

To the Copenhagen Stock Exchange and the press

25 August 2003
Announcement no. 08/2003

Interim Report 2003

1 January to 30 June 2003

of

BRFkredit a/s

and

the BRFkredit Group a/s

Please observe that the Danish version of the announcement prevails

Summary

Solid improvement in first-half profit

On 25 August 2003, the Board of Directors approved the accounts of BRFkredit and the BRFkredit Group for the six months ended 30 June 2003.

Pre-tax profit improved by 27% from DKK 226m for the first half of 2002 to DKK 286m for the first half of 2003. This performance represented a return on equity before tax of 7.1% per annum. Net profit for the first half of 2003 came to DKK 230m, up 78% from DKK 129m for the corresponding period of 2002.

Given the satisfactory first-half profit, expectations for 2003 as a whole have been revised upwards by DKK 100m to DKK 350-400m before tax.

The profit performance was affected by the following factors:

- Net income from mortgage operations improved by DKK 41m in the first half of 2003 to DKK 380m, equivalent to a 12% increase.
- Costs and expenses were up by DKK 32m to DKK 320m. The increase in costs and expenses was below budget.
- BRFkredit reported losses and writeoffs of DKK 0m for the first half of 2003, against losses of DKK 7m for the first half of 2002.
- Overall, profit on mortgage operations advanced from DKK 77m for the first half of 2002 to DKK 95m for the first half of 2003.
- The securities portfolio generated first-half gains of DKK 15m, against a portfolio loss of DKK 27m for the first half of 2002.
- Earnings per unit of cost improved from DKK 1.70 in the first half of 2002 to DKK 1.90 in the first half of 2003.
- BRFkredit's loan portfolio widened by DKK 1.5bn to DKK 136.3bn during the first half of 2003, DKK 3.7bn up from the interim stage of 2002.

The Chairman of the Board of BRFkredit, Oluf Engell, says:

“BRFkredit achieved a satisfactory profit for the first half of 2003, underpinned by rising income. Besides, it's satisfactory to see a portfolio increase of DKK 1.5bn in a six-month period marked by high refinancing activity. BRFkredit maintains its strategy as an independent mortgage credit institution. Customer relations will be continually reinforced and extended through cooperation agreements. With a capital adequacy ratio of 12.0%, against the statutory 8% minimum, coupled with an Aa1 rating and a favourable trend in cost-income ratio, BRFkredit has a strong platform for addressing future challenges.”

Yours faithfully

Oluf Engell
Chairman of the Board of Directors

Sven A. Blomberg
President and Chief Executive Officer

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Financial highlights

Profit and loss account (DKK million)	BRFkredit			BRFkredit Group		
	1 st half of 2003	1 st half of 2002	2002 (full year)	1 st half of 2003	1 st half of 2002	2002 (full year)
Commissions and net fees and charges	380	339	687	387	348	705
Interest on securities	198	195	371	221	218	419
Net interest income, fees and charges	578	535	1,058	608	566	1,124
Other operating income	12	12	25	13	13	26
Profit before costs and expenses	590	547	1,084	621	579	1,150
Costs and expenses, including depreciation and amortisation	-320	-288	-634	-314	-301	-659
Operating profit before losses and writeoffs	270	259	449	307	278	491
Losses and writeoffs on loans	0	-7	-4	-3	-23	-1
Operating profit	271	252	445	303	255	489
Revaluation of securities, including participating interests	15	-27	-186	-17	-29	-229
Profit before tax	286	226	260	286	226	260
Tax	-56	-96	-151	-56	-96	-151
Net profit for the period/year	230	129	109	230	129	109

Balance sheet (DKK million)	BRFkredit			BRFkredit Group		
	30/6 2003	30/6 2002	31/12 2002	30/6 2003	30/6 2002	31/12 2002
Assets:						
Amounts owed by credit institutions etc.	16,696	6,957	25,464	17,209	6,886	25,475
Lending	136,313	132,573	134,857	137,887	133,649	136,220
Bonds and shares etc.	12,224	8,643	14,296	12,234	9,027	14,310
Other assets	1,228	1,188	1,414	877	851	1,054
Total assets	166,461	149,361	176,031	168,207	150,413	177,059
Liabilities:						
Amounts owed to credit institutions etc.	2,503	522	1,175	2,904	655	1,403
Bonds in issue	147,769	137,163	158,476	147,769	137,163	158,476
Other liabilities	7,586	2,791	8,026	8,931	3,710	8,826
Subordinated capital	407	919	408	407	919	408
Shareholders' equity	8,195	7,966	7,946	8,195	7,966	7,946
Total liabilities	166,461	149,361	176,031	168,207	150,413	177,059

Key figures and ratios	BRFkredit			BRFkredit Group		
	1 st half of 2003	1 st half of 2002	2002 (full year)	1 st half of 2003	1 st half of 2002	2002 (full year)
Profit before tax as a per annum percentage of average shareholders' equity	7.1	5.7	3.3	7.1	5.7	3.3
Writeoffs (corrective account) (DKK million)	390	470	399	408	510	417
Loss-and-writeoff ratio for the period/year	0.0	0.0	0.0	0.0	0.0	0.0
Capital adequacy ratio	12.0	12.8	12.2	11.6	12.5	11.8
Core capital ratio	11.4	11.5	11.6	11.1	11.2	11.2
Average number of employees (full-time equivalent)	610	561	571	656	603	612
Rating – Moody's (long-term)	Aa1	Aa2	Aa1	Aa1	Aa2	Aa1

Comments on developments at the BRFkredit Group in the first half of 2003

The BRFkredit Group comprises BRFkredit a/s (Parent Company), BRFbank a/s and Ejendomsselskabet Nørreport 26, 8000 Århus C. A/S.

As the Parent Company makes up the greater part of the BRFkredit Group, the following comments mainly relate to the interim accounts of the Parent Company:

BRFkredit

BRFkredit came out of the first half of 2003 with a pre-tax profit of DKK 286m, up 27% from DKK 226m for the first half of 2002. This performance represented a return on equity before tax of 7.1% per annum. BRFkredit posted a net profit of DKK 230m, against DKK 129m for the same period of 2002.

The profit performance was affected by the following factors:

- High refinancing activity. BRFkredit's gross new lending in the first half of 2003 exceeded both budget and the same period of last year substantially. Thus, at the end of March 2003, BRFkredit experienced the biggest loan disbursement day in the company's history. In the first half of 2003, BRFkredit reported gross new lending of DKK 23.6bn, up from DKK 13.5bn in the corresponding period of 2002. Gross new lending breaks up as follows: private customers DKK 16.0bn, corporate customers DKK 5.8bn and subsidised housing DKK 1.8bn. New lending, which is derived by deducting refinanced loans with the same institution from gross new lending, grew during the first half of 2003 to DKK 10.5bn, up from DKK 9.6bn in the first half of 2002.
- The heightened activity level and recent years' loan portfolio growth boosted income from mortgage operations. Income from fees, charges and commissions advanced by DKK 41m to DKK 380m. Interest on securities etc. was up by DKK 3m to DKK 198m.
- Operating expenses, depreciation and amortisation rose from DKK 288m to DKK 320m in the first half of 2003. The increase in operating expenses, albeit lower than estimated, can primarily be ascribed to the heightened activity level, which necessitated the recruitment of more staff. Accordingly, the number of employees (full-time equivalent) went up from 561 in the first quarter of 2003 to 610 at the interim stage. BRFkredit also incurred expenses for developing its cooperation with partner companies and for product development measures. Hence, BRFkredit is assumed to be ready to launch bullet loans to private customers when the new Act of Parliament enters into force on 1 October 2003.
- Losses and writeoffs on loans came to DKK 0m, against losses of DKK 7m for the first half of 2002. As a result, the balance of total writeoffs to provide for losses was DKK 390m at 30 June 2003, equivalent to 0.3% of the total loan portfolio.
- Total profit on mortgage operations (calculated as income from mortgage operations less fixed costs, losses and writeoffs as well as expenses for fees, charges and commissions) was DKK 95m for the first half of 2003, up from DKK 77m for the first half of 2002.
- Tax on BRFkredit's first-half profit was DKK 56m. The company's effective tax rate (i.e. tax in relation to profit before tax) in the first half of 2003 was 20%. The difference between this and the current Danish corporation tax rate of 30% is rooted in differences from the revaluation of shares.

Shareholders' equity and capital adequacy

Movements in shareholders' equity and capital adequacy can be illustrated as follows:

(DKK million)	BRFkredit			BRFkredit Group		
	1 st half of 2003	1 st half of 2002	2002 (full year)	1 st half of 2003	1 st half of 2002	2002 (full year)
Shareholders' equity, beginning of period/year	7,946	7,837	7,837	7,946	7,837	7,837
Adjustment at beginning of period/year, unlisted shares	20			20		
Net profit for the period/year	230	129	109	230	129	109
Shareholders' equity, end of period/year	8,195	7,966	7,946	8,195	7,966	7,946
Own funds etc.	8,323	8,666	8,290	8,323	8,666	8,290
Weighted assets	69,301	67,556	68,226	71,481	69,067	70,283
Capital adequacy ratio	12.0	12.8	12.2	11.6	12.5	11.8
Core capital ratio	11.4	11.5	11.6	11.1	11.2	11.2

Shareholders' equity stood at DKK 8,195m at 30 June 2003. The capital adequacy ratio before inclusion of interim profit was 12.0%, which is comfortably above the statutory 8.0% minimum. Own funds (tier 1 + tier 2 capital) at 30 June 2003 thus exceeded the statutory requirement by an amount of DKK 2.8bn before inclusion of interim profit.

Portfolio growth and stabilisation of market shares in Q2 2003

BRFkredit's loan portfolio widened by DKK 1.5bn to a total of DKK 136.3bn during the first half of 2003. It is gratifying to note portfolio growth within all business segments, especially in a period of high refinancing activity. The new cooperation agreements concluded last year with SAFE, a chain of estate agents, and Handelsbanken/Midtdbank offered BRFkredit new loans in the private customer segment, particularly in the second quarter of 2003.

The high refinancing activity in the market for mortgage lending, however, cut BRFkredit's market shares, although these seem to have stabilised during the second quarter of the year.

BRFkredit's market shares in %

	Q3 02	Q4 02	Q1 03	Q2 03
Gross new lending	7.5	9.3	7.9	8.0
New lending	8.1	10.1	7.3	7.3
Net new lending	6.2	9.2	3.0	4.4
Net lending	5.0	4.5	0.6	1.6

¹⁾ Gross new lending indicates the mortgage principal translated into cash value, i.e. all types of loan are included at the market price of the mortgage principal at the date of issuance.

²⁾ New lending equals gross new lending less refinanced loans with the same institution.

³⁾ Net new lending equals gross new lending less refinanced loans and prepayments.

⁴⁾ Net lending equals net new lending less ordinary principal payments.

Bond issuance

In the first half of 2003, BRFkredit issued bonds for a total of DKK 26.6bn, against DKK 15.1bn in the corresponding period of 2002. Bullet bonds funding adjustable rate mortgage loans accounted for some 24% of all issues in the first half of 2003, compared with 48% in the interim period of 2002.

The first six months of 2003 saw a high trading volume of BRFkredit's open mortgage bonds. As far as the actively traded, short term bullet bond, 4% 2004, is concerned, BRFkredit achieved a 17% share of the total volume of about DKK 19.8bn. With regard to the benchmark fixed-rate callable mortgage bond, 5% 2035, BRFkredit accounted for 10% of the total trading volume of DKK 243bn.

BRFkredit bonds are increasingly in demand among foreign investors. For instance, foreign investors own 18% of the biggest bullet bond, 4% 2004.

BRFbank a/s

BRFbank supports BRFkredit's mortgage operations by offering products that are complementary to mortgage lending in connection with new building projects and transactions as well as in connection with the refinancing of existing loans on the property. During the first half of 2003, the bank improved banking operations compared with the same period of last year. The need for setting aside provisions for losses diminished. However, a loss on the securities portfolio of DKK 14.3m in the first half of 2003, against a portfolio gain of DKK 7.0m in the first half of 2002, forced BRFbank to post a pre-tax loss of DKK 1.7m for the first half of 2003, which compares with a pre-tax profit of DKK 9.1m for the same period of 2002. In consequence, BRFbank came out of the first two quarters with a net loss of DKK 1.3m. Return on equity before tax was at a negative 0.9% per annum in the first half of 2003, against a positive 4.9% in the same period of 2002.

At 30 June 2003, BRFbank's balance sheet total was DKK 4.5bn, and shareholders' equity stood at DKK 392m. BRFbank's capital adequacy ratio was computed at 14.9% at end-June, down from 15.0% at the close of 2002.

Ejendomsselskabet Nørreport 26, 8000 Århus C. A/S

The company's core business is to manage and lease out the property at Nørreport 26/Knudrigade 4-6 in Aarhus, which also houses BRFkredit's local office in Aarhus. The company announced a pre-tax profit of DKK 20.4m for the first half of 2003, against DKK 0.5m for the first half of 2002. The performance for the first half of 2003 was influenced by an income of DKK 19.4m from the reversal of earlier writedowns. Shareholders' equity at 30 June 2003 was DKK 26.9m.

Outlook for 2003

At the time of the publication of the annual accounts for 2002, BRFkredit anticipated a pre-tax profit for 2003 in the order of DKK 250-300m. The first half of 2003 developed more favourably in response to higher-than-expected refinancing activity. The remainder of 2003 is estimated to see lower activity in the mortgage market compared with the first six months of the year, but full-year activity is assumed to be considerably higher than 2002. Following a successful cutback in costs and expenses over the past few years, the last six months of 2003 are still expected to see a trend in costs and expenses that outpaces inflation. Losses and writeoffs are forecast to rise moderately. Given the bond and share prices at 30 June 2003, BRFkredit now anticipates a pre-tax profit for 2003 in the order of DKK 350-400m.

Resolutions by the Board of Directors

No resolution that falls within the duty of disclosure set out in the Rules Governing Securities Listing on the Copenhagen Stock Exchange A/S was adopted by the Board of Directors during the first half of 2003.

ACCOUNTING POLICIES

GENERAL

The consolidated accounts and the accounts of BRFkredit a/s have been prepared in compliance with the provisions of the Danish Mortgage Credit Act and the Executive Order on the Presentation of Accounts by Mortgage Credit Institutions and related guidelines.

The consolidated accounts comprise BRFkredit a/s and its wholly-owned subsidiaries: BRFbank a/s and Ejendomsselskabet Nørreport 26, 8000 Århus C. A/S. In the preparation of the consolidated accounts, intercompany balances, transactions and shareholdings have been eliminated.

The accounting policies have been changed to comply with Executive Order No. 9635 of 20 December 2002 and Executive Order No. 9056 of 17 February 2003.

Unlisted shares are entered at fair value if determinable. As a result of this change, unlisted shares were written up by DKK 20m at 1 January 2003. The adjustment was taken to shareholders' equity as of the same date.

Expenses for software of DKK 50,000 or higher are capitalised under intangible assets and depreciated over the estimated useful lives of the assets. In the first half of 2003, capitalisation of software totalled DKK 2m.

The accounting policies are otherwise consistent with those applied in the accounts for the previous year.

BRFkredit a/s

Amounts in DKK million

Profit and loss account 1st half of 2003

Profit and loss account For the six months ended 30 June	Note	BRFkredit Group		BRFkredit a/s	
		2003	2002	2003	2002
Interest income	3	4,568	4,443	4,541	4,409
Interest expenses	4	4,066	3,949	4,062	3,939
Net interest income		502	493	479	471
Dividend on participating interests		14	11	14	11
Fees, charges and commission income		138	93	131	85
Fees and charges surrendered and commission expenditure		45	31	46	33
Net interest income, fees and charges		608	566	578	535
Securities and foreign exchange result (- signifies a loss)	5	-22	-31	-7	-38
Other operating income		13	13	12	12
Staff costs and administrative expenses	6	308	275	295	262
Amortisation, depreciation and writedowns, intangible and tangible assets		6	26	25	26
Losses and writeoffs on loans (- signifies an income)		3	23	-0	7
Profit on interests in associated and subsidiary undertakings	7	4	2	23	11
Profit on ordinary operations before tax		286	226	286	226
Tax	8	56	96	56	96
Net profit for the period		230	129	230	129

Distribution of net profit

Net profit for the period		230	129
Transfer to reserves in series not subject to reimbursement obligation		-	-
Other reserves at beginning of period		6,899	6,646
Total amount available for distribution		7,128	6,775
Retained profits		7,128	6,775
Total dividends and retained profits		7,128	6,775

BRFkredit a/s

Amounts in DKK million

Balance sheet
1st half of 2003**Balance sheet at 30 June**

	Note	BRFkredit Group		BRFkredit a/s	
		2003	2002	2003	2002
Assets					
Cash in hand and demand deposits with central banks		105	7	5	7
Amounts owed by credit institutions and central banks		17,104	6,878	16,691	6,950
Loans and advances					
Mortgage loans		135,843	132,065	135,869	132,091
Other loans		2,044	1,585	444	482
Total		137,887	133,649	136,313	132,573
Bonds		11,347	8,131	11,337	7,746
Shares etc.		887	897	887	897
Interests in associated undertakings		112	105	112	105
Interests in subsidiary undertakings		-	-	419	381
Intangible assets		50	80	50	80
Tangible assets	9	321	308	264	273
Other assets	10	381	347	372	339
Prepaid expenses and accrued revenue		13	11	12	10
Total assets		168,207	150,413	166,461	149,361
Liabilities					
Amounts owed to credit institutions and central banks		2,904	655	2,503	522
Deposits		858	673	-	-
Bonds in issue		147,769	137,163	147,769	137,163
Other liabilities	11	8,024	2,963	7,529	2,719
Prepaid income and accrued expenses		19	7	18	6
Provisions for obligations	12	31	68	39	66
Subordinated capital	13	407	919	407	919
Shareholders equity	1, 2				
Share capital		306	306	306	306
Share premium account		102	102	102	102
Reserves					
Reserves in series		659	783	659	783
Other reserves		6,899	6,646	6,899	6,646
Year-to-date profit after tax		230	129	230	129
Total		7,787	7,558	7,787	7,558
Total shareholders equity		8,195	7,966	8,195	7,966
Total liabilities		168,207	150,413	166,461	149,361
Off-balance sheet items					
Guarantees etc.	14	295	248	19	17
Other obligations		88	62	88	62
Total off-balance sheet items		383	310	107	79
Additional notes					
The Group at a glance	15				

BRFkredit a/s

Amounts in DKK million

**Notes to
1st half of 2003**

1 Shareholders' equity and movements in capital and reserves	Beginning of year	Other additions	Other disposals	Retained profit for the period	End of period
Share capital 1)	306	-	-	-	306
Share premium account	102	-	-	-	102
Reserves in seies not subject to reimbursement obligation	659	-	-	-	659
Other reserves 2)	6,899	-	-	230	7,128
Total reserves	7,557	-	-	230	7,787
Total shareholders' equity	7,966	-	-	230	8,195

1) The share capital is divided into 564,800 "A" shares of DKK 100 each and 2,500,000 "B" shares of DKK 100 each. The shares are wholly owned by BRHolding a/s.

2) The accounting policies have been changed to comply with Executive order No. 9635. Valuation of unlisted shares has been raised by DKK 20 m accordingly through an adjustment taken to shareholders' equity as of 1st January 2003.

2 Key figures and ratios of BRFkredit a/s 1st half of year	2003	2002	2001	2000	1999
Capital adequacy ratio	12.0	12.8	12.8	13.1	12.7
Core capital ratio	11.4	11.5	11.4	11.4	10.8
Return on equity before tax (%)	3.5	2.9	1.9	4.9	5.1
Return on equity after tax (%)	2.8	1.6	2.2	3.3	4.0
Earnings per unit of cost (DKK)	1.90	1.75	1.48	2.81	2.42
Currency position (%)	0.7	0.4	0.2	0.3	0.6
Accumulated writeoff ratio	0.3	0.4	0.4	0.6	0.8
Loss-and-writeoff ratio for the period	0.0	0.0	0.0	-0.1	-0.1
Growth in lending during the period	1.1	2.1	2.3	2.0	1.5
Loan-to-equity ratio	16.6	16.6	16.2	16.7	17.5

The key financial figures and ratios set out above have been computed in compliance with the guidelines of the Danish Financial Supervisory Authority. For specifications, visit www.finstilsynet.dk.

3 Interest income	BRFkredit Group		BRFkredit a/s		
	2003	2002	2003	2002	
Amounts owed by credit institutions and central banks		146	56	150	61
Loans and advances	3,958	3,893	3,922	3,862	
Commissions		295	287	295	287
Bonds					
Own mortgage bonds		109	68	109	60
Other mortgage bonds		141	27	141	26
Government bonds		-107	102	-107	102
Other bonds		11	7	11	7
Total bonds		154	204	153	195
Financial derivatives					
Currency contracts		-0	-2	-0	-0
Interest-rate contracts		10	1	15	2
Total financial derivatives		10	-0	15	2
Other interest income		6	2	6	2
Total		4,568	4,443	4,541	4,409

Of which interest income from genuine sale and repurchase transactions entered under "Amounts owed by credit institutions and central banks"

	76	1	76	1
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BRFkredit a/s

Amounts in DKK million

Notes to
1st half of 2003

4 Interest expenses	BRFkredit Group		BRFkredit a/s	
	2003	2002	2003	2002
Credit institutions and central banks	24	18	19	19
Deposits	8	8	-	-
Bonds in issue	4,015	3,874	4,015	3,874
Subordinated capital	19	49	19	45
Other interest expenses	0	0	9	0
Total	4,066	3,949	4,062	3,939
Of which interest income from genuine sale and repurchase transactions entered under "Credit institutions and central banks"	13	14	13	14
5 Securities and foreign exchange result (- signifies a loss)	BRFkredit Group		BRFkredit a/s	
	2003	2002	2003	2002
Bonds				
Own mortgage bonds	61	19	61	18
Other mortgage bonds	-18	3	-18	3
Government bonds	-133	41	-133	41
Other bonds	-1	0	-1	0
Total bonds	-92	63	-92	62
Revaluation of other securities etc.				
Shares etc.	82	-93	82	-93
Fixed-rate loans etc.	1	-3	2	-9
Currency	1	-0	1	-1
Financial derivatives				
Currency contracts	-0	0	-0	0
Interest-rate contracts	-12	1	0	1
Total revaluation of other securities etc.	71	-94	85	-100
Total	-22	-31	-7	-38
6 Staff costs and administrative expenses	BRFkredit Group		BRFkredit a/s	
	2003	2002	2003	2002
Emoluments and remuneration of Board of Directors, Board of Management and Board of Representatives				
Board of Management	3	3	3	3
Board of Directors	1	1	1	1
Board of Representatives	0	0	0	0
Total	5	5	5	5
Staff costs				
Wages and salaries	141	127	132	118
Pensions	13	12	12	11
Social-security costs	14	14	13	13
Total	168	153	157	142
Other administrative expenses	136	117	133	115
Total staff costs and administrative expenses	308	275	295	262
7 Profit on interests in associated and subsidiary undertakings	BRFkredit Group		BRFkredit a/s	
	2003	2002	2003	2002
Profit on interests in associated undertakings etc.	4	2	4	2
Profit on interests in subsidiary undertakings	-	-	19	10
Total	4	2	23	11

BRFkredit a/s

Amounts in DKK million

Notes to
1st half of 2003**8 Tax**

The Group's effective tax rate in the first half of 2003 was 20%. The difference between this and the current corporation tax rate of 30% in 2003 is rooted in permanent differences from the revaluation of shares by 10 percentage points.

9 Tangible assets

Dania Immobilien GmbH, Mohrkirch, Germany is wholly owned by BRFkredit. The company has been acquired temporarily with a view to settling previously contracted commitments, representing DKK 3m in the accounts.

10 Other assets

	BRFkredit Group		BRFkredit a/s	
	2003	2002	2003	2002
Positive marked value of financial derivatives etc.	0	0	0	0
Interest subject to the balance principle, receivable	50	58	50	58
Interest and commissions receivable	194	254	191	246
Loan applications in process	22	27	22	27
Tax receivable relating to the current year	33	-	27	-
Tax receivable relating to previous years	65	-	66	-
Other assets	17	7	17	7
total	381	347	372	339

11 Other liabilities

	BRFkredit Group		BRFkredit a/s	
	2003	2002	2003	2002
Negative market value of financial derivatives etc.	33	4	3	-
Negative securities portfolios in connection with reverse repurchase agreements	4,730	-	4,730	-
Interest subject to the balance principle, payable	2,292	2,154	2,292	2,154
Interest and commissions payable	177	56	159	50
Loan applications in process	619	331	242	168
Tax relating to the current year, payable	-	48	-	52
Tax relating to previous years	-	5	-	12
Other liabilities	173	364	103	284
Total	8,024	2,963	7,529	2,719

12 Provisions for obligations

	BRFkredit Group		BRFkredit a/s	
	2003	2002	2003	2002
Deferred tax	9	30	9	30
Provisions for litigation etc.	2	5	2	5
Other	20	33	28	31
Total	31	68	39	66

BRFkredit a/s

Amounts in DKK million

Notes to
1st half of 2003

13 Subordinated capital	BRFkredit Group		BRFkredit a/s	
	2003	2002	2003	2002
Bond loans				
Bond loan in public issue, nom. DKK 500m 1)	-	500	-	500
Bond loan in public issue, nom. DKK 400m 2)	400	400	400	400
Other subordinated capital				
Deposit account, Husejerns Kreditkasse 3)	7	8	7	8
Subordinated capital contributed by BRFFholding a/s 4)	-	11	-	11
Total bond loans and other subordinated capital included in own funds	407	919	407	919

1) The loan was prepaid on 15 December 2002

2) Interest on the loan in 2003: DKK 18.8m. The loan carries 9.38% interest up to 15 December 2003. Interest will subsequently be payable at the 6-month CIBOR rate with the addition of 4.5 percentage points p.a. The loan is repayable at par on 15 December 2006 (maturity) unless prepaid in compliance with the terms of the loan.

3) The deposit account is written down in connection with the amortisation of the loan portfolio.

4) The loan was prepaid at end-2002.

14 Off-balance sheet items	BRFkredit Group		BRFkredit a/s	
	2003	2002	2003	2002
Guarantees etc.				
Financial guarantees	273	228	-	-
Other guarantees	22	20	19	17
Total guarantees etc.	295	248	19	17
Other obligations				
Other obligations	88	62	88	62
Total other obligations	88	62	88	62
Total off-balance sheet items	383	310	107	79

BRFkredit a/s

Amounts in DKK million

Additional notes
1st half of 2003

15 The Group at a Glance	Share- capital at end *	Sharehold- ers' equity at end *	Share- holding in %	Net profit *	Amounts owed to Group	Amounts owed by Group
Name and registered office						
Subsidiary undertakings included in the consolidation:						
BRFbank a/s, Kgs. Lyngby	140	393	100	25		
Ejendomsselskabet Nørreport 26, 8000 Århus C. A/S, Århus	5	7	100	0		
Subsidiary undertakings not included in the consolidation:						
Dania Immobilien GmbH., Mohrkirch, D see note 8, tangible assets						
Associated undertakings:						
EDC-partner a/s, Frederiksberg	100	161	50	4	-	-
EKADAN A/S, København	27	81	37	3	27	-
Boligtorvet A/S, Kgs. Lyngby	2	8	50	-5	-	-
Other undertakings in which the Group holds 10% or more of the share capital						
Ejstrupholm & Omegns Industrictr. ApS, Brande	0	1	17	0		
Horsens Grundfinansiering A/S, Horsens	8	11	12	1		
Håndværkets Byfornyelsesselskab smba, København	14	11	18	0		
Realkreditnettet A/S, København	11	44	17	-23		

* According to latest annual accounts