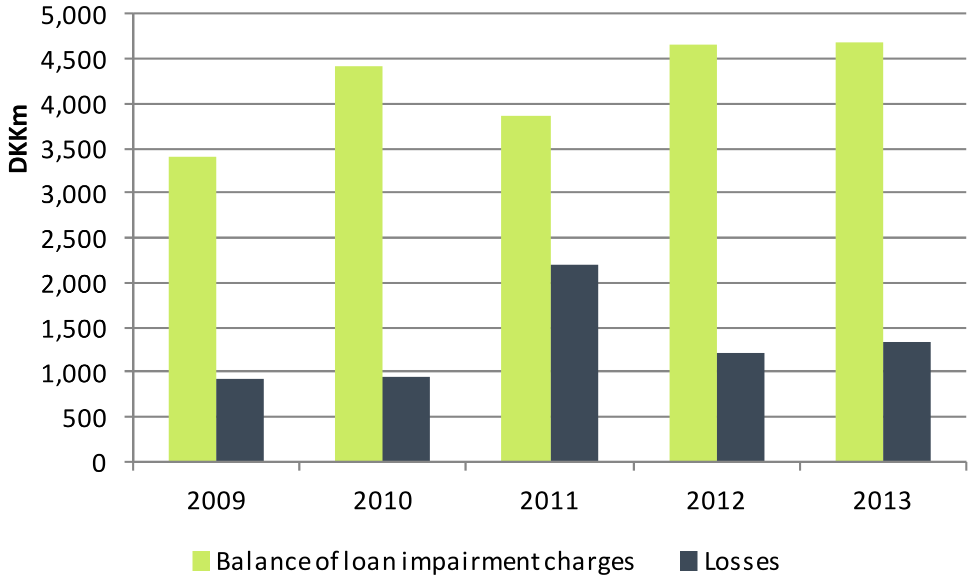
Loans, advances and guarantees as well as loan impairment charges and provisions for guarantees (DKKm)	Loans, advances and guarantees	Balance of loan impairment charges and provisions for guarantees	Loans, advances and guarantees	Balance of loan impairment charges and provisions for guarantees	Loss for the period/loans, advances	Loan impairment charges for the period/loans, advances
Jyske Bank A/S	**30.09.2014**	**30.09.2014**	**Change in pct.**	**Change in pct.**	**Pct.**	**Pct.**
Public authorities	8,428	0	7.1%		0.0%	0.0%
Agriculture, hunting, forestry, fishing industry	7,855	735	-6.4%	29.4%	1.7%	3.5%
Fishing	2,112	0	-12.9%	-100.0%	0.0%	0.0%
Milk producers	1,322	404	-10.2%	21.0%	3.6%	8.0%
Plant farming	1,452	16	9.8%	-5.9%	0.4%	0.3%
Pig breeding	1,808	263	-1.6%	35.6%	4.3%	7.4%
Other agriculture	1,161	52	-13.1%	136.4%	0.3%	2.6%
Manufacturing and mining, etc.	5,711	175	-11.1%	32.6%	0.5%	1.1%
Energy supply	4,054	17	-11.8%	-22.7%	0.0%	-0.1%
Building and construction	2,107	75	-5.6%	-2.6%	0.9%	0.7%
Commerce	7,266	254	-2.3%	20.4%	0.8%	1.3%
Transport, hotels and restaurants	2,871	45	0.1%	-26.2%	0.3%	-0.2%
Information and communication	466	20	-1.9%	25.0%	1.7%	2.4%
Finance and insurance	46,415	739	11.2%	7.1%	0.3%	0.3%
Real property	9,073	1,192	-9.9%	3.7%	1.3%	1.6%
Lease of real property	7,738	959	-3.7%	12.8%	1.0%	2.2%
Buying and selling of real property	824	80	-16.1%	-51.5%	4.0%	-5.7%
Other real property	510	153	-51.5%	13.3%	2.0%	5.1%
Other sectors	5,184	157	-2.6%	190.7%	0.5%	2.3%
Corporate customers, individually assessed, total	91,001	3,409	1.6%	14.4%	0.6%	0.9%
Corporate customers, collective impairment charges		955		44.9%		
Personal customers, individually assessed	53,681	681	18.1%	18.2%	0.3%	0.4%
Personal customers, collective impairment charges		333		21.1%		
Total	**153,110**	**5,378**	**7.1%**	**19.8%**	**0.4%**	**0.9%**

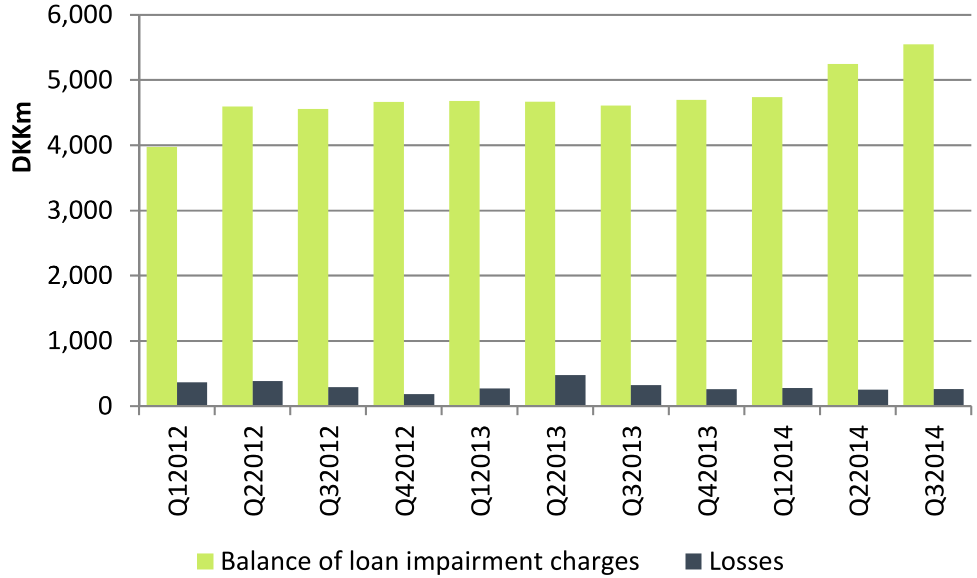
Large exposures
(per cent of capital base)



Jyske Bank large exposures:
> 10% : 1
7.5-10%: 1
5-7.5%: 2

Balance of loan impairment charges

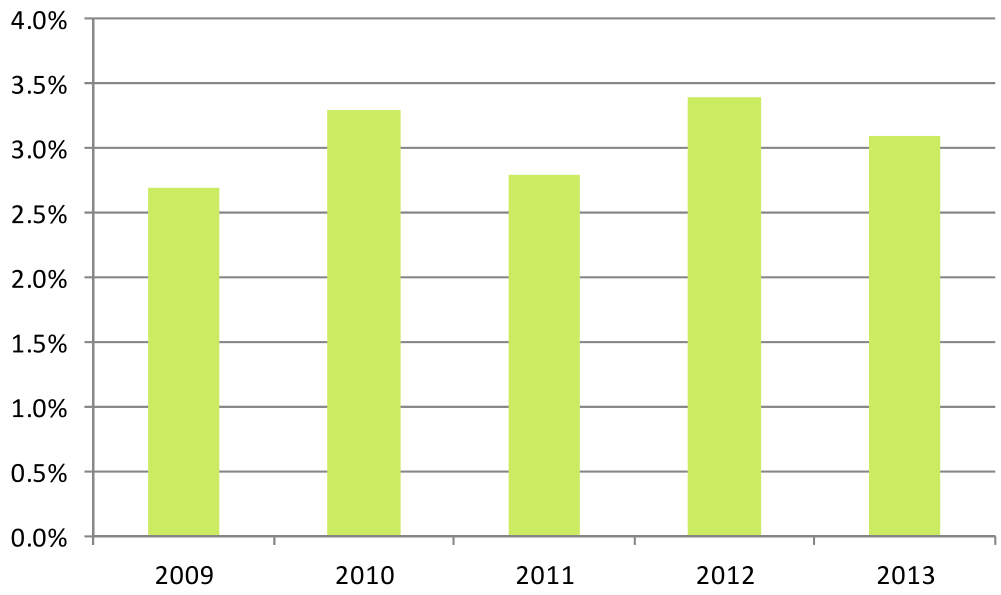


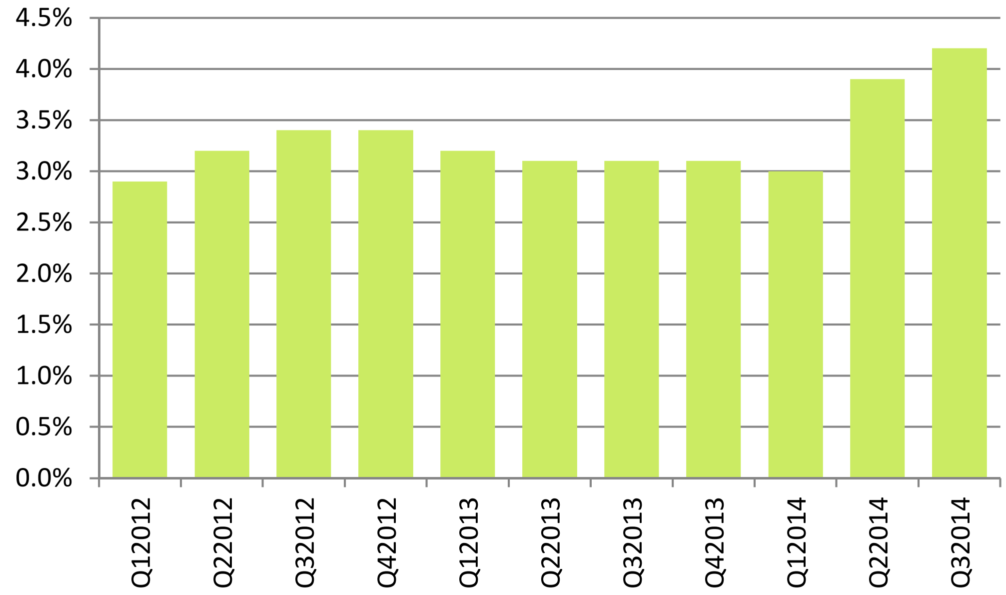


Balance of discounts for assets taken over DKK 3.0bn
Total balance for loan impairment charges and provisions for guarantees and balance of discounts for assets taken over DKK 8.6bn corresponding to 2.3% of total loans, advances and guarantees

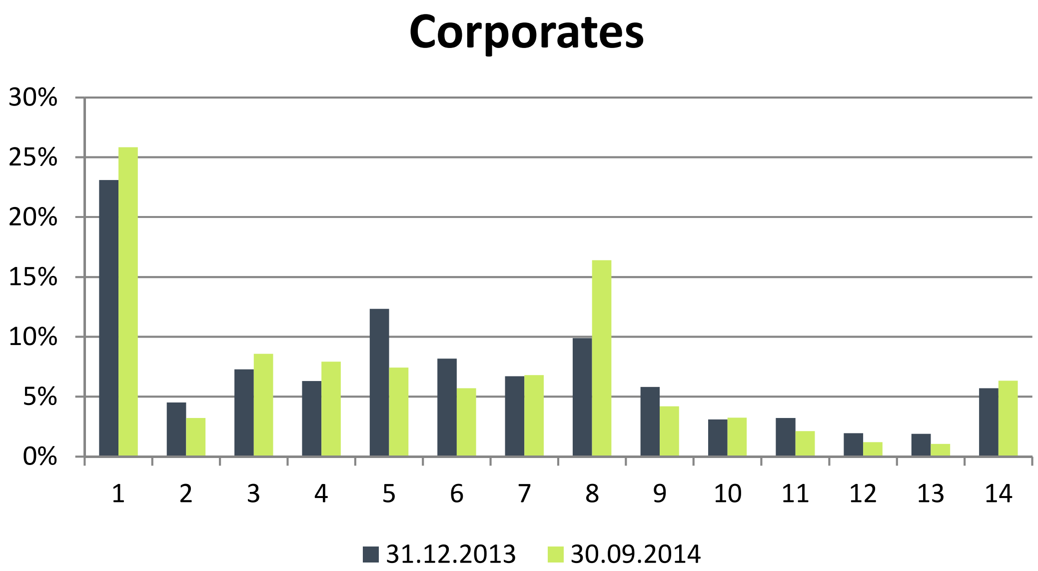
Balance of loan impairment charges

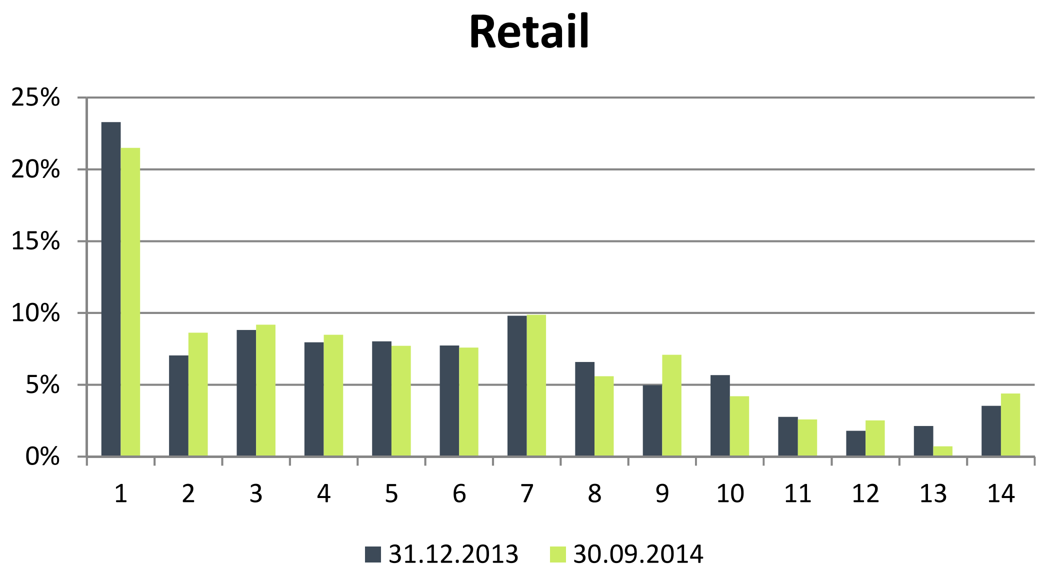
(per cent of bank loans and advances)





Exposures by credit rating
(Jyske Bank A/S)

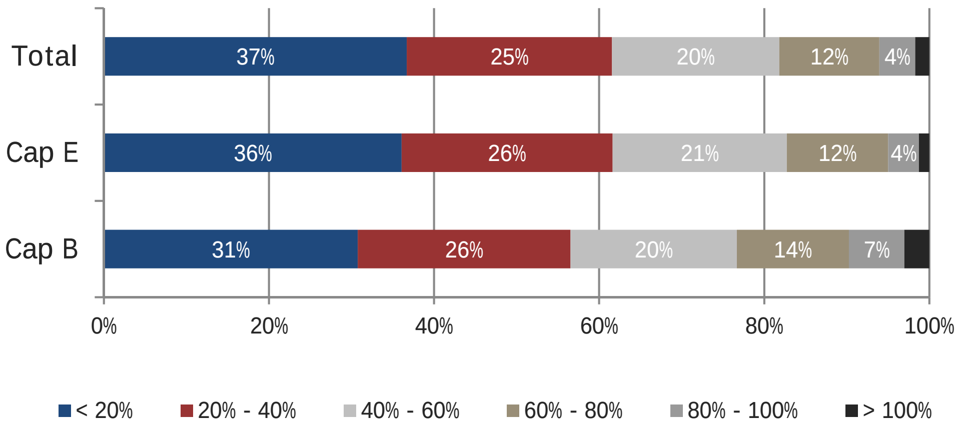




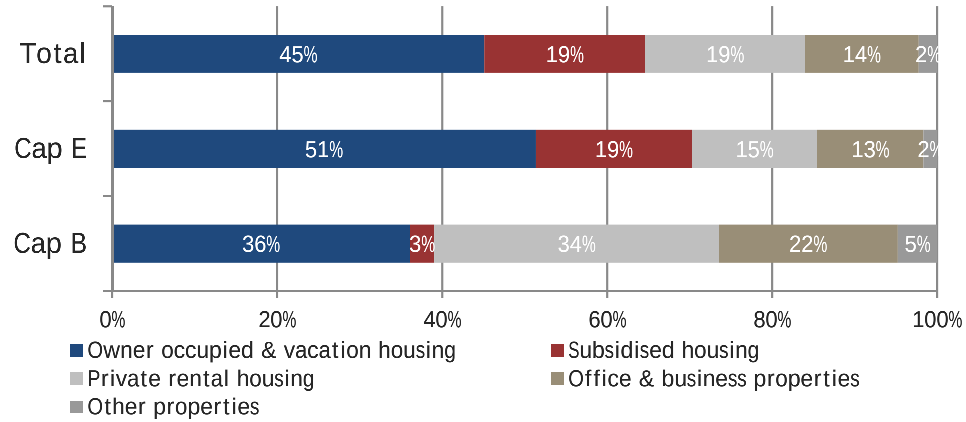
BRFkredit - Portfolio composition

Q3 2014

Portfolio by Loan to Value (LTV)



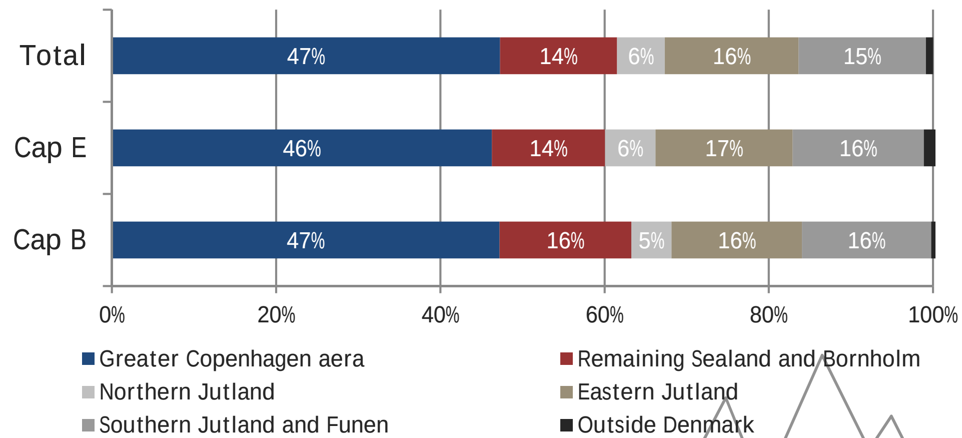
Portfolio split by property category



Average LTV by property segment

Average LTV by property segment	Total	Kap E	Kap B
Owner occupied & vacation housing	70.3	71.0	67.9
Subsidised housing	49.8	49.5	30.9
Private rental housing	75.7	73.0	82.6
Office & business properties	65.7	64.7	68.2
Other properties	56.3	64.5	47.3
Lending, average LTV	66.3	66.3	71.0
Total lending (DKK bn)	*210.1*	*157.6*	*38.4*

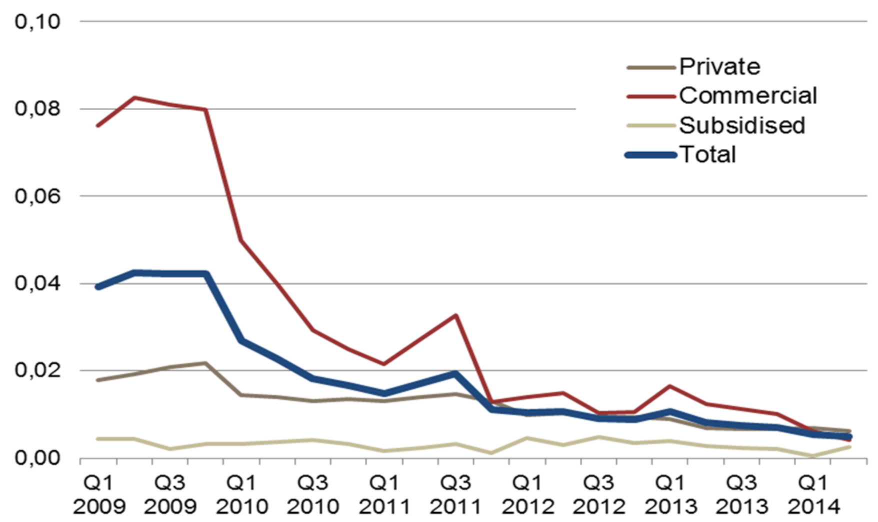
Portfolio split by geography



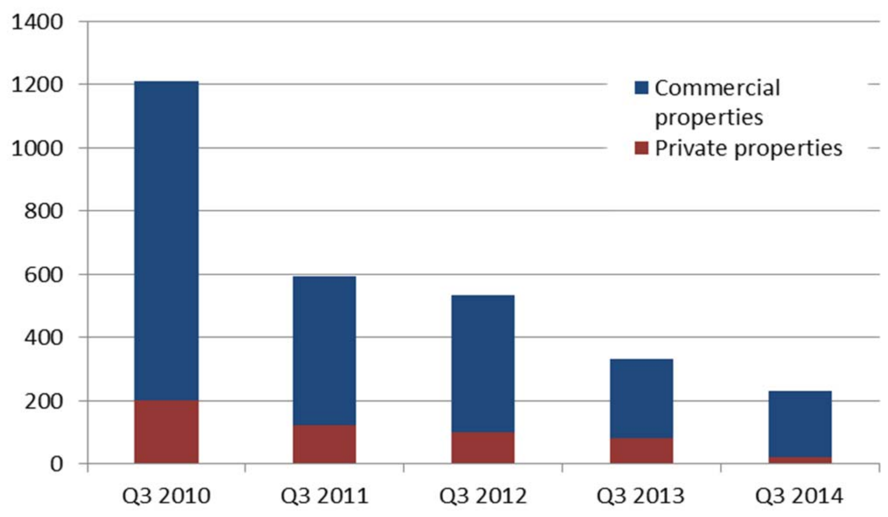
Source: Cover Pool rapport per Q3 2014

Credit quality - BRFkredit

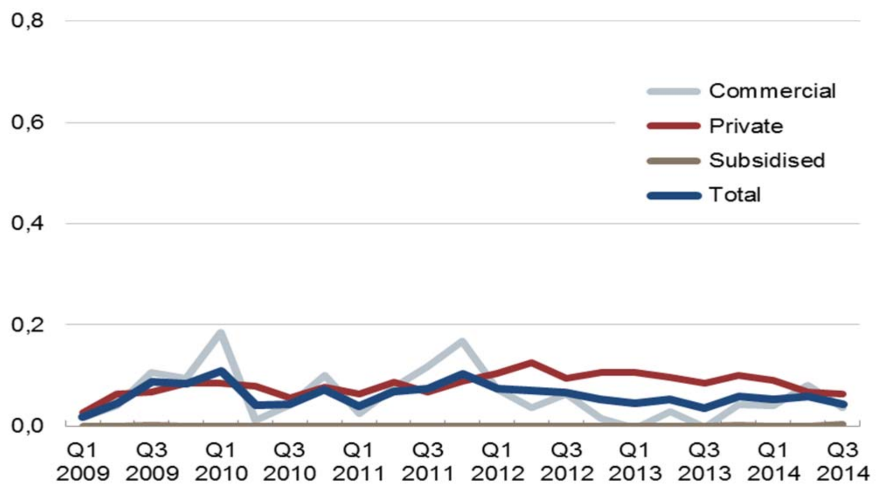
90-days arrears (*per cent of instalment payments*)



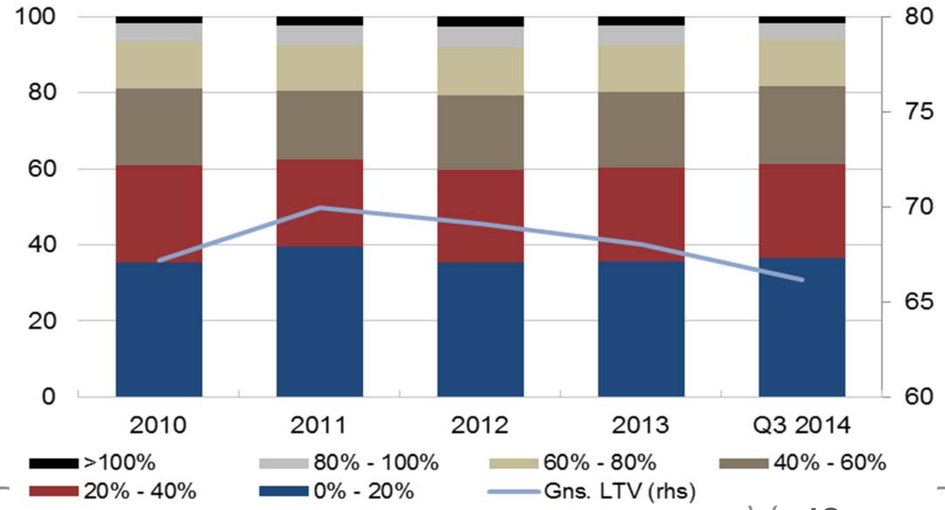
Repossessed properties (*DKKm*)



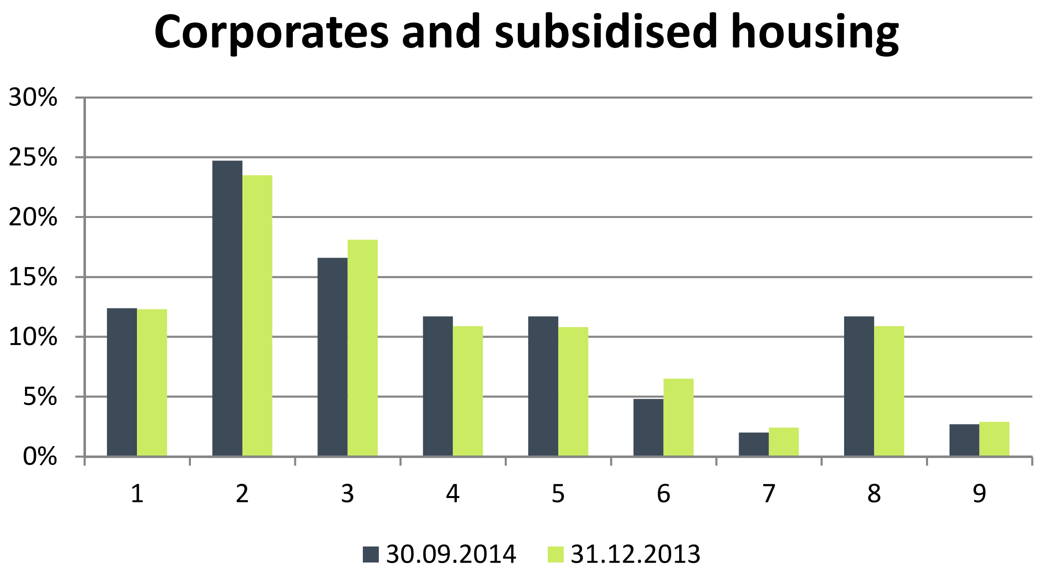
Quarterly realised losses (*per cent of instalment*)

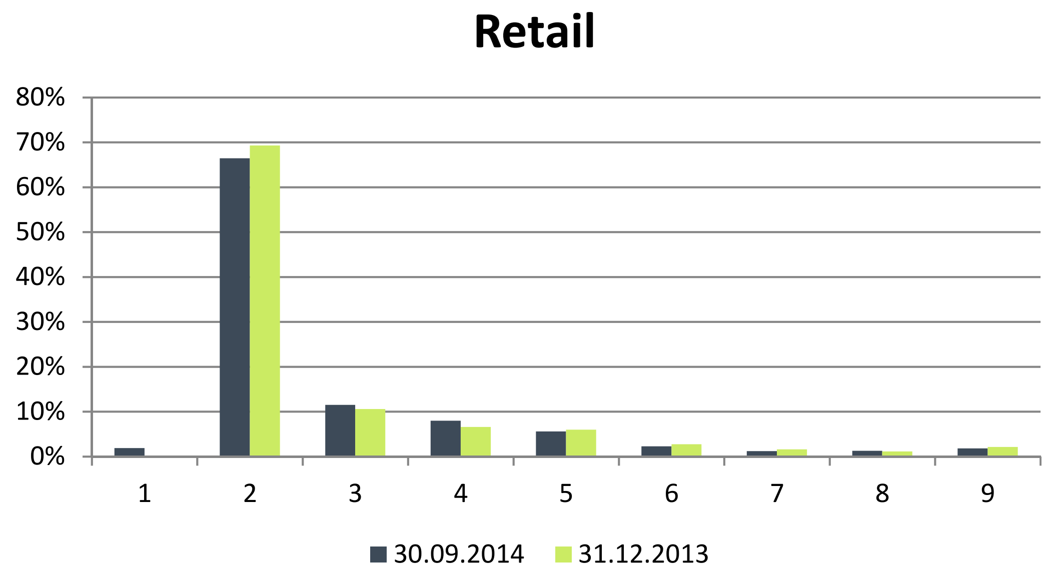


Loan-to-Value brackets (*per cent of lending*)



Exposures by credit rating
(BRFkredit A/S)





Danish FSA

- Reports in 2011, 2012, 2013 and 2014

Danish FSA reports 2011, 2012, 2013 and 2014
(Jyske Bank ex BRF)

SME customers and IRB setup
- Decision making material satisfactory
- No ground for changing impairment charges
- IRB models satisfactory

IT inspection
- Principles and policies meet required demands

Market Risk and Compliance
- Management of market risk satisfactory
- Minor change in composition of the compliance report

Custodian bank for Jyske Invest
- The bank should improve some of the control measures in relation to the management of the assets of Jyske Invest – fully implemented

Agricultural clients
- The bank’s credit control in respect of agricultural clients is satisfactory
- No ground for changing impairment charges

Management and control of credits
- The supervisory board’s discussions and assessments of the bank’s risks on the basis of the risk report are not sufficiently evidenced in the minutes. Apart from this, the inspection did not give rise to any important reactions on the part of the FSA.

Anti money laundering
- Jyske Bank is generally assessed to meet the current requirements regarding risk-limiting measures in respect of money laundering.

Corporate customers and IRB setup
- The FSA concluded that the bank's impairment charges were sufficient, and generally the credit management was good
- The FSA has no substantive comments to the bank's solvency statement
- In relation to the IRB models the FSA concluded that they work satisfactorily
- The bank must reserve additional capital in its individual solvency requirement to uncertainties regarding the determination of maturity of corporate customers as well as handling of weak customers. FSA's conclusions are included in the individual solvency requirement of 10.0% at the end of third quarter 2013.

Joint funding
- The inspection of the joint funding did not give rise to any reactions on the part of the FSA.

Risk weighting of QRRE
- All danish banks using the special risk weighting for QRRE was ordered to stop using this method.

Danish FSA report - Stresstest and AQR
(Jyske Bank ex BRF)

JYSKE BANK

- European stress test confirms solid capital position and structure
  - CET1 18.6% by end 2016 in the baseline scenario
  - CET1 13.6% by end 2016 in the stress scenario
  - Jyske Bank ranks 12 among the european banks in the stress test (measured on CET1 in the stress scenario)
  - Supplementary calculations made by the FSA shows that the results relating to CET1 would not change materially by including BRFkredit

- Effect of the AQR DKK 344m (DKK 456m before tax)
  - The effect fully implemented by Q3

- The inspection gave rise to the following recommendations from the FSA:
  - The bank shall assure that individual and collective impairment does not underestimate the indication of impairment.
  - The bank shall assure a sufficient description of the basis of the calculation of impairment
  - The bank shall elaborate on business procedures for the measurement of commercial property values

Danish FSA reports 2011, 2012, 2013 and 2014
(BRFkredit)

BRFkredit

Market risk
- Management of securities and funding satisfactory

Large exposures and loans to property rental
- The inspection did not give rise to changes in impairments on loans or in solvency requirements
- The FSA ordered BRF to adjust the institutes rating modet, and noted that the institute had a relatively high share of large exposures

Retail customer, joint funding and arrears
- The inspection did not give rise to any reactions on the part of the FSA

Management and control of credits, loans and advances to corporates,
- The inspection did not give rise to any reactions on the part of the FSA

BRFkredit Bank

Ordinary inspection
- The FSA ordered the bank to increase impairments on large exposures with DKK 51m.
- The FSA ordered the bank to improve the setup for follow-up on retail exposures, and to improve the banks rating setup

The supervisory diamond
- The FSA noted that the bank exceeded the benchmark regarding exposures to property administration and property transactions. The FSA recommended the bank to reduce exposures with property administration and property transactions

Business model and management and control of credits
- Regarding the business model the FSA noted the large dependence of the parent company and the relatively low earnings compared to similar institutes
- On the basis of a review of large exposures with corporates and the retail loan portfolio, the FSA ordered the bank to raise loan impairments by DKK 98m. The order had only a minor effect on capital ratios and solvency requirement

Macro Economy & Danish Banking 2014

The Danish economy at a glance

Equal disposable incomes
OECD-ranking lowest Gini coefficient (2011)
2. Denmark
15. Germany
31. USA

The basics
Citizens: 5.6 million
Area: 43.098 sq km (0.4 % of USA)
Currency: Kroner (fixed exchange rate policy to the euro)

A welfare state
Total tax revenue as % of GDP (2011)

Denmark	48 % (Highest in the OECD)
Germany	37 %
USA	25 %

Among the rich
Denmark 9th richest country in the OECD
OECD-ranking, GDP (PPP) per capita (2012)

Flexible labour market
Unemployment (latest)

Denmark	6.7 %
Euro Area	11.5 %
USA	5.9 %

Open to the world
Exports as % of GDP (2013)

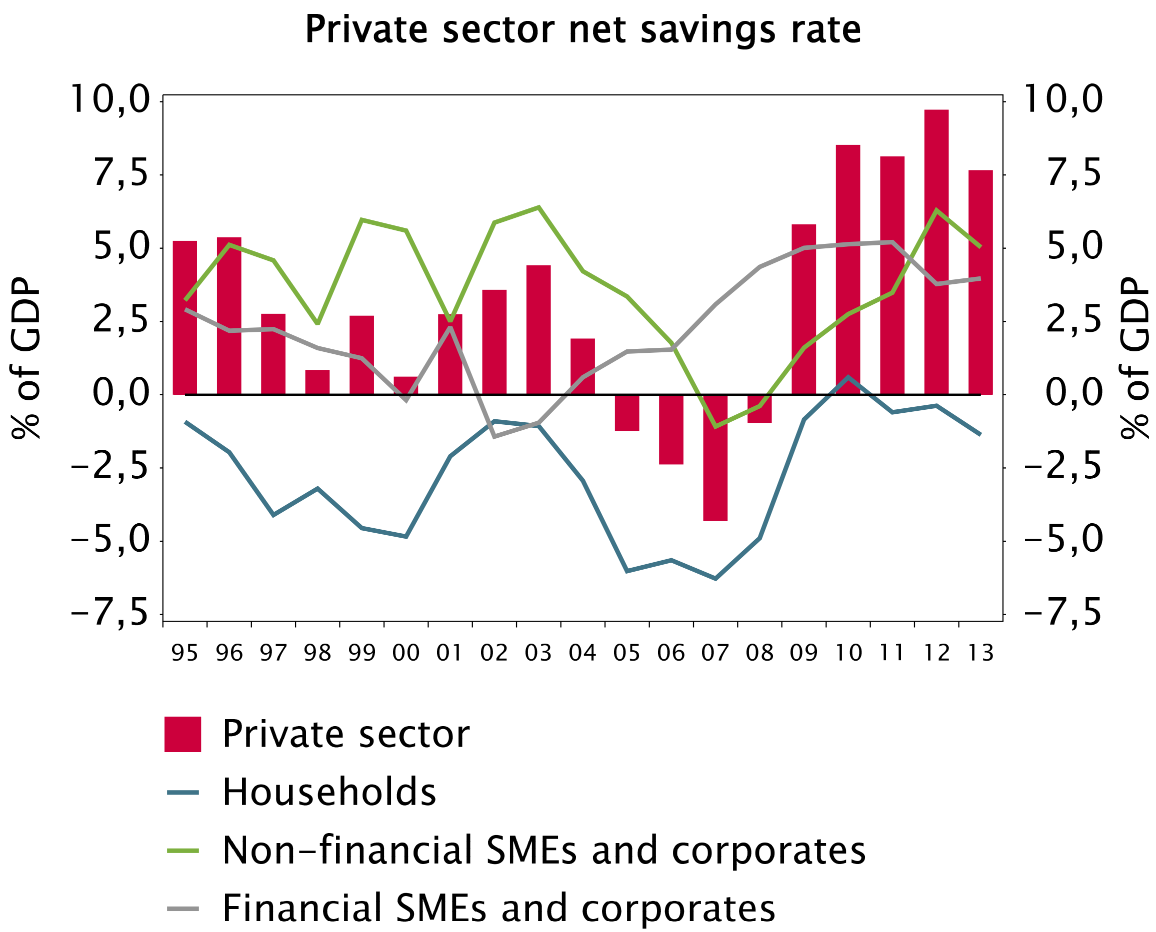
Denmark	54 %
Germany	46 %
USA	13 %

A service economy
Production, value added (USA)

Agriculture	1 % (1 %)
Food products	2 % (1 %)
Oil and gas	4% (1 %)
Manufacturing	11 % (11 %)
Services etc.	83 % (86 %)

The private sector is still in consolidation mode

The private sector saving has been record high since 2009.



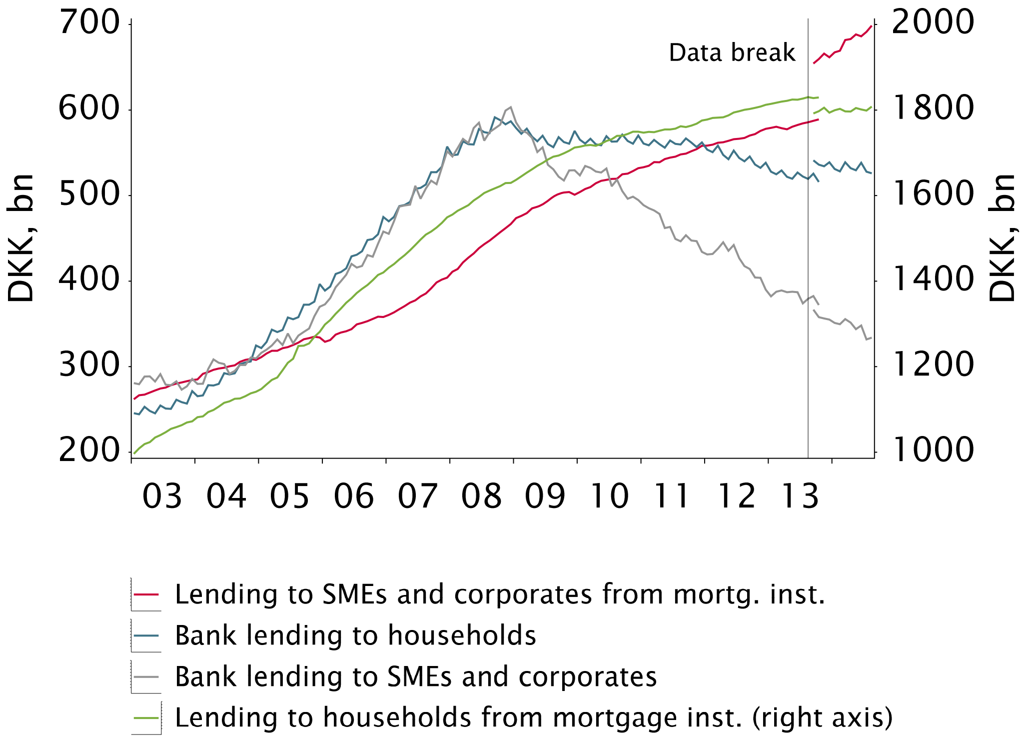
Source: Danmarks Statistik

The private sector is reluctant to borrow

JYSKE BANK

Lending to domestic households, SMEs & corporates

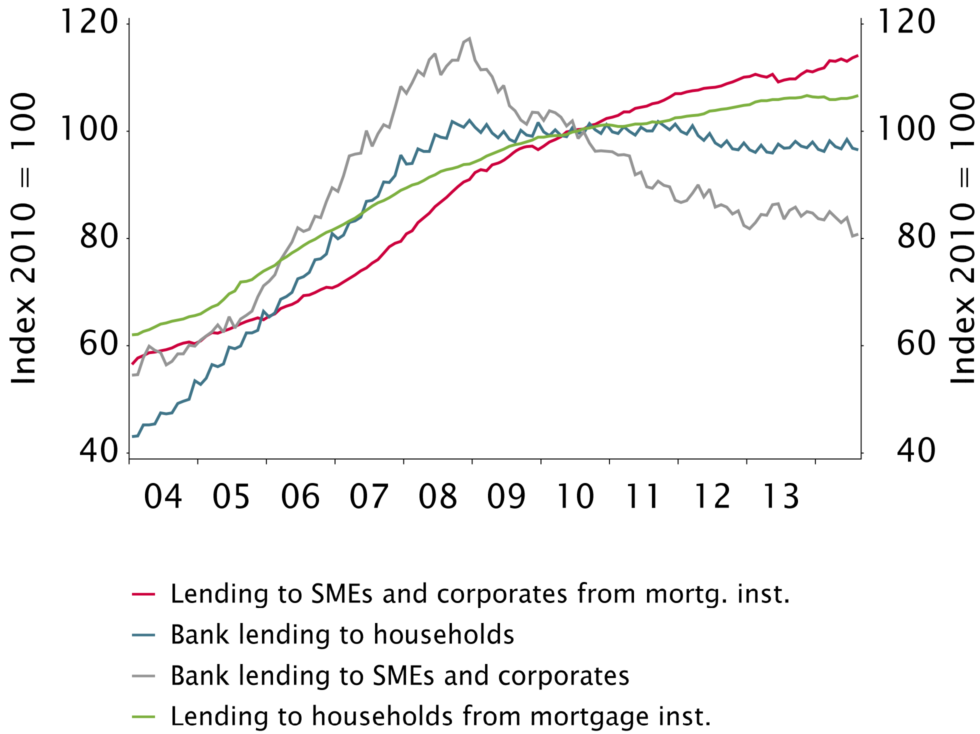
Outstanding loans



Source: Danmarks Nationalbank

Lending to domestic households, SMEs & corporates

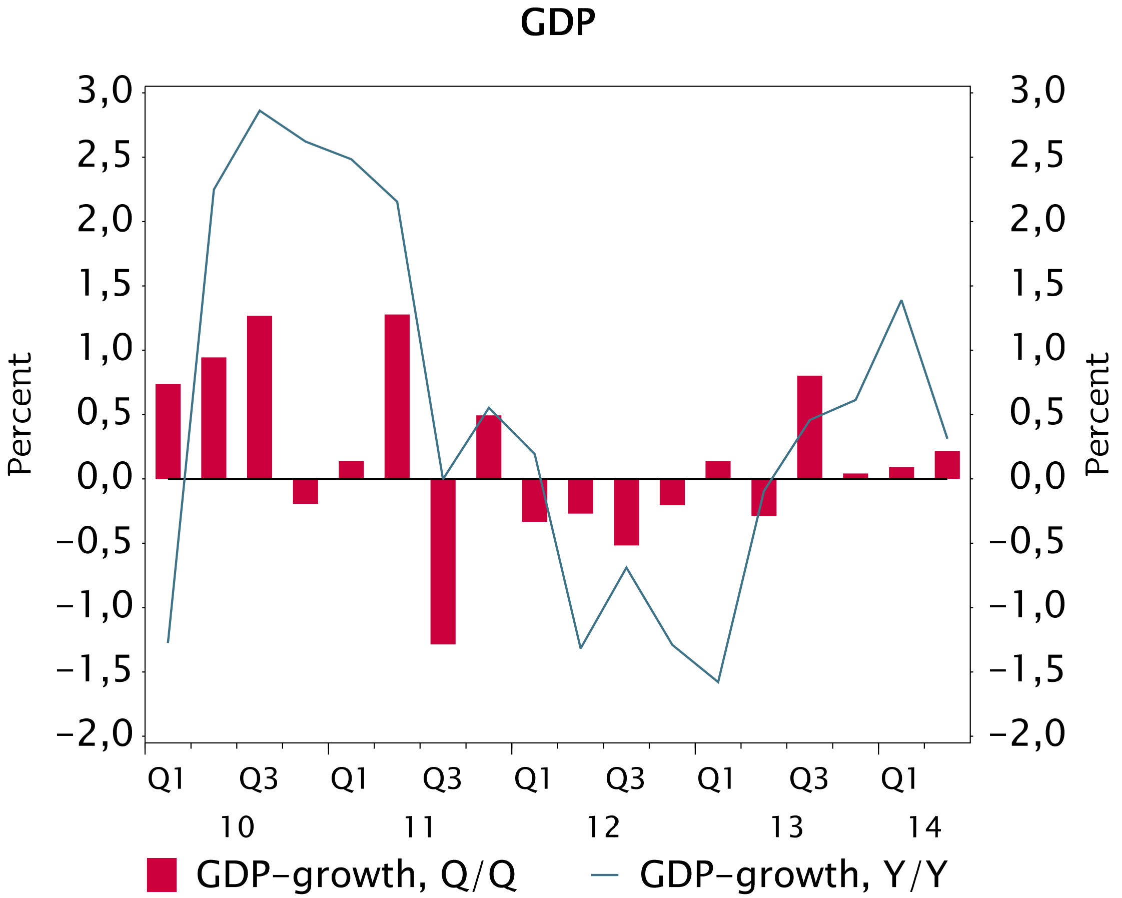
Outstanding loans corrected for reclassifications and losses



Source: Danmarks Nationalbank

The Danish economy is improving, but only slowly

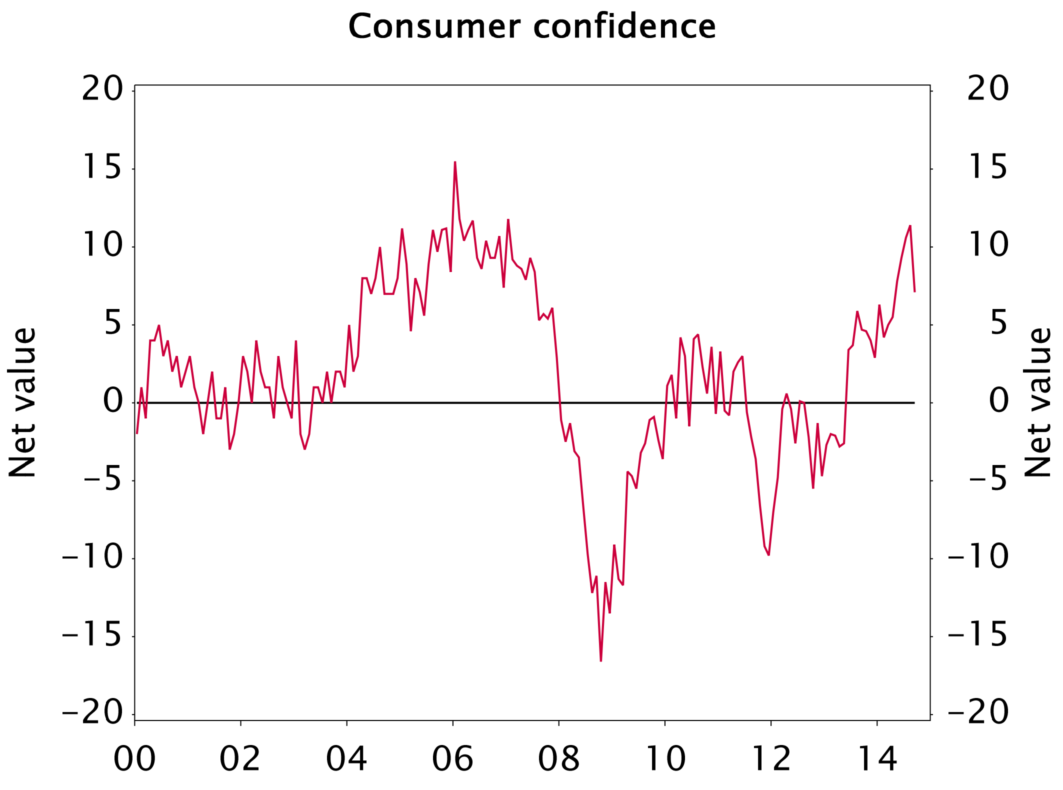
There has been small positive growth in the recent quarters. Export growth has been negatively effected by German softening. However, private consumption is getting a little stronger



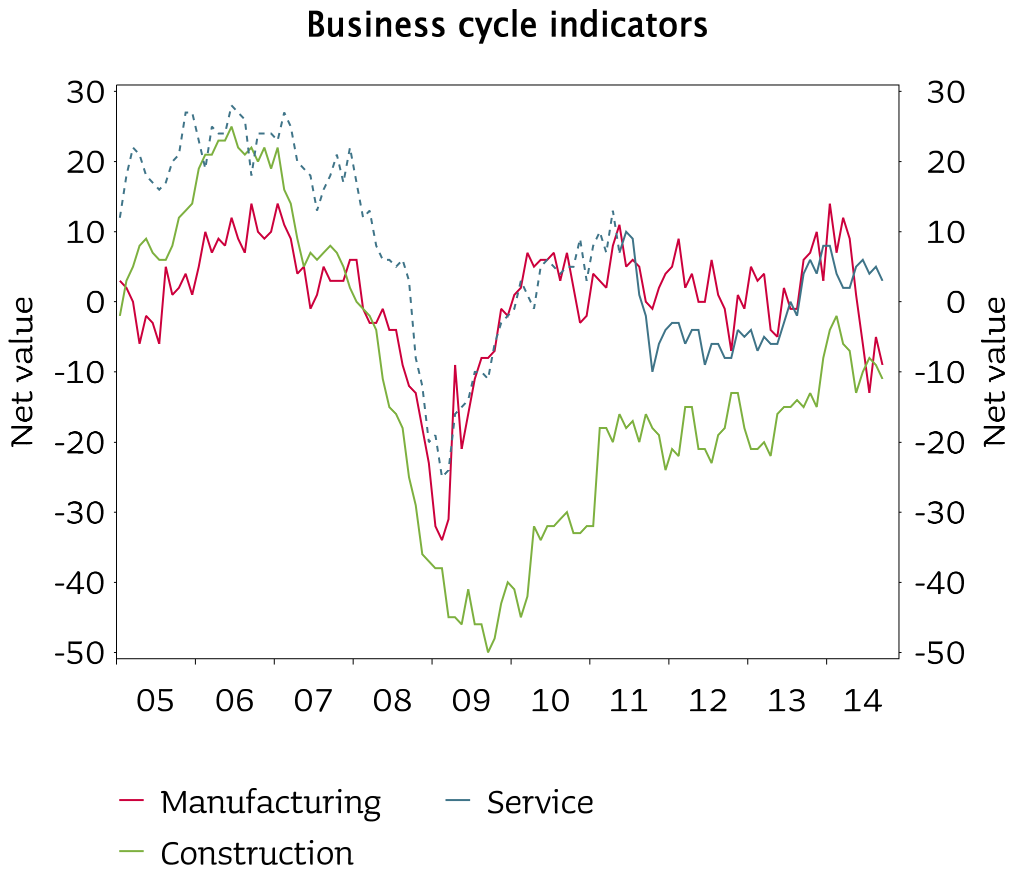
Source: Reuters Ecowin

Sentiment has dropped.

Again spillover from European troubles kick in. Consumer sentiment is still at a high level, though



Source: Reuters Ecowin

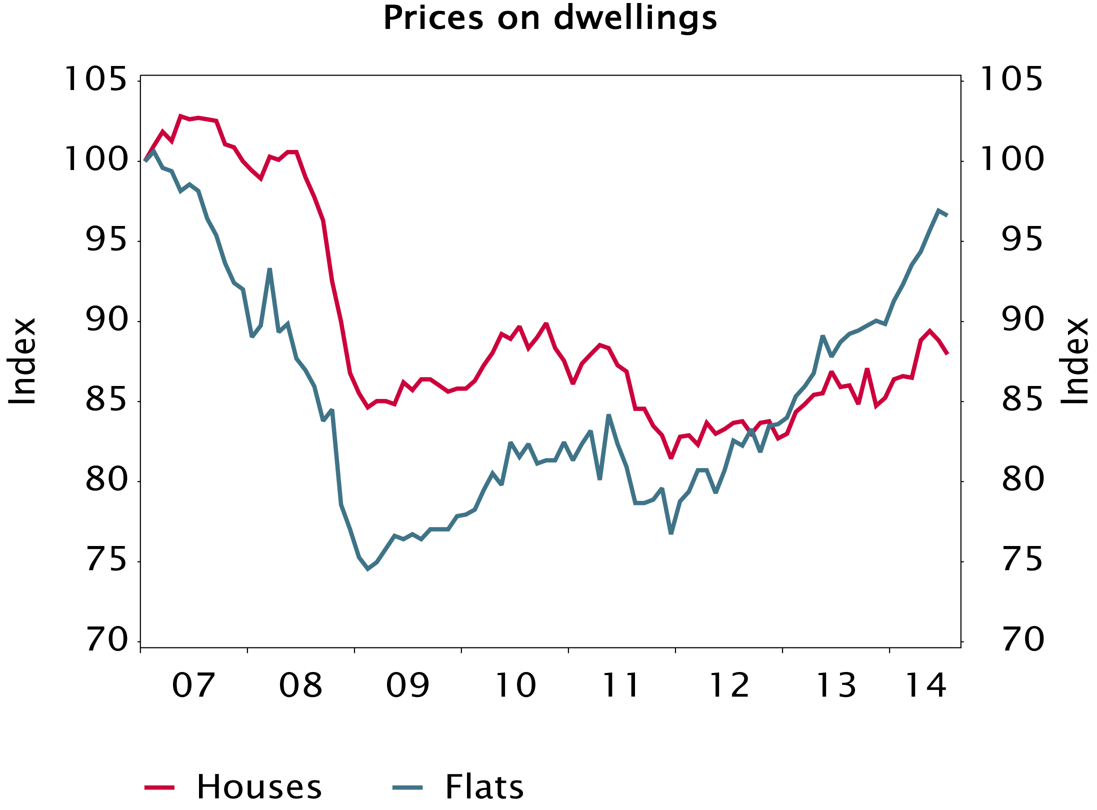


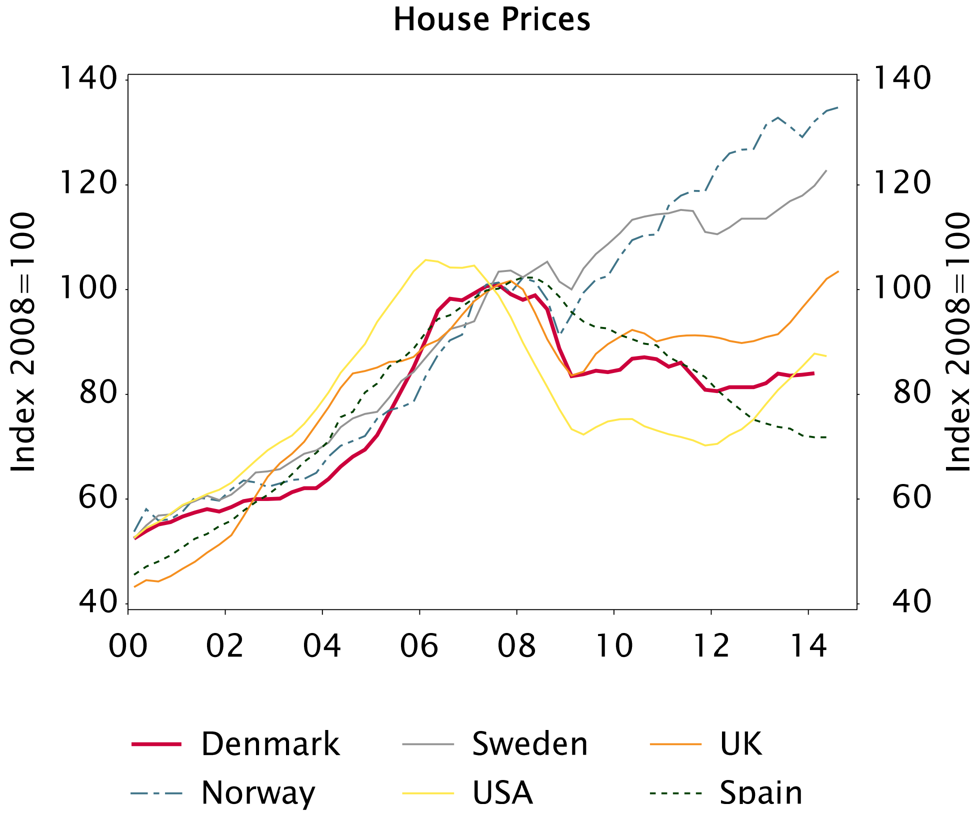
Source: Reuters Ecowin

House prices increased during the past year

JYSKE BANK

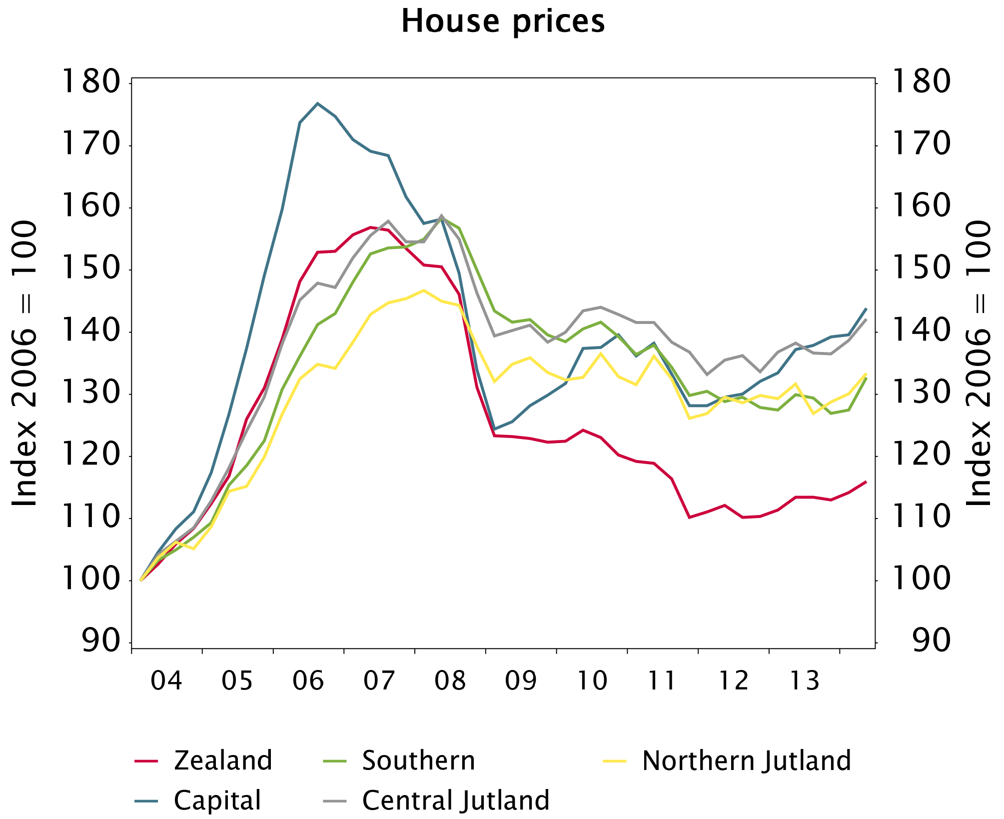
House prices are up 2 % over the past 12 month, while prices on flats are up 9 %. Overheating of Copenhagen flat market is becoming an issue again, although still not present in our view.



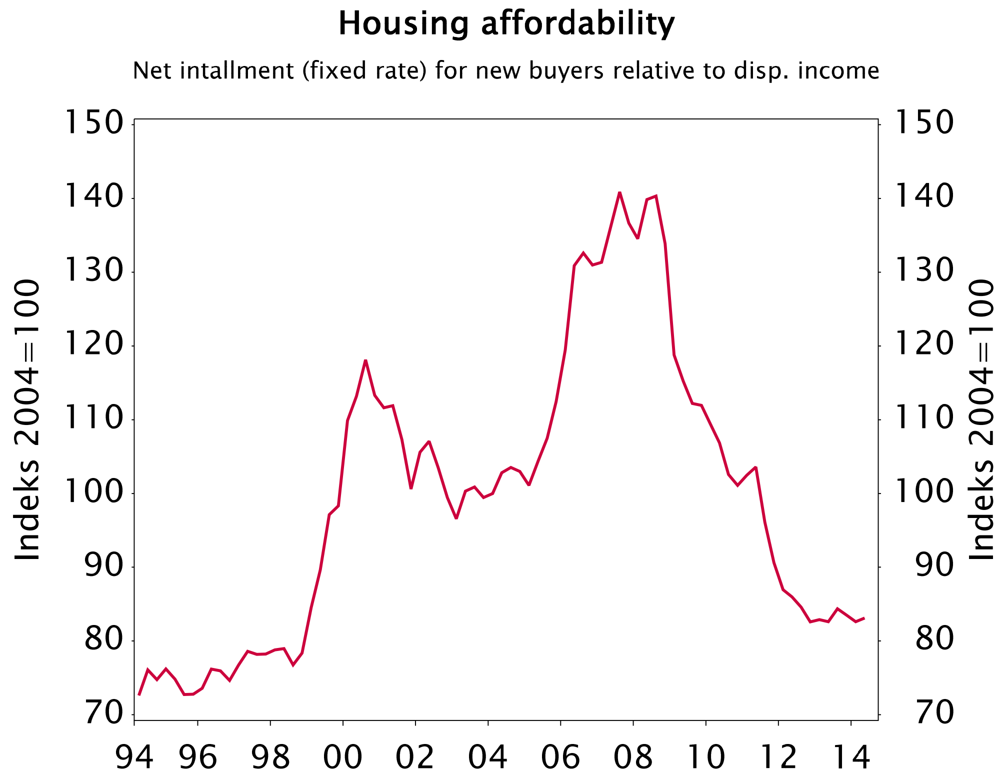


Source: Reuters Ecowin

Prices was up in all regions i Q2 and affordability is strong

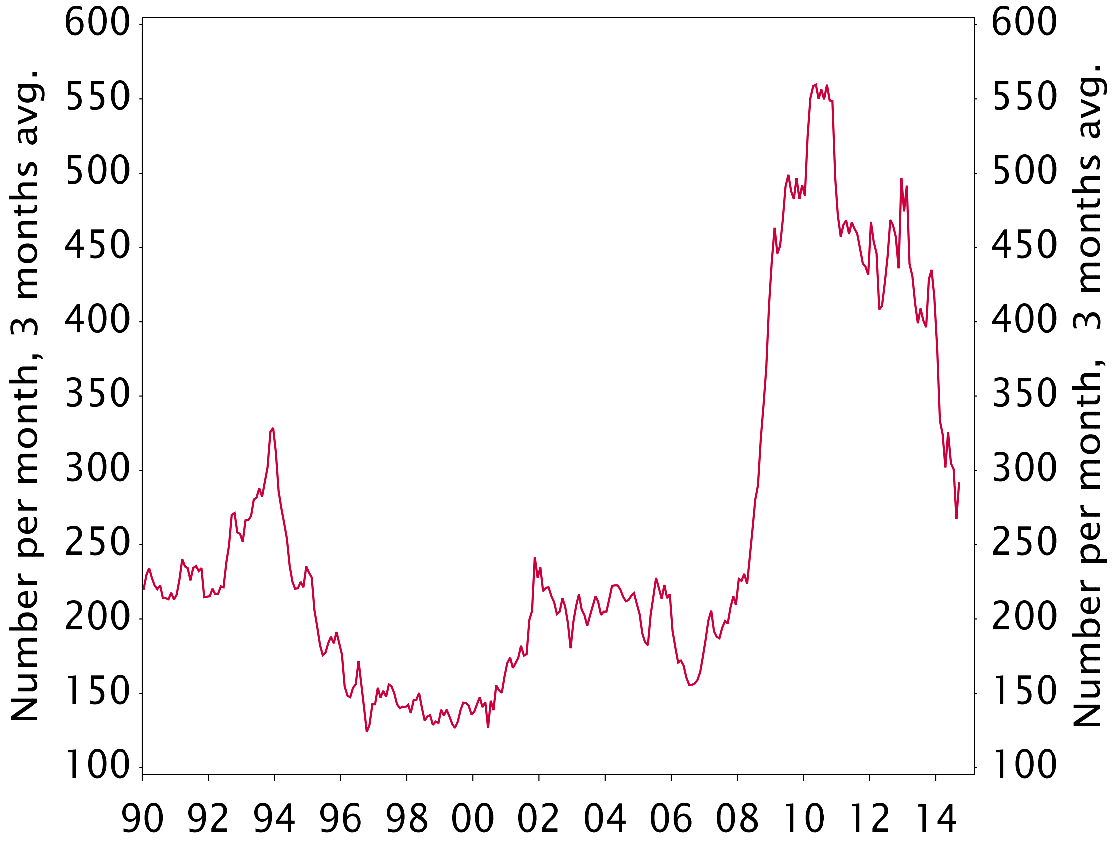


Source: Danmarks Statistik



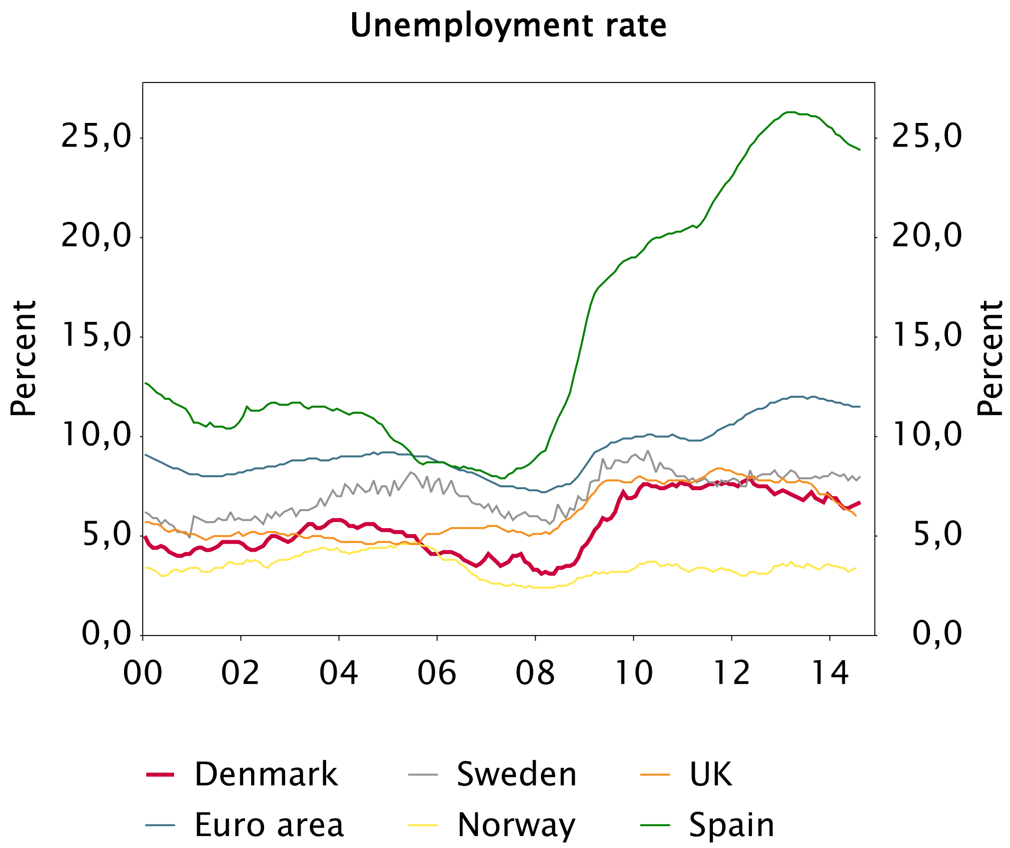
Source: Jyske Bank

After years of suffering, bankruptcies in the SME sector are trending downwards

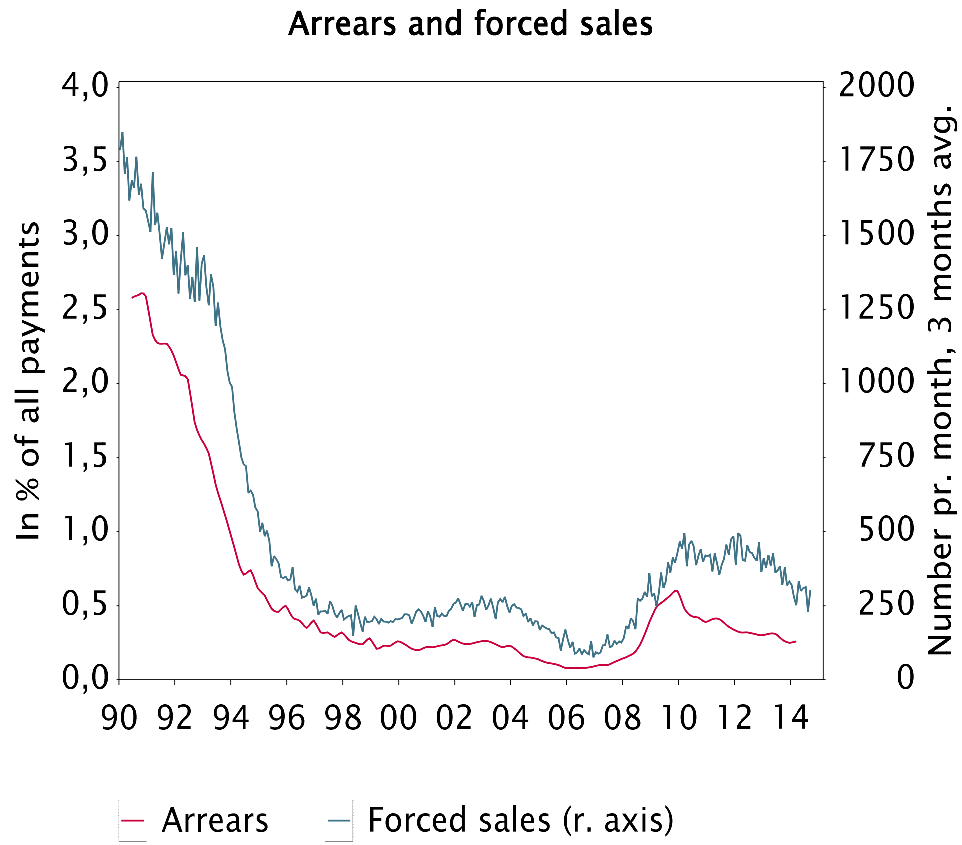


Source: Reuters EcoWin

With unemployment slightly declining, and interest rates being low, household defaults are also declining



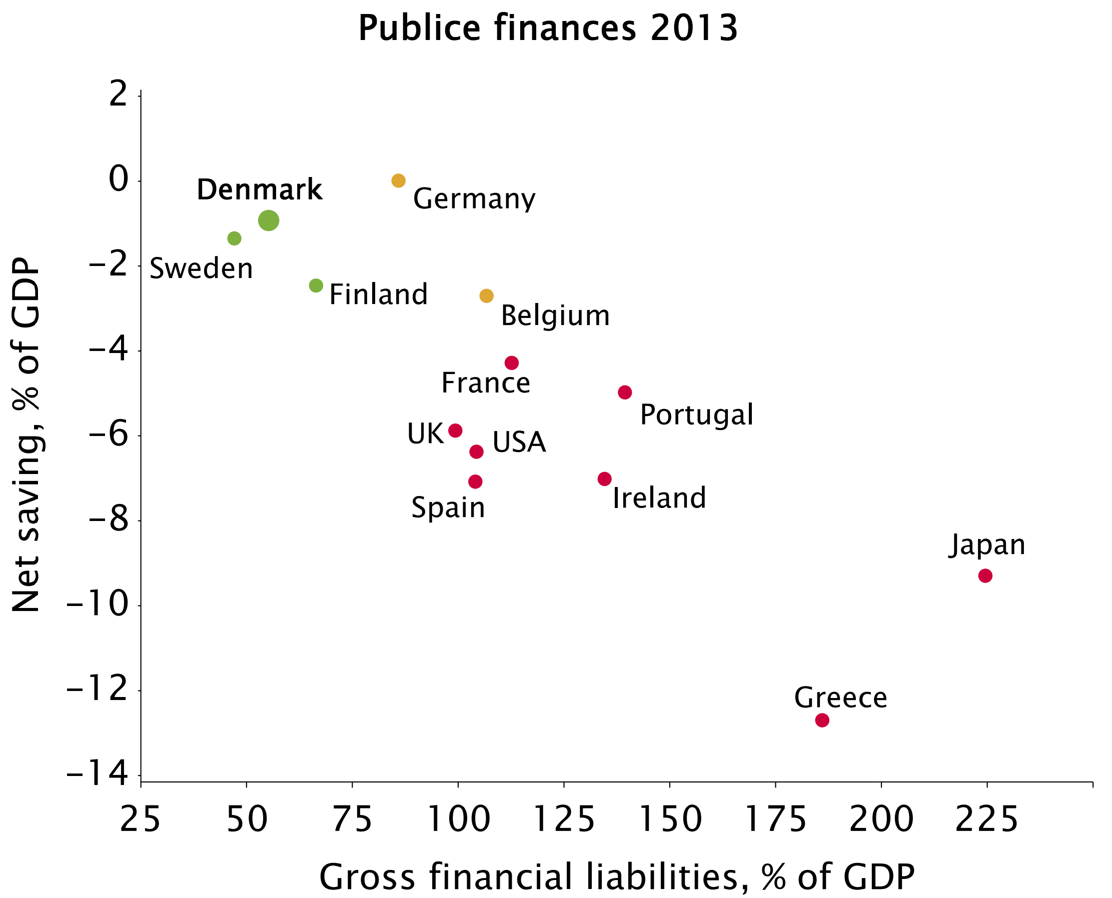
Source: Reuters EcoWin



Source: Realkreditrådet and Reuters Ecowin

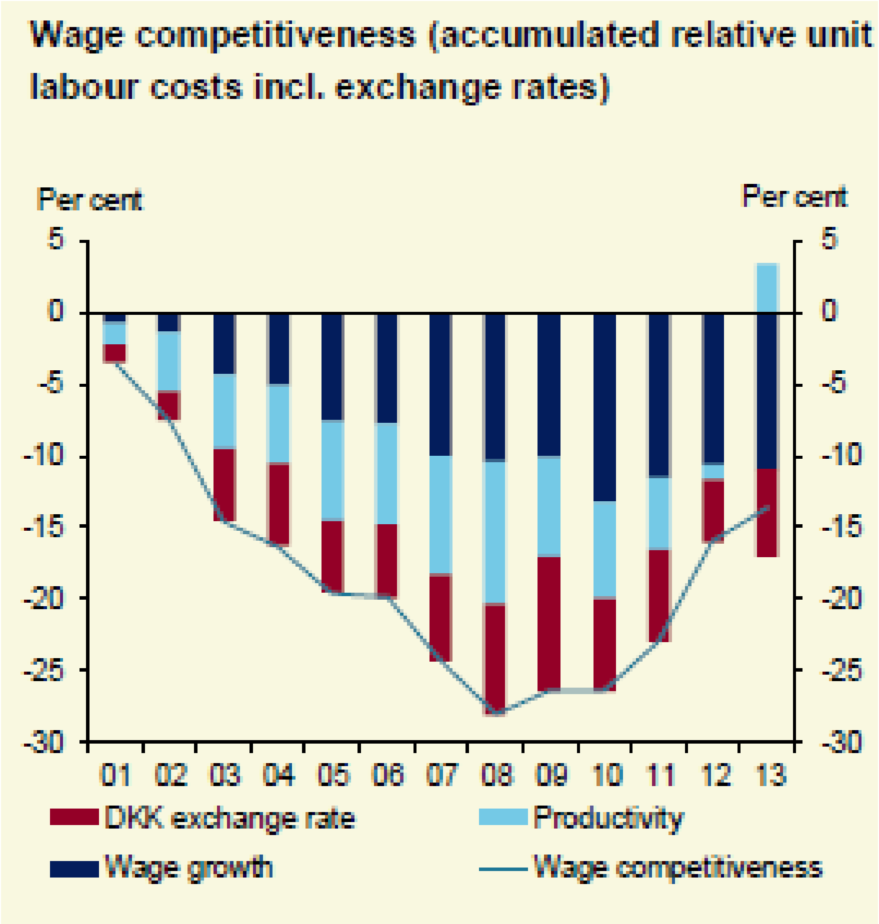
Denmark has a healthy public sector economy

Public debt is low and public net saving was -0.7 % of GDP in 2013 and is expected to be close to that level again in 2014. There is a one-off contribution from pension tax brought forward. Without this deficits would otherwise be close to 3 % of GDP in 2013 and 2014.



Source: OECD

Competitiveness has improved



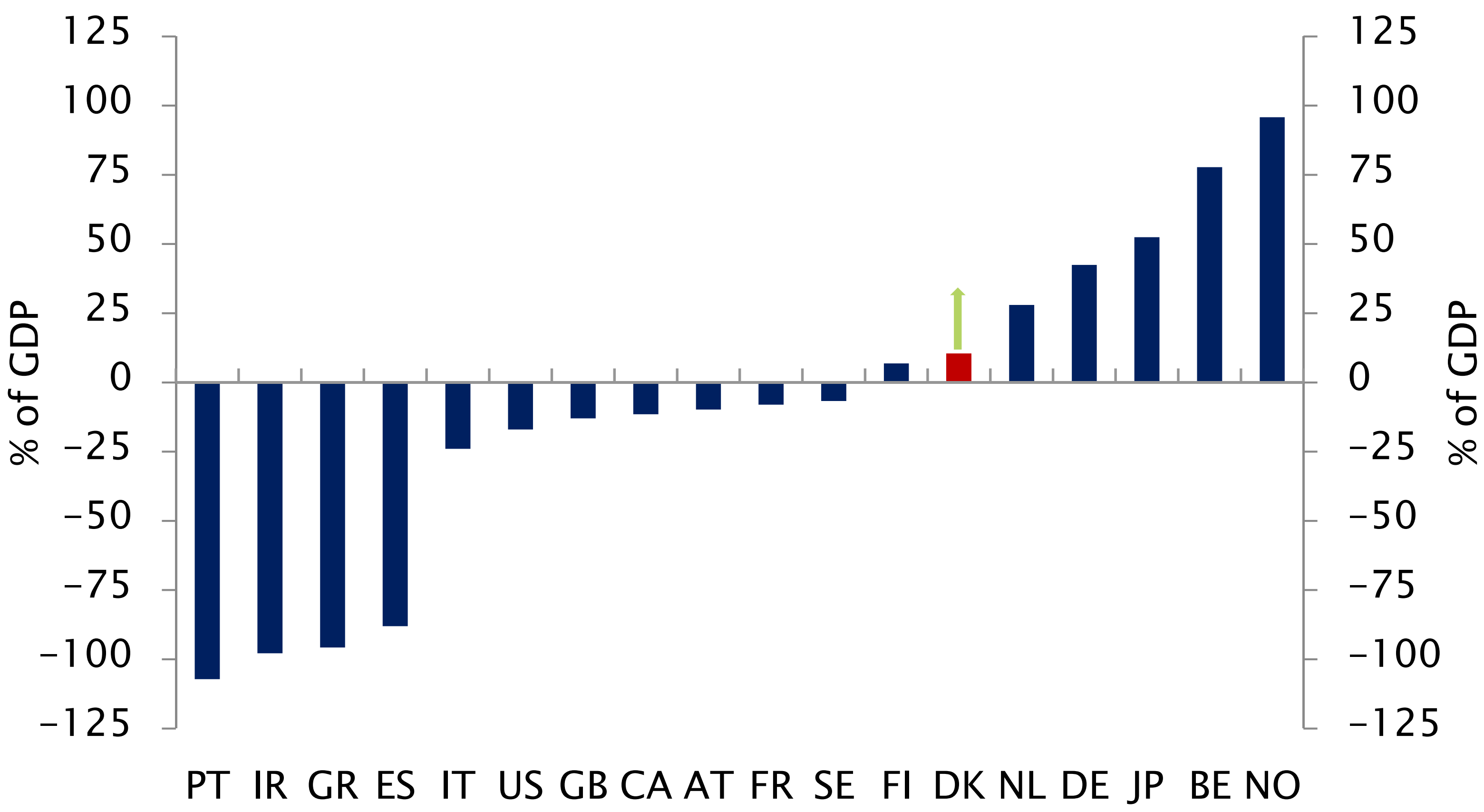
Danish competitiveness deteriorated dramatically during the booming years. Danish production sector has been under some pressure and still is, but conditions are slightly better due to a gradual and ongoing improvement.

Source: Ministry for economic affairs and the interior!

Overall the Danish economy is structurally strong

Denmarks net assets against the rest of the world are significantly higher today : 38 % of GDP

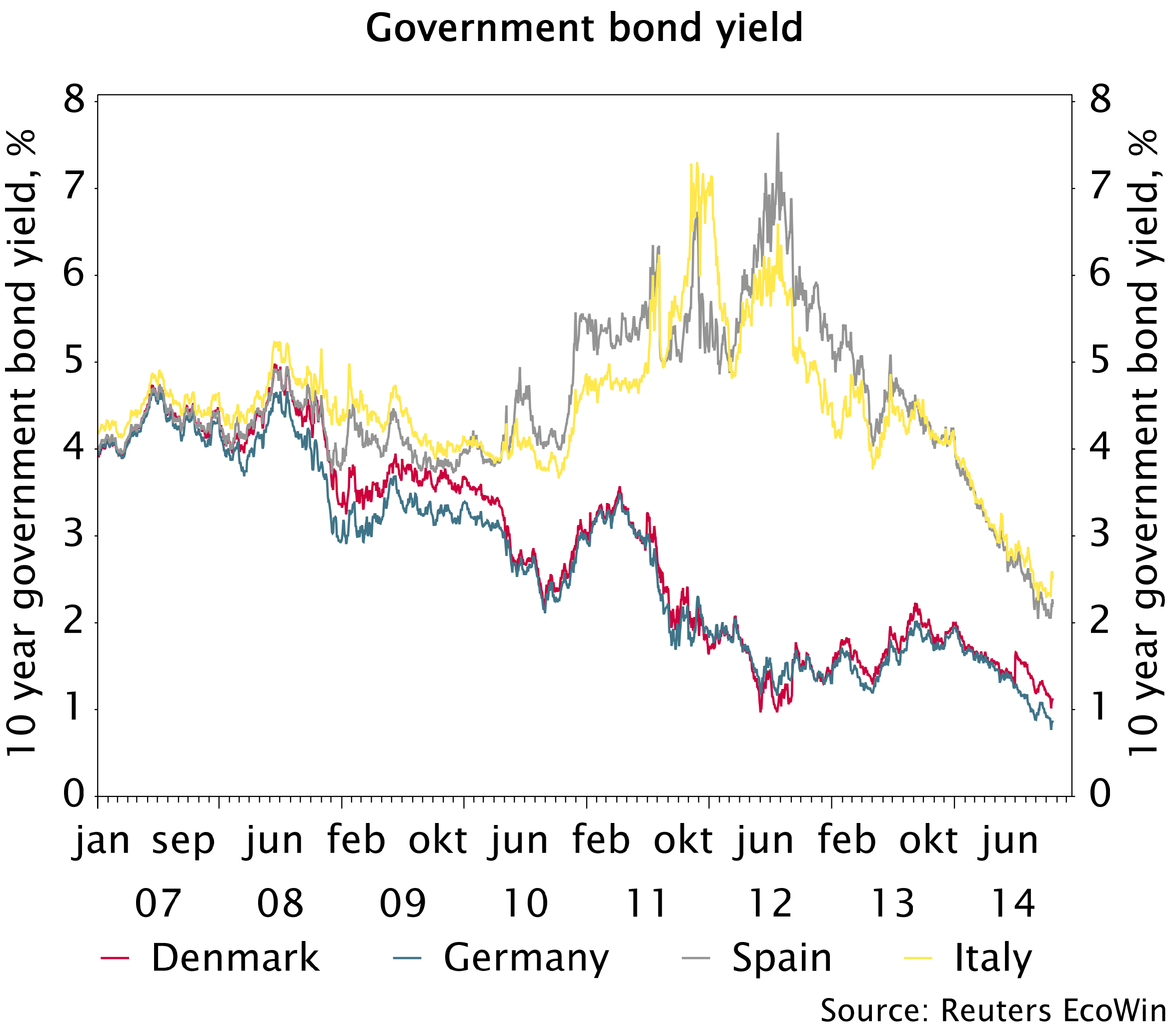
Net assets against the rest of the world (2010)



Source: Danmarks Nationalbank

... and Denmark is a AAA economy

JYSKE BANK



The outlook:
Low growth to continue, overall strong economy

• In the coming quarters the economy is likely to continue in a **low to moderate growth mode** with some improvement over time. However, this is dependend on the conditions not getting worse in the European economy.

• An actual **upturn** can materialize in a few years, but the **turn around is relatively slow** due continued private sector saving both in Denmark and abroad.

• Fiscal policy **will be slightly tightened in 2015**.

• The overall **structural features** of the Danish economy continue to **look strong** with large net foreign assets, a large current account surplus, and a low public debt level.

Jyske Bank forecasts

JYSKE BANK

The Danish economy 2011-2015

	2013	Real growth (%)				
	DKKbn	2011	2012	2013	2014*	2015*
Consumer spending	893	0.2	0.2	0.2	1.1	1.4
Public spending	507	-1.6	0.0	0.1	1.2	0.9
Fixed gross investment	348	2.1	0.5	0.6	2.4	2.1
Inventory investment**	5	0.6	-0.6	0.1	0.0	0.0
Exports	1026	7.3	-0.1	1.2	2.2	1.8
Imports	919	7.0	0.7	2.2	3.3	1.8
Gross domestic product (GDP)	1891	1.3	-0.8	-0.1	0.9	1.4
Current account						
- DKKbn		107	109	134	125	110
- percentage of GDP		5.8	5.9	7.1	6.5	5.6
Public budget balance						
- DKKbn		-39	-73	-14	-15	-65
- percentage of GDP		-2.1	-3.9	-0.7	-0.8	-3.3
Unemployment						
-Unemployed (thousands), gross		160	162	153	135	131
- Percentage of the workforce		5.4	5.5	5.2	4.6	4.5
Employment (thousands)		2,776	2,767	2,772	2,792	2,802
Inflation (%)		2.8	2.4	0.8	0.7	1.2
Wage index (manufacturing industry, %)		2.3	1.8	1.6	1.7	1.8
House prices (nominal prices, %)		-2.8	-3.3	2.7	4.0	3.5
Nationalbanken's lending rate, year-end		0.7	0.2	0.2	0.2	0.2

* Jyske Bank's forecast

** Contribution to growth as a percentage of preceding year's GDP

Fact Book

Core earnings

CORE PROFIT AND PROFIT FOR THE PERIOD DKKm	Q1-Q3 2014	Q1-Q3 2013	Index 14/13	Q3 2014	Q2 2014	Q1 2014	Q4 2013	Q3 2013	The year 2013
Net interest income	3,887	3,342	116	1,529	1,325	1,033	1,093	1,118	4,438
Net fee and commission income	1,135	1,226	93	360	351	424	505	367	1,731
Value adjustments	208	296	70	132	-107	183	114	66	410
Other income	2,996	474	632	172	2,753	71	87	135	561
Income from operating lease (net)	58	49	118	19	21	18	16	15	65
Core Income	**8,284**	**5,387**	**154**	**2,212**	**4,343**	**1,729**	**1,815**	**1,701**	**7,205**
Core expenses	3,890	3,334	117	1,297	1,408	1,185	1,135	1,073	4,469
Core profit before loan impairment charges and provisions for guarantees	**4,394**	**2,053**	**214**	**915**	**2,935**	**544**	**680**	**628**	**2,736**
Loan impairment charges and provisions for guarantees	1,236	693	178	398	589	249	234	209	930
Core profit	**3,158**	**1,360**	**232**	**517**	**2,346**	**295**	**446**	**419**	**1,806**
Earnings from investment portfolios	246	350	70	84	39	123	145	89	495
Pre-tax profit	**3,404**	**1,710**	**199**	**601**	**2,385**	**418**	**591**	**508**	**2,301**
Tax	94	370	25	53	-36	77	123	123	493
Profit for the period	**3,310**	**1,340**	**247**	**548**	**2,421**	**341**	**468**	**385**	**1,808**

Profit/loss

JYSKE BANK

BREAKDOWN OF THE PERIOD'S PROFIT	First nine months of 2014				First nine months of 2013			
DKKm	Core earnings	Earnings on investment portfolios	Reclassifi-cation	Total	Core earnings	Earnings on investment portfolios	Reclassifi-cation	Total
Net interest income	4,140	502	0	4,642	3,508	278	0	3,786
Net fee and commission income	1,135	-2	0	1,133	1,226	-2	0	1,224
Value adjustments	208	-254	0	-46	296	70	0	366
Other income	2,996	9	0	3,005	474	9	0	483
Income from operating lease	58	0	216	274	49	0	240	289
Income	**8,537**	**255**	**216**	**9,008**	**5,553**	**355**	**240**	**6,148**
Expenses	3,890	9	216	4,115	3,334	6	240	3,580
Profit before loan impairment charges and provisions for guarantees	**4,647**	**246**	**0**	**4,893**	**2,219**	**349**	**0**	**2,568**
Loan impairment charges and provisions for guarantees	1,489	0	0	1,489	859	-1	0	858
Pre-tax profit	**3,158**	**246**	**0**	**3,404**	**1,360**	**350**	**0**	**1,710**

Jyske Bank in brief

Jyske Bank in brief

Jyske Bank focuses on core business

Description

- Established and listed in 1967
- 2nd largest Danish bank by lending
- Total lending of DKK 359bn
- 149 domestic branches
- Approx. 900,000 customers
- Business focus is on Danish private individuals, SMEs and international private and institutional investment clients
- International units in Hamburg, Zürich, Gibraltar, Cannes and Weert
- A de-centralised organisation
- 4,289 employees (end of Q3 2013)
- Full-scale financial institution with core operations within retail and commercial banking, mortgage financing, customer driven trading, asset management and private banking
- Flexible business model using strategic partnerships within life insurance (PFA), mortgage products (DLR), credit cards (SEB), IT operations (JN Data) and IT R&D (Bankdata)

Branch Network

Jyske Bank in brief

JYSKE BANK

Jyske Bank has a differentiation strategy

"Jyske Differences"

- Jyske Bank wants to be Denmark's most customer-oriented bank by providing high standard personal financial advice and taking a genuine interest in customers
- The strategy is to position Jyske Bank as a visible and distinct alternative to more traditional providers of financial services, with regard to distribution channels, products, branches, layout and communication forms
- Equal treatment and long term relationships with stakeholders
- Core values driven by common sense
- Strategic initiatives:

Valuebased management

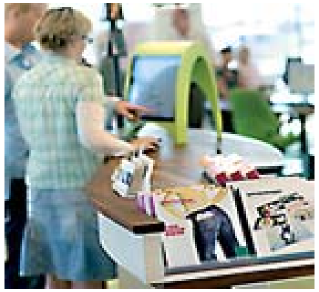
Differentiation

Risk management

Efficiency improvement

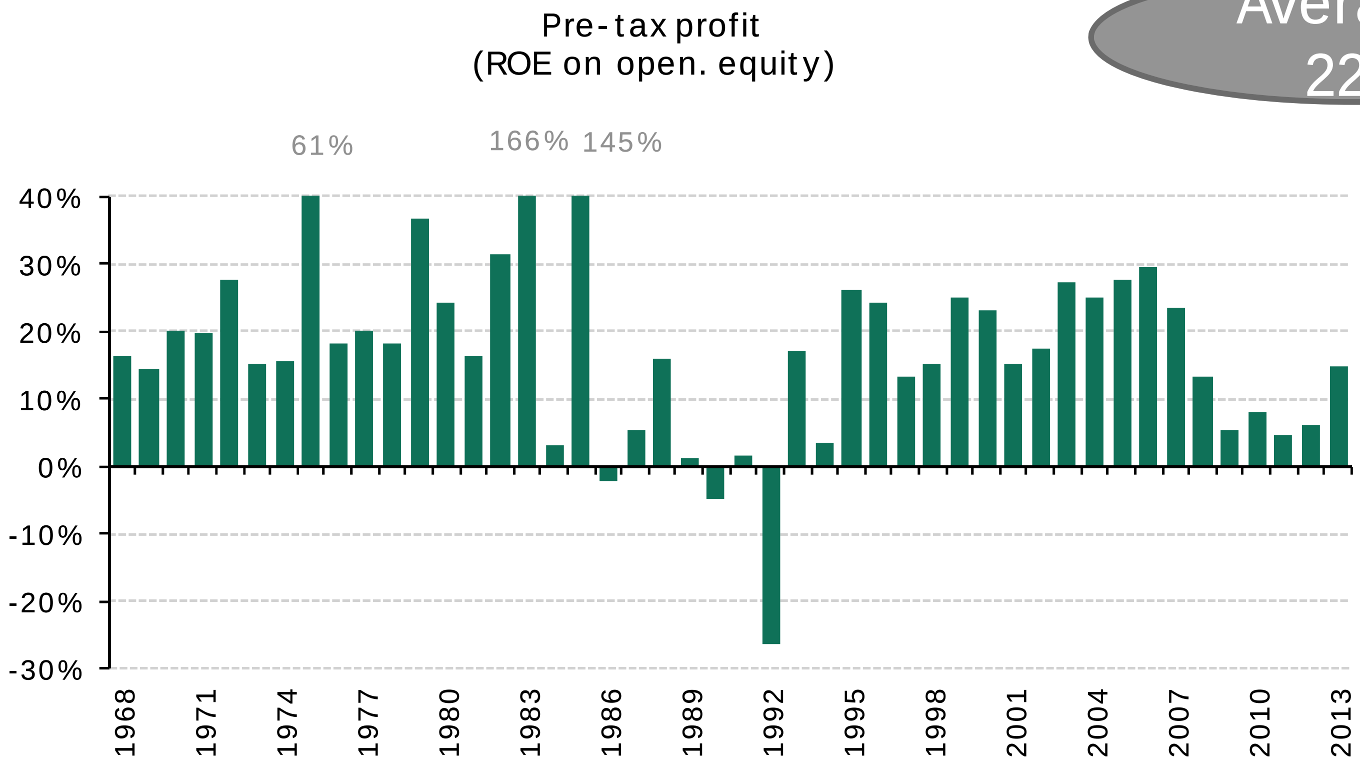
Acquisitions

1990 1996 2002 2006 (Q4) 2011/2012



ROE on opening equity – 1968-2013

Average: 22%



A great match

February 24, 2014

Transaction highlights

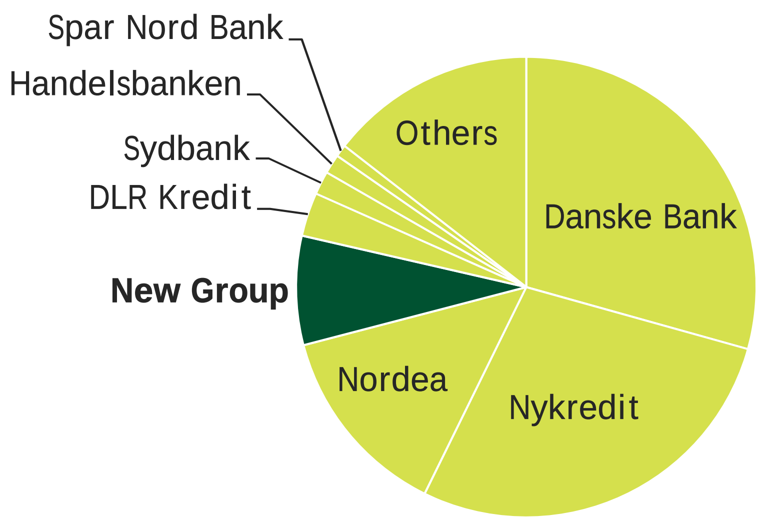
- Combination of Jyske Bank and BRFkredit creates a leading Danish financial institution by combining the 3rd largest bank and the 4th largest mortgage-credit institution
- Combination of two highly complementary business models: offer a full range of products and services to all customer segments
- High growth potential from cross-selling between combined banking and mortgage customer base
- Significant cost synergies stemming from optimising IT, business processes, overlapping functions and capital, with low integration risk
- Diversified balance sheet and de-risked earnings profile together with strong capitalisation
- Positioned to participate further in the ongoing consolidation of the Danish financial sector

Creating a leading Danish financial institution

- Firmly establishes Jyske Bank as one of the four major financial services groups in Denmark with a full product range
- Extensive distribution platforms and customer bases provide attractive opportunities for organic growth
- Increased economies of scale provide opportunities for cost efficiencies
- Lower earnings volatility from diversified credit portfolio and overall risk profile
- Strong capitalised combined group supporting existing rating (A-)
- Combined platform positioned to benefit from structural changes in demand between banking and mortgage services
- Well positioned in a changing regulatory environment
- Positioned to participate further in the ongoing consolidation of the Danish financial sector should attractive opportunities arise

Estimated Danish market shares[1]

Financial institutions (banks and mortgage institutions)

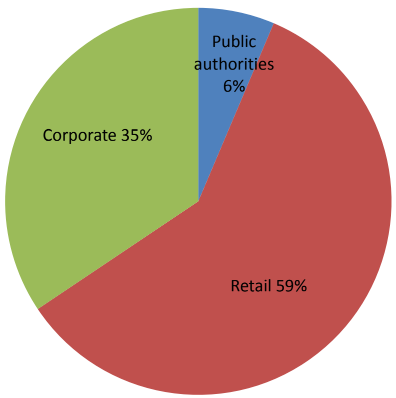


[1] Source: Danish FSA and company reports, market shares based on estimated total Danish lending, H1 2013 figures

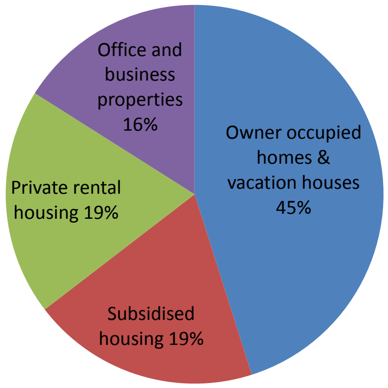
Extended lending platform

- Further diversifies loan book with good split between corporate, retail and mortgage lending
- Attractive cross-selling opportunity of banking and mortgage-related products
- BRFkredit primarily offers mortgages secured by properties in Denmark
- Practically all BRFkredit mortgages are funded based on the ‘balance principle’

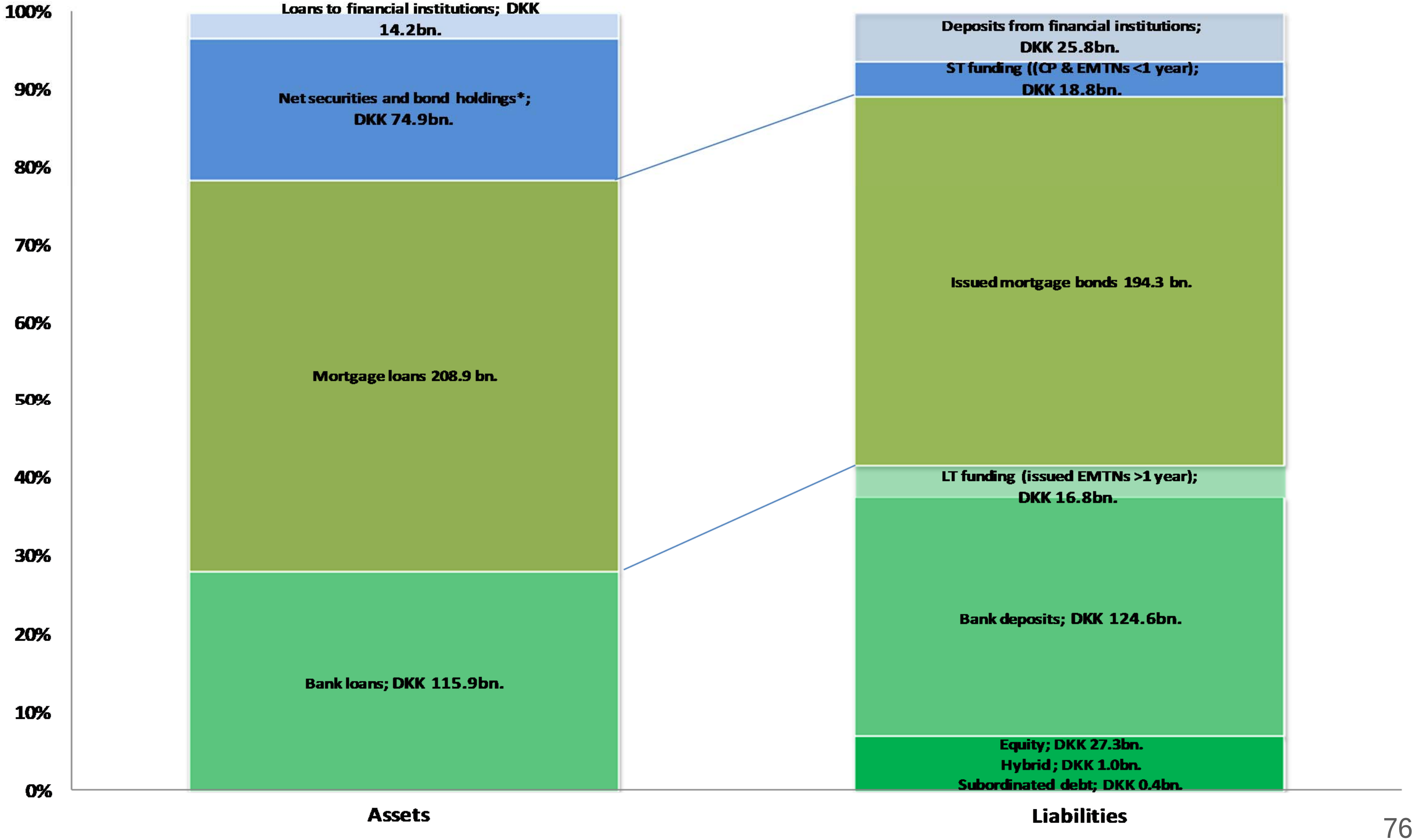
Jyske Bank



BRFkredit



New Group balance sheet structure* after merger with BRFkredit



*) Excl. deposits related to investment pools (DKK 4.9bn) and assets in investment pools (DKK 4.7bn) and other assets and liabilities of net DKK 4.7bn

Attractive synergy potential

- Total run rate synergies of minimum DKK 600m per annum, of which approximately DKK 300m from cost synergies and DKK 300m from revenue synergies
- The mix of synergies between cost and revenue depends on market conditions
- Cost synergies expected to be achieved by 2017 and revenue synergies by 2018
- Integration costs are estimated at DKK 300-400m covering IT, business processes, employees, properties, external advisers etc.

Synergies

Cost synergies

- Merger of IT operations at JN Data
- One fully coordinated nationwide distribution channel
- BRFkredit Bank fully integrated into Jyske Bank
- Internal recruitment for vacant positions
- Optimise work with regulation and compliance
- Optimise overlapping functions

Revenue synergies

- Cross-selling between customer bases
- Optimise management of product prices and fees across product lines
- One fully coordinated nationwide distribution channel
- BRFkredit Bank fully integrated in Jyske Bank
- Growth in sale of banking and mortgage products
- Optimise management of product prices and fees across product lines

Status

Cost synergies

- Integration costs expected to be lower than the announced interval of DKK 300-400m
- Lay off of 177 employees in Q2
- Target for employees 4,000

Revenue synergies

- Sale of home loans end Q3: DKK 21bn (by mid-october DKK 25bn)
- Decreasing OC-requirements results in decreasing capital costs. DKK 111m against DKK 191m in Q1-Q3 2013

BRFkredit and the mortgage market

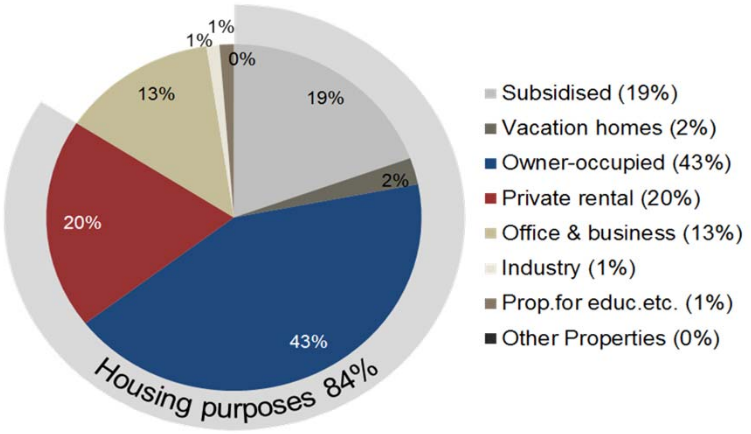
Mortgage lending by BRFkredit

- BRFkredit's primary business has always been mortgage lending
- Focus on lending for housing purposes (84%)
- Mortgage lending market share of ~8 per cent
(none within agriculture, fishery and related primary production)
  - However increasing gross / net market shares
- Essential to maintain a covered bond rating of AAA

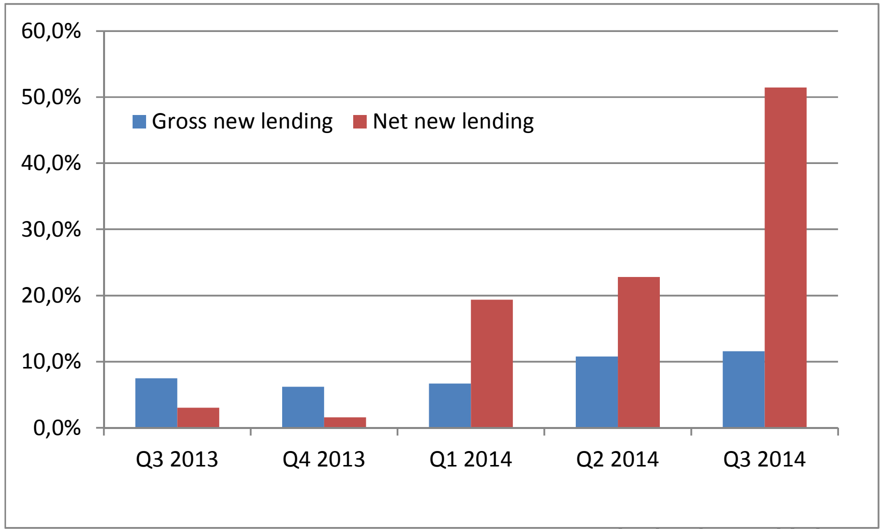
S&P credit ratings

	Rating	Outlook	Last change
Covered bonds (SDOs)			
- Capital Centre E	**AAA**	**Stable**	17 Oct 2011
Mortgage bonds (ROs)			
- Capital Centre B	**AAA**	**Stable**	17 Oct 2011
- General Capital Centre	**AAA**	**Stable**	27 Dec 2013
Long-term issuer rating	**A-**	**Stable**	24 Feb 2014
Short-term issuer rating	**A-2**	**Stable**	24 Feb 2014
EMTN Programme	**A-**	**Stable**	04 Dec 2012

Mortgage lending by property segments



BRFkredit market share (gross) – private lending



General legal disclaimer

JYSKE BANK

- This presentation and the information contained therein is furnished and has been prepared solely for information purposes by Jyske Bank A/S. It is furnished for your private information with the express understanding, which recipient acknowledges, that it is not an offer, recommendation or solicitation to buy, hold or sell, or a means by which any security may be offered or sold.
- The information contained and presented in this presentation, other than the information emanating from and relating to Jyske Bank A/S itself, has been obtained by Jyske Bank A/S from sources believed to be reliable. Jyske Bank A/S can not verify such information, however, and because of the possibility of human or mechanical error by our sources, Jyske Bank A/S or others, no representation is made that such information contained herein is accurate in all material respects or complete. Jyske Bank A/S does not accept any liability for the accuracy, up-to-dateness, adequacy, or completeness of any such information and is not responsible for any errors or omissions or the result obtained from the use of such information. The statements contained herein are statements of our non-binding opinion, not statement of fact or recommendations to buy, hold or sell any securities. Changes to assumptions may have a material impact on any performance detailed. Historic information on performance is not indicative of future performance. Jyske Bank A/S may have issued, and may in the future issue, other presentations or information that are inconsistent with, and reach different conclusions from, the information presented herein. Those presentations or the information reflect the different assumptions, views and analytical methods of the analysts who prepared them and Jyske Bank A/S is under no obligation to ensure that such other presentations or information are brought to the attention of any recipient of the information contained herein.
- Nothing in this presentation constitutes investment, legal, accounting or tax advice, or a representation that any investment or strategy is suitable or appropriate to your individual circumstances, or otherwise constitutes a personal recommendation to you. This presentation is intended only for and directed to persons sufficiently expert to understand the risks involved, namely market professionals. This publication does not replace personal consultancy. Prior to taking any investment decision you should contact your independent investment adviser, your legal or tax adviser, or any other specialist for further and more up-to–date information on specific investment opportunities and for individual investment advice and in order to confirm that the transaction complies with your objectives and constraints, regarding the appropriateness of investing in any securities or investment strategies discussed herein.
- Jyske Bank A/S or its affiliates (and their directors, officers or employees) may have effected or may effect transactions for its own account (buy or sell or have a long or short position) in any investment outlined herein or any investment related to such an investment. Jyske Bank A/S or its affiliates may also have investment banking or other commercial relationship with the issuer of any security mentioned herein. Please note that Jyske Bank A/S or an associated enterprise of Jyske Bank A/S may have been a member of a syndicate of banks, which has underwritten the most recent offering of securities of any company mentioned herein in the last five years. Jyske Bank A/S or an associated enterprise may also have, within the last three years, served as manager or co-manager of a public offering of securities for, or currently may make a primary market in issues of, any or all of the entities mentioned herein or may be providing, or have provided within the previous 12 months, significant advice or investment services in relation to the investment concerned or a related investment.
- Any particular security or investment referred to in this presentation may involve a high degree of risk, which may include principal, interest rate, index, currency, credit, political, liquidity, time value, commodity and market risk and is not suitable for all investors. Any securities may experience sudden and large falls in their value causing losses equal to the original investment when that investment is realized. Any transaction entered into is in reliance only upon your judgment as to both financial, suitability and risk criteria. Jyske Bank A/S does not hold itself out to be an advisor in these circumstances, nor does any of its staff have the authority to do so.

Questions