

On 30 June 2008 the bank became a branch of Danske Bank A/S, therefore the financial results for 2008 of Danske Bank A/S Latvia branch are incorporated in annual report of Danske Bank A/S.

Full [Annual report of Danske Bank Group](#) for 2008 available in English.

INCOME STATEMENT – DANSKE BANK GROUP

Note	(DKr m)	2008	2007
4	Interest income	150,405	133,767
4	Interest expense	110,859	101,209
	Net interest income	39,546	32,558
5	Fee income	11,046	12,431
5	Fee expenses	3,437	3,553
4	Net trading income	-10,694	5,959
6	Other income	4,667	4,845
7	Net premiums	19,250	17,089
8	Net insurance benefits	16,531	23,523
	Income from associated undertakings	217	285
	Profit on sale of associated and group undertakings	-	-
9	Staff costs and administrative expenses	23,316	22,564
11	Amortisation, depreciation and impairment charges	6,431	3,534
	Profit before loan impairment charges	14,317	19,993
12	Loan impairment charges	12,088	687
	Profit before tax	2,229	19,306
13	Tax	1,193	4,436
	Net profit for the year	1,036	14,870
	Portion attributable to		
	Shareholders of Danske Bank A/S (the Parent Company)	1,011	14,813
	Minority interests	25	57
	Net profit for the year	1,036	14,870
	Earnings per share (DKr)	1.5	21.7
	Diluted earnings per share (DKr)	1.5	21.6
	Proposed dividend per share (DKr)	-	8.50

BALANCE SHEET – DANSKE BANK GROUP

Note	(DKr m)	2008	2007
	ASSETS		
14	Cash in hand and demand deposits with central banks	16,379	13,861
15	Due from credit institutions and central banks	215,823	345,959
16	Trading portfolio assets	860,788	652,137
17	Investment securities	140,793	37,651
18	Assets held for sale	119	59
19	Loans and advances	1,352,113	1,360,413
20	Loans and advances at fair value	667,181	627,809
21	Assets under pooled schemes and unit-linked investment contracts	34,635	40,758
22	Assets under insurance contracts	181,259	190,223
23	Holdings in associated undertakings	939	1,128
24	Intangible assets	25,094	29,296
25	Investment property	4,470	4,904
26	Tangible assets	9,061	9,312
	Current tax assets	2,103	690
31	Deferred tax assets	1,248	635
27	Other assets	31,969	34,695
	Total assets	3,543,974	3,349,530
	LIABILITIES		
28	Due to credit institutions and central banks	562,726	677,355
16	Trading portfolio liabilities	623,290	331,547
18	Liabilities held for sale	-	-
29	Deposits	874,690	923,995
20	Bonds issued by Realkredit Danmark	479,534	518,693
21	Deposits under pooled schemes and unit-linked investment contracts	41,827	50,260
30	Liabilities under insurance contracts	210,988	213,419
	Other issued bonds	526,606	402,391
	Current tax liabilities	930	1,142
31	Deferred tax liabilities	3,082	3,397
32	Other liabilities	64,194	63,951
33	Subordinated debt	57,860	59,025
	Total liabilities	3,445,727	3,245,175
	SHAREHOLDERS' EQUITY		
	Share capital	6,988	6,988
	Foreign currency translation reserve	-290	-30
	Reserve for available-for-sale financial assets	-1,937	-
	Proposed dividends	-	5,940
	Retained earnings	93,464	91,325
	Shareholders of the Parent Company	98,225	104,223
	Minority interests	22	132
	Total shareholders' equity	98,247	104,355
	Total liabilities and equity	3,543,974	3,349,530

INDEPENDENT AUDITORS' REPORT

To the shareholders of Danske Bank A/S

We have audited the annual report of Danske Bank A/S for the financial year 2008, which comprises the management's report, income statement, balance sheet, statement of capital, cash flow statement, notes and the statement by the management. The consolidated financial statements have been prepared in accordance with the International Financial Reporting Standards as adopted by the EU, and the financial statements of the Parent Company have been prepared in accordance with the Danish Financial Business Act. Furthermore, the annual report has been prepared in accordance with additional Danish disclosure requirements for annual reports of listed financial institutions.

Management's responsibility for the annual report

Management is responsible for preparing and presenting an annual report that gives a true and fair view in accordance with the International Financial Reporting Standards as adopted by the EU in respect of the consolidated financial statements and in accordance with the Danish Financial Business Act in respect of the Parent Company's financial statements and in accordance with additional Danish disclosure requirements for annual reports of listed financial institutions. This responsibility includes: designing, implementing and maintaining internal control relevant to the preparation and fair presentation of an annual report that is free from material misstatement, whether due to fraud or error; selecting and applying appropriate accounting policies; and making accounting estimates that are reasonable in the circumstances.

Auditors' responsibility and basis of opinion

Our responsibility is to express an opinion on the annual report based on our audit. We conducted our audit in accordance with Danish Standards on Auditing. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance whether the annual report is free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the annual report. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the annual report, whether due to fraud or error. In making those risk assessments, the auditor considers internal controls relevant to the preparation and fair presentation of the annual report in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by the management, as well as evaluating the overall presentation of the annual report.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Our audit did not result in any qualification.

Opinion

In our opinion, the annual report gives a true and fair view of the Group's and the Parent Company's assets, liabilities, equity and financial position at December 31, 2008, and of the results of the Group's and the Parent Company's operations and the Group's cash flows for the year in accordance with the International Financial Reporting Standards as adopted by the EU in respect of the consolidated financial statements, in accordance with the Danish Financial Business Act in respect of the Parent Company's financial statements and in accordance with additional Danish disclosure requirements for annual reports of listed financial institutions.

Copenhagen, February 5, 2009

KPMG

Statsautoriseret Revisionspartnerselskab

Per Gunslev Lars Rhod Søndergaard
State Authorised Public Accountants

Copenhagen, February 5, 2009

Grant Thornton

Statsautoriseret Revisionsaktieselskab

Erik Stener Jørgensen Ole Fabricius
State Authorised Public Accountants