



**Jyske Bank Group
Capital Requirement
First quarter of 2021**

To comply with Danish financial legislation, this report discloses the capital requirement of the Jyske Bank Group for the first quarter of 2021.

The report serves as a quarterly follow-up to the publication "Risk and Capital Management 2020", which was published in February 2021 along with the annual report of the Group.

Capital requirement, 2021 1st quarter	Jyske Bank Group		Jyske Bank A/S	
DKKm/pct.	Capital requirement	Pct. of REA	Capital requirement	Pct. of REA
Credit risk	17,249	9.4%	13,240	10.2%
Market risk	2,292	1.3%	2,322	1.8%
Operational risk	1,558	0.8%	1,234	1.0%
Other	76	0.0%	76	0.1%
Capital requirement	21,175	11.5%	16,871	13.0%
Capital requirement + combined buffer requirement*	28,514	15.6%	22,058	17.0%
Capital Base	42,513	23.2%	42,488	32.8%
Capital buffer	13,999	7.6%	20,430	15.8%
Core tier 1 capital buffer	13,678	7.5%	18,252	14.1%
Additional tier 1 capital buffer	13,088	7.1%	18,468	14.3%

*Combined buffer requirement: Systemic risk buffer 1.5% + Capital conservation buffer 2.5%

The individual capital requirement makes up 11.5% of the risk exposure assets (REA). Moreover, the total capital requirement encompasses the regulatory buffers, which due to the release of the countercyclical capital buffer remains 4% of REA. However, due to relatively small foreign exposures, where the Group is obliged to preserve a countercyclical buffer, the total capital requirement of the Group amounts to 15.6% of REA. However, the Additional Tier 1 capital requirement remains the binding requirement. The Additional Tier 1 capital requirement amounts to 12.7% of REA, which results in a capital buffer of 7.1% of REA.

The capital requirement of the parent company (Jyske Bank A/S) is based on 8% of REA of the parent company, representing pillar 1 requirements. As a conservative assumption, the pillar 2 capital additions of the parent company are identical to those of the Group, as the parent is liable for all risk in the subsidiaries. At the end of first quarter of 2021, the core tier 1 capital buffer of the parent company amounted to 14.1% of REA.