

17 August 2011

Stock Exchange Announcement No. 8, 2011

## Satisfactory pre-tax profits of DKK 191 million after respectable net customer influx, lending growth and decline in impairment losses. The leasing business is the key to solving future liquidity challenges and to strengthening core capital.

- Net interest income of DKK 796 million and DKK 252 million in net income from fees, charges and commissions – in line with H1 2010.
- DKK 98 million in market-value adjustments versus DKK 160 million in H1 2010.
- Costs and expenses down 3% (excl. operational car leasing).
- Impairment of loans and advances, etc. down 17% to DKK 191 million – equal to an impairment ratio of 0.83% p.a.
- Net costs in connection with Amagerbanken, Fjordbank Mors, etc.: DKK 36 million.
- DKK 191 million in pre-tax profits compared with DKK 50 million in H1 2010 – 8.7% p.a. return on equity.
- Bond issues of DKK 1.7 billion in Q2 – liquidity surplus of DKK 3.3 billion.
- Respectable customer inflow – 4,400 new customers (net) in H1.
- 5% growth in bank lending since end-2010 – primarily driven by public customers.
- Core earnings before impairment are still expected to hover at the DKK 850-1,050 million level for the full year. The projected impairment ratio for the year has been lowered to a level of 0.75 - 1% compared to the previous 1%.
- Divestment of the leasing business will solve future liquidity challenges and strengthen the core capital. The process is underway.

DKK m	H1 2011	H1 2010	Change in pct.	Q2 2011	Q1 2011	Change in pct.	Q2 2010	Change in pct.
Core income	1,277	1,305	-2	632	645	-2	663	-5
Costs and expenses	861	853	1	444	417	6	417	6
Impairment of loans and advances, etc.	191	230	-17	97	94	3	107	-9
Core earnings	225	223	1	92	133	-31	138	-33
Contributions to sector-wide solutions	36	163	-78	35	1	-	81	-57
Profit/loss before tax	191	50	-	52	139	-63	39	33

Lasse Nyby, Chief Executive Officer, has the following comments on the financial statements:

- We are experiencing very sound development in the areas we can impact ourselves, and, everything considered, we are quite satisfied. We are attracting many new customers, we are once more showing that we have a good grasp on costs and expenses, and our impairment losses are declining. Clearly, the recent months' turbulence on the Danish banking market engenders both expenses and challenges – but as our completed bond issues and our decision to divest our leasing activities show, these are challenges with which we can cope.

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# Interim Report for H1 2011 for Spar Nord Bank A/S

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# PERFORMANCE INDICATORS AND FINANCIAL RATIOS -

Spar Nord Bank - H1 2011

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## THE GROUP CORE EARNINGS - QUARTERLY

DKK m	H1 2011	H1 2010	Change in %	Q2 2011	Q1 2011	Q4 2010	Q3 2010	Q2 2010	Full year 2010
<b>RESULTATOPGØRELSE</b>									
Net interest income	796.4	803.7	-0.9	400.3	396.1	402.0	402.2	411.2	1,607.9
Net income from fees, charges and commissions	252.4	249.6	1.1	118.8	133.6	134.3	121.7	121.6	505.6
Market-value adjustments and dividends	97.7	159.9	-38.9	43.9	53.8	30.1	78.3	77.5	268.3
Other operating income	104.4	65.3	59.9	54.8	49.6	36.8	30.4	36.0	132.5
Profit/loss on equity investments in associates and group enterprises	25.9	26.6	-2.6	14.5	11.4	16.0	18.4	16.6	61.0
<b>Core income</b>	<b>1,276.8</b>	<b>1,305.1</b>	<b>-2.2</b>	<b>632.3</b>	<b>644.5</b>	<b>619.2</b>	<b>651.0</b>	<b>662.9</b>	<b>2,575.3</b>
Salaries	493.8	505.1	-2.2	258.8	235.0	241.9	201.2	248.5	948.2
Operating expenses	276.8	291.5	-5.0	136.0	140.8	153.8	123.6	139.9	568.9
Depreciation and impairment, operating lease assets *)	55.3	26.3	110.3	29.9	25.4	18.5	14.7	14.3	59.5
Depreciation and impairment, other assets	35.2	29.9	17.7	19.0	16.2	17.8	18.0	14.7	65.7
<b>Expenses</b>	<b>861.1</b>	<b>852.8</b>	<b>1.0</b>	<b>443.7</b>	<b>417.4</b>	<b>432.0</b>	<b>357.5</b>	<b>417.4</b>	<b>1,642.3</b>
<b>Core earnings before impairment</b>	<b>415.7</b>	<b>452.3</b>	<b>-8.1</b>	<b>188.6</b>	<b>227.1</b>	<b>187.2</b>	<b>293.5</b>	<b>245.5</b>	<b>933.0</b>
Impairment of loans, advances and receivables, etc.	191.2	229.8	-16.8	96.9	94.3	122.7	101.1	107.2	453.6
<b>Core earnings</b>	<b>224.5</b>	<b>222.5</b>	<b>0.9</b>	<b>91.7</b>	<b>132.8</b>	<b>64.5</b>	<b>192.4</b>	<b>138.3</b>	<b>479.4</b>
Earnings from investment portfolios **)	2.5	-9.4	-126.6	-4.5	7.0	-3.4	-9.4	-18.0	-22.2
<b>Profit/loss on ordinary operations</b>	<b>227.0</b>	<b>213.1</b>	<b>6.5</b>	<b>87.2</b>	<b>139.8</b>	<b>61.1</b>	<b>183.0</b>	<b>120.3</b>	<b>457.2</b>
Contributions to sector-wide solutions **)	-36.4	-163.2	-77.7	-35.1	-1.3	-79.5	-81.5	-81.3	-324.2
<b>Profit/loss before tax</b>	<b>190.6</b>	<b>49.9</b>	<b>-</b>	<b>52.1</b>	<b>138.5</b>	<b>-18.4</b>	<b>101.5</b>	<b>39.0</b>	<b>133.0</b>
Tax	19.5	8.4	-	-11.1	30.6	-3.3	22.9	7.0	28.0
<b>Profit/loss</b>	<b>171.1</b>	<b>41.5</b>	<b>-</b>	<b>63.2</b>	<b>107.9</b>	<b>-15.1</b>	<b>78.6</b>	<b>32.0</b>	<b>105.0</b>
<b>BALANCE SHEET</b>									
Total assets	71,933	67,910	5.9	71,933	67,665	67,436	70,657	67,910	67,436
Loans and advances	41,023	39,627	3.5	41,023	39,931	39,952	39,293	39,627	39,952
- bank loans and advances	40,442	38,820	4.2	40,442	38,456	38,435	39,020	38,820	38,435
- reverse transactions	581	807	-28.0	581	1,475	1,517	273	807	1,517
Deposits	36,275	37,829	-4.1	36,275	36,725	36,882	36,457	37,829	36,882
- bank deposits	30,084	33,155	-9.3	30,084	30,562	30,391	31,451	33,155	30,391
- repo transactions	100	0	-	100	251	813	0	0	813
- deposits in pooled schemes	6,091	4,674	30.3	6,091	5,912	5,678	5,006	4,674	5,678
Subordinated debt	2,464	2,752	-10.5	2,464	2,445	2,477	2,750	2,752	2,477
Shareholders' equity	4,524	4,306	5.1	4,524	4,470	4,374	4,383	4,306	4,374
Contingent liabilities	3,854	6,568	-41.3	3,854	3,825	5,137	7,516	6,568	5,137
Risk-weighted items	43,334	43,384	-0.1	43,334	42,563	43,406	43,786	43,384	43,406
Core capital (incl. hybrid core capital) after deductions	5,876	5,718	2.8	5,876	5,792	5,717	5,785	5,718	5,717
Impairment of loans, advances and receivables, etc.	1,014	1,194	-15.1	1,014	1,025	1,027	1,241	1,194	1,027
Non-performing loans	80	124	-35.8	80	115	105	151	124	105
Business volume	81,152	84,024	-3.4	81,152	80,481	81,971	83,266	84,024	81,971
<b>FINANCIAL RATIOS</b>									
<i>Solvency</i>									
Solvency ratio (%)	13.8	14.1		13.8	13.9	13.4	14.1	14.1	13.4
Core capital ratio, incl. hybrid capital (%)	13.6	13.2		13.6	13.6	13.2	13.2	13.2	13.2
Core capital ratio, excl. hybrid capital (%)	9.7	9.3		9.7	9.8	9.3	9.3	9.3	9.3
<i>Earnings</i>									
Return on equity before tax (%)	4.3	1.2		1.2	3.1	-0.4	2.4	0.9	3.1
Return on equity after tax (%)	3.8	1.0		1.4	2.4	-0.4	1.8	0.8	2.5
Cost share of core income	0.67	0.65		0.70	0.65	0.70	0.55	0.63	0.64
Cost share of core income - incl. impairment of loans and advances, etc.	0.82	0.83		0.85	0.79	0.90	0.70	0.79	0.81
<i>Market risk</i>									
Interest-rate risk (%)	-0.3	-0.2		-0.3	-0.6	0.1	-0.3	-0.2	0.1
Foreign-exchange position (%)	4.0	3.4		4.0	2.3	2.9	3.2	3.4	2.9
Foreign-exchange risk (%)	0.1	0.0		0.1	0.1	0.1	0.1	0.0	0.1
<i>Credit risk</i>									
Loans and advances plus impairment rel. to deposits	115.9	107.4		115.9	111.5	111.1	110.6	107.4	111.1
Loans and advances relative to shareholders' equity	9.1	9.2		9.1	8.9	9.1	9.0	9.2	9.1
Increase in loans and advances for the period (%)	2.7	3.4		2.7	-0.1	1.7	-0.8	-1.0	4.3
Excess coverage relative to statutory cash ratio requirement (%)	77.0	131.2		77.0	90.2	109.1	100.6	131.2	109.1
Large exposures as % of capital base ***)	0.0	12.5		0.0	0.0	0.0	11.2	12.5	0.0
Impairment ratio for the period	0.4	0.5		0.2	0.2	0.3	0.2	0.2	1.0
<i>Spar Nord Bank</i>									
Number of employees (full-time, end of period)	1,475	1,515		1,475	1,472	1,471	1,500	1,515	1,471
Number of branches	69	75		69	69	71	72	75	71
<b>THE SPAR NORD BANK SHARE</b>									
<i>DKK per share of DKK 10</i>									
Share price, end of period	43	59		43	49	61	57	59	61
Net asset value (NAV)	80	76		80	79	77	77	76	77
Profit/loss for the period	3.0	0.7		1.1	1.9	-0.3	1.4	0.6	1.9
Dividend	-	-		-	-	-	-	-	0
Return	-	-		-	-	-	-	-	9
Price/earnings	-	-		-	-	-	-	-	32

\*) The accrual of income relating to initial payment under operating leases and the related depreciation of operating lease assets were adjusted at end-2010. The effect was recognized in Q1-Q4 2010, with resulting adjustments to other operating income and depreciation and impairment, operating lease assets. The adjustments had no impact on profit in Q1-Q3 2010.

\*\*) The definition and breakdown of earnings from investment portfolios and contributions to sector-wide solutions, which have been recognized separately, appear from note 3.

\*\*\*) With reference to the Danish Financial Supervisory Authority's "Guidelines on the reporting of financial ratios", the financial ratio "Large exposures as % of capital base" was adjusted for exposures to credit institutions below DKK 1 billion in Q4 2010, Q1 2011 and Q2 2011 in accordance with section 145 of the Danish Financial Business Act, for which reason this financial ratio is not fully comparable with previous quarters.

## RESPECTABLE NET CUSTOMER INFLUX, GROWTH IN LENDING AND DECLINE IN IMPAIRMENT

The Spar Nord Group's pre-tax profits ended at DKK 191 million in H1 2011 versus DKK 50 million in the same period of 2010. This profit performance represents a return on shareholders' equity of 8.7% per annum.

Net income from fees, charges and commissions was in line with the H1 2010 performance, while market-value adjustments were somewhat down on last year's high level. Costs and expenses dropped by a satisfactory 3% (excl. depreciation and impairment of operational leasing assets).

Loan impairment, etc. dropped 17% to DKK 191 million, while contributions to sector-wide solutions in connection with Amagerbanken and Fjordbank Mors had a negative impact on results of DKK 36 million.

Overall, Management finds this performance satisfactory and maintains the outlook that total annualized core earnings before impairment will end in the DKK 850-1,050 million range. The Bank now expects to realize an impairment ratio for the full year at the 0.75% - 1.0% level compared with the previous expectation of 1%.

## NET INTEREST INCOME RETAINED DESPITE INCREASED FUNDING COSTS

Net interest income ended at DKK 796 million, which was 1%, or DKK 7 million, down on H1 2010.

The respectable net customer influx and growth in lending, coupled with a slightly wider interest margin, impacted positively on net interest income. However, this development is more than offset by increased interest expenses relating to issued bonds and a downturn in interest income from derivative financial instruments.

## RESPECTABLE INCOME FROM FEES, CHARGES AND COMMISSIONS DRIVEN BY ASSET MANAGEMENT AND LOAN ARRANGEMENTS

Net income from interest, fees and charges ended at DKK 252 million, equal to an advance of 1%, or DKK 3 million, on H1 2010.

Respectable growth was recorded in fees for asset management and arrangement of mortgage-credit loans, while there was a downturn in guarantee commission income, primarily as a result of fewer land registration applications.

## MARKET-VALUE ADJUSTMENTS 39% BELOW LAST YEAR'S HIGH LEVEL

Market-value adjustments ended at DKK 98 million, which was DKK 62 million, or 39%, down on H1 2010.

This decline is primarily attributable to the Group's bond portfolio, in which Spar Nord was positioned towards an interest increase for part of the period.

To this should be added that market-value adjustments of the Bank's portfolio of shares in companies in the financial sector were lower than last year's high level.

Finally, earnings from customers' hedging of interest and foreign-exchange risks dropped.

Spar Nord has no bond exposure to the so-called PIIGS countries.

<b>Bond portfolio broken down by type of issuer (DKK m) *)</b>	<b>Q2 2011</b>	<b>Q1 2011</b>	<b>Q4 2010</b>
Government bonds	60	-118	-134
Mortgage-credit bonds	10,460	10,556	10,833
Financial issuers	1,627	1,437	1,504
CDO's	239	238	238
<b>Bonds</b>	<b>12,386</b>	<b>12,113</b>	<b>12,441</b>

<b>Bond portfolio broken down by rating (DKK m) *)</b>	<b>Q2 2011</b>	<b>Q1 2011</b>	<b>Q4 2010</b>
AAA	6,174	7,055	8,097
AA	4,694	3,864	3,221
A	1,379	1,045	984
BBB	4	2	2
BB	0	0	123
CCC	129	130	0
CC	5	6	12
Unrated	1	11	2
<b>Bonds</b>	<b>12,386</b>	<b>12,113</b>	<b>12,441</b>

\*) The bond portfolio plus spot and forward transactions (purchase + sale).

## CONTINUED GROWTH IN OTHER INCOME DRIVEN BY OPERATIONAL CAR LEASING

The item "Other operating income" ended at DKK 104 million, which is DKK 39 million, or 60%, up on H1 2010. This growth is attributable to sustained growth in income from operational car leasing at Finans Nord.

The result of equity investments in associates and group enterprises, including Nørresundby Bank, was DKK 26 million – the same level as last year.

## COST REDUCTION PROCEEDS AS PLANNED

Total costs, excluding depreciation and impairment relating to operating leases, amounted to DKK 806 million in H1 2011, down 3% on H1 2010.

Payroll costs were down 2% due to staff trimmings implemented in 2010. At the end of H1 2011, the Group had a staff of 1,475 people (in terms of full-time employees) versus 1,515 at the same time in 2010.

A satisfactory reduction of 5% in other operating expenses was realized, covering savings on most of the key expense items, apart from marketing.

Spar Nord still expects to realize zero growth in costs and expenses for the full year.

## LOAN IMPAIRMENT LOWER THAN EXPECTED

Impairment of loans and advances ended at DKK 191 million in H1 2011, 17%, or DKK 39 million, down on H1 2010.

The profit impact corresponds to an impairment ratio of 0.83% p.a. to date, which is thus lower than the level expected at the beginning of the year.

DKK 169 million of the DKK 191 million profit impact is attributable to business customers, corresponding to an annualized impairment ratio of 1.1% per annum for this customer category. Retail customers account for DKK 22 million, corresponding to an annualized impairment ratio of 0.3%.

Total loan impairment losses amounted to DKK 1,014 million. The Group's non-accrual loans amount to a modest DKK 80 million, corresponding to 0.2% of total lending and guarantees. The cover ratio can be calculated at 12.7.

### The Group's loans, advances and guarantees, by sector

Sector, %	Exposures The Group End 2010	Exposures The Group 30.06.2011	Individual impairment 30.06.2011
Agriculture - bank	7.9	7.8	27.5
Agriculture - leasing	4.0	4.4	1.2
Fisheries	0.3	0.4	0.9
Industry and raw materials extraction	3.8	4.0	4.4
Energy supply	3.0	3.5	0.1
Building and construction	4.9	5.2	5.5
Trade	8.4	8.2	11.9
Transport, hotels and restaurants	6.6	6.6	5.9
Information and communication	0.2	0.3	0.4
Financing and insurance	7.9	5.7	3.8
Real estate	10.7	10.8	8.6
Other business areas	6.7	7.0	8.1
<b>Business customers, total</b>	<b>64.4</b>	<b>63.9</b>	<b>78.3</b>
Public authorities	2.3	6.2	0.0
Retail customers	33.3	29.9	21.7
<b>Total</b>	<b>100.0</b>	<b>100.0</b>	<b>100.0</b>

## EARNINGS FROM INVESTMENT PORTFOLIOS ENDED AT DKK 3 MILLION

In the first half of 2011, the Group recorded an income of DKK 3 million on its liquidation portfolio of securities and unlisted equity investments via Erhvervsinvest Nord A/S and Erhvervsinvest K/S – compared with a DKK 9 million loss in the same period of 2010.

This improvement is attributable to positive adjustments at Erhvervsinvest Nord in light of the 2010 results of the portfolio companies, and positive developments at Erhvervsinvest K/S.

## COSTS RELATING TO AMAGERBANKEN AND FJORDBANK MORS

Back in its 2010 financial statements, Spar Nord booked the anticipated contribution to the Depositors' and Investors' Guarantee Fund connected with Amagerbanken's impending bankruptcy. This meant that in Q2 2011 an amount of DKK 12 million was carried to income as a consequence of the changed dividend percentage.

For Spar Nord, the bankruptcy of Fjordbank Mors means a payment of DKK 48 million, including Spar Nord's share of Nørresundby Bank's contribution, to the Depositors' and Investors' Guarantee Fund.

In total, Spar Nord's net expenses relating to sector-wide solutions – incl. Spar Nord's share of Nørresundby Bank's contribution – amounted to DKK 36 million in H1 2011.

## DKK 191 MILLION IN PRE-TAX PROFITS

The pre-tax profits can accordingly be calculated at DKK 191 million compared with DKK 50 million in H1 2010.

## TAX

The effective tax rate in H1 was 10% compared with 17% in H1 2010. This reduction is attributable to a number of nonrecurring conditions.

## Developments in Q2 2011

The Spar Nord Group's pre-tax profits came to DKK 52 million in Q2 2011 versus DKK 139 million in Q1 2011 and DKK 39 million in Q2 2010.

### INCOME

Net interest income increased DKK 4 million relative to Q1 2011, ending at DKK 400 million. This increase is attributable to a rise in customer numbers and business volume, which is generating income that more than offsets the increased funding costs.

The interest margin was slightly lower than in Q1 – a development that is not expected to continue in view of the interest changes implemented at the beginning of Q3.

Net income from fees, charges and commissions ended at DKK 119 million – DKK 15 million down on Q1. This drop, which is typical of Q2, is a result of fees and charges relating to arrangement of insurance products being recognized in Q1. On the upside, there was growth in fees relating to securities trading and arrangement of mortgage-credit loans.

Market-value adjustments in Q2 ended at DKK 44 million – 18% down on Q1 2011. This drop is attributable to the Group's bond portfolio and the portfolio of shares in companies in the financial sector, while income from customers' hedging of interest and foreign-exchange risks was unchanged.

The item "Other operating income" ended at DKK 55 million, DKK 5 million up on Q1 2011. This growth is attributable to sustained growth in income from operating leases at Finans Nord.

The profit on equity investments in associates and group enterprises came to DKK 15 million compared with DKK 11 million in Q1 2011.

Overall, core income amounted to DKK 632 million in Q2 2011 compared with DKK 645 million in Q1.

### COSTS AND EXPENSES

The Group's total costs and expenses aggregated DKK 444 million in Q2, equal to a 6% increase compared with Q1 2011. Payroll costs are up 10%, while other operating expenses dropped 3%.

The higher payroll costs are primarily attributable to the accrual principles applied to holiday pay obligations, and to a smaller extent to the increase in payroll tax and the pay increases according to collective agreements. Payroll costs will thus be much lower in Q3, when many employees hold their holidays.

### IMPAIRMENT OF LOANS AND ADVANCES

Impairment of loans and advances, etc. ended at DKK 97 million, which is in line with Q1.

As in Q1, impairment was largely attributable to business customers in a number of industries.

### CONTRIBUTIONS TO SECTOR-WIDE SOLUTIONS

The Spar Nord Group's total contributions to sector-wide solutions under the auspices of the Depositors' and Investors' Guarantee Fund amounted to DKK 35 million in Q2 2011 compared with DKK 1 million in Q1 2011.

## Other information

### BUSINESS VOLUME: GROWTH IN LOANS, STABLE DEPOSITS AND DECLINING GUARANTEES

The Group's total business volume (deposits, loans, advances and guarantees) stood at DKK 81.2 billion at the end of H1 – a level 1% down on the end of 2010 and 3% down on the same time last year.

Compared with the end-2010 position, bank lending grew 5% to DKK 40.4 billion, bank deposits declined 1% to DKK 30.1 billion, and guarantees dropped 25% to DKK 3.9 billion.

The growth in lending is primarily attributable to public customers. To this should be added moderate growth in lending to business customers, while lending to retail customers remained unchanged despite the net customer influx.

30% of the Group's total bank lending and guarantees, amounting to DKK 44.3 billion, is attributable to retail customers at local banks, 51% to business customers at local banks, 2% to Trading, Financial Markets & the International Division, and 17% to Finans Nord.

Since end-2010, mortgage-credit loans arranged have increased DKK 0.9 billion, equal to 2%. Thus, the Group's arranged credits have increased 4% in total.

In light of the sustained moderate demand and balance-sheet developments at sector level, Spar Nord considers developments to be satisfactory.

## UNCHANGED CAPITAL ADEQUACY

The core capital ratio, incl. hybrid core capital, stood at 13.6% at the end of H1 2011, with Spar Nord having an internal target of minimum 12.0%.

The core capital ratio, excl. hybrid core capital, has been calculated at 9.7%, with Spar Nord having an internal target of minimum 8.0%.

The solvency ratio stood at 13.8% (end-Q1: 13.9%), which should be viewed in relation to Spar Nord's having calculated the individual solvency requirement at 8.5% at end-Q2. Thus, the Bank has a solid excess capital coverage of 5.3 percentage points, equal to DKK 2.3 billion.

## FOCUS ON LIQUIDITY

On the liquidity side, Spar Nord pursues the strategic goal of using long-term funding to finance bank lending at all times. Thus, the goal is for bank deposits, senior loans, issued bonds, subordinated loan capital and shareholders' equity to exceed bank lending. Subordinated loans, senior loans and issued bonds due within 12 months are not included in this calculation.

At the end of H1 2011, Spar Nord had an excess coverage relative to the strategic liquidity target of DKK 3.3 billion.

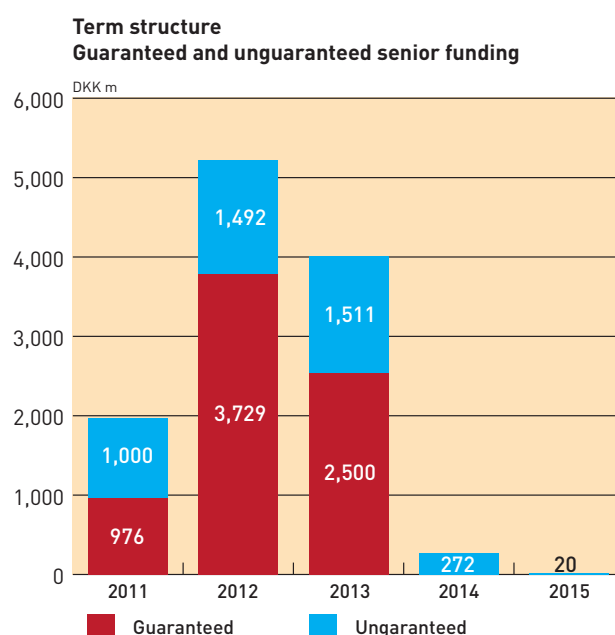
During the first six months of this year, senior funding of DKK 0.1 billion was redeemed, while senior funding and subordinated loans totalling DKK 1.9 billion now have a less than 12-month term to maturity and are thus not included in the strategic liquidity statement.

During the same period, two unguaranteed bond issues totalling DKK 1.7 billion with a term to maturity of up to 36 months were completed.

### Strategic liquidity

	30.06 2011	31.03 2011	31.12 2010
<b>DKK bn</b>			
Bank deposits	30.1	30.6	30.4
Senior loans/bond issues	10.8	9.3	9.3
Shareholders' equity and supplementary capital	7.0	6.9	6.9
<b>Generation of cash</b>	<b>47.9</b>	<b>46.8</b>	<b>46.6</b>
Bank loans and advances	40.4	38.5	38.4
Maturity, senior, issued bonds and suppl. cap. < 1 year	-4.2	-4.2	-2.3
<b>Liquidity target (&gt; 0)</b>	<b>3.3</b>	<b>4.1</b>	<b>5.9</b>

The term structure of the Bank's senior funding appears from the figure. As shown, the part of the Bank's senior funding guaranteed by the Danish State, a total of DKK 7.2 billion, matures evenly over the years 2011-13.



## DIVESTMENT OF THE LEASING ACTIVITIES

Due to the highly uncertain funding market for Danish financial institutions, Spar Nord has started exploring the potential for a whole or partial divestment of the Group's leasing activities.

Divestment of the leasing activities will improve the Group's strategic liquidity by up to approx. DKK 7 billion, and will thus significantly reduce the Group's dependence on senior funding.

At the same time, when viewed in isolation divestment of the activities will have a positive impact of up to 1.8 percentage points on the Group's core capital ratio, as risk-weighted assets will accordingly diminish.

Everything considered, divestment of the leasing activities will strengthen Spar Nord's potential for realizing its strategy of continued growth in the Group's retail bank.

Spar Nord will provide further information as and when the above-mentioned process has been completed.



## LOCAL BANKS OUTSIDE NORTH JUTLAND CONTINUE POSITIVE DEVELOPMENT

Since 2002, Spar Nord has pursued the strategy of growing outside the Bank's traditional core area, North Jutland, and establishing itself as a nationwide banking chain.

At the end of H1 2011, 27 out of Spar Nord's 69 local banks are thus located outside North Jutland.

30% of total business volume and 21% of total core earnings before impairment at the local banks are attributable to local banks outside North Jutland – shares that are still expected to increase steadily over the next few years.

### Spar Nord's Local Banks Broken down by %

Broken down by %	30.06.2011		30.06.2010	
	North-jylland	Outside North Jutland	North-jylland	Outside North Jutland
Business volume	70	30	71	29
Core earnings before impairment	79	21	83	17
Profit/loss before tax	83	17	120	-20
Number of local banks	61	39	61	39

## STRONG CUSTOMER DEVELOPMENT

In TIME FOR CUSTOMERS, Spar Nord's strategy plan for 2011-13, the formulated goal is to generate a net influx of 10,000 retail customers and 1,000 business customers per year.

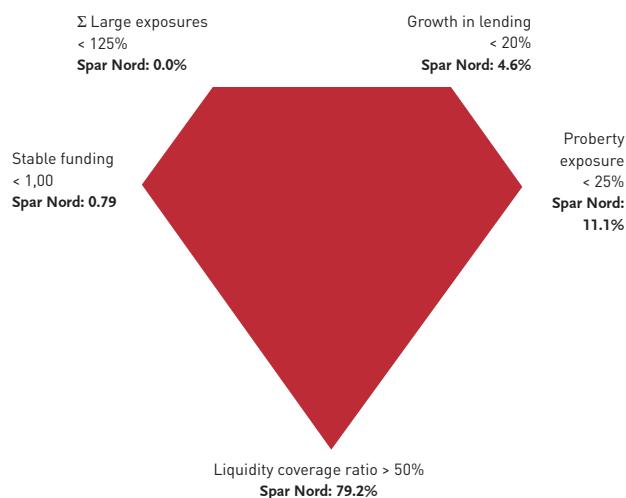
After a quiet beginning in 2011, the customer inflow in both segments has been comfortably above this level over the past few months – for instance with a net influx of more than 1,000 retail customers per month, and with an inflow of business customers markedly above budgeted figures.

In total, there was a net customer inflow of 4,400 in the first six months of the year.

## RISKS

Reference is made to the 2010 Annual Report and to the Group's risk report for 2010, which describes the most significant risks and elements of uncertainty that may affect the Group or the Parent Company.

## The Supervisory Authority Diamond Test Model - Spar Nord Bank, the Parent Company



## OUTLOOK FOR 2011

The Annual Report for 2010 projected core earnings before impairment to end in the DKK 850-1,050 million range for the full year of 2011. In light of the growth in H1 and the implemented interest changes at the beginning of Q3, the Bank repeats this projection.

In terms of impairment, the impact on the income statement is now expected to end at a level of 0.75 - 1% of the Group's total loans, advances and guarantees against the previously expected 1%.

## Business areas

### SPAR NORD'S LOCAL BANKS

DKK m	Q2 2011	Q1 2011	Q4 2010	Q3 2010	Q2 2010
Core income	462	469	463	450	466
Expenses	315	296	312	302	321
Core earnings before impairment	147	173	151	148	145
Impairment of loans and advances, etc.	84	84	101	88	83
Core earnings	63	89	50	60	62

In H1 2011, Spar Nord's Local Banks recorded DKK 931 million in core income, versus DKK 935 million in the same period of 2010.

Costs ended at DKK 611 million – 8% down on the first six months of 2010. The satisfactory development is attributable to the staff reduction implemented in 2010, and to cuts in other operating costs.

Impairment of loans and advances, etc. ended at DKK 168 million, which is in line with H1 2010.

Overall, this represents a growth in core earnings from DKK 105 million in H1 2010 to DKK 152 million in H1 2011.

At the close of H1, the total business volume of Spar Nord's Local Banks stood at DKK 63.7 billion (end-H1 2010: DKK 65.6 billion).

Loans and advances developed on a satisfactory note, driven by the gratifying influx of new customers, among other factors. As in previous quarterly periods, primarily the bank regions outside North Jutland drove the customer inflow as well as the highly satisfactory influx of new Star Account customers, totalling about 6,000 in H1 2011.

In total, the Spar Nord chain now consists of 69 local banks in 34 bank regions, 13 of which are located in North Jutland and 21 in the rest of Denmark.

#### TRADING, FINANCIAL MARKETS & THE INTERNATIONAL DIVISION

DKK m	Q2 2011	Q1 2011	Q4 2010	Q3 2010	Q2 2010
Core income	54	76	68	116	99
Expenses	16	16	17	16	16
Core earnings before impairment	38	60	51	100	83
Impairment of loans and advances, etc.	0	0	0	0	0
Core earnings	38	60	51	100	83

Trading, Financial Markets & the International Division recorded core earnings of DKK 98 million versus DKK 144 million in H1 2010.

The downturn in results is primarily due to the less favourable bond market conditions, which entail lower market-value adjustments.

The first six months of the year saw slightly lower activity both in the retail customer area and for financial institutions and other institutional customers.

Despite declining share prices, satisfactory growth was recorded for assets under management.

#### FINANS NORD

DKK m	Q2 2011	Q1 2011	Q4 2010	Q3 2010	Q2 2010
Core income	102	92	81	73	74
Expenses	63	56	50	40	44
Core earnings before impairment	39	36	31	33	30
Impairment of loans and advances, etc.	11	11	21	13	25
Core earnings	28	25	10	20	5

In H1 2011, Finans Nord realized core earnings before impairment of DKK 75 million - DKK 20 million, or 37%, up on the same period in 2010.

Impairment of loans and advances, etc. ended at DKK 22 million, which is DKK 41 million down on H1 2010.

All business areas developed positively during the six-month period. The Danish leasing business recorded a sharply improved operating profit as a result of the widening interest margin and a downturn in impairment triggered by the improved business trends. In Sweden and at Easyfleet, which engages in operational leasing of passenger cars and vans, business volume and earnings continued to grow.

As described elsewhere in the Interim Report, the widespread uncertainty in the funding market has prompted Spar Nord to initiate a process of exploring the potential for fully or partially divesting Finans Nord.

## SPAR NORD BANK SHARES HELD BY MEMBERS OF THE SUPERVISORY BOARD AND THE EXECUTIVE BOARD

	At 31,12,10	At 18,04,11	At 01,08,11		At 31,12,10	At 18,04,11	At 01,08,11
Torben Fristrup	5,750	5,750	5,750	Lasse Nyby	22,659	22,759	23,022
Hans Østergaard	2,000	2,000	2,000	John Lundsgaard	27,627	28,100	28,658
Per Nikolaj Bukh	4,100	4,100	4,100	Lars Møller	27,000	27,000	27,748
Jannie Skovsen	1,831	1,931	2,042				
Niels Kristian Kirketerp	7,155	7,155	7,155				
Jan Høholt Jensen	3,208	3,208	3,265				
Carsten Normann	1,380	1,380	1,380				
Ole Skov	1,854	2,098	2,393				
Per Søndergaard Pedersen	10,380	10,380	10,380				

Note: The holdings include all shares held by all members of the household,

## OVERVIEW OF GROUP COMPANIES

	Share capital, end of period *) DKK m	Shareholders' equity, end of period *) DKK m	Profit/ loss *) DKK m	Ownership interest 30.06.2011 %	Ownership interest 30.06.2010 %
<b>Consolidated subsidiaries</b>					
Erhvervsinvest Nord A/S, Aalborg	30.0	37.5	-4.8	100	100
Spar Nord Ejendomsselskab A/S, Aalborg	12.0	8.3	0.8	100	100
Finans Nord A/S, Aalborg	10.0	419.4	1.3	100	100
SN Finans Nord AB, Sweden	74.6	84.1	5.7	100	100
Finans Nord Cross Border A/S, Aalborg	0.5	1.6	0.2	100	100
Spar Nord Easyfleet A/S, Aalborg	0.5	0.5	0.0	100	-
<b>Non-consolidated companies</b>					
Beluni Inc., USA (1)	0.0	0.0	0.0	100	100

1) The company is in liquidation

\*) According to the most recent Annual Report.

All companies are subsidiaries that are wholly owned, directly or indirectly,  
by Spar Nord Bank A/S.

# PERFORMANCE INDICATORS AND FINANCIAL RATIOS - THE GROUP

Spar Nord Bank - H1 2011  
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## THE DANISH FINANCIAL SUPERVISORY AUTHORITY'S LAYOUT AND RATIO SYSTEM

DKK m	H1 2011	H1 2010	Change in pct.	H1 2011	H1 2010	H1 2009	H1 2008	H1 2007	Full year 2010
<b>INCOME STATEMENT</b>									
Interest income	1,178.7	1,226.7	-3.9	1,178.7	1,226.7	1,591.1	1,723.7	1,308.5	2,395.9
Interest expenses	382.6	423.3	-9.6	382.6	423.3	658.0	1,068.4	764.3	788.1
<b>Net interest income</b>	<b>796.1</b>	<b>803.4</b>	<b>-0.9</b>	<b>796.1</b>	<b>803.4</b>	<b>933.1</b>	<b>655.3</b>	<b>544.2</b>	<b>1,607.8</b>
Dividends on shares, etc.	10.1	12.8	-21.1	10.1	12.8	19.7	17.0	15.7	13.0
Fees, charges and commissions received	281.8	286.4	-1.6	281.8	286.4	236.2	238.3	294.9	574.2
Fees, charges and commissions paid	29.4	36.8	-20.1	29.4	36.8	30.9	37.5	36.2	68.6
<b>Net income from interest, fees, charges and commissions</b>	<b>1,058.6</b>	<b>1,065.8</b>	<b>-0.7</b>	<b>1,058.6</b>	<b>1,065.8</b>	<b>1,158.1</b>	<b>873.1</b>	<b>818.6</b>	<b>2,126.4</b>
Market-value adjustments	81.1	136.8	-40.7	81.1	136.8	125.7	62.7	96.4	235.1
Other operating income	104.4	65.3	59.9	104.4	65.3	49.9	42.6	35.5	132.4
Staff costs and administrative expenses	764.8	789.2	-3.1	764.8	789.2	752.6	648.1	593.1	1,504.1
Depreciation, amortization and impairment of intangible assets and property, plant and equipment	90.5	56.2	61.0	90.5	56.2	58.8	44.5	36.4	125.2
Other operating expenses	37.5	100.5	-62.7	37.5	100.5	87.2	1.0	0.7	221.9
Impairment of loans, advances and receivables, etc.	191.0	289.9	-34.1	191.0	289.9	334.0	0.0	-80.1	550.2
Profit/loss on equity investments in associates and group enterprises	30.3	17.8	70.2	30.3	17.8	12.4	54.8	64.7	40.5
<b>Profit/loss before tax</b>	<b>190.6</b>	<b>49.9</b>	<b>-</b>	<b>190.6</b>	<b>49.9</b>	<b>113.5</b>	<b>339.6</b>	<b>465.1</b>	<b>133.0</b>
Tax	19.5	8.4	-	19.5	8.4	22.9	72.5	99.3	28.0
<b>Profit/loss after tax</b>	<b>171.1</b>	<b>41.5</b>	<b>-</b>	<b>171.1</b>	<b>41.5</b>	<b>90.6</b>	<b>267.1</b>	<b>365.8</b>	<b>105.0</b>
<b>BALANCE SHEET</b>									
Total assets	71,933	67,910	5.9	71,933	67,910	64,049	68,561	57,590	67,436
Loans and advances	41,023	39,627	3.5	41,023	39,627	39,985	42,205	36,206	39,952
- bank loans and advances	40,442	38,820	4.2	40,442	38,820	39,985	41,155	36,206	38,435
- reverse transactions	581	807	-28.0	581	807	0	1,050	0	1,517
Deposits	36,275	37,829	-4.1	36,275	37,829	36,110	34,124	27,047	36,882
- bank deposits	30,084	33,155	-9.3	30,084	33,155	32,655	30,073	23,255	30,391
- repo transactions	100	0	-	100	0	0	0	0	813
- deposits in pooled schemes	6,091	4,674	30.3	6,091	4,674	3,455	4,051	3,792	5,678
Subordinated debt	2,464	2,752	-10.5	2,464	2,752	2,801	1,658	1,663	2,477
Shareholders' equity	4,524	4,306	5.1	4,524	4,306	4,125	4,219	3,849	4,374
Contingent liabilities	3,854	6,568	-41.3	3,854	6,568	5,353	3,959	7,475	5,137
Risk-weighted assets	43,334	43,384	-0.1	43,334	43,384	40,086	42,234	41,845	43,406
Core capital (incl. hybrid core capital) after deductions	5,876	5,718	2.8	5,876	5,718	5,470	4,337	3,911	5,717
Impairment of loans, advances and receivables, etc.	1,014	1,194	-15.1	1,014	1,194	845	422	470	1,027
Non-performing loans	80	124	-35.6	80	124	76	33	31	105
Business volume	81,152	84,024	-3.4	81,152	84,024	81,448	80,288	70,728	81,971
<b>FINANCIAL RATIOS</b>									
<i>Solvency</i>									
Solvency ratio (%)	13.8	14.1		13.8	14.1	15.0	11.9	11.0	13.4
Core capital ratio (%)	13.6	13.2		13.6	13.2	13.6	10.3	9.3	13.2
<i>Earnings</i>									
Return on equity before tax (%)	4.3	1.2		4.3	1.2	2.8	8.1	12.4	3.1
Return on equity after tax (%)	3.8	1.0		3.8	1.0	2.2	6.4	9.8	2.5
Income/cost ratio	1.18	1.04		1.18	1.04	1.09	1.49	1.85	1.06
<i>Market risk</i>									
Interest-rate risk (%)	-0.3	-0.2		-0.3	-0.2	0.5	0.8	0.6	0.1
Foreign-exchange position (%)	4.0	3.4		4.0	3.4	1.4	8.8	6.0	2.9
Foreign-exchange risk (%)	0.1	0.0		0.1	0.0	0.0	0.1	0.1	0.1
<i>Credit risk</i>									
Loans and advances relative to deposits	113.1	104.8		113.1	104.8	110.7	123.7	133.9	108.3
Loans and advances plus impairment rel. to deposits	115.9	107.4		115.9	107.4	112.8	124.9	135.6	111.1
Loans and advances relative to shareholders' equity	9.1	9.2		9.1	9.2	9.7	10.0	9.4	9.1
Increase in loans and advances for the period (%)	2.7	3.4		2.7	3.4	-11.9	3.1	5.5	4.3
Excess coverage relative to statutory cash ratio requirement (%)	77.0	131.2		77.0	131.2	151.3	73.2	53.3	109.1
Large exposures as % of capital base *)	0.0	12.5		0.0	12.5	10.2	74.7	113.0	0.0
Impairment ratio for the period	0.4	0.6		0.4	0.6	0.7	0.0	-0.2	1.2
<b>THE SPAR NORD BANK SHARE</b>									
<i>DKK per share of DKK 10</i>									
Profit/loss for the period	3.0	0.7		3.0	0.7	1.6	4.7	6.4	1.8
Net asset value (NAV)	80	76		80	76	75	77	69	77
Dividend	-	-		-	-	-	-	-	-
Share price/earnings for the period	14.3	84.3		14.3	84.3	31.3	16.8	20.9	33.9
Share price/NAV	0.5	0.8		0.5	0.8	0.7	1.0	1.9	0.8

\*) With reference to the Danish Financial Supervisory Authority's "Guidelines on the reporting of financial ratios", the financial ratio "Large exposures as % of capital base" was adjusted for exposures to credit institutions below DKK 1 billion for the year 2010 and H1 2011 in accordance with section 145 of the Danish Financial Business Act, for which reason this financial ratio is not fully comparable with previous quarters.

The Supervisory and Executive Boards have today reviewed and adopted the Interim Report of Spar Nord Bank A/S for the period from 1 January to 30 June 2011.

The Interim Financial Statements have not been audited or subjected to a review by the Group's auditor.

The Consolidated Interim Financial Statements are presented in accordance with IAS 34 "Interim Financial Reporting", as adopted by the EU. Moreover, the Interim Report is presented in accordance with additional Danish disclosure requirements regarding interim reports for listed financial institutions.

In our opinion, the Interim Financial Statements give a true and fair view of the Group's and Parent Company's financial position at 30 June 2011 and of the results of the Group's and Parent Company's operations and the Group's cash flows for the period from 1 January to 30 June 2011.

In addition, we also consider the Management's review to give a fair presentation of the development in the Group's and Parent Company's activities and financial affairs as well as a description of the significant risks and elements of uncertainty that may affect the Group or Parent Company.

Aalborg, 17 August 2011

## EXECUTIVE BOARD




Lasse Nyby

Chief Executive Officer

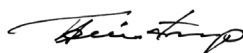


John Lundsgaard  
Executive Officer



Lars Møller  
Executive Officer

## SUPERVISORY BOARD



Torben Fristrup

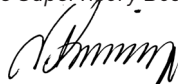
Chairman of the Supervisory Board



Per Nikolaj Bukh  
Deputy Chairman of  
the Supervisory Board



Jan Høholt Jensen  
Elected by the employees



Niels Kristian Kirketerp



Carsten Normann

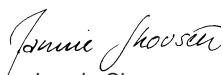


Pef Søndergaard Pedersen



Ole Skov

Elected by the employees



Jannie Skovsen  
Elected by the employees



Hans Østergaard

# INCOME STATEMENT - THE GROUP

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Note	DKK m	H1 2011	H1 2010	Q2 2011	Q2 2010	Full year 2010
4	Interest income	1,178.7	1,226.7	600.4	614.6	2,395.9
5	Interest expenses	382.6	423.3	200.4	204.3	788.1
	<b>Net interest income</b>	<b>796.1</b>	<b>803.4</b>	<b>400.0</b>	<b>410.3</b>	<b>1,607.8</b>
	Dividends on shares, etc.	10.1	12.8	9.9	12.7	13.0
6+8	Fees, charges and commissions received	281.8	286.4	137.2	142.6	574.2
7+8	Fees, charges and commissions paid	29.4	36.8	18.4	21.0	68.6
	<b>Net income from interest, fees, charges and commissions</b>	<b>1,058.6</b>	<b>1,065.8</b>	<b>528.7</b>	<b>544.6</b>	<b>2,126.4</b>
9	Market-value adjustments	81.1	136.8	30.0	48.1	235.1
	Other operating income	104.4	65.3	54.8	36.1	132.4
10	Staff costs and administrative expenses	764.8	789.2	390.8	383.9	1,504.1
	Depreciation, amortization and impairment of intangible assets and property, plant and equipment	90.5	56.2	48.9	29.0	125.2
12	Other operating expenses	37.5	100.5	35.7	46.6	221.9
	Impairment of loans, advances and receivables, etc.	191.0	289.9	96.9	140.9	550.2
	Profit/loss on equity investments in associates and group enterprises	30.3	17.8	10.9	10.6	40.5
	<b>Profit/loss before tax</b>	<b>190.6</b>	<b>49.9</b>	<b>52.1</b>	<b>39.0</b>	<b>133.0</b>
	Tax	19.5	8.4	-11.1	7.0	28.0
	<b>Profit/loss</b>	<b>171.1</b>	<b>41.5</b>	<b>63.2</b>	<b>32.0</b>	<b>105.0</b>
	Which breaks down as follows: The shareholders of Spar Nord Bank A/S	171.1	41.5	63.2	32.0	105.0
		<b>171.1</b>	<b>41.5</b>	<b>63.2</b>	<b>32.0</b>	<b>105.0</b>
	<b>EARNINGS PER SHARE</b>					
	Earnings per share	3.0	0.7	1.1	0.5	1.9
	Diluted earnings per share	3.0	0.7	1.1	0.5	1.9
	<b>STATEMENT OF COMPREHENSIVE INCOME</b>					
	Profit/loss for the period	171.1	41.5	63.2	32.0	105.0
	<i>Other comprehensive income</i>					
	Exchange adjustment upon translation of foreign entity	-1.8	5.7	-2.5	1.5	10.2
	Net revaluation of properties	-1.9	0.0	-0.7	0.0	-1.2
	Tax on other comprehensive income	0.1	0.0	0.1	0.0	0.9
	<b>Other comprehensive income after tax</b>	<b>-3.6</b>	<b>5.7</b>	<b>-3.1</b>	<b>1.5</b>	<b>9.9</b>
	<b>Total comprehensive income</b>	<b>167.5</b>	<b>47.2</b>	<b>60.1</b>	<b>33.5</b>	<b>114.9</b>
	Which breaks down as follows: The shareholders of Spar Nord Bank A/S	167.5	47.2	60.1	33.5	114.9
		<b>167.5</b>	<b>47.2</b>	<b>60.1</b>	<b>33.5</b>	<b>114.9</b>

Note	DKK m	30.06.2011	30.06.2010	Full year 2010
<b>ASSETS</b>				
	Cash balances and demand deposits with central banks	523.3	916.2	578.1
11	Receivables from credit institutions and central banks	3,946.1	3,886.1	2,227.8
	Loans, advances and other receivables at amortized cost	41,022.6	39,627.1	39,952.1
	Bonds at fair value	14,705.7	13,275.5	13,637.3
	Shares, etc.	1,089.4	983.1	1,121.7
	Equity investments in associates, etc.	753.8	723.8	745.8
	Assets linked to pooled schemes	6,091.3	4,673.6	5,678.5
	Intangible assets	155.0	161.6	157.5
	Investment properties	66.2	61.0	61.4
	Corporate properties	460.1	457.4	452.8
	Land and buildings, total	526.3	518.4	514.2
	Operating lease assets	649.3	263.9	437.4
	Other property, plant and equipment	167.2	156.4	166.4
	Other property, plant and equipment, total	816.5	420.3	603.8
	Current tax assets	4.3	7.0	1.4
	Temporary assets	79.1	128.7	79.8
13	Other assets	2,142.4	2,502.1	2,064.5
	Prepayments	76.8	86.5	73.2
	<b>Total assets</b>	<b>71,932.6</b>	<b>67,910.0</b>	<b>67,435.7</b>
<b>SHAREHOLDERS' EQUITY AND LIABILITIES</b>				
<b>LIABILITIES OTHER THAN PROVISIONS</b>				
	Payables to credit institutions and central banks	12,760.6	7,683.3	7,314.0
14	Deposits and other payables	30,184.1	33,155.0	31,203.7
	Deposits in pooled schemes	6,091.3	4,673.6	5,678.5
	Issued bonds at amortized cost	9,373.9	6,218.7	7,806.2
	Other non-derivative financial liabilities at fair value	1,319.1	1,304.1	1,211.4
	Current tax liabilities	2.1	0.0	0.0
	Temporary liabilities	0.0	0.0	2.4
15	Other liabilities	4,747.3	7,078.3	6,708.6
	Deferred income	87.9	170.0	190.1
	<b>Total liabilities other than provisions</b>	<b>64,566.3</b>	<b>60,283.0</b>	<b>60,114.9</b>
<b>PROVISIONS FOR LIABILITIES</b>				
	Provisions for deferred tax	315.5	321.3	333.7
	Provisions for losses on guarantees	2.9	193.9	4.5
	Other provisions	60.0	53.4	131.2
	<b>Total provisions for liabilities</b>	<b>378.4</b>	<b>568.6</b>	<b>469.4</b>
<b>SUBORDINATED DEBT</b>				
16	Subordinated debt	2,463.6	2,752.0	2,477.0
	<b>Total liabilities</b>	<b>67,408.3</b>	<b>63,603.6</b>	<b>63,061.3</b>
<b>SHAREHOLDERS' EQUITY</b>				
	Share capital	570.7	570.7	570.7
	Revaluation reserves	59.3	61.4	61.2
	Accumulated exchange adjustments of foreign entities	1.6	-1.1	3.4
	Accumulated changes in value, total	60.9	60.3	64.6
	Statutory reserves	439.8	417.7	440.1
	Other reserves, total	439.8	417.7	440.1
	Retained profit or loss	3,452.9	3,257.7	3,299.0
	<b>Total shareholders' equity</b>	<b>4,524.3</b>	<b>4,306.4</b>	<b>4,374.4</b>
	<b>Total shareholders' equity and liabilities</b>	<b>71,932.6</b>	<b>67,910.0</b>	<b>67,435.7</b>
<b>OFF-BALANCE-SHEET ITEMS</b>				
17	Contingent liabilities	3,854.4	6,568.4	5,137.5
18	Other commitments	581.7	576.3	581.7
	<b>Total off-balance-sheet items</b>	<b>4,436.1</b>	<b>7,144.7</b>	<b>5,719.2</b>

# STATEMENT OF CHANGES IN EQUITY - THE GROUP

Spar Nord Bank - H1 2011  
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DKK m	Share capital	Revaluation reserve	Foreign-currency translation reserve	Statutory reserves	Proposed dividend	Retained earnings	Total
<b>SHAREHOLDERS' EQUITY 30.06.2011</b>							
Shareholders' equity 01.01.2011	570.7	61.2	3.4	440.1	0.0	3,299.0	4,374.4
<b>Changes in equity in H1 2011:</b>							
<b>Comprehensive income in 2011</b>							
Profit/loss for the period	-	-	-	30.1	-	141.0	171.1
<b>Other comprehensive income</b>							
Exchange adjustment upon translation of foreign entity	-	-	-1.8	-	-	-	-1.8
Net revaluation of properties	-	-1.9	-	-	-	-	-1.9
Tax on other comprehensive income	-	0.1	-	-	-	-	0.1
<b>Other comprehensive income, total</b>	-	<b>-1.8</b>	<b>-1.8</b>	-	-	-	<b>-3.6</b>
<b>Total comprehensive income for the period</b>	-	<b>-1.8</b>	<b>-1.8</b>	<b>30.1</b>	-	<b>141.0</b>	<b>167.5</b>
<b>Other movements</b>							
Dividends received from associates recognized at net asset value	-	-	-	-19.1	-	19.1	0.0
Disposal upon acquisition of treasury shares	-	-	-	-	-	-86.2	-86.2
Addition upon sale of treasury shares	-	-	-	-	-	71.9	71.9
Other capital movements in associates and group enterprises	-	-	-	-3.3	-	-	-3.3
Dissolution of revaluation reserves, associates	-	-	-	-8.0	-	8.0	0.0
Dissolution of revaluation reserves, properties	-	-0.1	-	-	-	0.1	0.0
<b>Other movements, total</b>	-	<b>-0.1</b>	-	<b>-30.4</b>	-	<b>12.9</b>	<b>-17.6</b>
<b>Shareholders' equity 30.06.2011</b>	<b>570.7</b>	<b>59.3</b>	<b>1.6</b>	<b>439.8</b>	<b>0.0</b>	<b>3,452.9</b>	<b>4,524.3</b>
<b>SHAREHOLDERS' EQUITY 30.06.2010</b>							
Shareholders' equity 01.01.2010	570.7	61.5	-6.8	411.9	0.0	3,105.4	4,142.7
<b>Changes in equity in H1 2010:</b>							
<b>Comprehensive income in 2010</b>							
Profit/loss for the period	-	-	-	17.7	-	23.8	41.5
<b>Other comprehensive income</b>							
Exchange adjustment upon translation of foreign entity	-	-	5.7	-	-	-	5.7
<b>Other comprehensive income, total</b>	-	-	<b>5.7</b>	-	-	-	<b>5.7</b>
<b>Total comprehensive income for the period</b>	-	-	<b>5.7</b>	<b>17.7</b>	-	<b>23.8</b>	<b>47.2</b>
<b>Other movements</b>							
Dividends received from associates recognized at net asset value	-	-	-	-11.3	-	11.3	0.0
Disposal upon acquisition of treasury shares	-	-	-	-	-	-299.0	-299.0
Addition upon sale of treasury shares	-	-	-	-	-	416.1	416.1
Other capital movements in associates and group enterprises	-	-	-	-0.6	-	-	-0.6
Dissolution of revaluation reserves, properties	-	-0.1	-	-	-	0.1	0.0
<b>Other movements, total</b>	-	<b>-0.1</b>	-	<b>-11.9</b>	-	<b>128.5</b>	<b>116.5</b>
<b>Shareholders' equity 30.06.2010</b>	<b>570.7</b>	<b>61.4</b>	<b>-1.1</b>	<b>417.7</b>	<b>0.0</b>	<b>3,257.7</b>	<b>4,306.4</b>

The share capital consists of 57,068,810 shares in the denomination of DKK 10.

	H1 2011	H1 2010	Full year 2010
<b>TREASURY SHARE PORTFOLIO</b>			
Number of shares	399,163	83,802	92,310
Percentage of share capital	0.7	0.1	0.2



# CASH FLOW STATEMENT - THE GROUP

Spar Nord Bank - H1 2011  
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DKK m	H1 2011	H1 2010	Full year 2010
<b>OPERATIONS</b>			
Profit/loss before tax	190.6	49.9	133.0
Market-value adjustment	-1.9	8.3	10.2
Fair-value changes, investment properties	-1.9	0.0	2.3
Depreciation, amortization and impairment of intangible assets and property, plant and equipment	90.5	64.4	125.2
Gains and losses on the sale of intangible assets and property, plant and equipment	0.0	0.0	0.4
Adjustment of impairment of loans and advances, etc.	-13.2	93.9	-72.7
Provisions for liabilities	-72.7	78.3	-33.3
Profit/loss on equity investments in associates and group enterprises	-30.3	-17.8	-40.5
Corporate income tax paid	0.0	-4.2	-2.5
<b>Operations, total</b>	<b>161.1</b>	<b>272.8</b>	<b>122.1</b>
<b>WORKING CAPITAL</b>			
Movement in credit institutions and central banks, net	3,879.1	-4,320.9	-4,909.3
Movement in loans, advances and other receivables at amortized cost	-1,057.3	-1,405.6	-1,564.0
Movement in bonds at fair value	-1,068.4	-696.8	-1,058.5
Movement in equity portfolio	32.3	-113.3	-251.9
Movement in issued bonds at amortized cost	1,567.8	-226.4	1,361.0
Movement in other assets and other liabilities, net	-2,078.2	5,446.8	5,455.6
Movement in deposits and other payables	-1,019.6	1,224.5	-727.0
<b>Working capital, total</b>	<b>255.7</b>	<b>-91.7</b>	<b>-1,694.1</b>
<b>Cash generated from operations, total</b>	<b>416.8</b>	<b>181.1</b>	<b>-1,572.0</b>
<b>INVESTMENTS</b>			
Net investment in associates and group enterprises	-0.2	-1.9	0.6
Net investment in intangible assets	-0.1	0.0	0.0
Net investment in property, plant and equipment	-311.7	-155.4	-346.6
Net investment in treasury shares	-14.4	117.1	116.8
Dividends from associates and group enterprises	19.1	11.3	12.9
<b>Investments, total</b>	<b>-307.3</b>	<b>-28.9</b>	<b>-216.3</b>
<b>FINANCING</b>			
Subordinated debt	-13.4	70.9	-204.1
<b>Financing, total</b>	<b>-13.4</b>	<b>70.9</b>	<b>-204.1</b>
<b>Movements in cash and cash equivalents for the period</b>	<b>96.1</b>	<b>223.1</b>	<b>-1,992.4</b>
Cash and cash equivalents, beginning of period	2,372.7	4,365.1	4,365.1
Movements in cash and cash equivalents for the period	96.1	223.1	-1,992.4
<b>Cash and cash equivalents, end of period</b>	<b>2,468.8</b>	<b>4,588.2</b>	<b>2,372.7</b>
<b>Cash and cash equivalents, end of period</b>			
Cash, cash equivalents and demand deposits with central banks	523.3	1,800.9	578.1
Receivables from credit institutions and central banks with less than 3 mths to maturity	1,945.5	2,787.3	1,794.6
<b>Total</b>	<b>2,468.8</b>	<b>4,588.2</b>	<b>2,372.7</b>

Note

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## 1 ACCOUNTING POLICIES

The Interim Financial Statements of the Spar Nord Bank A/S Group covering the period from 1 January to 30 June 2011 have been prepared in accordance with IAS 34, "Interim Financial Reporting", as adopted by the EU, and additional Danish disclosure requirements for interim reports prepared by listed financial institutions.

The accounting policies are unchanged compared with the 2010 Annual Report, to which reference is made. The 2010 Annual Report contains the complete wording of the accounting policies applied.

### FUTURE FINANCIAL REPORTING STANDARDS AND INTERPRETATIONS

The International Accounting Standards Board (IASB) has issued a number of new accounting standards (IAS and IFRS) and interpretations (IFRIC) that have not yet entered into force. None of these are expected to have an impact on the Group's future financial reporting.

## 2 ACCOUNTING ESTIMATES

The measurement of certain assets and liabilities requires Management to estimate how future events will impact on the value of such assets and liabilities. Estimates of significance to the financial reporting are made in connection with determining the impairment of loans and advances, the fair value of unlisted financial instruments, provisions, etc. Estimates are based on assumptions that Management considers appropriate but which are uncertain by their nature.

The most significant estimates that Management makes in applying the Group's accounting policies and the most important uncertainty affecting estimates made when preparing the condensed Interim Financial Statements are unchanged from the estimates made in connection with the preparation of the Financial Statements at 31 December 2010 and the uncertainties prevailing at that time.

Note	DKK m	Spar Nord's Local Banks	Finans Nord	Trading, Financial Markets & the Interna- tional Division	Corporate Coordi- nation & Support	Staff Functions	Unallocated	Eliminations	Core earnings*)	Earnings from investment portfolios, etc.	Contributions to sector-wide solutions	The Group, total
<b>3</b>	<b>Business segments – H1 2011</b>											
	<b>INCOME STATEMENT</b>											
	Net interest income	621.5	107.0	97.8	-0.4	-24.2	-5.3	0.0	796.4	-0.3	0.0	796.1
	Net income from fees, charges and commissions	237.0	3.3	7.4	2.2	0.1	2.4	0.0	252.4	0.0	0.0	252.4
	Market-value adjustments and dividends	67.9	-0.1	23.4	2.3	3.5	2.6	-1.9	97.7	-6.5	0.0	91.2
	Other operating income	4.7	84.3	1.4	13.2	5.3	0.4	-4.9	104.4	0.0	0.0	104.4
	Profit/loss on equity investments in associates and group enterprises	0.0	0.0	0.0	0.0	0.0	25.9	0.0	25.9	8.0	-3.6	30.3
	<b>Core income/revenue, total</b>	<b>931.1</b>	<b>194.5</b>	<b>130.0</b>	<b>17.3</b>	<b>-15.3</b>	<b>26.0</b>	<b>-6.8</b>	<b>1,276.8</b>	<b>1.2</b>	<b>-3.6</b>	<b>1,274.4</b>
	Operating expenses, depreciation and amortization	610.8	119.1	32.2	17.4	-15.2	103.4	-6.6	861.1	0.2	31.5	892.8
	<b>Core earnings before impairment</b>	<b>320.3</b>	<b>75.4</b>	<b>97.8</b>	<b>-0.1</b>	<b>-0.1</b>	<b>-77.4</b>	<b>-0.2</b>	<b>415.7</b>	<b>1.0</b>	<b>-35.1</b>	<b>381.6</b>
	Impairment of loans, advances and receivables, etc.	168.6	22.4	0.2	0.0	0.0	0.0	0.0	191.2	-1.5	1.3	191.0
	<b>Core earnings / profit/loss on ordinary operations</b>	<b>151.7</b>	<b>53.0</b>	<b>97.6</b>	<b>-0.1</b>	<b>-0.1</b>	<b>-77.4</b>	<b>-0.2</b>	<b>224.5</b>	<b>2.5</b>	<b>-36.4</b>	<b>190.6</b>
	Contributions to sector-wide solutions	0.0	0.0	0.0	0.0	0.0	-36.4	0.0		0.0	36.4	0.0
	<b>Profit/loss before tax</b>	<b>151.7</b>	<b>53.0</b>	<b>97.6</b>	<b>-0.1</b>	<b>-0.1</b>	<b>-113.8</b>	<b>-0.2</b>		<b>2.5</b>	<b>0.0</b>	<b>190.6</b>

\*) The core earnings column corresponds to the Group figures in the Management's review.

The correlation to the Group is specified in the columns "Earnings from investment portfolios, etc." and "Contributions to sector-wide solutions".

Note	DKK m	Spar Nord's Local Banks	Finans Nord	Trading, Financial Markets & the International Division	Corporate Coordination & Support	Staff Functions	Unallocated	Eliminations	Earnings from investment portfolios, etc.	The Group, total
<b>3 Business segments – H1 2011 (continued)</b>										
<b>BALANCE SHEET FIGURES</b>										
		32,337.5	7,699.0	1,320.6	0.3	0.0	6,807.0	-7,141.8	0.0	41,022.6
		0.0	0.0	0.0	0.0	0.0	713.0	0.0	40.8	753.8
		205.1	683.8	0.7	70.0	500.6	38.8	-1.2	0.0	1,497.8
		7,032.7	91.9	18,833.9	262.8	40.5	2,123.0	-43.5	317.1	28,658.4
		<b>39,575.3</b>	<b>8,474.7</b>	<b>20,155.2</b>	<b>333.1</b>	<b>541.1</b>	<b>9,681.8</b>	<b>-7,186.5</b>	<b>357.9</b>	<b>71,932.6</b>
		27,895.7	0.0	2,057.1	248.3	0.0	0.0	-17.0	0.0	30,184.1
		2,302.3	536.4	383.4	11.1	40.5	1,227.6	-1.2	24.2	4,524.3
		6,150.5	8,014.8	11,055.8	304.5	13,512.6	5,354.3	-7,168.3	0.0	37,224.2
		<b>36,348.5</b>	<b>8,551.2</b>	<b>13,496.3</b>	<b>563.9</b>	<b>13,553.1</b>	<b>6,581.9</b>	<b>-7,186.5</b>	<b>24.2</b>	<b>71,932.6</b>
<b>DISCLOSURES -TOTAL INCOME/REVENUE</b>										
		-20.6	0.6	25.0	193.3	148.7	-34.1	-4.0	-5.7	303.2
		0.0	0.0	-15.0	-191.9	-96.3	0.0	0.0	0.0	-303.2
		951.7	193.9	120.0	15.9	-67.7	56.5	-2.8	6.9	1,274.4
		<b>931.1</b>	<b>194.5</b>	<b>130.0</b>	<b>17.3</b>	<b>-15.3</b>	<b>22.4</b>	<b>-6.8</b>	<b>1.2</b>	<b>1,274.4</b>
<b>Income/revenue, total - external customers</b>										
		951.7	164.2	120.0	15.9	-67.7	56.5	-2.8	6.9	1,244.7
		0.0	29.7	0.0	0.0	0.0	0.0	0.0	0.0	29.7
		<b>951.7</b>	<b>193.9</b>	<b>120.0</b>	<b>15.9</b>	<b>-67.7</b>	<b>56.5</b>	<b>-2.8</b>	<b>6.9</b>	<b>1,274.4</b>
<b>FINANCIAL RATIOS</b>										
		13.0	19.7	67.8	-	-	-	-	-	-
		0.66	0.61	0.25	-	-	-	-	-	-
		28,778	6,705	4,792	138	507	2,112	-	302	43,334
		962	119	74	210	110	-	-	-	1,475

As in previous years, the Group uses core earnings as its profit target.

The reporting segments correspond to the Group's organizational units, and internal follow-up is carried on in this regard.

#### A DESCRIPTION OF THE ACTIVITIES OF THE BUSINESS AREAS:

- For a description of the activities of Spar Nord's Local Banks, Finans Nord and the Trading, Financial Markets & the International Division, please see the 2010 Annual Report, pp. 24-29 and p. 68.
- The activities of Corporate Coordination & Support and Staff Functions are the Group's support functions.
- Earnings from investment portfolios, etc. consist of earnings from the Bank's trading portfolio, Erhvervsinvest Nord A/S and companies from which investment in unlisted shares is carried on.

Contributions to sector-wide solutions consist of payment of contributions towards the Depositors' and Investors' Guarantee Fund complying with the minimum liquidity requirement (costs) and losses on sector-wide solutions (impairment of loans and advances, etc.).

Internal settlement is determined based on the same principles as in previous years, and expresses contributions to earnings from the activities carried on by the respective business areas.

Internal control takes place based on a net-interest consideration, and accordingly interest income and expenses are not disclosed.

No significant writedowns for impairment have been made.

\*) Non-current assets located in countries other than Denmark amounted to DKK 12.3 million at 30 June 2011.

\*\*) Temporary assets amount to DKK 79.1 million, of which DKK 77.7 million relates to Finans Nord, and DKK 1.4 million relates to Staff Functions.

\*\*) The rate of return on equity per annum has been calculated on allocated capital, which amounts to 8% of the average risk-weighted items

Note	DKK m	Spar Nord's Local Banks	Finans Nord	Trading, Financial Markets & the Interna- tional Division	Corporate Coordi- nation & Support	Staff Functions	Unallocated	Eliminations	Core earnings*)	Earnings from investment portfolios, etc.	Contributions to sector-wide solutions	The Group, total
<b>3</b>	<b>Business segments – H1 2010</b>											
	<b>INCOME STATEMENT</b>											
	Net interest income	618.5	91.4	106.5	-0.7	-0.3	-11.7	0.0	803.7	-0.3	0.0	803.4
	Net income from fees, charges and commissions	237.0	3.3	3.7	2.7	-0.1	3.0	0.0	249.6	0.0	0.0	249.6
	Market-value adjustments and dividends	65.7	-0.8	61.3	2.5	-0.1	31.3	0.0	159.9	-10.3	0.0	149.6
	Other operating income	14.1	44.8	3.9	1.9	11.7	-4.2	-6.9	65.3	0.0	0.0	65.3
	Profit/loss on equity investments in associates and group enterprises	0.0	0.0	0.0	0.0	0.0	26.6	0.0	26.6	1.5	-10.3	17.8
	<b>Core income/revenue, total</b>	<b>935.3</b>	<b>138.7</b>	<b>175.4</b>	<b>6.4</b>	<b>11.2</b>	<b>45.0</b>	<b>-6.9</b>	<b>1,305.1</b>	<b>-9.1</b>	<b>-10.3</b>	<b>1,285.7</b>
	Operating expenses, depreciation and amortization	663.5	83.5	31.4	5.5	9.5	65.5	-6.1	852.8	0.2	92.9	945.9
	<b>Core earnings before impairment</b>	<b>271.8</b>	<b>55.2</b>	<b>144.0</b>	<b>0.9</b>	<b>1.7</b>	<b>-20.5</b>	<b>-0.8</b>	<b>452.3</b>	<b>-9.3</b>	<b>-103.2</b>	<b>339.8</b>
	Impairment of loans, advances and receivables, etc.	166.8	63.0	0.0	0.0	0.0	0.0	0.0	229.8	0.1	60.0	289.9
	<b>Core earnings / profit/loss on ordinary operations</b>	<b>105.0</b>	<b>-7.8</b>	<b>144.0</b>	<b>0.9</b>	<b>1.7</b>	<b>-20.5</b>	<b>-0.8</b>	<b>222.5</b>	<b>-9.4</b>	<b>-163.2</b>	<b>49.9</b>
	Contributions to sector-wide solutions	-56.4	-12.6	-8.3	-0.2	-1.0	-84.7	0.0		0.0	163.2	0.0
	<b>Profit/loss before tax</b>	<b>48.6</b>	<b>-20.4</b>	<b>135.7</b>	<b>0.7</b>	<b>0.7</b>	<b>-105.2</b>	<b>-0.8</b>		<b>-9.4</b>	<b>0.0</b>	<b>49.9</b>

\*) The core earnings column corresponds to the Group figures in the Management's review.

The correlation to the Group is specified in the columns "Earnings from investment portfolios, etc." and "Contributions to sector-wide solutions".

Note	Mio. kr.	Spar Nord's Local Banks	Finans Nord	Trading, Financial Markets & the International Division	Corporate Coordination & Support	Staff Functions	Unallocated	Eliminations	Earnings from investment portfolios, etc.	The Group, total
<b>3 Business segments – H1 2010 (continued)</b>										
<b>BALANCE SHEET FIGURES</b>										
Loans, advances and other receivables at amortized cost	30,371.1	7,595.5	1,788.5	0.6	0.2	6,543.1	-6,674.9	3.0	39,627.1	
Equity investments in associates and group enterprises	0.0	0.0	0.0	0.0	0.0	686.1	0.0	37.7	723.8	
Intangible assets and property, plant and equipment *)	207.7	297.8	1.1	63.0	497.6	33.9	-0.8	0.0	1,100.3	
Miscellaneous assets **)	5,346.4	181.8	17,750.4	210.5	39.1	2,677.7	-71.6	324.5	26,458.8	
<b>Total assets</b>	<b>35,925.2</b>	<b>8,075.1</b>	<b>19,540.0</b>	<b>274.1</b>	<b>536.9</b>	<b>9,940.8</b>	<b>-6,747.3</b>	<b>365.2</b>	<b>67,910.0</b>	
Deposits and other payables	29,193.2	0.0	3,762.6	223.5	0.0	0.0	-24.3	0.0	33,155.0	
Shareholders' equity (allocated capital)	2,365.7	514.5	371.5	10.4	40.2	980.1	-0.8	24.8	4,306.4	
Miscellaneous liabilities	4,562.4	7,677.3	5,926.8	257.1	10,600.4	8,145.5	-6,722.2	1.3	30,448.6	
<b>Total shareholders' equity and liabilities</b>	<b>36,121.3</b>	<b>8,191.8</b>	<b>10,060.9</b>	<b>491.0</b>	<b>10,640.6</b>	<b>9,125.6</b>	<b>-6,747.3</b>	<b>26.1</b>	<b>67,910.0</b>	
<b>DISCLOSURES -TOTAL INCOME/REVENUE</b>										
Internal income/revenue	13.8	0.7	-48.5	222.2	155.9	-7.8	0.0	-2.7	333.6	
Internal income and eliminations offset against costs	0.0	0.0	-9.5	-235.8	-88.3	0.0	0.0	0.0	-333.6	
Income/revenue, external customers	921.5	138.0	233.4	20.0	-56.4	42.5	-6.9	-6.4	1,285.7	
<b>Income/revenue, total</b>	<b>935.3</b>	<b>138.7</b>	<b>175.4</b>	<b>6.4</b>	<b>11.2</b>	<b>34.7</b>	<b>-6.9</b>	<b>-9.1</b>	<b>1,285.7</b>	
<b>Income/revenue, total - external customers</b>										
Denmark	921.5	122.7	233.4	20.0	-56.4	42.5	-6.9	-6.4	1,270.4	
Other EU countries	0.0	15.3	0.0	0.0	0.0	0.0	0.0	0.0	15.3	
<b>Revenue, external customers, total</b>	<b>921.5</b>	<b>138.0</b>	<b>233.4</b>	<b>20.0</b>	<b>-56.4</b>	<b>42.5</b>	<b>-6.9</b>	<b>-6.4</b>	<b>1,285.7</b>	
<b>FINANCIAL RATIOS</b>										
Return on equity (%) ***)	4.2	-8.0	79.9	-	-	-	-	-	-	
Cost share of core income	0.71	0.60	0.18	-	-	-	-	-	-	
Risk-weighted items, end of period	29,572	6,431	4,643	130	502	1,796	-	310	43,384	
Number of employees (full-time, end of period)	973	105	71	259	107	-	-	-	1,515	

As in previous years, the Group uses core earnings as its profit target.

The reporting segments correspond to the Group's organizational units, and internal follow-up is carried on in this regard.

#### A DESCRIPTION OF THE ACTIVITIES OF THE BUSINESS AREAS:

- For a description of the activities of Spar Nord's Local Banks, Finans Nord and the Trading, Financial Markets & the International Division, please see the 2010 Annual Report, pp. 24-29 and p. 68.
- The activities of Corporate Coordination & Support and Staff Functions are the Group's support functions.
- Earnings from investment portfolios, etc. consist of earnings from the Bank's trading portfolio, Erhvervsinvest Nord A/S and companies from which investment in unlisted shares is carried on.

Contributions to sector-wide solutions consist of paid guarantee commission and contributions towards the Depositors' and Investors' Guarantee Fund complying with the minimum liquidity requirement (costs) and losses on sector-wide solutions (impairment of loans and advances, etc.).

Internal control takes place based on a net-interest consideration, and accordingly interest income and expenses are not disclosed.

No significant writedowns for impairment have been made.

\*) Non-current assets located in countries other than Denmark amounted to DKK 20.0 million at 30 June 2010.

\*\*) Temporary assets amount to DKK 128.7 million, of which DKK 128.6 million relates to Finans Nord, and DKK 0.1 million relates to Staff Functions.

\*\*\*) The rate of return on equity per annum has been calculated on allocated capital, which amounts to 8% of the average risk-weighted items.

Note	DKK m	H1 2011	H1 2010	Full year 2010
<b>4</b>	<b>Interest income</b>			
	Receivables from credit institutions and central banks	16.9	29.2	46.5
	Loans, advances and other receivables	984.1	989.7	1,968.7
	Bonds	188.1	194.5	372.5
	Foreign-exchange contracts	8.6	21.0	28.9
	Interest-rate contracts	-19.7	-7.9	-21.4
	<i>Derivative instruments, total</i>	-11.1	13.1	7.5
	Other interest income	0.7	0.2	0.7
	<b>Total interest income</b>	<b>1,178.7</b>	<b>1,226.7</b>	<b>2,395.9</b>
	<i>Of which, income from genuine purchase and resale transactions booked under</i>			
	Receivables from credit institutions and central banks	5.2	16.2	21.0
	Loans, advances and other receivables	2.4	5.0	7.9
<b>5</b>	<b>Interest expenses</b>			
	Credit institutions and central banks	45.8	37.2	68.3
	Deposits and other payables	139.6	218.8	368.8
	Issued bonds	115.7	84.4	185.2
	Subordinated debt	81.3	82.8	165.6
	Other interest expenses	0.2	0.1	0.2
	<b>Total interest expenses</b>	<b>382.6</b>	<b>423.3</b>	<b>788.1</b>
	<i>Of which, interest expenses from genuine sales and repo transactions booked under</i>			
	Payables to credit institutions and central banks	12.9	1.7	5.8
	Deposits and other payables	0.7	0.0	0.1
<b>6</b>	<b>Fees, charges and commissions received</b>			
	Securities trading and custody accounts	62.1	65.6	126.3
	Asset management	53.4	48.2	100.2
	Payment services	28.9	28.2	60.7
	Loan transaction fees	81.2	76.9	160.5
	- of which, mortgage-credit institutions	56.5	50.8	103.5
	Guarantee commissions	18.3	29.1	65.3
	Other fees, charges and commissions	37.9	38.4	61.2
	<b>Total fees, charges and commissions received</b>	<b>281.8</b>	<b>286.4</b>	<b>574.2</b>
<b>7</b>	<b>Fees, charges and commissions paid</b>			
	Securities trading and custody accounts			
	Asset management	23.0	26.4	50.9
	Guarantee commissions	0.5	5.3	5.8
	Other fees, charges and commissions	0.1	0.0	0.0
	<b>Total fees, charges and commissions paid</b>	<b>5.8</b>	<b>5.1</b>	<b>11.9</b>
<b>8</b>	<b>Net fees, charges and commissions received</b>			
	Securities trading and custody accounts	39.1	39.2	75.4
	Asset management	52.9	42.9	94.4
	Payment services	28.9	28.2	60.7
	Loan transaction fees	81.2	76.9	160.5
	- of which, mortgage-credit institutions	56.5	50.8	103.5
	Guarantee commissions	18.2	29.1	65.3
	Other fees, charges and commissions	32.1	33.3	49.3
	<b>Total fees (net), charges and commissions received</b>	<b>252.4</b>	<b>249.6</b>	<b>505.6</b>

Note	DKK m	H1 2011	H1 2010	Full year 2010
<b>9</b>	<b>Market-value adjustments</b>			
	Other loans, advances and receivables at fair value	-6.7	-8.6	-26.9
	Bonds	-48.5	168.0	125.0
	Shares, etc.	26.6	43.8	63.0
	Currency	-15.3	100.2	301.9
	Foreign-exchange, interest, share, commodity and other contracts and derivative instruments	91.9	-53.9	-173.4
	Assets linked to pooled schemes	-107.6	224.2	494.9
	Deposits in pooled schemes	107.6	-224.2	-494.9
	Miscellaneous commitments	33.1	-112.7	-54.5
	<b>Total market-value adjustments</b>	<b>81.1</b>	<b>136.8</b>	<b>235.1</b>
<b>10</b>	<b>Staff costs and administrative expenses</b>			
	Staff costs	493.8	505.1	948.2
	Administrative expenses	271.0	284.1	555.9
	<b>Total staff costs and administrative expenses</b>	<b>764.8</b>	<b>789.2</b>	<b>1,504.1</b>
	<i>Staff costs</i>			
	Salaries	413.8	430.4	794.6
	Share-based payment	0.0	0.0	0.0
	Pensions	45.8	45.0	94.1
	Social security costs and payroll tax, etc.	34.2	29.7	59.5
	<b>Total staff costs</b>	<b>493.8</b>	<b>505.1</b>	<b>948.2</b>
	<i>Of which, remuneration to present and previous Executive and Supervisory Board members amounts to</i>			
	<i>Supervisory Board</i>			
	Number	9	9	9
	Fixed pay	1.2	1.2	2.5
	Variable pay	0.0	0.0	0.0
	Pension	0.0	0.0	0.0
	<b>Total remuneration</b>	<b>1.2</b>	<b>1.2</b>	<b>2.5</b>
	<i>Executive Board</i>			
	Number	3	3	3
	Base salary	4.5	4.2	8.3
	- fees received from supervisory board memberships	0.8	0.5	1.3
	The Bank's expense, base salary	3.7	3.7	7.0
	Variable pay	0.0	0.0	0.0
	Pension	0.6	0.6	1.0
	<b>Total remuneration</b>	<b>4.3</b>	<b>4.3</b>	<b>8.0</b>
	<i>Breakdown of remuneration to Executive Board</i>			
	Lasse Nyby **)			
	Base salary	1.6	1.5	3.0
	- fees received from supervisory board memberships	0.2	0.2	0.5
	The Bank's expense, base salary	1.4	1.3	2.5
	Pension	0.2	0.2	0.4
	Bonus	0.0	0.0	0.0
	Share-option scheme	0.0	0.0	0.0
	<b>Total</b>	<b>1.6</b>	<b>1.5</b>	<b>2.9</b>
	John Lundsgaard			
	Base salary	1.5	1.4	2.7
	- fees received from supervisory board memberships	0.4	0.1 *)	0.3
	The Bank's expense, base salary	1.1	1.3	2.4
	Pension	0.2	0.2	0.3
	Bonus	0.0	0.0	0.0
	Share-option scheme	0.0	0.0	0.0
	<b>Total</b>	<b>1.3</b>	<b>1.5</b>	<b>2.7</b>
	Lars Møller **)			
	Base salary	1.4	1.3	2.6
	- fees received from supervisory board memberships	0.2	0.2	0.5
	The Bank's expense, base salary	1.2	1.1	2.1
	Pension	0.2	0.2	0.3
	Bonus	0.0	0.0	0.0
	Share-option scheme	0.0	0.0	0.0
	<b>Total</b>	<b>1.4</b>	<b>1.3</b>	<b>2.4</b>
	*) Including adjustment relating to prior year(s) **) To which must be added employer-paid car			
	Number of employees (average no. of full-time employees)	1,471.2	1,530.5	1,508.0

Termination rules: The members of the Executive Board have a term of notice of 12 months and will receive compensation corresponding to two years' pay.  
Pension obligation: Like the other employees, members of the Executive Board are comprised by defined-contribution pension plans.  
Incentive scheme: No new share-option schemes were established for any of the Bank's staff groups.



Note	DKK m	H1 2011	H1 2010	Full year 2010
<i>Administrative expenses</i>				
	IT expenses	120.1	124.2	241.9
	Marketing costs	49.3	39.6	69.4
	Cost of premises	39.5	41.3	84.4
	Staff and travelling expenses	26.2	26.0	52.4
	Office expenses	16.5	17.8	33.7
	Other administrative expenses	19.4	35.2	74.1
	<b>Total administrative expenses</b>	<b>271.0</b>	<b>284.1</b>	<b>555.9</b>
<b>11</b>	<b>Receivables from credit institutions and central banks</b>			
	Receivables from central banks, subject to notice	16.0	0.0	20.5
	Receivables from credit institutions	3,930.1	3,886.1	2,207.3
	<b>Total receivables from credit institutions and central banks</b>	<b>3,946.1</b>	<b>3,886.1</b>	<b>2,227.8</b>
<b>12</b>	<b>Impairment of loans and advances and provisions for losses on guarantees</b>			
<i>Individual impairment of loans and advances</i>				
	Individual impairment, beginning of period	931.0	856.8	856.8
	New individual impairment	224.4	308.9	482.2
	Reversal of individual impairment losses	105.3	109.2	186.3
	Previously written down, now definitively lost	155.5	174.3	277.8
	Interest on impaired loans and advances taken to income	30.0	28.4	56.1
	<b>Individual impairment, end of period</b>	<b>924.6</b>	<b>910.6</b>	<b>931.0</b>
<i>Groups of impairment losses, loans and advances</i>				
	Groups of impairment losses, beginning of period	91.4	108.9	108.9
	New groups of impairment losses	0.0	0.0	0.0
	Reversal of groups of impairment losses	5.2	19.9	17.5
	<b>Groups of impairment losses, end of period</b>	<b>86.2</b>	<b>89.0</b>	<b>91.4</b>
<i>Total impairment of loans and advances</i>				
	Impairment, beginning of period	1,022.4	965.7	965.7
	New impairment	224.4	308.9	482.2
	Reversal of impairment losses	110.5	129.1	203.8
	Previously written down, now definitively lost	155.5	174.3	277.8
	Interest on impaired loans and advances taken to income	30.0	28.4	56.1
	<b>Impairment, end of period</b>	<b>1,010.8</b>	<b>999.6</b>	<b>1,022.4</b>
<i>Impairment recognized in the income statement</i>				
	New impairment	224.4	308.9	482.2
	Reversal of impairment losses	110.5	129.1	203.8
	Losses without prior impairment	88.7	62.6	207.6
	Carried to income, previously written off	11.3	12.6	30.6
	<b>Recognized in the income statement</b>	<b>191.3</b>	<b>229.8</b>	<b>455.4</b>
<i>Impairment, other credit risks</i>				
		0.0	0.0	0.0
<i>Provisions for losses on guarantees</i>				
	Provisions, beginning of period	4.5	133.8	133.8
	New provisions	0.0	60.6	2.0
	Reversal of provisions	1.5	0.5	0.8
	Provisions previously made, now definitively lost	0.0	0.0	130.5
	<b>Provisions for losses on guarantees, end of period</b>	<b>3.0</b>	<b>193.9</b>	<b>4.5</b>
<i>Provisions for losses on guarantees recognized in the income statement</i>				
	New provisions	0.0	60.6	2.0
	Reversal of provisions	1.5	0.5	0.8
	Losses without prior provisions	1.2	0.0	93.6
	<b>Recognized in the income statement</b>	<b>-0.3</b>	<b>60.1</b>	<b>94.8</b>
	<b>Impairment account for loans, advances and provisions for losses on guarantees, total</b>	<b>1,013.8</b>	<b>1,193.5</b>	<b>1,026.9</b>
	<b>Impairment of loans, advances and receivables, etc.</b>			
	The total recognition in the income statement under impairment of loans, advances and receivables, etc. can be broken down as follows:			
	Impairment of loans, advances and receivables, etc.	191.3	229.8	455.4
	Provisions for losses on guarantees	-0.3	60.1	94.8
	<b>Total impairment of loans, advances and receivables, etc.</b>	<b>191.0</b>	<b>289.9</b>	<b>550.2</b>
<b>13</b>	<b>Other assets</b>			
	Positive market value of derivative instruments	1,745.2	2,141.9	1,670.5
	Miscellaneous receivables	68.8	45.9	8.2
	Interest and commissions receivable	286.8	241.9	368.1
	Miscellaneous assets	41.6	72.4	17.7
	<b>Other assets, total</b>	<b>2,142.4</b>	<b>2,502.1</b>	<b>2,064.5</b>
<b>14</b>	<b>Deposits and other payables</b>			
	On demand	21,361.1	22,474.8	21,439.9
	Subject to notice	3,060.7	3,209.2	2,763.9
	Time deposits	2,859.0	4,198.7	3,987.3
	Special types of deposit	2,903.3	3,272.3	3,012.6
	<b>Deposits and other payables, total</b>	<b>30,184.1</b>	<b>33,155.0</b>	<b>31,203.7</b>
<b>15</b>	<b>Other liabilities</b>			
	Miscellaneous payables	2,218.9	2,106.8	4,217.1
	Negative market value of derivative instruments	1,449.5	4,009.2	1,663.8
	Interest and commissions payable	311.2	286.8	175.4
	Miscellaneous liabilities	767.7	675.5	652.3
	<b>Other liabilities, total</b>	<b>4,747.3</b>	<b>7,078.3</b>	<b>6,708.6</b>

Note	Mio. kr.				H1 2011	H1 2010	Full year 2010	
<b>16 Subordinated debt</b>								
Currency	Note	Principal (DKK m)	Interest rate	Received	Maturity			
DKK	a	200.0	2.653%	2006	16.11.2014	200.0	200.0	
NOK	b	220.0	3.290%	2006	20.02.2015	210.7	205.5	
EUR	c	40.0	2.356%	2007	28.03.2015	298.3	297.9	
EUR	d	33.5	1.864%	2005	29.10.2015	0.0	249.5	
DKK	e	100.0	2.608%	2007	03.12.2015	100.0	100.0	
<b>Supplementary capital contributions, total</b>						<b>809.0</b>	<b>1,052.9</b>	<b>807.7</b>
<b>Hybrid core capital</b>								
DKK	f	350.0	5.250%	2005	Perpetual	363.8	375.2	367.6
DKK	g	1,265.0	9.690%	2009	Perpetual	1,291.3	1,324.3	1,302.0
Portfolio of own bonds						-0.5	-0.4	-0.3
<b>Subordinated debt, total</b>						<b>2,463.6</b>	<b>2,752.0</b>	<b>2,477.0</b>
Interest on subordinated debt						80.8	82.2	164.4
Costs of raising subordinated debt						0.5	0.6	1.2
Subordinated debt that can be included for the purpose of calculating the capital base.						2,463.6	2,752.0	2,477.0
a Redeemable as from 16.11.2011, after which date interest is fixed at DKKC6M + a 2.40% margin.								
b Redeemable as from 20.02.2012, after which date interest is fixed at NOKL3M + a 2.10% margin.								
c Redeemable as from 28.03.2012, after which date interest is fixed at EURI6M + a 1.81% margin.								
d Redeemed on 29.10.2010.								
e Redeemable as from 03.12.2012, after which date interest is fixed at DKKC6M + a 2.35% margin.								
f Redeemable as from 16.03.2015, after which date interest is fixed at DKKC3M + a 2.33% margin.								
g Redeemable as from 30.05.2014-30.06.2014 at par, from 01.07.2014-30.06.2015 at a price of DKK 105 and subsequently at a price of DKK 110.								
<b>17 Contingent liabilities</b>								
The Bank and all major wholly-owned subsidiaries are jointly registered for payroll tax and VAT and are jointly and severally liable for the payroll tax and VAT payable.								
Financial guarantees						2,063.1	1,949.9	2,064.2
Loss guarantees for mortgage-credit loans						750.6	664.2	667.5
Registration and refinancing guarantees						566.6	3,212.6	1,983.4
Other contingent liabilities						474.1	741.7	422.4
<b>Total contingent liabilities</b>						<b>3,854.4</b>	<b>6,568.4</b>	<b>5,137.5</b>
Together with the majority of other Danish financial institutions, Spar Nord Bank participated in the government-backed guarantee scheme (the Private Contingency Association), which was adopted by the Danish Parliament on 10 October 2008. The scheme covered the period from 5 October 2008 to 30 September 2010 and involved an unconditional state guarantee for Danish banks' liabilities, with the exception of subordinated debt and covered bonds. The guarantee was recognized under other contingent liabilities.								
The share of the guarantee was calculated based on the risk-weighted items of the individual member of the Private Contingency Association that were attributable to the activities covered by the guarantee.								
<b>18 Other obligating agreements</b>								
Miscellaneous						581.7	576.3	581.7
<b>Other obligating agreements, total</b>						<b>581.7</b>	<b>576.3</b>	<b>581.7</b>
<i>Miscellaneous is composed of:</i>								
<i>Rent obligations *)</i>								
The Bank has concluded lease agreements with real property lessors regarding a number of the Bank's branches. The rent commitment until the legal notice of termination date amounts to DKK 121.7 million.								
<i>Data processing centre *)</i>								
The Bank has concluded an agreement with the data-processing centre SDC A/S regarding provision of services in the IT area. Early cancellation of this agreement within the agreed notice period would result in the Bank incurring a maximum cost of DKK 460 million, corresponding to the average monthly payments over a period of 36 months.								
The Spar Nord Bank Group has no other obligating agreements.								
*) According to the most recent Annual Report.								

DKK m	H1 2011	H1 2010	Full year 2010
<b>SOLVENCY INFORMATION</b>			
<b>CAPITAL BASE AND SOLVENCY RATIO</b>			
Shareholders' equity	4,524.3	4,306.4	4,374.4
Intangible assets, incl. share recognized in investments in associates	192.1	198.7	194.6
Other deductions	110.9	89.1	131.8
<b>Core capital after deductions</b>	<b>4,221.3</b>	<b>4,018.6</b>	<b>4,048.0</b>
<b>Hybrid core capital</b>	<b>1,655.1</b>	<b>1,699.5</b>	<b>1,669.5</b>
<b>Core capital (incl. hybrid core capital) after deductions</b>	<b>5,876.4</b>	<b>5,718.1</b>	<b>5,717.5</b>
Subordinated debt (excl. hybrid core capital) *)	808.5	1,052.5	807.5
Revaluation reserves, etc.	60.9	60.3	64.6
Other deductions	757.5	708.8	769.2
<b>Capital base after deductions</b>	<b>5,988.3</b>	<b>6,122.1</b>	<b>5,820.4</b>
<b>Risk-weighted items</b>	<b>43,333.7</b>	<b>43,383.7</b>	<b>43,405.5</b>
Core capital ratio (excl. hybrid core capital) (%)	9.7	9.3	9.3
Core capital ratio (incl. hybrid core capital) after deduction in % of risk-weighted items, total	13.6	13.2	13.2
Solvency ratio (%)	13.8	14.1	13.4
The determination of solvency ratio includes recognition of profit/loss for the period.			
*) Including portfolio of own bonds.			
<b>Genuine sale and repo transactions and genuine purchase and resale transactions</b>			
<i>Genuine purchase and resale transactions constitute the following:</i>			
Receivables from credit institutions and central banks	1,666.5	1,246.2	811.8
Loans, advances and other receivables	580.7	806.9	1,516.6
<i>Genuine sale and repo transactions constitute the following:</i>			
Payables to credit institutions and central banks	5,146.1	309.9	813.3
Deposits and other payables	100.1	0.0	813.3
<i>Assets sold as an element in genuine sale and repo transactions</i>			
Asset item:			
Bonds at fair value	5,169.6	306.7	1,592.1
<b>Security furnished</b>			
At the end of Q2, the following were deposited with Danmarks Nationalbank (the central bank), The Royal Bank of Scotland and foreign clearing centres:			
- bonds included in the trading portfolio	3,540.2	4,968.6	5,962.7
- deposits, futures clearing	16.3	32.8	13.4
<i>with credit institutions</i>			
- deposits via CSA agreements for derivatives trades	615.8	663.2	570.4

DKK m	H1 2011	H1 2010	Full year 2010
<b>Hedge accounting</b>			
<b>Assets</b>			
<i>Loans and advances</i>			
Carrying amount	81.3	84.8	81.9
Purchase price	75.0	75.0	75.0
Fair value	81.3	84.8	81.9
Nominal value	75.0	75.0	75.0
<i>Derivatives (swap contracts)</i>			
Carrying amount	-6.3	-9.8	-6.9
Fair value	-6.3	-9.8	-6.9
Synthetic principal/nominal value	75.0	75.0	75.0
<b>Liabilities</b>			
<i>Issued bonds</i>			
Carrying amount	3,798.4	3,779.4	3,754.6
Purchase price	3,729.4	3,724.1	3,727.2
Fair value	3,798.4	3,779.4	3,754.6
Nominal value	3,729.4	3,724.1	3,727.2
<i>Derivatives (swap contracts)</i>			
Carrying amount	62.6	55.3	26.1
Fair value	62.6	55.3	26.1
Synthetic principal/nominal value	3,729.4	3,724.1	3,727.2
<i>Subordinated debt</i>			
Carrying amount	1,658.1	1,703.5	1,673.0
Purchase price	1,615.0	1,615.0	1,615.0
Fair value	1,658.1	1,703.5	1,673.0
Nominal value	1,615.0	1,615.0	1,615.0
<i>Derivatives (swap contracts)</i>			
Carrying amount	42.8	87.8	57.3
Fair value	42.8	87.8	57.3
Synthetic principal/nominal value	1,615.0	1,615.0	1,615.0

## Ownership

The Spar Nord Foundation, Aalborg, and Nykredit Realkredit A/S, Copenhagen, have disclosed that they each own more than 5% of the share capital of Spar Nord Bank A/S.

# PERFORMANCE INDICATORS AND FINANCIAL RATIOS - THE PARENT COMPANY

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## THE DANISH FINANCIAL SUPERVISORY AUTHORITY'S LAYOUT AND RATIO SYSTEM

DKK m	H1 2011	H1 2010	Change in pct.	H1 2011	H1 2010	H1 2009	H1 2008	H1 2007	Full year 2010
<b>INCOME STATEMENT</b>									
Interest income	1,072.5	1,148.4	-6.6	1,072.5	1,148.4	1,502.9	1,629.8	1,238.6	2,226.3
Interest expenses	382.4	422.7	-9.5	382.4	422.7	655.7	1,068.9	765.2	787.5
<b>Net interest income</b>	<b>690.1</b>	<b>725.7</b>	<b>-4.9</b>	<b>690.1</b>	<b>725.7</b>	<b>847.2</b>	<b>560.9</b>	<b>473.4</b>	<b>1,438.8</b>
Dividends on shares, etc.	10.1	12.8	-21.1	10.1	12.8	19.7	17.0	15.7	13.0
Fees, charges and commissions received	278.5	283.1	-1.6	278.5	283.1	233.1	235.9	293.8	567.1
Fees, charges and commissions paid	29.4	36.8	-20.1	29.4	36.8	30.9	37.5	36.2	68.6
<b>Net income from interest, fees, charges and commissions</b>	<b>949.3</b>	<b>984.8</b>	<b>-3.6</b>	<b>949.3</b>	<b>984.8</b>	<b>1,069.1</b>	<b>776.3</b>	<b>746.7</b>	<b>1,950.3</b>
Market-value adjustments	82.9	140.9	-41.2	82.9	140.9	136.9	64.9	96.4	237.7
Other operating income	25.1	26.5	-5.3	25.1	26.5	23.6	18.7	13.8	48.1
Staff costs and administrative expenses	710.1	741.9	-4.3	710.1	741.9	708.4	609.9	561.1	1,410.7
Depreciation, amortization and impairment of intangible assets and property, plant and equipment	32.4	28.7	12.9	32.4	28.7	34.1	29.4	22.5	62.8
Other operating expenses	37.6	97.6	-61.5	37.6	97.6	85.9	2.3	2.0	216.0
Impairment of loans, advances and receivables, etc.	170.0	226.8	-25.0	170.0	226.8	275.3	-5.1	-76.8	449.9
Profit/loss on equity investments in associates and group enterprises	73.3	-0.2	-	73.3	-0.2	-7.8	100.7	113.9	37.8
<b>Profit/loss before tax</b>	<b>180.5</b>	<b>57.0</b>	<b>-</b>	<b>180.5</b>	<b>57.0</b>	<b>118.1</b>	<b>324.1</b>	<b>462.0</b>	<b>134.5</b>
Tax	9.2	14.7	-	9.2	14.7	27.5	57.0	96.2	28.5
<b>Profit/loss after tax</b>	<b>171.3</b>	<b>42.3</b>	<b>-</b>	<b>171.3</b>	<b>42.3</b>	<b>90.6</b>	<b>267.1</b>	<b>365.8</b>	<b>106.0</b>
<b>BALANCE SHEET</b>									
Total assets	71,077	66,957	6.2	71,077	66,957	62,957	67,566	56,948	66,414
Loans and advances	40,465	38,704	4.5	40,465	38,704	38,720	40,998	35,322	39,051
- bank loans and advances	39,884	37,897	5.2	39,884	37,897	38,720	39,948	35,322	37,534
- reverse transactions	581	807	-28.0	581	807	0	1,050	0	1,517
Deposits	36,292	37,853	-4.1	36,292	37,853	36,141	34,145	27,092	36,899
- bank deposits	30,101	33,179	-9.3	30,101	33,179	32,686	30,094	23,300	30,408
- repo transactions	100	0	-	100	0	0	0	0	813
- deposits in pooled schemes	6,091	4,674	30.3	6,091	4,674	3,455	4,051	3,792	5,678
Subordinated debt	2,464	2,752	-10.5	2,464	2,752	2,801	1,658	1,663	2,477
Shareholders' equity	4,526	4,307	5.1	4,526	4,307	4,125	4,219	3,849	4,375
Contingent liabilities	4,485	7,258	-38.2	4,485	7,258	6,032	4,500	7,858	5,789
Risk-weighted assets	44,321	44,128	0.4	44,321	44,128	40,685	42,857	41,738	44,155
Core capital (incl. hybrid core capital) after deductions	5,904	5,746	2.7	5,904	5,746	5,482	4,346	3,880	5,745
Impairment of loans, advances and receivables, etc.	893	1,054	-15.3	893	1,054	732	384	439	891
Non-performing loans	71	59	20.1	71	59	51	26	22	54
Business volume	81,242	83,815	-3.1	81,242	83,815	80,893	79,643	70,272	81,739
<b>FINANCIAL RATIOS</b>									
<i>Solvency</i>									
Solvency ratio (%)	13.6	13.9		13.6	13.9	14.7	11.8	10.9	13.2
Core capital ratio (%)	13.3	13.0		13.3	13.0	13.5	10.1	9.3	13.0
<i>Earnings</i>									
Return on equity before tax (%)	4.1	1.3		4.1	1.3	2.9	7.8	12.3	3.2
Return on equity after tax (%)	3.8	1.0		3.8	1.0	2.2	6.4	9.8	2.5
Income/cost ratio	1.19	1.05		1.19	1.05	1.11	1.51	1.91	1.06
<i>Market risk</i>									
Interest-rate risk (%)	-0.3	-0.1		-0.3	-0.1	0.5	0.7	0.4	0.1
Foreign-exchange position (%)	4.1	2.9		4.1	2.9	1.3	9.3	6.1	2.8
Foreign-exchange risk (%)	0.1	0.0		0.1	0.0	0.0	0.1	0.1	0.1
<i>Credit risk</i>									
Loans and advances relative to deposits	111.5	102.2		111.5	102.2	107.1	120.1	130.4	105.8
Loans and advances plus impairment rel. to deposits	114.0	104.5		114.0	104.5	108.9	121.2	132.0	108.2
Loans and advances relative to shareholders' equity	8.9	9.0		8.9	9.0	9.4	9.7	9.2	8.9
Increase in loans and advances for the period (%)	3.6	3.8		3.6	3.8	-12.3	3.0	5.3	4.8
Excess coverage relative to statutory cash ratio requirement (%)	79.2	132.1		79.2	132.1	152.9	74.4	53.2	111.9
Large exposures as % of capital base *)	0.0	12.5		0.0	12.5	10.3	74.6	113.8	0.0
Impairment ratio for the period	0.4	0.5		0.4	0.5	0.6	0.0	-0.2	1.0
<b>THE SPAR NORD BANK SHARE</b>									
<i>DKK per share of DKK 10</i>									
Profit/loss for the period	3.0	0.7		3.0	0.7	1.6	4.7	6.4	1.9
Net asset value (NAV)	80	76		80	76	75	77	69	77
Dividend	-	-		0	0	-	-	-	-
Share price/earnings for the period	14.3	84.3		14.3	84.3	31.3	16.8	20.9	32.1
Share price/NAV	0.5	0.8		0.5	0.8	0.7	1.0	1.9	0.8

\*) With reference to the Danish Financial Supervisory Authority's "Guidelines on the reporting of financial ratios", the financial ratio "Large exposures as % of capital base" was adjusted for exposures to credit institutions below DKK 1 billion for the year 2010 and H1 2011 in accordance with section 145 of the Danish Financial Business Act, for which reason this financial ratio is not fully comparable with previous quarters.

# INCOME STATEMENT - THE PARENT COMPANY

Spar Nord Bank - H1 2011  
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Note	DKK m	H1 2011	H1 2010	Q2 2011	Q2 2010	Full year 2010
2	Interest income	1,072.5	1,148.4	546.1	573.6	2,226.3
3	Interest expenses	382.4	422.7	200.3	204.1	787.5
	<b>Net interest income</b>	<b>690.1</b>	<b>725.7</b>	<b>345.8</b>	<b>369.5</b>	<b>1,438.8</b>
	Dividends on shares, etc.	10.1	12.8	10.0	12.7	13.0
4+6	Fees, charges and commissions received	278.5	283.1	135.2	140.8	567.1
5+6	Fees, charges and commissions paid	29.4	36.8	18.4	21.0	68.6
	<b>Net income from interest, fees, charges and commissions</b>	<b>949.3</b>	<b>984.8</b>	<b>472.6</b>	<b>502.0</b>	<b>1,950.3</b>
7	Market-value adjustments	82.9	140.9	28.9	51.4	237.7
	Other operating income	25.1	26.5	13.5	14.5	48.1
8	Staff costs and administrative expenses	710.1	741.9	362.9	359.6	1,410.7
	Depreciation, amortization and impairment of intangible assets and property, plant and equipment	32.4	28.7	16.8	14.6	62.8
	Other operating expenses	37.6	97.6	35.8	44.2	216.0
9	Impairment of loans, advances and receivables, etc.	170.0	226.8	85.0	116.1	449.9
	Profit/loss on equity investments in associates and group enterprises	73.3	-0.2	33.1	6.9	37.8
	<b>Profit/loss before tax</b>	<b>180.5</b>	<b>57.0</b>	<b>47.6</b>	<b>40.3</b>	<b>134.5</b>
	Tax	9.2	14.7	-15.7	8.2	28.5
	<b>Profit/loss</b>	<b>171.3</b>	<b>42.3</b>	<b>63.3</b>	<b>32.1</b>	<b>106.0</b>
<b>STATEMENT OF COMPREHENSIVE INCOME</b>						
	Profit/loss for the period	171.3	42.3	63.3	32.1	106.0
	<i>Other comprehensive income</i>					
	Exchange adjustment upon translation of foreign entity	-1.8	5.7	-2.5	1.5	10.2
	Net revaluation of properties	-1.9	0.0	-0.7	0.0	-1.2
	Tax on other comprehensive income	0.1	0.0	0.1	0.0	0.9
	<b>Other comprehensive income after tax</b>	<b>-3.6</b>	<b>5.7</b>	<b>-3.1</b>	<b>1.5</b>	<b>9.9</b>
	<b>Total comprehensive income</b>	<b>167.7</b>	<b>48.0</b>	<b>60.2</b>	<b>33.6</b>	<b>115.9</b>

# BALANCE SHEET - THE PARENT COMPANY

Spar Nord Bank - H1 2011  
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Note	DKK m	30.06.2011	30.06.2010	Full year 2010
<b>ASSETS</b>				
	Cash balances and demand deposits with central banks	523.3	916.2	578.1
	Receivables from credit institutions and central banks	3,944.3	3,884.9	2,224.9
	Loans, advances and other receivables at amortized cost	40,465.5	38,703.5	39,051.1
	Bonds at fair value	14,705.7	13,275.5	13,637.3
	Shares, etc.	1,076.5	970.4	1,108.9
	Equity investments in associates, etc.	753.3	722.8	745.3
	Equity investments in group enterprises	506.2	445.3	465.2
	Assets linked to pooled schemes	6,091.3	4,673.6	5,678.5
	Intangible assets	129.5	136.1	132.0
	Investment properties	66.2	61.0	61.4
	Corporate properties	426.7	428.4	418.8
	<i>Land and buildings, total</i>	492.9	489.4	480.2
	Operating lease assets	-	-	-
	Other property, plant and equipment	158.2	148.0	157.9
	<i>Other property, plant and equipment, total</i>	158.2	148.0	157.9
	Current tax assets	3.7	5.5	1.7
	Temporary assets	1.4	0.1	0.2
10	Other assets	2,148.8	2,499.4	2,080.0
	Prepayments	76.3	86.1	72.6
	<b>Total assets</b>	<b>71,076.9</b>	<b>66,956.8</b>	<b>66,413.9</b>
<b>SHAREHOLDERS' EQUITY AND LIABILITIES</b>				
<b>LIABILITIES OTHER THAN PROVISIONS</b>				
	Payables to credit institutions and central banks	12,778.2	7,586.0	7,224.2
11	Deposits and other payables	30,201.1	33,179.4	31,221.1
	Deposits in pooled schemes	6,091.3	4,673.6	5,678.5
	Issued bonds at amortized cost	9,373.9	6,218.7	7,806.2
	Other non-derivative financial liabilities at fair value	1,319.1	1,304.1	1,211.4
12	Other liabilities	4,209.4	6,633.1	6,260.1
	Deferred income	13.6	20.0	16.4
	<b>Total liabilities other than provisions</b>	<b>63,986.6</b>	<b>59,614.9</b>	<b>59,417.9</b>
<b>PROVISIONS FOR LIABILITIES</b>				
	Provisions for deferred tax	38.5	36.8	9.4
	Provisions for losses on guarantees	2.9	192.7	3.3
	Other provisions	59.8	53.2	130.9
	<b>Total provisions for liabilities</b>	<b>101.2</b>	<b>282.7</b>	<b>143.6</b>
13	<b>Subordinated debt</b>	<b>2,463.6</b>	<b>2,752.0</b>	<b>2,477.0</b>
	<b>Total liabilities</b>	<b>66,551.4</b>	<b>62,649.6</b>	<b>62,038.5</b>
<b>SHAREHOLDERS' EQUITY</b>				
	Share capital	570.7	570.7	570.7
	Revaluation reserves	59.3	61.4	61.2
	Accumulated exchange adjustments of foreign entities	1.6	-1.1	3.4
	Accumulated changes in value, total	60.9	60.3	64.6
	Statutory reserves	772.2	691.9	729.5
	Other reserves, total	772.2	691.9	729.5
	Retained profit or loss	3,121.7	2,984.3	3,010.6
	<b>Total shareholders' equity</b>	<b>4,525.5</b>	<b>4,307.2</b>	<b>4,375.4</b>
	<b>Total shareholders' equity and liabilities</b>	<b>71,076.9</b>	<b>66,956.8</b>	<b>66,413.9</b>
<b>OFF-BALANCE-SHEET ITEMS</b>				
14	Contingent liabilities	4,484.8	7,258.1	5,788.8
15	Other commitments	602.6	594.3	602.6
	<b>Total off-balance-sheet items</b>	<b>5,087.4</b>	<b>7,852.4</b>	<b>6,391.4</b>

# STATEMENT OF CHANGES IN EQUITY - THE PARENT COMPANY

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DKK m	Share capital	Revaluation reserve	Foreign-currency translation reserve	Statutory reserves	Proposed dividend	Retained earnings	Total
<b>SHAREHOLDERS' EQUITY 30.06.2011</b>							
Shareholders' equity 01.01.2011	570.7	61.2	3.4	729.5	0.0	3,010.6	4,375.4
<b>Comprehensive income in 2011</b>							
Profit/loss for the period	-	-	-	73.1	-	98.2	171.3
<b>Other comprehensive income</b>							
Exchange adjustment upon translation of foreign entity	-	-	-1.8	-	-	-	-1.8
Net revaluation of properties	-	-1.9	-	-	-	-	-1.9
Tax on other comprehensive income	-	0.1	-	-	-	-	0.1
<b>Other comprehensive income, total</b>	<b>-</b>	<b>-1.8</b>	<b>-1.8</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-3.6</b>
<b>Total comprehensive income for the period</b>	<b>-</b>	<b>-1.8</b>	<b>-1.8</b>	<b>73.1</b>	<b>-</b>	<b>98.2</b>	<b>167.7</b>
<b>Other movements</b>							
Dividends received from associates and group enterprises	-	-	-	-19.1	-	19.1	0.0
Disposal upon acquisition of treasury shares	-	-	-	-	-	-86.2	-86.2
Addition upon sale of treasury shares	-	-	-	-	-	71.9	71.9
Other capital movements in associates and group enterprises	-	-	-	-3.3	-	-	-3.3
Dissolution of revaluation reserves, associates	-	-	-	-8.0	-	8.0	0.0
Dissolution of revaluation reserves, properties	-	-0.1	-	-	-	0.1	0.0
<b>Other movements, total</b>	<b>-</b>	<b>-0.1</b>	<b>-</b>	<b>-30.4</b>	<b>-</b>	<b>12.9</b>	<b>-17.6</b>
<b>Shareholders' equity 30.06.2011</b>	<b>570.7</b>	<b>59.3</b>	<b>1.6</b>	<b>772.2</b>	<b>0.0</b>	<b>3,121.7</b>	<b>4,525.5</b>
<b>SHAREHOLDERS' EQUITY 30.06.2010</b>							
Shareholders' equity 01.01.2010	570.7	61.5	-6.8	704.0	0.0	2,813.3	4,142.7
<b>Comprehensive income in 2010</b>							
Profit/loss for the period	-	-	-	-0.2	-	42.5	42.3
<b>Other comprehensive income</b>							
Exchange adjustment upon translation of foreign entity	-	-	5.7	-	-	-	5.7
<b>Other comprehensive income, total</b>	<b>-</b>	<b>-</b>	<b>5.7</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>5.7</b>
<b>Total comprehensive income for the period</b>	<b>-</b>	<b>-</b>	<b>5.7</b>	<b>-0.2</b>	<b>-</b>	<b>42.5</b>	<b>48.0</b>
<b>Other movements</b>							
Dividends received from associates and group enterprises	-	-	-	-11.3	-	11.3	0.0
Disposal upon acquisition of treasury shares	-	-	-	-	-	-299.0	-299.0
Addition upon sale of treasury shares	-	-	-	-	-	416.1	416.1
Other capital movements in associates and group enterprises	-	-	-	-0.6	-	-	-0.6
Dissolution of revaluation reserves, properties	-	-0.1	-	-	-	0.1	0.0
<b>Other movements, total</b>	<b>-</b>	<b>-0.1</b>	<b>-</b>	<b>-11.9</b>	<b>-</b>	<b>128.5</b>	<b>116.5</b>
<b>Shareholders' equity 30.06.2010</b>	<b>570.7</b>	<b>61.4</b>	<b>-1.1</b>	<b>691.9</b>	<b>0.0</b>	<b>2,984.3</b>	<b>4,307.2</b>

The share capital consists of 57,068,810 shares in the denomination of DKK 10.

	1. halvår 2011	1. halvår 2010	Året 2010
<b>TREASURY SHARE PORTFOLIO</b>			
Number of shares	399,163	83,802	92,310
Percentage of share capital	0.7	0.1	0.2

The Parent Company applies the same accounting policies as the Group.

The difference between the shareholders' equity and profit or loss in the Group and in the Parent Company is due to properties being classified as investment properties in subsidiaries and as corporate properties in the Group. The difference consists of depreciation on such properties; see below.

	PROFIT/LOSS		SHAREHOLDERS' EQUITY	
	H1 2011	H1 2010	H1 2011	H1 2010
Spar Nord Bank, the Group	171.1	41.5	4,524.3	4,306.4
Depreciation, the Group's corporate properties	0.2	0.8	1.2	0.8
<b>Spar Nord Bank, the Parent Company</b>	<b>171.3</b>	<b>42.3</b>	<b>4,525.5</b>	<b>4,307.2</b>



Note

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## **1 ACCOUNTING POLICIES**

"The Interim Financial Statements of the Parent Company, Spar Nord Bank A/S, for the period from 1 January to 30 June 2011 are presented in accordance with the Danish Financial Business Act, including the Danish Executive Order on the Presentation of Financial Statements by Credit Institutions, etc. issued by the Danish Financial Supervisory Authority.

The Parent Company's accounting policies are identical with those of the Group. Reference is made to note 1 to the Consolidated Financial Statements on page 18. Reference is also made to note 2 to the Consolidated Financial Statements on page 18 as concerns estimates."

Note	DKK m	H1 2011	H1 2010	Full year 2010
<b>2</b>	<b>Interest income</b>			
	Receivables from credit institutions and central banks	16.8	29.2	46.4
	Loans, advances and other receivables	878.7	911.6	1,799.8
	Bonds	188.1	194.5	372.5
	Foreign-exchange contracts	8.6	21.0	28.9
	Interest-rate contracts	-19.7	-7.9	-21.4
	<i>Derivative instruments, total</i>	-11.1	13.1	7.5
	Other interest income	0.0	0.0	0.1
	<b>Total interest income</b>	<b>1,072.5</b>	<b>1,148.4</b>	<b>2,226.3</b>
	<i>Of which, income from genuine purchase and resale transactions booked under</i>			
	Receivables from credit institutions and central banks	5.2	16.2	21.0
	Loans, advances and other receivables	2.4	5.0	7.9
<b>3</b>	<b>Interest expenses</b>			
	Credit institutions and central banks	45.8	37.0	68.7
	Deposits and other payables	139.5	218.4	367.8
	Issued bonds	115.7	84.4	185.2
	Subordinated debt	81.3	82.8	165.6
	Other interest expenses	0.1	0.1	0.2
	<b>Total interest expenses</b>	<b>382.4</b>	<b>422.7</b>	<b>787.5</b>
	<i>Of which, interest expenses from genuine sale and repo transactions booked under</i>			
	Payables to credit institutions and central banks	12.9	1.7	5.8
	Deposits and other payables	0.7	0.0	0.1
<b>4</b>	<b>Fees, charges and commissions received</b>			
	Securities trading and custody accounts	62.1	65.6	126.3
	Asset management	53.4	48.2	100.2
	Payment services	28.9	28.2	60.7
	Loan transaction fees	81.2	76.9	160.5
	- of which, mortgage-credit institutions	56.5	50.8	103.5
	Guarantee commissions	18.3	29.1	65.3
	Other fees, charges and commissions	34.6	35.1	54.1
	<b>Total fees, charges and commissions received</b>	<b>278.5</b>	<b>283.1</b>	<b>567.1</b>
<b>5</b>	<b>Fees, charges and commissions paid</b>			
	Securities trading and custody accounts	23.0	26.4	50.9
	Asset management	0.5	5.3	5.8
	Guarantee commissions	0.1	0.0	0.0
	Other fees, charges and commissions	5.8	5.1	11.9
	<b>Total fees, charges and commissions paid</b>	<b>29.4</b>	<b>36.8</b>	<b>68.6</b>
<b>6</b>	<b>Net fees, charges and commissions received</b>			
	Securities trading and custody accounts	39.1	39.2	75.4
	Asset management	52.9	42.9	94.4
	Payment services	28.9	28.2	60.7
	Loan transaction fees	81.2	76.9	160.5
	- of which, mortgage-credit institutions	56.5	50.8	103.5
	Guarantee commissions	18.2	29.1	65.3
	Other fees, charges and commissions	28.8	30.0	42.2
	<b>Total fees (net), charges and commissions received</b>	<b>249.1</b>	<b>246.3</b>	<b>498.5</b>

Note	DKK m	H1 2011	H1 2010	Full year 2010
<b>7</b>	<b>Market-value adjustments</b>			
	Other loans, advances and receivables at fair value	-6.7	-8.6	-26.9
	Bonds	-48.5	168.0	125.0
	Shares, etc.	26.3	47.1	66.2
	Investment properties	1.9	0.0	-2.3
	Currency	-15.1	101.0	303.6
	Foreign-exchange, interest, share, commodity and other contracts and derivative instruments	91.9	-53.9	-173.4
	Assets linked to pooled schemes	-107.6	224.2	494.9
	Deposits in pooled schemes	107.6	-224.2	-494.9
	Miscellaneous commitments	33.1	-112.7	-54.5
	<b>Total market-value adjustments</b>	<b>82.9</b>	<b>140.9</b>	<b>237.7</b>
<b>8</b>	<b>Staff costs and administrative expenses</b>			
	Staff costs	452.3	468.0	875.5
	Administrative expenses	257.8	273.9	535.2
	<b>Total staff costs and administrative expenses</b>	<b>710.1</b>	<b>741.9</b>	<b>1,410.7</b>
	<i>Staff costs</i>			
	Salaries	379.7	400.2	735.3
	Share-based payment	0.0	0.0	0.0
	Pensions	42.1	41.7	87.4
	Social security costs and payroll tax, etc.	30.5	26.1	52.8
	<b>Total staff costs</b>	<b>452.3</b>	<b>468.0</b>	<b>875.5</b>
	<i>Of which, remuneration to present and previous Executive and Supervisory Board members amounts to</i>			
	<i>Supervisory Board</i>			
	Number	9	9	9
	Fixed pay	1.2	1.2	2.5
	Variable pay	0.0	0.0	0.0
	Pension	0.0	0.0	0.0
	<b>Total remuneration</b>	<b>1.2</b>	<b>1.2</b>	<b>2.5</b>
	<i>Executive Board</i>			
	Number	3	3	3
	Base salary	4.5	4.2	8.3
	- fees received from supervisory board memberships	0.8	0.5	1.3
	<i>The Bank's expense, base salary</i>	3.7	3.7	7.0
	Variable pay	0.0	0.0	0.0
	Pension	0.6	0.6	1.0
	<b>Total remuneration</b>	<b>4.3</b>	<b>4.3</b>	<b>8.0</b>
	<i>Breakdown of remuneration to Executive Board</i>			
	Lasse Nyby **)			
	Base salary	1.6	1.5	3.0
	- fees received from supervisory board memberships	0.2	0.2	0.5
	<i>The Bank's expense, base salary</i>	1.4	1.3	2.5
	Pension	0.2	0.2	0.4
	Bonus	0.0	0.0	0.0
	Share-option scheme	0.0	0.0	0.0
	<b>Total</b>	<b>1.6</b>	<b>1.5</b>	<b>2.9</b>
	John Lundsgaard			
	Base salary	1.5	1.4	2.7
	- fees received from supervisory board memberships	0.4	0.1 *)	0.3
	<i>The Bank's expense, base salary</i>	1.1	1.3	2.4
	Pension	0.2	0.2	0.3
	Bonus	0.0	0.0	0.0
	Share-option scheme	0.0	0.0	0.0
	<b>Total</b>	<b>1.3</b>	<b>1.5</b>	<b>2.7</b>
	Lars Møller **)			
	Base salary	1.4	1.3	2.6
	- fees received from supervisory board memberships	0.2	0.2	0.5
	<i>The Bank's expense, base salary</i>	1.2	1.1	2.1
	Pension	0.2	0.2	0.3
	Bonus	0.0	0.0	0.0
	Share-option scheme	0.0	0.0	0.0
	<b>Total</b>	<b>1.4</b>	<b>1.3</b>	<b>2.4</b>
	*) Including adjustment relating to prior year(s) **) To which must be added employer-paid car			
	Number of employees (average no. of full-time employees)	1,357.4	1,423.6	1,400.6

Termination rules: The members of the Executive Board have a term of notice of 12 months and will receive compensation corresponding to two years' pay.  
Pension obligation: Like the other employees, members of the Executive Board are comprised by defined-contribution pension plans.  
Incentive scheme: No new share-option schemes were established for any of the Bank's staff groups.

Note	DKK m	H1 2011	H1 2010	Full year 2010
<i>Administrative expenses</i>				
	IT expenses	117.9	122.5	237.8
	Marketing costs	46.4	37.5	65.7
	Cost of premises	38.5	40.2	84.1
	Staff and travelling expenses	22.4	23.7	45.8
	Office expenses	14.0	16.2	30.6
	Other administrative expenses	18.6	33.8	71.2
	<b>Total administrative expenses</b>	<b>257.8</b>	<b>273.9</b>	<b>535.2</b>
<b>9</b>	<b>Impairment of loans and advances and provisions for losses on guarantees</b>			
<i>Individual impairment of loans and advances</i>				
	Individual impairment, beginning of period	806.9	740.0	740.0
	New individual impairment	185.5	248.7	393.6
	Reversal of individual impairment losses	70.3	65.4	150.1
	Previously written down, now definitively lost	138.0	163.9	229.4
	Interest on impaired loans and advances taken to income	27.8	26.6	52.8
	<b>Individual impairment, end of period</b>	<b>811.9</b>	<b>786.0</b>	<b>806.9</b>
<i>Groups of impairment losses, loans and advances</i>				
	Groups of impairment losses, beginning of period	80.6	95.4	95.4
	New groups of impairment losses	0.0	0.0	0.0
	Reversal of groups of impairment losses	2.5	19.9	14.8
	<b>Groups of impairment losses, end of period</b>	<b>78.1</b>	<b>75.5</b>	<b>80.6</b>
<i>Total impairment of loans and advances</i>				
	Impairment, beginning of period	887.5	835.4	835.4
	New impairment	185.5	248.7	393.6
	Reversal of impairment losses	72.8	85.3	164.9
	Previously written down, now definitively lost	138.0	163.9	229.4
	Interest on impaired loans and advances taken to income	27.8	26.6	52.8
	<b>Impairment, end of period</b>	<b>890.0</b>	<b>861.5</b>	<b>887.5</b>
<i>Impairment recognized in the income statement</i>				
	New impairment	185.5	248.7	393.6
	Reversal of impairment losses	72.8	85.3	164.9
	Losses without prior impairment	66.2	15.5	155.2
	Carried to income, previously written off	9.8	12.2	28.8
	<b>Recognized in the income statement</b>	<b>169.1</b>	<b>166.7</b>	<b>355.1</b>
<i>Impairment, other credit risks</i>				
		0.0	0.0	0.0
<i>Provisions for losses on guarantees</i>				
	Provisions, beginning of period	3.3	132.6	132.6
	New provisions	0.0	60.6	2.0
	Reversal of provisions	0.3	0.5	0.8
	Provisions previously made, now definitively lost	0.0	0.0	130.5
	<b>Provisions for losses on guarantees, end of period</b>	<b>3.0</b>	<b>192.7</b>	<b>3.3</b>
<i>Provisions for losses on guarantees recognized in the income statement</i>				
	New provisions	0.0	60.6	2.0
	Reversal of provisions	0.3	0.5	0.8
	Losses without prior provisions	1.2	0.0	93.6
	<b>Recognized in the income statement</b>	<b>0.9</b>	<b>60.1</b>	<b>94.8</b>
	<b>Impairment account for loans, advances and provisions for losses on guarantees, total</b>	<b>893.0</b>	<b>1,054.2</b>	<b>890.8</b>
<b>Impairment of loans, advances and receivables, etc.</b>				
The total recognition in the income statement under impairment of loans, advances and receivables, etc. can be broken down as follows:				
	Impairment of loans, advances and receivables, etc.	169.1	166.7	355.1
	Provisions for losses on guarantees	0.9	60.1	94.8
	<b>Total impairment of loans, advances and receivables, etc.</b>	<b>170.0</b>	<b>226.8</b>	<b>449.9</b>
<b>10</b>	<b>Other assets</b>			
	Positive market value of derivative instruments	1,745.2	2,141.9	1,670.5
	Miscellaneous receivables	88.2	66.0	25.2
	Interest and commissions receivable	286.8	263.5	367.3
	Miscellaneous assets	28.6	28.0	17.0
	<b>Other assets, total</b>	<b>2,148.8</b>	<b>2,499.4</b>	<b>2,080.0</b>
<b>11</b>	<b>Deposits and other payables</b>			
	On demand	21,378.1	22,499.2	21,456.0
	Subject to notice	3,060.7	3,209.2	2,765.2
	Time deposits	2,859.0	4,198.7	3,987.3
	Special types of deposit	2,903.3	3,272.3	3,012.6
	<b>Deposits and other payables, total</b>	<b>30,201.1</b>	<b>33,179.4</b>	<b>31,221.1</b>
<b>12</b>	<b>Other liabilities</b>			
	Miscellaneous payables	2,090.6	2,106.8	4,121.8
	Negative market value of derivative instruments	1,449.5	3,901.5	1,663.8
	Interest and commissions payable	265.6	285.7	172.8
	Miscellaneous liabilities	403.7	339.1	301.7
	<b>Other liabilities, total</b>	<b>4,209.4</b>	<b>6,633.1</b>	<b>6,260.1</b>

Note	DKK m				H1 2011	H1 2010	Full year 2010	
<b>13 Subordinated debt</b>								
Currency	Note	Principal (DKK m)	Interest rate	Received	Maturity			
DKK	a	200.0	2.653%	2006	16.11.2014	200.0	200.0	
NOK	b	220.0	3.290%	2006	20.02.2015	210.7	205.5	
EUR	c	40.0	2.356%	2007	28.03.2015	298.3	297.9	
EUR	d	33.5	1.864%	2005	29.10.2015	0.0	249.5	
DKK	e	100.0	2.608%	2007	03.12.2015	100.0	100.0	
<b>Supplementary capital contributions, total</b>						<b>809.0</b>	<b>1,052.9</b>	<b>807.7</b>
<b>Hybrid core capital</b>								
DKK	f	350.0	5.250%	2005	Perpetual	363.8	375.2	367.6
DKK	g	1,265.0	9.690%	2009	Perpetual	1,291.3	1,324.3	1,302.0
Portfolio of own bonds						-0.5	-0.4	-0.3
<b>Subordinated debt, total</b>						<b>2,463.6</b>	<b>2,752.0</b>	<b>2,477.0</b>
Interest on subordinated debt						80.8	82.2	164.4
Costs of raising subordinated debt						0.5	0.6	1.2
Subordinated debt that can be included for the purpose of calculating the capital base						2,463.6	2,752.0	2,477.0
a Redeemable as from 16.11.2011, after which date interest is fixed at DKKC6M + a 2.40% margin.								
b Redeemable as from 20.02.2012, after which date interest is fixed at NOKL3M + a 2.10% margin.								
c Redeemable as from 28.03.2012, after which date interest is fixed at EURI6M + a 1.81% margin.								
d Redeemed on 29.10.2010.								
e Redeemable as from 03.12.2012, after which date interest is fixed at DKKC6M + a 2.35% margin.								
f Redeemable as from 16.03.2015, after which date interest is fixed at DKKC3M + a 2.33% margin.								
g Redeemable as from 30.05.2014 - 30.06.2014 at par, from 01.07.2014 - 30.06.2015 at a price of DKK 105 and subsequently at a price of DKK 110.								
<b>14 Contingent liabilities</b>								
The Bank and all major wholly-owned subsidiaries are jointly registered for payroll tax and VAT and are jointly and severally liable for the payroll tax and VAT payable.								
Financial guarantees						2,693.5	2,639.6	2,715.5
Loss guarantees for mortgage-credit loans						750.6	664.2	667.5
Registration and refinancing guarantees						566.6	3,212.6	1,983.4
Other contingent liabilities						474.1	741.7	422.4
<b>Total contingent liabilities</b>						<b>4,484.8</b>	<b>7,258.1</b>	<b>5,788.8</b>
Together with the majority of other Danish financial institutions, Spar Nord Bank participated in the government-backed guarantee scheme (the Private Contingency Association), which was adopted by the Danish Parliament on 10 October 2008. The scheme covered the period from 5 October 2008 to 30 September 2010 and involved an unconditional state guarantee for Danish banks' liabilities, with the exception of subordinated debt and covered bonds. The guarantee was recognized under other contingent liabilities.								
The share of the guarantee was calculated based on the risk-weighted items of the individual member of the Private Contingency Association that were attributable to the activities covered by the guarantee.								
<b>15 Other obligating agreements</b>								
Miscellaneous						602.6	594.3	602.6
<b>Other obligating agreements, total</b>						<b>602.6</b>	<b>594.3</b>	<b>602.6</b>
<i>Miscellaneous is composed of:</i>								
<i>Rent obligations *)</i>								
The Bank has concluded lease agreements with real property lessors regarding a number of the Bank's branches. The rent commitment until the legal notice of termination date amounts to DKK 142.6 million.								
<i>Data processing centre *)</i>								
The Bank has concluded an agreement with the data-processing centre SDC A/S regarding provision of services in the IT area. Early cancellation of this agreement within the agreed notice period would result in the Bank incurring a maximum cost of DKK 460 million, corresponding to the average monthly payments over a period of 36 months.								
The Spar Nord Bank Group has no other obligating agreements.								
*) According to the most recent Annual Report.								

# NOTES WITHOUT REFERENCE NUMBERS - THE PARENT COMPANY

DKK m	H1 2011	H1 2010	Full year 2010
<b>SOLVENCY INFORMATION</b>			
<b>Capital base and solvency ratio</b>			
Shareholders' equity	4,525.5	4,307.2	4,375.4
Intangible assets, incl. share recognized in investments in associates	166.6	173.2	169.1
Other deductions	109.6	87.8	130.4
<b>Core capital after deductions</b>	<b>4,249.3</b>	<b>4,046.2</b>	<b>4,075.9</b>
<b>Hybrid core capital</b>	<b>1,655.1</b>	<b>1,699.5</b>	<b>1,669.5</b>
<b>Core capital (incl. hybrid core capital) after deductions</b>	<b>5,904.4</b>	<b>5,745.7</b>	<b>5,745.4</b>
Subordinated debt (excl. hybrid core capital) *)	808.5	1,052.5	807.5
Revaluation reserves, etc.	60.9	60.3	64.6
Other deductions	756.1	707.5	767.8
<b>Capital base after deductions</b>	<b>6,017.7</b>	<b>6,151.0</b>	<b>5,849.7</b>
<b>Risk-weighted items</b>	<b>44,320.5</b>	<b>44,128.2</b>	<b>44,154.7</b>
Core capital ratio (excl. hybrid core capital) (%)	9.6	9.2	9.2
Core capital ratio (incl. hybrid core capital) after deduction in % of risk-weighted items, total	13.3	13.0	13.0
Solvency ratio (%)	13.6	13.9	13.2
The determination of solvency ratio includes recognition of profit/loss for the period.			
*) Including portfolio of own bonds.			
<b>Genuine sale and repo transactions and genuine purchase and resale transactions</b>			
Genuine purchase and resale transactions constitute the following:			
Receivables from credit institutions and central banks	1,666.5	1,246.2	811.8
Loans, advances and other receivables	580.7	806.9	1,516.6
Genuine sale and repo transactions constitute the following:			
Payables to credit institutions and central banks	5,146.1	309.9	813.3
Deposits and other payables	100.1	0.0	813.3
Assets sold as an element in genuine sale and repo transactions			
Asset item:			
Bonds at fair value	5,169.6	306.7	1,592.1
<b>Security furnished</b>			
<i>At the end of Q2, the following were deposited with Danmarks Nationalbank (the central bank), The Royal Bank of Scotland and foreign clearing centres:</i>			
- bonds included in the trading portfolio	3,540.2	4,968.6	5,962.7
- deposits, futures clearing	16.3	32.8	13.4
<i>with credit institutions</i>			
- deposits via CSA agreements for derivatives trades	615.8	663.2	570.4

# NOTES WITHOUT REFERENCE NUMBERS - THE PARENT COMPANY

DKK m	H1 2011	H1 2010	Full year 2010
<b>Hedge accounting</b>			
<b>Assets</b>			
<i>Loans and advances</i>			
Carrying amount	81.3	84.8	81.9
Purchase price	75.0	75.0	75.0
Fair value	81.3	84.8	81.9
Nominal value	75.0	75.0	75.0
<i>Derivatives (swap contracts)</i>			
Carrying amount	-6.3	-9.8	-6.9
Fair value	-6.3	-9.8	-6.9
Synthetic principal/nominal value	75.0	75.0	75.0
<b>Liabilities</b>			
<i>Issued bonds</i>			
Carrying amount	3,798.4	3,779.4	3,754.6
Purchase price	3,729.4	3,724.1	3,727.2
Fair value	3,798.4	3,779.4	3,754.6
Nominal value	3,729.4	3,724.1	3,727.2
<i>Derivatives (swap contracts)</i>			
Carrying amount	62.6	55.3	26.1
Fair value	62.6	55.3	26.1
Synthetic principal/nominal value	3,729.4	3,724.1	3,727.2
<i>Subordinated debt</i>			
Carrying amount	1,658.1	1,703.5	1,673.0
Purchase price	1,615.0	1,615.0	1,615.0
Fair value	1,658.1	1,703.5	1,673.0
Nominal value	1,615.0	1,615.0	1,615.0
<i>Derivatives (swap contracts)</i>			
Carrying amount	42.8	87.8	57.3
Fair value	42.8	87.8	57.3
Synthetic principal/nominal value	1,615.0	1,615.0	1,615.0

## Ownership

The Spar Nord Foundation, Aalborg, and Nykredit Realkredit A/S, Copenhagen, have disclosed that they each own more than 5% of the share capital of Spar Nord Bank A/S.