

Interim Report 2005

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*This interim report is a translation of the original report in the Danish language (Halvårsrapport 2005).
In case of discrepancies, the Danish version prevails.*

Danske Bank Group – financial highlights

NET PROFIT FOR THE PERIOD (DKr m)	First half 2005	First half 2004	Index 05/04	Full year 2004
Net interest income	8,272	7,352	113	14,752
Net fee income	3,404	2,966	115	5,898
Net trading income	3,377	2,306	146	4,877
Other income	1,080	832	130	2,029
Net income from insurance business	730	504	145	1,631
Total income	16,863	13,960	121	29,187
Operating expenses	8,658	7,537	115	15,393
Profit before credit loss expenses	8,205	6,423	128	13,794
Credit loss expenses	-225	621	-	759
Profit before tax	8,430	5,802	145	13,035
Tax	2,376	1,742	136	3,718
Net profit for the period	6,054	4,060	149	9,317
Attributable to minority interests	-	18	-	28
BALANCE SHEET (DKr m)				
Bank loans and advances	766,951	585,924	131	615,268
Mortgage loans	545,801	509,427	107	524,428
Trading portfolio assets	555,310	337,315	165	422,547
Investment securities	39,051	39,828	98	31,505
Assets under insurance contracts	185,610	148,714	125	160,084
Other assets	340,593	266,631	128	298,161
Total assets	2,433,316	1,887,839	129	2,051,993
Due to credit institutions and central banks	511,431	331,501	154	353,369
Due to customers	603,476	479,162	126	487,863
Issued mortgage bonds	434,358	410,771	106	432,399
Trading portfolio liabilities	262,772	115,376	228	215,807
Liabilities under insurance contracts	207,132	178,035	116	189,168
Other liabilities	304,229	271,605	112	272,969
Subordinated debt	41,888	37,321	112	33,423
Shareholders' equity	68,030	64,068	106	66,995
Total liabilities and equity	2,433,316	1,887,839	129	2,051,993
RATIOS AND KEY FIGURES				
Net profit for the period per share, DKr	9.6	6.2		14.4
Diluted net profit for the period per share, DKr	9.6	6.2		14.4
Net profit for the period as % p.a. of average shareholders' equity	18.0	12.4		13.9
Cost/income ratio, %	51.3	54.0		52.7
Solvency ratio, excl. net profit for the period, %	9.1	10.4		10.2
Core (tier 1) capital ratio, excl. net profit for the period, %	6.5	7.6		7.7
Risk-weighted items, end of period, DKr bn	927	796		808
Share price, end of period, DKr	185.3	144.8		167.5
Book value per share, DKr	108.3	99.7		106.7
Full-time-equivalent staff, end of period	18,900	16,557		16,235

Review

- Better-than-expected net profit of Dkr6,054m, against Dkr4,060m for the first half of 2004
- Earnings per share up 55%
- Income up 21%
- Growth in bank lending of 31%
- Net positive entry for credit loss expenses
- Full-year profit before tax upgraded – now expected to be about 10% higher than in 2004

Financial results for the first half of 2005

Danske Bank Group recorded a net profit of Dkr6,054m for the first half of 2005, against Dkr4,060m for the first half of 2004. Earnings per share rose 55% to Dkr9.6.

Pre-tax profit amounted to Dkr8,430m, which was better than expected at the presentation of the report for the first quarter of 2005. The pre-tax profit for the whole of 2005 is now expected to be about 10% higher than the pre-tax profit for 2004.

Income

Income rose 21% on the figure recorded for the first half of 2004 to Dkr16,863m. Income from Banking Activities Northern Ireland and Banking Activities Ireland accounted for one third of the rise. The rest of the increase was owing to favourable developments in all the other business areas of the Group.

Net interest income rose 13% to Dkr8,272m. Property financing products secured on real property with low interest margins accounted for most of the growth in lending. As expected, competitive pressure in the Group's core areas lowered interest margins, but good growth in lending more than compensated for the decline in margins.

Net fee income rose 15%. Excluding the net fee income from banking activities in Northern Ireland and the Republic of Ireland, the increase amounted to 7%. The increase reflected in particular record-high property refinancing activity and growth in securities trading volumes.

Trading income rose 46% on a year ago. The increase came from strong activity in the fixed-income and equity markets, gains on the sale of loans as part of the Group's reduction of its wholesale banking activities in London and New York, and gains on the sale of unlisted shares.

Income from the Group's insurance business increased 45% on higher business volumes and an improvement in investment returns.

The increase in other income of Dkr248m to Dkr1,080m was owing primarily to profits on the sale of property.

Operating expenses

As expected, operating expenses, excluding expenses for banking activities in Northern Ireland and the Republic of Ireland, rose 3%. Including the two new business areas, operating expenses rose 15% to Dkr8,658m. Amortisation of intangible assets and integration expenses of just over Dkr300m accounted for part of the increase. The cost/income ratio improved from 54.0% to 51.3%.

Credit loss expenses

The Group recorded a net positive entry for credit loss expenses of Dkr225m in the first half of 2005, against a charge of Dkr621m in the first half of 2004. The positive trend was owing to favourable economic conditions, which led to a low provisioning ratio and allowed reversals of provisions already made.

Tax

With effect from 2005, Danish corporation tax was lowered from 30% to 28%, reducing the tax on the profit for the period by Dkr130m. Adjustment of deferred tax and the abolition of the principle that companies are taxed on world-wide income resulted in a one-off net expense of Dkr120m. Hence, the total tax effect for the first half of 2005 was a positive Dkr10m.

In future, the reduction of the tax rate will feed through fully to the profit from the Group's Danish operations. The Group's effective tax rate for 2005 is expected to be 28%.

Return on equity

The return on equity rose from 12.4% in the first half of 2004 to 18.0%. Earnings per share rose 55% from Dkr6.2 to Dkr9.6, with share buybacks carried out in 2004 accounting for 8 percentage points of the increase.

Integration of banks in Northern Ireland and the Republic of Ireland

Danske Bank's acquisition of Northern Bank and National Irish Bank was completed at the end of February 2005, when the Bank received the final approvals of the authorities.

Northern Bank and National Irish Bank have independent management and support functions. The banks will, however, continue to share a number of administrative functions.

Andrew Healy, age 38, will take up the position of chief executive of National Irish Bank on September 1 and will simultaneously become a member of the Group's Executive Committee along with Don Price, who is chief executive of Northern Bank.

A new regional structure, which is based on Danske Bank's retail banking strategy, will be implemented in October 2005. National Irish Bank will be divided into five geographical regions, and Northern Bank into four. Each region will have a finance centre and a number of central district branches with associated local branches. The regions will be headed by regional general managers, who will report to the bank's chief executive. The selection of regional general managers and other executives is proceeding satisfactorily.

The integration of the two banks into the Danske Bank Group's systems, products and processes, including credit approval and financial control procedures, is going according to plan. The Group still expects to complete the IT conversion at Easter 2006.

Capital and solvency

Share capital

At the end of June 2005, the share capital totalled Dkr6,383,042,760 and shares numbered 638,304,276 after the cancellation of 33,961,476 shares repurchased in 2004. The number of shares outstanding at the end of June 2005 was 628,199,100, and the average number of shares outstanding in the first half of 2005 was 627,730,208.

Shareholders' equity

Shareholders' equity was Dkr68bn at the end of June 2005, against Dkr67bn at the end of 2004. The change in equity reflects primarily the dividend payment in March 2005 and the recognition of the net profit for the period.

Solvency

The solvency ratio at the end of June 2005 (excluding the net profit for the period) stood at 9.1%, of which 6.5 percentage points derived from Group core (tier 1) capital. The core (tier 1) capital ratio, excluding hybrid core capital, stood at 5.8%.

The core (tier 1) capital ratio fell by 0.7 of a percentage point after the deduction of the premium paid over the book value of the banks in Northern Ireland and the Republic of Ireland.

The solvency ratio at the end of June 2005, including the net profit for the first half of 2005 and a payout ratio of 50%, would amount to 9.4%. The Group still expects to meet its target core (tier 1) capital ratio and solvency ratio at the end of 2005.

To fund the acquisition of Northern Bank and National Irish Bank, Danske Bank issued notes worth £150m as hybrid (tier 1) capital and notes worth €700m as supplementary capital in March 2005. The total value of these new issues is equivalent to Dkr6.8bn. In June 2005, the Bank redeemed notes of a nominal value of \$500m (Dkr3.1bn).

The increase in risk-weighted items from Dkr808bn at the beginning of the year to Dkr927bn at the end of June 2005 is attributable to the growth in lending resulting from the acquisitions in the Republic of Ireland and Northern Ireland and to generally high lending growth.

Balance sheet

Lending

Bank loans and advances, excluding repo transactions, increased by Dkr128bn, or 29%, to Dkr569bn.

The acquisition of Northern Bank and National Irish Bank accounted for half of this increase. Lending extended by the Group's banking units in Denmark increased by Dkr46bn, or 22%, while lending by other units in the Nordic region rose by Dkr36bn, or 26%. Furthermore, lending was affected by the sale of loans extended by the Group's units in London and New York.

Mortgage loans stood at Dkr546bn at the end of the first half of 2005, up 7% on the level recorded a year ago.

Repo loans increased by Dkr53bn from the level at the end of June 2004 to Dkr198bn, primarily as a result of stronger activity in the international repo market.

Deposits

Deposits, excluding repo transactions, totalled DKr513bn, against DKr430bn at the end of June 2004, up DKr83bn, or 19%.

Deposits with the banks in Northern Ireland and the Republic of Ireland accounted for DKr59bn of this increase. Excluding these regions, deposits rose 6%.

Trading portfolio assets

Trading portfolio assets grew by DKr218bn, or 65%, to DKr555bn. The rise was owing to the increased holdings of bonds of DKr80bn and the higher positive market values of derivatives, which were offset by an equivalent increase in negative market values. Negative market values are recognised under Trading portfolio liabilities.

The Group's overall price sensitivity to a change in interest rates of one percentage point amounted to DKr1,135m at the end of June 2005, against DKr476m a year earlier.

Accounting policies

This interim report has been prepared in compliance with IAS 34, "Interim Financial Reporting", and the rules on interim financial reporting issued by the Copenhagen Stock Exchange and the Danish Financial Supervisory Authority. The application of IAS 34 means that the disclosure is less detailed than in a full annual report and that the valuation principles laid down by the international financial reporting standards (IFRS) are applied.

The Group made the transition to IFRS with effect from January 1, 2005, and has restated comparative figures for 2004. Moreover, comparative figures have been adjusted to reflect the change in the Group's organisation that took effect on January 1, 2005.

As explained in the Annual Report for 2004, the Group has chosen a deviation from IAS 39, "Financial Instruments", approved by the EU inasmuch as it recognises issued mortgage bonds and related mortgage loans at fair value. The updated fair value option of IAS 39, which is expected to be approved by the EU in the autumn, allows this method of recognition.

The Annual Report for 2004 and Danske Bank's IFRS White paper explain the effect of the transition to IFRS. The report and the white paper are available at www.danskebank.com/ir. Page 30 of this interim report shows the effect of the transition to IFRS on the profit for the four quarters of 2004 and on shareholders' equity.

At the end of February 2005, the Group acquired Northern Bank in Northern Ireland and National Irish Bank in the Republic of Ireland at a total price of around DKr10.9bn. The fair value of the companies' recognised net assets amounted to DKr4.1bn. The premium of DKr6.8bn is carried as identifiable intangible assets (DKr1.7bn), deferred tax (DKr0.4bn) and goodwill (DKr5.5bn) in accordance with IAS 38, "Intangible Assets", and IFRS 3, "Business Combinations". The assets will be amortised over their estimated useful life, which is three years, using the straight-line method. Goodwill is not amortised; instead write-downs are recognised if the estimated value of the goodwill has declined.

Changes to the Board of Directors of Danske Bank

Project manager René Holm, who was elected alternate director to Bolette Holmgaard by the staff, joined the Board of Directors on July 1, 2005, on the departure of Bolette Holmgaard from Danske Bank. Bolette Holmgaard, age 50, has been a member of the Board of Directors since 2002.

Niels Eilschou Holm, Private Secretary to Her Majesty the Queen of Denmark, has decided to leave the Board of Directors upon the last board meeting this year, which is scheduled for December 7, 2005. Niels Eilschou Holm, age 68, has been a member of the Board of Directors since 1987. The Board of Directors wishes to thank Niels Eilschou Holm for his long-standing, valuable contribution to Danske Bank.

Upon the merger with RealDanmark in 2000, the Board of Directors was of the opinion that the number of board members should be reduced to ten elected by the general meeting and five elected by the staff.

The Board will consist of ten members elected by the general meeting and seven elected by the staff upon Niels Eilschou Holm's departure from the Board of Directors in December 2005. The next election of staff members to the Board of Directors will be held in the first quarter of 2006. The staff will elect five board members in accordance with Danish company law, which stipulates that the number of members elected by the staff must correspond to half the number of members elected by the general meeting.

Business areas

Danske Bank Group's pre-tax profit rose 45% compared with the pre-tax profit for the first half of 2004. All business areas contributed to the positive trend.

PROFIT BEFORE TAX (DKr m)	First half 2005	First half 2004	Index 05/04	Share First half 2005
- Banking Activities Danske Bank	2,346	1,488	158	28%
- Banking Activities BG Bank	907	718	126	11%
- Banking Activities Norway	262	143	183	3%
- Banking Activities Sweden	429	383	112	5%
- Banking Activities Northern Ireland	52	-	-	1%
- Banking Activities Ireland	10	-	-	-
- Other Banking Activities	607	495	123	7%
Total Banking Activities	4,613	3,227	143	55%
Mortgage Finance	1,377	1,086	127	16%
Danske Markets	1,890	1,345	141	22%
Danske Capital	202	193	105	2%
Danica Pension	730	504	145	9%
Other areas	-382	-553	-	-4%
Total Group	8,430	5,802	145	100%

The organisational adjustments announced in November 2004 took effect on January 1, 2005. The adjustment increased focus on expanding the Group's international branch network, reducing international wholesale banking activities and amalgamating administrative and support functions across borders.

"Other areas" includes the Group's real property portfolio and non-allocated expenses for Group support functions, severance payments and capital. Moreover, the item includes the elimination of returns on own shares, despite the fact that part of the returns is distributed to holders of pooled schemes and life insurance policyholders.

The trend of "Other areas" benefited from gains on real property sales in the first half of 2005 and from the currency hedging of earnings at units outside Denmark. The segment was adversely affected by increased capital costs incurred as a result of the acquisitions in the Republic of Ireland and Northern Ireland.

Developments in the individual business areas are described on the following pages.

Banking Activities Danske Bank

Banking Activities Danske Bank encompasses the banking activities of the Danske Bank division in Denmark. Danske Bank caters to all types of retail and corporate customers. The Bank's finance centres serve large corporate and private banking customers. Banking Activities Danske Bank breaks down on nine regions with 291 branches, nine finance centres and just over 4,200 employees.

BANKING ACTIVITIES DANSKE BANK (DKr m)	First half 2005	First half 2004	Q2 2005	Q1 2005	Q4 2004	Q3 2004	Q2 2004	Full year 2004
Net interest income	2,995	2,842	1,521	1,474	1,481	1,452	1,446	5,775
Net fee income	1,561	1,423	822	739	740	642	690	2,805
Net trading income	217	199	118	99	97	99	94	395
Other income	10	16	8	2	28	6	11	50
Total income	4,783	4,480	2,469	2,314	2,346	2,199	2,241	9,025
Operating expenses	2,579	2,575	1,338	1,241	1,346	1,272	1,328	5,193
Profit before credit loss expenses	2,204	1,905	1,131	1,073	1,000	927	913	3,832
Credit loss expenses	-142	417	-165	23	27	-93	219	351
Profit before tax	2,346	1,488	1,296	1,050	973	1,020	694	3,481
Loans and adv. to cust. (end period)	186,847	149,984	186,847	175,649	164,136	151,488	149,984	164,136
Due to customers, incl. pooled deposits (end period)	212,122	185,040	212,122	192,362	189,050	185,089	185,040	189,050
Risk-weighted items (avg.)	177,380	155,876	180,302	174,426	168,272	165,963	162,075	161,527
Allocated capital (avg.)	11,530	10,132	11,720	11,338	10,938	10,788	10,535	10,499
Pre-tax profit as % p.a. of allocated cap.	40.7	29.4	44.2	37.0	35.6	37.8	26.4	33.2
Cost/income ratio, %	53.9	57.5	54.2	53.6	57.4	57.8	59.3	57.5

- Pre-tax profit up 58%
- Net positive entry for credit loss expenses
- Growth in retail lending of 34%
- Improved cost/income ratio

Pre-tax profit rose by 58% to DKr2,346m compared with the result for the first half of 2004. The increase was owing to income growth and a net positive entry for credit loss expenses.

Income benefited from the significant growth in lending that more than compensated for narrowing lending margins, particularly in the retail segment. The trend in margins reflects the increasing share of the portfolio made up by property financing products secured on real property as well as fierce competition. Net interest income rose by 5% compared with the first half of 2004, while fee income grew by 10% as a result of the positive trend in the securities markets and strong refinancing activity.

Operating expenses remained at the level recorded in the first half of 2004, whereas the cost/income ratio improved from 57.5% to 53.9%.

Total lending grew by 25% compared with total lending at the end of June 2004 and by 14% on the level at the beginning of the year. Loans and advances to retail customers rose by 34% compared with the level at the end of June 2004 and by 8% on the level at the beginning of the year. Growth reflected satisfactory sales of the property financing product *Danske Prioritet* in particular. However, in the first half of 2005, the growth rate of sales of *Danske Prioritet* slowed down as a result, among other factors, of Realkredit Danmark's launch of its *FlexGaranti*[®] product.

Lending to corporate customers rose by 20% on the level recorded at the end of June 2004 and by 18% on the level at the beginning of the year, mainly as a result of increased lending to small and mid-sized corporate companies.

Banking Activities BG Bank

Banking Activities BG Bank encompasses the banking activities of the BG Bank division in Denmark. BG Bank caters to all types of retail customers and most types of corporate customers through its branch network. In addition, BG Bank serves a number of agricultural customers at special agricultural centres. Banking Activities BG Bank has 173 branches and just over 1,800 employees.

BANKING ACTIVITIES BG BANK (DKr m)	First half 2005	First half 2004	Q2 2005	Q1 2005	Q4 2004	Q3 2004	Q2 2004	Full year 2004
Net interest income	1,315	1,293	662	653	653	653	655	2,599
Net fee income	618	611	321	297	299	272	297	1,182
Net trading income	68	61	38	30	32	33	31	126
Other income	7	7	5	2	14	3	5	24
Total income	2,008	1,972	1,026	982	998	961	988	3,931
Operating expenses	1,182	1,238	606	576	645	580	641	2,463
Profit before credit loss expenses	826	734	420	406	353	381	347	1,468
Credit loss expenses	-81	16	-31	-50	16	-26	47	6
Profit before tax	907	718	451	456	337	407	300	1,462
Loans and adv. to cust. (end period)	58,579	50,442	58,579	56,343	55,505	51,232	50,442	55,505
Due to customers, incl. pooled deposits (end period)	71,012	64,297	71,012	66,883	68,208	64,358	64,297	68,208
Risk-weighted items (avg.)	57,350	52,465	57,548	57,150	55,816	55,786	53,056	54,142
Allocated capital (avg.)	3,728	3,410	3,741	3,715	3,628	3,626	3,449	3,519
Pre-tax profit as % p.a. of allocated cap.	48.7	42.1	48.2	49.1	37.2	44.9	34.8	41.5
Cost/income ratio, %	58.9	62.8	59.1	58.7	64.6	60.4	64.9	62.7

- Pre-tax profit up 26%
- Net positive entry for credit loss expenses
- Growth in lending to retail customers of 20%
- Improved cost/income ratio

Pre-tax profit rose by 26% to Dkr907m compared with the result for the first half of 2004. The increase was attributable to income growth, a fall in operating expenses and a net positive entry for credit loss expenses.

Net interest income rose by 2% compared with the first half of 2004 and the increase in lending compensated for narrowing lending margins. The trend in margins reflects the increasing share of the portfolio made up by property financing products secured on real property as well as fierce competition. Fee income rose by 1% as increased bank and mortgage lending and rising equity trading volume compensated for the decline in income from payment services.

Operating expenses fell by 5% due to lower payment services costs and resource requirements, among other things.

Total lending grew by 16% compared with total lending at the end of June 2004 and by 6% on the level at the beginning of the year. Loans and advances to retail customers grew by 20% since the end of June 2004, reflecting in particular the satisfactory sales of the property financing product *Bolig Plus*. In the first half of 2005, the growth rate of sales of *Bolig Plus* slowed down as a result, among other factors, of Realkredit Danmark's launch of its *FlexGaranti*[®] product. Lending to corporate customers rose 11% compared with the level at the end of June 2004 and by 3% on the level at the beginning of the year.

The satisfactory development of BG Bank's agricultural centres continued. Furthermore, BG Bank's establishment of its own customer desks in Copenhagen and Vejle in charge of investment advisory services added to the positive trend in securities trading.

In the second half of 2005, BG Bank will open a new branch in Brejning near Vejle.

Banking Activities Norway

Banking Activities Norway encompasses primarily the banking activities of Fokus Bank in Norway. Fokus Bank serves all types of retail and corporate customers. Banking Activities Norway has 70 branches and about 1,000 employees.

BANKING ACTIVITIES NORWAY (DKr m)	First half 2005	First half 2004	Q2 2005	Q1 2005	Q4 2004	Q3 2004	Q2 2004	Full year 2004
Net interest income	596	545	303	293	305	286	282	1,136
Net fee income	177	121	89	88	81	68	63	270
Net trading income	32	14	15	17	12	7	7	33
Other income	14	12	8	6	8	9	6	29
Total income	819	692	415	404	406	370	358	1,468
Operating expenses	601	518	309	292	324	265	261	1,107
Profit before credit loss expenses	218	174	106	112	82	105	97	361
Credit loss expenses	-44	31	0	-44	36	-27	8	40
Profit before tax	262	143	106	156	46	132	89	321
Profit before tax in local currency (Nkr)	286	162	112	174	47	148	99	357
Loans and adv. to cust. (end period)	77,686	57,795	77,686	70,578	65,687	62,485	57,795	65,687
Due to customers (end period)	35,876	28,706	35,876	33,083	31,398	29,610	28,706	31,398
Risk-weighted items (avg.)	58,033	45,805	60,580	55,458	53,827	48,843	46,936	48,585
Allocated capital (avg.)	3,772	2,977	3,938	3,605	3,499	3,175	3,051	3,158
Pre-tax profit as % p.a. of allocated cap.	13.9	9.6	10.8	17.3	5.3	16.6	11.7	10.2
Cost/income ratio, %	73.4	74.9	74.5	72.3	79.8	71.6	72.9	75.4

- Pre-tax profit up 83%
- Net positive entry for credit loss expenses
- Growth in lending of 26% measured in local currency

The pre-tax profit of Banking Activities Norway stood at DKr262m in the first half of 2005, against DKr143m in the first half of 2004, corresponding to an increase of 83%, or 77% in local currency. Profit before credit loss expenses rose 25%.

Increased business volume with existing customers and significant inflow of new customers compensated for the lower money market rates and keen margin competition.

Net interest income and net fee income rose by 9% and 46%, respectively, on the figures recorded for the first half of 2004 as a result of the increased business activity and good sales of savings products.

Since the end of June 2004, Banking Activities Norway has increased the number of branches from 64 to 70 and recruited more employees to serve customers. These were the main reasons expenses climbed 16% on the level recorded in the first half of 2004.

Credit loss expenses fell from a charge of DKr31m in the first half of 2004 to a net positive entry of DKr44m in the first half of 2005. This trend reflects the favourable economic climate in Norway and the good quality of the lending portfolio.

In local currency, lending to retail customers rose by 27% and lending to corporate customers rose 25% over the level a year ago. Lending growth in both segments outperformed market growth.

In the second quarter of 2005, Fokus Bank signed an agreement to acquire Krogsvveen, a Norwegian chain of real-estate agencies with 21 local offices. Fokus Bank expects the acquisition to strengthen its product distribution network. The financial result of Krogsvveen's operations will be consolidated in the accounts of Banking Activities Norway with effect from July 1, 2005.

Banking Activities Sweden

Banking Activities Sweden encompasses the banking activities of Östgöta Enskilda Bank and Provinsbankerne in Sweden, which serve all types of retail and corporate customers. Banking Activities Sweden has 53 branches and about 1,000 employees.

BANKING ACTIVITIES SWEDEN (DKr m)	First half 2005	First half 2004	Q2 2005	Q1 2005	Q4 2004	Q3 2004	Q2 2004	Full year 2004
Net interest income	719	666	367	352	362	341	336	1,369
Net fee income	229	211	118	111	123	102	111	436
Net trading income	24	23	12	12	10	11	11	44
Other income	5	3	4	1	3	1	2	7
Total income	977	903	501	476	498	455	460	1,856
Operating expenses	604	550	310	294	330	266	273	1,146
Profit before credit loss expenses	373	353	191	182	168	189	187	710
Credit loss expenses	-56	-30	-69	13	-5	80	-34	45
Profit before tax	429	383	260	169	173	109	221	665
Profit before tax in local currency (SKr)	534	473	327	207	207	133	272	813
Loans and adv. to cust. (end period)	100,317	83,530	100,317	96,833	91,583	87,539	83,530	91,583
Due to customers (end period)	34,520	28,622	34,520	31,532	30,629	28,664	28,622	30,629
Risk-weighted items (avg.)	78,914	66,037	81,539	76,260	73,122	70,382	67,565	68,910
Allocated capital (avg.)	5,129	4,292	5,300	4,957	4,753	4,575	4,392	4,479
Pre-tax profit as % p.a. of allocated cap.	16.7	17.8	19.6	13.6	14.6	9.5	20.1	14.8
Cost/income ratio, %	61.8	60.9	61.9	61.8	66.3	58.5	59.3	61.7

- Pre-tax profit up 12%
- Net positive entry for credit loss expenses
- Growth in lending of 23% measured in local currency
- Opening of six new branches

Pre-tax profit rose 12% to DKr429m, against DKr383m in the first half of 2004. In local currency, the increase amounted to 13%.

Total income increased 8%, reflecting the inflow of new customers and higher business volume in up-market customer segments. Net interest income grew 8% on the level in the first half of 2004 despite falling money market rates and narrowing lending margins. Net fee income rose by 9% to DKr229m due to increased business volume and the geographical expansion of automated teller machines.

Operating expenses increased 10% as a result of higher activity and the expansion of the branch network. The first half of 2005 saw the opening of six new branches, and another six openings are scheduled for the second half of 2005.

The Swedish operations recorded a net positive entry for credit loss expenses of DKr56m in the first half of 2005, against a net positive entry of DKr30m in the first half of 2004. This trend reflects the favourable economic climate in Sweden and the good quality of the lending portfolio.

Lending to retail customers, measured in local currency, rose by 25% and lending to corporate customers increased by 22% from the level at the end of June 2004. The growth in corporate lending was owing primarily to large and mid-sized companies, whereas sales of property financing products reinforced growth in lending to retail customers. Growth in both retail and corporate lending outperformed market growth.

Banking Activities Northern Ireland

Banking Activities Northern Ireland encompasses the banking activities of Northern Bank. Northern Bank serves retail and corporate customers. Banking Activities Northern Ireland has 95 branches and 13 business centres and employs around 2,300 staff.

BANKING ACTIVITIES NORTHERN IRELAND (DKr m)	First half 2005	First half 2004	Q2 2005	Q1 2005	Q4 2004	Q3 2004	Q2 2004	Full year 2004
Net interest income	512	-	387	125	-	-	-	-
Net fee income	188	-	141	47	-	-	-	-
Net trading income	-6	-	-6	-	-	-	-	-
Other income	15	-	12	3	-	-	-	-
Total income	709	-	534	175	-	-	-	-
Amortisation of intangible assets	142	-	107	35	-	-	-	-
Integration expenses	88	-	88	-	-	-	-	-
Other operating expenses	408	-	306	102	-	-	-	-
Operating expenses	638	-	501	137	-	-	-	-
Profit before credit loss expenses	71	-	33	38	-	-	-	-
Credit loss expenses	19	-	14	5	-	-	-	-
Profit before tax	52	-	19	33	-	-	-	-
Profit before tax in local currency (£)	5	-	2	3	-	-	-	-
Loans and adv. to cust. (end period)	37,308	-	37,308	35,529	-	-	-	-
Due to customers (end period)	39,533	-	39,533	37,711	-	-	-	-
Risk-weighted items (avg.)	33,670	-	34,321	33,012	-	-	-	-
Allocated capital (avg.)	2,189	-	2,231	2,146	-	-	-	-
Pre-tax profit as % p.a. of allocated cap.	7.1	-	3.4	18.5	-	-	-	-
Cost/income ratio, %	90.0	-	93.8	78.3	-	-	-	-
Other operating exp./income ratio, %	57.5	-	57.3	58.3	-	-	-	-

First half of 2005 comprises the financial results for the period March-June 2005.

- Pre-tax profit in line with expectations
- Increase in lending of 5% over the past nine months
- Integration progressing according to schedule

Pre-tax profit on banking activities in Northern Ireland for the period March-June 2005 amounted to DKr52m, which was in line with expectations.

Total operating expenses of DKr638m included the amortisation of intangible assets of DKr142m and integration costs of DKr88m.

Lending stood at DKr37bn at the end of June 2005. Measured in local currency, lending to retail customers grew 5% and lending to corporate customers increased 6% from the level at September 30, 2004, the end of the accounting year of Northern Bank.

Deposits totalled DKr40bn at the end of June 2005. Measured in local currency, retail deposits grew 8% and corporate deposits increased 12% from the level at the end of September 2004.

The net inflow of retail customers in the second quarter of 2005 was the result, among other things, of the launch of a new product, the Current Account Plus, which offers competitive interest rates and fees as well as the option of an overdraft facility.

Banking Activities Ireland

Banking Activities Ireland encompasses the banking activities of National Irish Bank. National Irish Bank serves primarily retail customers and large corporate customers. Banking Activities Ireland has 59 branches and 13 business centres and employs around 800 staff.

BANKING ACTIVITIES IRELAND (DKr m)	First half 2005	First half 2004	Q2 2005	Q1 2005	Q4 2004	Q3 2004	Q2 2004	Full year 2004
Net interest income	246	-	171	75	-	-	-	-
Net fee income	41	-	31	10	-	-	-	-
Net trading income	14	-	14	-	-	-	-	-
Other income	5	-	3	2	-	-	-	-
Total income	306	-	219	87	-	-	-	-
Amortisation of intangible assets	34	-	26	8	-	-	-	-
Integration expenses	36	-	36	-	-	-	-	-
Other operating expenses	223	-	172	51	-	-	-	-
Operating expenses	293	-	234	59	-	-	-	-
Profit before credit loss expenses	13	-	-15	28	-	-	-	-
Credit loss expenses	3	-	3	-	-	-	-	-
Profit before tax	10	-	-18	28	-	-	-	-
Profit before tax in local currency (€)	2	-	-2	4	-	-	-	-
Loans and adv. to cust. (end period)	27,245	-	27,245	24,762	-	-	-	-
Due to customers (end period)	19,153	-	19,153	17,667	-	-	-	-
Risk-weighted items (avg.)	21,570	-	22,196	20,937	-	-	-	-
Allocated capital (avg.)	1,402	-	1,443	1,361	-	-	-	-
Pre-tax profit as % p.a. of allocated cap.	2.1	-	-5.0	24.7	-	-	-	-
Cost/income ratio, %	95.8	-	106.8	67.8	-	-	-	-
Other operating exp./income ratio, %	72.9	-	78.5	58.6	-	-	-	-

First half of 2005 comprises the financial results for the period March-June 2005.

- Pre-tax profit in line with expectations
- Increase in lending of 21% over the past nine months
- Integration progressing according to schedule

Pre-tax profit on banking activities in the Republic of Ireland for the period March-June 2005 amounted to DKr10m, which was in line with expectations. Net interest income reflects a positive one-off item of DKr15m in the first quarter of 2005.

Total operating expenses of DKr293m included the amortisation of intangible assets of DKr34m and integration costs of DKr36m.

Lending stood at DKr27bn at the end of June 2005. Measured in local currency, lending to retail customers grew by 16% and lending to corporate customers increased 25% from the level at September 30, 2004, the end of the accounting year of National Irish Bank. Growth in total lending was slightly higher than market growth.

Deposits totalled DKr19bn at the end of June 2005. Measured in local currency, retail deposits grew by 5% and corporate deposits increased 16% from the level at the end of September 2004.

Other Banking Activities

Other Banking Activities comprises the Danish banking activities of Nordania and HandelsFinans and banking activities carried out in England, the USA, Luxembourg, Germany, Poland and Finland.

OTHER BANKING ACTIVITIES (DKr m)	First half 2005	First half 2004	Q2 2005	Q1 2005	Q4 2004	Q3 2004	Q2 2004	Full year 2004
Net interest income	559	660	259	300	343	340	344	1,343
Net fee income	136	180	64	72	138	92	88	410
Net trading income	232	32	92	140	13	-11	21	34
Other income	652	587	328	324	269	268	266	1,124
Total income	1,579	1,459	743	836	763	689	719	2,911
Operating expenses	812	774	415	397	725	363	381	1,862
Profit before credit loss expenses	767	685	328	439	38	326	338	1,049
Credit loss expenses	160	190	177	-17	-147	292	59	335
Profit before tax	607	495	151	456	185	34	279	714
Loans and adv. to cust. (end period)	52,369	78,892	52,369	63,229	79,669	85,372	78,892	79,669
Due to customers (end period)	9,514	72,612	9,514	61,452	54,895	63,374	72,612	54,895
Risk-weighted items (avg.)	73,152	91,059	66,447	79,931	88,346	94,351	92,359	91,204
Allocated capital (avg.)	4,755	5,919	4,319	5,196	5,742	6,133	6,003	5,928
Pre-tax profit as % p.a. of allocated cap.	25.5	16.7	14.0	35.1	12.9	2.2	18.6	12.0
Cost/income ratio, %	51.4	53.1	55.9	47.5	95.0	52.7	53.0	64.0

PROFIT BEFORE TAX (DKr m)	First half 2005	First half 2004	Q2 2005	Q1 2005	Q4 2004	Q3 2004	Q2 2004	Full year 2004
Banking Activities England	171	138	57	114	-22	116	106	232
Banking Activities USA	219	11	151	68	-127	-76	6	-192
Other units	217	346	-57	274	334	-6	167	674
Other Banking Activities	607	495	151	456	185	34	279	714

Banking Activities England

Pre-tax profit on banking activities in England amounted to DKr171m, against DKr138m in the first half of 2004. The improved result reflects gains of some DKr80m from the sale of loans as part of the reduction of activities in London. Moreover, credit loss expenses incurred on the remaining part of the loan portfolio decreased considerably.

Banking Activities USA

Pre-tax profit on US banking activities amounted to DKr219m, against DKr11m in the first half of 2004. The Group is in the process of reducing its lending activities as part of the closure of the branch in New York; the sale of loans generated a gain of some DKr50m, and the net positive entry for credit loss expenses amounted to around DKr150m.

Other units

Pre-tax profit on other banking activities decreased by DKr129m compared with the profit recorded for the first half of 2004. All business areas showed positive developments in the first half of 2005, although this trend could not compensate for the impairment of individual facilities with the Group's units in Luxembourg and Finland.

Mortgage Finance

Mortgage Finance encompasses the Danske Bank Group's mortgage finance and real-estate agency business in Denmark. The division markets its financing solutions through Realkredit Danmark, Danske Bank, BG Bank and "home". Real-estate agency business is carried out through "home".

MORTGAGE FINANCE (DKr m)	First half 2005	First half 2004	Q2 2005	Q1 2005	Q4 2004	Q3 2004	Q2 2004	Full year 2004
Net interest income	1,665	1,500	848	817	778	784	751	3,062
Net fee income	69	67	31	38	39	7	34	113
Net trading income	99	80	58	41	0	53	44	133
Other income	91	67	47	44	31	30	35	128
Total income	1,924	1,714	984	940	848	874	864	3,436
Operating expenses	623	631	316	307	327	274	304	1,232
Profit before credit loss expenses	1,301	1,083	668	633	521	600	560	2,204
Credit loss expenses	-76	-3	-27	-49	-2	-13	-8	-18
Profit before tax	1,377	1,086	695	682	523	613	568	2,222
Mortgage loans (end period)	545,801	509,427	545,801	531,206	524,428	515,900	509,427	524,428
Risk-weighted items (avg.)	266,947	250,310	270,291	263,566	255,133	252,043	251,612	251,958
Allocated capital (avg.)	17,352	16,270	17,569	17,132	16,584	16,383	16,355	16,377
Pre-tax profit as % p.a. of allocated cap.	15.9	13.3	15.8	15.9	12.6	15.0	13.9	13.6
Cost/income ratio, %	32.4	36.8	32.1	32.7	38.6	31.4	35.2	35.9

- Profit before tax up 27%
- Net positive entry for credit loss expenses
- Record-high refinancing activity
- Market share of the total lending portfolio of 33.4%

In the first half of 2005, Mortgage Finance generated a pre-tax profit of DKr1,377m, against DKr1,086m for the first half of 2004.

Income rose 12% to DKr1,924m. Net interest income increased by 11% on the first half of 2004, reflecting a rise in administration margins from increased lending and record-high refinancing activity.

Operating expenses were unchanged. Credit loss expenses amounted to a net positive entry of DKr76m, against DKr3m in the first half of 2004.

Total gross lending on the Danish mortgage finance market soared 63% to DKr378bn in the first half of 2005. In the beginning of the year, some of the very strong refinancing activity came from the interest-cap loans launched at the end of 2004. In addition, the persistent decline in interest rates renewed demand for fixed-rate loans.

Realkredit Danmark's market share of gross lending stood at 28.0% in the first half of 2005, against 30.5% in the first half of 2004. Realkredit Danmark's share of the total lending portfolio was 33.4% at the end of the first half of 2005, against 34.3% the year before. Realkredit Danmark's lending portfolio increased by DKr36bn to DKr546bn at the end of the first half of 2005. Market value adjustments accounted for DKr11bn of the rise.

FlexLån[®] fell to 31% of gross lending in the first half of 2005, whereas fixed-rate loans rose to 48% and *FlexGaranti*[®] to 21%.

Since April 2005, *FlexGaranti*[®] has been offered also with an interest-rate cap of 5% and a term of up to 30 years. The only cap option previously available was 6%. At the same time, customers were given the choice of a *FlexGaranti*[®] version under which the interest rate follows general interest rates down even if the cap has been reached.

Danske Markets

Danske Markets is responsible for the Group's activities in the financial markets. Trading activities include trading in fixed-income, foreign exchange, equities and interest-bearing securities, providing the largest corporate and institutional clients with financial products and advisory services on mergers and acquisitions, and assisting customers in connection with their issue of equity and debt on the international financial markets. Proprietary trading encompasses the Bank's short-term investments. The investment portfolio covers the Bank's strategic fixed-income, foreign exchange, and equity portfolios. Institutional banking includes facilities with international financial institutions outside the Nordic region.

DANSKE MARKETS (DKr m)	First half 2005	First half 2004	Q2 2005	Q1 2005	Q4 2004	Q3 2004	Q2 2004	Full year 2004
Total income	2,788	2,161	1,439	1,349	1,513	872	813	4,546
Operating expenses	910	816	452	458	433	363	344	1,612
Profit before credit loss expenses	1,878	1,345	987	891	1,080	509	469	2,934
Credit loss expenses	-12	-	-5	-7	-	-	-	-
Profit before tax	1,890	1,345	992	898	1,080	509	469	2,934
Loans and adv. to cust. (end period)	37,134	24,885	37,134	25,389	20,548	24,290	24,885	20,548
Risk-weighted items (avg.)	99,391	116,508	103,299	95,440	92,384	95,130	121,465	105,070
Allocated capital (avg.)	6,460	7,573	6,714	6,204	6,005	6,183	7,895	6,830
Pre-tax profit as % p.a. of allocated cap.	58.5	35.5	59.1	57.9	71.9	32.9	23.8	43.0
Cost/income ratio, %	32.6	37.8	31.4	34.0	28.6	41.6	42.3	35.5

TOTAL INCOME (DKr m)	First half 2005	First half 2004	Q2 2005	Q1 2005	Q4 2004	Q3 2004	Q2 2004	Full year 2004
Trading activities	1,450	1,217	726	724	603	533	570	2,353
Proprietary trading	258	284	107	151	148	56	-28	488
Investment portfolio	858	412	496	362	646	147	140	1,205
Institutional banking	222	248	110	112	116	136	131	500
Total Danske Markets	2,788	2,161	1,439	1,349	1,513	872	813	4,546

- Pre-tax profit up 41%
- Income up 29%
- One-off revenue from the sale of unlisted shares

Persistently high activity in the fixed-income and equity markets contributed to satisfactory earnings in the first six months of the year. After a declining trend at the end of the first quarter, the equity market recovered in the second quarter, while both short- and long-term bond yields continued to fall. The financial markets are still characterised by ample liquidity.

Income from trading activities stood at DKr1,450m, reflecting a 19% rise since the first half of 2004. The figure reflects heavy and increasing customer trading underpinned by re-mortgaging activities. A number of corporate finance transactions were completed in the second quarter.

Income from proprietary trading fell 9% to DKr258m compared with the first half of 2004, reflecting the lower risk on positions.

Income from the investment portfolio more than doubled to DKr858m. The amount includes a gain of DKr210m from the sale of unlisted equity holdings in property companies and in companies providing the financial infrastructure in Denmark.

Income from institutional banking remained stable.

Operating expenses rose 12% from the first half of 2004 owing to an increase in performance-based compensation.

Danske Capital

Danske Capital manages the funds of retail customers and institutional investors and the funds of Danica Pension, Firstnordic, Puljeinvest (pooled investment) and Flexinvest. The division also provides advisory services to Danske Invest and BG Invest. Investment management products are sold to retail and corporate customers through the country organisations and external distributors. Danske Capital serves institutional investors directly.

DANSKE CAPITAL (DKr m)	First half 2005	First half 2004	Q2 2005	Q1 2005	Q4 2004	Q3 2004	Q2 2004	Full year 2004
Total income	384	350	195	189	178	162	171	690
Operating expenses	182	157	96	86	90	79	82	326
Profit before tax	202	193	99	103	88	83	89	364
Risk-weighted items (avg.)	192	553	81	304	84	66	58	312
Allocated capital (avg.)	12	36	5	20	5	4	4	20
Cost/income ratio, %	47.4	44.9	49.2	45.5	50.6	48.8	48.0	47.2
Assets under management (DKr bn)	442	397	442	423	414	402	397	414

- Income benefited from the positive trend on the capital markets
- Substantial rise in earnings at Danske Capital units outside Denmark
- Investment performance exceeded benchmarks

Profit before tax was DKr202m, against DKr193m in the first half of 2004. Income growth of 10% was owing primarily to increased activities in the non-Danish units, whose income rose 30% on the same period last year. Danske Capital units outside Denmark accounted for 24% of total income in the first half of 2005, against 21% in the same period last year. Equities accounted for 21% of the total assets under management in the first half of 2005, against 18% in the first half of 2004.

Operating expenses rose DKr25m to DKr182m, primarily as a result of the rising number of employees and the expansion of activities of non-Danish units.

Sales totalled DKr10.3bn in the first half of 2005. The trend was driven primarily by increased sales outside Denmark and persistently high sales to institutional investors. Sales of Danske Invest and BG Invest units declined, and the market share was 37% of total assets, against 39% a year earlier. The lower market share for Danske Invest and BG Invest is a result, among other things, of Danske Bank offering a wide range of investments, which includes unit trust products supplied by unit trusts other than Danske Invest and BG Invest.

In the first half of 2005, Danske Capital achieved good investment results, especially in equity investments. Nordic and eastern European equities all delivered above-benchmark returns. The positive trend in European equities continued, reflecting the company's allocation of major resources to research and investment in this field since the autumn of 2004.

Danica Pension

The Forsikringselskabet Danica Group encompasses all Danica's activities in the life insurance and pensions market. Marketed under the name of Danica Pension, the unit targets both personal and corporate customers. Products are marketed through a range of distribution channels within the Danske Bank Group, primarily Banking Activities' outlets and Danica Pension's own sales force and team of advisers.

DANICA PENSION (DKr m)	First half 2005	First half 2004	Q2 2005	Q1 2005	Q4 2004	Q3 2004	Q2 2004	Full year 2004
0.5% of technical provisions	414	385	209	205	198	193	195	776
30% of risk, cost, health and accident results	129	28	69	60	48	74	-24	150
Total risk allowance	543	413	278	265	246	267	171	926
Net return on allocated capital	56	61	25	31	34	30	31	125
Unit-linked business	96	26	64	32	26	40	5	92
Health care business, etc.	35	4	24	11	10	29	-15	43
Change in shadow account balance	-	-	-	-	445	-	-	445
Net income from insurance business	730	504	391	339	761	366	192	1,631
Technical provisions (incl. unit-linked business)	205,946	178,323	205,946	196,089	192,259	185,448	178,323	192,259
Allocated capital (avg.)	7,828	7,087	8,004	7,588	7,234	7,136	7,087	7,234
Net income as % p.a. of allocated cap.	18.7	14.2	19.5	17.9	42.1	20.5	10.8	22.5

- Increase in net income of 45%
- Return on investment of customer funds of 8.5%
- Health and accident business remains unsatisfactory

Net income from insurance business increased by DKr226m to DKr730m. The life insurance risk allowance totalled DKr543m, against DKr413m in the first half of 2004. The rise was the result of increasing business volume and lower expenses. The health and accident result, which is included in the Group's profit at a ratio of 30%, improved by DKr230m to a negative DKr24m owing to high returns on investments in the first half of 2005. The trend in claims, however, continued to be unsatisfactory.

As a result of the negative trend in the health and accident business, among other factors, a change of the contribution model is being considered, because under the current rules the result of the health and accident business must not adversely affect the pension savings of life insurance customers over time.

The return on investment of customer funds was 8.5%, against 2.7% in the first half of 2004. The return on bonds, including bond-based derivatives, totalled 8.8%. The return on equities was 9.9%, and the return on real property was 4.3%. The corresponding returns in the first half of 2004 were 2.0%, 6.4% and 4.3%. Owing to the fall in interest rates, a large part of the return was used to increase life insurance provisions. Customers with unit-linked contracts and a medium risk profile obtained a return of 10.0% in the first half of 2005.

Premiums in the first half of 2005, including payments received under investment contracts, totalled DKr8.0bn, up 11% on the first half of 2004. Premiums on unit-linked contracts rose by 33% to DKr1.9bn. The expense ratio at Danica Pension fell to 6.7% from 8.5%. At the end of June 2005, the collective bonus potential was DKr8.8bn, corresponding to a bonus rate of 5.8%.

In May 2005, a new product, *Danica Balance*, was launched. It combines the security of conventional products with the potential of achieving a higher return found in unit-linked contracts. A large number of customers are expected to replace their *Danica Traditionel* (conventional) with *Danica Balance*.

Outlook for 2005

Danske Bank Group's pre-tax profit for 2005 is now expected to be higher than predicted at the publication of the Quarterly Report for the first quarter of 2005.

In 2005, Europe is still likely to see generally low economic growth and generally low interest and inflation rates. The Group expects growth in its principal markets to be higher than overall European growth, however.

Net interest income and net fee income from banking activities and mortgage finance are expected to rise from the level recorded in 2004. The increase in income from property financing in the Nordic units, among other activities, is likely to offset the decline in income from wholesale banking activities in England and the USA. The strong remortgaging activity in the first half of 2005 is unlikely to continue at the same pace. The newly acquired banks in the Republic of Ireland and Northern Ireland were consolidated in the Group's accounts from March 1, 2005.

Net trading income is expected to slightly exceed income in 2004 despite the one-off revenue from sales of unlisted shares in 2004. The strong activity in the first half of 2005 is not expected to continue at the same level in the second half. Net trading income will continue to depend greatly on the trends in the financial markets, including the level of securities prices at the end of the year.

Net income from insurance business is expected to be lower owing to the booking of DKr445m in the fourth quarter of 2004 for risk allowances from previous years. The possible booking of part of the risk allowance outstanding from previous years of DKr436m will be considered at the end of the year.

On the whole, the Group expects total income to increase around 10% from the level in 2004, although this still depends on the trend in prices on the financial markets among other factors.

Expenses, other than those incurred by the banks in the Republic of Ireland and Northern Ireland, are expected to remain stable at the level recorded in 2004. The acquisitions in the Republic of Ireland and Northern Ireland will increase total expenses, partly due to the operating expenses of the banks and partly as a result of the integration costs and related costs of some DKr1.5bn. A good one-third of these costs will be expensed in 2005. Moreover, nearly DKr1.7bn of the total acquisition price will be recognised with other intangible assets, which are amortised over a period of three years.

Consequently, the Group expects its total costs and its cost/income ratio to increase.

On the basis of the relatively favourable economic trends and the satisfactory quality of its loan portfolio, the Group still believes that its credit loss ratio will remain low.

Consequently, the pre-tax profit for 2005 is now expected to be about 10% higher than in 2004. However, the result will continue to depend, among other factors, on the level of activity, economic trends and the trends in prices on the financial markets.

The Group expects its tax rate to be 28%.

Copenhagen, August 11, 2005

Net profit broken down by quarter – Danske Bank Group

NET PROFIT FOR THE PERIOD (DKr m)	Q2 2005	Q1 2005	Q4 2004	Q3 2004	Q2 2004
Net interest income	4,270	4,002	3,739	3,661	3,719
Net fee income	1,812	1,592	1,581	1,351	1,463
Net trading income	1,732	1,645	1,607	964	880
Other income	588	492	823	374	389
Net income from insurance business	391	339	761	366	192
Total income	8,793	8,070	8,511	6,716	6,643
Operating expenses	4,700	3,958	4,370	3,486	3,744
Profit before credit loss expenses	4,093	4,112	4,141	3,230	2,899
Credit loss expenses	-99	-126	-75	213	291
Profit before tax	4,192	4,238	4,216	3,017	2,608
Tax	1,146	1,230	1,172	804	786
Net profit for the period	3,046	3,008	3,044	2,213	1,822
Attributable to minority interests	-9	9	8	2	9
BALANCE SHEET (DKr m)					
Bank loans and advances	766,951	738,910	615,268	613,921	585,924
Mortgage loans	545,801	531,206	524,428	515,900	509,427
Trading portfolio assets	555,310	468,076	422,547	385,634	337,315
Investment securities	39,051	34,555	31,505	46,580	39,828
Assets under insurance contracts	185,610	169,984	160,084	157,913	148,714
Other assets	340,593	328,454	298,161	267,122	266,631
Total assets	2,433,316	2,271,185	2,051,993	1,987,070	1,887,839
Due to credit institutions and central banks	511,431	457,525	353,369	392,959	331,501
Due to customers	603,476	569,271	487,863	474,502	479,162
Issued mortgage bonds	434,358	465,460	432,399	405,853	410,771
Trading portfolio liabilities	262,772	195,414	215,807	173,797	115,376
Liabilities under insurance contracts	207,132	193,194	189,168	186,051	178,035
Other liabilities	304,229	284,824	272,969	251,928	271,605
Subordinated debt	41,888	40,462	33,423	36,847	37,321
Shareholders' equity	68,030	65,035	66,995	65,133	64,068
Total liabilities and equity	2,433,316	2,271,185	2,051,993	1,987,070	1,887,839
RATIOS AND KEY FIGURES					
Net profit for the period per share, DKr	4.9	4.8	4.8	3.5	2.8
Diluted net profit for the period per share, DKr	4.9	4.8	4.8	3.5	2.8
Net profit for the period as % p.a. of average shareholders' equity	18.3	17.8	18.4	13.7	11.4
Cost/income ratio, %	53.5	49.0	51.3	51.9	56.4
Solvency ratio, excl. net profit for the period, %*	9.1	9.7	10.2	10.0	10.4
Core (tier 1) capital ratio, excl. net profit for the period, %*	6.5	6.8	7.7	7.4	7.6
Risk-weighted items, end of period, DKr bn	927	884	808	797	796
Share price, end of period, DKr	185.3	165.7	167.5	157.7	144.8
Book value per share, DKr	108.3	103.6	106.7	102.5	99.7
Full-time-equivalent staff, end of period	18,900	18,885	16,235	16,669	16,557

* Fourth quarter comprises the net profit for the year.

Income statement – Danske Bank Group

(DKr m)	First half 2005	First half 2004
Net interest income	14,381	13,168
Net fee income	3,364	2,951
Net trading income	12,429	229
Other income	1,796	1,634
Net premiums	7,316	6,665
Net insurance benefits	-21,968	-10,198
Operating expenses	9,113	8,026
Credit loss expenses	-225	621
Profit before tax	8,430	5,802
Tax	2,376	1,742
Net profit for the period	6,054	4,060
Attributable to minority interests	-	18
IFRS accounting format (summary)		

Balance sheet - Danske Bank Group

(DKr m)	June 30, 2005	Dec. 31, 2004
ASSETS		
Cash in hand and demand deposits with central banks	5,347	7,741
Due from credit institutions and central banks	259,136	230,690
Bank loans and advances	766,951	615,268
Mortgage loans	545,801	524,428
Trading portfolio assets	555,310	422,547
Investment securities	39,051	31,505
Assets under pooled schemes and unit-linked investment contracts	32,143	32,278
Assets under insurance contracts	185,610	160,084
Investments in associated undertakings	681	1,308
Intangible assets	7,708	447
Investment property	3,832	4,463
Tangible fixed assets	7,158	6,468
Other assets	24,588	14,766
Total assets	2,433,316	2,051,993
LIABILITIES		
Due to credit institutions and central banks	511,431	353,369
Due to customers	603,476	487,863
Issued mortgage bonds	434,358	432,399
Trading portfolio liabilities	262,772	215,807
Deposits under pooled schemes and unit-linked investment contracts	36,391	37,875
Liabilities under insurance contracts	207,132	189,168
Other issued bonds	217,551	190,530
Other liabilities	50,287	44,564
Subordinated debt	41,888	33,423
Total liabilities	2,365,286	1,984,998
SHAREHOLDERS' EQUITY		
Shareholders of the parent company	67,985	66,728
Minority interests	45	267
Total equity	68,030	66,995
Total liabilities and equity	2,433,316	2,051,993

Capital – Danske Bank Group

CHANGES IN EQUITY AND MINORITY INTERESTS (DKr m)	Shareholders of the parent company					Minority interests	Total
	Share capital	Foreign currency translation reserve	Proposed dividend	Profit brought forward	Total		
Shareholders' equity, January 1, 2005	6,723	-32	5,010	55,027	66,728	267	66,995
Translation of non-Danish units	-	879	-	-	879	-	879
Non-Danish unit hedges	-	-857	-	-	-857	-	-857
Tax	-	-	-	98	98	-	98
Net gains not recognised in the income statement	-	22	-	98	120	-	120
Net profit for the period	-	-	-	6,054	6,054	-	6,054
Capital reduction	-340	-	-	340	-	-	-
Dividends paid	-	-	-5,010	81	-4,929	-	-4,929
Acquisition of own shares	-	-	-	-8,891	-8,891	-	-8,891
Sale of own shares	-	-	-	8,895	8,895	-	8,895
Incentive programme	-	-	-	8	8	-	8
Adjustment of minority interests	-	-	-	-	-	-222	-222
Shareholders' equity, June 30, 2005	6,383	-10	-	61,612	67,985	45	68,030
Shareholders' equity, January 1, 2004	7,117	-	4,403	55,498	67,018	256	67,274
Translation of non-Danish units	-	-6	-	-	-6	-	-6
Non-Danish unit hedges	-	8	-	-	8	-	8
Tax	-	-	-	-44	-44	-	-44
Net gains not recognised in the income statement	-	2	-	-44	-42	-	-42
Net profit for the period	-	-	-	4,042	4,042	18	4,060
Capital reduction	-394	-	-	394	-	-	-
Dividends paid	-	-	-4,403	71	-4,332	-	-4,332
Acquisition of own shares	-	-	-	-9,344	-9,344	-	-9,344
Sale of own shares	-	-	-	6,457	6,457	-	6,457
Adjustment of minority interests	-	-	-	-	-	-5	-5
Shareholders' equity, June 30, 2004	6,723	2	-	57,074	63,799	269	64,068

Solvency - Danske Bank Group

CORE CAPITAL, CAPITAL BASE AND SOLVENCY RATIO (DKr m)	June 30, 2005	June 30, 2004	Dec. 31, 2004
Core capital	62,376	57,734	60,783
Hybrid core capital	6,280	4,586	4,101
Statutory deductions	8,429	2,098	2,365
Core capital, including hybrid core capital, less statutory deductions	60,227	60,222	62,519
Eligible subordinated debt and revaluation reserve	32,132	30,569	27,978
Statutory deduction for insurance subsidiaries	8,107	7,100	7,622
Other statutory deductions	85	839	135
Supplementary capital, less statutory deductions	23,940	22,630	20,221
Total capital base, less statutory deductions	84,167	82,852	82,740
Weighted items	927,064	796,347	808,329
Core (tier 1) capital ratio, excluding hybrid capital, %	5.82	6.99	7.23
Core (tier 1) capital ratio, %	6.50	7.56	7.73
Solvency ratio, %	9.08	10.40	10.24

Solvency and core (tier 1) capital ratios are calculated in accordance with the statutory provisions applicable to the accounting periods in question.

Cash flow statement – Danske Bank Group

(DKr m)	First half 2005	First half 2004
Cash flow from operating activities		
Net profit for the period	6,054	4,060
Adjustment for non-cash items	-3,724	-1,966
Increase/decrease in operating capital	35,412	38,975
Total	37,742	41,069
Cash flow from investing activities		
Acquisition and disposal of subsidiaries and other business units	-10,813	-
Intangible fixed assets	-151	-113
Tangible fixed assets	406	-435
Total	-10,558	-548
Cash flow from financing activities		
Subordinated debt	3,793	3,990
Dividends	-4,929	-4,332
Acquisition/sale of own shares	4	-2,887
Total	-1,132	-3,229
Increase/decrease in cash and cash equivalents	26,052	37,292
Cash and cash equivalents, beginning of period	238,431	176,209
Cash and cash equivalents, end of period	264,483	213,501

Segment reporting – Danske Bank Group

SEGMENTS FIRST HALF 2005 (DKr m)	Banking Activities	Mortgage Finance	Danske Markets	Danske Capital	Danica Pension	Others	Highlights	Reclassi- fication	Total*
Net interest income	6,942	1,665	-	3	-	-338	8,272	6,109	14,381
Net fee income	2,950	69	-	400	-	-15	3,404	-40	3,364
Net trading income	581	99	2,788	-19	-	-72	3,377	9,052	12,429
Other income	708	91	-	-	-	281	1,080	716	1,796
Net income from insurance business	-	-	-	-	730	-	730	-730	-
Net premiums	-	-	-	-	-	-	-	7,316	7,316
Net insurance benefits	-	-	-	-	-	-	-	-21,968	-21,968
Total income	11,181	1,924	2,788	384	730	-144	16,863	455	17,318
Operating expenses	6,709	623	910	182	-	234	8,658	455	9,113
Profit before credit loss expenses	4,472	1,301	1,878	202	730	-378	8,205	-	8,205
Credit loss expenses	-141	-76	-12	-	-	4	-225	-	-225
Profit before tax	4,613	1,377	1,890	202	730	-382	8,430	-	8,430
Total assets (avg.)	613,715	562,839	892,981	6,895	215,685	16,377	2,308,492		2,308,492
Risk-weighted items (avg.)	500,069	266,947	99,391	192	-	15,639	882,238		882,238
Allocated capital (avg.)	32,504	17,352	6,460	12	7,828	1,017	65,173		65,173
Full-time-equivalent staff, end of period	11,071	740	633	201	813	5,442	18,900		18,900

SEGMENTS FIRST HALF 2004 (DKr m)	Banking Activities	Mortgage Finance	Danske Markets	Danske Capital	Danica Pension	Others	Highlights	Reclassi- fication	Total*
Net interest income	6,006	1,500	-	3	-	-157	7,352	5,816	13,168
Net fee income	2,546	67	-	351	-	2	2,966	-15	2,951
Net trading income	329	80	2,161	-4	-	-260	2,306	-2,077	229
Other income	625	67	-	-	-	140	832	802	1,634
Net income from insurance business	-	-	-	-	504	-	504	-504	-
Net premiums	-	-	-	-	-	-	-	6,665	6,665
Net insurance benefits	-	-	-	-	-	-	-	-10,198	-10,198
Total income	9,506	1,714	2,161	350	504	-275	13,960	489	14,449
Operating expenses	5,655	631	816	157	-	278	7,537	489	8,026
Profit before credit loss expenses	3,851	1,083	1,345	193	504	-553	6,423	-	6,423
Credit loss expenses	624	-3	-	-	-	-	621	-	621
Profit before tax	3,227	1,086	1,345	193	504	-553	5,802	-	5,802
Total assets (avg.)	449,522	500,641	665,793	3,586	183,074	14,382	1,816,998		1,816,998
Risk-weighted items (avg.)	411,241	250,310	116,508	553	-	11,774	790,386		790,386
Allocated capital (avg.)	26,731	16,270	7,573	36	7,087	765	58,462		58,462
Full-time-equivalent staff, end of period	8,866	998	564	189	820	5,120	16,557		16,557

* IFRS accounting format (summary)

In the financial highlights of the Group, the profit contributed by Danske Markets is recognised as net trading income, whereas the profit contributed by Danica Pension is recognised as net income from insurance business. The IFRS accounting format (summary) reclassifies the profit contributions of both business areas and recognises income and expenses separately.

Contingent liabilities – Danske Bank Group

Owing to its size and business volume, the Danske Bank Group is continually a party to various lawsuits.

The outcomes of the cases pending are not expected to have any material effect on the financial position of the Danske Bank Group.

Pension obligations are recognised in the Group accounts at the estimated values calculated in accordance with the corridor approach. The actuarial assessment shows an additional liability of DKr738m as at June 30, 2005.

A limited number of employees are employed under terms which grant them, if they are dismissed before reaching their normal retirement age, an extraordinary severance and/or pension payment in excess of what they would have been entitled to under ordinary terms of employment.

The Bank is jointly and severally liable for the corporation tax of the companies that were jointly taxed before January 1, 2005. With effect from January 1, 2005, the joint taxation comprises all Danish group companies. The Bank manages the joint taxation. The Bank is liable only for the tax payable by the Bank itself and amounts received from subsidiaries in payment of the joint corporation tax.

The Bank is registered jointly with all significant wholly-owned Danish subsidiaries for financial services employer tax and VAT, for which it is jointly and severally liable.

In addition to the deferred tax provided for on the balance sheet, the Bank is liable for deferred tax of DKr16m payable for shares in subsidiary undertakings held for less than three years. At the end of 2004, the Bank was also liable for DKr16m.

The table shows the Group's guarantees and indemnities, irrevocable loan commitments and other commitments not recognised on the balance sheet.

GUARANTEES AND COMMITMENTS (DKr m)	June 30, 2005	June 30, 2004	Dec. 31, 2004
Guarantees, etc.	80,391	99,306	86,915
Other commitments	106,647	111,174	124,397
Total	187,038	210,480	211,312

Effect of the transition to IFRS - Danske Bank Group

EFFECT ON THE NET PROFIT FOR THE PERIOD (DKr m)	Q4 2004	Q3 2004	Q2 2004	Q1 2004	Full year 2004
Profit under 2004 practice	3,679	2,456	1,983	2,440	10,558
Impairment write-downs of loans and advances	-353	-265	-165	-14	-797
Origination fees	-8	-9	-8	-9	-34
Staff commitments	-36	79	44	-84	3
Pension commitments	-79	-14	4	-1	-90
Elimination of own shares	-110	-141	-83	-53	-387
Share-based payment	55	48	15	-3	115
Properties	-104	-13	-70	-47	-234
Leasehold improvements	-12	-12	-11	-12	-47
Reserves subject to a reimbursement obligation	-52	-1	-8	-2	-63
Outstanding claims provisions, insurance contracts	-3	-	-	-	-3
Unit-linked schemes	-9	-3	-2	-4	-18
Hedge accounting, operating leases	-29	-31	68	-43	-35
Foreign currency translation	27	7	3	-5	32
Minority interests	8	2	9	9	28
Deferred tax	-66	-	-	-	-66
Other tax effect	136	110	43	66	355
Total change	-635	-243	-161	-202	-1,241
Net profit for the period	3,044	2,213	1,822	2,238	9,317

CHANGES IN SHAREHOLDERS' EQUITY (DKr m)	Dec. 31, 2004	Sept. 30, 2004	June 30, 2004	March 31, 2004	Jan. 1, 2004
Shareholders' equity under 2004 practice	60,806	63,354	62,181	61,995	60,253
Dividends	5,010	-	-	-	4,403
Shareholders' equity under adjusted 2004 practice	65,816	63,354	62,181	61,995	64,656
Impairment write-downs of loans and advances	4,654	5,007	5,272	5,437	5,451
Origination fees	-449	-441	-432	-424	-415
Staff commitments	-395	-359	-438	-482	-398
Pension commitments	-303	-224	-210	-214	-213
Elimination of own shares	-1,762	-1,654	-1,701	-1,620	-1,241
Share-based payment	296	193	145	130	133
Properties	248	340	353	423	470
Leasehold improvements	128	140	152	163	175
Reserves subject to a reimbursement obligation	83	135	136	144	146
Outstanding claims provisions, insurance contracts	-30	-27	-27	-27	-27
Unit-linked schemes	-42	-33	-30	-28	-24
Hedge accounting, operating leases	-175	-146	-115	-183	-140
Foreign currency translation	-	-	-	-	-
Minority interests	267	267	269	263	256
Deferred tax	-297	-231	-231	-231	-231
Other tax effect	-1,044	-1,188	-1,256	-1,274	-1,324
Total change	1,179	1,779	1,887	2,077	2,618
Shareholders' equity	66,995	65,133	64,068	64,072	67,274

Accounts of the parent company, Danske Bank A/S, for the first half of 2005

With effect from January 1, 2005, the accounts of the parent company, Danske Bank A/S, which are shown on the following pages, are prepared in accordance with the executive order of the Danish Financial Supervisory Authority on financial reports dated December 14, 2004. Comparative figures have been restated accordingly with effect from January 1, 2004. The principles of the new rules are identical to the Group's valuation principles under IFRS with the exception that domicile property owned by the parent company is recognised at its estimated fair value and that the corridor method is not applied to pension commitments. Holdings in subsidiaries are valued using the equity method. Finally, the format of the parent company accounts is not identical to the format of the Group accounts prepared in accordance with IFRS.

The table shows the difference between the Group's accounts presented in accordance with the IFRS and the Group's reporting to the Danish Financial Supervisory Authority with respect to net profit and shareholders' equity:

(DKr m)	Net profit First half 2005	Shareholders' equity June 30, 2005
Group accounts according to IFRS	6,054	68,030
Domicile property	-98	874
Pension commitments	-557	-738
Tax effect	129	177
Minority interests	-	-12
Group accounts according to the rules of the Danish Financial Supervisory Authority	5,528	68,331
Minority interests according to the rules of the Danish Financial Supervisory Authority	-	32
Parent company accounts according to the rules of the Danish Financial Supervisory Authority	5,528	68,299

The transition to the new rules issued by the Danish Financial Supervisory Authority added DKr6,775m to the shareholders' equity of the parent company, which thus totalled DKr67,581m, including dividend payment for 2004, on December 31, 2004. If the annual report for 2004 had been prepared in accordance with the new rules, the net profit for the first half of 2004 would have been DKr4,061m, DKr362m lower than the net profit reported. Pages 40 and 41 specify the effect of the transition to the new rules on the accounts for 2004 of the parent company.

Income statement - Danske Bank A/S

Note	(DKr m)	First half 2005	First half 2004
1	Interest income	24,303	16,044
2	Interest expense	17,411	9,566
	Net interest income	6,892	6,478
	Dividends from shares	18	80
	Fee and commission income	3,781	3,599
	Fee and commission expenses	682	585
	Net interest and fee income	10,009	9,572
3	Securities and foreign exchange income	277	-225
	Other operating income	668	617
4	Staff costs and administrative expenses	5,631	5,582
	Amortisation, depreciation and write-downs	864	607
	Other operating expenses	-	-
	Impairment write-downs of loans and advances, etc.	-338	545
	Income from associated and subsidiary undertakings	2,114	2,107
	Profit before tax	6,911	5,337
	Tax	1,383	1,276
	Net profit for the period	5,528	4,061

Balance sheet – Danske Bank A/S

Note	(DKr m)	June 30, 2005	Dec. 31, 2004
ASSETS			
	Cash in hand and demand deposits with central banks	4,056	7,077
5	Due from credit institutions and deposits with central banks	316,823	290,104
5	Loans and other amounts due to the Bank carried at amortised cost	600,749	509,262
6	Bonds carried at fair value	445,640	299,563
6	Bonds carried at amortised cost	960	232
6	Shares, etc.	6,201	2,770
	Holdings in associated undertakings	566	957
	Holdings in subsidiary undertakings	58,281	50,811
	Assets in pooled schemes	33,879	31,648
	Intangible assets	5,806	351
	Land and buildings	4,088	4,987
	Investment property	149	548
	Domicile property	3,939	4,439
	Other tangible assets	2,377	2,237
	Current tax assets	258	35
	Deferred tax assets	32	488
5	Other assets	214,753	177,717
	Prepayments	1,568	1,074
Total assets		1,696,037	1,379,313
LIABILITIES AND EQUITY			
AMOUNTS DUE			
	Due to credit institutions and central banks	553,175	371,236
	Due to customers and other amounts due	508,640	453,768
	Deposits in pooled schemes	32,988	32,853
	Issued mortgage bonds carried at amortised cost	200,921	174,146
	Current tax liabilities	1,870	1,672
	Other liabilities	286,578	242,473
	Deferred income	623	759
Total amounts due		1,584,795	1,276,907
PROVISIONS FOR LIABILITIES			
	Provisions for pensions and similar liabilities	585	512
	Provisions for deferred tax	-	69
	Provisions for losses on guarantees	181	159
	Other provisions for liabilities	289	387
Total provisions for liabilities		1,055	1,127
SUBORDINATED DEBT			
	Subordinated debt	41,888	33,698
SHAREHOLDERS' EQUITY			
	Share capital	6,383	6,723
	Revaluation reserve	459	603
	Equity method reserve	6,793	6,793
	Profit or loss brought forward from prior years	54,664	53,462
Total shareholders' equity		68,299	67,581
Total liabilities and equity		1,696,037	1,379,313

Notes to the income statement - Danske Bank A/S

Note	(DKr m)	First half 2005	First half 2004
1	Interest income		
	Repo transactions with credit institutions and central banks	2,169	769
	Credit institutions and central banks	4,270	2,209
	Repo loans	2,276	1,335
	Loans and other amounts due to the Bank	8,432	7,864
	Bonds	6,369	4,716
	Derivatives	759	-902
	Currency contracts	1,256	-661
	Interest rate contracts	-497	-241
	Other interest income	28	53
	Total	24,303	16,044
2	Interest expense		
	Repo transactions with credit institutions and central banks	1,959	612
	Credit institutions and central banks	7,357	3,603
	Repo deposits	722	508
	Deposits and other amounts due to customers	3,775	2,425
	Issued bonds	2,448	1,527
	Subordinated debt	1,024	878
	Other interest expenses	126	13
	Total	17,411	9,566
3	Securities and foreign exchange income		
	Bonds	252	-503
	Shares, etc.	419	216
	Investment property	69	27
	Currency	576	211
	Derivatives	680	-395
	Assets in pooled schemes	1,637	297
	Deposits in pooled schemes	-1,877	-417
	Other assets	2,567	14
	Issued bonds	-4,033	-436
	Other liabilities	-13	761
	Total	277	-225

Notes to the income statement – Danske Bank A/S

Note	(DKr m)	First half 2005	First half 2004
4	Staff costs and administrative expenses		
	Salaries and remuneration of Board of Directors and Executive Board		
	Executive Board	4	4
	Board of Directors	4	4
	Total	8	8
	Staff costs		
	Salaries	2,796	2,904
	Pensions	381	344
	Financial services employer tax, etc.	369	364
	Total	3,546	3,612
	Number of full-time equivalent staff (avg.)	13,202	13,540

Members of the Executive Board may retire with a life pension at the end of the accounting year in which they attain the age of 60 and will retire, at the latest, by the end of the accounting year in which they attain the age of 65. The pension benefit constitutes 50% of their remuneration on retirement. The Bank's pension commitment is paid into the pension fund which covers Danske Bank A/S's pension commitments to current and former members of the Executive Board and their dependents.

The Executive Board, the senior management and other selected staff participate in the Group's incentive programmes. The Annual Report 2004 explains the incentive programmes in more detail, and additional updated information is available at www.danskebank.com/cg.

Notes to the balance sheet – Danske Bank A/S

Note	(DKr m)
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5 Loans, advances, etc.

The table shows the total impairment losses by which assets have been reduced.

	First half 2005				Total
	Loans and guarantees, individual impairment	Loans and guarantees, collective impairment	Other amounts due, individual impairment	Other amounts due, collective impairment	
Impairment, beginning of period	4,502	313	2	-	4,817
Impairment during the period	1,719	108	-	-	1,827
Reversal of impairment registered in previous years	2,271	-	-	-	2,271
Other changes	41	1	-	-	42
Impairment, end of period	3,991	422	2	-	4,415

	Full year 2004				Total
	Loans and guarantees, individual impairment	Loans and guarantees, collective impairment	Other amounts due, individual impairment	Other amounts due, collective impairment	
Impairment, beginning of period	6,188	-	18	-	6,206
Impairment during the period	2,394	313	-	-	2,707
Reversal of impairment registered in previous years	4,257	-	16	-	4,273
Other changes	177	-	-	-	177
Impairment, end of period	4,502	313	2	-	4,817

Notes to the balance sheet – Danske Bank A/S

Note	(DKr m)	June 30, 2005	Dec. 31, 2004
6	Security		
	The Bank has deposited the following securities with Danish and international clearing centres, etc., as security:		
	Bonds carried at fair value	223,932	133,488
	Bonds carried at amortised cost	-	-
	Shares, etc.	-	-
	Total	223,932	133,488
	Assets sold in genuine sale and repurchase transactions:		
	Bonds carried at fair value	220,906	118,526
	Bonds carried at amortised cost	-	-
	Shares, etc.	25	29
	Total	220,931	118,555
	Total security provided for subsidiaries amounts to:	3,412	2,560
7	Contingent liabilities		
	Guarantees, etc.		
	Financial guarantees	15,470	23,954
	Mortgage finance guarantees	36,149	33,840
	Registration and remortgaging guarantees	14,512	10,820
	Other guarantees	166,642	156,311
	Total	232,773	224,925
	Other contingent liabilities		
	Irrevocable loan commitments	93,848	106,018
	Sale with an option to repurchase	-	-
	Other commitments	837	10,957
	Total	94,685	116,975
	Total contingent liabilities	327,458	341,900

Page 29 describes other contingent liabilities.

Highlights, ratios and key figures – Danske Bank A/S

(DKr m)		First half 2005	First half 2004	First half 2003	First half 2002	First half 2001
HIGHLIGHTS						
1.	Net interest and fee income	10,009	9,572	9,894	9,673	9,694
2.	Securities and foreign exchange income	277	-225	215	470	864
3.	Staff costs and administrative expenses	5,631	5,582	7,343	7,290	7,832
4.	Impairment write-downs of loans and advances, etc.	-338	545	812	611	799
5.	Income from associated and subsidiary undertakings	2,114	2,107	2,843	1,988	2,517
6.	Net profit for the period	5,528	4,061	4,803	4,334	4,354
7.	Loans and advances, DKr bn	601	491	403	417	416
8.	Shareholders' equity, DKr bn	68	63	63	60	56
9.	Total assets, DKr bn	1,696	1,252	1,206	1,067	944
RATIOS AND KEY FIGURES						
1.	Solvency ratio, %	14.0	15.0	14.2	13.8	12.8
2.	Core (tier 1) capital ratio, %	10.1	10.9	10.2	9.9	8.6
3.	Half-year return on equity before tax, %	10.7	8.5	10.9	10.4	11.4
4.	Half-year return on equity after tax, %	8.6	6.4	7.8	7.4	8.1
5.	Cost/income ratio	2.12	1.79	1.98	1.93	1.82
6.	Interest rate risk, %	1.1	0.3	2.0	1.8	3.4
7.	Foreign exchange position, %	6.6	2.6	3.9	7.1	4.1
8.	Foreign exchange risk, %	0.0	0.1	0.1	0.2	0.1
9.	Loan/deposit ratio	111.7	103.6	97.3	112.2	115.8
10.	Gearing of loans and advances	8.8	7.8	6.4	7.0	7.4
11.	Growth in loans and advances for the half year, %	18.8	10.0	-0.3	1.3	41.2
12.	Excess cover relative to statutory liquidity requirements, %	176.3	221.6	176.3	173.2	144.5
13.	Total amount of large exposures, %	195.9	125.3	118.3	142.3	136.9
14.	Impairment ratio for the half year	0.2	0.1	0.1	0.1	0.1
15.	Half-year earnings per share, DKr	8.4	5.9	6.7	5.9	5.8
16.	Book value per share, DKr	107	93	89	82	77
17.	Dividend per share, DKr	7.85	6.55	4.75	4.75	4.40
18.	Share price at June 30/half-year earnings per share	22.1	24.7	19.2	23.5	27.1
19.	Share price at June 30/book value per share	1.73	1.55	1.44	1.70	2.06

The ratios and key figures are defined in the executive order on financial reports of credit institutions, etc., issued by the Danish Financial Supervisory Authority.

The Bank has adjusted its accounting policies with effect from 2005. Comparative financial highlights, accounting ratios and key figures for 2004 have been restated.

Group holdings and undertakings – Danske Bank A/S

		Share capital (thousands)	Net profit for the year* (DKr m)	Shareholders' equity* (DKr m)	Share capital held by the Group (%)
Danske Bank A/S, Copenhagen	DKK	6,383,043	10,558	60,806	
Credit institutions:					
Realkredit Danmark A/S, Copenhagen	DKK	625,000	2,122	27,859	100
home a/s, Copenhagen	DKK	15,000	-	-	100
Omegadane SARL, Paris	EUR	8	-	-	100
DDB Invest Limited, London	GBP	133,233	2	8,756	100
Northern Bank Limited, Belfast	GBP	100,000	154	2,220	100
The company has 15 subsidiaries					
National Irish Bank Limited, Dublin	EUR	67,640	110	1,742	100
The company has 7 subsidiaries					
DDB Fokus Invest AS, Trondheim	NOK	1,650,000	462	5,201	100
Fokus Bank ASA, Trondheim	NOK	1,849,567	-	-	100
The company has 4 subsidiaries					
Danske Bank International S.A., Luxembourg	EUR	90,625	124	1,034	100
The company has 2 subsidiaries					
Danske Bank Polska S.A., Warsaw	PLN	42,225	24	409	100
DDB Invest AB, Linköping	SEK	100,000	42	638	100
The company has 4 subsidiaries					
Insurance operations:					
Forsikringsselskabet Danica, Skadeforsikringsaktieselskab af 1999, Copenhagen	DKK	1,000,000	1,435	14,737	100
Danica Pension, Livsforsikringsaktieselskab, Copenhagen					
The company has 7 subsidiaries					
Nordenfjeldske Personforsikring AS, Trondheim					
Danica Fondsforsikring AS, Trondheim					
Investment operations, etc.:					
Danske Markets Inc., Delaware	USD	2,000	-	23	100
Nordania Finans A/S, Birkerød	DKK	5,700	69	345	100
HandelsFinans A/S, Copenhagen	DKK	110,000	58	250	100
Danske Corporation, Delaware	USD	4	-	1	100
Danske Private Equity A/S, Copenhagen	DKK	5,000	20	52	100
Danske Capital Finland Oy, Helsinki	EUR	1,000	13	29	100
The company has 1 subsidiary					
KHB VI A/S, Copenhagen	DKK	111,700	7	186	100
DDB-Ejendomsselskab af 1. januar 1990 A/S, Copenhagen	DKK	35,700	47	68	100
Medicon Valley Capital II K/S, Copenhagen	DKK	8,220	-4	7	96
Ejendomsaktieselskabet Virum-Vang, Copenhagen	DKK	2,000	30	106	100
The company has 1 subsidiary					
A/S Conair in the process of being wound up, Copenhagen	DKK	20,000	-	-	52
5 companies have no activities	DKK	2,500	-	6	100

* According to the latest annual report of the company

Effect of adjusted accounting policies – Danske Bank A/S

As mentioned on page 31, Danske Bank A/S has adjusted its accounting policies with effect from 2005 in accordance with the new executive order on financial reports issued by the Danish Financial Supervisory Authority.

The tables below show the effect on the comparative figures for 2004.

EFFECT ON INCOME STATEMENT (DKr m)	Previous format, first half 2004	Change	New format, first half 2004	
Interest income	16,993	-949	16,044	Interest income
Interest expense	10,476	-910	9,566	Interest expense
Net interest income	6,517	-39	6,478	Net interest income
Dividends from shares	213	-133	80	Dividends from shares
Fee and commission income	3,599	-	3,599	Fee and commission income
Fee and commission expenses	586	-1	585	Fee and commission expenses
Net interest and fee income	9,743	-171	9,572	Net interest and fee income
Securities and foreign exchange income	-235	10	-225	Securities and foreign exchange income
Other operating income	348	269	617	Other operating income
Staff costs and administrative expenses	5,631	-49	5,582	Staff costs and administrative expenses
Amortisation, depreciation and write-downs	185	422	607	Amortisation, depreciation and write-downs
Other operating expenses	8	-8	-	Other operating expenses
Provisions for bad and doubtful debts	411	134	545	Impairment write-downs of loans and advances
Income from associated and subsidiary undertakings	2,652	-545	2,107	Income from associated and subsidiary undertakings
Profit before tax	6,273	-936	5,337	Profit before tax
Tax	1,850	-574	1,276	Tax
Net profit for the period	4,423	-362	4,061	Net profit for the period

Effect of adjusted accounting policies – Danske Bank A/S

EFFECT ON BALANCE SHEET	Previous format Dec. 31, 2004	Change	New format Dec. 31, 2004	
(DKr m)				
ASSETS				
Cash in hand and demand deposits with central banks	7,077	-	7,077	Cash in hand and demand deposits with central banks
Due from credit institutions and deposits with central banks	290,122	-18	290,104	Due from credit institutions and deposits with central banks
Loans and advances	505,971	3,291	509,262	Loans and other amounts due to the Bank carried at amortised cost
Bonds	324,963	-25,400	299,563	Bonds carried at fair value
-	-	232	232	Bonds carried at amortised cost
Shares, etc.	12,591	-9,821	2,770	Shares, etc.
Holdings in associated undertakings	957	-	957	Holdings in associated undertakings
Holdings in subsidiary undertakings	50,971	-160	50,811	Holdings in subsidiary undertakings
-	-	31,648	31,648	Assets in pooled schemes
Intangible assets	351	-	351	Intangible assets
-	-	4,987	4,987	Land and buildings
-	-	548	548	Investment property
-	-	4,439	4,439	Domicile property
Tangible assets	4,159	-1,922	2,237	Other tangible assets
Own shares	1,396	-1,396	-	-
-	-	35	35	Current tax assets
-	-	488	488	Deferred tax assets
Other assets	176,280	1,437	177,717	Other assets
Prepayments	1,075	-1	1,074	Prepayments
Total assets	1,375,913	3,400	1,379,313	Total assets
LIABILITIES AND EQUITY				
Due to credit institutions and central banks	371,236	-	371,236	Due to credit institutions and central banks
Deposits	485,828	-32,060	453,768	Due to customers and other amounts due
-	-	32,853	32,853	Deposits in pooled schemes
Issued bonds	176,895	-2,749	174,146	Issued bonds carried at amortised costs
-	-	1,672	1,672	Current tax liabilities
Other liabilities	246,176	-3,703	242,473	Other liabilities
Deferred income	767	-8	759	Deferred income
Provisions for obligations	509	3	512	Provisions for pensions and similar liabilities
-	-	69	69	Provisions for deferred tax
-	-	159	159	Provisions for losses on guarantees
-	-	387	387	Other provisions for liabilities
Subordinated debt	33,696	2	33,698	Subordinated debt
Shareholders' equity	-	-	-	Shareholders' equity
Share capital	6,723	-	6,723	Share capital
Reserve for own shares	1,396	-1,396	-	-
Revaluation reserve	25	578	603	Revaluation reserves
Equity method reserve	5,448	1,345	6,793	Equity method reserve
Brought forward from prior years	43,262	-43,262	-	-
Retained profit for the year	3,952	49,510	53,462	Profit or loss brought forward from prior years
Total shareholders' equity	60,806	6,775	67,581	Total shareholders' equity
Total liabilities and equity	1,375,913	3,400	1,379,313	Total liabilities and equity

Additional information

Press conference and conference call

Danske Bank will hold a press conference and a conference call upon the presentation of its interim report for the first half of 2005 on August 11, 2005. The press conference is scheduled for 2.00pm CET and the conference call for 5.00pm CET. Both conferences are transmitted live at www.danskebank.com.

Financial calendar

Danske Bank plans to release its nine-month report for 2005 on November 1, 2005.

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