

**Banking Statistics: FIH Erhvervsbank A/S**

**FIH Erhvervsbank A/S**

 [Download Banking Statistics in .csv format](#)

Bank Deposit obligation rating(FC):	Baa3/P-3
Bank Deposit obligation rating(LC):	Baa3/P-3
Bank Financial Strength rating:	D+
Long-term senior rating:	Baa3
Long-term subordinated/Jr. subordinated debt rating:	Ba3/—
Short-term rating:	P-3

Consolidated Statistics [1]  
12/31/08 12/31/07 12/31/06 12/31/05 12/31/04

Summary Balance Sheet (DKK million)

Cash & central bank	485	309	124	974	228
Due from banks	2,011	4,704	3,940	3,874	2,867
Securities	33,744	14,582	15,713	13,808	7,304
Gross loans	73,064	75,232	67,863	59,333	53,826
Loan loss reserves (LLR)	-449	-217	-284	-345	-738
Insurance assets	0	0	0	0	0
Fixed assets	1,172	1,157	1,141	1,314	1,077
Other assets	12,098	17,588	7,500	2,328	1,347
Total assets	122,125	113,357	95,998	81,285	65,910
Total assets (USD million) [2]	22,807	22,227	16,981	12,855	12,044
Total assets (EUR million)	16,408	15,202	12,878	10,898	8,861
Demand deposits	214	1	0	0	0
Savings deposits [3]	31,877	10,533	6,596	3,397	1,473
Due to banks	36,306	31,864	16,653	7,595	5,526
Market funds	32,681	53,632	56,591	60,366	47,448
Insurance liabilities	0	0	0	0	0
Other liabilities	10,210	6,540	7,840	2,440	4,917
Total liabilities	111,288	102,569	87,680	73,798	59,364
Subordinated debt	3,027	3,011	1,582	1,696	1,555
Shareholders' equity	7,809	7,750	6,697	5,791	4,991
Total capital funds	10,837	10,787	8,318	7,487	6,547
Total liabilities & capital funds	122,125	113,357	95,998	81,285	65,910
Derivatives - notional amount	478,809	233,236	149,065	81,725	80,306
Derivatives - replacement value	7,141	1,850	884	616	549
Contingent liabilities	9,082	14,194	12,416	10,095	6,150
Risk weighted assets (RWA)	87,946	91,626	80,930	68,740	56,096
Assets under management (DKK million) [4]	—	—	—	—	—
Number of employees	396	335	242	179	165

## Summary Income Statement

+Interest income	6,145	5,409	3,689	2,760	2,429
-Interest expense	4,859	4,290	2,688	1,863	1,570
=Net interest income	1,286	1,119	1,002	897	859
+Trading income	-53	510	509	87	55
+Fee & commission income	213	257	96	95	42
+Insurance income (net)	0	0	0	0	0
+Dividend income and other operating income	107	95	90	98	70
=Operating income	1,552	1,981	1,696	1,177	1,026
-Personnel expenses	459	476	308	275	123
-Other operating expenses	350	228	190	0	90
= Operating funds flow	743	1,277	1,198	903	812
-Amortisation/depreciation	59	38	42	17	15
(Total operating expenses)	868	741	541	292	228
=Pre-provision income (PPI)	685	1,239	1,155	886	797
-Loan loss provisions	449	-19	-17	-10	-27
+Impairment of goodwill, fixed assets and investments [5]	-45	0	0	0	0
+Result of subsidiaries and associates	18	17	6	-6	45
+Non-recurring items	0	0	0	0	0
=Pretax income	208	1,276	1,178	891	869
-Taxes	24	153	243	179	246
=Net income	184	1,123	935	712	623
-Minority interests	0	29	-23	0	0
=Net income (group share)	184	1,094	958	712	623

## Growth Rates (%)

Gross loans	-2.88	10.86	14.38	10.23	-4.97
Total assets	7.73	18.08	18.10	23.33	-2.31
Customer deposits (demand and savings)	204.66	59.70	94.18	130.61	113.37
Net interest income	14.91	11.71	11.63	4.50	-52.51
Fee and commission income	-16.84	167.30	0.88	126.27	-12.14
Operating expenses	17.03	37.14	85.36	27.90	4.90
Pre-provision income	-44.76	7.28	30.43	11.07	0.24
Net income	-83.18	14.18	34.62	14.27	9.84

## Income Statement in % Average Risk-Weighted Assets

Net interest income	1.44	1.30	1.34	1.44	1.51
Trading income	-0.06	0.59	0.68	0.14	0.10
Fee and commission income	0.24	0.30	0.13	0.15	0.07
Insurance income	0.00	0.00	0.00	0.00	0.00
Operating income	1.73	2.30	2.27	1.89	1.80
Operating expenses	0.97	0.86	0.72	0.47	0.40
Pre-provision income	0.76	1.44	1.54	1.42	1.40
Loan loss provisions	0.50	-0.02	-0.02	-0.02	-0.05
Extraordinary profit	0.00	0.00	0.00	0.00	0.00
Net income	0.21	1.30	1.25	1.14	1.10

## Liquidity, Funding (including sub debt) & Balance Sheet Composition

Avg. liquid assets % avg. total assets	24.75	24.90	21.16	20.04	15.59
--	-------	-------	-------	-------	-------

Avg. gross loans % avg. total assets	65.13	66.34	72.88	76.10	82.82
Avg. customer deposits % avg. total funding	21.06	12.56	6.69	3.06	1.92
Avg. interbank funds % avg. total funding	34.52	19.67	16.09	10.08	10.02
Avg. market funds (excl. interbank) % avg. total funding	41.44	64.95	75.07	84.25	85.05
Avg. sub debt % avg. total funding	2.99	2.82	2.15	2.62	3.01
Avg. liquid assets % avg. customer deposits	136.81	225.69	360.24	750.93	961.38
Avg. gross loans % avg. customer deposits	360.04	601.44	1240.63	2850.94	5106.80
Avg. market funds reliance [6]	16.56	48.76	62.15	70.89	68.10
Avg. RWA % avg. total assets	78.04	80.39	86.54	85.29	85.19

#### Breakdown of Operating Income in %

Net interest income % operating income	82.83	56.49	59.06	76.21	83.72
Trading income % operating income	-3.44	25.75	29.99	7.37	5.38
Fee & commission income % operating income	13.75	12.95	5.66	8.08	4.10
Insurance income % operating income	0.00	0.00	0.00	0.00	0.00
Other operating income % operating income	6.86	4.81	5.29	8.35	6.79

#### Profitability

Yield on avg. earning assets (%)	5.99	5.55	4.56	3.95	3.71
Cost of interest bearing liabilities (%)	4.93	4.55	3.54	2.92	2.79
Net interest margin (%) [7]	1.26	1.16	1.24	1.28	1.32
Recurring earning power (Pre-prov. inc. % avg. assets)	0.60	1.15	1.34	1.21	1.20
Risk-weighted recurring earning power (PPI % avg. RWA)	0.76	1.44	1.54	1.42	1.40
Post-provision income % avg. assets	0.21	1.17	1.36	1.22	1.24
Post-provision income % avg. risk weighted assets	0.26	1.46	1.57	1.44	1.45
Return on average assets (%)	0.16	1.05	1.08	0.97	0.93
Return on avg. RWA (%)	0.21	1.30	1.25	1.14	1.10
Post-provision income % tier 1 capital	3.03	16.36	17.45	15.52	16.52
Return on equity (period end) (%)	2.36	14.12	14.31	12.29	12.48
Net interest income coverage of loan loss provisions	2.86	-57.59	-59.62	-85.98	-31.38
Loan loss provisions % pre-provision income	65.64	-1.57	-1.45	-1.18	-3.43
Pre-tax income % operating income	13.39	64.43	69.46	75.64	84.77
Internal capital growth (%)	2.38	16.34	16.55	14.26	-17.48
Dividend payout ratio (%)	0.00	0.00	0.00	0.00	269.79

#### Efficiency

Cost/income ratio (op. expenses % op. income) [8]	55.89	37.43	31.88	24.77	22.24
Adjusted cost/income ratio (incl. non-operating items)	57.66	36.55	31.53	25.25	17.90
Operating expenses % average assets	0.76	0.69	0.63	0.40	0.34
Operating income / employee (DKK thousand)	3919.70	5912.83	6999.17	6577.74	6215.22
Operating expenses / employee (DKK thousand)	2190.87	2213.02	2231.12	1629.34	1382.03
PPI / employee (DKK thousand)	1728.84	3699.81	4768.06	4948.41	4833.19

#### Asset Quality and Risk Measurement

Problem loans % gross loans	1.66	0.41	0.44	0.65	1.64
LLR % problem loans	37.15	70.34	95.49	88.90	83.78
LLR % gross loans	0.62	0.29	0.42	0.58	1.37
Loan loss provisions % gross loans	0.62	-0.03	-0.02	-0.02	-0.05
Problem loans % (shareholders' equity + LLR)	14.65	3.87	4.26	6.33	15.38

Replacement value % shareholder's equity	91.44	23.87	13.20	10.64	11.00
--	-------	-------	-------	-------	-------

Capital Adequacy (Period End)

Tier 1 ratio (%)	8.80	8.40	8.30	8.40	8.90
Total capital ratio (%)	11.90	11.50	10.00	10.60	11.60
Shareholders' equity % total assets	6.39	6.84	6.98	7.12	7.57
Equity participations % shareholders' equity	1.04	0.95	1.34	5.01	2.57

Notes:

[1] Statement period in which the bank switched to Basel II accounting framework.

[2] Historical exchange rates are applied accordingly for USD and EUR figures.

[3] Full disclosure may not be available for all years. The amount is then included in demand deposits.

[4] As reported by the bank.

[5] Includes goodwill amortisation (pre-IFRS).

[6] Avg. [(market funds-liquid assets) % (earning assets-liquid assets)].

[7] Although not part of net interest income calculation, the NIM includes dividend income.

[8] Cost/income ratio excludes goodwill amortisation, which is included together with net non-operating income in the adjusted cost/income ratio.

**CREDIT RATINGS ARE MOODY'S INVESTORS SERVICE, INC.'S (MIS) CURRENT OPINIONS OF THE RELATIVE FUTURE CREDIT RISK OF ENTITIES, CREDIT COMMITMENTS, OR DEBT OR DEBT-LIKE SECURITIES. MIS DEFINES CREDIT RISK AS THE RISK THAT AN ENTITY MAY NOT MEET ITS CONTRACTUAL, FINANCIAL OBLIGATIONS AS THEY COME DUE AND ANY ESTIMATED FINANCIAL LOSS IN THE EVENT OF DEFAULT. CREDIT RATINGS DO NOT ADDRESS ANY OTHER RISK, INCLUDING BUT NOT LIMITED TO: LIQUIDITY RISK, MARKET VALUE RISK, OR PRICE VOLATILITY. CREDIT RATINGS ARE NOT STATEMENTS OF CURRENT OR HISTORICAL FACT. CREDIT RATINGS DO NOT CONSTITUTE INVESTMENT OR FINANCIAL ADVICE, AND CREDIT RATINGS ARE NOT RECOMMENDATIONS TO PURCHASE, SELL, OR HOLD PARTICULAR SECURITIES. CREDIT RATINGS DO NOT COMMENT ON THE SUITABILITY OF AN INVESTMENT FOR ANY PARTICULAR INVESTOR. MIS ISSUES ITS CREDIT RATINGS WITH THE EXPECTATION AND UNDERSTANDING THAT EACH INVESTOR WILL MAKE ITS OWN STUDY AND EVALUATION OF EACH SECURITY THAT IS UNDER CONSIDERATION FOR PURCHASE, HOLDING, OR SALE.**

© Copyright 2009, Moody's Investors Service, Inc. and/or its licensors including Moody's Assurance Company, Inc. (together, "MOODY'S"). All rights reserved.

ALL INFORMATION CONTAINED HEREIN IS PROTECTED BY COPYRIGHT LAW AND NONE OF SUCH INFORMATION MAY BE COPIED OR OTHERWISE REPRODUCED, REPACKAGED, FURTHER TRANSMITTED, TRANSFERRED, DISSEMINATED, REDISTRIBUTED OR RESOLD, OR STORED FOR SUBSEQUENT USE FOR ANY SUCH PURPOSE, IN WHOLE OR IN PART, IN ANY FORM OR MANNER OR BY ANY MEANS WHATSOEVER, BY ANY PERSON WITHOUT MOODY'S PRIOR WRITTEN CONSENT. All information contained herein is obtained by MOODY'S from sources believed by it to be accurate and reliable. Because of the possibility of human or mechanical error as well as other factors, however, such information is provided "as is" without warranty of any kind and MOODY'S, in particular, makes no representation or warranty, express or implied, as to the accuracy, timeliness, completeness, merchantability or fitness for any particular purpose of any such information. Under no circumstances shall MOODY'S have any liability to any person or entity for (a) any loss or damage in whole or in part caused by, resulting from, or relating to, any error (negligent or otherwise) or other circumstance or contingency within or outside the control of MOODY'S or any of its directors, officers, employees or agents in connection with the procurement, collection, compilation, analysis, interpretation, communication, publication or delivery of any such information, or (b) any direct, indirect, special, consequential, compensatory or incidental damages whatsoever (including without limitation, lost profits), even if MOODY'S is advised in advance of the possibility of such damages, resulting from the use of or inability to use, any such information. The credit ratings and financial reporting analysis observations, if any, constituting part of the information contained herein are, and must be construed solely as, statements of opinion and not statements of fact or recommendations to purchase, sell or hold any securities. NO WARRANTY, EXPRESS OR IMPLIED, AS TO THE ACCURACY, TIMELINESS, COMPLETENESS, MERCHANTABILITY OR FITNESS FOR ANY PARTICULAR PURPOSE OF ANY SUCH RATING OR OTHER OPINION OR INFORMATION IS GIVEN OR MADE BY MOODY'S IN ANY FORM OR MANNER WHATSOEVER. Each rating or other opinion must be weighed solely as one factor in any investment decision made by or on behalf of any user of the information contained herein, and each such user must accordingly make its own study and evaluation of each security and of each issuer and guarantor of, and each provider of credit support for, each security that it may consider purchasing, holding or selling.

MOODY'S hereby discloses that most issuers of debt securities (including corporate and municipal bonds, debentures, notes and commercial paper) and preferred stock rated by MOODY'S have, prior to assignment of any rating, agreed to pay to MOODY'S for appraisal and rating services rendered by it fees ranging from \$1,500 to approximately \$2,400,000. Moody's Corporation (MCO) and its wholly-owned credit rating agency subsidiary, Moody's Investors Service (MIS), also maintain policies and procedures to address the independence of MIS's ratings and rating processes. Information regarding certain affiliations that may exist

between directors of MCO and rated entities, and between entities who hold ratings from MIS and have also publicly reported to the SEC an ownership interest in MCO of more than 5%, is posted annually on Moody's website at [www.moody.com](http://www.moody.com) under the heading "Shareholder Relations - Corporate Governance - Director and Shareholder Affiliation Policy."