

Credit Rating

Covered Bonds



Realkredit Danmark A/S

SDRO - Cap Center T -
Residential & Commercial Mortgage Covered Bonds
Performance Report - 2023Q3

Summary

The AAA rating with a Stable Outlook assigned to the covered bonds (SDRO - Cap Center T) issued by Realkredit Danmark A/S are based on the bank's issuer rating (A+ / Stable), enhanced by four notches of governance-support based uplift.

Governance support factors, in total, provide an rating uplift of up to six notches and, effectively, a floor against a deterioration in cover pool credit quality. This reflects our assessment of the strong governance support provided by the legal covered bond and resolution framework in Denmark.

We have classified the interplay between complexity and transparency with a cover pool complexity (CPC) category of 'Low', allowing for a three-notch uplift on top of governance support factors, which translates into a maximum cover pool uplift of nine notches. Considering the regularly provided level of overcollateralisation, the cover pool could provide a five-notch buffer against an issuer rating downgrade.

The last credit rating action and its supporting rating rationale can be found on scoperatings.com.

Covered Bonds

AAA

Outlook

Stable

Issuer

A+

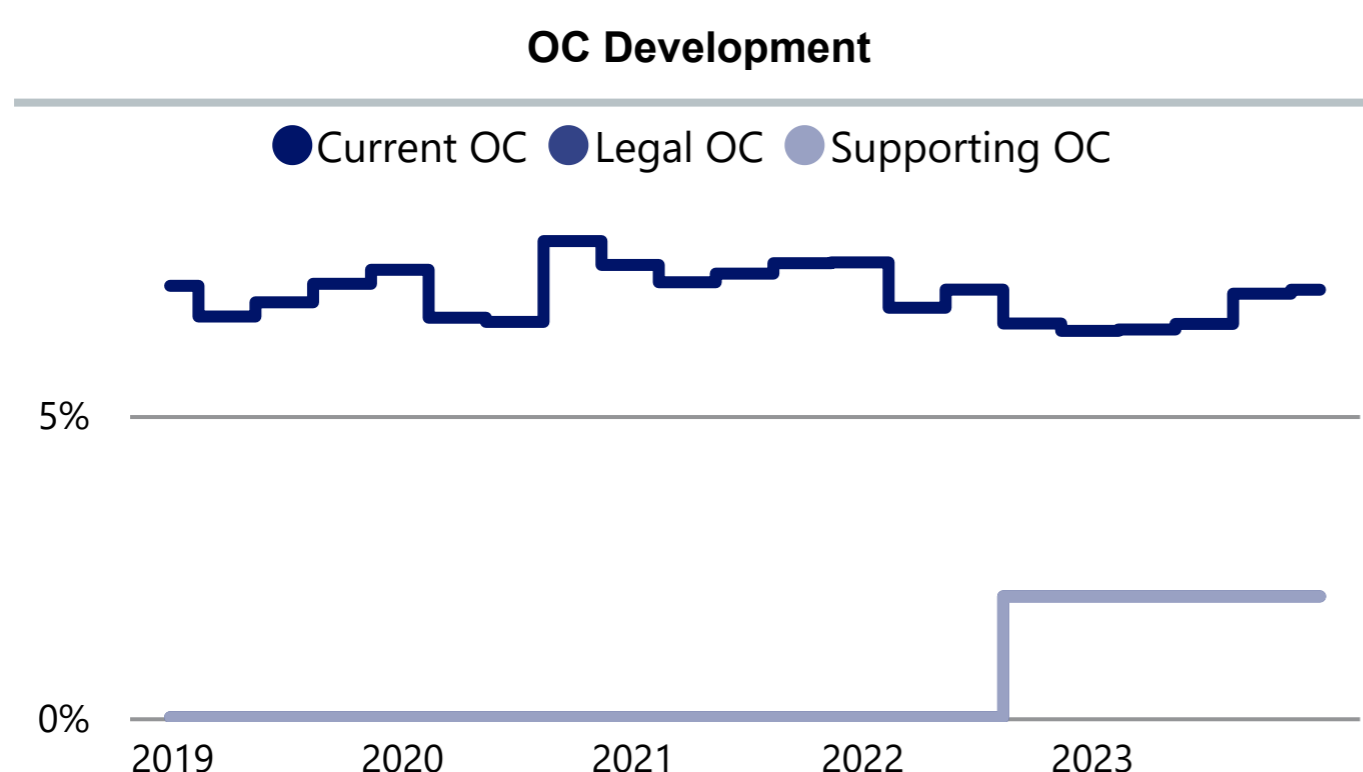
Outlook

Stable

Covered Bonds building blocks

GOVERNANCE SUPPORT	COVER POOL SUPPORT	MAXIMUM RATING DISTANCE	RATING UPLIFT
	Cover pool support +3	D9	(unused)
	Cover pool support +2	D8	(unused)
	Cover pool support +1	D7	(unused)
Resolution regime +4	Governance support = Covered bond rating floor	D6	(unused)
Resolution regime +3		D5	(unused)
Resolution regime +2		D4	AAA
Resolution regime +1		D3	AA+
Legal framework +2		D2	AA
Legal framework +1		D1	AA-
Issuer Rating		D0	A+

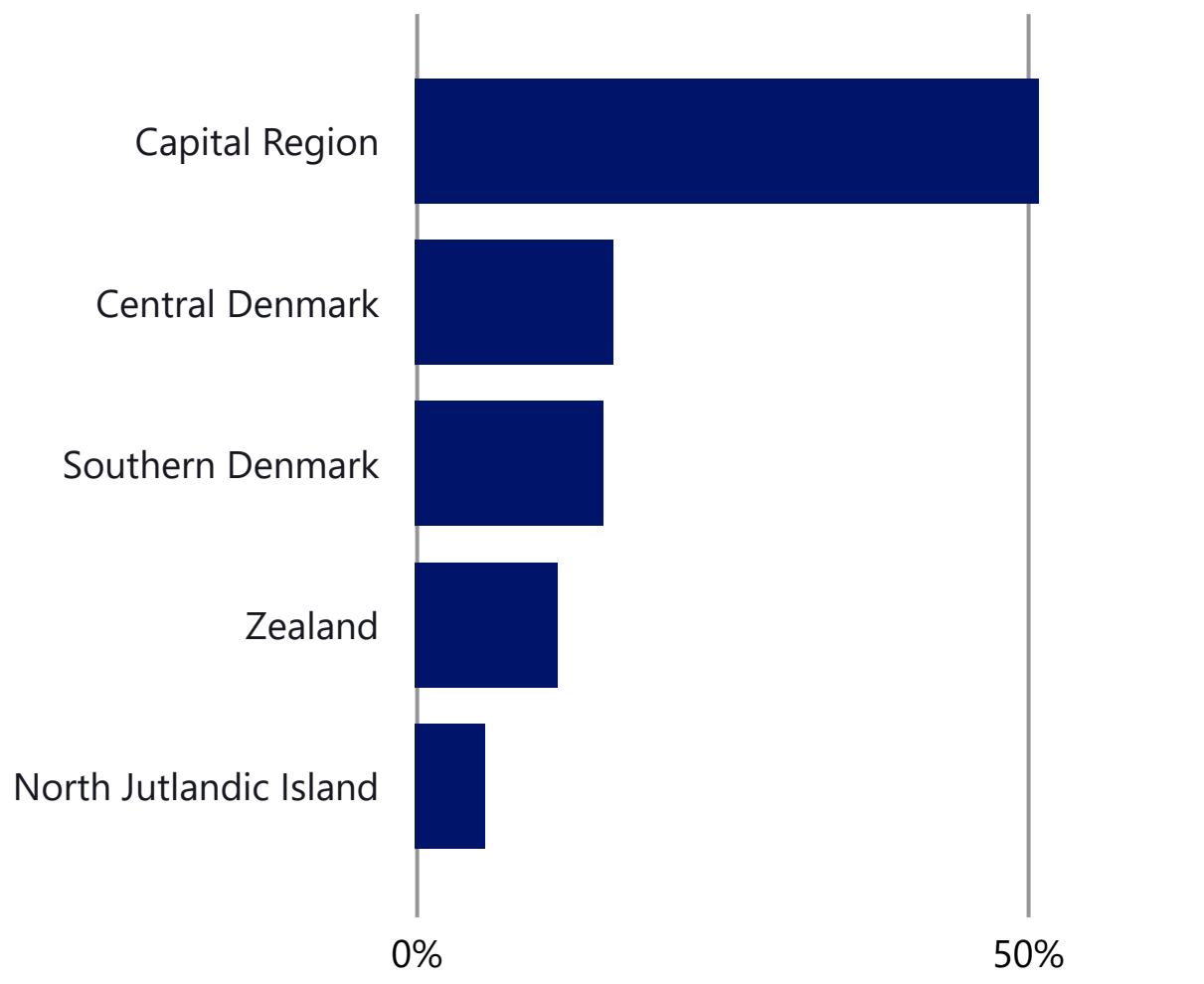
OC & Rating History



¹The credit rating(s) and outlook(s) provided in this document may not be shared with any unauthorised third party. Data shown is current as of 30 September 2023. This performance report has been created on 09 April 2024 but might have been made available on scoperatings.com on a later date.

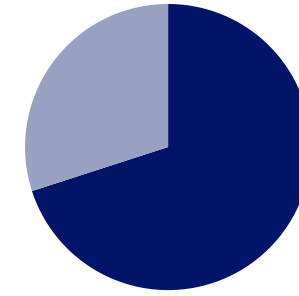
Mortgage Cover Pool Credit Risks as of 30 September 2023

Geographical Distribution



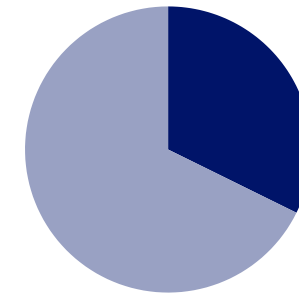
Collateral Type Distribution

Residential Commercial



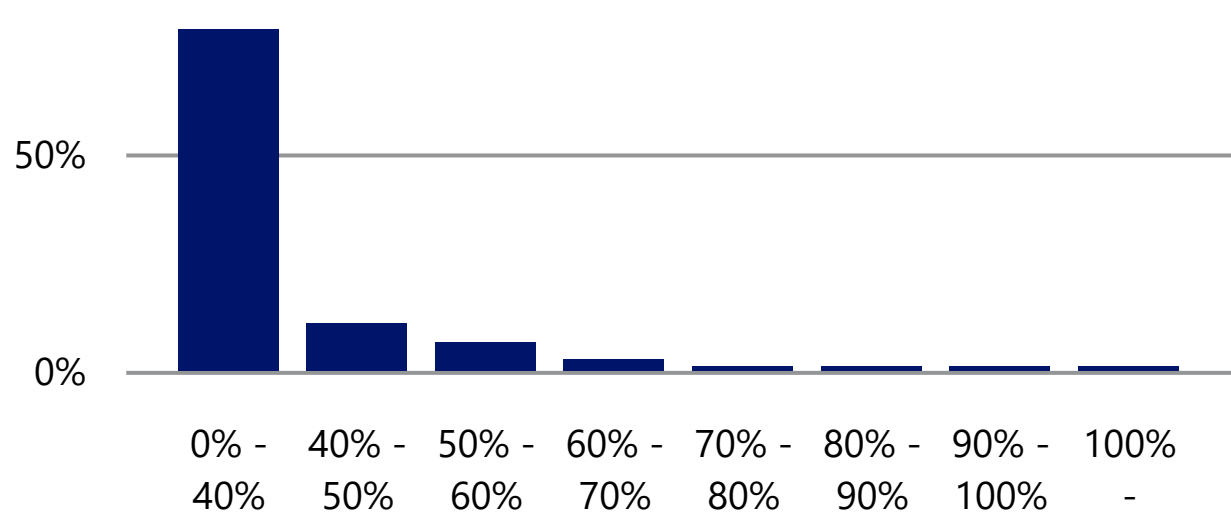
Repayment Type Distribution

Amortising Bullet



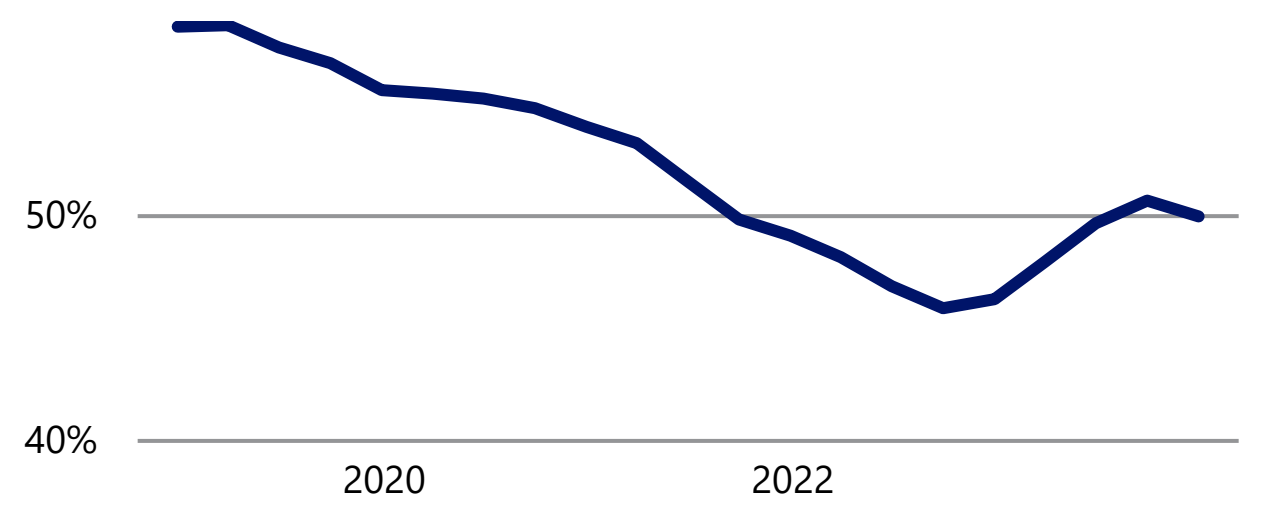
Loan to Value Distribution

Loan to Value - Indexed

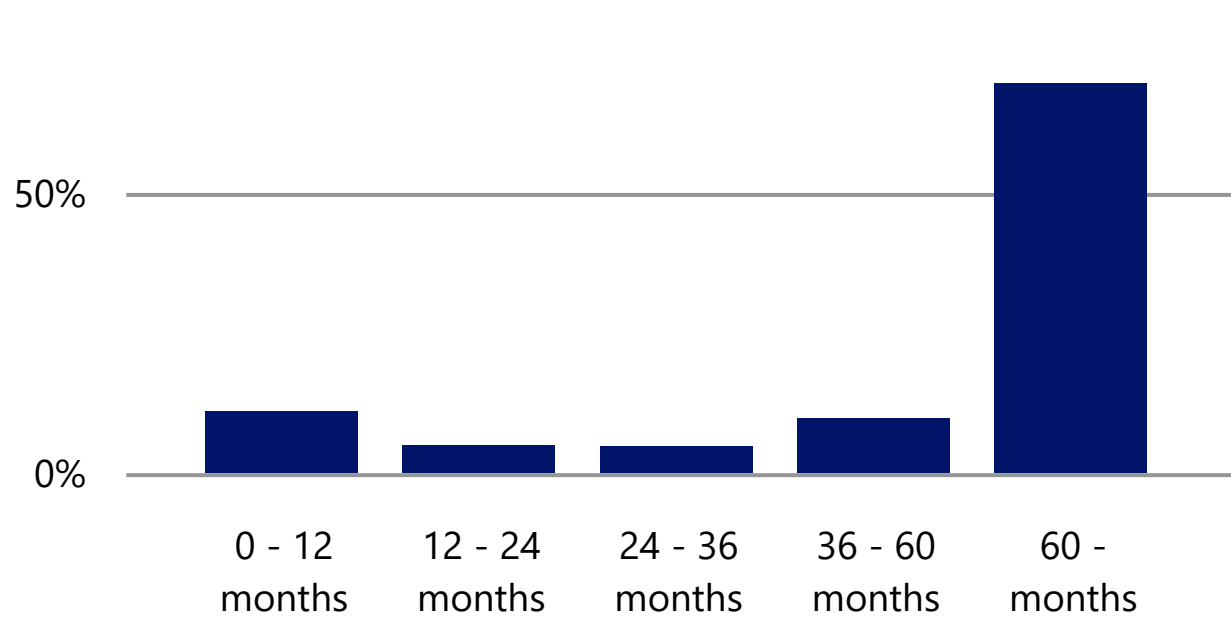


Weighted Average Loan to Value

Indexed WA LTV

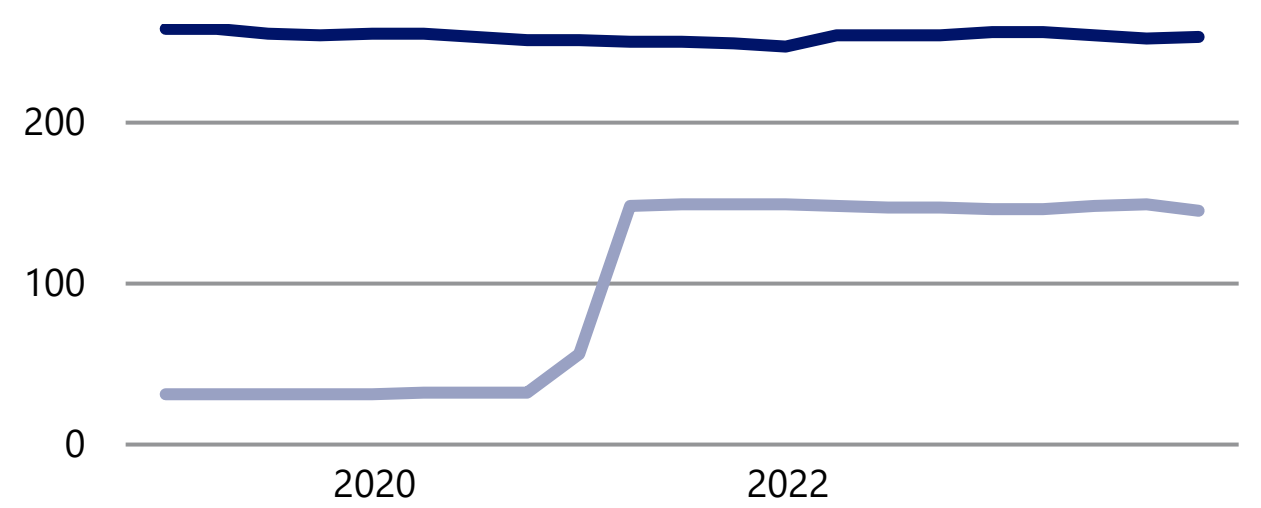


Seasoning Distribution



Weighted Average Seasoning & RTM (in months)

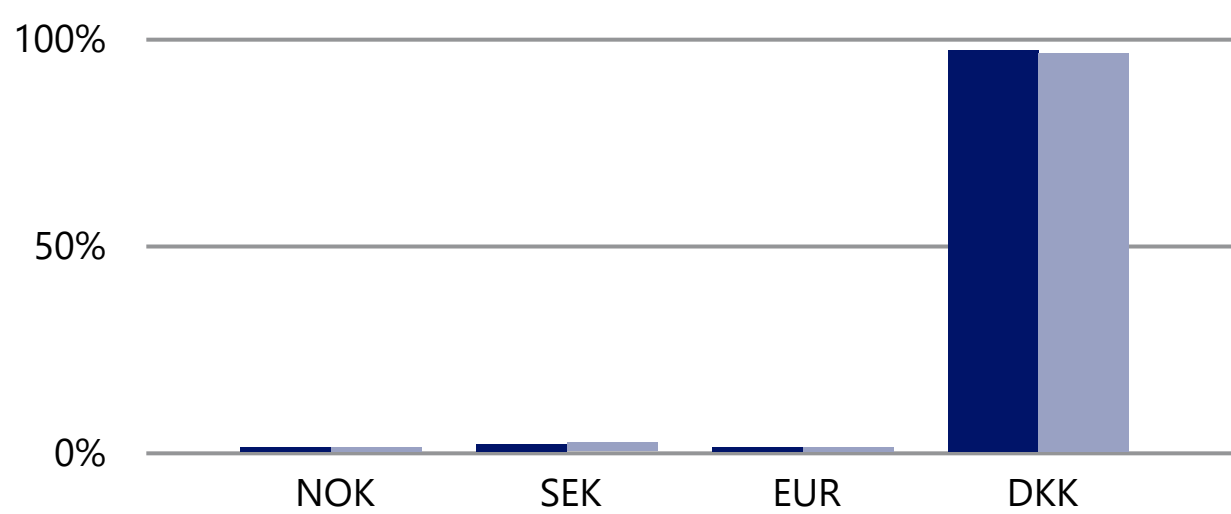
WA RTM WA Seasoning



Cover Pool Market Risks as of 30 September 2023

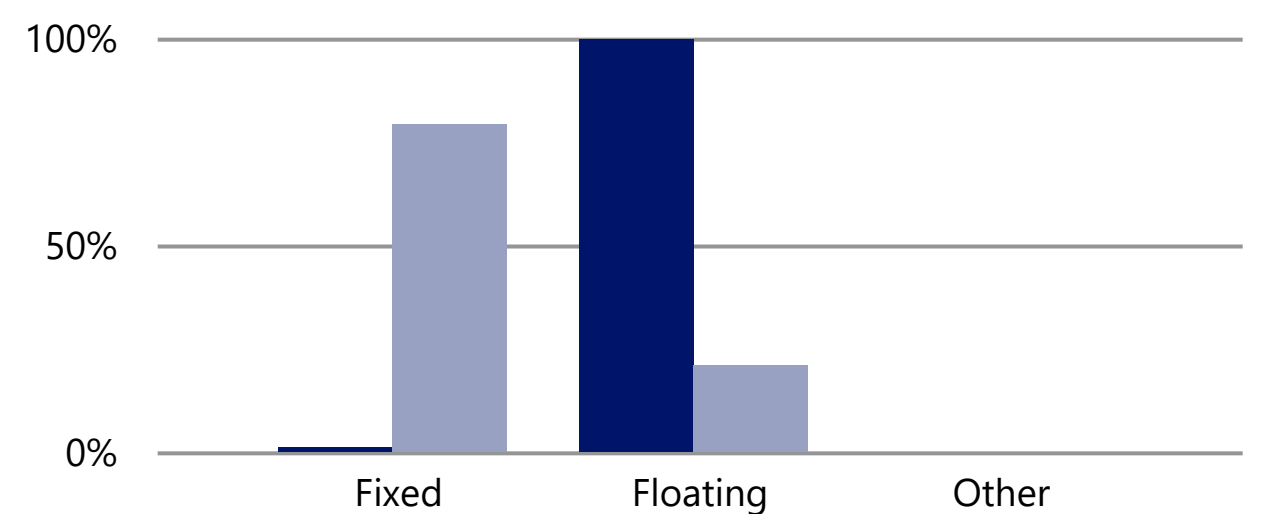
Currency Distribution

Covered Bonds Covered Pool



Interest Rate Type Distribution

Cover Pool Covered Bonds



Summary of covered bond characteristics(Mo)

Scope Metrics	2023Q3	2022Q3		
CB Rating	AAA / Stable	AAA / Stable		
Issuer Rating	A+ / Stable	A+ / Negative		
Supporting OC	2.0%	2.0%		
Legal Framework Uplift	2	2		
Resolution Regime Uplift	4	4		
CPC Category	Low	Low		
Cover Pool Uplift (Max)	9	9		
Cover Pool Uplift (Unused)	5	5		
General Information - Programme				
Cover Pool Size	484,947,000,000	463,443,000,000		
Outstanding Covered Bonds	453,189,000,000	435,100,000,000		
Legal OC	2.0%	2.0%		
Current OC	7.0%	6.5%		
Cover Pool Composition				
Mortgages	93.5%	93.9%		
Public Sector	0.0%	0.0%		
Substitute Assets	6.5%	6.1%		
General information - Mortgage				
Number of Loans/Borrowers	195,135	200,701		
Average Loan/Borrower Amount ('000)	2,322.44	2,168.12		
Top 10	2.0%	1.9%		
NPL	0.1%	0.1%		
Unindexed WA LTV	NR	NR		
Indexed WA LTV	50.6%	45.8%		
Maturity Profile				
Cover Pool WAL (contractual; in years)	22.00	22.00		
Covered Bonds WAL (initial; in years)	2.00	2.00		
Covered Bonds WAL (extended; in years)	NR	NR		
Cover Pool - Interest Rate Types				
Fixed	0.3%	0.1%		
Floating	99.7%	99.9%		
Other	0.0%	0.0%		
Covered Bonds - Interest Rate Types				
Fixed	79.1%	80.3%		
Floating	20.9%	19.7%		
Other	0.0%	0.0%		
Cover Pool - Currencies				
	DKK	96.3%	DKK	95.6%
	SEK	2.1%	SEK	2.5%
Covered Bonds - Currencies				
	DKK	97.1%	DKK	95.7%
	SEK	1.7%	SEK	2.5%
Regions (Top 3)				
	Capital Region	51.0%	Capital Region	50.7%
	Central Denmark	16.2%	Central Denmark	16.5%
	Southern Denmark	15.4%	Southern Denmark	15.8%

Latest related covered bond research (see [here](#))

Latest related financial institution research (see [here](#))

Current methodologies (see [here](#))

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