ANNEX 1

Transitional own funds disclosure template

Disclosure according to Article 5 in Commission implementing regulation (EU) No 1423/2013

Common Equity Tier 1 capital: instruments and reserves ([1])		31 December 2019 DKKm (Danish Ship finance A/S)	31 December 2019 DKKm (Group)	(B) REGULATION (EU) No 575/2013 ARTICLE REFERENCE
1	Capital instruments and the related share premium accounts	300	1,224	26 (1), 27, 28, 29, EBA list 26 (3)
	of which: Instrument type 1	-	-	EBA list 26 (3)
	of which: Instrument type 2	-	-	EBA list 26 (3)
	of which: Instrument type 3	-	-	EBA list 26 (3)
2	Retained earnings	412	208	26 (1) (c)
3	Accumulated other comprehensive income (and any other reserves)	8,381	5,528	26 (1)
3a	Funds for general banking risk	-	-	26 (1) (f)
4	Amount of qualifying items referred to in Article 484 (3) and the related share premium accounts subject to phase out from CET1	-	-	486 (2)
5	Minority interests (amount allowed in consolidated CET1)	-	-	84, 479, 480
5a	Independently reviewed interim profits net of any foreseeable charge or dividend	-	-	26 (2)
6	**Common Equity Tier 1 (CET1) capital before regulatory adjustments**	9,093	6,961	
Common Equity Tier 1 (CET1) capital: regulatory adjustments				
7	Additional value adjustments (negative amount)	-28	-28	34, 105
8	Intangible assets (net of related tax liability) (negative amount)	-	-	36 (1) (b), 37, 472 (4)
9	Empty set in the EU	-	-	
10	Deferred tax assets that rely on future profitability excluding those arising from temporary difference (net of related tax liability where the conditions in Article 38 (3) are met) (negative amount)	-	-	36 (1) (c), 38, 472 (5)
11	Fair value reserves related to gains or losses on cash flow hedges	-	-	33 (a)
12	Negative amounts resulting from the calculation of expected loss amounts	-	-	36 (1) (d), 40, 159, 472 (6)
13	Any increase in equity that results from securitised assets (negative amount)	-	-	32 (1)
14	Gains or losses on liabilities valued at fair value resulting from changes in own credit standing	-	-	33 (1) (b) (c)
15	Defined-benefit pension fund assets (negative amount)	-	-	36 (1) (e), 41, 472 (7)
16	Direct and indirect holdings by an institution of own CET1 instruments (negative amount)	-	-1	36 (1) (f), 42, 472 (8)
17	Direct, indirect and synthetic holdings of the CET1 instruments of financial sector entities where those entities have reciprocal cross holdings with the institution designed to inflate artificially the own funds of the institution (negatvie amount)	-	-	36 (1) (g), 44, 472 (9)
18	Direct, indirect and synthetic holdings of the CET1 instruments of financial sector entities where the institution does not have a significant investment in those entities (amount above 10% threshold and net of eligible short positions) (negative amount)	-	-	36 (1) (h), 43, 45, 46, 49 (2) (3), 79, 472 (10)

19	Direct, indirect and synthetic holdings of the CET1 instruments of financial sector entities where the institution has a significant investment in those entities (amount above 10% threshold and net of eligible short positions) (negative amount)	-	-	36 (1) (i), 43, 45, 47, 48 (1) (b), 49 (1) to (3), 79, 470, 472 (11)
20	Empty set in the EU	-	-	
20a	Exposure amount of the following items which qualify for a RW of 1250%, where the institution opts for the deduction alternative	-	-	36 (1) (k)
20b	of which: qualifying holdings outside the financial sector (negative amount)	-	-	36 (1) (k) (i), 89 to 91
20c	of which: securitisation positions (negative amount)	-	-	36 (1) (k) (ii) 243 (1) (b) 244 (1) (b) 258
20d	of which: free deliveries (negative amount)	-	-	36 (1) (k) (iii), 379 (3)
21	Deferred tax assets arising from temporary difference (amount above 10 % threshold , net of related tax liability where the conditions in Article 38 (3) are met) (negative amount)	-	-	36 (1) (c), 38, 48 (1) (a), 470, 472 (5)
22	Amount exceeding the 15% threshold (negative amount)	-	-	48 (1)
23	of which: direct and indirect holdings by the institution of the CET1 instruments of financial sector entities where the institution has a significant investment in those entities	-	-	36 (1) (i), 48 (1) (b), 470, 472 (11)
24	Empty set in the EU	-	-	
25	of which: deferred tax assets arising from temporary difference	-	-	36 (1) (c), 38, 48 (1) (a), 470, 472 (5)
25a	Losses for the current financial year (negative amount)	-	-	36 (1) (a), 472 (3)
25b	Foreseeable tax charges relating to CET1 items (negative amount)	-	-	36 (1) (l)
26	Regulatory adjustments applied to Common Equity Tier 1 in respect of amounts subject to pre-CRR treatment	-	-	
26a	Regulatory adjustments relating to unrealised gains and losses pursuant to Articles 467 and 468	-	-	
26b	Amount to be deducted from or added to Common Equity Tier 1 capital with regard to additional filters and deductions required pre CRR	-	-	481
27	Qualifying AT1 deductions that exceeds the AT1 capital of the institution (negative amount)	-	-	36 (1) (j)
28	**Total regulatory adjustments to Common Equity Tier 1 (CET1)**	-28	-29	
29	**Common Equity Tier 1 (CET1) capital**	9,065	6,931	
Additional Tier 1 (AT1) capital: instruments				
30	Capital instruments and the related share premium accounts	-	-	51, 52
31	of which: classified as equity under applicable accounting standards	-	-	
32	of which: classified as liabilities under applicable accounting standards	-	-	
33	Amount of qualifying items referred to in Article 484 (4) and the related share premium accounts subject to phase out from AT1	-	-	486 (3)
	Public sector capital injections grandfathered until 1 january 2018	-	-	483 (3)
34	Qualifying Tier 1 capital included in consolidated AT1 capital (including minority interest not included in row 5) issued by subsidiaries and held by third parties	-	-	85, 86, 480
35	of which: instruments issued by subsidiaries subject to phase-out	-	-	486 (3)
36	**Additional Tier 1 (AT1) capital before regulatory adjustments**	0	0	
Additional Tier 1 (AT1) capital: regulatory adjustments				

37	Direct and indirect holdings by an institution of own AT1 instruments (negative amount)	-	-	52 (1) (b), 56 (a), 57, 475 (2)
38	Holdings of the AT1 instruments of financial sector entities where those entities have reciprocal cross holdings with the institution designed to inflate artificially the own funds of the institution (negative amount)	-	-	56 (b), 58, 475 (3)
39	Direct, indirect and synthetic holdings of the AT1 instruments of financial sector entities where the institution does not have a significant investment in those entities (amount above 10% threshold and net of eligible short positions) (negative amount)	-	-	56 (c), 59, 60, 79, 475 (4)
40	Direct, indirect and synthetic holdings of the AT1 instruments of financial sector entities where the institution has a significant investment in those entities (amount above 10% threshold and net of eligible short positions) (negative amount)	-	-	56 (d), 59, 79, 475 (4)
41	Regulatory adjustments applied to Additional Tier 1 capital in respect of amounts subject to pre-CRR treatment and transitional treatments subject to phase-out as prescribed in Regulation (EU) No 585/2013 (ie. CRR residual amounts)	-	-	
41a	Residual amounts deducted from Additional Tier 1 capital with regard to deduction from Common Equity Tier 1 capital during the transitional period pursuant to article 472 of Regulation (EU) No 575/2013	-	-	472, 473(3)(a), 472 (4), 472 (6), 472 (8) (a), 472 (9), 472 (10) (a), 472 (11) (a)
41b	Residual amounts deducted from Additional Tier 1 capital with regard to deduction from Tier 2 capital during the transitional period pursuant to article 475 of Regulation (EU) No 575/2013	-	-	477, 477 (3), 477 (4) (a)
41c	Amounts to be deducted from added to Additional Tier 1 capital with regard to additional filters and deductions required pre- CRR	-	-	467, 468, 481
42	Qualifying T2 deductions that exceed the T2 capital of the institution (negative amount)	-	-	56 (e)
43	**Total regulatory adjustments to Additional Tier 1 (AT1) capital**	0	0	
44	**Additional Tier 1 (AT1) capital**	0	0	
45	**Tier 1 capital (T1 = CET1 + AT1)**	9,065	6,931	
Tier 2 (T2) capital: instruments and provisions				
46	Capital instruments and the related share premium accounts	-	1,979	62, 63
47	Amount of qualifying items referred to in Article 484 (5) and the related share premium accounts subject to phase out from T2	-	-	486 (4)
	Public sector capital injections grandfathered until 1 january 2018	-	-	483 (4)
48	Qualifying own funds instruments included in consolidated T2 capital (including minority interest and AT1 instruments not included in rows 5 or 34) issued by subsidiaries and held by third party	-	-	87, 88, 480
49	of which: instruments issued by subsidiaries subject to phase-out	-	-	486 (4)
50	Credit risk adjustments	-	-	62 (c) & (d)
51	**Tier 2 (T2) capital before regulatory adjustment**	0	1,979	
Tier 2 (T2) capital: regulatory adjustments				

52	Direct and indirect holdings by an institution of own T2 instruments and subordinated loans (negative amount)	-	-	63 (b) (i), 66 (a), 67, 477 (2)
53	Holdings of the T2 instruments and subordinated loans of financial sector entities where those entities have reciprocal cross holdings with the institutions designed to inflate artificially the own funds of the institution (negative amount)	-	-	66 (b), 68, 477 (3)
54	Direct, indirect and synthetic holdings of the T2 instruments and subordinated loans of financial sector entities where the institution does not have a significant investment in those entities (amount above 10 % threshold and net of eligible short positions) (negative amount)	-	-	66 (c), 69, 70, 79, 477 (4)
54a	Of which new holdings not subject to transitional arrangements	-	-	
54b	Of which holdings existing befor 1 January 2013 and subject to transitional arrangements	-	-	
55	Direct, indirect and synthetic holdings of the T2 instruments and subordinated loans of financial sector entities where the institution has a significant investment in those entities (net of eligible short positions) (negative amounts)	-	-	66 (d), 69, 79, 477 (4)
56	Regulatory adjustments applied to tier 2 in respect of amounts subject to pre-CRR treatment and transitional treatments subject to phase out as prescribed in Regulation (EU) No 575/2013 (i.e. CRR residual amounts)	-	-	
56a	Residual amounts deducted from Tier 2 capital with regard to deduction from Common Equity Tier 1 capital during the transitional period pursuant to article 472 of Regulation (EU) No 575/2013	-	-	472, 472(3)(a), 472 (4), 472 (6), 472 (8), 472 (9), 472 (10) (a), 472 (11) (a)
56b	Residual amounts deducted from Tier 2 capital with regard to deduction from Additional Tier 1 capital during the transitional period pursuant to article 475 of Regulation (EU) No 575/2013	-	-	475, 475 (2) (a), 475 (3), 475 (4) (a)
56c	Amounts to be deducted from or added to Tier 2 capital with regard to additional filters and deductions required pre-CRR	-	-	467, 468, 481
57	**Total regulatory adjustments to Tier 2 (T2) capital**	0	0	
58	**Tier 2 (T2) capital**	0	1,979	
59	**Total capital (TC = T1 + T2)**	9,065	8,911	
59a	Risk weighted assets in respect of amounts subject to pre-CRR treatment and transitional treatments subject to phase out as prescribed in Regulation (EU) No 575/2013 (i.e. CRR residual amount)	49,020	49,406	
	Of which:… items not deducted from CET1 (Regulation (EU) No 575/2013 residual amounts) (items to be detailed line by line, e.g. Deferred tax assets that rely on future profitability net of related tax liability, indirect holdings of own CET1, etc)	-	-	472, 472 (5), 472 (8) (b), 472 (10) (b), 472 (11) (b)
	Of which:…items not deducted from AT1 items (Regulation (EU) No 575/2013 residual amounts) (items to be detailed line by line, e.g. Reciprocal cross holdings in T2 instruments, direct holdings of non-significant investments in the capital of other financial sector entities, etc.)	-	-	475, 475 (2) (b), 475 (2) ©, 475 (4) (b)
	Items not deducted from T2 items (Regulation (EU) No 575/2013 residual amounts) (items to be detailed line by line, e.g. Indirect holdings of own T2 instruments, indirect holdings of non-significant investments in the capital of other financial sector entities, indirect holdings of significant investments in the capital of other financial sector entities etc)	-	-	477, 477 (2) (b), 477 (2) (c), 477 (4) (b)
60	**Total risk-weighted assets**	49,020	49,406	
Capital ratios and buffers				

61	Common Equity Tier 1 (as a percentage of total risk exposure amount	18.5%	14.0%	92 (2) (a), 465
62	Tier 1 (as a percentage of total risk exposure amount	18.5%	14.0%	92 (2) (b), 465
63	Total capital (as a percentage of total risk exposure amount	18.5%	18.0%	92 (2) (c)
64	Institution specific buffer requirement (CET1 requirement in accordance with article 92 (1) (a) plus capital conservation and countercyclical buffer requirements plus a systemic risk buffer, plus systemically important institution buffer expressed as a percentage of total risk exposure amount) 1)	12.5%	12.5%	CRD 128, 129, 140
65	of which: capital conservation buffer requirement	2.5%	2.5%	
66	of which: countercyclical buffer requirement	0.8%	0.8%	
67	of which: systemic risk buffer requirement	0.0%	0.0%	
67a	of which: Global Systemically Important Institution (G-SII) or Other Systemically Important Institution (O-SII) buffer	not yet implemented	not yet implemented	CRD 131
68	Common Equity Tier 1 available to meet buffers (as a percentage of risk exposure amount) 2)	6.0%	1.5%	CRD 128
69	[non-relevant in EU regulation]	N/A	N/A	
70	[non-relevant in EU regulation]	N/A	N/A	
71	[non-relevant in EU regulation]	N/A	N/A	

Amounts below the thresholds for deduction (before risk-weighting)				
72	Direct and indirect holdings of the capital of financial sector entities where the institution does not have a significant investment in those entities (amount below 10% threshold and net of eligible short positions	-	-	36 (1) (h), 45, 46, 472 (10) 56 (c), 59, 60, 475 (4), 66 (c), 69, 70, 477 (4)
73	Direct and indirect holdings of the CET1 instruments of financial sector entities where the institution has a significant investment in those entities (amount below 10% threshold and net of eligible short positions	-	-	36 (1) (i), 45, 48, 470, 472 (11)
74	Empty set in the EU	N/A	N/A	
75	Deferred tax assets arising from temporary difference (amount below 10 % threshold , net of related tax liability where the conditions in Article 38 (3) are met)	-	-	36 (1) (c), 38, 48, 470, 472 (5)
Applicable caps on the inclusion of provisions in Tier 2				
76	Credit risk adjustments included in T2 in respect of exposures subject to standardised approach (prior to the application of the cap)	-	-	62
77	Cap on inclusion of credit risk adjustments in T2 under standardised approach	-	-	62
78	Credit risk adjustments included in T2 in respect of exposures subject to internal rating-based approach (prior to the application of the cap)	-	-	62
79	Cap for inclusion of credit risk adjustments in T2 under internal ratings-based approach	-	-	62
Capital instruments subject to phase-out arrangements (only applicable between 1 Jan 2014 and 1 Jan 2022)				
80	- Current cap on CET1 instruments subject to phase-out arrangements	33	-	484 (3), 486 (2) & (5)
81	- Amount excluded from CET1 due to cap (excess over cap after redemptions and maturities)	N/A	N/A	484 (3), 486 (2) & (5)
82	- Current cap on AT1 instruments subject to phase-out arrangements	-	-	484 (4), 486 (3) & (5)
83	- Amount excluded from AT1 due to cap (excess over cap after redemptions and maturities)	-	-	484 (4), 486 (3) & (5)
84	- Current cap on T2 instruments subject to phase-out arrangements	-	-	484 (5), 486 (4) & (5)
85	- Amount excluded from T2 due to cap (excess over cap after redemptions and maturities)	-	-	484 (5), 486 (4) & (5)
(1) 'N/A' inserted if the question is not applicable				

1) CET1 capital requirement including buffer requirements

2) CET1 capital ratio as reported, less minimum requirement of 4.5% (excluding buffer requirements) and less any CET1 items used to meet the Tier 1 and total capital requirements.

ANNEX 2

Subordinated debt

Common	Capital instruments' main features template (1)	Tier 2 (DKK)
1	Issuer	Danish Ship Finance Holding A/S
2	Unique identifier (eg CUSIP, ISIN or Bloomberg identifier for private placeme	N/A
3	Governing law(s) of the instrument	Danish
	Regulatory treatment	
4	Transitional CRR rules	Tier 2
5	Post-transitional CRR rules	Tier 2
6	Eligible at solo/(sub-)consolidated/solo & (sub-)consolidated	Solo & Consolidated
7	Instrument type (types to be specified by each jurisdiction)	Subordinated Floating Rate Convertible Tier 2
8	Amount recognised in regulatory capital (currency in million, as of most recent reporting date)	2,000.00
9	Nominal amount of instrument	2,000,000,000.00
9a	Issue price	100.00
9b	Redemption price	100.00
10	Accounting classification	Liability - amortised cost
11	Original date of issuance	15. november 2016
12	Perpeptual or dated	Dated
13	Original maturity date	15. maj 2037
14	Issuer call subject to prior supervisory approval	No
15	Optional call date, contingent call dates, and redemption amount	15. maj 2022
16	Subsequent call dates, if applicable	Any interest payment date after Call date up to maturity date
	Coupons / dividends	
17	Fixed or floating dividend/coupon	Floating (Floored at 0 pct)
18	Coupon rate and any related index	CIBOR3M + 850 bps (spread)
19	Existence of a dividend stopper	Yes
20a	Fully discretionary, partially discretionary or mandatory (in terms of timing	No
20b	Fully discretionary, partially discretionary or mandatory (in terms of amount)	Mandatory
21	Existence of step up or other incentive to redeem	Yes
22	Noncumulative or cumulative	Cumulative
23	Convertible or non-convertible	Convertible
24	If convertible, conversion trigger (s)	Common equity Tier-1 lower than 7%
25	If convertible, fully or partially	Fully
26	If convertible, conversion rate	"Par value" of the ordinary share
27	If convertible, mandatory or optional conversion	Both
28	If convertible, specifiy instrument type convertible into	Ordinary shares
29	If convertible, specifiy issuer of instrument it converts into	Danish Ship Finance Holding A/S
30	Write-down features	No
31	If write-down, write-down trigger (s)	N/A
32	If write-down, full or partial	N/A
33	If write-down, permanent or temporary	N/A
34	If temporary write-down, description of write-up mechanism	N/A
35	Position in subordination hierachy in liquidation (specify instrument type immediately senior to instrument)	Senior debt
36	Non-compliant transitioned features	No
37	If yes, specifiy non-compliant features	N/A

ANNEX 3

Capital requirements

Capital adequacy	Danish Ship Finance A/S		Group	
	2019	2018	2019	2018
DKKm				
CET1 capital	9 065	8 972	6 931	6 173
Tier 1 capital	9 065	8 972	6 931	6 173
Total capital	9 065	8 972	8 911	8 141
Risk Exposure Amount	49 020	47 233	49 406	47 751
Capital requirements	6 136	5 291	6 180	5 354
Surplus of capital	2 929	3 681	2 731	2 787
CET1 capital ratio, %	18.5	19.0	14.0	12.9
Tier 1 capital ratio, %	18.5	19.0	14.0	12.9
Total capital ratio, %	18.5	19.0	18.0	17.0
Capital requirement Basel 1 floor	3 922	3 779	3 952	3 820
Total capital adjusted according to rules for Basel 1 floor	4 497	4 258	4 527	4 309
Surplus of capital according to Basel 1 floor	4 568	4 714	4 383	3 832

ANNEX 4
Capital requirements

Amount of specific countercyclical capital buffer in Danish Ship Finance as of 31 December 2018

DKKm	2019
Institution-specific countercyclical buffer rate	0.84%
Total REA	49 020
Institution-specific countercyclical buffer	414

Geographical distribution of credit risk exposure for the calculation of the countercyclical capital buffer for Danish Ship Finance as of 31 December 2019

%	Share of relevant exposures	Country
Belgien	1.83%	0.00%
Schweitz	1.11%	0.00%
Tyskland	11.23%	0.00%
Danmark	37.51%	1.00%
Spanien	0.02%	0.00%
Finland	0.92%	0.00%
Frankrig	1.18%	0.25%
Storbritannien	8.94%	1.00%
Grækenland	11.45%	0.00%
Hong Kong	1.59%	2.00%
Island	0.09%	1.75%
Italien	1.24%	0.00%
Luxemborg	1.25%	0.00%
Monaco	0.94%	0.00%
Holland	1.13%	0.00%
Norge	13.45%	2.50%
Sverige	0.28%	2.50%
Singapore	2.35%	0.00%
USA	3.50%	0.00%
Institution-specific buffer rate	100%	0.84%

ANNEX 5

Capital requirements

Capital requirements	Danish Ship Finance A/S	Group
DKKm	2019	2019
Capital requirement for credit risks, standardised approach	3 450	3 481
Capital requirement for credit risks, IRB	-	-
Capital requirement for credit risk, default fund contribution	-	-
Capital requirement for settlement risks	-	-
Capital requirement for market risks	337	337
Trading book	337	337
of which VaR and SVaR	-	-
of which risks outside VaR and SVaR	-	-
FX risk other operations	-	-
Capital requirement for credit value adjustment	50	50
Capital requirement for operational risks	84	84
Capital requirement	3 922	3 952
Risk exposure amount credit risks	43 122	43 508
Risk exposure amount settlement risks	-	-
Risk exposure amount market risks	4 211	4 211
Risk exposure amount credit value adjustment	631	631
Risk exposure amount operational risks	1 056	1 056
Risk exposure amount	49 020	49 406

ANNEX 6

Capital requirements

Risk Exposure Amount and Own funds requirement, 31 December 2019				
	Danish Ship Finance A/S		Group	
DKKm	Risk exposure amount	Own funds requirement	Risk exposure amount	Own funds requirement
Credit risks, STD	**43,122**	**3,450**	**43,508**	**3,481**
Central government or central bank exposures	123	10	209	17
Regional governments or local authorities exposures	-	-	-	-
Public sector entities exposures	-	-	-	-
Multilateral development banks exposures	-	-	-	-
International organisation exposures	-	-	-	-
Institutional exposures	687	55	732	59
Corporate exposures	38,575	3,086	38,830	3,106
Retail exposures	-	-	-	-
Exposures secured by mortgages on immovable property	-	-	-	-
Exposures in default	2,753	220	2,753	220
Exposures associated with particularly high risk	-	-	-	-
Exposures in the form of covered bonds	634	51	634	51
Items representing securitisation positions	-	-	-	-
Exposures to institutions and corporates with a short-term credit assessment	-	-	-	-
Exposures in the form of units or shares in collective investment undertakings	-	-	-	-
Equity exposures	-	-	-	-
Other items	349	28	349	28
Credit risks, IRB	**0**	**0**	**0**	**0**
Institutional exposures	-	-	-	-
Corporate exposures	-	-	-	-
of which specialised lending	-	-	-	-
Securitisation	-	-	-	-
Exposures without counterparties	-	-	-	-
Credit risks, Default fund contribution	-	-	-	-
Settlement risks	**0**	**0**	**0**	**0**
Market risks	**4,211**	**337**	**4,211**	**337**
Trading book	4,211	337	4,211	337
of which VaR and SVaR	-	-	-	-
of which risks outside VaR and SVaR	-	-	-	-
FX risk other operations	-	-	-	-
Credit value adjustment	**631**	**50**	**631**	**50**
Operational risks	**1,056**	**84**	**1,056**	**84**
of which Basic indicator approach	1,056	84	1,056	84
of which Standardised approach	-	-	-	-
Total	**49,020**	**3,922**	**49,406**	**3,952**

ANNEX 7

Liquidity risk

Encumbered and unencumbered assets

	Carrying amount of encumbered assets		Fair value of encumbered assets		Carrying amount of unencumbered assets		Fair value of unencumbered assets	
		of which notionally elligible EHQLA and HQLA		of which notionally elligible EHQLA and HQLA		of which EHQLA and HQLA		of which EHQLA and HQLA
Assets of the reporting institution	57,604				9,222			
Equity instruments	300				3			
Debt securities	17,189		17,189		7,838		7,838	
of which: covered bonds	14,039		14,039		5,574		5,574	
of which: asset-backed securities								
of which: issued by general governments	3,150		3,150		2,263		2,263	
of which: issued by financial corporations								
of which: issued by non-financial corporations								
Other assets	40,115				1,381			
of which: …								

Collateral recieved

	Fair value of encumbered collateral received or own debt securities issued		Unencumbered Fair value of collateral received or own debt securities issued available for encumbrance	
		of which notionally elligible EHQLA and HQLA		of which EHQLA and HQLA
Collateral received by the reporting institution	0		1,091	
Loans on demand			256	
Equity instruments				
Debt securities			835	
of which: covered bonds			835	
of which: asset-backed securities				
of which: issued by general governments				
of which: issued by financial corporations				
of which: issued by non-financial corporations				
Loans and advances other than loans on demand				
Other collateral received				
of which: …				
Own debt securities issued other than own covered bonds or asset-backed securities				
Own covered bonds and asset-backed securities issued and not yet pledged				
TOTAL ASSETS, COLLATERAL RECEIVED AND OWN DEBT SECURITIES ISSUED	57,604			

Source of encumbrance

	Matching liabilities, contingent liabilities or securities lent	Assets, collateral received and own debt securities issued other than covered bonds
Carrying amount of selected financial liabilities	47,219	56,375
of which: …		

ANNEX 8

Remuneration

Remuneration

DKK'000	Customer area	Finance- and investment area	Other activities	
Total variable remuneration for the 2019 financial year by business area	5388	3601	4436	

	Board of Directors	Executive Board	Control functions	Other material risk takers
Total amount for the 2019 financial year distributed on fixed and variable remuneration				
- Number of full-time employees	11	3	5	7
- Number of employees designated as material risk takers at 31 December 2019	11	3	0	7
- Fixed remuneration	2750	14273	4823	11362
- Variable remuneration	-	5133	296	1529
Distribution of variable remuneration in 2019				
- Cash	-	-	163	363
- Shares	-	-	-	-
- Share-based instrument	-	5133	133	1166
- Other	-	-	-	-
Variable remuneration earned in 2019 by disbursement form				
- Paid out	-	-	163	363
- Deferred	-	5133	133	1166
Sign-on fees and severance payments in 2019				
- Sign-on fees paid	-	-	-	-
- No. of recipients	-	-	-	-
- Severance payments	-	-	-	-
- No. of recipients	-	-	-	-
Amount provided for severance payment in 2019				
- Total amount	-	-	-	-
- Largest provision for severance payment	-	-	-	-
- No. of recipients	-	-	-	-
Outstanding deferred remuneration				
- Outstanding deferred remuneration regarding previous years	-	7984	793	5497
- Payment in 2019 of deferred remuneration from previous years	-	271	-	-
- Forfeited deferred remunerration in 2019	-	-	-	-
- Reduced	-	-	-	-
- Earned deferred remuneration in 2019	-	5133	133	1166
- Deferred remuneration at 31 Dec. 2019	-	12846	926	6663

No individual received a salary in excess of EUR 1 million in the financial year.

ANNEX 9

Capital requirements

2.9 Leverage ratio	2019	2018
Tier 1 capital, DKKm	9 065	8 972
Total exposure, DKK m	49 020	47 233
Leverage ratio, %	12.26	12.79

Referece date	31. december 2019
Entity name	Danmarks Skibskredit A/S
Level of application	

Summary reconciliation of accounting assets and leverage ratio exposures

		Applicable Amounts
1	Total assets as per published financial statements	66 826
2	Adjustment for entities which are consolidated for accounting purposes but are outside the scope of regulatory consolidation	-
3	(Adjustment for fiduciary assets recognised on the balance sheet pursuant to the applicable accounting framework but excluded from the leverage ratio exposure measure in accordance with Article 429(13) of Regulation (EU) No 575/2013 "CRR")	-
4	Adjustments for derivative financial instruments	1 511
5	Adjustments for securities financing transactions "SFTs"	-
6	Adjustment for off-balance sheet items (ie conversion to credit equivalent amounts of off-balance sheet exposures)	5 627
EU-6a	(Adjustment for intragroup exposures excluded from the leverage ratio exposure measure in accordance with Article 429 (7) of Regulation (EU) No 575/2013)	-
EU-6b	(Adjustment for exposures excluded from the leverage ratio exposure measure in accordance with Article 429 (14) of Regulation (EU) No 575/2013)	-
7	Other adjustments	-
8	**Total leverage ratio exposure**	12.26

Leverage ratio common disclosure

		CRR leverage ratio exposures
On-balance sheet exposures (excluding derivatives and SFTs)		
1	On-balance sheet items (excluding derivatives, SFTs and fiduciary assets, but including collateral)	65,315
2	(Asset amounts deducted in determining Tier 1 capital)	-
3	**Total on-balance sheet exposures (excluding derivatives, SFTs and fiduciary assets) (sum of lines 1 and 2)**	65,315
Derivative exposures		
4	Replacement cost associated with *all* derivatives transactions (ie net of eligible cash variation margin)	-
5	Add-on amounts for PFE associated with *all* derivatives transactions (mark-to-market method)	1,511
EU-5a	Exposure determined under Original Exposure Method	-

6	Gross-up for derivatives collateral provided where deducted from the balance sheet assets pursuant to the applicable accounting framework	-
7	(Deductions of receivables assets for cash variation margin provided in derivatives transactions)	-
8	(Exempted CCP leg of client-cleared trade exposures)	-
9	Adjusted effective notional amount of written credit derivatives	-
10	(Adjusted effective notional offsets and add-on deductions for written credit derivatives)	-
11	**Total derivative exposures (sum of lines 4 to 10)**	1,511
Securities financing transaction exposures		
12	Gross SFT assets (with no recognition of netting), after adjusting for sales accounting transactions	-
13	(Netted amounts of cash payables and cash receivables of gross SFT assets)	-
14	Counterparty credit risk exposure for SFT assets	-
EU-14a	Derogation for SFTs: Counterparty credit risk exposure in accordance with Article 429b (4) and 222 of Regulation (EU) No 575/2013	-
15	Agent transaction exposures	-
EU-15a	(Exempted CCP leg of client-cleared SFT exposure)	-
16	**Total securities financing transaction exposures (sum of lines 12 to 15a)**	
Other off-balance sheet exposures		
17	Off-balance sheet exposures at gross notional amount	5,627
18	(Adjustments for conversion to credit equivalent amounts)	-
19	**Other off-balance sheet exposures (sum of lines 17 to 18)**	5,627
Exempted exposures in accordance with Article 429(7) and (14) of Regulation (EU) No 575/2013 (on and off balance sheet)		
EU-19a	(Intragroup exposures (solo basis) exempted in accordance with Article 429(7) of Regulation (EU) No 575/2013 (on and off balance sheet))	-
EU-19b	(Exposures exempted in accordance with Article 429 (14) of Regulation (EU) No 575/2013 (on and off balance sheet))	-
Capital and total exposures		
20	**Tier 1 capital**	9,065
21	**Total leverage ratio exposures (sum of lines 3, 11, 16, 19, EU-19a and EU-19b)**	70,942
Leverage ratio		
22	**Leverage ratio**	12.26
Choice on transitional arrangements and amount of derecognised fiduciary		
EU-23	Choice on transitional arrangements for the definition of the capital measure	-
EU-24	Amount of derecognised fiduciary items in accordance with Article 429(11) of Regulation (EU) NO 575/2013	-

Table LRSpl: Split-up of on balance sheet exposures (excluding derivatives, SFTs and exempted exposures)		
		CRR leverage ratio exposures
EU-1	Total on-balance sheet exposures (excluding derivatives, SFTs, and exempted exposures), of which:	65,315
EU-2	Trading book exposures	14,346
EU-3	Banking book exposures, of which:	50,968
EU-4	Covered bonds	5,936
EU-5	Exposures treated as sovereigns	52
EU-6	Exposures to regional governments, MDB, international organisations and PSE NOT treated as sovereigns	-
EU-7	Institutions	2,174
EU-8	Secured by mortgages of immovable properties	-
EU-9	Retail exposures	-
EU-10	Corporate	40,006
EU-11	Exposures in default	2,451
EU-12	Other exposures (eg equity, securitisations, and other non-credit obligation assets)	349

2.9 Leverage ratio Group	2019	2018
Tier 1 capital, DKKm	6 931	6 173
Total exposure, DKK m	49 406	47 751
Leverage ratio, %	9.31	8.98

Referece date	31. december 2019
Entity name	Danmarks Skibskredit - Group
Level of application	

Summary reconciliation of accounting assets and leverage ratio exposures		
		Applicable Amounts
1	Total assets as per published financial statements	67,115
2	Adjustment for entities which are consolidated for accounting purposes but are outside the scope of regulatory consolidation	-
3	(Adjustment for fiduciary assets recognised on the balance sheet pursuant to the applicable accounting framework but excluded from the leverage ratio exposure measure in accordance with Article 429(13) of Regulation (EU) No 575/2013 "CRR")	-
4	Adjustments for derivative financial instruments	1,511
5	Adjustments for securities financing transactions "SFTs"	-
6	Adjustment for off-balance sheet items (ie conversion to credit equivalent amounts of off-balance sheet exposures)	5,627
EU-6a	(Adjustment for intragroup exposures excluded from the leverage ratio exposure measure in accordance with Article 429 (7) of Regulation (EU) No 575/2013)	-
EU-6b	(Adjustment for exposures excluded from the leverage ratio exposure measure in accordance with Article 429 (14) of Regulation (EU) No 575/2013)	-
7	Other adjustments	-
8	**Total leverage ratio exposure**	9.3

Leverage ratio common disclosure

		CRR leverage ratio exposures
On-balance sheet exposures (excluding derivatives and SFTs)		
1	On-balance sheet items (excluding derivatives, SFTs and fiduciary assets, but including collateral)	65,604
2	(Asset amounts deducted in determining Tier 1 capital)	-
3	**Total on-balance sheet exposures (excluding derivatives, SFTs and fiduciary assets) (sum of lines 1 and 2)**	65,604
Derivative exposures		
4	Replacement cost associated with *all* derivatives transactions (ie net of eligible cash variation margin)	-
5	Add-on amounts for PFE associated with *all* derivatives transactions (mark-to-market method)	1,511
EU-5a	Exposure determined under Original Exposure Method	-
6	Gross-up for derivatives collateral provided where deducted from the balance sheet assets pursuant to the applicable accounting framework	-
7	(Deductions of receivables assets for cash variation margin provided in derivatives transactions)	-
8	(Exempted CCP leg of client-cleared trade exposures)	-
9	Adjusted effective notional amount of written credit derivatives	-
10	(Adjusted effective notional offsets and add-on deductions for written credit derivatives)	-
11	**Total derivative exposures (sum of lines 4 to 10)**	1,511
Securities financing transaction exposures		
12	Gross SFT assets (with no recognition of netting), after adjusting for sales accounting transactions	-
13	(Netted amounts of cash payables and cash receivables of gross SFT assets)	-
14	Counterparty credit risk exposure for SFT assets	-
EU-14a	Derogation for SFTs: Counterparty credit risk exposure in accordance with Article 429b (4) and 222 of Regulation (EU) No 575/2013	-
15	Agent transaction exposures	-
EU-15a	(Exempted CCP leg of client-cleared SFT exposure)	-
16	**Total securities financing transaction exposures (sum of lines 12 to 15a)**	0
Other off-balance sheet exposures		
17	Off-balance sheet exposures at gross notional amount	5,627
18	(Adjustments for conversion to credit equivalent amounts)	-
19	**Other off-balance sheet exposures (sum of lines 17 to 18)**	5,627
Exempted exposures in accordance with Article 429(7) and (14) of Regulation (EU) No 575/2013 (on and off balance sheet)		
EU-19a	(Intragroup exposures (solo basis) exempted in accordance with Article 429(7) of Regulation (EU) No 575/2013 (on and off balance sheet))	-

EU-19b	(Exposures exempted in accordance with Article 429 (14) of Regulation (EU) No 575/2013 (on and off balance sheet))	-
Capital and total exposures		
20	**Tier 1 capital**	6,931
21	**Total leverage ratio exposures (sum of lines 3, 11, 16, 19, EU-19a and EU-19b)**	71,231
Leverage ratio		
22	**Leverage ratio**	9.3
Choice on transitional arrangements and amount of derecognised fiduciary		
EU-23	Choice on transitional arrangements for the definition of the capital measure	
EU-24	Amount of derecognised fiduciary items in accordance with Article 429(11) of Regulation (EU) NO 575/2013	

Table LRSpl: Split-up of on balance sheet exposures (excluding derivatives, SFTs and exempted exposures)

		CRR leverage ratio exposures
EU-1	Total on-balance sheet exposures (excluding derivatives, SFTs, and exempted exposures), of which:	65,604
EU-2	Trading book exposures	14,248
EU-3	Banking book exposures, of which:	51,356
EU-4	Covered bonds	5,936
EU-5	Exposures treated as sovereigns	94
EU-6	Exposures to regional governments, MDB, international organisations and PSE NOT treated as sovereigns	-
EU-7	Institutions	2,264
EU-8	Secured by mortgages of immovable properties	-
EU-9	Retail exposures	-
EU-10	Corporate	40,262
EU-11	Exposures in default	2,451
EU-12	Other exposures (eg equity, securitisations, and other non-credit obligation assets)	349

Annex 10

Countercyclical buffer

Geographical distribution of credit exposure relevant for the calculation of the countercyclical buffer

Country	General credit exposure		Trading book exposure		Securitisation exposure		Own funds requirements				Own funds requirement weights, %	Countercyclical capital buffer rate
	Exposure value for SA	Exposure value for IRB	Sum of long and short position of trading book	Securitisation exposure	Exposure value for SA	Exposure value for IRB	Of which: General credit exposures	Of which: Trading book exposures	Of which: Securitisation exposures	Total		
	010	020	030	040	050	060	070	080	090	100	110	120
Belgium	800	-	-	-	-	-	64	-	-	64	1.8%	-
Switzerland	488	-	-	-	-	-	39	-	-	39	1.1%	-
Germany	4,921	-	-	-	-	-	394	-	-	394	11.2%	-
Denmark	15,142	-	1,300	-	-	-	1,211	104	-	1,315	37.5%	0.0100
Spain	-	-	8	-	-	-	-	1	-	1	0.0%	-
Finland	321	-	83	-	-	-	26	7	-	32	0.9%	-
France	519	-	-	-	-	-	42	-	-	42	1.2%	0.0025
United Kingdoms	3,920	-	-	-	-	-	314	-	-	314	8.9%	0.0100
Greece	5,018	-	-	-	-	-	401	-	-	401	11.4%	-
Hong Kong	696	-	-	-	-	-	56	-	-	56	1.6%	0.0200
Iceland	39	-	-	-	-	-	3	-	-	3	0.1%	0.0175
Italy	545	-	-	-	-	-	44	-	-	44	1.2%	-
Luxemborg	464	-	86	-	-	-	37	7	-	44	1.3%	-
Monaco	412	-	-	-	-	-	33	-	-	33	0.9%	-
Netherlands	495	-	-	-	-	-	40	-	-	40	1.1%	-
Norway	5,848	-	48	-	-	-	468	4	-	472	13.4%	0.0250
Sweden	123	-	-	-	-	-	10	-	-	10	0.3%	0.0250
Singapore	1,029	-	-	-	-	-	82	-	-	82	2.3%	-
USA	1,533	-	-	-	-	-	123	-	-	123	3.5%	-
Total	42,312	-	1,524	-	-	-	3,385	122	-	3,507	100%	

ANNEX 11

DSF IFRS 9 Stage Migration Matrix													
Development in credit risk since initial recognition													
Current DSF Rating		1	2	3	4	5	6	7	8	9	10	11	12
Initial DSF Rating	**FSA Rating**	3	3	2A	2A	2A	2A	2B	2B	2C	2C	1	1
1	3	1	1	1	1	2	2	2	2	2	2	3	3
2	3	1	1	1	1	2	2	2	2	2	2	3	3
3	2A	1	1	1	1	1	1	2	2	2	2	3	3
4	2A	1	1	1	1	1	1	2	2	2	2	3	3
5	2A	1	1	1	1	1	1	2	2	2	2	3	3
6	2A	1	1	1	1	1	1	2	2	2	2	3	3
7	2B	1	1	1	1	1	1	1	1	2	2	3	3
8	2B	1	1	1	1	1	1	1	1	2	2	3	3
9	2C	1	1	1	1	1	1	1	1	2	2	3	3
10	2C	1	1	1	1	1	1	1	1	2	2	3	3
11	1	1	1	1	1	1	1	1	1	2	2	3	3
12	1	1	1	1	1	1	1	1	1	2	2	3	3
Note 1	DSF Rating = Internal Rating applied by Danish Ship Finance. FSA Rating = Credit risk rating applied by the Danish FSA.												
Note 2	Stage 1 (Internal Rating 1-4 with low credit risk and limited increase in credit risk since initial recognition) Stage 2 (Significant increase in credit risk and/or significant signs of weakness) Stage 3 (Credit-impaired)												
Note 3	Migration between stages. Downgrades to be read in the white boxes from left to right. Upgrades to be read in the grey boxes from right to left. Examples: Downgrade of Internal Rating from 7 to 8 = Stage 1 (FSA Rating 2B). Downgrade of Internal Rating from 6 to 7 = significant increase in credit risk = move from Stage 1 to Stage 2 (change of FSA Rating 2A to 2B). Upgrade of Internal Rating from 8 to 6 = reduced credit risk, remain in Stage 1 (FSA Rating from 2B to 2A). Upgrade of Internal Rating from 10 to 8 = reduced credit risk, remain in Stage 1 (FSA Rating from 2C to 2B). FSA Rating 2C = Stage 2.												

The internal rating determined by the Group is mapped to the credit risk rating determined by the Danish FSA and external ratings determined by the external credit rating agencies (Moody's and Standard & Poor's)

ANNEX 12

LCR disclosure template, on quantitative information of LCR

		Total unweighted value	Total weighted value
Group/Solo			
DKK million			
Quarter ending on 31. December 2019			
Number of data points used in the calculation of averages			
HIGH-QUALITY LIQUID ASSETS			
1	Total high-quality liquid assets (HQLA)		13,974
CASH-OUTFLOWS			
2	Retail deposits and deposits from small business customers, of which:	-	-
3	*Stable deposits*	-	-
4	*Less stable deposits*	-	-
5	Unsecured wholesale funding	1,334	1,334
6	*Operational deposits (all counterparties) and deposits in networks of cooperative banks*	-	-
7	*Non-operational deposits (all counterparties)*	-	-
8	*Unsecured debt*	1,334	1,334
9	Secured wholesale funding		103
10	Additional requirements	1,305	948
11	*Outflows related to derivative exposures and other collateral requirements*	1,305	904
12	*Outflows related to loss of funding on debt products*	-	-
13	*Credit and liquidity facilities*	442	44
14	Other contractual funding obligations	945	0
15	Other contingent funding obligations	1,353	1,353
16	**TOTAL CASH OUTFLOWS**		3,739
CASH-INFLOWS			
17	Secured lending (eg reverse repos)	631	44
18	Inflows from fully performing exposures	1,150	848
19	Other cash inflows	1,766	918
EU-19a	(Difference between total weighted inflows and total weighted outflows arising from transactions in third countries where there are transfer restrictions or which are denominated in non-convertible currencies)		-
EU-19b	(Excess inflows from a related specialised credit institution)		-
20	**TOTAL CASH INFLOWS**	-	1,810
EU-20a	***Fully exempt inflows***	-	-
EU-20b	***Inflows Subject to 90% Cap***	-	-
EU-20c	***Inflows Subject to 75% Cap***	3,547	1,810
21	***Liquidity buffer***		13,974
22	***Total net cash outflows***		1,929
23	***Liquidity Coverage ratio (%)***		724%