

COVER POOL REPORT

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8. Disclaimer and restrictions

The sum of individual numbers in a column or row may differ from the shown total due to rounding

Explanation of terms used:

RO Realkreditobligation, i.e. Danish mortgage bond (if issued prior to 2008 RO are covered bonds according to the CRD)

SDO Særlig Dækket obligation, i.e. Danish covered bond

... Value does not exist

0 Value is lower than one half of the unit displayed

- Value is exactly zero

1. BRFkredit's mortgage lending

Mortgage loans in DKK bn	112	85	218
% of total loan book	51	39	100
N# of loans	70 211	47 174	136 895

2. Distribution by property category, end of period

Per cent of total loan book

Private (owner-occupied & vacation homes)	46	57	47
Non-profit housing (rental housing)	9	10	15
Private rental properties (rental housing)	26	13	20
Office & business properties	15	17	15
Other (agriculture, industry & crafts, etc.)	4	3	3
Sum	100	100	100

3. Distribution by geography (location of the property), end of period

Per cent of total loan book

Greater Copenhagen area (Region Hovedstaden)	51	44	48
Remaining Zealand & Bornholm (Region Sjælland)	14	15	15
Northern Jutland (Region Nordjylland)	5	5	5
Eastern Jutland (Region Midtjylland)	14	18	16
Southern Jutland & Funen (Region Syddanmark)	15	17	16
Outside Denmark	0	1	1
Sum	100	100	100

4. Distribution of loans into brackets by loan size, end of period

Per cent of total loan book

Individual loan balance			
between DKK 0m and 2m	43	39	40
between DKK 2m and 5m	13	19	15
between DKK 5m and 20m	19	13	18
between DKK 20m and 50m	14	12	14
between DKK 50m and 100m	6	7	6
Over DKK 100m	6	10	7
Sum	100	100	100

5. Distribution of loans into brackets by vintage (age of loan), end of period

Per cent of total loan book

Up to 1 year	0	50	19
between 1 and 2 years	11	28	16
between 2 and 5 years	74	12	44
between 5 and 10 years	15	9	13
Over 10 years	0	0	8
Sum	100	100	100

6. Distribution of loans by type, end of period

Per cent of total loan book

ARM	36	89	55
- amortizing	10	32	18
- with interest-only option	26	57	37
Fixed-rate loans	42	8	33
- amortizing	32	5	27
- with interest-only option	10	2	6
Capped, ratched-capped and un-capped floating rate	21	3	11
- amortizing	6	0	3
- with interest-only option	15	2	8
Other loan types, incl. bullets	1	1	1
Sum	100	100	100

Note: * The numbers include, in addition to loans in Capital Centre E and B, also loans in other, old capital centres.

7. Loan book distributed into collateral brackets and average loan to value**7.1. BRFkredit's Capital Centre B mortgage loans - (RO - mortgage bond funded)**

Per cent	Collateral brackets (fraction of fair property value)	Distribution of loans into collateral brackets						Current loan to value Avg.
		0% to 20%	20% to 40%	40% to 60%	60% to 80%	80% to 100%	Over 100%	
		- % of loan book -						
Private (owner-occupied & vacation homes)		32	28	21	12	5	2	69
Rental housing		38	24	18	12	5	3	65
Office & business properties		36	30	21	9	3	2	62
Total loan book		35	27	20	12	5	2	66

7.2. BRFkredit's Capital Centre E mortgage loans - (SDO - covered bond funded)

Per cent	Collateral brackets (fraction of fair property value)	Distribution of loans into collateral brackets						Current loan to value Avg.
		0% to 20%	20% to 40%	40% to 60%	60% to 80%	80% to 100%	Over 100%	
		- % of loan book -						
Private (owner-occupied & vacation homes)		25	25	23	18	8	2	81
Rental housing		42	22	19	12	3	1	64
Office & business properties		26	28	28	16	2	1	67
Total loan book		29	25	23	16	5	2	74

7.3. BRFkredit's total loan book *

Per cent	Collateral brackets (fraction of fair property value)	Distribution of loans into collateral brackets						Current loan to value Avg.
		0% to 20%	20% to 40%	40% to 60%	60% to 80%	80% to 100%	Over 100%	
		- % of loan book -						
Private (owner-occupied & vacation homes)		29	27	22	15	6	2	74
Rental housing		44	22	17	11	4	2	62
Office & business properties		32	29	24	12	2	1	64
Total loan book		35	25	20	13	5	2	68

Note: * The table includes, in addition to loans in Capital Centre E and B, also loans in other, old capital centres.

BRFkredit's Capital Centre E (SDO funded lending):

BRFkredit provides additional security for issued SDOs if the estimated value of the mortgaged property including the value of any sureties and guarantees is insufficient. For example due to falling property prices. Additional security is comprised of funds that correspond to the capital injected in to the capital centre and revenue from any issuance of JCBs (junior covered bonds).

Collateral for the issued ROs og SDOs (common description):

Collateral for the bonds consists of that part of BRFkredit's assets, which is placed in the capital centre the bonds are issued from. The collateral includes, in addition to mortgages on real property, also any security in the form of public or private guarantees, other forms of security and the personal liability of the borrowers and the capital (over-collateralisation) in the capital centre. Further collateral stems from the remaining assets of BRFkredit, cf. legislation.

Distribution into collateral brackets

Fair value of the loan distributed continuously from the lower loan to value bracket to the top loan to value bracket relative to the fair value of the mortgaged property. The loan is distributed in buckets holding 20% of the fair value of the collateral. For loans where a part of the loan is covered by a guarantee from public authorities (non-profit housing) the guaranteed part is placed in the lower LTV bracket.

Fair value of property

A fair value is set for each property. For loans secured by owner-occupied properties or vacation homes the starting point is an appraisal made by BRFkredit or the actual traded price if the value is less than five years old. Otherwise the starting point is an estimated value based on a statistical model or the tax authority's assessed valuation. The starting point value is discounted to the reporting date based on a statistical price model. For other properties, the fair value is based on an appraisal made by BRFkredit or the tax authority's assessed valuation. The majority of the fair value estimates are based on appraisals or actual traded prices which were the basis for loan offers or disbursed loans.

8. Disclaimer & restrictions

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