



Interim Financial Report, Q1 2022

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The Jyske Bank Group

Core profit and net profit for the period (DKKm)

	Q1 2022	Q1 2021	Index 22/21	Q1 2022	Q4 2021	Q3 2021	Q2 2021	Q1 2021	FY 2021
Net interest income	1,312	1,224	107	1,312	1,277	1,242	1,230	1,224	4,973
Net fee and commission income	683	576	119	683	645	578	509	576	2,308
Value adjustments	9	362	2	9	207	128	243	362	940
Other income	105	33	318	105	26	32	84	33	175
Income, operating lease (net)	80	40	200	80	72	81	63	40	256
Core income	2,189	2,235	98	2,189	2,227	2,061	2,129	2,235	8,652
Core expenses	1,160	1,171	99	1,160	1,388	1,174	1,171	1,171	4,904
Core profit before loan impairment charges	1,029	1,064	97	1,029	839	887	958	1,064	3,748
Loan impairment charges	-55	10	-	-55	-145	-36	-47	10	-218
Core profit	1,084	1,054	103	1,084	984	923	1,005	1,054	3,966
Investment portfolio earnings	4	75	5	4	-21	-22	29	75	61
Pre-tax profit	1,088	1,129	96	1,088	963	901	1,034	1,129	4,027
Tax	237	246	96	237	178	195	232	246	851
Net profit for the period	851	883	96	851	785	706	802	883	3,176
Interest on AT1 capital, charged against equity	36	42	86	36	36	52	46	42	176

Summary of balance sheet, end of period (DKKbn)

Loans and advances	479.9	488.7	98	479.9	485.2	482.3	482.3	488.7	485.2
- of which mortgage loans	329.5	339.6	97	329.5	340.9	338.5	339.5	339.6	340.9
- of which bank loans	110.5	96.0	115	110.5	103.3	97.1	95.3	96.0	103.3
- of which repo loans	39.9	53.1	75	39.9	41.0	46.7	47.5	53.1	41.0
Bonds and shares, etc.	90.0	95.4	94	90.0	85.7	88.6	85.5	95.4	85.7
Total assets	650.2	682.8	95	650.2	647.1	670.5	656.5	682.8	647.1
Deposits	141.9	139.7	102	141.9	134.2	136.2	135.1	139.7	134.2
- of which bank deposits	127.1	126.5	100	127.1	121.5	122.5	122.3	126.5	121.5
- of which repo and triparty deposits	14.8	13.2	112	14.8	12.7	13.7	12.8	13.2	12.7
Issued bonds at fair value	327.1	349.3	94	327.1	340.3	338.5	337.8	349.3	340.3
Issued bonds at amortised cost	67.8	75.6	90	67.8	73.1	76.0	71.0	75.6	73.1
Subordinated debt	5.5	7.3	75	5.5	5.5	5.5	6.5	7.3	5.5
Holders of additional tier 1 capital	3.3	3.3	100	3.3	3.4	3.4	4.8	3.3	3.4
Shareholders' equity	35.0	34.0	103	35.0	34.9	34.8	34.5	34.0	34.9

Financial ratios

Earnings per share for the period (DKK)*	12.1	11.6		12.1	10.9	9.3	10.6	11.6	42.4
Earnings per share for the period (diluted) (DKK)*	12.1	11.6		12.1	10.9	9.3	10.6	11.6	42.4
Pre-tax profit as % of average equity*	12.0	12.9		12.0	10.7	9.8	11.5	12.9	11.3
Profit for the period as % of average equity*	9.3	10.0		9.3	8.6	7.6	8.8	10.0	8.8
Expenses as a percentage of income	53.0	52.4		53.0	62.3	57.0	55.0	52.4	56.7
Capital ratio (%)	21.6	23.2		21.6	22.8	22.6	23.0	23.2	22.8
Common equity tier 1 capital ratio (%)	17.2	18.0		17.2	18.2	18.0	18.3	18.0	18.2
Individual solvency requirement (%)	10.7	11.5		10.7	11.2	11.2	11.3	11.5	11.2
Capital base (DKKbn)	42.5	42.5		42.5	42.9	41.9	42.3	42.5	42.9
Weighted risk exposure (DKKbn)	197.1	183.3		197.1	188.2	185.1	184.4	183.3	188.2
Share price at end of period (DKK)	369	303		369	337	277	303	303	337
Distributed dividend per share (DKK)	0	0		0	0	0	0	0	0
Book value per share (DKK)*	532	474		532	515	498	486	474	515
Price/book value per share (DKK)*	0.7	0.6		0.7	0.7	0.6	0.6	0.6	0.7
Outstanding shares in circulation ('000)	65,836	71,801		65,836	67,840	69,954	70,972	71,801	67,840
No. of full-time employees, end of period**	3,237	3,279		3,237	3,242	3,266	3,264	3,279	3,242

Relationships between income statement items under 'The Jyske Bank Group' (key financial data) and the income statement page 18 appear from note 4.

*Financial ratios are calculated as if additional tier 1 capital is recognised as a liability.

** The number of employees at the end of the first quarter of 2022 less 15 employees who are financed externally against 30-50 employees in the other quarters.

Summary

"Indeed, Russia's invasion of Ukraine left its mark on the first quarter of 2022. The war has resulted in huge human costs, put millions of Ukrainians to flight and changed the geopolitical world order. Jyske Bank attempts to make a small contribution to alleviate the situation for Ukrainian refugees in Denmark by creating 15 - 20 jobs for these refugees. In addition, the employees of the Jyske Bank Group have been given the opportunity to take one or two days off each month over the rest of 2022 to offer voluntary work in consequence of the refugee situation. Furthermore, we focus on assisting clients handling the implications of the war and complying with the extensive international sanctions against Russia. Jyske Bank's direct exposure to Russia and Ukraine is limited. The Group is well-capitalised and well prepared to handle more uncertain economic conditions. Compared to the first quarter of 2021, Jyske Bank realised increasing results exclusive of value adjustments, and as announced the outlook for 2022 has been upgraded. The development is supported by the highest growth in bank loans and advances for more than a decade as well as a generally high level of activity", states Anders Dam, Managing Director and CEO.

The upswing in the Danish economy continued in the first quarter of 2022. The development was supported by an upswing in economic activity globally with high consumer demand as well as the reopening of society after a period characterised by COVID-19. The positive development continued despite supply chains being under pressure, a tight labour market, as well as accelerating inflation. The Danish economy will be impacted by effects from Russia's invasion of Ukraine, including steeply rising energy prices and lower demand in export markets. On that basis, economic growth will probably be more modest.

In addition to Russia's invasion of Ukraine, rising interest rates, volatile financial markets and accelerating inflation in the first quarter of 2022 intensified our focus on proactive advice to our clients in a situation where consumer confidence has reached the lowest level in several decades. Through dialogue with clients, focused information and numerous webinars, we aim to assist our clients to relate to their financial situation.

Since 2011, Jyske Bank has focused on optimisation of its business through material earnings and cost initiatives, new strategic partnerships, as well as organisational adjustments. Hence Jyske Bank has focused on the Group's core activities and divested non-core activities. Several acquisitions have been integrated, including the merger with BRFkredit in 2014 being the most important one. Throughout the period, increasing productivity has been the target. Organisational changes have been made with a view to focusing and strengthening client-oriented functions through the establishment of the client units of Personal Clients, Corporate Clients and Private Banking as well as one development organisation across the Jyske Bank Group. On the whole, these initiatives help to ensure that Jyske Bank is well positioned for growth in the years to come.

In the first quarter of 2022, the corporate client area still increased its market share in a market showing high growth in bank loans and advances. The personal client area implemented further branch mergers, and as of 1 April 2022 it has introduced a new client programme with a view to securing that, in a profitable manner, Jyske Bank can offer its personal clients accessible, personal and competent advice as well as good and fast service. Also, the expansion of easy and digital access to Jyske Bank's services, among other things, in the form of self-service ordering of additional loans and a Jyske Forsikring (insurance) overview in Jyske Mobilbank. Finally, extensive training activities for advisers within the area of sustainability have been launched.

Earnings per share of DKK 12.1 in Q1 2022

Net profit for the period at DKK 851m corresponded to a return on equity of 9.3 % p.a. against DKK 883m and 10.0% p.a., respectively, for the first quarter of 2021. Earnings per share came to DKK 12.1 against DKK 11.6. The still solid earnings per share can be attributed to a high level of activity, rising business volume, tight cost management and high credit quality, as well as a still falling number of shares in circulation.

In the first quarter of 2022, Jyske Bank's business volume continued to increase. Loans and advances under banking activities saw one of the highest growth rates reported so far, namely of 16% relative to the first quarter of 2021. The progress was still driven by corporate clients. Leasing and car financing realised an increase of 10%. Nominal mortgage loans rose by 2% due to higher loans to corporate clients, while mortgage loans to personal clients fell slightly. Bank deposits were practically at an unchanged level.

Core income fell by 2% relative to the first quarter of 2021. The decline was solely attributable to lower value adjustments, which fell from a very high level. All other items of income increased thanks to

the rising business volume, reduced deposit rates, as well as higher fee income due to the generally high level of activity.

Core expenses fell by 1% relative to the first quarter of 2021. The decline can be attributed to a 1% reduction in the number of full-time employees as well as lower expenses for the shared development of a capital market programme at Bankdata as this was completed in 2021.

Loan impairment charges and provisions for guarantees amounted to an income of DKK 55m against an expense of DKK 10m in the first quarter of 2021. The credit quality is still solid with a low level of non-performing loans and advances. Jyske Bank has, however, made a management's estimate relating to impairment charges to counter any derived effects from Russia's invasion of Ukraine. The total management's estimates relating to impairment charges amounted to DKK 1,630m.

At the end of the first quarter of 2022, Jyske Bank's common equity tier 1 capital ratio was calculated at 17.2%, corresponding to excess capital of DKK 14.2 bn relative to regulatory requirements. The common equity tier 1 capital ratio fell by 1 percentage point in the first quarter of 2022 due to the increase of the current share buy-back programme by DKK 1 bn as well as the implementation of EBA guidelines, which have now been fully recognised. On the other hand, the requirement of the common equity tier 1 capital ratio has been reduced by 0.3 percentage point.

Outlook 2022

Jyske Bank anticipates earnings per share at DKK 44 - 50 in 2022 in accordance with the Corporate Announcement No. 29/2022. This corresponds to a net profit of DKK 3.0 bn - 3.4 bn.

For 2022, the business volume is expected to be affected by increasing bank loans and advances as well as increasing nominal mortgage loans, in particular to corporate clients.

Core income may fall in 2022 due to lower value adjustments than in 2021.

Core expenses exclusive of one-off expenses are expected to decline in 2022 compared to 2021.

Loan impairment charges and provisions for guarantees are expected to amount to an income in 2022.

Financial Review

Core profit and net profit for the period (DKKm)

	Q1 2022	Q1 2021	Index 22/21	Q1 2022	Q4 2021	Q3 2021	Q2 2021	Q1 2021	FY 2021
Net interest income	1,312	1,224	107	1,312	1,277	1,242	1,230	1,224	4,973
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Value adjustments	9	362	2	9	207	128	243	362	940
Other income	105	33	318	105	26	32	84	33	175
Income from operating lease (net)	80	40	200	80	72	81	63	40	256
Core income	2,189	2,235	98	2,189	2,227	2,061	2,129	2,235	8,652
Core expenses	1,160	1,171	99	1,160	1,388	1,174	1,171	1,171	4,904
Core profit before loan impairment charges	1,029	1,064	97	1,029	839	887	958	1,064	3,748
Loan impairment charges	-55	10	-	-55	-145	-36	-47	10	-218
Core profit	1,084	1,054	103	1,084	984	923	1,005	1,054	3,966
Investment portfolio earnings	4	75	5	4	-21	-22	29	75	61
Pre-tax profit	1,088	1,129	96	1,088	963	901	1,034	1,129	4,027
Tax	237	246	96	237	178	195	232	246	851
Net profit for the period	851	883	96	851	785	706	802	883	3,176
Interest on AT1 capital, charged against equity	36	42	86	36	36	52	46	42	176

Net profit for the period

Earnings per share amounted to DKK 12.1 in the first quarter of 2022 against DKK 11.6 in the previous year, corresponding to a net tax profit of DKK 851m and DKK 883m, respectively. The still solid results can be attributed to a high level of activity, increasing business volume, as well as tight cost management, and high credit quality.

Core income

Core income fell by 2% relative to the first quarter of 2021. The decline was solely attributable to lower value adjustments, which fell from a high level. Other items of income increased thanks to the rising business volume, reduced deposit rates, as well as higher fee income due to the generally high level of activity.

Net interest income increased by 7% relative to the first quarter of 2021. The increase can be attributed to lower deposit rates for personal and corporate clients as well as higher net interest income relating to surplus liquidity, and lower funding costs. Net interest income relating to loans and advances was practically unchanged, as the effect from higher bank loans and advances was set off by lower lending rates.

Net fee and commission income increased by 19% to DKK 683m, which is the highest level so far in the history of the Jyske Bank Group. The increase was caused by a generally high level of activity supported by the higher business volume.

Value adjustments fell to DKK 9m from DKK 362m in the preceding year. The decline from a high level was mainly caused by the volatility in the financial markets due to Russia's invasion of Ukraine in the

first quarter of 2022 as well as the negative effect from increasing interest rates on the Jyske Bank Group's hedging of interest-rate risk.

Other income rose to DKK 105m from DKK 33m due to higher dividends, etc. as well as positive results on equity investments in associates.

Income from operating lease (net) rose to DKK 80m from DKK 40m due to the favourable sales conditions in the used car market.

Core expenses

Core expenses fell by 1% in the first quarter of 2022 compared with the first quarter of 2021. The decline can be attributed to a 1% reduction in the number of full-time employees as well as lower expenses for the development of a capital market programme at Bankdata as this was completed in 2021.

Core expenses (DKKm)

	Q1 2022	Q1 2021
Employee costs	724	724
IT costs	319	326
Rent, etc.	17	15
Amortisation, depreciation and impairment	26	25
Other operating expenses	74	81
Total	1,160	1,171

Impairment charges

Loan impairment charges and provisions for guarantees amounted to an income of DKK 55m against an expense of DKK 10m in the first quarter of 2021, corresponding to -1 and 0 bps, respectively of loans, advances and guarantees. The credit quality is still solid with a low level of non-

performing loans and advances. Jyske Bank has, however, made a management's estimate relating to impairment charges to counter any derived effects from Russia's invasion of Ukraine. The total management's estimates relating to impairment charges amounted to DKK 1,630m against DKK 1,770m at the end of 2021.

Investment portfolio earnings

For the first quarter of 2022, investment portfolio earnings amounted to DKK 4m against DKK 75m for the same period of 2021. The earnings in the first quarter of 2022 can, among other things, be attributed to widening credit spreads on bonds, which were offset by currency positions. The development in the first quarter of 2022 benefited from the exposure to a steeper yield curve.

Investment portfolio earnings (DKKm)		
	Q1 2022	Q1 2021
Net interest income	19	18
Value adjustments	-6	65
Income	13	83
Expenses	9	8
Investment portfolio earnings	4	75

Q1 2022 compared to Q4 2021

Earnings per share amounted to DKK 12.1 in the first quarter against DKK 10.9 in the fourth quarter, corresponding to a net profit of DKK 851m and DKK 785m, respectively.

Core income fell by 2% due to lower value adjustments.

Net interest income increased by 3% to DKK 1,312m despite fact that the quarter had two fewer interest-bearing days. The development can be attributed to rising bank loans and advances, changed deposit rates, as well as higher net interest income relating to surplus liquidity.

Net fee and commission income rose by 6% to DKK 683m. The increase can be attributed to the continuing high level of activity, among other things, with higher mortgage and loan fees as well as seasonally higher income relating to remortgaging activity, Letpension and Letsikring. These factors more than offset the effect from seasonally lower income from asset management.

Other income rose to DKK 105m from DKK 26m due to higher dividends, etc. as well as positive results on equity investments in associates.

Income from operating lease (net) rose to DKK 80m from DKK 72m due to continued favourable sales conditions in the used car market.

Value adjustments amounted to DKK 9m against DKK 207m in the preceding quarter. The decline can partly be attributed to credit spread widening for bonds over the quarter.

Core expenses fell by 16% compared to the fourth quarter, which included a one-off expense of DKK 165m, after the development of a new capital market platform was completed in 2021. Adjusted for this, core expenses fell by 5% due to lower IT depreciations, a broader-based decline in other administrative expenses, and lower legal costs.

Loan impairment charges and provisions for guarantees amounted to an income of DKK 55m against an income of DKK 145m in the preceding quarter. The low impairment level can be attributed to a continued high credit quality.

Investment portfolio earnings amounted to DKK 4m against DKK -21m in the preceding quarter. The earnings were in Q1 2022 affected by widening credit spreads on bonds, which were offset by currency positions.

Business volume

Summary of balance sheet, end of period (DKKbn)

	Q1 2022	Q1 2021	Index 22/21	Q1 2022	Q4 2021	Q3 2021	Q2 2021	Q1 2021	FY 2021
Loans and advances	479.9	488.7	98	479.9	485.2	482.3	482.3	488.7	485.2
- of which mortgage loans	329.5	339.6	97	329.5	340.9	338.5	339.5	339.6	340.9
- of which bank loans	110.5	96.0	115	110.5	103.3	97.1	95.3	96.0	103.3
- of which repo loans	39.9	53.1	75	39.9	41.0	46.7	47.5	53.1	41.0
Bonds and shares, etc.	90.0	95.4	94	90.0	85.7	88.6	85.5	95.4	85.7
Total assets	650.2	682.8	95	650.2	647.1	670.5	656.5	682.8	647.1
Deposits	141.9	139.7	102	141.9	134.2	136.2	135.1	139.7	134.2
- of which bank deposits	127.1	126.5	100	127.1	121.5	122.5	122.3	126.5	121.5
- of which repo and triparty deposits	14.8	13.2	112	14.8	12.7	13.7	12.8	13.2	12.7
Issued bonds at fair value	327.1	349.3	94	327.1	340.3	338.5	337.8	349.3	340.3
Issued bonds at amortised cost	67.8	75.6	90	67.8	73.1	76.0	71.0	75.6	73.1
Subordinated debt	5.5	7.3	75	5.5	5.5	5.5	6.5	7.3	5.5
Holders of additional tier 1 capital	3.3	3.3	100	3.3	3.4	3.4	4.8	3.3	3.4
Shareholders' equity	35.0	34.0	103	35.0	34.9	34.8	34.5	34.0	34.9

Jyske Bank's total loans and advances (exclusive of repo loans) amounted to DKK 440.0 bn at the end of the first quarter of 2022 against DKK 444.2 bn at the end of 2021. Loans and advances were adversely affected by lower bond prices since mortgage loans are recognised at fair value.

other hand, the business volume was favourably affected by net sales of investment solutions to retail clients, where in particular the private banking segment contributed, as well as slightly positive net sales to professional clients.

Mortgage loans at fair value fell to DKK 329.5 bn from DKK 340.9 bn. Nominal mortgage loans rose by 1% to DKK 341.2 bn as higher loans and advances to corporate clients more than offset the impact of slightly lower loans and advances to personal clients.

Bank loans and advances rose by 7% to DKK 110.5 bn compared to the level at the end of 2021. Loans under leasing activities contributed an increase by 1% in the first quarter of 2022. Loans and advances under banking activities also saw a continued positive development from the preceding quarters, increasing by 9% in the quarter driven by higher loans and advances, especially to large corporate clients.

At the end of the first quarter of 2022, bank deposits amounted to DKK 127.1 bn, corresponding to an increase by 5% relative to the level at the end of 2021 fuelled by corporate clients. Bank deposits were DKK 16.6 bn higher than bank loans and advances at the end of the first quarter of 2022.

At the end of the first quarter of 2022, the business volume within asset management had fallen to DKK 200 bn from DKK 208 bn at the end of 2021. The development can be attributed to a negative market return as well as the phasing out of international private banking activities. On the

Credit Quality

Non-performing loans and guarantees (DKKbn)

	Q1 2022	Q1 2021	Index 22/21	Q1 2022	Q4 2021	Q3 2021	Q2 2021	Q1 2021	FY 2021
Loans, advances and guarantees	495.0	501.1	99	495.0	498.9	495.5	496.1	501.1	498.9
Non-performing loans (gross)	9.6	8.4	114	9.6	8.8	8.5	8.8	8.4	8.8
Impairment charges and provisions	2.8	3.3	84	2.8	3.4	3.3	3.5	3.3	3.4
Non-performing loans (net)	6.8	5.1	134	6.8	5.4	5.2	5.3	5.1	5.4
Proportion of non-performing loans (gross)	1.9%	1.7%	115	1.9%	1.7%	1.7%	1.8%	1.7%	1.7%
Coverage ratio, non-performing loans	28.8%	39.2%	73	28.8%	38.6%	38.5%	39.7%	39.2%	38.6%
Proportion of non-performing loans (net)	1.4%	1.0%	135	1.4%	1.1%	1.1%	1.1%	1.0%	1.1%
Non-accrual loans and past due exposures	0.5	0.6	83	0.5	0.5	0.5	0.5	0.6	0.5
Loan impairment charges	-0.1	0.0	-	-0.1	-0.2	0.0	0.0	0.0	0.2
Operating losses	0.2	0.1	269	0.2	0.1	0.0	0.1	0.1	0.3

Loan impairment charges and provisions for guarantees amounted to an income of DKK 55m in the first quarter of 2022, corresponding to -1 bp of gross loans, advances and guarantees. The effect on the income statement is distributed with DKK -20m relating to banking activities, DKK -37m relating to mortgage activities and DKK 2m relating to leasing activities. The reversals of impairment charges in the first quarter of 2022 were generally caused by a lower management's estimate for the COVID-19 pandemic, partially offset by a new estimate relating to Russia's invasion of Ukraine.

At the end of the first quarter, non-performing loans amounted to 1.4% of loans, advances and guarantees against 1.1% at the end of 2021. The increase was mainly caused by the FSA's clarification that repeated overdrafts must be considered breach of contract, with the result that the exposure is in Stage 3. The proportion of loans subject to forbearance was roughly unchanged at 1.6% compared to 1.5% at the end of 2021. Also, the proportion of loans, advances and guarantees in Stage 1 was unchanged at 94.5% against 94.3% at the end of 2021.

Loans, advances and guarantees by IFRS 9 stages (DKKbn/%)

	Loans, advances and guarantees		Balance of impairment charges		Impairment ratio	
	Q1 2022	Q4 2021	Q1 2022	Q4 2021	Q1 2022	Q4 2021
Stage 1	467.7	470.4	1.2	1.0	0.2	0.2
Stage 2	20.9	23.6	1.0	0.8	4.7	3.4
Stage 3	6.4	4.9	2.7	3.4	29.8	40.6
Total	495.0	498.9	4.9	5.2	1.0	1.0

At the end of the first quarter of 2022, Jyske Bank's balance of loan impairment charges amounted to DKK 4.9 bn, corresponding to 1.0% of loans, advances and guarantees against DKK 5.2 bn and 1.0%, respectively, at the end of 2021.

At the end of first quarter of 2022, impairment charges based on the management's estimates amounted to DKK 1,630m against DKK 1,770m at the end of 2021. This development can be attributed to the decreasing risk of failure to identify risks relating to the COVID-19 pandemic, while indirect effects of the pandemic are addressed through other estimates. Moreover, the estimate fell for amounts overdrawn by personal clients and limited insight into personal clients' finances. On the other hand, the war in Ukraine and changed macro-economic prospects indicating an increased risk of a severe or very severe economic scenario resulted in an increase in the additions estimated by management.

Loans, advances and guarantees – by sector (DKKbn/%)

	Loans, advances and guarantees		Impairment ratio	
	Q1 2022	Q4 2021	Q1 2022	Q4 2021
Public authorities	12.1	12.8	0.0	0.0
Agriculture, hunting, forestry and fishing	10.7	7.8	2.4	4.0
Manufacturing industry and mining	11.7	9.5	2.7	4.3
Energy supply	11.7	10.7	0.3	0.4
Construction	8.4	7.8	1.1	1.2
Commerce	12.0	11.7	2.0	2.5
Transport, hotels and restaurants	5.7	6.2	1.7	1.8
Information and communication	2.7	1.1	5.0	11.4
Financing and insurance	43.0	43.6	1.8	1.1
Real property	159.9	163.1	0.6	0.8
Other sectors	17.9	17.9	1.1	1.1
Corporate clients	283.7	279.4	1.1	1.2
Personal clients	199.2	206.7	0.9	0.9
Total	495.0	498.9	1.0	1.0

Capital and Liquidity Management

Capital management

Jyske Bank's objective is to achieve a capital ratio of 20%-22% and a common equity tier 1 capital ratio of 15%-17% in the coming years. At these levels, Jyske Bank can comfortably absorb the effects from future legislative changes while at the same time having the required strategic scope.

After the implementation of the EBA guidelines, which after the first quarter of 2022 have been fully recognised, future regulation until 2030 is expected to reduce the common equity tier 1 capital ratio by about 1.5 percentage points compared to the previous estimate of 2.5-3.0 percentage points.

At the end of the first quarter of 2022, Jyske Bank had a capital ratio of 21.6% and a common equity tier 1 capital ratio of 17.2% compared to 22.8% and 18.2%, respectively, at the end of 2021. In the first quarter the capital ratios were reduced due to an increase of the current share buy-back programme by DKK 1 bn as well as an increase in the weighted risk exposure.

Capital ratios (%)

	Q1 2022	Q4 2021
Capital ratio	21.6	22.8
Core capital ratio incl. hybrid capital	18.9	20.0
Common equity tier 1 capital ratio	17.2	18.2

The total risk weighted exposure amounted to DKK 197.1 bn at the end of the first quarter of 2022 against DKK 188.2 bn at the end of 2021. The increase can primarily be attributed to higher credit risk due to the implementation of EBA guidelines, which have now been fully recognised.

Weighted risk exposure (DKKbn)

	Q1 2022	Q4 2021
Credit risk, etc.	172,794	163,154
Market risk	9,707	10,723
Operational risk	14,634	14,304
Total	197,135	188,181

A reduction of the share capital by 3,560,778 shares, each of a nominal value of DKK 10 was adopted at the extraordinary general meeting on 6 January 2022 and implemented on 15 February 2022. The share capital then amounted to 69,000,000 shares, each of a nominal value of DKK 10.

On 1 February 2022, Jyske Bank increased and extended its current share buy-back programme. The share buy-back programme now totals DKK 2 bn and is expected to run until and no later than 29 July 2022. At the end of the first quarter of 2022, an amount of DKK 0.5 bn was outstanding under the programme.

Capital requirement

The requirements of the total capital base consist of one Pillar I requirement of 8% of the weighted risk exposure with a capital addition for above-normal risk under Pillar II and buffers.

At the end of the first quarter of 2022, Jyske Bank's individual solvency requirement was 10.7% of the weighted risk exposure against 11.2% at the end of 2021. To this must be added a SIFI requirement of 1.5% and a capital conservation buffer of 2.5%. Hence, the total capital requirement is 14.7%, which is a decline compared with the end of 2021 when the capital requirement was 15.2%.

Both the SIFI requirements and the capital conservation buffer have been fully phased in. In the spring of 2020, the countercyclical buffer was released by the Danish authorities following the COVID-19 outbreak. On recommendation by the Systemic Risk Council, the Minister for Industry, Business and Financial Affairs has reactivated the buffer, which will be phased in by 1 percentage point in the second quarter of 2022 and then being increased to 2.5% in the first quarter of 2023.

Capital requirement (%)

	Capital ratio		CET1 ratio	
	Q1 2022	Q4 2021	Q1 2022	Q4 2021
Pillar I	8.0	8.0	4.5	4.5
Pillar II	2.7	3.2	1.5	1.8
SIFI	1.5	1.5	1.5	1.5
Capital conservation buffer	2.5	2.5	2.5	2.5
Countercyclical buffer	0.0	0.0	0.0	0.0
Capital requirement	14.7	15.2	10.0	10.3

Therefore, compared with the common equity tier 1 capital ratio, the excess capital came to 7.2% of the weighted risk exposure, corresponding to DKK 14.2 bn against 7.9% and DKK 14.9 bn, respectively, at the end of 2021.

Excess capital relative to CET1 capital requirement (%)

	Q1 2022	Q4 2021
Common equity tier 1 capital ratio	17.2	18.2
Common equity tier 1 capital requirement	10.0	10.3
Excess capital	7.2	7.9

Liquidity management

Jyske Bank's largest source of funding is covered bonds and mortgage bonds, which amounted to DKK 327 bn corresponding to 50% of the balance sheet at the end of the first quarter of 2022. The second-largest funding source is client deposits of DKK 127 bn, of which a high proportion consists of deposits from small and medium-sized enterprises as well as personal clients.

At the end of the first quarter of 2022, the Jyske Bank Group's liquidity coverage ratio (LCR) was 177%, down from an unusually high seasonal level at the end of 2021. The Group's hard internal exposure limit is a LCR of at least 120%. Nevertheless, the aim is that LCR is, under normal market conditions, above 150%.

The LCR buffer after haircuts at the end of the first quarter of 2022 is shown below.

Liquidity coverage ratio (LCR)

	DKKbn	%
Level 1a assets	55.0	52
Level 1b assets	47.9	45
Level 2a + 2b assets	3.4	3
Total	106.3	100

The Group's Net Stable Funding Ratio (NSFR) was at 137% at the end of the first quarter of 2022 against 138% at the end of 2021.

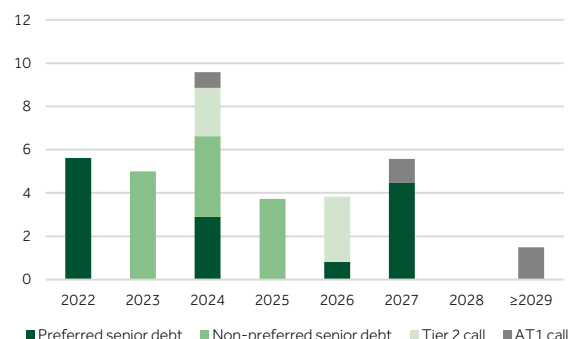
Refinancing profile

The Group is on an on-going basis active in the French commercial paper (CP) market. At the end of the first quarter of 2022, the outstanding volume under the CP programme amounted to DKK 46 bn against DKK 51 bn at the end of 2021.

At the end of the first quarter of 2022, outstanding preferred senior debt amounted to DKK 24 bn i.e. unchanged relative to the level at the end of 2021. At the end of the first quarter of 2022, outstanding CRD-IV compliant tier 2 and AT1 capital instruments amounted to DKK 5.2 bn and DKK 3.3 bn, respectively, which is unchanged compared to the end of 2021.

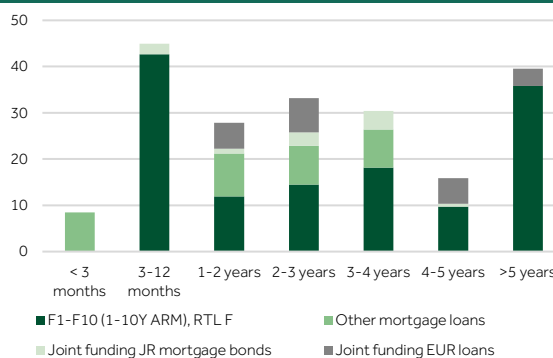
The run-off profile for the Group's preferred senior debt, etc. calculated at the end of the first quarter of 2022 is illustrated by the below chart.

Run-off and call date profile (DKKbn)



At the end of the first quarter of 2022, covered bonds involving refinancing risk amounted to DKK 200 bn, and the run-off profile of the underlying mortgage loans is shown in the chart below.

Run-off profile of covered bonds (DKK bn)



Issuance activity and funding plans

At the publication of its Interim Financial Report for the first quarter of 2022, the Jyske Bank Group had issued the following bonds on the international capital markets.

Issuance activity

	Maturity	Credit spread
SEK 3 bn non-preferred senior debt (value date 12.04.2022)	12.04.2025 (call 2024)	3M CIBOR +31 bp.

Based on the mainly regulatory-driven increase in the weighted risk exposure in 2022 and 2023, Jyske Bank anticipates a requirement (inclusive of an internal buffer for statutory requirements) for MREL-eligible debt instruments in an amount of DKK 18 bn - 20 bn, of which DKK 4 bn - 5 bn in preferred senior debt and DKK 14 bn - 15 bn in the form of non-preferred senior debt.

Jyske Bank plans an issue of EUR 500m non-preferred senior debt by the fourth quarter of 2022.

Further issues will depend on the balance sheet development.

Credit rating

Jyske Bank is being rated by Standard & Poor's (S&P). Jyske Realkredit has the same credit rating as Jyske Bank.

S&P credit rating

Jyske Bank issuer rating	Rating	Outlook
Stand Alone Credit Profile (SACP)	A-	Stable
Issuer rating (Issuer Credit Rating)	A	Stable
Short-term preferred senior debt (preferred senior)	A-1	Stable
Long-term preferred senior debt (preferred senior)	A	Stable
Long-term non-preferred senior debt (non-preferred senior)	BBB+	Stable
Tier 2	BBB	Stable
Additional Tier 1 (AT1)	BB+	Stable
Jyske Realkredit Bond issues		
Capital Centre E covered bonds	AAA	
Capital Centre B mortgage bonds	AAA	

Supervisory diamond

The supervisory diamond defines a number of special risk areas including specified limits that financial institutions should generally not exceed.

The supervisory diamond for Jyske Bank A/S

	Q1 2022	Q4 2021
Sum of large exposures <175% of common equity tier 1 capital	105%	110%
Increase in loans and advances <20% annually	15%	8%
Exposures to property administration and property transactions <25% of total loans and advances	9%	9%
Liquidity benchmark >100%	145%	188%

Jyske Bank A/S meets all the benchmarks of the supervisory diamond.

The supervisory diamond for Jyske Realkredit A/S

	Q1 2022	Q4 2021
Concentration risk <100%	44.9%	46.8%
Increase in loans <15% annually in the segment:		
Owner-occupied homes and vacation homes	-1.8%	-1.2%
Residential rental property	8.3%	8.3%
Other sectors	-1.0%	-0.5%
Borrower's interest-rate risk <25%		
Residential property	15.5%	14.9%
Instalment-free schemes <10%		
Owner-occupied homes and vacation homes	5.2%	5.6%
Loans with frequent interest-rate fixing:		
Refinancing (annually) <25%	14.3%	15.1%
Refinancing (quarterly) <12.5%	5.1%	1.0%

Jyske Realkredit A/S meets all the benchmarks of the supervisory diamond.

Other Information

Events after the end of the accounting period

No events have taken place during the period prior to the publication of the Interim Financial Report for the first quarter of 2022 that have any material effect on the financial position of Jyske Bank.

Financial calendar 2022

Jyske Bank anticipates releasing financial statements on the following dates in 2022:

Financial calendar 2022	
22 February	Annual Report 2021
3 May	Interim Financial Report, Q1 2022
16 August	Interim Financial Report, First Half of 2022
1 November	Interim Financial Report, Q1 - Q3 2022

Further information

For further information, please see www.jyskebank.info. Here you will find an interview with Anders Dam, Managing Director and CEO, detailed financial information as well as Jyske Bank's Annual Report 2021 and Risk and Capital Management 2021, which gives further information about Jyske Bank's internal risk and capital management as well as regulatory issues, including a description of the most important risks and elements of uncertainty that may affect Jyske Bank.

Also, please see www.jyskerealkredit.com. Jyske Realkredit's interim financial report for the first quarter of 2022, the Annual Report for 2021 and detailed financial information about Jyske Realkredit are available on that website.

Business Segments

The business segments reflect all activities in banking, mortgage financing and leasing.

Banking Activities

Summary of income statement (DKKm)

	Q1 2022	Q1 2021	Index 22/21	Q1 2022	Q4 2021	Q3 2021	Q2 2021	Q1 2021	FY 2021
Net interest income	602	523	115	602	567	538	526	523	2,154
Net fee and commission income	811	771	105	811	834	759	674	771	3,038
Value adjustments	16	314	5	16	173	119	211	314	817
Other income	100	29	345	100	17	24	79	29	149
Core income	1,529	1,637	93	1,529	1,591	1,440	1,490	1,637	6,158
Core expenses	1,017	1,037	98	1,017	1,246	1,030	1,030	1,037	4,343
Core profit before loan impairment charges	512	600	85	512	345	410	460	600	1,815
Loan impairment charges	-20	-94	21	-20	-97	-36	-47	-94	-274
Core profit	532	694	77	532	442	446	507	694	2,089
Investment portfolio earnings	4	75	5	4	-21	-22	29	75	61
Pre-tax profit	536	769	70	536	421	424	536	769	2,150

Summary of balance sheet, end of period (DKKbn)

Loans and advances	128.0	128.8	99	128.0	122.1	122.5	121.4	128.8	122.1
- of which bank loans	88.1	75.7	116	88.1	81.1	75.8	73.9	75.7	81.1
- of which repo loans	39.9	53.1	75	39.9	41.0	46.7	47.5	53.1	41.0
Total assets	267.9	281.4	95	267.9	253.4	278.8	266.0	281.4	253.4
Deposits	141.7	139.5	102	141.7	134.0	135.9	134.8	139.5	134.0
- of which bank deposits	126.9	126.3	100	126.9	121.3	123.2	122.0	126.3	121.3
- of which repo and triparty deposits	14.8	13.2	112	14.8	12.7	12.7	12.8	13.2	12.7
Issued bonds	63.1	70.1	90	63.1	67.9	71.2	66.4	70.1	67.9

Profit

Pre-tax profit amounted to DKK 536m for the first quarter of 2022 against DKK 769m for the corresponding period in 2021. The development can be attributed to lower value adjustments and investment portfolio earnings, as the other items in the income statement showed increases.

Core income

Core income fell to DKK 1,529m from DKK 1,637m, due to lower value adjustments.

Net interest income increased by 15% relative to the first quarter of 2021. The increase can be attributed to lower deposit rates for personal and corporate clients as well as higher net interest income relating to surplus liquidity, and lower funding costs. Net interest income relating to loans and advances fell, as the effect from higher bank loans and advances was more than offset by lower lending rates due to the changed loan mix.

Net fee and commission income increased by 5%. Adjusted for distribution fees received from Jyske Realkredit net fee and commission income rose by 20% relative to the first quarter of 2021. The increase was caused by a generally high level of activity supported by the higher business volume.

Value adjustments fell to DKK 16m from DKK 314m the preceding year. The decline from a high level was mainly caused by the volatility in the financial markets due to Russia's invasion of Ukraine in the first quarter of 2022 as well as the negative effect from increasing interest rates on the Jyske Bank Group's hedging of interest-rate risk.

Other income rose to DKK 100m from DKK 29m due to higher dividends, etc. as well as positive results on equity investments in associates.

Core expenses

Core expenses income fell by 2% in the first quarter of 2022 compared with the first quarter of 2021. The decline can be attributed to a reduction in the number of full-time employees as well as lower expenses for the development of a capital market programme at Bankdata as this was completed in 2021.

Loan impairment charges

Loan impairment charges and provisions for guarantees came to an income of DKK 20m against an income of DKK 94m in the first quarter of 2021. The main reason for the reversals in the first quarter of 2022 was that the management's estimate for the COVID-19 pandemic was reduced. The reduction more than offset the effect

from a new management's estimate relating to Russia's invasion of Ukraine.

Investment portfolio earnings

For the first quarter of 2022, investment portfolio earnings amounted to DKK 4m against DKK 75m for the same period of 2021. The earnings in the first quarter of 2022 can, among other things, be attributed to widening credit spreads on bonds, which were offset by a few currency positions. The development in the first quarter of 2022 benefited from the exposure to a steeper yield curve.

Business volume

Bank loans and advances rose by 9% in the first quarter of 2022 compared to the level at the end of 2021, fuelled by higher loans and advances, particularly to large corporate clients. Bank deposits rose by 5% in the first quarter of 2022, which increase was also caused by corporate clients.

Q1 2022 compared to Q4 2021

In the first quarter, pre-tax profit amounted to DKK 536m against DKK 421m in the fourth quarter.

Core income fell by 4% to DKK 1,529m due to lower value adjustments.

Net interest income rose by 6% to DKK 602m. The increase can be attributed to rising bank loans and advances, lower deposit rates, as well as higher net interest income relating to surplus liquidity.

Net fee and commission income fell by 3% to DKK 811m. Exclusive of seasonally higher distribution fees relating to Jyske Realkredit, net fee and commission income fell by 8% in the quarter. The decline was caused by seasonally lower investment-related fee income.

Other income rose to DKK 100m from DKK 17m due to higher dividends, etc. as well as positive results on equity investments in associates.

Value adjustments came to DKK 16m against DKK 173m. The decline can partly be attributed to credit spread widening for bonds over the quarter.

Core expenses fell by 18% compared to the fourth quarter, which included a one-off expense of DKK 165, as the development of a new capital market platform was completed in 2021. Adjusted for this, core expenses fell by 6% due to lower IT depreciations, a broader-based decline in other administrative expenses, and lower legal costs.

Loan impairment charges and provisions for guarantees amounted to an income of DKK 20m against an income of DKK 97m in the preceding quarter. The low impairment level can be attributed to a continued high credit quality.

Investment portfolio earnings amounted to DKK 4m against DKK -21m in the preceding quarter. In Q1 2022, earnings were affected by wider credit spreads on bonds, which were offset by a few currency positions.

Mortgage activities

Summary of income statement (DKKm)

	Q1 2022	Q1 2021	Index 22/21	Q1 2022	Q4 2021	Q3 2021	Q2 2021	Q1 2021	FY 2021
Administration margin income, etc. ¹	588	584	101	588	590	585	584	584	2,343
Other net interest income	-2	4	-	-2	4	2	5	4	15
Net fee and commission income	-121	-193	63	-121	-172	-181	-160	-193	-706
Value adjustments	-9	45	-	-9	34	7	21	45	107
Other income	0	0	-	0	0	5	0	0	5
Core income	456	440	104	456	456	418	450	440	1,764
Core expenses	100	92	109	100	99	101	97	92	389
Core profit before loan impairment charges	356	348	102	356	357	317	353	348	1,375
Loan impairment charges	-37	90	-	-37	-49	11	12	90	64
Pre-tax profit	393	258	152	393	406	306	341	258	1,311

¹ Administration margin income, etc. covers administration margin income as well as interest rate margin on jointly funded loans.

Summary of balance sheet (DKKbn)

Mortgage loans, nominal value	341.2	334.6	102	341.2	339.0	338.2	336.0	334.6	339.0
Mortgage loans, fair value	329.5	339.6	97	329.5	340.9	338.5	339.5	339.6	340.9
Total assets	357.4	378.3	94	357.4	369.0	367.8	366.6	378.3	369.0
Issued bonds	331.8	354.8	94	331.8	345.6	343.3	342.4	354.8	345.6

Profit

In the first quarter of 2022, pre-tax profit amounted to DKK 393m against DKK 258m in the first quarter of 2021. The higher profit can primarily be attributed to a lower indication of impairment.

Core income

In the first quarter, core income amounted to DKK 456m against DKK 440m in the corresponding period of the preceding year. The change was caused by lower distribution fees paid, which were partially offset by lower value adjustments.

Administration margin income, etc. increased by 1% to DKK 588m in the first quarter of 2022. Mortgage loans stated at nominal value rose by 2% compared to the first quarter of 2021, which was partially offset by a slightly lower margin.

In the first quarter, other net interest income amounted to DKK -2m against DKK 4m in the first quarter of 2021. The decline is due to a lower interest yield on the portfolio of securities.

Net fee and commission income amounted to DKK -121m against DKK -193m in the first quarter of 2021. Distribution fees paid fell to DKK 276m from DKK 327m due to set-off of recognised losses. Exclusive of distribution fees, net fee and commission income rose by 16%.

Value adjustments amounted to DKK -9m in the first quarter against DKK 45m for the same period last year. The decline was caused by lower returns on the fixed portfolio of securities as well as a

capital gain in connection with the sale of a shareholding in the first quarter of 2022.

Core expenses

For the first quarter of 2022, core expenses amounted to DKK 100m against DKK 92m for the same period of the preceding year. The increase was due to the fact that Jyske Realkredit repatriated the development of IT systems relating to mortgage operations from Jyske Bank in the second quarter of 2021.

Loan impairment charges

Loan impairment charges amounted to an income of DKK 37m in the first quarter of 2022 against an expense of DKK 90m in the first quarter of 2021. The income can be attributed to falling arrears and rising collateral values. Moreover, the risk of failure to identify risks relating to the COVID-19 pandemic is on the decline.

On the other hand, further impairment charges have been recognised relating to the war in Ukraine and changed macro-economic prospects.

Business volume

Mortgage loans stated at nominal value rose by DKK 2.2 bn to DKK 341.2 bn compared to the level at the end of 2021. The increase related to loans to corporate clients. Mortgage loans at fair value fell to DKK 329.5 bn from DKK 340.9 bn in the same period. The decline can be attributed to falling prices of Danish mortgage bonds.

For further details about Jyske Realkredit, please see Jyske Realkredit's Interim Financial Report for the first quarter of 2022.

Q1 2022 compared to Q4 2021

In Q1 2022, pre-tax profit amounted to DKK 393m against DKK 406m in Q4 2021.

At DKK 456m for Q1 2022, core income was unchanged.

Administration margin income amounted to DKK 588m against DKK 590m in the preceding quarter. Hence a minor increase in loans were more than offset by a minor decline in average administration margin rates.

Other net interest income amounted to DKK -2m against DKK 4m in Q4 2021. The decline is due to a lower interest yield on the portfolio of securities.

Net fee and commission income amounted to DKK -121m against DKK -172m. Exclusive of distribution fees paid, net fee and commission income rose to DKK 155m from DKK 81m. The increase was caused by a higher activity level and seasonally higher refinancing activity.

Value adjustments amounted to DKK -9m against DKK 34m in the preceding quarter. The lower level reflects the development in the financial markets with wider credit spreads for bonds, among other things.

Core expenses amounted to 100m, which amount is almost unchanged relative to Q4 2021, at which time they amounted to DKK 99m.

Impairment charges amounted to an income of DKK 37m against an income of DKK 49m in Q4 2021. The risk of failure to identify risks relating to the COVID-19 pandemic is on the decline. On the other hand, further management's estimates have been recognised relating to the war in Ukraine and changed macro-economic prospects.

Leasing activities

Summary of income statement (DKKm)

	Q1 2022	Q1 2021	Index 22/21	Q1 2022	Q4 2021	Q3 2021	Q2 2021	Q1 2021	FY 2021
Net interest income	124	113	110	124	116	117	115	113	461
Net fee and commission income	-7	-2	350	-7	-17	0	-5	-2	-24
Value adjustments	2	3	67	2	0	2	11	3	16
Other income	5	4	125	5	9	3	5	4	21
Income from operating lease (net)	80	40	200	80	72	81	63	40	256
Core income	204	158	129	204	180	203	189	158	730
Core expenses	43	42	102	43	43	43	44	42	172
Core profit before loan impairment charges	161	116	139	161	137	160	145	116	558
Loan impairment charges	2	14	14	2	1	-11	-12	14	-8
Pre-tax profit	159	102	156	159	136	171	157	102	566

Summary of balance sheet, end of period (DKKbn)

Loans and advances	22.5	20.4	110	22.5	22.1	21.3	21.3	20.4	22.1
Total assets	24.9	23.0	109	24.9	24.7	23.9	23.9	23.0	24.7
Deposits	0.2	0.2	100	0.2	0.2	0.2	0.2	0.2	0.2

Profit

In the first quarter of 2022, pre-tax profit amounted to DKK 159m against DKK 102m in the first quarter of 2021. The development could primarily be attributed to the growing volumes and favourable sales conditions in the used car market.

Net interest income rose by 10% relative to the first quarter of 2021 due the growing volumes.

Net fee and commission income amounted to an expense of DKK 7m in the first quarter of 2022 against an expense of DKK 2m in the first quarter of 2021. The increased expense can primarily be attributed to higher costs for distribution fees, etc.

In the first quarter of 2022, value adjustments fell to DKK 2m from DKK 3m for the same period in 2021. The change was caused by fluctuations in currency positions.

In the first quarter of 2022, income from operating lease (net) rose to DKK 80m from DKK 40m in the first quarter of 2021 due to favourable sales conditions in the used car market.

For the first quarter of 2022, core expenses of DKK 43m were practically unchanged against DKK 42m for the same period of 2021.

Loan impairment charges etc. amounted to an expense of DKK 2m against an expense of DKK 14m in the same period of 2021.

Business volume

At the end of the first quarter of 2022, loans under leasing activities rose by 1% to DKK 22.5 bn relative to the level at the end of 2021.

Q1 2022 compared to Q4 2021

In Q1 2022, pre-tax profit amounted to DKK 159m against DKK 136m in Q4 2021.

The increase can primarily be attributed to a positive development of the business volume, falling distribution fees, etc., favourable sales conditions in the used car market as well as extraordinary income relating to a major client account in Q1 2022.

Net interest income rose to DKK 124m from DKK 116m. The increase can mainly be attributed to the growing business volume as well as an extraordinary income relating to a large client account in Q1 2022.

In Q1 2022, net fee and commission income amounted to DKK -7m against DKK -17m in the Q4 2021. The development can be attributed to distribution fees, etc.

At DKK 2m, value adjustments were for Q1 2022 close to an unchanged level as they amounted to DKK 0m in Q4 2021.

In Q1 2022, income from operating lease (net) rose to DKK 80m from DKK 72m in the preceding quarter. The change could be attributed to continuing favourable sales conditions in the used car market.

For Q1 2022, core expenses at DKK 43m were unchanged.

At DKK 2m, loan impairment charges were also practically unchanged relative to DKK 1m.

	DKKm	Q1 2022	Q1 2021
Income statement			
5	Interest income calculated according to the effective interest method	832	842
5	Other interest income	1,482	1,403
6	Interest expenses	989	1,011
	Net interest income	1,325	1,234
7	Fees and commission income	804	685
7	Fees and commission expenses	121	109
	Net interest and fee income	2,008	1,810
8	Value adjustments	9	435
9	Other income	309	205
10	Employee and administrative expenses, etc.	1,143	1,157
	Amortisation, depreciation and impairment charges	150	154
12	Loan impairment charges	-55	10
	Pre-tax profit	1,088	1,129
11	Tax	237	246
	Net profit for the period	851	883
	Distributed to:		
	Jyske Bank A/S shareholders	815	841
	Holders of additional tier 1 capital (AT1)	36	42
	Total	851	883
Earnings per share for the period			
	Earnings per share for the period, DKK	12.14	11.64
	Earnings per share for the period, DKK, diluted	12.14	11.64
Statement of Comprehensive Income			
	Net profit for the period	851	883
	Other comprehensive income	0	0
	Comprehensive income for the period	851	883
	Distributed to:		
	Jyske Bank A/S shareholders	815	841
	Holders of additional tier 1 capital (AT1)	36	42
	Total	851	883

		31 March 2022	31 Dec. 2021	31 March 2021
	DKKmn			
	Balance Sheet			
	Assets			
	Cash balance and demand deposits with central banks	36,689	30,685	48,124
	Due from credit institutions and central banks	8,780	9,535	10,240
13,14	Loans at fair value	331,536	342,714	341,352
15	Loans and advances at amortised cost	148,406	142,500	147,390
	Bonds at fair value	57,811	56,002	69,182
	Bonds at amortised cost	29,825	26,953	24,147
	Shares, etc.	2,352	2,708	2,101
	Property, plant and equipment	4,209	4,303	4,487
	Tax assets	962	432	831
	Assets held temporarily with a view to sale	80	80	122
16	Other assets	29,551	31,210	34,784
	Total assets	650,201	647,122	682,760
	Liabilities			
	Due to credit institutions and central banks	29,380	14,971	26,482
17	Deposits	141,905	134,212	139,702
18	Issued bonds at fair value	327,078	340,340	349,253
	Issued bonds at amortised cost	67,803	73,124	75,622
	Liabilities in disposal group with a view to sale	4	4	5
19	Other liabilities	38,895	39,341	45,899
20	Provisions	1,308	1,351	1,265
21	Subordinated debt	5,482	5,513	7,268
	Liabilities, total	611,855	608,856	645,496
	Equity			
	Share capital	690	726	726
	Revaluation reserve	171	171	200
	Retained profit	34,136	34,014	33,075
	Jyske Bank A/S shareholders	34,997	34,911	34,001
	Holders of additional tier 1 capital (AT1)	3,349	3,355	3,263
	Total equity	38,346	38,266	37,264
	Total equity and liabilities	650,201	647,122	682,760

DKKmn

Statement of Changes in Equity

	Share capital	Revaluation reserve	Retained profit	Jyske Bank A/S shareholders	AT1 capital*	Total equity
Equity on 1 January 2022	726	171	34,014	34,911	3,355	38,266
Net profit for the period	0	0	815	815	36	851
Other comprehensive income	0	0	0	0	0	0
Comprehensive income for the period	0	0	815	815	36	851
Interest paid on additional tier 1 capital	0	0	0	0	-36	-36
Currency translation adjustment	0	0	6	6	-6	0
Reduction of share capital	-36	0	36	0	0	0
Acquisition of own shares	0	0	-1,291	-1,291	0	-1,291
Sale of own shares	0	0	556	556	0	556
Transactions with owners	-36	0	-693	-729	-42	-771
Equity on 31 March 2022	690	171	34,136	34,997	3,349	38,346
Equity on 1 January 2021	726	200	32,399	33,325	3,307	36,632
Net profit for the period	0	0	841	841	42	883
Other comprehensive income	0	0	0	0	0	0
Comprehensive income for the period	0	0	841	841	42	883
Interest paid on additional tier 1 capital	0	0	0	0	-56	-56
Currency translation adjustment	0	0	30	30	-30	0
Reduction of share capital	0	0	0	0	0	0
Acquisition of own shares	0	0	-623	-623	0	-623
Sale of own shares	0	0	428	428	0	428
Transactions with owners	0	0	-165	-165	-86	-251
Equity on 31 March 2021	726	200	33,075	34,001	3,263	37,264

*Additional tier 1 capital (AT1) has no maturity. Payment of interest and repayment of principal are voluntary. Therefore additional tier 1 capital (AT1) is recognised as equity. In September 2016, Jyske Bank issued AT1 amounting to SEK 1.25bn and AT1 amounting to DKK 500m with the possibility of early redemption in September 2021 at the earliest. The interest rates applicable to the issues are STIBOR+5.80% and CIBOR+5.30%, respectively, up to September 2021 when the issues are redeemed. In September 2017, Jyske Bank issued AT1 amounting to EUR 150m with the possibility of early redemption in September 2027 at the earliest. The issue has a coupon of 4.75% until September 2027. In April 2019, Jyske Bank issued AT1 in the amount of SEK 1 bn, with the possibility of early redemption in April 2024 at the earliest. The interest rate applicable to the issue until April 2024 is STIBOR+5%. In May 2021, Jyske Bank issued AT1 amounting to EUR 200m with the possibility of early redemption from 4 December 2028 at the earliest. The interest rate applicable to the issue until June 2029 is 3.625%. It applies to all AT1 issues that if the common equity tier 1 capital ratio of Jyske Bank A/S or the Jyske Bank Group falls below 7%, the loans will be written down.

DKKm	31 March 2022	31 Dec. 2021	31 March 2021
Capital Statement			
Shareholders' equity	34,997	34,911	34,001
Share buy-back programme, non-utilised limit	-543	-272	-555
Expected dividend, calculated as required by law	0	0	-59
Prudent valuation	-243	-285	-329
Other deductions	-207	-102	-104
Common equity tier 1 capital	34,004	34,252	32,954
Additional tier 1 capital (AT1) after reduction	3,323	3,329	3,380
Core capital	37,327	37,581	36,334
Subordinated loan capital after reduction	5,204	5,275	6,180
Capital base	42,531	42,856	42,514
Weighted risk exposure involving credit risk, etc.	172,794	163,154	157,235
Weighted risk exposure involving market risk	9,707	10,723	11,797
Weighted risk exposure involving operational risk	14,634	14,304	14,304
Total weighted risk exposure	197,135	188,181	183,336
Capital requirement, Pillar I	15,771	15,054	14,667
Capital ratio (%)	21.6	22.8	23.2
Tier 1 capital ratio (%)	18.9	20.0	19.8
Common equity tier 1 capital ratio (%)	17.2	18.2	18.0

For a statement of the individual solvency requirement, please see Risk and Capital Management 2021 or investor.jyskebank.com/investorrelations/capitalstructure.

Note	Jyske Bank Group	
	Q1 2022	Q1 2021
DKKm		
Summary of Cash Flow Statement		
Net profit for the period	851	883
Adjustment for non-cash operating items and change in working capital	5,462	11,010
Cash flows from operating activities	6,313	11,893
Acquisition and sale of property, plant and equipment	-41	-161
Dividend received	33	16
Cash flows from investment activities	-8	-145
Interest paid on additional tier 1 capital	-36	-56
Acquisition of own shares	-1,291	-623
Sale of own shares	556	428
Additional subordinated debt	0	1,456
Repayment on lease commitment	-15	-17
Cash flows from financing activities	-786	1,188
Cash flow for the period	5,519	12,936
Cash and cash equivalents, beginning of period	39,977	45,489
Foreign currency translation adjustment of cash at bank and in hand	-27	-61
Cash flow for the period, total	5,519	12,936
Cash and cash equivalents, end of period	45,469	58,364
Cash and cash equivalents, end of period, comprise:		
Cash balance and demand deposits with central banks	36,689	48,124
Due from credit institutions and central banks	8,780	10,240
Cash and cash equivalents, end of period	45,469	58,364

1 Accounting policies

The Interim Financial Report for the period 1 January to 31 March 2022 for the Jyske Bank Group was prepared in accordance with IAS 34 Interim Financial Reporting as adopted by the EU. Furthermore, the Interim Financial Report was prepared in accordance with the additional Danish disclosure requirements for the interim reports of listed financial undertakings.

A number of minor changes took effect on 1 January 2022, including changes to IFRS 3 References framework, changes to IAS 16 Income from non-current assets under construction, changes to IAS 37 Expenses relating to the fulfilment of an onerous contract, and Improvements of IFRSs (2018-2020). These changes did not have an effect on Jyske Bank's financial reporting.

Except from the above, accounting policies remain unchanged compared with the annual report for 2021, including the full description of accounting policies.

2 Material accounting estimates

Measurement of the carrying value of certain assets and liabilities requires the management's estimate of the influence of future events on the value of such assets and liabilities. Estimates of material importance to the financial reporting are, among other things, based on the determination of loan impairment charges and provisions for guarantees, the fair value of unlisted financial instruments and provisions already made, cf. the detailed statement in note 67 in the Annual Report 2021. The estimates are based on assumptions which management finds reasonable, but which are inherently uncertain. Besides, the Group is subject to risks and uncertainties which may cause results to differ from those estimates. The COVID-19 pandemic increased the uncertainty relating to the statement of loan impairment charges and provisions for guarantees. Jyske Bank's Annual Report for 2021, note 4, gives further details of expected losses and uncertainties relating to the COVID-19 pandemic.

DKKm

Q1 2022 Q4 2021 Q3 2021 Q2 2021 Q1 2021

3 Key figures and ratios, five quarters
Summary of Income Statement

Net interest income	1,325	1,298	1,254	1,256	1,234
Net fee and commission income	683	645	578	509	576
Value adjustments	9	170	102	253	435
Other income	309	223	238	265	205
Income	2,326	2,336	2,172	2,283	2,450
Expenses	1,293	1,518	1,307	1,296	1,311
Profit or loss before loan impairment charges	1,033	818	865	987	1,139
Loan impairment charges	-55	-145	-36	-47	10
Pre-tax profit	1,088	963	901	1,034	1,129
Tax	237	178	195	232	246
Net profit for the period	851	785	706	802	883

Financial ratios

Pre-tax profit, per share (DKK)*	15.7	13.5	12.1	13.8	15.0
Earnings per share for the period (DKK)*	12.1	10.9	9.3	10.6	11.6
Earnings per share for the period (diluted) (DKK)*	12.1	10.9	9.3	10.6	11.6
Core profit per share (DKK)*	15.6	13.8	12.4	13.4	14.0
Share price at end of period (DKK)	369	337	277	303	303
Book value per share (DKK)*	532	515	498	486	474
Price/book value per share (DKK)*	0.7	0.7	0.6	0.6	0.6
Outstanding shares in circulation ('000)	65,836	67,840	69,954	70,972	71,801
Average number of shares in circulation ('000)	67,154	68,908	70,364	71,415	72,305
Capital ratio (%)	21.6	22.8	22.6	23.0	23.2
Tier 1 capital ratio (%)	18.9	20.0	19.8	20.1	19.8
Common equity tier 1 capital ratio (%)	17.2	18.2	18.0	18.3	18.0
Pre-tax profit as a pct. of average equity*	3.0	2.7	2.5	2.9	3.2
Profit for the period as a pct. of av. equity*	2.3	2.1	1.9	2.2	2.5
Income/cost ratio (%), inclusive of impairment charges	1.9	1.7	1.7	1.8	1.9
Interest-rate risk (%)	2.5	1.3	0.8	0.6	1.3
Currency risk (%)	0.0	0.0	0.1	0.0	0.0
Accumulated impairment ratio (%)	1.0	1.0	1.1	1.1	1.1
Impairment ratio for the period (%)	0.0	0.0	0.0	0.0	0.0
No. of full-time employees at end-period	3,252	3,257	3,283	3,280	3,310
Average number of full-time employees in the period	3,254	3,270	3,282	3,295	3,330

The financial ratios are based on the definitions and guidelines laid down by the Danish Financial Supervisory Authority, cf. note 68 of the consolidated financial statements for 2021.

*Financial ratios are calculated as if additional tier 1 capital (AT1) is recognised as a liability.

DKKm

4 Segmental financial statements

	Banking activities	Mortgage activities	Leasing activities	The Jyske Bank Group*
Q1 2022				
Net interest income	602	586	124	1,312
Net fee and commission income	811	-121	-7	683
Value adjustments	16	-9	2	9
Other income	100	0	5	105
Income from operating lease (net)	0	0	80	80
Core income	1,529	456	204	2,189
Core expenses	1,017	100	43	1,160
Core profit before loan impairment charges	512	356	161	1,029
Loan impairment charges	-20	-37	2	-55
Core profit	532	393	159	1,084
Investment portfolio earnings	4	0	0	4
Pre-tax profit	536	393	159	1,088
Loans and advances	127,973	329,514	22,455	479,942
- of which mortgage loans	0	329,514	0	329,514
- of which bank loans	88,028	0	22,455	110,483
- of which repo loans	39,945	0	0	39,945
Total assets	267,908	357,414	24,879	650,201
Deposits	141,696	0	209	141,905
- of which bank deposits	126,908	0	209	127,117
- of which repo and triparty deposits	14,788	0	0	14,788
Issued bonds	63,123	331,758	0	394,881
Q1 2021				
Net interest income	523	588	113	1,224
Net fee and commission income	771	-193	-2	576
Value adjustments	314	45	3	362
Other income	29	0	4	33
Income from operating lease (net)	0	0	40	40
Core income	1,637	440	158	2,235
Core expenses	1,037	92	42	1,171
Core profit before loan impairment charges	600	348	116	1,064
Loan impairment charges	-94	90	14	10
Core profit	694	258	102	1,054
Investment portfolio earnings	75	0	0	75
Pre-tax profit	769	258	102	1,129
Loans and advances	128,765	339,571	20,406	488,742
- of which mortgage loans	0	339,571	0	339,571
- of which bank loans	75,575	0	20,406	95,981
- of which repo loans	53,187	0	0	53,187
Total assets	281,389	378,333	23,038	682,760
Deposits	139,469	0	233	139,702
- of which bank deposits	126,254	0	233	126,487
- of which repo and triparty deposits	13,215	0	0	13,215
Issued bonds	70,084	354,791	0	424,875

* The relationship between income statement items under 'The Jyske Bank Group' (key financial data) and the income statement page 18 appears from the next page.

DKKm

4 Segmental financial statements, cont.
Core profit and investment portfolio earnings

The pre-tax profit for the first half of 2021 broken down by core earnings and investment portfolio earnings is stated below:

Breakdown of profit or loss for the period
DKKm

	Q1 2022				Q1 2021			
	Core profit	Investment portfolio earnings	Reclassification	Total	Core profit	Investment portfolio earnings	Reclassification	Total
Net interest income	1,312	19	-6	1,325	1,224	18	-8	1,234
Net fee and commission income	683	0	0	683	576	0	0	576
Value adjustments	9	-6	6	9	362	65	8	435
Other income	105	0	0	105	33	0	4	37
Income from operating lease (net)	80	0	124	204	40	0	128	168
Income	2,189	13	124	2,326	2,235	83	132	2,450
Expenses	1,160	9	124	1,293	1,171	8	132	1,311
Profit before loan impairment charges	1,029	4	0	1,033	1,064	75	0	1,139
Loan impairment charges	-55	0	0	-55	10	0	0	10
Pre-tax profit	1,084	4	0	1,088	1,054	75	0	1,129

Alternative performance targets

The alternative performance targets applied in the management's review constitute valuable information for readers of financial statements as they provide a more uniform basis for comparison of accounting periods. No adjusting entries are made, and therefore the net profit or loss for the period will be the same in the alternative performance targets of the management's review and in the IFRS financial statements.

Core profit is defined as the pre-tax profit exclusive of investment portfolio earnings. Hence earnings from clients are expressed better than in the IFRS financial statements.

Investment portfolio earnings are defined as the return on the Group's portfolio of shares, bonds, derivatives and equity investments, yet exclusive of the liquidity buffer and certain strategic equity investments. Investment portfolio earnings are calculated after expenses for funding and attributable costs.

The above table illustrates relationships between income statement items under 'The Jyske Bank Group' (key financial data), page 2, and income statement items in the IFRS financial statements, page 18.

Reclassification relates to the following:

- Income of DKK 6m (Q1 2021: income of DKK 8m) due to value adjustments relating to the balance principle at Jyske Realkredit was reclassified from value adjustments to interest income.
- Income of DKK 0m (Q1 2021: Income of DKK 4m) from external revenue was reclassified from income to offsetting against expenses.
- Depreciation and amortisation of DKK 124m (Q1 2021: DKK 128m) were reclassified from expenses to income from operating lease (net).

Please see below for definitions of the additional financial ratios stated under the Jyske Bank Group, page 2.

"Earnings per share for the period", "Earnings per share (diluted) for the period", "Pre-tax profit as a percentage of average equity" and "Net profit for the period as a percentage of average equity" are calculated as if additional tier 1 capital (AT1) is recognised as a liability. In the numerator, the profit is less interest expenses for additional tier 1 capital (AT1) of DKK 36m (Q1 2021: DKK 42m) and the denominator is calculated as equity exclusive of additional tier 1 capital (AT1) of DKK 3,349m (Q1 2021: DKK 3,263m).

"Expenses as a percentage of income" is calculated as Core expenses divided by Core income.

"Book value per share" and "Price/book value per share" are calculated as if additional tier 1 capital (AT1) is accounted for as a liability. Book value was calculated exclusive of additional tier 1 capital (AT1) of DKK 3,349m (Q1 2021: DKK 3,263m).

DKKm

4 Segmental financial statements, cont.
Q1 2022
Q1 2021

Revenue by country	Revenue	Full-time employees, end of period	Revenue	Full-time employees, end of period
Denmark	3,341	3,227	3,118	3,271
Germany	3	10	4	8
Total	3,344	3,237	3,122	3,279

Revenue is defined as interest income, fee and commission income and also other operating income.

Jyske Bank has activities in the countries stated below in the form of subsidiaries or branches. The names of the subsidiaries appear from the group chart.

Activities in individual countries:

Denmark: The Jyske Bank Group has activities within banking and mortgage banking, trading and wealth management advice as well as leasing.

Germany: The Jyske Bank Group has activities within banking.

	DKKm	Q1 2022	Q1 2021
5 Interest income			
Due from credit institutions and central banks		-32	5
Loans and advances		1,293	1,273
Administration margin		505	477
Bonds		112	128
Derivatives, total		116	76
Of which currency contracts		95	87
Of which interest-rate contracts		21	-11
Total		1,994	1,959
Interest on own mortgage bonds, set off against interest on issued bonds		49	40
Total after offsetting of negative interest		1,945	1,919
Negative interest income set off against interest income		99	108
Negative interest expenses set off against interest expenses		270	218
Total before offsetting of negative interest income		2,314	2,245
Of which Interest income calculated according to the effective interest method		832	842
Negative interest income amounted to DKK 99m (Q1 2021: DKK 108m) and related primarily to repo transactions. In the above table, negative interest income is set off against interest income. In the income statement, negative interest income is listed as interest expenses, and negative interest expenses are listed as interest income.			
6 Interest expenses			
Due to credit institutions and central banks		3	50
Deposits		-179	-115
Issued bonds		813	766
Subordinated debt		28	28
Other		4	-4
Total		669	725
Interest on own mortgage bonds, set off against interest on issued bonds		49	40
Total after offsetting of negative interest		620	685
Negative interest expenses set off against interest expenses		270	218
Negative interest income set off against interest income		99	108
Total before offsetting of negative interest income		989	1,011
Negative interest expenses amounted to DKK 270m (Q1 2021: DKK 218m) related primarily to repo transactions as well as deposits and issued bonds. In the above table, negative interest expenses are set off against interest expenses. In the income statement, negative interest expenses are listed as interest income, and negative interest income is listed as interest expenses.			
7 Fees and commission income			
Securities trading and custody services		361	322
Money transfers and card payments		62	54
Loan application fees		143	129
Guarantee commission		24	28
Other fees and commissions		214	152
Fees and commissions received, total		804	685
Fees and commissions paid, total		121	109
Fee and commission income, net		683	576

Fee income for the period, amounting to DKK 804m less fees and commission paid for the period amounting to DKK 121m, constitutes the net fee and commission income for the period in the amount of DKK 683m. (Q1 2021: DKK 576m). These are recognised in the segmental financial statements for the bank's three business areas, cf. note 4.

Note		Jyske Bank Group	
	DKKm	Q1 2022	Q1 2021
8	Value adjustments		
	Loans at fair value	-13,732	-5,683
	Bonds	-1,075	-333
	Shares, etc.	20	96
	Currency	33	38
	Currency, interest-rate, share, commodity and other contracts as well as other derivatives	279	406
	Issued bonds	14,380	5,869
	Other assets and liabilities	104	42
	Total	9	435
9	Other income		
	Income on real property	10	11
	Profit on the sale of property, plant and equipment	3	0
	Income from operating lease ¹	204	168
	Dividends, etc.	33	16
	Profit/loss on investments in associates	50	-3
	Other income	9	13
	Total	309	205
¹) Expenses relating to operating lease affected the item Amortisation, depreciation and impairment charges in the amount of DKK 124m in the first quarter of 2022 against DKK 128m in the first quarter of 2021.			
10	Employee and administrative expenses		
	Employee expenses		
	Wages and salaries, etc.	555	559
	Pensions	77	72
	Social security	82	88
	Total	714	719
	Salaries and remuneration to management bodies		
	Executive Board	9	9
	Supervisory Board	2	2
	Shareholders' Representatives	0	0
	Total	11	11
	Other administrative expenses		
	IT	319	326
	Other operating expenses	20	18
	Other administrative expenses	79	83
	Total	418	427
	Employee and administrative expenses, total	1,143	1,157
11	Effective tax rate		
	Corporation tax rate in Denmark	22.0	22.0
	Non-taxable income and non-deductible expenses, etc.	-0.2	-0.2
	Effective tax rate	21.8	21.8

	Q1 2022	Q1 2021
DKKm		
12 Loan impairment charges and provisions for guarantees		
Loan impairment charges and provisions for guarantees recognised in the income statement		
Loan impairment charges and provisions for guarantees for the period	-53	26
Impairment charges on balances due from credit institutions in the period	-3	-8
Provisions for loan commitments and unutilised credit lines in the period	74	10
Recognised as a loss, not covered by loan impairment charges and provisions	29	27
Recoveries	-70	-40
Recognised discount for acquired loans	-32	-5
Loan impairment charges and provisions for guarantees recognised in the income statement	-55	10
Balance of loan impairment charges and provisions for guarantees		
Balance of loan impairment charges and provisions, beginning of period	5,443	5,761
Loan impairment charges and provisions for the period	22	35
Recognised as a loss, covered by loan impairment charges and provisions	-216	-64
Other movements	11	15
Balance of loan impairment charges and provisions, end of period	5,260	5,747
Loan impairment charges and provisions for guarantees at amortised cost	3,054	3,474
Loan impairment charges at fair value	1,616	1,713
Provisions for guarantees	235	246
Provisions for credit commitments and unutilised credit lines	355	314
Balance of loan impairment charges and provisions, end of period	5,260	5,747

DKKm

12 Loan impairment charges and provisions for guarantees, cont.
Balance of loan impairment charges and provisions for guarantees by stage – total

	Stage 1	Stage 2	Stage 3	Total
Balance, beginning of 2022	1,081	923	3,439	5,443
Transfer of impairment charges at beginning of period to stage 1	156	-150	-6	0
Transfer of impairment charges at beginning of period to stage 2	-46	83	-37	0
Transfer of impairment charges at beginning of period to stage 3	-5	-42	47	0
Impairment charges on new loans, etc.	191	37	104	332
Impairment charges on discontinued loans and provisions for guarantees	-113	-68	-234	-415
Effect from recalculation	7	315	-206	116
Previously recognized as impairment charges, now final loss	0	0	-216	-216
Balance on 31 March 2022	1,271	1,098	2,891	5,260

Balance of loan impairment charges and provisions for guarantees by stage – total

	Stage 1	Stage 2	Stage 3	Total
Balance, beginning of 2021	973	1,401	3,387	5,761
Transfer of impairment charges at beginning of period to stage 1	117	-96	-21	0
Transfer of impairment charges at beginning of period to stage 2	-137	195	-58	0
Transfer of impairment charges at beginning of period to stage 3	-1	-48	49	0
Impairment charges on new loans, etc.	185	62	86	333
Impairment charges on discontinued loans and provisions for guarantees	-80	-72	-131	-283
Effect from recalculation	-247	143	103	-1
Previously recognized as impairment charges, now final loss	0	0	-63	-63
Balance on 31 March 2021	810	1,585	3,352	5,747

Balance of impairment charges by stage - loans at amortised cost

	Stage 1	Stage 2	Stage 3	Total
Balance, beginning of 2022	575	407	2,138	3,120
Transfer of impairment charges at beginning of period to stage 1	71	-68	-3	0
Transfer of impairment charges at beginning of period to stage 2	-36	63	-27	0
Transfer of impairment charges at beginning of period to stage 3	-3	-17	20	0
Impairment charges on new loans, etc.	70	19	56	145
Impairment charges on discontinued loans and provisions for guarantees	-48	-31	-67	-146
Effect from recalculation	-119	341	-234	-12
Previously recognized as impairment charges, now final loss	0	0	-53	-53
Balance on 31 March 2022	510	714	1,830	3,054

Balance of impairment charges by stage - loans at amortised cost

	Stage 1	Stage 2	Stage 3	Total
Balance, beginning of 2021	527	646	2,390	3,563
Transfer of impairment charges at beginning of period to stage 1	36	-31	-5	0
Transfer of impairment charges at beginning of period to stage 2	-87	103	-16	0
Transfer of impairment charges at beginning of period to stage 3	-1	-17	18	0
Impairment charges on new loans, etc.	67	24	47	138
Impairment charges on discontinued loans and provisions for guarantees	-28	-34	-66	-128
Effect from recalculation	-129	108	-19	-40
Previously recognized as impairment charges, now final loss	0	0	-59	-59
Balance on 31 March 2021	385	799	2,290	3,474

DKKm

12 Loan impairment charges and provisions for guarantees, cont.
Balance of impairment charges by stage – loans at fair value

	Stage 1	Stage 2	Stage 3	Total
Balance, beginning of 2022	335	373	977	1,685
Transfer of impairment charges at beginning of period to stage 1	59	-59	0	0
Transfer of impairment charges at beginning of period to stage 2	-6	15	-9	0
Transfer of impairment charges at beginning of period to stage 3	-2	-23	25	0
Impairment charges on new loans, etc.	57	3	4	64
Impairment charges on discontinued loans and provisions for guarantees	-16	-25	-115	-156
Effect from recalculation	163	-5	-81	77
Previously recognized as impairment charges, now final loss	0	0	-54	-54
Balance on 31 March 2022	590	279	747	1,616

Balance of impairment charges by stage – loans at fair value

	Stage 1	Stage 2	Stage 3	Total
Balance, beginning of 2021	303	618	709	1,630
Transfer of impairment charges at beginning of period to stage 1	76	-61	-15	0
Transfer of impairment charges at beginning of period to stage 2	-27	66	-39	0
Transfer of impairment charges at beginning of period to stage 3	0	-25	25	0
Impairment charges on new loans, etc.	82	14	13	109
Impairment charges on discontinued loans and provisions for guarantees	-13	-31	-49	-93
Effect from recalculation	-89	11	149	71
Previously recognized as impairment charges, now final loss	0	0	-4	-4
Balance on 31 March 2021	332	592	789	1,713

Balance of provisions by stage - guarantees and loan commitments, etc.

	Stage 1	Stage 2	Stage 3	Total
Balance, beginning of 2022	175	143	320	638
Transfer of impairment charges at beginning of period to stage 1	25	-24	-1	0
Transfer of impairment charges at beginning of period to stage 2	-4	5	-1	0
Transfer of impairment charges at beginning of period to stage 3	0	-1	1	0
Impairment charges on new loans, etc.	60	15	47	122
Impairment charges on discontinued loans and provisions for guarantees	-49	-12	-51	-112
Effect from recalculation	-37	-22	110	51
Previously recognized as impairment charges, now final loss	0	0	-109	-109
Balance on 31 March 2022	170	104	316	590

Balance of provisions by stage - guarantees and loan commitments, etc.

	Stage 1	Stage 2	Stage 3	Total
Balance, beginning of 2021	143	139	286	568
Transfer of impairment charges at beginning of period to stage 1	6	-5	-1	0
Transfer of impairment charges at beginning of period to stage 2	-24	27	-3	0
Transfer of impairment charges at beginning of period to stage 3	0	-6	6	0
Impairment charges on new loans, etc.	35	24	27	86
Impairment charges on discontinued loans and provisions for guarantees	-39	-7	-16	-62
Effect from recalculation	-29	25	-27	-31
Previously recognized as impairment charges, now final loss	0	0	-1	-1
Balance on 31 March 2021	92	197	271	560

DKKm

12 Loan impairment charges and provisions for guarantees, cont.
Gross loans, advances and guarantees by stage

	Stage 1	Stage 2	Stage 3	Total
Gross loans, advances and guarantees, 1 January 2022	471,338	24,447	8,315	504,100
Transfer of loans, advances and guarantees to stage 1	6,130	-6,116	-14	0
Transfer of loans, advances and guarantees to stage 2	-5,111	5,259	-148	0
Transfer of loans, advances and guarantees to stage 3	-1,182	-472	1,654	0
Other movements	-2,395	-1,140	-687	-4,222
Gross loans, advances and guarantees, 31 March 2022	468,780	21,978	9,120	499,878
Loan impairment charges and provisions for guarantees, total	1,156	1,033	2,716	4,905
Net loans, advances and guarantees, 31 March 2022	467,624	20,945	6,404	494,973

Gross loans, advances and guarantees by stage

	Stage 1	Stage 2	Stage 3	Total
Gross loans, advances and guarantees, 1 January 2021	480,368	19,726	8,215	508,309
Transfer of loans, advances and guarantees to stage 1	5,581	-5,463	-118	0
Transfer of loans, advances and guarantees to stage 2	-12,766	13,336	-570	0
Transfer of loans, advances and guarantees to stage 3	-701	-1,866	2,567	0
Other movements	-1,144	-1,286	-1,779	-4,209
Gross loans, advances and guarantees, 31 December 2021	471,338	24,447	8,315	504,100
Loan impairment charges and provisions for guarantees, total	961	826	3,376	5,163
Gross loans, advances and guarantees, 31 December 2021	470,377	23,621	4,939	498,937

DKKm

12 Loan impairment charges and provisions for guarantees, cont.
Loans, advances and guarantees by stage and internal rating - gross before impairment charges and provisions

		31 March 2022				31 Dec. 2021
Performing	PD band (%)	Stage 1	Stage 2	Stage 3	Total	Total
1	0.00 - 0.10	64,460	135	0	64,595	54,379
2	0.10 - 0.15	17,072	41	0	17,113	16,860
3	0.15 - 0.22	27,231	37	0	27,268	34,183
4	0.22 - 0.33	32,103	559	0	32,662	30,402
5	0.33 - 0.48	103,137	325	0	103,462	109,129
STY Ratings 1 – 5		244,003	1,097	0	245,100	244,953
6	0.48 - 0.70	77,940	455	0	78,395	81,135
7	0.70 - 1.02	60,745	938	0	61,683	61,177
8	1.02 - 1.48	36,921	1,767	0	38,688	41,175
9	1.48 - 2.15	25,370	1,609	0	26,979	28,599
10	2.15 - 3.13	12,314	2,026	0	14,340	12,839
11	3.13 - 4.59	4,659	2,401	0	7,060	7,461
STY Ratings 6 – 11		217,949	9,196	0	227,145	232,386
12	4.59 - 6.79	2,622	2,928	0	5,550	5,758
13	6.79 - 10.21	1,554	2,605	0	4,159	4,621
14	10.21 - 25.0	516	5,576	0	6,092	5,938
STY Ratings 12-14		4,692	11,109	0	15,801	16,317
Other		2,048	286	0	2,334	1,745
Non-performing loans		88	289	9,121	9,498	8,699
Total		468,780	21,977	9,121	499,878	504,100

Loan impairment charges and provisions for guarantees by stage and internal rating

		31 March 2022				31 Dec. 2021
Performing	PD band (%)	Stage 1	Stage 2	Stage 3	Total	Total
1	0.00 - 0.10	70	5	0	75	33
2	0.10 - 0.15	30	0	0	30	23
3	0.15 - 0.22	55	0	0	55	64
4	0.22 - 0.33	75	2	0	77	75
5	0.33 - 0.48	216	6	0	222	156
STY Ratings 1- 5		446	13	0	459	351
6	0.48 - 0.70	135	8	0	143	129
7	0.70 - 1.02	163	12	0	175	135
8	1.02 - 1.48	115	15	0	130	145
9	1.48 - 2.15	120	135	0	255	162
10	2.15 - 3.13	77	38	0	115	107
11	3.13 - 4.59	32	65	0	97	102
STY Ratings 6 – 11		642	273	0	915	780
12	4.59 - 6.79	26	68	0	94	111
13	6.79 - 10.21	23	116	0	139	139
14	10.21 - 25.0	13	510	0	523	370
STY Ratings 12-14		62	694	0	756	620
Other		4	14	0	18	16
Non-performing loans		1	38	2,718	2,757	3,396
Total		1,155	1,032	2,718	4,905	5,163

DKKm

12 Loan impairment charges and provisions for guarantees, cont.
Loan commitments and unutilised credit facilities by stage and internal rating

Performing	PD band (%)	31 March 2022				31 Dec. 2021
		Stage 1	Stage 2	Stage 3	Total	Total
1	0.00 - 0.10	13,380	0	0	13,380	11,019
2	0.10 - 0.15	6,348	0	0	6,348	7,317
3	0.15 - 0.22	7,693	11	0	7,704	11,043
4	0.22 - 0.33	9,546	16	0	9,562	10,395
5	0.33 - 0.48	9,029	83	0	9,112	6,978
STY Ratings 1 – 5		45,996	110	0	46,106	46,752
6	0.48 - 0.70	13,126	77	0	13,203	11,807
7	0.70 - 1.02	8,149	134	0	8,283	5,677
8	1.02 - 1.48	8,217	281	0	8,498	8,024
9	1.48 - 2.15	1,893	440	0	2,333	2,707
10	2.15 - 3.13	3,274	240	0	3,514	2,008
11	3.13 - 4.59	284	211	0	495	478
STY Ratings 6 – 11		34,943	1,383	0	36,326	30,701
12	4.59 - 6.79	595	280	0	875	720
13	6.79 - 10.21	34	89	0	123	106
14	10.21 - 25.0	592	567	0	1,159	965
STY Ratings 12-14		1,221	936	0	2,157	1,791
Other		1,291	128	0	1,419	1,007
Non-performing loans		8	31	553	592	402
Total		83,459	2,588	553	86,600	80,653

Provisions for loan commitments and unutilised credit facilities by stage and internal rating

Performing	PD band (%)	31 March 2022				31 Dec. 2021
		Stage 1	Stage 2	Stage 3	Total	Total
1	0.00 - 0.10	1	0	0	1	1
2	0.10 - 0.15	6	0	0	6	3
3	0.15 - 0.22	11	0	0	11	13
4	0.22 - 0.33	12	0	0	12	17
5	0.33 - 0.48	15	1	0	16	15
STY Ratings 1 – 5		45	1	0	46	49
6	0.48 - 0.70	13	1	0	14	20
7	0.70 - 1.02	19	1	0	20	19
8	1.02 - 1.48	10	4	0	14	17
9	1.48 - 2.15	7	8	0	15	20
10	2.15 - 3.13	9	5	0	14	9
11	3.13 - 4.59	2	5	0	7	10
STY Ratings 6 – 11		60	24	0	84	95
12	4.59 - 6.79	1	3	0	4	4
13	6.79 - 10.21	1	2	0	3	3
14	10.21 - 25.0	0	31	0	31	56
STY Ratings 12-14		2	36	0	38	63
Other		6	3	0	9	7
Non-performing loans		0	0	178	178	66
Total		113	64	178	355	280

	DKKmn	31 March 2022	31 Dec. 2021	31 March 2021
13 Loans at fair value				
Mortgage loans, nominal value		341,188	338,938	334,559
Adjustment for interest-rate risk, etc.		-10,508	3,223	6,302
Adjustment for credit risk		-1,520	-1,613	-1,693
Mortgage loans at fair value, total		329,160	340,548	339,168
Arrears and outlays, total		46	72	55
Other loans and advances		2,330	2,094	2,129
Loans and advances at fair value, total		331,536	342,714	341,352
14 Loans and advances at fair value broken down by property category				
Owner-occupied homes		154,282	161,070	163,596
Vacation homes		8,139	8,386	8,338
Subsidised housing (rental housing)		50,210	52,141	53,329
Cooperative housing		13,043	14,163	14,135
Private rental properties (rental housing)		61,787	61,890	56,677
Industrial properties		2,659	2,729	3,057
Office and retail properties		33,066	33,949	35,318
Agricultural properties		139	148	150
Properties for social, cultural and educational purposes		8,150	8,181	6,664
Other properties		61	57	88
Total		331,536	342,714	341,352
15 Loans and advances at amortised cost and guarantees broken down by sector				
Public authorities		11,663	12,383	12,147
Agriculture, hunting, forestry, fishing		10,535	7,670	7,064
Manufacturing, mining, etc.		11,071	8,860	8,612
Energy supply		10,538	9,411	5,121
Building and construction		4,211	3,858	3,742
Commerce		10,337	10,112	10,082
Transport, hotels and restaurants		5,247	5,733	5,576
Information and communication		2,576	1,019	648
Financing and insurance		39,929	40,456	47,640
Real property		14,664	14,358	15,377
Other sectors		9,343	9,036	7,947
Corporates, total		118,451	110,513	111,809
Personal clients, total		33,323	33,327	35,764
Total		163,437	156,223	159,720

	DKKm	31 March 2022	31 Dec. 2021	31 March 2021
16 Other assets				
Positive fair value of derivatives		23,100	25,046	28,583
Assets in pooled deposits		4,058	4,303	3,956
Interest and commission receivable		252	235	264
Investments in associates and joint ventures		253	227	226
Deferred income		146	147	321
Investment properties		28	28	28
Other assets		1,714	1,224	1,406
Total		29,551	31,210	34,784
Netting				
Positive fair value of derivatives, gross		39,283	36,893	40,983
Netting of positive and negative fair value		16,184	11,847	12,400
Total		23,099	25,046	28,583
Netting of fair value can be attributed to clearing of derivatives through a central clearing house (CCP clearing).				
17 Deposits				
Demand deposits		109,877	108,885	106,305
Term deposits		995	1,136	1,245
Time deposits		22,405	15,210	22,993
Special deposits		4,532	4,644	4,987
Pooled deposits		4,096	4,337	4,172
Total		141,905	134,212	139,702
18 Issued bonds at fair value				
Issued bonds at fair value, nominal value		372,872	352,080	373,510
Adjustment to fair value		-10,845	3,773	7,545
Own mortgage bonds offset, fair value		-34,949	-15,513	-31,802
Total		327,078	340,340	349,253
19 Other liabilities				
Set-off entry of negative bond holdings in connection with repos/reverse repos		5,096	5,507	10,180
Negative fair value of derivatives		24,544	25,815	28,397
Interest and commission payable		1,636	1,328	1,688
Deferred income		152	151	150
Lease commitment		370	385	357
Other liabilities		7,097	6,155	5,127
Total		38,895	39,341	45,899
Netting				
Negative fair value of derivatives, gross		40,728	37,662	40,797
Netting of positive and negative fair value		16,184	11,847	12,400
Total		24,544	25,815	28,397
Netting of fair value can be attributed to clearing of derivatives through a central clearing house (CCP clearing).				

	DKKm	31 March 2022	31 Dec. 2021	31 March 2021
20	Provisions			
	Provisions for pensions and similar liabilities	598	594	619
	Provisions for guarantees	235	358	246
	Provisions for losses on loan commitments and unutilised credit lines	355	280	314
	Provisions for deferred tax	23	22	9
	Other provisions	97	97	77
	Total	1,308	1,351	1,265
21	Subordinated debt			
	Supplementary capital:			
	Var. % bond loan NOK 1,000m 24.03.2031	720	746	744
	Var. % bond loan SEK 1,000m 24.03.2031	766	726	727
	1.25% bond loan EUR 200m 28.01.2031	1,488	1,487	1,488
	2.25% bond loan EUR 300m 05.04.2029	2,231	2,231	2,231
	Var. % bond loan SEK 600m called on 19.05.2021	0	0	436
	3.25% bond loan SEK 400m called on 19.05.2021	0	0	291
	6.73% bond loan EUR 7.5m 2022-2026	56	56	67
	Var. % bond loan EUR 10m 13.02.2023	74	74	74
	5.65% bond loan EUR 10m 27.03.2023	74	74	74
	5.67% bond loan EUR 10m 31.07.2023	74	74	74
		5,483	5,468	6,206
	Hybrid core capital:			
	Var. % bond loan EUR 72.8m , perpetual, called on 05.07.2021	0	0	541
	Var. % bond loan EUR 60.7m, perpetual, called on 05.07.2021.	0	0	451
		0	0	992
	Subordinated debt, nominal	5,483	5,468	7,198
	Hedging of interest-rate risk, fair value	-1	45	70
	Total	5,482	5,513	7,268
	Subordinated debt included in the capital base	5,204	5,275	6,309

The above-mentioned issues of additional tier 1 capital issued in 2004 and 2005 and called in Q3 2021 did not meet the conditions for additional tier 1 capital in the Capital Requirements Regulation, CRR. The issues were recognised under liability other than provision according to IAS 32.

	DKKm	31 March 2022	31 Dec. 2021	31 March 2021
22	Contingent liabilities			
	Guarantees, etc.	15,031	13,723	12,330
	Other contingent liabilities, etc.	86,676	80,728	75,163
	Total	101,707	94,451	87,493

Guarantees are primarily payment guarantees, where the risk equals that involved in credit facilities.

Other contingent liabilities are primarily loan commitments and unutilised credit facilities.

Jyske Bank is also a party to a number of legal disputes arising from its business activities. Jyske Bank estimates the risk involved in each individual case and makes any necessary provisions which are recognised under contingent liabilities. Jyske Bank does not expect such liabilities to have material influence on Jyske Bank's financial position.

Because of its mandatory participation in the deposit guarantee scheme, the sector has paid an annual contribution of 2.5‰ of the covered net deposits until the assets of Pengeinstitutafdelingen (the financial institution fund) exceed 1% of the total net deposits covered, which level has been reached. According to Bank Package 3 and Bank Package 4, Pengeinstitutafdelingen bears the immediate losses attributable to covered net deposits and relating to the winding up of financial institutions in distress. Any losses in connection with the final winding up are covered by the Guarantee Fund's Afviklings- og Restruktureringsafdeling (settlement and restructuring fund), where Jyske Bank currently guarantees 8.11% of any losses.

The statutory participation in the resolution financing arrangements (Resolution Fund) as of June 2015 entailed that credit institutions pay an annual contribution over a 10-year period to a Danish national fund with a target size totalling 1% of the covered deposits. Credit institutions are to contribute according to their relative sizes and risk in Denmark, and the first contributions to the Resolution Fund were paid at the end of 2015. The Jyske Bank Group expects having to pay a total of about DKK 600m over the 10-year period 2015 - 2025.

Due to Jyske Bank's membership of Foreningen Bankdata, the bank is - in the event of its withdrawal - under the obligation to pay an exit charge to Bankdata in the amount of about DKK 3.2 bn.

Jyske Bank is a management company under Danish joint taxation. Therefore, according to the provisions of the Danish Company Taxation, Jyske Bank is liable as of the accounting year 2013 for corporation tax, etc. for the jointly taxed companies and as of 1 July 2012 for any liabilities to withhold tax on interest and dividends for the jointly taxed companies.

23 Shareholders

BRFholding a/s, Kgs. Lyngby, Denmark owns 26.17% of the share capital. BRFholding a/s is a 100% owned subsidiary of BRFFonden. According to Jyske Bank's Articles of Association, BRFholding a/s has 4,000 votes.

As of 31 March 2022, Jyske Bank owns 4.59% of the share capital.

24 Related parties

Jyske Bank is the banker of a number of related parties. Transactions between related parties are characterised as ordinary financial transactions and services of an operational nature. Transactions with related parties were executed on an arm's length basis or at cost.

Over the period, there were no unusual transactions with related parties. Please see Jyske Bank's Annual Report 2021 for a detailed description of transactions with related parties.

25 Bonds provided as security

The Jyske Bank Group has deposited bonds with central banks and clearing houses, etc. in connection with clearing and settlement of securities and currency transactions as well as triparty repo transactions totalling a market value of DKK 12,446m (end of 2021: DKK 10,862m).

In addition, in connection with CSA agreements, the Jyske Bank Group has provided cash collateral of DKK 7,942m (end of 2021: DKK 7,326m) and bonds worth DKK 1,056m (end of 2021: DKK 440m).

Repo transactions involve an arrangement where bonds are provided as collateral for the amount borrowed. Repo transactions amounted to DKK 16,961m (end of 2021: DKK 11,103m).

26 Notes on fair value
Methods for measuring fair value

Fair value is the price that, at the time of measurement, would be obtained by selling an asset or paid for by transferring a liability in an ordinary transaction between independent market participants. The fair value may equal the book value where book value is recognised on the basis of underlying assets and liabilities measured at fair value.

For all assets listed on active markets, fair values are measured at official prices (the category "Quoted prices". Where no price is quoted, a different official price is used which is taken to reflect most closely the fair value (category: "Observable prices". Financial assets and liabilities of which quoted prices or other official prices are not available or are not taken to reflect the fair value are measured at fair value according to other evaluation techniques and other observable market information. In those cases where observable prices based on market information are not available or are not taken to be useful for measuring fair value, the fair value is measured by recognised techniques, including discounted future cash flows, and own expertise (category "non-observable prices"). The basis of the measurement may be recent transactions involving comparable assets or liabilities, interest rates, exchange rates, volatility, credit spreads, etc. Generally, the Group's unlisted shares are placed in this category.

Generally, quoted prices and observable input are obtained in the form of interest rates and equity and bond prices, exchange rates, volatilities, etc. from recognised stock exchanges and providers.

26 **Notes on fair value, cont.****Specific details on methods for measuring fair value**

Loans at fair value are predominantly mortgage loans and generally measured at prices of the underlying bonds quoted on a recognised stock exchange. If such a market price is not available for the preceding 7 days, a calculated price based on the official market rate will be applied for determining the value. If derivatives are part of the funding of the mortgage loans, the value of these will be integrated in the valuation of the loans. The fair value is reduced by the calculated impairment charge, which for loans at fair value is measured according to the same principles that apply to impairments of loans and advances at amortised cost.

Bonds at fair value, shares, assets linked to pooled deposits, and derivatives are measured at fair value in the accounts to the effect that the carrying amounts equal fair values.

Generally, bonds are measured at prices quoted on a recognised stock exchange. Alternatively, prices are applied that are calculated on the basis of Jyske Bank's own measurement models based on a yield curve with a credit spread. Essentially, the calculated prices are based on observable input.

Generally, equities, etc. are measured at prices quoted on a recognised stock exchange. Alternatively, prices are applied that are calculated on the basis of Jyske Bank's own valuation models based on observable input, shareholders' agreements, executed transactions, etc. Unlisted equities are valued on the basis of discounted cash flow models (DCF).

Derivatives are valued on the basis of a market-consistent yield curve set-up, credit models and option models such as Black-Scholes. The models applied are monitored on an ongoing basis to ensure robustness and a high quality of the output of the models. To ensure that the methods of valuation are always consistent with current market practice, the models are validated by units independent of the unit that develop the models.

To the greatest extent possible, the methods of valuation are based on observable market quotes, such as market rates, exchange rates, volatilities, market prices, etc. Often methods of interpolation will also be incorporated to value the specific contracts.

The fair value of derivatives is also adjusted for credit risk (CVA and DVA) and funding costs (FVA). Client margins are amortised over the remaining time to maturity.

Assets related to pooled deposits are measured according to the above principles.

Information about differences between recognised value and measurement of fair value

Loans and advances exclusive of mortgage loans and certain other home loans are recognised at amortised cost. The difference to fair value is assumed to be fee and commission received, costs defrayed in connection with lending, plus interest-rate-dependent value adjustment calculated by comparing current market rates with market rates at the time when the loans and advances were established. Changes in credit quality are assumed to be included under impairment charges both for carrying amounts and fair values.

Subordinated debt and issued bonds exclusive of issues of mortgage bonds are recognised at amortised cost supplemented with the fair value of the hedged interest-rate risk. The difference to fair value was calculated on the basis of own-issue prices obtained externally.

Deposits are recognised at amortised cost. The difference to fair value is assumed to be the interest-rate dependent value adjustment calculated by comparing current market rates with market rates at the time when the deposits were made.

Balances with credit institutions are recognised at amortised cost. The difference to fair value is assumed to be the interest-rate dependent value adjustment calculated by comparing current market rates with market rates at the time when the transactions were established. Changes in the credit quality of balances with credit institutions are assumed to be included under impairment charges for loans, advances, and receivables. Changes in the fair values of balances due to credit institutions because of changes in Jyske Bank's own credit rating are not taken into account.

The calculated fair values of financial assets and liabilities recognised at amortised cost are materially non-observable prices (level 3) in the fair value hierarchy.

26 Notes on fair value, cont.
Information about changes in credit risk on derivatives with positive fair value.

In order to allow for the credit risk on derivatives for clients without credit impairment, the fair value is adjusted (CVA). Adjustments will also be made for clients with credit impairment, but on an individual basis.

For any given counterparty's total portfolio of derivatives, CVA is a function of the expected positive exposure (EPE), loss given default (LGD) as well as the probability of default (PD).

When determining the EPE, a model is used to establish the expected positive exposure to the counterparty's portfolio over the maturity of the derivatives. The PDs that Jyske Bank has applied in the model so far were estimated on the basis of IRB (internal rating based) PDs. This method of estimating PDs has in the second quarter of 2021 been replaced with a new method which to a higher extent mirrors the likelihood of default which can be seen in the market as the likelihoods of default are inferred via market-observable CDS spreads. LGD is set at compliant with quotations of CDS spreads in connection with the calculation of likelihoods of default whereas the exposure profiles have been adjusted for the effect from any security and CSA agreements.

In addition to CVA, also an adjustment is made of the fair value of derivatives that have an expected future negative fair value. This takes place to allow for changes in the counterparties' credit risk against the Jyske Bank Group (debt valuation adjustment - DVA). The DVA calculation takes place according to the same principles that apply to the CVA calculation, yet PD for Jyske Bank is determined on the basis of Jyske Bank's external rating by Standard & Poor's. At the end of the first quarter of 2022, CVA and DVA amounted, on an accumulated basis, to net DKK 84m, which accumulated amount was recognised as an expense under value adjustments, against an accumulated amount of DKK 139m at the end of 2021.

27 Fair value of financial assets and liabilities

The table shows the fair value of financial assets and liabilities and the carrying amounts. The re-statement at fair value of financial assets and liabilities shows a total non-recognised unrealised loss of DKK 233m at the end of the first quarter of 2022 against a total non-recognised unrealised gain of DKK 14m at the end of 2021.

DKKm	31 March 2022		31 Dec. 2021	
	Recognised value	Fair value	Recognised value	Fair value
FINANCIAL ASSETS				
Cash balance and demand deposits with central banks	36,689	36,689	30,685	30,685
Due from credit institutions and central banks	8,780	8,777	9,535	9,532
Loans at fair value	331,536	331,536	342,714	342,714
Loans and advances at amortised cost	148,406	148,108	142,500	142,456
Bonds at fair value	57,811	57,811	56,002	56,002
Bonds at amortised cost	29,825	29,351	26,953	27,088
Shares, etc.	2,352	2,352	2,708	2,708
Assets in pooled deposits	4,058	4,058	4,303	4,303
Derivatives	23,100	23,100	25,046	25,046
Total	642,557	641,782	640,446	640,534
FINANCIAL LIABILITIES				
Due to credit institutions and central banks	29,381	29,328	14,971	14,967
Deposits	137,809	137,808	129,875	129,875
Pooled deposits	4,096	4,096	4,337	4,337
Issued bonds at fair value	327,078	327,078	340,340	340,340
Issued bonds at amortised cost	67,803	67,389	73,124	73,114
Subordinated debt	5,482	5,408	5,513	5,601
Set-off entry of negative bond holdings	5,096	5,096	5,507	5,507
Derivatives	24,544	24,544	25,815	25,815
Total	601,289	600,747	599,482	599,556

DKKm

28 The fair value hierarchy
31 March 2022

	Quoted prices	Observable prices	Non- observable prices	Fair value, total	Recognised value
Financial assets					
Loans at fair value	0	331,536	0	331,536	331,536
Bonds at fair value	47,636	10,175	0	57,811	57,811
Shares, etc.	750	539	1,063	2,352	2,352
Assets in pooled deposits	301	3,757	0	4,058	4,058
Derivatives	1,564	21,536	0	23,100	23,100
Total	50,251	367,543	1,063	418,857	418,857
Financial liabilities					
Pooled deposits	0	4,096	0	4,096	4,096
Issued bonds at fair value	275,256	51,822	0	327,078	327,078
Set-off entry of negative bond holdings	4,875	221	0	5,096	5,096
Derivatives	1,124	23,420	0	24,544	24,544
Total	281,255	79,559	0	360,814	360,814

31 December 2021

Financial assets					
Loans at fair value	0	342,714	0	342,714	342,714
Bonds at fair value	46,848	9,154	0	56,002	56,002
Shares, etc.	828	599	1,281	2,708	2,708
Assets in pooled deposits	314	3,989	0	4,303	4,303
Derivatives	677	24,369	0	25,046	25,046
Total	48,667	380,825	1,281	430,773	430,773
Financial liabilities					
Pooled deposits	0	4,337	0	4,337	4,337
Issued bonds at fair value	256,799	83,541	0	340,340	340,340
Set-off entry of negative bond holdings	5,065	442	0	5,507	5,507
Derivatives	470	25,345	0	25,815	25,815
Total	262,334	113,665	0	375,999	375,999

The above table shows the fair value hierarchy for financial assets and liabilities recognised at fair value.

It is the practice of the Group that if prices of Danish bonds and shares are not updated for two days, transfers will take place between the categories quoted prices and observable prices. This did not result in material transfers in 2022 and 2021.

NON-OBSERVABLE PRICES

	Q1 2022	2021
Fair value, beginning of period	1,281	1,456
Transfers for the period	0	0
Capital gain and loss for the period reflected in the income statement under value adjustments	31	109
Sales or redemptions	255	319
Purchases	6	35
Fair value, end of period	1,063	1,281

Non-observable prices at the end of the first quarter of 2022 referred to unlisted shares recognised at DKK 1,063m against unlisted shares recognised at DKK 1,281m at the end of 2021. These are primarily sector shares. The measurements, which are associated with some uncertainty, are made on the basis of the shares' book value, market trades, shareholders' agreements as well as own assumptions and extrapolations, etc. In the cases where Jyske Bank calculates the fair value on the basis of the company's expected future earnings, a required rate of return of 15% p.a. before tax is applied. If it is assumed that the actual market price will deviate by +/- 10% relative to the calculated fair value, the effect on the income statement would amount to DKK 106m on 31 March 2022 (0.30% of the shareholders' equity at the end of the first quarter of 2022). For 2021, the effect on the income statement is estimated at DKK 128m (0.44% of shareholders' funds at the end of 2021). Capital gain and loss for the period on unlisted shares recognised in the income statement is attributable to assets held at the end of the first quarter of 2022. Jyske Bank finds it of little probability that the application of alternative prices in the measurement of fair value would result in a material deviation from the recognised fair value.

28 Fair value hierarchy, cont.
Non-financial assets recognised at fair value

Investment properties were recognised at a fair value of DKK 28m (end of 2021: DKK 28m). Fair value belongs to the category of non-observable prices calculated on the basis of a required rate of return of 7% (end of 2020: 7%).

Assets held temporarily comprise repossessed properties, equity investments and cars, etc. and similar assets held for sale. Assets held temporarily are recognised at the lower of cost and fair value less costs of sale. Assets held temporarily were recognised at DKK 80m (end of 2021: DKK 80m). Fair value belongs to the category of non-observable prices.

Owner-occupied properties, exclusive of leased properties, were recognised at the restated value corresponding to the fair value on the date of the revaluation less subsequent amortization, depreciation and impairment. The valuation of selected land and buildings is carried out with the assistance of external experts. Based on the returns method, the measurement takes place in accordance with generally accepted standards and with a weighted average required rate of return of 6.41% at the end of 2021. Owner-occupied properties, exclusive of leased properties, were recognised at DKK 1,594m (2021: DKK 1,601m). The revalued amount belongs to the category of 'non-observable prices'. Leased properties were recognised at DKK 355m (end of 2021: DKK 370m).

29 Group overview

31 March 2022	Currency	Share capital 1,000 units	Ownership share (%)	Voting share (%)	Assets DKKm, end of 2021	Liabilities DKKm, end of 2021	Equity DKKm, end of 2021	Earnings (DKKm) 2021	Profit or loss, DKKm 2021
Jyske Bank A/S ¹	DKK	690,000			314,879	276,613	38,266	6,308	3,176
Subsidiaries									
Jyske Realkredit, Kgs. Lyngby ²	DKK	4,306,480	100	100	369,035	348,237	20,798	5,685	1,028
Jyske Bank Nominees Ltd., London ⁴	GBP	0	100	100	0	0	0	0	0
Inmobiliaria Saroesma S.L., Spain ⁵	EUR	885	100	100	3	3	0	0	0
Jyske Finans A/S, Silkeborg ³	DKK	100,000	100	100	24,519	22,977	1,542	1,459	462
Ejendomsselskabet af 01.11.2017 A/S, Silkeborg ⁵	DKK	500	100	100	48	45	3	4	2
Gl. Skovridergaard A/S, Silkeborg ⁵	DKK	500	100	100	31	28	3	18	0
Ejendomsselskabet af 01.10.2015 ApS, Silkeborg ⁵	DKK	500	100	100	106	104	2	1	1
Jyske Invest Fund Management A/S, Silkeborg ⁴	DKK	76,000	100	100	491	90	401	179	48
Jyske Vindmølle A/S, Hobro ⁵	DKK	400	100	100	47	26	21	4	1

Activity:

¹ Banking

² Mortgage-credit activities

³ Leasing, financing and factoring

⁴ Investment and financing

⁵ Properties, wind turbine and course activities

All banks and mortgage credit institutions supervised by national financial supervisory authorities are subject to statutory capital requirements. Such capital requirements may limit intra-group facilities and dividend payments.

	DKKm	Q1 2022	Q1 2021
Income statement			
3	Interest income	843	840
4	Interest expenses	222	300
	Net interest income	621	540
	Dividends, etc.	33	16
5	Fees and commission income	818	781
	Fees and commission expenses	43	33
	Net interest and fee income	1,429	1,304
6	Value adjustments	11	378
	Other operating income	113	94
	Employee and administrative expenses	1,062	1,074
	Amortisation, depreciation and impairment charges	25	24
	Other operating expenses	10	9
	Loan impairment charges	-20	-95
7	Profit on investments in associates and group enterprises	488	288
	Pre-tax profit	964	1,052
	Tax	113	169
	Net profit for the period	851	883
Distributed to:			
	Total appropriation to shareholders' equity	815	841
	Holders of additional tier 1 capital (AT1)	36	42
	Total	851	883
Statement of Comprehensive Income			
	Net profit for the period	851	883
	Other comprehensive income	0	0
	Comprehensive income for the period	851	883

	31 March 2022	31 Dec. 2021	31 March 2021
DKK m			
BALANCE			
AKTIVER			
Cash balance and demand deposits with central banks	36,683	30,318	48,122
Due from credit institutions and central banks	9,684	9,268	10,303
Loans at fair value	2,022	1,771	1,778
8 Loans and advances at amortised cost	148,935	142,804	148,054
Bonds at fair value	46,171	44,235	57,799
Bonds at amortised cost	30,575	27,703	24,897
Shares, etc.	2,196	2,554	1,954
Investments in associates	248	217	221
Equity investments in group enterprises	22,751	22,766	21,519
Assets in pooled deposits	4,058	4,303	3,956
Owner-occupied properties	1,572	1,578	1,720
Owner-occupied properties, leasing	355	370	347
Other property, plant and equipment	82	78	63
Current tax assets	1,497	844	1,380
Deferred tax assets	21	21	43
Assets held temporarily	5	4	47
Other assets	24,149	25,960	29,616
Deferred income	89	85	297
Total assets	331,093	314,879	352,116
PASSIVER			
Debt and payables			
Due to credit institutions and central banks	40,329	25,057	47,156
9 Deposits	137,626	129,720	135,386
Pooled deposits	4,096	4,337	4,172
Issued bonds at amortised cost	67,803	73,124	75,622
Other liabilities	36,131	37,532	43,996
Deferred income	23	19	22
Total debt	286,008	269,789	306,354
Provisions			
Provisions for pensions and similar liabilities	565	561	586
Provisions for guarantees	255	384	266
Provisions for credit commitments and unutilised credit lines	342	271	301
Other provisions	95	95	77
Provisions, total	1,257	1,311	1,230
Subordinated debt	5,482	5,513	7,268
Equity			
Share capital	690	726	726
Revaluation reserve	171	171	200
Reserve according to the equity method	8,194	8,170	6,924
Retained profit	25,942	25,844	26,151
Jyske Bank A/S shareholders	34,997	34,911	34,001
Holders of additional tier 1 capital (AT1)	3,349	3,355	3,263
Total equity	38,346	38,266	37,264
Total equity and liabilities	331,093	314,879	352,116
OFF-BALANCE SHEET ITEMS			
Guarantees, etc.	21,738	20,667	20,953
Other contingent liabilities	67,117	64,725	61,160
Total guarantees and other contingent liabilities	88,855	85,392	82,113

DKK m

Statement of Changes in Equity

	Share capital	Revaluation reserve	Reserve according to the equity method	Retained profit	Shareholders of Jyske Bank A/S	AT1 capital*	Total equity
Equity on 1 January 2022	726	171	8,170	25,844	34,911	3,355	38,266
Net profit for the period	0	0	24	791	815	36	851
Other comprehensive income	0	0	0	0	0	0	0
Comprehensive income for the period	0	0	24	791	815	36	851
Interest paid on additional tier 1 capital	0	0	0	0	0	-36	-36
Currency translation adjustment	0	0	0	6	6	-6	0
Reduction of share capital	-36	0	0	36	0	0	0
Acquisition of own shares	0	0	0	-1,291	-1,291	0	-1,291
Sale of own shares	0	0	0	556	556	0	556
Transactions with owners	-36	0	0	-693	-729	-42	-771
Equity on 31 March 2022	690	171	8,194	25,942	34,997	3,349	38,346
Equity on 1 January 2021	726	200	6,905	25,494	33,325	3,307	36,632
Net profit for the period	0	0	19	822	841	42	883
Other comprehensive income	0	0	0	0	0	0	0
Comprehensive income for the period	0	0	19	822	841	42	883
Interest paid on additional tier 1 capital	0	0	0	0	0	-56	-56
Currency translation adjustment	0	0	0	30	30	-30	0
Reduction of share capital	0	0	0	0	0	0	0
Acquisition of own shares	0	0	0	-623	-623	0	-623
Sale of own shares	0	0	0	428	428	0	428
Transactions with owners	0	0	0	-165	-165	-86	-251
Equity on 31 March 2021	726	200	6,924	26,151	34,001	3,263	37,264

*Additional tier 1 capital (AT1) has no maturity. Payment of interest and repayment of principal are voluntary. Therefore additional tier 1 capital (AT1) is recognised as equity. In September 2016, Jyske Bank issued AT1 amounting to SEK 1.25bn and DKK 500m with the possibility of early redemption in September 2021 at the earliest. The interest rates applicable to the issues are STIBOR+5.80% and CIBOR+5.30%, respectively, up to September 2021 when the issues are redeemed. In September 2017, Jyske Bank issued AT1 amounting to EUR 150m with the possibility of early redemption in September 2027 at the earliest. The issue has a coupon of 4.75% until September 2027. In April 2019, Jyske Bank issued AT1 in the amount of SEK 1 bn, with the possibility of early redemption in April 2024 at the earliest. The interest rate applicable to the issue until April 2024 is STIBOR+5%. In May 2020, Jyske Bank issued AT1 amounting to EUR 200m with the possibility of early redemption from 4 December 2028 at the earliest. The interest rate applicable to the issue until June 2029 is 3.625%. It applies to all AT1 issues that if the common equity tier 1 capital ratio of Jyske Bank A/S or the Jyske Bank Group falls below 7%, the loans will be written down.

DKKm	31 March 2022	31 Dec. 2021	31 March 2021
Capital Statement			
Shareholders' equity	34,997	34,911	34,001
Share buy-back programme, non-utilised limit	-543	-272	-555
Expected dividend, calculated as required by law	0	0	-59
Deferred tax assets	-21	0	-43
Prudent valuation	-224	-272	-312
Other deductions	-190	-92	-104
Common equity tier 1 capital	34,019	34,275	32,928
Additional tier 1 capital (AT1) after reduction	3,323	3,329	3,380
Core capital	37,342	37,604	36,308
Subordinated loan capital after reduction	5,204	5,275	6,180
Capital base	42,546	42,879	42,488
Weighted risk exposure involving credit risk, etc.	122,750	114,795	107,112
Weighted risk exposure involving market risk	10,061	11,086	12,172
Weighted risk exposure involving operational risk	10,705	10,249	10,249
Total weighted risk exposure	143,516	136,130	129,533
Capital requirement, Pillar I	11,481	10,890	10,363
Capital ratio (%)	29.6	31.5	32.8
Tier 1 capital ratio (%)	26.0	27.6	28.0
Common equity tier 1 capital ratio (%)	23.7	25.2	25.4

For a statement of the individual solvency requirement, please see Risk and Capital Management 2021 or investor.jyskebank.com/investorrelations/capitalstructure.

1 Accounting policies

The interim financial statements of the parent company Jyske Bank A/S for the period 1 January to 31 March 2022 were prepared in accordance with the Danish Financial Business Act, including the Danish Executive Order on Financial Reports for Credit Institutions, Stockbrokers, etc.

The rules applying to recognition and measurement at Jyske Bank A/S are consistent with IFRS.

With respect to classification and extent, the preparation for Jyske Bank A/S differs from the preparation for the Group. Please see the full description of accounting policies in note 67 of the annual report 2021. The accounting policies are identical to those applied to and described in the annual report 2021.

Figures in the interim financial statements are in Danish kroner, rounded to the nearest million in Danish kroner.

Financial situation and risk information

Jyske Bank A/S is affected by the financial situation and the risk factors that are described in the management's review for the Group and reference is made to this.

	Q1 2022	Q1 2021
2 Financial ratios		
Pre-tax profit p.a. as a percentage of average equity*	10.6	12.0
Profit for the period as a pct. of average equity*	9.3	2.5
Income/cost ratio (%)	1.9	2.0
Capital ratio (%)	29.6	32.8
Common equity tier 1 capital ratio (%)	23.7	25.4
Individual solvency requirement (%)	11.7	13.0
Capital base (DKKm)	42,546	42,488
Total weighted risk exposure (DKKm)	143,516	129,533
Interest-rate risk (%)	2.3	1.0
Currency risk (%)	0.0	0.0
Accumulated impairment ratio (%)	1.7	2.0
Impairment ratio for the period (%)	0.0	-0.1
No. of full-time employees at end-period	3,014	3,072
Average number of full-time employees in the period	3,017	3,091

The financial ratios are based on the definitions and guidelines laid down by the Danish Financial Supervisory Authority, cf. note 68 to the consolidated financial statements for 2021.

* Ratios are calculated as if additional tier 1 capital (AT1) is recognised as a liability.

	DKKm	Q1 2022	Q1 2021
3 Interest income			
Due from credit institutions and central banks		-33	7
Loans and advances		361	377
Bonds		73	100
Derivatives, total		88	49
Of which currency contracts		95	87
Of which interest-rate contracts		-7	-38
Total after offsetting of negative interest		489	533
Negative interest income set off against interest income		93	102
Negative interest expenses set off against interest expenses		261	205
Total before offsetting of negative interest income		843	840
Of which interest income on reverse repos carried under:			
Due from credit institutions and central banks		-2	-4
Loans and advances		-41	-44
4 Interest expenses			
Due to credit institutions and central banks		-13	36
Deposits		-179	-116
Issued bonds		29	41
Subordinated debt		28	28
Other interest expenses		3	4
Total after offsetting of negative interest		-132	-7
Negative interest expenses set off against interest expenses		261	205
Negative interest income set off against interest income		93	102
Total before offsetting of negative interest income		222	300
Of which interest expenses on reverse repos carried under:			
Due to credit institutions and central banks		-25	-26
Deposits		-5	-6
5 Fees and commission income			
Securities trading and custody services		260	235
Money transfers and card payments		62	54
Loan application fees		38	27
Guarantee commission		24	28
Other fees and commissions		434	437
Total		818	781
6 Value adjustments			
Loans at fair value		-22	-3
Bonds		-610	-275
Shares, etc.		19	72
Currency		31	33
Currency, interest-rate, share, commodity and other contracts as well as other derivatives		446	479
Assets in pooled deposits		155	134
Pooled deposits		-155	-134
Other assets		26	27
Issued bonds		44	30
Other liabilities		77	15
Total		11	378

	Q1 2022	Q1 2021
DKKm		
7 Loan impairment charges and provisions for guarantees		
Loan impairment charges and provisions for guarantees recognised in the income statement		
Loan impairment charges and provisions for guarantees for the period	-43	-66
Impairment charges on balances due from credit institutions in the period	-3	-8
Provisions for loan commitments and unutilised credit lines in the period	71	3
Recognised as a loss, not covered by loan impairment charges and provisions	17	11
Recoveries	-62	-32
Recognised discount for acquired loans	0	-3
Loan impairment charges and provisions for guarantees recognised in the income statement	-20	-95
Balance of loan impairment charges and provisions for guarantees		
Balance of loan impairment charges and provisions, beginning of period	3,471	3,813
Loan impairment charges and provisions for the period	28	-63
Recognised as a loss, covered by loan impairment charges and provisions	-161	-55
Other movements	10	14
Balance of loan impairment charges and provisions, end of period	3,348	3,709
Loan impairment charges and provisions for guarantees at amortised cost	2,749	3,140
Loan impairment charges at fair value	2	1
Provisions for guarantees	255	268
Provisions for credit commitments and unutilised credit lines	342	300
Balance of loan impairment charges and provisions, end of period	3,348	3,709

DKKm

7 Loan impairment charges and provisions for guarantees, cont.
Balance of loan impairment charges and provisions for guarantees by stage – total

	Stage 1	Stage 2	Stage 3	Total
Balance, beginning of 2022	663	462	2,346	3,471
Transfer of impairment charges at beginning of period to stage 1	82	-79	-3	0
Transfer of impairment charges at beginning of period to stage 2	-38	61	-23	0
Transfer of impairment charges at beginning of period to stage 3	-3	-14	17	0
Impairment charges on new loans, etc.	105	21	93	219
Impairment charges on discontinued loans and provisions for guarantees	-89	-36	-110	-235
Effect from recalculation	-135	319	-130	54
Previously recognized as impairment charges, now final loss	0	0	-161	-161
Balance on 31 March 2022	585	734	2,029	3,348

Balance of loan impairment charges and provisions for guarantees by stage – total

	Stage 1	Stage 2	Stage 3	Total
Balance, beginning of 2021	581	698	2,534	3,813
Transfer of impairment charges at beginning of period to stage 1	31	-27	-4	0
Transfer of impairment charges at beginning of period to stage 2	-89	101	-12	0
Transfer of impairment charges at beginning of period to stage 3	0	-19	19	0
Impairment charges on new loans, etc.	90	27	64	181
Impairment charges on discontinued loans and provisions for guarantees	-61	-32	-65	-158
Effect from recalculation	-127	113	-58	-72
Previously recognized as impairment charges, now final loss	0	0	-55	-55
Balance on 31 March 2021	425	861	2,423	3,709

Balance of impairment charges by stage - loans at amortised cost

	Stage 1	Stage 2	Stage 3	Total
Balance, beginning of 2022	484	316	2,014	2,814
Transfer of impairment charges at beginning of period to stage 1	57	-55	-2	0
Transfer of impairment charges at beginning of period to stage 2	-34	56	-22	0
Transfer of impairment charges at beginning of period to stage 3	-3	-13	16	0
Impairment charges on new loans, etc.	51	6	47	104
Impairment charges on discontinued loans and provisions for guarantees	-41	-23	-50	-114
Effect from recalculation	-99	339	-243	-3
Previously recognized as impairment charges, now final loss	0	0	-52	-52
Balance on 31 March 2022	415	626	1,708	2,749

Balance of impairment charges by stage - loans at amortised cost

	Stage 1	Stage 2	Stage 3	Total
Balance, beginning of 2021	427	559	2,243	3,229
Transfer of impairment charges at beginning of period to stage 1	25	-22	-3	0
Transfer of impairment charges at beginning of period to stage 2	-66	75	-9	0
Transfer of impairment charges at beginning of period to stage 3	0	-13	13	0
Impairment charges on new loans, etc.	56	7	37	100
Impairment charges on discontinued loans and provisions for guarantees	-22	-26	-47	-95
Effect from recalculation	-98	89	-31	-40
Previously recognized as impairment charges, now final loss	0	0	-54	-54
Balance on 31 March 2021	322	669	2,149	3,140

DKKm

7 Loan impairment charges and provisions for guarantees, cont.
Balance of impairment charges by stage – loans at fair value

	Stage 1	Stage 2	Stage 3	Total
Balance, beginning of 2022	1	1	0	2
Transfer of impairment charges at beginning of period to stage 1	0	0	0	0
Transfer of impairment charges at beginning of period to stage 2	0	0	0	0
Transfer of impairment charges at beginning of period to stage 3	0	0	0	0
Impairment charges on new loans, etc.	1	0	0	1
Impairment charges on discontinued loans and provisions for guarantees	-1	0	0	-1
Effect from recalculation	0	0	0	0
Previously recognized as impairment charges, now final loss	0	0	0	0
Balance on 31 March 2022	1	1	0	2

Balance of impairment charges by stage – loans at fair value

	Stage 1	Stage 2	Stage 3	Total
Balance, beginning of 2021	0	1	0	1
Transfer of impairment charges at beginning of period to stage 1	0	0	0	0
Transfer of impairment charges at beginning of period to stage 2	0	0	0	0
Transfer of impairment charges at beginning of period to stage 3	0	0	0	0
Impairment charges on new loans, etc.	0	0	0	0
Impairment charges on discontinued loans and provisions for guarantees	0	0	0	0
Effect from recalculation	0	0	0	0
Previously recognized as impairment charges, now final loss	0	0	0	0
Balance on 31 March 2021	0	1	0	1

Balance of provisions by stage - guarantees and loan commitments

	Stage 1	Stage 2	Stage 3	Total
Balance, beginning of 2022	176	145	334	655
Transfer of impairment charges at beginning of period to stage 1	26	-24	-2	0
Transfer of impairment charges at beginning of period to stage 2	-4	5	-1	0
Transfer of impairment charges at beginning of period to stage 3	0	-1	1	0
Impairment charges on new loans, etc.	54	15	47	116
Impairment charges on discontinued loans and provisions for guarantees	-47	-13	-61	-121
Effect from recalculation	-36	-20	112	56
Previously recognized as impairment charges, now final loss	0	0	-109	-109
Balance on 31 March 2022	169	107	321	597

Balance of provisions by stage - guarantees and loan commitments

	Stage 1	Stage 2	Stage 3	Total
Balance, beginning of 2021	153	138	292	583
Transfer of impairment charges at beginning of period to stage 1	6	-5	-1	0
Transfer of impairment charges at beginning of period to stage 2	-23	26	-3	0
Transfer of impairment charges at beginning of period to stage 3	0	-6	6	0
Impairment charges on new loans, etc.	32	20	26	78
Impairment charges on discontinued loans and provisions for guarantees	-38	-6	-16	-60
Effect from recalculation	-28	24	-28	-32
Previously recognized as impairment charges, now final loss	0	0	-1	-1
Balance on 31 March 2021	102	191	275	568

DKKm

7 Loan impairment charges and provisions for guarantees, cont.
Gross loans, advances and guarantees by stage

	Stage 1	Stage 2	Stage 3	Total
Gross loans, advances and guarantees, 1 January 2022	156,186	7,695	4,561	168,442
Transfer of loans, advances and guarantees to stage 1	1,892	-1,883	-9	0
Transfer of loans, advances and guarantees to stage 2	-2,845	2,898	-53	0
Transfer of loans, advances and guarantees to stage 3	-127	-100	227	0
Other movements	7,469	31	-241	7,259
Gross loans, advances and guarantees, 31 March 2022	162,575	8,641	4,485	175,701
Loan impairment charges and provisions for guarantees, total	478	674	1,854	3,006
Net loans, advances and guarantees, 31 March 2022	162,097	7,967	2,631	172,695

Gross loans, advances and guarantees by stage

	Stage 1	Stage 2	Stage 3	Total
Gross loans, advances and guarantees, 1 January 2021	159,624	5,992	4,610	170,226
Transfer of loans, advances and guarantees to stage 1	1,044	-989	-55	0
Transfer of loans, advances and guarantees to stage 2	-4,241	4,428	-187	0
Transfer of loans, advances and guarantees to stage 3	-218	-1,119	1,337	0
Other movements	-23	-617	-1,144	-1,784
Gross loans, advances and guarantees, 31 December 2021	156,186	7,695	4,561	168,442
Loan impairment charges and provisions for guarantees, total	546	367	2,287	3,200
Gross loans, advances and guarantees, 31 December 2021	155,640	7,328	2,274	165,242

DKKm

7 Loan impairment charges and provisions for guarantees, cont.
Loans, advances and guarantees by stage and internal rating - gross before impairment charges and provisions

		31 March 2022				31 Dec. 2021
Performing	PD band (%)	Stage 1	Stage 2	Stage 3	Total	Total
1	0.00 - 0.10	49,071	53	0	49,124	48,683
2	0.10 - 0.15	14,863	27	0	14,890	14,862
3	0.15 - 0.22	11,786	18	0	11,804	14,429
4	0.22 - 0.33	15,754	553	0	16,307	13,195
5	0.33 - 0.48	22,908	226	0	23,134	21,461
STY Ratings 1 – 5		114,382	877	0	115,259	112,630
6	0.48 - 0.70	17,149	332	0	17,481	17,271
7	0.70 - 1.02	8,291	557	0	8,848	7,412
8	1.02 - 1.48	7,421	1,436	0	8,857	8,103
9	1.48 - 2.15	7,441	1,022	0	8,463	8,885
10	2.15 - 3.13	5,374	553	0	5,927	4,534
11	3.13 - 4.59	737	623	0	1,360	1,403
STY Ratings 6 – 11		46,413	4,523	0	50,936	47,608
12	4.59 - 6.79	493	662	0	1,155	1,110
13	6.79 - 10.21	133	453	0	586	319
14	10.21 - 25.0	28	1,933	0	1,961	1,330
STY Ratings 12-14		654	3,048	0	3,702	2,759
Other		1,120	96	0	1,216	776
Non-performing loans		8	98	4,482	4,588	4,669
Total		162,577	8,642	4,482	175,701	168,442

Loan impairment charges and provisions for guarantees by stage and internal rating

		31 March 2022				31 Dec. 2021
Performing	PD band (%)	Stage 1	Stage 2	Stage 3	Total	Total
1	0.00 - 0.10	6	0	0	6	4
2	0.10 - 0.15	28	0	0	28	22
3	0.15 - 0.22	40	0	0	40	58
4	0.22 - 0.33	50	2	0	52	62
5	0.33 - 0.48	62	5	0	67	81
STY Ratings 1- 5		186	7	0	193	227
6	0.48 - 0.70	57	8	0	65	77
7	0.70 - 1.02	55	11	0	66	70
8	1.02 - 1.48	59	11	0	70	85
9	1.48 - 2.15	47	128	0	175	101
10	2.15 - 3.13	48	18	0	66	67
11	3.13 - 4.59	10	33	0	43	49
STY Ratings 6 – 11		276	209	0	485	449
12	4.59 - 6.79	9	24	0	33	57
13	6.79 - 10.21	3	38	0	41	28
14	10.21 - 25.0	2	355	0	357	134
STY Ratings 12-14		14	417	0	431	219
Other		3	11	0	14	13
Non-performing loans		0	31	1,852	1,883	2,292
Total		479	675	1,852	3,006	3,200

DKKm

7 Loan impairment charges and provisions for guarantees, cont.
Loan commitments and unutilised credit facilities by stage and internal rating

Performing	PD band (%)	31 March 2022				31 Dec. 2021
		Stage 1	Stage 2	Stage 3	Total	Total
1	0.00 - 0.10	13,452	0	0	13,452	11,051
2	0.10 - 0.15	5,164	0	0	5,164	6,334
3	0.15 - 0.22	7,669	11	0	7,680	10,988
4	0.22 - 0.33	7,659	16	0	7,675	8,769
5	0.33 - 0.48	8,966	83	0	9,049	6,909
STY Ratings 1 – 5		42,910	110	0	43,020	44,051
6	0.48 - 0.70	4,994	77	0	5,071	5,141
7	0.70 - 1.02	8,056	134	0	8,190	5,619
8	1.02 - 1.48	3,770	281	0	4,051	4,382
9	1.48 - 2.15	1,834	439	0	2,273	2,715
10	2.15 - 3.13	1,993	237	0	2,230	920
11	3.13 - 4.59	283	194	0	477	469
STY Ratings 6 – 11		20,930	1,362	0	22,292	19,246
12	4.59 - 6.79	166	268	0	434	369
13	6.79 - 10.21	34	88	0	122	104
14	10.21 - 25.0	21	566	0	587	495
STY Ratings 12-14		221	922	0	1,143	968
Other		1	28	0	29	11
Non-performing loans		3	31	543	577	395
Total		64,065	2,453	543	67,061	64,671

Provisions for loan commitments and unutilised credit facilities by stage and internal rating

Performing	PD band (%)	31 March 2022				31 Dec. 2021
		Stage 1	Stage 2	Stage 3	Total	Total
1	0.00 - 0.10	1	0	0	1	1
2	0.10 - 0.15	6	0	0	6	3
3	0.15 - 0.22	11	0	0	11	13
4	0.22 - 0.33	12	0	0	12	17
5	0.33 - 0.48	15	1	0	16	16
STY Ratings 1 – 5		45	1	0	46	50
6	0.48 - 0.70	13	1	0	14	19
7	0.70 - 1.02	19	1	0	20	19
8	1.02 - 1.48	10	4	0	14	17
9	1.48 - 2.15	6	7	0	13	20
10	2.15 - 3.13	9	4	0	13	9
11	3.13 - 4.59	2	5	0	7	9
STY Ratings 6 – 11		59	22	0	81	93
12	4.59 - 6.79	1	2	0	3	4
13	6.79 - 10.21	1	2	0	3	3
14	10.21 - 25.0	0	31	0	31	58
STY Ratings 12-14		2	35	0	37	65
Other		0	0	0	0	0
Non-performing loans		0	0	178	178	63
Total		106	58	178	342	271

DKKm

8 Loans, advances and guarantees as well as loan impairment charges and provisions for guarantees by sector

Sector	Loans, advances and guarantees				Balance of loan impairment charges and provisions for guarantees		Loan impairment charges and provisions for guarantees for the period		Loss for the period	
	% 31 March 2022		% End of 2021		31 March 2022		Q1 2022		Q1 2022	
Public authorities	7	7	11,659	12,379	0	0	0	0	0	0
Agriculture, hunting, forestry, fishing	5	4	9,739	6,885	252	314	-39	-64	26	5
<i>Fishing</i>	2	1	4,314	1,673	10	3	7	3	0	0
<i>Dairy farmers</i>	0	0	446	431	122	166	-21	-31	25	0
<i>Plant production</i>	1	1	2,516	2,412	50	56	-7	-15	0	0
<i>Pig farming</i>	1	1	1,521	1,491	50	66	-15	-10	1	0
<i>Other agriculture</i>	1	1	942	878	20	23	-3	-11	0	5
Manufacturing, mining, etc.	6	4	9,557	7,344	291	395	-105	14	0	0
Energy supply	6	6	10,060	8,913	32	43	-11	-7	0	0
Building and construction	2	1	2,701	2,364	58	58	-1	-11	1	0
Commerce	5	5	8,204	8,044	210	257	-49	21	0	0
Transport, hotels and restaurants	2	2	2,985	3,551	68	84	-17	4	0	0
Information and communication	1	1	2,545	986	139	140	-2	14	0	0
Financing and insurance	40	43	68,903	69,277	765	473	268	3	0	11
Real property	8	8	14,586	14,157	117	267	-51	-34	111	36
<i>Lease of real property</i>	4	4	7,093	7,242	77	230	-49	-19	111	0
<i>Buying and selling of real property</i>	1	1	2,322	2,122	12	11	0	0	0	36
<i>Other real property</i>	3	3	5,171	4,793	28	26	-2	-15	0	0
Other sectors	3	3	5,409	5,330	144	131	12	5	2	3
Corporate clients	78	77	134,689	126,851	2,076	2,162	5	-55	140	55
Personal clients	15	16	26,347	26,012	930	1,038	-95	-43	38	9
Unutilised credit lines and loan commitments	0	0	0	0	342	271	70	3	0	0
Total	100	100	172,695	165,242	3,348	3,471	-20	-95	178	64

	DKKm	31 March 2022	31 Dec. 2021	31 March 2021
9	Deposits			
	Demand deposits	109,694	108,730	106,161
	Term deposits	995	1,136	1,245
	Time deposits	22,406	15,211	22,993
	Special deposits	4,531	4,643	4,987
	Total	137,626	129,720	135,386

Statement by the Executive and Supervisory Boards

We have today discussed and approved the Interim Financial Report of Jyske Bank A/S for the period 1 January to 31 March 2022.

The consolidated Interim Financial Statements were prepared in accordance with IAS 34 Interim Financial Reporting as adopted by the EU, and the Parent's Interim Financial Statements in accordance with the Danish Financial Business Act. Further, the Interim Financial Report was prepared in accordance with the additional Danish disclosure requirements for interim financial reports of listed financial companies.

The Interim Financial Report is unaudited and has not been reviewed, but the external auditor verified the profit, and this verification included audit procedures in line with the requirements relating to a review, and hence it was ascertained that the conditions for on-going recognition of the profit for the period in the capital base were met.

In our opinion, the Interim Financial Statements give a true and fair view of the Group's and the Parent's assets, liabilities and financial position at 31 March 2022 and also of their financial performance as well as the cash flows of the Group for the period 1 January to 31 March 2022.

In our opinion, the Management's Review gives a fair presentation of the development in the Group's and the Parent's performance and financial position, the profit for the period and the Group's and the Parent's financial position as a whole as well as a description of the most material risks and elements of uncertainty that may affect the Group and the Parent.

Silkeborg, 3 May 2022

EXECUTIVE BOARD

ANDERS DAM
Managing Director and CEO

NIELS ERIK JAKOBSEN

PETER SCHLEIDT

PER SKOVHUS

/JENS BORUM
Director, Finance

SUPERVISORY BOARD

KURT BLIGAARD PEDERSEN
Chairman

KELD NORUP
Deputy Chairman

RINA ASMUSSEN

ANKER LADEN-ANDERSEN

BENTE OVERGAARD

PER SCHNACK

JOHNNY CHRISTENSEN
Employee Representative

MARIANNE LILLEVANG
Employee Representative

MICHAEL C. MARIEGAARD
Employee Representative