

Kingdom of Denmark

This annex refers to the rating action release of 26 July 2019

Annex I: Summary of core variable scorecard (CVS) and qualitative scorecard (QS)¹

Implied rating of core variable scorecard (CVS)		aa
Weight	Qualitative scorecard (QS)	
35%	Growth potential of the economy	Neutral
	Economic policy framework	Neutral
	Macro-economic stability and sustainability	Strong
30%	Fiscal policy framework	Strong
	Debt sustainability	Strong
	Market access and funding sources	Strong
15%	Current account vulnerability	Neutral
	External debt sustainability	Strong
	Vulnerability to short-term external shocks	Strong
10%	Perceived willingness to pay	Neutral
	Recent events and policy decisions	Neutral
	Geopolitical risk	Neutral
10%	Banking sector performance	Strong
	Banking sector oversight and governance	Neutral
	Financial imbalances and financial fragility	Neutral
QS adjustment (notches)		2
Additional considerations (notches)		0
Final rating		AAA STA

Annex II: Selected indicators

	2015	2016	2017	2018	2019E	2020F
GDP per capita (EUR, '000s)	48.0	49.2	50.8	51.4	52.7	54.2
Real GDP, % change	2.3	2.4	2.3	1.4	1.7	1.6
HICP, % change	0.2	0.0	1.1	0.7	1.3	1.5
General government balance, % of GDP	-1.3	-0.1	1.4	0.6	0.3	0.1
General government debt, % of GDP	39.8	37.2	35.5	34.1	-	-
Current account balance, % of GDP	8.2	7.9	8.0	6.1	6.3	6.3
Gross external debt, % of GDP	153.2	154.8	150.3	138.6	-	-

Source: EC, Danmarks Nationalbank, Statistics Denmark, Haver, Scope Ratings GmbH

Annex III: Economic development and default indicators

IMF Development Classification ²	AE
5y CDS spread (bps) as of 26 July 2019	13

¹ The weighting and explanation of all rating factors are described in Scope's 'Public Finance Sovereign Ratings' methodology, available on www.scooperatings.com

² AE = advanced economy; EMDE = emerging market and developing economy