



**Jyske Bank Group
Capital Requirement
Second quarter of 2021**

To comply with Danish financial legislation, this report discloses the capital requirement of the Jyske Bank Group for the second quarter of 2021.

The report serves as a quarterly follow-up to the publication "Risk and Capital Management 2020", which was published in February 2021 along with the annual report of the Group.

Capital requirement, 2021 1st quarter DKKm/pct.	Jyske Bank Group		Jyske Bank A/S	
	Capital requirement	Pct. of REA	Capital requirement	Pct. of REA
Credit risk	17,083	9.3%	13,141	10.0%
Market risk	2,191	1.2%	2,222	1.7%
Operational risk	1,528	0.8%	1,204	0.9%
Other	48	0.0%	48	0.0%
Capital requirement	20,850	11.3%	16,614	12.6%
Capital requirement + combined buffer requirement*	28,236	15.3%	21,877	16.6%
Capital Base	42,315	23.0%	42,301	32.2%
Capital buffer	14,079	7.6%	20,423	15.5%
Core tier 1 capital buffer	14,566	7.9%	19,280	14.5%
Additional tier 1 capital buffer	13,994	7.6%	19,057	14.7%

*Combined buffer requirement: Systemic risk buffer 1.5% + Capital conservation buffer 2.5%

The individual capital requirement makes up 11.3% of the risk exposure assets (REA). Moreover, the total capital requirement encompasses the regulatory buffers, which due to the release of the countercyclical capital buffer remains 4% of REA. Hence, the total capital requirement of the Group amounts to 15.3% of REA. However, the Additional Tier 1 capital requirement remains the binding requirement. The Additional Tier 1 capital requirement amounts to 12.5% of REA, which results in a capital buffer of 7.6% of REA.

The capital requirement of the parent company (Jyske Bank A/S) is based on 8% of REA of the parent company, representing pillar 1 requirements. As a conservative assumption, the pillar 2 capital additions of the parent company are identical to those of the Group, as the parent is liable for all risk in the subsidiaries. At the end of the second quarter of 2021, the core tier 1 capital buffer of the parent company amounted to 14.5% of REA.