

Interim report 2015





Welcome to Skjern Bank in Skjern

Stock Exchange Ann. no 11/2015 - 13 August 2015

Acceptable profit and increasing business volume

- Profit before tax of DKK 41.9 million compared with DKK 47.4 million in 2014, primarily due to lower income from value adjustments
- Strong growth in core earnings, which have increased by DKK 15,8 million before extraordinary expense of DKK 7.5 million relating to sale of shares in DLR Kredit A/S
- Devaluation of DKK 25.5 million compared with DKK 22.0 million in 2014
- Capital and core capital ratio were 14.4% and 12.5%, respectively
- The individual solvency requirements were estimated at 11.4%, which is an improvement of 0.5% compared to 31 December 2014
- Core earnings, calculated as profit before tax, exchange rate adjustments and write-downs for the full year, are still expected to be in the range of DKK 115–125 million
- The capital base was increased by raising DKK 60.0 million of hybrid core capital in the 3rd quarter of 2015

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5 years in summary

1,000 DKK	2015	2014	2013	2012	2011	1.1- 31.12 2014
Profit and loss account						
Net income from interest	81,005	81,806	76,060	76,103	78,489	159,926
Div. on shares and other holdings	11,317	5,307	4,266	2,834	3,087	6,491
Charges and commissions (net)	41,366	38,524	32,228	29,761	26,940	81,608
Net inc. from int. and charges	133,688	125,637	112,554	108,698	108,516	248,025
Value adjustments	7,383	18,230	2,723	5,759	-2,637	10,770
Other ordinary income	1,023	649	1,117	614	719	1,195
Staff costs and administrative expenses	66,475	66,713	65,540	66,283	68,716	138,473
Depreciation of intangible and tangible assets	2,979	3,116	2,262	2,100	2,100	14,118
Other operating expenses total	4,437	5,205	5,792	3,872	3,892	9,254
Contributions to the Guarantee Fund for deposits	4,437	5,108	5,085	3,752	3,892	9,018
Other operating expenses	0	97	707	120	0	236
Write-downs on loans etc. (net)	25,533	22,043	31,491	33,761	27,831	154,386
Profit on holding in associated and affiliated companies	-700	-6	0	-3,811	0	-507
Operating profit	41,970	47,433	11,309	5,244	4,059	-56,748
Taxes	9,863	12,797	2,827	1,311	1,015	-712
Profit for the period	32,107	34,636	8,482	3,933	3,044	-56,036

Balance sheet as per 30th June

summary	2015	2014	2013	2012	2011	2010
Total assets	5,464,455	5,375,117	5,345,114	5,642,129	5,378,686	5,384,120
Loans and other debtors	3,712,516	3,736,819	3,588,632	3,463,829	3,602,428	3,643,989
Guarantees etc.	645,476	564,211	580,393	479,795	514,618	553,311
Bonds	782,006	822,324	870,299	866,896	894,541	830,645
Shares etc.	172,735	218,047	212,804	182,081	193,143	245,966
Deposits and other debts	4,483,568	4,255,959	3,954,086	4,163,969	3,603,715	4,485,996
Subordinated capital investments	169,340	268,779	293,838	358,009	357,033	169,260
Capital funds	554,581	608,223	556,559	385,347	380,517	522,531
Dividends						0
Capital Base	599,282	712,551	674,509	609,512	610,595	486,912
Total weighted items	4,163,140	4,191,164	3,974,987	3,776,472	3,953,324	4,051,806

Core earnings

Core income	143,402	127,789	116,234	117,468	117,892	253,115
Costs etc.	-75,691	-68,429	-67,802	-68,383	-70,816	-142,093
Core earnings before write-downs, value adjustments and Governmental Guarantee Scheme I	67,711	59,360	48,432	49,085	47,046	111,022
Guarantee commission for the state *)	-	-	-1,925	-6,671	-7,164	-
Total core earnings	67,711	59,360	46,507	42,414	39,882	111,022

*) Commission of 0.95% of issued government-guaranteed bonds.

**) In the 1st quarter of 2015, an expense of DKK 7.5 million was recognised relating to sale of shares in DLR Kredit A/S.

Adjusted for this, core earnings are DKK 75.2 million.

Financial ratios - 30th June

(figures in pct.)	2015	2014	2013	2012	2011
Solvency ratio	14.4	17.0	17.0	16.1	15.4
Core capital ratio	12.5	14.1	13.4	11.4	10.7
Return on own funds before tax	7.8	8.0	2.1	1.4	1.1
Return on own funds after tax	6.0	5.9	1.5	1.0	0.8
Earning/expense ratio in DKK	1.42	1.49	1.11	1.05	1.04
Interest rate risk	-1.3	-1.7	-1.9	-4.5	1.3
Foreign currency position	0.7	0.5	0.8	0.5	3.2
Foreign currency risk	0.0	0.0	0.0	0.0	0.0
Advances against deposits	91.1	93,5	96.6	90.6	107.6
Statutory liquidity surplus	136.4	127.8	167.4	232.8	158.3
Total large commitments	42.2	10.3	21.5	17.3	53.0
Accumulated impairment ratio	7.9	5.4	5.3	7.3	6.4
Impairment ratio for the period	0.5	0.5	0.7	0.8	0.6
Increase in loans etc. for the period	1.9	2.4	2.5	-1.8	-0.6
Ratio between loans etc. and capital funds	6.7	6.1	6.4	9.0	9.5
(value per share 100 DKK)					
Earnings per share (result period)	16.7	18	4.4	17.4	13.5
Book value per share	288	319	290	1,857	1,815
Market value/earning per share	1.9	11.2	28.6	26.4	40.7
Market value/book value	0.56	0.64	0.43	0.25	0.30



Management's report

Skjern Bank has in the first half of this year achieved an acceptable profit after strong growth in core earnings. The results are characterised by a maintained net interest income, strongly increasing fee income and satisfactory exchange rate adjustments, unchanged cost consumption and an expected level of impairment.

In the 1st quarter of 2015 the bank sold a portion of the bank's shares in the sector company DLR Kredit A/S. The bank has the right to repurchase these shares for a 5-year period against payment of an option premium of 2% per year of the sale price. According to generally accepted accounting principles, the option premium for the entire 5-year period will not be accrued, but expensed when the sale is conducted, which occurred in the first six months of 2015 with DKK 7.5 million.

A profit of DKK 41.9 million, which includes this one-time expense, emphasises the strength of the bank's earnings growth.

The increase in the bank's fee income, which is to a significant extent due to the very high activity in the refinancing of the bank's customers and the continued growth in revenue from securities trading, more than offsets the extraordinary option premium from the sale of DLR shares of DKK 7.5 million. In total, the bank realised a satisfactory increase in net interest and fee income of DKK 8.0 million corresponding to 6.4%.

Despite a generally modest demand for loans, the bank can record a net inflow of loans of DKK 68.5 million compared to 31 December 2014, corresponding to 1.9%. This positive development is partially due to a satisfactory growth in the number of private customers. The bank's goal of further increasing the percentage of private loans remains unchanged.

The solid liquidity reserve has maintained a fully acceptable level of 136.4%, and it is the bank's unchanged goal to maintain solid liquidity reserves primarily based on customer deposits. The bank's capital ratio is 14.4% and the core capital is 12.5%.

The bank's solvency was thus increased by 2.4% from 12.0% as of 31 December 2014, as expected. The increase is primarily due to the sale of DLR shares in the 1st quarter of 2015 and the recognition of the profit for the first six months of the year.

The individual solvency requirement is calculated at 11.4%, corresponding to a solvency coverage of 126.3%. The solvency requirements have improved by 0.5% as of 31 December 2014. Compared with the actual capital base of DKK 599 million, there was a surplus of DKK 124 million at the end of the first six months of 2015.

Core earnings comply with the annual budget and are at a historically high level. The forecast for core earnings for the entire year of 2015 is still in the range of DKK 115–125 million. Overall, the bank's management considers the achieved profit to be satisfactory.

The capital base has strengthened

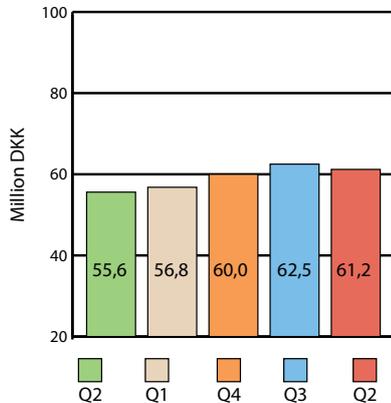
In the Annual Report for 2014 and the interim report after the 1st quarter of 2015, the bank indicated that a strengt-

The bank's loan and guarantee debtors distributed on segments constitute:

	30/6-15	31/12-14	30/6-14
Public authorities	1.1 %	1.6 %	1.4 %
Agriculture, hunting, forestry and fishing			
Plant production	1.6 %	1.5 %	1.6 %
Cattle farming	8.3 %	7.4 %	6.8 %
Pig farming	2.4 %	2.5 %	2.7 %
Mink production	1.3 %	0.9 %	0.8 %
Other agriculture	0.8 %	0.7 %	1.2 %
Manufacturing and extraction of raw materials	2.6 %	3.8 %	5.4 %
Energy supply	7.9 %	6.6 %	5.6 %
Constructions	6.0 %	5.6 %	5.9 %
Trade	8.9 %	8.2 %	8.1 %
Transport, hotels and restaurants	1.7 %	1.8 %	1.9 %
Information and communication	0.3 %	0.3 %	0.2 %
Finance and insurance	8.5 %	7.4 %	7.2 %
Real-estate	13.6 %	14.1 %	15.6 %
Other industries	4.5 %	7.3 %	5.2 %
Private persons	30.5 %	30.3 %	30.4 %

From the above sectoral distribution represents alternative energy 7.1 %.

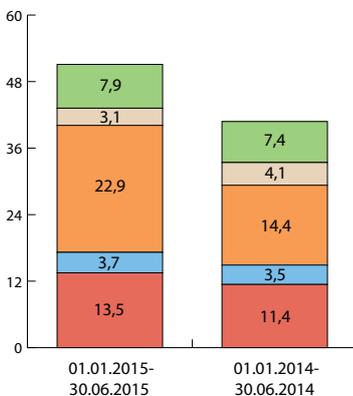
Interest income



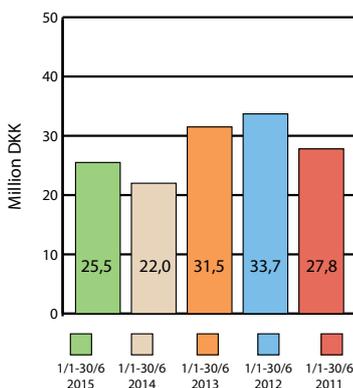
Charges and commissions receivable

(Million DKK)

- Securities trading and custodies
- Payment management
- Charges from loan applications
- Commissions on guarantees
- Other charges and commissions



Write-downs on loans etc.



hening of the bank's capital base was desirable, partially to be prepared to accommodate the increased regulatory requirements for the size of the capital, and partially to have a solid base for the bank's future operations.

To comply with this, a binding agreement was entered after the balance sheet date of 30 June 2015 on raising DKK 60 million of hybrid core capital, to be executed by the end of the 3rd quarter of 2015.

Raising this hybrid capital means that the current solvency goals established by the bank's Board of Directors and the goals in the bank's long-term capital plan have both been fulfilled. The bank's capital position can pro forma include the newly raised hybrid capital as of 30 June 2015, calculated as follows:

Solvency	5.8%
Of which is core capital	13.9%
Individual solvency requirements	11.4%
Solvency coverage compared to individual requirements	138.6%

The share price of the bank's shares has decreased from a price of 38 as of 31 December 2014 to a price of 32.2 as of 30 June 2015. The market price of the entire bank can thus be calculated at DKK 310 million as of 30 June 2015, corresponding to an intrinsic value of 0.56. Trading in Skjern Bank shares is still at a high level and shows a generally satisfactory liquidity in the shares.

Net interest income

Net interest income amounted to DKK 81.0 million as of 30 June 2015 and has thus decreased by DKK 0.8 million compared to last year.

Interest income decreased by 8.1% to DKK 112.4 million, which is still primarily due to pressure on the average lending rates during the period. Interest ex-

pense was reduced by 22.4% to DKK 31.4 million. The reduction is due to reduced costs for issued bonds and subordinated debt of a total of DKK 2.9 million, and also to a decrease of interest expense for deposits of DKK 5.6 million. The reduced interest expense for deposits is primarily due to the repositioning of high-interest loans at a lower average deposit interest rate. The development in interest expense is as expected.

Overall, the bank's interest margin was marginally reduced during the first half of the year compared to the same period in 2014.

Fee income

Net income from fees and commissions has increased by DKK 10.3 million. The earnings were primarily achieved through increasing income from loan fees of DKK 8.5 million and transaction-based income from securities trading, which has increased by DKK 2.0 million. Income from other fees also decreased by DKK 0.7 million.

Dividends from bank shareholdings of DKK 11.3 million were realised, which is DKK 6.0 million more than the first six months of 2014. The growth is particularly due to very positive development in several of the companies in the financial sector in which the bank is a co-owner.

Net interest and fee income amounted to DKK 133.7 million, which is an increase of DKK 8.0 million, corresponding to 6.4% compared to the same period last year.

Exchange rate adjustments

Exchange rate adjustments of securities and currency, etc. show a gain of DKK 7.4 million compared to DKK 18.2 million in the same period of 2014. In the bond portfolio, there was a negative exchange rate adjustment of DKK 6.7 mil-



Street View from Ribe

lion in the first six months of 2015, while in the bank's shareholdings, a positive exchange rate adjustment of DKK 13.1 million was realised, of which sectoral shares constituted DKK 4.0 million. Exchange rates and derivative financial instruments achieved income of DKK 0.9 million in the same period.

Costs

Staff and administration expenses, etc. amounted to DKK 66.4 million compared with DKK 66.7 million in the same period in 2014, and have thus decreased by DKK 0.3 million.

The bank still has a strong focus on cost consumption and it is expected that the total costs for the year will be at the same level as in 2014, despite contractual wage increases and increasing payroll.

Devaluations

Devaluations on loans, etc. amounted to DKK 25.5 million as of 30 June 2015 compared with DKK 22.0 million during the same period last year. Recorded losses as of 30 June 2015 amounted to DKK 20.6 million, of which only DKK 2.0 million had not been previously written down. Devaluations on loans, etc. for the period correspond to 0.5% of the total loans and guarantees, which the management considers a normal level with the current economic trend.

The bank's efforts to find solutions for weak exposures have increased significantly in the first six months, which entails a certain reduction of capital requirements on a number of exposures and a decrease in the number of weak exposures.

Profit for the period

The total profit before tax amounted to DKK 41.9 million compared with DKK 47.4 million as of 30 June 2014. After taxes, the period's net profit amounted to DKK 32.1 million.

The management is pleased to note that the core earnings have improved signi-

ficantly, that the demand for lending has risen, with increased volume to follow, and that the total base costs have been reduced, primarily including interest expense and write-downs.

The bank's management considers the results satisfactory.

Capital

Equity amounted to DKK 554.6 million compared to DKK 522.5 million at the end of the previous year.

After addition of subordinated capital contributions of DKK 169 million and adjustments for reduction in weighting and other deductions, the bank's capital base at the end of the first six months amounted to DKK 599.2 million.

The capital ratio was estimated at 14.4%, which is an increase of 2.4% points compared to 31 December 2014. The increase is as expected and is due to the sale of shares in DLR Kredit A/S and recognition of the profit for the period and the development in the bank's risk-weighted items.

The core capital ratio is 12.5%, compared to 11.1% as of 31 December 2014.

Compared to 30 June 2014, the bank's capital ratio has decreased from 17.0% to 14.4%, while the core capital ratio has decreased from 14.1% to 12.5% as a result of reduced equity and a change in the deduction rules in the calculation of capital base.

The necessary capital corresponding to the individual solvency requirements is calculated at 11.4%, which is an improvement of 0.5% points compared with the end of 2014.

Liquidity

Customer deposits amount to DKK 4,484 million, of which DKK 4,069 is covered by the Danish Deposit Guarantee Scheme. The deposits are considered stable, since the vast majority of them come from base customer relationships.

Supplementary capital distributed on exercise date (final closing date)

	1.000 DKK
2024	99.340
Infinite	70.000
Total	169.340

The liquidity surplus is at 136.4%, which follows the strategic goal of maintaining liquidity reserves at an adequate and acceptable level.

New liquidity regulations will come into force with effect from 1 October 2015, viz. the so-called LCR (Liquidity Coverage Ratio) key figure. The key figure will show the ability of banks to honour their payment obligations for a 30-day period without access to market funds.

The key figure is computed as the ratio of the bank's cash and cash equivalents and liquid assets to its payment obligations for the next 30 days as computed in accordance with specific rules.

Non-SIFI banks must have a cover of min. 60 % on 1 October 2015, gradually increasing by 10 % on 1 January 2016 and 1 January 2017 and by 20 % on 1 January 2018, such that the key figure must be min. 100 % on 1 January 2018.

SIFI banks must have a cover of 100 % as early as 1 October 2015.

Skjern Bank wishes to follow the rules applying to SIFI banks and it is thus the bank's target that the LCR key figure should be 100 % on 1 October 2015.

On 30 June 2015 the bank's LCR key figure was 251 % and the bank thus already met the target at the end of June.

Skjern Bank shares

At the end of the quarter, the bank owned 16,786 shares, which is an increase compared to the end of 2014, with almost 200 shares.

Consolidated Statement

Skjern Bank owns all the share capital in Knud Eskildsen Ejendomme A/S, whose sole activity is owning a town house in Esbjerg. The land the property is on was originally intended for the construction of an owner-occupied property. The town house is expected to be sold at the posted value. The shares are recorded at DKK 2,3 million, which is the recorded net asset value. The property is to be sold and this is expected to be executed during the 3rd quarter of 2015.

Consolidated accounts have not been prepared, as the subsidiaries' operations are negligible compared to the bank.

Expectations

The bank's core earnings outlook for 2015 is still in the range of DKK 115–125 million.



„The Supervisory Diamond”

The Danish Financial Supervisory Authority’s mandatory Supervisory Diamond specifies five indicators for banking activities with increased risk.

The bank’s status for each indicator as of 30 June 2015 is calculated in the figure below, where the indicators established by the Danish Financial Supervisory Authority are also shown.

Skjern Bank continues to comply with all limit values as of 30 June 2015 and has at no time since the introduction of the Supervisory Diamond exceeded any of the limit values.

Liquidity reserve (min. 50 %):

Skjern Bank’s liquidity reserve is adequate and amounts to 136.4% as of 30 June 2015 compared to 131.0% as of 31 December 2014.

Funding ratio (max. 100 %):

The current funding situation leaves room for significantly more loans, since the bank’s deposits compared to loans, equity and debt securities are just 71%, which is at the same level as 31 December 2014.

Property exposure (max. 25 %):

Skjern Bank has an attractive industry spread, and compared to the real estate sector, the exposure is 14.9%. As of 31 December 2014, the exposure was 14.1%.

Major engagements (max. 125 %):

Major engagements are defined as the sum of major engagements that constitute more than 10 per cent of the base capital. Skjern Bank primarily targets private customers and small and medium businesses and as of 30 June 2015, it had large exposures of a total of 42.2%, compared to 38.4% as of 31 December 2014.

Loan growth (max. 20 %):

The bank has realised a lending growth in 2015 which amounted to 1.9% as of 30 June 2015 compared to -0.1% throughout 2014.

Transactions with related parties

During the first six months of the year, there have not been major transactions between Skjern Bank and the bank’s related parties.

Contribution to the Danish Deposit Guarantee Scheme

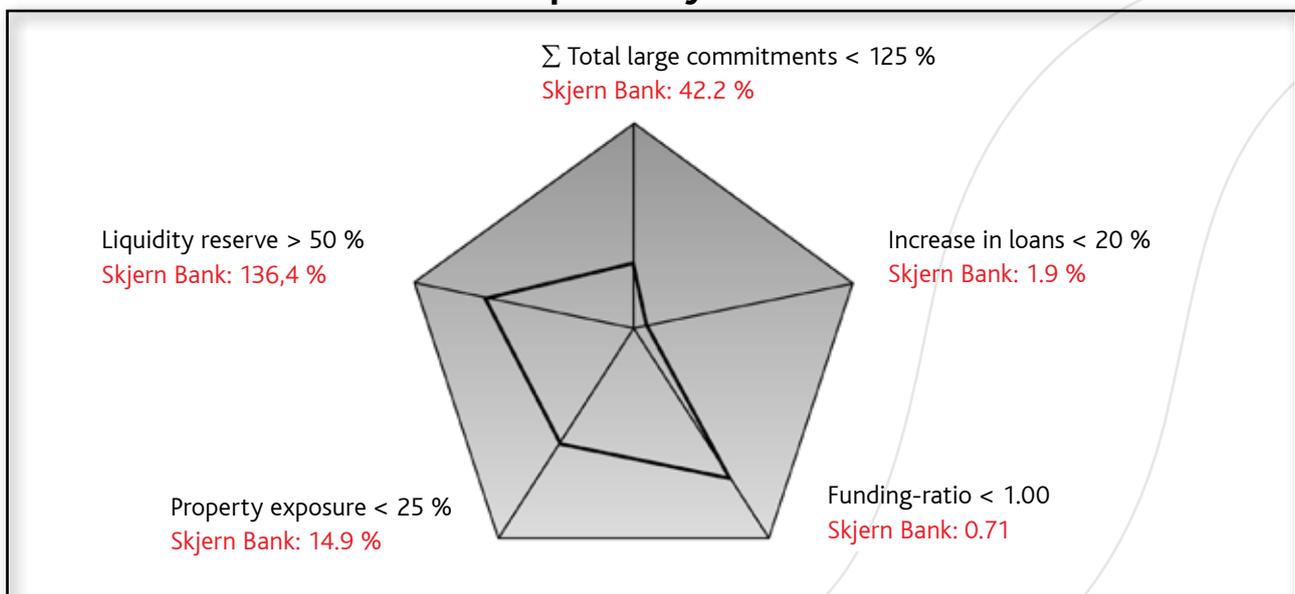
The contribution to the Danish Deposit Guarantee Scheme in the first six months of the year can be estimated at DKK 4.4 million, which is DKK 0.7 million less than as of 30 June 2014.

Accounting practices used

The semi-annual report was prepared in accordance with the Danish Financial Business Act, including the Danish Financial Supervisory Authority’s Executive Order on financial reports for credit institutions and investment companies, etc. and additional Danish disclosure requirement for interim reports for listed companies.

The accounting practice used is unchanged compared to the annual report for 2014.

The Supervisory Diamond





Streetview from Varde

Events after 30 June 2015

No events have occurred after the balance date that are of significance for the assessment of the profit for the period.

Litigation

The bank is involved in disputes and litigation as part of its normal operations. The bank's risk in these cases is regularly assessed by the bank's lawyers and management. Provisions are made based on an assessment of risk of loss.

Financial Calender

29 October 2015: Quarterly report after 3rd Quarter 2015

Yours sincerely,
Skjern Bank

Hans Ladekjær Jeppesen
Chairman of the Board of Directors

Per Munck
Director





Skjern Bank, Skjern

Statement by the board of directors and executive board

We have on today's date discussed and approved the semi-annual report for the period of 1 January–30 June 2015 for Skjern Bank A/S.

The report was prepared in accordance with the Danish Financial Business Act, including the Executive Order on financial reports for credit institutions and investment companies, etc. and additional Danish disclosure requirement for

interim reports for listed financial institutions.

We consider the chosen accounting practice to be appropriate such that accounts give a true picture of the bank's assets and liabilities, financial position and profit.

We consider the management's statement to contain a fair review of the de-

velopment in the bank's activities and economic conditions and a description of the significant risks and uncertainty factors by which the bank may be affected.

No audit or review of the semi-annual report has been conducted, but an external audit has verified that the conditions for ongoing recognition of the period's earnings in core capital are met.

Skjern, 13rd August 2015

Skjern Bank A/S

Per Munck
Director

The board of directors

Hans Ladekjær Jeppesen
Chairman

Jens Okholm
Deputy Chairman

Bjørn Jepsen

Finn Erik Kristiansen

Søren Dalum Tinggaard

Lars Skov Hansen

Lars Lerke

Carsten Jensen

This document has been translated from Danish. The Danish text shall govern for all purposes and prevail in case of discrepancy with the English version.

Profit and loss account and Statement of comprehensive income 1st January - 30th June

1,000 DKK	2015	2014	1.1-31.12 2014
Interest receivable	112,397	122,240	244,721
Interest payable	31,392	40,434	84,795
Net income from interest	81,005	81,806	159,926
Dividend on shares and other holdings	11,317	5,307	6,491
Charges and commissions receivable	51,146	40,764	86,183
Charges and commissions payable	9,780	2,240	4,575
Net income from interest and charges	133,688	125,637	248,025
Exchange rate adjustments	7,383	18,230	10,770
Other ordinary income	1,023	649	1,195
Staff costs and administrative expenses	66,475	66,713	138,473
Depreciation of intangible and tangible assets	2,979	3,116	14,118
Other operating expenses total	4,437	5,205	9,254
Contributions to the Guarantee Fund for deposits	4,437	5,108	9,018
Other operating expenses	0	97	236
Write-downs	25,533	22,043	154,386
Profit on holdings in associated and affiliated companies	-700	-6	-507
Profit on ordinary activities before tax	41,970	47,433	-56,748
Tax	9,863	12,797	-712
Profit for the financial year	32,107	34,636	-56,036

Statement of comprehensive income

Profit for the financial year	32,107	34,636	-56,036
Other comprehensive income after tax	0	0	0
Total comprehensive income	32,107	34,636	-56,036

Balance by 30th June

1,000 DKK	2015	2014	1.1- 31.12 2014
Assets			
Cash in hand and claims at call on central banks	261,002	365,429	460,515
Claims on credit institutions and central banks	381,701	60,368	28,482
Loans and advances at amortized cost price	3,712,516	3,736,819	3,643,989
Bonds at market value	782,006	822,324	830,645
Shares etc.	172,735	218,047	245,966
Holdings in associated enterprises	0	361	0
Holdings in group enterprises	2,326	3,166	3,026
Land and buildings (total)	50,630	65,056	55,341
Investments properties	2,961	6,974	6,974
Domicile properties	47,669	58,082	48,367
Other tangible assets	5,468	5,796	5,897
Current tax assets	2,930	16	717
Deferred tax assets	29,379	27,100	36,002
Other assets	60,823	67,950	65,010
Prepayments and accrued income	2,939	2,685	8,530
Total assets	5,464,455	5,375,117	5,384,120

Balance by 30th June (continued)

1,000 DKK	2015	2014	1.1- 31.12 2014
Liabilities			
Debt			
Debt to credit institutions	153,266	123,894	99,848
Deposits and other debts	4,483,568	4,255,959	4,485,996
Bonds issued at amortised cost	0	1,351	1,351
Current tax-liability	3,779	6,131	0
Other liabilities	97,029	108,603	104,444
Accruals and deferred income	1,284	1,097	690
Total debt	4,738,926	4,497,035	4,692,329
Provisions for commitments			
Provisions for loss on guarantees	1,608	1,080	0
Total provisions for commitments	1,608	1,080	0
Subordinated capital investments			
Subordinated loan capital	99,340	198,779	99,260
Hybrid core capital	70,000	70,000	70,000
Subordinated capital investments total	169,340	268,779	169,260
Capital funds			
Share capital	192,800	192,800	192,800
Revaluation reserves	417	417	417
Retained earnings	361,364	415,006	329,314
Total capital funds	554,581	608,223	522,531
Total liabilities	5,464,455	5,375,117	5,384,120

Off-balance-sheet items by 30th June

1,000 DKK	2015	2014	1.1- 31.12 2014
Guarantees			
Guarantees			
Finance guarantees	21,975	46,975	41,157
Guarantees against losses on mortgage credit loans	223,574	173,272	192,268
Registration and conversion guarantees	54,830	50,233	45,411
Other guarantees	345,097	293,731	274,475
Total guarantees	645,476	564,211	553,311
Other contingent liabilities			
Irrevocable credit-undertakings	61,425	144,280	108,958
Total other contingent liabilities	61,425	144,280	108,958

Information on changes in equity 30th June

1,000 DKK	2015	2014	1.1- 31.12 2014
Share capital beginning-of-year	192,800	192,800	192,800
Share capital end-of-year	192,800	192,800	192,800
Revaluation reserves beginning-of-year	417	417	417
Additions related to reassessed value	0	0	0
Other movements	0	0	0
Revaluation reserves end-of-year	417	417	417
Retained earnings beginning-of-year	329,314	380,540	385,379
Comprehensive income for the period	32,107	34,636	-56,036
Sale of own funds	8,389	9,557	14,696
Purchase of own funds	-8,446	-9,727	-14,725
Retained earnings end-of-year	361,364	415,006	329,314
Total equity	554,581	608,223	522,531



Notes per 30th June

1,000 DKK	2015	2014	1.1- 31.12 2014
Interest receivable			
Claims on credit institutions and central banks	-725	8	32
Loans and other debtors etc.	107,372	114,292	228,863
Bonds	5,556	8,177	15,455
Total other financial instruments of which	194	-141	-371
Foreign exchange contracts	-682	-141	-840
Interest-rate contracts	876	0	1,211
Other interest income	0	-96	0
Total interest receivable	112,397	122,240	244,721
Interest payable			
Credit institutions and central banks	31	506	773
Deposits	25,964	31,620	66,430
Bonds, issued	0	36	61
Subordinated capital investments	5,387	8,258	17,427
Other interest expenses	10	14	104
Total interest payable	31,392	40,434	84,795
Charges and commissions receivable			
Securities trading and custodies	13,487	11,458	25,309
Payment management	3,705	3,463	7,176
Charges from loan applications	22,898	14,368	30,460
Commissions on guarantees	3,107	4,080	7,881
Other charges and commissions	7,949	7,395	15,357
Total charges and commissions receivable	51,146	40,764	86,183
Value adjustments			
Bonds	-6,684	4,375	-7,689
Total shares	13,165	12,371	14,597
Shares in sector companies etc.	4,007	7,051	9,919
Other shares	9,158	5,320	4,678
Foreign currency	1,191	1,504	3,896
Other financial instruments	-289	-20	-34
Total value adjustments	7,383	18,230	10,770

Notes per 30th June (continued)

1,000 DKK	2015	2014	1.1- 31.12 2014
Staff costs and administrative expenses			
Salaries and remuneration of board of directors, managers etc.			
Board of managers	1,326	1,326	2,830
Fixed fee	1,305	1,305	2,790
Pension contributions	21	21	40
Board of directors	487	420	869
Audit Committee	0	0	50
Board of representatives.....	0	0	172
Total salaries and remunerations of board etc.	1,813	1,746	3,921
Staff costs			
Wages and salaries	32,125	31,147	62,829
Pensions	3,510	3,425	6,922
Social security costs	311	308	942
Payroll tax	4,437	4,025	8,357
Total staff costs	40,383	38,905	79,050
Other administrative expenses	24,279	26,062	55,502
Total staff costs and administrative expenses	66,475	66,713	138,473
Number of employees			
Average number of employees	127	127	125



Notes per 30th June (continued)

1,000 DKK	2015	2014	1.1 31.12 2014
Write-downs on loans and receivables			
Write-downs and provisions during the year	52,025	46,300	180,308
Reversal of write-downs made in previous years	-21,447	-22,088	-20,369
Finally lost, not previously written down	2,047	3,733	6,269
Interests on the written-down part of loans	-6,450	-4,800	-9,600
Recoveries of previously written-down debt	-641	-1,102	-2,222
Individual write-downs on loans etc.	25,533	22,043	154,386
Profit on holdings in associated and group companies			
Profit on holdings in associated companies	0	0	-361
Profit on holdings in group companies	-700	-6	-146
Total profit on holdings in associated and group companies	-700	-6	-507
Individual write-downs and provisions			
Write-downs as per beginning of the year	337,551	221,447	221,447
Write-downs during the period (net)	50,284	46,300	174,192
Reversal of write-downs made in previous years	-21,447	-19,879	-15,380
Write-downs in previous years, now lost	-18,585	-22,521	-42,708
Individual write-downs total	347,802	225,347	337,551
Group write-downs on and provisions			
Write-downs as per beginning of the year	22,902	21,689	21,689
Write-downs during the period	1,741	-2,209	1,213
Group write-downs on loans etc.	24,643	19,480	22,902
Write-downs total	372,445	244,827	360,453

Notes per 30th June (continued)

1,000 DKK	2015	2014	1.1 31.12 2014
Guarantees			
Provisions beginning of the year	0	0	0
Provisions during the year	1,608	1,080	0
Losses on guarantees	0	0	0
Transferred to liabilities.....	0	0	0
Guarantees total	1,608	1,080	0
Total loans etc. with suspended calc. of interest	184,882	181,107	186,576
Share capital			
Number of shares at DKK 20 each	9,640,000	9,640,000	9,640,000
Share capital	192,800	192,800	192,800
Own capital shares			
Number of shares (pcs).....	11,620	11,767	8,979
Nominal value hereof.....	212	235	180
Market value hereof	342	473	341
Own shares proportion of share capital (per cent)	0.10%	0.1%	0.10%



SKJERN BANK

skjernbank.dk

 **Skjern Bank, Skjern:**
Banktorvet 3 · 6900 Skjern
tlf. 9682 1333

 **Skjern Bank, Esbjerg:**
Kongensgade 58 · 6700 Esbjerg
tlf. 9682 1500

 **Skjern Bank, Ribe:**
J. Lauritzens Plads 1 · 6760 Ribe
tlf. 9682 1600

 **Skjern Bank, Varde:**
Bøgevej 2 · 6800 Varde
tlf. 9682 1640

 **Skjern Bank, Bramming:**
Storegade 20 · 6740 Bramming
tlf. 9682 1580

 **Skjern Bank, Hellerup:**
Strandvejen 143 · 2900 Hellerup
tlf. 9682 1450